

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



第一拖拉机股份有限公司
FIRST TRACTOR COMPANY LIMITED*

(a joint stock company incorporated in The People's Republic of China with limited liability)

(Stock Code: 0038)

2022 THIRD QUARTERLY REPORT

IMPORTANT NOTICE:

The board of directors, board of supervisors of the Company and its directors, supervisors and senior management warrant that there are no false information, misleading statements or material omissions contained in the quarterly report, and severally and jointly accept legal responsibility for the truthfulness, accuracy and completeness of the contents herein.

Person in charge of the Company, person in charge of the accounting function and head of the Accounting Department (person in charge of the accounting) have warranted the truthfulness, accuracy and completeness of the financial information in this quarterly report.

The third quarterly financial statements have not been audited.

I. DEFINITION

A Share(s)	ordinary shares as approved by the CSRC which are issued to domestic investors and qualified foreign investors, traded on PRC stock exchanges, denominated, subscribed for and traded in RMB
Company or First Tractor	First Tractor Company Limited* (第一拖拉機股份有限公司)
Controlled subsidiary(ies)	companies in which the Company holds more than 50% of its shares/equity; companies effectively controlled through arrangements by agreement
CSRC	China Securities Regulatory Commission
Group	the Company and its Controlled Subsidiary
H Share(s)	ordinary shares as approved by the CSRC which are issued to foreign investors, and listed with the approval of the Stock Exchange, denominated in RMB, subscribed for and traded in Hong Kong dollars
SINOMACH	China National Machinery Industry Corporation* (中國機械工業集團有限公司), the de facto controller of the Company
SINOMACH Finance	SINOMACH Finance Co., Ltd. (國機財務有限責任公司), a controlled company of the de facto controller of the Company
subsidiary(ies)	a subsidiary as defined under the Listing Rules of the Stock Exchange
YTO Finance	China YTO Group Finance Company Limited* (中國一拖集團財務有限責任公司), a controlled subsidiary of the Company

II. MAJOR FINANCIAL DATA

1. Major accounting data and financial indicator

Unit: Yuan Currency: RMB

Item	For the Reporting Period	Increase/Decrease for the Reporting Period as compared to the corresponding period of the previous year (%)	From the beginning of the year to the end of Reporting Period	
			beginning of the year to the end of Reporting Period	Changes from the beginning of the year to the end of Reporting Period over the same period of the preceding year (%)
Operating revenue	3,670,863,462.78	43.06	10,221,589,977.57	25.56
Net profit attributable to shareholders of the Company	326,008,793.08	106.60	907,475,698.93	35.61
Net profit attributable to shareholders of the Company after deduction of non-recurring profit or loss	319,318,626.81	137.82	925,995,707.03	49.59
Net cash flows from operating activities	N/A	N/A	3,730,549,350.17	155.07
Basic earnings per share (Yuan/share)	0.2901	106.62	0.8076	33.75
Diluted earnings per share (Yuan/share)	0.2901	106.62	0.8076	33.75
Weighted average return on net assets (%)	5.58	increase of 2.74 percentage points	15.99	increase of 3.27 percentage points
				Increase/Decrease as at the end of the Reporting Period as compared to the end of the previous year (%)
	As at the end of the Reporting Period		As at the end of the previous year	
Total assets	13,447,649,338.36		12,339,594,556.58	8.98
Owners' equity attributable to shareholders of the Company	5,845,459,421.02		5,402,078,873.33	8.21

Note: "Reporting Period" refers to the three-month period from the beginning of the quarter to the end of the quarter, same as below.

