

Stock code: 000045,200045 Stock Abbreviation: Shen Textile A, Shen Textile B Announcement No. :2023-39

Shenzhen Textile (Holdings) Co., Ltd.

The Third Quarterly Report 2023

The members of the Board and the Company acknowledge being responsible for the truthfulness, accuracy, and completeness of the announcement. Not any false record, misleading statement or significant omission carried in this announcement

Important Notice

The Board of Directors ,Supervisory Committee, all directors, supervisors and senior executives of the Company hereby guarantees that there are no misstatement, misleading representation or important omissions in this report and shall assume joint and several liability for the authenticity, accuracy and completeness of the contents hereof.

2. Person in charge of the Company, head of accounting and person in charger of accounting organ (accounting officer) hereby confirm that the financial information of this Quarterly Report is authentic, accurate and complete.

3. The third quarterly report audited or not

Yes No

I. Main financial data**(i) Main accounting data and financial indexes**

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes No

	Current period	Increase/decrease in the period compared with the same period of the previous year	Year-begin to period-end	Increase/decrease from year-begin to period-end compared with the same period of the previous year
Operating income (RMB)	827,289,643.21	22.22%	2,317,385,312.76	9.21%
Net profit attributable to the shareholders of the listed company (RMB)	30,277,434.06	114.49%	66,584,597.03	17.75%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (RMB)	26,677,203.43	174.16%	54,364,530.04	21.62%
Cash flow generated by business operation, net (RMB)	—	—	64,740,508.96	-44.14%
Basic earning per share(RMB/Share)	0.0598	114.34%	0.1315	17.83%
Diluted gains per share(RMB/Share)(RMB/Share)	0.0598	114.34%	0.1315	17.83%
Weighted average ROE(%)	1.05%	0.55%	2.32%	0.32%
	End of this period	End of last period	Changes of this period-end over same period-end of last year(%)	
Gross assets (RMB)	5,741,166,019.48	5,617,137,367.90	2.21%	
Net assets attributable to the shareholders of the listed company (RMB)	2,885,682,841.55	2,849,264,555.21	1.28%	

(ii) Items and amount of non-current gains and losses

Applicable Not applicable

In RMB

Items	Current amount	Year-begin to period-end	Note
Gains/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	0.00	321.08	
Governmental subsidy calculated into current gains and losses(while closely related with the normal business of the Company, the government subsidy that accord with the provision of national policies and are continuously enjoyed in line with a certain standard quota or quantity are excluded)	9,065,102.42	28,434,409.97	Mainly for the government subsidies
Other non-operating income and expenses other than the above	-2,077,510.48	-4,713,703.74	Mainly for quality compensation
Less: impact on income tax	1,042,626.12	3,546,815.78	
Impact on minority shareholders' equity (post-tax)	2,344,735.19	7,954,144.54	
Total	3,600,230.63	12,220,066.99	--

Details of other profit and loss items that meet the non-recurring profit and loss definition

Applicable Not applicable

There are no other gains/losses items that meet the definition of non-recurring gains/losses in the Company.

Explain the items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public -

-- Extraordinary Profit/loss

Applicable Not applicable

There are no items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public -

-- Extraordinary Profit/loss

(iii)Particulars about material changes in items of main accounting statement and financial index and explanations of reasons

