

Consolidated Balance Sheet

For the financial period ended 30 September 2019

Goertek Inc

Subjects	30 September 2019	31 December 2018
	RMB	RMB
Current assets		
Cash and cash equivalents	3,051,468,290.38	2,391,589,146.42
Held-for-trading financial assets	36,834,712.30	
Financial assets measured at fair value through profit or loss		32,133,630.86
Bill receivables	34,591,824.04	19,154,863.05
Trade receivables	8,211,758,346.70	7,191,930,013.52
Prepayments	309,210,065.93	161,082,664.75
Other receivables	81,685,449.09	59,673,955.49
Inventories	4,969,770,849.22	3,548,509,753.70
Other current assets	281,598,581.80	416,107,699.68
Total current assets	16,976,918,119.46	13,820,181,727.47
Non-current assets		
Held-for-sale financial assets		328,150,813.02
Long-term investments	253,357,024.04	247,669,710.76
Other equity instruments	341,084,183.21	
Property, plant and equipments	10,905,491,580.70	11,117,324,474.69
Construction-in-progress	1,740,716,563.11	1,320,210,388.77
Intangible assets	2,226,387,234.92	2,024,314,164.61
Development expenditure	388,467,330.30	303,168,566.45
Goodwill	17,825,756.44	17,825,756.44
Deferred expenditure	160,289,550.57	144,790,491.79
Deferred tax assets	213,893,757.26	205,031,113.95
Other non-current assets	284,065,792.57	213,788,117.50
Total non-current assets	16,531,578,773.12	15,922,273,597.98
Total Assets	33,508,496,892.58	29,742,455,325.45
Current liabilities		
Short-term borrowings	5,774,387,308.16	5,851,710,294.55
Held-for-sale financial liabilities	273,686,212.01	
Financial liabilities measured at fair value through profit or loss		112,990,718.70
Bill payables	467,207,102.16	328,086,658.38
Trade payables	7,931,807,515.25	5,287,151,933.62
Payment received in advance	285,973,604.35	104,206,438.76
Salary payables	495,894,383.61	549,438,543.14
Tax payables	225,284,887.05	91,032,452.99
Other payables	81,698,609.32	97,207,084.94
-interest payables	25,105,855.10	21,213,347.24
Non-current payables- current portion	1,279,404,229.17	1,030,880,716.40
Total current liabilities	16,815,343,851.08	13,452,704,841.48
Non-current liabilities		
Long-term borrowings	237,044,283.55	606,423,511.34
Deferred income	337,463,552.23	284,228,900.97
Deferred tax liabilities	223,123,960.58	209,351,731.19
Total non-current liabilities	797,631,796.36	1,100,004,143.50
Total current liabilities	17,612,975,647.44	14,552,708,984.98
Shareholders' equity		
Share capital	3,245,103,948.00	3,245,103,948.00
Capital reserve	2,997,095,979.64	2,997,147,524.32
Less: treasury stock	356,880,480.14	294,766,978.02
Other comprehensive income	-97,160,105.52	-112,629,928.32
Surplus reserve	1,061,825,823.19	1,061,825,823.19
Retained earnings	9,057,376,717.90	8,304,597,414.21
Shareholders' equity belongs to shareholder of parents company	15,907,361,883.07	15,201,277,803.38
Non-controlling interests	-11,840,637.93	-11,531,462.91
Total shareholders' equity	15,895,521,245.14	15,189,746,340.47
Total liabilities and equity	33,508,496,892.58	29,742,455,325.45

