

## BALANCE SHEET

[English Translation for Reference Only]

Company: Shanghai Hitec Plastics Co., Ltd.

Currency: RMB

Items	Note VI	2024.12.31	2023.12.31
<b>CURRENT ASSETS:</b>			
Cash and cash equivalents	1	115,768,121.27	57,769,215.84
Short-term investments			
Notes receivable	2	6,346,000.00	10,700,000.00
Dividends receivable			
Interest receivable		97,874.99	
Accounts receivable	3	59,413,688.04	36,167,650.40
Other receivables	4	5,202,737.86	208,417.86
Prepayments		2,148,653.49	1,627,744.57
Cover deficit by state subsidi			
Inventories	5	98,509,220.19	127,226,508.60
Deferred expense		609,795.34	889,692.24
Non-current assets due within one year			
Other current assets	6	12,297,119.59	11,587,281.39
<b>TOTAL CURRENT ASSETS</b>		<b>300,393,210.77</b>	<b>246,176,510.90</b>
<b>LONG-TERM INVESTMENTS:</b>			
Long-term equity investments	7	202,749,384.14	200,584,573.79
Long-term bond investments			
<b>TOTAL LONG-TERM INVESTMENTS</b>		<b>202,749,384.14</b>	<b>200,584,573.79</b>
<b>FIXED ASSETS:</b>			
Fixed assets - Cost	8	249,626,136.29	246,142,934.93
Less: Accumulated depreciation	8	139,379,915.43	130,595,199.25
Fixed assets - Net book value	8	110,246,220.86	115,547,735.68
Less: Impairment			
Fixed assets - Net carrying value	8	110,246,220.86	115,547,735.68
Materials held for construction of fixed assets			
Construction in progress	9	5,194,293.86	2,358,390.37
Fixed assets pending for disposal			
<b>TOTAL FIXED ASSETS:</b>		<b>115,440,514.72</b>	<b>117,906,126.05</b>
<b>INTANGIBLE ASSETS AND OTHER ASSETS:</b>			
Intangible assets	10	5,495,264.20	5,703,596.81
Long-term deferred expenses			
Other non-current assets			
<b>TOTAL INTANGIBLE ASSETS AND OTHER ASSETS:</b>		<b>5,495,264.20</b>	<b>5,703,596.81</b>
<b>DEFERRED TAX:</b>			
Deferred tax assets			
<b>TOTAL ASSETS</b>		<b>624,078,373.83</b>	<b>570,370,807.55</b>

## BALANCE SHEET (CONTINUED)

[English Translation for Reference Only]

Company: Shanghai Hitec Plastics Co., Ltd.

Currency: RMB

Items	Note VI	2024.12.31	2023.12.31
<b>CURRENT LIABILITIES:</b>			
Short-term loans			
Notes payable			
Accounts payable	11	23,456,511.23	15,790,223.41
Advance from customers		2,042,960.95	1,580,780.85
Salaries payable			
Employee benefits payable			
Dividends payable			
Interest payable			
Tax payable	12	4,729,872.36	79,628.47
Other payable to government			
Other payables		883,867.70	1,655,059.81
Accrual expenses		854,786.59	2,130,583.67
Provisions			
Deferred income			
Non-current liabilities due within one year			
Other current liabilities			
<b>TOTAL CURRENT LIABILITIES</b>		<b>31,967,998.83</b>	<b>21,236,276.21</b>
<b>NON-CURRENT LIABILITIES:</b>			
Long-term loans			
Bonds payable			
Long-term payables			
Specific accounts payable			
Provisions			
<b>TOTAL NON-CURRENT LIABILITIES</b>			
<b>DEFERRED TAX:</b>			
Deferred tax liabilities			
<b>TOTAL LIABILITIES</b>		<b>31,967,998.83</b>	<b>21,236,276.21</b>
<b>OWNER'S EQUITY:</b>			
Paid-in capital	13	73,472,572.94	73,472,572.94
Less: investment returned			
Net capital	13	73,472,572.94	73,472,572.94
Capital reserves			
Surplus reserves	14	40,534,884.00	40,534,884.00
Retained earnings	15	478,102,918.06	435,127,074.40
<b>TOTAL OWNER'S EQUITY</b>		<b>592,110,375.00</b>	<b>549,134,531.34</b>
<b>TOTAL LIABILITIES AND OWNER'S EQUITY</b>		<b>624,078,373.83</b>	<b>570,370,807.55</b>

