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北京北辰實業股份有限公司
BEIJING NORTH STAR COMPANY LIMITED

(A sino-foreign joint venture joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 588)

2023 THIRD QUARTERLY REPORT

This announcement is made pursuant to the disclosure requirements under Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Beijing North Star Company Limited (the “**Company**”) is required to publish its third quarterly results pursuant to the Regulations on Disclosure of Information on Quarterly Reports for Listed Companies issued by the China Securities Regulatory Commission.

All financial information set out in the 2023 third quarterly report of the Company is unaudited and the relevant financial statements are prepared in accordance with China Accounting Standards for Business Enterprises. The 2023 third quarterly report of the Company will be published in certain newspapers in the People's Republic of China (the “**PRC**”) and on the website of Shanghai Stock Exchange (www.sse.com.cn) on 31 October 2023. The original text of the report is in Chinese.

IMPORTANT NOTICE:

The board of directors (the “**Board**”), the supervisory committee, all directors, supervisors and the senior management of the Company warrant that there are no misrepresentations or misleading statements contained in or material omissions from this quarterly report, and accept joint and several legal responsibility for the truthfulness, accuracy and completeness of the contents of this quarterly report.

The person-in-charge of the Company, the person-in-charge of accounting operations and the person-in-charge of the accounting department (chief accountant) warrant the truthfulness, accuracy and completeness of the financial statements in this quarterly report.

Have the third quarterly financial statements been audited

☐

Yes

☒

No

I. MAJOR FINANCIAL DATA

(I) Major accounting data and financial indicators

Unit: Yuan Currency: RMB

Items	For the reporting period	Increase/decrease for the reporting period as compared with the corresponding period of last year (%)	From the beginning of the year to the end of the reporting period	Increase/decrease for the period from the beginning of the year to the end of the reporting period as compared with the corresponding period of last year (%)
Operating revenue	3,221,078,013	67.27	10,489,964,186	19.66
Net profit attributable to the owners of the Company	17,683,862	Not applicable	27,253,561	Not applicable
Net profit attributable to the owners of the Company after deducting the non-recurring item	1,467,913	Not applicable	-48,044,857	Not applicable
Net cash flow from operating activities	Not applicable	Not applicable	1,931,607,518	-41.20
Basic earnings per share (RMB per share)	0.005	Not applicable	0.008	Not applicable
Diluted earnings per share (RMB per share)	0.005	Not applicable	0.008	Not applicable
Weighted average return on net assets (%)	0.14	Not applicable	0.21	Not applicable
	As at the end of the reporting period		As at the end of last year	Increase/decrease as at the end of the reporting period from the end of last year (%)
Total assets	61,398,525,182		67,280,220,550	-8.74
Owners' equity attributable to owners of the Company	12,813,959,602		12,786,706,041	0.21

Note: The “reporting period” refers to the three-month period from the beginning of this quarter to the end of this quarter, the same hereinafter.

(II) Non-recurring items and amounts

Unit: Yuan Currency: RMB

Items	Amount of the reporting period	Amount from the beginning of the year to the end of the reporting period
Profit or loss on disposal of non-current assets	-193,193	-1,338,540
Government grants recognized through profit or loss of the period, excluding those closely related to the normal operation of the Company and granted on an ongoing basis in fixed amount or fixed quota in accordance with State policies	2,151,258	3,410,932
Capital occupancy fee from non-financial enterprises recognized through profit or loss for the period	12,435,615	42,364,686
Investment income from disposal of long-term equity investments	–	20,678,299
Other non-operating income and expenses apart from the aforesaid items	8,147,781	36,316,428
Less: Effect on income tax	5,635,365	25,357,951
Effect on minority interests (after tax)	690,147	775,436
Total	16,215,949	75,298,418

(III) Particulars of and reasons for changes in major accounting data and financial indicators

