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第一拖拉机股份有限公司
FIRST TRACTOR COMPANY LIMITED*

(a joint stock company incorporated in The People's Republic of China with limited liability)

(Stock Code: 0038)

2024 FIRST QUARTERLY REPORT

IMPORTANT NOTICE

The board of directors, board of supervisors of the Company and its directors, supervisors and senior management warrant that there are no false information, misleading statements or material omissions contained in the quarterly report, and severally and jointly accept legal responsibility for the truthfulness, accuracy and completeness of the contents herein.

Person in charge of the Company, person in charge of the accounting function and head of the Accounting Department (person in charge of the accounting) have warranted the truthfulness, accuracy and completeness of the financial information in this quarterly report.

The first quarterly financial statements have not been audited.

I. DEFINITIONS

A Share(s)	ordinary shares as approved by the CSRC which are issued to domestic investors and qualified foreign investors, traded on PRC stock exchanges, denominated, subscribed for and traded in RMB
Company	First Tractor Company Limited* (第一拖拉機股份有限公司)
controlled subsidiary	a company held as to more than 50% shares or equity interest by the Company, or a company in respect of which the Company can decide more than half of its elected board members with voting rights, or a company actually controlled by the Company through agreement and arrangement
CSRC	China Securities Regulatory Commission
H Share(s)	ordinary shares as approved by the CSRC which are issued to foreign investors, and listed with the approval of the Stock Exchange, denominated in RMB, subscribed for and traded in Hong Kong dollars
Stock Exchange	The Stock Exchange of Hong Kong Limited
Subject Equity	322,622,716 shares of Zhongyuan Bank held by YTO Diesel Engine with a shareholding percentage of 0.8827%
YTO	YTO Group Corporation (中國一拖集團有限公司), the controlling shareholder of the Company
YTO Diesel Engine	YTO (Luoyang) Diesel Engine Co., Ltd.
Zhongyuan Bank	Zhongyuan Bank Co., Ltd.

II. MAJOR FINANCIAL DATA

(I) Major accounting data and financial indicator

Unit: Yuan Currency: RMB

Item	For the Reporting Period	Increase/Decrease for the Reporting Period as compared to the corresponding period of the previous year (%)	
Operating revenue	4,655,884,153.40	11.11	
Net profit attributable to shareholders of the listed company	599,396,148.31	23.40	
Net profit attributable to shareholders of the listed company after deduction of non-recurring profit or loss	596,299,572.22	24.39	
Net cash flows from operating activities	247,036,905.03	59.83	
Basic earnings per share (<i>Yuan/share</i>)	0.5334	23.39	
Diluted earnings per share (<i>Yuan/share</i>)	0.5334	23.39	
Weighted average return on net assets (%)	8.57	Increased by 0.74 percentage point	
	As at the end of the Reporting Period	As at the end of the previous year	Increase/Decrease as at the end of the Reporting Period as compared to the end of the previous year (%)
Total assets	15,357,505,624.41	13,817,261,971.79	11.15
Owners' equity attributable to shareholders of the listed company	7,293,050,377.51	6,691,690,666.55	8.99

(II) Non-recurring profit or loss items and amounts*Unit: Yuan Currency: RMB*

Non-recurring profit or loss items	Amount for the period	Explanation
Profit or loss from disposal of non-current assets, including write-offs of provision for impairment of assets	87,820.55	
Government grants credited to current profit or loss (except for those which are closely related to the Company's ordinary business, in accordance with the PRC national policies, and in accordance with established standards, and that have a continuing impact on the Company's profit or loss)	1,266,437.06	
Other non-operating income and expenses other than those stated above	2,437,133.69	
Other profit and loss items that meet the definition of non-recurring profit or loss	0.00	
Less: Impact of income taxes	489,592.48	
Effect of minority shareholders' interests (after tax)	205,222.73	
Total	3,096,576.09	

The Company shall explain the reasons for recognising non-recurring profit and loss items that are not listed with significant amounts in “Explanatory Announcement No. 1 on Information Disclosure by Public Issuers of Securities – Non-recurring Profit or Loss Items” and for defining non-recurring profit and loss items that are listed in “Explanatory Announcement No. 1 on Information Disclosure by Public Issuers of Securities – Non-recurring Profit or Loss Items” as recurring profit and loss items.

