

Stock Code: 002493

Stock Abbreviation: Rongsheng Petrochemical

Announcement No.: 2023-078

## **Rongsheng Petrochemical Co., Ltd.**

### **2023 Third Quarterly Report**

**The Company and all members of the Board of Directors confirm that the information disclosed is true, accurate and complete, and has no false representations, misleading statements or material omissions.**

#### **Important notice:**

1. The Board of Directors, the Board of Supervisors and the directors, supervisors and senior management confirm that the contents in this quarterly report are true, accurate, and complete and have no false representations, misleading statements or material omissions, and they shall severally and jointly accept legal responsibility for such contents.

2. The chairman of the Company, the person in charge of the Company's accounting and the person in charge of the accounting firm (accounting officer), hereby make representations in respect of the truthfulness, accuracy and completeness of the financial statements in this quarterly report.

3. Whether the Third Quarterly Report has been audited

Yes No

## I. Key Financial Data

### (I) Key accounting data and financial indicators

Whether the Company needs to retroactively adjust or restate prior years' accounting data

Yes No

Reasons for retroactive adjustment or restatement

Changes in accounting policies

	Current reporting period	Same period last year		Increase/decrease in the current reporting period over the same period last year	Beginning of year to end of reporting period	Same period last year		Increase/decrease from the beginning of the year to the end of the reporting period over the same period last year
		Before adjustment	After adjustment	After adjustment		Before adjustment	After adjustment	After adjustment
Operating income (RMB)	84,522,027,833.53	77,490,635,849.75	77,490,635,849.75	9.07%	239,047,311,585.82	225,118,229,142.19	225,118,229,142.19	6.19%
Net profit attributable to shareholders of the listed company (RMB)	1,234,236,470.21	83,999,008.05	84,133,092.23	1,367.00%	107,602,853.66	5,450,590,408.39	5,451,017,607.72	-98.03%
Net profit attributable to shareholders of the listed company net of non-recurring gain and loss (RMB)	1,258,321,459.23	158,393,369.11	158,527,453.29	693.76%	-129,721,783.61	5,404,329,700.35	5,404,756,899.68	-102.40%
Net cash flow from operating activities (RMB)	—	—	—	—	-2,250,270,594.75	32,678,736,253.31	32,678,736,253.31	-106.89%
Basic earnings per share (RMB per share)	0.13	0.01	0.01	1,200.00%	0.01	0.54	0.54	-98.15%
Diluted earnings per share (RMB per share)	0.13	0.01	0.01	1,200.00%	0.01	0.54	0.54	-98.15%
Weighted average return on net assets	2.65%	0.26%	0.42%	2.23%	0.23%	10.86%	10.83%	-10.60%

	End of the reporting period	End of last year		Increase/decrease at the end of the reporting period over the end of last year
		Before adjustment	After adjustment	After adjustment
Total assets (RMB)	369,168,967,642.96	362,587,416,687.68	362,620,099,117.75	1.81%
Owner's equity attributable to shareholders of the listed company (RMB)	45,136,752,912.51	47,260,382,901.11	47,261,683,528.65	-4.50%

**Reasons for changes in accounting policies and correction of accounting errors**

Effective January 1, 2023, the Company implemented the provisions of *ASBE Interpretation No. 16*, "Accounting for Deferred Taxes on Assets and Liabilities Arising from Individual Transactions Not Subject to the Initial Recognition Exemption" issued by the Ministry of Finance of the People's Republic of China, and adjusted individual transactions subject to the provisions of *ASBE Interpretation No. 16* for those transactions occurring between the beginning of the earliest period of the financial statements in which the provisions of *ASBE Interpretation No. 16* were first implemented and the date of the first implementation of *ASBE Interpretation No. 16*. For lease liabilities and right-of-use assets recognized at the beginning of the earliest period for the presentation of financial statements in which the provisions were first implemented that gave rise to taxable temporary differences and deductible temporary differences as a result of a single transaction to which the provisions apply, the cumulative effect was adjusted to retained earnings at the beginning of the earliest period for which the financial statements were presented, as well as to other relevant financial statement items in accordance with the provisions of *ASBE No. 18*, "Accounting for Income Taxes". These changes in accounting policy affected the Company's balance sheet items at the end of the previous year: deferred tax assets affected were RMB32,682,430.07, deferred tax liabilities affected were RMB31,381,802.53, undistributed earnings affected were RMB1,300,627.54; and the income statement items of January-September 2022: income tax expenses affected were RMB427,199.33.

