福耀玻璃工业集团股份有限公司
FUYAO GLASS INDUSTRY GROUP CO., LTD.

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

(Stock Code: 3606)

2020 FIRST QUARTERLY REPORT

This announcement is made pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Hong Kong Listing Rules**") and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Set out below is the 2020 first quarterly report of Fuyao Glass Industry Group Co., Ltd. (the "**Company**") and its subsidiaries for the three months ended March 31, 2020 (the "**Reporting Period**"). The financial report contained herein is prepared in accordance with the PRC Accounting Standards for Business Enterprises and has not been audited.

This announcement is prepared in both Chinese and English languages. In the event of any inconsistency between these two versions, the Chinese version shall prevail.

By order of the Board
Fuyao Glass Industry Group Co., Ltd.
Cho Tak Wong
Chairman

Fuzhou, Fujian, the PRC, April 28, 2020

As at the date of this announcement, the board of directors of the Company comprises Mr. Cho Tak Wong, Mr. Ye Shu and Mr. Chen Xiangming, as executive directors; Mr. Tso Fai, Mr. Wu Shinong and Ms. Zhu Dezhen, as non-executive directors; Ms. Cheung Kit Man Alison, Mr. Liu Jing and Mr. Qu Wenzhou, as independent non-executive directors.

I. IMPORTANT NOTICE

1.1 The board of directors, board of supervisors, directors, supervisors and senior management members of the Company warrant the truthfulness, accuracy and completeness of the contents stated in the quarterly report and that there are no false presentations, misleading statements or material omissions thereof and shall assume joint and several legal liabilities.

1.2 Directors' absence

Name of absent director	Position of absent director	Reason for absence	Name of proxy
Cheung Kit Man Alison	Independent non-executive director	Due to the temporary travel restrictions imposed by the government in response to the spread of COVID–19	Qu Wenzhou
Liu Jing	Independent non-executive director	Due to the temporary travel restrictions imposed by the government in response to the spread of COVID–19	Qu Wenzhou

1.3 Cho Tak Wong, person-in-charge of the Company, Chen Xiangming, the principal-in-charge of accounting, and Qiu Yongnian, head of the Accounting Department (person-in-charge of accounting), warrant the truthfulness, accuracy and completeness of the financial statements set out in this quarterly report.

1.4 The 2020 first quarterly report of the Company has not been audited.

II. BASIC INFORMATION OF THE COMPANY

2.1 Major financial data

Unit: Yuan Currency: RMB

	As at the end of this Reporting Period	As at the end of previous year	Increase/decrease at the end of this Reporting Period as compared with the end of previous year *(%)*
Total assets	**41,742,008,801**	38,826,279,607	7.51
Net assets attributable to shareholders of the listed company	**21,869,985,048**	21,370,366,209	2.34

	From the beginning of 2020 to the end of the Reporting Period	From the beginning of previous year to the end of the reporting period of previous year	Increase/decrease as compared with the corresponding period of previous year *(%)*
Net cash flows from operating activities	**870,222,855**	742,548,725	17.19

	From the beginning of 2020 to the end of the Reporting Period	From the beginning of previous year to the end of the reporting period of previous year	Increase/ decrease as compared with the corresponding period of previous year *(%)*
Operating revenue	**4,170,497,650**	4,933,498,402	-15.47
Net profit attributable to shareholders of the listed company	**459,956,420**	606,046,927	-24.11
Net profit attributable to shareholders of the listed company, net of non-recurring gains or losses	**380,185,709**	516,237,613	-26.35
Return rate on weighted average net assets *(%)*	**2.13**	2.96	Decreased by 0.83 percentage point
Basic earnings per share *(Yuan/share)*	**0.18**	0.24	-25.00
Diluted earnings per share *(Yuan/share)*	**0.18**	0.24	-25.00

During the Reporting Period, the Company, on a consolidated basis, realized operating revenue of RMB4,170,497,700, representing a decrease of 15.47% as compared with the corresponding period last year; realized total profit of RMB616,893,700, representing a decrease of 14.77% as compared with the corresponding period last year, among them, non-comparable factors including: (1) the total profit generated for the integrating period of Germany FYSAM Auto Decorative Project during the Reporting Period was €-12,218,000, while the total profit in the corresponding period last year was €3,826,800 (being the insurance proceeds received), representing a decrease of RMB124,931,100 in total profit of the Company in the Reporting Period as compared with the corresponding period last year; (2) during the Reporting Period, the Company realized exchange gains of RMB71,684,700 in contrast to the exchange losses of RMB129,903,800 in the corresponding period last year, representing an increase of RMB201,588,500 in the total profit during the Reporting Period as compared with the corresponding period last year. Eliminating the above non-comparable factors, the total profit during the Reporting Period decreased by 22.27% year on year, mainly due to the impact of novel coronavirus epidemic, which resulted in the decrease in sales volume of the automobile industry year on year, and the decrease in orders from downstream customers of the Company.

