

Stock code:200706

Stock ID: Wazhou B

No:2024-31

## Wafangdian Bearing Company Limited

### The Third Quarterly Report for 2024

The Company and whole members of the BOD guarantee that the information disclosed is true, accurate and complete, and there are no any fictitious records, misleading statements or important omissions.

#### **Important content reminder:**

1. Board of Directors, Supervisory Committee, all directors, supervisors and senior executives of Wafangdian Bearing Company Limited (hereinafter referred to as the Company) hereby confirm that there are no any fictitious statements, misleading statements, or important omissions carried in this report, and shall take all responsibilities, individual and/or joint, for the reality, accuracy and completion of the whole contents.
2. Principal of the Company, Person in Charge of Accounting Works and Person in Charge of Accounting Organ (Accounting Officer) hereby confirm that the Financial Report of the Third Quarterly Report is authentic, accurate and complete.
3. Whether the Third Quarterly Report has been 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

	This period	This reporting period compared with the same period of the previous year	From the beginning of the year to the end of the report	Increase or decrease from the beginning of the year to the end of the reporting period over the same period of the previous year
Operating income (yuan)	503,219,497.92	-3.30%	1,625,585,949.75	-8.29%
Net profit attributable to shareholders of the listed company (Yuan)	-2,267,654.62	57.44%	-48,300,786.29	-18.66%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (Yuan)	-7,763,768.45	23.44%	-65,074,465.95	-18.38%
Net cash flow from operating activities (Yuan)	—	—	83,171,947.61	161.85%
Basic earnings per share (Yuan/share)	-0.0057	56.82%	-0.1200	-18.69%
Diluted earnings per share (Yuan/share)	-0.0057	56.82%	-0.1200	-18.69%
Weighted average return on equity	-0.70%	0.52%	-13.90%	-4.88%
	At the end of this report	At the end of the year	The end of this report is more or less than the end of the previous year	
Total assets (yuan)	3,453,450,824.95	3,180,391,222.98	8.59%	
Owner's equity attributable to shareholders of the listed company (Yuan)	323,583,221.84	371,306,068.15	-12.85%	

### (ii) Items and amounts of non-recurring profit (gains)/losses

√ Applicable  Not applicable

Unit: Yuan

project	Amount for the period	Amount from year-begin to period-end	Note
Gain or loss on disposal of illiquid assets (including the write-off of the asset impairment provision)	672,884.92	412,941.80	
Government subsidies included in the profit and loss of the current period (except government subsidies that are closely related to the normal operation of the company, comply with national policies and regulations, enjoy in accordance with determined standards, and have a continuous impact on the profit and loss of the company)	1,053,830.79	5,037,388.48	
In addition to the effective hedging business related to the normal operation of the company, the profit or loss of fair value changes arising from the holding of financial assets and financial liabilities by non-financial enterprises and the loss or gain arising from the disposal of	50,848.10	-7,704.25	

financial assets and financial liabilities			
Gains and losses on debt restructuring	4,612,127.05	9,349,572.81	
Other non-operating income and expenditure other than those mentioned above	174,084.02	4,057,730.82	
Other items of profit or loss that meet the definition of non-recurring profit or loss	0.00	1,000,000.00	
Less: Income tax impact	1,067,661.06	3,076,250.00	
total	5,496,113.82	16,773,679.66	--

Other gain/loss items that qualified the definition of non-recurring profit (gains)/losses:

Applicable  Not applicable

Dividends on investments in other equity instruments.