Applicable Not applicable

Items	Ending balance(RMB '0,000)	Operating balance(RMB '0,000)	Changes ratio	Reasons of changes
Monetary funds	47,029.04	99,179.00	-52.58%	Mainly due to the purchase of wealth management products and the repayment of long-term loans
Trading financial assets	77,172.73	31,960.54	141.46%	Mainly due to the purchase of wealth management products.
Account receivable	88,912.77	63,658.35	39.67%	Mainly due to the increase in sales and the extension of credit periods.
Financing receivable	1,961.54	5,441.38	-63.95%	Mainly due to the endorsement of notes receivable and settlement at maturity.
Prepayments	3,438.08	1,839.14	86.94%	Mainly due to the increase in prepaid material payments.
Other account receivable	441.61	1,058.60	-58.28%	Mainly due to the lifting of restrictions on restricted funds.
Construction in progress	6,155.24	3,806.16	61.72%	Mainly due to the new RTP project in this period.
Long-term expenses to be amortized	296.16	447.10	-33.76%	Mainly due to expenses amortization in the current period.
Other non-current asset	2,789.15	4,255.30	-34.45%	Mainly to the decrease in prepaid equipment payments.
Account payable	43,989.46	32,704.99	34.50%	Mainly due to the increase in stock of goods and materials due to the increase of production.
Contract liabilities	830.04	427.41	94.20%	Mainly due to the increase in the in-advance receipt of development service fees of the partners.
Items	Amount at the period(RMB '0,000)	Amount at the same period of last year(RMB '0,000)	Changes ratio	Reasons of changes
R&D expense	8,086.35	5,916.90	36.67%	Mainly due to the increased investment in R&D.
Financial expenses	-348.18	186.80	-286.39%	Mainly due to the decrease in interest expense and the increase in interest income.
Investment gain	1,053.20	1,572.65	-33.03%	Mainly due to the recognition of the decrease in investment income from the joint venture.
Credit impairment loss	-1,591.69	-8.88	-17824.44%	Mainly due to the increase in accounts receivable balance and the increase in the credit impairment provision ratio due to higher sales.
Other income	2,843.44	1,865.06	52.46%	Mainly due to the increase in government subsidies.
Assets disposal income	0.03	-1.11	102.70%	Mainly due to the increase in the loss of disposal of fixed assets in the same period of the previous

				year.
Non-operational income	61.42	188.22	-67.37%	Mainly due to the increase in reimbursement payments received from vendors during the same period last year.
Non-operating expense	532.79	93.34	470.81%	Mainly due to the increase in quality compensation in the current period.
Income tax expenses	895.27	63.71	1305.23%	Mainly due to the increase in taxable income in the current period.
Net cash generated from /used in operating activities	6,474.06	11,590.18	-44.14%	Mainly due to the recovery of customs deposits and incremental tax refunds in the same period of the previous year.
Net cash flow generated by investment	-49,869.10	13,905.02	-458.64%	Mainly due to the purchase of wealth management products in the current period.
Net cash flow generated by financing	-12,923.56	186.82	-7017.65%	Mainly due to the repayment of long-term borrowings.

II. Shareholders

(i) Total number of common shareholders and preference shareholders with voting rights recovered and top ten shareholders

In Shares

Total number of common shareholders at the end of report period	27,662	Total preference shareholders with voting rights recovered at end of reporting period (if applicable)	0			
Top ten shareholders						
Shareholder's name	Nature of shareholder	Proportion of shares held	Amount of shares held	Amount of lock-up shares held	Information of shares pledged, tagged or frozen	
					State of share	Amount
Shenzhen Investment Holdings Co., Ltd.	State-owned legal person	46.21%	234,069,436			
Shenzhen Shenchao Technology Investment Co., Ltd.	State-owned legal person	3.18%	16,129,032			
Sun Huiming	Domestic Nature person	1.26%	6,399,653			
Zhangzhou Xiaotian Venture Capital Co., Ltd.	Domestic non-state-owned legal person	0.83%	4,188,800			
Chen Zhaoyao	Domestic Nature person	0.74%	3,731,200			
Su Weipeng	Domestic Nature person	0.71%	3,580,000		Pledge	2,800,000
China Construction Bank Co., Ltd - Xinao new energy industry equity securities investment fund	Other	0.68%	3,466,484			
Chen Xiaobao	Domestic Nature person	0.62%	3,156,484			
Li Zengmao	Domestic Nature person	0.55%	2,764,697			
Peng Xun	Domestic Nature person	0.33%	1,652,800			
Shareholding of top 10 shareholders of unrestricted shares						
Name of the shareholder	Quantity of unrestricted shares held at the end of the reporting period	Share type				
		Share type	Quantity			
Shenzhen Investment Holdings Co., Ltd.	234,069,436	RMB Common	234,069,436			

