

Stock Code: 601231

Abbreviated Name: USI

Convertible Bond Code: 113045

Abbreviated Name: USI Convertible Bond

Universal Scientific Industrial (Shanghai) Co., Ltd.

Quarterly Report for Q3 2023

The Board of Directors and directors of the Company hereby assure that the content set out in the announcement is true, accurate and complete, and free from any false record, misleading representation or material omission, and are individually and collectively responsible for the content set out therein.

Note: The English version is summarized from the original Chinese report disclosed on the Shanghai Stock Exchange. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.

Important Notice

The Board of Directors, the Board of Supervisors, directors, supervisors and senior management of the Company hereby assure that the content set out in the annual report is truthful, accurate and complete and complete, and contains no misrepresentations, misleading statements or material omissions, and are individually and collectively responsible for the content set out therein.

The Company's legal representative, chief financial officer and the person in charge of the accounting department (accounting officer) hereby guarantee that the financial statements set out in the quarterly report are true, accurate and complete.

The third quarter financial statements are unaudited.

I. Key accounting and financial performance indicators

(I) Key Financial Performance Indicators

Unit: yuan Currency: RMB

Quarterly Report for Q3 2023

| Items | Q3 2023 | YoY (%) | January – September 2023 | YoY (%) |
|--|-------------------|----------------|--------------------------|----------------|
| Revenue | 16,191,371,617.51 | -21.36 | 43,057,005,790.29 | -13.07 |
| Net profits attributable to shareholders of the listed company | 625,253,216.58 | -42.45 | 1,392,521,041.91 | -35.86 |
| Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses | 580,788,156.35 | -46.87 | 1,274,644,248.18 | -41.75 |
| Net cash flows from operating activities | N/A | N/A | 4,140,305,333.42 | 255.18 |
| Basic EPS (yuan per share) | 0.29 | -40.80 | 0.64 | -36.00 |
| Diluted EPS (yuan per share) | 0.28 | -41.70 | 0.63 | -34.38 |
| Weighted average return on equity (%) | 3.91 | Down 3.90 pct. | 8.71 | Down 6.91 pct. |
| | 30 September 2023 | | 31 December 2022 | Change (%) |
| Total assets | 39,987,236,201.94 | | 38,574,464,731.16 | 3.66 |
| Owners' equity attributable to shareholders of the list company | 16,328,911,496.43 | | 15,749,394,179.86 | 3.68 |

(II) Non-recurring profit or loss

Unit: yuan Currency: RMB

| Items | Q3 2021 | January – September 2023 | Note |
|---|---------------|--------------------------|------|
| Gains/losses from disposal of non-current assets | 2,433,616.44 | 4,965,859.43 | |
| Government grants recognized in profit or loss (other than grants which are closely related to the Company's business and are either in fixed amounts or determined under quantitative methods in accordance with the national standard) | 38,489,126.65 | 72,527,079.72 | |
| Enterprise restructuring expenses, such as employee placement expenses, integration costs, etc | 0 | -1,972,387.52 | |
| Profit or loss on changes in the fair value of held-for-trading financial assets and held-for-trading financial liabilities and investment income on disposal of held-for-trading financial assets, held-for-trading financial liabilities and available-for-sale financial assets, other than those used in the effective hedging activities relating to normal operating business | 10,539,559.20 | 50,471,946.98 | |
| Other non-operating income or expenses other than the above | 1,303,991.17 | 10,335,485.02 | |
| Less: tax effects | 8,300,942.89 | 18,450,205.59 | |
| Effects attributable to minority interests (After tax) | 290.34 | 984.31 | |

Quarterly Report for Q3 2023

| | | |
|-------|---------------|----------------|
| Total | 44,465,060.23 | 117,876,793.73 |
|-------|---------------|----------------|

Explanation on defining a non-recurring gain/loss item listed in Interpretation Pronouncement on Information Disclosure Criteria for Public Companies No. 1 - Non-Recurring Gains/Losses as a recurring gain/loss item

