

Stock Code: 688007

Stock Short Name: Appotronics

Appotronics Corporation Limited

The First Quarter Report in 2025

The Board of Directors and all the directors of the Company warrant that the information contained in this Report is free from any misrepresentation, misleading statement or material omission, and agree to assume the liability for the truth, accuracy and completeness of this Report according to the law.

Important Note

The Board of Directors, the Board of Supervisors, directors, supervisors and senior officers of the Company hereby warrant that the information contained in this Quarter Report is true, accurate and complete and this Report is free from any misrepresentation, misleading statement or major omission, and agree to assume joint and several liability for this Quarter Report.

The Principal of the Company, Person in Charge of the Accounting Work and Person in Charge of the Accounting Body (Chief Accountant) warrant the information presented in the financial statements in this Quarter Report is true, accurate and complete.

Whether the financial statements of the 1st quarter have been audited

☐ Yes ☒ No

本报告为深圳光峰科技股份有限公司自愿披露的《2025 年第一季度报告（英文版）》，对本报告的中英文版本理解上发生歧义时，以中文版本为准。

This is 2025 First Quarter Report (English version) voluntarily disclosed by Appotronics Corporation Limited. In the event of any discrepancy between the English and Chinese versions of this Report, the Chinese version shall prevail.

I. Major Financial Data

(I) Main accounting data and financial indicators

In RMB

Item	Current period	Prior period	Change on a year-on-year basis (%)
Operating revenue	461,382,026.25	445,039,193.21	3.67
Net profit attributable to shareholders of the listed company	-21,359,576.96	44,543,331.11	-147.95
Net profit attributable to shareholders of the listed company after deduction of non-recurring profit or loss	-23,974,913.50	622,945.86	-3,948.64
Net cash flow from operating activities	64,127,372.68	12,224,792.96	424.57
Basic earnings per share (RMB/share)	-0.05	0.10	-150.00
Diluted earnings per share (RMB/share)	-0.05	0.10	-150.00
Weighted average return on net assets (%)	-0.78	1.57	-2.35 percentage points
Total R&D investments	63,015,830.26	54,022,432.44	16.65
Proportion of R&D investments to operating revenue (%)	13.66	12.14	+1.52 percentage points
	At the end of the current reporting period	At the end of the prior year	Changes at the end of the reporting period from the end of the prior year (%)
Total assets	4,091,205,356.58	4,255,663,351.00	-3.86
Owners' equity attributable to shareholders of the listed company	2,719,899,594.77	2,740,047,895.12	-0.74

(II) Items and amounts of non-recurring profit or loss

√ Applicable □ N/A

In RMB

Item of non-recurring profit or loss	Amount for the current period	Description
Gain or loss on disposal of non-current assets, including write-off of provision for asset impairment	833,766.07	
Government grants recognized in profit or loss for the current period (excluding government grants that are closely related to the business of the Company and are provided in accordance with established standards with continuous effects on the profit or loss of the Company according to the provisions of national policies)	714,707.83	
Profit or loss on changes in the fair value of financial assets and financial liabilities held by non-financial enterprises and profit or loss on the disposal of financial assets and financial liabilities, other than those used in the effective hedging activities related to normal operating business of the Company	783,124.94	
Profit or loss from entrusting others to invest or manage assets	596,598.66	
Net profit or loss of subsidiaries from the beginning of the period up to the business combination date recognized as a result of business combination involving entities under common control	185,274.09	
Other non-operating revenue and expenses	50,461.54	
Other profits or losses items meeting the definition of non-recurring profit or loss		
Less: Effect of income taxes	375,024.46	
Effects attributable to minority interests (net of tax)	173,572.13	
Total	2,615,336.54	

It is required to specify the reason for defining items not illustrated in the *Information Disclosure and Presentation Rules for Companies Making Public Offering of Securities No. 1 - Non-recurring Profit or Loss* as non-recurring profit or loss items of significant amounts, and reasons for defining non-recurring profit or loss items illustrated in the *Information Disclosure and Presentation Rules for Companies Making Public Offering of Securities No. 1 - Non-recurring Profit or Loss* as recurring profit or loss items.