Legal representative: Jiang Tao    Person in charge of accounting function: Peng zhaohui    Person in charge of accounting department: Peng zhaohui

## INCOME STATEMENT

[English Translation for Reference Only]

Company: Shanghai Hitec Plastics Co., Ltd.

Currency: RMB

Items	Note VI	2024	2023
<b>REVENUE FROM MAIN OPERATIONS</b>	16	454,454,985.88	478,463,367.66
Less: operating cost from main operations	16	356,798,033.37	385,674,505.10
Sales tax and surcharges		1,156,850.09	1,155,303.26
<b>PROFIT FROM MAIN OPERATIONS</b>		<b>96,500,102.42</b>	<b>91,633,559.30</b>
Plus: profit from other business	17	8,289,130.19	5,626,073.77
Less: Selling expenses		20,737,219.14	17,368,150.12
General and administrative expenses		15,095,456.22	16,275,999.28
Finance expenses ("- " for income)	18	-1,893,271.71	-4,018,086.04
<b>PROFIT FROM OPERATIONS ("- " FOR LOSSES)</b>		<b>70,849,828.96</b>	<b>67,633,569.71</b>
Adds: Investment income ("- " for losses)	19	2,164,810.35	7,076,770.00
Allowance			
Non-operating income	20	832,323.68	573,495.77
Less: Non-operating expenses	21	577,949.77	107,320.71
<b>PROFIT BEFORE TAX ("- " FOR LOSSES)</b>		<b>73,269,013.22</b>	<b>75,176,514.77</b>
Less: Income tax expenses	22	18,293,169.56	17,480,057.67
<b>NET PROFIT FOR THE YEAR ("- " FOR LOSSES)</b>		<b>54,975,843.66</b>	<b>57,696,457.10</b>

### Supplementary Information:

Projects	Note	2024	2023
1. Gain on sale and disposal of a business segment or an investee enterprise			
2. Losses arising from natural disasters			
3. Increase/(decrease) in total profit due to [a] change(s) in accounting policy			
4. Increase/(decrease) in total profit due to a change in accounting estimate			
5. Losses arising from natural disasters			
6. Others			

Legal representative: Jiang Tao    Person in charge of accounting function: Peng zhaohui    Person in charge of accounting department: Peng zhaohui

## CASH FLOWS STATEMENT

[English Translation for Reference Only]

Company: Shanghai Hitec Plastics Co., Ltd.