The Company does not have other gain/loss items that qualified the definition of non-recurring profit (gains)/losses

Explanation on those non-recurring gain/loss listed in the "Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss" defined as recurring gain/loss

Applicable  Not applicable

The Company does not have the non-recurring gain/loss listed in the "Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss" defined as recurring gain/loss

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

Applicable  Not applicable

item	By the end of September 2024	At the beginning of the year/the same time last year	Year-on-year increase or decrease	Cause of change
Notes receivable	728,200,695.18	450,721,512.23	61.6%	Outstanding notes and holdings of commercial paper rose sharply
Payroll payable to employees	18,444,806.49	47,130,138.90	-60.9%	The year-end performance at the end of 2023 will be distributed in the first quarter of this year
Taxes payable	11,228,438.55	20,327,848.00	-44.8%	Taxes due at the end of 2023 will be paid this year
Other income	19,944,734.38	7,046,861.39	183.0%	This was mainly due to a sharp increase in value-added tax credits
Credit impairment loss (loss marked with "-")	709,438.92	3,185,699.60	-77.7%	Recovery of goods from impaired receivables
Gain on disposal of assets (loss marked with "-")	412,941.80	1,193,288.60	-65.4%	Fewer fixed assets were disposed of this year
Non-operating income	4,716,134.46	653,095.68	622.1%	Increase in penalty income and non-payable amounts
Non-operating expenses	658,403.64	235,956.53	179.0%	Asset retirement losses increased
Refund of taxes received	12,680,879.66	25,407,770.48	-50.1%	Export rebates received decreased during the period
Other cash received in connection with operating activities	30,187,964.38	43,418,476.80	-30.5%	Cash received from government subsidies and deposits decreased during the period
All taxes paid	38,724,681.20	65,488,368.68	-40.9%	The value added tax and additional taxes paid during the period decreased year-on-year
Cash received to earn investment income	1,000,000.00	2,000,000.00	-50.0%	Dividends on other equity instruments were down year-on-year

Net cash recovered from disposal of fixed assets, intangible assets and other long-term assets	14,700.70	468,000.00	-96.9%	Cash received from disposal of fixed assets decreased during the period
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	4,474,692.15	3,062,338.75	46.1%	Monetary expenditures for the purchase and construction of fixed assets increased
Obtain cash received from borrowings	460,000,000.00	688,000,000.00	-33.1%	The amount of short-term loans in the current period decreased compared with the same period last year
Cash payments to repay debts	468,550,000.00	689,000,000.00	-32.0%	The amount of short-term loans in the current period decreased compared with the same period last year
Effect of exchange rate changes on cash and cash equivalents	687,740.50	2,282,509.35	-69.9%	Foreign currency bank deposits are subject to exchange rate changes

## II. Shareholders Information

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

Unit: Share

Total common shareholders at the end of report period	4,999	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	Number of non-tradable shares held	Information of shares pledged, tagged or frozen	
					State of share	Amount
Wafangdian bearing Group Co., LTD	State-owned legal person	60.61%	244,000,000	244,000,000	inapplicability	0
AKTIEBOLAGET SKF	Overseas legal person	19.70%	79,300,000	0	inapplicability	0
China Merchants Securities (Hong Kong) Limited	Overseas legal person	2.71%	10,896,585	0	inapplicability	0
Huang Junyue	Domestic natural person	1.81%	7,302,709	0	inapplicability	0
Hu Xiaofeng	Domestic natural person	0.47%	1,879,277	0	inapplicability	0
BOCI SECURITIES LIMITED	Overseas legal person	0.36%	1,433,154	0	inapplicability	0
Wang Xiao	Domestic natural person	0.19%	774,420	0	inapplicability	0
Yang Yufei	Domestic natural person	0.19%	760,500	0	inapplicability	0
MAN,KWAI WING	Domestic	0.18%	713,101	0	inapplicability	0

