

Stock Exchange Code: 002415

Abbreviation of Securities: Hikvision

No: 2023-013

Hangzhou Hikvision Digital Technology Co., Ltd.**2023 1st Quarter Report**

The Company and all members of the Board of Directors guarantee that the information disclosed is true, accurate and complete without false records, misleading statements or material omissions.

Important Content Notes:

Whether the directors, supervisors and senior management have any objection to the content of this quarterly report or cannot guarantee the truthfulness, accuracy and completeness of this quarterly report

 Yes No

1. The Board of Directors, Board of Supervisors, directors, supervisors and senior management guarantee that the information presented in this report is true, accurate and complete without false records, misleading statements or material omissions, and will undertake individual and joint legal liabilities.
2. Chen Zongnian, the Company's legal representative, Jin Yan, the person in charge of the accounting work, and Zhan Junhua, the person in charge of accounting institution (accounting supervisor) hereby declare and warrant that the financial information in this report is true, accurate and complete.
3. Whether the 1st quarter report has been audited

 Yes No

I. Key Financial Data

1. Key Accounting Data and Financial Indicators

Whether the Company performed a retroactive adjustment or restatement of the previous accounting data

Yes No

Reasons for retroactive adjustment or restatement of the previous accounting data

Changes in accounting policies

	2023 Q1	2022 Q1		YoY Change(%) between 2022 Q1 and 2023 Q1
		Before the adjustment	After the adjustment	After the adjustment
Revenue (RMB)	16,201,189,412.53	16,521,549,351.36	16,521,549,351.36	-1.94%
Net profits attributable to shareholders of the Company (RMB)	1,811,255,388.03	2,284,174,955.78	2,283,755,331.73	-20.69%
Net profits attributable to shareholders of the Company excluding non-recurring gains and losses (RMB)	1,554,094,332.67	2,210,077,663.70	2,209,658,039.65	-29.67%
Net cash flows from operating activities (RMB)	-3,285,523,507.64	-3,904,933,407.63	-3,904,933,407.63	15.86%
Basic earnings per share (RMB/share)	0.196	0.247	0.247	-20.65%
Diluted earnings per share (RMB/share)	0.196	0.246	0.246	-20.33%
Weighted average Return on Equity (ROE)	2.61%	3.53%	3.53%	-0.92%
	On March 31, 2023	On December 31, 2022		Change(%) between December 31, 2022 and March 31, 2023
		Before the adjustment	After the adjustment	After the adjustment
Total assets (RMB)	117,177,724,893.23	119,233,282,761.47	119,235,059,709.22	-1.73%
Owner's equity attributable to shareholders of the Company (RMB)	70,417,978,013.39	68,389,154,548.76	68,387,715,474.08	2.97%

Reasons for changes in accounting policies and situations of correction of accounting errors

Note:

The Ministry of Finance issued the Interpretation No. 16 of Accounting Standards for Business Enterprises (the "Interpretation No. 16") on November 30, 2022. It clarifies that the "exemption of initial recognition shall not apply to the deferred income tax relating to assets and liabilities arising from a single transaction" and this provision is effective as of January 1, 2023. Where the lease liabilities and right-of-use assets recognized at the beginning of the earliest period of the financial statement presentation in which this provision was first implemented, as well as the estimated liabilities related to abandonment obligations and corresponding related assets recognized for individual transactions to which this provision applied generate taxable and deductible temporary differences, the Group will make a cumulative-effect adjustment to the opening retained earnings and other related financial statement items in the earliest period presented in the financial statements in accordance with this provision and the ASBE No. 18 - Income Taxes.

The total share capital of the Company as of the previous trading day of the financial report disclosure:

The total share capital of the Company as of the previous trading day of the financial report disclosure (share)	9,363,932,789
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Fully diluted earnings per share calculated using the latest share capital:

Fully diluted earnings per share (RMB/share) calculated with the latest share capital	0.193
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2. Items and Amounts of Non-recurring Gains and Losses

Applicable Inapplicable

Unit: RMB

Item	January 1, 2023–March 31, 2023
Profit or loss from disposal of non-current assets (including the write-off for the impairment provision of assets)	-2,348,351.22
Government subsidies included in the current profit and loss (except for government subsidies that are closely related to the Company's regular business operations, comply with national policies, and those that are continuously enjoyed in accordance with a certain standard fixed or quantitative basis)	153,610,863.51
Gain or loss on a business combination achieved through multiple transactions and not under common control	116,433,610.45
Profits and losses attributed to change in fair value for held-for-trading financial assets and held-for-trading financial liabilities; and investment income from disposal of held-for-trading financial assets, held-for-trading financial liabilities, and available-for-sale financial assets, excluding the effective hedging business related to the regular business operation of the Company.	5,014,019.28