Non-recurring profit and loss items and amounts

Unit: Yuan Currency: RMB

Items	Amount for the current period	Explanation
Profit and loss from disposal of non-current assets	**-2,003,700**	
Government subsidies recorded under current profit and loss (except for those closely related to the normal business operation of the Company, in compliance with requirements of the national policies and granted continuously in a fixed amount or fixed quantity under the requirements of the State policies)	**78,529,255**	
Capital occupancy fee from non-financial enterprises recorded under current profit and loss	**8,374,337**	
Apart from hedging instruments relating to the normal operations of the Company, profit or loss from change in fair value of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities and derivative financial liabilities, and investment income from disposal of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and other debt investments	**9,171,110**	
Other non-operating income and expenses other than the above items	**3,801,888**	
Effect of minority interests (after tax)	**-1,073**	
Effect of income tax	**-18,101,106**	
Total	**79,770,711**	

2.2 Total number of shareholders, the shareholdings of the top ten shareholders and top ten shareholders with tradable shares (or shareholders not subject to selling restrictions) as at the end of the Reporting Period

As at March 31, 2020, the total number of shareholders of the Company was 130,253, of which, 130,200 were holders of A shares and 53 were registered holders of H shares.

Unit: Shares

Total number of shareholders 130,253

Shareholding of top ten shareholders

Name of shareholders (Full name)	Shareholding at the end of period	Percentage (%)	Number of shares held with selling restrictions	Pledge or moratorium Status of shares	Pledge or moratorium Number	Nature of shareholder
HKSCC NOMINEES LIMITED *(Note)*	491,739,600	19.60		Unknown		Unknown
Sanyi Development Limited	390,578,816	15.57		Nil		Overseas legal entity
Heren Charitable Foundation	290,000,000	11.56		Nil		Domestic non-state-owned legal entity
Hong Kong Securities Clearing Company Limited	218,872,541	8.72		Unknown		Unknown
Bai Yongli	34,653,315	1.38		Unknown		Unknown
Fujian Yaohua Industrial Village Development Co., Ltd.	34,277,742	1.37		Pledged	24,000,000	Domestic non-state-owned legal entity
China Life Insurance Company Limited –Dividend Distribution–Individual Dividend – 005L – FH002Hu	29,202,872	1.16		Unknown		Unknown
China Universal Asset Management Company Limited–Social Security Fund Portfolio 1103	29,000,000	1.16		Unknown		Unknown
China Securities Finance Corporation Limited	28,095,495	1.12		Unknown		Unknown
China Life Insurance Company Limited –Traditional –Ordinary Insurance Products – 005L – CT001Hu	26,989,227	1.08		Unknown		Unknown

Shareholdings of the top ten shareholders not subject to selling restrictions

Name of shareholders	Number of tradable shares not subject to selling restrictions	Types and number of shares	
		Types	Number
HKSCC NOMINEES LIMITED *(Note)*	491,743,600	Overseas listed foreign shares	491,743,600
Sanyi Development Limited	390,578,816	Ordinary shares denominated in RMB	390,578,816
Heren Charitable Foundation	290,000,000	Ordinary shares denominated in RMB	290,000,000
Hong Kong Securities Clearing Company Limited	218,872,541	Ordinary shares denominated in RMB	218,872,541
Bai Yongli	34,653,315	Ordinary shares denominated in RMB	34,653,315
Fujian Yaohua Industrial Village Development Co., Ltd.	34,277,742	Ordinary shares denominated in RMB	34,277,742
China Life Insurance Company Limited – Dividend Distribution– Individual Dividend – 005L –FH002Hu	29,202,872	Ordinary shares denominated in RMB	29,202,872
China Universal Asset Management Company Limited－Social Security Fund Portfolio 1103	29,000,000	Ordinary shares denominated in RMB	29,000,000
China Securities Finance Corporation Limited	28,095,495	Ordinary shares denominated in RMB	28,095,495
China Life Insurance Company Limited – Traditional –Ordinary Insurance Products – 005L – CT001Hu	26,989,227	Ordinary shares denominated in RMB	26,989,227

Explanations on the connected relationship or parties acting in concert among the above shareholders	The de facto controllers of Sanyi Development Limited and Fujian Yaohua Industrial Village Development Co., Ltd. are members of a same family. Among the remaining eight shareholders not subject to selling restrictions, it is uncertain whether there is any connected relationship among them and whether such shareholders are parties acting in concert which fall within the meaning under the "Measures for the Administration of Information Disclosure of Change of Shareholdings Held by Shareholders of Listed Companies".

