

Stock Code: 603799

Stock Name: Huayou Cobalt

2024 First Quarter Report of Zhejiang Huayou Cobalt Co., Ltd.

The Board of Directors and all directors of the Company warrant that there is no false representation, misleading statement or material omissions herein, and will assume legal liabilities with respect to the truthfulness, accuracy and completeness hereof.

Important Notice:

The Board of Directors, Board of Supervisors, directors, supervisors and senior officers of the Company warrant the truthfulness, accuracy and completeness of the contents of this report and that there is no false representation, misleading statement contained herein or material omission from the report, for which they will assume joint and several liabilities.

The person in charge of the Company, the accounting principal, and the head of the accounting department (accounting officer) represent that the financial statements in this report are true, accurate and complete.

Is this report audited or not?

I. Major Financial Data

(I) Major accounting data and financial indicators

Monetary unit: Yuan Currency: RMB

| Item | The current period | Increase/decrease compared with the same period last year (%) |
|------|--------------------|---|
|------|--------------------|---|

| | | |
|--|-------------------|--------|
| Operating income | 14,962,649,257.31 | -21.70 |
| Net profit attributable to shareholders of the listed company | 522,415,394.16 | -48.99 |
| Net profit attributable to shareholders of the listed company after deducting non-recurring profits and losses | 567,830,428.67 | -42.97 |
| Net cash flow from operating activities | 929,046,306.48 | 14.29 |
| Basic earnings per share (Yuan/share) | 0.33 | -48.44 |
| Diluted earnings per share (Yuan/share) | 0.33 | - |

| | | |
|---|----------------|--|
| profits and losses.) | | |
| In addition to the effective hedging business related to the normal business of the Company, gains or losses from changes in fair value of financial assets and financial liabilities held by non-financial enterprises, as well as gains or losses from the disposal of financial assets and financial liabilities | 16,892,688.17 | |
| Fund occupancy fees charged from non-financial enterprises included in the current profits or losses | | |
| Gains or losses from entrusting others to make investment or manage assets | | |
| Gains or losses from external entrusted loans | | |
| Provision for impairment of various assets accrued in connection with force majeure, such as natural disasters | | |
| Reversal of the provision for impairment of accounts receivable under separate impairment test | | |
| Gains arising from the difference between the cost of investments in subsidiaries, associates and joint identifiable net assets at the time of investment | | |
| Current net profit or loss of subsidiaries arising from business combination under the common control from the beginning of the period to the combination date | | |
| Gains or losses from exchange of non-monetary assets | | |
| Gains or losses from debt restructuring | | |
| One-time expenses incurred by the Company due to discontinuation of some business activities, such as expenses for resettling employees. | | |
| One-time impact amount of current profits and losses due to adjustments of tax or accounting related laws and regulations | | |
| Share-based payments recognized at one-time due to cancellation or modification of equity incentive plans | -66,992,997.45 | |
| For cash-settled share-based payments, the gains and losses arising from changes in fair value of employee compensation payable after the exercise | | |

| | | |
|---|----------------|--|
| date | | |
| Gains or losses arising from changes in the fair value of investment real estate that are subsequently measured at fair value | | |
| Gains or losses arising from transactions with significantly unfair transaction prices | | |
| Profit or loss arising from contingencies unrelated to the normal operation of the Company | | |
| Trustee fee income from entrusted operation | | |
| Non-operating income and expenses other than the said items | -7,873,702.15 | |
| Other items of gains and losses complying with the definition of non-recurring gains and losses | | |
| Less: impact amount of income tax | 7,609,162.01 | |
| Impact amount of minority equity (after tax) | 9,319,462.08 | |
| Total | -45,415,034.51 | |

State whether the Company classifies any item that is of a significant amount and not listed in the *Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Public Securities - Non-recurring Profits and Losses* as a non-recurring profits and losses item, or classifies any non-recurring profits and losses item listed in the *Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Public Securities - Non-recurring Profits and Losses* into a recurring profits and losses item.