Item	January 1, 2023–March 31, 2023
Other non-operating income and expenditures except the items mentioned above	29,681,868.27
Less: Impact of income tax	28,820,065.58
Impact of the minority interests (after tax)	16,410,889.35
Total	257,161,055.36

Details of other profit and loss items that meet the definition of non-recurring profit and loss:

Applicable Inapplicable

The Company does not have other specific conditions of profit and loss items that meet the definition of non-recurring profit and loss.

Explanations on classifying any non-recurring gain/loss item mentioned in the <Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Non-recurring Gains and Losses> as recurring gain/loss item.

Applicable Inapplicable

The Company does not classify any non-recurring gain/loss item mentioned in the <Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Non-recurring Gains and Losses> as recurring gain/loss item.

3. Information and explanation about variations in key accounting data and financial indicators

Applicable Inapplicable

3.1 Explanation for variations in balance sheet items

Item	Balance on March 31, 2023 (RMB)	Balance on December 31, 2022 (RMB)	YoY change (%)	Note of Changes
Held-for-trading financial assets	-	12,807,438.36	-100.00%	There were no undelivered forward foreign exchange contracts at the end of the reporting period
Held-for-trading financial liabilities	-	68,299,685.57		
Goodwill	341,424,119.74	217,386,531.28	57.06%	Goodwill and deferred tax liabilities arising from combinations not involving enterprises under common control
Deferred tax liabilities	157,219,349.48	119,314,055.82	31.77%	
Payroll payable	2,724,869,742.25	4,837,302,455.95	-43.67%	2022 year-end bonus were paid in this quarter
Long-term borrowings	10,674,015,567.53	7,522,315,341.60	37.19%	Increase in demands for

Item	Balance on March 31, 2023 (RMB)	Balance on December 31, 2022 (RMB)	YoY change (%)	Note of Changes
Non-current liabilities due within one year	837,214,836.18	868,197,272.46		long-term working capital
Share capital	9,363,932,789.00	9,430,920,624.00	-0.71%	Completion of repurchase and cancellation of outstanding shares
Capital reserves	8,361,756,601.50	10,141,153,435.32	-17.55%	
Treasury shares	3,272,148,424.89	5,316,033,650.24	-38.45%	

3.2 Explanation for variations in income statement items

Items	2023 Q1 (RMB)	2022 Q1 (RMB)	YoY Change (%)	Note of changes
Business taxes and surcharges	162,501,664.68	103,960,428.47	56.31%	Increase in additional taxes caused by increase in the VAT credit
Financial expenses	-50,535,488.90	5,107,219.67	-1089.49%	Foreign exchange gains increased
Investment income	53,024,459.67	132,282,275.71	-59.92%	Gains from investment in joint ventures and associated enterprises decreased, as well as trading gains from foreign exchange hedging business decreased
Gains/losses from changes in fair value	76,962,398.56	-36,969,562.42	308.18%	Gains from changes in fair value of foreign exchange hedging business increased
Asset impairment losses	-141,629,819.18	-40,075,823.89	-253.40%	Provision for inventory depreciation increased

3.3 Explanation for variations in cash flow statement items

Item	2023 Q1 (RMB)	2022 Q1 (RMB)	YoY Change (%)	Note of changes
Net cash flow from operating activities	-3,285,523,507.64	-3,904,933,407.63	15.86%	Increase in sales collection
Net cash flows from investing activities	-758,788,857.48	-795,128,733.12	4.57%	No significant change
Net cash flows from financing activities	2,031,442,402.22	4,247,971,748.82	-52.18%	2021 incentive restricted share subscriptions were received at the same period of the previous year

II. Shareholder Information

1. Total number of common shareholders and number of preferred shareholders with resumed voting rights and information about top 10 shareholders

