

Stock Code: 000706

Notice No.: 2025-19

Short Form of the Stock: Wazhou B

## Wafangdian Bearing Company Limited

### The First Quarterly Report of 2025

The Company and whole members of the Board guarantee that the information disclosed is true, accurate and complete and there are no fictitious records, misleading statements or material omissions carried in the Report.

#### Important Note:

1. Board of Directors and the Supervisory Committee of Wafangdian Bearing Company Limited (hereinafter referred to as the Company) and its directors, supervisors and senior executives should guarantee the reality, accuracy and completion of the quarterly report, there are no any fictitious statements, misleading statements or important omissions carried in this report, and shall take legal responsibilities, individual and/or joint.
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 first quarterly report audited or not

☐ Yes ☒ No

#### I. Main financial data

##### (i) Main accounting data and financial indexes

Whether it has retroactive adjustment or re-statement on previous accounting data or not

☐ Yes ☒ No

	Current Period	Same period of last year	Changes of this period over same period of last year (%)
Operating income (yuan)	670,576,656.24	526,788,096.65	27.30%
Net profit attributable to shareholders of the listed company (yuan)	-7,775,309.04	-25,592,430.55	69.62%
Net profit excluding non-recurring gains and losses attributable to shareholders of the listed company (yuan)	-14,549,594.19	-36,610,233.58	60.26%
Net cash flow from operating activities (yuan)	27,045,356.92	-17,123,610.28	257.94%
Basic earnings per share (yuan/share)	-0.0193	-0.0636	69.65%
Diluted earnings per share (yuan/share)	-0.0193	-0.0636	69.65%
Weighted average return on equity	-3.02%	-7.13%	4.11%
	End of this period	End of last period	Changes of this period-end over same period-end of last year (%)
Total assets (yuan)	3,160,284,009.27	3,316,568,117.52	-4.71%
Owners' equity attributable to shareholders of the listed company (yuan)	253,423,157.83	260,983,803.23	-2.90%

**(ii) Items of non-recurring gains and losses**√ Applicable ☐ Not applicable

Unit: RMB/CNY

Item	Current amount	Note
Gains and losses from disposal of non-current assets (including the write-off portion of the provision for asset impairment)	62,410.89	
Government subsidies included in the current profit and loss (except for government subsidies that are closely related to the company's normal business operations, comply with national policies and regulations, enjoy according to established standards and have a continuous impact on the company's profit and loss)	1,739,015.53	
Debt restructuring gains and losses	5,120,034.62	
Other non-operating income and expenses other than those mentioned above	52,345.02	
Other profit and loss items that conform to the definition of non-recurring profit and loss	1,000,000.00	
Less: income tax impact	1,199,520.91	
amount to	6,774,285.15	--

Other specific information about profit and loss items that meet the definition of non-recurring profit and loss

☐ Applicable ☒ Not applicable

The company does not have other specific information about profit and loss items that meet the definition of non-recurring profit and loss.

A description of the situation in which the items of non-recurring gains and losses listed in Interpretative Announcement No.1 on Information Disclosure of Publicly Issued Securities —— Non-recurring Gains and Losses are defined as items of recurring gains and losses

☐ Applicable ☒ Not applicable

The company does not define the items of non-recurring gains and losses listed in the Interpretative Announcement No.1 on Information Disclosure of Publicly Issued Securities —— Non-recurring Gains and Losses as items of recurring gains and losses.

**(iii) Circumstances and reasons for changes in major accounting data and financial indicators**√ Applicable ☐ Not applicable

Unit: RMB/CNY

Number	Item	2025.01.01-2025.03.31	Amount of same period last year / Initial numbers	Amount of increase or decrease	Increase and decrease ratio	Explanation of change
1	Financial expenses	478	788	-310	-39.4%	The main reason is the decline in bill discount interest and interest expenses
2	Other income	398	688	-289	-42.1%	The main reason is that the additional deduction for input tax has decreased
3	Investment income	612	462	150	32.5%	The net gain from debt restructuring increased.
4	Credit impairment loss	27	7	19	258.8%	It mainly refers to the receivables and bill collections that have been provisioned for bad debts
5	Income from asset disposal	31	5	26	535.9%	The sale of equipment this period has a significant impact

