

Stock code: 000045

Stock Abbreviation: Shen Textile A, Shen Textile B

Announcement No.:2022-14

Shenzhen Textile (Group) Co., LTD

The First Quarter 2022 Report

The members of the Board and the Company acknowledge being responsible for the truthfulness, accuracy, and completeness of the announcement. Not any false record, misleading statement or significant omission carried in this announcement.

Important content reminder:

1.The Board of Directors, The Supervisory Committee, the supervisors and the directors of the Company guarantee that there are no significant omissions, fictitious or misleading statements carried in the Report and we will accept individual and joint responsibilities for the truthfulness, accuracy and completeness of the Report.

2. Principal of the Company, Person in Charge of Accounting Works and Person in Charge of Accounting Organ (Accounting Officer) hereby confirm that the Financial Report of the First Quarterly Report is authentic, accurate and complete.

3. Whether the First Quarterly Report has been audited or not

Yes No

4. This Report has been prepared in both Chinese and English, in case any discrepancy, the Chinese version shall prevail.

I. Main financial data

(I) Main accounting data and financial indexes

Whether it has retroactive adjustment or re-statement on previous accounting data or not

Yes No

	This period	Same period of last year	Increase/decrease from year-begin to period-end compared with the same period of the previous year
Operating income (RMB)	670,551,882.04	552,950,209.39	21.27%
Net profit attributable to the shareholders of the listed company (Yuan)	17,625,745.18	42,776,335.85	-58.80%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (Yuan)	15,102,181.63	39,905,925.26	-62.16%
Cash flow generated by business operation, net (Yuan)	-65,966,923.49	-75,288,004.27	12.38%
Basic earning per share(Yuan/Share)	0.0348	0.0842	-58.67%
Diluted gains per share(Yuan/Share)	0.0348	0.0842	-58.67%
Weighted average return on equity (%)	0.62%	1.53%	-0.91%
	End of this period	End of last period	Changes of this period-end over same period-end of last year(%)
Gross assets (Yuan)	5,614,397,580.92	5,496,647,107.83	2.14%
Net assets attributable to the shareholders of the listed company (Yuan)	2,834,412,300.14	2,816,795,889.89	0.63%

(II) Items and amount of non-current gains and losses√ Applicable Not applicable

Unit: yuan

project	Amount of this reporting period	explain
Non-current asset disposal gain/loss(including the write-off part for which assets impairment provision is made)	-12,114.72	
Governmental Subsidy accounted as current gain/loss, except for those subsidies at with amount or quantity fixed by the national government and closely related to the Company' s business operation.	4,300,287.54	Other benefits of government subsidies that are confirmed related to the main business
Net amount of non-operating income and expense except the aforesaid items	-93,647.44	
Less :Influenced amount of income tax	11,413.84	
Influenced amount of minor shareholders' equity (after tax)	1,659,547.99	
Total	2,523,563.55	--

Other gain/loss items that qualified the definition of non-recurring profit (gains)/losses:

 Applicable Not applicable

The Company does not have other gain/loss items that qualified the definition of non-recurring profit (gains)/losses

Explanation on those non-recurring gain/loss listed in the “Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss” defined as recurring gain/loss

 Applicable Not applicable

The Company does not have the non-recurring gain/loss listed in the “Q &A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss” defined as recurring gain/loss

(III) Particulars about changes in items of main accounting data and financial index and explanations of reasons√ Applicable Not applicable

The reporting period attributable to shareholders of the same period last year, the main reason: one is the large TV polarized light industrialization project (line 7), line 7 has not been put into production in the second half of 2021, high fixed assets depreciation and amortization, resulting in higher product unit manufacturing cost, and the line 7 after the consolidation project loan interest of 7.6999 million yuan in the same period last year. Excluding the incomparable factors such as the climbing of Line 7 and the liquidation income of subsidiaries, despite the adverse factors such as the declining market and the rising raw material prices in the second half of last year, the company has maintained a steady operating performance in this reporting period compared with the same period of last year by further optimizing the product and customer structure and improving the lean management level compared with the same period of last year.

At present, the yield and loss rate and other technical indicators of Line 7 have improved month by month, the production capacity has increased, and the company's operating performance is improving month by month. The main products of Line 7 have been completed through customer verification, the order volume has been gradually increased, and the unit manufacturing cost of the products has been gradually reduced. With the smooth climbing progress of Line 7, the subsequent products will have a positive impact on the company's business performance.