Applicable Not Applicable

(III) Major changes in the Company's key accounting indicators and the reasons

| Item | Change (%) | Main reasons |
|---|------------|---|
| Net profits attributable to shareholders of the listed company_Q3 2023 | -42.45 | Mainly due to the YoY decrease in revenue and operating profit margin in the current period |
| Net profits attributable to shareholders of the listed company_January – September 2023 | -35.86 | |
| Net profits attributable to shareholders of the listed company net of non-recurring gains/losses_Q3 2023 | -46.87 | |
| Net profits attributable to shareholders of the listed company net of non-recurring gains/losses_January – September 2023 | -41.75 | |
| Basic EPS_Q3 2023 | -40.80 | |
| Basic EPS_January – September 2023 | -36.00 | |
| Diluted EPS_Q3 2023 | -41.70 | |
| Diluted EPS_January – September 2023 | -34.38 | |
| Net cash flows from operating activities_January – September 2023 | 255.18 | Mainly due to the increase in revenue growth in the second half of 2022, which led to an increase in collections in the first half of 2023, as well as a decrease in funds tied up in inventories as a result of strengthened procurement and inventory control in Q3 2023. |

II. Shareholder Information

(I) Total number of common shareholders and preferred shareholders whose voting rights have been restored by the period-end

Unit: Share

| | | | |
|---|--------|---|---|
| Total number of common shareholders by the period-end | 39,223 | Total number of preferred shareholders whose voting rights have been restored as of the end of the reporting period | 0 |
|---|--------|---|---|

| Shareholding of top 10 shareholders | | | | | | |
|--|--|---------------------------|---------------|------------------------|-----------------------------|-----------|
| Name of shareholder | Nature of shareholder | Shares held | % | Restricted shares held | Pledge, marking or freezing | |
| | | | | | Share status | Number |
| USI Enterprise Limited | Foreign legal person | 1,683,749,126 | 76.27 | 0 | None | 0 |
| Hong Kong Securities Clearing Company Ltd. | Foreign legal person | 69,211,167 | 3.13 | 0 | None | 0 |
| ASDI ASSISTANCE DIRECTION | Foreign legal person | 25,939,972 | 1.17 | 1,758,914 | Pledged | 1,758,914 |
| China Securities Finance Co., Ltd. | State-owned legal person | 22,917,636 | 1.04 | 0 | Unknown | 0 |
| ASE (Shanghai) Inc. | Domestic non-state-owned legal person | 18,098,476 | 0.82 | 0 | None | 0 |
| Fuguo Enhanced Bond Securities Investment Fund - Industrial and Commercial Bank of China limited | Other information | 7,500,299 | 0.34 | 0 | Unknown | 0 |
| Taikang Life Insurance Co., Ltd.- Traditional - General Insurance Products - 019L - CT001 Shanghai | Other information | 6,993,200 | 0.32 | 0 | Unknown | 0 |
| Taikang Life Insurance Co., Ltd. - Dividends - Personal Dividends - 019L - FH002 Shanghai | Other information | 6,583,332 | 0.30 | 0 | Unknown | 0 |
| Taikang Life Insurance Co.,ltd. - Investment-linked Insurance - Industry Allocation | Other information | 4,846,935 | 0.22 | 0 | Unknown | 0 |
| CSI 500 Exchange Traded fund - Agricultural Bank of China | Other information | 4,794,500 | 0.22 | 0 | Unknown | 0 |
| Shareholding of top 10 shareholders subject to no selling restrictions | | | | | | |
| Name of shareholder | Number of tradable shares not subject to selling restrictions held | Type and number of shares | | | | |
| | | Type | Number | | | |
| USI Enterprise Limited | 1,683,749,126 | RMB ordinary shares | 1,683,749,126 | | | |
| Hong Kong Securities Clearing Company Ltd. | 69,211,167 | RMB ordinary shares | 69,211,167 | | | |