☐ Applicable ☒ N/A

(III) Description of and reasons for changes in the main accounting data and financial indicators

☒ Applicable ☐ N/A

Project	% Change	Main reason
Net profit attributable to shareholders of the listed company	-147.95	Primarily due to the decrease in the gross profits and increase in R&D expenses caused by the changes in the income structure in the current period, the selling and holding of shares in Gabrielle and the gains on changes in fair values in the same period of the prior year.

Net profit attributable to shareholders of the listed company after deduction of non-recurring profit or loss	-3,948.64	Primarily due to the small base number in the same period of the prior year, and the decrease in the gross profits and increase in R&D expenses caused by the changes in the income structure in the current period.
Net cash flow from operating activities	424.57	Primarily due to the increase in receivables from the automotive business in the current period.
Basic earnings per share (RMB/share)	-150.00	Primarily due to the decrease in the net profit attributable to shareholders of the listed company during the reporting period.
Diluted earnings per share (RMB/share)	-150.00	Primarily due to the decrease in the net profit attributable to shareholders of the listed company during the reporting period.

1. Analysis of business operation

In the first quarter of 2025, we insisted on the strategy of “core technologies + core components + application scenarios” and maintained the R&D investments in upstream core components and cutting-edge fields with a focus on the layout of and expansion to innovative fields including AR/AI, robots, automotive optics, etc. During the reporting period, our operating revenue was RMB 461 million, increased by 3.67% year on year; where the automotive optics business achieved the operating revenue of RMB 78.78 million, up by 64.03% year on year. The operating conditions of the Company during the reporting period include:

➤ Automotive optics business

Since the beginning of 2025, we have acquired 3 high-quality nominations from domestic and overseas well-known automobile manufacturers, and received continuous orders from Seres for automotive projection giant screen systems to be used on AITO M8 and M9 models. In the first quarter of 2025, our automotive optics business achieved the operating revenue of RMB 78.78 million, up by 64.03% year on year.

In April 2025, we officially released the “Lingjing” smart automotive optics system on the Shanghai International Automobile Industry Exhibition 2025 (Auto Shanghai 2025). This system can achieve discretionary projection for the whole vehicle and smart interaction through AI speech control, so as to create a new mode of automotive optics featuring “full projection in the vehicle with discretionary projection” and improve the optical features and user experiences of the vehicle in all

aspects. During the Auto Shanghai 2025, we declared a strategic cooperation with Valeo, a global leader in automotive lighting systems and software, and jointly released a new generation of automotive lighting solutions integrating Appotronics's ALL-in-ONE universal colorful laser headlights. This innovative solution not only enhances the adaptive driving beam (ADB) function of vehicles to greatly improve safety on road, but also meets drivers' increasing needs for comfortable lighting and entertainment functions, so as to provide a safer, smarter, and more personalized driving experiences for the global market.

➤ **Dedicated display business**

In the World Expo 2025 (Expo 2025) in Osaka started in April 2025, our products were successfully used in the pavilions of China, Cambodia, and Gabon. Nearly a hundred of laser large venue projection devices broke through the boundaries of physical exhibition and implemented tens of light and shadow presentation tasks, which facilitate the presentation of the culture of the countries in a more vivid manner by making use of technologies, hence showcasing the scientific strength and brand image of China by opening the global laser market with our technologies and products. The recognition and use of our products by three major national pavilions at the Expo 2025 indicate the successful expansion of our large venue business to the overseas market relying on its product quality and technology accumulation.

➤ **Innovative applications**

We always pay attention to emerging application scenarios in the laser industry and actively explore product layouts and application scenarios for combination with our technologies, so as to continuously expand and extend the boundaries for application scenarios of laser technologies. At the International Consumer Electronics Show (CES 2025), we released a split-type optical fiber light engine, which is the first of its kind in the industry. This product achieved innovation for laser light engines in aspects of technology, product form, and application scenario, and can achieve unprecedented flexibility. Meanwhile, we released an ultra-small fully colorful AR light engine solution with the volume of only 0.8cc, featuring high cost-performance ratio, low power consumption, and outstanding display effects, which can meet the lightweight requirements of AR glasses.