Unit: Yuan Currency: RMB

Item	Amount involved	Reasons
Structured deposit income	1,531,624.05	The Company's daily fund management

(III) Changes in major accounting data, financial indicators and the reasons thereof

Item	Percentage changes (%)	Main reasons
Net cash flows from operating activities	59.83	Sales volume increased, sales returns increased and net cash flow from operations increased year-on-year

III. INFORMATION OF SHAREHOLDERS

(I) Total number of shareholders of ordinary shares and shareholders of preference shares with restored voting rights and shareholdings of the top ten shareholders

Unit: share

Total number of shareholders of ordinary shares as at the end of the Reporting Period	22,639 holders Including 22,323 holders of A Shares and 316 holders of H shares	Total number of shareholders of preference shares with restored voting rights at the end of the Reporting Period (if any)	/
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Shareholdings of the top ten shareholders (Excluding shares loaned through refinancing)

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of shares held with selling restriction	Shares pledged, marked or frozen Status of shares	Number
YTO Group Corporation	State-owned legal person	548,485,853	48.81	0	Nil	/
HKSCC NOMINEES LIMITED (Note 1)	Overseas legal person	388,899,309	34.61	0	Unknown	/
Fullgoal Fund – China Life Insurance Company Limited – Traditional Insurance – Fullgoal Fund National Life Shares Growth Equity Traditional Available-for-Sale Single Asset Management Plan (富國基金國壽股份成長股票傳統可供出售單一資產管理計劃)	Other	10,577,400	0.94	0	Unknown	/

Shareholdings of the top ten shareholders (Excluding shares loaned through refinancing)

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of shares held with selling restriction	Shares pledged, marked or frozen Status of shares	Number
Hong Kong Securities Clearing Company Limited (<i>Note 2</i>)	Overseas legal person	10,011,325	0.89	0	Unknown	/
Fullgoal Fund – China Life Insurance Company Limited – With-profits Insurance – Fullgoal Fund National Life Equity Growth Equity Portfolio Single Asset Management Plan (Available for Sale) (富國基金國壽股份成長股票型組合單一資產管理計劃(可供出售))	Other	9,264,041	0.82	0	Unknown	/
China Merchants Bank Co., Ltd. – Southern Alpha Hybrid Securities Investment Fund (南方阿爾法混合型證券投資基金)	Other	4,919,404	0.44	0	Unknown	/
Basic Pension Insurance Fund 2103 Portfolio (基本養老保險基金二二零三組合)	Other	3,898,699	0.35	0	Unknown	/
China Construction Bank Corporation – Huatai Borui Fuli Flexible Allocation Hybrid Securities Investment Fund (中國建設銀行股份有限公司–華泰柏瑞富利靈活配置混合型證券投資基金)	Other	3,362,700	0.30	0	Unknown	/
Industrial and Commercial Bank of China Limited – GF Manufacturing Selected Hybrid Securities Investment Fund (廣發製造業精選混合型證券投資基金)	Other	3,230,600	0.29	0	Unknown	/
China Mobile Communications Group Co., Ltd. Enterprise Annuity Plan (中國移動通信集團有限公司企業年金計劃)– Industrial and Commercial Bank of China Limited	Other	2,994,542	0.27	0	Unknown	/