| | | | |
|--|--|---------------------------|------------|
| China Securities Finance Co., Ltd. | 22,917,636 | RMB ordinary shares | 22,917,636 |
| ASE (Shanghai) Inc. | 18,098,476 | RMB ordinary shares | 18,098,476 |
| Fuguo Enhanced Bond Securities Investment Fund - Industrial and Commercial Bank of China limited | 7,500,299 | RMB ordinary shares | 7,500,299 |
| Taikang Life Insurance Co., Ltd.- Traditional - General Insurance Products - 019L - CT001 Shanghai | 6,993,200 | RMB ordinary shares | 6,993,200 |
| Taikang Life Insurance Co., Ltd. - Dividends - Personal Dividends - 019L - FH002 Shanghai | 6,583,332 | RMB ordinary shares | 6,583,332 |
| Taikang Life Insurance Co.,Ltd. - Investment-linked Insurance - Industry Allocation | 4,846,935 | RMB ordinary shares | 4,846,935 |
| CSI 500 Exchange Traded fund - Agricultural Bank of China | 4,794,500 | RMB ordinary shares | 4,794,500 |
| All China Bond - Ninety One Global Strategy Fund - Ninety One UK Ltd. - RQFII | 4,238,479 | RMB ordinary shares | 4,238,479 |
| Related or concert parties among the shareholders above | The actual controllers of the Company are Mr. Jason C.S. Chang and Mr. Richard H.P. Chang, who are brothers and ultimately control the Company through indirect shareholding by controlling USI Enterprise Limited and ASE (Shanghai) Inc., two of the Company's shareholders. The Company does not know whether there are related relationships and concerted actions among other shareholders. | | |
| Shareholding by margin trading of the top 10 shareholders and top 10 shareholders subject to no selling restrictions | None | | |

Note: The Company held 23,717,545 shares on its securities account for buy-back, with a shareholding ratio of 1.07%, which is not included in the list of the top 10 shareholders.

III. Other notable issues

Other important information on the Company's operation during the reporting period that investors should pay attention to

Applicable Not Applicable

(I) Revenue breakdown by product category in Q3 2023

Unit: RMB 10,000 yuan

| Product Category | January – September 2022 (Adjusted) | January – September 2023 | Change | YoY |
|----------------------------|-------------------------------------|--------------------------|--------------------|----------------|
| Communication electronics | 1,843,705.02 | 1,479,190.42 | -364,514.60 | -19.77% |
| Consumer electronics | 1,534,172.90 | 1,426,072.03 | -108,100.87 | -7.05% |
| Industrial products | 644,715.78 | 619,015.95 | -25,699.83 | -3.99% |
| Cloud and storage products | 528,799.20 | 347,128.01 | -181,671.19 | -34.36% |
| Automotive electronics | 337,765.42 | 359,162.88 | 21,397.46 | 6.34% |
| Medical electronics | 15,712.28 | 25,900.85 | 10,188.57 | 64.84% |
| Other information | 48,131.76 | 49,230.44 | 1,098.68 | 2.28% |
| Total | 4,953,002.36 | 4,305,700.58 | -647,301.78 | -13.07% |

Note: The reason for restatement is the adjustment of product classification in this period.