		shares	
Shenzhen Shenchao Technology Investment Co., Ltd.	16,129,032	RMB Common shares	16,129,032
Sun Huiming	6,399,653	Foreign shares placed in domestic exchange	6,399,653
Zhangzhou Xiaotian Venture Capital Co., Ltd.	4,188,800	RMB Common shares	4,188,800
Chen Zhaoyao	3,731,200	RMB Common shares	3,731,200
Su Weipeng	3,580,000	RMB Common shares	3,580,000
China Construction Bank Co., Ltd – Xiniao new energy industry equity securities investment fund	3,466,484	RMB Common shares	3,466,484
Chen Xiaobao	3,156,484	RMB Common shares	3,156,484
Li Zengmao	2,764,697	RMB Common shares	2,764,697
Peng Xun	1,652,800	RMB Common shares	1,652,800
Related or acting-in-concert parties among shareholders above	Shenzhen Investment Holdings Co., Ltd. and Shenzhen Shenchao Technology Investment Co., Ltd., which are both under the actual control of the State-owned Assets Supervision and Administration Commission of the Shenzhen Municipal People's Government, are the concerted actors. In addition, the Company is unclear about whether there is any association among the top 10 shareholders of unrestricted circulation shares, or between the top 10 shareholders of unrestricted circulation shares and the top 10 shareholders, or whether they are concerted actors as stipulated in the Administrative Measures for the Disclosure of Shareholding Information of Shareholders in Listed Companies.		
Explanation on shareholders participating in the margin trading business(if any)	None		

(ii) Total shareholders with preferred stock held and shares held by top ten shareholders with preferred stock held

Applicable Not applicable

III. Other important matters

Applicable Not applicable

(I) The progress of this reorganization

According to the relevant regulations of Shenzhen Stock Exchange, upon the application of the company, the shares of the company were suspended from trading on the morning of December 19, 2022. On December 30, 2022, the company held the nineteenth meeting of the Eighth Board of Directors and the thirteenth meeting of the Eighth Board of Supervisors, and deliberated and passed the Proposal on the "Plan for Shenzhen Textile (Group) Co., Ltd. to Issue Shares, Pay Cash to Purchase Assets and Raise Matching Funds and Related Party Transactions" and Its Summary and other proposals related to this transaction. The company's shares resumed trading on the morning of January 3, 2022. The Company intends to purchase 100% equity of Hengmei Optoelectronics Co., Ltd. by issuing shares and paying cash, and at the same time, it plans to raise matching funds from non-public offering of shares to no more than 35 qualified specific targets (hereinafter referred to as "this transaction"). This transaction constitutes a related party transaction and is expected to constitute a major asset restructuring, but it does not constitute a restructuring and listing, nor will it lead to the change of the actual controller of the company. This transaction is conducive to the company's strong alliance in the polarizer

industry, rapidly increasing the production scale of polarizers, optimizing the layout of industrial chain and deepening the depth of technical reserves, making the company move towards a new level of high-quality development. Meanwhile, this major asset restructuring is in line with the relevant development strategies of the country and Shenzhen, and has positive significance for ensuring the security of the national new display supply chain.