Unit: Share

Total number of common shareholders at the end of the reporting period	329,519	Total number of preferred shareholders (if any) whose voting rights have been recovered at the end of the reporting period (if any)	0			
Particulars about Top 10 shareholders						
Name of shareholder	Nature of shareholder	Share-holding percentage (%)	Total shares held at the period-end	The number of common shares held with trading restrictions	Pledged, marked or frozen	
					Status	Amount
China Electronics Technology HIK Group Co., Ltd.	Domestic state-owned corporation	36.35%	3,403,879,509	-	Pledged	50,000,000
Gong Hongjia	Overseas individual	10.28%	962,504,814	-	Pledged	71,270,000
Hangzhou Weixun Equity Investment Partnership (Limited Partnership)	Domestic non-state-owned corporation	4.81%	450,795,176	-	Pledged	30,600,000
Shanghai Perseverance Asset Management Partnership (Limited Partnership) - Perseverance Adjacent Mountain 1 Yuanwang Fund	Other	4.61%	432,000,000	-	-	-
CETC Investment Holdings Co., Ltd.	Domestic state-owned corporation	2.48%	232,307,903	-	-	-
Hangzhou Pukang Equity Investment Partnership (Limited Partnership)	Domestic non-state-owned corporation	1.95%	182,510,174	-	Pledged	120,420,000
The 52 nd Research Institute at China Electronics Technology Group Corporation	Domestic state-owned corporation	1.93%	180,775,044	-	-	-
Hu Yangzhong	Domestic individual	1.66%	155,246,477	116,434,858	-	-
Central Huijin Investment Co., Ltd.	Domestic state-owned corporation	0.69%	64,700,691	-	-	-
Hong Kong Securities Clearing Company Ltd.(HKSCC)	Overseas corporation	0.51%	47,971,720	-	-	-
Particulars about shares held by the Top 10 common shareholders holding shares that are not subject to trading restriction(s)						

Name of shareholder	Number of common shares without trading restrictions held at the period-end	Type of shares	
		Type	Number
China Electronics Technology HIK Group Co., Ltd.	3,403,879,509	RMB ordinary shares	3,403,879,509
Gong Hongjia	962,504,814	RMB ordinary shares	962,504,814
Hangzhou Weixun Equity Investment Partnership (Limited Partnership)	450,795,176	RMB ordinary shares	450,795,176
Shanghai Perseverance Asset Management Partnership (Limited Partnership) - Perseverance Adjacent Mountain 1 Yuanwang Fund	432,000,000	RMB ordinary shares	432,000,000
CETC Investment Holdings Co., Ltd.	232,307,903	RMB ordinary shares	232,307,903
Hangzhou Pukang Equity Investment Partnership (Limited Partnership)	182,510,174	RMB ordinary shares	182,510,174
The 52 nd Research Institute at China Electronics Technology Group Co., Ltd.	180,775,044	RMB ordinary shares	180,775,044
Central Huijin Investment Co., Ltd.	64,700,691	RMB ordinary shares	64,700,691
Hong Kong Securities Clearing Company Ltd.(HKSCC)	47,971,720	RMB ordinary shares	47,971,720
Shanghai Chongyang Strategic Investment Ltd. – Chongyang Strategic Intelligence Fund	43,418,969	RMB ordinary shares	43,418,969
Explanation on associated relationship and concerted actions among above shareholders	China Electronics Technology HIK Group Co., Ltd., CETC Investment Holdings Co., Ltd., and the 52 nd Research Institute at China Electronics Technology Group Co., Ltd. are all subject to control of China Electronics Technology Group Corporation. Ms. Chen Chunmei, limited partner of Hangzhou Pukang Equity Investment Partnership (Limited Partnership), is the spouse of Mr. Gong Hongjia, overseas individual shareholder of the Company. Hu Yangzhong, domestic individual, is holding shares in both Hangzhou Weixun Equity Investment Partnership (Limited Partnership) and Hangzhou Pukang Equity Investment Partnership (Limited Partnership). Except for these, the Company does not know whether the other shareholders are related parties or whether they are acting-in-concert parties in accordance with the <i>Administrative Measures for Acquisitions of Listed Companies</i> .		
Information on Top 10 shareholders of participating in margin trading and short selling business	Shanghai Chongyang Strategic Investment Ltd. – Chongyang Strategic Intelligence Fund, a shareholder, held 43,418,969 shares of the Company in a margin account.		

