Stock Code: 002271 Stock Name: Oriental Yuhong Announcement No. 2025-050

BEIJING ORIENTAL YUHONG WATERPROOF TECHNOLOGY CO., LTD.

FIRST QUARTERLY REPORT 2025

Beijing Oriental Yuhong Waterproof Technology Co., Ltd. (hereinafter referred to as the

contents of this Report are true, accurate and complete and free of any misrepresentations, misleading statements or material omissions.

Important Notes:

1. The Board of Directors, the Supervisory Committee as well as the directors, supervisors and senior management of the Company hereby guarantee that the contents of this Report are true, accurate and complete and free of any misrepresentations, misleading statements or material omissions, and collectively and individually accept legal responsibility for such contents.

r (CFO), and person-in-charge of

financial statements carried in this Report are true, accurate and complete.

3. Indicate whether the financial statements in this Report have been audited by an independent auditor.

☑ No

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

I Key Financial Information

(I) Key Accounting Data and Financial Indicators

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

☑ No

	Q1 2025	Q1 2024	YoY change
Operating revenue (RMB)	5,954,973,095.50	7,149,293,164.43	-16.71%
Net profit attributable to the (RMB)	192,365,878.40	347,722,453.72	-44.68%
Net profit attributable to the before exceptional gains and losses (RMB)	171,659,056.81	310,071,715.84	-44.64%
Net cash generated from/used in operating activities (RMB)	-812,784,159.95	-1,889,121,570.11	56.98%
Basic earnings per share (RMB/share)	0.08	0.14	-42.86%
Diluted earnings per share (RMB/share)	0.08	0.14	-42.86%
Weighted average return on equity	0.81%	1.23%	-0.42%
	31 March 2025	31 December 2024	Change
Total assets (RMB)	45,223,777,457.08	44,715,448,811.80	1.14%
Equity attributable to the (RMB)	22,412,268,596.07	24,934,259,584.77	-10.11%

(II) Exceptional Gains and Losses

☑

Unit: RMB

Item	Q1 2025	Note
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-offs)	-3,971,085.28	
Government grants recognised in profit or loss (exclusive of those that are closely related to the Company's normal business operations and given in accordance with defined criteria and in compliance with government policies, and have a continuing impact on the Company's profit or loss)	34,004,304.21	
Gain or loss on fair-value changes in financial assets and liabilities held by a non-financial enterprise, as well as on disposal of financial assets and liabilities (exclusive of the effective portion of hedges that is related to the Company's normal business operations)	-2,815,855.44	

Gain or loss on debt restructuring	-828,994.26	
Non-operating income and expense other than the above	2,267,148.23	
Less: Income tax effects	6,244,996.77	
Non-controlling interests effects (net of tax)	1,703,699.10	
Total	20,706,821.59	--

Other items that meet the definition of exceptional gain/loss:

☑ Not applicable

No such cases in the Reporting Period.

Explanation of why the Company reclassifies as recurrent an exceptional gain/loss item listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public Exceptional Gain/Loss Items:

☑ Not applicable

No such cases in the Reporting Period.

(III) Changes in Key Financial Statement Line Items and Explanation of why

☑ Appli Not applicable

1. The closing balance of receivables financing stood at RMB707,813,335.61, down 52.56% from the opening balance, primarily driven by the endorsed notes and the honoring of due notes.

2. The closing balance of prepayments stood at RMB911,143,860.90, up 39.03% from the opening balance, primarily driven by the increased prepayments to suppliers for materials during the period.

3. The closing balance of other non-current assets stood at RMB2,900,194,497.68, up 56.98% from the opening balance, primarily driven by the increased prepayments for engineering equipment, investment funds and collateralized properties.

4. The closing balance of short-term borrowings stood at RMB7,215,940,595.28, up 56.44% from the opening balance, primarily driven by intensified financing efforts to meet the needs of business development and capital turnover.

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6. The closing balance of inventory shares stood at RMB373,356.19, down 99.63% from the opening balance, primarily because the Company implemented share repurchase and retirement, thereby reducing the number of treasury shares.

7. Administrative expense stood at RMB361,521,682.02 during the period, down 34.08% year on year, primarily driven by the decreased employee salaries, consulting fees and travel expenses.