2. Non-recurring profit or loss items and amounts

Unit: Yuan Currency: RMB

Item	Amount for the Reporting Period	Amount from the beginning of the year to the end of Reporting Period	Explanation
Profit or loss from disposal of non-current assets	1,038,207.24	1,686,273.20	
Government grants credited to current profit or loss (except for those which are closely related to the Company's ordinary business, in accordance with the PRC national policies and continuously received in certain standard amounts and quantities)	6,147,374.98	19,164,652.08	
Gain or loss on changes in fair value of held-for trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities, and investment income from disposal of trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities and other debt investments, other than effective hedging activities related to normal business operations of the Company		-88,353,893.73	
Other non-operating income or expenses other than the above	449,454.39	2,344,816.60	
Other profit and loss items falling within the meaning of non-recurring profit or losses	258,158.18	23,971,875.33	Mainly affected by the disposal of subsidiaries
Less: Effect of income taxes	430,181.00	-11,026,668.12	
Effect of minority shareholders' interests (after tax)	772,847.52	-11,639,600.31	
Total	6,690,166.27	-18,520,008.09	

3. Changes in major accounting data, financial indicators and the reasons thereof

Item	Percentage changes (%)	Main reasons
Operating revenue – the Reporting Period	43.06	Mainly due to the period-on-period increase in sales volume of the Company's major products and the period-on-period increase in revenue and net profit
Net profit attributable to shareholders of listed companies – this Reporting Period	106.60	
Net profit attributable to shareholders of the listed company – from the beginning of the year to the end of the Reporting Period	35.61	
Net profit attributable to shareholders of the listed company after deduction of non-recurring profit or loss – the Reporting Period	137.82	
Net profit attributable to shareholders of the listed company after deduction of non-recurring profit or loss – from the beginning of the year to the end of the Reporting Period	49.59	
Net cash flows from operating activities – from the beginning of the year to the end of the Reporting Period	155.07	Due to the gradual cessation of the operating business and financial assets recovery of YTO Finance during the Reporting Period on one hand, and the period-on-period increase in net operating business cash flow resulting from the increase in sales of the Company and the increase in sales proceeds on the other hand
Basic earnings per share (RMB/share) – the Reporting Period	106.62	Mainly due to the increase in net profit
Basic earnings per share (RMB/share) – from the beginning of the year to the end of the Reporting Period	33.75	

III. INFORMATION OF SHAREHOLDERS

1. Total number of shareholders of ordinary shares and shareholders of preference shares with restored voting rights and shareholdings of the top ten shareholders

Unit: share

Total number of shareholders of ordinary shares as at the end of the Reporting Period	41,582 holders Including: 41,257 holders of A Shares; 325 holders of H Shares	Total number of shareholders of preference shares with restored voting rights at the end of the Reporting Period (if any)	/
---	---	---	---

Shareholdings of the top ten shareholders

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of shares held with selling restriction	Shares pledged, marked or frozen	Status of shares	Number
YTO Group Corporation	State-owned legal person	548,485,853	48.81	137,795,275	Nil		0
HKSCC NOMINEES LIMITED (Note 1)	Overseas legal person	388,215,309	34.55	0	Unknown		/
Hong Kong Securities Clearing Company Limited (Note 2)	Overseas legal person	4,166,977	0.37	0	Unknown		/
Shen Jia (沈嘉)	Domestic natural person	1,888,200	0.17	0	Unknown		/
Shenzhen Qianhai Huolan Assets Management Co., Ltd. – Huolan Yuanfang No. 1 Private Placement Securities Investment Fund (深圳市前海火藍資產管理有限公司—火藍遠方 1 號私募證券投資基金)	Other	1,838,200	0.16	0	Unknown		/

Shareholdings of the top ten shareholders

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of shares held with selling restriction		Shares pledged, marked or frozen	
				0	Unknown	Status of shares	Number
Han Yan (韓豔)	Domestic natural person	1,479,541	0.13	0	Unknown	/	
Zhang Yonghua (張永華)	Domestic natural person	919,200	0.08	0	Unknown	/	
Jiao Yanfeng (焦延峰)	Domestic natural person	860,000	0.08	0	Unknown	/	
Yang Zhiyang (楊志陽)	Domestic natural person	851,200	0.08	0	Unknown	/	
Qin Tao (秦濤)	Domestic natural person	834,400	0.07	0	Unknown	/	

