

**Consolidated Balance Sheet (No Audited)**
**Unit: RMB**

<b>Items</b>	<b>2019.09.30</b>	<b>2018.12.31</b>
<b>Current Assets:</b>		
Cash and bank balances	4,535,542,192.95	4,610,754,896.85
Financial assets at fair value through profit or loss	343,229,418.46	443,680,687.55
Notes receivable	31,247,205.36	61,706,494.62
Accounts receivable	7,790,402,811.56	7,588,117,718.24
Prepayments	9,373,740.69	22,008,357.80
Other receivables	105,152,808.36	87,574,357.29
Includes: Interest receivable	2,147,886.67	4,553,084.29
Inventories	5,086,827,799.76	4,760,159,720.87
Other current assets	314,151,593.75	321,125,633.14
<b>Total Current Assets</b>	<b>18,215,927,570.89</b>	<b>17,895,127,866.36</b>
<b>Non-Current Assets:</b>		
Long term equity investments	425,068,733.52	-
Financial assets at fair value through other comprehensive income	27,173,295.43	27,033,603.84
Other non-current financial assets	41,862,988.08	-
Fixed assets	1,542,494,628.43	1,544,556,661.08
Right-of-Use	578,205,551.41	NA
Construction in progress	158,191,415.87	49,408,708.62
Intangible assets	93,945,287.88	26,868,247.73
Long-term deferred expenses	303,380,839.91	301,227,310.48
Deferred tax assets	221,106,213.30	239,447,868.23
Other non-current assets	122,722,387.84	67,723,538.76
<b>Total Non-Current Assets</b>	<b>3,514,151,341.67</b>	<b>2,256,265,938.74</b>
<b>Total Assets</b>	<b>21,730,078,912.56</b>	<b>20,151,393,805.10</b>

**Consolidated Balance Sheet (No Audited) - Continued**
**Unit: RMB**

<b>Items</b>	<b>2019.09.30</b>	<b>2018.12.31</b>
<b>Current Liabilities:</b>		
Short-term loans	2,400,560,953.85	1,471,773,736.86
Notes payable & Accounts payable	7,796,721,483.93	8,093,311,711.72
Receipts in advance	479,467.81	-
Contract liability	83,983,962.21	70,350,063.25
Employee benefits payable	354,277,250.26	475,867,423.67
Taxes payable	103,481,969.08	144,173,572.13
Other payables	377,795,820.84	315,153,590.20
Includes: Interest payable	4,091,794.12	3,895,069.64
On-current liabilities due within one year		-
Other current liabilities	21,591,975.40	26,098,790.78
<b>Total Current Liabilities</b>	<b>11,216,772,117.83</b>	<b>10,596,728,888.61</b>
<b>Non-Current Liabilities:</b>		
Lease obligation	507,689,328.49	NA
Long term payables	54,660,395.43	-
Long-term employee benefits payable	106,097,361.59	105,681,321.15
Provisions	1,795,069.98	3,102,460.97
Deferred revenues	35,506,766.54	34,097,717.50
Deferred tax liabilities		-
Other long-term liabilities	2,259,260.39	1,881,460.42
<b>Total Non-Current Liabilities</b>	<b>708,008,182.42</b>	<b>144,762,960.04</b>
<b>Total Liabilities</b>	<b>11,924,780,300.25</b>	<b>10,741,491,848.65</b>
<b>Shareholders' Equity:</b>		
Share capital	2,175,923,580.00	2,175,923,580.00
Capital reserves	1,667,213,339.92	1,656,230,955.71
Treasury Stock	(154,978,351.25)	-
Other comprehensive income	(7,347,774.79)	(44,312,343.67)
Surplus reserves	363,637,158.94	363,637,158.94
Retained earnings	5,760,529,425.64	5,256,553,763.15
<b>Total shareholders' equity attributable to owners of the company</b>	<b>9,804,977,378.46</b>	<b>9,408,033,114.13</b>
Minority shareholders' equity	321,233.85	1,868,842.32
<b>Total shareholders' equity</b>	<b>9,805,298,612.31</b>	<b>9,409,901,956.45</b>
<b>Total liabilities and shareholders' equity</b>	<b>21,730,078,912.56</b>	<b>20,151,393,805.10</b>


**Universal Scientific Industrial (Shanghai) Co., Ltd.**
**Consolidated Income Statement (No Audited)**

Unit: RMB

Items	2019.01.01—2019.09.30	2018.01.01—2018.09.30
Operating income	<b>25,970,821,876.75</b>	<b>22,146,082,767.03</b>
Operating costs	23,399,170,055.61	19,814,689,051.71
Taxes and levies	27,927,881.95	25,673,939.71
Selling expenses	234,024,704.01	199,749,044.41
Administrative expenses	527,175,443.77	395,656,054.50
R&D expenses	953,381,220.98	848,563,853.38
Finance expenses	8,486,946.15	(35,552,281.79)
Includes: Interest expenses	57,720,480.70	18,229,985.43
Interest income	32,765,800.52	27,249,863.30
Add: Other income	40,091,559.33	25,129,949.09
Investment income (loss)	82,726,303.45	197,648,956.26
Gain (loss) from change of fair value	5,296,301.97	-
Credit impairment loss	35,441,652.25	(193,145,280.79)
Impairment losses of assets	7,293,772.84	(11,132,671.22)
Gain (loss) on disposal of assets	(31,094,754.56)	(5,044,561.91)
<b>Operating profit (loss)</b>	<b>2,923,041.23</b>	<b>1,014,105.89</b>
Add: Non-operating income	<b>958,037,198.82</b>	<b>911,773,602.43</b>
Less: Non-operating expenses	8,529,984.23	7,194,102.09
<b>Total profit (loss)</b>	<b>1,685,407.97</b>	<b>1,275,384.66</b>
Less: Income tax expenses	<b>964,881,775.08</b>	<b>917,692,319.86</b>
<b>Net profit (loss)</b>	<b>104,215,695.54</b>	<b>140,330,858.22</b>
(一) Classified according to the continuity of operation		
1. Net profit (loss) from continuing operations	860,666,079.54	777,361,461.64
2. Net profit (loss) from discontinued operations	-	-
(二) Classified according to ownership		
1. Net profit (loss) attributable to owners of the company	860,827,129.61	777,175,172.71
2. Minority shareholders' interest	(161,050.07)	186,288.93


