綠色動力
DYNAGREEN

綠 色 動 力 環 保 集 團 股 份 有 限 公 司
Dynagreen Environmental Protection Group Co., Ltd.*

(a joint stock limited liability company incorporated in the People's Republic of China)
（Stock Code: 1330）

THIRD QUARTER REPORT OF 2019

SUMMARY

The Board of Dynagreen Environmental Protection Group Co., Ltd.* hereby announces the third quarter report of 2019 of the Company. The financial data contained in the Report has been prepared in accordance with PRC GAAP and is unaudited. This announcement is made pursuant to Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited and the Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The board of directors (the "**Board**") of Dynagreen Environmental Protection Group Co., Ltd.* (the "**Company**") hereby announces the unaudited results of the Company for the nine months ended 30 September 2019 (the "**Report**"). The financial data contained in the Report has been prepared in accordance with China Accounting Standards for Business Enterprises ("**PRC GAAP**") and is unaudited. This announcement is made pursuant to Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited and the Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The Report is written in both Chinese and English. In the case of any discrepancies, the Chinese version of the Report shall prevail.

I. IMPORTANT NOTICE

1.1 The board of directors, the supervisory committee and the directors, supervisors and senior management of the Company hereby warrant the truthfulness, accuracy and completeness of the contents of the Quarter Report, guarantee that there are no false representations, misleading statements or material omissions contained in this Quarter Report, and are jointly and severally responsible for the liabilities of the Company.

1.2 Directors who were not present at the Board meeting

Name of absent Director	Title of absent Director	Reason of absence	Name of proxy
Ou Yuezhou	Independent Director	Business engagements	Fu Jie
Liu Shuguang	Director	Business engagements	Hu Shengyong

1.3 Qiao Dewei, an officer of the Company; Hu Shengyong, the Chief Financial Officer; and Zhao Linbin, the Chief Accountant, declare that they warrant the truthfulness, accuracy and completeness of the financial statements in the Quarter Report.

1.4 The third Quarter Report of the Company is not audited.

II. COMPANY PROFILE

2.1 Major accounting data

Unit: RMB

	As at the end of the reporting period	As at the end of last year		Increase/decrease for the end of the reporting period over the end of last year (%)
		After adjustment	Before adjustment	
Total assets	12,789,927,500.61	10,689,006,481.90	10,542,416,667.63	19.65
Net assets attributable to shareholders of the Company	3,202,753,521.47	2,995,992,909.75	2,852,412,360.00	6.90

	From the beginning of the year to the end of the reporting period (January to September)	From the beginning of last year to the end of the reporting period of the last year (January to September)		Increase/decrease as compared to the corresponding period of last year (%)
		After adjustment	Before adjustment	
Net cash flows from operating activities	–61,150,619.39	–276,904,176.74	–276,904,176.74	N/A

II. COMPANY PROFILE (CONTINUED)

2.1 Major accounting data (Continued)

Unit: RMB

	From the beginning of the year to the end of the reporting period (January to September)	From the beginning of last year to the end of the reporting period of the last year (January to September)		Increase/decrease as compared to the corresponding period of last year (%)
		After adjustment	Before adjustment	
Operating income	1,252,907,399.32	822,747,258.72	779,459,675.19	52.28
Net profit attributable to shareholders of the Company	323,071,279.48	269,930,690.94	241,215,449.40	19.69
Net profit excluding extraordinary gain and loss attributable to the shareholders of the Company	299,993,815.78	265,685,454.15	236,970,212.61	12.91
Weighted average return on net assets (%)	10.36	10.65	9.77	Decreased by 0.29 percentage point
Basic earnings per share (RMB/share)	0.28	0.25	0.22	12.00
Diluted earnings per share (RMB/share)	0.28	0.25	0.22	12.00

On 4 November 2018, the Resolution on Change in the Accounting Policy in respect of the Recognition of Tariff Revenue was considered and approved at the third meeting of the third session of the Board of the Company, pursuant to which, the Company's change in the accounting policy for the recognition of tariff revenue from the national renewable energy subsidies was approved and was implemented from 1 January 2019. Details are available on the Announcement on Changes in Accounting Policies of Dynagreen Environmental Protection Group Co., Ltd. disclosed on designated medias, i.e. China Securities Journal, Shanghai Securities News, Securities Daily and Securities Times, and the websites of the Shanghai Stock Exchange (www.sse.com.cn) and the Hong Kong Stock Exchange (www.hkex.com.hk) as at 15 November 2018. The Company adopted retrospective adjustment method when the changed accounting policy was implemented. The impacts of the change in the accounting policy on the major accounting items of prior years are as follows: revenue for 2017 and prior years increased by RMB57,428,400; net profit for 2017 and prior years increased by RMB50,702,800; shareholders' equity as at 31 December 2017 increased by RMB50,702,800; total assets as at 31 December 2017 increased by RMB54,389,600; revenue for 2018 increased by RMB85,013,700; net profit for 2018 increased by RMB82,493,900; shareholders' equity as at 31 December 2018 increased by RMB143,580,500, total assets as at 31 December 2018 increased by RMB146,589,800.

