



Chongqing Changan Automobile Company Limited

2025 Semi-Annual Report

August 2025

Chapter 1 Important Notice, Contents, and Definitions

1. The Board of Directors (or the “Board”), the Supervisory Board as well as the directors, supervisors and senior managers of Chongqing Changan Automobile Co., Ltd. hereby guarantee the factuality, accuracy and completeness of the contents of this Report and its summary, and shall be jointly and severally liable for any misrepresentations, misleading statements or material omissions therein.

2. Zhu Huarong, the Company’s legal representative, Zhang Deyong, the Company’s Chief Financial Officer and Shi Haifeng, the person-in-charge of the accounting organ hereby guarantee that the financial statements carried in this Report are factual, accurate and complete.

3. Except the following directors, all the directors have attended the board meeting for reviewing this Report.

Name of the directors absent	Positions	Reasons for the absence	Name of the Trustees
Jia Lishan	Director	Reason for work	Zhang Deyong
Deng Wei	Director	Reason for work	Zhang Deyong
Zhang Ying	Independent director	Reason for work	Tang Guliang

4. Any prospective description such as future business plans and development strategies in this Report shall not be considered as the Company’s commitment to investors. Investors and relevant persons shall be sufficiently mindful of risks, and undertake the difference in plans, predictions and commitment.

5. Chapter III “Management Discussion and Analysis” of this Report describes the possible risks and countermeasures of the Company, and investors shall pay attention to the relevant content.

6. The profit distribution plan of the Company approved by the Board of Directors this time is as follows: Distribute cash dividends of RMB 0.50 (tax included) to all shareholders for every ten shares based on the total share capital of 9,914,086,060 shares, no bonus shares shall be distributed, and do not increase the share capital with reserve fund.

This Report has been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.

CONTENTS

Chapter 1	Important Notice, Contents, and Definitions.....	1
Chapter 2	Company Profile and Main Financial Indexes	4
Chapter 3	Management Discussion and Analysis	7
Chapter 4	Corporate Governance, Environment and Social Responsibility	19
Chapter 5	Important Matters	24
Chapter 6	Changes in the Shareholding of the Company and Shareholders	28
Chapter 7	Bonds	32
Chapter 8	Financial Report.....	34

Documents Available for Reference

I. Financial statements carrying the signatures and seals of the Company's legal representative, the Chief Financial Officer, and the person-in-charge of the accounting organ.

II. During the reporting period, the original copies of all company documents and announcements publicly disclosed by the Company in *China Securities Journal*, *Securities Times*, *Securities Daily*, *Shanghai Securities News*, and *Hong Kong Commercial Daily*.

Definitions

Items		Definitions
Changan Auto, Changan Automobile, the Company	Refers to	Chongqing Changan Automobile Co., Ltd.
Deepal Auto	Refers to	Deepal Automobile Technology Co., Ltd., a subsidiary company of the Company
Changan LCV	Refers to	Chongqing Changan LCV Automobile Technology Co., Ltd. a subsidiary company of the Company
Changan Ford	Refers to	Changan Ford Automobile Co., Ltd., a JV of the Company
Changan Mazda	Refers to	Changan Mazda Automobile Co., Ltd., a JV of the Company
Avatr	Refers to	Avatr Technology (Chongqing) Co., Ltd., an associate of the Company

Chapter 2 Company Profile and Main Financial Indexes

I. Basic Information

Stock abbreviation	Changan Automobile, Changan B	Stock Code	000625、200625
Listed on	Shenzhen Stock Exchange		
Company in Chinese name	重庆长安汽车股份有限公司		
Company abbreviation in Chinese name	长安汽车		
Company name in English	Chongqing Changan Automobile Company Limited		
Legal representative	Zhu Huarong		

II. Contact Information

	Secretary of the Board of Directors	Securities Affairs Representative
Name	Zhang Deyong	Jie Zhonghua
Contact address	Building T2, No. 2, Financial City, No. 61 Dongshengmen Road, Jiangbei District, Chongqing	Building T2, No. 2, Financial City, No. 61 Dongshengmen Road, Jiangbei District, Chongqing
TEL	023-67594008	023-67594008
FAX	023-67870261	023-67870261
E-mail address	cazqc@changan.com.cn	jiezh@changan.com.cn

III. Others

1. Contact information

Whether registration address, office address and its post code as well as website and email of the Company changed in the reporting period or not

☐ Applicable ☒ Not applicable

The registration address, office address and post code as well as website and email of the Company did not change in the reporting period. See more details in Annual Report 2024.

2. Information disclosure and preparation place

Whether information disclosure and preparation place changed in reporting period or not

☐ Applicable ☒ Not applicable

There are no changes in the website of the stock exchange, media and other websites where the Company discloses its semi-annual report, as well as the preparation location of the Company's semi-annual report during the reporting period. For details, please refer to the 2024 Annual Report.

3. Other relevant information

Whether other relevant information changed in the reporting period or not

☐ Applicable ☒ Not applicable

IV. Key Accounting Data and Financial Indexes

Does the Company need to retrospectively adjust or restate the accounting data of previous years?

☐ Yes ☒ No

	The reporting period	The same period of last year	YoY change (%)
Operating revenue (RMB)	72,691,310,387.08	76,722,649,723.79	-5.25%
Net profit attributable to shareholders of the Company (RMB)	2,291,211,254.67	2,831,743,111.82	-19.09%
Net profit after deduction of non-recurring gains or losses attributable to shareholders of the Company(RMB)	1,476,706,514.95	1,168,680,056.87	26.36%
Net cash flow from operating activities (RMB)	-8,607,196,790.27	3,435,100,740.53	-350.57%
Basic earnings per share (RMB/share)	0.23	0.29	-20.69%
Diluted earnings per share (RMB/share)	0.23	0.28	-17.86%
Weighted average ROE (%)	3.00%	3.94%	-0.94%
	30 June 2025	31 December 2024	YoY change (%)
Total assets (RMB)	180,226,322,947.88	208,168,160,960.86	-13.42%
Net assets attributable to shareholders of the Company (RMB)	76,042,424,523.91	76,576,224,624.99	-0.70%

V. The Differences between Chinese Accounting Standards and International Financial Reporting Standards

1. Differences in net profit and net asset attributable to shareholders in financial report disclosed in accordance with International Financial Reporting Standards and Chinese Accounting Standards.

☐ Applicable ☒ Not applicable

No difference during the reporting period.

2. Differences of net profit and net assets disclosed in financial reports prepared under Overseas Financial Reporting Standards and Chinese Accounting Standards.

☐ Applicable ☒ Not applicable

No difference during the reporting period.

3. Reasons for differences in accounting data under Chinese Accounting Standards and International Financial Reporting Standards.

☐ Applicable ☒ Not applicable

VI. Items and Amounts of Non-Recurring Gains and Losses

☒ Applicable ☐ Not applicable

Unit: RMB

Item	Amount	Illustration
Non-recurring items and amounts (including accrued reversal assets impairment part)	17,005,465.70	
Government subsidies included in the profit and loss of the current period (Except closely related to business operations, in accordance with the national unified standard quota or quantitative enjoyment of government subsidies)	459,703,127.00	

In addition to the effective hedging business related to the normal business of the company, the gains and losses from changes in fair value arising from the holding of trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities, and disposal of transactional financial assets, derivative finance Investment income from assets, trading financial liabilities, derivative financial liabilities and other debt investments	6,513,157.75	
Capital occupation fees charged to non-financial enterprises included in the current profit and loss	39,934,773.08	
Reversal of impairment provision for accounts receivable separately tested for impairment	13,740,181.00	
Other non-operating income and expenses other than the above items	63,249,847.29	
Other profit and loss items that meet the definition of non recurring gains and losses	280,869,304.04	
Subtract: Influenced amount of income tax	31,652,407.49	
Influenced amount of minority shareholders' equity (after tax)	34,858,708.65	
Total	814,504,739.72	--

The specific situation of other profit and loss items that meet the definition of non recurring gains and losses:

☒ Applicable ☐ Not applicable

Due to the implementation of Interpretation Announcement No. 1 on Information Disclosure of Companies that Offer Securities to the Public - Non recurring Gains and Losses, the non recurring gains and losses of the invested entity enjoyed by shares in the investment income accounted for by the equity method are recognized.

Explanation of why the Company reclassifies non-recurrent gain/loss as a recurrent gain/loss item listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Extraordinary Gain/Loss Items

☐ Applicable ☒ Not applicable

No such cases for the reporting period.

Chapter 3 Management Discussion and Analysis

I. The main business of the Company in the reporting period

1. Business overview

The Company is an automobile manufacturing company, and its main businesses include vehicle R&D, manufacturing and sales, as well as engine R&D and production. In parallel, it is actively advancing core electric vehicle technologies, including batteries, motors, and electronic control systems, along with intelligent innovations such as smart cockpits and advanced driver assistance systems. The Company also extends its presence to automotive lifestyle services, innovative marketing, and battery-swapping solutions. Furthermore, initiatives in auto finance, used vehicles, humanoid robots, and electric vertical take-off and landing (eVTOL) aircraft reflect its commitment to building a comprehensive and future-ready industrial ecosystem.

The Company has always adhered to the mission of "leading sustainable mobility and benefiting human life", firmly promoted Changan Automobile's Third Strategic Transformation Plan, and accelerated the transformation to an intelligent low-carbon mobility technology company. The Company actively develops intelligent connected new energy vehicles, and has built three NEV brands: CHANGAN, DEEPAL and AVATR. All three offer a broad range of powertrains capable of meeting various needs. In the field of internal combustion engine vehicles, the Company has launched a series of classic homegrown models including the CS series, EADO series, and UNI series; its joint ventures have a number of well-known products such as the all-new Ford Mondeo, the all-new Lincoln Nautilus, Mazda CX-5, and Mazda Axela. In the field of NEVs, it has created competitive models such as AVATR 07, AVATR 06, DEEPAL S05, DEEPAL S09, CHANGAN Q07, CHANGAN A06 and CHANGAN V919, and is committed to providing consumers with better products and service experience.

The Company firmly adheres to the coordinated development of independent research and development, and joint venture cooperation, operates its own automobile businesses such as CHANGAN UNI, CHANGAN NEVO, DEEPAL, AVATR and CHANGAN LCV with a strong focus on building iconic products. At the same time, it continues to deepen mutual trust and cooperation with partners through joint ventures such as Changan Ford and Changan Mazda.

2. Industry situation

In the first half of 2025, facing increasingly severe and complex international situation and uncertainties, China identified both strategic opportunities and challenges amid times of change. China is bestowed with solid economic fundamentals, inherent advantages, strong resilience and remarkable potential. Its long-term upward growth trajectory stays constant.

Favorable policies, ongoing technological innovation, and timely regulatory measures have kept China's automotive market on a steady growth trajectory. The industry landscape during the reporting period is summarized as follows:

In the first half of 2025, the automobile industry grew in a stable manner, with 15.653 million vehicles sold, marking a year-on-year increase of 11.4%. Specifically, 13.531 million passenger cars were sold in the first half of the year, up 13.0% year on year, among which 6.535 million were new energy vehicles, up 39.0% year over year. With regards to market concentration, between January and June, top 15 carmakers in China by sales sold a total of 14.434 million vehicles, up 9.8% year over year and representing a combined market share of 92.2%. This indicates that top performers command an insurmountable advantage in scale.

(The above data/information comes from the *China Automobile Industry Production and Sales Express* published by the China Association of Automobile Manufacturers and its industry information release.)

3. The Company's market performance

In the first half of 2025, facing the severe and complex international environment and changing market dynamics, the Company adhered to the Third Strategic Transformation Plan. In the fierce competition, it made steady progress while taking every opportunity to seek strategic transformation. In the first half of 2025, the Company sold 1.355 million vehicles, up 1.6% year on year and a record high in eight years. Sales of new energy vehicles reached 452,000 units, up 49.1% year on year, outpacing the overall industry growth rate. Sales outside of China reached 299,000 units, up 5.1%.

During the period, the Company accelerated its transformation toward an intelligent low-carbon mobility technology company. In terms of electrification, the Company made new progress with its Green Plan. Its prototype full-solid-state battery went through testing and an entire supply chain consisting of cell assembly, battery packaging and onboard installation has taken shape. Local operations gained further momentum as the Company's Thai facility rolled out proprietary electronic control units. Other facilities became more efficient and eco-friendlier through the adoption of photovoltaic solar power systems. In terms of intelligence, the Company announced its Intelligent Plan 2.0 and related technologies such as SDA Pilot, SDA Cockpit and SDA Chassis. DEEPAL announced a full suite of driver assist solutions, culminating in DEEPAL AD PRO. It also brought Huawei ADS to more users through a partnership with Huawei, and accelerated the development of intelligent data capabilities through its collaborations with Tencent. The CHAGNAN SDA Lab achieved multiple experimental clusters over worldwide simulations, human factor engineering and hardware testing, necessary to make intelligent connected vehicles safer. The Lab is the first to be certified SGS Witness Test Lab in China and is looking to expand worldwide. In terms of globalization, the Vast Ocean Plan made steady progress, and the European launch event was held in Germany to mark the Company's entry into the European market. Rayong Factory's beginning of operation coincided with Changan's global cumulative production totaling 28.59 million vehicles, further accelerating localized operations. DEEPAL S07, DEEPAL G318 and DEEPAL S05 are now available in the UAE. A new spare parts warehouse in Rayong, Thailand has been established to enhance service capabilities worldwide.

Facing stiffer market competition, the Company is more committed to new media and is working hard to increase operational efficiency. All marketing channels are being explored to communicate product highlights. Customers have always been treated with utmost respect through Changan Premium Service Experience. Worldwide customer care through "with U" received significant upgrade.

Various market actions were taken in response to changing market dynamics. In June, the Company's monthly sales of NEVs once again exceeded 100,000 units, and worldwide deliveries of DEEPAL vehicles exceeded 500,000. CHANGAN Q07 received 31,057 orders in its first month after launch, and maintained monthly sales of over 10,000 units. DEEPAL S09 received 10,000 orders on the 8th day of pre-order. The latest CHANGAN A07 grossed as many as 8,000 vehicles in monthly sales. Retail data shows the fourth-generation CS75 PLUS performed well in the first half of 2025 among compact Chinese ICE SUVs. CHANGAN A07 ranked top among mid-sized Chinese NEVs. In addition, the Company earnestly fulfilled its role as a central state-owned enterprise by implementing national ministry directives, settling suppliers' accounts within 60 days to support the cash flow of smaller enterprises, enhance supply chain synergy, and drive the healthy development of the broader industry.

II. Core Competence Analysis

(1) Cultural leadership capabilities. The Company is set for long-term growth owing to its heritage of innovation, inclusiveness, rationality and perseverance. Its growth was rooted in 1984, when the Company answered the call to embrace civilian business and started carmaking from scratch. The Company initiated its second business transformation in 2003 to expand into homegrown passenger cars and global markets, which led to significant advancements in both scale and technology. The third business venture began in 2017 as the Company transformed toward an intelligent low-carbon mobility technology company through the Green Plan, Intelligent Plan and Vast Ocean Plan. The Company then created DEEPAL and AVATR as it strived to become a world-class carmaker. The cultural heritage always drove the Company forward as it raised the profile of all Chinese carmakers.

(2) Strategic and executive capabilities. The Company makes yearly budget, three-year outlook, five-year plan and ten-year vision. It made serious preparations for the 15th Five-Year Plan with better strategic planning, clearer strategic pathways, concrete actions and dedication to fulfillment of tasks. In terms of electrification, the Company accelerated build-up of homegrown supply chains and R&D of Golden Shield Battery 2.0 as well as distributed e-drive. In terms of intelligent technologies, the Company announced Intelligent Plan 2.0, launched end-to-end large model generalization testing, and advanced its driver-assistance capabilities. It also made inroads into humanoid robots, eVTOLs and other emerging areas to craft new productive forces. Equity and fund investment were also on the agenda as the Company increased holdings of AVATR and CHANGAN LCV, invested in Chongqing Tailan New Energy Co., Ltd. and other technology companies to strengthen long-term technical coordination and consolidate resources. The Company remained committed to a variety of powertrains amid heated competition. It entered a new phase in its transformation toward an intelligent low-carbon mobility technology company following progress made in all three major Plans.

(3) Talent and organizational capabilities. The Company continued strengthening its global HR systems to energize organizational innovation. Improvement was made to the organization under the principle of "lean headquarters, business clusters, independent brands and shared growth." The Company refined incentive schemes and reinforced goal-oriented performance management. The same is done to organizations abroad to focus resources on key markets while systematic reforms took place. Recruitment efforts were ramped up in new media operations, international operations, brand promotions, eVTOLs and humanoid robots, while right people were assigned to the right post.

(4) Scientific and technological R&D capabilities. Innovation continued to fuel the Company's growth as R&D systems improved and yielded many good results. In terms of intelligence, the Company introduced SDA Chassis, SDA Pilot and SDA Cockpit. Solutions under 45 use cases were developed, enabling vehicles to pull out of perpendicular spots and keep driving even with a flat tire. Progress was made on central computing platforms, Ethernet ring network communication and other key technologies. The system became safer and more reliable, and driver assist features more accessible thanks to the Company's universal DDS (data distribution service) protocol stack, a first in China. In terms of NEV technologies, the Company enhanced its Golden Shield battery system. Its high-voltage superfast charging, now in full production, could recharge its batteries from 30% to 80% under 10 minutes. It built New BlueCore 3.0, Kunlun Range Extender, SDA Range Extender and pioneered an integrated REEV-PHEV system in a single vehicle. The Company's R&D strength ranked the first in the industry in the evaluation of the National Enterprise Technology Center in the seventh consecutive evaluations for 14 years. By June 30, 2025, the Company held over 12,000 valid patents worldwide, including more than 4,100 invention patents.

(5) Global deployment capabilities. The Company stayed committed to long-termism, local operations, system building and community-wide efforts. Its global expansions and Vast Ocean Plan made steady progress as its worldwide governance improved. Worldwide manufacturing capabilities grew further following entry into operations of the Rayong Factory in Thailand. The Company broadened its reach in more countries since its European brand launch. A spare parts depot was added in Rayong, Thailand. A worldwide service system took shape as five central hubs worldwide and 82 local depots were built. An eight-step management model from order placement to delivery made logistics more efficient and bolstered the Company's worldwide logistics.

III. Analysis of Main Business

Overview

Whether it is the same as the company's main business disclosure during the reporting period

√ Yes □ No

Please refer to the relevant content of "I. The main business of the Company in the reporting period" in chapter 3 of this report.

Y-o-Y changes in key financial data

Unit: RMB

	The reporting period	The same period of last year	YoY change (%)
Operating revenue	72,691,310,387.08	76,722,649,723.79	-5.25%
Operating cost	62,093,645,283.41	66,134,307,155.12	-6.11%
Sales expense	4,361,492,467.23	3,077,988,414.27	41.70%
General and administrative expenses	2,228,013,321.96	2,426,863,860.79	-8.19%
R&D expenses	3,283,657,283.48	2,912,092,313.40	12.76%
Financial expenses	-1,956,937,280.34	-549,385,364.01	-256.20%
Investment income	115,023,949.01	350,711,425.33	-67.20%
Other income	1,006,136,643.63	1,442,510,651.32	-30.25%
Non-operating Income	90,081,260.28	46,291,779.69	94.59%
Income tax expense	376,316,886.76	65,628,900.78	473.40%
Subtotal of cash inflow from operating activities	-8,607,196,790.27	3,435,100,740.53	-350.57%
Subtotal of cash inflow from investment activities	-3,026,061,124.97	5,675,407,284.92	-153.32%
Net cash flow from financing activities	257,144,644.23	-3,308,164,902.30	107.77%
Net increase in cash and cash equivalents	-11,088,386,537.51	5,623,797,868.72	-297.17%

During this reporting period, the changes in "Sales expense" are primarily due to an increase in sales service fees resulting from the rise in new energy product sales volume, as well as increased advertising expenses from new product launches, market promotion, and brand promotion activities. The fluctuations in "Financial expenses" are mainly attributed to an increase in foreign exchange gains and interest income. The variations in "Investment income" stem from a decrease in profits from joint ventures. The changes in "Other income" are primarily due to a reduction in government subsidies received during this period. The fluctuations in "Non-operating income" are attributed to the impact of recognizing negative goodwill from investments in joint and associated companies during this period. The changes in "Income tax expenses" are mainly due to an increase in tax accounting differences during this period. The variations in "Subtotal of cash inflow from operating activities" are primarily due to implementing national policies, which resulted in shortening the payment terms for suppliers. The fluctuations in "Net cash flow from financing activities" are mainly attributed to the fact that last year's term deposits matured and were converted into current deposits, with no such occurrences this year. The changes in "Net cash flow from financing activities" are primarily due to the dividend payments by the company, which have not been made during this period. The variations in "Net increase in cash and cash equivalents" are mainly due to a decrease in both the net cash flow from operating activities and the net cash flow from investing activities during this period.

Major changes on profit composition or profit resources in reporting period

☐ Applicable ☒ Not applicable

The composition or sources of the company's profits did not experience significant changes during the reporting period.

Composition of the operating revenue

	The reporting period		The same period of last year		YoY change (%)
	Amount (RMB)	Proportion of operating revenue (%)	Amount (RMB)	Proportion of operating revenue (%)	
Operating revenue	72,691,310,387.08	100%	76,722,649,723.79	100%	-5.25%
By industry					
Automotive business	72,691,310,387.08	100%	76,722,649,723.79	100%	-5.25%
By product					
Vehicles	69,509,129,359.35	95.62%	72,857,083,609.60	94.96%	-4.60%
Services and others	3,182,181,027.73	4.38%	3,865,566,114.19	5.04%	-17.68%
By region					

China	60,417,330,487.94	83.11%	59,820,525,384.76	77.97%	1.00%
Overseas	12,273,979,899.14	16.89%	16,902,124,339.03	22.03%	-27.38%

The business, products and regions accounting for over 10% of the Company's operating revenue or operating profit

√ Applicable □ Not applicable

	Operating Revenue (RMB)	Operating Cost (RMB)	Gross margin (%)	YoY increase/decrease of operating income (%)	YoY increase/decrease of operating cost (%)	YoY increase/decrease of gross margin (%)
By business						
Automotive business	72,691,310,387.08	62,093,645,283.41	14.58%	-5.25%	-6.11%	0.78%
By product						
Vehicles	69,509,129,359.35	59,426,242,608.30	14.51%	-4.60%	-5.74%	1.04%
By region						
China	60,417,330,487.94	52,547,908,149.61	13.03%	1.00%	-2.29%	2.93%
Overseas	12,273,979,899.14	9,545,737,133.80	22.23%	-27.38%	-22.73%	-4.68%

Where the statistical caliber of the main business data of the Company is adjusted, the data is subject to the main business data after adjustment according to the caliber of the end of the report period in the latest year.

□ Applicable √ Not applicable

IV. Analysis of Non-Main Business

√ Applicable □ Not applicable

	Amount (RMB)	Proportion of profits (%)	Explanation	Whether it is sustainable or not
Investment income	115,023,949.01	5.30%	Please refer to the Item 57, Note 7 "Investment income" in the In Chapter 10 of this report.	Yes
Profits or losses of fair value change	6,513,157.75	0.30%		No
Impairment losses on assets	-49,093,178.82	-2.26%	Please refer to the Item 59, Note 7 "Impairment losses on assets" in the In Chapter 10 of this report.	No
Non-operating income	90,081,260.28	4.15%		No
Non-operating expenses	26,831,412.99	1.24%		No

V. Analysis of Assets and Liabilities

1. Major Changes in Asset Composition

	30 June 2025		31 December 2024		Increase/Decrease in Proportion (%)
	Amount (RMB)	Proportion of total assets (%)	Amount (RMB)	Proportion of total assets (%)	
Monetary fund	52,829,884,518.42	29.31%	64,182,095,662.74	30.83%	-1.52%
Note Receivable	25,556,794,627.72	14.18%	45,580,904,582.72	21.90%	-7.72%
Accounts Receivable	6,628,268,326.16	3.68%	3,398,477,724.75	1.63%	2.05%

Contract assets	134,870,162.74	0.07%	592,426,824.74	0.28%	-0.21%
Inventories	16,978,733,349.13	9.42%	17,081,370,658.58	8.21%	1.21%
Investment property	5,855,936.14	0.00%	5,969,291.92	0.00%	0.00%
Long-term equity investment	20,942,690,120.36	11.62%	18,525,675,882.50	8.90%	2.72%
Fixed assets	21,113,723,725.32	11.72%	21,773,526,063.55	10.46%	1.26%
Construction in progress	1,820,626,823.39	1.01%	1,596,384,269.60	0.77%	0.24%
Right-of-use assets	235,257,110.02	0.13%	273,297,841.75	0.13%	0.00%
Short-term loans	51,473,034.14	0.03%	40,036,055.69	0.02%	0.01%
Accounts Payable	25,225,193,216.25	14.00%	43,835,671,129.12	21.06%	-7.06%
Contract liabilities	7,035,330,896.06	3.90%	10,887,896,995.49	5.23%	-1.33%
Long-term loans			36,000,000.00	0.02%	-0.02%
Lease liabilities	208,163,631.20	0.12%	269,211,409.06	0.13%	-0.01%

During this reporting period-end, the variation in "Notes Receivable" was primarily influenced by the endorsement and transfer of bills as well as collections upon maturity. The change in "Accounts Receivable" was mainly due to increased support for dealers to address intense market competition. The fluctuation in "Accounts Payable" was primarily driven by the implementation of national policies, resulting in shorter payment terms for suppliers. The variation in "Contract Liabilities" was mainly attributed to the write-off of advance payments by dealers through draft initiation.

2. Major overseas assets

☐ Applicable ☒ Not applicable

3. Assets and liabilities measured at fair value

☒ Applicable ☐ Not applicable

Unit: RMB

Item	Opening Balance	Changes in Fair Value Gains and Losses in Current Period	Accumulated Fair Value Changes Included in Equity	Provision for Impairment in Current Period	Amount of Purchase in Current Period	Amount of Sales in Current Period	Other Changes	Closing Balance
Financial assets								
1. Financial assets held for trading (excluding derivative financial assets)	155,013,154.45	6,513,157.75						161,526,312.20
2. Investments in other equity instruments	496,524,273.53				202,662,447.46			699,186,720.99
Subtotal financial assets	651,537,427.98	6,513,157.75			202,662,447.46			860,713,033.19
Total	651,537,427.98	6,513,157.75			202,662,447.46			860,713,033.19

Note: The trading financial assets and investments in other equity instruments in the table above are detailed in "2. Trading Financial Assets" and "12. Investments in Other Equity Instruments" in Note 7 of the Financial Statements.

Whether there are major changes on measurement attributes for main assets of the Company in reporting period

☐ Yes ☒ No

4. Property rights limits by the end of report period

Unit: RMB

Item	Book Value at the End of This Year	Limited Reason
------	------------------------------------	----------------

Monetary fund	643,894,542.93	Security Deposit and Other Liabilities
Notes receivable	5,194,488,159.96	Note Pledg
Total	5,838,382,702.89	

VI. Analysis of Investment

1. Overall situation

√ Applicable □ Not applicable

Investment in the reporting period (RMB)	Investment amount in the same period of last year (RMB)	YoY Change (%)
4,756,478,732.84	2,143,011,243.97	121.95%

2. The major equity investment obtained in reporting period

□ Applicable √ Not applicable

3. The ongoing major non-equity investment in reporting period

□ Applicable √ Not applicable

4. Investment of Financial Assets

(1) Security investments

√ Applicable □ Not applicable

Security type	Stock code	Abbreviation	Initial investment cost (RMB)	Accounting measurement model	Book value at the beginning of the reporting period (RMB)	Gains and losses from changes in fair value during the period (RMB)	Accumulated fair value changes included in equity (RMB)	Purchase amount during the reporting period (RMB)	Sales amount during the reporting period (RMB)	Gains and losses of the reporting period (RMB)	Book value at the end of the reporting period (RMB)	Accounting subject	Source of funds
Stock	301215	CPG Securities	98,999,997.80	Fair value measurement	155,013,154.45	6,513,157.75	0.00	0.00	0.00	7,866,357.45	161,526,312.20	Trading financial assets	Self-owned funds
Total			98,999,997.80	--	155,013,154.45	6,513,157.75	0.00	0.00	0.00	7,866,357.45	161,526,312.20		

(2) Derivative investments

□ Applicable √ Not applicable

5. Use of raised funds

√ Applicable □ Not applicable

(1) Overall use of raised funds

√ Applicable □ Not applicable

Unit: 10,000 RMB

Fundraising year	Types of raise	Securities listing date	Total funds raised	Net amount of raised funds	The used amount of total funds raised in the current period	Total accumulated use of funds raised	Proportion of raised funds utilized by the end of the reporting period	The total amount of raised funds with purpose changed in reporting period	Cumulative total amount of raised funds with purpose changed	Proportion of total raised funds with purpose changed	The total amount of unused funds	The purpose and placement of the unused funds	Amount of funds raised idle for more than two years
2020	Non-public offering of shares	October 26, 2020	600,000.00	598,608.41	3,566.27	607,621.34	101.51%	0.00	160,545.86	26.82%	0.00	-	0.00

Total	-	-	600,000.00	598,608.41	3,566.27	607,621.34	101.51%	0.00	160,545.86	26.82%	0.00	-	0.00
-------	---	---	------------	------------	----------	------------	---------	------	------------	--------	------	---	------

Description of the overall use of raised funds

1. The board of directors of the Company believes that the Company has disclosed the storage and actual use of the Company's raised funds in a timely, true, accurate and complete manner in accordance with the "Self-Regulatory Guidelines for Listed Companies on the Shenzhen Stock Exchange No. 1 - Standardized Operation of Listed Companies on the Main Board" and relevant format guidelines. There are no violations in the management of raised funds. The Company has faithfully fulfilled its obligation to disclose the investment direction and progress of the raised funds.

2. The net amount of raised funds after deducting other issuance expenses is RMB 5,986.08 million, the actual net amount of raised funds after adjustment is RMB 6,039.30 million. The Company used the raised funds of RMB 3,252.08 million, RMB 747.22 million, RMB 693.30 million, RMB 1,278.67 million and RMB 69.28 million respectively in 2020, 2021, 2022, 2023 and 2024. As of June 30th, 2025, the Company has used a total of RMB 6.07 billion of the raised funds.

3. During the reporting period, the Company closed the above-mentioned projects when the "H Series Phase V, NE1 Series Phase I Engine Production Capacity Construction Project" and "New Generation Energy-saving Product Transformation and Upgrading Project" of the project invested with raised funds meet the closing conditions. At the same time, in order to improve the efficiency of the use of funds, the Company will permanently supplement the working capital of 5.6864 million yuan (including interest income, etc.) to support the main business development of the Company. According to the relevant provisions of the Shenzhen Stock Exchange Guidelines for Self-regulation and Supervision of Listed Companies No.1 - Standardized Operation of Main Board Listed Companies (Revised in 2025), after the completion of a single or all raised funds investment project, the working capital shall be permanently supplemented with the raised funds. If the saved funds (including interest income) are less than 5 million yuan or less than one percent of the net raised funds of the project, the relevant review procedures may be exempted.

(2) Use of the raised funds in committed projects

√ Applicable □ Not applicable

Unit: 10,000 RMB

Name of financing project	Securities listing date	Committed projects and placement of extra funds raised	Nature of Project	Whether the project has been changed	Total committed investment of raised funds	Adjusted total investment (1)	Amount invested this period	Cumulative investment amount as of the end of the period (2)	Investment progress as of the end of the period% (3) = (2)/(1)	Whether the project has reached the intended usable state	Benefits realized this period	Benefits realized by the end of the reporting period	Whether it meets the expected return	Whether the feasibility of the project has changed significantly
Committed projects														
Issue of shares to specific objects in 2020	October 26, 2020	H series fifth phase, NE1 series first phase engine production capacity construction project	Production construction	Yes	141,568.38	103,313.68	-	103,922.78	100.37%	Yes	80,387.05	985,301.30	Not applicable	No
		Crash Laboratory Capacity Upgrade Project	R&D project	Yes	11,505.75	8,251.85	-	8,342.63	101.10%	Yes	Not applicable	Not applicable	Not applicable	No
		CD569 production line construction project	Production construction	Yes	15,576.22	9,418.59	-	9,616.70	102.10%	Yes	3,929.72	85,864.91	Not applicable	No
		Hefei Changan Automobile Co., Ltd. adjustment and upgrade project	Production construction	Yes	249,958.06	142,399.78	3,566.27	142,980.10	94.09%	Yes	14,658.21	172,487.63	Not applicable	No
		Supplementary working capital	Supplementary current	No	180,000.00	180,000.00	-	180,000.00	100.00%	No	Not applicable	Not applicable	Not applicable	No
		New generation energy-saving product transformation and upgrading project	R&D project	No	-	160,545.86	-	162,759.13	101.38%	No	Not applicable	Not applicable	Not applicable	No
Total					598,608.41	603,929.76	3,566.27	607,621.34	-	-	-	-	-	
Explain the situation and reasons for not reaching the planned schedule and expected benefits (including the reasons for		The calculation period of the economic benefits realized in the reporting period is from January to June 2025, and the calculation period is less than one full year; Considering the obvious seasonal fluctuation characteristics of automobile sales. Therefore, the "whether the expected benefits have been achieved" of the project in the reporting period is not applicable.												

"whether the expected benefits have been achieved" and for selecting "not applicable")	
Description of major changes in the feasibility of the project	This was not the case during the reporting period.
The amount, use and progress of extra raised funds	Not applicable
There are situations where the use of raised funds is changed without authorization and the raised funds are occupied in violation of regulations	This was not the case during the reporting period.
Change in implementation location of the committed projects	This was not the case during the reporting period.
Adjustment to implementation method of committed project	This was not the case during the reporting period.
Upfront investment and replacement of committed projects	On November 18th, 2020, the Ninth Meeting of the Eighth Session of the Board of Directors of the Company reviewed and approved the "Proposal on the Use of Raised Funds to Replace Early Investment in Self-Owned Funds", and agreed to use raised funds of RMB 1,378,818,553.05 to replace pre-invested sell-raised funds for the project. The replacement of the raised funds has been verified by the Ernst & Young Hua Ming (2020) Special Zi No. 60662431_D05 special report issued by Ernst & Young Hua Ming Certified Public Accountants (special general partnership).
Use of idle raised funds for temporary supplement of working capital	This was not the case during the reporting period.
Amount and cause of surplus of funds raised for project implementation	<p>The company's original plan for four fundraising projects, including the H-series Phase V and NE1 series Phase I engine production capacity construction project, collision testing laboratory capacity upgrading construction project, CD569 production line construction project, and Hefei Changan Automobile Co., Ltd. adjustment and upgrading project, resulted in some savings compared to the previous plan. The main reason is that the company reduced the actual investment amount through the localization of imported equipment during the project implementation process; At the same time, in order to continuously improve the quality of operation, the company has continuously optimized the plan during the project construction process and implemented lean investment process management, achieving control over investment scale and pace. Based on the company's long-term strategic planning and current development needs, and after comprehensive analysis, in order to further improve the efficiency of the use of raised funds, the company has adjusted the investment scale of the original raised funds investment project and allocated the remaining funds of RMB 1,605.46 million to the company's new generation energy-saving product transformation and upgrading project.</p> <p>During the reporting period, the Company closed the above-mentioned projects when the "H Series Phase V, NE1 Series Phase I Engine Production Capacity Construction Project" and "New Generation Energy-saving Product Transformation and Upgrading Project" of the project invested with raised funds meet the closing conditions. At the same time, in order to improve the efficiency of the use of funds, the Company will permanently supplement the working capital of 5.6864 million yuan (including interest income, etc.) to support the main business development of the Company. According to the relevant provisions of the Shenzhen Stock Exchange Guidelines for Self-regulation and Supervision of Listed Companies No.1 - Standardized Operation of Main Board Listed Companies (Revised in 2025), after the completion of a single or all raised funds investment project, the working capital shall be permanently supplemented with the raised funds. If the saved funds (including interest income) are less than 5 million yuan or less than one percent of the net raised funds of the project, the relevant review procedures may be exempted.</p>
The purpose and placement of the unused raised funds	The surplus of raised funds totaling RMB 56.864 million (including interest income, etc.) has been transferred to the company's main account (3100022409022101134), serving as a permanent addition to working capital to support the development of the Company's core business. As of June 30, 2025, there are no remaining unused raised funds.
Defects and other problems in utilization and disclosure	This was not the case during the reporting period.

of the raised funds	
---------------------	--

(3) Changes of projects supported by raised funds

√ Applicable □ Not applicable

Unit: 10,000 RMB

Name of financing project	Types of raise	Changed project	The commitment of the original project	Total amount of funds to be invested in the project after the change (1)	The amount actually invested during the reporting period	Actual cumulative investment amount as of the end of the period (2)	Investment progress as of the end of the period (%) (3)=(2)/(1)	The date when the project reached the intended availability status	Benefits achieved during the reporting period	Whether the expected benefits have been achieved	Significant changes in the feasibility of the project after the change
Issue of shares to specific objects in 2020	Non-public offering of shares	A new generation of energy-saving products transformation and upgrading projects	1. H series fifth phase, NE1 series first phase engine production capacity construction project 2. Crash Laboratory Capacity Upgrade Construction Project 3. CD569 production line construction project 4. Hefei Changan Automobile Co., Ltd. adjustment and upgrade project	160,545.86	-	162,759.13	101.38%	In the year of 2024	Not applicable	Not applicable	No
Total			--	160,545.86	-	162,759.13	--	--	--	--	--
Reasons for change, decision-making procedures and information disclosure (by specific project)			<p>1. The company's original plan for four fundraising projects, including the H-series Phase V and NE1 series Phase I engine production capacity construction project, collision testing laboratory capacity upgrading construction project, CD569 production line construction project, and Hefei Changan Automobile Co., Ltd. adjustment and upgrading project, resulted in some savings compared to the previous plan. The main reason is that the company reduced the actual investment amount through the localization of imported equipment during the project implementation process; At the same time, in order to continuously improve the quality of operation, the company has continuously optimized the plan during the project construction process and implemented lean investment process management, achieving control over investment scale and pace. Based on the company's long-term strategic planning and current development needs, and after comprehensive analysis, in order to further improve the efficiency of the use of raised funds, the company has adjusted the investment scale of the original raised funds investment project and allocated the remaining funds of RMB 1,605.46 million to the company's new generation energy-saving product transformation and upgrading project.</p> <p>2. Decision-making procedure: The Company held the 38th meeting of the 8th Board of Directors on April 26th, 2022, and approved the proposal of "Adjusting and Changing the Use of Part of the Raised Funds". The proposal has yet to be submitted to the Company's General Meeting of Shareholders for consideration.</p> <p>3. Information disclosure: Please refer to the announcement of "Adjusting and Changing the Use of Part of the Raised Funds" on http://www.cninfo.com.cn (Announcement Number: 2022-23).</p>								
Reasons for failure to meet the planned schedule or projected benefits (by project)			Not applicable								
Description of significant changes in the feasibility of the project after the change			Not applicable								

VII. Sale of significant Assets and Equity**1. Sale of significant assets**

□ Applicable √ Not applicable

2. Sale of significant equity

□ Applicable √ Not applicable

VIII. Analysis of Major Shareholding and Joint Stock Companies

√ Applicable □ Not applicable

Major subsidiaries and shareholding companies that have an impact of more than 10% on the company's net profit

Unit: 10,000 RMB

Name	Type	Main businesses	Registered capital	Total assets	Net assets	Operating revenue	Operating profit	Net profit
Chongqing Changan Automobile Customer Service Co., Ltd.	Subsidiary	Automotive spare parts	3,000	245,809	113,433	250,913	65,036	55,166
MOBITECH Co., Ltd.	Subsidiary	Exports and services of automobiles, components, and technology	4,900	565,048	56,554	589,672	49,956	47,224
Chongqing Changan Automobile International Sale Service Co., Ltd.	Subsidiary	Exports and services of automobiles, components, and technology	142,276	1,238,321	252,208	343,712	37,622	32,642
Chongqing Lingyao Automobile Co., Ltd.	Subsidiary	Produce and sell auto and parts	133,764	523,343	194,704	499,975	26,057	27,352
Changan Ford Automobile Co., Ltd.	Joint Stock Company	Produce and sell auto and parts	USD 24,100	2,266,616	242,281	1,816,034	86,551	75,324

Subsidiaries acquired and sold in the reporting period

□ Applicable √ Not applicable

Description of major holding and participating companies

During the reporting period, Chongqing Changan Automobile Customer Service Co., Ltd. saw its overall spare parts sales scale grow due to the gradual increase in car sales, higher terminal inventory, and corresponding growth in car maintenance, repair, and related after-sales services, which in turn improved company profits. Chongqing Changan Automobile International Sales Service Co., Ltd. and MOBITECH Co., Ltd., responsible for the company's export business, experienced a decline in overall profits compared to the previous year due to increased competitive pressures in the main market, necessitating greater resource allocation. Chongqing Lingyao Automobile Co., Ltd. benefited from higher sales volume and optimized product structure, resulting in a positive profit trend year-over-year. Changan Ford Automobile Co., Ltd., however, saw reduced profits primarily due to declining sales of the Lincoln brand.

IX. Structural main business under the company control

□ Applicable √ Not applicable

X. Possible risks and corresponding measures

At present, the international political and economic environment is becoming more complex and challenging in two ways. First, conflicts become more frequent, which affects regional political and economic stability. Second, as tariffs rise, the multilateral trading system is impeded, affecting stability of global supply chains. As the Vast Ocean Plan gathered pace at a larger scale, challenges and risks of going global abound.

1. Risks of cost control

Tariffs may make certain imported parts more costly, adding pressure to cost control. Uncertainties arising from tariffs also affect local investments by manufacturers of parts and the stability of broader supply chains.

Countermeasures: In terms of automotive software and chips, the Company continues to strengthen core technology research to adopt domestic products over imports. The Company is also committed to a new ecosystem by building a complete and sustainable new supply chain with minimal risks.

2. Risks of market volatilities

Tariffs may diminish competitiveness of Chinese exports in certain markets. A shift in global trade dynamics may stir market demands as purchase power is impacted.

Countermeasures: The Company followed domestic and international developments closely over politics, economics, social aspects, environments, laws and regulations, for which daily, weekly and monthly reports were routinized. A task force was assembled to track changes in policies and markets and analyze potential risks, so that countermeasures could be developed promptly.

XI. Implementation of Market Value Management System and Valuation Improvement Plan

Whether the company has established the market value management system.

☒ Yes ☐ No

Whether the company has disclosed the valuation improvement plan.