At the Hong Kong Electronics Fair (Spring Edition), we released a new laser engraver product to the industry for the first time. The laser engraver is both a breakthrough achieved by the Company in upstream core components and the first innovative product we developed in the industrial field. Thanks

to the precision laser processing technologies, the laser engraver we released has obvious advantages in improving production efficiency and ensuring product quality, so that it can meet high-precision manufacturing requirements for use in scenarios including creative fabrication, part processing, industrial labeling, etc. The new products and new technologies we exhibited this time are highly practical, and are expected to be implemented in more scenarios. We will continue our innovation of application scenarios for laser, so as to expand the application boundaries of our products.

2. Profit analysis

(1) Non-recurring profit or loss: During the reporting period, our non-recurring profit or loss reduced by RMB 41.3050 million. On a comparable basis, our non-recurring profit or loss for the first quarter of 2024 was higher, primarily due to the investment incomes from our investment in Gabrielle and gains or losses on changes in fair values in the first quarter of 2024;

(2) Businesses: During the reporting period, at the request of overseas customers, we postponed the shipment of partial orders of overseas cinema light sources, which reduced the operating revenue and profit for the first quarter on a year-on-year basis; despite the increase in the proportion of the automotive optics business, due to the characteristics of the automotive part industry, the gross profit margin of the automotive optics business is lower than that of the cinema and dedicated display businesses. In summary, our business structure is at the stage of transformation, and the overall gross profit margin may decrease to a certain extent;

(3) Expenses: During the reporting period, we enhanced R&D investments - the R&D expenses increased by nearly RMB 9.00 million compared with the same period of the prior year.

II. Shareholder Information

(I) Table of total number of ordinary shareholders and preferred shareholders with resumed voting right as well as shareholding status of top 10 shareholders

Unit: Share

Total number of ordinary shareholders as of the end of the reporting period	16,222	Total number of preferred shareholders whose voting right has been restituted as of the end of the reporting period (if any)	N/A
Shares held by top 10 shareholders (excluding shares lent out under the refinancing arrangement)			

Shareholder	Nature of shareholder	Number of shares held	Shareholding ratio (%)	Number of non-tradable shares held	Number of non-tradable shares held, including the shares lent out under the refinancing arrangement	Shares pledged, marked, or frozen	
						Status of shares	Number
Shenzhen Appotronics Holdings Limited	Domestic non-state owned corporation	79,762,679	17.37	0	0	None	0
Shenzhen Yuanshi Laser Industrial Investment Consulting Partnership (LP)	Domestic non-state owned corporation	24,139,500	5.26	0	0	None	0
Nantong Strait Appotronics Investment Partnership (LP)	Domestic non-state owned corporation	18,381,208	4.00	0	0	None	0
Shenzhen Appotronics Daye Investment Partnership (LP)	Domestic non-state owned corporation	17,056,167	3.71	0	0	None	0
Shenzhen Appotronics Hongye Investment Partnership (LP)	Domestic non-state owned corporation	13,601,344	2.96	0	0	None	0
Shenzhen Appotronics Chengye Consulting Partnership (LP)	Domestic non-state owned corporation	10,394,846	2.26	0	0	None	0
Shenzhen Jinleijing Investment Limited Partnership (LP)	Domestic non-state owned corporation	9,892,706	2.15	0	0	None	0
LUO Xiaobin	Domestic natural person	8,979,004	1.95	0	0	None	0
Hong Kong Securities Clearing Company Limited	Foreign corporation	7,475,665	1.63	0	0	None	0