(II) Impacts on Q3 2023 earnings of Purchase Price Allocation (PPA) from the acquisition of FAFG and other non-recurring factors

Unit: RMB 10,000 yuan

| Item | | 2022 Q3 | 2022 Q1-Q3 | 2023 Q3 | 2023 Q1-Q3 |
|--|-----------------------------------|----------|------------|----------|------------|
| PPA | Impacts on operating gross profit | 903.54 | 2,809.44 | 771.90 | 2,607.22 |
| | Impacts on operating profit | 1,155.59 | 3,896.12 | 1,055.32 | 3,458.95 |
| | Impacts on net profit | 896.29 | 2,957.26 | 793.75 | 2,631.92 |
| Additional cost of Huizhou factory and one-time cost of Shenzhen factory relocation | Impacts on operating gross profit | 142.01 | 4,948.11 | | |
| | Impacts on operating profit | 1,269.38 | 7,804.44 | | 193.29 |
| | Impacts on net profit | 1,108.79 | 7,030.49 | | 169.99 |
| Provision for the impairment of plant | Impacts on operating gross profit | | | | |
| | Impacts on operating profit | 4,985.23 | 4,985.23 | | |
| | Impacts on net profit | 4,354.55 | 4,354.55 | | |
| Increased interest expense on convertible corporate bonds amortized at market interest rate (no impact on the actual interest payment) | | 3,370.86 | 10,022.38 | 3,508.33 | 10,433.34 |

(III) Guidance for Q4 2023

Revenue in the fourth quarter of 2023 is expected to grow by double digits on a quarter-on-quarter (QoQ) basis and continue to maintain a QoQ growth momentum; the full-year operating profit margin is expected

to be similar to the level in the first three quarters.

IV. Quarterly financial statements

(I) Financial statements

Consolidated Balance Sheet

30 September 2023

Prepared by Universal Scientific Industrial (Shanghai) Co., Ltd.

Presented in RMB yuan, unaudited

| Items | 30 September 2023 | 31 December 2022 |
|---|----------------------|-------------------|
| Current Assets: | | |
| Cash and bank balances | 9,842,653,812.06 | 7,695,016,173.40 |
| Financial assets held for trading | 210,273,090.00 | 271,243,519.53 |
| Notes receivable | 51,716,004.65 | 45,627,553.57 |
| Accounts receivable | 10,734,286,484.15 | 11,119,120,760.11 |
| Prepayments | 58,185,596.27 | 73,390,129.45 |
| Other receivables | 184,036,837.49 | 137,008,284.72 |
| Inventory | 10,211,769,143.24 | 10,909,893,675.82 |
| Non-current assets due within one year | 258,315.78 | 322,815.55 |
| Other current assets | 815,920,974.47 | 599,581,332.72 |
| Total Current Assets | 32,109,100,258.11 | 30,851,204,244.87 |
| Non-current Assets: | | |
| Long-term receivables | 12,866,807.45 | 12,385,894.30 |
| Long-term equity investments | 493,859,667.32 | 611,007,676.15 |
| Investments in other equity instruments | 48,811,912.16 | 38,420,782.40 |
| Other non-current financial assets | 202,125,259.70 | 170,126,278.86 |
| Investment properties | 4,393,984.83 | 0 |
| Fixed assets | 4,601,209,887.62 | 4,456,780,136.30 |
| Construction in progress | 478,617,693.17 | 303,432,536.69 |
| Right-of-use assets | 393,180,557.24 | 479,869,246.55 |
| Intangible assets | 377,237,275.31 | 415,104,934.14 |
| Goodwill | 590,734,150.16 | 576,729,182.74 |
| Long-term prepaid expenses | 186,774,378.89 | 175,835,331.45 |
| Deferred tax assets | 373,026,178.15 | 358,956,591.39 |
| Other non-current assets | 115,298,191.83 | 124,611,895.32 |
| Total non-current assets | 7,878,135,943.83 | 7,723,260,486.29 |
| Total assets | 39,987,236,201.94 | 38,574,464,731.16 |
| Current liabilities: | | |
| Short-term borrowings | 5,080,951,564.93 | 4,499,463,404.21 |
| Derivative financial liabilities | 1,406,181.99 | 3,118,891.32 |