Items	Ending balance (RMB 10,000)	Operaing balance(RMB 10,000)	Changes ratio	Reasons of changes
Monetary funds	12,186.80	30,247.28	-59.71%	It is mainly caused by the purchase of money funds, investment in Line 7 and Guangzhou RTP projects during the reporting period.

Notes receivable	2,983.82	14,994.29	-80.10%	It is mainly due to the maturity and acceptance of notes receivable during the reporting period.
Account receivable	63,186.38	47,999.87	31.64%	Mainly due to the increase of polarizer business sales revenue during the reporting period.
Financing receivable	6,098.40	2,147.41	183.99%	Mainly due to the increase of polarizer business sales revenue during the reporting period.
Prepayments	6,709.56	1,540.66	335.50%	Mainly due to the increase of prepaid materials during the reporting period.
Other current assets	8,525.52	2,950.34	188.97%	This is mainly due to the increase in the input tax expected.
Construction in process	1,709.75	7,148.20	-76.08%	Mainly due to the reporting period Guangzhou RTP project under construction to solid.
Items	Amount at the period (RMB 10,000)	Amount at the same period of last year(RMB 10,000)	Changes ratio	Reasons of changes
Operating income	67,055.19	55,295.02	21.27%	It is mainly caused by the increase of polarizer business sales after the mass production of Line 7 during the reporting period.
Operating costs	57,967.15	42,781.74	35.50%	It is mainly due to the year-on-year increase of operating revenue and the increase of simultaneous operating costs. However, due to the low sales gross profit margin of new line 7 products during the reporting period, the growth of operating costs exceeded the growth of operating revenue.
Credit impairment loss	-416.89	3.75	-11219.63%	It is mainly caused by the increase in accounts receivable and the corresponding increase in bad debt provision during the reporting period.
Operating profit	2,499.21	6,882.35	-63.69%	Due to the main fact that Line 7 is still in the climbing period, the high manufacturing cost of the product unit, the loan interest of Line 7 is recorded in the reporting period; the income from the liquidation and cancellation of the subsidiary in the same period of last year.
Total profit	2,489.84	6,882.00	-63.82%	Due to the main fact that Line 7 is still in the climbing period, the high manufacturing cost of the product unit, the loan interest of Line 7 is recorded in the reporting period; the income from the liquidation and cancellation of the subsidiary in the same period of last year.
Income tax expenses	191.99	672.05	-71.43%	Mainly due to the reduction of enterprise income tax expenses during the reporting period.
Net profit	2,297.86	6,209.95	-63.00%	Due to the main fact that Line 7 is still in the climbing period, the high manufacturing cost of the product unit, the loan interest of Line 7 is recorded in the reporting period; the income from the liquidation and cancellation of the subsidiary in the same period of last year.
Cash flow generated by financing	2,035.56	7,186.57	71.68%	Mainly due to the reduction of loans to Line 7 projects in this reporting period.

II. Shareholders Information

(I) Total number of common shareholders and preference shareholders with voting rights recovered and top ten common shareholders

Unit: stock

Total number of common shareholders at the period-end	24,671	Total preference shareholders with the voting power recovered at the end of the reporting period(if any)	0			
Shares held by the top 10 shareholders						
Shareholder name	Properties of shareholder	Share proportion	Quantity	Amount of	Pledging or freezing	
					Status	Quantity

		on %		tradable shares with Conditional held	of the shares	
Shenzhen Investment Holdings Co., Ltd.	State-owned legal person	46.21%	234,069,436			
Shenzhen Shenchao Technology Investment Co., Ltd.	State-owned legal person	3.18%	16,129,032			
Sun Huiming	Domestic natural person	1.19%	6,008,653			
Deng Yan	Domestic natural person	1.11%	5,604,400			
Chen Danzhen	Domestic natural person	1.09%	5,543,800			
Liu Shenpei	Domestic natural person	0.95%	4,801,288			
Su Weipeng	Domestic natural person	0.60%	3,016,010		pledge	2,800,000
Mao Yuxia	Domestic natural person	0.55%	2,792,400			
Qi Jianhong	Domestic natural person	0.44%	2,218,800			
China Construction Bank Company Limited-Cinda Australia Bank New Energy Industry Equity Securities Investment Fund	Others	0.43%	2,174,610			