**Universal Scientific Industrial (Shanghai) Co., Ltd.**
**Consolidated Income Statement (No Audited) - Continued**
**Unit: RMB**

Items	2019.01.01—2019.09.30	2018.01.01—2018.09.30
<b>Other comprehensive income</b>	<b>36,974,980.75</b>	<b>35,524,805.18</b>
Other comprehensive income items which will not be reclassified to profit or loss subsequently	435,626.67	877,558.23
Other comprehensive income items which will be reclassified to profit or loss subsequently when specific conditions are met	36,528,942.21	37,137,866.65
Unrealized gain(loss) on available-for-sale financial assets	-	(2,541,455.50)
Minority shareholders' other comprehensive income	10,411.87	50,835.80
<b>Total comprehensive income</b>	<b>897,641,060.29</b>	<b>812,886,266.82</b>
Total comprehensive income attributable to owners of the company	897,791,698.49	812,649,142.09
Total comprehensive income attributable to minority shareholders	(150,638.20)	237,124.73
Earnings per share:		
Basic earnings per share	0.40	0.36
Diluted earnings per share	NA	NA

**Consolidated Cash Flow Statement (No Audited)**
**Unit: RMB**

Items	2019.01.01—2019.09.30	2018.01.01—2018.09.30
<b>1. Cash Flows from Operating Activities:</b>		
Cash receipts from the sale of goods and the rendering of services	25,997,139,247.75	21,060,126,785.32
Receipts of tax refunds	238,966,724.95	180,105,450.55
Other cash receipts relating to operating activities	96,246,249.43	63,246,651.85
<b>Subtotal of cash inflows from operating activities</b>	<b>26,332,352,222.13</b>	<b>21,303,478,887.72</b>
Cash payments for goods purchased and services received	23,624,845,685.88	19,170,824,620.67
Cash payments to and on behalf of employees	1,905,687,992.67	1,765,605,118.41
Payments of various types of taxes	191,084,770.56	207,417,142.28
Other cash payments relating to operating activities	268,262,411.92	230,454,571.58
<b>Subtotal of cash outflows from operating activities</b>	<b>25,989,880,861.03</b>	<b>21,374,301,452.94</b>
<b>Net Cash Flows from Operating Activities</b>	<b>342,471,361.10</b>	<b>(70,822,565.22)</b>
<b>2. Cash Flows from Investing Activities:</b>		
Cash receipts from disposals and recovery of investments	8,378,436,399.37	8,911,442,417.88
Cash receipts from investment income	68,685,154.04	72,365,029.40
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	11,933,117.44	28,111,114.65
Other cash receipts relating to investing activities	1,445,018.34	75,804.85
<b>Subtotal of cash inflows from investing activities</b>	<b>8,460,499,689.19</b>	<b>9,011,994,366.78</b>
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	494,546,857.18	372,735,183.12
Cash payments to acquire investments	8,265,713,125.00	8,804,323,820.12
Net cash payments for acquisitions of subsidiaries and other business units	437,280,035.84	-
<b>Subtotal of cash outflows from investing activities</b>	<b>9,197,540,018.02</b>	<b>9,177,059,003.24</b>
<b>Net Cash Flows from Investing Activities</b>	<b>(737,040,328.83)</b>	<b>(165,064,636.46)</b>


**Universal Scientific Industrial (Shanghai) Co., Ltd.**
**Consolidated Cash Flow Statement (No Audited) - Continued**
**Unit: RMB**

Items	2019.01.01—2019.09.30	2018.01.01—2018.09.30
<b>3.Cash Flows from Financing Activities:</b>		
Cash generated from merger	431,200.01	-
Cash receipts from borrowings	7,204,844,347.08	3,649,555,619.82
<b>Subtotal of cash inflows from financing activities</b>	<b>7,205,275,547.09</b>	<b>3,649,555,619.82</b>
Cash repayments of borrowings	6,299,352,180.15	3,775,534,035.18
Cash payments for distribution of dividends or profits or settlement of interest expenses	397,795,614.07	421,568,869.29
Other cash payments relating to financing activities	224,193,958.25	109,024.75
<b>Subtotal of cash outflows from financing activities</b>	<b>6,921,341,752.47</b>	<b>4,197,211,929.22</b>
<b>Net Cash Flow from Financing Activities</b>	<b>283,933,794.62</b>	<b>(547,656,309.40)</b>
<b>4.Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents</b>	<b>36,460,637.21</b>	<b>65,679,304.98</b>
<b>5.Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(74,174,535.90)</b>	<b>(717,864,206.10)</b>
Add: Opening balance of Cash and Cash Equivalents	4,606,688,796.85	5,043,407,968.81
<b>6.Closing Balance of Cash and Cash Equivalents</b>	<b>4,532,514,260.95</b>	<b>4,325,543,762.71</b>