Shareholdings of the top ten shareholders without selling restriction

Name of shareholders	Number of circulating shares held without selling restriction	Class and number of shares	
		Class of shares	Number
YTO Group Corporation	410,690,578	Ordinary shares denominated in RMB	410,690,578
HKSCC NOMINEES LIMITED (Note 1)	388,215,309	Overseas listed foreign shares	388,215,309
Hong Kong Securities Clearing Company Limited (Note 2)	4,166,977	Ordinary shares denominated in RMB	4,166,977
Shen Jia (沈嘉)	1,888,200	Ordinary shares denominated in RMB	1,888,200
Shenzhen Qianhai Huolan Assets Management Co., Ltd. – Huolan Yuanfang No. 1 Private Placement Securities Investment Fund (深圳市前海火藍資產管理有限公司—火藍遠方1號私募證券投資基金)	1,838,200	Ordinary shares denominated in RMB	1,838,200

Shareholdings of the top ten shareholders without selling restriction

Name of shareholders	Number of circulating shares held without selling restriction	Class and number of shares	
		Class of shares	Number
Han Yan (韓豔)	1,479,541	Ordinary shares denominated in RMB	1,479,541
Zhang Yonghua (張永華)	919,200	Ordinary shares denominated in RMB	919,200
Jiao Yanfeng (焦延峰)	860,000	Ordinary shares denominated in RMB	860,000
Yang Zhiyang (楊志陽)	851,200	Ordinary shares denominated in RMB	851,200
Qin Tao (秦濤)	834,400	Ordinary shares denominated in RMB	834,400

Explanation on connected relation or parties acting in concert of the aforesaid shareholders	Among the top ten shareholders and top ten shareholders without selling restrictions, YTO, the controlling shareholder of the Company, has no connected relationship with, nor is it a party acting in concert (as defined in the Administrative Measures on Acquisitions by Listed Companies) with, any other shareholders. The Company is not aware of any connected relationship among other shareholders, nor aware of any parties acting in concert among them as defined in the Administrative Measures on Acquisitions by Listed Companies.
--	--

Explanations on the participation of the top ten shareholders and the top ten shareholders without selling restrictions in financing securities and refinancing businesses (if any)	N/A
---	-----

Note 1: The overseas listed foreign shares held by HKSCC NOMINEES LIMITED are held on behalf of multiple customers;

Note 2: The ordinary shares dominated in RMB held by Hong Kong Securities Clearing Company Limited are held on behalf of overseas investors who held these shares via the Northbound Trading through the Shanghai-Hong Kong Stock Connect.

IV. OTHER REMINDERS

1. During the Reporting Period, under the complex and changeable external environment, the Company actively leveraged its comprehensive advantages in products, channels, services and promotions around changes, focused on market conditions and user demand changes and managed to achieve continued growth in sales of its major products and maintain its leading position in the market through a series of precise and flexible marketing measures. During the Reporting Period, the Company achieved sales of 26 thousand units of large and medium-sized tractor products, representing a period-on-period increase of 35%, and achieved accumulated sales of 79.7 thousand units in the first three quarters, representing a period-on-period increase of 23.32%, which was higher than the industry growth rate, meaning that the market share has further increased. During the Reporting Period, the Company achieved sales of 39.3 thousand units of diesel engine products, representing a period-on-period increase of 19%, and achieved accumulated sales of 119.4 thousand units in the first three quarters, representing a period-on-period increase of 9.95%. Meanwhile, the Company continued to improve the quality and efficiency of the whole value chain. During the Reporting Period, the net profit attributable to the parent company recorded a period-on-period increase of 106.60% and the net profit attributable to the parent company for the first three quarters recorded a period-on-period increase of 35.61%.
2. To implement the financial regulatory requirements under the Implementation Measures of the China Banking Regulatory Commission for Administrative Licensing Matters relating to Non-banking Financial Institutions (Order of CBRC 2020 No.6) which requires only one finance company within the same corporate group, on 29 March 2022, SINOMACH Group, the Company, YTO Finance and SINOMACH Finance entered into the Framework Agreement on Restructuring and Integration between China YTO Group Finance Company Limited and SINOMACH Finance Co., Ltd. It is proposed to complete the restructuring of the personnel, assets and business of YTO Finance and SINOMACH Finance through a series of transaction arrangements, including the sale of assets by YTO Finance to SINOMACH Finance, the capital increase by First Tractor to SINOMACH Finance in cash, the termination of the operation of YTO Finance and the implementation of liquidation and cancellation, and the provision of financial services by SINOMACH Finance to the Company.