6	Non-operating income	13	150	-136	-91.2%	The main reason is the decline in fine income.
7	Non-operating expenses	32	6	27	452.4%	Mainly, the loss from the scrapping of non-current assets has increased
8	Monetary funds	13,025	23,940	-10,915	-45.6%	The main reason is that the repayment of financing payables is relatively large

## II. Shareholder information

**(i) The total number of ordinary shareholders, the number of preferred shareholders whose voting rights have been restored and a statement of the holdings of the top 10 shareholders**

Unit: share

Total number of common shareholders at the end of report period		5,046	Total preference shareholders with voting rights recovered at end of reporting period (if applicable)		0	
Top ten shareholders(excluding shares lent through refinancing)						
Shareholder's name	Nature of shareholder	Proportion of shares held	Amount of shares held	Amount of non-tradable shares held	Information of shares pledged, tagged or frozen	
					State of share	Amount
Wafangdian Bearing Group Corp., Ltd.	State-owned legal person	60.61%	244,000,000.00	244,000,000.00	inapplicability	0.00
Dalian Youth Development Foundation	other	19.70%	79,300,000.00	0.00	inapplicability	0.00
China Merchants Securities Hong Kong Limited	Overseas legal person	2.70%	10,850,957.00	0.00	inapplicability	0.00
Huang Junyue	Domestic natural person	1.81%	7,302,709.00	0.00	inapplicability	0.00
Hu Xiaofeng	Domestic natural person	0.47%	1,879,277.00	0.00	inapplicability	0.00
BOCI SECURITIES LIMITED	Foreign legal person	0.36%	1,433,154.00	0.00	inapplicability	0.00
GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED	Foreign legal person	0.19%	782,900.00	0.00	inapplicability	0.00
Wang Xiao	Domestic natural person	0.19%	774,420.00	0.00	inapplicability	0.00
MAN,KWAI WING WenGuiRong	Foreign legal person	0.18%	713,101.00	0.00	inapplicability	0.00
JiangGuangSen	Domestic natural person	0.17%	687,900.00	0.00	inapplicability	0.00
Top ten shareholders with tradable shares held						
Shareholder's name		Amount of listed shares held			Type of shares	
					Type	Amount
Dalian Youth Development Foundation		79,300,000.00		Domestically listed foreign shares		79,300,000.00
China Merchants Securities Hong Kong		10,850,957.00		Domestically listed		10,850,957.00

Limited		foreign shares	
Huang Junyue	7,302,709.00	Domestically listed foreign shares	7,302,709.00
Hu Xiaofeng	1,879,277.00	Domestically listed foreign shares	1,879,277.00
BOCI SECURITIES LIMITED	1,433,154.00	Domestically listed foreign shares	1,433,154.00
GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED	782,900.00	Domestically listed foreign shares	782,900.00
Wang Xiao	774,420.00	Domestically listed foreign shares	774,420.00
MAN,KWAI WING WenGuiRong	713,101.00	Domestically listed foreign shares	713,101.00
JiangGuangSen	687,900.00	Domestically listed foreign shares	687,900.00
Chen Peng	676,800.00	Domestically listed foreign shares	676,800.00
Explanation on associated relationship among the aforesaid shareholders	None		
Description of the top 10 shareholders' participation in margin trading (if any)	None		

Shareholders holding more than 5%, the top 10 shareholders and the top 10 shareholders of unlimited tradable shares participate in the refinancing business to lend shares

☐ Applicable ☒ Not applicable

The top 10 shareholders and the top 10 shareholders of unlimited outstanding shares have changed from the previous period due to refinancing lending/restitution reasons

☐ Applicable ☒ Not applicable

**(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

**IV. Quarterly financial statements**

**(i) Financial statement**

**1. Consolidate Balance Sheet**

Prepared by Wafangdian Bearing Company Limited

April 25,2025

Unit: RMB/CNY

Project	Ending balance	Beginning balances
Current assets		
Monetary funds	130,250,128.20	239,398,923.10
Settle the reserve fund		
Set aside funds		
Trading financial assets	221,882.59	221,882.59
Derivative financial assets		

