

Stock Code: 000581, 200581

Public Notice No: 2019-023

Short Form of the Stock: Weifu High- Tech, Su Weifu-B

# Weifu High-Technology Group Co., Ltd.

## Summary of Semi-Annual Report 2019

### I. Important Notice

The summary is abstract from full-text of semi-annual report, for more details of operating results, financial condition and future development plan of the Company; investors should found in the full-text that published on media appointed by CSRC.

Whole directors of the Company attend the Board Meeting for report deliberation.

Prompt of non-standard audit opinion

☐ Applicable    ☒ Not applicable

Profit distribution pre-plan of common stock or capitalizing of common reserves pre-plan deliberated by the Board in the reporting period

☐ Applicable    ☒ Not applicable

There is no plan of cash bonus, dividend distribution and capitalizing of common reserves carried out by the Company

Profit distribution pre-plan of preferred stock deliberated and approved by the Board in the reporting period

☐ Applicable    ☒ Not applicable

### II. Company profile

#### 1. Company Profile

Short form of the stock	Weifu High- Tech, Su Weifu-B	Stock code	000581, 200581
Stock exchange for listing	Shenzhen Stock Exchange		
Person/Way to contact	Secretary of the Board	Rep. of security affairs	
Name	Zhou Weixing	Yan Guohong	
Office add.	No.5, Huashan Road, Xinwu District, Wuxi City	No.5, Huashan Road, Xinwu District, Wuxi City	
Tel.	0510-80505999	0510-80505999	
E-mail	wfjt@public1.wx.js.cn	wfjt@public1.wx.js.cn	

## 2. Main financial data and indexes

Whether it has retroactive adjustment or re-statement on previous accounting data

☐ Yes ☒ No

	Current period	Same period of last year	Changes over last year
Operating income (RMB)	4,403,444,346.05	4,960,801,890.99	-11.24%
Net profit attributable to shareholders of the listed company (RMB)	1,256,661,577.09	1,545,242,704.92	-18.68%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	1,114,094,824.74	1,378,865,501.57	-19.20%
Net cash flow arising from operating activities (RMB)	690,323,908.25	378,923,690.48	82.18%
Basic earnings per share (RMB/Share)	1.25	1.53	-18.30%
Diluted earnings per share (RMB/Share)	1.25	1.53	-18.30%
Weighted average ROE	7.60%	9.92%	-2.32%
	Current period-end	period-end of last year	Changes over end of last year
Total assets (RMB)	22,334,489,303.82	20,892,041,460.30	6.90%
Net assets attributable to shareholder of listed company (RMB)	15,997,076,128.08	15,913,828,778.82	0.52%

## 3. Number of shares and share-holding

In Share						
Total common stock shareholders in reporting period-end	60,037	Total preference shareholders with voting rights recovered at end of reporting period (if applicable)			0	
Top ten shareholders						
Full name of Shareholders	Nature of shareholder	Proportion of shares held	Amount of shares held	Amount of restricted shares held	Number of shares pledged/frozen	
					State of share	Amount
Wuxi Industry Development Group Co., Ltd.	State-owned corporate	20.22%	204,059,398			
ROBERT BOSCH GMBH	Foreign corporate	14.16%	142,841,400			
Hong Kong Securities Clearing Company Ltd. (HKSCC)	Foreign corporate	5.73%	57,857,357			
BBH BOS S/A FIDELITY FD - CHINA FOCUS FD	Foreign corporate	1.84%	18,530,315			

Bank of Communication – HSBC Jixin Double Core Strategy Mixed Securities Investment Fund	Other	1.82%	18,331,307			
Central Huijin Assets Management Co., Ltd.	State-owned corporate	1.27%	12,811,200			
China Life Insurance - traditional - general insurance products - 005L-CT001 Shen	Other	1.21%	12,238,898			
China Life Insurance- Bonus -Individual bonus - -005L-FH002 Shen	Other	1.14%	11,459,033			
Tianda Assets Management Co., Ltd. - Tianda Global Strategy Fund - All China equity fund (Exchange)	Foreign corporate	0.97%	9,802,559			
Agricultural Bank of China - CS 500 ETF	Other	0.69%	7,007,675			
Explanation on associated relationship among the aforesaid shareholders		Among the top ten shareholders, there has no associated relationship between Wuxi Industry Development Group Co., Ltd. and other shareholders, the first largest shareholder of the Company; and they do not belong to the consistent actionist regulated by the Management Measure of Information Disclosure on Change of Shareholding for Listed Company.				