During the Reporting Period, the Company received the “Approval from Beijing Regulatory Bureau of China Banking and Insurance Regulatory Commission on the Change of Registered Capital and Adjustment of SINOMACH Finance Co., Ltd.” forwarded by SINOMACH Finance, agreeing to change the registered capital of SINOMACH Finance to RMB1,750,000,000, of which the Company contributed RMB250,000,000, representing 14.29% of the capital contribution. For details, please refer to the “Announcement of the Approval of the Capital Increase of SINOMACH Finance Co., Ltd. by the Beijing Regulatory Bureau of China Banking and Insurance Regulatory Commission” published on the website of the Shanghai Stock Exchange on 16 September 2022 and the website of the Stock Exchange on 15 September 2022.

Due to the progress of asset evaluation and filing work, the delivery of the target assets to be transferred from YTO Finance to SINOMACH Finance could not be completed before 30 September 2022, and the delivery of assets and payment of transfer payment by both parties have not been made. There are no material obstacles to the implementation of the asset transfer and it is expected that the filing of the valuation of the target assets and the delivery of the assets will be completed by the end of December 2022. For details, please refer to the “Announcement on the Progress of the Disposal of Target Assets by Controlling Subsidiary and Connected Transaction” published by the Company on the website of the Shanghai Stock Exchange on 11 October 2022 and on the website of the Stock Exchange on 10 October 2022.

3. Due to change of work, Mr. Ma Zhihui resigned from the positions of non-executive director and a member of the remuneration committee of the Board of the Company. On 27 October 2022, the Company held the sixth meeting of the ninth session of the Board and nominated Mr. Zhang Bin as a candidate of the ninth session of the Board for the position of non-executive director and submitted the proposal to the shareholders’ meeting of the Company for consideration. For details, please refer to the “Announcement on the Resignation of Directors” dated 20 October 2022 and the “Announcement of Resolutions of the Sixth Meeting of the Ninth Session of the Board of Directors” dated 28 October 2022 on the website of the Shanghai Stock Exchange, and the “Announcement on the Resignation of Directors” dated 19 October 2022 and the “Announcement of Resolutions of the Sixth Meeting of the Ninth Session of the Board of Directors” dated 27 October 2022 on the website of the Stock Exchange published by the Company.

V. QUARTERLY FINANCIAL STATEMENTS

1. Financial Statement

Consolidated Balance Sheet

30 September 2022

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	30 September 2022	31 December 2021
Current assets:		
Monetary Funds	4,582,311,437.26	3,243,399,611.65
Settlement reserves for balance		
Loans to banks and other financial institutions	2,944,382.28	23,320,000.00
Financial assets held for trading	1,383,564,816.67	1,038,970,988.74
Derivative financial assets		
Notes receivable	26,460,213.78	62,757,621.58
Accounts receivable	1,211,368,116.34	301,661,736.48
Receivables financing	307,742,732.34	216,495,094.89
Advances to suppliers	135,948,299.79	242,712,324.09
Premium receivables		
Reinsurance receivables		
Reinsurance contract reserves receivable		
Other receivables	38,871,233.29	24,247,156.19
Including: Interest receivable	1,552.50	944.41
Dividends receivable		
Financial assets purchased with agreement to resale		360,643,454.77
Inventories	957,243,010.08	1,674,008,933.28
Contract assets		
Assets classified as held for sale		
Non-current assets due within one year	164,223,568.16	188,189,353.75
Other current assets	49,400,094.93	319,494,747.99
Total current assets	<u>8,860,077,904.92</u>	<u>7,695,901,023.41</u>