	natural person					
Jiang Guangsen	Domestic natural person	0.17%	687,900	0	inapplicability	0
Shareholding of the top 10 shareholders of tradable shares						
Shareholders' name	Number of listed shares held	Type of shares				
		Type	Amount			
AKTIEBOLAGET SKF	79,300,000	B	79,300,000			
China Merchants Securities (Hong Kong) Limited	10,896,585	B	10,896,585			
Huang Junyue	7,302,709	B	7,302,709			
Hu Xiaofeng	1,879,277	B	1,879,277			
BOCI SECURITIES LIMITED	1,433,154	B	1,433,154			
Wang Xiao	774,420	B	774,420			
Yang Yufei	760,500	B	760,500			
MAN,KWAI WING	713,101	B	713,101			
Jiang Guangsen	687,900	B	687,900			
GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED	687,400	B	687,400			
A description of the above shareholder affiliation or concerted action	Among the top ten shareholders of the Company, there is no correlation or concerted action between the largest shareholder and other shareholders or the top ten tradable shareholders, and the correlation or concerted action between other shareholders, the top ten tradable shareholders, and the top ten tradable shareholders is unknown.					
Description of the Top 10 shareholders' participation in margin trading (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 significant events

Applicable  Not applicable

## IV. Quarterly financial statements

### (i) Financial statement

#### 1. Consolidate balance sheet

Prepared by Wafangdian Bearing Company Limited

September 30, 2024

Unit: Yuan

item	Ending balance	Opening balance
Current Assets:		
Monetary funds	250,120,204.19	210,814,228.05
Settlement of provisions		
Lend funds		

Trading financial assets	206,474.08	214,178.33
Derivative financial assets		
Notes receivable	728,200,695.18	450,721,512.23
Accounts receivable	1,051,050,567.09	1,086,438,008.68
Financing of receivables	59,140,885.32	55,546,474.87
prepayment	18,339,554.76	16,939,892.67
Premium receivable		
Reinsurance accounts receivable		
Reserves receivable for reinsurance contracts		
Other receivables	7,769,568.68	9,403,175.09
Among them: interest receivable		
Dividends receivable		
Buy and sell financial assets		
stock	662,931,686.57	651,494,088.99
Where: Data resources		
Contract assets		5,565,143.57
Holding assets for sale		
Non-current assets maturing within one year		
Other current assets	44,348,031.13	47,560,917.19
Total current assets	2,822,107,667.00	2,534,697,619.67
Non-current assets:		
Make loans and advances		
Debt investment		
Other debt investments		
Long-term receivables		
Long-term equity investment		
Investments in other equity instruments	11,910,077.43	11,910,077.43
Other non-current financial assets		
Investment real estate	68,433,601.35	68,614,653.76
Fixed assets	438,362,412.65	448,651,044.66
Construction in progress	34,834,425.19	37,354,969.68
Productive biological assets		
Oil and gas assets		
Usufruct assets		
Intangible assets	71,024,041.60	74,319,876.46
Where: Data resources		
Development expenditure		
Where: Data resources		
goodwill		
Long-term deferred expenses	6,778,599.73	4,842,981.32
Deferred tax assets		
Other non-current assets		
Total non-current assets	631,343,157.95	645,693,603.31
Total assets	3,453,450,824.95	3,180,391,222.98
Current liabilities:		
Short-term loan	590,000,000.00	598,000,000.00
Borrow from the central bank		
Borrowed funds		

Transactional financial liabilities		
Derivative financial liability		
Notes payable	524,327,122.63	460,840,218.52
Accounts payable	1,618,736,798.82	1,269,200,269.48
Advances received		
Contractual liability	28,748,401.90	30,546,735.85
Funds used to sell and repurchase financial assets		
Take deposits and deposit with other banks		
To buy and sell securities		
Underwrite securities		
Payroll payable to employees	18,444,806.49	47,130,138.90
Taxes payable	11,228,438.55	20,327,848.00
Other payables	141,068,458.79	185,396,158.28
Among them: interest payable		
Dividend payable		
Fees and commissions payable		
Reinsurance accounts payable		
Holding liabilities held for sale		
Non-current liabilities due within one year		
Other current liabilities	3,722,008.86	4,574,730.79
Total current liabilities	2,936,276,036.04	2,616,016,099.82
Non-current liabilities:		
Reserve for insurance contracts		
Long-term loan	98,900,000.00	99,450,000.00
Bonds payable		
Among them: Preferred stock		
Perpetual bond		
Lease liability		
Long-term payables	344,974.84	344,974.84
Long-term employee compensation payable		
Projected liabilities	54,422,390.91	49,598,202.66
Deferred income	39,348,504.21	43,100,180.40
Deferred income tax liabilities	575,697.11	575,697.11
Other non-current liabilities		
Total non-current liabilities	193,591,567.07	193,069,055.01
Total liabilities	3,129,867,603.11	2,809,085,154.83
Owner's equity:		
Capital stock	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
Less: Treasury shares		
Other comprehensive income		
Special reserve	2,992,817.61	2,414,877.63
Surplus reserve	136,770,391.01	136,770,391.01
General risk reserve		
Undistributed profit	-704,471,037.25	-656,170,250.96