Since the disclosure of the transaction plan, the Company and the relevant parties have actively promoted the audit, evaluation, due diligence and other work involved in this transaction. According to the requirements of relevant laws and regulations, the Company shall convene the meeting of the board of directors before June 30, 2023 to consider the draft restructuring report and issue a notice of convening a general meeting of shareholders. Since the validity period of the financial data of the target company of this transaction is about to expire, the intermediary intends to conduct additional audits and supplementary due diligence, and the Company still needs to communicate and negotiate the details of the transaction with the counterparty, there is uncertainty as to whether to adjust the restructuring plan, therefore the Company can not disclose the draft restructuring report plan and issue a notice of convening a general meeting of shareholders before June 30, 2023. After mutual consensus among all parties involved in the transaction, the Company will continue to advance this transaction. For details, please refer to the Company's Announcement No. 2023-29 on CNINF (<http://www.cninfo.com.cn>)

Presently, the Company is further communicating and negotiating the details of the transaction with the counterparty, and coordinating with various intermediaries to carry out additional audit, assessment and supplementary due diligence of the target company, as well as negotiating with the counterparty to determine the transaction plan and perform the state-owned assets approval procedures. Upon completion of the relevant work, the Company will reconvene the meeting of the Board of Directors to consider matters related to the transaction, and the date of the announcement of the resolution of the Board of Directors will be used as the pricing reference date for the shares to be issued for the transaction.

(2) Disposal of assets of the joint venture company Shenzhen Xieli

Shenzhen Xieli Automobile Enterprise Co., Ltd. (hereinafter referred to as "Shenzhen Xieli") is a Sino foreign joint venture established by the company and Hong Kong Xieli Maintenance Company in 1981, with a registered capital of 3.12 million yuan. The company holds 50% of the equity. The company's operating period ended in 2008 and its business license was revoked in 2014. The company's main assets are real estate. In March 2020, Shenzhen Xieli Industrial and Commercial Co., Ltd. has been cancelled, but there are still three properties under its name that need to be resolved through further negotiation between the shareholders of both parties.

On July 26, 2021, the Company filed a complaint with the People's Court of Yantian District, Shenzhen City, Guangdong Province to revoke the approval of cancellation of Shenzhen Xieli Automobile Enterprise Co., Ltd by the Shenzhen Market Supervision and Administration Bureau. In November 2021, the court ruled to revoke the aforementioned approval of cancellation. Hong Kong Xieli Maintenance Company and Shenzhen Market Supervision and Administration Bureau were not satisfied and submitted appeal petitions to the Shenzhen Intermediate People's Court respectively. On June 28, 2022, the Shenzhen Intermediate People's Court ruled in the second instance: revoked the administrative judgment-No. 1883(2021) Yue 0308 Xingchuof the Yantian District People's Court of Shenzhen City, Guangdong Province, and remanded it to the Yantian District People's Court of Shenzhen City, Guangdong Province for a new trial.

After a new trial, the Yantian District People's Court ruled in favor of the Company on December 30, 2022, and revoked the administrative act of Shenzhen Xieli to cancel its registration. The third party in the original trial, Hong Kong Xieli Maintenance Company, was not satisfied and appealed to the Shenzhen Intermediate

People's Court on January 10, 2023. Later, as Hong Kong Xieli Maintenance Company failed to pay the case acceptance fee in advance, the Shenzhen Intermediate People's Court issued the No. 387(2023) Yue 03 Xing Final Administrative Ruling, ruling that the appellant Hong Kong Xieli Maintenance Company in the case withdraws its appeal.

IV. Quarterly financial statements

(i) Financial statement

1. Consolidated balance sheet

Prepared by: Shenzhen Textile (Holdings) Co., Ltd.