Item	30 September 2022	31 December 2021
Non-current assets:		
Loans and advances to customers	78,137,890.09	891,754,953.83
Debt investments		
Other debt investments		
Long-term receivables	152,950,104.47	147,379,925.56
Long-term equity investments	690,382,721.06	126,970,546.37
Other investments in equity instruments	317,629,136.90	4,839,048.00
Other non-current financial assets		
Investment properties		
Fixed assets	2,309,505,058.90	2,465,981,510.01
Construction in progress	155,111,572.60	79,246,144.63
Productive biological assets		
Oil and gas assets		
Right-of-use assets	7,085,031.89	15,044,288.50
Intangible assets	722,738,336.13	750,855,986.17
Research and development expenses		
Goodwill		
Long-term unamortized expenses	56,571,817.59	61,059,040.71
Deferred tax assets	97,459,763.81	100,562,089.39
Other non-current assets		
	<hr/>	<hr/>
Total non-current assets	<u>4,587,571,433.44</u>	<u>4,643,693,533.17</u>
Total assets	<u><u>13,447,649,338.36</u></u>	<u><u>12,339,594,556.58</u></u>

Item	30 September 2022	31 December 2021
Current liabilities:		
Short-term loans	370,409,999.99	270,183,333.34
Borrowings from central bank		
Loans from banks and other financial institutions		200,050,000.00
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	1,848,951,256.14	1,429,974,406.92
Accounts payable	3,088,477,132.98	2,005,338,697.27
Advances from customers	1,768,616.40	198,307.51
Contract liabilities	256,592,802.13	580,385,482.01
Funds from selling (out) and repurchasing financial assets		11,759,888.55
Absorption of deposits and interbank deposits	221,419,235.99	741,565,080.73
Funds received as agent of stock exchange		
Funds received as stock underwriter		
Employee benefits payable	82,252,228.12	94,183,174.20
Taxes payables	25,848,219.18	16,547,128.41
Other payables	299,916,265.26	264,862,718.59
Including: Interest payable	23,034,968.99	17,839,437.74
Dividends payable	8,439,607.88	59,459,387.16
Fee and commission payable		
Reinsurance accounts payables		
Liabilities classified as held for sale		
Non-current liabilities due within one year	12,125,182.19	13,333,158.50
Other current liabilities	538,931,938.70	262,766,044.87
Total current liabilities	<u>6,746,692,877.08</u>	<u>5,891,147,420.90</u>

Item	30 September 2022	31 December 2021
Non-current liabilities:		
Reserves for insurance contract		
Long-term loans	20,680,000.00	110,000,000.00
Bonds payable		
Including: Preference shares		
Perpetual bond		
Lease liabilities	1,113,321.49	1,853,079.74
Long-term payables	8,026,285.67	8,251,321.72
Long-term employee salary payable	39,036,207.03	57,802,347.71
Estimated liabilities	1,962,613.99	1,962,613.99
Deferred income	129,479,981.89	138,045,711.55
Deferred tax liabilities	133,540,652.16	148,308,914.30
Other non-current liabilities		
	<hr/>	<hr/>
Total non-current liabilities	333,839,062.23	466,223,989.01
	<hr/>	<hr/>
Total non-current liabilities	<u>7,080,531,939.31</u>	<u>6,357,371,409.91</u>