2. Total number of preferred shareholders and information about Top 10 preferred shareholders

Applicable Inapplicable

III. Significant Events

Applicable Inapplicable

1. Repurchase of the Company's Public Shares

On September 15, 2022 and October 10, 2022, the Company held the 13th meeting of the 5th session of the Board of Directors and the second extraordinary general meeting of shareholders in 2022 respectively, deliberated and approved the *Proposal on the Plan of Repurchase Part of the Company's Public Shares*, approved the Company using its own fund to repurchase part of its RMB common shares (A shares) that have been issued domestically by means of centralized bidding through the trading system of the SZSE, the aggregate amount of repurchase funds shall not exceed RMB2.5 billion (inclusive) and not less than RMB 2 billion (inclusive), the repurchase price shall not exceed RMB40 per share (inclusive), the implementation period of the repurchase shall not exceed 12 months from the date of the general meeting of shareholders of the Company at which the proposal on the plan of repurchase part of the Company's public shares is reviewed and approved, and the Company will make repurchase decisions and implement them based on market conditions during the repurchase period. The shares repurchased by the Company will be cancelled for reducing the registered capital according to law. For details, please refer to the *Announcement on Resolutions of 13th Meeting of the 5th Session of the Board of Directors* (Announcement No.: 2022-049), the *Announcement on the Plan of Repurchase Part of the Company's Public Shares* (Announcement No.: 2022-050), the *Announcement on Resolutions of the Second Extraordinary General Meeting of Shareholders in 2022* (Announcement No.: 2022-056), the *Report on the Plan of Repurchase Part of the Company's Public Shares* (Announcement No.: 2022-057) published by the Company on cninfo website (www.cninfo.com.cn) on September 16, 2022 and October 11, 2022. On October 11, 2022, the Company first repurchased 6,820,968 shares of the Company by means of centralized bidding through a dedicated securities account for the repurchase, accounting for 0.0723% of the Company's total share capital at that time. The highest transaction price was RMB29.65 per share, the lowest transaction price was RMB28.71 per share, and the total transaction amount was RMB199,981,024.67 (excluding transaction fees). For details, please refer to the *Announcement on the Initial Repurchase of the Company's Shares* (Announcement No.: 2022-059) published by the Company on cninfo website (www.cninfo.com.cn) on October 12, 2022. During the repurchase period, the Company disclosed the progress of repurchase as of the end of last month within the first three trading days each month based on the regulation. For details, please refer to the *Announcement on the Progress of Repurchase* (Announcement No.: 2022-063) (Announcement No.: 2022-066) published by the Company on cninfo website (www.cninfo.com.cn) on November

2, 2022, December 3, 2022, respectively. As of December 30, 2022, the repurchase of shares had been completed, and the actual repurchase date was between October 11, 2022 and December 30, 2022, meet the requirement on implementation period of repurchase in repurchase plan. As of December 30, 2022, the Company used the dedicated securities account for share repurchase to cumulatively repurchase shares with the total amount of 66,987,835 shares by means of centralized bidding, accounting for 0.7103% of the Company's total share capital at that time (9,430,920,624 shares). The highest transaction price was RMB35.13 per share, the lowest transaction price was RMB26.83 per share, and the total transaction amount was RMB2,043,476,488.53 (excluding transaction fees). The source of share-repurchase funding was from the Company's own fund, and the price of repurchase did not exceed the upper limit of the price (RMB40 per share) specified in the repurchase plan. The repurchase complies with relevant laws, regulations and rules from the disclosed repurchase plan. For details, please refer to the *Announcement on the Progress and Result of Repurchase of the Company's Shares and Changes in Shares* (Announcement No.: 2023-001) published by the Company on cninfo website (www.cninfo.com.cn) on January 4, 2023. On January 13, 2023, the Company had completed the cancellation procedures for the above shares at the Shenzhen branch of China Securities Depository and Clearing Corporation Limited, with the total amount of 66,987,835 shares, accounting for 0.7103% of the Company's total share capital before the cancellation (9,430,920,624 shares), and the number of cancelled shares is equal to the number of actual repurchased shares. After the completion of the repurchase and cancellation of shares, the Company's total share capital changes from 9,430,920,624 shares to 9,363,932,789 shares. For details, please refer to the *Announcement on the Completion of the Cancellation of the Company's Repurchased Shares and Changes in Shares* (Announcement No.: 2023-002) published by the Company on cninfo website (www.cninfo.com.cn) on January 17, 2023.