**(II) Items and amounts of non-recurring gain and loss**

Unit: RMB

Item	Amount in the current reporting period	Amount from the beginning of the year to the end of the reporting period
Gains or losses on disposal of non-current assets (including the part written-off with provision for asset impairment accrued)	-6,004,790.47	3,771,329.84
Government grants recognized in current gain and loss (excluding grants entitled to in quota or ration according to certain criteria under national policies and which are closely relevant to the Company's normal business operations)	10,025,581.48	110,976,747.24
Fund possession cost included in current gain and loss charged to non-financial enterprises	50,339.62	149,377.35
Except for effective hedging business related to the normal business operations of the Company, changes in gains and losses of fair value arising from trading financial assets, trading financial liabilities, investment income obtained from disposal of trading financial assets, trading financial li	40,331,782.59	360,760,352.94

abilities and available-for-sale financial assets		
Other non-operating revenues and expenditures except for the aforementioned items	-9,983,734.46	-8,794,213.21
Other profit/loss items falling within the definition of non-recurring gain or loss		3,709,266.29
Less: Affected amount of income tax	-7,643,151.15	16,175,648.06
Affected amount of minority shareholders' equity (after tax)	66,147,318.93	217,072,575.12
Total	-24,084,989.02	237,324,637.27

Other gain/loss items falling within the definition of non-recurring gain or loss:

Applicable Not applicable

The Company has no other gain/loss items falling within the definition of non-recurring gain or loss.

Explanation of the circumstances in which the non-recurring gain and loss items listed in the *Explanatory Announcement No. 1 on Information Disclosure of Companies Publicly Issuing Securities-Non-recurring Gains and Losses* are defined as recurring gains and losses.

Applicable Not applicable

The Company has no explanation of the circumstances in which the non-recurring gain and loss items listed in the *Explanatory Announcement No. 1 on Information Disclosure of Companies Publicly Issuing Securities-Non-recurring Gains and Losses* are defined as recurring gains and losses.

### (III) Changes in key accounting data and financial indicators and reasons thereof

Balance sheet items	Ending balance in the reporting period (RMB 10,000)	Ending balance of the previous year (RMB 10,000)	Variations	Reasons for change
Trading financial assets	45,866.28	18,828.34	143.60%	Mainly due to the increase in floating income from the futures business in the current period
Accounts receivable	338,572.91	712,801.10	-52.50%	Mainly due to payments received in the current period for goods delivered at the end of the previous period
Other current assets	397,585.32	246,768.14	61.12%	Mainly due to an increase in the amount pending deduct VAT on purchase
Construction in progress	3,654,669.69	2,613,515.76	39.84%	Mainly due to the increase in investment in construction projects of the subsidiary ZPC in the current period
Other non-current assets	418,172.57	320,615.22	30.43%	Mainly due to the increase in prepayments for land in the current period
Short term loan	5,498,293.21	2,636,955.24	108.51%	Mainly due to increase in short-term bank borrowings in the current period
Accounts payable	3,261,476.00	6,907,936.70	-52.79%	Mainly due to the increase in payment for raw materials at the end of the previous period
Contract liabilities	495,479.40	373,426.24	32.68%	Mainly due to the increase in advance receipts at the end of the current period
Taxes payable	53,104.57	146,334.11	-63.71%	Mainly due to the decrease in unpaid taxes at the end of the