II. COMPANY PROFILE (CONTINUED)

2.1 Major accounting data (Continued)

Extraordinary gains and losses items and amounts

✓ Applicable ☐ Not applicable

Unit: RMB

Item	Amount for the period (July to September)	Amount from the beginning of the year to the end of the reporting period (January to September)	Description
Gains and losses from disposal of non-current assets	–18,590.97	–45,748.81	
Government grants recognised through profit or loss (excluding those having close relationships with the Company's operation and enjoyed in fixed amount or quantity according to uniform national standard)	441,309.32	22,741,981.70	
Gain from the difference between the cost of investment on the subsidiaries, associates and joint ventures and the shared fair value of identifiable net assets of the investee		545,075.45	
Other non-operating income and expenses besides items above	–39,905.93	384,808.73	
Other profit or loss items under the definition of extraordinary gains or losses			
Effects on non-controlling shareholders (after-tax)	–35,305.80	–70,368.48	
Effects on income tax	–98,790.96	–478,284.89	
Total	248,715.66	23,077,463.70	

II. COMPANY PROFILE (CONTINUED)

2.2 Table of total number of shareholders, and shareholdings of the top ten shareholders and the top ten holders of tradable shares (or shareholders not subject to selling restrictions) as at the end of the reporting period

Unit: share

Total number of shareholders (Person) 50,671

Shareholding of the top ten shareholders						
Name of shareholder (full name)	**Number of shares held as at the end of the period**	**Percentage (%)**	**Number of shares held subject to selling restrictions**	**Pledged or frozen Status**	**Pledged or frozen Number**	**Nature of shareholder**
BEIJING STATE-OWNED ASSETS MANAGEMENT CO., LTD.	501,189,618	43.1614	501,189,618	Nil		State-owned legal person
HKSCC NOMINEES LIMITED	379,475,000	32.6796	0	Unknown		Overseas legal person
ANHUI JIANGHUAI GROWTH INVESTMENT FUND CENTRE (LIMITED PARTNERSHIP)	31,593,372	3.2822	0	Nil		Domestic non-state-owned legal person
BEIJING STATE-OWNED ASSETS MANAGEMENT (HONG KONG) COMPANY LIMITED	24,859,792	2.1409	0	Nil		Overseas legal person
ZHONGSHANG LONGRUN HUANKE INVESTMENT CO., LTD.	20,000,000	1.7224	0	Pledged	20,000,000	Domestic non-state-owned legal person
BEIJING HUITAI HENGRUI INVESTMENT CO., LTD.	19,280,207	1.6604	0	Nil		Domestic non-state-owned legal person
GONGQINGCHENG JINGXIU INVESTMENT PARTNERSHIP (LIMITED PARTNERSHIP)	13,311,078	1.1463	0	Nil		Domestic non-state-owned legal person
SHANGHAI ZHONGHUI JINJIU INVESTMENT CO., LTD. – POLY LONGMA HONGLI EQUITY INVESTMENT FUND (TIANJIN) LIMITED PARTNERSHIP (LIMITED PARTNERSHIP)	12,240,624	1.0541	0	Nil		Domestic non-state-owned legal person
BANK OF CHINA LIMITED – GF, CSI,ENVIRONMENTAL PROTECTION INDUSTRY, TRADING OPEN INDEX, SECURITIES INVESTMENT FUND	1,539,400	0.1326	0	Nil		other
Huang Jiawei	1,000,000	0.0861	0	Nil		Domestic natural person

II. COMPANY PROFILE (CONTINUED)

2.2 Table of total number of shareholders, and shareholdings of the top ten shareholders and the top ten holders of tradable shares (or shareholders not subject to selling restrictions) as at the end of the reporting period (Continued)

Unit: share

Top ten holders of shares not subject to selling restrictions

Name of shareholder	Number of tradable shares not subject to selling restrictions held	Class and number of shares: Class	Class and number of shares: Number
HKSCC NOMINEES LIMITED	379,475,000	Overseas listed foreign shares	379,475,000
ANHUI JIANGHUAI GROWTH INVESTMENT FUND CENTRE (LIMITED PARTNERSHIP)	31,593,372	RMB ordinary shares	31,593,372
BEIJING STATE-OWNED ASSETS MANAGEMENT (HONG KONG) COMPANY LIMITED	24,859,792	Overseas listed foreign shares	24,859,792
ZHONGSHANG LONGRUN HUANKE INVESTMENT CO., LTD.	20,000,000	RMB ordinary shares	20,000,000
BEIJING HUITAI HENGRUI INVESTMENT CO., LTD.	19,280,207	RMB ordinary shares	19,280,207
GONGQINGCHENG JINGXIU INVESTMENT PARTNERSHIP (LIMITED PARTNERSHIP)	13,311,078	RMB ordinary shares	13,311,078
SHANGHAI ZHONGHUI JINJIU INVESTMENT CO., LTD. – POLY LONGMA HONGLI EQUITY INVESTMENT FUND (TIANJIN) LIMITED PARTNERSHIP (LIMITED PARTNERSHIP)	12,240,624	RMB ordinary shares	12,240,624
BANK OF CHINA LIMITED – GF, CSI,ENVIRONMENTAL PROTECTION INDUSTRY, TRADING OPEN INDEX, SECURITIES INVESTMENT FUND	1,539,400	RMB ordinary shares	1,539,400
Huang Jiawei	1,000,000	RMB ordinary shares	1,000,000
Huang Chun	730,600	RMB ordinary shares	730,600
Particulars of related-party relationship or concert party arrangement among the shareholders above	Beijing State-owned Assets Management (Hong Kong) Company Limited is a wholly-owned subsidiary of Beijing State-owned Assets Management Co., Ltd.		