Quarterly Report for Q3 2023

| | | |
|--|-------------------|-------------------|
| Accounts payable | 11,990,508,772.32 | 11,056,190,855.43 |
| Contract liabilities | 345,670,557.73 | 411,898,442.43 |
| Employee benefits payable | 865,922,435.35 | 1,161,885,093.89 |
| Taxes payable | 355,871,780.38 | 388,090,724.55 |
| Other payables | 806,555,764.41 | 716,932,703.77 |
| Non-current liabilities due within one year | 3,492,102,580.14 | 506,820,025.23 |
| Other current liabilities | 2,216,134.51 | 3,661,569.01 |
| Total current liabilities | 22,941,205,771.76 | 18,748,061,709.84 |
| Non-current liabilities: | | |
| Long-term borrowings | 49,569,992.06 | 59,427,538.88 |
| Bond payable | 0 | 3,243,085,241.27 |
| Lease liabilities | 292,898,383.11 | 381,725,722.17 |
| Long-term payables | 24,518,818.98 | 31,113,295.71 |
| Long-term employee benefits payable | 201,768,501.52 | 199,342,510.02 |
| Provisions | 5,441,498.62 | 7,350,296.14 |
| Deferred income | 58,759,735.32 | 63,195,209.30 |
| Deferred tax liabilities | 81,766,409.27 | 87,631,726.67 |
| Other non-current liabilities | 1,950,098.07 | 3,692,335.61 |
| Total Non-current Liabilities | 716,673,436.95 | 4,076,563,875.77 |
| TOTAL LIABILITIES | 23,657,879,208.71 | 22,824,625,585.61 |
| Owners' equity (or shareholders' equity): | | |
| Paid-in capital (or share capital) | 2,207,706,196.00 | 2,206,864,239.00 |
| Other equity instruments | 409,891,541.83 | 409,897,126.04 |
| Capital reserve | 2,249,591,749.95 | 2,234,529,885.62 |
| Less: Treasury shares | 327,082,476.93 | 351,392,965.86 |
| Other comprehensive income | 197,566,179.17 | 111,850,168.58 |
| Surplus reserve | 862,080,832.26 | 862,080,832.26 |
| Retained profits | 10,729,157,474.15 | 10,275,564,894.22 |
| Total owners' equity attributable to equity holders of the Company | 16,328,911,496.43 | 15,749,394,179.86 |
| Minority interests | 445,496.80 | 444,965.69 |
| TOTAL SHAREHOLDERS' EQUITY | 16,329,356,993.23 | 15,749,839,145.55 |
| Total liabilities and owners' equity (or shareholders' equity) | 39,987,236,201.94 | 38,574,464,731.16 |

Legal representative: Jeffrey Chen

Person in charge of accounting: Tan-Yang Liu

Person in charge of the accounting firm: Yuh-Huah Chern

Consolidated Income Statement

January – September 2023

Prepared by Universal Scientific Industrial (Shanghai) Co., Ltd.