8. Finance costs stood at RMB13,092,795.26 during the period, down 57.42% year on year, primarily driven by the increased interest income.

9. Other income stood at RMB92,523,417.39 during the period, up 39.42% year on year, primarily driven by the increased government grants received during the period.

10. Return on investment stood at RMB-2,157,283.23 during the period, down 711.60% year on year, primarily driven by the decreased returns on the investments in associates and joint ventures during the period.

11. Gain on changes in fair value stood at RMB-1,487,566.47 during the period, up 82.04% year on year, primarily driven by the increased fair value of the investments in external assets.

12. Asset impairment loss stood at RMB-3,308,170.79 during the period, down 115.40% year on year, primarily driven by the decreased impairment allowances for contract assets during the period.

13. Asset disposal income stood at RMB-3,547,263.13 during the period, down 838.24% year on year, primarily driven by the increased asset disposal loss during the period.

14. Income tax expense stood at RMB106,623,932.94 during the period, down 32.05% year on year, primarily driven by the decreased taxable income.

15. Net profit stood at RMB177,919,580.95 during the period, down 47.92% year on year. This is primarily because the market demand was lower than expected, and the industry competition intensified, resulting in a decrease in operating revenue compared with the same period of last year. This, coupled with the decline in the overall gross profit margin, led to a narrowing of the profit margin.

16. Net cash generated from/used in operating activities stood at RMB-812,784,159.95 during the period, up 56.98% year on year, primarily driven by the decreased cash payments for goods and services, payments for and on behalf of employees, and taxes and levies paid during

the period.

17. Net cash generated from/used in investing activities stood at RMB-630,466,620.94 during the period, down 188.14% year on year, primarily driven by the increased cash payments for the acquisition and construction of fixed assets, intangible assets and other long-term assets as well as for investments during the period.

18. Net cash generated from/used in financing activities stood at RMB934,285,313.82 during the period, up 157.01% year on year, primarily driven by the net increase in external financings.

II Shareholder Information

(I) Numbers of Ordinary Shareholders and Preference Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders

Unit: share

Number of ordinary shareholders		191,603	Number of preference shareholders with resumed voting rights (if any)			0
Top 10 shareholders (exclusive of shares lent in refinancing)						
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held	Restricted shares held	Shares in pledge, marked or frozen	
					Status	Shares
Li Weiguo	Domestic natural person	22.22%	530,802,887	398,102,165	In pledge	421,792,200
Hong Kong Securities Clearing Company Ltd.	Foreign legal person	14.36%	343,101,855	0	N/A	0
Xu Limin	Domestic natural person	3.03%	72,269,250	54,201,937	N/A	0
DCP Management, Ltd. DCP USD Fund II	Foreign legal person	1.92%	45,969,375	0	N/A	0
Kuwait Investment Authority	Foreign legal person	1.34%	32,105,065	0	N/A	0
Industrial and Commercial Bank of China Co., Ltd.-Huatai-Pinebridge CSI 300 Exchange-Traded Fund	Other	1.34%	31,994,177	0	N/A	0
National Social Security Fund-Portfolio 403	Other	1.02%	24,281,469	0	N/A	0
China Construction Bank Corporation - E Fund CSI 300 Initiating Exchange-Traded Fund	Other	0.94%	22,404,853	0	N/A	0
Xiang Jinming	Domestic natural person	0.93%	22,169,323	16,626,992	In pledge	5,000,000