Note: The shares held by HKSCC NOMINEES LIMITED (香港中央結算(代理人)有限公司) are those held on behalf of their beneficial owners.

III. SIGNIFICANT EVENTS

3.1 Particulars and reasons of material changes in major accounting items and financial indicators of the Company

3.1.1 Particulars and reasons of material changes in major balance sheet items of the Company as at the end of the Reporting Period

Unit: Yuan Currency: RMB

Items	Balance as at the end of the period	Balance as at the beginning of the year	Increase/ decrease	Percentage of increase/ decrease
Cash at bank and on hand	**11,491,610,705**	8,356,153,735	3,135,456,970	37.52%
Held-for-trading financial assets	**1,459,363,014**	860,894,383	598,468,631	69.52%
Notes receivable	**13,516,628**	20,011,631	-6,495,003	-32.46%
Advances to suppliers	**289,706,716**	222,501,827	67,204,889	30.20%
Derivative financial liabilities	**24,094,311**	3,795,000	20,299,311	534.90%
Employee benefits payable	**282,444,337**	473,972,041	-191,527,704	-40.41%
Other current liabilities	**1,504,764,628**	0	1,504,764,628	100.00%
Debentures payables	**599,830,435**	0	599,830,435	100.00%
Other comprehensive income	**160,678,376**	121,015,957	39,662,419	32.77%

a. Increase in cash at bank and on hand was mainly due to an increase in cash reserve as a result of the increase in demands for the working capital.

b. Increases in held-for-trading financial assets was mainly due to an increase in structured deposits with principle guarantee held as at the end of the Reporting Period.

c. Decrease in notes receivable was mainly due to the balance of commercial acceptance notes at the end of previous year due at the Reporting Period.

d. Increases in advances to suppliers was mainly due to the prepayments for natural gas consumption and payments for insurance expense recognized in the prepaid expenses during the Reporting Period.

e. Increase in derivative financial liabilities was mainly due to the increase in option fee received and the estimated unrealized loss incurred by the certain unsettled forward foreign exchange settlement contracts as a result of movements in foreign exchange rates during the Reporting Period.

f. Decrease in employee benefits payable was mainly due to the payment of the annual bonus provided for in the previous year during the Reporting Period.

g. Increase in other current liabilities was due to the issuance of four tranches of ultra-short-term financing bills in an aggregated amount of RMB1,500 million during the Reporting Period.

h. Increase in debentures payables was due to the issuance of medium-term bills in an amount of RMB600 million during the Reporting Period.

i. Increase in other comprehensive income was due to the RMB depreciation during the Reporting Period and the corresponding increase in currency translation differences.

3.1.2 Analysis on the reasons for significant changes in major items of the income statement of the Company during the Reporting Period

Unit: Yuan Currency: RMB

Items	**Amount for the current period**	Amount for the corresponding period of last year	Increase/ decrease	Percentage of increase/ decrease
Financial expenses	**-58,939,457**	185,375,915	-244,315,372	-131.79%
Other income	**78,529,255**	28,642,347	49,886,908	174.17%
Investment income	**17,219,138**	-264,675	17,483,813	6,605.77%
Gains arising from changes in fair value	**-11,301,098**	500,450	-11,801,548	-2,358.19%
Impairment loss of credit	**-24,202**	-17,814,620	17,790,418	-99.86%
Non-operating income	**4,272,905**	58,490,859	-54,217,954	-92.69%
Income tax expenses	**157,602,184**	117,927,730	39,674,454	33.64%

Note: Among above items of "investment income" "gains arising from changes in fair value" and "impairment loss of credit", losses are represented by "-".

a. A year-on-year decrease in financial expenses was mainly due to foreign exchange gains of RMB72 million as a result of movements in foreign exchange rates during the Reporting Period as compared with foreign exchange losses of RMB130 million for the corresponding period of previous year.

b. Increase in other income was mainly due to an increase in government subsidies received during the Reporting Period.

c. Increase in investment income was mainly due to the gains from the interest of structured deposits with principle guarantee received during the Reporting Period.

d. Change in gain or loss arising from changes in fair value was mainly due to the estimated unrealized change in loss incurred by the certain unsettled forward foreign exchange settlement contracts as a result of movements in foreign exchange rates during the Reporting Period.

e. Decrease in impairment loss of credit for the Reporting Period was mainly due to the decrease in the provision for bad debts as compared with the corresponding period of previous year.

f. Decrease in non-operating income for the Reporting Period was mainly due to the decrease in indemnities received as compared with the corresponding period of previous year.

g. Increase in income tax was mainly due to a year-on-year increase in the accrual income tax amounting to RMB46 million as a result of the effect on the Company by the income arising from foreign exchange during the Reporting Period.

