

Stock Code: 000100

Stock Abbr.: TCL TECH.

Announcement No.: 2022-095

TCL 科技集团股份有限公司

TCL Technology Group Corporation



INTERIM REPORT 2022 (Summary)

August 26, 2022

I. Important Notes

This Summary is based on the full text of the 2022 Interim Report of TCL Technology Group Corporation. To obtain a full picture of the operating results, financial position and future development plans of the Company, investors should carefully read through the interim report released on the media designated by the China Securities Regulatory Commission.

All the Company's directors attended the Board meeting for the review of this report.

This Summary have been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.

Independent auditor's modified opinion

Applicable Not applicable

Profit distribution plan or plan to convert capital reserve into share capital approved by the Board of Directors

Applicable Not applicable

The Company has no interim dividend plan, nor either in the form of cash or stock, for the conversion of capital reserve into share capital.

Plans for profit distribution of preferred stock for the Reporting Period approved by the Board of Directors

Applicable Not applicable

II. General Information

1. Company Introduction

Stock name	TCL TECH.	Stock code	000100
Place of listing	Shenzhen Stock Exchange		
Contact information	Board Secretary		
Name	Liao Qian		
Office address	10/F, Tower G1, International E Town, TCL Science Park, 1001 Nanshan District, Shenzhen, Guangdong Province, China		
Tel.	0755-3331 1666		
Email address	ir@tcl.com		

2. Key Accounting Data and Financial Indicators

Indicate whether there is any retrospectively restated datum in the table below.

Yes No

Reasons for retroactive adjustment or restatement

Change of accounting policy

	H1 2022	H1 2021		Change
		Before adjustment	After adjustment	After adjustment
Revenue (RMB)	84,522,181,128	74,298,646,758	74,405,849,039	13.60%
Net profit attributable to the company's shareholders (RMB)	663,522,871	6,783,884,807	6,802,218,487	-90.2%
Net profits attributable to the company's shareholders before non-recurring gains and losses (RMB)	-626,869,385	5,497,817,947	5,516,151,627	-111.36%
Net cash generated from operating activities (RMB)	9,016,635,743	13,895,714,157	13,895,714,157	-35.11%
Basic earnings per share (RMB/share)	0.0489	0.5026	0.5040	-90.30%
Diluted earnings per share (RMB/share)	0.0485	0.4835	0.4848	-90.00%
Weighted average return on equity (%)	1.71%	18.96 %	19.01%	Decreased by 17.3 percentage points year on year
	End of the Reporting Period	December 31, 2021		Change
		Before adjustment	After adjustment	After adjustment
Total assets (RMB)	330,356,529,181	308,733,133,305	308,987,970,915	6.92%
Owners' equity attributable to the company's shareholders (RMB)	39,024,099,358	43,034,234,611	43,103,580,799	-9.46%

Reasons for change in accounting policies and correction of accounting errors

In accordance with the *Interpretation No. 15 of the Accounting Standards for Business Enterprises* issued by the Ministry of Finance, the Company implemented related requirements and retroactively adjusted relevant items of the financial statements at the beginning of the year and the same period of the previous year. Such change in accounting policy has no material impact on the Company's financial position and operating results.

3. Total Number of Shareholders and Their Shareholdings

Unit: share

Total number of ordinary shareholders by the end of the reporting period	761,967	Total number of preference shareholders with resumed voting rights by the end of the reporting period (if any)	0			
Shareholding percentage of the top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage (%)	Number of shares held at the period-end	Number of shares held with selling restrictions	Shares in pledge, marked or frozen	
					status	Shares
Li Dongsheng and his acting-in-concert party	Domestic individual/Domestic general legal entity	8.26%	1,159,085,019	610,545,821	Put in pledge by Li Dongsheng	179,338,800
					Put in pledge by Jiutian Liancheng	238,620,000
Huizhou Investment Holding Co., Ltd.	State-owned legal entity	5.30%	743,139,840	0		
Wuhan Optics Valley Industrial Investment Co., Ltd.	State-owned legal entity	3.95%	554,770,496	0	Pledge	255,754,475
Hong Kong Securities Clearing Company Limited	Foreign legal entity	2.68%	376,447,862	0		
China Securities Finance Corporation Limited	Domestic general legal entity	2.66%	373,231,553	0		
Tibet Tianfeng Enterprise Management Co., Ltd.	Domestic general legal entity	1.54%	215,582,406	0		
TCL Technology Group Corporation - 2021 to 2023 Employee Stock Ownership Plan (Phase I)	Fund, wealth management product, etc.	0.81%	113,143,154	0		
Sinatay Life Insurance Co., Ltd. - Conventional Product	Fund, wealth management product, etc.	0.74%	104,190,172	0		
ICBC Credit Suisse Fund - Agricultural Bank of China - ICBC Credit Suisse China Securities Financial Asset Management Plan	Fund, wealth management product, etc.	0.53%	74,761,500	0		
Southern Asset Management - Agricultural Bank of China -	Fund, wealth management product, etc.	0.53%	74,761,500	0		