				current period
Other payables	1,290,016.30	347,260.47	271.48%	Mainly due to the increase in the Company's accounts payable at the end of the period
<b>Income statement items</b>	<b>Beginning of year to end of reporting period (RMB 10,000)</b>	<b>Same period last year (RMB 10,000)</b>	<b>Variations</b>	<b>Reasons for change</b>
Taxes and surcharges	1,669,142.44	1,194,715.18	39.71%	Mainly due to the increase in consumption tax of subsidiary ZPC
R&D expenses	616,618.29	333,910.79	84.67%	Mainly due to increased investment in R&D expenses of subsidiary ZPC
Financial expenses	583,892.99	386,084.81	51.23%	Mainly due to the increase in interest expenses in the current period
Gain from change in fair value	37,821.66	3,612.38	947.00%	Mainly due to the increase in floating income from the futures business in the current period
Other income	11,468.60	7,576.96	51.36%	Mainly due to the increase in government subsidies received in the current period
Investment income	17,451.06	46,068.88	-62.12%	Mainly due to the decrease in gain on closure of futures positions in the current period
Income tax expenses	-72,197.79	242,337.11	-129.79%	Mainly due to the decrease in income tax expense as a result of the decrease in total profit compared with the same period last year
<b>Cash flow statement items</b>	<b>Beginning of year to end of reporting period (RMB 10,000)</b>	<b>Same period last year (RMB 10,000)</b>	<b>Variations</b>	<b>Reasons for change</b>
Net cash flow from operating activities	-225,027.06	3,267,873.63	-106.89%	Mainly due to the increase of cash payment for raw materials purchased in the current period
Net cash flow from financing activities	3,879,726.59	-682,756.36	668.24%	Mainly due to the increase of new bank borrowings year-on-year during the period

## II. Shareholders' Information

### (I) Total number of ordinary shareholders and number of preferred shareholders with voting rights restored and top ten shareholders' shareholdings

Unit: share

<b>Total number of ordinary shareholders at the end of the reporting period</b>	105,479	<b>Total number of preferred shareholders with restored voting rights at the end of the reporting period</b>	0		
<b>Shareholdings of the top 10 shareholders</b>					
<b>Name of shareholder</b>	<b>Nature of shareholder</b>	<b>Shareholding ratio</b>	<b>Number of shares held</b>	<b>Number of shares held sub</b>	<b>Pledge, marking or freezing</b>

				ject to sales r estrictions	Status of s hares	Number
Zhejiang Rongsheng Holding Group Co., Ltd.	Domestic non-state-owned legal person	51.46%	5,210,237,480			
Aramco Overseas Company B.V.	Foreign legal person	10.00%	1,012,552,501			
Li Shuirong	Domestic natural person	6.35%	643,275,000	482,456,250		
Hong Kong Securities Clearing Company Limited	Foreign legal person	1.45%	146,336,582			
Li Guoqing	Domestic natural person	0.95%	96,525,000	72,393,750		
Xu Yuejuan	Domestic natural person	0.95%	96,525,000			
Li Yongqing	Domestic natural person	0.95%	96,525,000	72,393,750		
China Construction Bank Co., Ltd. - GF Technology Pioneer Hybrid Securities Investment Fund	Others	0.65%	66,188,935			
Horizon Asset - Huaneng Trust - Jia yue No. 7 Single Fund Trust - Horizon Asset Huixin No. 43 Single Asset Management Plan	Others	0.54%	55,148,287			
Huaneng Guicheng Trust Corporation Limited - Huaneng Trust - Rong yue Weicheng Pooled Fund Trust Plan	Others	0.49%	50,078,500			

**Shareholdings of the top 10 shareholders not subject to sales restrictions**

Name of shareholder	Number of shares held without sales restrictions	Class and number of shares	
		Class of shares	Number
Zhejiang Rongsheng Holding Group Co., Ltd.	5,210,237,480	RMB ordinary shares	5,210,237,480
Aramco Overseas Company B.V.	1,012,552,501	RMB ordinary shares	1,012,552,501
Li Shuirong	160,818,750	RMB ordinary shares	160,818,750
Hong Kong Securities Clearing Company Limited	146,336,582	RMB ordinary shares	146,336,582
Xu Yuejuan	96,525,000	RMB ordinary shares	96,525,000
China Construction Bank Co., Ltd. - GF Technology Pioneer Hybrid Securities Investment Fund	66,188,935	RMB ordinary shares	66,188,935