Bank of China Co., Ltd. - Stable Income Bond Securities Investment Fund of E Fund	Others	6,866,571	1.50	0	0	None	0
Shares held by top 10 holders of tradable shares (excluding shares lent out under the refinancing arrangement)							
Shareholder	Number of tradable shares held	Type and number of shares					
		Type of shares	Number				
Shenzhen Appotronics Holdings Limited	79,762,679	RMB-denominated ordinary share	79,762,679				
Shenzhen Yuanshi Laser Industrial Investment Consulting Partnership (LP)	24,139,500	RMB-denominated ordinary share	24,139,500				
Nantong Strait Appotronics Investment Partnership (LP)	18,381,208	RMB-denominated ordinary share	18,381,208				
Shenzhen Appotronics Daye Investment Partnership (LP)	17,056,167	RMB-denominated ordinary share	17,056,167				
Shenzhen Appotronics Hongye Investment Partnership (LP)	13,601,344	RMB-denominated ordinary share	13,601,344				
Shenzhen Appotronics Chengye Consulting Partnership (LP)	10,394,846	RMB-denominated ordinary share	10,394,846				
Shenzhen Jinleijing Investment Limited Partnership (LP)	9,892,706	RMB-denominated ordinary share	9,892,706				
LUO Xiaobin	8,979,004	RMB-denominated ordinary share	8,979,004				
Hong Kong Securities Clearing Company Limited	7,475,665	RMB-denominated ordinary share	7,475,665				
Bank of China Co., Ltd. - Stable Income Bond Securities Investment Fund of E Fund	6,866,571	RMB-denominated ordinary share	6,866,571				

Affiliates or concert parties among the shareholders stated above	<p>1. As of March 31, 2025, the following entities in top 10 shareholders of the Company constituted person acting in concert: Shenzhen Appotronics Holdings Co., Ltd., Shenzhen Yuanshi Laser Industrial Investment Consulting Partnership (LP), Shenzhen Appotronics Daye Investment Partnership (LP), Shenzhen Appotronics Hongye Investment Partnership (LP), Shenzhen Appotronics Chengye Consulting Partnership (LP), and Shenzhen Jinleijing Investment Limited Partnership (LP).</p> <p>2. Except for the above, we are not aware of whether there are affiliates or concert parties as defined in the <i>Administrative Measures for the Acquisition of the Listed Companies</i> among other shareholders.</p>
Description of margin trading, short selling, and refinancing involving top 10 shareholders and top 10 holders of non-restricted shares (if any)	N/A

Lending of shares in refinancing businesses by shareholders holding over 5% shares, top 10 shareholders, and top 10 holders of tradable shares

☐ Applicable ☒ N/A

Change from the prior period due to lending/payback in refinancing businesses by top 10 shareholders and top 10 holders of tradable shares

☐ Applicable ☒ N/A

III. Other Events

Other important information about the business operation of the Company during the reporting period requesting the attention of investors

☐ Applicable ☒ N/A

IV. Quarterly Financial Statements

(I) Type of audit opinions

☐ Applicable ☒ N/A

(II) Financial statements

Consolidated Balance Sheet

March 31, 2025

Prepared by: Appotronics Corporation Limited

In RMB

Audit type: Unaudited

Item	March 31, 2025	December 31, 2024
Current Assets:		

Cash and bank balances	1,169,391,687.61	1,654,769,306.21
Balances with clearing agencies		
Placements with banks and other financial institutions		
Held-for-trading financial assets	665,719,864.14	179,936,739.21
Derivative financial assets		
Notes receivable	3,336,885.44	4,749,524.13
Accounts receivable	211,836,897.65	310,195,322.17
Receivables financing	19,189,555.03	12,552,177.09
Prepayments	28,642,754.32	31,091,853.76
Premiums receivable		
Amounts receivable under reinsurance contracts		
Reinsurance contract reserves receivable		
Other receivables	39,810,718.96	45,104,401.76
Where: Interests receivable		
Dividends receivable	14,212,836.00	14,233,032.00
Financial assets purchased under resale agreements		
Inventories	480,357,456.50	595,519,245.19
Where: Data resources		
Contract assets	2,508,524.31	1,741,984.19
Held-for-sale assets		
Non-current assets due within one year	55,152,472.68	54,729,347.74
Other current assets	68,817,383.78	65,416,667.70
Total current assets	2,744,764,200.42	2,955,806,569.15
Non-current Assets:		
Loans and advances		
Debt investments		
Other debt investments		
Long-term receivables	38,061,954.60	37,190,876.33
Long-term equity investment	5,822,086.82	6,242,039.74
Investment in other equity instruments	7,075,419.38	7,075,419.38
Other non-current financial assets	83,880,808.01	84,000,000.04
Investment properties		
Fixed assets	639,136,843.25	272,101,764.36
Construction in progress	95,643,581.17	406,450,625.01
Productive biological assets		
Oil and gas assets		
Right-of-use assets	91,274,546.36	108,676,133.66
Intangible assets	268,845,441.09	272,019,178.23
Where: Data resources		
Development expenditure		