Presented in RMB yuan, unaudited

| Items | January – September 2023 | January – September 2022 |
|---|-----------------------------|-----------------------------|
| I. Total revenue | 43,057,005,790.29 | 49,530,023,615.30 |
| Including: Operating revenue | 43,057,005,790.29 | 49,530,023,615.30 |
| II. Total cost of operations | 41,458,090,367.58 | 47,120,466,011.32 |
| Less: Costs | 38,865,716,325.05 | 44,427,975,710.47 |
| Taxes and levies | 75,539,491.21 | 36,517,725.83 |
| Sales expenses | 252,627,381.86 | 245,880,970.27 |
| Administrative expenses | 875,509,619.59 | 1,127,198,038.88 |
| R&D expenses | 1,278,782,603.25 | 1,305,838,596.14 |
| Financial expenses | 109,914,946.62 | -22,945,030.27 |
| Including: Interest expenses | 286,398,826.29 | 161,060,535.90 |
| Interest income | 170,520,515.29 | 52,718,898.82 |
| Add: Other income | 72,527,079.72 | 44,071,970.15 |
| Investment income | 76,712,316.51 | 66,384,082.56 |
| Including: Income from investments in associates and joint ventures | 3,173,134.73 | 47,399,411.29 |
| Gains (losses) from changes in fair values | -23,067,234.80 | 11,609,541.00 |
| Impairment gains (losses) of credit | -33,225,063.05 | -5,867,755.03 |
| Impairment gains (losses) of assets | -164,782,843.92 | -69,109,225.08 |
| Gains (losses) from disposal of assets | 5,641,219.61 | 7,337,571.89 |
| III. Operating profit (losses are represented by '-') | 1,532,720,896.78 | 2,463,983,789.47 |
| Add: Non-operating income | 14,423,237.33 | 22,000,602.89 |
| Less: Non-operating expenses | 4,799,079.55 | 3,598,525.98 |
| IV. Total profit (total losses are represented by '-') | 1,542,345,054.56 | 2,482,385,866.38 |
| Less: Income tax expenses | 149,832,282.46 | 311,329,236.97 |
| V. Net profit (net losses are represented by '-') | 1,392,512,772.10 | 2,171,056,629.41 |
| (I) Net profit classified by operating continuity: | | |
| 1. Net profit from continuing operations (net losses are represented by '-') | 1,392,512,772.10 | 2,171,056,629.41 |
| 2. Net profit from discontinued operations (net losses are represented by '-') | 0 | 0 |
| (II) Net profit classified by ownership ascription: | | |
| 1. Net profit attributable to owners of the Company (net losses are represented by '-') | 1,392,521,041.91 | 2,171,043,880.73 |
| 2. Profit or loss attributable to minority shareholders (net losses are represented by '-') | -8,269.81 | 12,748.68 |
| VI. Other comprehensive income, net of tax | 85,724,811.51 | 194,681,870.06 |

Quarterly Report for Q3 2023

| | | |
|---|------------------|------------------|
| (I) Other comprehensive income attributable to owners of the Company, net of tax | 85,716,010.59 | 194,698,927.12 |
| 1. Other comprehensive income that cannot be subsequently reclassified to profit or loss | 22,686,737.67 | -35,187,629.54 |
| (1) Changes from re-measurement of defined benefit plans | 0 | 0 |
| (2) Other comprehensive income that cannot be transferred into profit or loss under equity method | 0 | 0 |
| (3) Changes in fair value of investments in other equity instruments | 22,686,737.67 | -35,187,629.54 |
| 2. Other comprehensive income that will be reclassified to profit or loss | 63,029,272.92 | 229,886,556.66 |
| (1) Other comprehensive income that can be reclassified to profit or loss under the equity method | -12,795,124.92 | -43,041,797.57 |
| (2) Changes in fair value of other debt investments | 0 | 0 |
| (3) Reclassified financial assets that are credited to other comprehensive income | 0 | 0 |
| (4) Credit impairment provision for other debt investments | 0 | 0 |
| (5) Reserve for cash flow hedging | 0 | 0 |
| (6) Differences on translation of financial statements denominated in foreign currencies | 59,076,215.39 | -16,223,763.80 |
| (7) Others | 16,748,182.45 | 289,152,118.03 |
| (II) Total comprehensive income attributable to the minority shareholders, net of tax | 8,800.92 | -17,057.06 |
| VII. Total comprehensive income | 1,478,237,583.61 | 2,365,738,499.47 |
| (I) Total comprehensive income attributable to owners of the Company | 1,478,237,052.50 | 2,365,742,807.85 |
| (II) Total comprehensive income attributable to minority interests | 531.11 | -4,308.38 |
| VIII. Earnings per share | | |
| (I) Basic earnings per share | 0.64 | 1.00 |
| (II) Diluted earnings per share | 0.63 | 0.96 |

Legal representative: Jeffrey Chen

Person in charge of accounting: Tan-Yang Liu

Person in charge of the accounting firm: Yuh-Huah Chern

Consolidated Cash Flow Statement

January – September 2023

Prepared by Universal Scientific Industrial (Shanghai) Co., Ltd.