d		s	
Horizon Asset - Huaneng Trust · Jiayue No. 7 Single Fund Trust - Horizon Asset Huixin No. 43 Single Asset Management Plan	55,148,287	RMB ordinary shares	55,148,287
Huaneng Guicheng Trust Corporation Limited - Huaneng Trust · Rongyue Weicheng Pooled Fund Trust Plan	50,078,500	RMB ordinary shares	50,078,500
Ni Xincan	47,925,000	RMB ordinary shares	47,925,000
Industrial and Commercial Bank of China Co., Ltd. - Guangfa Shuangqing Upgrade Hybrid Securities Investment Fund	38,972,360	RMB ordinary shares	38,972,360
Explanation of the relationship or concerted action among the above shareholders	Among the top 10 shareholders, Zhejiang Rongsheng Holding Group Co., Ltd. is the controlling shareholder of the Company, Li Yongqing and Li Guoqing are nephews of Li Shuirong, Chairman of the Board of Directors of Zhejiang Rongsheng Holding Group Co., Ltd., Xu Yuejuan is sister-in-law of Li Shuirong, and Ni Xincan is the brother-in-law of Li Shuirong, forming associated relationships. In addition to the above associated relationships, the Company has no knowledge of whether other shareholders are related to each other or act in concert.		
Explanation of the top 10 shareholders' participation in securities margin trading	Zhejiang Rongsheng Holding Group Co., Ltd. holds 5,190,237,480 shares through an ordinary account and 20,000,000 shares through a credit account.		

Note: Among the top 10 shareholders, Rongsheng Petrochemical Co., Ltd. held 359,376,623 shares in its special securities account for repurchase, accounting for 3.55% of the Company's total share capital.

## (II) The total number of preferred shareholders of the Company and the shareholdings of the top 10 preferred shareholders

Applicable  Not applicable

## III. Other Important Matters

Applicable  Not applicable

## IV. Quarterly Financial Statements

### (I) Financial statements

#### 1. Consolidated balance sheet

Prepared by: Rongsheng Petrochemical Co., Ltd.

September 30, 2023

Unit: RMB

Item	September 30, 2023	January 01, 2023
Current assets:		

Monetary fund	32,081,621,245.49	18,238,774,380.21
Settlement provision		
Lending funds		
Trading financial assets	458,662,767.21	188,283,362.49
Derivative financial assets		
Notes receivable		
Accounts receivable	3,385,729,084.83	7,128,011,047.03
Accounts receivable financing	223,749,523.59	187,298,909.35
Advance payment	2,918,119,017.22	2,558,120,124.99
Premium receivables		
Reinsurance receivables		
Reinsurance contract reserves receivables		
Other receivables	4,406,319,039.54	4,262,221,292.97
Including: Interest receivables		
Dividends receivables		
Redemptory monetary capital for sale		
Inventory	49,916,734,979.86	60,689,909,793.94
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	3,975,853,205.06	2,467,681,369.50
Total current assets	97,366,788,862.80	95,720,300,280.48
Non-current assets:		
Loans and advances		
Creditors investment		
Other creditors investment		
Long-term receivables		
Long-term equity investment	9,014,271,450.64	8,733,329,806.35
Investment in other equity instruments		
Other non-current financial assets		
Investment real estate	10,463,436.10	10,667,020.60
Fixed assets	213,290,457,684.58	222,161,110,736.65
Construction in progress	36,546,696,943.65	26,135,157,629.45
Productive biological assets		
Oil & gas assets		