Total owner's equity attributable to parent company	323,583,221.84	371,306,068.15
Minority interest		
Total owners' equity	323,583,221.84	371,306,068.15
Total liabilities and owners' equity	3,453,450,824.95	3,180,391,222.98

Legal Representative: Wang Jiyuan      Person in charge of accounting works: Sun Najuan

Person in charge of accounting institute: Sun Xinyan

## 2. Consolidated Profit Statement (from the year-begin to the period-end)

Unit: Yuan

Item	Current period	Last period
I. Total operating income	1,625,585,949.75	1,772,444,939.14
Among them: operating income	1,625,585,949.75	1,772,444,939.14
Interest income		
The premium has been made		
Fee and commission income		
2. Total operating cost	1,709,353,450.52	1,833,139,488.11
Among them: operating cost	1,390,165,952.72	1,497,371,016.62
The interest payments		
Fees and commission expenses		
Surrender gold		
Net payout for claims		
Draw the net insurance liability reserve		
Policy bonus payout		
Reinsurance expenses		
Taxes and surcharges	10,170,989.14	10,271,031.69
Cost of sales	115,883,581.40	120,806,440.10
Management fees	82,986,788.60	88,371,130.31
Research and development costs	86,182,502.40	91,345,297.64
Finance charges	23,963,636.26	24,974,571.75
Among them: interest expense	18,712,656.21	21,251,558.12
Interest income	1,456,629.87	1,118,449.67
Plus: other benefits	19,944,734.38	7,046,861.39
Investment income (loss marked with "-")	10,349,572.81	8,153,819.50
Among them: income from investment in joint ventures and joint ventures		
Financial assets measured at amortized cost terminate recognition of earnings		
Exchange gain (marked with "-" for loss)		
Net exposure hedging gain (loss marked with "-")		
Income from change in fair value (marked with "-" for loss)	-7,704.25	-7,704.25
Credit impairment loss (marked with "-")	709,438.92	3,185,699.60
Asset impairment loss (marked with "-")		0.00
Gain on disposal of assets (loss marked with "-")	412,941.80	1,193,288.60
3. Operating profit (loss marked with "-")	-52,358,517.11	-41,122,584.13
Plus: non-operating income	4,716,134.46	653,095.68



Less: non-operating expenses	658,403.64	235,956.53
Iv. Total profit (total loss marked with "-")	-48,300,786.29	-40,705,444.98
Less: Income tax expense		
V. Net profit (Net loss marked with "-")	-48,300,786.29	-40,705,444.98
(a) classification according to business continuity		
1. Net profit from continuing operations (net loss marked with "-")	-48,300,786.29	-40,705,444.98
2. Net profit from terminated operations (net loss marked with "-")		
(2) Classification according to ownership		
1. Net profit attributable to shareholders of the parent company (net loss marked with "-")	-48,300,786.29	-40,705,444.98
2. Profit and loss of minority shareholders (net loss marked with "-")		
Net after tax of other comprehensive income		
Net after tax of other comprehensive income attributable to owner of parent company		
(1) Other comprehensive income that cannot be reclassified into profit or loss		
1. Re-measure the amount of change in the set benefit plan		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3. Changes in fair value of other equity instrument investments		
4. The fair value change of the enterprise's own credit risk		
5. Other		
(2) Other comprehensive income reclassified into profit and loss		
1. Other comprehensive income that can be transferred to profit or loss under the equity method		
2. Changes in fair value of other debt investments		
3. The amount of financial assets reclassified into other comprehensive income		
4. Provision for impairment of other creditor's rights investment credit		
5. Cash flow hedging reserve		
6. Translation difference of foreign currency financial statements		
7. Other		
Net after tax of other comprehensive income attributable to minority shareholders		
7. Total comprehensive income	-48,300,786.29	-40,705,444.98
(1) Total comprehensive income attributable to the owner of the parent company	-48,300,786.29	-40,705,444.98
(2) Total comprehensive income attributable to minority shareholders		
8. Earnings per Share		
(1) Basic earnings per share	-0.1200	-0.1011
(2) Diluted earnings per share	-0.1200	-0.1011