II. COMPANY PROFILE (CONTINUED)

2.3 Table of total number of holders of preferred shares, and shareholdings of the top ten holders of preferred shares and the top ten holders of preferred shares not subject to selling restrictions as at the end of the reporting period

☐ Applicable ✓ Not applicable

III. SIGNIFICANT EVENTS

3.1 Material changes in major accounting statement items and financial indicators of the Company and the reasons thereof

✓ Applicable ☐ Not applicable

Unit: RMB

Name of item	Ending balance/ Amount for the current period	Opening balance/ Amount for the corresponding period last year	Change	Reasons
Accounts receivable	386,270,891.94	231,720,897.81	66.70%	The addition of operating projects such as Miyun, Jiamusi, Shantou, Zhangqiu and Bobai during the period
Contract assets	333,505,416.04	155,318,993.04	114.72%	The addition of operating projects such as Miyun, Jiamusi, Shantou, Zhangqiu and Bobai during the period, and some projects under operation which have not been included in the directory of national renewable energy subsidies, and the increase in the accumulated electricity tariff balance of receivables from national renewable energy subsidies
Intangible assets	5,744,853,492.61	4,411,246,358.86	30.23%	The increase in construction expenditure for the projects under construction, such as Hong’an, Yichun, Huizhou Phase II and Haining Expansion

III. SIGNIFICANT EVENTS (CONTINUED)

3.1 Material changes in major accounting statement items and financial indicators of the Company and the reasons thereof (Continued)

Unit: RMB

Name of item	Ending balance/ Amount for the current period	Opening balance/ Amount for the corresponding period last year	Change	Reasons
Short-term loans	2,122,085,132.12	854,000,000.00	148.49%	Payment of acquisition not under common control, payment of the principle of the project company, the increase in investment expenditure for projects under construction and supplement liquidity, and the increase in borrowings
Operating income	1,252,907,399.32	822,747,258.72	52.28%	The addition of operating projects such as Tongzhou, Ninghe Biomass, Miyun, Zhangqiu, Shantou, Bobai, Guangyuan and Jiamusi for the period
Operating cost	574,778,582.53	321,541,336.26	78.76%	The addition of operating projects such as Tongzhou, Ninghe Biomass, Miyun, Zhangqiu, Shantou, Bobai, Guangyuan and Jiamusi for the period, as well as the increase in straw treatment capacity and unit procurement price of the Ninghe Straw Project, resulting in the increase in procurement cost of straws
Financial expenses	239,044,546.44	153,944,620.49	55.28%	Mainly due to the increase in borrowings

III. SIGNIFICANT EVENTS (CONTINUED)

3.2 Analysis of the developments of significant events and their impacts and solutions

☐ Applicable ✓ Not applicable

3.3 Undertakings that have not been fulfilled during the reporting period

☐ Applicable ✓ Not applicable

3.4 Warning and explanation on the reasons for the forecast of any possible loss in accumulated net profit from the beginning of the year to the end of the next reporting period or any material changes compared to the corresponding period last year

☐ Applicable ✓ Not applicable

Company Name	Dynagreen Environmental Protection Group Co., Ltd.
Legal Representative	Zhi Jun
Date	30 October 2019

IV. APPENDIX

4.1 Financial Statements

Consolidated Balance Sheet
30 September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	30 September 2019	31 December 2018 (Restated)
Current assets:		
Cash at bank and on hand	531,595,047.47	710,736,003.72
Bills receivable	3,723,900.00	16,329,816.00
Accounts receivable	386,270,891.94	231,720,897.81
Prepayments	16,981,659.93	35,883,159.32
Other receivables	32,901,682.99	67,278,534.97
Including: Interest receivable		63,972.93
Dividends receivable		
Inventories	26,985,234.72	20,094,393.80
Contract assets	333,505,416.04	155,318,993.04
Non-current assets due within one year	80,073,580.22	71,704,170.76
Other current assets	127,112,084.59	136,983,506.10
Total current assets	1,539,149,497.90	1,446,049,475.52

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Balance Sheet (Continued)
30 September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	30 September 2019	31 December 2018 (Restated)
Non-current assets:		
Long-term receivables	4,314,159,869.33	3,836,000,876.02
Long-term equity investments	69,045,229.07	31,222,775.27
Fixed assets	49,635,106.48	49,538,030.79
Right-of-use assets	2,406,585.11	
Intangible assets	5,744,853,492.61	4,411,246,358.86
Goodwill	43,910,821.67	43,910,821.67
Long-term deferred expenses	664,328.22	1,300,011.71
Deferred tax assets	198,526,050.86	180,996,600.65
Other non-current assets	827,576,519.36	688,741,531.41
Total non-current assets	11,250,778,002.71	9,242,957,006.38
Total assets	12,789,927,500.61	10,689,006,481.90

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Balance Sheet (Continued)
30 September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	30 September 2019	31 December 2018 (Restated)
Current liabilities:		
Short-term loans	2,122,085,132.12	854,000,000.00
Accounts payable	1,021,567,653.17	900,854,708.97
Advances from customers		
Contract liabilities	6,459,092.64	6,145,947.92
Employee benefits payable	37,815,132.10	76,002,585.39
Taxes payable	53,826,146.26	43,246,575.79
Other payables	211,405,486.48	369,910,815.21
Including: Interest payable	28,206,251.60	14,141,187.13
Dividends payable		
Non-current liabilities due within one year	691,910,887.13	539,592,998.16
Total current liabilities	4,145,069,529.90	2,789,753,631.44
Non-current liabilities:		
Insurance contract liabilities		
Long-term loans	4,827,006,469.76	4,390,551,321.62
Lease liabilities	611,399.40	
Long-term payables	299,260,436.04	305,098,322.59
Deferred income	46,268,789.86	21,297,023.96
Deferred tax liabilities	123,492,532.83	109,709,057.59
Total non-current liabilities	5,296,639,627.89	4,826,655,725.76
Total liabilities	9,441,709,157.79	7,616,409,357.20