Shareholdings of the top ten shareholders without selling restriction

Name of shareholders	Number of circulating shares held without selling restriction	Class and number of shares	
		Class	Number
YTO Group Corporation	548,485,853	Ordinary shares denominated in RMB	548,485,853
HKSCC NOMINEES LIMITED	388,899,309	Overseas listed foreign shares	388,899,309
Fullgoal Fund – China Life Insurance Company Limited – Traditional Insurance – Fullgoal Fund National Life Shares Growth Equity Traditional Available-for-Sale Single Asset Management Plan (富國基金國壽股份成 長股票傳統可供出售單一資產管理計 劃)	10,577,400	Ordinary shares denominated in RMB	10,577,400
Hong Kong Securities Clearing Company Limited	10,011,325	Ordinary shares denominated in RMB	10,011,325
Fullgoal Fund – China Life Insurance Company Limited – With-profits Insurance – Fullgoal Fund National Life Equity Growth Equity Portfolio Single Asset Management Plan (Available for Sale) (富國基金國壽股份成長股票型 組合單一資產管理計劃(可供出售))	9,264,041	Ordinary shares denominated in RMB	9,264,041
China Merchants Bank Co., Ltd. - Southern Alpha Hybrid Securities Investment Fund (南方阿爾法混合型證券投資基金)	4,919,404	Ordinary shares denominated in RMB	4,919,404
Basic Pension Insurance Fund 2103 Portfolio (基本養老保險基金二二零三組合)	3,898,699	Ordinary shares denominated in RMB	3,898,699
China Construction Bank Corporation – Huatai Borui Fuli Flexible Allocation Hybrid Securities Investment Fund (中國 建設銀行股份有限公司—華泰柏瑞富利 靈活配置混合型證券投資基金)	3,362,700	Ordinary shares denominated in RMB	3,362,700
Industrial and Commercial Bank of China Limited – GF Manufacturing Selected Hybrid Securities Investment Fund (廣發 製造業精選混合型證券投資基金)	3,230,600	Ordinary shares denominated in RMB	3,230,600
China Mobile Communications Group Co., Ltd. Enterprise Annuity Plan (中國移 動通信集團有限公司企業年金計劃)- Industrial and Commercial Bank of China Limited	2,994,542	Ordinary shares denominated in RMB	2,994,542

Shareholdings of the top ten shareholders without selling restriction

Name of shareholders	Number of circulating shares held without selling restriction	Class and number of shares	
		Class	Number
Explanation on connected relation or parties acting in concert of the aforesaid shareholders	Among the top ten shareholders and top ten shareholders without selling restrictions, YTO, the controlling shareholder of the Company, has no connected relationship with, nor is it a party acting in concert (as defined in the Administrative Measures on Acquisitions by Listed Companies) with, any other shareholders. The Company is not aware of any connected relationship among other shareholders, nor aware of any parties acting in concert among them as defined in the Administrative Measures on Acquisitions by Listed Companies.		
Explanation on the participation of the top ten shareholders and the top ten shareholders without selling restrictions in financing securities and refinancing businesses (if any)	Nil		

Note 1: The overseas listed foreign shares held by HKSCC NOMINEES LIMITED are held on behalf of multiple customers;

Note 2: The ordinary shares dominated in RMB held by Hong Kong Securities Clearing Company Limited are held on behalf of overseas investors who held these shares via the Northbound Trading through the Shanghai-Hong Kong Stock Connect.

IV. OTHER REMINDERS

Other material information in relation to the operation of the Company during the Reporting Period that the investors should pay attention to

(I) Release of shares subject to selling restrictions

The Company issued 137,795,275 RMB ordinary shares (A shares) to its controlling shareholder, YTO, by way of non-public issuance of shares in 2020 and completed the registration procedures on 9 February 2021 at the Shanghai Branch of China Securities Depository and Clearing Corporation Limited. The lock-up period of the shares issued was 36 months from the date of completion of the issuance. The lock-up period has now expired and the shares have been listed and traded on 23 February 2024 in accordance with the stipulations of the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange. For details, please refer to the “Announcement on the Listing and Trading of Shares Subject To Trading Moratorium from Non-public Issuance of First Tractor Company Limited” disclosed on the website of Shanghai Stock Exchange on 20 February 2024.