Item	30 September 2022	31 December 2021
Owner's equity		
(or shareholder's equity):		
Paid-up capital (or share capital)	1,123,645,275.00	1,123,645,275.00
Other equity instruments		
Including: Preference shares		
Perpetual bond		
Capital reserves	2,655,849,996.00	2,655,849,996.00
Less: Treasury shares		
Other comprehensive income	-343,838,954.94	-11,710,421.44
Special reserves	4,494,868.91	3,465,767.12
Surplus reserves	501,495,783.59	501,495,783.59
General risk reserves	43,263,387.54	43,263,387.54
Retained earnings	1,860,549,064.92	1,086,069,085.52
Total equity attributable to owners of the parent company (or shareholders' equity)	5,845,459,421.02	5,402,078,873.33
Minority interests	521,657,978.03	580,144,273.34
Total owners' equity (or shareholder's equity)	6,367,117,399.05	5,982,223,146.67
Total liabilities and owners' equity (or shareholder's equity)	13,447,649,338.36	12,339,594,556.58

Legal Representative:

Liu Jiguo

Chief Financial Officer:

Liu Jiguo

Accounting Manager:

Jiang Jingyuan

Consolidated Income Statement

January to September 2022

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	First three quarters of 2022 (January – September)	First three quarters of 2021 (January – September)
I. Total operating revenue	10,320,425,131.42	8,230,081,343.31
Including: Operating revenue	10,221,589,977.57	8,141,101,593.06
Interest income	93,815,682.56	84,017,593.60
Earned insurance premiums		
Fees and commission	5,019,471.29	4,962,156.65
II. Total cost of operation	9,245,609,963.55	7,492,511,151.43
Including: Cost of operation	8,525,370,329.09	6,775,598,318.92
Interest expenses	11,711,821.43	17,621,368.01
Fees and commission expense	387,925.59	461,898.43
Refunded premiums		
Net amount of compensation payout		
Net amount of reserves for reinsurance contract		
Policy dividend payment		
Reinsurance expenses		
Taxes and surcharges	37,760,127.97	33,797,221.16
Selling expenses	119,391,600.83	118,774,015.20
Administrative expenses	238,283,910.90	233,162,141.38
Research and development expenses	340,517,897.96	281,602,816.31
Financial expenses	-27,813,650.22	31,493,372.02
Including: Interest expenses	17,362,868.22	20,891,517.23
Interest income	10,644,826.47	1,888,505.08

Item	First three quarters of 2022 (January – September)	First three quarters of 2021 (January – September)
Add: Other gains	19,462,995.02	30,910,759.13
Investment income (Loss listed with “-”)	44,693,590.42	567,479,928.20
Including: Income from investments in associates and joint ventures	9,529,584.15	3,291,332.78
Gains on derecognition of financial assets measured at amortized cost		
Exchange gain (Loss listed with “-”)		
Net gain on hedging exposure (Loss listed with “-”)		
Gain arising from the changes in fair value (Loss listed with “-”)	-85,807,199.28	13,212,407.55
Loss on credit impairment (Loss listed with “-”)	-131,443,947.90	-80,908,777.95
Loss on impairment of assets (Loss listed with “-”)	-7,160,637.61	-575,595,390.25
Gain on disposal of assets (Loss listed with “-”)	1,686,273.20	4,869,787.99
III. Operating profit (Loss listed with “-”)	916,246,241.72	697,538,906.55
Add: Non-operating income	4,109,785.54	19,266,812.92
Less: Non-operating expenses	1,548,968.94	889,318.94
IV. Total profit (Total loss listed with “-”)	918,807,058.32	715,916,400.53
Less: Income tax expenses	9,643,357.52	44,709,615.50