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Balance Sheet (Continued)
30 September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	**30 September 2019**	**31 December 2018 (Restated)**
Shareholders' equity		
Share capital	1,161,200,000.00	1,161,200,000.00
Capital reserve	858,785,738.66	858,803,441.83
Less: Treasury shares		
Other comprehensive income	–8,291,124.04	–8,118,159.45
Surplus reserve	71,532,851.40	71,532,851.40
Retained earnings	1,119,526,055.45	912,574,775.97
Total equity attributable to shareholders of the company	3,202,753,521.47	2,995,992,909.75
Non-controlling interests	145,464,821.35	76,604,214.95
Total shareholders' equity	3,348,218,342.82	3,072,597,124.70
Total liabilities and shareholders' equity	12,789,927,500.61	10,689,006,481.90

Legal Representative: Zhi Jun
Chief Financial Officer: Hu Shengyong
Chief Accountant: Zhao Linbin

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Balance Sheet
30 September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	30 September 2019	31 December 2018 (Restated)
Current assets:		
Cash at bank and on hand	84,768,654.45	280,410,049.42
Accounts receivable	57,376,567.13	20,487,404.22
Prepayments	71,288.95	824,071.91
Other receivables	1,103,323,164.55	476,680,139.04
Including: Interest receivable	28,281,645.78	18,816,987.12
Dividends receivable	80,780,000.00	
Non-current assets due within one year	18,500,000.00	25,744,348.18
Other current assets	32,728.22	3,500,000.00
Total current assets	1,264,072,403.30	807,646,012.77
Non-current assets:		
Long-term receivables	425,320,000.00	338,175,651.82
Long-term equity investments	4,494,111,980.10	3,811,481,435.51
Fixed assets	2,222,449.03	1,173,504.80
Right-of-use assets	1,235,927.18	
Intangible assets	1,153,237.85	538,087.51
Deferred tax assets	830,929.12	948,156.39
Total non-current assets	4,924,874,523.28	4,152,316,836.03
Total assets	6,188,946,926.58	4,959,962,848.80

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Balance Sheet (Continued)
30 September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	30 September 2019	31 December 2018 (Restated)
Current liabilities:		
Short-term loans	2,195,550,000.00	860,000,000.00
accounts payable	172,721.24	2,451,600.02
Advances from customers		
Contract liabilities	10,000,000.00	10,000,000.00
Employee benefits payables	1,349,780.09	18,466,649.40
Taxes payable	642,474.25	1,945,247.00
Other payables	141,199,517.84	271,886,881.28
Including: Interest payable	20,041,166.32	7,945,881.30
Dividends payable		
Non-current liabilities due within one year	238,991,878.23	155,354,661.34
Total current liabilities	2,587,906,371.65	1,320,105,039.04
Non-current liabilities:		
Long-term loans	945,169,118.32	1,044,603,224.39
Total non-current liabilities	945,169,118.32	1,044,603,224.39
Total liabilities	3,533,075,489.97	2,364,708,263.43

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Balance Sheet (Continued)
30 September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	30 September 2019	31 December 2018 (Restated)
Shareholders' equity		
Share capital	1,161,200,000.00	1,161,200,000.00
Capital reserve	906,165,435.50	906,165,435.50
Surplus reserve	71,532,851.40	71,532,851.40
Retained earnings	516,973,149.71	456,356,298.47
Total shareholders' equity	2,655,871,436.61	2,595,254,585.37
Total liabilities and shareholders' equity	6,188,946,926.58	4,959,962,848.80

Legal Representative: Zhi Jun   Chief Financial Officer: Hu Shengyong   Chief Accountant: Zhao Linbin

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Income Statement
January to September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item		Third Quarter of 2019 (July to September)	Third Quarter of 2018 (July to September) (Restated)	First Three Quarters of 2019 (January to September)	First Three Quarters of 2018 (January to September) (Restated)
I.	**Total operating income**	457,636,467.13	306,523,806.94	1,252,907,399.32	822,747,258.72
	Including: Operating income	457,636,467.13	306,523,806.94	1,252,907,399.32	822,747,258.72
II.	**Total operating cost**	334,257,078.18	211,565,623.64	931,902,580.02	569,725,148.17
	Including: Operating cost	205,396,880.65	125,570,904.90	574,778,582.53	321,541,336.26
	Taxes and surcharges	9,498,197.02	5,815,517.50	26,186,356.70	18,654,621.61
	General and administrative expenses	30,290,282.03	28,090,842.90	85,478,748.29	69,823,374.48
	Research and development expenses	1,823,344.30	1,538,864.61	6,414,346.06	5,761,195.33
	Financial expenses	87,248,374.18	50,549,493.73	239,044,546.44	153,944,620.49
	Including: Interest expenses	87,567,062.79	51,168,976.20	240,606,143.82	153,810,278.70
	Interest income	759,539.96	1,479,878.05	3,151,165.87	2,942,923.83
	Add: Other income	6,925,788.45	21,865,302.55	72,279,423.77	69,212,998.46
	Investment income ("–" indicating loss)	74,240.32	–742.00	859,736.38	–742.00
	Including: Income from investment in associates and joint ventures	–995.53	–742.00	5,943.60	–742.00
	Impairment loss of credit ("–" indicating loss)	–7,289,865.02	–1,820,020.74	–25,487,503.53	–8,447,336.17
	Impairment loss of assets ("–" indicating loss)				
	Gains on disposal of assets ("–" indicating loss)	–17,706.48	–4,779.13	–43,131.06	13,655.08
III.	**Operating profit ("–" indicating loss)**	123,071,846.22	114,997,943.98	368,613,344.86	313,800,685.92
	Add: Non-operating income	518,987.82	545,140.57	1,790,919.27	663,446.04
	Less: Non-operating expenses	559,778.25	5,591.91	863,652.84	1,109,060.07