Legal Representative: Wang Jiyuan Person in charge of accounting works: Sun Najuan

Person in charge of accounting institute: Sun Xinyan

**3. Consolidated Cash Flow Statement (from the year-begin to the period-end)**

Unit: Yuan

Item	Current period	Last period
<b>I. Cash flows arising from operating activities:</b>		
Cash received from selling commodities and providing labor services	882,536,439.10	721,372,861.12
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	12,680,879.66	25,407,770.48
Other cash received concerning operating activities	30,187,964.38	43,418,476.80
Subtotal of cash inflow arising from operating activities	925,405,283.14	790,199,108.40
Cash paid for purchasing commodities and receiving labor service	403,549,721.57	463,668,190.64
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	298,901,843.99	289,980,382.54
Taxes paid	38,724,681.20	65,488,368.68
Other cash paid concerning operating activities	101,057,088.77	105,543,065.68
Subtotal of cash outflow arising from operating activities	842,233,335.53	924,680,007.54
Net cash flows arising from operating activities	83,171,947.61	-134,480,899.14
<b>II. Cash flows arising from investing activities:</b>		
Cash received from recovering investment		
Cash received from investment income	1,000,000.00	2,000,000.00
Net cash received from disposal of fixed, intangible and other long-term assets	14,700.70	468,000.00
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities	1,014,700.70	2,468,000.00
Cash paid for purchasing fixed, intangible and other long-term assets	4,474,692.15	3,062,338.75
Cash paid for investment		
Net increase of mortgaged loans		
Net cash received from subsidiaries and other units obtained		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	4,474,692.15	3,062,338.75
Net cash flows arising from investing activities	-3,459,991.45	-594,338.75
<b>III. Cash flows arising from financing activities</b>		
Cash received from absorbing investment		

Including: Cash received from absorbing minority shareholders' investment by subsidiaries		
Cash received from loans	460,000,000.00	688,000,000.00
Other cash received concerning financing activities	367,088,867.61	372,098,651.66
Subtotal of cash inflow from financing activities	827,088,867.61	1,060,098,651.66
Cash paid for settling debts	468,550,000.00	689,000,000.00
Cash paid for dividend and profit distributing or interest paying	24,522,188.31	20,164,638.62
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities	377,905,041.43	319,092,564.47
Subtotal of cash outflow from financing activities	870,977,229.74	1,028,257,203.09
Net cash flows arising from financing activities	-43,888,362.13	31,841,448.57
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate	687,740.50	2,282,509.35
V. Net increase of cash and cash equivalents	36,511,334.53	-100,951,279.97
Add: Balance of cash and cash equivalents at the period-begin	110,664,560.63	227,357,291.37
VI. Balance of cash and cash equivalents at the period-end	147,175,895.16	126,406,011.40

**(2) The first implementation of the new accounting standards from 2024 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 3<sup>rd</sup> quarterly report has been audited or not

Yes  No

The 3<sup>rd</sup> quarterly report of the Company has not been audited.

Board of Directors of  
Wafangdian Bearing Company Limited