Item	First three quarters of 2022 (January – September)	First three quarters of 2021 (January – September)
V. Net profit (Net loss listed with “-”)	909,163,700.80	671,206,785.03
(I) Classification according to the continuity of operation		
1. Continuous operating net profit (Net loss listed with “-”)	909,163,700.80	671,206,785.03
2. Termination of net profit (Net loss listed with “-”)		
(II) Classification according to ownership		
1. Net profit attributable to shareholders of the parent company (Net loss listed with “-”)	907,475,698.93	669,177,736.32
2. Non-controlling interests (Net loss listed with “-”)	1,688,001.87	2,029,048.71
VI. Net other comprehensive income after tax	-390,590,076.84	16,467,884.22
(I) Net other comprehensive income after tax attributable to owners of the parent company	-332,128,533.50	16,739,050.55
1. Other comprehensive income that cannot be reclassified to profit or loss	-338,785,931.71	0.00
(1) Changes of re-measurement of defined benefit plans		
(2) Other comprehensive income that cannot be reclassified into profit or loss under the equity method		

Item	First three quarters of 2022 (January – September)	First three quarters of 2021 (January – September)
(3) Changes in fair value of other investment in equity instruments	-338,785,931.71	0.00
(4) Changes in fair value of the enterprise's own credit risks		
2. Other comprehensive income that will be reclassified to profit or loss	6,657,398.21	16,739,050.55
(1) Other comprehensive income that can be reclassified into profit or loss under the equity method		
(2) Changes in fair value of other debt investments		
(3) Amount of financial assets reclassified into other comprehensive income		
(4) Provision for the credit impairment of other debt investments		
(5) Reserves for cash flows hedges		
(6) Differences on translation of foreign currency financial statements	6,657,398.21	16,739,050.55
(7) Others		
(II) Net other comprehensive income after tax attributable to minority interests	-58,461,543.34	-271,166.33

Item	First three quarters of 2022 (January – September)	First three quarters of 2021 (January – September)
VII. Total comprehensive income	518,573,623.96	687,674,669.25
(I) Total comprehensive income attributable to owners of the parent company	575,347,165.43	685,916,786.87
(II) Total comprehensive income attributable to minority interests	-56,773,541.47	1,757,882.38
VIII. Earnings per share:		
(I) Basic earnings per share (<i>Yuan/share</i>)	0.8076	0.6038
(II) Diluted earnings per share (<i>Yuan/share</i>)	0.8076	0.6038

The net profit realized by the parties being absorbed prior to the business combinations under common control was RMB nil during the period and RMB nil for the previous period.

Legal Representative:
Liu Jiguo

Chief Financial Officer:
Liu Jiguo

Accounting Manager:
Jiang Jingyuan

Consolidated Cash Flow Statement

January to September 2022

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	First three quarters of 2022 (January – September)	First three quarters of 2021 (January – September)
I. Cash flows from operating activities:		
Cash received from sales of goods and rendering of services	8,481,561,987.90	6,427,500,889.18
Net increase in deposits from customers and deposits from other banks	-521,163,977.52	17,307,692.07
Net increase borrowings from central bank		
Net increase in loans from other financial institutions		
Cash from original insurance contract premium		
Net cash from reinsurance business		
Net increase of insured deposit and investment		
Interest, handling charges and commissions received	113,162,287.94	84,981,476.18
Net increase in placement from banks and other financial institution	-199,984,382.28	-299,500,000.00
Net increase in sales and repurchase operations	360,000,000.00	710,000,000.00
Net cash flows from brokerage trading		
Refund of tax and levies	252,747,603.83	94,005,049.94
Cash received relating to other operating activities	94,115,650.21	145,474,000.17
Sub-total of cash inflows from operating activities	8,580,439,170.08	7,179,769,107.54

