

The information in respect of our Three Month Historical Financial Information set forth below is extracted from the First Quarter Report from which material has been adapted for inclusion in this Prospectus. The First Quarter Report was prepared and published on April 28, 2023 pursuant to the listing rules of the Shanghai Stock Exchange. Investors should be aware that the Three Month Historical Financial Information set forth below, which has been prepared based on the requirements of PRC GAAP, has not been audited or reviewed by Pan-China Certified Public Accountants LLP.

Capitalized terms used herein shall have the same meanings as those defined in “Definitions” and “Glossary of Technical Terms” in this Prospectus.

Major Financial Information

Major Accounting Data and Financial Indicators

	<u>Three months ended March 31, 2023</u>	<u>Change as compared to the same period of last year</u>
Operating revenue (RMB)	19,110,269,458.36	44.64%
R&D expenses (RMB)	407,449,373.71	85.00%
Net profit (RMB)	1,517,071,573.82	11.78%
Net profit attributable to owners of parent company (RMB)	1,024,101,139.05	-15.10%
Net profit attributable to owners of parent company after deduction of non-recurring profit or loss . .	995,692,886.87	-16.32%
Net cash flows from operating activities (RMB)		

EXTRACT OF THE FIRST QUARTER REPORT

Items and Amounts of Non-recurring Profits and Losses

Item	Three months ended March 31, 2023
Gains and losses arising from the disposal of non-current assets	-8,959,489.98
Government grants through the current profit or loss (except for government grants closely related to the normal business operation of the Company, which are in compliance with national policies and are provided continuously according to certain standard quota or ration) . . .	15,622,525.38
Charge to non-financial companies for fund occupation fees recorded in current profit or loss.	238,909.36
In addition to the effective hedging business related to the normal business operations of the Company, the changes in fair value gains and losses arising from holding financial assets for trading, derivative financial assets, financial liabilities for trading and derivative financial liabilities, as well as investment income from disposal of financial assets for trading, derivative financial assets, financial liabilities for trading, derivative financial liabilities, and other debt investments . .	38,848,342.27
Other non-operating income and expenses other than the above items	4,336,944.69
Less: Effect of income tax.	8,318,749.51
Effects of non-controlling interest (net of tax).	4,686,340.65
Total	28,408,252.18

Changes of Major Accounting Data and Financial Indicators and Reasons for such Changes

Items of the balance sheet	Three months ended March 31, 2023	Change as compared to the same period of last year	Reasons for change
Operating revenue (RMB). . .	19,110,269,458.36	44.64%	Mainly due to the increase of sales of ternary precursors and cathode materials during the reporting period
R&D expenses (RMB).	407,449,373.71	85.00%	Mainly due to the Company increased investment in research and development during the reporting period
Net cash flows from operating activities (RMB).	812,858,791.98	428.62%	Mainly due to the decrease in cash paid for purchase of goods and receipt of services during the reporting period

EXTRACT OF THE FIRST QUARTER REPORT

Consolidated balance sheet as at March 31, 2023 (continued) (Expressed in Renminbi Yuan)

Liabilities & Equity	Note No.	Closing balance	December 31, 2022
Current liabilities:			
Short-term borrowings		13,605,939,653.91	12,019,822,703.67
Held-for-trading financial liabilities . . .		50,634,462.21	40,024,798.40
Derivative financial liabilities			
Notes payable		1,853,593,602.01	10,782,231,308.54
Accounts payable		14,855,036,690.99	14,610,891,201.30
Advances received		492,095,799.99	492,117,670.03
Contract liabilities		2,168,361,575.50	2,359,463,860.52
Employee benefits payable		335,089,761.63	685,740,642.95
Taxes and rates payable		565,177,468.72	542,406,489.43
Other payables		5,032,284,102.65	4,612,710,195.77
Liabilities held for sale			
Non-current liabilities due			
within one year		6,713,754,617.48	5,757,928,311.87
Other current liabilities		2,321,992,086.75	1,546,983,360.95
Total current liabilities		57,993,959,821.84	53,450,320,543.43
Non-current liabilities:			
Long-term borrowings		13,857,501,227.19	11,927,781,731.79
Bonds payable		6,384,324,869.00	6,323,799,832.42
Including: Preferred shares			
Perpetual bonds			
Lease liabilities		100,967,892.30	57,070,601.81
Long-term payables		5,445,584,959.57	5,155,378,248.88
Long-term employee benefits payable . .			
Provisions		85,635,782.68	42,977,538.13
Deferred income		594,348,133.17	592,727,660.93
Deferred tax liabilities		382,994,799.19	359,884,559.27
Other non-current liabilities			
Total non-current liabilities		26,851,357,663.10	24,459,620,173.23
Total liabilities		84,845,317,484.94	77,909,940,716.66
Equity:			
Share capital		1,599,464,709.00	1,599,678,228.00
Other equity instruments		1,490,102,769.09	1,490,112,966.16
Including: Preferred shares			
Perpetual bonds			
Capital reserve		10,523,581,587.18	10,398,505,364.59
Less: Treasury shares		621,464,554.50	631,014,574.20
Other comprehensive income		897,866,745.52	776,405,562.87
Special reserve		31,950,916.50	27,349,451.51
Surplus reserve		328,198,605.34	328,198,605.34
General risk reserve			
Undistributed profit		12,928,059,969.21	11,903,922,527.16
Total equity attributable to the parent company		27,177,760,747.34	25,893,158,131.43
Non-controlling interest		7,848,391,131.91	6,789,319,863.76
Total equity		35,026,151,879.25	32,682,477,995.19
Total liabilities & equity		119,871,469,364.19	110,592,418,711.85