☐ Yes ☒ No

On April 9, 2025, the 40th meeting of the 9th Board of Directors of the Company deliberated and adopted the Proposal on Formulation of Market Value Management System. In order to strengthen the market value management of the Company, further standardize the market value management of the Company, and effectively improve the investment value of the Company and the return ability of shareholders, the Company has formulated the Market Value Management System of Chongqing Changan Automobile Co., Ltd. in accordance with the Company Law of the People's Republic of China, Securities Law of the People's Republic of China, Several Opinions of the State Council on Strengthening Supervision and Preventing Risks and Promoting the High-quality Development of Capital Market, Several Opinions on Improving and Strengthening the Market Value Management of Listed Companies Controlled by Central Enterprises, Regulatory Guidance No. 10 - Market Value Management of Listed Companies and other laws and regulations, normative documents and Articles of Association of the Company.

XII. Implementation of the “Parallel Improvement of Quality and Return” Initiative

Whether the company has disclosed the announcement of the action plan of “Parallel Improvement of Quality and Return”.

☒ Yes ☐ No

In order to implement the guiding ideology of “revitalizing the capital market and boosting investor confidence” proposed by the Politburo meeting of the Communist Party of China Central Committee, better play the “three roles” of central enterprises in scientific and technological innovation, industrial control, and security support, safeguard the interests of all shareholders, enhance investor confidence, and promote the long-term healthy and sustainable development of the company, the company has formulated the “Parallel improvement of quality and return” action plan. The specific measures include firmly guiding the strategy to accelerate the transformation into an intelligent low-carbon travel technology company, improving the standard operation level of corporate governance, strengthening information disclosure to enhance transparency, and valuing shareholder returns to improve investor satisfaction. For details, please refer to the Announcement on “the Action Plan for Parallel Improvement of Quality and Return” (Announcement No. 2024-13) disclosed by the company on Juchao Information Network (www.cninfo.com.cn) on March 7, 2024. In addition, on April 18, 2024, the Company disclosed the Announcement on “the Progress of the Action Plan for Parallel Improvement of Quality and Return” (Announcement No. 2024-26).

The company places great emphasis on actively returning value to shareholders, increasing dividend frequency, and sharing the fruits of its business operations and development with its shareholders. In accordance with the profit distribution policies stipulated in relevant regulations such as the *Company Law* and the *Articles of Association*, and taking into consideration the company's actual circumstances and developmental needs, the proposed interim profit distribution plan for 2025 mid term is as follows: Based on a total issued share capital of 9,914,086,060 shares, the company proposes to distribute a cash dividend of RMB 0.50 (inclusive of taxes) per 10 shares to all shareholders, with a total cash dividend payout of RMB 495,704,303.00 (inclusive of taxes). No stock dividends will be issued, and no capital reserve fund will be allocated to increase the share capital. Additionally, based on full recognition of the company's long-term investment value and future growth potential, and to enhance investor confidence and protect the interests of a wide range of investors through concrete actions, the company and certain directors and senior executives of its indirect controlling shareholder, China Changan Automobile Group Co., Ltd., plan to increase their holdings of the company's A-shares starting from August 12, 2025, within the next six months, through centralized competitive trading via the Shenzhen Stock Exchange trading system. The total amount for the share buyback will be not less than RMB 5.7 million.

The company adheres to the principles of openness, fairness, and justice in actively managing investor relations. By establishing a multi-level, positive interactive mechanism, it strives to maintain favorable relations between the company and its investors. Firstly, the company engages with investors through various forms of online and offline interactions, including on-site receptions, visits and research opportunities, teleconferences, and the “Interactive Easy” platform on the Shenzhen Stock Exchange. These efforts enhance investors' understanding and recognition of the company's important strategic initiatives in areas such as new energy, intelligence, and globalization. Secondly, leveraging significant brand activities, the company organizes specialized exchanges and dedicated test drives for investors. These activities help investors gain insights into the company's long-term investment value. Thirdly, the company regularly holds earnings briefings to discuss its performance. Notably, the 2024 annual earnings briefing was streamed live using digital technology, showcasing the company's steady progress in transformation, improvement in operational quality, and other highlights. This effectively conveyed the company's value to stakeholders. The company plans to hold a 2025 mid-year earnings briefing via the “Cloud Interview” column on the Shenzhen Stock Exchange's “Interactive Easy” platform from 3:00 PM to 4:00 PM on August 25. We warmly welcome investors to actively participate.

XIII. Reception Research, Communication, Interviews and Other Activities during the Reporting Period

Date	Reception	Research	Type of	Main contents of	Index
------	-----------	----------	---------	------------------	-------

	place	Type	Research Object	discussion and information provided	
15 January 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	For details, see Changan Automobile: Record Sheet of Investor Relations Activities on January 15, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on January 15, 2025.
17 January 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	For details, see Changan Automobile: Record Sheet of Investor Relations Activities on January 17, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on January 17, 2025.
24 January 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	See Changan Automobile: Record Sheet of Investor Relations Activities on January 24, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on January 24, 2025 for details.
5 February 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	See Changan Automobile: Record Sheet of Investor Relations Activities on February 5, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on February 5, 2025 for details.
12 February 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	See Changan Automobile: Record Sheet of Investor Relations Activities on February 12, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on February 12, 2025 for details.
18 February 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	See Changan Automobile: Record Sheet of Investor Relations Activities on February 18, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on February 18, 2025 for details.
27 February 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	For details, see Changan Automobile: Record Sheet of Investor Relations Activities on February 27, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on February 27, 2025.
5 March 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	See Changan Automobile: Record Sheet of Investor Relations Activities on March 5, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on March 5, 2025 for details.
March 11, 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	See Changan Automobile: Record Sheet of Investor Relations Activities on March 11, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on March 11, 2025 for details.
April 11, 2025	Network platform	Field investigation and live broadcasting	Other	Operation and planning of the Company	See Changan Automobile: Record Sheet of Investor Relations Activities on April 11, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on April 14, 2025 for details.
April 28, 2025	"Interactive" platform "Cloud interview" column	Text live broadcast	Other	Operation and planning of the Company	See Changan Automobile: Record Sheet of Investor Relations Activities on April 28, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on April 30, 2025 for details.
22 May 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	See Changan Automobile: Record Sheet of Investor Relations Activities on May 22, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on May 22, 2025 for details.
18 June 2025	Company Meeting Room	Field investigation	Institution	Operation and planning of the Company	See Changan Automobile: Record Sheet of Investor Relations Activities on June 18, 2025 published on http://irm.cninfo.com.cn of Shenzhen Stock Exchange on June 18, 2025 for details.

Chapter 4 Corporate Governance, Environment and Social Responsibility

I. Departure and Hiring information of the directors, supervisors and senior manager

√ Available □ Not available

Name	Position	Type	Date	Reason
He Gang	Vice President	Appointed	January 3, 2025	Appointment
Wang Jun	Director	Outgoing	April 9, 2025	Job change
Wang Jun	President	Dismiss	April 9, 2025	Job change
Li Keqiang	Director	Outgoing	July 16, 2025	Work reasons
Shiyaoxiang	Director	Outgoing	July 30, 2025	Work reasons
Wenhong	Chairman of Supervisors	Outgoing	July 30, 2025	Work reasons
Ding Wei	Director	Outgoing	August 7, 2025	Personal reason

III. Preplan for Company common stock profit distribution and capital reserves converting into share capital in the reporting period

√ Applicable □ Not applicable

Number of bonus shares per 10 shares(Shares)	0
Dividends per 10 shares (yuan) (tax included)	0.50
Increase per 10 shares(Shares)	0
Share capital base of distribution plan(Shares)	9,914,086,060
Cash dividend amount (yuan) (tax included)	495,704,303.00
Cash dividend amount (yuan) in other ways (such as repurchase of shares)	0
Total cash dividend (including other methods) (yuan)	495,704,303.00
Distributable profit(Yuan)	45,323,240,563.75
Proportion of total cash dividends (including other means) to total profit distribution	100%
Cash dividend	
Other	
Detailed description of profit distribution or capital reserve conversion plan	
The Forty-fourth Meeting of the Ninth Board of Directors of the Company deliberated and adopted the Profit Distribution Plan for the Medium Term of 2025, which shall be submitted to the Shareholders' Meeting of the Company for deliberation. In compliance with the provisions of the Articles of Association, relevant decision-making procedures and mechanisms are complete, and the legitimate rights and interests of small and medium-sized investors are fully protected.	

III. Implementation of company equity incentive plans, employee stock incentive plans or other incentive measures

√ Applicable □ Not applicable

1. Equity incentive

On July 13th, 2020, the 2nd meeting of the 8th Session of Board of Directors and the 2nd meeting of the 8th Session of Board of Supervisors reviewed and approved proposals such as “Proposal on <The Company’s A-Share Restricted Stock Incentive Plan (Draft)> and its Summary” and “Proposal on <The Company’s A-Share Restricted Stock Incentive Plan Implementation Assessment Management Measures>”. The independent directors expressed their independent agreement on the incentive plan.

On February 1st, 2021, the 11th meeting of the 8th Session of Board of Directors and the 7th meeting of the 8th Session of Board of Supervisors reviewed and approved proposals such as “Proposal on <The Company’s A-Share Restricted Stock Incentive Plan (Revised Draft) > and its Summary” and “Proposal on <The Company’s A-Share Restricted Stock Incentive Plan Implementation Assessment Management Measures> (Revision)”. The independent directors expressed their independent agreement on the incentive plan revision.

On February 18th, 2021, the company held the first extraordinary general meeting in 2021, and reviewed and approved proposals such as “Proposal on <The Company’s A-Share Restricted Stock Incentive Plan (Revised Draft) > and its Summary”, “Proposal on <The Company’s A-Share Restricted Stock Incentive Plan Implementation Assessment Management Measures (Revision) >” and “Proposal on General Meeting Granting Full Authority to the Board of Directors to Handle Matters Related to Equity Incentives”.

On February 22nd, 2021, the company held the twelfth meeting of the Session of Board of Directors and the 8th meeting of the Session of Board of Supervisors, which reviewed and approved proposals such as “Proposal on Adjusting the List of Incentive Objects and Incentive Quantity of the A-Share Restricted Stock Incentive Plan under Initial Granting” and “Proposal on Granting Restricted Stocks for the First Time to Incentive Objects of A-Share Restricted Stock Incentive Plan”. The independent directors expressed their independent agreement.

On March 3rd, 2021, the company completed the registration of restricted stocks and disclosed the “Announcement on the Completion of the Registration of the Initial Granting of the A-Share Restricted Stock Incentive Plan”. 1,247 people were actually granted with 76,195,400 restricted shares. The listing date of restricted shares was March 5, 2021.

On August 30th, 2021, the company held the 25th meeting of the 8th Session of Board of Directors and the 12th meeting of the 8th Session of Board of Supervisors, which reviewed and approved the “Proposal on Adjusting the Repurchase Price of A-Share Restricted Stock Incentive Plan” and “Proposal on Repurchase and Cancellation of Certain Restricted Shares Granted to Incentive Objects but still with Sales Restriction”. The independent directors expressed independent agreement.

On September 17th, 2021, the company held the second extraordinary general meeting in 2021, and reviewed and approved the “Proposal on Repurchase and Cancellation of Certain Restricted Shares Granted to Incentive Objects but still with Sales Restriction”.

On November 19th, 2021, the company held the 29th meeting of the 8th Session of Board of Directors and the 15th meeting of the 8th Session of Board of Supervisors, and reviewed and approved the “Proposal on Adjusting the Amount of Reserved A-Share Restricted Stock Incentive Plan” and “Proposal on Granting Reserved Restricted Stocks to the Incentive Objects of the A-Share Restricted Stock Incentive Plan”. The independent expressed independent agreement.

On December 21th, 2021, the company has completed the repurchase and cancellation of a total of 1.036 million restricted shares that had been granted to some of the original incentive recipients but have not yet been released.

On December 30th, 2021, the company completed the registration of the reserved restricted stock and disclosed the “Announcement on the Completion of the Grant of the Reserved A-Share Restricted Stock of the Incentive Plan”; 356 people were granted with 17,761,200 reserved restricted stocks. The listing date of reserved restricted stocks was December 31th, 2021.

On August 2nd, 2022, the company held the 43rd meeting of the 8th Board of Directors and the 18th meeting of the 8th Board of Supervisors, and reviewed and approved the Proposal on Adjusting the Repurchase Price of A-share Restricted Stock Incentive Plan and Repurchasing and Cancelling Some Restricted Stocks. The independent directors of the company have expressed independent opinions that they agree with.

On August 18th, 2022, the company held the third extraordinary general meeting of shareholders in 2022, and reviewed and approved the Proposal on Adjusting the Repurchase Price of the A-share Restricted Stock Incentive Plan and Repurchase and Cancellation of Some Restricted Stocks.

On February 17th, 2023, the company held the 52nd meeting of the 8th Board of Directors and the 21st meeting of the 8th Board of Supervisors, and reviewed and approved the Proposal on the Achievements of the First Release of Restriction Conditions during the First Grant Period of the A-share Restricted Stock Incentive Plan. The independent directors of the company have expressed independent opinions that they agree with.

On March 3rd, 2023, the company disclosed the "Indicative Announcement on the Release of Restricted Shares from Listing and Circulation during the First Release Period of the First Grant Part of the A-share Restricted Stock Incentive Plan", and the date of release of restricted shares from listing and circulation was March 6th, 2023.

On June 20th, 2023, the company has completed the repurchase and cancellation of a total of 2.476 million restricted shares that had been granted to some of the original incentive recipients but have not yet been released.

On July 27th, 2023, the company held the 1st meeting of the 9th Board of Directors and the 1st meeting of the 9th Board of Supervisors, and reviewed and approved the Proposal on Amending the Company's A-share Restricted Stock Incentive Plan. The independent directors of the company issued a concurring independent opinion.

On August 30th, 2023, the company held the 3rd meeting of the 9th Board of Directors and the 2nd meeting of the 9th Board of Supervisors, and reviewed and approved the "Proposal on Adjusting the Repurchase Price of the A-share Restricted Stock Incentive Plan and Repurchasing and Canceling Part of the Restricted Shares". The independent directors of the company issued a concurring independent opinion.

On September 15th, 2023, the company held the second extraordinary general meeting of shareholders in 2023, and reviewed and approved the "Proposal on Amending the Company's A-share Restricted Stock Incentive Plan" and "Proposal on Adjusting the

Repurchase Price of the A-share Restricted Stock Incentive Plan and Repurchasing and Canceling Part of the Restricted Shares".

On December 5th, 2023, the company has completed the repurchase and cancellation of a total of 2.034 million restricted shares that had been granted to some of the original incentive recipients but have not yet been released.

On December 8th, 2023, the company held the 12th meeting of the 9th Board of Directors and the 4th meeting of the 9th Board of Supervisors, and reviewed and approved the "Proposal on the Achievement of the Lifting of the Restricted Stock Restriction Conditions of the A-share Restricted Stock Incentive Plan". The company's Nomination and Remuneration Committee issued a concurring opinion.

On December 27th, 2023, the company disclosed the "Indicative Announcement on the Lifting of the Listing and Circulation of Restricted Shares under the A-share Restricted Stock Incentive Plan", and the date of release of restricted shares from listing and circulation was January 2th, 2024.

On February 22nd, 2024, the company held the 17th meeting of the 9th Board of Directors and the 5th meeting of the 9th Board of Supervisors, and reviewed and approved the "Proposal on the Achievement of the Lifting of the Restriction Conditions during the Second Lifting Period of the A-share Restricted Stock Incentive Plan". The company's Nomination and Remuneration Committee issued a concurring opinion.

On March 2nd, 2024, the company disclosed the "Indicative Announcement on the Release of Restricted Shares from Listing and Circulation during the First Release Period of the Second Grant Part of the A-share Restricted Stock Incentive Plan", and the date of release of restricted shares from listing and circulation was March 5th, 2024.

On August 30th, 2024, the Company held the 26th meeting of the 9th Board of Directors and the 8th meeting of the 9th Board of Supervisors, and reviewed and approved the "Proposal on Adjusting the Repurchase Price of the A-share Restricted Stock Incentive Plan and Repurchasing and Canceling Part of the Restricted Shares". The company's Nomination and Remuneration Committee issued a concurring opinion.

On September 19, 2024, the company held its third extraordinary general meeting of shareholders and approved the proposal on adjusting the repurchase price of the A-share restricted stock incentive plan and repurchasing and canceling some restricted stocks.

On December 20, 2024, the company completed the repurchase and cancellation of a total of 3.202973 million restricted shares that had been granted to some of the original incentive objects but had not yet been released from restrictions.

On December 26, 2024, the company disclosed the "Notice on the Second Release of Restricted Shares during the Second Release Period of the Reserve Grant for the A-share Restricted Stock Incentive Plan", and the date for the release of restricted shares for listing and circulation is December 31, 2024.

On February 21, 2025, the company held the 38th meeting of the 9th Board of Directors and the 11th meeting of the 9th Board of Supervisors, and approved the proposal on the achievement of the third unlocking period and unlocking conditions for the A-share restricted stock incentive plan. The company's nomination and salary assessment committee has issued a unanimous opinion.

On March 4, 2025, the company disclosed the "Notice on the Third Release of Restricted Shares during the Third Release Period of the First Grant of the A-share Restricted Stock Incentive Plan", with the date of release of restricted shares being March 5, 2025.

2. Implementation of employee stock ownership plans

☐ Applicable ☒ Not applicable

3. Other employee incentives

☐ Applicable ☒ Not applicable

IV. Disclosure of Environmental Information

Whether listed companies and their major subsidiaries are included in the list of enterprises that disclose environmental information according to law

☒ Yes ☐ No

Number of enterprises included in the list of enterprises legally disclosed by environmental information(Home)		13
Serial number	Enterprise name	Query Index of Legal Disclosure Report of Environmental Information
1	Chongqing Changan Automobile Co., Ltd. Yangfan Manufacturing Factory (Former Yubei factory)	See Enterprise Environmental Information Legal Disclosure System (Chongqing) (http://183.66.66.47:10001/eps/index/enterprise-search) for details
2	Chongqing Changan Automobile Co., Ltd. Qizhi Factory (New plant area of former Yubei factory)	See Enterprise Environmental Information Legal Disclosure System (Chongqing) (http://183.66.66.47:10001/eps/index/enterprise-search) for details
3	Chongqing Changan Automobile Co., Ltd. Liangjiang Factory No. 1	See Enterprise Environmental Information Legal Disclosure System (Chongqing) (http://183.66.66.47:10001/eps/index/enterprise-search) for details

		10001/eps/index/enterprise-search) for details
4	Chongqing Changan Automobile Co., Ltd. Liangjiang Factory II	See Enterprise Environmental Information Legal Disclosure System (Chongqing) (http://183.66.66.47:10001/eps/index/enterprise-search) for details
5	Chongqing Changan Automobile Co., Ltd. Liangjiang Factory No. 3	See Enterprise Environmental Information Legal Disclosure System (Chongqing) (http://183.66.66.47:10001/eps/index/enterprise-search) for details
6	Chongqing Changan Automobile Co., Ltd. New Power HE Plant Area (Original Jiangbei Engine Factory)	See Enterprise Environmental Information Legal Disclosure System (Chongqing) (http://183.66.66.47:10001/eps/index/enterprise-search) for details
7	Chongqing Changan Automobile Co., Ltd. New Power NE Plant Area (Original Jiangbei Engine Factory II)	See Enterprise Environmental Information Legal Disclosure System (Chongqing) (http://183.66.66.47:10001/eps/index/enterprise-search) for details
8	Mold Business Department of Chongqing Changan Automobile Co., Ltd.	See Enterprise Environmental Information Legal Disclosure System (Chongqing) (http://183.66.66.47:10001/eps/index/enterprise-search) for details
9	Chongqing Changan Automobile Co., Ltd. Beijing Changan Automobile Co., Ltd.	See Enterprise Environmental Information Legal Disclosure System (Beijing) (https://hjxxpl.bevoice.com.cn:8002/home) for details
10	Chongqing Lingyao Automobile Co., Ltd.	See Enterprise Environmental Information Legal Disclosure System (Chongqing) (http://183.66.66.47:10001/eps/index/enterprise-search) for details
11	Hefei Changan Automobile Co., Ltd.	See Enterprise Environmental Information Legal Disclosure System (Anhui) (http://39.145.37.16:8081/zhhb/yfplpub_html/#/home) for details; Special column link of Anhui Provincial Department of Ecological Environment (https://sthjt.ah.gov.cn/) "Legal Disclosure of Enterprise Environmental Information"
12	Nanjing Changan Automobile Co., Ltd.	See Enterprise Environmental Information Legal Disclosure System (Jiangsu) (http://ywxt.sthjt.jiangsu.gov.cn:18181/spsarchive-webapp/web/viewRunner.html?viewId=http://ywxt.sthjt.jiangsu.gov.cn:18181/spsarchive-webapp/web/sps/views/yfpl/views/yfplHomeNew/index.js) for details
13	Hebei Changan Automobile Co., Ltd.	See Enterprise Environmental Information Legal Disclosure System (Hebei) (http://121.29.48.71:8080/) for details

V. Social Responsibility

Guided by Xi Jinping's thought of socialism with Chinese characteristics in the new era, the Company fully implemented the spirit of the Twenty National Congress of CPC, deeply learned and implemented Xi Jinping's important exposition on the work of agriculture, rural areas and rural residents and his work experience of "demonstration and renovation of villages." In line with the Opinions of the CPC Central Committee and SASAC on Further Deepening Rural Reform and Promoting Comprehensive Rural Revitalization, the Company has conscientiously executed the decisions and plans of the CPC Central Committee and the State Council, as well as government work arrangements. It has actively explored new assistance measures under the current circumstances, continuously improving the quality and effectiveness of its support, and leading its efforts to achieve higher quality, greater efficiency, and better sustainability in rural revitalization.

1. Strengthen organizational leadership

The Company held its ESG initiatives. It created a strategic system and assembled a task force accordingly. The Company sent help immediately after earthquakes in Myanmar, took part in halting desertification in Saudi Arabia, and fulfilled various social responsibilities. It made the list of "Pioneer 100 of China's listed ESG companies."

2. Ensure assistance funds

A total of 10.6 million yuan in assistance funds paid out, including 2.5 million yuan for Luxi County, Yunnan, and 8.1 million yuan for Yanshan County, Yunnan, to support the overall revitalization of rural industries, workforce, culture, ecology, and organizations in the two counties, helping to achieve booming rural industries, a beautiful ecological environment, civilized rural customs, effective governance, and adequate living standards.

3. Innovative industrial assistance

The Company implemented the government's overall plan for rural revitalization and continuously made progress on the targeted assistance project for Youyang Camellia Oil. First, it assisted in marketing and expanding sales channels. Through the Company's sales channels, it helped Chongqing Youzhou Camellia Oil Technology Co., Ltd. achieve sales of 13.98 million yuan within the first half of 2025. Second, the Company helped enhance the brand and corporate image of the tea oil maker. The Company launched many far-reaching public-service activities where Youyang tea-oil and bottled water were presented, such as Chongqing Marathon, Guangdong-Hong Kong-Macao Greater Bay Area International Auto Show, Hong Kong Supply Chain Expo and Auto Chongqing, to broaden the

impact of said public-service activities and set up a model for other companies to fulfill their social responsibilities. Third, the Company improved the governance of Chongqing Youzhou Camellia Oil Technology Co., Ltd in branding, management, recruitment and strategic planning.

4. Strengthen consumer assistance

In response to the government's call, the Company encouraged all employees to directly purchase specialty agricultural products from assisted areas and actively participate in the "Central Enterprise Consumer Assistance for Agricultural Revitalization Week" event. In the first half of the year, the Company disbursed consumer assistance totaling 1.17 million yuan, promoting industrial development in poverty-stricken areas and stable income growth for the local population through concrete actions.

Chapter 5 Important Matters

I. The actual controller, shareholders, related parties, acquirers and other relevant parties of the Company have fulfilled the commitments during the reporting period and have not been fulfilled by the end of the reporting period

☐ Applicable ☒ Not applicable

During the reporting period, there were no commitment matters fulfilled by the company's actual controllers, shareholders, related parties, acquirers, or the company itself during the reporting period, nor were there any overdue unfulfilled commitments as of the end of the reporting period.

II. Non-operating funds the listed company occupied by controlling shareholders and their related parties

☐ Applicable ☒ Not applicable

During the reporting period, there was no non-operating funds of the listed company occupied by the controlling shareholder and related parties.

III. Irregular external guarantee

☐ Applicable ☒ Not applicable

The Company has no irregular external guarantee during the reporting period.

IV. Appointment and dismissal of the accounting firm

Is the semi-annual financial report audited?

☐ Yes ☒ No

The company's semi-annual report has not been audited.

V. The board of directors, and supervisors explaining the "nonstandard audit report" from the accounting firm during the reporting period

☐ Applicable ☒ Not-applicable

VI. The board of directors explaining the "nonstandard audit report" of last year

☐ Applicable ☒ Not-applicable

VII. Bankruptcy and restructuring

☐ Applicable ☒ Not applicable

During the report period, there is no bankruptcy or restructuring.

VIII. Crucial litigation events

Crucial litigation and arbitration events

☐ Applicable ☒ Not-applicable

During the report period, the company has no crucial litigation or arbitration events.

Other litigation events

☐ Applicable ☒ Not-applicable

IX. Punishment and rectification

☐ Applicable ☒ Not applicable

During the report period, there were no penalties and rectifications.

X. The integrity of company, its controlling shareholder and actual controller

☐ Applicable ☒ Not applicable

XI. Significant related-party transactions

1. Related-party transactions related to daily operation

☒ Applicable ☐ Not-applicable

For details, please refer to Note 14 “Related Party Relationships and Transactions” under Chapter 10.

2. Related-party transaction of acquisition or sales of assets or equity

☐ Applicable ☒ Not applicable

During the report period, the company did not have any related party transactions for the acquisition or sale of assets or equity.

3. Related-party transactions of common foreign investment

☐ Applicable ☒ Not applicable

4. Related rights and debt relations

☒ Applicable ☐ Not-applicable

For details, please refer to Note 14 “Related Party Relationships and Transactions” under Chapter 10.

Whether there is any non-business-related credits and debts

☐ Yes ☒ No

There is no non-operating associated credits and debts during the reporting period.

5. Transactions with associated financial companies

☒ Applicable ☐ Not applicable

Deposit

Related party	Relationship	Maximum daily deposit limit (RMB: 10,000)	Interest rate	Beginning balance (RMB: 10,000)	Amount incurred in the current period		Ending balance (RMB: 10,000)
					Total deposit amount (RMB: 10,000)	Total withdrawal amount (RMB: 10,000)	
China South Industries Group Finance Co., Ltd.	A company controlled by the actual controller of Changan Automobile	2,000,000	0.1%-3.5%	1,997,870	6,820,364	7,559,329	1,258,905
Changan Automobile Finance Co., LTD	A company controlled by the actual controller of	2,000,000	2.05%-2.25%	1,365,000	665,000	855,000	1,175,000

	Changan Automobile						
--	--------------------	--	--	--	--	--	--

Loan

Related party	Relationship	Loan amount (RMB: 10,000)	Interest rate	Beginning balance (RMB: 10,000)	Amount incurred in the current period		Ending balance (RMB: 10,000)
					Total amount of loan (RMB: 10,000)	Total repayment amount (RMB: 10,000)	
China South Industries Group Finance Co., Ltd.	A company controlled by the actual controller of Changan Automobile	100,000	1%-2.8%	58,200	0	3,600	54,600

Credit granting or other financial business

Related party	Relationship	Business	Total amount (RMB: 10,000)	Actual amount incurred (RMB: 10,000)
China South Industries Group Finance Co., Ltd.	A company controlled by the actual controller of Changan Automobile	Credit granting	1,700,000	168,680

6. Transactions between the financial company controlled by the company and related parties

☐ Applicable ☒ Not applicable

7. Other significant related-party transactions

☐ Applicable ☒ Not-applicable

XII. Major contracts and their performance**1. Custody, contracting and leasing****(1) Custody**

☐ Applicable ☒ Not-applicable

There is no custody during the reporting period.

(2) Contracting

☐ Applicable ☒ Not-applicable

There is no contracting during the reporting period.

(3) Leasing

☒ Applicable ☐ Not-applicable

Leasing of related parties can be found in Item 5 (2) of Note 14 of Financial Statements “Related Party and Related Transactions”. Projects whose profit and loss to the company account for more than 10% of total profits during the reporting period.

☐ Applicable ☒ Not-applicable

There was no project whose profit and loss to the company accounted for more than 10% of total profits during the reporting period.

2. Guarantee

☐ Applicable ☒ Not-applicable

There is no guarantee during the report period.

3. Entrust wealth management

☐ Applicable ☒ Not-applicable

There is no entrusting wealth management during the reporting period.

4. Other major contracts

☐ Applicable ☒ Not applicable

There are no other major contracts of the Company during the reporting period.

XIII. Other important events

☒ Applicable ☐ Not applicable

With the approval of the State Council, China South Industries Group Co., Ltd. implemented a survival division. Its automotive business was spun off into the newly established China Changan Automobile Group Co., Ltd. In accordance with the provisions of the "Separation Agreement of China South Industries Group Co., Ltd.", the 14.23% shares of Changan Automobile and the 100% equity of Chenzhi Automobile Technology Group Co., Ltd. held by China South Industries Group Co., Ltd. before the separation were both spun off to China Changan Automobile Group Co., Ltd. After the completion of the separation, China Changan Automobile Group Co., Ltd. directly and indirectly holds a total of 35.04% of the shares of Changan Automobile, becoming the indirect controlling shareholder of Changan Automobile. For details, please refer to the "Prompt Announcement on the Reorganization Progress of China South Industries Group Co., Ltd. and the Change of the Company's Controlling Shareholder" (Announcement No.: 2025-42) disclosed by the company on Juchao Information Network (www.cninfo.com.cn) on July 29, 2025.

XIV. Important matters of the Company's subsidiary

☐ Applicable ☒ Not applicable

Chapter 6 Changes in the Shareholding of the Company and Shareholders

I. Change in shareholdings

1. Change in shareholdings

Unit: One share

	Before change		Changes (+, -)					After change	
	Quantity	Ratio	Additional issued	Stock dividend	Provident fund transfer	Other	Subtotal	Quantity	Ratio
Shares with sales restrictions	53,159,255	0.54%				-41,200,992	-41,200,992	11,958,263	0.12%
1. State-owned legal person shares									
2. Other domestic shares	52,968,931	0.54%				-41,200,992	-41,200,992	11,767,939	0.12%
Including: domestic legal person shares									
domestic natural person shares	52,968,931	0.54%				-41,200,992	-41,200,992	11,767,939	0.12%
3. Foreign shares	190,324	0.00%						190,324	0.002%
Including: foreign legal persons shares									
foreign natural person shares	190,324	0.00%						190,324	0.002%
Shares without sales restrictions	9,860,926,805	99.46%				41,200,992	41,200,992	9,902,127,797	99.88%
1. Ordinary shares denominated in RMB	8,219,312,028	82.90%				41,200,992	41,200,992	8,260,513,020	83.32%
2. Domestic listed foreign shares	1,641,614,777	16.56%						1,641,614,777	16.56%
Total shares	9,914,086,060	100.00%				0	0	9,914,086,060	100.00%

Reasons for share change

√ Applicable □ Not applicable

(1) The A-share restricted stock incentive plan is released from the listing and circulation of restricted shares

On March 5th, 2025, the company lifted the listing and circulation of restricted shares, with a number of 41,323,353 shares, as detailed in the "Reminder Announcement on the Listing and Circulation of Restricted Shares Released in the third Lifting Period of the First Grant of the A-share Restricted Stock Incentive Plan". Some of the company's directors and senior managers are included in the incentive objects of the lifting of the restriction this time, and the shares obtained will be locked in accordance with relevant laws and regulations.

(2) Other reasons for change

Other changes in the company's restricted shares are caused by changes in the locked-in shares of senior executives.

Approval of share change

√ Applicable □ Not applicable

The matter regarding the lifting of restrictions on shares under the A-share restricted stock incentive plan for market trading was reviewed and approved at the 38th meeting of the Ninth Board of Directors and the 11th meeting of the Ninth Board of Supervisors on February 21, 2025.

Transfer of shares

√ Applicable □ Not applicable

See Chapter 6, I, 1, "Change in shareholdings.

Implementation progress of share repurchase

□ Applicable √ Not applicable

Implementation progress of reducing and repurchasing shares by means of centralized bidding

□ Applicable √ Not applicable

Impact of share changes on financial indicators such as basic earnings per share and diluted earnings per share in the latest year and the latest period, and net assets per share attributable to ordinary shareholders of the company

√ Applicable □ Not applicable

Changes in shares have no material impact on financial indicators such as basic earnings per share and diluted earnings per share in the most recent year and the latest period, and net assets per share attributable to ordinary shareholders of the Company.

Other information deemed necessary by the company or required by securities regulators to disclose

□ Applicable √ Not applicable

2. Changes in restricted shares

√ Applicable □ Not applicable

Unit: share(s)

Name of shareholders	Number of restricted shares at the beginning of the period	Number of shares with sales restriction removed during the reporting period	Increase during the reporting period	Number of restricted shares at the end of the period	Reasons for restrictions	Date of removal of sales restriction
A-share restricted stock	50,965,593	41,323,353		9,642,240	Equity incentive	On March 5, 2025, 41,323,353 shares were listed for circulation.
Other shareholders	2,193,662	129,291	251,652	2,316,023	Executive lock-in shares	Lift the sale restriction according to the relevant rules
Total	53,159,255	41,452,644	251,652	11,958,263	--	--

II. Issuing and listing of securities

□ Applicable √ Not-applicable

III. Shareholding and shareholders of the company

Unit: share(s)

At the end of the report period, the total number of shareholders	619,151			Number of shareholders holding preference shares with restored voting rights at the end of the reporting period			0	
Shareholdings of ordinary shareholders holding more than 5% of the shares or top 10 ordinary shareholders (excluding shares lent through refinancing)								
Name	Nature	Percentage	Number of shares held at the end of the reporting period	Increase/ decrease during the Reporting Period	Number of shares held with restrictions on listing and circulation	Number of shares held without sales restrictions	Condition of shares (pledged, labeled or frozen)	
							Status	Amount
ChenZhi Automobile Technology Group Co., Ltd.	State-owned legal person	17.99%	1,783,090,143			1,783,090,143	Not pledged, labeled or frozen	
China South Industries Group Co., Ltd.	State-owned legal person	14.23%	1,410,747,155			1,410,747,155		
Southern Industry Asset Management Co., Ltd.	State-owned legal person	4.60%	456,253,257			456,253,257		
China Securities Finance Co., Ltd.	Domestic general legal person	4.30%	426,362,905			426,362,905		
United Prosperity Investment Co., Ltd.	Overseas legal person	2.83%	280,498,832			280,498,832		
Hong Kong Securities Clearing Co., Ltd.	Overseas legal person	1.11%	110,351,377	-8,920,457		110,351,377		
Industrial and Commercial Bank of China Co., Ltd. - Huatai Pinebridge CSI 300 ETF Securities Investment Fund	Funds, property products, etc.	0.89%	88,377,426	2,708,482		88,377,426		
China Construction Bank Corporation-E Fangda Shanghai-Shenzhen 300 Trading Open-ended Index Initiated Securities Investment Fund	Funds, property products, etc.	0.64%	63,023,417	3,898,812		63,023,417		

Industrial and Commercial Bank of China Limited - Huaxia Shanghai-Shenzhen 300 Trading Open-ended Index Securities Investment Fund	Funds, property products, etc.	0.47%	46,217,626	6,912,334		46,217,626	
Bank of China Limited-Jiashi Shanghai-Shenzhen 300 Trading Open-ended Index Securities Investment Fund	Funds, property products, etc.	0.40%	39,831,592	2,590,634		39,831,592	
Description of the related party relationship or acting in concert among the above shareholders		As of June 30, 2025, among the top 10 shareholders, the indirect controlling shareholder of the Company, China South Industries Group Co., Ltd. and its wholly-owned subsidiaries, Southern Industry Asset Management Co., Ltd., Chenzhi Automobile Technology Group Co., Ltd. and its wholly-owned subsidiaries, United Prosperity Investment Co., Ltd., are the persons who act in conformity with the provisions of the Measures for the Administration of Acquisition of Listed Companies.					
Description of the above-mentioned shareholders entrusting/being entrusted with voting rights and waiver of voting rights		None					
Shareholdings of the top 10 shareholders of unrestricted shares							
Shareholders		Number of shares without sales restrictions at the end of the reporting period	Shares type				
			Type		Number		
ChenZhi Automobile Technology Group Co., Ltd.		1,783,090,143	RMB ordinary shares		1,783,090,143		
China South Industries Group Co., Ltd.		1,410,747,155	RMB ordinary shares		1,410,747,155		
Southern Industry Asset Management Co., Ltd.		456,253,257	RMB ordinary shares		456,253,257		
China Securities Finance Co., Ltd.		426,362,905	RMB ordinary shares		426,362,905		
United Prosperity Investment Co., Ltd.		280,498,832	Domestic listed foreign shares		280,498,832		
Hong Kong Securities Clearing Co., Ltd.		110,351,377	RMB ordinary shares		110,351,377		
Industrial and Commercial Bank of China Co., Ltd. - Huatai Pinebridge CSI 300 ETF Securities Investment Fund		88,377,426	RMB ordinary shares		88,377,426		
China Construction Bank Corporation-E Fangda Shanghai-Shenzhen 300 Trading Open-ended Index Initiated Securities Investment Fund		63,023,417	RMB ordinary shares		63,023,417		
Industrial and Commercial Bank of China Limited - Huaxia Shanghai-Shenzhen 300 Trading Open-ended Index Securities Investment Fund		46,217,626	RMB ordinary shares		46,217,626		
Bank of China Limited-Jiashi Shanghai-Shenzhen 300 Trading Open-ended Index Securities Investment Fund		39,831,592	RMB ordinary shares		39,831,592		
Description of the related relationship or acting in concert among the top 10 shareholders of unrestricted circulating shares, and between the top 10 shareholders of unrestricted tradable shares and the top 10 shareholders		As of June 30, 2025, among the top 10 shareholders, the indirect controlling shareholder of the Company, China South Industries Group Co., Ltd. and its wholly-owned subsidiaries, Southern Industry Asset Management Co., Ltd., Chenzhi Automobile Technology Group Co., Ltd. and its wholly-owned subsidiaries, United Prosperity Investment Co., Ltd., are the persons who act in conformity with the provisions of the Measures for the Administration of Acquisition of Listed Companies.					
Description of the top 10 ordinary shareholders participating in the margin trading and securities lending business		None					

With the approval of the State Council, China South Industries Group Co., Ltd. implemented a continuation-based split. Its automotive business was transferred to the newly established China Changan Automobile Group Co., Ltd. According to the terms of the "Separation Agreement of China South Industries Group Co., Ltd.," the 14.23% stake in Changan Automobile and 100% equity in ChenZhi Automobile Technology Group Co., Ltd. held by China Ordnance Industries Group Corporation Limited prior to the split were transferred to China Changan Automobile Group Co., Ltd.

Following the split, China Changan Automobile Group Co., Ltd. directly holds 1,410,747,155 shares of the Company (accounting for 14.23% of the total issued shares) and indirectly holds 2,063,588,975 shares through ChenZhi Automobile Technology Group Co., Ltd. and United Prosperity Investment Co., Ltd. (accounting for 20.81% of the total issued shares). The total shares held amount to 3,474,336,130 (accounting for 35.04% of the total issued shares). After the completion of this equity change, the Company's indirect controlling shareholder is now China Changan Automobile Group Co., Ltd., while the ultimate controlling party remains the State-owned Assets Supervision and Administration Commission of the State Council (SASAC).

Participation of shareholders holding more than 5% of the shares, top 10 shareholders, and top 10 shareholders with unlimited tradable shares in the lending of shares through the refinancing business

☐ Applicable ☒ Not applicable

Top 10 shareholders and top 10 unrestricted circulating shareholders have changed compared with the previous period due to securities lending and borrowing

☐ Applicable ☒ Not applicable

Whether the top 10 shareholders of ordinary shares, and the top 10 shareholders of ordinary shares without sales restrictions agreed on the repurchase transactions during the report period

☐ Yes ☒ No

The top 10 shareholders of ordinary shares, and the top 10 shareholders of ordinary shares without sales restrictions did not agree on the repurchase transactions during the reporting period.

IV. Changes in the shareholding of directors, supervisors and senior management

☐ Applicable ☒ Not-applicable

V. The change of the controlling shareholders and the actual controllers

During the reporting period the change of controlling shareholders

☐ Applicable ☒ Not-applicable

No changes in controlling shareholders during the reporting period.

The change of the actual controllers during the reporting period

☐ Applicable ☒ Not-applicable

No changes in the actual controllers during the reporting period.

VI. Situation of Preferred Shares

☐ Applicable ☒ Not-applicable

No preferred shares were issued by the Company during the reporting period.

Chapter 7 Bonds

√ Applicable □ Not applicable

I. Enterprise Bonds

□ Applicable √ Not applicable

No enterprise bonds in the Reporting Period

II. Corporate Bonds

√ Applicable □ Not applicable

1. Basic Information of the Corporate Bonds

Unit: 10,000 RMB

Bond Name	Abbreviation	Bond Code	Date of issue	Value date	Maturity	Bonds balance	Interest rate	Way of redemption	Trading place
Chongqing Changan Automobile Co., Ltd. publicly issued science and technology innovation corporate bonds to professional investors in 2022 (Phase I)	22 Changan K1	148147.SZ	December 19th, 2022	December 20th, 2022	December 20th, 2027	100,000	3.00%	Single interest is calculated on an annual basis, excluding compound interest. The interest is paid once a year, and the principal is repaid once due. The last interest is paid with the payment of the principal.	Shenzhen Stock Exchange
Appropriate arrangement of the investors (if any)			This bond is issued to professional institutional investors who open A-share securities accounts in Shenzhen Branch of China Securities Depository and Clearing Co., Ltd. (excluding purchasers prohibited by laws and regulations).						
Applicable trading mechanism			Centralized bidding trade and block trading						
Risk of termination of listing transactions (if any) and countermeasures			None						

Overdue bonds

□ Applicable √ Not applicable

2. The Trigger and Execution of the Option Clause of the Issuers or Investors and the Investor Protection Clause

□ Applicable √ Not applicable

3. Adjustment of Credit Rating Results during the Reporting Period

□ Applicable √ Not applicable

4. Execution and Changes of Guarantee, Repayment Plan and Other Repayment Guarantee Measures as well as Influence on Equity of Bond Investors during the Reporting Period

☐ Applicable ☒ Not applicable

III. Debt Financing Instruments of Non-financial Enterprises

☐ Applicable ☒ Not applicable

No such cases in the Reporting Period.

IV. Convertible Corporate Bonds

☐ Applicable ☒ Not applicable

No such cases in the Reporting Period.