September 30,2023

In RMB

Items	September 30,2023	January 1, 2023
Current asset :		
Monetary fund	470,290,439.35	991,789,968.19
Settlement provision		
Outgoing call loan		
Transactional financial assets	771,727,264.85	319,605,448.44
Derivative financial assets		
Notes receivable	68,775,717.88	74,619,100.26
Account receivable	889,127,673.50	636,583,469.93
Financing receivable	19,615,428.60	54,413,796.91
Prepayments	34,380,815.12	18,391,444.67
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Other account receivable	4,416,065.59	10,585,975.38
Including : Interest receivable		
Dividend receivable		
Repurchasing of financial assets		
Inventories	699,016,900.84	558,447,648.77
Contract assets		
Assets held for sales		
Non-current asset due within 1 year		
Other current asset	63,184,824.60	69,535,531.24
Total of current assets	3,020,535,130.33	2,733,972,383.79
Non-current assets:		
Loans and payment on other's behalf disbursed		
Creditors' right investment		
Other creditors' right investment		
Long-term receivable		
Long term share equity investment	130,383,936.52	134,481,835.74
Long-term equity instrument investment	167,678,283.27	167,678,283.27
Other non-current financial assets		
Property investment	120,062,786.14	126,315,834.76
Fixed assets	2,086,641,378.65	2,240,221,656.36
Construction in progress	61,552,360.40	38,061,619.60
Production physical assets		

Oil & gas assets		
Use right assets	14,986,786.35	15,365,393.88
Intangible assets	40,572,571.45	44,192,571.95
Development expenses		
Goodwill		
Long-germ expenses to be amortized	2,961,561.72	4,470,957.79
Deferred income tax asset	67,899,705.20	69,823,814.29
Other non-current asset	27,891,519.45	42,553,016.47
Total of non-current assets	2,720,630,889.15	2,883,164,984.11
Total of assets	5,741,166,019.48	5,617,137,367.90
Current liabilities		
Short-term loans	8,000,000.00	7,000,000.00
Loan from Central Bank		
Borrowing funds		
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable	26,361,144.87	0.00
Account payable	439,894,591.02	327,049,873.70
Advance receipts	1,304,306.94	1,393,344.99
Contract liabilities	8,300,395.37	4,274,109.40
Selling of repurchased financial assets		
Deposit taking and interbank deposit		
Entrusted trading of securities		
Entrusted selling of securities		
Employees' wage payable	59,413,335.42	61,166,444.90
Tax payable	8,985,760.00	8,897,312.51
Other account payable	185,502,332.42	197,345,455.37
Including : Interest payable		
Dividend payable		
Fees and commissions payable		
Reinsurance fee payable		
Liabilities held for sales		
Non-current liability due within 1 year	109,505,189.52	104,183,438.22
Other current liability	103,379,047.89	92,945,741.78
Total of current liability	950,646,103.45	804,255,720.87
Non-current liabilities:		
Reserve fund for insurance contracts		
Long-term loan	531,736,753.70	607,421,585.00
Bond payable		
Including : preferred stock		
Sustainable debt		
Lease liability	8,681,857.24	8,628,672.71
Long-term payable		
Long-term remuneration payable to staff		
Expected liabilities		
Deferred income	101,641,808.72	117,814,796.10
Deferred income tax liability	48,460,022.97	47,974,267.80
Other non-current liabilities		
Total non-current liabilities	690,520,442.63	781,839,321.61
Total of liability	1,641,166,546.08	1,586,095,042.48
Owners' equity		
Share capital	506,521,849.00	506,521,849.00
Other equity instruments		
Including : preferred stock		
Sustainable debt		
Capital reserves	1,961,599,824.63	1,961,599,824.63

Less: Shares in stock		
Other comprehensive income	109,821,609.56	109,596,609.31
Special reserve		
Surplus reserves	100,909,661.32	100,909,661.32
Common risk provision		
Retained profit	206,829,897.04	170,636,610.95
Total of owner's equity belong to the parent company	2,885,682,841.55	2,849,264,555.21
Minority shareholders' equity	1,214,316,631.85	1,181,777,770.21
Total of owners' equity	4,099,999,473.40	4,031,042,325.42
Total of liabilities and owners' equity	5,741,166,019.48	5,617,137,367.90