2. Matters Relating to Steady Promotion of the Spin-off of HikRobot to be Listed on the SZSE ChiNext Market

On March 7th 2023, Hangzhou Hikrobot Co., Ltd. (hereinafter referred to as "HikRobot") received *Notice on Accepting the Application Documents for the Initial Public Offering of Shares and Listing on the SZSE ChiNext Market of Hangzhou Hikrobot Co., Ltd.* (SZSE Listing Review [2023] No. 252) issued by Shenzhen Stock Exchange, and SZSE considered that application documents were completed and decided to accept. For details, please refer to the *Announcement on the Application for the Initial Public Offering of Shares and Listing on the SZSE ChiNext Market of Hangzhou Hikrobot Co., Ltd., a Subsidiary of the Company, is Accepted by the SZSE* (Announcement No.: 2023-008) published by the Company on cninfo website (www.cninfo.com.cn) on March 8, 2023.

3. Matters Relating to Capital Increase and Introduction of Strategic Investors for Wholly-Owned Subsidiary

Shijiazhuang Sensortech

On February 15, 2023, the Company held the 16th meeting of the 5th session of the Board of Directors, reviewed and approved the *Proposal on Capital Increase and Introduction of Strategic Investors for Wholly-Owned Subsidiary Shijiazhuang Sensortech Intelligent Technology Co., Ltd.* (hereinafter referred to as "Shijiazhuang Sensortech") and agreed to increase the registered capital of Shijiazhuang Sensortech by RMB2,398,000,000. Hikvision intended to increase the registered capital of Shijiazhuang Sensortech by RMB1,345,200,000 to hold no less than 56.0969% equity in the subsidiary. Meanwhile, Shijiazhuang Sensortech planned to introduce one or more strategic investors via public listing with a total investment of RMB1,052,800,000 to obtain no more than 43.9031% equity. The final amount of capital increase and shareholding ratios will be subject to the results of the listing subscription. For details, please refer to the *Announcement on Capital Increase and Introduction of Strategic Investors for Wholly-Owned Subsidiary Shijiazhuang Sensortech Intelligent Technology Co., Ltd.* (Announcement No.: 2023-005) published by the Company on cninfo website (www.cninfo.com.cn) on February 16, 2023.

On February 24, 2023, the capital increase of Shijiazhuang Sensortech was listed on the China Beijing Equity Exchange. Two potential investors were identified for the Shijiazhuang Sensortech Capital Increase Project at the end of the announcement period. They were Hangzhou Qianmo Qinghe Equity Investment Partnership (Limited Partnership) (hereinafter referred to as "Qianmo Qinghe") and a consortium of two investors: Qin Yi (a natural person) and Wuhu Sensi Yingwo Investment Center (Limited Partnership) (hereinafter referred to as "Sensi Yingwo"). The Company signed the Capital Increase Agreement (hereinafter referred to as "The Agreement") with Qianmo Qinghe, Sensi yingwo and Qin Yi on March 28, 2023. Hikvision intended to use equity to subscribe a capital increase of RMB1,345,200,000 and hold 56.0969% equity in Shijiazhuang Sensortech through an agreement. The strategic investors participated in the capital increase through public delisting on the China Beijing Equity Exchange. They subscribed a capital increase of RMB1,052,800,000 to hold 43.9031% equity in Shijiazhuang Sensortech. Upon completion of the capital increase, the registered capital of Shijiazhuang Sensortech will increase from RMB10,000 to RMB2,398,010,000. Hikvision will hold 56.0969% equity, maintaining a controlling interest in Shijiazhuang Sensortech and shall consolidate the financial statements of this subsidiary. For details, please refer to the *Announcement on Progress of Capital Increase and Introduction of Strategic Investors for Wholly-Owned Subsidiary Shijiazhuang Sensortech Intelligent Technology Co., Ltd.* (Announcement No.: 2023-009) published by the Company on cninfo website (www.cninfo.com.cn) on March 29, 2023.

Related inquiries on important information disclosure website:

