

Stock code: 000706

Stock ID:Wazhou B

Announcement No.2025-30

# Wafangdian Bearing Company Limited

## 2025 Midyear Report Abstract

### 1. Important Notes

This abstract was derived from the annual report, the annual report issued on the Shenzhen Stock Exchange web or other web appointed by and CSRC; details please refer to the whole annual report.

All directors attended the Board meeting and discussed the report.

Reminder of the qualified auditor's opinions

Inapplicable

Preplan of Profit Distribution for Common Stock or Preplan for Capitalization of the Reserves in the Reporting Period Reviewed by the Board Meeting

Inapplicable

The company does not plan to distribute cash dividends, does not send bonus shares, and does not convert the capital reserves into share capital.

The board of directors has approved the preferred stock profit distribution plan for this reporting period

Inapplicable

### 2. Brief Information of the listed company

#### (i) Brief Information of the company

	Secretary of the Board	Representative of Stock Affairs
Name	Sun Najuan	Ke Xin
Correspondence address	No. 1 Beigongji Street, Wafangdian City, Liaoning Province, China.	No. 1 Beigongji Street, Wafangdian City, Liaoning Province, China.
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#### (ii).Main accounting date

Whether the company needs to retroactively adjust or restate the accounting data of previous years

☒ Yes ☐ No

The reason of adjust or restate the accounting accounting policy alternative

In RMB Yuan

	This reporting period	the same period of last year		This report period is an increase or decrease over the same period last year
		Before adjustment	Adjusted	Adjusted
Operating income (yuan)	1,330,615,217.48	1,122,366,451.83	1,122,366,451.83	18.55%
Net profit attributable to shareholders of the listed company (yuan)	-20,930,911.54	-46,033,131.67	-46,033,131.67	54.53%
Net profit attributable to shareholders of the listed company after	-31,677,626.31	-57,310,697.51	-57,310,697.51	44.73%

deducting non-recurring gains and losses (yuan)				
Net cash flows from operating activities (yuan)	239,656,451.73	29,465,363.23	29,465,363.23	713.35%
Basic earnings per share (yuan/share)	-0.0520	-0.1143	-0.1143	54.51%
Diluted earnings per share (yuan/share)	-0.0520	-0.1143	-0.1143	54.51%
Weighted average return on net assets	-8.35%	-13.19%	-13.19%	4.84%
	End of the reporting period	End of the previous year		The increase or decrease at the end of this reporting period compared with the end of the previous year
		Before adjustment	Adjusted	
Total assets (yuan)	3,019,913,100.74	3,316,568,117.52	3,316,568,117.52	-8.94%
Net assets attributable to shareholders of the listed company (yuan)	240,615,440.92	260,983,803.23	260,983,803.23	-7.80%

The reasons for the change of accounting policies and the situation of accounting error correction

Implement the provisions of "Accounting Treatment for quality guarantees of the guarantee Type that do not fall under individual performance Obligations" in Interpretation No. 18 of the Accounting Standards for Business Enterprises

The Ministry of Finance issued the "Interpretation No. 18 of the Accounting Standards for Business Enterprises" (CAI Kuai [2024] No. 24, hereinafter referred to as "Interpretation No. 18") on December 6, 2024. This interpretation comes into effect from the date of issuance and allows enterprises to implement it in advance from the year of issuance.

According to Interpretation No. 18, when accounting for the estimated liabilities arising from quality guarantees of the guarantee type that do not fall under individual performance obligations, the relevant provisions of Accounting Standard for Business Enterprises No. 13 - Contingent Matters should be followed. Based on the determined estimated liability amount, debit the "Cost of Main Business", "Cost of Other Business" and other accounts, and credit the "Estimated Liabilities" account. And it should be presented accordingly in items such as "Operating Costs" in the income statement and "Other Current Liabilities", "Non-current Liabilities Due within one Year", and "Estimated Liabilities" in the balance sheet.