(III) Changes in major accounting data and financial indicators and the reasons therefor

| Item | Change ratio (%) | Main reason |
|--|------------------|--|
| Operating income | -21.70 | Mainly due to a decline in metal prices |
| Net profit attributable to shareholders of the listed company | -48.99 | Mainly due to a decline in metal prices and an increase in financing costs |
| Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses | -42.97 | Mainly due to the one-time share-based payment fees for the termination of the equity incentive plan in the current period |
| Net cash flow from operating activities | 14.29 | Mainly due to a decrease in the tied-up cash by inventory in the current period |

II. Information of shareholders

- (I) Total number of ordinary shareholders and total number of preferred shareholders with restored voting rights, as well as the shareholding status of top 10 shareholders

Unit: Share

| | | Total number of preferred shareholders with restored voting rights at the end of the current period (if any) | | | | |
|--|---|--|------------------------|----------------------------------|---------------------------|------------------|
| Full name of the shareholder | Nature of the shareholder | Number of shares held | Shareholding ratio (%) | | Pledged, marked or frozen | |
| | | | | | Share status | Number of shares |
| Huayou Holding Group Co., Ltd. | Domestic non-state-owned legal person | 260,313,967 | 15.22 | 0 | Pledged | 182,119,994 |
| Chen Xuehua | Domestic natural person | 110,006,461 | 6.43 | 0 | Pledged | 76,770,000 |
| Hangzhou Youyou Enterprise Management Partnership (Limited Partnership) | Others | 74,831,293 | 4.38 | 0 | None | 0 |
| Hong Kong Securities Clearing Co., Ltd. | Others | 69,276,053 | 4.05 | 0 | None | 0 |
| China Construction Bank Corporation - Huaxia Energy Reform Equity Securities Investment Fund | Unknown | 28,467,812 | 1.66 | 0 | None | 0 |
| Industrial and Commercial Bank of China - SSE 50 ETF | Unknown | 22,900,921 | 1.34 | 0 | None | 0 |
| Citibank, National Association | Overseas legal person | 21,888,856 | 1.28 | 0 | None | 0 |
| Industrial and Commercial Bank of China - Huatai Bairui CSI 300 ETF | Unknown | 14,701,133 | 0.86 | 0 | None | 0 |
| China Construction Bank Corporation - E Fund CSI 300 ETF | Unknown | 10,327,578 | 0.60 | 0 | None | 0 |
| Agricultural Bank of China Limited - Guotai Intelligent Automobile Equity Securities Investment Fund | Unknown | 9,866,729 | 0.58 | 0 | None | 0 |
| Shareholding status of top 10 shareholders with shares not subject to sales restrictions | | | | | | |
| Name of the shareholder | Number of shares not subject to sales restrictions held | | | Class and quantity of the shares | | |
| | | | | Class | Quantity | |
| Huayou Holding Group Co., Ltd. | 260,313,967 | | | RMB ordinary shares | 260,313,967 | |

| | | | |
|---|--|---------------------------|-------------|
| Chen Xuehua | 110,006,461 | RMB ordinary shares | 110,006,461 |
| Hangzhou Youyou Enterprise Management Partnership (Limited Partnership) | 74,831,293 | RMB ordinary shares | 74,831,293 |
| Hong Kong Securities Clearing Co., Ltd. | 69,276,053 | RMB ordinary shares | 69,276,053 |
| China Construction Bank Corporation - Huaxia Energy Reform Equity Securities Investment Fund | 28,467,812 | RMB ordinary shares | 28,467,812 |
| Industrial and Commercial Bank of China - SSE 50 ETF | 22,900,921 | RMB ordinary shares | 22,900,921 |
| Citibank, National Association | 21,888,856 | RMB ordinary shares | 21,888,856 |
| Industrial and Commercial Bank of China - Huatai Bairui CSI 300 ETF | 14,701,133 | RMB ordinary shares | 14,701,133 |
| China Construction Bank Corporation - E Fund CSI 300 ETF | 10,327,578 | RMB ordinary shares | 10,327,578 |
| Agricultural Bank of China Limited - Guotai Intelligent Automobile Equity Securities Investment Fund | 9,866,729 | RMB ordinary shares | 9,866,729 |
| Repurchase of shares by the top 10 shareholders | As at the end of the reporting period, there are 21,852,160 shares in the special account for share repurchase of the Company, with a shareholding ratio of 1.28%. | | |
| Related relationship or concerted action of the above shareholders | Huayou Holding Group Co., Ltd. and Chen Xuehua are persons acting in concert. | | |
| Participation in securities margin trading or securities lending transactions for refinancing (if any) by the top 10 shareholders and the top 10 shareholders with shares not subject to sales restrictions | Industrial and Commercial Bank of China - SSE 50 ETF, Industrial and Commercial Bank of China - Huatai Bairui CSI 300 ETF, and China Construction Bank Corporation - E Fund CSI 300 ETF participated in securities lending transactions for refinancing. | | |

Participation of securities lending transactions for refinancing by shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders with shares not subject to sales restrictions