Title of the temporary public announcement	Disclosure Date	Disclosure website of the temporary public announcement
<i>Announcement on the Plan of Repurchase Part of the Company's Public Shares (Announcement No. 2022-050)</i>	September 16, 2022	www.cninfo.com.cn
<i>Report on the Plan of Repurchase Part of the Company's Public Shares (Announcement No. 2022-057)</i>	October 11, 2022	www.cninfo.com.cn
<i>Announcement on the Initial Repurchase of the Company's Shares (Announcement No. 2022-059)</i>	October 12, 2022	www.cninfo.com.cn
<i>Announcement on the Progress of Repurchase (Announcement No. 2022-063, 2022-066)</i>	November 2, 2022 December 3, 2022	www.cninfo.com.cn
<i>Announcement on the Progress and Result of Repurchase of the Company's Shares and Changes in Shares (Announcement No. 2023-001)</i>	January 4, 2023	www.cninfo.com.cn
<i>Announcement on the Completion of the Cancellation of the Company's Repurchased Shares and Changes in Shares (Announcement No.: 2023-002)</i>	January 17, 2023	www.cninfo.com.cn
<i>Announcement on the Application for the Initial Public Offering of Shares and Listing on the SZSE ChiNext Market of Hangzhou Hikrobot Co., Ltd., a Subsidiary of the Company, is Accepted by the SZSE (Announcement No. 2023-008)</i>	March 8, 2023	www.cninfo.com.cn
<i>Announcement on Capital Increase and Introduction of Strategic Investors for Wholly-Owned Subsidiary Shijiazhuang Sensortech Intelligent Technology Co., Ltd. (Announcement No. 2023-005)</i>	February 16, 2023	www.cninfo.com.cn
<i>Announcement on Progress of Capital Increase and Introduction of Strategic Investors for Wholly-Owned Subsidiary Shijiazhuang Sensortech Intelligent Technology Co., Ltd. (Announcement No. 2023-009)</i>	March 29, 2023	www.cninfo.com.cn

IV. Quarterly Financial Reports

1. Financial Statements

1.1 Consolidated Balance Sheet

Unit: RMB

Item	March 31, 2023	January 1, 2023
Current Assets:		
Cash and bank balances	37,960,195,958.77	40,011,863,999.94
Held-for-trading financial assets		12,807,438.36
Notes receivable	2,479,882,694.01	2,519,988,159.23
Accounts receivable	29,312,106,347.19	29,906,294,410.40
Receivables for financing	1,488,139,531.94	1,484,218,258.74
Prepayments	544,917,298.59	534,780,120.52
Other receivables	594,255,497.08	516,503,485.58
Inventories	18,875,216,845.18	18,998,222,978.81
Contract assets	2,065,108,385.47	2,118,223,370.98
Non-current assets due within one year	1,047,738,568.51	996,902,343.27
Other current assets	839,745,695.37	806,832,941.58
Total Current Assets	95,207,306,822.11	97,906,637,507.41
Non-current Assets:		
Long-term receivables	542,461,879.65	540,647,965.30
Long-term equity investment	1,167,426,208.70	1,252,033,513.41
Other non-current financial assets	447,363,391.29	423,893,239.94
Fixed assets	9,996,705,843.27	8,539,842,630.68
Construction in progress	2,798,969,423.71	3,770,803,300.80
Right-of-use assets	552,199,419.39	574,478,326.31
Intangible assets	1,685,463,741.07	1,544,933,502.19
Goodwill	341,424,119.74	217,386,531.28
Long-term deferred expenses	175,523,118.72	177,277,742.41
Deferred tax assets	1,536,645,480.92	1,471,423,436.79
Other non-current assets	2,726,235,444.66	2,815,702,012.70
Total Non-current Assets	21,970,418,071.12	21,328,422,201.81
Total Assets	117,177,724,893.23	119,235,059,709.22
Current Liabilities:		
Short-term borrowings	2,649,065,150.61	3,343,071,972.89
Held-for-trading financial liabilities		68,299,685.57
Notes payable	1,276,078,763.67	1,207,756,963.94
Accounts payable	11,314,173,986.16	16,025,563,802.99