Notes receivable	587,673,639.15	597,196,581.19
Accounts receivable	1,041,000,379.53	1,026,226,986.45
Financing of receivables	44,984,770.64	48,925,906.07
Advance payment	7,674,224.28	10,948,524.83
Premium receivable		
Reinsured accounts receivable		
Reserves receivable from reinsurance contracts		
Other receivables	10,565,879.49	7,962,213.75
Among them: Interest receivable		
Dividends receivable		
Purchase resale financial assets		
Inventory	643,310,134.97	688,440,738.43
Among them: Data resources		
Contract assets	10,106,014.60	11,498,470.21
Hold assets for sale		
Non-current assets due within one year		
Other current assets	56,108,581.46	53,298,611.95
Total current assets	2,531,895,634.91	2,684,118,838.57
Non-current assets		
Issue loans and advances		
Debt investment		
Other debt investments		
Long-term receivables		
Long-term equity investment		
Investments in other equity instruments	11,906,928.35	11,906,928.35
Other non-current financial assets		
Investment real estate	77,200,420.72	71,679,927.05
Fixed assets	434,949,668.50	437,398,315.29
Construction in progress	28,976,623.66	34,740,635.71
Productive biological assets		
Oil and gas assets		
Right-of-use assets		
Intangible assets	69,120,188.35	70,121,059.58
Among them: Data resources		
Development expenditure		
Among them: Data resources		
Goodwill		
Long-term deferred expenses	6,234,544.78	6,602,412.97
Deferred income tax assets		
Other non-current assets		
Total non-current assets	628,388,374.36	632,449,278.95
Total assets	3,160,284,009.27	3,316,568,117.52
Current liabilities		
Short-term borrowing	570,000,000.00	570,000,000.00
Borrow from the central bank		
Withdraw funds		
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable	282,248,156.00	401,129,901.60
Accounts payable	1,639,752,325.88	1,663,816,039.46
Advance receipt		
Contract liability	29,111,811.32	34,098,145.99
Funds for selling and repurchasing financial assets		
Deposit absorption and interbank placement		
Act as an agent for the trading of securities		
Act as an agent for underwriting securities funds		

Employee compensation payable	16,751,978.52	42,089,354.01
Taxes payable	26,759,817.56	12,064,219.60
Other payables	144,249,489.49	135,258,184.75
Among them: Interest payable		
Dividends payable		
Payable handling fees and commissions		
Reinsured accounts payable		
Hold liabilities for sale		
Non-current liabilities due within one year	98,350,000.00	98,350,000.00
Other current liabilities	3,781,089.95	4,417,479.62
Total current liabilities	2,811,004,668.72	2,961,223,325.03
Non-current liabilities		
Insurance contract reserve		
Long-term borrowing		
Bonds payable		
Among them: Preferred stock		
Perpetual bond		
Lease liability		
Long-term payables	344,974.84	344,974.84
Long-term employee compensation payable		
Estimated liabilities	57,018,880.72	55,771,671.86
Deferred income	37,967,841.95	37,719,857.35
Deferred income tax liability	524,485.21	524,485.21
Other non-current liabilities		
Total non-current liabilities	95,856,182.72	94,360,989.26
Total liabilities	2,906,860,851.44	3,055,584,314.29
Owner's equity		
Equity capital	402,600,000.00	402,600,000.00
Other equity instruments		
Among them: Preferred stock		
Perpetual bond		
Capital reserve	485,691,050.47	485,691,050.47
Reduce: Inventory stocks		
Other comprehensive income		
Special reserve	2,519,757.88	2,305,094.24
Surplus reserve	136,770,391.01	136,770,391.01
General risk preparedness		
Undistributed profit	-774,158,041.53	-766,382,732.49
Total owner's equity attributable to the parent company	253,423,157.83	260,983,803.23
Minority shareholders' equity		
Total owner's equity	253,423,157.83	260,983,803.23
Total liabilities and owner's equity	3,160,284,009.27	3,316,568,117.52