When enterprises first implement the content of this interpretation, if they originally recorded the quality guarantee of the guarantee type as "sales expenses", etc., they should make retroactive adjustments in accordance with the changes in accounting policies. The Company has adjusted the accounting treatment for quality guarantees of the guarantee type that do not fall under individual performance obligations from January to June 2024 as follows:

The consolidated financial statements adjusted the sales expenses of 4,282,123.51 yuan to the operating costs. The parent company's financial statements adjusted the sales expenses of 4,281,734.63 yuan to the operating costs.

## (ii) Shareholders and shares

### (1) Information on the top 10 shareholders

Unit: shock

Total common shareholders in the reporting period	4,979	Total preference shareholders with the voting covered at the end of the reporting period	0
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Top 10 shareholders' holdings (excluding shares loaned through refinancing)						
Shareholder names	Nature of the shareholders	shareholding ratio	Number of holdings at the end of reporting period	The number of non-tradable shares held	pledged, marked, or frozen status	
					Status of shares	Quantity
Wafangdian Bearing Group Co., Ltd.	State-owned legal person	60.61%	244,000,000	244,000,000	Inapplicable	0
Dalian Youth Development Foundation	other	19.70%	79,300,000	0	Inapplicable	0
China Merchants Securities Hong Kong Limited	Overseas legal person	2.24%	10,850,957	0	Inapplicable	0
Huang Junyue	Domestic natural person	1.81%	7,302,709	0	Inapplicable	0
Hu Xiaofeng	Domestic natural person	0.47%	1,879,277	0	Inapplicable	0
BOCI SECURITIES LIMITED	Foreign legal person	0.33%	1,433,154	0	Inapplicable	0
GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED	Overseas legal person	0.20%	793,400	0	Inapplicable	0
Wang Xiao	Domestic natural persons	0.19%	774,420	0	Inapplicable	0
Chen Peng	Domestic natural persons	0.18%	738,100	0	Inapplicable	0
MAN,KWAI WING 文贵荣	Overseas natural person	0.18%	713,101	0	Inapplicable	0
About the fact that a strategic investor or ordinary corporate became one of the top ten shareholders due to placement of new shares (if any) (Refer to Note 3)		Among the top ten shareholders of the Company, there is no association or concerted action between the largest shareholder and other shareholders, or among the top ten shareholders of tradable shares, and the association and concerted action between other shareholders, among the top ten shareholders of tradable shares, and among the top ten shareholders of tradable shares and other shareholders are unknown.				
Explanation on associated relationship or consistent action of the above shareholders		None				

Shareholders holding more than 5%, the top 10 shareholders and the top 10 unlimited tradable shareholders participate in the lending of shares in the business of securities lending

Inapplicable

The top 10 shareholders and the top 10 shareholders with unlimited tradable shares changed due to the reasons of lending/repayment of securities

Inapplicable

#### IV.Change of controlling shareholder or actual controller

##### Change of controlling shareholder during reporting period

Inapplicable

The controlling shareholder of the company has not changed during the reporting period.

##### Actual controller changes during the reporting period

Inapplicable

The actual controller of the company has not changed during the reporting period.

The total number of preferred shareholders of the company and the shareholding situation of the top 10 preferred shareholders

**Inapplicable**

**No preferred stock existed at the reporting period.**

**VI. Information on the bonds existing as of the date of approval and issuance of the semi-annual report**

**(v).Potential suspension and delisting**

Inapplicable

**3.Important event**

On January 15,2025, the company was added to the SDN List (Special Designated Nationals and Blocked Persons List) by the U.S. Treasury Department's Office of Foreign Assets Control (OFAC). Entities on this list will face restrictions in transactions with U.S. entities, overseas asset transfers, foreign exchange settlements, partnerships, financing, and other related activities.

Affected by relevant sanctions, the company has faced intensified financing difficulties. Both domestic and overseas clients have experienced declining procurement volumes or even halted purchases, leading to mounting survival pressures. To alleviate operational strain, the company has implemented multiple effective measures: With support from stakeholders, it has focused on acquiring new customers and boosting product gross margins. Meanwhile, active applications for working capital financing have been submitted to ensure stable business operations.