Consolidated Statement of Comprehensive Income

For the Financial Period from 1 January 2019 to 30 September 2019

Goertek Inc

Subjects	1 Jan 2019 to 30 Sep 2019	1 Jan 2018 to 30 Sep 2018
Revenue	24,134,404,733.64	15,447,866,017.74
Cost of sales	20,241,813,329.30	12,307,457,466.10
Business tax and surcharges	164,180,883.65	92,985,629.63
Selling and distribution costs	419,708,129.13	407,519,978.95
General and administrative costs	582,433,046.02	577,282,203.95
Research and development costs	1,120,691,681.15	963,740,284.84
Financial costs	244,520,414.75	270,100,092.17
- Interest expenses	208,113,099.01	173,390,944.34
- Interest income	13,044,315.23	15,896,699.27
Add: other income	151,802,157.98	236,937,851.85
- Investment income	-70,605,718.01	-7,055,790.79
-- Share of profits from equity accounted investment	7,886,468.76	-9,720,703.81
Gain on fair value revaluation (negative means loss)	-148,561,166.41	-6,930,375.00
Credit losses (negative means loss)	-1,806,392.64	
Loss on assets impairment	-59,870,427.75	-39,747,598.97
Loss on disposal of fixed assets	-33,048,242.88	-1,066,342.25
Operating profits	1,198,967,459.93	1,010,918,106.94
Add: non-operating income	9,264,716.02	7,339,034.22
Less: non-operating expenses	23,357,311.08	17,364,035.61
Total operating profits	1,184,874,864.87	1,000,893,105.55
Less: tax expenses	200,306,165.68	157,797,345.67
Net operating profits	984,568,699.19	843,095,759.88
1. Net profits from continuing operation	984,568,699.19	843,095,759.88
- Net profits attributable to shareholder of parent company	984,992,924.24	856,198,277.09
- Non-controlling interests	-424,225.05	-13,102,517.21
Other Comprehensive income, net of tax	16,488,072.21	-10,689,460.96
- attributable to shareholder of parent company	15,469,822.80	-9,924,990.40
Other comprehensive income which will be reclassified subsequently into profit or loss	15,469,822.80	-9,924,990.40
-Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit and loss	-6,469,007.39	
-Change in fair value of available-for-sale financial assets		-27,491,225.34
-Foreign currency translation adjustment	21,938,830.19	17,566,234.94
- to minority interests	1,018,249.41	-764,470.56
Total Comprehensive income	1,001,056,771.40	832,406,298.92
Comprehensive income attributable to shareholder of parent company	1,000,462,747.04	846,273,286.69
Comprehensive income to minority shareholders	594,024.36	-13,866,987.77
Basic EPS	0.31	0.26
Diluted EPS	0.31	0.26

Consolidated Statement of Cash Flows
For the financial period ended 30 September 2019

Goertek Inc

Subjects	nine months ended 30 Sep 2019	nine months ended 30 Sep 2018
	RMB	RMB
Cash flows from operating activities		
cash received from selling of goods and services	24,203,143,239.44	15,338,997,720.56
Tax refund	1,210,314,172.56	1,256,403,433.37
cash received from other operating activities	388,453,608.35	333,583,309.93
Cash inflows from operating activities	25,801,911,020.35	16,928,984,463.86
Cash payment of purchase of goods and services	18,033,941,111.34	11,760,697,230.38
Cash payment of staff related expenses		
Tax paid		
Cash payment of staff related expenses	3,339,399,842.42	3,129,093,086.19
Tax paid	333,233,796.86	360,704,586.15
cash paid for other operating activities	986,886,674.89	1,105,418,131.29
Cash outflow from operating activities	22,693,461,425.51	16,355,913,034.01
Net cash generated from operating activities	3,108,449,594.84	573,071,429.85
Cash flows from investing activities		
Cash received from return on investments	75,102,367.74	
Cash received from investments	5,130,373.24	2,977,734.05
Proceeds from diaposal of fixed assets	51,134,689.45	17,750,330.58
Proceeds from diaposal of fixed assets	118,422,143.32	42,785,833.95
Cash inflow from investing activities	249,789,573.75	63,513,898.58
Cash paid to acquire fixed assets, intangible assets and other long-term assets	1,769,976,441.24	2,787,458,301.48
Cash paid to acquire investments	84,721,113.92	58,339,077.43
Cash paid for other operating activities		25,297,179.00
Cash outflows from investing activities	1,854,697,555.16	2,871,094,557.91
Net cash used in investing activities	-1,604,907,981.41	-2,807,580,659.33
Cash flow from financing activities		
Proceeds from investors	500,000.00	12,691,522.38
Proceeds from bank borrowings	6,503,609,190.49	5,368,859,041.09
Cash received from other financing activities	698,330,712.20	813,608,502.21
Cash inflow from financing activities	7,202,439,902.69	6,195,159,065.68
Repayment of borrowings	6,722,944,964.63	4,255,022,404.98
Cash payments for interest expenses and distribution of dividends or profits	529,777,725.13	462,888,280.47
Cash paid for other financing activities	791,211,762.16	1,038,803,775.44
Cash outflow from financing activities	8,043,934,451.92	5,756,714,460.89
Cash used in financing activities	-841,494,549.23	438,444,604.79
Effects of exchange rate change on cash and cash equivalents	-27,037,013.32	-15,139,270.75
Effects of exchange rate change on cash and cash equivalents	635,010,050.88	-1,811,203,895.44
Cash and cash equivalents at beginning of year	2,007,869,437.81	3,357,847,604.75
Cash and cash equivalents at end of year	2,642,879,488.69	1,546,643,709.31