Right-of-use assets	208,616,690.50	225,606,768.34
Intangible assets	7,148,387,558.83	5,997,771,881.12
Development expenses		
Goodwill		
Long-term deferred expense	7,188,848.52	117,159.13
Deferred income tax assets	1,394,370,451.52	429,885,619.21
Other non-current assets	4,181,725,715.82	3,206,152,216.42
Total non-current assets	271,802,178,780.16	266,899,798,837.27
Total assets	369,168,967,642.96	362,620,099,117.75
Current liabilities:		
Short term loan	54,982,932,089.98	26,369,552,400.50
Borrowings from the central bank		
Borrowing funds		
Trading financial liabilities	553,088,776.23	588,769,711.55
Derivative financial liabilities		
Notes payable	3,882,136,048.98	3,408,800,462.03
Accounts payable	32,614,760,009.07	69,079,366,976.43
Advance collections		
Contract liabilities	4,954,793,957.20	3,734,262,391.81
Financial assets sold for buyback		
Deposits from customers and interbank		
Funds from securities trading agency		
Funds from securities underwriting agency		
Payroll payable	904,501,900.24	1,022,711,102.12
Taxes payable	531,045,745.10	1,463,341,122.44
Other payables	12,900,162,966.70	3,472,604,671.47
Including: Interests payable		
Dividends payable	108,000,000.00	108,000,000.00
Handling charges and commissions payable		
Reinsurance payable		
Held-for-sale liabilities		
Non-current liabilities due within one year	23,219,419,410.46	20,461,387,778.93
Other current liabilities	632,658,464.37	458,588,848.28

Total current liabilities	135,175,499,368.33	130,059,385,465.56
Non-current liabilities:		
Insurance contract reserves		
Long-term loan	134,611,263,736.41	130,962,386,969.29
Bonds payable	2,018,063,786.57	2,034,827,122.23
Including: Preferred share		
Perpetual bond		
Lease liabilities	198,570,773.97	213,400,396.45
Long-term payables		
Long-term payroll payable		
Estimated liabilities		
Deferred income	163,574,375.96	195,662,553.73
Deferred income tax liabilities	1,967,723,814.22	1,987,353,203.65
Other non-current liabilities		
Total non-current liabilities	138,959,196,487.13	135,393,630,245.35
Total liabilities	274,134,695,855.46	265,453,015,710.91
Owner's equity:		
Share capital	10,125,525,000.00	10,125,525,000.00
Other equity instruments		
Including: Preferred share		
Perpetual bond		
Capital reserve	10,824,600,655.51	10,822,594,513.39
Less: Treasury stock	4,905,115,376.02	3,978,202,364.65
Other comprehensive income	308,193,365.36	139,462,613.71
Special reserves		
Surplus reserves	886,470,394.72	886,470,394.72
Generic risk reserves		
Undistributed profits	27,897,078,872.94	29,265,833,371.48
Total owner's equity attributable to the parent company	45,136,752,912.51	47,261,683,528.65
Minority equity	49,897,518,874.99	49,905,399,878.19
Total owner's equity	95,034,271,787.50	97,167,083,406.84
Total liabilities and owner's equity	369,168,967,642.96	362,620,099,117.75

 Legal representative: Li Shuirong  
 Zhang Shaoying

Person in charge of accounting: Wang Yafang

Person in charge of the accounting firm:

**2. Consolidated statement of income from the beginning of the year to the end of the reporting period**

Unit: RMB

Item	Current amount incurred	Amount incurred in the previous period
I. Gross operating income	239,047,311,585.82	225,118,229,142.19
Including: operating income	239,047,311,585.82	225,118,229,142.19
Interest income		
Earned premium		
Handling charge and commission income		
II. Gross operating costs	240,281,225,603.42	213,192,244,951.17
Including: Operating costs	210,858,895,446.59	193,313,275,814.36
Interest expense		
Handling charge and commission expenses		
Surrender value		
Net payments for insurance claims		
Net appropriation of reserves for insurance liability		
Policy dividend payment		
Reinsurance costs		
Taxes and surcharges	16,691,424,365.90	11,947,151,801.48
Selling expenses	128,848,238.16	139,586,393.79
Administrative expenses	596,944,694.44	592,274,999.71
R&D expenses	6,166,182,914.40	3,339,107,872.94
Financial expenses	5,838,929,943.93	3,860,848,068.89
Including: Interest expenses	5,473,478,558.95	3,128,729,264.69
Interest income	334,625,288.00	461,229,832.50
Add: Other income	114,686,013.53	75,769,623.13
Investment income (losses expressed with “-”)	174,510,647.68	460,688,805.47
Including: return on investment in associated enterprises and joint ventures	293,441,068.40	600,166,959.04
Gains on derecognition of financial assets measured at amortized cost		
Exchange gains (losses expressed with “-”)		
Net exposure hedging gains (losses expressed with “-”)		
Gains on changes in fair value (losses expressed with “-”)	378,216,565.59	36,123,840.89
Credit impairment loss (losses expressed with “-”)	-24,948,118.42	-35,415,297.67
Loss on assets impairment (losses marked with “-”)	-57,719,683.02	-5,807,178.54