Legal Representative: Yin Kefei

Person in charge of accounting : He Fei

Accounting Dept Leader: Huang Min

2. Consolidated Income statement between the beginning of the year and end of the report period

Items	In RMB	
	Current period	Last period
I. Total operating income	2,317,385,312.76	2,122,038,324.26
Including: Operating income	2,317,385,312.76	2,122,038,324.26
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	2,158,341,589.72	1,998,673,168.36
Including: Operating cost	1,951,681,550.07	1,809,191,065.23
Interest expense		
Commission charge and commission expense		
Cash surrender value		
Net amount of expense of compensation		
Net amount of withdrawal of insurance contract reserve		
Bonus expense of guarantee slip		
Reinsurance expense		
Tax and extras	6,741,061.59	6,182,079.66
Sales expense	25,113,037.81	27,585,766.98
Administrative expense	97,424,211.28	94,677,249.25
R&D expense	80,863,547.15	59,169,009.30
Financial expenses	-3,481,818.18	1,867,997.94
Including: Interest expenses	20,718,894.44	24,061,322.83
Interest income	10,302,226.08	3,157,162.86
Add: other income	28,434,409.97	18,650,648.01
Investment income (Loss is listed with "-")	10,532,038.03	15,726,531.05
Including: Investment income on affiliated company and joint venture	-4,144,259.37	-259,269.65
The termination of income recognition for financial assets measured by amortized cost		
Exchange income (Loss is listed with "-")		
Net exposure hedging income (Loss is listed with "-")		
Income from change of fair value (Loss is listed with "-")		
Loss of credit impairment (Loss is listed with "-")	-15,916,863.36	-88,779.12
Losses of devaluation of asset (Loss is listed with "-")	-69,422,857.27	-66,843,100.94
Income from assets disposal (Loss is listed with "-")	321.08	-11,114.72

III. Operating profit (Loss is listed with “-”)	112,670,771.49	90,799,340.18
Add: Non-operating income	614,225.47	1,882,156.93
Less: Non-operating expense	5,327,929.21	933,355.03
IV. Total profit (Loss is listed with “-”)	107,957,067.75	91,748,142.08
Less: Income tax expense	8,952,702.48	637,078.69
V. Net profit (Net loss is listed with “-”)	99,004,365.27	91,111,063.39
(i) Classify by business continuity		
1. Net profit from continuing operations (net loss listed with “-”)	99,004,365.27	91,111,063.39
2. Net profit from termination of operations (net loss listed with “-”)		
(ii) Classify by ownership		
1. Net profit attributable to owner’s of parent company	66,584,597.03	56,549,475.58
2. Minority shareholders’ gains and losses	32,419,768.24	34,561,587.81
VI. Net after-tax of other comprehensive income	344,093.65	174,097.19
Net after-tax of other comprehensive income attributable to owners of parent company	225,000.25	174,097.19
(i) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes of the defined benefit plans that re-measured		
2. Other comprehensive income under equity method that cannot be transfer to gain/loss		
3. Change of fair value of investment in other equity instrument		
4. Fair value change of enterprise's credit risk		
5. Other		
(ii) Other comprehensive income items which will be reclassified subsequently to profit or loss	225,000.25	174,097.19
1. Other comprehensive income under equity method that can transfer to gain/loss		
2. Change of fair value of other debt investment	178,640.10	0.00
3. Amount of financial assets re-classify to other comprehensive income		
4. Credit impairment provision for other debt investment		
5. Cash flow hedging reserve		
6. Translation differences arising on translation of foreign currency financial statements	46,360.15	174,097.19
7. Other		
Net after-tax of other comprehensive income attributable to minority shareholders	119,093.40	0.00
VII. Total comprehensive income	99,348,458.92	91,285,160.58
Total comprehensive income attributable to owners of parent Company	66,809,597.28	56,723,572.77
Total comprehensive income attributable to minority shareholders	32,538,861.64	34,561,587.81
VIII. Earnings per share:		
(i) Basic earnings per share	0.1315	0.1116
(ii) Diluted earnings per share	0.1315	0.1116