Currency: RMB

Items	Note	2024	2023
<b>Cash Flows from Operating Activities:</b>			
Cash received from sales of goods or rendering of services		484,946,023.36	493,954,269.73
Refunds of taxes			
Other cash received relating to operating activities		1,921,700.84	1,351,330.94
<b>Sub-total of cash inflows from operating activities</b>		<b>486,867,724.20</b>	<b>495,305,600.67</b>
Cash paid for goods and services		336,059,946.48	399,327,026.06
Cash paid to and on behalf of employees		26,941,858.84	27,911,357.69
Tax payments		14,799,775.76	24,204,171.09
Other cash paid relating to operating activities		28,002,856.65	21,097,353.06
<b>Sub-total of cash outflows from operating activities</b>		<b>405,804,437.73</b>	<b>472,539,907.90</b>
<b>Net Cash Flows from Operating Activities</b>		<b>81,063,286.47</b>	<b>22,765,692.77</b>
<b>Cash Flows from Investing Activities:</b>			
Cash received from disposal of investments			
Cash received from return on investments			
Cash received from disposal of fixed assets, intangible assets and other long-term assets		203,142.00	495,930.63
Other cash receipts relating to investing activities			4,621,270.90
<b>Sub-total of cash inflows from investing activities</b>		<b>203,142.00</b>	<b>5,117,201.53</b>
Cash paid to acquire fixed assets, intangible assets and other long-term assets		7,204,143.50	27,533,059.30
Cash paid to acquire investment			
Other cash paid relating to investing activities		5,000,000.00	5,000,000.00
<b>Sub-total of cash outflows from investing activities</b>		<b>12,204,143.50</b>	<b>32,533,059.30</b>
<b>Net Cash Flows used in Investing Activities</b>		<b>-12,001,001.50</b>	<b>-27,415,857.77</b>
<b>Cash Flows from Financing Activities:</b>			
Cash received from capital contributions			
Cash received from borrowings			
Other cash receipts relating to financing activities			
<b>Sub-total of cash inflows from financing activities</b>			
Repayments of borrowings			10,000,000.00
Dividends paid, profit distributed or interest paid		12,000,000.00	148,027.78
Other cash payments relating to financing activities			
<b>Sub-total of cash outflows from financing activities</b>		<b>12,000,000.00</b>	<b>10,148,027.78</b>
<b>Net Cash Flows used in Financing Activities</b>		<b>-12,000,000.00</b>	<b>-10,148,027.78</b>
<b>Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents</b>		<b>936,620.46</b>	<b>713,182.14</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>		<b>57,998,905.43</b>	<b>-14,085,010.64</b>

Legal representative: Jiang Tao    Person in charge of accounting function: Peng zhaohui    Person in charge of accounting department: Peng zhaohui



## CASH FLOWS STATEMENT-SUPPLEMENTARY INFORMATION

[English Translation for Reference Only]

Company: Shanghai Hitec Plastics Co., Ltd.

Currency: RMB

Items	Note	2024	2023
<b>1. Reconciliation of net profit to cash flows from operating activities</b>			
<b>Net profit</b>		<b>54,975,843.66</b>	<b>57,696,457.10</b>
Add: Impairment for assets		-91,794.08	465,509.90
Depreciation expense of fixed asset		8,844,019.14	7,617,900.09
Amortization expense of intangible assets		910,892.61	807,085.75
Amortization of long-term deferred expense			
Deferred expense decrease ("-" for increase)		279,896.90	332,023.42
Accrual expenses increase ("-" for decrease)		-1,275,797.08	245,692.52
Losses from disposal of fixed assets, intangible assets and other long-term assets ("-" for gains)		-79,966.31	-57,689.63
Losses from fixed assets scrap			
Financial expense		-1,028,955.36	-1,547,771.03
Losses from investment ("-" for increase)		-2,164,810.35	-7,076,770.00
Deferred tax liability ("-" for DTA)			
Inventories decrease ("-" for increase)		28,809,082.49	-5,792,321.75
Receivables for operating projects decrease ("-" for increase)		-19,407,266.56	8,255,916.44
Payables for operating projects increase ("-" for decrease)		11,292,141.41	-38,180,340.04
Others			
<b>Net cashflow from operating activities :</b>		<b>81,063,286.47</b>	<b>22,765,692.77</b>
<b>2. Investing and financing activities not involving cash flows</b>			
Convert liabilities to capital			
Convertible corporate bonds due within one year			
Fixed assets from financing lease			
<b>3. Net increase (decrease) in cash and cash equivalents</b>			
Closing balance of cash		115,768,121.27	57,769,215.84
Less: Opening balance of cash		57,769,215.84	71,854,226.48
Add: Closing balance of cash equivalents			
Less: Opening balance of cash equivalents			
<b>Net increase of cash and cash equivalents</b>		<b>57,998,905.43</b>	<b>-14,085,010.64</b>

Legal representative: Jiang Tao    Person in charge of accounting function: Peng zhaohui    Person in charge of accounting department: Peng zhaohui