Abu Dhabi Investment Authority	Foreign legal person	0.70%	16,737,156	0	N/A	0

Top 10 unrestricted shareholders (exclusive of shares lent in refinancing and locked shares of senior management)			
Name of shareholder	Unrestricted shares held	Shares by class	
		Class	Shares
Hong Kong Securities Clearing Company Ltd.	343,101,855	RMB-denominated ordinary share	343,101,855
Li Weiguo	132,700,722	RMB-denominated ordinary share	132,700,722
DCP Management, Ltd. DCP USD Fund II	45,969,375	RMB-denominated ordinary share	45,969,375
Kuwait Investment Authority	32,105,065	RMB-denominated ordinary share	32,105,065
Industrial and Commercial Bank of China Co., Ltd.- Huatai-Pinebridge CSI 300 Exchange-Traded Fund	31,994,177	RMB-denominated ordinary share	31,994,177
National Social Security Fund-Portfolio 403	24,281,469	RMB-denominated ordinary share	24,281,469
China Construction Bank Corporation - E Fund CSI 300 Initiating Exchange-Traded Fund	22,404,853	RMB-denominated ordinary share	22,404,853
Xu Limin	18,067,313	RMB-denominated ordinary share	18,067,313
Abu Dhabi Investment Authority	16,737,156	RMB-denominated ordinary share	16,737,156
National Social Security Fund-Portfolio 107	16,319,255	RMB-denominated ordinary share	16,319,255
Related or acting-in-concert parties among the shareholders above	It is unknown whether there is any related party or acting-in-concert party as defined in the Measures for the Administration of the Takeover of Listed Companies among the shareholders above.		
Top 10 shareholders involved in securities margin trading (if any)	N/A		

5% or greater shareholders, top 10 shareholders and top 10 unrestricted shareholders involved in refinancing shares lending:

☑ Not applicable

Changes in top 10 shareholders and top 10 unrestricted shareholders due to refinancing shares lending/return compared with the prior period:

☑ Not applicable

The repurchased number of shares

total share capital, the repurchase price, the total amount used, the way of repurchase, and the implementation period for the share repurchase are all in compliance with the Share Repurchase Plan, with no difference between the Share Repurchase Plan approved by the Board of Directors and the general meeting of shareholders and the plan execution. As such, the Company has completed the share repurchased as per the disclosed Share Repurchase Plan. During the Reporting Period, the aforesaid 47,615,662 repurchased shares have been retired.

(II) Implementation of the 2021 Share Option Incentive Plan

The Proposal on the Retirement of Share Options Granted to Certain Awardees But Unexercised under the 2021 Share Option Incentive Plan for Their Ineligibility to Exercise at the 30th Meeting of the Eighth Board of Directors and the 18th Meeting of the Eighth Supervisory Committee on 28 April 2025. According to the Methods for the Administration of Equity Incentives of Listed Companies, the 2021 Share Option Incentive Plan (Draft) of Beijing Oriental Yuhong Waterproof Technology Co., Ltd., etc., due to certain awardees resignation from the Company, a total of 1,383,375 share options that had been granted to them but remained unexercised were no longer allowed for exercise, which would be retired by the Company; and, as operating results 2024 failed to meet the share option exercise conditions for the fourth exercise period under the 2021 Share Option Incentive Plan, a total of 7,712,250 share options held by awardees in the fourth exercise period under the 2021 Share Option Incentive Plan were no longer allowed for exercise, which would be retired by the Company. To sum up, the Board of Directors, as authorized by the Second Extraordinary General Meeting of Shareholders in 2021, decided that a total of 9,095,625

	22 March 2025	http://www.cninfo.com.cn
Implementation of the 2021 Share Option Incentive Plan	29 April 2025	http://www.cninfo.com.cn

IV Quarterly Financial Statements

(I) Financial Statements

1. Consolidated Balance Sheet

Prepared by Beijing Oriental Yuhong Waterproof Technology Co., Ltd.

31 March 2025

Unit: RMB

Item	31 March 2025	1 January 2025
Current assets:		
Monetary assets	6,908,787,754.57	7,259,285,510.48
Settlement reserve		
Loans to other banks and financial institutions		
Held-for-trading financial assets	537,997,670.00	538,045,270.00
Derivative financial assets		
Notes receivable	450,481,873.73	511,196,349.49
Accounts receivable	8,371,126,000.27	7,340,825,504.11
Receivables financing	707,813,335.61	1,492,024,386.56
Prepayments	911,143,860.90	655,377,600.56
Premiums receivable		
Reinsurance receivables		
Receivable reinsurance contract reserve		
Other receivables	1,673,031,132.94	2,201,050,206.68
Including: Interest receivable		
Dividends receivable		
Financial assets purchased under resale agreements		
Inventories	1,990,768,315.05	1,827,338,699.07
Including: Data resource		
Contract assets	1,332,135,895.74	1,560,500,658.68
Assets held for sale		
Current portion of non-current assets		
Other current assets	1,002,217,095.53	957,191,525.79
Total current assets	23,885,502,934.34	24,342,835,711.42
Non-current assets:		
Loans and advances to customers		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	83,524,290.07	84,996,902.85
Investments in other equity instruments	290,287,613.52	287,692,008.66
Other non-current financial assets	252,427,249.60	253,914,816.07
Investment property	1,402,484,862.03	1,415,663,023.81
Fixed assets	10,726,031,875.28	10,879,584,560.56
Construction in progress	1,394,170,999.18	1,181,281,559.57
Productive living assets		
Oil and gas assets		