V. Losses of Scope of Consolidated Financial Statements during the Reporting Period Exceeding 10% of Net Assets up the Period-end of Last Year

☐ Applicable ☒ Not applicable

VI. The Major Accounting Data and the Financial Indicators of the Recent 2 Years of the Company up the Period-end

Unit: 10,000 RMB

Items	30 June 2025	31 December 2024	Increase/decrease
Current ratio	1.22	1.20	1.67%
Debt/asset ratio	56.66%	62.01%	-5.35%
Quick ratio	1.02	1.05	-2.86%
	The reporting period	Same period last year	Increase/decrease
Net profit after deducting non-recurring profit or loss	147,670.65	116,868.01	26.36%
Debt/EBITDA ratio	5.13%	4.46%	0.67%
Interest cover (times)	5.57	44.61	-87.51%
Cash-to-interest cover (times)	-226.11	86.92	-360.14%
EBITDA-to-interest cover (times)	137.48	127.78	7.59%
Loan repayment rate	100%	100%	0.00%
Interest coverage	100%	100%	0.00%

Chapter 8 Financial Report

I. Audit report

The company's semi-annual financial report has not been audited.

II. Financial Statements

Statement unit in financial note: RMB

1. Consolidated Balance Sheet

Prepared by: Chongqing Changan Automobile Co., Ltd.

Unit: Yuan

Project	Closing balance	Opening balance
Current assets:		
Monetary funds	52,829,884,518.42	64,182,095,662.74
Transactional financial assets	161,526,312.20	155,013,154.45
Notes receivable	25,556,794,627.72	45,580,904,582.72
Accounts receivable	6,628,268,326.16	3,398,477,724.75
Advance payment	399,968,122.99	507,313,682.07
Other receivables	982,141,152.83	2,386,898,598.92
Including: Dividend receivable	215,484,950.85	
Inventory	16,978,733,349.13	17,081,370,658.58
Contractual assets	134,870,162.74	592,426,824.74
Non-current assets due within one year	254,821,266.90	309,148,116.22
Other current assets	1,862,611,255.73	2,174,955,833.01
Total current assets	105,789,619,094.82	136,368,604,838.20
Non-current assets:		
Long-term receivables	1,401,857,829.32	1,528,927,601.39
Long-term equity investment	20,942,690,120.36	18,525,675,882.50
Other equity instrument investment	699,186,720.99	496,524,273.53
Investment real estate	5,855,936.14	5,969,291.92
Fixed assets	21,113,723,725.32	21,773,526,063.55
Construction in progress	1,820,626,823.39	1,596,384,269.60
Right-of-use assets	235,257,110.02	273,297,841.75
Intangible assets	16,309,928,697.70	16,771,849,926.23
Development expenditure	2,736,124,373.88	1,729,932,488.67
Goodwill	1,810,730,443.16	1,810,730,443.16
Long-term deferred expenses	12,219,472.17	16,732,447.77
Deferred income tax assets	3,648,502,600.61	3,564,260,247.57
Other non-current assets	3,700,000,000.00	3,705,745,345.02

Total non-current assets	74,436,703,853.06	71,799,556,122.66
Total assets	180,226,322,947.88	208,168,160,960.86
Current liabilities:		
Short-term borrowing	51,473,034.14	40,036,055.69
Notes payable	29,336,084,306.45	34,810,605,512.61
Accounts payable	25,225,193,216.25	43,835,671,129.12
Advance receipts	165,690.93	477,390.93
Contractual liabilities	7,035,330,896.06	10,887,896,995.49
Payroll payable	3,300,326,694.17	3,209,780,953.87
Taxes payable	860,321,338.30	1,528,582,531.63
Other payables	8,164,050,113.07	6,407,775,538.76
Including: Dividend payable	2,922,564,952.82	
Non-current liabilities due within one year	151,579,526.29	128,914,461.78
Other current liabilities	12,523,946,863.64	12,507,633,539.96
Total current liabilities	86,648,471,679.30	113,357,374,109.84
Non-current liabilities:		
Long-term loan		36,000,000.00
Bonds payable	999,754,716.96	999,705,660.36
Lease liabilities	208,163,631.20	269,211,409.06
Long-term payables	2,466,644,559.72	2,456,527,871.71
Long-term payroll payable	22,893,655.25	26,693,372.65
Estimated liabilities	8,082,220,219.54	7,704,647,749.44
Deferred income	57,902,329.83	184,197,219.64
Deferred income tax liabilities	1,707,725,469.28	1,834,714,931.18
Other non-current liabilities	1,917,466,616.46	2,218,489,394.88
Total non-current liabilities	15,462,771,198.24	15,730,187,608.92
Total liabilities	102,111,242,877.54	129,087,561,718.76
Owner's equity:		
Share capital	9,914,086,060.00	9,914,086,060.00
Capital reserve	8,956,367,693.66	8,925,798,850.14
Less: Treasury shares	56,325,847.18	169,261,662.73
Other comprehensive income	-69,157,197.57	7,523,358.77
Special reserve	125,742,982.72	95,013,488.38
Surplus reserve	4,957,043,030.00	4,957,043,030.00
Undistributed profit	52,214,667,802.28	52,846,021,500.43
Total owner's equity attributable to parent company	76,042,424,523.91	76,576,224,624.99
Minority equity	2,072,655,546.43	2,504,374,617.11
Total owner's equity	78,115,080,070.34	79,080,599,242.10
Total liabilities and owner's equity	180,226,322,947.88	208,168,160,960.86

Legal person: Zhu Huarong

Chief financial officer: Zhang Deyong

The head of accounting department: Shi Haifeng

2. Balance Sheet of Parent Company

Unit: Yuan

Project	Closing balance	Opening balance
Current assets:		
Monetary funds	24,509,254,626.49	34,684,680,303.59
Transactional financial assets	161,526,312.20	155,013,154.45
Notes receivable	19,311,526,357.38	34,679,567,316.79
Accounts receivable	21,035,495,405.74	13,835,150,844.52
Advance payment	299,380,229.11	291,292,231.28
Other receivables	387,391,128.94	1,487,531,844.07
Including: Dividend receivable	215,484,950.85	
Inventory	2,386,911,389.09	5,903,242,163.27
Contractual assets	37,906,510.01	18,337,637.01
Non-current assets due within one year	254,821,266.90	254,821,266.90
Other current assets	180,979,244.95	39,949,461.19
Total current assets	68,565,192,470.81	91,349,586,223.07
Non-current assets:		
Long-term receivables	1,401,516,967.94	1,528,927,601.39
Long-term equity investment	28,251,375,364.69	25,382,337,768.46
Other equity instrument investment	588,062,735.53	496,524,273.53
Fixed assets	15,485,664,813.12	16,112,971,408.48
Construction in progress	712,418,400.21	599,924,628.01
Right-of-use assets	132,254,571.22	159,654,100.14
Intangible assets	5,984,920,123.93	6,240,969,022.09
Development expenditure	2,094,498,367.86	915,541,696.35
Long-term deferred expenses	10,488,825.19	15,077,519.40
Deferred income tax assets	2,872,436,257.21	2,906,828,175.57
Other non-current assets	3,700,000,000.00	3,700,000,000.00
Total non-current assets	61,233,636,426.90	58,058,756,193.42
Total assets	129,798,828,897.71	149,408,342,416.49
Current liabilities:		
Notes payable	16,930,170,998.91	24,761,621,056.89
Accounts payable	13,692,102,401.62	23,248,117,139.04
Contractual liabilities	3,088,513,901.74	5,284,514,173.87
Payroll payable	2,259,562,817.02	2,129,521,947.83
Taxes payable	500,147,158.04	493,489,648.34
Other payables	6,424,177,189.29	4,633,406,485.36
Including: Dividend payable	2,922,564,952.82	
Non-current liabilities due within one year	94,864,047.17	72,638,886.85
Other current liabilities	8,383,761,017.36	8,053,792,954.91
Total current liabilities	51,373,299,531.15	68,677,102,293.09

Non-current liabilities:		
Long-term loan		36,000,000.00
Bonds payable	999,754,716.96	999,705,660.36
Lease liabilities	143,369,767.16	195,441,528.85
Long-term payables	1,533,381,383.43	1,590,666,539.68
Long-term payroll payable	14,901,263.20	18,086,000.00
Estimated liabilities	4,685,253,582.66	4,766,761,846.88
Deferred income	50,000,000.00	100,000,000.00
Deferred income tax liabilities	561,052,180.47	619,798,441.29
Other non-current liabilities	1,692,939,966.87	1,983,668,025.04
Total non-current liabilities	9,680,652,860.75	10,310,128,042.10
Total liabilities	61,053,952,391.90	78,987,230,335.19
Owner's equity:		
Share capital	9,914,086,060.00	9,914,086,060.00
Capital reserve	8,383,601,747.47	8,353,032,903.95
Less: Treasury shares	56,325,847.18	169,261,662.73
Other comprehensive income	159,764,754.69	162,659,055.80
Special reserve	63,466,197.08	44,805,848.15
Surplus reserve	4,957,043,030.00	4,957,043,030.00
Undistributed profit	45,323,240,563.75	47,158,746,846.13
Total owner's equity	68,744,876,505.81	70,421,112,081.30
Total liabilities and owner's equity	129,798,828,897.71	149,408,342,416.49

3. Consolidated income statement

Unit: Yuan

Project	Semi-annual 2025	Semi-annual 2024
I. Total operating income	72,691,310,387.08	76,722,649,723.79
Less: Operating cost	62,093,645,283.41	66,134,307,155.12
Taxes and surcharges	1,668,033,001.81	2,053,229,071.41
Sales expense	4,361,492,467.23	3,077,988,414.27
Administrative expenses	2,228,013,321.96	2,426,863,860.79
R&D expenses	3,283,657,283.48	2,912,092,313.40
Financial expense	-1,956,937,280.34	-549,385,364.01
Including: Interest expense	38,065,837.11	39,521,477.44
Interest income	657,365,732.49	520,495,393.22
Plus: Other income	1,006,136,643.63	1,442,510,651.32
Investment income(Loss is indicated with "-")	115,023,949.01	350,711,425.33
Among them: Income from investment in associated enterprises and joint ventures	55,363,593.69	252,582,688.73
Income from changes in fair value(Loss is indicated with "-")	6,513,157.75	-35,024,179.42
Credit impairment loss(Loss is indicated with "-")	-3,271,416.06	759,129.40

Loss on impairment of assets(Loss is indicated with "-")	-49,093,178.82	-146,269,535.60
Proceeds from disposal of assets(Loss is indicated with "-")	17,005,465.70	4,959,452.69
II. Operating profit(Loss is indicated with "-")	2,105,720,930.74	2,285,201,216.53
Plus: Non-operating income	90,081,260.28	46,291,779.69
Less: Non-operating expenses	26,831,412.99	19,101,827.75
III. Total profit(Total loss is indicated with "-")	2,168,970,778.03	2,312,391,168.47
Less: Income tax expense	376,316,886.76	65,628,900.78
IV. Net profit(Net loss is represented with "-")	1,792,653,891.27	2,246,762,267.69
(I) Classification by business continuity		
1. Net profit from going concern(Net loss is represented with "-")	1,792,653,891.27	2,246,762,267.69
2. Net profit from operation termination(Net loss is represented with "-")		
(II) Classification by ownership		
1. Net profit attributable to shareholders of the parent company(Net loss is represented with "-")	2,291,211,254.67	2,831,743,111.82
2. Profit and loss of minority shareholders(Net loss is represented with "-")	-498,557,363.40	-584,980,844.13
V. Net amount after tax of other comprehensive income	-76,680,556.34	82,398,384.33
Net amount after tax of other comprehensive income attributable to the owner of the parent company	-76,680,556.34	82,398,384.33
(I) Other comprehensive income that cannot be reclassified into profit and loss	-2,386,300.06	2.89
1. Remeasure the change amount of defined benefit plan		
2. Other comprehensive income that cannot be converted into profit or loss under the equity method	-2,386,300.06	2.89
3. Changes in fair value of other equity instrument investments		
4. Changes in fair value of enterprise's own credit risk		
5. Other		
(II) Other comprehensive income to be reclassified into profit and loss	-74,294,256.28	82,398,381.44
1. Other comprehensive income under equity method	997,343.14	-184,358.40
2. Changes in fair value of other debt investments		
3. Reclassification of financial assets into other comprehensive income		
4. Provision for credit impairment of other debt investments		
5. Cash flow hedging reserve		
6. Translation differences in foreign currency financial statements	-75,291,599.42	82,582,739.84
7. Other		
Net amount after tax of other comprehensive income attributable to minority shareholders		
VI. Total comprehensive income	1,715,973,334.93	2,329,160,652.02
Total comprehensive income attributable to the owner of the parent company	2,214,530,698.33	2,914,141,496.15
Total comprehensive income attributable to minority shareholders	-498,557,363.40	-584,980,844.13
VII. Earnings per share:		

(I) Basic earnings per share	0.23	0.29
(II) Diluted earnings per share	0.23	0.28

Legal person: Zhu Huarong

Chief financial officer: Zhang Deyong

The head of accounting department: Shi Haifeng

4. Profit Statement of Parent Company

Unit: Yuan

Project	Semi-annual 2025	Semi-annual 2024
I. Operating income	49,992,247,432.42	54,820,842,795.87
Less: Operating cost	44,625,789,120.71	49,023,998,757.68
Taxes and surcharges	866,341,628.05	1,250,733,898.43
Sales expense	1,690,914,310.74	929,133,285.59
Administrative expenses	1,387,752,217.18	1,732,583,485.14
R&D expenses	1,999,015,349.48	1,968,586,574.98
Financial expense	-422,841,778.36	-333,400,647.01
Including: Interest expense	25,210,363.07	19,451,693.91
Interest income	452,426,187.70	362,660,793.06
Plus: Other income	824,860,792.31	1,224,353,991.64
Investment income(Loss is indicated with "-")	476,704,368.84	650,013,874.65
Among them: Income from investment in associated enterprises and joint ventures	23,105,164.21	279,687,665.28
Income from changes in fair value(Loss is indicated with "-")	6,513,157.75	-8,076,315.61
Credit impairment loss(Loss is indicated with "-")	-2,587,503.79	1,991,215.03
Loss on impairment of assets(Loss is indicated with "-")	-42,206,783.01	-61,110,316.71
Proceeds from disposal of assets(Loss is indicated with "-")	9,872,828.04	2,326,113.93
II. Operating profit(Loss is indicated with "-")	1,118,433,444.76	2,058,706,003.99
Plus: Non-operating income	51,980,901.09	27,829,161.89
Less: Non-operating expenses	14,545,459.64	11,262,143.58
III. Total profit(Total loss is indicated with "-")	1,155,868,886.21	2,075,273,022.30
Less: Income tax expense	68,810,215.77	-33,431,735.49
IV. Net profit(Net loss is represented with "-")	1,087,058,670.44	2,108,704,757.79
(I) Net profit from continuing operation (net loss expressed with "-")	1,087,058,670.44	2,108,704,757.79
(II) Net profit from operation termination (net loss expressed with "-")		
V. Net amount after tax of other comprehensive income	-2,894,301.11	-184,355.51
VI. Total comprehensive income	1,084,164,369.33	2,108,520,402.28

5. Consolidated Cash Flow Statement

Unit: Yuan

Project	Semi-annual 2025	Semi-annual 2024
I. Cash flow from operating activities:		

Cash received from sales of goods and provision of labor services	83,637,749,837.86	87,402,094,857.95
Tax refund received	1,940,550,767.15	2,283,448,047.92
Other cash received in connection with operating activities	1,844,260,721.48	2,197,893,615.37
Subtotal of cash inflow from operating activities	87,422,561,326.49	91,883,436,521.24
Cash paid for goods and services	78,918,787,742.28	72,075,595,167.36
Cash paid to and for employees	6,106,774,683.42	5,227,942,331.33
Taxes and fees paid	4,503,099,289.23	6,484,391,928.94
Payment of other cash related to operating activities	6,501,096,401.83	4,660,406,353.08
Subtotal of cash outflows from operating activities	96,029,758,116.76	88,448,335,780.71
Net cash flow from operating activities	-8,607,196,790.27	3,435,100,740.53
II. Cash flow from investment activities:		
Cash received from investment recovery	340,000.00	
Cash received from investment income	42,307,638.70	1,431,899.95
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	596,996,689.13	270,398,351.71
Other cash received in connection with investing activities	50,975,988.18	8,070,357,180.56
Subtotal of cash inflow from investment activities	690,620,316.01	8,342,187,432.22
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	2,111,957,700.52	1,198,526,301.30
Cash paid for investments	1,604,723,740.46	68,253,846.00
Payment of other cash related to investing activities		1,400,000,000.00
Subtotal of cash outflows from investment activities	3,716,681,440.98	2,666,780,147.30
Net cash flow from investing activities	-3,026,061,124.97	5,675,407,284.92
III. Cash flow from financing activities:		
Cash received from absorption of investments	62,000,000.00	30,957,178.38
Cash received from obtaining loans	41,439,662.00	34,000,000.00
Other cash received in connection with financing activities	280,715,982.94	234,346,997.19
Subtotal of cash inflows from financing activities	384,155,644.94	299,304,175.57
Cash paid for debt repayment	66,000,000.00	10,000,000.00
Cash paid for dividends, profits or interest payments	7,840,786.59	3,416,455,425.29
Payment of other cash related to financing activities	53,170,214.12	181,013,652.58
Subtotal of cash outflows from financing activities	127,011,000.71	3,607,469,077.87
Net cash flows from financing activities	257,144,644.23	-3,308,164,902.30
IV. Effect of exchange rate changes on cash and cash equivalents	287,726,733.50	-178,545,254.43
V. Net increase in cash and cash equivalents	-11,088,386,537.51	5,623,797,868.72
Plus: Balance of opening cash and cash equivalents	63,274,376,513.00	63,925,957,901.11
VI. Balance of cash and cash equivalents at the end of the period	52,185,989,975.49	69,549,755,769.83

6. Cash Flow Statement of Parent Company

Unit: Yuan

Project	Semi-annual 2025	Semi-annual 2024
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of labor services	52,673,723,414.17	57,231,280,855.81
Tax refund received	80,464,734.28	727,850.00
Other cash received in connection with operating activities	968,553,469.71	1,380,231,417.17
Subtotal of cash inflow from operating activities	53,722,741,618.16	58,612,240,122.98
Cash paid for goods and services	51,269,802,561.93	49,289,218,463.82
Cash paid to and for employees	3,612,840,778.60	3,276,956,936.68
Taxes and fees paid	1,504,405,933.42	2,785,805,002.92
Payment of other cash related to operating activities	4,907,709,472.80	3,011,019,964.46
Subtotal of cash outflows from operating activities	61,294,758,746.75	58,363,000,367.88
Net cash flow from operating activities	-7,572,017,128.59	249,239,755.10
II. Cash flow from investment activities:		
Cash received from investment income	418,072,106.70	298,979,999.95
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	154,051,790.41	12,748,015.59
Other cash received in connection with investing activities		5,550,500,000.00
Subtotal of cash inflow from investment activities	572,123,897.11	5,862,228,015.54
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	1,214,891,938.38	1,020,364,923.37
Cash paid for investments	1,890,723,740.46	308,253,846.00
Payment of other cash related to investing activities		1,490,000,000.00
Subtotal of cash outflows from investment activities	3,105,615,678.84	2,818,618,769.37
Net cash flow from investing activities	-2,533,491,781.73	3,043,609,246.17
III. Cash flow from financing activities:		
Cash received from absorption of investments		
Cash received from obtaining loans		
Other cash received in connection with financing activities		
Subtotal of cash inflows from financing activities		
Cash paid for debt repayment	36,000,000.00	
Cash paid for dividends, profits or interest payments	7,357,000.00	3,412,863,996.51
Payment of other cash related to financing activities	33,309,556.36	40,217,966.73
Subtotal of cash outflows from financing activities	76,666,556.36	3,453,081,963.24
Net cash flows from financing activities	-76,666,556.36	-3,453,081,963.24
IV. Effect of exchange rate changes on cash and cash equivalents		
V. Net increase in cash and cash equivalents	-10,182,175,466.68	-160,232,961.97
Plus: Balance of opening cash and cash equivalents	34,681,359,143.17	44,023,772,482.14
VI. Balance of cash and cash equivalents at the end of the period	24,499,183,676.49	43,863,539,520.17

7. Consolidated Statement of Changes in Owner's Equity

Current Amount

Unit: Yuan

Project	Semi-annual 2025								
	Owner's equity attributable to parent company							Minority equity	Total owner's equity
	Share capital	Capital reserve	Less: Treasury shares	Other comprehensive income	Special reserve	Surplus reserve	Undistributed profit		
I. Closing balance of previous year	9,914,086,060.00	8,925,798,850.14	169,261,662.73	7,523,358.77	95,013,488.38	4,957,043,030.00	52,846,021,500.43	2,504,374,617.11	79,080,599,242.10
II. Balance at the beginning of the current year	9,914,086,060.00	8,925,798,850.14	169,261,662.73	7,523,358.77	95,013,488.38	4,957,043,030.00	52,846,021,500.43	2,504,374,617.11	79,080,599,242.10
III. Amount of increase or decrease in current period(Decrease is indicated with "-")		30,568,843.52	-112,935,815.55	-76,680,556.34	30,729,494.34		-631,353,698.15	-431,719,070.68	-965,519,171.76
(I) Total comprehensive income				-76,680,556.34			2,291,211,254.67	-498,557,363.40	1,715,973,334.93
(II) Capital invested and reduced by owners		30,568,843.52	-112,935,815.55					62,000,000.00	205,504,659.07
1. Common shares invested by owners								62,000,000.00	62,000,000.00
2. Amount of share-based payment included in owner's equity		15,696,797.33	-112,935,815.55						128,632,612.88
3. Other		14,872,046.19							14,872,046.19
(III) Profit distribution							-2,922,564,952.82		-2,922,564,952.82
1. Distribution to owners (or shareholders)							-2,922,564,952.82		-2,922,564,952.82
(IV) Internal carry-forward of owner's equity									
(V) Special reserve					30,729,494.34			4,838,292.72	35,567,787.06
1. Current withdrawal					58,903,145.28			7,514,745.10	66,417,890.38
2. Used in this period					-28,173,650.94			-2,676,452.38	-30,850,103.32
(VI) Other									
IV. Closing balance of the current period	9,914,086,060.00	8,956,367,693.66	56,325,847.18	-69,157,197.57	125,742,982.72	4,957,043,030.00	52,214,667,802.28	2,072,655,546.43	78,115,080,070.34

Amount of last year

Unit: Yuan

Chongqing Changan Automobile Company Limited 2025 Semi-Annual Report

Project	Semi-annual 2024								
	Owner's equity attributable to parent company							Minority equity	Total owner's equity
	Share capital	Capital reserve	Less: Treasury shares	Other comprehensive income	Special reserve	Surplus reserve	Undistributed profit		
I. Closing balance of previous year	9,917,289,033.00	8,251,287,637.70	382,277,095.96	118,318,784.04	54,323,330.34	4,276,245,864.64	49,617,932,431.73	2,830,136,853.54	74,683,256,839.03
II. Balance at the beginning of the current year	9,917,289,033.00	8,251,287,637.70	382,277,095.96	118,318,784.04	54,323,330.34	4,276,245,864.64	49,617,932,431.73	2,830,136,853.54	74,683,256,839.03
III. Amount of increase or decrease in current period(Decrease is indicated with "-")		192,036,082.00	-153,652,923.17	82,398,384.33	39,807,168.65		-580,734,551.36	-556,794,634.57	-669,634,627.78
(I) Total comprehensive income				82,398,384.33			2,831,743,111.82	-584,980,844.13	2,329,160,652.02
(II) Capital invested and reduced by owners		192,036,082.00	-132,685,226.16					23,433,418.96	348,154,727.12
1. Common shares invested by owners								30,960,000.00	30,960,000.00
2. Amount of share-based payment included in owner's equity		181,288,200.00							181,288,200.00
3. Other		10,747,882.00	-132,685,226.16					-7,526,581.04	135,906,527.12
(III) Profit distribution			-20,967,697.01				-3,412,477,663.18		-3,391,509,966.17
1. Distribution to owners (or shareholders)			-20,967,697.01				-3,412,477,663.18		-3,391,509,966.17
(IV) Internal carry-forward of owner's equity									
(V) Special reserve					39,807,168.65			4,752,790.60	44,559,959.25
1. Current withdrawal					63,437,107.75			5,888,705.99	69,325,813.74
2. Used in this period					-23,629,939.10			-1,135,915.39	-24,765,854.49
(VI) Other									
IV. Closing balance of the current period	9,917,289,033.00	8,443,323,719.70	228,624,172.79	200,717,168.37	94,130,498.99	4,276,245,864.64	49,037,197,880.37	2,273,342,218.97	74,013,622,211.25

8. Statement of Changes in Owner's Equity of Parent Company

Current Amount

Unit: Yuan

Project	Semi-annual 2025							
	Share capital	Capital reserve	Less: Treasury shares	Other comprehensive	Special reserve	Surplus reserve	Undistributed profit	Total owner's equity

Chongqing Changan Automobile Company Limited 2025 Semi-Annual Report

				income				
I. Closing balance of previous year	9,914,086,060.00	8,353,032,903.95	169,261,662.73	162,659,055.80	44,805,848.15	4,957,043,030.00	47,158,746,846.13	70,421,112,081.30
II. Balance at the beginning of the current year	9,914,086,060.00	8,353,032,903.95	169,261,662.73	162,659,055.80	44,805,848.15	4,957,043,030.00	47,158,746,846.13	70,421,112,081.30
III. Amount of increase or decrease in current period(Decrease is indicated with "-")		30,568,843.52	-112,935,815.55	-2,894,301.11	18,660,348.93		-1,835,506,282.38	-1,676,235,575.49
(I) Total comprehensive income				-2,894,301.11			1,087,058,670.44	1,084,164,369.33
(II) Capital invested and reduced by owners		30,568,843.52	-112,935,815.55					143,504,659.07
1. Amount of share-based payment included in owner's equity		15,696,797.33	-112,935,815.55					128,632,612.88
2. Other		14,872,046.19						14,872,046.19
(III) Profit distribution							-2,922,564,952.82	-2,922,564,952.82
1. Distribution to owners (or shareholders)							-2,922,564,952.82	-2,922,564,952.82
(IV) Internal carry-forward of owner's equity								
(V) Special reserve					18,660,348.93			18,660,348.93
1. Current withdrawal					33,871,629.18			33,871,629.18
2. Used in this period					-15,211,280.25			-15,211,280.25
(VI) Other								
IV. Closing balance of the current period	9,914,086,060.00	8,383,601,747.47	56,325,847.18	159,764,754.69	63,466,197.08	4,957,043,030.00	45,323,240,563.75	68,744,876,505.81

Amount of last year

Unit: Yuan

Project	Semi-annual 2024							
	Share capital	Capital reserve	Less: Treasury shares	Other comprehensive income	Special reserve	Surplus reserve	Undistributed profit	Total owner's equity
I. Closing balance of previous year	9,917,289,033.00	8,406,226,198.82	382,277,095.96	169,049,829.02	19,514,786.95	4,276,245,864.64	44,297,589,798.86	66,703,638,415.33
II. Balance at the beginning of the current year	9,917,289,033.00	8,406,226,198.82	382,277,095.96	169,049,829.02	19,514,786.95	4,276,245,864.64	44,297,589,798.86	66,703,638,415.33
III. Amount of increase or decrease in current period(Decrease is indicated		184,509,500.64	-153,652,923.17	-184,355.51	22,558,299.54		-1,303,772,905.39	-943,236,537.55

Chongqing Changan Automobile Company Limited 2025 Semi-Annual Report

with "-")								
(I) Total comprehensive income				-184,355.51			2,108,704,757.79	2,108,520,402.28
(II) Capital invested and reduced by owners		184,509,500.64	-132,685,226.16					317,194,726.80
1. Amount of share-based payment included in owner's equity		181,288,200.00						181,288,200.00
2. Other		3,221,300.64	-132,685,226.16					135,906,526.80
(III) Profit distribution			-20,967,697.01				-3,412,477,663.18	-3,391,509,966.17
1. Distribution to owners (or shareholders)			-20,967,697.01				-3,412,477,663.18	-3,391,509,966.17
(IV) Internal carry-forward of owner's equity								
(V) Special reserve					22,558,299.54			22,558,299.54
1. Current withdrawal					36,217,694.10			36,217,694.10
2. Used in this period					-13,659,394.56			-13,659,394.56
(VI) Other								
IV. Closing balance of the current period	9,917,289,033.00	8,590,735,699.46	228,624,172.79	168,865,473.51	42,073,086.49	4,276,245,864.64	42,993,816,893.47	65,760,401,877.78

III. Basic Information of the Company

Chongqing Changan Automobile Co., Ltd. (Hereinafter referred to as "the Company" or "the Company") is a company limited by shares registered in Chongqing in October 1996. Listed on Shenzhen Stock Exchange in June 1997. As of June 30, 2025, the Company has issued a total of 9,914,086,060 shares, registered at No. 260, Jianxin East Road, Jiangbei District, Chongqing, China, and its office address at Building T2, No.2, Financial City, No.61, Dongshengmen Road, Jiangbei District, Chongqing, China.

The company actually engaged in the main business activities: Automobile (including car), automotive engine series products, supporting parts manufacturing, sales and other business.

The parent company of the Company is Chenzhi Automotive Technology Group Co., Ltd. The ultimate controlling party of the Company is China South Industries Group Co., Ltd..

IV. Preparation Basis of Financial Statements

1. Preparation Basis

The financial statements are prepared in accordance with the Accounting Standards for Business Enterprises - Basic Standards and various specific accounting standards, Accounting Standards for Business Enterprises - Application Guide, Accounting Standards for Business Enterprises - Interpretation and other relevant provisions issued by the Ministry of Finance (hereinafter collectively referred to as "Accounting Standards for Business Enterprises"), as well as the relevant provisions of the Rules for the Preparation and Reporting of Information Disclosure by Companies Offering Securities to the Public No. 15 - General Provisions on Financial Reporting issued by China Securities Regulatory Commission.

2. Going concern

The financial statements are prepared on a going concern basis.

V. Significant Accounting Policies and Accounting Estimates

1. Statement on Compliance with Accounting Standards for Business Enterprises

The financial statements conform to the requirements of the Accounting Standards for Business Enterprises issued by the Ministry of Finance, and truly and completely reflect the financial status of the Company on June 30, 2025 and the business performance and cash flow of the Company in 2025.

2. Accounting period

The Company adopts the Gregorian calendar year, i.e. from January 1 to December 31.

3. Operating cycle

The business cycle of the Company is 12 months.

4. Functional currency

The Company's functional currency and the currency in which the financial statements are prepared are RMB. Unless otherwise specified, it is expressed in RMB. Subsidiaries, joint ventures and joint ventures of the Company shall, in accordance with the main economic environment in which they operate, determine their functional currency and convert them into RMB when preparing the financial statements.

5. Accounting treatment of business combination under the same control and not under the same control

Business combination under the same control

The assets and liabilities acquired by the combining party in the business combination (including the goodwill formed by the acquisition of the combined party by the final controlling party) shall be measured on the basis of the book value of the combined party's assets and liabilities in the consolidated financial statements of the final controlling party on the combination date. The difference between the book value of the net assets obtained in the merger and the book value of the consideration paid for the merger (or the total par value of the issued shares) shall be adjusted for the share premium in the capital reserve. If the share premium in the capital reserve is insufficient to offset, the retained earnings shall be adjusted.

Business combination not under the same control

The merger cost is the fair value of the assets paid, liabilities incurred or assumed and equity securities issued by the acquirer to acquire the control right of the acquiree on the acquisition date. The difference between the combination cost and the fair value of the identifiable net assets of the acquiree obtained in the combination shall be recognized as goodwill; The difference between the combination cost and the fair value of the identifiable net assets of the purchased party obtained in the combination shall be included in the current profit and loss. The identifiable assets, liabilities and contingent liabilities obtained by the acquiree in the merger meet the recognition conditions are measured at fair value on the acquisition date.

The directly related expenses incurred for business combination shall be included in the current profit and loss when incurred; The transaction cost of issuing equity securities or debt securities for business combination is included in the initial recognition amount of equity securities or debt securities.

6. Judgment standard of control and preparation method of consolidated financial statements

Judgment standard of control

The consolidation scope of the consolidated financial statements is determined on the basis of control. The consolidation scope includes the Company and all subsidiaries. Control means that the company has the right to the investee, enjoys the variable return by participating in the investee's relevant activities, and has the ability to use the right to the investee to influence its return amount.

Merging procedure

The Company regards the entire enterprise group as one accounting entity, and prepares consolidated financial statements in accordance with uniform accounting policies to reflect the overall financial position, operating results and cash flow of the enterprise group. The effects of internal transactions between the Company and subsidiaries and between subsidiaries shall be offset. If the internal transaction indicates the impairment loss of relevant assets, the loss shall be recognized in full. If the accounting policies and accounting periods adopted by subsidiaries are inconsistent with the Company, necessary adjustments shall be made in accordance with the Company's accounting policies and accounting periods when preparing consolidated financial statements.

The shares of minority shareholders in the owner's equity, current net profit and loss and current comprehensive income of subsidiaries are separately listed under the owner's equity item in the consolidated balance sheet, net profit item in the consolidated income statement and total comprehensive income item. If the current loss shared by the minority shareholders of a subsidiary exceeds the balance formed by the minority shareholders' share in the opening owner's equity of the subsidiary, the minority shareholders' equity shall be offset.

(1) Increase subsidiary or business

During the reporting period, if subsidiaries or businesses are added due to business combination under the same control, the operating results and cash flows of subsidiaries or businesses from the beginning of the current period to the end of the reporting period shall be included in the consolidated financial statements, and the adjustment of the opening amount of the consolidated financial statements and the related items of the comparative statements shall be deemed as that the report entity after consolidation has existed since the control point of the ultimate controlling party.

If the investee can control the investee under the same control due to additional investment or other reasons, the changes in relevant profits and losses, other comprehensive incomes and other net assets have been recognized between the date when the original equity is acquired and the date when the merging party and the merging party are under the same control, whichever is later, from the date when the merging party and the merging party are under the same control, and the opening retained earnings or current profits and losses during the comparative statement period shall be offset respectively.

During the reporting period, if subsidiaries or businesses are increased due to business combination not under the same control, the fair values of identifiable assets, liabilities and contingent liabilities determined on the acquisition date shall be included in the consolidated financial statements from the acquisition date.

If the investee not under the same control can be controlled due to additional investment or other reasons, the equity of the acquiree held before the acquisition date shall be re-measured according to the fair value of the equity on the acquisition date, and the difference between the fair value and the book value shall be counted into the current investment income. Other comprehensive income that can be reclassified into profit and loss and other owner's equity changes under equity method accounting involved in the equity of the acquiree held before the acquisition date are converted into current investment income on the acquisition date.

(2) Disposal of subsidiaries

□ General treatment method

If the control over the investee is lost due to disposal of part of the equity investment or other reasons, the remaining equity investment after disposal shall be re-measured according to its fair value on the date when the control is lost. The difference between the sum of the consideration obtained from disposal of equity and the fair value of the remaining equity minus the sum of the share of the net assets of the original subsidiary which shall be calculated continuously from the acquisition date or the merger date according to the original shareholding proportion and the goodwill shall be counted into the investment income of the period when the control right is lost. Other comprehensive income that can be reclassified into profit and loss and other owner's equity change under equity method accounting related to original subsidiary's equity investment shall be converted into current investment income when losing control.

□ Step by step disposal of subsidiaries

If the equity investment of the subsidiary is disposed step by step through multiple transactions until the control right is lost, the terms, conditions and economic impact of each transaction disposed of the equity investment of the subsidiary shall meet one or more of the following conditions, which generally indicates that the multiple transactions are package transactions:

I. These transactions are entered into simultaneously or taking into account each other's influence;

II. These deals as a whole can achieve a complete business result;

III. The occurrence of a transaction depends on the occurrence of at least one other transaction;

IV. A transaction is not economic alone, but it is economic when considered in conjunction with other transactions.

If each transaction belongs to a package transaction, each transaction shall be treated as a transaction for disposal of subsidiaries and loss of control right for accounting treatment; The difference between the disposal price of each time before the loss of control and the share of net assets of the subsidiary corresponding to the disposal of investment shall be recognized as other comprehensive income in the consolidated financial statements, and shall be transferred to the profit and loss of the current period when the loss of control occurs.

If each transaction does not belong to a package transaction, before losing the control right, the equity investment of the subsidiary company shall be accounted for by partial disposal without losing the control right; In case of loss of control, accounting treatment shall be conducted according to the general treatment method of disposal of subsidiaries.

(3) Purchase minority interests in subsidiaries

Due to the difference between the long-term equity investment newly acquired by purchasing minority equity and the share of net assets continuously calculated by the subsidiaries from the acquisition date or the merger date according to the newly increased shareholding ratio, the share premium in the capital reserve in the consolidated balance sheet shall be adjusted. If the share premium in the capital reserve is insufficient to offset, the retained earnings shall be adjusted.

(4) Partial disposal of equity investments in subsidiaries without loss of control

The difference between the disposal price and the share of net assets of the subsidiary that shall be continuously calculated from the acquisition date or the merger date corresponding to the disposal of the long-term equity investment shall be adjusted to the share premium in the capital reserve in the consolidated balance sheet. If the share premium in the capital reserve is insufficient to offset, the retained earnings shall be adjusted.

7. Criteria for determining cash and cash equivalents

Cash refers to the Company's cash on hand and deposits that can be used for payment at any time. Cash equivalents refer to the investments held by the Company with short term, strong liquidity, easy to be converted into known amount of cash and small risk of value change.

8. Foreign currency transactions and translation of foreign currency statements

Foreign currency business

The spot exchange rate on the transaction date is used as the conversion exchange rate to convert the foreign currency amount into RMB for bookkeeping.

The balance of foreign currency monetary items on the balance sheet date shall be converted according to the spot exchange rate on the balance sheet date, and the exchange difference arising therefrom shall be included in the current profit and loss except that the exchange difference arising from the special foreign currency borrowing related to the acquisition and construction of assets eligible for capitalization shall be treated according to the principle of capitalization of borrowing costs.

Translation of Foreign Currency Financial Statements

The assets and liabilities in the balance sheet shall be translated at the spot exchange rate on the balance sheet date; Owner's equity items, except for "undistributed profit" items, are translated using the spot exchange rate at the time of occurrence. The income and expense items in the income statement are translated using the spot exchange rate on the transaction date.

When disposing of overseas operation, the translation balance of foreign currency financial statements related to the overseas operation shall be transferred from the owner's equity item to the current profit and loss for disposal.

9. Financial instruments

When the Company becomes a party to a financial instrument contract, it recognizes a financial asset, financial liability or equity

instrument.

Classification of financial instruments

According to the business model of financial assets managed by the Company and the characteristics of contractual cash flow of financial assets, financial assets are classified into financial assets measured at amortized cost, financial assets measured at fair value with changes included in other comprehensive income and financial assets measured at fair value with changes included in current profit and loss upon initial recognition.

The Company classifies financial assets that meet the following conditions and are not designated as measured at fair value through profit or loss as financial assets measured at amortized cost:

- The business model is aimed at receiving contract cash flows;
- The contractual cash flow is only the payment of principal and interest based on the outstanding principal amount.

The Company classifies the financial assets that meet the following conditions and are not designated as measured at fair value through profit or loss as financial assets (debt instruments) measured at fair value through other comprehensive income:

- The business model targets both the receipt of contractual cash flows and the sale of the financial asset;
- The contractual cash flow is only the payment of principal and interest based on the outstanding principal amount.

For non-trading equity instrument investments, the Company may, upon initial recognition, irrevocably designate them as financial assets (equity instruments) measured at fair value through other comprehensive income. The designation is made on an individual investment basis and the relevant investment complies with the definition of an equity instrument from the issuer's point of view.

In addition to the above financial assets measured at amortised cost and at fair value through other comprehensive income, the Company classifies all other financial assets into financial assets measured at fair value through profit or loss.

Financial liabilities are classified into financial liabilities measured at fair value through profit or loss and financial liabilities measured at amortized cost.

Recognition basis and measurement method of financial instruments

(1) Financial assets measured at amortised cost

Financial assets measured at amortized cost include notes receivable, accounts receivable, other receivables, long-term receivables, debt investment, etc., initially measured at fair value, and related transaction costs are included in the initially recognized amount; Receivables that do not contain significant financing components and receivables that the Company decides not to consider financing components that do not exceed one year are initially measured at the contract transaction price.

Interest calculated using the effective interest method during the holding period is included in the current profit and loss.

When recovering or disposing, the difference between the obtained price and the book value of the financial asset shall be included in the current profit and loss.

(2) Financial assets (debt instruments) measured at fair value through other comprehensive income

Financial assets (debt instruments) measured at fair value and whose changes are included in other comprehensive income include receivables financing, other debt investments, etc., initially measured at fair value, and relevant transaction costs are included in the initially recognized amount. This financial asset is subsequently measured at fair value. Changes in fair value are included in other comprehensive income except interest, impairment losses or gains and exchange gains and losses calculated using the effective interest method.

When the recognition is terminated, the accumulated gains or losses previously included in other comprehensive income are transferred out from other comprehensive income and included in current profit and loss.

(3) Financial assets (equity instruments) measured at fair value through other comprehensive income

Financial assets (equity instruments) measured at fair value and whose changes are included in other comprehensive income include investments in other equity instruments, which are initially measured at fair value, and relevant transaction costs are included in the initially recognized amount. The financial asset is subsequently measured at fair value, and changes in fair value are included in other comprehensive income. Dividends obtained are included in the current profit and loss.

Upon termination of recognition, accumulated gains or losses previously included in other comprehensive income are transferred out from other comprehensive income and included in retained earnings.

(4) Financial assets measured at fair value through profit or loss

Financial assets measured at fair value and whose changes are included in current profits and losses include trading financial assets, derivative financial assets and other non-current financial assets, which are initially measured at fair value, and relevant transaction costs are included in current profits and losses. The financial asset is subsequently measured at fair value, and the change in fair value is included in the current profit and loss.

(5) Financial liabilities measured at fair value through profit or loss

Financial liabilities measured at fair value and whose changes are included in current profits and losses include trading financial liabilities and derivative financial liabilities, which are initially measured at fair value, and relevant transaction costs are included in current profits and losses. The financial liabilities are subsequently measured at fair value, and changes in fair value are included in current profit and loss.

When the recognition is terminated, the difference between the book value and the consideration paid is included in the current

profit and loss.

(6) Financial liabilities measured at amortised cost

Financial liabilities measured at amortized cost include short-term borrowings, notes payable, accounts payable, other payables, long-term borrowings, bonds payable and long-term payables, which are initially measured at fair value, and related transaction costs are included in the initially recognized amount.