Applicable



Not applicable

Items	Change (%)	Main reason
Operating revenue – for the reporting period	67.27	Mainly due to the increase in revenue carried forward as a result of the increase in the settlement area of the real estate development segment of the Company in the period, while the increase in the occupancy rate of the convention and exhibition (including hotels) and commercial properties segment drove the growth of the revenue of the segment
Net profit attributable to the owners of the Company – for the reporting period	Not applicable	Mainly due to the improvement in the operation of the convention and exhibition (including hotels) and commercial properties of the Company, as well as the increase in the settlement area of the real estate development business due to the impact of the settlement cycle, resulting in net profit attributable to the owners of the listed company turning from losses to profits
Net profit attributable to the owners of the Company – from the beginning of the year to the end of the reporting period	Not applicable	Mainly due to the net profit attributable to the owners of the Company turning from losses to profits and the decrease in capital occupancy fee under non-recurring items in the period
Net profit attributable to the owners of the Company after deducting the non-recurring items – for the reporting period	Not applicable	Mainly due to the net profit attributable to the owners of the Company turning from losses to profits, the increase in investment income from disposal of long-term equity investments as a result of disposal of joint ventures and the receipt of liquidated damages in the period
Net cash flow from operating activities – from the beginning of the year to the end of the reporting period	-41.20	Mainly due to the decrease in cash received by the Company from selling goods and rendering services in the period
Basic earnings per share (RMB per share) – for the reporting period	Not applicable	
Diluted earnings per share (RMB per share) – for the reporting period	Not applicable	
Basic earnings per share (RMB per share) – from the beginning of the year to the end of the reporting period	Not applicable	Mainly due to the net profit attributable to the ordinary shareholders of the Company in the period turning from losses to profits
Diluted earnings per share (RMB per share) – from the beginning of the year to the end of the reporting period	Not applicable	

II. INFORMATION OF SHAREHOLDERS

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

Unit: Share

Total number of holders of ordinary shares at the end of the reporting period	130,242	Total number of holders of preference shares with restored voting rights at the end of the reporting period (if any)	Not applicable
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Shareholdings of Top Ten Shareholders						
Names of shareholders	Nature of shareholders	Number of shares held	Shareholding percentage (%)	Number of shares subject to selling restrictions	Shares pledged, marked or frozen	
					State of shares	Number
Beijing North Star Industrial Group Limited Liabilities Company ("BNSIGC")	State-owned legal person	1,161,000,031	34.482	0	Nil	0
HKSCC NOMINEES LIMITED	Foreign legal person	690,532,699	20.509	0	Nil	0
Wangfujing Group Co., Ltd.	State-owned legal person	125,300,000	3.721	0	Nil	0
Hong Kong Securities Clearing Company Limited	Foreign legal person	38,722,363	1.150	0	Nil	0
Ren Lei (任磊)	Domestic natural person	24,500,000	0.728	0	Nil	0
Zhong Hang Xin Gang Guarantee Co., Ltd.	State-owned legal person	18,000,000	0.535	0	Nil	0
Tao Xuezhi (陶學知)	Domestic natural person	13,956,200	0.414	0	Nil	0
Industrial and Commercial Bank of China Limited – Southern CSI All-Share Index Real Estate Traded Open-ended Index Stock Investment Fund (中國工商銀行股份有限公司 – 南方中證全指房地產交易型開放式指數證券投資基金)	Others	13,668,395	0.406	0	Nil	0
Zhang Jun (張俊)	Domestic natural person	12,521,886	0.372	0	Nil	0
Shao Yuqing (邵宇清)	Domestic natural person	11,000,000	0.327	0	Nil	0