Item	March 31, 2023	January 1, 2023
Contract Liabilities	2,686,194,705.83	2,644,496,508.36
Payroll payable	2,724,869,742.25	4,837,302,455.95
Taxes payable	1,198,821,878.10	1,234,032,138.37
Other payables	3,170,403,650.06	3,203,308,686.31
Non-current liabilities due within one year	837,214,836.18	868,197,272.46
Other current liabilities	867,764,239.34	923,721,593.78
Total Current Liabilities	26,724,586,952.20	34,355,751,080.62
Non-current Liabilities:		
Long-term borrowings	10,674,015,567.53	7,522,315,341.60
Lease liabilities	288,470,278.18	277,255,924.83
Long-term payables	6,224,573.02	7,569,934.67
Provisions	217,105,543.12	219,365,227.62
Deferred income	916,214,633.22	933,260,426.12
Deferred tax liabilities	157,219,349.48	119,314,055.82
Other non-current liabilities	2,833,280,331.92	2,831,108,087.59
Total Non-current Liabilities	15,092,530,276.47	11,910,188,998.25
Total Liabilities	41,817,117,228.67	46,265,940,078.87
Owners' Equity		
Share capital	9,363,932,789.00	9,430,920,624.00
Capital reserves	8,361,756,601.50	10,141,153,435.32
Less: Treasury shares	3,272,148,424.89	5,316,033,650.24
Other comprehensive income	(21,080,564.06)	(42,587,158.81)
Surplus reserves	4,715,460,312.00	4,715,460,312.00
Retained earnings	51,270,057,299.84	49,458,801,911.81
Total Owners' Equity Attributable to Owner of the Company	70,417,978,013.39	68,387,715,474.08
Minority equity	4,942,629,651.17	4,581,404,156.27
Total Owners' Equity	75,360,607,664.56	72,969,119,630.35
Total Liabilities and Owners' Equity	117,177,724,893.23	119,235,059,709.22

Legal Representative: Chen Zongnian Person in Charge of the Accounting work: Jin Yan

Person in Charge of Accounting Institution: Zhan Junhua

1.2 Consolidated Income Statement

Unit: RMB

Item	2023 Q1	2022 Q1
I. Total Revenue	16,201,189,412.53	16,521,549,351.36
Including: Revenue	16,201,189,412.53	16,521,549,351.36
II. Total Operating Costs	14,248,163,903.28	13,978,401,580.35
Including: Cost of sales and services	8,883,871,635.31	9,297,971,644.50
Business taxes and surcharges	162,501,664.68	103,960,428.47
Selling expenses	2,185,218,373.11	1,974,041,727.28
Administrative expenses	602,999,255.69	529,341,844.09
Research and Development (R&D) expenses	2,464,108,463.39	2,067,978,716.34
Financial expenses	(50,535,488.90)	5,107,219.67
Including: Interest expenses	90,784,879.24	60,958,191.49
Interest income	230,994,108.15	190,359,285.26
Add: Other Income	431,143,072.40	345,650,804.89
Investment income (loss"-")	53,024,459.67	132,282,275.71
Including: Investment gains in associated enterprise and joint-venture enterprise	8,539,228.50	68,225,299.63
Gains (loss "-") from changes in fair values	76,962,398.56	(36,969,562.42)
Credit impairment losses ("-")	(110,068,759.04)	(90,841,201.58)
Impairment losses ("-") of assets	(141,629,819.18)	(40,075,823.89)
Asset disposal income (loss"-")	(2,263,571.88)	(5,806,721.09)
III. Operating Profit (loss"-")	2,260,193,289.78	2,847,387,542.63
Add: Non-operating income	32,861,901.41	20,516,223.04
Less: Non-operating expenses	3,222,199.80	2,065,880.39
IV. Total Profit (loss"-")	2,289,832,991.39	2,865,837,885.28
Less: Income tax expenses	341,609,181.69	450,333,185.85
V. Net Profit (loss"-")	1,948,223,809.70	2,415,504,699.43
5.1 Classification by operation continuity		
(a) Net profit (loss) on continuous operation	1,948,223,809.70	2,415,504,699.43
(b) Net profit (loss) on terminated operation		
5.2 Classification by attribution of ownership		
(a) Net profit attributable to owners of parent company	1,811,255,388.03	2,283,755,331.73
(b) Profit or loss attributable to minority shareholders	136,968,421.67	131,749,367.70
VI. Other Comprehensive Income, Net of Income Tax	54,430,037.77	(12,563,136.93)

Item	2023 Q1	2022 Q1
Other comprehensive income attributable to owners of the Company, net of tax	21,506,594.75	(19,876,339.66)
(I) Items that will not be reclassified subsequently to profit or loss		
1. Re-measurement of changes in defined benefit plans		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3. Changes in fair value of other equity instrument investments		
4. Changes in the fair value of the Company's own credit risk		
5. Others		
(II) Other comprehensive income to be reclassified to profit or loss in subsequent periods	21,506,594.75	(19,876,339.66)
1. Other comprehensive income that can be transferred to 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 credit impairment of other debt investments		
5. Cash flow hedge reserve		
6. Exchange differences arising on conversion of financial statements denominated in foreign currencies	21,506,594.75	(19,876,339.66)
7. Others		
Other comprehensive income attributable to minority interests, net of tax	32,923,443.02	7,313,202.73
VII. Total Comprehensive Income	2,002,653,847.47	2,402,941,562.50
Total comprehensive income attributable to owners of the parent company	1,832,761,982.78	2,263,878,992.07
Total comprehensive income attributable to minority shareholders	169,891,864.69	139,062,570.43
VIII. Earnings per Share		
(I) Basic earnings per share	0.196	0.247
(II) Diluted earnings per share	0.196	0.246