#### 4. Changes of controlling shareholders or actual controller

Controlling shareholder changed in the Period

☐ Applicable ☒ Not applicable

Controlling shareholders had no change in reporting period.

Actual controller changed in the Period

☐ Applicable ☒ Not applicable

Actual controller had no change in reporting period.

#### 5. Total preferred shareholders and top 10 shares held by preferred shareholders

☐ Applicable ☒ Not applicable

The Company has no preferred shareholders

#### 6. Corporate bond

Whether the Company has a corporation bonds that issuance publicly and listed on stock exchange and without due on the date when semi-annual report approved for released or fail to cash in full on due:

No

### III. Discussion and analysis of operation

#### 1. Operation status in the period

In the first half of 2019, the auto market was generally running at a low level, with a double-digit decline in the first half of the year. In the face of severe market conditions, the company faced difficulties and strived to seize market opportunities, took advantage of the trend, strengthened internal management, paid attention to risk management and control, and strive to ensure the stability of the company's overall economic operation. During the period, the Company achieved an operation revenue of 4.4 billion Yuan with a y-o-y decrease of 11.24%; profit amounted to 1.356 billion Yuan, a decrease of 19.3% from a year earlier; the net profit attributable to owners of parent company amounted as 1.257 billion Yuan, a decrease of 18.68% over same period of last year.

Main work in the first half of the year

1. Figure out the situation, face difficulties, seek opportunities, strive to open up markets, focus on production and delivery, strive to maintain market share of key products, and ensure the continuous stability of related product markets. In the first half of the year, the production and sales volume of common rail pumps exceeded 900,000 units;
2. Focus on management quality, make full use of interconnection technologies, strengthen data interconnection and interoperability, and further enhance the abilities of data collection, analysis and prediction. Continuously improve manufacturing process management, strengthen flexible and agile production, and realize intelligent deployment capability of manufacturing process; continuously promote internal management of the company, sort out management duties, upgrade and optimize standardization of system processes, and optimize organization; strengthen the group information system security construction, continuously promote the construction of business project information management platform, and promote the financial sharing center construction, the procurement sharing platform project construction and the human resources management system platform construction. Constantly enhance the foundation of the company's development.
3. In order to accelerate the cultivation of the company's new business growth point and accelerate the transformation and upgrading of the company, the company established SPV (a wholly-owned subsidiary) in Denmark to acquire a 66% stake in Danish IRD Fuel Cells A/S held by FCCT ApS, equivalent to 7.26 million euros. By acquiring the equity of IRD, the company achieved the control of IRD, which is conducive to enhancing the company's competitiveness in the new energy business market and in line with the company's development strategy, and lays a good foundation for the company's sustainable, rapid and healthy development and transformation and upgrading.

#### 2. Matters relevant to financial report

**(1) Particulars about the changes in aspect of accounting policy, estimates and calculation method compared with the accounting period of last year**

√Applicable    □Not applicable

In 2017, the Ministry of Finance revised and issued the Accounting Standards for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments and Accounting Standards for Business Enterprises No. 23 - Transfer of Financial Assets, Accounting Standards for Business Enterprises No. 24 - Hedge Accounting, and the Accounting Standards for Business Enterprises No. 37 – Financial Instruments Presentation, and the domestic listed companies are required to put the relevant accounting standards of new financial instruments into force from January 1, 2019. The Company implement the above mentioned four accounting standards since 1 Jan. 2019

On April 2019, the Ministry of Finance issued No. 6 Document 2019-“Notice on Amending the 2019 Annual Financial Statements of General Enterprises”, which revised the financial statement format of general enterprises in light of the relevant situation in the implementation of enterprise accounting standards.

**(2) Particulars about retroactive restatement on major correction for accounting errors in reporting period**

☐ Applicable ☒ Not applicable

The company had no particulars about retroactive restatement on major correction for accounting errors in the reporting period.

**(3) Particulars about the change of consolidation range compared with the accounting period of last year**

☒ Applicable ☐ Not applicable

Company Name	The method of obtaining and handling subsidiaries during the report period	The influence to the whole production and performance
SPV	Establishment	No change
IRD Fuel Cells A/S	Acquisition	No change

Board of Directors of  
Weifu High-Technology Group Co., Ltd.  
27 August 2019