Shareholdings of Top Ten Holders of Shares Not Subject to Selling Restrictions

Name of shareholders	Number of circulating shares not subject to selling restrictions	Class and number of shares	
		Class	Number
BNSIGC	1,161,000,031	RMB-denominated ordinary shares	1,161,000,031
HKSCC NOMINEES LIMITED	690,532,699	Overseas listed foreign shares	690,532,699
Wangfujing Group Co., Ltd.	125,300,000	RMB-denominated ordinary shares	125,300,000
Hong Kong Securities Clearing Company Limited	38,722,363	RMB-denominated ordinary shares	38,722,363
Ren Lei (任磊)	24,500,000	RMB-denominated ordinary shares	24,500,000
Zhong Hang Xin Gang Guarantee Co., Ltd.	18,000,000	RMB-denominated ordinary shares	18,000,000
Tao Xuezhi (陶學知)	13,956,200	RMB-denominated ordinary shares	13,956,200
Industrial and Commercial Bank of China Limited – Southern CSI All-Share Index Real Estate Traded Open-ended Index Stock Investment Fund (中國工商銀行股份有限公司－南方中證全指房地產交易型開放式指數證券投資基金)	13,668,395	RMB-denominated ordinary shares	13,668,395
Zhang Jun (張俊)	12,521,886	RMB-denominated ordinary shares	12,521,886
Shao Yuqing (邵宇清)	11,000,000	RMB-denominated ordinary shares	11,000,000
Notes on the connected relationship or acting in concert among the above shareholders	HKSCC NOMINEES LIMITED, the second largest shareholder, holds the H Shares of the Company on behalf of various clients; the de facto controller of both Wangfujing Group Co., Ltd., the third largest shareholder, and BNSIGC, the controlling shareholder of the Company, is the State-owned Assets Supervision and Administration Commission of People's Government of Beijing Municipality; whether the remaining shareholders are concert parties for the purpose of the "Administrative Measures for Takeover of Listed Companies" is unknown.		
Explanations on the participation of the top ten shareholders and the top ten holders of shares not subject to selling restrictions in securities financing and refinancing businesses (if any)	1. Ren Lei (任磊) holds 24,500,000 shares through the credit transaction guarantee securities account;		
	2. Tao Xuezhi (陶學知) holds 10,536,600 shares through the ordinary securities account and 3,419,600 shares through the credit transaction guarantee securities account, totaling 13,956,200 shares;		
	3. Zhang Jun (張俊) holds 12,521,886 shares through the credit transaction guarantee securities account;		
	4. Shao Yuqing (邵宇清) holds 11,000,000 shares through the credit transaction guarantee securities account.		

III. OTHER REMINDERS

Other important information about the operations of the Company during the reporting period that should be brought to the attention of investors

☒ Applicable ☐ Not applicable

From January to September 2023, for real estate development, in respect of land reserve, the Company achieved total land reserve of 4,562,700 m² and the equity land reserve of 4,069,100 m², with no newly added real estate reserves; in respect of engineering construction, the Company recorded a new construction area of 236,400 m², a new and resumed construction area of 3,051,900 m², a completed area of 879,700 m², and an equity completed area of 772,400 m²; in respect of project sales, the Company recorded sales area of 294,100 m², representing a year-on-year decrease of 39.97%, equity sales area of 258,600 m², representing a year-on-year decrease of 38.87%, sales amount of RMB4,453 million, representing a year-on-year decrease of 57.46%, equity sales amount of RMB3,908 million, representing a year-on-year decrease of 52.64%, settlement area of 581,200 m², representing a year-on-year increase of 19.01%, settlement amount of RMB8,397 million, representing a year-on-year increase of 16.36%, and the area to be booked as at the end of the reporting period was 395,400 m².

From January to September 2023, for convention and exhibition (including hotels) and commercial properties, the gross floor area of convention centre projects was 367,900 m², realising a total operating revenue of RMB510,980,000; the gross floor area of hotel projects was 346,800 m², realising a total operating revenue of RMB598,290,000; the gross floor area of office building and integrated commercial property projects was 578,500 m², realising a total operating revenue of RMB453,970,000; the gross floor area of the apartment projects was 184,300 m², realising a total operating revenue of RMB200,780,000.

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Type of audit opinion

☐ Applicable ☒ Not applicable

(II) Financial statements

Consolidated Balance Sheet 30 September 2023

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	30 September 2023	31 December 2022
Current assets:		
Cash at bank and in hand	10,061,542,702	9,643,196,011
Clearing settlement funds		
Placements with banks and other financial institutions		
Financial assets held for trading		
Derivative financial assets		
Notes receivable		
Accounts receivable	250,022,048	223,707,016
Receivables financing		
Prepayments	135,412,786	143,194,885
Premiums receivable		
Reinsurance accounts receivable		
Deposits receivable from reinsurance treaty		
Other receivables	1,729,409,721	1,709,545,948
Including: Interest receivable		
Dividends receivable		
Financial assets held under resale agreements		
Inventory	34,049,823,409	39,603,146,320
Contract assets		
Assets held for sale		
Non-current assets due within one year	309,516,346	848,064,142
Other current assets	2,037,624,464	2,280,084,727
Total current assets	48,573,351,476	54,450,939,049