Legal Representative: Chen Zongnian Person in Charge of the Accounting work: Jin Yan

Person in Charge of Accounting Institution: Zhan Junhua

1.3 Consolidated Cash Flow Statement

Unit: RMB

Item	2023 Q1	2022 Q1
I. Cash Flows from Operating Activities:		
Cash received from sale of goods or rendering of services	18,869,426,242.58	17,661,390,678.54
Receipts of tax refunds	845,422,057.10	742,166,152.62
Other cash receipts relating to operating activities	549,990,821.05	328,574,664.10
Sub-total of cash inflows from operating activities	20,264,839,120.73	18,732,131,495.26
Cash payments for goods purchased and services received	14,493,826,723.21	15,519,789,720.06
Cash paid to and on behalf of employees	6,122,808,771.33	5,377,995,779.80
Payments of various types of taxes	1,425,619,771.90	795,152,157.07
Other cash payments relating to operating activities	1,508,107,361.93	944,127,245.96
Sub-total of cash outflows from operating activities	23,550,362,628.37	22,637,064,902.89
Net Cash Flows from Operating Activities	(3,285,523,507.64)	(3,904,933,407.63)
II. Cash Flows from Investing Activities:		
Cash receipts from recovery of investments	1,758,917,961.77	1,518,117,095.20
Cash receipts from investment income		2,013,946.91
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	2,023,878.10	7,178,824.87
Other cash receipts relating to investing activities	12,429,300.57	16,969,668.23
Sub-total of cash inflows from investing activities	1,773,371,140.44	1,544,279,535.21
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	657,301,005.09	910,928,512.01
Cash paid to acquire investments	1,830,866,341.05	1,428,479,756.32
Net Cash paid for obtaining subsidiaries and other business units	43,992,651.78	
Sub-total of cash outflows from investing activities	2,532,159,997.92	2,339,408,268.33
Net Cash Flows from Investing Activities	(758,788,857.48)	(795,128,733.12)
III. Cash Flows from financing Activities:		
Cash receipts from capital contributions	1,020,000.00	2,893,831,394.55
Including: cash receipts from capital contributions from minority owners of subsidiaries	1,020,000.00	
Cash receipts from borrowings	3,677,681,322.07	1,537,700,961.53
Sub-total of cash inflows from financing activities	3,678,701,322.07	4,431,532,356.08
Cash repayments of borrowings	1,509,838,609.44	70,362,288.03
Cash payments for distribution of dividends or profits or settlement of interest expenses	77,014,997.47	57,131,627.12
Other cash payments relating to financing activities	60,405,312.94	56,066,692.11
Sub-total of cash outflows from financing activities	1,647,258,919.85	183,560,607.26

Item	2023 Q1	2022 Q1
Net Cash Flows from Financing Activities	2,031,442,402.22	4,247,971,748.82
IV. Effect of Foreign Exchange rate changes on Cash and Cash Equivalents	(27,970,602.35)	(34,758,212.24)
V. Net increase in Cash and Cash Equivalents	(2,040,840,565.25)	(486,848,604.17)
Add: Opening balance of Cash and Cash Equivalents	39,815,390,514.57	34,603,944,429.20
VI. Closing Balance of Cash and Cash Equivalents	37,774,549,949.32	34,117,095,825.03

Legal Representative: Chen Zongnian Person in Charge of the Accounting work: Jin Yan

Person in Charge of Accounting Institution: Zhan Junhua

2. Audit Report

Whether audit has been performed on this 2023 1st Quarter Report

Yes No

The Company's 2023 1st Quarter report has not been audited

HANGZHOU HIKVISION DIGITAL TECHNOLOGY CO., LTD.

Board of Directors

April 15, 2023

Note:

This document is a translated version of the Chinese version 2023 1st Quarter Report (“2023 年第一季度报告”), and the published announcements in the Chinese version shall prevail. The complete published Chinese 2023 1st Quarter Report may be obtained at www.cninfo.com.cn.