# Statement of Changes in Shareholders' Equity

Company: Shanghai Hitec Plastics Co., Ltd.		Year ended 31/12/2024						[English Translation for Reference Only] Currency: RMB	
Item	Share capital	Capital reserve	Less: treasury shares	Specific reserve	Surplus reserve	Retained earnings	Others	Total	
<b>I. Balance at the end of last year</b> Add: Changes in accounting policies Correction of prior period errors Others	73,472,572.94				40,534,884.00	435,127,074.40		549,134,531.34	
<b>II. Balance at the beginning of the year</b>	73,472,572.94				40,534,884.00	435,127,074.40		549,134,531.34	
<b>III. Changes in equity during the year( "- "for decrease)</b>						42,975,843.66		42,975,843.66	
(I) Net profit						54,975,843.66		54,975,843.66	
(II) Other comprehensive income									
<b>Total comprehensive income</b>						54,975,843.66		54,975,843.66	
(III) Shareholders' contributions and decrease of capital									
1. Contribution by ordinary shareholders									
2. Equity settled share-based payments									
3. Others									
(IV) Appropriation of profits									
1. Appropriation for surplus reserves									
2. Distributions to shareholders									
(V) Appropriations of profits									
1. Appropriations to surplus reserves									
Including: Statutory reserves									
Discretionary reserves									
Reserved funds									
Enterprise development funds									
Profit to be returned to investors									
2. Appropriations to investors									
3. Others									
(VI) Transfer within equity( "- "for decrease)									
1. Share capital increased by capital reserves transfer									
2. Share capital increased by surplus reserves transfer									
3. Transfer of surplus reserve to offset losses									
4. Others									
<b>IV. Balance at the end of the year</b>	73,472,572.94				40,534,884.00	478,102,918.06		592,110,375.00	

Legal representative: Jiang Tao    Person in charge of accounting function: Peng zhaohui    Person in charge of accounting department: Peng zhaohui

# Statement of Changes in Shareholders' Equity (Continued)

Company: Shanghai Hitec Plastics Co., Ltd.	Year ended 31/12/2023							[English Translation for Reference Only] Currency: RMB	
	Item	Share capital	Capital reserve	Less: treasury shares	Specific reserve	Surplus reserve	Retained earnings	Others	Total
<b>I. Balance at the end of last year</b>		73,472,572.94				40,534,884.00	377,430,617.30		491,438,074.24
Add: Changes in accounting policies									
Correction of prior period errors									
Others									
<b>II. Balance at the beginning of the year</b>		73,472,572.94				40,534,884.00	377,430,617.30		491,438,074.24
<b>III. Changes in equity during the year( "- "for decrease)</b>							57,696,457.10		57,696,457.10
(I) Net profit							57,696,457.10		57,696,457.10
(II) Other comprehensive income									
<b>Total comprehensive income</b>							57,696,457.10		57,696,457.10
(III) Shareholders' contributions and decrease of capital									
1. Contribution by ordinary shareholders									
2. Equity settled share-based payments									
3. Others									
(IV) Appropriation of profits									
1. Appropriation for surplus reserves									
2. Distributions to shareholders									
(V) Appropriations of profits									
1. Appropriations to surplus reserves									
Including: Statutory reserves									
Discretionary reserves									
Reserved funds									
Enterprise development funds									
Profit to be returned to investors									
2. Appropriations to investors									
3. Others									
(VI) Transfer within equity( "- "for decrease)									
1. Share capital increased by capital reserves transfer									
2. Share capital increased by surplus reserves transfer									
3. Transfer of surplus reserve to offset losses									
4. Others									
<b>IV. Balance at the end of the year</b>		73,472,572.94				40,534,884.00	435,127,074.40		549,134,531.34

Legal representative: Jiang Tao    Person in charge of accounting function: Peng Zhaoxui    Person in charge of accounting department: Peng Zhaoxui