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长安仁恒

Zhejiang Chang'an Renheng Technology Co., Ltd.*

浙江长安仁恒科技股份有限公司

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 8139)

**CLARIFICATION ANNOUNCEMENT
ANNUAL RESULTS ANNOUNCEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020**

Reference is made to the announcement of Zhejiang Chang'an Renheng Technology Co., Ltd.* (the “**Company**”) dated 29 March 2020 (the “**Announcement**”) in relation to the annual results announcement for the year ended 31 December 2020. Unless otherwise defined, capitalized terms used in this announcement have the same meanings as defined in the Announcement.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company would like to clarify that due to inadvertent clerical error, on page 3 of the Announcement in English version under the paragraph:

* For identification purpose only

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 December 2020

		Year ended 31 December	
		2020	2019
	Note	RMB	RMB
Revenue	3	112,718,302	100,292,835
Cost of sales	5	<u>(65,873,911)</u>	<u>(58,785,486)</u>
Gross profit		46,844,391	41,507,349
Distribution costs	5	15,952,159	(16,363,462)
Administrative expenses	5	15,893,383	(14,321,089)
Net impairment losses on financial assets	5	306,452	(129,604)
Research and development expenses	5	(7,368,093)	(7,427,102)
Other gains – net	4	<u>160,567</u>	<u>2,050,598</u>
Operating profit		7,484,871	5,316,690
Finance income	6	22,843	193,442
Finance expenses	6	<u>(6,167,735)</u>	<u>(6,578,703)</u>
Finance expenses – net	6	<u>(6,144,892)</u>	<u>(6,385,261)</u>
Profit/(loss) before income tax		<u>1,339,979</u>	<u>(1,068,571)</u>
Income tax (expense)/benefit	7	<u>(162,865)</u>	<u>167,335</u>
Profit/(loss) for the year attributable to the equity holders of the Company		1,177,114	(901,236)
Other comprehensive income		<u>–</u>	<u>–</u>
Total comprehensive profit/(loss) for the year attributable to the equity holders of the Company		<u>1,177,114</u>	<u>(901,236)</u>
Earnings/(losses) per share for profit/(loss) attributable to the equity holders of the Company during the year (expressed in RMB per share)			
– Basic and diluted	8	<u>0.03</u>	<u>(0.02)</u>

The Board would like to clarify the following:

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 December 2020

		Year ended 31 December	
		2020	2019
	Note	RMB	RMB
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Total comprehensive profit/(loss) for the year attributable to the equity holders of the Company		<u>1,177,114</u>	<u>(901,236)</u>
Earnings/(losses) per share for profit/(loss) attributable to the equity holders of the Company during the year (expressed in RMB per share)			
– Basic and diluted	8	<u>0.03</u>	<u>(0.02)</u>

Save as disclosed in this announcement, the above clarification does not affect other information contained in the Announcement, and the remaining contents of the Announcement remain unchanged.

By Order of the Board
Zhejiang Chang'an Renheng Technology Co., Ltd*
Zhang Youlian
Chairman

Zhejiang, the PRC, 30 March 2021

As at the date of this announcement, the executive directors of the Company are Mr. Zhang Youlian, Mr. She Wenjie and Mr. Fan Fang; the non-executive director of the Company is Ms. Zhang Jinhua and the independent non-executive directors of the Company are Mr. Li Jiangning, Mr. Tang Jingyan and Mr. Zhang Lei.

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange for the purpose of giving information with regard to the Company. The directors of the Company, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and is not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the “Latest Company Announcements” page of the GEM website at <http://www.hkgem.com> for at least 7 days from the date of its publication. This announcement will also be posted on the Company’s website at www.renheng.com.