Item	First three quarters of 2022 (January – September)	First three quarters of 2021 (January – September)
Cash payments for goods purchased and services received	5,108,372,506.83	4,662,293,668.34
Net increase in loans and disbursement to customers	-744,879,711.10	-14,193,370.37
Net increase in deposits with central bank and interbanks	-855,161,043.48	10,896,846.16
Payments of claims for original insurance contracts		
Net increase in placements with banks and other financial institution		
Cash paid for interest, handling charges and commissions	11,234,561.18	9,128,208.43
Cash paid for dividends of insurance policies		
Cash paid to and on behalf of employees	764,981,477.48	712,176,191.60
Payments of taxes and surcharges	96,177,482.47	116,796,238.14
Cash paid relating to other operating activities	<u>469,164,546.53</u>	<u>220,092,427.80</u>
Sub-total of cash outflows from operating activities	<u>4,849,889,819.91</u>	<u>5,717,190,210.10</u>
Net cash flows from operating activities	<u><u>3,730,549,350.17</u></u>	<u><u>1,462,578,897.44</u></u>

Item	First three quarters of 2022 (January – September)	First three quarters of 2021 (January – September)
II. Cash flows from investment activities:		
Cash received from return of investments	1,201,000.00	3,318,094.56
Cash received from investments income	8,365,419.11	12,052,863.46
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	2,719,206.55	19,211,317.65
Net cash received from disposals of subsidiaries and other business units	61,016,327.59	0.00
Cash received relating to other investing activities		
Sub-total of cash inflows from investing activities	73,301,953.25	34,582,275.67
Cash paid to acquire fixed assets, intangible assets and other long-term assets	76,252,982.43	43,836,356.92
Cash paid for investments	1,674,777,100.00	371,805,000.00
Net increase in pledged deposits		
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities		
	-----	-----
Sub-total of cash outflows from investing activities	<u>1,751,030,082.43</u>	<u>415,641,356.92</u>
Net cash flows from investing activities	<u>-1,677,728,129.18</u>	<u>-381,059,081.25</u>

Item	First three quarters of 2022 (January – September)	First three quarters of 2021 (January – September)
III. Cash flows from financing activities:		
Cash received from investment absorption	0.00	697,999,997.00
Including: Cash received by subsidiaries from investment absorption of minority interest	0.00	0.00
Cash received from borrowings	480,980,000.00	480,000,000.00
Cash received relating to other financing activities	138,052,188.68	0.00
Sub-total of cash inflows from financing activities	619,032,188.68	1,177,999,997.00
Cash paid for settlement of borrowings	470,300,000.00	760,200,000.00
Cash paid for dividends, profits appropriation or payments of interest	196,411,933.58	103,438,414.19
Including: Dividends and profits paid to minority interests of subsidiaries	52,762,144.65	5,458,600.00
Cash paid relating to other financing activities	<u>9,033,146.14</u>	<u>7,835,368.87</u>
Sub-total of cash outflows from financing activities	<u>675,745,079.72</u>	<u>871,473,783.06</u>
Net cash flows from financing activities	<u><u>-56,712,891.04</u></u>	<u><u>306,526,213.94</u></u>

Item	First three quarters of 2022 (January – September)	First three quarters of 2021 (January – September)
IV. Effect of changes in foreign exchange rate on cash and cash equivalents	6,924,922.56	–2,032,971.98
V. Net increase in cash and cash equivalents	2,003,033,252.51	1,386,013,058.15
Add: Cash and cash equivalents at the beginning of the period	2,146,767,725.61	1,416,825,910.58
VI. Cash and cash equivalents at the end of the period	4,149,800,978.12	2,802,838,968.73

Legal Representative:
Liu Jiguo

Chief Financial Officer:
Liu Jiguo

Accounting Manager:
Jiang Jingyuan

By Order of the Board
FIRST TRACTOR COMPANY LIMITED*
Yu Lina
Company Secretary

Luoyang, the PRC
27 October 2022

As at the date of this announcement, the Board comprises Mr. Liu Jiguo (Chairman) as executive Director; Mr. Zhang Zhiyu and Mr. Fang Xianfa as non-executive Directors; and Mr. Edmund Sit, Mr. Wang Shumao and Mr. Xu Liyou as independent non-executive Directors.

* *For identification purposes only*