Legal Representative: Yin Kefei

Person in charge of accounting : He Fei

Accounting Dept Leader: Huang Min

3. Consolidated Cash Flow Statement Between the Beginning of the Year and End of the Report Period

In RMB

Item	Current period	Last period
I. Cash flows arising from operating activities:		

Cash received from selling commodities and providing labor services	2,086,209,515.29	2,044,749,583.04
Net increase of customer deposit and interbank deposit		
Net increase of loan from central bank		
Net increase of capital borrowed from other financial institution		
Cash received from original insurance contract fee		
Net cash received from reinsurance business		
Net increase of insured savings and investment		
Cash received from interest, commission charge and commission		
Net increase of capital borrowed		
Net increase of returned business capital		
Net cash received by agents in sale and purchase of securities		
Write-back of tax received	5,618,351.26	102,084,755.82
Other cash received concerning operating activities	120,957,976.01	223,098,022.41
Subtotal of cash inflow arising from operating activities	2,212,785,842.56	2,369,932,361.27
Cash paid for purchasing commodities and receiving labor service	1,846,472,743.97	1,962,651,670.28
Net increase of customer loans and advances		
Net increase of deposits in central bank and interbank		
Cash paid for original insurance contract compensation		
Net increase of capital lent		
Cash paid for interest, commission charge and commission		
Cash paid for bonus of guarantee slip		
Cash paid to/for staff and workers	192,492,635.92	187,871,082.89
Taxes paid	32,358,463.62	27,776,039.08
Other cash paid concerning operating activities	76,721,490.09	75,731,785.57
Subtotal of cash outflow arising from operating activities	2,148,045,333.60	2,254,030,577.82
Net cash flows arising from operating activities	64,740,508.96	115,901,783.45
II. Cash flows arising from investing activities:		
Cash received from recovering investment	0.00	27,930,000.00
Cash received from investment income	11,349,359.54	6,259,724.70
Net cash received from disposal of fixed, intangible and other long-term assets	9,550.00	2,776.70
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities	760,719,927.09	795,000,000.00
Subtotal of cash inflow from investing activities	772,078,836.63	829,192,501.40
Cash paid for purchasing fixed, intangible and other long-term assets	26,982,886.70	40,142,302.73
Cash paid for investment		
Net increase of mortgaged loans		
Net cash received from subsidiaries and other units obtained		
Other cash paid concerning investing activities	1,243,787,000.00	650,000,001.00
Subtotal of cash outflow from investing activities	1,270,769,886.70	690,142,303.73
Net cash flows arising from investing activities	-498,691,050.07	139,050,197.67
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Including: Cash received from absorbing minority shareholders' investment by subsidiaries		
Cash received from loans	3,000,000.00	50,572,000.00
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities	3,000,000.00	50,572,000.00
Cash paid for settling debts	72,926,546.08	0.00
Cash paid for dividend and profit distributing or interest paying	50,640,572.66	48,703,785.07
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities	8,668,531.69	0.00
Subtotal of cash outflow from financing activities	132,235,650.43	48,703,785.07
Net cash flows arising from financing activities	-129,235,650.43	1,868,214.93
IV. Influence on cash and cash equivalents due to fluctuation in	-992,076.53	1,492,953.49

exchange rate		
V. Net increase of cash and cash equivalents	-564,178,268.07	258,313,149.54
Add: Balance of cash and cash equivalents at the period-begin	874,474,834.46	302,408,433.72
VI. Balance of cash and cash equivalents at the period-end	310,296,566.39	560,721,583.26

(ii) The Company started implementing the updated accounting standards commencing from 2023 and adjusted the relevant items in the financial statements at the beginning of the very year involved in the initial implementation of the said standards

Applicable Not applicable

(iii) Audit report

Whether the First quarterly report has been audited or not

Yes No

The Third quarterly report of the Company has not been audited.

The Board of Directors of Shenzhen Textile (Holdings) Co., Ltd.

October 28, 2023