Interest calculated using the effective interest method during the holding period is included in the current profit and loss.

When the recognition is terminated, the difference between the consideration paid and the book value of the financial liability is included in the current profit and loss.

Recognition basis and measurement method of derecognition and transfer of financial assets

The Company derecognizes financial assets when one of the following conditions is met:

- Termination of contractual rights to receive cash flows from financial assets;
- The financial assets have been transferred, and almost all the risks and rewards of ownership of the financial assets have been transferred to the transferee;
- The financial assets have been transferred. Although the Company has neither transferred nor retained almost all the risks and rewards in the ownership of the financial assets, the Company has not retained the control over the financial assets.

If the Company modifies or re-negotiates the contract with the counterparty and constitutes a material modification, the original financial assets shall be derecognized, and a new financial asset shall be recognized in accordance with the modified terms.

When a financial asset is transferred, if almost all the risks and rewards of the ownership of the financial asset are retained, the financial asset shall not be derecognized.

In determining whether the transfer of financial assets meets the above conditions for derecognition of financial assets, the principle of substance over form is adopted.

The Company divides the transfer of financial assets into overall transfer and partial transfer of financial assets. If the overall transfer of financial assets meets the conditions for derecognition, the difference between the following two amounts shall be included in the current profit and loss:

- (1) The carrying value of the financial assets transferred;
- (2) The sum of the consideration received as a result of the transfer and the cumulative amount of changes in fair value originally recorded in the owner's equity (the financial assets involved in the transfer are the financial assets (debt instruments) measured at fair value and whose changes are recorded in other comprehensive income).

If the partial transfer of financial assets meets the conditions for derecognition, the book value of the transferred financial assets as a whole shall be amortized according to the relative fair value between the derecognized part and the underecognized part, and the difference between the following two amounts shall be included in the current profit and loss:

- (1) The book value of the derecognized part;
- (2) The sum of the consideration for the derecognized part and the amount corresponding to the derecognized part in the accumulative amount of the changes in fair value originally recorded in the owner's equity (the financial assets involved in the transfer are the financial assets (debt instruments) measured at fair value and whose changes are recorded in other comprehensive income).

If the transfer of financial assets does not meet the conditions for termination of recognition, the financial assets shall be continuously recognized, and the consideration received shall be recognized as a financial liability.

Derecognition of financial liabilities

Where the present obligation of a financial liability has been discharged in whole or in part, the recognition of the financial liability or part thereof shall be terminated; If the Company signs an agreement with its creditors to replace the existing financial liabilities by assuming new financial liabilities, and the contract terms of the new financial liabilities and the existing financial liabilities are substantially different, the Company will derecognize the existing financial liabilities and recognize the new financial liabilities at the same time.

If the contract terms of all or part of the existing financial liabilities are materially modified, the existing financial liabilities or part thereof shall be derecognized, and the financial liabilities after modification shall be recognized as a new financial liability.

When all or part of the financial liabilities are derecognized, the difference between the book value of the derecognized financial liabilities and the consideration paid (including non-cash assets transferred out or new financial liabilities assumed) shall be included in the current profit and loss.

If the Company buys back part of the financial liabilities, on the buyback date, the book value of the financial liabilities as a whole shall be distributed according to the relative fair value of the continuously recognized part and the derecognized part. The difference between the book value allocated to the derecognized part and the consideration paid (including non-cash assets transferred out or new financial liabilities assumed) is included in the current profit and loss.

Determination of fair value of financial assets and financial liabilities

The fair value of a financial instrument with an active market is determined by the price quoted in the active market. In the absence of an active market, the fair value of financial instruments is determined using valuation techniques. In valuing, the Company selects the input value consistent with the characteristics of the assets or liabilities considered by the market participants in the transaction of

the relevant assets or liabilities and preferentially uses the relevant observable input value by adopting the valuation technology applicable in the current situation and supported by sufficient available data and other information. An unobservable input value is used only if the relevant observable input value cannot be obtained or is not practicable.

Test Method and Accounting Treatment Method of Financial Instrument Impairment

The Company carries out impairment accounting treatment for financial assets measured at amortized cost, financial assets (debt instruments) measured at fair value with changes included in other comprehensive income, financial guarantee contracts, etc. on the basis of expected credit loss.

The Company calculates the probabilistic weighted amount of the present value of the difference between the cash flow receivable under the contract and the cash flow expected to be received by taking into account the past events, the current situation and the forecast of the future economic situation and other reasonable and based information, taking the risk of default as the weight, and recognizes the expected credit loss.

For receivables and contractual assets arising from transactions regulated in Accounting Standards for Business Enterprises No. 14 - Revenue, regardless of whether they contain significant financing components, the Company always measures its loss provision at an amount equivalent to the expected credit loss during the whole existence period.

For the lease receivables arising from the transactions regulated in Accounting Standards for Enterprises No. 21 - Leasing, the Company chooses to always measure its loss provision at an amount equivalent to the expected credit loss in the whole duration.

For other financial instruments, the Company assesses the changes in credit risk of the relevant financial instruments since initial recognition on each balance sheet date.

The Company compares the risk of default of financial instruments on the balance sheet date with the risk of default on the initial recognition date to determine the relative change of default risk within the expected existence period of financial instruments, so as to assess whether the credit risk of financial instruments has increased significantly since the initial recognition. Generally, if the overdue period is more than 30 days, the Company will consider that the credit risk of the financial instrument has been significantly increased, unless there is conclusive evidence that the credit risk of the financial instrument has not been significantly increased since the initial recognition.

If the credit risk of a financial instrument on the balance sheet date is low, the Company considers that the credit risk of the financial instrument has not increased significantly since initial recognition.

If the credit risk of the financial instrument has been significantly increased since the initial recognition, the Company shall measure its loss provision according to the amount equivalent to the expected credit loss of the financial instrument during the whole existence period; If the credit risk of the financial instrument does not increase significantly after initial recognition, the Company measures its loss provision at an amount equivalent to the expected credit loss of the financial instrument within the next 12 months. The increase or reversal amount of loss provision thus formed shall be included in current profit and loss as impairment loss or profit. For financial assets (debt instruments) measured at fair value through other comprehensive income, provision for loss is recognized in other comprehensive income, and impairment losses or gains are included in current profit and loss without reducing the book value of the financial assets in the balance sheet.

10. Inventory

Classification and cost of inventories

Inventory classification: In-transit materials, raw materials, revolving materials, goods in stock, products in process, goods issued, materials for entrusted processing, etc.

Inventory is initially measured at cost, which includes purchase costs, processing costs, and other expenses incurred to bring the inventory to its current location and status.

Valuation method of issued inventory

The weighted average method is adopted.

Inventory system

Permanent inventory system is adopted.

Amortization of low value consumables and packaging

- (1) Low-value consumables adopt one-time write-off method;
- (2) The package adopts one-time resale method.

Recognition standard and withdrawal method of inventory falling price reserve

On the balance sheet date, inventories shall be measured at the lower of cost and net realizable value. When the inventory cost is higher than its net realizable value, provision for inventory falling price shall be made. Net realizable value refers to the amount after deducting the estimated cost, estimated sales expense and relevant taxes from the estimated sales price of inventory in daily activities.

The net realizable value of the inventories of goods directly used for sale, such as finished goods, goods in stock and materials

used for sale, shall be determined by deducting the estimated selling expenses and relevant taxes from the estimated selling price of the inventories during the normal production and operation; In the normal course of production and operation, the net realizable value of the inventories of materials to be processed shall be determined by deducting the estimated selling price of the finished products from the estimated costs to be incurred upon completion, estimated selling expenses and relevant taxes; The net realizable value of inventories held for the execution of sales contracts or labor contracts shall be calculated on the basis of the contract price. If the quantity of inventories held is more than the quantity ordered in the sales contract, the net realizable value of the excess part of inventories shall be calculated on the basis of the general sales price.

After the provision for inventory falling price is made, if the influence factors of inventory value write-down have disappeared, resulting in that the net realizable value of inventory is higher than its book value, it shall be reversed within the original provision for inventory falling price, and the reversed amount shall be included in the current profit and loss.

11. Contractual assets

Recognition method and standard of contract assets

The Company presents contractual assets or contractual liabilities in the balance sheet based on the relationship between performance obligations and customer payments. The right of the Company to receive consideration for having transferred goods or provided services to its customers (and subject to factors other than the passage of time) is set out as a contractual asset. Contractual assets and contractual liabilities under the same contract are presented in net terms. The Company's right to receive consideration from customers unconditionally (subject only to the passage of time) is shown separately as receivables.

Determination of expected credit loss of contract assets and accounting treatment

For the determination method and accounting treatment method of expected credit loss of contract assets, see "V.9. Financial instruments" in this note.

12. Assets held for sale

Hold for sale

Where the carrying value of a non-current asset is recovered primarily by sale (including exchange of non-monetary assets with commercial substance) rather than by continuing use of a non-current asset or disposal group, it is classified as held for sale.

The Company classifies non-current assets or disposal groups that meet the following conditions simultaneously into the category of holding for sale:

(1) In accordance with the practice of selling such assets or disposal groups in similar transactions, immediately in the current situation;

(2) The sale is likely to occur, i.e. the Company has made a resolution on a sale plan and obtained a firm purchase commitment, and the sale is expected to be completed within one year. If the relevant regulations require the relevant authority or regulatory authority of the Company to approve the sale, the approval has been obtained.

If the book value of non-current assets (excluding financial assets, deferred income tax assets and assets formed by employee remuneration) or disposal group held for sale is higher than the net value after deducting selling expenses from fair value, the book value shall be written down to the net value after deducting selling expenses from fair value. The written down amount shall be recognized as asset impairment loss and included in current profit and loss. Meanwhile, provision for impairment of assets held for sale shall be made.

13. Long-term equity investment

Judgment standard of common control and significant influence

Joint control refers to the common control over an arrangement according to relevant agreements, and the relevant activities of the arrangement can only be decided after the unanimous consent of the participants sharing the control right. Where the Company and other joint ventures jointly exercise joint control over the investee and enjoy rights over the net assets of the investee, the investee shall be the joint venture of the Company.

Significant influence refers to the right to participate in the financial and operational decisions of the investee, but not to control or jointly control the formulation of these policies with other parties. If the Company can exert significant influence on the investee, the investee shall be the associated enterprise of the Company.

Determination of initial investment cost

(1) Long-term equity investment formed by business combination

For the long-term equity investment of subsidiaries formed by business combination under the same control, on the combination date, the share of the book value of the owner's equity of the combined party in the consolidated financial statements of the final controlling party shall be taken as the initial investment cost of the long-term equity investment. The difference between the initial

investment cost of the long-term equity investment and the book value of the consideration paid, adjusting the share premium in the capital reserve; When the share premium in the capital reserve is insufficient to offset, the retained earnings shall be adjusted. If the investee under the same control can be controlled due to additional investment or other reasons, the difference between the initial investment cost of the long-term equity investment recognized according to the above principles and the sum of the book value of the long-term equity investment before the merger and the book value of the newly paid consideration for the shares further obtained on the merger date shall be adjusted for the share capital premium. If the share capital premium is insufficient to offset, the retained earnings shall be offset.

For the long-term equity investment of subsidiaries formed by business combination not under the same control, the combination cost determined on the purchase date shall be regarded as the initial investment cost of long-term equity investment. If the investee unit not under the same control can be controlled due to additional investment or other reasons, the sum of the book value of the originally held equity investment plus the newly increased investment cost shall be regarded as the initial investment cost.

(2) Long-term equity investment acquired by means other than business combination

For long-term equity investment obtained by cash payment, the actual paid purchase price shall be regarded as the initial investment cost.

For long-term equity investments obtained by issuing equity securities, the fair value of the issued equity securities shall be taken as the initial investment cost.

Subsequent measurement and profit and loss recognition method

(1) Long-term equity investment calculated by cost method

The Company's long-term equity investment in subsidiaries shall be accounted for by cost method, unless the investment meets the conditions for holding for sale. In addition to the declared but undistributed cash dividends or profits included in the actual payment or consideration when the investment is obtained, the Company shall recognize the current investment income according to the declared cash dividends or profits of the investee.

(2) Long-term equity investments accounted for by the equity method

Long-term equity investments in joint ventures and joint ventures shall be accounted for by the equity method. If the initial investment cost is greater than the share of fair value of identifiable net assets of the investee at the time of investment, the initial investment cost of long-term equity investment shall not be adjusted; The difference between the initial investment cost and the fair value of the identifiable net assets of the investee shall be included in the current profit and loss, and the cost of long-term equity investment shall be adjusted.

The Company shall recognize the investment income and other comprehensive income respectively according to the share of net profit and loss and other comprehensive income of the invested unit that shall be enjoyed or shared, and adjust the book value of long-term equity investment; The book value of the long-term equity investment shall be reduced according to the part of the invested unit that shall be calculated according to the profits or cash dividends declared to be distributed; For other changes in owner's equity of the investee other than net profit and loss, other comprehensive income and profit distribution (hereinafter referred to as "other owner's equity changes"), the book value of long-term equity investment shall be adjusted and counted into owner's equity.

When recognizing the share of changes in net profit and loss, other comprehensive income and other owner's equity of the investee, it shall be recognized based on the fair value of identifiable net assets of the investee at the time of obtaining investment and after adjustment of net profit and other comprehensive income of the investee in accordance with accounting policies and accounting period of the Company.

The profits and losses arising from unrealized internal transactions between the Company and associated enterprises and joint ventures shall be offset against the portion attributable to the Company calculated according to the proportion to which they are entitled, and the investment income shall be recognized on this basis, except that the assets invested or sold constitute business. If the unrealized internal transaction loss with the investee belongs to the asset impairment loss, it shall be recognized in full.

The net loss incurred by the Company to the joint venture or associated enterprise shall, in addition to the obligation to bear additional loss, be limited to the write-down to zero of the book value of the long-term equity investment and other long-term rights and interests that substantially constitute the net investment to the joint venture or associated enterprise. If the joint venture or associated enterprise realizes the net profit in the future, the company shall resume the recognition of the profit sharing amount after the profit sharing amount covers the unrecognized loss sharing amount.

(3) Disposal of long-term equity investment

If the long-term equity investment is disposed, the difference between its book value and the actually obtained price shall be included in the current profit and loss.

For the long-term equity investment accounted by partial disposal of equity method, if the remaining equity is still accounted by equity method, other comprehensive income recognized by original equity method shall be carried forward by corresponding proportion based on the same basis as the investee's direct disposal of relevant assets or liabilities, and other owner's equity changes shall be carried forward into current profit and loss by proportion.

If the joint control or significant influence on the investee is lost due to disposal of equity investment and other reasons, the other comprehensive income of the original equity investment recognized due to accounting with equity method shall be accounted with the same basis as the investee's direct disposal of relevant assets or liabilities when the accounting with equity method is terminated, and the change of other owners' equity shall be transferred to the current profit and loss when the accounting with equity method is terminated.

If the control right of the investee is lost due to disposal of part of equity investment or other reasons, when preparing individual financial statements, if the residual equity can implement joint control or significant influence on the investee, the residual equity shall be accounted according to the equity method, and the residual equity shall be regarded as being adjusted by adopting the equity method when the investee obtains the control right. Other comprehensive income recognized before the investee obtains the control right shall be carried forward pro rata based on the same basis of the investee's direct disposal of relevant assets or liabilities, and other owner's equity changes recognized by adopting the equity method shall be carried forward pro rata to the current profit and loss; If the remaining

equity cannot exercise joint control or exert significant influence on the investee, it shall be recognized as a financial asset, and the difference between the fair value and the book value on the date when the investee loses control shall be included in the current profit and loss, and all other comprehensive incomes and other changes in owner's equity recognized before the investee obtains the control right shall be carried forward.

If the equity investment of subsidiaries is disposed step by step through multiple transactions until the control right is lost, and belongs to a package transaction, each transaction shall be treated as a transaction of disposing the equity investment of subsidiaries and losing the control right for accounting; The difference between the price of each disposal and the book value of the long-term equity investment corresponding to the equity to be disposed before the loss of control right is recognized as other comprehensive income in the individual financial statements, and then transferred to the current profit and loss of the loss of control right when the loss of control right occurs. If it does not belong to a package transaction, each transaction shall be accounted for separately.

14. Investment real estate

Investment real estate refers to real estate held for the purpose of earning rent or capital appreciation, or both, including leased land use right, land use right held and ready for transfer after appreciation, leased buildings (including buildings used for leasing after self-construction or development activities are completed and buildings used for leasing in the process of construction or development).

The subsequent expenditure related to investment real estate is included in the investment real estate cost when the relevant economic benefits are likely to flow in and the cost can be reliably measured; Otherwise, it is included in the current profit and loss when incurred.

The Company adopts the cost model to measure the existing investment real estate. For investment real estate measured according to cost mode - Leased buildings shall adopt the same depreciation policy as fixed assets of the Company, and the leased land use right shall be subject to the same amortization policy as intangible assets.

15. Fixed assets

Recognition and initial measurement of fixed assets

Fixed assets refer to tangible assets held for the purpose of producing commodities, providing labor services, leasing or operating management, and whose service life exceeds one accounting year. Fixed assets are recognized when they simultaneously meet the following conditions:

- (1) The economic benefits related to the fixed assets are likely to flow into the enterprise;
- (2) The cost of the fixed asset can be measured reliably.

Fixed assets are initially measured at cost (and taking into account the impact of projected abandonment cost factors).

Subsequent expenditures related to fixed assets are included in the cost of fixed assets when the economic benefits related to them are likely to flow in and their costs can be reliably measured; For the replaced part, the book value shall be derecognized; All other subsequent expenditures are recorded in profit or loss when incurred.

Depreciation method

The depreciation of fixed assets shall be classified and withdrawn by using the life average method, and the depreciation rate shall be determined according to the category of fixed assets, expected service life and expected net residual value rate. For fixed assets for which provision for impairment is made, the depreciation amount shall be determined according to the book value after deduction of provision for impairment and the remaining useful life. If the service life of each component of fixed assets is different or the economic benefits are provided to the enterprise in different ways, different depreciation rates or depreciation methods shall be selected to accrue depreciation respectively.

The depreciation method, depreciation life, residual value rate and annual depreciation rate of various fixed assets are as follows:

Category	Service life	Estimated residual value rate	Annual depreciation rate
Houses and buildings	20-35 Years	3%	2.77-4.85%
Machinery and equipment	5-20 Years	3%	4.85-19.40%
Means of transport	4-10 Years	3%	9.70-24.25%
Other equipment	3-21 Years	3%	4.62-32.33%

Machine tools and molds are depreciated using the units-of-output method.

Disposal of fixed assets

When a fixed asset is disposed of, or is not expected to generate economic benefits through use or disposal, the recognition of the fixed asset is terminated. The amount of disposal income from sale, transfer, retirement or damage of fixed assets after deducting its book value and relevant taxes shall be included in the current profit and loss.

16. Construction in progress

The construction in progress shall be measured according to the actual cost incurred. The actual cost includes the construction cost, installation cost, capitalized borrowing costs and other necessary expenses incurred before the construction in progress reaches the intended serviceable condition. When the construction in progress reaches the expected serviceable status, it shall be transferred into fixed assets and the depreciation shall be accrued from the next month.

17. Borrowing costs

Recognition principle of borrowing cost capitalization

If the borrowing costs incurred by the Company can be directly attributed to the acquisition, construction or production of assets eligible for capitalization, they shall be capitalized and included in the cost of relevant assets; Other borrowing costs shall be recognized as expenses according to the incurred amount when incurred and included in the current profit and loss.

Assets that meet the capitalization conditions refer to the fixed assets, investment real estate, inventories and other assets that need to be purchased and constructed or produced for a long time to reach the intended usable or marketable status.

Borrowing costs capitalization period

Capitalization period refers to the period from the beginning of capitalization of borrowing costs to the end of capitalization, and the period of suspension of capitalization of borrowing costs is excluded.

Capitalization starts when the borrowing costs meet the following conditions simultaneously:

(1) The asset expenditure has been incurred, including the expenditure incurred in the form of paying cash, transferring non-cash assets or bearing interest-bearing liabilities for the purpose of purchasing, constructing or producing assets that meet the capitalization conditions;

(2) Borrowing costs have been incurred;

(3) Construction or production activities necessary to bring the asset to its intended usable or saleable condition have commenced.

Borrowing costs cease to be capitalized when the assets that meet the capitalization conditions of acquisition and construction or production reach the intended usable or saleable status.

Suspension of capitalization period

The capitalization of borrowing costs shall be suspended if the acquisition and construction or production of qualified assets is interrupted abnormally for more than 3 months; The borrowing costs continue to be capitalized if the interruption is a process necessary for the acquisition, construction or production of assets eligible for capitalization to reach the intended serviceable or saleable condition. Borrowing costs incurred during the interruption period shall be recognized as profits and losses of the current period, and shall continue to be capitalized until the acquisition and construction of assets or the resumption of production activities.

Calculation Method of Capitalization Rate and Capitalization Amount of Borrowing Costs

For special borrowings borrowed for the purpose of purchasing, constructing or producing assets eligible for capitalization, the capitalization amount of the borrowing costs shall be determined by deducting the amount of the borrowing costs actually incurred in the current period from the interest income obtained by depositing the unused borrowing funds into the bank or the investment income obtained by temporarily investing.

For general borrowings occupied for the acquisition and construction or production of assets eligible for capitalization, the amount of borrowing costs that should be capitalized for general borrowings shall be calculated and determined according to the weighted average of the accumulated asset expenditure exceeding the part of special borrowings multiplied by the capitalization rate of the occupied general borrowings. The capitalization rate is calculated and determined according to the weighted average effective interest rate of general borrowings.

During the capitalization period, the exchange difference between the principal and interest of special foreign currency borrowings shall be capitalized and included in the cost of assets eligible for capitalization. The exchange difference arising from the principal and interest of foreign currency borrowings other than special borrowings in foreign currency shall be included in the current profit and loss.

18. Intangible assets

Valuation method of intangible assets

(1) When the Company acquires intangible assets, initial measurement shall be made according to cost;

The cost of outsourcing an intangible asset, including the purchase price, relevant taxes and fees, and other expenses directly attributable to the intended use of the asset.

(2) Subsequent metering

Analyze and judge the service life of intangible assets when they are acquired.

Intangible assets with limited service life shall be amortized within the period of bringing economic benefits to the enterprise; Intangible assets that cannot be predicted to bring economic benefits to the enterprise shall be deemed as intangible assets with uncertain service life and shall not be amortized.

Estimation of service life of intangible assets with limited service life

Project	Estimated service life	Amortization method
Land use right	33-50 Year	Age averaging method
Software use right	2 years	Age averaging method
Right to use trademarks	10 years	Age averaging method
Non-patented technology	5-11 Year	Age averaging method
Patented technology	10 years	Age averaging method

Specific criteria for dividing research and development phases

The expenditure of the Company's internal research and development projects is divided into research phase expenditure and development phase expenditure.

Research stage: A stage of original planned investigation and research activities to acquire and understand new scientific or technical knowledge.

Development phase: A phase in which research or other knowledge is applied to a plan or design to produce new or materially improved materials, devices, products, etc., prior to commercial production or use.

Specific Conditions for Capitalization of Development Phase Expenditure

The expenses of the research stage shall be included in the current profit and loss when incurred. If the expenditure in the development stage meets the following conditions at the same time, it shall be recognized as an intangible asset, and the expenditure in the development stage that cannot meet the following conditions shall be included in the current profit and loss:

- (1) It is technically feasible to complete the intangible asset so that it can be used or sold;
- (2) Having the intention of completing the intangible assets and using or selling them;
- (3) The means by which intangible assets produce economic benefits, including the ability to prove the existence of market for the products produced by using the intangible assets or the existence of market for the intangible assets themselves, and the ability to prove its usefulness if the intangible assets will be used internally;
- (4) Have sufficient technical, financial and other resources to complete the development of the intangible asset and the ability to use or sell the intangible asset;
- (5) Expenditures attributable to the development phase of the intangible asset can be reliably measured.

If it is not possible to distinguish the research phase expenditure from the development phase expenditure, all the R&D expenditures incurred shall be included in the current profit and loss.

19. Impairment of long-term assets

Long-term assets such as long-term equity investment, investment real estate measured by cost mode, fixed assets, construction in progress, right-of-use assets and intangible assets with limited service life shall be subject to impairment test if there is any indication of impairment on the balance sheet date. If the impairment test result indicates that the recoverable amount of the asset is lower than its book value, the impairment provision shall be withdrawn according to the difference and included in the impairment loss. The recoverable amount is the higher of the fair value of the asset minus the disposal expense and the present value of the expected future cash flow of the asset. The provision for impairment of assets is calculated and recognized on the basis of individual assets. If it is difficult to estimate the recoverable amount of an individual asset, the recoverable amount of the asset group to which the asset belongs shall be determined. Asset groups are the smallest portfolios that independently generate cash inflows.

For the goodwill formed by business combination, intangible assets with uncertain service life and intangible assets that have not reached the serviceable state, whether there is any indication of impairment, the impairment test shall be conducted at the end of each year at least.

The Company conducts goodwill impairment test, and the book value of goodwill formed by business combination shall be apportioned to the relevant asset group according to the reasonable method from the purchase date; If it is difficult to allocate to the relevant asset group, it shall be allocated to the relevant asset group combination. The relevant asset group or asset group combination is the asset group or asset group combination that can benefit from the synergy effect of business combination.

When the impairment test is performed on the relevant asset group or asset group combination including goodwill, if there is any indication of impairment of the asset group or asset group combination related to goodwill, the impairment test is performed on the asset group or asset group combination excluding goodwill, the recoverable amount is calculated, and the corresponding impairment loss is recognized by comparing with the relevant book value. Then, the impairment test shall be conducted for the asset group or asset group combination containing goodwill, and the book value and recoverable amount shall be compared. If the recoverable amount is lower than the book value, the amount of impairment loss shall be deducted from the book value of goodwill allocated to the asset group or asset group combination, and then the book value of other assets shall be deducted in proportion according to the proportion

of the book value of other assets except goodwill in the asset group or asset group combination.

Once the above-mentioned asset impairment loss is recognized, it shall not be reversed in the future accounting period.

20. Long-term deferred expenses

Long-term deferred expenses are expenses that have been incurred but should be borne by the current and future periods for more than one year.

21. Contractual liabilities

The Company presents contractual assets or contractual liabilities in the balance sheet based on the relationship between performance obligations and customer payments. Obligations of the Company to transfer goods or provide services to customers for consideration received or receivable from customers are listed as contractual liabilities. Contractual assets and contractual liabilities under the same contract are presented in net terms.

22. Employee compensation

Accounting treatment of short-term compensation

During the accounting period in which employees provide services for the Company, the Company shall recognize the actual short-term compensation as liabilities and record it into the current profit and loss or relevant asset cost.

The social insurance premiums and housing provident funds paid by the Company for the employees, as well as the labor union funds and employee education funds drawn according to the regulations, shall be calculated and determined according to the stipulated accrual basis and accrual proportion during the accounting period when the employees provide services for the Company.

The employee welfare expenses incurred by the Company shall be included in the current profit and loss or relevant asset cost according to the actual amount incurred, and the non-monetary welfare shall be measured according to the fair value.

Accounting treatment of post-employment benefits

(1) Defined contribution plan

The Company shall pay basic endowment insurance and unemployment insurance for the employees according to the relevant regulations of the local government. During the accounting period when the employees provide services for the Company, the payable amount shall be calculated according to the local payment base and proportion, recognized as liabilities, and included in the current profit and loss or relevant asset cost. In addition, the Company has participated in the enterprise annuity plan approved by the relevant national departments. The Company shall, according to a certain proportion of the total salary of the employees, record the corresponding expenses into the current profit and loss or relevant asset cost.

(2) Set benefit plan

The Company attributes the benefit obligations arising from the defined benefit plan to the period during which the employee provides services according to the formula determined by the expected cumulative benefit unit method, and includes them into the current profit and loss or relevant asset cost.

The present value of the defined benefit plan obligation minus the deficit or surplus formed by the fair value of the defined benefit plan asset is recognized as a defined benefit plan net liability or net asset. If there is a surplus in the defined benefit plan, the Company measures the net assets in the defined benefit plan with the lower of the surplus in the defined benefit plan and the upper limit of assets.

All defined benefit plan obligations, including obligations expected to be paid within twelve months after the end of the annual reporting period in which the employee provides services, are discounted based on the market yield of treasury bonds or high quality corporate bonds in active markets on the balance sheet date that match the defined benefit plan obligation period and currency.

The service cost incurred by the defined benefit plan and the net interest of the net liabilities or net assets of the defined benefit plan shall be included in the current profit and loss or relevant asset cost; Changes arising from remeasurement of net liabilities or net assets of defined benefit plan are included in other comprehensive income, and will not be reversed to profit and loss in subsequent accounting period. When the original defined benefit plan is terminated, all the part originally included in other comprehensive income shall be carried forward to undistributed profit within the scope of equity.

During settlement of defined benefit plan, the settlement gain or loss shall be recognized according to the difference between the present value of defined benefit plan obligation and settlement price determined on the settlement date.

Accounting treatment of dismissal welfare

Where the Company provides dismissal benefits to employees, the employee compensation liabilities arising from dismissal benefits shall be recognized as soon as possible, whichever is the following, and shall be included in the current profit and loss: The Company cannot unilaterally withdraw the dismissal benefits provided by the plan for dismissal of labor relationship or the reduction proposal; The Company acknowledges the costs or expenses associated with the reorganization involving the payment of termination benefits.

23. Estimated liabilities

When the obligations related to contingencies meet the following conditions, the Company shall recognize them as estimated liabilities:

- (1) This obligation is a current obligation of the Company;
- (2) The performance of this obligation is likely to result in the outflow of economic benefits from the Company;
- (3) The amount of this obligation can be measured reliably.

Estimated liabilities are initially measured at the best estimate of the expenditure required to perform the relevant current obligations.

In determining the best estimate, risk, uncertainty and time value of money related to contingencies shall be taken into consideration. Where the time value of money is significant, the best estimate is determined by discounting the relevant future cash outflows.

If all or part of the estimated liabilities are expected to be compensated by a third party, the compensation amount shall be recognized separately as an asset when it is basically determined that it can be received, and the recognized compensation amount shall not exceed the book value of the estimated liabilities.

The Company reviews the book value of the estimated liabilities on the balance sheet date. If there is conclusive evidence that the book value cannot reflect the current best estimate, the book value shall be adjusted according to the current best estimate.

24. Share-based payment

The Company's share-based payments are transactions in which equity instruments are granted for the purpose of obtaining services from employees or other parties or liabilities determined on the basis of equity instruments. Share-based payments of the Company are divided into equity-settled share-based payments and cash-settled share-based payments.

Equity-settled share-based payments and equity instruments

Where the equity-settled share-based payment is exchanged for services provided by the employee, the fair value of the equity instrument granted to the employee shall be measured. For share-based payment transactions immediately after the grant, the fair value of the equity instrument shall be included in the relevant costs or expenses on the grant date, and the capital reserve shall be increased accordingly. For share-based payment transactions in which the service within the waiting period is completed or the specified performance conditions are met only after the vesting, on each balance sheet date within the waiting period, the Company shall, according to the best estimate of the number of vesting equity instruments and the fair value on the vesting date, record the service acquired in the current period into the relevant costs or expenses and increase the capital reserve accordingly.

If the terms of equity-settled share-based payments are amended, at least the services obtained are confirmed as unamended. In addition, any change that increases the fair value of the equity instrument granted, or is beneficial to the employee on the date of the change, is recognized as an increase in the acquisition of services.

In the waiting period, if the equity instrument granted is cancelled, the Company will treat the equity instrument granted as accelerated exercise, and the amount to be recognized in the remaining waiting period will be immediately counted into the current profit and loss, and the capital reserve will be recognized. However, if a new equity instrument is granted and it is determined on the date of grant of the new equity instrument that the new equity instrument granted is used in lieu of the cancelled equity instrument, the replacement equity instrument granted is treated in the same manner as the modification of the terms and conditions of the original equity instrument.

Cash-settled share-based payments and equity instruments

Cash-settled share-based payments are measured at the fair value of liabilities calculated and determined on the basis of shares or other equity instruments undertaken by the Company. For share-based payment transactions immediately after the grant, the Company shall, on the grant date, record the fair value of the liabilities incurred into the relevant costs or expenses and increase the liabilities accordingly. For share-based payment transactions in which the service within the waiting period is completed or the specified performance conditions are met only after the vesting, on each balance sheet date within the waiting period, the Company shall, based on the best estimate of the vesting situation, record the service acquired in the current period into the relevant costs or expenses and correspondingly into the liabilities according to the fair value of the liabilities undertaken by the Company. On each balance sheet date and settlement date prior to settlement of the relevant liabilities, the fair value of the liabilities shall be remeasured, and the change shall be included in the current profit and loss.

If the Company modifies the terms and conditions in the cash-settled share-based payment agreement so that it becomes the equity-settled share-based payment, on the modification date (no matter it occurs in the waiting period or after the waiting period ends), the Company measures the equity-settled share-based payment at the fair value of the granted equity instrument on the date of modification, and the obtained services are counted into the capital reserve, and at the same time, the recognition of the recognized liabilities of the cash-settled share-based payment on the modification date is terminated, and the difference between the two is counted into the current profit and loss. If the waiting period is extended or shortened due to the modification, the Company shall carry out accounting treatment according to the modified waiting period.

25. Revenue

Accounting policies used for revenue recognition and measurement

The Company has performed the performance obligations in the contract, i.e. revenue is recognized when the customer obtains control of the relevant goods or services. Obtaining the control right of the relevant goods or services refers to being able to dominate the use of the goods or services and obtain almost all the economic benefits therefrom.

If the Contract contains two or more performance obligations, the Company shall, on the commencement date of the Contract, allocate the transaction price to each individual performance obligation according to the relative proportion of the separate selling price of the goods or services promised by each individual performance obligation. The Company measures the income at the transaction price allocated to each individual performance obligation.

Transaction Price means the amount of consideration that the Company expects to be entitled to receive as a result of the transfer of goods or services to the Customer, excluding amounts received on behalf of third parties and amounts expected to be returned to the Customer. The Company shall determine the transaction price in accordance with the contract terms and in combination with its previous practices, and take into account the influence of variable consideration, significant financing components existing in the contract, non-cash consideration, payable customer consideration and other factors when determining the transaction price. The Company determines the transaction price, including the variable consideration, at an amount not to exceed the amount that would most likely not have been materially reversed if the relevant uncertainty had been eliminated. If there is significant financing component in the contract, the Company shall determine the transaction price according to the amount payable in cash when the customer obtains the control right of goods or services, and amortize the difference between the transaction price and the contract consideration with the effective interest method during the contract period.

If one of the following conditions is satisfied, the performance obligation shall be performed within a certain period of time; otherwise, the performance obligation shall be performed at a certain time point:

- The Client obtains and consumes the economic benefits arising from the Company's performance at the same time as the Company's performance.
- The customer can control the goods under construction during the performance of the Company.
- The goods produced by the Company during the performance of the Contract have irreplaceable uses, and the Company is entitled to receive payment for the part of the Contract that has been completed so far during the whole contract period.

For performance obligations performed within a certain period, the Company shall recognize the revenue according to the performance progress within such period, unless the performance progress cannot be reasonably determined. The Company determines the performance progress by production method or input method considering the nature of goods or services. When the performance progress cannot be reasonably determined, if the cost incurred can be expected to be compensated, the Company shall recognize the revenue according to the cost incurred until the performance progress can be reasonably determined.

For performance obligations performed at a certain point in time, the Company recognizes revenue at the point when the customer acquires control of the relevant goods or services. In determining whether a customer has acquired control of goods or services, the Company considers the following indications:

- The Company has a present right to receive payment for the goods or services in respect of which the customer has a present obligation to pay.
- The Company has transferred legal title to the commodity to the customer, i.e. the customer has legal title to the commodity.
- The Company has transferred the goods in kind to the customer, that is, the customer has possessed the goods in kind.
- The Company has transferred the main risks and rewards of ownership of the goods to the customer, i.e. the customer has acquired the main risks and rewards of ownership of the goods.
- The customer has accepted the goods or services.

The Company determines whether the identity of the Company is the primary responsible person or the agent for the transaction based on whether the Company has control over the goods or services prior to the transfer of the goods or services to the customer. If the Company is able to control the goods or services before transferring the goods or services to customers, the Company shall be the principal responsible person and recognize the income according to the total consideration received or receivable; Otherwise, the Company shall be the agent, and the income shall be recognized according to the amount of commission or service fee which is expected to be entitled to be collected.

Disclose specific revenue recognition method and measurement method according to business type

The Company has performed the performance obligations in the contract, i.e. revenue is recognized when the customer obtains control of the relevant goods or services. Obtaining the control right of the relevant goods or services means being able to dominate the use of the goods or the provision of the services and obtain almost all the economic benefits therefrom.

(1) Contract for sale of goods

Contracts for the sale of goods between the Company and its customers generally contain obligations to assign goods, etc. The Company generally recognizes the revenue at the time of performing each individual performance obligation on the basis of comprehensive consideration of the following factors: The current right to receive payment of goods, the transfer of major risks and rewards in respect of the ownership of goods, the transfer of legal ownership of goods, the transfer of physical assets of goods, and the customer's acceptance of the goods.

(2) Contract for provision of services

As the Company obtains and consumes the economic benefits arising from the Company's performance at the same time as the Company's performance of the performance of the service contract between the Company and the Customer, and the Company has the right to accumulate the income from the performance of the performance so far completed within the whole contract period,

the Company shall recognize the income as the performance obligation performed within a certain period of time according to the performance progress, unless the performance progress cannot be reasonably determined. The Company determines the performance progress of the Services based on the finished or delivered products according to the production method. If the cost incurred by the Company is expected to be compensated when the performance progress cannot be reasonably determined, the revenue shall be recognized according to the cost incurred until the performance progress can be reasonably determined.

(3) Variable consideration

There is a sales rebate arrangement between some of the company's contracts with customers, forming a variable consideration. The Company determines the best estimate of the variable consideration at the expected or most likely amount, but the transaction price that includes the variable consideration does not exceed the amount that would most likely not have been materially reversed if the relevant uncertainty had been eliminated.

(4) Warranty Obligations

According to the contract and legal provisions, the Company provides quality assurance for the goods sold. For the service quality assurance which provides a separate service for the purpose of guaranteeing to the customer that the goods sold meet the established standards, the Company shall, as a single performance obligation, allocate part of the transaction price to the service quality assurance according to the relative proportion of the separate selling price of the goods and service quality assurance, and recognize the revenue when the customer obtains the service control right. In assessing whether quality assurance provides a separate service in addition to assuring customers that the goods sold meet established standards, the Company considers whether the quality assurance is a statutory requirement, the quality assurance period, and the nature of the Company's commitment to perform the task.

(5) Reward Points Program

The Company will grant reward points to customers when selling goods or providing services, and customers can exchange reward points for free or discounted goods or services. The bonus point program provides the customer with a material right to allocate a portion of the transaction price to bonus points as a single performance obligation in proportion to the separate selling price of the goods or services provided and the bonus points, and recognize the revenue when the customer gains control over the exchange of points for goods or services or when the points become invalid.

(6) Principal Responsible Person/Agent

As for the Company's ability to lead a third party to provide services to customers on behalf of the Company, the Company has the right to determine the price of the goods or services traded, that is, the Company can control the relevant goods before transferring the goods to customers. Therefore, the Company is the principal responsible person and recognizes the income according to the total consideration received or receivable. Otherwise, the Company shall be the agent and the revenue shall be recognized according to the amount of commission or service fee expected to be entitled to be collected, which shall be determined according to the net amount after deducting the price payable to other relevant parties from the total consideration received or receivable, or according to the established commission amount or proportion.

26. Contract Cost

Contract cost includes contract performance cost and contract acquisition cost.

If the cost incurred by the Company to perform the Contract is not within the scope of relevant standards and specifications such as inventory, fixed assets or intangible assets, it shall be recognized as an asset when the following conditions are met:

- This cost is directly related to a current or anticipated contract.
- This cost increases the Company's resources for future performance obligations.
- The cost is expected to be recovered.

If the incremental cost incurred by the Company for obtaining the contract can be expected to be recovered, it shall be recognized as an asset as the cost of obtaining the contract.

Assets related to contract costs are amortized on the same basis as income from goods or services related to the asset; However, if the amortization period of the contract acquisition cost does not exceed one year, the Company shall record it into the current profit and loss when incurred.

If the book value of the assets related to the contract cost is higher than the difference between the following two items, the Company shall make provision for impairment of the excess and recognize the impairment loss of the assets:

1. The remaining consideration expected to be obtained as a result of the transfer of goods or services in connection with the asset;
2. Estimate the costs to be incurred for the transfer of the relevant goods or services.

If the difference is higher than the book value of the asset due to the change after the impairment factor in the previous period, the Company shall revert the original impairment provision and record it into the current profit and loss, but the book value of the asset after the reversal shall not exceed the book value of the asset on the reversal date under the assumption that no impairment provision is made.

27. Government subsidy

Type

The government subsidy refers to the monetary assets or non-monetary assets obtained by the Company from the government free of charge, which are divided into the government subsidy related to the assets and the government subsidy related to the income.

The government subsidy related to assets refers to the government subsidy obtained by the Company and used for acquisition and construction or forming long-term assets in other ways. Government subsidies related to income refer to government subsidies

other than those related to assets.

Confirmation time point

Government subsidies shall be confirmed when the Company can meet the attached conditions and can receive them.

Accounting treatment

The Company adopts net method for accounting of government subsidies.

Government subsidies related to assets shall offset the book value of relevant assets or be recognized as deferred income. If it is recognized as deferred income, it shall be recorded into current profit and loss by installment according to reasonable and systematic method within service life of relevant assets;

Government subsidy related to income is recognized as deferred income if it is used to compensate relevant cost or loss of the Company in subsequent periods, and included in current profit and loss or offset relevant cost or loss during the period when relevant cost or loss is recognized; If it is used to compensate the relevant cost or loss incurred by the Company, it shall be directly included in the current profit and loss or offset the relevant cost or loss.

For the policy preferential loan discount obtained by the Company, the following two situations shall be distinguished for accounting treatment:

(1) If the government appropriates the discount interest fund to the lending bank, and the lending bank provides the loan to the Company at the policy preferential interest rate, the Company shall take the actual loan amount as the entry value of the loan, and calculate the relevant borrowing costs according to the loan principal and the policy preferential interest rate.

(2) If the financial department directly appropriates the discount fund to the Company, the Company will offset the corresponding discount fund against the relevant borrowing costs.

28. Deferred income tax assets/deferred income tax liabilities

Income tax includes current income tax and deferred income tax. Except income tax arising from business combination and transactions or matters directly included in owner's equity (including other comprehensive income), the Company shall include current income tax and deferred income tax in current profit and loss.