(II) Progress of material asset disposal

YTO Diesel Engine, a controlled subsidiary of the Company, transferred the 0.8827% interest in Zhongyuan Bank held by it by way of public listing. It constitutes a material asset disposal under the relevant provisions of the “Administrative Measures on Material Asset Restructuring of Listed Companies” (《上市公司重大資產重組管理辦法》) and the “Proposal of Material Asset Disposal of First Tractor Company Limited” has been disclosed on the website of the Shanghai Stock Exchange on 27 December 2023. YTO Diesel Engine has commenced the formal public listing for the transfer of the Subject Equity on the Beijing Equity Exchange on 28 December 2023, and as of the date of this report, no intended transferee was solicited, and the Subject Equity are still under listing. The Company will continue to take forward the work relating to this major asset disposal as planned, and will fulfil its information disclosure obligations in a timely manner in accordance with the progress of the transaction and the relevant requirements on major asset disposal.

V. QUARTERLY FINANCIAL STATEMENTS

(1) Financial Statement

Consolidated Balance Sheet

31 March 2024

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	31 March 2024	31 December 2023
Current assets:		
Monetary Funds	2,412,947,634.63	2,769,578,885.96
Settlement reserves for balance		
Loans to banks and other financial institutions		
Financial assets held for trading	1,114,440,924.05	862,909,300.00
Derivative financial assets		
Notes receivable	65,156,922.50	62,322,233.91
Accounts receivable	1,689,563,565.01	331,205,994.88
Receivables financing	416,102,013.09	261,430,180.63
Prepayments	315,393,656.43	210,734,453.99
Premium receivables		
Reinsurance receivables		
Reinsurance contract reserves receivable		
Other receivables	48,302,531.05	24,672,309.74
Including: Interest receivable		
Dividends receivable		
Financial assets purchased with agreement to resale		
Inventories	1,426,754,223.21	1,514,190,377.68
Including: Data resources		
Contract assets		
Assets classified as held for sale		
Non-current assets due within one year	26,641,078.10	26,733,364.62
Other current assets	259,396,053.30	423,894,751.27
Total current assets	7,774,698,601.37	6,487,671,852.68

Item	31 March 2024	31 December 2023
Non-current assets:		
Loans and advances to customers		
Debt investments	3,599,072,763.48	3,337,100,098.30
Other debt investments		
Long-term receivables		
Long-term equity investments	678,480,896.02	664,257,573.38
Other investments in equity instruments	4,188,008.77	4,188,008.77
Other non-current financial assets		
Investment properties		
Fixed assets	2,221,593,131.84	2,268,814,612.75
Construction in progress	180,510,985.75	140,038,654.10
Productive biological assets		
Oil and gas assets		
Right-of-use assets	17,799,446.32	21,834,383.06
Intangible assets	692,111,665.45	697,337,769.49
Including: Data resources		
Research and development expenses		
Including: Data resources		
Goodwill		
Long-term unamortized expenses	42,872,453.30	47,746,656.30
Deferred tax assets	146,177,672.11	148,272,362.96
Other non-current assets		
Total non-current assets	7,582,807,023.04	7,329,590,119.11
Total assets	15,357,505,624.41	13,817,261,971.79

Item	31 March 2024	31 December 2023
Current liabilities:		
Short-term loans		
Borrowings from central bank		
Loans from banks and other financial institutes		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	1,682,027,576.76	2,163,570,194.22
Accounts payable	3,729,796,419.31	2,315,345,789.04
Advances from customers	3,912,387.00	0.00
Contact liabilities	213,864,529.05	500,336,653.14
Funds from selling (out) and repurchasing financial assets		
Receipts of deposits and deposits from other banks		
Funds received as agent of stock exchange		
Funds received as stock underwriter		
Employee benefits payable	95,035,661.33	116,991,275.94
Taxes payables	29,914,698.75	21,912,103.66
Other payables	461,543,104.51	469,509,147.78
Including: Interest payable	41,256,261.80	39,524,418.05
Dividends payable	8,439,607.85	8,439,607.85
Fee and commission payable		
Reinsurance accounts payables		
Liabilities classified as held for sale		
Non-current liabilities due within one year	17,092,555.83	20,969,818.62
Other current liabilities	742,935,918.12	435,969,305.17
Total current liabilities	<u>6,976,122,850.66</u>	<u>6,044,604,287.57</u>