Southern China Securities Financial Asset Management Plan						
Note on the above shareholders' associations or concerted actions	Mr. Li Dongsheng and Ningbo Jiutian Liancheng Equity Investment Partnership (Limited Partnership) became persons acting in concert by signing the <i>Agreement on Concerted Action</i> , holding 1,159,085,019 shares in total and becoming the largest shareholder of the Company.					
Explanation on the top 10 shareholders participating in securities margin trading	1. Wuhan Optics Valley Industrial Investment Co., Ltd., a shareholder of the Company, conducted share-based securities lending business for "TCL Technology". At the end of the Reporting Period, 3,781,900 shares of securities were lent out. 2. Tibet Tianfeng Enterprise Management Co., Ltd., a shareholder of the Company, holds 117,343,814 shares through the general securities account, and holds 98,238,592 shares through the credit securities account, with a total of 215,582,406 shares actually held.					

4. Change of controlling shareholder or the actual controller

Change of the controlling shareholder in the Reporting Period:

Applicable Not applicable

No such cases in the Reporting Period.

Change of the actual controller in the Reporting Period:

Applicable Not applicable

No such cases in the Reporting Period.

5. Total number of shareholders holding preferred stocks and shareholdings of the top 10

Applicable Not applicable

During the Reporting Period, the Company did not have any preferred stock shareholder.

6. Existing bonds on the date of approval and disclosure of the interim report

Applicable Not applicable

(1) General information of bonds

Unit: RMB'0,000

Bond name	Abbr.	Bond Code	Date of issuance	Maturity	Outstanding balance	Coupon rate
TCL Corporation Corporate Bonds Publicly Offered in 2019 to Qualified Investors (Tranche 3)	19TCL03	112983	October 17, 2019	October 21, 2024	200,000	4.20%
TCL Corporation Corporate Bonds Publicly Offered in 2019 to Qualified Investors (Tranche 2)	19TCL02	112938	July 19, 2019	July 23, 2024	100,000	4.30%
TCL Corporation Corporate Bonds Publicly Offered in 2019 to Qualified Investors (Tranche 1)	19TCL01	112905	May 17, 2019	May 20, 2024	100,000	3.15%
TCL Corporation Corporate Bonds Publicly Offered in 2018 to Qualified Investors (Tranche 2)	18TCL02	112747	August 17, 2018	August 20, 2023	200,000	3.55%
TCL Corporation Corporate Bonds Publicly Offered in 2018 to Qualified Investors (Tranche 1)	18TCL01	112717	June 5, 2018	June 6, 2023	17,001.90	4.00%
TCL Corporation Corporate Bonds Publicly Offered in 2017 to Qualified Investors (Tranche 2)	17TCL02	112542	July 6, 2017	July 7, 2022	15,700	3.45%

(2) Financial indicators at the end of the Reporting Period

Item	End of the Reporting Period	December 31, 2021
Current ratio	1.03	1.08
Debt/asset ratio	63.9%	61.2%
Quick ratio	0.8	0.8
	H1 2022	H1 2021
Debt to EBITDA ratio	6.99%	10.70%

Interest coverage ratio	1.46	5.12
Cash coverage ratio	4.90	7.23
EBITDA coverage ratio	6.45	8.57
Debt repayment ratio	100%	100%
Interest payment ratio	100%	100%

III. Significant Events

During the Reporting Period, the Company did not have any significant changes in operation. See the *2022 Interim Report* for details.

TCL Technology Group Corporation
August 26, 2022