



**LongShine Technology Group Co., Ltd.**

**3rd Quarter Report 2021 (Summary)**

**October, 2021**

## I. Key Accounting Data and Financial Indicators

### I. Key Accounting Data and Financial Indicators in Recent Three Years:

	The Reporting Period	Increase/decrease of current year over previous year	From the beginning of the year to the end of the Reporting Period	Increase/decrease of current year over previous year
Revenue (RMB)	874,559,380.05	51.56%	2,181,787,091.68	52.04%
Net profit attributable to shareholders of listed company (RMB)	66,301,083.52	22.43%	184,649,657.02	36.05%
Net profit attributable to shareholders of listed company excluding non-recurring gains and losses (RMB)	63,503,976.44	21.20%	151,440,956.65	8.72%
Net cash flows from operating activities (RMB)	—	—	-342,469,781.12	-76.02%
Basic EPS (RMB Yuan/share)	0.0654	13.94%	0.1812	26.89%
Diluted EPS (RMB Yuan/share)	0.0646	13.13%	0.1795	26.05%
Weighted average ROE	1.20%	0.05%	3.35%	0.49%
	As at the end of the reporting period	As at the end of last year	Increase/decrease of current year over previous year	
Total assets (RMB)	7,772,886,636.55	7,738,673,953.42	0.44%	
Net assets attributable to shareholders of listed company (RMB)	5,546,170,999.15	5,535,383,023.37	0.19%	

### II. Items and Amounts of Non-recurring Gains and Losses

Item	Amounts for the Reporting Period	Amount from the beginning of the year to the end of the Reporting Period
Profit or loss from disposal of non-current assets (including the write-off for the impairment provision of assets)	72,177.35	72,178.35
Government grants included in the current profit and loss (except for government grants that are closely related to the Company's regular business operations, comply with national policies, and those that are continuously	5,847,587.72	13,421,841.62

enjoyed in accordance with a certain standard fixed or quantitative basis)		
Fund possession cost from non-financial business included in current profit or loss	-218,968.75	-218,968.75
The investment cost of the company to obtain subsidiaries, associates and joint ventures is less than the income generated by the fair value of the investee's identifiable net assets when the investment is obtained		25,224,617.92
Profits and losses attributed to change in fair value for held-for- trading financial assets and held-for-trading financial liabilities; and investment income from disposal of held-for-trading financial assets, held-for-trading financial liabilities, and available-for-sale financial assets, excluding the effective hedging business related to the regular business operation of the Company.	-13,068.41	4,247.39
Other non-operating income and expenditures except the items mentioned above	-1,964,715.31	-3,355,832.77
Less: Impact of income tax	431,563.27	840,313.27
Impact of the minority interests (after tax)	494,342.25	1,099,070.12
Total	2,797,107.08	33,208,700.37

### III. Information and explanation about variations in key accounting data and financial indicators

#### 3.1 Explanation for variations in balance sheet items

Item	2021/09/30	2020/12/31	YoY change (%)	Explanation
Cash and bank balances	1,435,206,317.33	2,218,397,958.11	-35.30%	Mainly due to the increased investment in energy digitalization service; besides, due to the share repurchase and increase in dividend distribution
Inventories	683,229,407.00	269,331,876.23	153.68%	Mainly due to the increase in energy digitalization service, the cost of performing these contracts increased

#### 3.2 Explanation for variations in income statement items

Item	Amount for the current period	Amount for the prior period	YoY change (%)	Explanation
Revenue	2,181,787,091.68	1,435,038,988.49	52.04%	Mainly due to the “carbon neutrality” strategy, the increase of energy digitalization service revenue and energy digitalization operation revenue, besides, the hardware of OTT service recovered.
Cost of Revenue	1,251,646,384.79	804,371,326.14	55.61%	Increase with sales revenue growth

Selling expenses	198,983,907.06	114,631,211.25	73.59%	Increase with sales revenue growth
Administrative expenses	197,896,325.78	152,086,840.79	30.12%	Mainly due to the increase of share-based payment
R&D expenses	389,223,247.98	243,950,629.61	59.55%	Mainly due to the investment energy digitalization as well as the increase of share-based payment
Income tax expenses	4,224,609.69	20,335,342.65	-79.23%	Mainly due to the tax refund from the tax preference policy

### 3.3 Explanation for variations in cash flow statement items

Item	Amount for the current period	Amount for the prior period	YoY change (%)	Explanation
Net cash flows from Operating Activities	-342,469,781.12	-194,567,876.85	-76.02%	Mainly due to the increased investment in energy digitalization service.
Net cash flows from Investing Activities	-391,736,318.89	-64,147,778.97	-510.68%	Mainly due to the fixed bank deposit and equity investment
Net cash flows from Financing activities	-95,590,495.26	-79,407,971.78	-20.38%	Mainly due to the share repurchase

## IV. Company Profile

Stock abbreviation	Longshine	Stock Code	300682
Website	<a href="http://www.longshine.com/">http://www.longshine.com/</a>		
Contact Us	Board Secretary	Securities Representative	
Name	Wang Shenyong	Ji Yue	
Address	F18, Beichen Times Square, No.8 Courtyard, East Beichen Road, Chaoyang District, Beijing		
Tel.	010-82430973	010-82430973	
E-mail	ir@longshine.com	ir@longshine.com	