Legal Representative: Wang Jiyuan

Person in charge of accounting works: Sun Najuan

Person in charge of accounting institute: Xuan Songtao

## 2. Consolidated Profit Statement

Unit: RMB/CNY

item	Current period occurrence amount	Prior-period amount
I. Total operating Revenue	670,576,656.24	526,788,096.65
Among them: Operating income	670,576,656.24	526,788,096.65
Interest income		
Earned premiums		
Fee and commission income		
Ii. Total Operating Cost	688,835,994.70	565,421,974.05
Among them: Operating costs	602,753,886.40	476,012,000.41

Interest expense		
Handling fee and commission expenses		
Surrender payment		
Net compensation expenses		
Extract the net amount of insurance liability reserves		
Policy dividend expenditure		
Reinsurance fee		
Taxes and surcharges	5,389,982.47	3,212,846.21
Sales expenses	29,639,562.51	33,836,548.23
Administrative expenses	28,330,100.37	25,942,227.65
Research and development expenses	17,941,234.44	18,534,661.99
Financial expenses	4,781,228.51	7,883,689.56
Among them: Interest expense	4,619,117.25	5,814,389.55
Interest income	36,618.05	412,272.25
Add: Other income	3,983,024.89	6,875,407.85
Investment income (losses are indicated by a "-" sign)	6,120,034.62	4,620,019.34
Among them: Investment income from associated enterprises and joint ventures		
The gains of financial assets measured at amortized cost are derecognized		
Exchange gains (losses are indicated by a "-" sign)		
Net exposure hedging gain (losses are indicated by a "-" sign)		
Gains from changes in fair value (losses are indicated by a "-" sign)	0.00	-13,867.66
Credit impairment loss (losses are indicated by a "-" sign)	266,214.00	74,199.83
Impairment loss of assets (losses are indicated by a "-" sign)	0.00	0.00
Gains from asset disposal (losses are indicated by a "-" sign)	307,669.51	48,386.78
Iii. Operating Profit (Losses are indicated by a "-" sign)	-7,582,395.44	-27,029,731.26
Add: non-operating income	131,622.66	1,496,055.86
Decrease: Non-operating expenses	324,536.26	58,755.15
Iv. Total Profit (Total loss is indicated by a "-" sign)	-7,775,309.04	-25,592,430.55
Reduction: Income tax expense		
V. Net Profit (Net loss is indicated by a "-" sign)	-7,775,309.04	-25,592,430.55
(1) Classification by business continuity		
1.Net profit from continuing operations (Net loss is indicated by a "-" sign)	-7,775,309.04	-25,592,430.55
2. Net profit from termination of operations (Net loss is indicated by a "-" sign)		
(2) Classification by ownership		
1.Net profit attributable to the owners of the parent company	-7,775,309.04	-25,592,430.55
2. Minority shareholders' gains and losses		
Vi. Net after-tax amount of other comprehensive income		
The net after-tax amount of other comprehensive income attributable to the owners of the parent company		
(1) Other comprehensive income that cannot be reclassified into profit or loss		
1.Remeasure the change in the defined benefit plan		
2.Other comprehensive income that cannot be converted to profit or loss under the equity method		
3. Changes in the fair value of other equity instrument investments		
4. Changes in the fair value of the enterprise's own credit risk		
5. Others		
(2) Other comprehensive income that is reclassified into profit or loss		
1.Other comprehensive income that can be converted into profit or loss under the equity method		

2. Changes in the fair value of other debt investments		
3. The amount of financial assets reclassified and included in other comprehensive income		
4. Credit impairment provisions for other debt investments		
5. Cash flow hedging reserve		
6. Translation differences of foreign currency financial statements		
7. Others		
The net after-tax amount of other comprehensive income attributable to minority shareholders		
Vii. Total Comprehensive Income	-7,775,309.04	-25,592,430.55
The total comprehensive income attributable to the owners of the parent company	-7,775,309.04	-25,592,430.55
The total comprehensive income attributable to minority shareholders		
Viii. Earnings per Share:		
(I) Basic earnings per share	-0.0193	-0.0636
(II) Diluting earnings per share	-0.0193	-0.0636