Shareholding of top 10 shareholders of unrestricted shares

Name of the shareholder	Quantity of unrestricted shares held at the end of the reporting period	Share type	
		Share type	Quantity
Shenzhen Investment Holding Co., Ltd	234,069,436	RMB common stock	234,069,436
Shenzhen Shenchao Technology Investment Co., LTD	16,129,032	RMB common stock	16,129,032
Sun Huiming	6,008,653	Domestic listed foreign shares	6,008,653
Deng Yan	5,604,400	RMB common stock	5,604,400
Chen Danzhen	5,543,800	RMB common stock	5,543,800
Liu Shenpei	4,801,288	RMB common stock	4,801,288
Su Weipeng	3,016,010	RMB common stock	3,016,010
Mao Yuxia	2,792,400	RMB common stock	2,792,400
Qi Jianhong	2,218,800	RMB common stock	2,218,800
China Construction Bank Company Limited-Cinda Australia Bank New Energy Industry Equity Securities Investment Fund	2,174,610	RMB common stock	2,174,610
Description of the above shareholder association or concerted action	Among the top 10 common shareholders, Shenzhen Investment Holding s Co., Ltd. and Shenzhen Shenchao Technology Investment Co., Ltd. do not constitute a concerted party relationship. In addition, the company does not know whether there is an associated relationship among the top 10 ordinary shareholders, and between the top 10 ordinary shareholders and the top 10 shareholders, or whether they are persons taking concerted action defined in Regulations on Disclosure of Information about Shareholding of Shareholders of Listed Companies.		

(II) Total shareholders with preferred stock held and shares held by top ten shareholders with preferred stock held

Applicable Not applicable

III. Other significant events

Applicable Not applicable

(I) Progress of polarizer industrialization project for ultra-large TV (Line 7)

During the reporting period, technical indicators such as yield and loss rate of Line 7 improved month by month, production capacity increased, and the company's operating performance improved month by month. The main products of Line 7 have been completed through customer verification, the order volume has been gradually increased, and the unit manufacturing cost of the products has been gradually reduced. With the smooth climbing progress of Line 7, the subsequent products will have a positive impact on the company's business performance.

(II) About the investment and construction of RTS after the production line

In 2021, the company increased investment in one RTS production line, the total project investment does not exceed 30 million yuan; By March 31, 2022, RMB 23,828, actually paid 17,628,500 yuan; By 31st March 2022, the company overcame the adverse impact of the epidemic and accelerated the construction of the RTS production line, which is expected to be completed in the second quarter of 2022.

(III) Progress in subsidiaries participating in the establishment of industrial funds

On November 16, 2017, the company subsidiary shengbo photoelectric and fund manager huai ji investment, general partner jin investment and other limited partners signed the changxing jun ying equity investment partnership (limited partnership) partnership agreement, jointly launched industrial fund, focus on related to the company's main business, fund scale 50 million yuan, sheng bo photoelectric as one of the limited partners of industrial fund, subscribed 28.5 million yuan, see giant tide information network (<http://www.cninfo.com.cn>). Company Announcement No.2017-55".

On February 10, 2018, Changxing Junying has completed the industrial and commercial registration, and has completed the private investment fund filing on February 8, 2018, please refer to Juchao Information Network (<http://www.cninfo.com.cn>) 2018-05.

As of March 31, 2022, Changxing Junying has accumulated invested in 3 projects, with a total investment amount of 42 million yuan.

No	Name	Investment	Fund contribution (RMB 10,000)
1	Shenzhen Kaichuang Shijia Technology Co., Ltd.	Optical Film	1,400
2	Shenzhen Shenfuyu Electronic Technology Co., Ltd.	Optical Film	1,300
3	Shenzhen Hengbaoshun Technology Development Co., Ltd.	Optical Film	1,500

(IV) The disposal of assets of the joint venture company Xieli Automobile Co., Ltd.