Presented in RMB yuan, unaudited

| Items | January – September 2023 | January – June 2022 |
|--|-----------------------------|------------------------|
| I. Cash flows from operating activities: | | |
| Cash receipts from the sale of goods and the rendering of services | 44,122,600,929.86 | 48,800,952,144.13 |
| Receipts of tax refunds | 416,651,482.40 | 372,313,892.07 |
| Other cash receipts relating to operating activities | 275,154,607.97 | 116,822,702.37 |
| Sub-total of cash inflows from operating activities | 44,814,407,020.23 | 49,290,088,738.57 |
| Cash payments for goods purchased and services received | 36,177,115,215.39 | 43,848,387,428.70 |
| Cash payments to and on behalf of employees | 3,400,967,668.83 | 3,340,129,125.84 |
| Payments of various types of taxes | 852,117,070.77 | 617,680,939.79 |
| Other cash payments relating to operating activities | 243,901,731.82 | 318,197,742.80 |
| Sub-total of cash outflows from operating activities | 40,674,101,686.81 | 48,124,395,237.13 |
| Net cash flows from operating activities | 4,140,305,333.42 | 1,165,693,501.44 |
| II. Cash flows from investing activities: | | |
| Cash receipts from disposals and recovery of investments | 7,771,223,640.94 | 3,879,575,656.99 |
| Cash receipts from investment income | 94,377,507.19 | 102,532,872.14 |
| Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets | 43,965,776.83 | 38,485,076.16 |
| Sub-total of cash inflows from investing activities | 7,909,566,924.96 | 4,020,593,605.29 |
| Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets | 1,178,536,672.95 | 1,259,437,394.92 |
| Cash payments to acquire investments | 7,649,914,917.89 | 3,983,280,691.22 |
| Sub-total of cash outflows from investing activities | 8,828,451,590.84 | 5,242,718,086.14 |
| Net cash flow from investment activities | -918,884,665.88 | -1,222,124,480.85 |
| III. Cash flows from financing activities: | | |
| Cash receipts from capital contributions | 10,449,033.87 | 33,234,887.20 |
| Cash receipts from borrowings | 12,759,870,988.77 | 14,452,733,591.93 |
| Other cash receipts relating to financing activities | 21,253,842.25 | 4,577,394.98 |
| Sub-total of cash inflows from financing activities | 12,791,573,864.89 | 14,490,545,874.11 |
| Cash repayments of borrowings | 12,608,088,097.82 | 13,407,841,522.95 |
| Cash payments for distribution of dividends or profits or settlement of interest expenses | 1,104,021,050.84 | 612,878,635.80 |
| Other cash payments relating to financing activities | 134,047,516.63 | 242,134,322.84 |
| Sub-total of cash outflows from financing activities | 13,846,156,665.29 | 14,262,854,481.59 |
| Net cash flow from financing activities | -1,054,582,800.40 | 227,691,392.52 |

| | | |
|---|------------------|------------------|
| IV. Effect of foreign exchange rate changes on cash and cash equivalents | -15,788,676.58 | 243,911,913.55 |
| V. Net Increase (decrease) in cash and cash equivalents | 2,151,049,190.56 | 415,172,326.66 |
| Add: Opening Balance of Cash and Cash Equivalents | 7,678,044,104.00 | 6,018,193,116.59 |
| VI. Closing balance of cash and cash equivalents | 9,829,093,294.56 | 6,433,365,443.25 |

Legal representative: Jeffrey Chen

Person in charge of accounting: Tan-Yang Liu

Person in charge of the accounting firm: Yuh-Huah Chern

It is hereby announced.

Board of Directors of Universal Scientific Industrial (Shanghai) Co., Ltd.

October 24, 2023