Where: Data resources		
Goodwill		
Long-term unamortized expenses	1,246,038.43	1,638,295.71
Deferred tax assets	97,581,772.18	90,057,468.25
Other non-current assets	17,872,664.87	14,404,981.14
Total non-current assets	1,346,441,156.16	1,299,856,781.85
Total assets	4,091,205,356.58	4,255,663,351.00
Current Liabilities:		
Short-term borrowings	126,830,365.55	86,796,568.44
Loans from the central bank		
Taking from banks and other financial institutions		
Held-for-trading financial liabilities		
Derivative financial liabilities		
Notes payable	160,075,016.99	184,786,728.04
Accounts payable	254,966,909.43	351,760,010.32
Advance from customers	89,239,185.59	91,209,867.92
Contract liabilities	41,981,297.61	43,722,313.68
Financial assets sold under repurchase agreements		
Customer deposits and deposits from banks and other financial institutions		
Funds from securities trading agency		
Funds from underwriting securities agency		
Employee benefits payable	28,753,068.10	59,921,145.44
Taxes payable	27,997,363.58	25,262,217.19
Other payables	69,393,730.08	73,987,139.27
Where: Interests payable		
Dividends payable		
Fees and commissions payable		
Amounts payable under reinsurance contracts		
Held-for-sale liabilities		
Non-current liabilities due within one year	204,344,687.54	216,244,559.49
Other current liabilities	66,083,387.13	63,559,833.08
Total current liabilities	1,069,665,011.60	1,197,250,382.87
Non-current Liabilities:		
Insurance contract reserves		
Long-term borrowings	278,867,657.19	282,083,548.67
Bonds payable		
Where: Preferred shares		
Perpetual bonds		
Lease liabilities	59,399,597.33	71,996,166.91

Long-term payables		
Long-term employee benefits payable		
Provisions	36,924,947.29	30,299,456.94
Deferred income	2,000,562.66	2,245,051.44
Deferred tax liabilities	1,921,091.47	1,908,071.13
Other non-current liabilities		
Total non-current liabilities	379,113,855.94	388,532,295.09
Total liabilities	1,448,778,867.54	1,585,782,677.96
Owners' Equity (Shareholders' Equity):		
Paid-in capital (or share capital)	459,291,145.00	459,291,145.00
Other equity instruments		
Where: Preferred shares		
Perpetual bonds		
Capital reserve	1,555,546,613.51	1,554,154,511.33
Less: Treasury shares	29,891,962.32	29,891,962.32
Other comprehensive income	8,450,591.43	8,631,417.00
Special reserve		
Surplus reserve	103,160,084.90	103,160,084.90
General risk reserve		
Undistributed profit	623,343,122.25	644,702,699.21
Total owners' (or shareholders') equity attributable to owners of the parent company	2,719,899,594.77	2,740,047,895.12
Minority interests	-77,473,105.73	-70,167,222.08
Total owners' (or shareholders') equity	2,642,426,489.04	2,669,880,673.04
Total liabilities and owners' (or shareholders') equity	4,091,205,356.58	4,255,663,351.00

Principal of the Company: LI Yi Person in Charge of the Accounting Work: WANG Yingxia
Person in Charge of the Accounting Body: WANG Yingxia

Consolidated Income Statement

January to March 2025

Prepared by: Appotronics Corporation Limited

In RMB Audit type: Unaudited

Item	First quarter of 2025	First quarter of 2024
I. Total operating revenue	461,382,026.25	445,039,193.21
Where: Operating revenue	461,382,026.25	445,039,193.21
Interest income		
Premiums earned		
Fee and commission income		
II. Total operating costs	485,731,424.15	436,256,932.50