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Income Statement (Continued)
January to September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item		Third Quarter of 2019 (July to September)	Third Quarter of 2018 (July to September) (Restated)	First Three Quarters of 2019 (January to September)	First Three Quarters of 2018 (January to September) (Restated)
IV.	**Total profit ("–" indicating total loss)**	123,031,055.79	115,537,492.64	369,540,611.29	313,355,071.89
	Less: Income tax expenses	16,804,453.48	26,030,969.56	45,026,428.58	43,389,487.29
V.	**Net profit ("–" indicating net loss)**	106,226,602.31	89,506,523.08	324,514,182.71	269,965,584.60
	(1) By business continuity	106,226,602.31	89,506,523.08	324,514,182.71	269,965,584.60
	1. Net profit from continued operations ("–" indicating net loss)	106,226,602.31	89,506,523.08	324,514,182.71	269,965,584.60
	2. Net profit from discontinued operations ("–" indicating net loss)				
	(2) By ownership	106,226,602.31	89,506,523.08	324,514,182.71	269,965,584.60
	1. Net profit attributable to shareholders of the company ("–" indicating net loss)	105,907,996.39	89,490,114.76	323,071,279.48	269,930,690.94
	2. Non-controlling interests ("–" indicating net loss)	318,605.92	16,408.32	1,442,903.23	34,893.66
VI.	**Other comprehensive income, net of tax**	–148,886.38	1,314,630.38	–172,964.59	1,856,954.66
	Other comprehensive income attributable to shareholders of the company, net of tax	–148,886.38	1,314,630.38	–172,964.59	1,856,954.66
	(1) Other comprehensive income that cannot be reclassified to profit or loss				
	(2) Other comprehensive income to be reclassified to profit or loss	–148,886.38	1,314,630.38	–172,964.59	1,856,954.66
	1. Conversion differences arising from the conversion of foreign currency financial statements	–148,886.38	1,314,630.38	–172,964.59	1,856,954.66
	Other comprehensive income attributable to non-controlling interests, net of tax				

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Income Statement (Continued)
January to September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB *Unaudited*

Item		Third Quarter of 2019 (July to September)	Third Quarter of 2018 (July to September) (Restated)	First Three Quarters of 2019 (January to September)	First Three Quarters of 2018 (January to September) (Restated)
VII.	**Total comprehensive income**	106,077,715.93	90,821,153.47	324,341,218.12	271,822,539.26
	Total comprehensive income attributable to shareholders of the company	105,759,110.01	90,804,745.15	322,898,314.89	271,787,645.60
	Total comprehensive income attributable to non-controlling interests	318,605.92	16,408.32	1,442,903.23	34,893.66
VIII.	**Earnings per share:**				
	(1) Basic earnings per share (RMB/Share)	0.09	0.08	0.28	0.25
	(2) Diluted earnings per share (RMB/Share)	0.09	0.08	0.28	0.25

For the Business merger involving entities under common control during the current period, the net profit recorded by the merged party before the merger was RMB0.00, and the net profit recorded by the merged party in the prior period was RMB0.00.

Legal Representative:	Chief Financial Officer:	Chief Accountant:
Zhi Jun	Hu Shengyong	Zhao Linbin

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Income Statement
January to September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item		Third Quarter of 2019 (July to September)	Third Quarter of 2018 (July to September)	First Three Quarters of 2019 (January to September)	First Three Quarters of 2018 (January to September)
I.	**Operating income**	17,618,459.56	17,725,728.69	75,110,983.47	67,725,361.39
	Less: Operating costs	1,825,761.10	1,437,080.99	4,160,553.49	6,007,662.48
	Taxes and surcharges	14,274.00	39,767.18	234,033.04	302,104.90
	General and administrative expenses	8,305,357.96	8,761,119.64	23,701,542.67	20,115,815.72
	Research and development expenses	1,309,112.80	1,538,864.61	4,720,571.75	5,761,195.33
	Financial expenses	38,729,051.31	15,208,268.58	98,050,482.10	50,824,998.20
	Including: Interest expenses	38,119,968.44	15,805,384.31	97,268,423.43	50,848,009.36
	Interest income	361,059.52	1,044,692.49	1,326,413.00	1,961,941.38
	Add: Other income	72,623.85	100,000.00	339,356.87	469,622.64
	Investment income (“–” indicating loss)	67,401,498.76	33,062,710.56	231,412,562.48	132,176,711.21
	Including: Income from investment in associates and joint ventures	–995.53	–742.00	5,943.60	–742.00
	Impairment loss of credit (“–” indicating loss)	86,131.61	39,064.75	781,515.12	–533,774.78
	Impairment loss of assets (“–” indicating loss)				
	Gains on disposal of assets (“–” indicating loss)		–9,410.27	10,145.67	–9,410.27
II.	**Operating profit (“–” indicating loss)**	34,995,156.61	23,932,992.73	176,787,380.56	116,816,733.56
	Add: Non-operating income		3,413.79		3,413.79
	Less: Non-operating expenses				
III.	**Total profit (“–” indicating total loss)**	34,995,156.61	23,936,406.52	176,787,380.56	116,820,147.35
	Less: Income tax expenses	12,919.74	–608,457.82	50,529.32	–296,292.98