Deferred tax assets and deferred tax liabilities are calculated and recognized based on the difference (temporary difference) between the tax basis of assets and liabilities and their book values.

The recognition of deferred income tax assets with deductible temporary differences is limited to the taxable income that is likely to be obtained in future periods and used to offset the deductible temporary differences. For deductible losses and tax credits that can be carried forward to subsequent years, the corresponding deferred income tax assets shall be recognized to the extent that the future taxable income to be used for deductible losses and tax credits is likely to be obtained.

For taxable temporary differences, deferred income tax liabilities shall be recognized except for special cases.

Special circumstances in which deferred income tax assets or deferred income tax liabilities are not recognized include:

- Initial recognition of goodwill;
- Neither business combination nor accounting profit and taxable income (or deductible loss) are affected at the time of occurrence, and the initially recognized assets and liabilities do not result in transactions or events with equivalent taxable temporary difference and deductible temporary difference.

For taxable temporary differences related to investments in subsidiaries, associated enterprises and joint ventures, deferred income tax liabilities shall be recognized, unless the Company can control the time when the temporary differences are reversed and the temporary differences are likely not to be reversed in the foreseeable future. For deductible temporary differences related to investments in subsidiaries, associated enterprises and joint ventures, deferred income tax assets are recognized when the temporary differences are likely to be reversed in the foreseeable future and the taxable income used to offset the deductible temporary differences is likely to be obtained in the future.

On the balance sheet date, deferred income tax assets and deferred income tax liabilities are measured at the applicable tax rate for the period in which the relevant assets are expected to be recovered or the relevant liabilities are expected to be settled in accordance with the provisions of the tax law.

On the balance sheet date, the Company reviews the book value of deferred income tax assets. If it is likely that sufficient taxable income will not be available in future periods to offset the benefit of deferred tax assets, the carrying amount of the deferred tax assets is written down. Where sufficient taxable income is likely to be obtained, the amount written down is reversed.

When it has the legal right to settle net amount and intends to settle net amount or acquire assets and settle liabilities simultaneously, the current income tax assets and current income tax liabilities shall be presented as the net amount after offset.

On the balance sheet date, deferred income tax assets and deferred income tax liabilities are presented as the net amount after offset when the following conditions are satisfied simultaneously:

- The taxpayer has the legal right to settle the current income tax assets and current income tax liabilities with net amount;
- Deferred income tax assets and deferred income tax liabilities are related to the income tax levied by the same tax collection and management department on the same tax subject or to different tax subjects, but in the future period when each important deferred income tax assets and liabilities are reversed, the involved tax subjects intend to settle the current income tax assets and liabilities with net value or obtain assets and settle liabilities at the same time.

29. Leases

Leasing refers to a contract in which the lessor assigns the right to use the asset to the lessee for consideration within a certain period of time. On the commencement date of the contract, the Company assesses whether the contract is or contains a lease. If a party to a contract transfers the right to control the use of one or more identified assets for a period of time in exchange for consideration, the contract is or contains a lease.

If the contract includes multiple separate leases at the same time, the company will split the contract and separate leases for accounting treatment. If the contract includes both leased and non-leased parts, the lessee and lessor shall split the leased and non-leased parts.

The company acts as lessee

(1) Right-of-use assets

On the commencement date of the lease term, the Company recognizes the right-to-use assets for leases other than short-term leases and leases of low-value assets. Right-of-use assets are initially measured at cost. The cost includes:

Initial measurement amount of lease liabilities;

If there is a lease incentive, the amount of lease incentive paid on or before the commencement date of the lease term shall be deducted;

Initial direct expenses incurred by the Company;

The cost that the Company expects to incur in order to dismantle and remove the leased assets, restore the leased assets to the site or restore the leased assets to the state agreed in the lease terms, excluding the cost incurred for the production inventory.

The Company subsequently adopts the straight-line method to calculate the depreciation of the right-of-use assets. Where the ownership of the leased asset can be reasonably determined upon the expiration of the lease term, the Company shall make provision for depreciation within the remaining service life of the leased asset; Otherwise, the leased asset is depreciated in the shorter of the lease term and the remaining service life of the leased asset.

(2) Lease liabilities

On the beginning date of lease term, the Company recognizes lease liabilities other than short-term lease and low-value asset lease. Lease liabilities are initially measured at the present value of the outstanding lease payments. Lease payments include:

If there is a lease incentive, the relevant amount of the lease incentive shall be deducted;

Variable lease payments depending on index or ratio;

The amount expected to be paid based on the residual value of the guarantee provided by the Company;

The exercise price of the purchase option, provided that the Company reasonably determines that the option will be exercised;

The amount to be paid for the exercise of the Termination Option, provided that the Lease Term reflects that the Company will exercise the Termination Option.

The Company adopts the interest rate included in the lease as the discount rate, but if the interest rate included in the lease cannot be reasonably determined, the incremental borrowing rate of the Company shall be adopted as the discount rate.

The Company calculates the interest expense of the lease liability in each period within the lease term according to the fixed periodic interest rate, and includes the current profit and loss or relevant asset cost.

Variable lease payments not included in the measurement of lease liabilities are included in the current profit or loss or the cost of related assets when actually incurred.

After the commencement date of the lease term, if the following circumstances occur, the Company shall remeasure the lease liabilities and adjust the corresponding right-of-use assets. If the book value of the right-of-use assets has been reduced to zero, but the lease liabilities still need to be further reduced, the difference shall be included in the current profit and loss:

- If the appraisal result of option purchase, option renewal or option termination is changed, or the actual exercise of the aforesaid option is inconsistent with the original appraisal result, the Company shall remeasure the lease liability according to the present value calculated by the changed lease payment amount and the revised discount rate;

- When the actual fixed payment amount changes, the expected payable amount of guarantee residual value changes, or the index or ratio used to determine the lease payment amount changes, the Company remeasures the lease liability according to the changed lease payment amount and the present value calculated by the original discount rate. However, if the change in lease payments is due to a change in the floating rate, the present value is calculated using the revised discount rate.

(3) Short-term lease and low-value asset lease

If the Company chooses not to recognize the right-to-use assets and lease liabilities for short-term leases and low-value asset leases, the relevant lease payments shall be included in the current profits and losses or relevant asset costs according to the straight-line method in each period of the lease term. Short-term lease refers to a lease that has a lease term of no more than 12 months and does not include the option to purchase. Low-value asset leasing refers to the leasing with low value when a single leased asset is a new asset. Where the Company sublets or expects to sublease the leased assets, the original lease shall not be classified as the lease of low-value assets.

(4) Change of lease

If the lease is changed and the following conditions are met at the same time, the Company shall treat the lease change as a separate lease for accounting purposes:

The lease change expands the scope of the lease by adding the right to use one or more leased assets;

The additional consideration is equivalent to the amount adjusted by the contract for the separate price of the extended lease.

If the lease change is not accounted as a separate lease, on the effective date of the lease change, the Company shall re-apportion

the consideration of the contract after the change, re-determine the lease term, and re-measure the lease liabilities according to the present value calculated by the lease payment amount after the change and the revised discount rate.

If the lease scope is narrowed or the lease term is shortened due to the change of lease, the book value of the right-of-use assets shall be correspondingly reduced, and the gains or losses related to partial or complete termination of lease shall be counted into the current profit and loss. If the lease liabilities are remeasured due to other lease changes, the Company shall adjust the book value of the right-to-use assets accordingly.

The Company is the lessor

On the lease commencement date, the Company divides the lease into financial lease and operating lease. Financial leasing refers to a lease that transfers almost all the risks and rewards related to the ownership of the leased asset, regardless of whether the ownership is finally transferred. Operating leases refer to leases other than financial leases. As a sub-lessor, the Company classifies sub-leases based on the right-to-use assets arising from the original lease.

(1) Accounting treatment of operating lease

The amount of lease receipts from operating leases is recognized as rental income on a straight-line basis in each period of the lease term. The Company capitalizes the initial direct expenses incurred in connection with the operating lease and amortises them into the current profit and loss based on the same basis as the rental income recognition during the lease term. Variable lease payments not included in lease receipts are included in current profit and loss when actually incurred. In case of any change in the operating lease, the Company shall, from the effective date of the change, treat it as a new lease for accounting purposes, and the advance receipt or receivable lease receipt amount related to the lease before the change shall be deemed as the receipt amount of the new lease.

(2) Financial leasing accounting treatment

On the lease commencement date, the Company recognizes the financial lease receivable and terminates the recognition of financial lease assets. When the Company initially measures the financial lease receivable, the net lease investment shall be taken as the entry value of the financial lease receivable. The net leasing investment is the sum of the unsecured residual value and the present value of the leasing receipts that have not been received at the beginning of the lease term, discounted at the interest rate included in the lease.

The Company calculates and recognizes interest income for each period during the lease term at a fixed periodic interest rate. The derecognition and impairment of financial lease receivables shall be treated as per "V.9. Financial instruments" in this note.

Variable lease payments not included in the net leasing investment measurement are included in the current profit and loss when actually incurred.

If the financial lease is changed and the following conditions are met at the same time, the Company shall treat the change as a separate lease for accounting purposes:

- The change expands the scope of the lease by adding the right to use one or more leased assets;
- The additional consideration is equivalent to the amount adjusted by the contract for the separate price of the extended lease.

If the change of financial lease is not accounted for as a separate lease, the Company shall deal with the changed lease under the following circumstances:

- If the change takes effect on the lease commencement date and the lease will be classified as an operating lease, the Company will treat it as a new lease from the effective date of the lease change and take the net lease investment before the effective date of the lease change as the book value of the leased asset;

- If the change takes effect on the lease commencement date, and the lease will be classified as financial lease, the Company shall carry out accounting treatment in accordance with the policy on modification or re-negotiation of contract of "V.9. Financial instruments" in this note.

Sale leaseback transaction

The Company assesses and determines whether the asset transfer in the after-sale leaseback transaction belongs to the sale according to the principle described in "V, 25 and Income" of this note.

(1) As lessee

If the asset transfer in the after-sale leaseback transaction belongs to sales, the Company, as the lessee, measures the right-to-use asset formed by the after-sale leaseback according to the part of the original asset book value related to the right-to-use obtained from the leaseback, and only recognizes the relevant gains or losses with respect to the right transferred to the lessor.

If the asset transfer in the after-sale leaseback transaction does not belong to the sales, the Company, as the lessee, shall continue to recognize the transferred asset and at the same time recognize a financial liability equivalent to the transfer income. For the accounting treatment of financial liabilities, see "V, 9, Financial Instruments" in this note.

(2) As lessor

If the asset transfer in the after-sale leaseback transaction belongs to sales, the Company shall carry out accounting treatment for the asset purchase as the lessor, and carry out accounting treatment for the asset lease in accordance with the aforesaid "2. The Company shall act as the lessor"; If the asset transfer in the after-sale leaseback transaction is not a sale, the Company, as the lessor, does not recognize the transferred asset, but recognizes a financial asset equal to the transfer income. For the accounting treatment of financial assets, see "V, 9, Financial Instruments" in this note.

30. Importance standard determination method and selection basis

Project	Importance standard
Significant non-wholly owned subsidiary	The net assets of subsidiaries account for more than 5% of the consolidated net assets of the Company or the net profits account for more than 10% of the consolidated net profits of the Company
Important joint ventures	Investment profit and loss under the equity method of long-term equity investment accounts for more than 10% of the consolidated net profit of the Company
Write-off of significant receivables	The amount of single write-off accounts for more than five percent or more than 15 million yuan of the total bad debt provision for all kinds of receivables
Receivables bad debt provision reversal or recovery amount important	The amount of single recovery or reversal accounts for more than five percent or more than 15 million yuan of the total amount of bad debt provision for all kinds of receivables
Significant prepayments older than 1 year	The single amount accounts for more than five percent or more than 15 million yuan of the total amount of various prepayments
Significant accounts payable with aging over 1 year or overdue	The single amount accounts for more than five percent or more than 15 million yuan of total accounts payable
Important construction in progress	The ending balance of the project is more than 50 million yuan

31. Changes in significant accounting policies and accounting estimates

(1) Changes in significant accounting policies

☐ Applicable ☒ Not Applicable

(2) Changes in significant accounting estimates

☐ Applicable ☒ Not Applicable

VI. Taxes

1. Main taxes and tax rates

Taxes	Tax basis	Tax rate
Value added tax ("VAT")	The output tax is calculated on the basis of the income from sales of goods and taxable services calculated in accordance with the provisions of the tax law. After deducting the input tax allowed to be deducted in the current period, the difference is VAT payable	6、7、9、13
Consumption tax	Calculated and paid according to taxable sales income	1、3、5
Urban maintenance and construction tax	Calculated and paid according to actual value-added tax and consumption tax	5、7
Corporate income tax	Calculated and paid according to taxable income	15-41

2. Tax preference

(1) According to the relevant regulations and relevant tax preferential policies of national high-tech enterprises, the Company and

the following subsidiaries are recognized as high-tech enterprises and enjoy the preferential tax rate of 15% within the specified period: The Company (2024-2026), Hebei Changan Automobile Co., Ltd. (2023-2025), DeepAI Automobile Technology Co., Ltd. (2023-2025), Beijing Changan Automobile Engineering Technology Research Co., Ltd. (2025-2027).

(2) According to the Announcement on Continuing the Enterprise Income Tax Policy of Western Development (Announcement No. 23 of the State Development and Reform Commission of the Ministry of Finance and the State Development and Reform Commission of the Ministry of Finance, issued jointly by the State Administration of Taxation and the State Development and Reform Commission), from January 1, 2021 to December 31, 2030, the enterprise income tax shall be levied at the tax rate of 15% for the enterprises of the encouraged industries located in the western region. Chongqing Changan Automobile International Sales Service Co., Ltd., Chongqing Changan Special Vehicle Co., Ltd., Chongqing Changan Automobile Customer Service Co., Ltd., Chongqing Changan Automobile Software Technology Co., Ltd., Chongqing Changan Automobile Technology Co., Ltd., Chongqing Lingyao Automobile Co., Ltd., DEEPAL Automobile Sales (Chongqing) Co., Ltd. and Chongqing Che Hemei Technology Co., Ltd., which are subsidiaries of the Company, meet the above requirements, shall be subject to the corporate income tax rate of 15%.

(3) According to the provisions of the Announcement of the Ministry of Finance and the State Administration of Taxation on Further Supporting the Development of Small and Micro Enterprises and Individual Enterprises and Merchants (Announcement No. 12 of the Ministry of Finance and the State Administration of Taxation in 2023), the taxable income of small and micro-profit enterprises shall be reduced by 25%, and the enterprise income tax shall be paid at the tax rate of 20%. The Company's subsidiaries Shanghai Changan Zhixing Technology Co., Ltd., Nanjing Mayor An New Energy Automobile Sales Service Co., Ltd., Xiamen Mayor An New Energy Automobile Sales Service Co., Ltd., DEEPAL Automobile Nanjing Research Institute Co., Ltd. and DEEPAL Automobile Marketing Service (Shenzhen) Co., Ltd. meet the specified conditions and enjoy the preferential tax policy.

(4) According to the provisions of the Announcement of the State Administration of Taxation of the Ministry of Finance on the Policy of Value-added Tax Credit of Advanced Manufacturing Enterprises (Announcement of the State Administration of Taxation of the Ministry of Finance No. 43 of 2023), from January 1, 2023 to December 31, 2027, advanced manufacturing enterprises are allowed to reduce the VAT payable by 5% of the input tax deductible in the current period. The Company, Hebei Changan Automobile Co., Ltd. and DEEPAL Automobile Technology Co., Ltd. meet the specified conditions, and this additional credit policy shall be applied.

VII. Notes to Items of Consolidated Financial Statements

1. Monetary funds

Unit: Yuan

Project	Closing balance	Opening balance
Cash	6,818.27	17,882.93
Cash at bank	28,008,551,110.42	31,420,742,183.93
Other cash	632,279,736.68	632,635,145.29
Cash at financial company	24,189,046,853.05	32,128,700,450.59
Total	52,829,884,518.42	64,182,095,662.74
Including: Total amount deposited abroad	3,527,312,674.40	1,700,478,478.22

Note: The monetary funds deposited by the Company in the related party finance company are detailed in Note 14, Section 5.

2. Transactional financial assets

Unit: Yuan

Project	Closing balance	Opening balance
Financial assets measured at fair value through profit or loss		
Including: Equity instrument investment	161,526,312.20	155,013,154.45
Total	161,526,312.20	155,013,154.45

3. Notes receivable

(1) Classification of notes receivable

Unit: Yuan

Project	Closing balance	Opening balance
Bank acceptance bill	17,942,973,524.95	32,432,000,085.43
Commercial acceptance bill	7,613,821,102.77	13,148,904,497.29
Total	25,556,794,627.72	45,580,904,582.72

(2) Classified disclosure by bad debt accrual method

Unit: Yuan

Category	Closing balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion(%)	Amount	Withdrawal ratio(%)	
Provision for bad debt based on combination of credit risk characteristics	25,556,794,627.72	100.00			25,556,794,627.72
Total	25,556,794,627.72	100.00			25,556,794,627.72

Category	Opening balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion(%)	Amount	Withdrawal ratio(%)	
Provision for bad debt based on combination of credit risk characteristics	45,580,904,582.72	100.00			45,580,904,582.72
Total	45,580,904,582.72	100.00			45,580,904,582.72

Provision for bad debt based on combination of credit risk characteristics:

Unit: Yuan

Item	Closing balance		
	Book balance	Bad debt provision	Withdrawal ratio(%)
Bank acceptance bill	17,942,973,524.95		
Commercial acceptance bill	7,613,821,102.77		
Total	25,556,794,627.72		

(3) Notes receivable pledged by the Company at the end of the period

Unit: Yuan

Item	Amount pledged at the end of the period
Bank acceptance bill	5,194,488,159.96
Total	5,194,488,159.96

(4) Notes receivable endorsed or discounted by the Company at the end of the period and not yet due on the balance sheet date

Unit: Yuan

Item	Ending recognition amount	Untermined recognition amount at the end of the period
Bank acceptance bill	11,454,792,785.83	
Total	11,454,792,785.83	

4. Accounts receivable**(1) Disclosure by aging**

Unit: Yuan

Aging	Closing book balance	Opening book balance
Within 1 year(Including 1 year)	6,670,501,651.83	3,446,137,716.23
1 to 2 years	10,164,837.48	16,222,867.47
2 to 3 years	2,410,788.62	2,555,202.33
Over 3 years	183,419,931.71	182,615,371.52
Subtotal	6,866,497,209.64	3,647,531,157.55
Less: Bad debt provision	238,228,883.48	249,053,432.80
Total	6,628,268,326.16	3,398,477,724.75

(2) Classified disclosure by bad debt accrual method

Unit: Yuan

Category	Closing balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion(%)	Amount	Withdrawal ratio(%)	
Provision for bad debt	3,628,744,913.26	52.85	119,886,594.28	3.30	3,508,858,318.98
Provision for bad debt based on combination of credit risk characteristics	3,237,752,296.38	47.15	118,342,289.20	3.66	3,119,410,007.18
Total	6,866,497,209.64	100.00	238,228,883.48		6,628,268,326.16

Category	Opening balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion(%)	Amount	Withdrawal ratio(%)	
Provision for bad debt	1,812,991,314.03	49.70	138,066,311.49	7.62	1,674,925,002.54
Provision for bad debt based on combination of credit risk characteristics	1,834,539,843.52	50.30	110,987,121.31	6.05	1,723,552,722.21
Total	3,647,531,157.55	100.00	249,053,432.80		3,398,477,724.75

Provision for bad debt based on combination of credit risk characteristics:

Unit: Yuan

Aging	Closing balance		
	Estimated book balance in default	Expected credit loss for the entire duration	Expected credit loss rate(%)
Within 1 year(Including 1 year)	3,103,955,191.39	534,166.06	0.02
1 to 2 years	9,640,199.41	255,565.97	2.65
2 to 3 years	2,374,201.85	219,428.54	9.24
Over 3 years	121,782,703.73	117,333,128.63	96.35
Total	3,237,752,296.38	118,342,289.20	

(3) Provision for bad debts withdrawn, recovered or reversed in the current period

Provision for bad debts in current period:

Unit: Yuan

Category	Opening balance	Amount changed in current period			Closing balance
		Withdrawal	To withdraw or reverse.	Write-off	
Individual provision for bad debt	138,066,311.49		3,720,989.11	14,458,728.10	119,886,594.28
Provision for bad debt based on combination of credit risk characteristics	110,987,121.31	9,405,421.15	2,050,253.26		118,342,289.20
Total	249,053,432.80	9,405,421.15	5,771,242.37	14,458,728.10	238,228,883.48

(4) Accounts receivable actually written off in current period

Unit: Yuan

Project	Write-off amount
Receivables actually written off	14,458,728.10

(5) Accounts receivable and contractual assets of the top five ending balances collected by the debtor

On June 30, 2025, the top five balances of accounts receivable totaled 4,062,865,709.69 yuan, accounting for 59.17% of the total balance of accounts receivable at the end of the period.

5. Contractual assets

(1) Contractual assets

Unit: Yuan

Project	Closing balance			Opening balance		
	Book balance	Bad debt	Book value	Book balance	Bad debt	Book value

		provision			provision	
Contractual assets	807,981,090.29	673,110,927.55	134,870,162.74	1,275,581,683.29	683,154,858.55	592,426,824.74
Total	807,981,090.29	673,110,927.55	134,870,162.74	1,275,581,683.29	683,154,858.55	592,426,824.74

(2) Significant changes in book value during the reporting period and reasons

Unit: Yuan

Project	Change amount	Reason for change
New energy subsidies	467,600,593.00	Partial recovery
Total	467,600,593.00	-

(3) Classified disclosure by bad debt accrual method

Unit: Yuan

Category	Closing balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion (%)	Amount	Withdrawal ratio (%)	
Provision for bad debt	807,981,090.29	100.00	673,110,927.55	83.31	134,870,162.74
Total	807,981,090.29	100.00	673,110,927.55		134,870,162.74

Category	Opening balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion (%)	Amount	Withdrawal ratio (%)	
Provision for bad debt	1,275,581,683.29	100.00	683,154,858.55	53.56	592,426,824.74
Total	1,275,581,683.29	100.00	683,154,858.55		592,426,824.74

Contract assets with individual provision for bad debts:

Unit: Yuan

Name	Closing balance		
	Book balance	Bad debt provision	Withdrawal ratio
Contractual assets	807,981,090.29	673,110,927.55	83.31
Total	807,981,090.29	673,110,927.55	

(4) Provision for impairment of contract assets in current period

Unit: Yuan

Project	Opening balance	Current recovery or reversal	Closing balance
Contractual assets	683,154,858.55	10,043,931.00	673,110,927.55
Total	683,154,858.55	10,043,931.00	673,110,927.55

6. Other receivables

Unit: Yuan

Project	Closing balance	Opening balance
Dividend receivable	215,484,950.85	
Other receivables	766,656,201.98	2,386,898,598.92
Total	982,141,152.83	2,386,898,598.92

(1) Dividend receivable**1) Classification of dividends receivable**

Unit: Yuan

Project(Or invested unit)	Closing balance	Opening balance
Changan Automotive Finance Co., Ltd.	215,484,950.85	
Total	215,484,950.85	

(2) Other receivables**1) Classification of other receivables by nature of payment**

Unit: Yuan

Nature of payment	Closing book balance	Opening book balance
Prepayment of equity investment		1,207,100,000.00
Land receivables	61,938,400.00	557,988,400.00
Allowance receivable	252,324,934.00	287,383,193.00
Deposit and margin	46,986,375.30	90,018,699.02
Reserve fund	79,993,283.03	58,038,264.36
Other	333,537,971.40	194,857,567.01
Total	774,780,963.73	2,395,386,123.39

2) Disclosure by aging

Unit: Yuan

Aging	Closing book balance	Opening book balance
Within 1 year(Including 1 year)	688,674,793.12	2,317,334,638.91
1 to 2 years	13,246,924.59	16,154,702.56
2 to 3 years	13,978,270.81	2,166,618.01
Over 3 years	58,880,975.21	59,730,163.91
Subtotal	774,780,963.73	2,395,386,123.39
Less: Bad debt provision	8,124,761.75	8,487,524.47
Total	766,656,201.98	2,386,898,598.92

3) Classified disclosure by bad debt accrual method

Unit: Yuan

Category	Closing balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion(%)	Amount	Withdrawal ratio(%)	
Provision for bad debt	259,701,702.78	33.52	7,376,768.78	2.84	252,324,934.00
Provision for bad debt based on combination of credit risk characteristics	515,079,260.95	66.48	747,992.97	0.15	514,331,267.98
Total	774,780,963.73	100.00	8,124,761.75		766,656,201.98

Category	Opening balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion(%)	Amount	Withdrawal ratio(%)	
Provision for bad debt	1,515,498,434.73	63.27	7,376,768.78	0.49	1,508,121,665.95
Provision for bad debt based on combination of credit risk characteristics	879,887,688.66	36.73	1,110,755.69	0.13	878,776,932.97
Total	2,395,386,123.39	100.00	8,487,524.47		2,386,898,598.92

Provision for bad debt based on combination of credit risk characteristics:

Unit: Yuan

Name	Closing balance		
	Estimated book balance in default	Expected credit loss for the entire duration	Expected credit loss rate(%)
Within 1 year(Including 1 year)	436,297,532.80	140,530.14	0.03
1 to 2 years	13,246,924.59	6,151.37	0.05
2 to 3 years	13,978,270.81	22,780.97	0.16
Over 3 years	51,556,532.75	578,530.49	1.12
Total	515,079,260.95	747,992.97	

Provision for bad debt according to the general model of expected credit loss:

Unit: Yuan

Bad debt provision	Phase I	Phase II	Phase III	Total
	Expected credit loss for the next 12 months	Expected credit loss for the entire duration(No credit impairment occurred)	Expected credit loss for the entire duration(Credit impairment occurred)	
Balance at the end of last year	1,110,755.69		7,376,768.78	8,487,524.47
The balance at the end of the previous year is in the current period				

- Transfer to Phase II				
- Transfer to Phase III				
- Return to Phase II				
- Return to Phase I				
Accrual in current period	277,701.39			277,701.39
Current reversal	640,464.11			640,464.11
Current resale				
Write-off in current period				
Other changes				
Closing balance	747,992.97		7,376,768.78	8,124,761.75

The changes in the book balance of other receivables are as follows:

Book balance	Phase I	Phase II	Phase III	Total
	Expected credit loss for the next 12 months	Expected credit loss for the entire duration(No credit impairment occurred)	Expected credit loss for the entire duration(Credit impairment occurred)	
Balance at the end of last year	2,388,009,354.61		7,376,768.78	2,395,386,123.39
The balance at the end of the previous year is in the current period				
- Transfer to Phase II				
- Transfer to Phase III				
- Return to Phase II				
- Return to Phase I				
New in current period	1,671,402,460.08			1,671,402,460.08
Termination confirmation	3,292,007,619.74			3,292,007,619.74
Current resale				
Write-off in current period				
Other changes				
Closing balance	767,404,194.95		7,376,768.78	774,780,963.73

4) Provision for bad debts withdrawn, recovered or reversed in the current period

Provision for bad debts in current period:

Unit: Yuan

Category	Opening balance	Amount changed in current period		Closing balance
		Withdrawal	To withdraw or reverse.	
Individual provision for bad debt	7,376,768.78			7,376,768.78

Provision for bad debt based on combination of credit risk characteristics	1,110,755.69	277,701.39	640,464.11	747,992.97
Total	8,487,524.47	277,701.39	640,464.11	8,124,761.75

5) Other receivables of the top five ending balances collected by the debtor

On June 30, 2025, the top five ending balances of other receivables totaled 384,213,915.06 yuan, accounting for 49.59% of the total ending balance of other receivables.

7. Advance payment

(1) Prepayments by aging

Unit: Yuan

Aging	Closing balance		Opening balance	
	Amount	Proportion	Amount	Proportion
Within 1 year	394,054,756.80	98.52	502,483,902.59	99.05
1 to 2 years	5,856,396.18	1.46	4,504,672.39	0.89
2 to 3 years	30,779.57	0.01	56,190.44	0.01
Over 3 years	26,190.44	0.01	268,916.65	0.05
Total	399,968,122.99	100.00	507,313,682.07	100.00

(2) Prepayment Status of Top 5 Closing Balances by Prepayment Object

On June 30, 2025, the top five prepayments totaled 316,835,506.63 yuan, accounting for 79.22% of the total prepayments.

8. Inventory

(1) Inventory classification

Unit: Yuan

Project	Closing balance			Opening balance		
	Book balance	Provision for inventory depreciation or provision for impairment of contract performance cost	Book value	Book balance	Provision for inventory depreciation or provision for impairment of contract performance cost	Book value
Merchandise in stock	14,284,048,381.82	105,466,425.94	14,178,581,955.88	15,493,584,058.93	129,017,809.55	15,364,566,249.38
Product in process	1,510,555,630.40	53,379,877.48	1,457,175,752.92	1,148,535,803.86	43,894,048.28	1,104,641,755.58
Raw material	947,450,417.22	59,703,442.75	887,746,974.47	350,940,520.59	74,247,850.42	276,692,670.17
Goods in transit	115,512,524.96		115,512,524.96	64,421,443.50		64,421,443.50
Entrusted processing	12,707,628.00		12,707,628.00	15,916,979.50		15,916,979.50

materials						
Other	327,008,512.90		327,008,512.90	255,131,560.45		255,131,560.45
Total	17,197,283,095.30	218,549,746.17	16,978,733,349.13	17,328,530,366.83	247,159,708.25	17,081,370,658.58

(2) Provision for inventory depreciation and provision for impairment of contract performance costs

Unit: Yuan

Project	Opening balance	Increase in current period		Amount reversed or written-off in current period	Closing balance
		Withdrawal	Other		
Merchandise in stock	129,017,809.55	27,975,191.53	16,538,972.66	68,065,547.80	105,466,425.94
Product in process	43,894,048.28	29,099,112.89		19,613,283.69	53,379,877.48
Raw material	74,247,850.42	4,818,748.25		19,363,155.92	59,703,442.75
Total	247,159,708.25	61,893,052.67	16,538,972.66	107,041,987.41	218,549,746.17

The Company takes whether the cost is higher than the net realizable value as the basis for withdrawing the inventory falling price provision. Net realizable value refers to the amount after deducting the estimated cost, estimated sales expense and relevant taxes from the estimated sales price of inventory in daily activities. The reason for reversing or reselling the inventory falling price reserves in the current year is that the net realizable value of inventories for which the inventory falling price reserves have been accrued in the previous year increases or the inventories have been sold in the current year.

9. Non-current assets due within one year

Unit: Yuan

Project	Closing balance	Opening balance
Long-term receivables due within one year	254,821,266.90	254,821,266.90
Large-amount certificate of deposit due within one year		54,326,849.32
Total	254,821,266.90	309,148,116.22

10. Other current assets

Unit: Yuan

Project	Closing balance	Opening balance
Input tax to be deducted	1,302,758,899.75	1,691,898,079.82
Withholding tax	471,001,523.71	443,749,745.68
Time deposits and other	88,850,832.27	39,308,007.51
Total	1,862,611,255.73	2,174,955,833.01

11. Long-term receivables

Unit: Yuan

Project	Closing balance			Opening balance		
	Book balance	Bad debt	Book value	Book balance	Bad debt	Book value

		provis ion			provis ion	
Long-term receivables	1,656,679,096.22		1,656,679,096.22	1,783,748,868.29		1,783,748,868.29
Less: Due within one year	254,821,266.90		254,821,266.90	254,821,266.90		254,821,266.90
Total	1,401,857,829.32		1,401,857,829.32	1,528,927,601.39		1,528,927,601.39

12. Other equity instrument investment

Unit: Yuan

Project name	Opening balance	Gains included in other comprehensive income for the current period	Loss included in other comprehensive income in current period	Gains accumulated in other comprehensive income at the end of the period	Accumulated losses included in other comprehensive income at the end of the period	Dividend income recognized in the current period	Closing balance	Reasons designated as being measured at fair value through other comprehensive income
South Industries Group Finance Co., Ltd.	351,900,000.00			194,879,200.00			351,900,000.00	Unlisted equity instruments
Guoqi (Beijing) Intelligent Network Automobile Research Institute Co., Ltd.	58,000,000.00			8,000,000.00			58,000,000.00	Unlisted equity instruments
Guolian Automobile Power Battery Research Institute Co., Ltd.	30,390,000.00				9,610,000.00		30,390,000.00	Unlisted equity instruments
China South Industries Group Financial Leasing Co., Ltd.	38,180,000.00			7,628,000.00			38,180,000.00	Unlisted equity instruments
China Development United Investment Co., Ltd.	14,801,858.72				6,198,141.28	12,692,880.00	14,801,858.72	Unlisted equity instruments
Guoqi (Beijing) Automobile Lightweight Technology Research Institute Co., Ltd.	3,252,414.81			252,414.81			3,252,414.81	Unlisted equity instruments
Chenzhi Technology Co., Ltd.							91,538,462.00	Unlisted equity instruments
Lishen (Qingdao) New Energy Co., Ltd.							111,123,985.46	Unlisted equity instruments
Total	496,524,273.53			210,759,614.81	15,808,141.28	12,692,880.00	699,186,720.99	

13. Long-term equity investment

Unit: Yuan

Invested unit	Opening balance	Opening balance of provision for	Increase or decrease of current period	Closing balance	Closing balance of provision for
---------------	-----------------	----------------------------------	--	-----------------	----------------------------------

		impairment			impairment
I. Joint Venture					
Nanchang Jiangling Investment Co., Ltd.	2,420,750,943.20		148,071,615.11	2,568,822,558.31	
Changan Mazda Automobile Co., Ltd.	733,965,602.46		-10,912,663.38	723,052,939.08	
Changan Mazda Engine Co., Ltd.	806,511,751.50		3,603,474.71	810,115,226.21	
Changan Ford Automobile Co., Ltd.	712,215,024.57		368,250,379.27	1,080,465,403.84	
Subtotal	4,673,443,321.73		509,012,805.71	5,182,456,127.44	
II. Joint ventures					
Changan Automotive Finance Co., Ltd.	3,299,303,386.01		2,270,188,242.99	5,569,491,629.00	
Nanjing Leading Bank Equity Investment Partnership(Limited partnership)	3,118,918,021.61		2,237,214.49	3,121,155,236.10	
Zhongqi Chuangzhi Technology Co., Ltd.	429,748,700.86		-8,197,547.79	421,551,153.07	
Chongqing Changan Crossing Vehicle Co., Ltd.	241,095,703.97		7,799,335.69	248,895,039.66	
Chongqing Changxin Zhi Auto Private Equity Fund Partnership(Limited partnership)	276,234,416.11		9,480,117.10	285,714,533.21	
Time Changan Power Battery Co., Ltd.	490,644,789.41		-38,270,348.70	452,374,440.71	
Chongqing Changlian Intelligent Technology Co., Ltd.	116,078,353.40		10,704,568.61	126,782,922.01	
Chongqing Changan Innovation Private Equity Investment Fund Partnership(Limited partnership)	163,022,540.12		-507,520.40	162,515,019.72	
Changan Ford New Energy Automotive Technology Co., Ltd.	132,045,405.31		16,294,308.05	148,339,713.36	
Anhe Chongqing Dingfeng Automobile Contract Private Equity Fund	62,062,151.97		-703.70	62,061,448.27	
Hunan Guoxin Semiconductor Technology Co., Ltd.	28,169,167.08		-231,619.55	27,937,547.53	
Nanjing Jinghang Equity Investment Management Co., Ltd.	1,100,720.88		-5,936.69	1,094,784.19	
Nanjing Chelai Travel Technology Co., Ltd.	326,813.01		-7,878.41	318,934.60	
Avatr Technology (Chongqing) Co., Ltd.	4,897,868,333.37		-423,486,721.72	4,474,381,611.65	
Chongqing Changyu Private Equity Investment Fund Partnership(Limited partnership)	68,673,494.12		-429,592.57	68,243,901.55	
Chenzhi Anqi (Chongqing) Circular Technology Co., Ltd.	10,804,724.73		10,789,059.20	21,593,783.93	
Hangzhou Chelizi Intelligent Technology Co., Ltd.	771,661.12		-295,121.08	476,540.04	

Anhe (Chongqing) Private Equity Investment Fund Management Co., Ltd.	6,894,469.75		376,990.75	7,271,460.50	
MasterCard Changan Automobile Co., Ltd.	43,462,121.96		33,162,380.29	76,624,502.25	
Time FAW Power Battery Co., Ltd.	334,981,934.05		13,342,090.89	348,324,024.94	
Chongqing Wutong Car Union Technology Co., Ltd.	79,880,742.52		6,757,112.69	86,637,855.21	
West Car Network (Chongqing) Co., Ltd.	5,563,451.32		-881,333.76	4,682,117.56	
Chongqing Anda Semiconductor Co., Ltd.	44,581,458.09		-815,664.23	43,765,793.86	
Subtotal	13,852,232,560.77		1,908,001,432.15	15,760,233,992.92	
Total	18,525,675,882.50		2,417,014,237.86	20,942,690,120.36	

14. Investment real estate

(1) Investment Real Estate with Cost Measurement Model

Unit: Yuan

Project	Houses and buildings	Total
I. Original book value		
1. Opening balance	10,050,100.00	10,050,100.00
2. Increase in current period		
3. Decrease in current period		
4. Closing balance	10,050,100.00	10,050,100.00
II. Accumulated depreciation and accumulated amortization		
1. Opening balance	4,080,808.08	4,080,808.08
2. Increase in current period	113,355.78	113,355.78
(1) Accrual or amortization	113,355.78	113,355.78
3. Decrease in current period		
4. Closing balance	4,194,163.86	4,194,163.86
III. Provision for impairment		
1. Opening balance		
2. Increase in current period		
3. Decrease in current period		
4. Closing balance		
IV. Book value		
1. Closing book value	5,855,936.14	5,855,936.14
2. Opening book value	5,969,291.92	5,969,291.92

15. Fixed assets

Unit: Yuan

Project	Closing balance	Opening balance
Fixed assets	21,113,723,725.32	21,773,526,063.55
Total	21,113,723,725.32	21,773,526,063.55

(1) Fixed assets

Unit: Yuan

Project	Houses and buildings	Machinery and equipment	Means of transport	Other	Total
I. Original book value:					
Opening balance	11,294,445,819.72	28,226,777,591.83	292,830,139.80	10,428,744,777.20	50,242,798,328.55
Purchase	25,515,594.53	26,527,966.52	2,147,924.96	6,879,162.31	61,070,648.32
Transfer of construction in progress	100,172,755.77	372,455,958.02	649,948.97	284,464,638.61	757,743,301.37
Increase in exchange rate movements	2,159,043.34			1,099,511.71	3,258,555.05
Disposal or scrapping	649,808.96	421,016,488.89	1,635,141.63	211,264,507.72	634,565,947.20
Government subsidy		34,461,976.80		278,023.20	34,740,000.00
Decrease in exchange rate movements		7,010,650.74			7,010,650.74
Closing balance	11,421,643,404.40	28,163,272,399.94	293,992,872.10	10,509,645,558.91	50,388,554,235.35
II. Accumulated depreciation					
Opening balance	3,159,607,410.26	17,244,065,286.31	173,224,350.11	5,509,538,447.80	26,086,435,494.48
Withdrawal	199,319,489.98	905,549,357.19	4,100,970.67	327,233,978.17	1,436,203,796.01
Increase in exchange rate movements				127,445.05	127,445.05
Disposal or scrapping	60,102.31	288,266,211.99	1,227,900.93	158,273,357.52	447,827,572.75
Decrease in exchange rate movements		7,894,018.09			7,894,018.09
Closing balance	3,358,866,797.93	17,853,454,413.42	176,097,419.85	5,678,626,513.50	27,067,045,144.70
III. Provision for impairment					
Opening balance	62,245,995.84	2,046,046,753.52	1,190,791.87	273,353,229.29	2,382,836,770.52
Withdrawal		52,938.34		210.51	53,148.85
Disposal or scrapping		129,217,144.13		45,887,409.91	175,104,554.04
Closing balance	62,245,995.84	1,916,882,547.73	1,190,791.87	227,466,029.89	2,207,785,365.33

IV. Book value					
Closing book value	8,000,530,610.63	8,392,935,438.79	116,704,660.38	4,603,553,015.52	21,113,723,725.32
Opening book value	8,072,592,413.62	8,936,665,552.00	118,414,997.82	4,645,853,100.11	21,773,526,063.55

(2) Temporary idle fixed assets

On June 30, 2025, fixed assets with book value of RMB 212,424,098.15 (December 31, 2024, RMB 136,677,753.98) were temporarily idle due to product upgrading and other reasons.

(3) Fixed assets leased out through operating leases

Unit: Yuan

Project	Closing book value
Houses and buildings	1,079,158,547.61

(4) Fixed assets without certificate of title

As of June 30, 2025, the Company has no fixed assets without certificate of title.