Legal Representative: Wang Jiyuan

Person in charge of accounting works: Sun Najuan

Person in charge of accounting institute: Xuan Songtao

### 3. Consolidated Cash Flow Statement

Unit: RMB/CNY

Item	Current period occurrence amount	Prior-period amount
I. Cash flows generated from operating activities:		
Cash received from the sale of goods and the provision of services	226,902,601.88	291,413,316.91
Net increase in customer deposits and interbank deposits		
The net increase in borrowing from the central bank		
The net increase in funds borrowed from other financial institutions		
Cash received from the premiums of the original insurance contract		
Received net cash from reinsurance business		
Net increase in policyholders' savings and investment funds		
Cash for receiving interest, handling fees and commissions		
Net increase in borrowed funds		
Net increase in funds from the repurchase business		
Net cash received from agency trading of securities		
Tax and fee refunds received	8,110,763.01	4,355,083.11
Receive other cash related to business operations	13,094,062.54	10,530,178.95
Small amount of cash inflow from operating activities	248,107,427.43	306,298,578.97
Cash paid for purchasing goods and accepting services	68,023,957.93	154,042,858.44
Net increase in customer loans and advances		
The net increase in deposits with the central bank and interbank funds		
Cash for paying the compensation of the original insurance contract		
Net increase in funds split out		
Cash for paying interest, handling fees and commissions		
Cash for paying policy dividends		
Cash paid to and on behalf of employees	110,887,416.76	116,643,641.89
All taxes and fees paid	23,473,285.35	11,438,332.49
Pay other cash related to business operations	18,677,410.47	41,297,356.43
Small amount of cash outflow from operating activities	221,062,070.51	323,422,189.25



Net cash flows generated from operating activities	27,045,356.92	-17,123,610.28
Ii. Cash Flows generated from Investment Activities:		
Recover the cash received from the investment		
Cash received for obtaining investment income	1,000,000.00	1,000,000.00
Net cash recovered from the disposal of fixed assets, intangible assets and other long-term assets	1,049,200.00	10,657.35
Dispose of the net cash received by subsidiaries and other business units		
Receive other cash related to investment activities		
Small amount of cash inflow from investment activities	2,049,200.00	1,010,657.35
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	181,046.91	234,308.60
Cash paid for investment		
Net increase in pledged loans		
Obtain the net cash paid by subsidiaries and other business units		
Pay other cash related to investment activities		
A small amount of cash outflow from investing activities	181,046.91	234,308.60
Net cash flows generated from investment activities	1,868,153.09	776,348.75
Iii. Cash Flows generated from financing activities:		
Absorb the cash received from investments		
Among them: The cash received by the subsidiary from absorbing the investment of minority shareholders		
Obtain the cash received from the loan	162,000,000.00	218,000,000.00
Receive other cash related to fundraising activities	61,731,015.56	110,652,041.31
Small amount of cash inflows from financing activities	223,731,015.56	328,652,041.31
Cash paid for repaying debts	162,000,000.00	218,000,000.00
Cash for distributing dividends, profits or paying interest	4,573,640.17	10,925,952.20
Among them: dividends and profits paid by subsidiaries to minority shareholders		
Pay other cash related to financing activities	175,424,299.91	93,271,849.22
A small amount of cash outflow from financing activities	341,997,940.08	322,197,801.42
Net cash flows generated from financing activities	-118,266,924.52	6,454,239.89
Iv. The Impact of Exchange Rate Fluctuations on Cash and Cash Equivalents	377,237.90	107,737.77
V. Net increase in cash and cash equivalents	-88,976,176.61	-9,785,283.87
Add: Balance of cash and cash equivalents at the beginning of the period	160,907,298.24	110,664,560.63
Vi. Balance of cash and cash equivalents at the end of the period	71,931,121.63	100,879,276.76

**(ii)The first implementation of the new accounting standards from 2025 to adjust the first implementation of the financial statements at the beginning of the year related items**

☐ Applicable ☒ Not applicable

**(iii) Audit report**

Whether the 1st quarterly report has been audited or not

☐ Yes ☒ No

The 1st quarterly report of the Company has not been audited.

**Board of Directors of**

**Wafangdian Bearing Company Limited**

**April 28, 2025**