Where: Operating costs	345,083,519.38	305,903,493.15
Interest expenses		
Fee and commission expenses		
Surrenders		
Claims and policyholder benefits (net of amounts recoverable from reinsurers)		
Net withdrawal of insurance contract reserves		
Insurance policyholder dividends		
Expenses for reinsurance accepted		
Taxes and surcharges	2,757,883.51	1,543,505.22
Selling expenses	38,636,068.43	38,848,722.23
Administrative expenses	35,880,897.77	39,231,871.63
R&D expenses	63,015,830.26	54,022,432.44
Financial expenses	357,224.80	-3,293,092.17
Where: Interest expense	4,040,777.00	4,712,870.30
Interest income	5,806,131.65	8,393,771.91
Add: Other incomes	6,839,682.12	10,334,146.75
Investment income (loss is indicated by “-”)	-508,740.55	15,035,443.71
Where: Income from investments in associates and joint ventures	-419,952.92	-254,854.31
Gains from derecognition of financial assets measured at amortized cost		
Foreign exchange gains (loss is indicated by “-”)		
Gains from net exposure hedges (loss is indicated by “-”)		
Gains from changes in fair values (loss is indicated by “-”)	783,124.94	26,277,500.00
Losses of credit impairment (loss is indicated by “-”)	3,317,736.65	-1,694,116.42
Impairment losses of assets (loss is indicated by “-”)	-12,280,962.90	-4,251,644.39
Gains from disposal of assets (loss is indicated by “-”)	884,133.99	112,025.61
III. Operating profit (loss is indicated by “-”)	-25,314,423.65	54,595,615.97
Add: Non-operating revenue	180,945.64	15,252.07
Less: Non-operating expenses	180,852.02	367,856.76
IV. Total profits (total losses are indicated by “-”)	-25,314,330.03	54,243,011.28
Less: Income tax expenses	-950,840.50	12,901,079.19
V. Net profits (net losses are indicated by “-”)	-24,363,489.53	41,341,932.09
(I) Categorized by the continuity of operation		

1. Net profits from continuing operations (net losses are indicated by "-")	-24,363,489.53	41,341,932.09
2. Net profits from discontinued operations (net losses are indicated by "-")		
(II) Categorized by the ownership		
1. Net profits attributable to shareholders of the parent company (net losses are indicated by "-")	-21,359,576.96	44,543,331.11
2. Profits or losses attributable to minority shareholders (net losses are indicated by "-")	-3,003,912.57	-3,201,399.02
VI. Other comprehensive income, net of tax	-113,660.21	423,343.93
(I) Other comprehensive income that can be attributable to owners of the parent company, net of tax	-180,825.57	318,931.77
1. Other comprehensive income that cannot be reclassified subsequently to profit or loss		
(1) Changes from remeasurement of defined benefit plans		
(2) Other comprehensive income that cannot be reclassified to profit or loss under the equity method		
(3) Changes in fair value of investments in other equity instruments		
(4) Changes in fair value of enterprises' own credit risks		
2. Other comprehensive income that will be reclassified to profit or loss	-180,825.57	318,931.77
(1) Other comprehensive income that will be reclassified to profit or loss under the equity method		
(2) Changes in fair value of other debt investments		
(3) Amount of financial assets reclassified to other comprehensive income		
(4) Provision for credit impairment of other debt investments		
(5) Reserve for cash flow hedges		
(6) Exchange differences on translation of financial statements denominated in foreign currencies	-180,825.57	318,931.77
(7) Others		
(II) Other comprehensive income that can be attributable to minority shareholders, net of tax	67,165.36	104,412.16

VII. Total comprehensive income	-24,477,149.74	41,765,276.02
(I) Total comprehensive income that can be attributable to owners of the parent company	-21,540,402.53	44,862,262.88
(II) Total comprehensive income that can be attributable to minority shareholders	-2,936,747.21	-3,096,986.86
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	-0.05	0.10
(II) Diluted earnings per share (RMB/share)	-0.05	0.10

In the event of business combinations involving entities under common control, the net profits realized prior to the combination by the party being absorbed is: RMB 0, and the net profits realized in the last period by the party being absorbed is: RMB 0.