Right-of-use assets	333,643,250.44	333,937,971.19
Intangible assets	2,244,158,804.89	2,368,597,015.47
Including: Data resource		
Development costs		
Including: Data resource		
Goodwill	354,429,166.70	354,429,166.70
Long-term prepaid expense	30,427,213.95	31,674,849.48
Deferred income tax assets	1,326,494,699.40	1,333,391,202.95
Other non-current assets	2,900,194,497.68	1,847,450,023.07
Total non-current assets	21,338,274,522.74	20,372,613,100.38
Total assets	45,223,777,457.08	44,715,448,811.80
Current liabilities:		
Short-term borrowings	7,215,940,595.28	4,612,447,890.81
Borrowings from the central bank		
Loans from other banks and financial institutions		
Held-for-trading financial liabilities		
Derivative financial liabilities		
Notes payable	20,921,726.81	29,585,928.52
Accounts payable	2,822,698,024.32	2,639,831,013.70
Advances from customers		
Contract liabilities	3,490,886,297.77	3,664,133,492.36
Financial assets sold under repurchase agreements		

Beijing Oriental

- for loss)		
- for loss)	-1,487,566.47	-8,282,434.60
Credit - loss)	-143,746,329.09	-184,686,540.54
- loss)	-3,308,170.79	21,483,452.01
- loss)	-3,547,263.13	480,500.72
-	282,700,187.81	496,154,708.71
Add: Non-operating income	8,327,542.81	9,417,867.23
Less: Non-operating expense	6,484,216.73	7,041,106.28
4. Profit before tax -	284,543,513.89	498,531,469.66
Less: Income tax expense	106,623,932.94	156,922,119.33
5. Net -	177,919,580.95	341,609,350.33
5.1 By operating continuity		
5.1.1 Net profit from continuing -	177,919,580.95	341,609,350.33
5.1.2 Net profit from discontinued -		
5.2 By ownership		
5.2.1 Net profit attributable to owners of the Company as the parent	192,365,878.40	347,722,453.72
5.2.1 Net profit attributable to non-controlling interests	-14,446,297.45	-6,113,103.39
6. Other comprehensive income, net of tax	1,697,629.11	2,586,948.68
Attributable to owners of the Company as the parent	1,864,736.88	2,586,948.68
6.1 Items that will not be reclassified to profit or loss	2,597,670.05	
6.1.1 Changes caused by remeasurements on defined benefit schemes		
6.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
6.1.3 Changes in the fair value of investments in other equity instruments	2,597,670.05	
6.1.4 Changes in the fair value arising from changes in own credit risk		
6.1.5 Other		
6.2 Items that will be reclassified to profit or loss	-732,933.17	2,586,948.68
6.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
6.2.2 Changes in the fair value of other debt investments		
6.2.3 Other comprehensive income arising from the reclassification of financial assets		
6.2.4 Credit impairment allowance for other debt investments	-396,697.24	
6.2.5 Reserve for cash flow hedges		
6.2.6 Differences arising from the translation of foreign currency-denominated financial statements	-336,235.93	2,586,948.68
6.2.7 Other		
Attributable to non-controlling interests	-167,107.77	
7. Total comprehensive income	179,617,210.06	344,196,299.01

Attributable to owners of the Company as the parent	194,230,615.28	350,309,402.40
Attributable to non-controlling interests	-14,613,405.22	-6,113,103.39
8. Earnings per share		
8.1 Basic earnings per share	0.08	0.14
8.2 Diluted earnings per share	0.08	0.14

Where business combinations under common control occurred in the current period, the net profit achieved by the acquirees before the combinations was RMB0.00, with the amount for the same period of last year being RMB0.00.