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Income Statement (Continued)
January to September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB *Unaudited*

Item		Third Quarter of 2019 (July to September)	Third Quarter of 2018 (July to September)	First Three Quarters of 2019 (January to September)	First Three Quarters of 2018 (January to September)
IV.	**Net profit ("–" indicating net loss)**	34,982,236.87	24,544,864.34	176,736,851.24	117,116,440.33
	1. Net profit from continuing operations ("–" indicating net loss)	34,982,236.87	24,544,864.34	176,736,851.24	117,116,440.33
	2. Net profit from discontinued operations ("–" indicating net loss)				
V.	**Other net comprehensive income, net of tax**				
VI.	**Other comprehensive income**	34,982,236.87	24,544,864.34	176,736,851.24	117,116,440.33
VII.	**Earnings per share:**				
	(1) Basic earnings per share (RMB/share)				
	(2) Diluted earnings per share (RMB/share)				

Legal Representative: Zhi Jun   Chief Financial Officer: Hu Shengyong   Chief Accountant: Zhao Linbin

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Cash Flow Statement
January to September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Three Quarters of 2019 (January to September)	First Three Quarters of 2018 (January to September)
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	1,113,954,662.50	658,294,791.75
Refunds of taxes	49,687,768.85	66,962,979.95
Cash received from other operating activities	82,814,121.19	41,833,419.49
Sub-total of cash inflows from operating activities	1,246,456,552.54	767,091,191.19
Cash paid for goods and services	384,935,479.81	193,682,144.91
Increase of principal of BOT and BT long-term receivables	525,260,621.03	505,979,843.40
Cash paid to and for employees	225,267,462.96	181,256,314.73
Payments of various taxes	124,431,142.14	125,200,679.27
Cash paid for other operating activities	47,712,465.99	37,876,385.62
Sub-total of cash outflows for operating activities	1,307,607,171.93	1,043,995,367.93
Net cash generated from operating activities	–61,150,619.39	–276,904,176.74
II. Cash flows from investing activities:		
Cash received from investments	3,500,000.00	
Cash received from investment income		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	134,418.88	430,459.30
Net cash received from disposal of subsidiaries and other companies		
Cash received from other investing activities	58,734,275.91	2,873,950.31
Sub-total of cash inflows from investing activities	62,368,694.79	3,304,409.61
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	1,429,920,192.42	473,102,714.02
Cash paid for investments	37,816,510.20	62,224,489.80
Net cash paid for acquisition of subsidiaries and other companies	208,763,030.05	81,999,991.94
Cash paid for other investing activities	30,000,000.00	10,000,000.00
Sub-total of cash outflows for investing activities	1,706,499,732.67	627,327,195.76
Net cash generated from investing activities	–1,644,131,037.88	–624,022,786.15

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Cash Flow Statement (Continued)
January to September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Three Quarters of 2019 (January to September)	First Three Quarters of 2018 (January to September)
III. Cash flows from financing activities:		
Cash received from investments	67,400,000.00	57,512,940.95
Including: Cash received from non-controlling shareholders of subsidiaries	67,400,000.00	57,512,940.95
Cash received from IPO		382,298,000.00
Cash received from loans	2,480,989,134.90	1,320,157,751.11
Cash received from other financing activities		
Sub-total of cash inflows from financing activities	2,548,389,134.90	1,759,968,692.06
Cash paid for repayment of loans	672,738,573.32	714,235,321.51
Cash paid for distribution of dividends and profit or payment of interests	349,687,178.53	127,221,305.79
Including: Dividends and profits paid for non-controlling shareholders of subsidiaries		
Cash paid for other financing activities	2,759,219.69	31,194,642.56
Sub-total of cash outflows for financing activities	1,025,184,971.54	872,651,269.86
Net cash generated from financing activities	1,523,204,163.36	887,317,422.20
IV. Effect of foreign exchanges rate changes on cash and cash equivalents	536,537.66	4,722,102.22
V. Net increase in cash and cash equivalents	–181,540,956.25	–8,887,438.47
Add: Balance of cash and cash equivalents at the beginning of the period	633,978,483.72	665,292,369.22
VI. Balance of cash and cash equivalents at the end of the period	452,437,527.47	656,404,930.75

Legal Representative: Zhi Jun   Chief Financial Officer: Hu Shengyong   Chief Accountant: Zhao Linbin

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Cash Flow Statement
January to September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Three Quarters of 2019 (January to September)	First Three Quarters of 2018 (January to September)
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	40,695,705.09	100,278,173.36
Refunds of taxes		1,646,585.06
Cash received from other operating activities	41,874,863.34	116,561,737.43
Sub-total of cash inflows from operating activities	82,570,568.43	218,486,495.85
Cash paid for goods and services	3,423,814.38	9,363,152.13
Cash paid to and for employees	38,204,232.78	26,406,507.33
Payments of various taxes	3,537,054.08	3,943,007.28
Cash paid for other operating activities	67,023,454.22	125,154,427.77
Sub-total of cash outflows for operating activities	112,188,555.46	164,867,094.51
Net cash generated from operating activities	–29,617,987.03	53,619,401.34
II. Cash flows from investing activities:		
Cash received from investments	18,500,000.00	
Cash received from investment income	122,175,738.10	73,500,000.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	26,097.22	340,378.52
Net cash received from disposal of subsidiaries and other companies		
Cash received from other investing activities	439,602,732.30	694,097,525.39
Sub-total of cash inflows from investing activities	580,304,567.62	767,937,903.91
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	1,416,255.52	662,634.53
Cash paid for investments	629,509,200.89	470,424,489.79
Net cash paid for acquisition of subsidiaries and other companies	209,263,280.00	82,000,000.00
Cash paid for other investing activities	1,023,500,000.00	647,290,000.00
Sub-total of cash outflows for investing activities	1,863,688,736.41	1,200,377,124.32
Net cash generated from investing activities	–1,283,384,168.79	–432,439,220.41