Shenzhen Xili Automobile Co., LTD. (hereinafter referred to as "Shenzhen Xili") is a Sino-foreign joint venture invested by the company and Hong Kong Xili Maintenance Company in 1981, with a registered capital of 3.12 million yuan, and the company holds 50% of the equity. The company operated until 2008 and its business license was revoked in 2014, with the main assets were property. In March 2020, Shenzhen Xili Industry and Commerce has been cancelled, but there are three properties under its name how to dispose of both shareholders need to solve after further negotiation.

On July 26, 2021, the Company filed to the People's Court of Yantian District, Shenzhen City, Guangdong Province the cancellation of Shenzhen Market Supervision Administration of Shenzhen Xili Automobile Enterprise Co., Ltd. on March 9, 2020; On November 21, 2021, the cancellation of Shenzhen Xili Automobile Enterprise Co., Ltd.; on December 3 and December 6, 2021, Hong Kong Xili and Shenzhen Market Supervision Administration submitted an appeal to the Shenzhen Intermediate People's Court respectively. On April 18, 2022,

the company received the notice of the second instance hearing sent by Shenzhen intermediate people's court. The case was heard on April 27, 2022. As of the disclosure date of this report, the company has not received the judgment result of the second instance.

IV. Quarterly financial statements

(1) Financial statements

1. Consolidated balance sheet

Prepared by: Shenzhen Textile (Group) Co., LTD

In RMB

Items	March 31, 2022	March 31, 2021
Current asset:		
Monetary fund	121,867,997.52	302,472,828.60
Settlement provision		
Outgoing call loan		
Transactional financial assets	710,992,246.79	586,540,735.16
Derivative financial assets		
Notes receivable	29,838,237.17	149,942,880.28
Account receivable	631,863,822.83	479,998,708.57
Financing receivable	60,983,972.96	21,474,101.07
Prepayments	67,095,605.10	15,406,619.53
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Other account receivable	106,238,805.90	140,185,750.40
Including: Interest receivable	91,547.13	
Dividend receivable		
Repurchasing of financial assets		
Inventories	767,239,406.08	667,461,447.03
Contract assets		
Assets held for sales		
Non-current asset due within 1 year		
Other current asset	85,255,221.34	29,503,352.42
Total of current assets	2,581,375,315.69	2,392,986,423.06
Non-current assets:		
Loans and payment on other' s behalf disbursed		
Creditor's Investment		
Other Creditor's Investment		
Long-term receivable		
Long term share equity investment	132,915,289.85	133,022,325.77
Other equity instruments investment	186,033,829.72	186,033,829.72
Other non-current financial assets	30,650,943.40	30,650,943.40
Property investment	104,445,128.42	106,217,779.76
Fixed assets	2,428,601,151.17	2,424,741,252.86
Construction in progress	17,097,540.42	71,482,031.08

Production physical assets		
Oil & gas assets		
Use right assets	9,221,189.37	9,221,189.37
Intangible assets	47,387,543.01	48,635,160.00
Development expenses		
Goodwill		
Long-germ expenses to be amortized	5,170,341.08	5,387,295.94
Deferred income tax asset	3,708,379.99	3,708,596.78
Other non-current asset	67,790,928.80	84,560,280.09
Total of non-current assets	3,033,022,265.23	3,103,660,684.77
Total of assets	5,614,397,580.92	5,496,647,107.83
Current liabilities		
Short-term loans	42,453,773.89	37,575,113.83
Loan from Central Bank		
Borrowing funds		
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable	33,407,331.28	16,682,324.12
Account payable	394,196,964.85	283,643,842.23
Advance receipts	5,098,962.57	1,805,311.57
Contract liabilities	340,528.94	68,955.21
Selling of repurchased financial assets		
Deposit taking and interbank deposit		
Entrusted trading of securities		
Entrusted selling of securities		
Employees' wage payable	56,758,706.14	59,719,860.24
Tax payable	4,177,510.64	9,200,627.09
Other account payable	139,672,295.52	201,317,421.35
Including: Interest payable		
Dividend payable		
Fees and commissions payable		
Reinsurance fee payable		
Liabilities held for sales		
Non-current liability due within 1 year		5,175,393.52
Other current liability	37,088,751.30	27,523,903.58
Total of current liability	713,194,825.13	642,712,752.74
Non-current liabilities:		
Reserve fund for insurance contracts		
Long-term loan	711,388,134.97	683,016,243.25
Bond payable		
Including: preferred stock		
Sustainable debt		
Lease liability	9,419,249.23	4,243,855.71
Long-term payable		
Long-term remuneration payable to staff		
Expected liabilities	25,621,002.16	30,741,055.00