16. Construction in progress

Unit: Yuan

Project	Closing balance	Opening balance
Construction in progress	1,820,626,823.39	1,596,384,269.60
Total	1,820,626,823.39	1,596,384,269.60

(1) Construction in progress

Unit: Yuan

Project	Closing balance			Opening balance		
	Book balance	Provision for impairment	Book value	Book balance	Provision for impairment	Book value
Production line construction and technical transformation project	1,283,071,241.50		1,283,071,241.50	1,070,073,195.24		1,070,073,195.24
Engineering construction project	58,494,240.86		58,494,240.86	101,071,006.57		101,071,006.57
Engine technical renovation project	30,925,937.03	20,921,684.06	10,004,252.97	30,174,549.42	20,921,684.06	9,252,865.36
Other projects	475,996,756.87	6,939,668.81	469,057,088.06	422,926,871.24	6,939,668.81	415,987,202.43
Total	1,848,488,176.26	27,861,352.87	1,820,626,823.39	1,624,245,622.47	27,861,352.87	1,596,384,269.60

(2) Changes in current period of important projects under construction

Unit: Yuan

Project name	Budget (Ten thousand yuan)	Opening balance	Increase in current period	Amount transferred into fixed assets in current period	Closing balance	Proportion of accumulated project investment in budget(%)	Project progress(%)	Source of funds
Production line construction and technical transformation project	684,311.24	1,070,073,195.24	641,435,128.72	428,437,082.46	1,283,071,241.50	78.25	78.25	Self-raised and issued
Engineering construction project	629,136.00	101,071,006.57	27,781,969.70	70,358,735.41	58,494,240.86	88.50	88.50	Self-financing
Engine technical renovation project	44,420.00	30,174,549.42	64,115,470.62	63,364,083.01	30,925,937.03	85.16	85.16	Self-financing
Other projects		422,926,871.24	248,653,286.12	195,583,400.49	475,996,756.87			Self-raised and issued
Total		1,624,245,622.47	981,985,855.16	757,743,301.37	1,848,488,176.26			

(3) Provision for impairment of construction in progress in current period

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period	Closing balance	Withdrawal reason
Engine technical renovation project	20,921,684.06			20,921,684.06	
Other projects	6,939,668.81			6,939,668.81	
Total	27,861,352.87			27,861,352.87	--

17. Right-of-use assets**(1) Assets of right to use**

Unit: Yuan

Project	Houses and buildings	Machinery and equipment	Total
I. Original book value			
Opening balance	413,229,721.68	14,150,442.47	427,380,164.15
Increase in current lease	15,285,437.24		15,285,437.24
Increase in exchange rate movements	1,469,996.58		1,469,996.58
Decrease in current period	18,137,214.91		18,137,214.91
Closing balance	411,847,940.59	14,150,442.47	425,998,383.06
II. Accumulated depreciation			
Opening balance	151,361,083.46	2,721,238.94	154,082,322.40
Increase in provision for the current period	53,014,009.21	816,371.70	53,830,380.91
Increase in exchange rate movements	965,784.64		965,784.64
Decrease in current period	18,137,214.91		18,137,214.91
Closing balance	187,203,662.40	3,537,610.64	190,741,273.04
III. Provision for impairment			
Opening balance			
Increase in current period			
Decrease in current period			
Closing balance			
IV. Book value			
Closing book value	224,644,278.19	10,612,831.83	235,257,110.02
Opening book value	261,868,638.22	11,429,203.53	273,297,841.75

18. Intangible assets**(1) Intangible assets**

Unit: Yuan

Project	Land use right	Patent right	Non-patented	Software use	Right to use	Total
---------	----------------	--------------	--------------	--------------	--------------	-------

			technology	right	trademarks	
I. Original book value						
Opening balance	2,479,830,234.88	85,581,514.70	22,342,708,055.07	901,695,040.91	2,627,770,189.95	28,437,585,035.51
Purchase			2,221,782.07	39,271,627.59	16,312,112.73	57,805,522.39
Internal R&D			1,064,375,830.74			1,064,375,830.74
Increase in exchange rate movements		1,247,115.32			1,205,321.39	2,452,436.71
Disposal or scrapping				939,491.86		939,491.86
Decrease in exchange rate movements		317,607.70				317,607.70
Closing balance	2,479,830,234.88	86,511,022.32	23,409,305,667.88	940,027,176.64	2,645,287,624.07	29,560,961,725.79
II. Accumulated amortization						
Opening balance	450,762,504.72	24,244,146.43	9,225,868,042.44	785,632,082.79	674,303,046.59	11,160,809,822.97
Withdrawal	26,735,411.91	4,448,142.00	1,400,589,977.46	22,922,720.72	130,303,426.79	1,584,999,678.88
Increase in exchange rate movements		1,208,273.03			29,458.78	1,237,731.81
Disposal				939,491.88		939,491.88
Closing balance	477,497,916.63	29,900,561.46	10,626,458,019.90	807,615,311.63	804,635,932.16	12,746,107,741.78
III. Provision for impairment						
Opening balance			458,926,146.51	23,617,923.17	22,381,216.63	504,925,286.31
Increase in current period						
Decrease in current period						
Closing balance			458,926,146.51	23,617,923.17	22,381,216.63	504,925,286.31
IV. Book value						
Closing book value	2,002,332,318.25	56,610,460.86	12,323,921,501.47	108,793,941.84	1,818,270,475.28	16,309,928,697.70
Opening book value	2,029,067,730.16	61,337,368.27	12,657,913,866.12	92,445,034.95	1,931,085,926.73	16,771,849,926.23

19. Goodwill

(1) Original book value of goodwill

Unit: Yuan

Name of investee or matters forming goodwill	Opening balance	Increase in current period	Decrease in current period	Closing balance
--	-----------------	----------------------------	----------------------------	-----------------

Hebei Changan Automobile Co., Ltd.	9,804,394.00			9,804,394.00
Nanjing Changan Automobile Co., Ltd.	73,465,335.00			73,465,335.00
Deepal Automotive Technology Co., Ltd.	1,800,926,049.16			1,800,926,049.16
Total	1,884,195,778.16			1,884,195,778.16

(2) Goodwill impairment provision

Unit: Yuan

Name of investee or matters forming goodwill	Opening balance	Increase in current period	Decrease in current period	Closing balance
Nanjing Changan Automobile Co., Ltd.	73,465,335.00			73,465,335.00
Total	73,465,335.00			73,465,335.00

20. Long-term deferred expenses

Unit: Yuan

Project	Opening balance	Increase in current period	Amortization amount in current period	Closing balance
Extended premium	15,077,519.40		4,588,694.21	10,488,825.19
Other	1,654,928.37	639,871.61	564,153.00	1,730,646.98
Total	16,732,447.77	639,871.61	5,152,847.21	12,219,472.17

21. Deferred income tax assets/deferred income tax liabilities**(1) Deferred income tax assets not offset**

Unit: Yuan

Project	Closing balance		Opening balance	
	Deductible temporary difference	Deferred income tax assets	Deductible temporary difference	Deferred income tax assets
Provision for impairment of assets	2,955,281,474.17	466,641,321.35	2,812,780,308.55	427,610,261.04
Accrued expenses and estimated liabilities	11,626,846,971.75	1,771,895,960.38	11,361,903,139.00	1,720,368,405.84
Unpaid technical development fee and advertising fee	225,484,266.53	33,822,639.98	201,717,814.00	30,257,672.10
Deferred income	2,967,416,731.31	483,021,618.67	3,015,492,016.33	492,368,621.35
Unpaid wage bonuses and other	6,082,679,918.75	922,276,644.20	6,164,872,452.88	936,046,685.59
Total	23,857,709,362.51	3,677,658,184.58	23,556,765,730.76	3,606,651,645.92

(2) Deferred tax liabilities not offset

Unit: Yuan

Project	Closing balance		Opening balance	
	Taxable temporary difference	Deferred income tax liabilities	Taxable temporary difference	Deferred income tax liabilities
Changes in fair value of financial assets	257,477,787.93	38,621,668.19	250,964,630.18	37,644,694.53
Fair value adjustment of business combination not under the same control	7,613,083,426.00	1,141,962,513.90	8,068,028,361.06	1,210,204,254.16
Long-term equity investment	1,611,820,708.23	241,773,106.23	1,596,988,035.55	239,548,205.33
Other	2,069,699,404.78	314,523,764.93	2,572,489,279.25	389,709,175.51
Total	11,552,081,326.94	1,736,881,053.25	12,488,470,306.04	1,877,106,329.53

(3) Deferred tax assets or liabilities shown net of set-off

Unit: Yuan

Project	Offset amount of deferred income tax assets and liabilities at the end of the period	Ending balance of deferred income tax assets or liabilities after offset	Beginning offset amount of deferred income tax assets and liabilities	Beginning balance of deferred income tax assets or liabilities after offset
Deferred income tax assets	29,155,583.97	3,648,502,600.61	42,391,398.35	3,564,260,247.57
Deferred income tax liabilities	29,155,583.97	1,707,725,469.28	42,391,398.35	1,834,714,931.18

(4) Details of unrecognized deferred income tax assets

Unit: Yuan

Project	Closing balance	Opening balance
Deductible temporary difference	1,102,591,353.33	1,537,577,954.97
Deductible loss	11,492,463,110.32	11,267,351,181.99
Total	12,595,054,463.65	12,804,929,136.96

(5) Deductible losses of unrecognized deferred income tax assets will mature in the following years

Unit: Yuan

Year	Closing amount	Opening amount	Remarks
2025	1,194,612,784.02	1,675,980,498.87	
2026	2,358,576,684.09	2,469,603,797.30	
2027	2,148,467,038.12	2,020,139,471.49	
2028	2,795,932,844.65	2,888,007,630.83	
2029 and later	2,994,873,759.44	2,213,619,783.50	
Total	11,492,463,110.32	11,267,351,181.99	

22. Other non-current assets

Unit: Yuan

Project	Closing balance			Opening balance		
	Book balance	Provision	Book value	Book balance	Provision	Book value

		for impairment			for impairment	
Advance payment for works	450,000,000.00		450,000,000.00	455,745,345.02		455,745,345.02
Fixed deposit and large deposit receipt	3,250,000,000.00		3,250,000,000.00	3,250,000,000.00		3,250,000,000.00
Total	3,700,000,000.00		3,700,000,000.00	3,705,745,345.02		3,705,745,345.02

23. Assets with restricted ownership or use

Unit: Yuan

Project	End of period			
	Book balance	Book value	Restricted type	Restricted situation
Monetary funds	643,894,542.93	643,894,542.93	Security deposit and others	Security deposit and others
Notes receivable	5,194,488,159.96	5,194,488,159.96	Bill pledge	Bill pledge
Total	5,838,382,702.89	5,838,382,702.89		

Project	Beginning of period			
	Book balance	Book value	Restricted type	Restricted situation
Monetary funds	907,719,149.74	907,719,149.74	Security deposit and others	Security deposit and others
Notes receivable	6,569,473,317.00	6,569,473,317.00	Bill pledge	Bill pledge
Total	7,477,192,466.74	7,477,192,466.74		

24. Short-term borrowing

(1) Classification of short-term borrowings

Unit: Yuan

Project	Closing balance	Opening balance
Credit loan	51,473,034.14	40,036,055.69
Total	51,473,034.14	40,036,055.69

Note: On June 30, 2025, the annual interest rate of the above loan is 1.90% -3.50%.

On 30 June 2025, there were no overdue short-term borrowings.

25. Notes payable

Unit: Yuan

Type	Closing balance	Opening balance
Commercial acceptance bill	216,000,000.00	170,000,000.00
Finance company acceptance bill	1,147,811,991.97	1,863,628,765.26
Bank acceptance bill	27,972,272,314.48	32,776,976,747.35
Total	29,336,084,306.45	34,810,605,512.61

26. Accounts payable**(1) Accounts payable presentation**

Unit: Yuan

Project	Closing balance	Opening balance
Payment payable	25,225,193,216.25	43,835,671,129.12
Total	25,225,193,216.25	43,835,671,129.12

On June 30, 2025, there were no significant accounts payable aged over one year.

27. Other payables

Unit: Yuan

Project	Closing balance	Opening balance
Dividend payable	2,922,564,952.82	
Other payables	5,241,485,160.25	6,407,775,538.76
Total	8,164,050,113.07	6,407,775,538.76

(1) Dividend payable

Unit: Yuan

Project	Closing balance	Opening balance
Common stock dividend	2,922,564,952.82	
Total	2,922,564,952.82	

(2) Other payables**1) Other payables by nature of payment**

Unit: Yuan

Project	Closing balance	Opening balance
Payment for purchase and construction of fixed assets, intangible assets and project deposit	1,419,098,132.46	1,763,288,908.26
Customer and Supplier Deposit	801,711,900.26	919,342,648.61
Warehousing and freight	665,700,812.60	740,108,278.96
Advertising fee	630,611,865.05	623,231,036.19
Repair processing fee	492,044,082.44	267,001,396.64
Treasury repurchase obligation	56,325,847.18	169,261,662.73
State supplementary provision	32,931,573.00	124,313,570.00
Collection and payment of new energy subsidies	30,236,600.00	
Other	1,112,824,347.26	1,801,228,037.37
Total	5,241,485,160.25	6,407,775,538.76

28. Advance receipts**(1) List of advance receipts**

Unit: Yuan

Project	Closing balance	Opening balance
Advance receipts	165,690.93	477,390.93
Total	165,690.93	477,390.93

29. Contractual liabilities

Unit: Yuan

Project	Closing balance	Opening balance
Advance payment	5,505,204,150.68	9,559,537,581.14
Advance payment for services	1,530,126,745.38	1,328,359,414.35
Total	7,035,330,896.06	10,887,896,995.49

30. Payroll payable**(1) Payroll payable**

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period	Closing balance
Short-term compensation	3,109,857,464.99	5,671,538,512.85	5,603,068,814.00	3,178,327,163.84
Post-employment benefits - defined contribution plan	94,314,672.90	558,879,401.32	553,950,703.55	99,243,370.67
Dismissal benefits	5,608,815.98	27,587,471.17	10,440,127.49	22,756,159.66
Total	3,209,780,953.87	6,258,005,385.34	6,167,459,645.04	3,300,326,694.17

(2) Short-term compensation presentation

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period	Closing balance
Salaries, bonuses, allowances and subsidies	2,535,962,401.35	4,538,046,515.05	4,504,769,499.06	2,569,239,417.34
Employee welfare	21,188,802.76	156,664,934.10	173,587,511.83	4,266,225.03
Social insurance premiums	34,368,576.87	378,500,094.09	361,994,217.61	50,874,453.35
Including: Medical insurance premium	21,589,375.01	342,898,541.52	324,914,890.58	39,573,025.95
Work injury insurance	10,725,500.70	35,601,552.57	35,236,252.70	11,090,800.57
Maternity insurance premiums	1,942,068.33		1,843,074.33	98,994.00
Other	111,632.83			111,632.83
Housing provident fund	21,145,441.67	374,829,825.93	331,585,928.95	64,389,338.65

Trade union funds and staff education funds	497,192,242.34	223,497,143.68	231,131,656.55	489,557,729.47
Total	3,109,857,464.99	5,671,538,512.85	5,603,068,814.00	3,178,327,163.84

(3) List of defined contribution plan

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period	Closing balance
Basic endowment insurance	84,945,276.46	542,298,195.67	537,723,402.99	89,520,069.14
Unemployment insurance premiums	9,369,396.44	16,581,205.65	16,227,300.56	9,723,301.53
Total	94,314,672.90	558,879,401.32	553,950,703.55	99,243,370.67

31. Taxes payable

Unit: Yuan

Project	Closing balance	Opening balance
Value-added tax	293,114,075.26	651,591,146.50
Consumption tax	347,924,219.12	320,098,460.23
Corporate income tax	95,583,435.81	197,097,687.96
Urban maintenance and construction tax	54,866,304.32	75,909,710.25
Other	68,833,303.79	283,885,526.69
Total	860,321,338.30	1,528,582,531.63

32. Non-current liabilities due within one year

Unit: Yuan

Project	Closing balance	Opening balance
Long-term loans due within one year	36,000,000.00	36,000,000.00
Lease liabilities due within one year	115,198,838.33	91,942,461.78
Defined benefit contribution plan due within one year	380,687.96	972,000.00
Total	151,579,526.29	128,914,461.78

33. Other current liabilities

Unit: Yuan

Project	Closing balance	Opening balance
Business discount withheld for return	7,713,732,261.61	7,251,765,781.00
Provision for market development expenses	1,283,223,811.59	1,931,380,802.93
Provision for technology transfer and development costs	1,271,613,127.90	834,962,725.87
Accrued transportation fee	890,338,647.80	414,807,693.98

Accrued fuel consumption negative integral cost	61,463,722.49	63,506,766.69
Accrued maintenance fee	71,239,346.58	56,134,938.45
Other	1,232,335,945.67	1,955,074,831.04
Total	12,523,946,863.64	12,507,633,539.96

34. Long-term loan

(1) Classification of long-term borrowings

Unit: Yuan

Project	Closing balance	Opening balance
Credit loan	36,000,000.00	72,000,000.00
Deduct loans due within one year	36,000,000.00	36,000,000.00
Total	-	36,000,000.00

Note: On June 30, 2025, the interest rate of the above loan was 1.00%. (December 31, 2024: 1.00%)

35. Bonds payable

(1) Bonds payable

Unit: Yuan

Project	Closing balance	Opening balance
Corporate bonds	999,754,716.96	999,705,660.36
Total	999,754,716.96	999,705,660.36

(2) Increase or decrease of bonds payable (excluding preferred shares, perpetual bonds and other financial instruments classified as financial liabilities)

Unit: Yuan

Bond name	Face value	Coupon rate	Issue Date	Bond term	Issued Amount	Opening balance	Accrued interest at par value	Over-discount amortization	Closing balance	Whether breach of contract
Science and technology innovation bond	1,000,000,000.00	0.03	2022.12	5 years	1,000,000,000.00	999,705,660.36	15,000,000.00	49,056.60	999,754,716.96	No
Total	1,000,000,000.00				1,000,000,000.00	999,705,660.36	15,000,000.00	49,056.60	999,754,716.96	

36. Lease liabilities

Unit: Yuan

Project	Closing balance	Opening balance
Lease liabilities	323,362,469.53	361,153,870.84
Including: Lease liabilities due within one year	115,198,838.33	91,942,461.78
Total	208,163,631.20	269,211,409.06

37. Long-term payables

Unit: Yuan

Project	Closing balance	Opening balance
Long-term payables	2,040,858,600.62	2,028,479,306.93
Special payables	425,785,959.10	428,048,564.78
Total	2,466,644,559.72	2,456,527,871.71

(1) Long-term payables by nature of payment

Unit: Yuan

Project	Closing balance	Opening balance
Payment payable for agent construction	2,040,858,600.62	2,028,479,306.93
Total	2,040,858,600.62	2,028,479,306.93

(2) Special payables

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period	Closing balance
Special project of intelligent manufacturing	352,922,438.33	78,953,333.33	83,143,421.13	348,732,350.53
Lightweight design of automobile structure	1,862,809.36		107,067.07	1,755,742.29
Other	73,263,317.09	29,184,140.95	27,149,591.76	75,297,866.28
Total	428,048,564.78	108,137,474.28	110,400,079.96	425,785,959.10

38. Long-term payroll payable

(1) Long-term payroll payable

Unit: Yuan

Project	Closing balance	Opening balance
I. Post-employment benefits - net liabilities of defined benefit plan	19,799,282.60	23,599,000.00
II. Dismissal welfare	3,094,372.65	3,094,372.65
Total	22,893,655.25	26,693,372.65

39. Estimated liabilities

Unit: Yuan

Project	Closing balance	Opening balance
Product quality assurance	7,812,670,972.45	7,411,100,080.67
Estimated liabilities for contract performance	269,549,247.09	293,547,668.77
Total	8,082,220,219.54	7,704,647,749.44

40. Deferred income

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period	Closing balance
Asset-related	52,133,744.00	45,597,680.00	45,597,680.00	52,133,744.00
Including: Subsidies for production and construction	52,133,744.00	45,597,680.00	45,597,680.00	52,133,744.00
Related to earnings	132,063,475.64		126,294,889.81	5,768,585.83
Including: R&D technology subsidies	76,294,889.95		76,294,889.95	
Other government subsidies	55,768,585.69		49,999,999.86	5,768,585.83
Total	184,197,219.64	45,597,680.00	171,892,569.81	57,902,329.83

41. Other non-current liabilities

Unit: Yuan

Project	Closing balance	Opening balance
Advance payment for services	1,417,466,616.46	1,718,489,394.88
Entrusted Loan of Weapons and Equipment Group Finance Co., Ltd.	500,000,000.00	500,000,000.00
Total	1,917,466,616.46	2,218,489,394.88

42. Share capital

Unit: Yuan

	Opening balance	Increase or decrease of this change(+, -)					Closing balance
		Issuance of new shares	Share delivery	Reserve fund conversion	Other	Subtotal	
Total number of shares	9,914,086,060.00						9,914,086,060.00

43. Capital reserve

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period	Closing balance
Share premium	7,119,416,303.03	267,239,486.20		7,386,655,789.23
Other capital reserves	1,806,382,547.11	30,568,843.52	267,239,486.20	1,569,711,904.43
Total	8,925,798,850.14	297,808,329.72	267,239,486.20	8,956,367,693.66

44. Treasury stock

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period	Closing balance
Treasury stock	169,261,662.73		112,935,815.55	56,325,847.18
Total	169,261,662.73		112,935,815.55	56,325,847.18

Note: In 2025, the decrease in the inventory share capital period was caused by the release of the Company's incentive shares.

45. Other comprehensive income

Unit: Yuan

Project	Opening balance	Amount incurred in current period						Closing balance
		Amount incurred before current income tax	Less: Recorded in other comprehensive income in the prior period and transferred into profit and loss in the current period	Less: Included in other comprehensive income in the prior period and transferred into retained earnings in the current period	Less: Income tax expense	After-tax attribution to parent company	After-tax attribution to minority shareholders	
I. Other comprehensive income that cannot be reclassified into profit and loss	160,857,631.69	-2,386,300.06				-2,386,300.06		158,471,331.63
Including: Remeasurement of the change amount of defined benefit plan	-1,825,000.00							-1,825,000.00
Other comprehensive income that cannot be converted into profit or loss under the equity method	-3,026,120.81	-2,386,300.06				-2,386,300.06		-5,412,420.87
Changes in fair value of investments in other equity instruments	165,708,752.50							165,708,752.50
II. Other comprehensive income to be reclassified into profit and loss	-153,334,272.92	-74,294,256.28				-74,294,256.28		-227,628,529.20
Of which: Other comprehensive income that can be converted into profit or loss under equity method	-5,881,941.93	997,343.14				997,343.14		-4,884,598.79
Translation differences in foreign currency financial statements	-147,452,330.99	-75,291,599.42				-75,291,599.42		-222,743,930.41
Total other comprehensive income	7,523,358.77	-76,680,556.34				-76,680,556.34		-69,157,197.57

46. Special reserve

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period	Closing balance
Safety production fee	95,013,488.38	58,903,145.28	28,173,650.94	125,742,982.72
Total	95,013,488.38	58,903,145.28	28,173,650.94	125,742,982.72

47. Surplus reserve

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period	Closing balance
Statutory surplus reserve	4,957,043,030.00			4,957,043,030.00
Total	4,957,043,030.00			4,957,043,030.00

48. Undistributed profit

Unit: Yuan

Project	Current period	Previous period
Undistributed profit before adjustment	52,846,021,500.43	49,617,932,431.73
Adjustment of undistributed profits at the beginning of the later period	52,846,021,500.43	49,617,932,431.73
Plus: Net profit attributable to the owner of the parent company in the current period	2,291,211,254.67	2,831,743,111.82
Less: Common stock dividends payable	2,922,564,952.82	3,412,477,663.18
Undistributed profit at the end of the period	52,214,667,802.28	49,037,197,880.37

49. Operating income and operating cost

Unit: Yuan

Project	Amount incurred in current period		Amount incurred in the previous period	
	Revenue	Cost	Revenue	Cost
Main business	71,122,847,357.43	60,912,862,171.69	75,031,549,290.98	65,087,923,270.42
Other business	1,568,463,029.65	1,180,783,111.72	1,691,100,432.81	1,046,383,884.70
Total	72,691,310,387.08	62,093,645,283.41	76,722,649,723.79	66,134,307,155.12

50. Taxes and surcharges

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Consumption tax	1,276,202,420.19	1,592,006,613.71
Urban maintenance and construction tax	130,139,031.26	171,545,523.51
Educational surcharges	85,167,936.91	118,956,790.32
Other	176,523,613.45	170,720,143.87

Total	1,668,033,001.81	2,053,229,071.41
-------	------------------	------------------

51. Administrative expenses

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Wages and benefits	1,594,776,663.07	1,892,090,590.24
Depreciation and amortization	290,646,828.51	281,069,352.60
Transportation and travel	35,404,797.95	30,730,486.17
Share-based payment	15,696,797.33	181,288,200.00
Other	291,488,235.10	41,685,231.78
Total	2,228,013,321.96	2,426,863,860.79

52. Sales expense

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Sales service fee	2,118,239,084.30	1,010,007,195.86
Promotion and advertising expenses	1,264,934,309.87	1,074,267,528.42
Wages and benefits	552,762,577.77	489,933,234.61
Transportation and storage expenses	138,303,558.30	343,523,615.84
Travel	86,385,379.90	74,258,106.92
Packing fee	85,306,559.18	28,828,727.45
Other	115,560,997.91	57,170,005.17
Total	4,361,492,467.23	3,077,988,414.27

53. R&D expenses

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Wages and benefits	1,388,750,537.27	1,392,005,346.65
Depreciation and amortization	1,574,340,689.76	1,214,228,193.17
Outsourcing fee	117,404,910.95	129,875,960.49
Material cost	116,601,795.35	100,893,665.34
Test fee	26,465,429.21	36,371,652.96
Other	60,093,920.94	38,717,494.79
Total	3,283,657,283.48	2,912,092,313.40

54. Financial expense

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Interest expense	38,065,837.11	39,521,477.44
Less: Interest income	657,365,732.49	520,495,393.22

Net exchange loss(Net income is indicated with "-")	-1,355,964,767.53	-93,277,656.33
Other	18,327,382.57	24,866,208.10
Total	-1,956,937,280.34	-549,385,364.01

55. Other income

Unit: Yuan

Sources of other income	Amount incurred in current period	Amount incurred in the previous period
Government subsidies related to daily activities		
Including: Industrial support subsidy	235,203,148.24	1,185,343,468.12
Other government subsidies	770,933,495.39	257,167,183.20
Total	1,006,136,643.63	1,442,510,651.32

56. Income from changes in fair value

Unit: Yuan

Sources of income from changes in fair value	Amount incurred in current period	Amount incurred in the previous period
Transactional financial assets	6,513,157.75	-13,487,271.96
Transactional financial liabilities		-21,536,907.46
Total	6,513,157.75	-35,024,179.42

57. Investment income

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Long-term equity investment income calculated by equity method	55,363,593.69	252,582,688.73
Investment income of trading financial assets during holding period	1,353,199.70	1,979,999.95
Dividend income from other equity instrument investments during the holding period	12,692,880.00	19,039,320.00
Investment income from disposal of trading financial assets		7,187,236.08
Interest on time deposits and other	45,614,275.62	69,922,180.57
Total	115,023,949.01	350,711,425.33

58. Credit impairment loss

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Bad debt loss of accounts receivable	3,634,178.78	-579,542.24
Loss on bad debts of other receivables	-362,762.72	-179,587.16

Total	3,271,416.06	-759,129.40
-------	--------------	-------------

59. Loss on impairment of assets

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Inventory depreciation loss and contract performance cost impairment loss	59,083,960.97	137,377,672.60
Loss on impairment of fixed assets	53,148.85	
Loss on impairment of contractual assets	-10,043,931.00	8,891,863.00
Total	49,093,178.82	146,269,535.60

60. Proceeds from disposal of assets

Unit: Yuan

Sources of proceeds from disposal of assets	Amount incurred in current period	Amount incurred in the previous period
Income from disposal of fixed assets(Loss "-")	16,996,024.14	4,819,641.19
Proceeds from disposal of other assets(Loss "-")	9,441.56	139,811.50
Total	17,005,465.70	4,959,452.69

61. Non-operating income

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period	Amount included in current non-recurring profit and loss
Income from liquidated damages and others	90,081,260.28	46,291,779.69	90,081,260.28
Total	90,081,260.28	46,291,779.69	90,081,260.28

62. Non-operating expenditure

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period	Amount included in current non-recurring profit and loss
External donation	14,600,000.00	10,600,000.00	14,600,000.00
Fines and late fees	1,630,770.51	5,489,501.82	1,630,770.51
Other	10,600,642.48	3,012,325.93	10,600,642.48
Total	26,831,412.99	19,101,827.75	26,831,412.99

63. Income tax expense**(1) Income tax expense table**

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Current income tax expense	587,548,701.70	207,971,617.76
Deferred income tax expense	-211,231,814.94	-142,342,716.98
Total	376,316,886.76	65,628,900.78

(2) Adjustment Process of Accounting Profit and Income Tax Expense

Unit: Yuan

Project	Amount incurred in current period
Total profit	2,168,970,778.03
Income tax expense at statutory/applicable tax rate	325,345,616.70
Effect of different tax rates on subsidiaries	80,542,302.44
Effect of adjustment of income tax for prior period	129,098,737.60
Impact of non-taxable income	69,280,754.42
Impact of non-deductible costs, charges and losses	115.96
Impact of deductible losses on unrecognized deferred income tax assets in the prior period of use	-4,304,960.31
Effect of deductible temporary difference or deductible loss of unrecognized deferred income tax assets in current period	-223,645,680.05
Influence of Additive Deduction and Other Factors	-216,636,861.90
Income tax expense	376,316,886.76

64. Other comprehensive income

See Note VII 45 for details

65. Cash flow statement item**(1) Cash related to operating activities**

Other cash received in connection with operating activities

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Interest income	657,365,732.49	520,495,393.22
Government subsidy	1,088,661,008.79	1,288,500,364.75
Other	98,233,980.20	388,897,857.40
Total	1,844,260,721.48	2,197,893,615.37

Other cash paid in connection with operating activities

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Sales expense	2,643,015,184.51	1,636,259,495.32
Administrative expenses	890,965,941.36	710,380,390.84
R&D expenses	1,800,991,507.70	1,260,318,906.77
Other	1,166,123,768.26	1,053,447,560.15
Total	6,501,096,401.83	4,660,406,353.08

(2) Cash related to investing activities

Other cash received in connection with investing activities

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Term deposits and interest	50,972,777.78	8,070,357,180.56
Other	3,210.40	
Total	50,975,988.18	8,070,357,180.56

Other cash paid in connection with investing activities

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Fixed deposit and large deposit receipt		1,400,000,000.00
Total		1,400,000,000.00

(3) Cash related to financing activities

Other cash received in connection with financing activities

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Collection of deposit of acceptance bill	280,715,982.94	204,348,367.20
Other		29,998,629.99
Total	280,715,982.94	234,346,997.19

Other cash paid in connection with financing activities

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Payment of deposit of acceptance bill and others	2,985,639.75	127,516,036.02
Other	50,184,574.37	53,497,616.56
Total	53,170,214.12	181,013,652.58

66. Supplementary information of cash flow statement

(1) Supplementary information of cash flow statement

Unit: Yuan

Supplementary information	Current Amount	Prior period amount
1. Adjust net profit to cash flow from operating activities:		
Net profit	1,792,653,891.27	2,246,762,267.69
Plus: Credit impairment loss	3,271,416.06	-759,129.40
Provision for impairment of assets	49,093,178.82	146,269,535.60
Depreciation of fixed assets	1,436,203,796.01	1,466,019,479.35
Depreciation and amortization of investment real estate	113,355.78	113,355.78
Depreciation of right-of-use assets	53,830,380.91	46,388,885.07
Amortization of intangible assets	1,584,999,678.88	1,229,174,331.48
Amortization of long-term deferred expenses	5,152,847.21	2,976,275.65
Loss on disposal of fixed assets, intangible assets and other long-term assets(Income is indicated with "-")	-17,005,465.70	-4,959,452.69
Loss on changes in fair value(Income is indicated with "-")	-6,513,157.75	35,024,179.42
Financial expense(Income is indicated with "-")	38,065,837.11	39,521,477.44
Investment loss(Income is indicated with "-")	-115,023,949.01	-350,711,425.33
Decrease in deferred income tax assets(Add "-" for column)	-84,242,353.04	-161,826,269.49
Increase in deferred tax liabilities(Decrease is indicated with "-")	-126,989,461.90	19,483,552.51
Decrease in inventories(Add "-" for column)	131,247,271.53	-238,346,525.70
Decrease in operating receivables(Add "-" for column)	18,763,979,020.76	3,849,999,916.55
Increase in operating payables(Decrease is indicated with "-")	-32,126,023,975.32	-4,890,306,327.68
Other	9,990,898.11	276,614.28
Net cash flow from operating activities	-8,607,196,790.27	3,435,100,740.53
2. Net change of cash equivalents:		
Closing balance of cash	52,185,989,975.49	69,549,755,769.83
Less: Opening balance of cash	63,274,376,513.00	63,925,957,901.11
Net increase in cash and cash equivalents	-11,088,386,537.51	5,623,797,868.72

(2) Composition of cash and cash equivalents

Unit: Yuan

Project	Closing balance	Opening balance
I. Cash	52,185,989,975.49	63,274,376,513.00
Including: Cash on hand	6,818.27	17,882.93
Bank deposits available for payment at any time	52,181,249,531.26	63,267,781,756.86
Other monetary funds available for payment at any time	4,733,625.96	6,576,873.21
II. Balance of cash and cash equivalents at the end of the period	52,185,989,975.49	63,274,376,513.00

67. Foreign currency monetary item

(1) Foreign currency monetary item

Unit: Yuan

Project	Ending foreign currency balance	Conversion exchange rate	Balance converted into RMB at the end of the period
Monetary funds			
Of which: USD	60,871,639.08	7.1586	435,755,715.52
Euro	16,259,508.40	8.4024	136,618,893.38
Sterling	1,590,158.69	9.8300	15,631,259.92
Japanese yen	250,742,427.00	0.0496	12,436,824.38
Rub	4,043,581,070.45	0.0913	369,178,951.73
Peso	649,050,610.70	0.3809	247,223,377.62
Baht	3,355,673,515.79	0.2197	737,241,471.42
Dirham	309,127.88	1.9509	603,077.58
Accounts receivable			
Of which: USD	45,165,929.32	7.1586	323,324,821.63
Euro	1,095,041.50	8.4024	9,200,976.70
Peso	11,000,489.05	0.3809	4,190,086.28
Other receivables			
Of which: Euro	10,934,054.99	8.4024	91,872,303.65
Japanese yen	17,408,320.00	0.0496	863,452.67
Baht	195,255,246.49	0.2197	42,897,577.65
Accounts payable			
Of which: Euro	4,603,299.47	8.4024	38,678,763.47
Sterling	158,403.45	9.8300	1,557,105.91
Rub	1,495,567,666.47	0.0913	136,545,327.95
Baht	2,085,257,342.33	0.2197	458,131,038.11
Other payables			
Of which: Euro	1,685,701.09	8.4024	14,163,934.84
Baht	165,455,018.99	0.2197	36,350,467.67

68. Lease

(1) As the lessee

Unit: Yuan

Project	Current Amount
Interest expense on lease liabilities	4,985,850.58
Short-term lease expenses charged to the cost of the relevant asset or to the simplified treatment of the current profit and loss	3,266,845.21
Low-value asset lease costs included in the cost of the relevant asset or simplified treatment of the current profit and loss(Short-term lease costs for low-value assets are excluded)	1,217,659.99
Total lease-related cash outflows	55,077,097.54

(2) As the lessor

Operating lease as lessor

Unit: Yuan

Project	Rental income
Rental income	26,296,006.78
Total	26,296,006.78

The undiscounted lease receipts received after the balance sheet date are as follows:

Unit: Yuan

Project	Undiscounted lease receipts per year	
	Closing amount	Opening amount
Within 1 year	10,511,239.48	8,675,240.58
1 to 2 years	16,548,637.35	17,881,254.12
2 to 3 years	18,390,961.44	18,120,545.58
3 to 4 years	21,364,514.18	22,168,456.50
4 to 5 years	14,429,738.59	24,141,151.06
More than 5 years	11,608,289.57	7,000,144.32
Total	92,853,380.61	97,986,792.16

VIII. R&D expenditure

1. R&D expenditure

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Wages and benefits	2,006,653,693.63	1,847,480,590.73
Depreciation and amortization	1,577,241,265.67	1,215,792,215.05
Outsourcing fee	1,046,430,730.38	869,620,089.13
Material cost	175,556,508.08	126,874,613.69
Test fee	226,711,925.50	280,411,158.30
Other	371,287,417.75	269,541,531.16
Total	5,403,881,541.01	4,609,720,198.06
Including: Expense-based R&D expenditure	3,283,657,283.48	2,912,092,313.40
Capitalized R&D expenditure	2,120,224,257.53	1,697,627,884.66

2. Development expenditure

Unit: Yuan

Project	Opening balance	Increase in current period	Decrease in current period		Closing balance
		Internal development expenditure	Recognized as intangible assets	Other	
Development expenditure	1,729,932,488.67	2,120,224,257.53	1,064,375,830.74	49,656,541.58	2,736,124,373.88
Total	1,729,932,488.67	2,120,224,257.53	1,064,375,830.74	49,656,541.58	2,736,124,373.88

IX. Change of consolidation scope

None.

X. Rights and interests in other subjects

1. Equity in subsidiaries

(1) Composition of enterprise groups

Name of subsidiary	Registered capital (Ten thousand yuan)	Main business camp	Place of registration	Nature of business	Shareholding ratio(%)		Method of acquisition
					Direct	Indirect	
Chongqing Changan Automobile International Sales Service Co., Ltd.	142,275.64	Chongqing City	Chongqing City	Sales	100.00		Establishment
Chongqing Changan Car Union Technology Co., Ltd.	8,850.00	Chongqing City	Chongqing City	Leasing	100.00		Establishment
Chongqing Changan Special Vehicle Co., Ltd.(Note 1)	2,000.00	Chongqing City	Chongqing City	Sales	50.00		Establishment
Chongqing Changan Automobile Customer Service Co., Ltd.	3,000.00	Chongqing City	Chongqing City	Sales	99.00	1.00	Establishment
Chongqing Zhilai Daodao New Energy Co., Ltd.	2,900.00	Chongqing City	Chongqing City	R&D	100.00		Establishment
Chongqing Changan European Design Center Co., Ltd.	Euro 2623.56	Turin, Italy	Turin, Italy	R&D	100.00		Establishment
Changan Automobile UK R&D Center Co., Ltd.	GBP 2,639	Birmingham, England	Birmingham, England	R&D	100.00		Establishment
Beijing Changan Automobile Engineering Technology Research Co., Ltd.	100.00	Beijing	Beijing	R&D	100.00		Establishment
Changan Japan Design Center Co., Ltd.	JPY 1,000	Yokohama, Japan	Yokohama, Japan	R&D	100.00		Establishment
Changan American R&D Center Co., Ltd.	USD 154	Novi, USA	Novi, USA	R&D	100.00		Establishment
Changan Automobile Investment (Shenzhen) Co., Ltd.	87,601.35	Shenzhen City	Shenzhen City	Sales	100.00		Establishment
Nanjing Mayor An New Energy Automobile Sales Service Co., Ltd.	5,000.00	Nanjing City	Nanjing City	Sales	100.00		Establishment
Chongqing Anyi Automobile Technical Service Co., Ltd.	200.00	Chongqing City	Chongqing City	Sales	100.00		Establishment
Xiamen Mayor An New Energy Automobile Sales Service Co., Ltd.	200.00	Xiamen City	Xiamen City	Sales	100.00		Establishment
Shanghai Changan Zhixing Technology Co., Ltd.	400.00	Shanghai	Shanghai	Sales	100.00		Establishment
Chongqing Chehemei Technology Co., Ltd.	1,000.00	Chongqing City	Chongqing City	Sales	100.00		Establishment
Chongqing Changan Kaicheng Automotive Technology Co., Ltd.	142,371.45	Chongqing City	Chongqing City	Sales	65.90		Establishment
Chongqing Changan Automotive Software Technology Co., Ltd.	9,900.00	Chongqing City	Chongqing City	R&D	100.00		Establishment
MOBITECH Co., Ltd	4,900.00	Chongqing City	Chongqing City	Sales	100.00		Establishment
Chongqing Changan Technology Co., Ltd.	9,000.00	Chongqing	Chongqing	R&D	100.00		Establishment

		City	City				
Chongqing Changan Automobile Co., Ltd.	2,000.00	Chongqing City	Chongqing City	Leasing	100.00		Establishment
Nanjing Changan Automobile Co., Ltd.(Note 2)	60,181.00	Nanjing City	Nanjing City	Manufacturing	84.73		Business combination not under the same control
Chongqing Lingyao Automobile Co., Ltd.	133,764.00	Chongqing City	Chongqing City	Manufacturing	100.00		Business combination not under the same control
Deepal Automotive Technology Co., Ltd.	32,810.83	Chongqing City	Chongqing City	Manufacturing	50.9960		Business combination not under the same control
Hefei Changan Automobile Co., Ltd.	227,500.00	Hefei City	Hefei City	Manufacturing	100.00		Business combination under the same control

Note 1: The remaining shareholders of Chongqing Chang'a Special Automobile Co., Ltd. have respectively signed a unanimous action agreement with the Company, all of which agree to vote according to the voting intention of the Company. Therefore, the Company can exercise control over them and include them into the scope of consolidated financial statements.

Note2: The voting ratio of Nanjing Changan Automobile Co., Ltd. is 91.53%, and the reason why the shareholding ratio is inconsistent with the voting ratio is that some minority shareholders entrust the Company to exercise the voting right.

2. Interests in joint ventures or associated enterprises

(1) Important joint ventures

Name of joint venture	Main business camp	Place of registration	Nature of business	Shareholding ratio(%)		Accounting Treatment of Joint Venture Investment
				Direct	Indirect	
Changan Ford Automobile Co., Ltd.	Chongqing City	Chongqing City	Production and sales of complete vehicle and parts	50.00		Equity law

(2) Major financial information of important joint ventures

Unit: Yuan

	Closing balance/amount incurred in current period	Opening balance/amount incurred in the previous period
	Changan Ford Automobile Co., Ltd.	Changan Ford Automobile Co., Ltd.
Current assets	11,789,945,501.36	16,377,739,563.80
Non-current assets	10,876,217,644.17	11,762,860,932.34
Total assets	22,666,163,145.53	28,140,600,496.14
Current liabilities	13,710,708,306.99	20,644,064,530.01
Non-current liabilities	6,532,646,116.74	5,834,665,675.53
Total liabilities	20,243,354,423.73	26,478,730,205.54

Minority equity	148,339,713.36	132,045,405.31
Equity attributable to parent company	2,274,469,008.44	1,529,824,885.29
Share of net assets in proportion to shareholding	1,137,234,504.22	764,912,442.65
Adjustment items	-56,769,100.38	-52,697,418.08
Book value of equity investments in joint ventures	1,080,465,403.84	712,215,024.57
Fair value of equity investments in joint ventures with open quotations		
Net profit	753,237,410.89	1,821,149,735.52
Net profit from discontinued operations		
Other comprehensive income		
Total comprehensive income	753,237,410.89	1,821,149,735.52
Dividends received in the current period from joint ventures		

(3) Summary financial information of unimportant joint ventures and joint ventures

Unit: Yuan

	Closing balance/amount incurred in current period	Opening balance/amount incurred in the previous period
Joint venture:		
Total book value of investment	4,101,990,723.60	3,961,228,297.16
Total of the following items calculated by shareholding ratio		
--net profit	143,148,726.50	80,831,087.02
- Other comprehensive income	-2,386,300.06	2.89
- Total comprehensive income	140,762,426.44	80,831,089.91
Consortium:		
Total book value of investment	11,285,852,381.27	8,954,364,227.40
Total of the following items calculated by shareholding ratio		
--net profit	232,595,890.30	149,862,202.55
- Other comprehensive income	1,505,344.19	-5,967,137.61
- Total comprehensive income	234,101,234.49	143,895,064.94

(4) Excess losses incurred by joint ventures or associated enterprises

The Company has no additional loss obligation to Chongqing Changan Crossing Vehicle Marketing Co., Ltd. and Jiangling Holdings Co., Ltd. Therefore, in case of excess loss, only the long-term equity investment shall be written down to zero, and the excess loss related to the investment in the above-mentioned company shall not be recognized.