Unit: Share

| Full name of shareholder | Number of shares hold through ordinary accounts and credit accounts at the beginning of the period | | Shares lent out in the transactions and have not yet been returned at the beginning of the period | | Number of shares hold through ordinary accounts and credit accounts at the end of the period | | Shares lent out in the transactions and have not yet been returned at the end of the period | |
|---|--|-----------|---|-----------|--|-----------|---|-----------|
| | Total quantity | Ratio (%) | Total quantity | Ratio (%) | Total quantity | Ratio (%) | Total quantity | Ratio (%) |
| Industrial and Commercial Bank of China - SSE 50 ETF | 16,664,661 | 0.974 | 141,300 | 0.008 | 22,900,921 | 1.339 | 0 | 0 |
| Industrial and Commercial Bank of China - Huatai Bairui CSI 300 ETF | 9,988,037 | 0.584 | 13,600 | 0.001 | 14,701,133 | 0.860 | 0 | 0 |
| China Construction Bank Corporation - E Fund CSI 300 ETF | 3,744,873 | 0.219 | 109,100 | 0.006 | 10,327,578 | 0.604 | 46,500 | 0.003 |

Changes compared to the previous period due to lending/returning of shares in the securities lending transactions for refinancing by the top 10 shareholders and the top 10 shareholders with shares not subject to sales restrictions

III. Other Notes

operating conditions during the current period

IV. Quarterly Financial Statements

(II) Financial statements

Consolidated Balance Sheet

March 31, 2024

Prepared by: Zhejiang Huayou Cobalt Co., Ltd.

Monetary unit: Yuan Currency: RMB Audited or not: Unaudited

| Item | March 31, 2024 | December 31, 2023 |
|------------------------|----------------|-------------------|
| Current assets: | | |

| | | |
|-------------------------------------|-------------------|-------------------|
| Debt investment | | |
| Other debt investments | | |
| Long-term receivables | 530,078,663.55 | 504,371,588.93 |
| Long-term equity investment | 11,137,706,491.51 | 9,712,766,665.74 |
| Other equity instrument investments | 42,647,182.81 | 42,647,182.81 |
| Other non-current financial assets | 6,573,600.00 | 6,573,600.00 |
| Investment real estates | | |
| Fixed assets | 48,759,409,890.85 | 46,339,084,007.03 |
| Construction in progress | 11,703,984,198.47 | 10,819,557,175.49 |
| Productive biological assets | | |
| Oil and natural gas assets | | |
| Right of use assets | 76,872,328.49 | 106,133,724.12 |
| Intangible assets | 3,839,414,845.00 | 3,914,395,969.88 |
| Including: data resources | | |
| Development expenditures | | |
| Including: data resources | | |
| Goodwill | 455,835,376.19 | 456,351,378.26 |
| Long-term deferred expenses | 71,832,251.30 | 69,864,652.46 |
| Deferred income tax assets | 924,911,255.93 | 565,173,434.65 |
| Other non-current assets | 4,022,213,595.73 | 3,851,581,151.15 |

| | | |
|---|-------------------|-------------------|
| Loans from banks and other financial institutions | | |
| Held-for-trading financial liabilities | | |
| Derivative financial liabilities | | |
| Notes payable | 7,534,852,961.69 | 8,019,127,039.81 |
| Accounts payable | 10,533,768,613.28 | 12,002,517,679.00 |
| Advances from customers | | |
| Contract liabilities | 367,662,079.40 | 431,037,852.87 |
| Financial assets sold under repurchase agreements | | |
| Absorption of customer and interbank deposits | | |
| Acting trading securities | | |
| Acting underwriting securities | | |
| Employee compensations payable | 340,688,763.15 | 648,208,600.82 |
| Taxes payable | 429,135,790.02 | 429,374,847.76 |
| Other payables | 2,825,180,674.66 | 2,698,990,402.87 |
| Including: interests payable | | |
| Dividends payable | 18,789,426.30 | 18,789,426.30 |
| Handling charges and commissions payable | | |
| Reinsurance accounts payable | | |
| Held-for-sales liabilities | | |
| Non-current liabilities maturing within one year | 7,838,119,752.84 | 8,155,852,008.93 |
| Other current liabilities | 2,160,069,027.82 | 1,433,223,782.84 |
| Total current | 51,547,831,937.37 | 48,866,954,781.43 |

liabilities

| | | |
|---|--------------------|--------------------|
| (or shareholders) of the parent company | | |
| Minority equity | 10,843,544,303.51 | 10,455,554,649.99 |
| equity) | 45,753,949,258.29 | 44,733,355,987.39 |
| Total liabilities | 129,157,238,443.42 | 125,520,277,340.78 |

Person in charge of the Company: Chen Xuehua Accounting Principal: Wang Jun Head of the Accounting Dept.: Ma Xiao

Consolidated Income Statement

January-March 2024

Prepared by: Zhejiang Huayou Cobalt Co., Ltd.