Items	30 September 2023	31 December 2022
Non-current assets:		
Loans and advances to customers		
Debt investment		
Other debt investment		
Long-term accounts receivable	429,934,948	165,474,625
Long-term equity investments	328,646,736	357,764,691
Other investment in equity instruments		
Other non-current financial assets		
Investment properties	7,830,909,898	7,982,335,316
Fixed assets	2,799,603,242	2,896,817,793
Construction-in-progress	1,159,318	1,222,025
Operational biological assets		
Oil and gas assets		
Right-of-use assets	28,005,655	40,065,673
Intangible assets	20,024,962	25,259,027
Development expenses		
Goodwill		
Long-term deferred expenses	19,930,385	24,753,149
Deferred income tax assets	1,347,374,929	1,309,346,599
Other non-current assets	19,583,633	26,242,603
Total non-current assets	12,825,173,706	12,829,281,501
Total assets	61,398,525,182	67,280,220,550

Items	30 September 2023	31 December 2022
Current liabilities:		
Short-term borrowings		
Borrowings from central bank		
Capital borrowed		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	5,695,832,457	6,681,320,938
Accounts received in advance	156,475,647	200,216,551
Contract liabilities	6,184,545,306	10,609,330,350
Financial assets sold under agreements to repurchase		
Absorbing deposit and interbank deposit		
Customer brokerage deposits		
Securities underwriting brokerage deposits		
Staff cost	147,770,229	105,345,304
Taxes payable	1,548,935,832	1,907,738,642
Other payables	2,798,321,387	2,765,181,776
Including: Interest payable		
Dividends payable	288,398,012	276,162,190
Fee and commission payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	6,283,475,933	9,087,521,665
Other current liabilities	78,010	165,502
Total current liabilities	22,815,434,801	31,356,820,728
Non-current liabilities:		
Reserve of insurance contract		
Long-term borrowings	11,417,483,349	10,694,968,573
Bonds payable	6,684,012,081	6,773,196,518
Including: Preferred shares		
Perpetual bond		
Lease liabilities	9,706,710	10,503,187
Long-term accounts payable	4,431,340,205	2,369,407,571
Long-term staff cost	89,134,109	96,332,109
Accrued liabilities		
Deferred income	31,580,088	19,287,354
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	22,663,256,542	19,963,695,312
Total liabilities	45,478,691,343	51,320,516,040

Items	30 September 2023	31 December 2022
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	3,367,020,000	3,367,020,000
Other equity instruments		
Including: Preferred shares		
Perpetual bond		
Capital reserve	3,714,698,888	3,714,698,888
Less: Treasury shares		
Other comprehensive income	14,156,506	14,156,506
Special reserve		
Surplus reserve	1,071,254,548	1,071,254,548
Normal risk provision		
Undistributed profit	4,646,829,660	4,619,576,099
Total owners' equity (or shareholders' equity) attributable to owners of the Parent Company	12,813,959,602	12,786,706,041
Minority interests	3,105,874,237	3,172,998,469
Total owners' equity (or shareholders' equity)	15,919,833,839	15,959,704,510
Total liabilities and owners' equity (or shareholders' equity)	61,398,525,182	67,280,220,550
<i>Person-in-charge of the Company:</i> LI Wei-Dong	<i>Person-in-charge of accounting operations:</i> HU Hao	<i>Person-in-charge of the accounting department:</i> DU Yan

Consolidated Income Statement
From January to September 2023

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	First three quarters of 2023 (January – September)	First three quarters of 2022 (January – September)
I. Total operating revenue	10,489,964,186	8,766,238,117
Including: Operating revenue	10,489,964,186	8,766,238,117
Interest income		
Premiums earned		
Handling charges and commission income		
II. Total operating costs	10,173,678,452	9,263,256,404
Including: Operating costs	8,247,582,951	7,240,671,394
Interest expenses		
Handling charges and commission expenses		
Surrender payment		
Net expenditure for compensation payments		
Net provision for insurance liability deposits		
Policyholder dividend expenses		
Reinsurance costs		
Taxes and surcharges	423,471,749	500,437,061
Selling expenses	283,594,138	320,895,778
Administrative expenses	610,827,977	646,392,263
Research and development expenses		
Finance expenses	608,201,637	554,859,908
Including: Interest expenses	672,710,141	663,176,067
Interest income	69,523,191	114,418,449
Add: Other income	15,727,488	11,012,662
Investment income (loss stated with “-”)	76,311,505	33,060,052
Including: Investment income from associates and joint venture	12,773,159	-4,149,119