XI. Government subsidies

1. Government subsidies recognized by the amount receivable at the end of the reporting period

☐ Applicable ☒ Not Applicable

2. Liabilities involving government subsidies

Unit: Yuan

Account	Opening balance	Amount of new subsidy in current period	Amount transferred to other income in current period	Write-off of related assets in current period	Closing balance	Related to assets/earnings
Deferred income	52,133,744.00	45,597,680.00	10,857,680.00	34,740,000.00	52,133,744.00	Asset-related
Deferred income	132,063,475.64		126,294,889.81		5,768,585.83	Related to earnings

3. Government subsidies included in current profit and loss

Government subsidies related to income

Unit: Yuan

Statement items included in current profit and loss or offset related cost and expense loss	Offset the amount of the relevant cost expense loss	
	Amount incurred in current period	Amount incurred in the previous period
Operating cost	236,304,336.24	133,204,096.39
Sales expense	206,492,839.53	1,746,029.54
Administrative expenses	4,375,224.04	7,743,252.52
R&D expenses		5,000,000.00
Total	447,172,399.81	147,693,378.45

XII. Risks related to financial instruments

1. Risks arising from financial instruments

The Company is exposed to various financial risks in the course of business: Credit risk, liquidity risk and market risk (including exchange rate risk, interest rate risk and other price risk). The above financial risks and the risk management policies adopted by the Company to mitigate these risks are as follows:

The overall objective of the Company's risk management is to establish risk management policies that minimize risks without compromising the Company's competitiveness and strain.

Credit risk

Credit risk refers to the risk of financial loss of the Company due to the failure of the counterparty to perform its contractual obligations.

The credit risk of the Company mainly arises from monetary funds, notes receivable, accounts receivable, receivables financing, other receivables, etc., as well as debt instrument investments measured at fair value and whose changes are included in current profit and loss, etc. which are not included in the impairment appraisal scope.

The monetary funds of the Company are mainly bank deposits deposited in state-owned banks and other large and medium-sized listed banks with good reputation and high credit rating. The Company believes that there is no significant credit risk and there will be no significant loss caused by bank default.

In addition, for bills receivable, accounts receivable, receivables financing, contractual assets and other receivables, the Company sets policies to control credit risk exposure. The Company evaluates the customer's credit qualification and sets the corresponding credit period based on the customer's financial condition, the possibility of obtaining guarantee from a third party, credit record and other factors such as current market conditions. The Company will regularly monitor the credit records of customers. For customers with bad credit records, the Company will make payment dunning in writing, shorten the credit period or cancel the credit period to ensure that the overall credit risk of the Company is within the controllable range.

Liquidity risk

Liquidity risk refers to the risk of fund shortage when the enterprise performs the obligation of settlement by delivery of cash or other financial assets.

It is the Company's policy to ensure that sufficient cash is available to repay maturities. The liquidity risk is under the centralized control of the financial department of the Company. By monitoring cash balances, readily realisable securities and rolling forecasts of cash flows for the next 12 months, Finance ensures that the Company has sufficient funds to repay its debt under all reasonable forecasts. At the same time, continuously monitor whether the company complies with the provisions of the loan agreement, and obtain the commitment from the major financial institutions to provide sufficient reserve funds to meet the short-term and long-term funding needs.

Market risk

Market risk of financial instruments refers to the risk that the fair value or future cash flow of financial instruments fluctuates due to market price changes, including exchange rate risk, interest rate risk and other price risks.

(1) Interest rate risk

Interest rate risk refers to the risk that the fair value of financial instruments or future cash flows fluctuate due to changes in market interest rates.

Interest-bearing financial instruments with fixed and floating interest rates respectively expose the Company to fair value interest rate risk and cash flow interest rate risk. The Company determines the ratio of fixed and floating interest rate instruments according to the market environment, and maintains the appropriate combination of fixed and floating interest rate instruments through regular review and monitoring. Where necessary, the Company uses interest rate swap instruments to hedge interest rate risk.

The Company's income and operating cash flows are largely unaffected by fluctuations in market interest rates. On 30 June 2025, all bank borrowings and bonds payable by the Company were at fixed interest rates. The Company does not currently hedge interest rate risk.

(2) Exchange rate risk

Exchange rate risk refers to the risk that the fair value of financial instruments or future cash flows fluctuate due to changes in foreign exchange rates.

The company continuously monitors the scale of foreign currency transactions, as well as foreign currency assets and liabilities, to minimize foreign exchange risks. Additionally, the company may enter into forward foreign exchange contracts to mitigate exchange rate risks.

(3) Other price risks

Other price risk refers to the risk that the fair value of financial instruments or future cash flows fluctuate due to market price changes other than exchange rate risk and interest rate risk.

Other price risks of the Company mainly arise from various types of equity instrument investments, and there are risks of price change of equity instruments.

On 30 June 2025, the Company will increase or decrease net profit by 6864868.27 yuan (31 December 2024: Net profit by 5115434.10 yuan) if the value of equity instruments increases or decreases by 5% while all other variables remain unchanged. Management believes that 5% reflects a reasonable range of possible changes in the value of equity instruments in the following year.

XIII. Disclosure of fair value

1. Closing fair value of assets and liabilities measured at fair value

Unit: Yuan

Project	Closing fair value			
	First-level fair value measurement	Second-level fair value measurement	Third-level fair value measurement	Total
Transactional financial assets	161,526,312.20			161,526,312.20
Other equity instrument investment			699,186,720.99	699,186,720.99

XIV. Related parties and related party transactions

1. The parent company of the enterprise

Parent Company Name	Place of registration	Nature of business	Registered capital(Yuan)	Shareholding ratio of the parent company to the enterprise	Proportion of voting rights of the parent company to the enterprise
Chenzhi Automotive Technology Group Co., Ltd.	Beijing	Manufacture and sales of automobile and its engine and spare parts	6,092,273,400.00	20.82%	20.82%

The ultimate holding company of the Company is China South Industries Group Co., Ltd..

2. Subsidiaries of the Company

See Note X (1) for details of subsidiaries of the Company.

3. Situation of joint and associated enterprises of the enterprise

See Note X (2) for details of important joint ventures or joint ventures of the Company.

4. Other related parties

Name of other related parties	Relationship between other related parties and the enterprise
Chongqing Qingshan Industry Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Changan Minsheng Logistics Co., Ltd.	Controlled by the same ultimate holding company
Hubei Huazhong Marrelli Automotive Lighting Co., Ltd.	Controlled by the same ultimate holding company
Sichuan Jian'an Industry Co., Ltd.	Controlled by the same ultimate holding company
Chenzhi (Chongqing) Braking System Co., Ltd.	Controlled by the same ultimate holding company
Harbin Dongan Automobile Engine Manufacturing Co., Ltd.	Controlled by the same ultimate holding company
Chengdu Huachuan Electric Power Assembly Co., Ltd.	Controlled by the same ultimate holding company
Sichuan Ningjiang Shanchuan Machinery Co., Ltd.	Controlled by the same ultimate holding company
South INTEL AIR CONDITIONING CO., LTD.	Controlled by the same ultimate holding company
Southern Faurecia Automotive Parts Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Construction Vehicle Air Conditioner Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Construction Transmission Technology Co., Ltd.	Controlled by the same ultimate holding company
Harbin Dongan Automobile Power Co., Ltd.	Controlled by the same ultimate holding company
Hunan Tianyan Machinery Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Upper Auto Parts Co., Ltd.	Controlled by the same ultimate holding company
Chengdu Wanyou Filter Co., Ltd.	Controlled by the same ultimate holding company
Hubei Xiaogan Huazhong Vehicle Lamp Co., Ltd.	Controlled by the same ultimate holding company
Chengde Suken Yinhe Auto Parts Co., Ltd.	Controlled by the same ultimate holding company
Chenzhi (Chengdu) Intelligent Suspension Co., Ltd.	Controlled by the same ultimate holding company

Name of other related parties	Relationship between other related parties and the enterprise
Chengdu Lingchuan Automobile Oil Tank Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Dajiang Jiexin Forging Co., Ltd.	Controlled by the same ultimate holding company
Anhui Wanyou Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Yihong Defense Technology Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Wanyou Economic Development Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Changan Intelligent Industrial Technology Service Co., Ltd.	Controlled by the same ultimate holding company
Guizhou Wanyou Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Jiangsu Wanyou Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Yunnan Wanyou Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Chengdu Wanyou Xiangyu Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Chenzhi Technology Co., Ltd.	Controlled by the same ultimate holding company
Longchang Shanchuan Machinery Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Changan Industry (Group) Co., Ltd.	Controlled by the same ultimate holding company
Chengdu Wanyou Auto Trade Service Co., Ltd.	Controlled by the same ultimate holding company
China Changan Automobile Group Tianjin Sales Co., Ltd.	Controlled by the same ultimate holding company
Wanyou Automobile Investment Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Changan Smart City Operation Management Co., Ltd.	Controlled by the same ultimate holding company
Southwest Military Engineering Chongqing Environmental Protection Institute Co., Ltd.	Controlled by the same ultimate holding company
Bazhong Wanyou Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Wanyou Chengxing Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Wanyou Ducheng Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
China South Industries Group Fifth Ninth Institute Co., Ltd.	Controlled by the same ultimate holding company
Chengdu Wanyou Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Wanyou Xingjian Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Ya'an Wanyou Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Wanyou Talent Service Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Southwest Inspection and Testing Co., Ltd.	Controlled by the same ultimate holding company
Chengdu Wanyou Trade Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Qingshan Transmission Sales Co., Ltd.	Controlled by the same ultimate holding company
Panzhihua Wanyou Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Wanyou Zunda Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
China Ordnance Newspaper	Controlled by the same ultimate holding company
Chengdu Jialing Huaxi Optical Precision Machinery Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Fuji Supply Chain Management Co., Ltd.	Controlled by the same ultimate holding company
Chinese Academy of Weapons and Equipment	Controlled by the same ultimate holding company
Chongqing Changxiang Supply Chain Technology Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Wanyou Zhicheng Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
China Weapons and Equipment Group Human Resources Development Center	Controlled by the same ultimate holding company

Name of other related parties	Relationship between other related parties and the enterprise
Beijing North Changfu Automobile Sales Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Anfu Automobile Marketing Co., Ltd.	Controlled by the same ultimate holding company
South Industries Group Finance Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Changan Wangjiang Industrial Group Co., Ltd.	Controlled by the same ultimate holding company
China Ordnance Equipment Group Ordnance Equipment Research Institute	Controlled by the same ultimate holding company
China Optics Group Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Hongyu Precision Industry Group Co., Ltd.	Controlled by the same ultimate holding company
Chengdu Guangming Optoelectronic Co., Ltd.	Controlled by the same ultimate holding company
Jiangxi Changjiang Chemical Co., Ltd.	Controlled by the same ultimate holding company
Southwest Military Engineering (Chongqing) Intelligent Technology Co., Ltd.	Controlled by the same ultimate holding company
Dali Wanfu Automobile Sales Service Co., Ltd.	Controlled by the same ultimate holding company
China South Industries Group Financial Leasing Co., Ltd.	Controlled by the same ultimate holding company
China Armament Group Commercial Factoring Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Construction Industry (Group) Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Saimei Digital Technology Co., Ltd.	Controlled by the same ultimate holding company
Chongqing Nexite Steering System Co., Ltd.	Company in which the ultimate holding company participates
United Automotive Electronics (Chongqing) Co., Ltd.	Company in which the ultimate holding company participates
Shenzhen Yingwang Intelligent Technology Co., Ltd.	Company in which the ultimate holding company participates
Lear Changan (Chongqing) Automotive Systems Co., Ltd.	Company in which the ultimate holding company participates
Natef Transmission System (Chongqing) Co., Ltd.	Company in which the ultimate holding company participates
Chongqing Dajiang Dongyang Plastic Products Co., Ltd.	Company in which the ultimate holding company participates
Chengdu Zhongzi Guangming Catalytic Technology Co., Ltd.	Company in which the ultimate holding company participates
Chongqing Dajiang Guoli Precision Machinery Manufacturing Co., Ltd.	Company in which the ultimate holding company participates
Chongqing Dajiang Yap Automotive Parts Co., Ltd.	Company in which the ultimate holding company participates
Chongqing Lingchuan Automotive Parts Manufacturing Technology Co., Ltd.	Company in which the ultimate holding company participates
Tiannakelingchuan (Chongqing) Exhaust System Co., Ltd.	Company in which the ultimate holding company participates
Chongqing Jianyang Automobile Thermal Management System Co., Ltd.	Company in which the ultimate holding company participates
Nanyang Lida Optoelectronic Co., Ltd.	Company in which the ultimate holding company participates
Beijing Zhongbing Insurance Brokerage Co., Ltd.	Company in which the ultimate holding company participates

5. Related party transactions

(1) Related transactions for purchasing and selling goods, providing and receiving labor services

Purchase of Goods/Acceptance of Labor

Unit: Yuan

Related party	Related transaction content	Amount incurred in current period	Approved transaction limits	Whether the transaction limit is exceeded	Amount incurred in the previous period
Chongqing Qingshan Industry Co., Ltd.	Accept labor service and purchase spare parts	4,744,432,632.00	9,168,296,280.03	No	4,493,367,383.45
Time Changan Power Battery Co., Ltd.	Purchasing Parts	2,861,184,810.74	5,329,043,266.36	No	821,368,168.15
Jiangling Holdings Co., Ltd.	Accept labor service and purchase spare parts	2,124,490,381.04	6,145,791,988.15	No	2,169,860,345.56
Chongqing Changan Minsheng Logistics Co., Ltd.	Accept labor service and purchase spare parts	1,599,767,925.70	5,215,422,144.20	No	2,098,821,621.39
Chongqing Wutong Car Union Technology Co., Ltd.	Accept labor service and purchase spare parts	688,953,764.27	1,113,465,173.20	No	171,231,816.16
Chongqing Nexite Steering System Co., Ltd.	Purchasing Parts	615,706,328.87	1,613,689,415.59	No	477,982,649.73
Hubei Huazhong Marrelli Automotive Lighting Co., Ltd.	Accept labor service and purchase spare parts	607,797,713.80	1,703,247,485.72	No	461,129,146.14
Sichuan Jian'an Industry Co., Ltd.	Accept labor service and purchase spare parts	556,162,903.32	1,615,912,815.42	No	548,125,486.31
Chenzhi (Chongqing) Braking System Co., Ltd.	Purchasing Parts	545,634,066.12	1,653,933,271.23	No	624,315,030.21
Harbin Dongan Automobile Engine Manufacturing Co., Ltd.	Purchasing Parts	408,671,304.94	1,263,719,608.06	No	500,527,166.71
Chengdu Huachuan Electric Power Assembly Co., Ltd.	Purchasing Parts	346,756,124.64	744,915,700.38	No	392,829,660.89
United Automotive Electronics (Chongqing) Co., Ltd.	Accept labor service and purchase spare parts	345,007,499.56	1,194,865,148.95	No	511,597,954.64
Shenzhen Yingwang Intelligent Technology Co., Ltd.	Accept labor service and purchase spare parts	335,802,505.19	1,702,593,624.79	No	-
Sichuan Ningjiang Shanchuan Machinery Co., Ltd.	Purchasing Parts	312,245,749.06	781,790,685.82	No	433,060,404.47
South INTEL AIR CONDITIONING CO., LTD.	Purchasing Parts	286,458,494.89	1,198,876,374.68	No	359,507,403.70
Chenzhi Automotive Technology Group Co., Ltd.	Purchasing Parts	282,813,246.48	344,607,767.86	No	8,977,833.80
Southern Faurecia Automotive Parts Co., Ltd.	Purchasing Parts	272,744,066.65	701,622,495.08	No	278,100,304.72
Chongqing Changlian Intelligent Technology Co., Ltd.	Accept labor service	245,510,019.44	850,631,569.19	No	99,626,120.31
Lear Changan (Chongqing) Automotive Systems Co., Ltd.	Purchasing Parts	235,571,658.74	334,861,742.92	No	157,811,927.34
Natef Transmission System (Chongqing) Co., Ltd.	Purchasing Parts	223,519,311.35	489,968,645.30	No	168,940,531.23
Chongqing Dajiang Dongyang Plastic Products Co., Ltd.	Purchasing Parts	205,855,880.56	916,050,891.09	No	343,273,903.25
Avatr (Chongqing) Automobile Sales Service Co., Ltd.	Purchasing Parts	203,283,625.29	1,685,455,273.45	No	1,269,407.08
Chengdu Zhongzi Guangming Catalytic Technology Co., Ltd.	Purchasing Parts	156,195,553.96	601,758,051.94	No	135,729,566.81
Chongqing Dajiang Guoli Precision Machinery Manufacturing Co., Ltd.	Purchasing Parts	154,048,103.64	615,776,373.35	No	200,516,763.71
Chongqing Construction Vehicle Air Conditioner Co., Ltd.	Purchasing Parts	147,121,378.71	236,208,177.89	No	63,029,494.51
Chongqing Construction Transmission Technology Co., Ltd.	Purchasing Parts	139,817,864.17	410,289,399.67	No	111,907,956.90
Chongqing Dajiang Yap Automotive Parts Co., Ltd.	Purchasing Parts	132,993,599.94	482,251,753.97	No	189,047,680.99
Harbin Dongan Automobile Power Co., Ltd.	Purchasing Parts	123,290,329.97	452,654,271.31	No	151,227,473.28
Hunan Tianyan Machinery Co., Ltd.	Purchasing Parts	103,676,523.86	209,045,063.49	No	57,921,928.22
Chongqing Lingchuan Automotive Parts Manufacturing Technology Co., Ltd.	Purchasing Parts	102,006,102.48	237,120,302.49	No	95,858,621.77
Chongqing Upper Auto Parts Co., Ltd.	Purchasing Parts	90,118,703.70	233,203,108.09	No	66,085,066.45
Chengdu Wanyou Filter Co., Ltd.	Purchasing Parts	84,112,950.33	143,958,177.34	No	62,558,707.43
Hubei Xiaogan Huazhong Vehicle Lamp Co., Ltd.	Accept labor service and purchase spare parts	67,650,436.57	207,486,563.00	No	89,196,328.09
Chongqing Anda Semiconductor Co., Ltd.	Purchasing Parts	63,094,106.85	12,025,482.00	Yes	-

Related party	Related transaction content	Amount incurred in current period	Approved transaction limits	Whether the transaction limit is exceeded	Amount incurred in the previous period
Chengde Suken Yinhe Auto Parts Co., Ltd.	Purchasing Parts	58,816,914.06	166,341,623.06	No	-
Chenzhi (Chengdu) Intelligent Suspension Co., Ltd.	Purchasing Parts	45,521,049.97	15,473,655.68	Yes	579,769.55
Tiannakelingchuan (Chongqing) Exhaust System Co., Ltd.	Purchasing Parts	36,548,398.07	127,307,699.83	No	52,478,337.69
Chengdu Lingchuan Automobile Oil Tank Co., Ltd.	Purchasing Parts	27,128,533.16	85,364,243.75	No	25,621,052.62
Beijing Wutong Car Union Technology Co., Ltd.	Accept labor service and purchase spare parts	26,310,829.36	62,938,371.14	No	29,697,349.74
Chongqing Dajiang Jiexin Forging Co., Ltd.	Purchasing Parts	26,284,866.84	39,598,909.12	No	6,826,450.87
Chongqing Jianyang Automobile Thermal Management System Co., Ltd.	Purchasing Parts	25,767,591.72	124,457,226.63	No	53,751,899.29
Avatr Technology (Chongqing) Co., Ltd.	Accept labor service and purchase spare parts	25,609,887.34	12,394,701.60	Yes	2,204,245.81
Chongqing Yihong Defense Technology Co., Ltd.	Purchasing Parts	23,821,213.98	76,142,830.86	No	28,672,849.28
Chongqing Wanyou Economic Development Co., Ltd.	Accept labor service and purchase spare parts	22,433,334.98	54,249,755.99	No	16,725,120.28
Chongqing Changan Intelligent Industrial Technology Service Co., Ltd.	Accept labor service	22,400,208.03	56,087,929.68	No	21,919,338.63
Guizhou Wanyou Automobile Sales Service Co., Ltd.	Accept labor service	18,177,174.97	32,843,906.08	No	9,659,028.54
Jiangsu Wanyou Automobile Sales Service Co., Ltd.	Accept labor service	16,900,581.07	38,298,273.67	No	6,374,830.46
Yunnan Wanyou Automobile Sales Service Co., Ltd.	Accept labor service	15,982,384.37	41,863,840.93	No	14,694,568.91
Chengdu Wanyou Xiangyu Automobile Sales Service Co., Ltd.	Accept labor service	15,968,173.19	48,099,116.28	No	10,504,081.34
Chenzhi Technology Co., Ltd.	Purchasing Parts	14,917,528.47	8,646,527.94	Yes	-
Longchang Shanchuan Machinery Co., Ltd.	Purchasing Parts	10,757,990.86	26,573,237.40	No	10,384,036.29
Anhui Wanyou Automobile Sales Service Co., Ltd.	Accept labor service	8,243,534.52	42,370,185.44	No	3,213,766.01
Chongqing Changan Industry (Group) Co., Ltd.	Accept labor service	6,459,493.09	102,699,955.82	No	6,673,053.09
Chengdu Wanyou Auto Trade Service Co., Ltd.	Accept labor service	5,995,585.06	12,575,770.88	No	4,990,765.15
China Changan Automobile Group Tianjin Sales Co., Ltd.	Accept labor service	5,195,312.25	27,616,227.27	No	2,677,994.00
Wanyou Automobile Investment Co., Ltd.	Accept labor service	5,147,240.90	6,217,973.46	No	-
Chongqing Changan Smart City Operation Management Co., Ltd.	Accept labor service	4,219,628.61	15,635,922.06	No	4,582,907.88
Southwest Military Engineering Chongqing Environmental Protection Institute Co., Ltd.	Accept labor service	2,775,490.71	24,000,000.00	No	9,504,544.41
Zhongqi Chuangzhi Technology Co., Ltd.	Accept labor service	2,378,000.00	19,088.50	Yes	-
Chongqing Wanyou Chengxing Automobile Sales Service Co., Ltd.	Accept labor service	2,340,416.43	5,552,899.02	No	559,717.94
Chongqing Wanyou Ducheng Automobile Sales Service Co., Ltd.	Accept labor service	1,785,922.67	4,543,732.93	No	1,910,254.33
China South Industries Group Fifth Ninth Institute Co., Ltd.	Purchasing Parts	1,765,406.33	1,200,000.00	Yes	-
Chengdu Wanyou Automobile Sales Service Co., Ltd.	Accept labor service	1,616,665.61	2,930,804.81	No	937608.29
Changan Mazda Engine Co., Ltd.	Accept labor service and purchase spare parts	1,136,326.24	17,598,528.91	No	3,041,536.34
Nanyang Lida Optoelectronic Co., Ltd.	Purchasing Parts	990,165.00	1,440,000.00	No	482,340.66
Chongqing Wanyou Xingjian Automobile Sales Service Co., Ltd.	Accept labor service	973,851.07	3,675,969.81	No	1,034,919.72
Ya'an Wanyou Automobile Sales Service Co., Ltd.	Accept labor service	942,847.76	2,742,127.75	No	1,075,093.34
Chongqing Wanyou Talent Service Co., Ltd.	Accept labor service	846,571.98	46,933,628.39	No	10,534,775.09

Related party	Related transaction content	Amount incurred in current period	Approved transaction limits	Whether the transaction limit is exceeded	Amount incurred in the previous period
Chongqing Southwest Inspection and Testing Co., Ltd.	Accept labor service	831,155.74	2,400,000.00	No	56,112.31
Changan Ford Automobile Co., Ltd.	Accept labor service and purchase spare parts	640,063.46	3,600,000.00	No	1,247,217.12
Beijing Zhongbing Insurance Brokerage Co., Ltd.	Accept labor service	560,719.00	408,834.00	Yes	20,505.30
Chongqing Qingshan Transmission Sales Co., Ltd.	Purchasing Parts	428,159.41	60,602,154.47	No	26,758,385.18
Panzhihua Wanyou Automobile Sales Service Co., Ltd.	Accept labor service	299,619.12	1,033,641.10	No	375,355.46
Chongqing Wanyou Zunda Automobile Sales Service Co., Ltd.	Accept labor service and purchase spare parts	262,574.29	178,814.68	Yes	5,879.99
China Ordnance Newspaper	Accept labor service	255,530.00	11,732.40	Yes	12,311.32
Chengdu Jialing Huaxi Optical Precision Machinery Co., Ltd.	Purchasing Parts	161,730.08	373,489.24	No	126,726.31
Chongqing Fuji Supply Chain Management Co., Ltd.	Accept labor service	80,728.30	66,926.17	Yes	-
Chinese Academy of Weapons and Equipment	Accept labor service	61,320.75	48,000.00	Yes	-
Chongqing Changxiang Supply Chain Technology Co., Ltd.	Accept labor service	43,824.69	120,000.00	No	268899.07
Chongqing Wanyou Zhicheng Automobile Sales Service Co., Ltd.	Accept labor service	10,208.59	425,520.00	No	88,650.00
Nanjing LEADING TECHNOLOGY CO., LTD.	Accept labor service	7,335.98	12,000.00	No	51,413.41
Chengdu Wanyou Trade Co., Ltd.	Accept labor service	4,577.18	61,911.60	No	19,700.27
China Weapons and Equipment Group Human Resources Development Center	Accept labor service	1,792.45	31,364.40	No	20,783.02
Beijing North Changfu Automobile Sales Co., Ltd.	Accept labor service	377.36	851,638.87	No	-
Changan Automotive Finance Co., Ltd.	Accept labor service	-	19,944,445.61	No	96,613,789.13
Construction Industry Group (Yunnan) Co., Ltd.	Purchasing Parts	-	-	No	84,007,141.90
Chongqing Construction Tonda Industrial Co., Ltd.	Purchasing Parts	-	7,831,062.89	No	20,559,686.91
Changan Mazda Automobile Co., Ltd.	Accept labor service	-	-	No	212,576.11
Luzhou Wanyou Automobile Service Co., Ltd.	Accept labor service	-	186,933.85	No	122,798.52
Chongqing Dajiang Yuqiang Plastic Products Co., Ltd.	Purchasing Parts	-	122,424.05	No	87,580.04
China Armament Group Information Center Co., Ltd.	Accept labor service	-	202,560.00	No	66,037.74
Beijing Beiji Machinery&Electric Industry Co., Ltd.	Purchasing Parts	-	41,275.20	No	24,494.80
Shanghai CARRIER AUTOMOBILE SERVICES CO., LTD.	Accept labor service	-	-	No	11,151.69
China Armament Group Automation Institute Co., Ltd.	Accept labor service	-	-	No	1,698.11
Total		19,902,304,501.90	51,043,527,485.23		16,916,874,982.66

Sales of goods/provision of services

Unit: Yuan

Related party	Related transaction content	Amount incurred in current period	Amount incurred in the previous period
Chongqing Wanyou Zunda Automobile Sales Service Co., Ltd.	Sales Parts	1,602,869,960.28	1,570,508,038.16
Avatr Technology (Chongqing) Co., Ltd.	Sales of spare parts and provision of labor services	1,508,937,061.87	1,885,583,221.76
Chengdu Wanyou Xiangyu Automobile Sales Service Co., Ltd.	Sales of vehicles, parts and labor services	1,217,370,204.07	1,288,701,497.02

Related party	Related transaction content	Amount incurred in current period	Amount incurred in the previous period
Chongqing Wanyou Economic Development Co., Ltd.	Sales of vehicles, parts and labor services	1,117,433,203.42	965,905,313.45
Guizhou Wanyou Automobile Sales Service Co., Ltd.	Sales of vehicles, parts and labor services	713,283,391.56	860,548,335.60
Wanyou Automobile Investment Co., Ltd.	Sales of vehicles, parts and labor services	698,939,398.78	27,888,149.01
Chongqing Wanyou Zhicheng Automobile Sales Service Co., Ltd.	Sales of complete vehicle	610,014,111.81	557,004,163.49
Jiangsu Wanyou Automobile Sales Service Co., Ltd.	Sales of vehicles, parts and labor services	467,735,302.55	534,796,227.54
MasterCard Changan Automobile Co., Ltd.	Sales of vehicles and parts	454,184,680.54	218,606,093.69
Changan Mazda Automobile Co., Ltd.	Sales of spare parts and provision of labor services	341,029,419.05	166,764,218.31
Yunnan Wanyou Automobile Sales Service Co., Ltd.	Sales of vehicles, parts and labor services	277,652,074.66	869,877,002.41
Anhui Wanyou Automobile Sales Service Co., Ltd.	Sales of vehicles, parts and labor services	156,470,576.53	186,786,950.91
Changan Ford Automobile Co., Ltd.	Sales of spare parts and provision of labor services	74,343,676.00	3,987,960.57
Changan Mazda Engine Co., Ltd.	Sales of spare parts and provision of labor services	52,634,932.00	-
Taizhou Lingxing Zhixiang Technology Co., Ltd.	Sales of complete vehicle	51,106,193.60	-
China Changan Automobile Group Tianjin Sales Co., Ltd.	Sales of vehicles, parts and labor services	48,859,647.54	93,391,397.85
Chongqing Changan Crossing Vehicle Co., Ltd.	Sales of spare parts and provision of labor services	39,159,030.00	31,208,393.21
Changan Automotive Finance Co., Ltd.	Provide labor services	32,623,352.27	42,002,363.94
Chengdu Wanyou Auto Trade Service Co., Ltd.	Sales of vehicles, parts and labor services	30,790,191.73	36,309,737.11
Chongqing Qingshan Industry Co., Ltd.	Sales of spare parts and provision of labor services	19,302,119.71	264,150.94
Chongqing Anfu Automobile Marketing Co., Ltd.	Sales of vehicles, parts and labor services	13,506,106.24	19,682,566.45
Chongqing Changan Intelligent Industrial Technology Service Co., Ltd.	Provide labor services	8,214,976.84	1,105,193.12
Chenzhi Automotive Technology Group Co., Ltd.	Provide labor services	4,435,919.04	-
Hangzhou Jinghang Yuexiang Automobile Service Co., Ltd.	Sales of complete vehicle	4,159,292.00	-
Chongqing Changlian Intelligent Technology Co., Ltd.	Provide labor services	3,585,730.58	-
Southwest Military Engineering Chongqing Environmental Protection Institute Co., Ltd.	Provide labor services	2,933,122.49	-
Beijing North Changfu Automobile Sales Co., Ltd.	Sales of complete vehicle and provision of labor services	2,891,555.29	895,852.60
Jiangling Holdings Co., Ltd.	Provide labor services	2,174,698.43	17,825,828.22
Chengdu Wanyou Automobile Sales Service Co., Ltd.	Sales of vehicles, parts and labor services	1,306,174.47	1,475,407.45
Chongqing Wanyou Ducheng Automobile Sales Service Co., Ltd.	Sales of vehicles, parts and labor services	1,204,449.80	3,013,592.37
Chongqing Wanyou Chengxing Automobile Sales Service Co., Ltd.	Sales of spare parts and provision of labor services	1,141,491.20	949,738.94
South Industries Group Finance Co., Ltd.	Provide labor services	933,603.42	747,706.78
Chongqing Wanyou Xingjian Automobile Sales Service Co., Ltd.	Sales of vehicles, parts and labor services	742,128.43	919,302.67
Ya'an Wanyou Automobile Sales Service Co., Ltd.	Sales of vehicles, parts and labor services	577,904.72	924,928.43
Chongqing Changan Minsheng Logistics Co., Ltd.	Sales of spare parts and provision of labor services	483,970.12	439,453.69

Related party	Related transaction content	Amount incurred in current period	Amount incurred in the previous period
Chenzhi Technology Co., Ltd.	Provide labor services	330,188.67	108,018.87
Chongqing Wutong Car Union Technology Co., Ltd.	Provide labor services	256,370.03	-
Sichuan Jian'an Industry Co., Ltd.	Provide labor services	255,598.79	73,962.26
Chongqing Changan Crossing Vehicle Marketing Co., Ltd.	Sales Parts	199,665.70	172,047.23
Panzhihua Wanyou Automobile Sales Service Co., Ltd.	Sales of vehicles and parts	154,309.76	565,261.39
Chongqing Changan Wangjiang Industrial Group Co., Ltd.	Provide labor services	141,509.43	-
Chongqing Fuji Supply Chain Management Co., Ltd.	Sales of complete vehicle	120,300.88	99,552,970.82
Chengdu Huachuan Electric Power Assembly Co., Ltd.	Provide labor services	114,847.82	-
China Ordnance Equipment Group Ordnance Equipment Research Institute	Provide labor services	113,207.55	-
China Optics Group Co., Ltd.	Provide labor services	84,905.66	-
Chongqing Hongyu Precision Industry Group Co., Ltd.	Provide labor services	58,015.47	-
Chengdu Guangming Optoelectronic Co., Ltd.	Provide labor services	56,603.77	-
Jiangxi Changjiang Chemical Co., Ltd.	Provide labor services	56,603.77	-
Lear Changan (Chongqing) Automotive Systems Co., Ltd.	Provide labor services	22,230.10	-
Southwest Military Engineering (Chongqing) Intelligent Technology Co., Ltd.	Provide labor services	19,839.00	-
Hubei Xiaogan Huazhong Vehicle Lamp Co., Ltd.	Provide labor services	12,264.15	9,433.96
Chenzhi (Chongqing) Braking System Co., Ltd.	Provide labor services	9,978.58	9,433.96
Dali Wanfu Automobile Sales Service Co., Ltd.	Sales Parts	9,152.99	108,186.19
South INTEL AIR CONDITIONING CO., LTD.	Provide labor services	5,589.43	-
Chongqing Construction Transmission Technology Co., Ltd.	Provide labor services	1,478.12	-
Chongqing Dajiang Guoli Precision Machinery Manufacturing Co., Ltd.	Provide labor services	955.75	-
Chengdu Lingchuan Automobile Oil Tank Co., Ltd.	Provide labor services	955.75	62,135.77
China South Industries Group Financial Leasing Co., Ltd.	Provide labor services	-	9,463,220.25
Harbin Dongan Automobile Power Co., Ltd.	Provide labor services	-	745,500.00
Beijing Zhongbing Insurance Brokerage Co., Ltd.	Provide labor services	-	228,379.97
China Armament Group Information Center Co., Ltd.	Provide labor services	-	141,509.43
Chengdu Wanyou Trade Co., Ltd.	Sales of vehicles and parts	-	136,003.77
Nanjing LEADING TECHNOLOGY CO., LTD.	Provide labor services	-	129,618.84
Time Changan Power Battery Co., Ltd.	Provide labor services	-	112,400.00
Hubei Huazhong Yangtze River Optoelectronic Technology Co., Ltd.	Provide labor services	-	84,905.66
Luzhou Wanyou Automobile Service Co., Ltd.	Sales of vehicles and parts	-	54,476.22
Chongqing Upper Auto Parts Co., Ltd.	Provide labor services	-	22,373.31
China Weapons and Equipment Group Human Resources Development Center	Provide labor services	-	12,452.83
Avatr (Chongqing) Automobile Sales Service Co., Ltd.	Provide labor services	-	3,886.80
Chongqing Lingchuan Automotive Parts Manufacturing Technology Co., Ltd.	Provide labor services	-	2,588.62
Total		9,565,054,222.21	9,499,911,551.84

(2) Related lease

As lessor, the Company:

Unit: Yuan

Lessee Name	Category of leased assets	Lease income recognized in the current period	Rental income recognized in the previous period
Chongqing Changan Minsheng Logistics Co., Ltd.	House, land	384,442.29	575,019.02
Chongqing Wanyou Economic Development Co., Ltd.	House, land	337,155.96	337,155.96
Avatr (Chongqing) Automobile Sales Service Co., Ltd.	Vehicle	53,696.79	-
Avatr Technology (Chongqing) Co., Ltd.	Vehicle	41,075.17	145,119.12
Shanghai CARRIER AUTOMOBILE SERVICES CO., LTD.	Vehicle	-	8,597,721.53
Total		816,370.21	9,655,015.63

Rent assets from related parties

Unit: Yuan

Lessor's name	Category of leased assets	Rental costs for simplified processing of short-term and low-value asset leases		Variable lease payments not included in the measurement of lease liabilities		Rent paid		Interest expense incurred on lease liabilities		Increased right-of-use assets	
		Amount incurred in current period	Amount incurred in the previous period	Amount incurred in current period	Amount incurred in the previous period	Amount incurred in current period	Amount incurred in the previous period	Amount incurred in current period	Amount incurred in the previous period	Amount incurred in current period	Amount incurred in the previous period
Chongqing Changan Minsheng Logistics Co., Ltd.	Warehouse	3,444,547.17	13,594,921.94	8,131,278.55	-	3,444,547.17	9,212,947.56	107,615.41	-	-	-
Chongqing Wanyou Zhicheng Automobile Sales Service Co., Ltd.	Automobile	177,852.33	88,650.00	-	-	177,852.33	-	-	-	-	-
Total		3,622,399.50	13,683,571.94	8,131,278.55	-	3,622,399.50	9,212,947.56	107,615.41	-	-	-

(3) Other related transactionsPayment of comprehensive service fee

Unit: Yuan

Related party	Related party transaction content	Amount incurred in current period	Amount incurred in the previous period
Chongqing Changan Industry (Group) Co., Ltd.	Payment of utilities	28,746,709.77	36,939,118.17
Total		28,746,709.77	36,939,118.17

Provide personnel technical support

Unit: Yuan

Related party	Amount incurred in current period	Amount incurred in the previous period
Changan Ford Automobile Co., Ltd.	8,311,746.30	6,985,634.92
Changan Mazda Engine Co., Ltd.	6,834,007.18	6,670,928.95
Changan Mazda Automobile Co., Ltd.	6,208,770.55	14,208,018.59
Changan Ford New Energy Automotive Technology Co., Ltd.	2,405,566.01	3,808,404.04
Chongqing Changan Crossing Vehicle Co., Ltd.	1,827,886.06	1,561,751.27
Time Changan Power Battery Co., Ltd.	1,000,000.00	-
Chongqing Wutong Car Union Technology Co., Ltd.	980,275.80	550,738.60
Chongqing Changan Minsheng Logistics Co., Ltd.	224,765.20	557,728.26
Jiangling Automobile Co., Ltd.	53,029.62	1,029,577.45
Jiangling Holdings Co., Ltd.	50,292.50	81,058.58
Time FAW Power Battery Co., Ltd.	-	450,000.00
Chongqing Anda Semiconductor Co., Ltd.	-	291,666.67
Total	27,896,339.22	36,195,507.33

Technical development service fee

Unit: Yuan

Related party	Amount incurred in current period	Amount incurred in the previous period
Jiangling Holdings Co., Ltd.	51,552,126.90	54,439,370.43
Chongqing Qingshan Industry Co., Ltd.	9,693,630.55	4,277,407.02
Avatr Technology (Chongqing) Co., Ltd.	2,838,398.04	-
Changan Mazda Automobile Co., Ltd.	2,536,382.00	9,055,248.00
Changan Ford Automobile Co., Ltd.	-	2,153,000.00
Chongqing Changlian Intelligent Technology Co., Ltd.	-	571,900.50
West Car Network (Chongqing) Co., Ltd.	-	297,054.72
Chongqing Wutong Car Union Technology Co., Ltd.	-	126,450.47
Sichuan Ningjiang Shanchuan Machinery Co., Ltd.	-	122,641.51
Total	66,620,537.49	71,043,072.65

Charge for trademark use right

Unit: Yuan

Related party	Amount incurred in current period	Amount incurred in the previous period
Chongqing Changan Crossing Vehicle Co., Ltd.	68,860.14	4,477,600.00
Total	68,860.14	4,477,600.00

Deposit of monetary funds of related parties

Unit: Yuan

Related party	End of period	Opening number
South Industries Group Finance Co., Ltd.	12,589,046,853.05	18,478,700,450.59
Changan Automotive Finance Co., Ltd.	11,750,000,000.00	13,650,000,000.00
Total	24,339,046,853.05	32,128,700,450.59

In 1-6/2025, the annual deposit interest rate of related parties is 0.1% -3.5%, and the term is 0-36 months.