Legal representative: Li Weiguo Chief Financial Officer: Xu Wei

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3. Consolidated Cash Flow Statement

Unit: RMB

Item	Q1 2025	Q1 2024
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	5,532,025,104.69	7,357,803,644.92
Net increase in customer deposits and deposits from other banks and financial institutions		
Net increase in borrowings from the central bank		
Net increase in loans from other financial institutions		
Premiums received on original insurance contracts		
Net proceeds from reinsurance		
Net increase in deposits and investments of policy holders		
Interest, fees and commissions received		
Net increase in loans from other banks and financial institutions		
Net increase in proceeds from repurchase transactions		
Net proceeds from acting trading of securities		
Tax and levy rebates	13,057,203.94	20,805,213.13
Cash generated from other operating activities	193,257,056.32	63,461,298.00
Subtotal of cash generated from operating activities	5,738,339,364.95	7,442,070,156.05
Payments for commodities and services	4,559,624,585.39	6,805,782,116.86
Net increase in loans and advances to customers		
Net increase in deposits in the central bank and other banks and financial institutions		
Payments for claims on original insurance contracts		
Net increase in loans to other banks and financial institutions		
Interest, fees and commissions paid		
Policy dividends paid		
Cash paid to and for employees	898,321,983.67	1,081,425,882.63
Taxes and levies paid	429,479,612.12	720,974,519.55
Cash used in other operating activities	663,697,343.72	723,009,207.12
Subtotal of cash used in operating activities	6,551,123,524.90	9,331,191,726.16

Net cash generated from/used in operating activities	-812,784,159.95	-1,889,121,570.11
2. Cash flows from investing activities:		
Proceeds from disinvestment	4,057,348.18	731,671.60
Return on investment		20,707.67
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	2,488,140.71	1,843,525.36
Net proceeds from the disposal of subsidiaries and other business units		
Cash generated from other investing activities		20,000,000.00
Subtotal of cash generated from investing activities	6,545,488.89	22,595,904.63
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	346,169,118.38	227,329,186.09
Payments for investments	290,842,991.45	2,826,465.00
Net increase in pledged loans granted		
Net payments for the acquisition of subsidiaries and other business units		
Cash used in other investing activities		11,245,586.02
Subtotal of cash used in investing activities	637,012,109.83	241,401,237.11
Net cash generated from/used in investing activities	-630,466,620.94	-218,805,332.48
3. Cash flows from financing activities:		
Capital contributions received	3,420,000.00	6,622,000.00
Including: Capital contributions by non-controlling interests to subsidiaries	3,420,000.00	6,622,000.00
Borrowings received	4,885,028,074.54	2,116,553,672.04
Cash generated from other financing activities	3,029,976.58	311,989,740.96
Subtotal of cash generated from financing activities	4,891,478,051.12	2,435,165,413.00
Repayment of borrowings	1,578,831,774.07	3,558,733,774.14
Interest and dividends paid	1,851,543,960.49	37,578,963.97
Including: Dividends paid by subsidiaries to non-controlling interests	4,700,000.00	
Cash used in other financing activities	526,817,002.74	477,638,907.50
Subtotal of cash used in financing activities	3,957,192,737.30	4,073,951,645.61
Net cash generated from/used in financing activities	934,285,313.82	-1,638,786,232.61
4. Effect of foreign exchange rates changes on cash and cash equivalents	-4,561,840.15	1,375,207.12
5. Net increase in cash and cash equivalents	-513,527,307.22	-3,745,337,928.08
Add: Cash and cash equivalents, beginning of the period	6,801,948,091.28	8,476,816,459.18

(II) Adjustments to Financial Statement Items at the Beginning of the Year of the First Implementation of the New Accounting Standards Implemented since 2025

☑ Not applicable

Indicate by tick mark whether the financial statements above have been audited by an independent auditor.

☑ No

These financial statements have not been audited by such an auditor.

The Board of Directors

Beijing Oriental Yuhong Waterproof Technology Co., Ltd.

29 April 2025