Gains on disposal of assets (losses expressed with “-”)	3,771,329.84	-13,729,695.91
III. Operating profit (losses expressed with “-”)	-645,397,262.40	12,443,614,288.39
Add: non-operating income	2,330,318.67	5,053,932.35
Less: non-operating expenses	11,124,531.88	10,241,611.13
IV. Total profits (total losses expressed with “-”)	-654,191,475.61	12,438,426,609.61
Less: income tax expenses	-721,977,896.97	2,423,371,067.11
V. Net profit (net losses expressed with “-”)	67,786,421.36	10,015,055,542.50
(I) By business continuity		
1. Net profit from going concern (net losses expressed with “-”)	67,786,421.36	10,015,055,542.50
2. Net profit from discontinued operations (net losses expressed with “-”)		
(II) By ownership		
1. Net profit attributable to shareholders of the parent company	107,602,853.66	5,451,017,607.72
2. Minority interest income (net losses expressed with “-”)	-39,816,432.30	4,564,037,934.78
VI. Other comprehensive income, net of tax	171,255,461.92	242,596,662.15
After-tax net of other comprehensive income attributable to the owners of parent company	168,730,751.65	216,480,612.22
(I) Other comprehensive income which may not be reclassified to gain and loss		
1. Re-measurement of changes in defined benefit plans		
2. Other comprehensive income which may not be transferred to gain and loss under the equity method		
3. Changes in fair value of investment in other equity instruments		
4. Changes in fair value of the credit risk of the Company		
5. Others		
(II) Other comprehensive income which may be reclassified to gain and loss	168,730,751.65	216,480,612.22
1. Other comprehensive income which may be transferred to gain and loss under the equity method	-23,736,734.91	-10,473,612.44
2. Changes in fair value of other creditors investment		
3. Amount of financial assets reclassified into other comprehensive income		
4. Provision for credit impairment of other creditors investments		
5. Cash flow hedging reserves		
6. Difference in translation of foreign currency financial s	192,467,486.56	226,954,224.66

tatements		
7. Others		
Other comprehensive income attributable to minority shareholders, net of tax	2,524,710.27	26,116,049.93
VII. Total comprehensive income	239,041,883.28	10,257,652,204.65
(I) Total comprehensive income attributable to owners of the parent company	276,333,605.31	5,667,498,219.94
(II) Total comprehensive income attributable to minority shareholders	-37,291,722.03	4,590,153,984.71
VIII. Earnings per share:		
(I) Basic earnings per share	0.01	0.54
(II) Diluted earnings per share	0.01	0.54

Legal representative: Li Shuirong      Person in charge of accounting: Wang Yafang      Person in charge of the accounting firm: Zhang Shaoying

### 3. Consolidated statement of cash flows from the beginning of the year to the end of the reporting period

Unit: RMB

Item	Current amount incurred	Amount incurred in the previous period
I. Cash flow from operating activities:		
Cash received from sales of goods or rendering of services	274,866,301,259.77	248,694,540,796.43
Net increase in deposits from customers and other banks		
Net increase in borrowings from the central bank		
Net increase in loans from other financial institutions		
Cash received from receiving insurance premium of original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits and investment of the insured		
Cash received from interests, handling charges and commissions		
Net increase in borrowing funds		
Net increase in repurchase business capital		
Net cash received from securities trading agency		
Refunds of taxes and levies	5,648,797,165.48	5,060,515,589.67
Cash received relating to other operating activities	4,915,402,756.91	3,043,963,006.22
Subtotal of cash inflows for operating activities	285,430,501,182.16	256,799,019,392.32
Cash paid for goods purchased and services received	262,355,709,952.97	201,349,467,679.76
Net increase in loans and advances to customers		