Loan matters

Short-term loan

Unit: Yuan

Related party	End of period	Opening number
South Industries Group Finance Co., Ltd.	10,000,000.00	10,000,000.00
Total	10,000,000.00	10,000,000.00

Long-term loan

Unit: Yuan

Related party	End of period	Opening number
South Industries Group Finance Co., Ltd.	36,000,000.00	36,000,000.00
Total	36,000,000.00	36,000,000.00

Entrusted loan

Unit: Yuan

Related party	End of period	Opening number
South Industries Group Finance Co., Ltd.	500,000,000.00	500,000,000.00
Total	500,000,000.00	500,000,000.00

Interest income from deferred payment of funds

Unit: Yuan

Related party	Amount incurred in current period	Amount incurred in the previous period
Guizhou Wanyou Automobile Sales Service Co., Ltd.	468,774.82	53,243.80
Chengdu Wanyou Xiangyu Automobile Sales Service Co., Ltd.	334,791.22	41,558.41
Jiangsu Wanyou Automobile Sales Service Co., Ltd.	317,195.31	88,348.67
Chengdu Wanyou Auto Trade Service Co., Ltd.	119,434.71	21,363.77
Anhui Wanyou Automobile Sales Service Co., Ltd.	115,716.99	29,850.44
Chongqing Wanyou Economic Development Co., Ltd.	114,761.43	72,585.96
Wanyou Automobile Investment Co., Ltd.	60,500.00	4,141.59
Yunnan Wanyou Automobile Sales Service Co., Ltd.	16,000.43	10,661.28
Chengdu Lingchuan Automobile Oil Tank Co., Ltd.	-	17,969.51
Total	1,547,174.91	339,723.43

6. Receivables and payables of related parties

(1) Receivables

Unit: Yuan

Project name	Related party	Closing book value	Opening book value
Notes receivable	Wanyou Automobile Investment Co., Ltd.	1,632,738,034.14	3,547,990,000.00
Notes receivable	Avatr Technology (Chongqing) Co., Ltd.	414,571,139.63	781,817,170.73
Notes receivable	Chongqing Qingshan Industry Co., Ltd.	4,246,017.64	9,798,141.24
Notes receivable	Chongqing Changan Crossing Vehicle Co., Ltd.	520,000.00	-
Notes receivable	Jiangxi Changjiang Chemical Co., Ltd.	60,000.00	-
Notes receivable	Jiangsu Wanyou Automobile Sales Service Co., Ltd.	-	455,000,000.00
Notes receivable	Guizhou Wanyou Automobile Sales Service Co., Ltd.	-	165,080,000.00
Notes receivable	Chengdu Wanyou Xiangyu Automobile Sales Service Co., Ltd.	-	60,000,000.00
Notes receivable	Chongqing Changan Crossing Vehicle Marketing Co., Ltd.	-	10,800,000.00

Project name	Related party	Closing book value	Opening book value
Notes receivable	Chongqing Changan Minsheng Logistics Co., Ltd.	-	790,456.20
Notes receivable	Harbin Dongan Automobile Engine Manufacturing Co., Ltd.	-	142,620.83
Subtotal		2,052,135,191.41	5,031,418,389.00
Accounts receivable	Avatr Technology (Chongqing) Co., Ltd.	1,154,717,293.04	777,209,315.29
Accounts receivable	Changan Mazda Automobile Co., Ltd.	539,295,552.52	394,684,921.38
Accounts receivable	MasterCard Changan Automobile Co., Ltd.	60,876,638.29	66,120,525.00
Accounts receivable	Changan Mazda Engine Co., Ltd.	44,445,115.96	37,151,442.58
Accounts receivable	Jiangling Holdings Co., Ltd.	38,011,008.13	10,737,001.40
Accounts receivable	Chongqing Changan Crossing Vehicle Co., Ltd.	31,219,196.69	41,454,930.04
Accounts receivable	Changan Ford Automobile Co., Ltd.	9,781,410.92	309,006,186.36
Accounts receivable	South Industries Group Finance Co., Ltd.	8,914,760.00	8,410,150.94
Accounts receivable	Changan Automotive Finance Co., Ltd.	6,533,340.00	9,540,270.17
Accounts receivable	Chenzhi Automotive Technology Group Co., Ltd.	4,662,658.93	62,543.59
Accounts receivable	Chongqing Wanyou Economic Development Co., Ltd.	4,585,970.85	350.00
Accounts receivable	Yunnan Wanyou Automobile Sales Service Co., Ltd.	4,258,550.26	100,070.00
Accounts receivable	Chongqing Changlian Intelligent Technology Co., Ltd.	3,615,308.39	4,140,425.78
Accounts receivable	Jiangsu Wanyou Automobile Sales Service Co., Ltd.	3,012,399.00	88,001.63
Accounts receivable	Changan Ford New Energy Automotive Technology Co., Ltd.	1,272,412.51	2,019,590.00
Accounts receivable	Chenzhi Technology Co., Ltd.	350,000.00	-
Accounts receivable	Guizhou Wanyou Automobile Sales Service Co., Ltd.	287,800.00	-
Accounts receivable	Chongqing Changan Wangjiang Industrial Group Co., Ltd.	150,000.00	-
Accounts receivable	China South Industries Group Financial Leasing Co., Ltd.	130,284.00	455,400.00
Accounts receivable	China Ordnance Equipment Group Ordnance Equipment Research Institute	120,000.00	-
Accounts receivable	Chongqing Changan Crossing Vehicle Marketing Co., Ltd.	80,340.06	170,712.14
Accounts receivable	Nanjing LEADING TECHNOLOGY CO., LTD.	73,736.49	336,623.98
Accounts receivable	Chongqing Changan Minsheng Logistics Co., Ltd.	69,990.29	1,032,148.06
Accounts receivable	Chongqing Hongyu Precision Industry Group Co., Ltd.	61,496.40	-
Accounts receivable	China Changan Automobile Group Tianjin Sales Co., Ltd.	34,224.00	-
Accounts receivable	Jiangling Automobile Co., Ltd.	-	2,400,000.00
Accounts receivable	Time Changan Power Battery Co., Ltd.	-	530,000.00
Accounts receivable	Time FAW Power Battery Co., Ltd.	-	477,000.00
Accounts receivable	West Car Network (Chongqing) Co., Ltd.	-	314,878.00
Accounts receivable	Chongqing Changan Intelligent Industrial Technology Service Co., Ltd.	-	276,804.16
Accounts receivable	Chongqing Wutong Car Union Technology Co., Ltd.	-	271,992.26
Accounts receivable	China South Industries Group Co., Ltd.	-	260,000.00
Accounts receivable	Chengdu Wanyou Xiangyu Automobile Sales Service Co., Ltd.	-	55,328.00
Accounts receivable	Chongqing Qingshan Industry Co., Ltd.	-	40,000.00
Accounts receivable	Southern Faurecia Automotive Parts Co., Ltd.	-	3,120.00
Subtotal		1,916,559,486.73	1,667,349,730.76
Other receivables	Chongqing Changxin Zhi Auto Private Equity Fund Partnership (Limited Partnership)	-	2,100,000.00
Subtotal		-	2,100,000.00
Advance payment	Chongqing Wanyou Zunda Automobile Sales Service Co., Ltd.	11,233.00	-
Subtotal		11,233.00	-

(2) Payables

Unit: Yuan

Project name	Related party	Closing book value	Opening book value
Notes payable	Chongqing Qingshan Industry Co., Ltd.	1,415,667,369.10	1,536,670,062.86
Notes payable	Time Changan Power Battery Co., Ltd.	1,414,984,583.29	658,593,414.62
Notes payable	Jiangling Holdings Co., Ltd.	1,091,232,287.86	2,508,252,356.10
Notes payable	Hubei Huazhong Marrelli Automotive Lighting Co., Ltd.	343,055,112.99	163,506,022.00
Notes payable	Chongqing Changan Minsheng Logistics Co., Ltd.	256,787,258.91	411,048,880.83
Notes payable	South INTEL AIR CONDITIONING CO., LTD.	191,757,150.30	212,005,855.60
Notes payable	Southern Faurecia Automotive Parts Co., Ltd.	131,386,768.31	39,579,745.73
Notes payable	Chongqing Dajiang Dongyang Plastic Products Co., Ltd.	126,890,000.00	223,260,000.00
Notes payable	Chengdu Zhongzi Guangming Catalytic Technology Co., Ltd.	125,323,254.00	34,844,697.82
Notes payable	Chongqing Dajiang Yap Automotive Parts Co., Ltd.	124,888,761.91	172,602,914.11
Notes payable	Natef Transmission System (Chongqing) Co., Ltd.	117,870,527.62	114,248,089.68
Notes payable	Harbin Dongan Automobile Power Co., Ltd.	110,240,000.00	18,120,000.00
Notes payable	Harbin Dongan Automobile Engine Manufacturing Co., Ltd.	94,240,000.00	85,330,000.00
Notes payable	Hunan Tianyan Machinery Co., Ltd.	85,100,000.00	106,130,000.00
Notes payable	Sichuan Ningjiang Shanchuan Machinery Co., Ltd.	80,433,768.10	91,509,988.21
Notes payable	Chongqing Construction Vehicle Air Conditioner Co., Ltd.	69,980,722.00	71,180,000.00
Notes payable	Sichuan Jian'an Industry Co., Ltd.	62,799,905.12	2,170,000.00
Notes payable	China Armament Group Commercial Factoring Co., Ltd.	50,210,000.00	-
Notes payable	Chongqing Lingchuan Automotive Parts Manufacturing Technology Co., Ltd.	36,681,299.00	72,490,000.00
Notes payable	Chengdu Wanyou Filter Co., Ltd.	35,260,991.49	33,120,000.00
Notes payable	Chongqing Anda Semiconductor Co., Ltd.	28,835,080.98	-
Notes payable	Chongqing Upper Auto Parts Co., Ltd.	27,636,005.29	36,905,405.68
Notes payable	Chenzhi (Chengdu) Intelligent Suspension Co., Ltd.	25,210,000.00	-
Notes payable	Chongqing Construction Transmission Technology Co., Ltd.	23,056,122.93	7,661,891.73
Notes payable	Hubei Xiaogan Huazhong Vehicle Lamp Co., Ltd.	22,595,040.87	37,590,000.00
Notes payable	Tiannakelingchuan (Chongqing) Exhaust System Co., Ltd.	19,441,864.96	49,811,353.74
Notes payable	Chongqing Jianyang Automobile Thermal Management System Co., Ltd.	16,650,000.00	28,230,000.00
Notes payable	Chongqing Yihong Defense Technology Co., Ltd.	14,330,000.00	18,460,000.00
Notes payable	Chongqing Dajiang Jiexin Forging Co., Ltd.	11,700,000.00	15,470,000.00
Notes payable	Chenzhi (Chongqing) Braking System Co., Ltd.	10,194,378.05	40,529,388.36
Notes payable	Chengdu Lingchuan Automobile Oil Tank Co., Ltd.	9,800,000.00	8,200,000.00
Notes payable	Longchang Shanchuan Machinery Co., Ltd.	5,470,000.00	4,800,000.00
Notes payable	Chengdu Huachuan Electric Power Assembly Co., Ltd.	4,980,000.00	2,380,000.00
Notes payable	Chenzhi Technology Co., Ltd.	4,910,000.00	-
Notes payable	Avatr Technology (Chongqing) Co., Ltd.	1,861,075.16	-
Notes payable	Chongqing Changan Intelligent Industrial Technology Service Co., Ltd.	1,427,605.70	327,000.49
Notes payable	Southwest Military Engineering Chongqing Environmental Protection Institute Co., Ltd.	1,254,187.24	7,431,987.51
Notes payable	Chongqing Nexite Steering System Co., Ltd.	-	75,120,000.00
Notes payable	Chongqing Construction Tonda Industrial Co., Ltd.	-	12,403,245.33
Notes payable	Changanleis (Chongqing) Robot Intelligent Equipment Co., Ltd.	-	6,985,797.37
Notes payable	Chongqing Dajiang Guoli Precision Machinery Manufacturing Co., Ltd.	-	5,413,950.00
Notes payable	Nanyang Lida Optoelectronic Co., Ltd.	-	440,000.00
Notes payable	Chongqing Wanyou Economic Development Co., Ltd.	-	377,400.96

Project name	Related party	Closing book value	Opening book value
Subtotal		6,194,141,121.18	6,913,199,448.73
Accounts payable	Time Changan Power Battery Co., Ltd.	1,323,548,641.97	3,678,801,613.64
Accounts payable	Jiangling Holdings Co., Ltd.	1,167,491,758.99	2,478,593,080.08
Accounts payable	Chongqing Qingshan Industry Co., Ltd.	918,879,362.94	1,470,629,556.19
Accounts payable	Hubei Huazhong Marrelli Automotive Lighting Co., Ltd.	234,864,157.84	506,902,783.87
Accounts payable	Chongqing Nexite Steering System Co., Ltd.	168,943,860.24	540,536,765.59
Accounts payable	Sichuan Jian'an Industry Co., Ltd.	135,761,615.42	202,374,745.73
Accounts payable	Chenzhi (Chongqing) Braking System Co., Ltd.	113,900,309.77	287,792,573.82
Accounts payable	Shenzhen Yingwang Intelligent Technology Co., Ltd.	113,064,707.88	-
Accounts payable	Avatr (Chongqing) Automobile Sales Service Co., Ltd.	107,609,863.08	1,338,148.04
Accounts payable	Harbin Dongan Automobile Engine Manufacturing Co., Ltd.	103,043,495.83	204,125,073.84
Accounts payable	Southern Faurecia Automotive Parts Co., Ltd.	85,365,784.48	171,077,248.65
Accounts payable	South INTEL AIR CONDITIONING CO., LTD.	81,162,427.21	286,068,717.64
Accounts payable	China Changan Automobile Group Co., Ltd.	65,671,011.83	261,353,608.25
Accounts payable	Lear Changan (Chongqing) Automotive Systems Co., Ltd.	60,733,456.58	82,691,521.99
Accounts payable	Chongqing Dajiang Dongyang Plastic Products Co., Ltd.	58,168,334.71	171,950,496.78
Accounts payable	United Automotive Electronics (Chongqing) Co., Ltd.	56,667,329.28	134,936,529.32
Accounts payable	Natef Transmission System (Chongqing) Co., Ltd.	49,482,702.07	157,896,846.84
Accounts payable	Chongqing Construction Transmission Technology Co., Ltd.	44,897,796.94	103,763,728.53
Accounts payable	Sichuan Ningjiang Shanchuan Machinery Co., Ltd.	44,519,350.73	149,468,056.13
Accounts payable	Chengdu Zhongzi Guangming Catalytic Technology Co., Ltd.	44,366,836.42	263,138,498.64
Accounts payable	Chengdu Huachuan Electric Power Assembly Co., Ltd.	43,845,904.39	170,985,575.26
Accounts payable	Chongqing Dajiang Yap Automotive Parts Co., Ltd.	41,139,369.59	149,388,962.40
Accounts payable	Chongqing Construction Vehicle Air Conditioner Co., Ltd.	40,866,511.04	76,171,906.33
Accounts payable	Chengdu Wanyou Filter Co., Ltd.	30,865,502.85	40,463,626.12
Accounts payable	Chongqing Upper Auto Parts Co., Ltd.	28,765,471.04	75,558,624.60
Accounts payable	Chongqing Lingchuan Automotive Parts Manufacturing Technology Co., Ltd.	26,177,423.72	63,969,231.26
Accounts payable	Chongqing Anda Semiconductor Co., Ltd.	25,800,799.61	-
Accounts payable	Harbin Dongan Automobile Power Co., Ltd.	24,444,743.49	38,544,239.61
Accounts payable	Chongqing Dajiang Guoli Precision Machinery Manufacturing Co., Ltd.	23,464,567.96	182,319,446.38
Accounts payable	Hubei Xiaogan Huazhong Vehicle Lamp Co., Ltd.	21,706,386.18	39,519,253.31
Accounts payable	Chongqing Wutong Car Union Technology Co., Ltd.	21,578,380.25	90,746,489.67
Accounts payable	Hunan Tianyan Machinery Co., Ltd.	20,282,996.18	57,356,290.41
Accounts payable	Chenzhi (Chengdu) Intelligent Suspension Co., Ltd.	14,300,614.40	24,669,839.13
Accounts payable	Tiannakelingchuan (Chongqing) Exhaust System Co., Ltd.	11,710,000.61	16,641,882.81
Accounts payable	Chengde Suken Yinhe Auto Parts Co., Ltd.	11,555,969.60	-
Accounts payable	Chengdu Lingchuan Automobile Oil Tank Co., Ltd.	9,706,515.10	21,860,214.71
Accounts payable	Chongqing Yihong Defense Technology Co., Ltd.	8,704,637.17	16,396,833.50
Accounts payable	Chongqing Dajiang Jiexin Forging Co., Ltd.	7,057,248.97	14,617,501.70
Accounts payable	Chongqing Jianyang Automobile Thermal Management System Co., Ltd.	4,485,197.52	23,380,378.94
Accounts payable	Longchang Shanchuan Machinery Co., Ltd.	3,333,955.49	4,276,276.97
Accounts payable	Chongqing Wanyou Economic Development Co., Ltd.	3,225,886.78	4,441,680.85
Accounts payable	Chongqing Changan Minsheng Logistics Co., Ltd.	2,997,401.05	34,393,559.10
Accounts payable	Beijing Wutong Car Union Technology Co., Ltd.	2,583,539.24	8,158,071.16
Accounts payable	China South Industries Group Fifth Ninth Institute Co.,	1,517,166.39	-

Project name	Related party	Closing book value	Opening book value
	Ltd.		
Accounts payable	Avatr Technology (Chongqing) Co., Ltd.	1,512,489.11	3,404,083.46
Accounts payable	Nanyang Lida Optoelectronic Co., Ltd.	1,054,164.60	105,044.95
Accounts payable	Chengdu Jialing Huaxi Optical Precision Machinery Co., Ltd.	154,694.63	276,099.19
Accounts payable	Chongqing Qingshan Transmission Sales Co., Ltd.	133,928.83	2,516,240.52
Accounts payable	Chongqing Changan Industry (Group) Co., Ltd.	120,000.00	477,500.98
Accounts payable	Chongqing Construction Industry (Group) Co., Ltd.	90,189.67	575,587.79
Accounts payable	Hangzhou Chelizi Intelligent Technology Co., Ltd.	12,350.00	12,350.00
Accounts payable	Changan Ford Automobile Co., Ltd.	1,484.27	-
Accounts payable	Construction Industry Group (Yunnan) Co., Ltd.	-	32,673,654.73
Accounts payable	Chenzhi Technology Co., Ltd.	-	13,309,661.05
Accounts payable	Changan Mazda Engine Co., Ltd.	-	9,404,278.40
Accounts payable	Chongqing Dajiang Yuqiang Plastic Products Co., Ltd.	-	3,520,886.79
Accounts payable	Chongqing Construction Tonda Industrial Co., Ltd.	-	1,755,247.04
Accounts payable	Chongqing Changan Intelligent Industrial Technology Service Co., Ltd.	-	1,443,978.00
Accounts payable	Hafei Automobile Co., Ltd.	-	287,996.57
Accounts payable	Chongqing Wanyou Talent Service Co., Ltd.	-	142,239.90
Accounts payable	Chongqing Changxiang Supply Chain Technology Co., Ltd.	-	118,377.21
Accounts payable	Chengdu Lingchuan Special Industry Co., Ltd.	-	101,585.16
Accounts payable	Chongqing Changjiang Electric Industry Group Co., Ltd.	-	40,143.79
Accounts payable	Harbin BATON AUTOMOBILE PARTS MANUFACTURING CO., LTD.	-	6,222.12
Subtotal		5,411,338,293.94	12,377,470,655.44
Contractual liabilities	Chengdu Wanyou Xiangyu Automobile Sales Service Co., Ltd.	106,113,872.82	330,410,033.39
Contractual liabilities	Chongqing Wanyou Zunda Automobile Sales Service Co., Ltd.	76,499,633.34	93,816,530.50
Contractual liabilities	Chongqing Wanyou Economic Development Co., Ltd.	73,989,023.35	135,302,227.62
Contractual liabilities	Wanyou Automobile Investment Co., Ltd.	65,545,073.51	256,445,461.50
Contractual liabilities	MasterCard Changan Automobile Co., Ltd.	60,876,638.29	9,876,498.33
Contractual liabilities	Yunnan Wanyou Automobile Sales Service Co., Ltd.	33,545,197.70	80,298,461.05
Contractual liabilities	Guizhou Wanyou Automobile Sales Service Co., Ltd.	24,739,244.83	266,786,932.64
Contractual liabilities	Jiangsu Wanyou Automobile Sales Service Co., Ltd.	20,014,263.30	460,178,281.28
Contractual liabilities	Anhui Wanyou Automobile Sales Service Co., Ltd.	10,230,523.70	31,250,458.31
Contractual liabilities	China Changan Automobile Group Tianjin Sales Co., Ltd.	7,783,708.07	21,790,090.23
Contractual liabilities	Nanchang Jiangling Group Tianren Auto Parts Co., Ltd.	6,854,200.00	6,065,663.72
Contractual liabilities	Avatr Technology (Chongqing) Co., Ltd.	5,316,385.18	5,060,580.84
Contractual liabilities	Chongqing Fuji Supply Chain Management Co., Ltd.	5,184,234.10	8,940,530.23
Contractual liabilities	Chengdu Wanyou Auto Trade Service Co., Ltd.	4,647,576.70	4,566,319.93
Contractual liabilities	Changan Automotive Finance Co., Ltd.	2,433,440.00	2,174,120.64
Contractual liabilities	China Ordnance Equipment Group Ordnance Equipment Research Institute	759,366.75	672,005.97
Contractual liabilities	Chengdu Wanyou Automobile Sales Service Co., Ltd.	461,300.20	-
Contractual liabilities	Chongqing Wanyou Ducheng Automobile Sales Service Co., Ltd.	203,444.75	188,446.30
Contractual liabilities	Chongqing Anfu Automobile Marketing Co., Ltd.	190,700.00	-
Contractual liabilities	Chongqing Wanyou Chengxing Automobile Sales Service Co., Ltd.	136,999.21	79,366.08
Contractual liabilities	Ya'an Wanyou Automobile Sales Service Co., Ltd.	65,888.00	10,596.14
Contractual liabilities	Chongqing Changan Minsheng Logistics Co., Ltd.	37,040.33	180,446.22

Project name	Related party	Closing book value	Opening book value
Contractual liabilities	Beijing North Changfu Automobile Sales Co., Ltd.	20,000.00	233,663.00
Contractual liabilities	Chongqing Wanyou Xingjian Automobile Sales Service Co., Ltd.	14,613.00	71,314.96
Contractual liabilities	Chongqing Changan Industry (Group) Co., Ltd.	14,221.90	12,585.75
Contractual liabilities	Dali Wanfu Automobile Sales Service Co., Ltd.	5,294.33	2,914.20
Contractual liabilities	Chongqing Upper Auto Parts Co., Ltd.	3,980.00	3,522.12
Contractual liabilities	Panzhihua Wanyou Automobile Sales Service Co., Ltd.	105.67	25,980.39
Contractual liabilities	Changan Ford Automobile Co., Ltd.	0.36	0.32
Contractual liabilities	Chengdu Wanyou Trade Co., Ltd.	-	392,425.29
Contractual liabilities	Changan Mazda Automobile Co., Ltd.	-	5,595.44
Contractual liabilities	Luzhou Wanyou Automobile Service Co., Ltd.	-	4,678.56
Subtotal		505,685,969.39	1,714,845,730.95
Other payables	Chongqing Changan Minsheng Logistics Co., Ltd.	833,085,006.22	852,862,018.72
Other payables	Chongqing Qingshan Industry Co., Ltd.	15,512,969.54	22,153,385.89
Other payables	Jiangling Holdings Co., Ltd.	14,132,432.01	232,185.41
Other payables	Time Changan Power Battery Co., Ltd.	13,899,306.76	42,857,507.55
Other payables	Jiangsu Wanyou Automobile Sales Service Co., Ltd.	7,975,817.00	10,001,282.00
Other payables	Chengdu Wanyou Xiangyu Automobile Sales Service Co., Ltd.	5,269,896.40	8,774,856.00
Other payables	Yunnan Wanyou Automobile Sales Service Co., Ltd.	5,147,778.46	7,371,200.00
Other payables	Chongqing Wanyou Economic Development Co., Ltd.	4,606,868.00	6,499,209.00
Other payables	Guizhou Wanyou Automobile Sales Service Co., Ltd.	4,322,134.00	4,624,832.00
Other payables	Chenzhi Automotive Technology Group Co., Ltd.	4,066,877.07	4,697,870.54
Other payables	Chongqing Changan Smart City Operation Management Co., Ltd.	3,715,931.41	3,815,050.70
Other payables	Chengdu Wanyou Automobile Sales Service Co., Ltd.	3,409,900.00	3,130,000.00
Other payables	Southwest Military Engineering Chongqing Environmental Protection Institute Co., Ltd.	2,882,578.39	2,500,147.84
Other payables	Sichuan Jian'an Industry Co., Ltd.	2,803,705.51	3,939,084.64
Other payables	Chongqing Changan Intelligent Industrial Technology Service Co., Ltd.	2,480,742.03	4,021,249.68
Other payables	United Automotive Electronics (Chongqing) Co., Ltd.	1,859,158.40	56,500.00
Other payables	Shenzhen Yingwang Intelligent Technology Co., Ltd.	1,498,621.82	-
Other payables	Avatr Technology (Chongqing) Co., Ltd.	1,454,144.58	1,898,924.58
Other payables	China Changan Automobile Group Tianjin Sales Co., Ltd.	1,390,999.10	5,452,253.10
Other payables	Anhui Wanyou Automobile Sales Service Co., Ltd.	1,225,665.00	748,157.00
Other payables	Chongqing Changan Industry (Group) Co., Ltd.	800,726.42	1,074,923.61
Other payables	Chongqing Nexite Steering System Co., Ltd.	772,697.11	3,670,690.24
Other payables	South INTEL AIR CONDITIONING CO., LTD.	751,749.48	1,963,075.46
Other payables	Natef Transmission System (Chongqing) Co., Ltd.	739,987.96	415,865.99
Other payables	Wanyou Automobile Investment Co., Ltd.	734,042.00	778,154.00
Other payables	Harbin Dongan Automobile Engine Manufacturing Co., Ltd.	659,549.36	290,749.00
Other payables	Chengdu Wanyou Auto Trade Service Co., Ltd.	537,903.52	792,364.00
Other payables	Chongqing Wanyou Ducheng Automobile Sales Service Co., Ltd.	519,900.00	336,100.00
Other payables	Shanghai CARRIER AUTOMOBILE SERVICES CO., LTD.	448,272.50	448,272.50
Other payables	Chongqing Upper Auto Parts Co., Ltd.	431,959.84	115,745.90
Other payables	Hubei Huazhong Marrelli Automotive Lighting Co., Ltd.	393,240.00	42,810.00
Other payables	Chongqing Wanyou Zunda Automobile Sales Service Co., Ltd.	369,366.04	2,333,117.83
Other payables	Chenzhi (Chongqing) Braking System Co., Ltd.	347,349.54	459,501.90

Project name	Related party	Closing book value	Opening book value
Other payables	Chongqing Construction Vehicle Air Conditioner Co., Ltd.	346,888.53	-
Other payables	Changan Ford Automobile Co., Ltd.	329,759.29	459,267.98
Other payables	Chongqing Southwest Inspection and Testing Co., Ltd.	323,474.31	12,425.01
Other payables	Beijing North Changfu Automobile Sales Co., Ltd.	200,000.00	300,000.00
Other payables	Chongqing Wanyou Chengxing Automobile Sales Service Co., Ltd.	149,245.00	117,097.00
Other payables	Chengdu Wanyou Filter Co., Ltd.	144,973.00	873,484.00
Other payables	Chongqing Wanyou Zhicheng Automobile Sales Service Co., Ltd.	100,726.83	250,174.50
Other payables	Chongqing Wanyou Xingjian Automobile Sales Service Co., Ltd.	100,000.00	470,000.00
Other payables	Chongqing Construction Transmission Technology Co., Ltd.	96,208.20	-
Other payables	Chongqing Lingchuan Automotive Parts Manufacturing Technology Co., Ltd.	52,745.68	-
Other payables	Chongqing Saimei Digital Technology Co., Ltd.	40,115.00	40,115.00
Other payables	Chenzhi (Chengdu) Intelligent Suspension Co., Ltd.	33,218.84	16,624.56
Other payables	Chongqing Wutong Car Union Technology Co., Ltd.	14,956.30	173,532.45
Other payables	Chongqing Changlian Intelligent Technology Co., Ltd.	-	55,384,464.59
Other payables	Chongqing Wanyou Talent Service Co., Ltd.	-	7,338,194.24
Other payables	Chongqing Dajiang Guoli Precision Machinery Manufacturing Co., Ltd.	-	6,617,050.00
Other payables	Ya'an Wanyou Automobile Sales Service Co., Ltd.	-	314,830.00
Other payables	Chenzhi Technology Co., Ltd.	-	203,400.00
Other payables	China Ordnance Newspaper	-	150,000.00
Other payables	Baoding Tianwei Group TBEA Electric Co., Ltd.	-	150,000.00
Other payables	Luzhou Wanyou Automobile Service Co., Ltd.	-	100,000.00
Other payables	Sichuan Ningjiang Shanchuan Machinery Co., Ltd.	-	89,719.30
Other payables	Chongqing Changxiang Supply Chain Technology Co., Ltd.	-	60,000.00
Other payables	China Armament Group Automation Institute Co., Ltd.	-	54,000.00
Other payables	Dali Wanfu Automobile Sales Service Co., Ltd.	-	47,538.00
Other payables	Chongqing Dajiang Yap Automotive Parts Co., Ltd.	-	27,653.36
Other payables	Changan Mazda Engine Co., Ltd.	-	20,982.88
Other payables	Hubei Xiaogan Huazhong Vehicle Lamp Co., Ltd.	-	4,483.80
Subtotal		940,179,586.45	1,071,632,121.75

XV. Share-based payment

1. General situation of share-based payment

Unit: Yuan

Grant Object Class	Current grant		Current exercise		Unlocking in current period		Current period failure	
	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
Employees					41,323,353	112,935,815.55		
Total					41,323,353	112,935,815.55		

2. Share-based payment fee

Unit: Yuan

Grant Object Class	Equity-settled share-based payment	Cash-settled share-based payment
Employees	15,696,797.33	
Total	15,696,797.33	

XVI. Commitments and Contingencies**1. Significant Commitments Existing on Balance Sheet Date**

Signed but not provisioned

Unit: Yuan

	Closing balance	Balance at the end of last year
Capital commitments	8,276,638,976.18	9,375,924,598.30
Investment commitment	12,750,000.00	1,326,750,000.00
Total	8,289,388,976.18	10,702,674,598.30

XVII. Events after Balance Sheet Date**1. Profit Distribution Situation**

The profit distribution proposal approved by this board meeting is as follows: Based on a total share capital of 9,914,086,060 shares, the company will distribute cash dividends of RMB 0.50 (including tax) per 10 shares to all shareholders. There will be no increase in shares through the capital reserve fund.

1. Proposed Change in Controlling Shareholder

Due to the continuation and division of China Ordnance Industries Group Corporation Limited, the company's indirect controlling shareholder will be changed to China Changchuan Automobile Group Co., Ltd., while the actual controller remains the State-owned Assets Supervision and Administration Commission of the State Council. This equity change still requires approval from the State Administration for Market Regulation regarding the antitrust review of this transaction (if applicable), the completion of equity change registration for Chenzhi Automobile Technology Group Co., Ltd., and the completion of share transfer registration with China Securities Depository and Clearing Corporation Limited. For more details, please refer to the company's announcement titled *"Notice on the Progress of China Ordnance Industries Group Corporation Limited's Restructuring and Changes in the Company's Controlling Shareholder"* (Announcement No.: 2025-42) disclosed on July 29, 2025.

XVIII. Other important matters

None.

XIX Notes to Main Items of the Financial Statements of the Parent Company

1. Accounts receivable

(1) Disclosure by aging

Unit: Yuan

Aging	Closing book balance	Opening book balance
Within 1 year(Including 1 year)	20,638,627,038.91	13,241,984,905.86
1 to 2 years	171,605,199.80	6,270,173.42
2 to 3 years	264,062.78	440,347.77
Over 3 years	294,286,854.93	653,299,180.59
Subtotal	21,104,783,156.42	13,901,994,607.64
Less: Bad debt provision	69,287,750.68	66,843,763.12
Total	21,035,495,405.74	13,835,150,844.52

(2) Classified disclosure by bad debt accrual method

Unit: Yuan

Category	Closing balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion(%)	Amount	Withdrawal ratio(%)	
Provision for bad debt	19,973,245,183.43	94.64	37,652,846.20	0.19	19,935,592,337.23
Provision for bad debt based on combination of credit risk characteristics	1,131,537,972.99	5.36	31,634,904.48	2.80	1,099,903,068.51
Total	21,104,783,156.42	100.00	69,287,750.68		21,035,495,405.74

Category	Opening balance				
	Book balance		Bad debt provision		Book balance
	Amount	Proportion(%)	Amount	Withdrawal ratio(%)	
Provision for bad debt	13,684,986,268.64	98.44	37,652,846.20	0.28	13,647,333,422.44
Provision for bad debt based on combination of credit risk characteristics	217,008,339.00	1.56	29,190,916.92	13.45	187,817,422.08
Total	13,901,994,607.64	100.00	66,843,763.12		13,835,150,844.52

Provision for bad debt based on combination of credit risk characteristics:

Unit: Yuan

Name	Closing balance		
	Estimated book balance in	Expected credit loss rate(%)	Accrued Proportion Expected Credit

	default		Loss for Whole Survival Period
Within 1 year(Including 1 year)	1,098,324,736.97	0.02	215,725.51
1 to 2 years	1,402,678.26	0.48	6,732.27
2 to 3 years	227,476.01	7.38	16,787.43
Over 3 years	31,583,081.75	99.41	31,395,659.27
Total	1,131,537,972.99		

(3) Provision for bad debts withdrawn, recovered or reversed in the current period

Unit: Yuan

Category	Opening balance	Amount changed in current period				Closing balance
		Withdrawal	To withdraw or reverse.	Write-off	Other	
Individual provision for bad debt	37,652,846.20					37,652,846.20
Provision for bad debt based on combination of credit risk characteristics	29,190,916.92	2,443,987.56				31,634,904.48
Total	66,843,763.12	2,443,987.56				69,287,750.68

(4) Accounts receivable and contractual assets of the top five ending balances collected by the debtor

On June 30, 2025, the top five accounts receivable totaled 16,146,595,374.02 yuan, accounting for 76.51% of the total accounts receivable.

2. Other receivables

Unit: Yuan

Project	Closing balance	Opening balance
Dividend receivable	215,484,950.85	
Other receivables	171,906,178.09	1,487,531,844.07
Total	387,391,128.94	1,487,531,844.07

(1) Dividend receivable**1) Classification of dividends receivable**

Unit: Yuan

Project(Or invested unit)	Closing balance	Opening balance
Changan Automotive Finance Co., Ltd.	215,484,950.85	
Total	215,484,950.85	

(2) Other receivables**1) Disclosure by aging**

Unit: Yuan

Aging	Closing book balance	Opening book balance
Within 1 year(Including 1 year)	163,182,594.85	1,466,768,959.69
1 to 2 years	4,195,214.44	19,739,543.35
2 to 3 years	3,648,544.00	
Over 3 years	8,089,565.38	8,089,565.38
Subtotal	179,115,918.67	1,494,598,068.42
Less: Bad debt provision	7,209,740.58	7,066,224.35
Total	171,906,178.09	1,487,531,844.07

2) Classified disclosure by bad debt accrual method

Unit: Yuan

Category	Closing balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion(%)	Amount	Withdrawal ratio(%)	
Provision for bad debt	51,265,921.49	28.62	6,842,932.77	13.35	44,422,988.72
Provision for bad debt based on combination of credit risk characteristics	127,849,997.18	71.38	366,807.81	0.29	127,483,189.37
Total	179,115,918.67	100.00	7,209,740.58		171,906,178.09

Category	Opening balance				
	Book balance		Bad debt provision		Book value
	Amount	Proportion(%)	Amount	Withdrawal ratio(%)	
Provision for bad debt	1,376,142,201.42	92.07	6,842,932.77	0.50	1,369,299,268.65
Provision for bad debt based on combination of credit risk characteristics	118,455,867.00	7.93	223,291.58	0.19	118,232,575.42
Total	1,494,598,068.42	100.00	7,066,224.35		1,487,531,844.07

3) Provision for bad debts

Unit: Yuan

Bad debt provision	Phase I	Phase II	Phase III	Total
	Expected credit loss for the next 12 months	Expected credit loss for the entire duration(No credit impairment occurred)	Expected credit loss for the entire duration(Credit impairment occurred)	

Balance at the end of last year	223,291.58		6,842,932.77	7,066,224.35
The balance at the end of the previous year is in the current period				
- Transfer to Phase II				
- Transfer to Phase III				
- Return to Phase II				
--revert back to the first stage				
Accrual in current period	143,516.23			143,516.23
Current reversal				
Other changes				
Closing balance	366,807.81		6,842,932.77	7,209,740.58

The changes in the book balance of other receivables are as follows:

Unit: Yuan

Book balance	Phase I	Phase II	Phase III	Total
	Expected credit loss for the next 12 months	Expected credit loss for the entire duration(No credit impairment occurred)	Expected credit loss for the entire duration(Credit impairment occurred)	
Balance at the end of last year	1,487,755,135.65		6,842,932.77	1,494,598,068.42
The balance at the end of the previous year is in the current period				
- Transfer to Phase II				
- Transfer to Phase III				
- Return to Phase II				
--revert back to the first stage				
New in this year	98,614,050.97			98,614,050.97
Termination confirmation	1,414,096,200.72			1,414,096,200.72
Write-off this year				
Other changes				
Closing balance	172,272,985.90		6,842,932.77	179,115,918.67

4) Provision for bad debts withdrawn, recovered or reversed in the current period

Unit: Yuan

Category	Opening balance	Amount changed in current period		Closing balance
		Withdrawal	To withdraw or reverse.	
Individual provision for bad debt	6,842,932.77			6,842,932.77
Provision for bad debt based on combination of credit risk characteristics	223,291.58	143,516.23		366,807.81
Total	7,066,224.35	143,516.23		7,209,740.58

5) Classification of other receivables by nature of payment

Unit: Yuan

Nature of payment	Closing balance	Opening balance
Allowance receivable	41,504,934.00	76,563,193.00
Prepayment of equity investment		1,276,200,803.10
Reserve fund	75,053,429.87	44,505,591.24
Internal communication	2,918,054.72	16,535,272.55
Other	59,639,500.08	80,793,208.53
Total	179,115,918.67	1,494,598,068.42

6) Other receivables of the top five ending balances collected by the debtor

On June 30, 2025, the total closing balance of other receivables was 75,066,720.99 yuan, accounting for 41.91% of the total closing balance of other receivables.

3. Long-term equity investment

Unit: Yuan

Project	Closing balance			Opening balance		
	Book balance	Provision for impairment	Book value	Book balance	Provision for impairment	Book value
Investment in subsidiaries	9,487,633,927.68	49,194,195.00	9,438,439,732.68	9,021,409,139.12	49,194,195.00	8,972,214,944.12
Investment in joint ventures	18,812,935,632.01		18,812,935,632.01	16,410,122,824.34		16,410,122,824.34
Total	28,300,569,559.69	49,194,195.00	28,251,375,364.69	25,431,531,963.46	49,194,195.00	25,382,337,768.46

(1) Investment in joint ventures

Unit: Yuan

Invested unit	Opening balance	Opening balance of provision for impairment	Increase or decrease of current period	Closing balance	Closing balance of provision for impairment
I. Joint Venture					
Nanchang Jiangling Investment Co., Ltd.	2,420,750,943.20		148,071,615.11	2,568,822,558.31	
Changan Mazda Automobile Co., Ltd.	733,965,602.46		-10,912,663.38	723,052,939.08	
Changan Mazda Engine Co., Ltd.	806,511,751.50		3,603,474.71	810,115,226.21	
Changan Ford Automobile Co., Ltd.	712,215,024.57		368,250,379.27	1,080,465,403.84	
Subtotal	4,673,443,321.73		509,012,805.71	5,182,456,127.44	
II. Joint ventures					
Changan Automotive Finance Co., Ltd.	3,299,303,386.01		2,270,188,242.99	5,569,491,629.00	
Nanjing Leading Bank Equity Investment Partnership(Limited partnership)	3,118,918,021.61		2,237,214.49	3,121,155,236.10	
Zhongqi Chuangzhi Technology Co., Ltd.	429,748,700.86		-8,197,547.79	421,551,153.07	
Chongqing Changan Crossing Vehicle Co., Ltd.	241,095,703.97		7,799,335.69	248,895,039.66	
Chongqing Changxin Zhi Auto Private Equity Fund Partnership(Limited partnership)	276,234,416.11		9,480,117.10	285,714,533.21	
Time Changan Power Battery Co., Ltd.	190,253,138.30		-14,726,316.06	175,526,822.24	
Chongqing Changlian Intelligent Technology Co., Ltd.	113,913,983.02		6,785,211.97	120,699,194.99	
Chongqing Changan Innovation Private Equity Investment Fund Partnership(Limited partnership)	163,022,540.12		-507,520.40	162,515,019.72	
Changan Ford New Energy Automotive Technology Co., Ltd.	132,045,405.31		16,294,308.05	148,339,713.36	
Anhe Chongqing Dingfeng Automobile Contract Private Equity Fund	62,062,151.97		-703.70	62,061,448.27	
Hunan Guoxin Semiconductor Technology Co., Ltd.	28,169,167.08		-231,619.55	27,937,547.53	
Nanjing Jinghang Equity Investment Management Co., Ltd.	1,100,720.88		-5,936.69	1,094,784.19	
Nanjing Chelai Travel Technology Co., Ltd.	326,813.01		-7,878.41	318,934.60	
Avatr Technology (Chongqing) Co., Ltd.	3,601,007,135.51		-405,666,372.36	3,195,340,763.15	

Chongqing Changyu Private Equity Investment Fund Partnership(Limited partnership)	68,673,494.12		-429,592.57	68,243,901.55	
Chenzhi Anqi (Chongqing) Circular Technology Co., Ltd.	10,804,724.73		10,789,059.20	21,593,783.93	
Subtotal	11,736,679,502.61		1,893,800,001.96	13,630,479,504.57	
Total	16,410,122,824.34		2,402,812,807.67	18,812,935,632.01	

4. Operating income and operating cost

Unit: Yuan

Project	Amount incurred in current period		Amount incurred in the previous period	
	Revenue	Cost	Revenue	Cost
Main business	45,833,419,037.07	42,359,995,925.72	51,569,910,876.74	47,417,805,945.42
Other business	4,158,828,395.35	2,265,793,194.99	3,250,931,919.13	1,606,192,812.26
Total	49,992,247,432.42	44,625,789,120.71	54,820,842,795.87	49,023,998,757.68

5. Investment income

Unit: Yuan

Project	Amount incurred in current period	Amount incurred in the previous period
Long-term equity investment income calculated by cost method	396,000,000.00	297,000,000.00
Long-term equity investment income calculated by equity method	23,105,164.21	279,687,665.28
Investment income of trading financial assets during holding period	1,353,199.70	1,979,999.95
Dividend income from other equity instrument investments during the holding period	12,692,880.00	19,039,320.00
Interest on time deposits and other	43,553,124.93	52,306,889.42
Total	476,704,368.84	650,013,874.65

XX. Supplementary information

1. Statement of current non-recurring profit and loss

Unit: Yuan

Project	Amount	Description
Profit and loss on disposal of illiquid assets	17,005,465.70	
Government subsidies included in current profit and loss(Government subsidies closely related to the normal operation of the Company, in compliance with the provisions of national policies, enjoyed according to the determined standards, and having a continuous impact on the profit and loss of the Company are excluded)	459,703,127.00	
Gains and losses on changes in fair value arising from the holding of financial assets and financial liabilities by non-financial enterprises and gains and losses arising from the disposal of financial assets and financial liabilities, in addition to effective hedging operations related to the normal operations of the Company	6,513,157.75	
Funds occupancy charges charged to non-financial enterprises included in current profits and losses	39,934,773.08	
Reversal of impairment provision for receivables individually tested for impairment	13,740,181.00	
Non-operating income and expenditure other than those mentioned above	63,249,847.29	
Other profit and loss items that meet the definition of non-recurring profit and loss	280,869,304.04	
Subtotal	881,015,855.86	

Less: Income tax impact	31,652,407.49	
Influence amount of minority shareholders' equity(After-tax)	34,858,708.65	
Total	814,504,739.72	--

2. Return on net assets and earnings per share

Profit for the reporting period	Weighted average return on net assets	Earnings per share	
		Basic earnings per share(Yuan/share)	Diluted earnings per share(Yuan/share)
Net profit attributable to common shareholders of the Company	3.00%	0.23	0.23
Net profit attributable to ordinary shareholders of the Company after deducting non-recurring profit and loss	1.94%	0.15	0.15