Items	First three quarters of 2023 (January – September)	First three quarters of 2022 (January – September)
Gains on derecognition of financial assets measured at amortised cost		
Foreign currency exchange gains (loss stated with “-”)		
Gains on net exposure hedges (loss stated with “-”)		
Profit arising from changes in fair value (loss stated with “-”)		
Impairment losses on credit (loss stated with “-”)	-74,499,506	-16,259,065
Impairment losses on assets (loss stated with “-”)	-191,680,831	-264,320,387
Gains from disposal of assets (loss stated with “-”)	136,648	-33,881
III. Operating profit (loss stated with “-”)	142,281,038	-733,558,906
Add: Non-operating income	38,025,040	15,070,756
Less: Non-operating expenses	3,092,154	4,449,119
IV. Total profit (total loss stated with “-”)	177,213,924	-722,937,269
Less: Income tax expenses	204,848,773	48,093,806
V. Net profit (net loss stated with “-”)	-27,634,849	-771,031,075
(I) Classified according to continuity of operations		
1. Net profit from continuing operations (net loss stated with “-”)	-27,634,849	-771,031,075
2. Net profit from discontinued operations (net loss stated with “-”)		
(II) Classified according to the ownership		
1. Net profit attributable to the owners of the parent company (net loss stated with “-”)	27,253,561	-787,610,243
2. Minority interests (net loss stated with “-”)	-54,888,410	16,579,168

Items	First three quarters of 2023 (January – September)	First three quarters of 2022 (January – September)
VI. Other comprehensive income (net of tax)		
(I) Other comprehensive income attributable to the owners of the parent company (net of tax)		
1. Other comprehensive income that will not be reclassified into profit or loss		
(1) Changes arising from remeasurement of defined benefit plans		
(2) Other comprehensive income which cannot be reclassified into profit and loss under equity method		
(3) Changes in fair value of investment in other equity instruments		
(4) Changes in fair value of the enterprise's own credit risk		
2. Other comprehensive income that will be reclassified into profit or loss		
(1) Other comprehensive income that will be reclassified into profit or loss under equity method		
(2) Changes in fair value of investment in other debt instruments		
(3) Financial assets reclassified into other comprehensive income		
(4) Provision for credit impairments of other debt investments		
(5) Cash flow hedge reserve		
(6) Exchange differences on foreign currency translation		
(7) Others		
(II) Other comprehensive income attributable to minority interests (net of tax)		

Items	First three quarters of 2023 (January – September)	First three quarters of 2022 (January – September)
VII.Total comprehensive income	-27,634,849	-771,031,075
(I) Total comprehensive income attributable to the owners of the parent company	27,253,561	-787,610,243
(II) Total comprehensive income attributable to minority shareholders	-54,888,410	16,579,168
VIII.Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.008	-0.24
(II) Diluted earnings per share (RMB/share)	0.008	-0.24

*Person-in-charge
of the Company:*
LI Wei-Dong

*Person-in-charge of
accounting operations:*
HU Hao

*Person-in-charge of the
accounting department:*
DU Yan

Consolidated Statement of Cash Flows
From January to September 2023

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	First three quarters of 2023 (January - September)	First three quarters of 2022 (January - September)
I. Cash flows from operating activities:		
Cash received from selling goods and rendering services	6,713,446,871	9,983,361,550
Net increase in deposits from customers and placements from banks and other financial institutions		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from premiums of original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from policyholders and investments		
Cash received from interest, handling charges and commissions		
Net increase in placements from banks		
Net increase in fund for repurchases of businesses		
Net cash received from securities trading agency services		
Refund of tax and levies received	69,213,671	317,744,887
Cash received relating to other operating activities	677,706,697	365,811,599
Sub-total of cash inflow from operating activities	7,460,367,239	10,666,918,036
Cash paid for purchase of goods and receipt of services	3,361,354,924	4,211,382,019
Net increase in loans and advances to customers		
Net increase in placements with central bank and other financial institution		
Cash paid for claims on original insurance contracts		