Deferred income	106,333,226.06	110,461,293.15
Deferred income tax liability	61,642,660.91	61,642,660.91
Other non-current liabilities		
Total non-current liabilities	914,404,273.33	890,105,108.02
Total of liability	1,627,599,098.46	1,532,817,860.76
Owners' equity		
Share capital	506,521,849.00	506,521,849.00
Other equity instruments		
Including: preferred stock		
Sustainable debt		
Capital reserves	1,961,599,824.63	1,961,599,824.63
Less: Shares in stock		
Other comprehensive income	119,672,784.12	119,682,119.05
Special reserve		
Surplus reserves	98,245,845.47	98,245,845.47
Common risk provision		
Retained profit	148,371,996.92	130,746,251.74
Total of owner' s equity belong to the parent company	2,834,412,300.14	2,816,795,889.89
Minority shareholders' equity	1,152,386,182.32	1,147,033,357.18
Total of owners' equity	3,986,798,482.46	3,963,829,247.07
Total of liabilities and owners' equity	5,614,397,580.92	5,496,647,107.83

Legal representative: Zhang Jian Person in charge of accounting work: He Fei Head of accounting institution: Zhu Jingjing

2. Consolidated income statement

Items	In RMB	
	Amount in this period	Amount in last period
I. Turnover	670,551,882.04	552,950,209.39
Including: Operating income	670,551,882.04	552,950,209.39
Interest income		
Insurance fee earned		
Commission charge and commission income		
II. Total operating costs	631,453,868.00	467,514,146.26
Including : Operating costs	579,671,495.55	427,817,363.33
Interest expense		
Fee and commission paid		
Insurance discharge payment		
Net claim amount paid		
Appropriation of deposit for duty, net		
Insurance policy dividend paid		
Reinsurance expenses		
Business tax and surcharge	2,117,586.03	2,169,731.19
Sales expense	8,619,166.65	12,186,927.12
Administrative expense	31,849,295.48	25,121,747.46
R & D expense	13,080,014.85	11,210,174.64

Financial expenses	-3,883,690.55	-10,991,797.48
Including: Interest expense		
Interest income		
Add: Other income	4,300,287.54	4,666,489.60
Investment gain (“-” for loss)	5,112,851.74	5,008,410.87
Including: investment gains from affiliates	-97,700.99	-267,795.43
Financial assets measured at amortized cost cease to be recognized as income		
Gains from currency exchange		
Net exposure hedging income		
Changing income of fair value		402,037.73
Credit impairment loss	-4,168,918.12	37,491.52
Impairment loss of assets	-19,338,029.09	-26,726,948.99
Assets disposal income	-12,114.72	
III. Operating profit (“-” for loss)	24,992,091.39	68,823,543.86
Add : Non-operating income	7,030.76	3,907.91
Less: Non-operating expense	100,678.20	7,403.96
IV. Total profit(“-” for loss)	24,898,443.95	68,820,047.81
Less: Income tax expenses	1,919,873.63	6,720,531.16
V. Net profit	22,978,570.32	62,099,516.65
(I) Classification by business continuity		
1.Net continuing operating profit	22,978,570.32	62,099,516.65
2.Termination of operating net profit		
(II) Classification by ownership		
1.Net profit attributable to the owners of parent company	17,625,745.18	42,776,335.85
2.Minority shareholders’ equity	5,352,825.14	19,323,180.80
VI. Net after-tax of other comprehensive income	-9,334.93	134,830.38
Net of profit of other comprehensive income attributable to owners of the parent company.	-9,334.93	134,830.38
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period		113,852.14
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
3. Changes in the fair value of investments in other equity instruments		113,852.14
4. Changes in the fair value of the company’ s credit risks		
5.Other		
(II)Other comprehensive income that will be reclassified into profit or loss	-9,334.93	20,978.24
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2. Changes in the fair value of investments in other debt obligations		
3. Other comprehensive income arising from the reclassification of financial assets		
4.Allowance for credit impairments in investments in other debt obligations		
5. Reserve for cash flow hedges		
6.Translation differences in currency financial statements	-9,334.93	20,978.24