Item	31 March 2024	31 December 2023
Non-current liabilities:		
Reserves for insurance contract		
Long-term loans	200,000,000.00	200,000,000.00
Bonds payable		
Including: Preference shares		
Perpetual bond		
Lease liabilities	1,744,772.02	2,098,999.39
Long-term payables	8,074,405.83	8,281,441.87
Long-term employee salary payable	38,103,687.73	38,103,687.73
Estimated liabilities	1,962,613.99	1,962,613.99
Deferred income	183,880,508.36	181,945,272.97
Deferred tax liabilities	119,714,047.64	120,936,004.89
Other non-current liabilities		
Total non-current liabilities	553,480,035.57	553,328,020.84
Total liabilities	7,529,602,886.23	6,597,932,308.41

Item	31 March 2024	31 December 2023
Owner's equity		
(or shareholder's equity):		
Paid-up capital (or share capital)	1,123,645,275.00	1,123,645,275.00
Other equity instruments		
Including: Preference shares		
Perpetual bond		
Capital reserves	2,655,849,996.00	2,655,849,996.00
Less: Treasury shares		
Other comprehensive income	-13,604,071.37	-13,923,730.01
Special reserves	9,138,198.71	7,494,294.70
Surplus reserves	699,875,564.60	699,875,564.60
General risk reserves		
Retained earnings	2,818,145,414.57	2,218,749,266.26
Total equity attributable to owners of the parent company (or shareholders' equity)	7,293,050,377.51	6,691,690,666.55
Minority interests	534,852,360.67	527,638,996.83
Total owners' equity (or shareholder's equity)	<u>7,827,902,738.18</u>	<u>7,219,329,663.38</u>
Total liabilities and owners' equity (or shareholder's equity)	<u>15,357,505,624.41</u>	<u>13,817,261,971.79</u>

Legal Representative:
Liu Jiguo

Chief Financial Officer:
Kang Zhifeng

Accounting Manager:
Jiang Jingyuan

Consolidated Income Statement

January to March 2024

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	First quarter of 2024	First quarter of 2023
I. Total operating revenue	4,655,884,153.40	4,194,351,167.11
Including: Operating revenue	4,655,884,153.40	4,190,332,138.08
Interest income	0.00	4,019,029.03
Earned insurance premiums		
Fees and commission		
II. Total cost of operation	4,058,553,977.84	3,726,461,515.15
Including: Cost of operation	3,849,760,974.01	3,530,283,215.50
Interest expenses	0.00	99,218.99
Fees and commission expense	0.00	33,692.19
Refunded premiums		
Net amount of compensation payout		
Net amount of reserves for reinsurance contract		
Policy dividend payment		
Reinsurance expenses		
Taxes and surcharges	12,663,729.20	12,412,174.68
Selling expenses	44,093,584.92	34,136,759.64
Administrative expenses	69,691,893.06	74,949,282.49
Research and development expenses	95,205,504.15	82,656,071.97
Financial expenses	-12,861,707.50	-8,108,900.31
Including: Interest expenses	3,006,525.43	3,818,502.27
Interest income	15,719,916.53	13,182,541.67