Items	First three quarters of 2023 (January - September)	First three quarters of 2022 (January - September)
Net increase in placements with banks and other financial institutions		
Cash payment for interest, handling charges and commissions		
Cash payment for policyholder dividend		
Cash paid to and paid for employees	793,885,473	761,091,387
Taxes paid	1,217,356,501	2,147,279,305
Cash paid relating to other operating activities	156,162,823	262,301,575
Sub-total of cash outflow from operating activities	5,528,759,721	7,382,054,286
Net cash flow from operating activities	1,931,607,518	3,284,863,750
II. Cash flows from investing activities:		
Cash received from disinvestments	132,300,000	497,133,218
Cash received from returns on investments	87,241,690	41,263,363
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	1,482,649	520,841
Net cash received from disposal of subsidiaries and other business units	9,891,114	—
Cash received relating to other investing activities		
Sub-total of cash inflow from investing activities	230,915,453	538,917,422
Cash paid for acquiring fixed assets, intangible assets and other long-term assets	173,399,128	42,291,301
Cash paid to acquire investment	384,425	467,245,329
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other business units		
Cash paid relating to other investing activities	—	104,000,000
Sub-total of cash outflow from investing activities	173,783,553	613,536,630
Net cash flows from investing activities	57,131,900	-74,619,208

Items	First three quarters of 2023 (January - September)	First three quarters of 2022 (January - September)
III. Cash flows from financing activities:		
Cash received from capital contribution	–	980,000
Including: Cash received from capital contributions by minority shareholders of subsidiaries	–	980,000
Cash received from borrowings	5,202,173,358	1,567,648,483
Cash received from issuance of bonds	598,800,000	3,299,207,600
Cash received relating to other financing activities	1,002,280,000	478,250,000
Sub-total of cash inflow from financing activities	6,803,253,358	5,346,086,083
Cash repayments of borrowings	6,333,815,378	8,889,884,144
Cash payments for distribution of dividends and profits or interest expenses	1,021,629,650	1,449,875,149
Including: Dividends and profit paid to minority shareholders by subsidiaries	–	20,000,000
Cash paid relating to other financing activities	560,339,420	3,792,289,470
Sub-total of cash outflow from financing activities	7,915,784,448	14,132,048,763
Net cash flows from financing activities	-1,112,531,090	-8,785,962,680
IV. Effect of foreign exchange rate changes on cash and cash equivalents		
V. Net increase in cash and cash equivalents	876,208,328	-5,575,718,138
Add: Balance of cash and cash equivalents at the beginning of the period	8,388,150,608	12,960,951,786
VI. Balance of cash and cash equivalents at the end of the period	9,264,358,936	7,385,233,648
<i>Person-in-charge of the Company:</i> LI Wei-Dong	<i>Person-in-charge of accounting operations:</i> HU Hao	<i>Person-in-charge of the accounting department:</i> DU Yan

Balance Sheet of the Parent Company
30 September 2023

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	30 September 2023	31 December 2022
Current assets:		
Cash at bank and in hand	6,977,812,459	5,429,876,000
Financial assets held for trading		
Derivative financial assets		
Notes receivable		
Accounts receivable	140,296,194	133,094,978
Receivables financing		
Prepayments	8,605,777	23,852,647
Other receivables	37,167,595	54,419,169
Including: Interest receivable		
Dividends receivable		
Inventory	191,446,338	422,871,268
Contract assets		
Assets held for sale		
Non-current assets due within one year	12,422,248,260	7,716,602,460
Other current assets	26,296,574	33,553,450
Total current assets	19,803,873,197	13,814,269,972
Non-current assets:		
Debt investment		
Other debt investment		
Long-term accounts receivable	9,929,874,064	15,061,221,771
Long-term equity investments	8,314,230,039	8,313,230,039
Other investment in equity instruments		
Other non-current financial assets		
Investment properties	4,503,675,969	4,559,368,498

Items	30 September 2023	31 December 2022
Fixed assets	1,163,348,760	1,204,801,624
Construction-in-progress	505,192	530,944
Operational biological assets		
Oil and gas assets		
Right-of-use assets	14,293,740	19,748,854
Intangible assets	2,739,345	4,515,095
Development expenses		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets	301,258,044	301,258,044
Other non-current assets		
Total non-current assets	24,229,925,153	29,464,674,869
Total assets	44,033,798,350	43,278,944,841
Current liabilities:		
Short-term borrowings		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	580,364,470	628,775,513
Accounts received in advance	156,292,230	192,670,012
Contract liabilities	141,333,409	205,783,517
Staff cost	117,237,155	90,696,207
Taxes payable	556,059,334	645,671,686
Other payables	7,727,761,971	8,714,493,107
Including: Interest payable		
Dividends payable		
Liabilities held for sale		
Non-current liabilities due within one year	2,755,074,265	3,921,852,880
Other current liabilities		
Total current liabilities	12,034,122,834	14,399,942,922