7.Other		
Net of profit of other comprehensive income attributable to Minority shareholders' equity		
VII. Total comprehensive income	22,969,235.39	62,234,347.03
Total comprehensive income attributable to the owner of the parent company	17,616,410.25	42,911,166.23
Total comprehensive income attributable minority shareholders	5,352,825.14	19,323,180.80
VIII. Earnings per share		
(I)Basic earnings per share	0.0348	0.0842
(II)Diluted earnings per share	0.0348	0.0842

If the enterprise merger under the same control occurs in this period, the net profit realized by the consolidated party before the merger is 0.00 yuan, and the net profit realized by the consolidated party in the previous period is 0.00 yuan.

Legal representative: Zhang Jian Person in charge of accounting work: He Fei Head of accounting institution: Zhu Jingjing

3. Consolidated cash flow statement

In RMB

Items	Amount in this period	Amount in last period
I.Cash flows from operating activities		
Cash received from sales of goods or rendering of services	604,500,101.55	497,878,724.28
Net increase of customer deposits and capital kept for brother company		
Net increase of loans from central bank		
Net increase of inter-bank loans from other financial bodies		
Cash received against original insurance contract		
Net cash received from reinsurance business		
Net increase of client deposit and investment		
Cash received from interest, commission charge and commission		
Net increase of inter-bank fund received		
Net increase of repurchasing business		
Net cash received by agent in securities trading		
Tax returned	1,364,975.85	6,520,333.41
Other cash received from business operation	52,681,743.74	50,348,087.80
Sub-total of cash inflow	658,546,821.14	554,747,145.49
Cash paid for purchasing of merchandise and services	502,457,863.05	464,527,899.35
Net increase of client trade and advance		
Net increase of savings in central bank and brother company		
Cash paid for original contract claim		
Net increase for Outgoing call loan		
Cash paid for interest, processing fee and commission		
Cash paid for policy dividend		
Cash paid to staffs or paid for staffs	66,865,538.16	72,133,529.61
Taxes paid	135,772,979.52	10,012,400.49
Other cash paid for business activities	19,417,363.90	83,361,320.31
Sub-total of cash outflow from business activities	724,513,744.63	630,035,149.76
Net cash generated from /used in operating activities	-65,966,923.49	-75,288,004.27
II. Cash flow generated by investing		
Cash received from investment retrieving		20,230,035.72

Cash received as investment gains	1,673,424.66	5,129,520.27
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	1,776.70	
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received		470,457,427.76
Sub-total of cash inflow due to investment activities	1,675,201.36	495,816,983.75
Cash paid for construction of fixed assets, intangible assets and other long-term assets	16,535,761.62	89,469,056.52
Cash paid as investment		
Net increase of loan against pledge		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities	120,000,000.00	512,374,977.65
Sub-total of cash outflow due to investment activities	136,535,761.62	601,844,034.17
Net cash flow generated by investment	-134,860,560.26	-106,027,050.42
III.Cash flow generated by financing		
Cash received as investment		
Including: Cash received as investment from minor shareholders		
Cash received as loans	27,922,000.00	75,966,000.00
Other financing - related cash received		
Sub-total of cash inflow from financing activities	27,922,000.00	75,966,000.00
Cash to repay debts		
Cash paid as dividend, profit, or interests	7,566,288.88	4,020,397.33
Including: Dividend and profit paid by subsidiaries to minor shareholders		
Other cash paid for financing activities	128.63	79,933.50
Sub-total of cash outflow due to financing activities	7,566,417.51	4,100,330.83
Net cash flow generated by financing	20,355,582.49	71,865,669.17
IV. Influence of exchange rate alternation on cash and cash equivalents	-68,534.94	548,403.88
V.Net increase of cash and cash equivalents	-180,540,436.20	-108,900,981.64
Add: balance of cash and cash equivalents at the beginning of term	302,408,433.72	278,337,236.95
VI.Balance of cash and cash equivalents at the end of term	121,867,997.52	169,436,255.31

(II) Audit report

Is the First Quarterly Report be audited?

Yes No

The Board of Directors of Shenzhen Textile (Holdings) Co., Ltd.
April 29,2022