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Cash Flow Statement (Continued)
January to September 2019

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Three Quarters of 2019 (January to September)	First Three Quarters of 2018 (January to September)
III. Cash flows from financing activities:		
Cash received from investments		382,298,000.00
Cash received from borrowings	1,621,000,000.00	542,990,000.00
Cash received from other financing activities		
Sub-total of cash inflows from financing activities	1,621,000,000.00	925,288,000.00
Cash paid for repayment of loans	304,025,079.34	385,075,079.34
Cash paid for distribution of dividends and profit or payment of interests	199,703,393.27	40,500,832.12
Cash paid for other financing activities	2,222,847.62	29,945,480.77
Sub-total of cash outflows for financing activities	505,951,320.23	455,521,392.23
Net cash flows generated from financing activities	1,115,048,679.77	469,766,607.77
IV. Effect of foreign exchanges rate changes on cash and cash equivalents	–87,918.92	40,957.76
V. Net increase in cash and cash equivalents	–198,041,394.97	90,987,746.46
Add: Balance of cash and cash equivalents at the beginning of the period	271,810,049.42	112,681,313.36
VI. Balance of cash and cash equivalents at the end of the period	73,768,654.45	203,669,059.82

Legal Representative:	Chief Financial Officer:	Chief Accountant:
Zhi Jun	Hu Shengyong	Zhao Linbin

IV. APPENDIX (CONTINUED)

4.2 Adjustments to the first adoption of the relevant financial statements at the beginning of the then year due to the first adoption of new financial instruments standards, new revenue standard and new lease standard

✓ Applicable ☐ Not applicable

Consolidated Balance Sheet

Unit: RMB

Item	31 December 2018 (Restated)	1 January 2019	Adjustment
Current assets:			
Cash at bank and on hand	710,736,003.72	710,736,003.72	
Bills receivable	16,329,816.00	16,329,816.00	
Accounts receivable	231,720,897.81	231,720,897.81	
Prepayments	35,883,159.32	35,723,584.32	–159,575.00
Other receivables	67,278,534.97	67,278,534.97	
Including: Interest receivable	63,972.93	63,972.93	
Dividends receivable			
Inventories	20,094,393.80	20,094,393.80	
Contract assets	155,318,993.04	155,318,993.04	
Non-current assets due within one year	71,704,170.76	71,704,170.76	
Other current assets	136,983,506.10	136,983,506.10	
Total current assets	1,446,049,475.52	1,445,889,900.52	–159,575.00
Non-current assets:			
Long-term receivables	3,836,000,876.02	3,836,000,876.02	
Long-term equity investments	31,222,775.27	31,222,775.27	
Fixed assets	49,538,030.79	49,538,030.79	
Right-of-use assets		13,202,105.03	13,202,105.03
Intangible assets	4,411,246,358.86	4,411,246,358.86	
Goodwill	43,910,821.67	43,910,821.67	
Long-term deferred expenses	1,300,011.71	1,300,011.71	
Deferred income tax assets	180,996,600.65	180,996,600.65	
Other non-current assets	688,741,531.41	688,741,531.41	
Total non-current assets	9,242,957,006.38	9,256,159,111.41	13,202,105.03
Total assets	10,689,006,481.90	10,702,049,011.93	13,042,530.03

IV. APPENDIX (CONTINUED)

4.2 Adjustments to the first adoption of the relevant financial statements at the beginning of the then year due to the first adoption of new financial instruments standards, new revenue standard and new lease standard (Continued)

Consolidated Balance Sheet (Continued)

Unit: RMB

Item	31 December 2018 (Restated)	1 January 2019	Adjustment
Current liabilities:			
Short-term loans	854,000,000.00	854,000,000.00	
Accounts payable	900,854,708.97	900,854,708.97	
Employee benefits payable	76,002,585.39	76,002,585.39	
Taxes payable	43,246,575.79	43,246,575.79	
Other payables	369,910,815.21	369,910,815.21	
Including: Interest payable	14,141,187.13	14,141,187.13	
Dividends payable			
Contract liabilities	6,145,947.92	6,145,947.92	
Non-current liabilities due within one year	539,592,998.16	543,048,894.74	3,455,896.58
Other current liabilities			
Total current liabilities	2,789,753,631.44	2,793,209,528.02	3,455,896.58
Non-current liabilities:			
Long-term loans	4,390,551,321.62	4,390,551,321.62	
Lease liabilities		9,586,633.45	9,586,633.45
Long-term payables	305,098,322.59	305,098,322.59	
Deferred income	21,297,023.96	21,297,023.96	
Deferred income tax liabilities	109,709,057.59	109,709,057.59	
Total non-current liabilities	4,826,655,725.76	4,836,242,359.21	9,586,633.45
Total liabilities	7,616,409,357.20	7,629,451,887.23	13,042,530.03

IV. APPENDIX (CONTINUED)

4.2 Adjustments to the first adoption of the relevant financial statements at the beginning of the then year due to the first adoption of new financial instruments standards, new revenue standard and new lease standard (Continued)

Consolidated Balance Sheet (Continued)