Item	First quarter of 2024	First quarter of 2023
Add: Other gains	80,257,788.48	5,501,799.89
Investment income		
(Loss listed with “-”)	41,123,380.20	28,232,071.57
Including: Income from		
investments in		
associates and		
joint ventures	14,813,826.12	15,078,005.58
Gains on		
derecognition of		
financial assets		
measured at		
amortized cost		
Exchange gain (Loss listed with “-”)		
Net gain on hedging exposure (Loss		
listed with “-”)		
Gain arising from the changes in fair		
value (Loss listed with “-”)	1,531,624.05	6,393,995.44
Loss on credit impairment		
(Loss listed with “-”)	-17,741,674.17	-10,155,529.63
Loss on impairment of assets		
(Loss listed with “-”)	-2,064,155.20	-4,805,526.12
Gain on disposal of assets		
(Loss listed with “-”)	87,820.55	252,827.03
III. Operating profit (Loss listed with “-”)	700,524,959.47	493,309,290.14
Add: Non-operating income	2,743,636.68	1,762,802.18
Less: Non-operating expenses	234,502.99	28,789.93

Item	First quarter of 2024	First quarter of 2023
IV. Total profit (Total loss listed with “-”)	703,034,093.16	495,043,302.39
Less: Income tax expenses	96,130,905.68	-1,267,350.69
V. Net profit (Net loss listed with “-”)	606,903,187.48	496,310,653.08
(I) Classification according to the continuity of operation		
1. Continuous operating net profit (Net loss listed with “-”)	606,903,187.48	492,424,535.23
2. Net profit from discontinued operations (Net loss listed with “-”)	0.00	3,886,117.85
(II) Classification according to ownership		
1. Net profit attributable to shareholders of the parent company (Net loss listed with “-”)	599,396,148.31	485,733,620.69
2. Profit or loss of minority shareholders (Net loss listed with “-”)	7,507,039.17	10,577,032.39
VI. Net other comprehensive income after tax	1,919.24	203,074.76
(I) Net other comprehensive income after tax attributable to owners of the parent company	319,658.64	-301,524.43
1. Other comprehensive income that cannot be reclassified to profit or loss	64,272.32	0.00
(1) Changes of re-measurement of defined benefit plans		
(2) Other comprehensive income that cannot be reclassified into profit or loss under the equity method	64,272.32	0.00

Item	First quarter of 2024	First quarter of 2023
(3) Changes in fair value of other investment in equity instruments	0.00	0.00
(4) Changes in fair value of the enterprise's own credit risks	0.00	0.00
2. Other comprehensive income that will be reclassified to profit or loss	255,386.32	-301,524.43
(1) Other comprehensive income that can be reclassified into profit or loss under the equity method		
(2) Changes in fair value of other debt investments		
(3) Amount of financial assets reclassified into other comprehensive income		
(4) Provision for the credit impairment of other debt investments		
(5) Reserves for cash flows hedges		
(6) Differences on translation of foreign currency financial statements	255,386.32	-301,524.43
(7) Others		
(II) Net other comprehensive income after tax attributable to minority interests	-317,739.40	504,599.19

Item	First quarter of 2024	First quarter of 2023
VII. Total comprehensive income	606,905,106.72	496,513,727.84
(I) Total comprehensive income attributable to owners of the parent company	599,715,806.95	485,432,096.26
(II) Total comprehensive income attributable to minority interests	7,189,299.77	11,081,631.58
VIII. Earnings per share:		
(I) Basic earnings per share (Yuan/share)	0.5334	0.4323
(II) Diluted earnings per share (Yuan/share)	0.5334	0.4323

The net profit realized by the parties being absorbed prior to the business combinations under common control was RMB0 during the period and RMB0 for the previous period.

Legal Representative:
Liu Jiguo

Chief Financial Officer:
Kang Zhifeng

Accounting Manager:
Jiang Jingyuan

Consolidated Cash Flow Statement

January to March 2024

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	First quarter of 2024	First quarter of 2023
I. Cash flows from operating activities:		
Cash received from sales of goods and rendering of services	2,628,474,583.61	2,596,485,481.63
Net increase in deposits from customers and deposits from other banks	0.00	-33,163,236.77
Net increase borrowings from central bank		
Net increase in loans from other financial institutions		
Cash from original insurance contract premium		
Net cash from reinsurance business		
Net increase of insured deposit and investment		
Interest, handling charges and commissions received	0.00	4,388,139.91
Net increase in placement from banks and other financial institution		
Net increase in sales and repurchase operations		
Net cash flows from brokerage trading		
Refund of tax and levies	121,638,072.16	88,799,983.47
Cash received relating to other operating activities	47,738,397.90	54,555,088.26
Sub-total of cash inflows from operating activities	2,797,851,053.67	2,711,065,456.50