EXTRACT OF THE FIRST QUARTER REPORT

Consolidated income statement for the three months ended March 31, 2023 (continued) (Expressed in Renminbi Yuan)

Items	Note No.	Current period cumulative	Preceding period comparative
(I) Not to be reclassified subsequently to profit or loss			
1. Remeasurements of the net defined benefit plan.			
2. Items under equity method that will not be reclassified to profit or loss . .			
3. Changes in fair value of other equity instrument investments.			
4. Changes in fair value of own credit risk			
5. Others			
(II) To be reclassified subsequently to profit or loss.		121,461,182.65	-29,806,612.19
1. Items under equity method that may be reclassified to profit or loss. . . .		-13,828,546.92	-3,151,993.32
2. Changes in fair value of other debt investments.			
3. Profit or loss from reclassification of financial assets into other comprehensive income.			
4. Provision for credit impairment of other debt investments.			
5. Cash flow hedging reserve			
6. Translation reserve		135,289,729.57	-26,654,618.87
7. Others			
Items attributable to non-controlling shareholders		12,521,059.24	-4,394,939.17
VI. Total comprehensive income.		1,651,053,815.71	1,322,983,495.59
Items attributable to the owners of the parent company.		1,145,562,321.70	1,176,498,943.21
Items attributable to non-controlling shareholders.		505,491,494.01	146,484,552.38
VII. Earnings per share (EPS):			
(I) Basic EPS (yuan per share).		0.64	0.76
(II) Diluted EPS (yuan per share).		0.64	0.76

Consolidated cash flow statement for the three months ended March 31, 2023
(Expressed in Renminbi Yuan)

Items	Current period cumulative	Preceding period comparative
I. Cash flows from operating activities:		
Cash receipts from sale of goods or rendering of services.	18,995,001,859.13	13,320,811,438.56
Receipts of tax refund	749,398,102.28	301,540,659.37
Other cash receipts related to operating activities	323,665,423.54	139,712,316.07
Subtotal of cash inflows from operating activities	20,068,065,384.95	13,762,064,414.00
Cash payments for goods purchased and services received.	17,147,371,480.55	11,821,395,210.85
Cash paid to and on behalf of employees	999,513,271.91	758,456,887.77
Cash payments for taxes and rates	409,180,657.71	459,092,637.61
Other cash payments related to operating activities.	699,141,182.80	569,349,101.74
Subtotal of cash outflows from operating activities	19,255,206,592.97	13,608,293,837.97
Net cash flows from operating activities	812,858,791.98	153,770,576.03
II. Cash flows from investing activities:		
Cash receipts from withdrawal of investments	203,771,576.39	—
Cash receipts from investment income.	171,987,131.48	97,311,162.29
Net cash receipts from the disposal of fixed assets, intangible assets and other long-term assets	594,823.98	8,800.00
Net cash receipts from the disposal of subsidiaries & other business units		
Other cash receipts related to investing activities	496,962,686.32	389,982,729.10
Subtotal of cash inflows from investing activities	873,316,218.17	487,302,691.39
Cash payments for the acquisition of fixed assets, intangible assets and other long-term assets	4,920,579,361.99	3,361,602,543.90
Cash payments for investments	387,110,148.50	487,760,270.42
Net cash payments for the acquisition of subsidiaries & other business units.		
Other cash payments related to investing activities	609,011,671.90	134,272,938.07
Subtotal of cash outflows from investing activities	5,916,701,182.39	3,983,635,752.39
Net cash flows from investing activities.	-5,043,384,964.22	-3,496,333,061.00
III. Cash flows from financing activities:		
Cash receipts from absorbing investments.	296,781,905.96	304,924,146.00
Including: Cash received by subsidiaries from non-controlling shareholders as investments	296,781,905.96	295,180,000.00
Cash receipts from borrowments	409,180,657.71	