Items	30 September 2023	31 December 2022
Non-current liabilities:		
Long-term borrowings	10,949,483,349	10,694,968,573
Bonds payable	6,684,012,081	6,773,196,518
Including: Preferred shares		
Perpetual bond		
Lease liabilities	4,356,425	1,276,038
Long-term accounts payable	3,656,233,333	1,100,000,000
Long-term staff cost	89,134,109	96,332,109
Accrued liabilities		
Deferred income	31,580,088	19,287,354
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	21,414,799,385	18,685,060,592
Total liabilities	33,448,922,219	33,085,003,514
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	3,367,020,000	3,367,020,000
Other equity instruments		
Including: Preferred shares		
Perpetual bond		
Capital reserve	3,658,025,039	3,658,025,039
Less: Treasury shares		
Other comprehensive income	14,156,506	14,156,506
Special reserve		
Surplus reserve	1,071,254,548	1,071,254,548
Undistributed profit	2,474,420,038	2,083,485,234
Total owners' equity (or shareholders' equity)	10,584,876,131	10,193,941,327
Total liabilities and owners' equity (or shareholders' equity)	44,033,798,350	43,278,944,841
<i>Person-in-charge</i> <i>of the Company:</i> LI Wei-Dong	<i>Person-in-charge of</i> <i>accounting operations:</i> HU Hao	<i>Person-in-charge of the</i> <i>accounting department:</i> DU Yan

Income Statement of the Parent Company
From January to September 2023

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	First three quarters of 2023 (January - September)	First three quarters of 2022 (January - September)
I. Operating revenue	1,767,306,958	1,340,439,272
Less: Operating costs	810,026,678	744,939,281
Taxes and surcharges	102,441,807	153,785,391
Selling expenses	62,183,884	60,051,217
Administrative expenses	420,635,549	418,308,575
Research and development expenses		
Finance expenses	-35,272,775	-64,358,761
Including: Interest expenses		
Interest income	38,238,420	67,668,551
Add: Other incomes	10,024,227	4,511,270
Investment income (loss stated with “-”)	142,738,484	173,851,098
Including: Investment income from associates and joint ventures	-	-4,194,443
Gains on derecognition of financial assets measured at amortised cost		
Gains on net exposure hedges (loss stated with “-”)		
Profit arising from changes in fair value (loss stated with “-”)		
Impairment loss on credit (loss stated with “-”)	-71,946,951	-7,369,909
Impairment losses on assets (loss stated with “-”)		
Gains from disposal of assets (loss stated with “-”)	99,864	-

Items	First three quarters of 2023 (January - September)	First three quarters of 2022 (January - September)
II. Operating profit (loss stated with “-”)	488,207,439	198,706,028
Add: Non-operating income	32,331,806	6,757,579
Less: Non-operating expenses	1,889,284	361,776
III. Total profit (total loss stated with “-”)	518,649,961	205,101,831
Less: Income tax expenses	127,715,157	52,324,068
IV. Net profit (net loss stated with “-”)	390,934,804	152,777,763
(I) Net profit from continuing operations (net loss stated with “-”)	390,934,804	152,777,763
(II) Net profit from discontinued operations (net loss stated with “-”)		
V. Other comprehensive income (net of tax)		
(I) Other comprehensive income that will not be reclassified into profit or loss		
1. Changes arising from remeasurement of defined benefit plans		
2. Other comprehensive income which cannot be reclassified into profit and loss under equity method		
3. Changes in fair value of investment in other equity instruments		
4. Changes in fair value of the enterprise’s own credit risk		