Monetary unit: Yuan Currency: RMB Audited or not: Unaudited

| Item | Q1 2024 | Q1 2023 |
|--|-------------------|-------------------|
| I. Total operating income | 14,962,649,257.31 | 19,110,269,458.36 |
| Including: operating income | 14,962,649,257.31 | 19,110,269,458.36 |
| Interests income | | |
| Premiums earned | | |
| Income from handling charges and commissions | | |
| II. Total operating cost | 14,605,104,806.96 | 17,854,099,082.24 |
| Including: operating cost | 13,152,755,663.39 | 16,011,069,124.72 |
| Interest expenditure | | |
| Handling charges and commissions expenses | | |
| Surrender value | | |
| Net amount of compensation payout | | |
| Withdrawal of insurance liability reserve | | |
| Policy dividend payment | | |
| Reinsurance costs | | |
| Other taxes and surtaxes | 134,751,242.08 | 93,541,673.45 |
| Selling expenses | 31,707,756.63 | 29,214,042.62 |
| General and administrative expenses | 509,881,736.83 | 566,581,298.94 |
| R&D expenses | 243,274,509.27 | 407,449,373.71 |
| Finance expenses | 532,733,898.76 | 746,243,568.80 |
| Including: interests expense | 555,411,513.51 | 483,991,115.38 |
| Interests income | 63,516,628.39 | 45,675,284.29 |
| Plus: other income | 59,465,287.56 | 19,811,313.54 |

| | | |
|--|----------------|------------------|
| - | 186,000,882.17 | 426,017,357.24 |
| Including: investment income from associates and joint ventures | | |
| Income from de-recognition of financial assets measured at amortized cost | | |
| - | | |
| losses) | | |
| - | -909,638.65 | 83,199,221.33 |
| - | 20,183,790.27 | -64,738,977.33 |
| Losses from asset | 12,551,250.58 | |
| - | 191,775.38 | 63,947.54 |
| - | 635,027,797.66 | 1,720,523,238.44 |
| Plus: non-operating income | 2,138,504.82 | 2,233,637.76 |
| Less: non-operating expense | 11,534,584.21 | 15,353,075.02 |
| - | 625,631,718.27 | 1,707,403,801.18 |
| Less: income tax expense | 35,533,072.29 | 190,332,227.36 |
| - | 590,098,645.98 | 1,517,071,573.82 |
| (I) Classified by operating sustainability | | |
| - | 590,098,645.98 | 1,517,071,573.82 |
| net losses) | | |
| - | | |
| for net losses) | | |
| (II) Classified by ownership | | |
| 1. Net profit attributable to the shareholders of | 522,415,394.16 | 1,024,101,139.05 |
| - | | |
| - | 67,683,251.82 | 492,970,434.77 |
| VI. Other comprehensive income, net of tax | 181,215,032.93 | 133,982,241.89 |
| (I) Other comprehensive income, net of tax attributable to owners of the parent company | 160,703,375.56 | 121,461,182.65 |
| 1. Other comprehensive income that cannot be reclassified into profit or loss | | |
| (1) Changes in re-measurement of the defined benefit plan | | |
| (2) Other comprehensive income that cannot be transferred to profits or losses under the equity method | | |
| (3) Changes in fair value of other equity instruments investment | | |
| credit risk | | |
| 2. Other comprehensive income that will be | 160,703,375.56 | 121,461,182.65 |

| | | |
|---|----------------|----------------|
| reclassified into profits or loss | | |
| (1) Other comprehensive income that can be transferred to profits or losses under the equity method | 7,215,125.56 | -13,828,546.92 |
| (2) Changes in the fair value of other debt investments | | |
| (3) Amount of financial assets reclassified into other comprehensive income | | |
| (4) Provision for credit impairment of other debt investments | | |
| (5) Cash flow hedging reserves | | |
| (6) Differences arising from translation of foreign currency financial statements | 153,488,250.00 | 135,289,729.57 |

institutions

| | | |
|---|------------------|------------------|
| Sub-total of cash inflows from investing activities | 1,221,081,316.93 | 873,316,218.17 |
| Cash paid to acquire and construct fixed assets, intangible assets and other long-term assets | 2,150,413,433.68 | 4,920,579,361.99 |
| Cash paid for investments | 1,823,662,868.00 | 387,110,148.50 |
| Net increase in secured loans | | |
| Net cash paid for the acquisition of subsidiaries and other business entities | | |

It is hereby announced the above.

Board of Directors of Zhejiang Huayou Cobalt Co., Ltd.

April 18, 2024