Net increase in deposits with the central bank and other banks		
Cash paid for claims under original insurance contracts		
Net increase in lending funds		
Cash paid for interests, handling charges and commissions		
Cash paid for policy dividends		
Cash paid to and on behalf of employees	3,038,294,442.60	2,919,500,339.76
Payments of all types of taxes	18,354,569,355.34	16,198,557,251.28
Cash paid relating to other operating activities	3,932,198,026.00	3,652,757,868.21
Subtotal of cash outflows from operating activities	287,680,771,776.91	224,120,283,139.01
Net cash flow from operating activities	-2,250,270,594.75	32,678,736,253.31
II. Cash flows from investing activities:		
Cash received from investment recovery	2,126,232,888.36	2,660,695,694.83
Cash received from the return on investment	39,812,378.80	480,589,828.49
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	26,760,909.35	123,400,606.02
Net cash received from the disposal of subsidiaries and other business units	18,698,663.16	
Cash received relating to other investing activities	334,509,631.18	225,710,951.51
Subtotal of cash inflows from investing activities	2,546,014,470.85	3,490,397,080.85
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	21,535,470,579.16	23,415,517,801.61
Cash paid for investments	2,068,508,327.57	2,732,116,478.41
Net increase in pledge loans		
Net cash paid for acquisition of subsidiaries and other business units		
Cash paid relating to other investing activities	239,472,399.55	322,541,927.74
Subtotal of cash outflows from investing activities	23,843,451,306.28	26,470,176,207.76
Net cash flow from investment activities	-21,297,436,835.43	-22,979,779,126.91
III. Cash flow from financing activities:		
Cash received from absorption of investment	28,199,000.00	2,498,660,000.00
Including: cash received by subsidiaries from investments of minority shareholders		2,498,660,000.00
Cash received from borrowings	107,937,870,424.39	61,613,710,671.32
Cash received relating to other financing activities	18,669,000,000.00	6,708,000,000.00
Subtotal of cash inflows from financing activities	126,635,069,424.39	70,820,370,671.32
Cash paid for repayment of debts	72,204,310,393.23	61,338,880,837.25
Cash paid for distribution of dividends and profits or payment	7,575,972,648.95	9,647,621,933.97

of interests		
Including: dividends or profits paid by subsidiaries to minority shareholders		2,529,500,000.00
Cash paid relating to other financing activities	8,057,520,433.04	6,661,431,451.50
Subtotal of cash outflows from financing activities	87,837,803,475.22	77,647,934,222.72
Net cash flow from financing activities	38,797,265,949.17	-6,827,563,551.40
IV. Effect of change in exchange rate on cash and cash equivalents	-289,373,874.63	-609,952,794.76
V. Net increase in cash and cash equivalents	14,960,184,644.36	2,261,440,780.24
Add: opening balance of cash and cash equivalents	15,459,279,803.77	14,338,837,644.67
VI. Ending balance of cash and cash equivalents	30,419,464,448.13	16,600,278,424.91

## (II) Financial statements related to adjustments to items at the beginning of the year of first-time implementation of new accounting standards from 2023 onwards

Items	December 31, 2022		
	Before adjustment	After adjustment	Variations
Balancesheet items			
Deferred income tax assets	397,203,189.14	429,885,619.21	32,682,430.07
Deferred income tax liabilities	1,955,971,401.12	1,987,353,203.65	31,381,802.53
Undistributed profits	29,264,532,743.94	29,265,833,371.48	1,300,627.54

## (III) Audit report

Whether the Third Quarterly Report has been audited

Yes  No

The Third Quarterly Report of the Company has not been audited.

Board of Directors of Rongsheng Petrochemical Co., Ltd.

October 25, 2023