Items	First three quarters of 2023 (January - September)	First three quarters of 2022 (January - September)
(II) Other comprehensive income that will be reclassified into profit or loss		
1. Other comprehensive income which can be reclassified into profit and loss under equity method		
2. Changes in fair value of investment in other debt instruments		
3. Financial assets reclassified into other comprehensive income		
4. Provision for credit impairments of other debt investments		
5. Cash flow hedge reserve		
6. Exchange differences on foreign currency translation		
7. Others		
VI. Total comprehensive income	390,934,804	152,777,763
VII. Earnings per share:		
(I) Basic earnings per share (RMB/share)		
(II) Diluted earnings per share (RMB/share)		
<i>Person-in-charge of the Company:</i> LI Wei-Dong	<i>Person-in-charge of accounting operations:</i> HU Hao	<i>Person-in-charge of the accounting department:</i> DU Yan

Statement of Cash Flows of the Parent Company
From January to September 2023

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	First three quarters of 2023 (January - September)	First three quarters of 2022 (January - September)
I. Cash flows from operating activities:		
Cash received from selling goods and rendering services	1,768,211,856	1,151,504,629
Refund of tax and levies received	11,766,043	15,087,485
Cash received relating to other operating activities	107,186,263	132,316,274
Sub-total of cash inflow from operating activities	1,887,164,162	1,298,908,388
Cash paid for purchase of goods and receipt of services	430,450,904	305,645,822
Cash paid to and paid for employees	438,500,402	416,333,529
Taxes paid	467,908,903	211,665,927
Cash paid relating to other operating activities	109,275,601	75,183,239
Sub-total of cash outflow from operating activities	1,446,135,810	1,008,828,517
Net cash flow from operating activities	441,028,352	290,079,871
II. Cash flows from investing activities:		
Cash received from repayment of investments	9,706,134,553	11,460,767,456
Cash received from returns on investments	497,325,523	864,398,489
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	1,095,102	418,022
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities		
Sub-total of cash inflow from investing activities	10,204,555,178	12,325,583,967

Items	First three quarters of 2023 (January - September)	First three quarters of 2022 (January - September)
Cash paid for acquiring fixed assets, intangible assets and other long-term assets	78,492,270	21,750,069
Cash paid to acquire investment	9,797,786,948	11,192,635,460
Net cash paid for acquisition of subsidiaries and other business units		
Cash paid relating to other investing activities	—	104,000,000
Sub-total of cash outflow from investing activities	9,876,279,218	11,318,385,529
Net cash flows from investing activities	328,275,960	1,007,198,438
III. Cash flows from financing activities:		
Cash received from capital contribution		
Cash received from borrowings	1,867,893,358	1,567,648,483
Cash received from issuance of bonds	598,800,000	3,299,207,600
Cash received relating to other financing activities	3,735,900,000	400,000,000
Sub-total of cash inflow from financing activities	6,202,593,358	5,266,856,083
Cash repayments of borrowings	4,230,815,378	5,280,884,144
Cash payments for distribution of dividends and profits or interest expenses	767,255,612	939,425,522
Cash paid relating to other financing activities	418,990,822	3,525,347,754
Sub-total of cash outflow from financing activities	5,417,061,812	9,745,657,420
Net cash flows from financing activities	785,531,546	-4,478,801,337

Items	First three quarters of 2023 (January - September)	First three quarters of 2022 (January - September)
IV. Effect of foreign exchange rate changes on cash and cash equivalents		
V. Net increase in cash and cash equivalents	1,554,835,858	-3,181,523,028
Add: Balance of cash and cash equivalents at the beginning of the period	5,412,813,049	7,531,453,072
VI. Balance of cash and cash equivalents at the end of the period	6,967,648,907	4,349,930,044

*Person-in-charge
of the Company:*
LI Wei-Dong

*Person-in-charge of
accounting operations:*
HU Hao

*Person-in-charge of the
accounting department:*
DU Yan

(III) Adjustments to financial statements at the beginning of the year upon the first adoption of new accounting standards or interpretations of standards from 2023

☐ Applicable ☒ Not applicable

By order of the Board
Beijing North Star Company Limited
GUO Chuan
Executive Director and Company Secretary

Beijing, the PRC, 30 October 2023

As at the date of this announcement, the Board of the Company comprises eight directors, of which Mr. LI Wei-Dong, Ms. LI Yun, Mr. YANG Hua-Sen, Ms. ZHANG Wen-Lei and Mr. GUO Chuan are executive directors and Dr. CHOW Wing-Kin, Anthony, Mr. GAN Pei-Zhong and Mr. CHEN De-Qiu are independent non-executive directors.