Item	First quarter of 2024	First quarter of 2023
Cash payments for goods purchased and services received	2,152,988,611.11	2,034,691,834.64
Net increase in loans and disbursement to customers	0.00	-95,035.30
Net increase in deposits with central bank and interbank	0.00	-9,117,684.53
Payments of claims for original insurance contracts		
Net increase in placements with banks and other financial institution		
Interest, handling charges and commissions paid	0.00	762,466.75
Cash paid for dividends of insurance policies		
Cash paid to and on behalf of employees	278,799,061.24	246,654,294.06
Payments of taxes and surcharges	61,075,015.84	70,449,872.26
Cash paid relating to other operating activities	<u>57,951,460.45</u>	<u>213,156,261.67</u>
Sub-total of cash outflows from operating activities	<u>2,550,814,148.64</u>	<u>2,556,502,009.55</u>
Net cash flows from operating activities	<u>247,036,905.03</u>	<u>154,563,446.95</u>

Item	First quarter of 2024	First quarter of 2023
II. Cash flows from investment activities:		
Cash received from return of investments		
Cash received from investments income	20,140.94	161,500.00
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	331,686.42	1,370,690.00
Net cash received from disposals of subsidiaries and other business units		
Cash received relating to other investing activities		
Sub-total of cash inflows from investing activities	<u>351,827.36</u>	<u>1,532,190.00</u>
Cash paid to acquire fixed assets, intangible assets and other long-term assets	32,700,913.85	13,161,566.91
Cash paid for investments	485,663,111.10	1,095,000,000.00
Net increase in pledged deposits		
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities		
Sub-total of cash outflows from investing activities	<u>518,364,024.95</u>	<u>1,108,161,566.91</u>
Net cash flows from investing activities	<u><u>-518,012,197.59</u></u>	<u><u>-1,106,629,376.91</u></u>

Item	First quarter of 2024	First quarter of 2023
III. Cash flows from financing activities:		
Cash received from investment absorption		
Including: Cash received by subsidiaries from investment absorption of minority interest		
Cash received from borrowings		
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities		
Cash paid for settlement of borrowings		
Cash paid for dividends, profits appropriation or payments of interest	1,263,888.89	2,092,325.00
Including: Dividends and profits paid to minority interests of subsidiaries		
Cash paid relating to other financing activities	2,146,481.70	3,991,182.84
Sub-total of cash outflows from financing activities	3,410,370.59	6,083,507.84
Net cash flows from financing activities	-3,410,370.59	-6,083,507.84

Item	First quarter of 2024	First quarter of 2023
IV. Effect of changes in foreign exchange rate on cash and cash equivalents	1,551,221.72	-996,921.48
V. Net increase in cash and cash equivalents	-272,834,441.43	-959,146,359.28
Add: Cash and cash equivalents at the beginning of the Reporting Period	2,223,210,636.03	3,519,577,581.87
VI. Cash and cash equivalents at the end of the Reporting Period	1,950,376,194.60	2,560,431,222.59

Legal Representative:
Liu Jiguo

Chief Financial Officer:
Kang Zhifeng

Accounting Manager:
Jiang Jingyuan

By Order of the Board
FIRST TRACTOR COMPANY LIMITED*
YU Lina
Company Secretary

Luoyang, the PRC
25 April 2024

As at the date of this announcement, the Board comprises Mr. Liu Jiguo (Chairman) and Mr. Wei Tao as executive Directors; Mr. Zhang Zhiyu, Mr. Fang Xianfa and Mr. Zhang Bin as non-executive Directors; and Mr. Edmund Sit, Mr. Wang Shumao and Mr. Xu Liyou as independent non-executive Directors.

* For identification purposes only