Unit: RMB

Item	31 December 2018 (Restated)	1 January 2019	Adjustment
Shareholders' equity:			
Share capital	1,161,200,000.00	1,161,200,000.00	
Capital reserve	858,803,441.83	858,803,441.83	
Less: Treasury stock			
Other comprehensive income	–8,118,159.45	–8,118,159.45	
Surplus reserve	71,532,851.40	71,532,851.40	
Retained earnings	912,574,775.97	912,574,775.97	
Total equity attributable to shareholders of the company	2,995,992,909.75	2,995,992,909.75	
Non-controlling interests	76,604,214.95	76,604,214.95	
Total shareholders' equity	3,072,597,124.70	3,072,597,124.70	
Total liabilities and shareholders' equity	10,689,006,481.90	10,702,049,011.93	13,042,530.03

Explanation of adjustments of each item:

✓ Applicable ☐ Not applicable

According to new leases standard, right-of-use asset and lease liability were recognized, and lease liability due within one year was reclassified into non-current liabilities due within one year.

IV. APPENDIX (CONTINUED)

4.2 Adjustments to the first adoption of the relevant financial statements at the beginning of the then year due to the first adoption of new financial instruments standards, new revenue standard and new lease standard (Continued)

Company Balance Sheet

Unit: RMB

Item	31 December 2018 (Restated)	1 January 2019	Adjustment
Current assets:			
Cash at bank and on hand	280,410,049.42	280,410,049.42	
Accounts receivable	20,487,404.22	20,487,404.22	
Prepayments	824,071.91	824,071.91	
Other receivables	476,680,139.04	476,680,139.04	
Including: Interest receivable	18,816,987.12	18,816,987.12	
Dividends receivable			
Non-current assets due within one year	25,744,348.18	25,744,348.18	
Other current assets	3,500,000.00	3,500,000.00	
Total current assets	807,646,012.77	807,646,012.77	
Non-current assets:			
Long-term receivables	338,175,651.82	338,175,651.82	
Long-term equity investments	3,811,481,435.51	3,811,481,435.51	
Fixed assets	1,173,504.80	1,173,504.80	
Right-of-use assets		12,062,532.38	12,062,532.38
Intangible assets	538,087.51	538,087.51	
Deferred income tax assets	948,156.39	948,156.39	
Total non-current assets	4,152,316,836.03	4,164,379,368.41	12,062,532.38
Total assets	4,959,962,848.80	4,972,025,381.18	12,062,532.38

IV. APPENDIX (CONTINUED)

4.2 Adjustments to the first adoption of the relevant financial statements at the beginning of the then year due to the first adoption of new financial instruments standards, new revenue standard and new lease standard (Continued)

Company Balance Sheet (Continued)

Unit: RMB

Item	31 December 2018 (Restated)	1 January 2019	Adjustment
Current liabilities:			
Short-term loans	860,000,000.00	860,000,000.00	
Accounts payable	2,451,600.02	2,451,600.02	
Contract liabilities	10,000,000.00	10,000,000.00	
Employee benefits payable	18,466,649.40	18,466,649.40	
Taxes payable	1,945,247.00	1,945,247.00	
Other payables	271,886,881.28	271,886,881.28	
Including: Interest payable	7,945,881.30	7,945,881.30	
Dividends payable			
Non-current liabilities due within one year	155,354,661.34	158,060,161.11	2,705,499.77
Other current liabilities			
Total current liabilities	1,320,105,039.04	1,322,810,538.81	2,705,499.77
Non-current liabilities:			
Long-term loans	1,044,603,224.39	1,044,603,224.39	
Lease liabilities		9,357,032.61	9,357,032.61
Total non-current liabilities	1,044,603,224.39	1,053,960,257.00	9,357,032.61
Total liabilities	2,364,708,263.43	2,376,770,795.81	12,062,532.38

IV. APPENDIX (CONTINUED)

4.2 Adjustments to the first adoption of the relevant financial statements at the beginning of the then year due to the first adoption of new financial instruments standards, new revenue standard and new lease standard (Continued)

Company Balance Sheet (Continued)

Unit: RMB

Item	31 December 2018 (Restated)	1 January 2019	Adjustment
Shareholders' equity:			
Share capital	1,161,200,000.00	1,161,200,000.00	
Capital reserve	906,165,435.50	906,165,435.50	
Surplus reserve	71,532,851.40	71,532,851.40	
Retained earnings	456,356,298.47	456,356,298.47	
Total shareholders' equity	2,595,254,585.37	2,595,254,585.37	
Total liabilities and shareholders' equity	4,959,962,848.80	4,972,025,381.18	12,062,532.38

Explanation of adjustments of each item:

✓ Applicable ☐ Not applicable

According to new leases standard, right-of-use asset and lease liability were recognized, and lease liability due within one year was reclassified into non-current liabilities due within one year.

4.3 The explanation of previous comparison data on retrospective adjustment for the first adoption of new financial instruments standards and new lease standard.

☐ Applicable ✓ Not applicable

IV. APPENDIX (CONTINUED)

4.4 Audit report

☐ Applicable ✓ Not applicable

By Order of the Board
Dynagreen Environmental Protection Group Co., Ltd.*
Zhi Jun
Chairman

Shenzhen, the PRC
30 October 2019

As at the date of this announcement, the non-executive Directors of the Company are Mr. Zhi Jun, Mr. Liu Shuguang, Mr. Cheng Suning and Mr. Cao Jinjun, the executive Directors of the Company are Mr. Qiao Dewei and Mr. Hu Shengyong and the independent non-executive Directors of the Company are Mr. Ou Yuezhou, Ms. Fu Jie and Mr. Xie Lanjun.

* *For identification purposes only*