Principal of the Company: LI Yi Person in Charge of the Accounting Work: WANG Yingxia
Person in Charge of the Accounting Body: WANG Yingxia

Consolidated Cash Flow Statement

January to March 2025

Prepared by: Appotronics Corporation Limited

Item	In RMB	Audit type: Unaudited
	First quarter of 2025	First quarter of 2024
I. Cash Flows from Operating Activities:		
Cash receipts from the sale of goods and the rendering of services	603,948,334.40	458,063,284.69
Net increase in customer deposits and deposits from banks and other financial institutions		
Net increase in loans from the central bank		
Net increase in taking from banks and other financial institutions		
Cash receipts from premiums under direct insurance contracts		
Net cash receipts from reinsurance business		
Net cash receipts from policyholders' deposits and investment contract liabilities		
Cash receipts from interest, fees and commissions		
Net increase in taking from banks		
Net increase in financial assets sold under repurchase arrangements		
Net cash received from securities trading agencies		
Receipts of tax refunds	7,726,367.13	3,613,547.07
Other cash receipts related to operating activities	10,750,106.30	17,358,037.32

Subtotal of cash inflows from operating activities	622,424,807.83	479,034,869.08
Cash payments for goods purchased and services received	341,011,825.30	247,377,326.75
Net increase in loans and advances to customers		
Net increase in balance with the central bank and due from banks and other financial institutions		
Cash payments for claims and policyholders' benefits under direct insurance contracts		
Net increase in placements with banks and other financial institutions		
Cash payments for interest, fees and commissions		
Cash payments for insurance policyholder dividends		
Cash payments to and on behalf of employees	129,727,139.26	135,358,112.47
Payments of various types of taxes	22,032,544.43	17,746,847.25
Other cash payments related to operating activities	65,525,926.16	66,327,789.65
Subtotal of cash outflows from operating activities	558,297,435.15	466,810,076.12
Net cash flow from operating activities	64,127,372.68	12,224,792.96
II. Cash Flows from Investing Activities:		
Cash receipts from disposals and recovery of investments	262,000,000.00	316,950,000.00
Cash receipts from investment income	596,598.66	15,474,786.27
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets		43,545.13
Net cash receipts from disposals of subsidiaries and other business units		
Other cash receipts related to investing activities		
Subtotal of cash inflows from investing activities	262,596,598.66	332,468,331.40
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	90,403,931.06	24,423,820.06
Cash payments to acquire investments	777,000,000.00	335,000,001.00
Net increase in pledged loans receivables		
Net cash payments for acquisitions of		

subsidiaries and other business units		
Other cash payments related to investing activities		1,361,661.36
Subtotal of cash outflows from investing activities	867,403,931.06	360,785,482.42
Net cash flows from investment activities	-604,807,332.40	-28,317,151.02
III. Cash Flows from Financing Activities:		
Cash receipts from capital contributions		7,327,467.64
Where: Cash receipts from capital contributions from minority shareholders of subsidiaries		
Cash receipts from borrowings	78,603,095.90	41,923,143.29
Other cash receipts related to financing activities		-
Subtotal of cash inflows from financing activities	78,603,095.90	49,250,610.93
Cash repayments of borrowings	42,800,000.00	73,550,000.00
Cash payments for distribution of dividends or profits or settlement of interest expenses	4,420,333.48	5,755,799.95
Where: Payments for distribution of dividends or profits to minority shareholders of subsidiaries	323,762.05	
Other cash payments related to financing activities	7,717,098.37	51,446,720.89
Subtotal of cash outflows from financing activities	54,937,431.85	130,752,520.84
Net cash flows from financing activities	23,665,664.05	-81,501,909.91
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	-1,024,105.48	652,614.64
V. Net Increase in Cash and Cash Equivalents	-518,038,401.15	-96,941,653.34
Add: Opening balance of cash and cash equivalents	1,326,535,771.86	1,297,848,895.75
VI. Closing Balance of Cash and Cash Equivalents	808,497,370.71	1,200,907,242.41

Principal of the Company: LI Yi Person in Charge of the Accounting Body: WANG Yingxia
Person in Charge of the Accounting Body: WANG Yingxia

(III) Description of adjustments in opening balances of line items in financial statements of the year due to initial adoption of new accounting standards or interpretations of standards since 2025

☐ Applicable ☒ N/A

Be it hereby announced.

Board of Directors of Appotronics Corporation Limited

April 30, 2025