3.1.3 Analysis on the reasons for substantial changes in major cash flow items of the Company

Unit: Yuan Currency: RMB

Items	Amount for the current period	Amount for the corresponding period of last year	Increase/ decrease	Percentage of increase/ decrease
Refund of taxes and surcharges	**44,720,076**	94,713,013	-49,992,937	-52.78%
Payments of taxes and surcharges	**312,403,384**	560,008,814	-247,605,430	-44.21%
Cash received relating to other investment activities	**878,634,241**	0	878,634,241	100.00%
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	**286,512,908**	819,755,207	-533,242,299	-65.05%
Net cash paid to acquire subsidiaries and other business units	**0**	20,314,292	-20,314,292	-100.00%
Cash paid relating to other investing activities	**1,450,000,000**	2,250,000,000	-800,000,000	-35.56%
Cash received relating to other financing activities	**2,100,000,000**	900,000,000	1,200,000,000	133.33%
Cash paid relating to other financing activities	**37,512,629**	0	37,512,629	100.00%

a. Decrease in refund of taxes and surcharges was mainly due to a decrease in export value-added tax refunds received during the Reporting Period.

b. Decrease in payments of taxes and surcharges was mainly due to a decrease in actual payment of value-added tax and income tax during the Reporting Period.

c. Cash received relating to other investing activities represented the matured principal and interest of the structured deposits with principle guarantee recovered during the Reporting Period.

d. Decrease in cash paid to acquire fixed assets, intangible assets and other long-term assets was mainly due to a decrease in capital expenditures during the Reporting Period.

e. Decrease in net cash paid to acquire subsidiaries and other business units was due to net outflow used for acquisition of 100% equity interests in Jiangsu Triplex Automotive Decoration Co., Ltd. (江蘇三鋒汽車飾件有限公司) (now renamed as Jiangsu Fuyao Automotive Decoration Co., Ltd. (江蘇福耀汽車飾件有限公司)) (i.e. acquisition consideration less the carrying balance of the acquiree's cash at bank and on hand) for the corresponding period of previous year.

f. Decrease in cash paid relating to other investing activities was due to a year-on-year decrease in the structured deposits with principle guarantee during the Reporting Period.

g. Cash received relating to other financing activities represented proceeds raised from issuance of four tranches of ultra-short-term financing bills and one tranche of medium-term bills in an aggregated amount of RMB1.5 billion and RMB600 million respectively during the Reporting Period that is aimed to reduce financing cost.

h. Cash paid relating to other financing activities mainly represented other rental paid except for short-term leases and low-value leases during the Reporting Period.

3.2 Note and analysis on the progress of significant events and their impact and solution

Not Applicable

3.3 Undertakings that have fallen due but not yet completed during the Reporting Period

Background of undertakings	Type of undertakings	Undertaking party	Content of undertakings	Time and term of undertakings	Has performance period or not	Fulfill in a timely and strict manner or not
Other undertakings	Dividend distribution	Fuyao Glass Industry Group Co., Ltd.	For details, please refer to The Profit Distribution Plan for Shareholders for the Coming Three Years (2018–2020) of Fuyao Glass Industry Group Co., Ltd. dated May 12, 2018 as published on Shanghai Securities News, China Securities Journal and Securities Time, the website of the SSE (http://www.sse.com.cn) and the website of the Hong Kong Stock Exchange (http://www.hkexnews.hk).	Publishing date of undertakings: May 12, 2018 Performance period of undertakings: between January 1, 2018 and December 31, 2020	Yes	Yes

3.4 Warning and explanation on reasons for the accumulated net loss expected to be recorded from the beginning of the year to the end of the next reporting period or the material change as compared to the corresponding period of last year

At present, the novel coronavirus epidemic ("**Epidemic**") in China has been effectively controlled, but the Epidemic is spreading rapidly overseas. Some of the upstream and downstream companies of the Company's overseas subsidiaries have reduced production or ceased production, which will have certain impacts on the production and operation of the Group. The Group will closely follow up and adjust the production and operation arrangements in due course according to the Epidemic situation and market changes.

Name of the Company	Fuyao Glass Industry Group Co., Ltd.
Legal representative	Cho Tak Wong
Date	April 27, 2020

IV. APPENDIX

4.1 Financial statements

Consolidated Balance Sheet
March 31, 2020

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	March 31, 2020	December 31, 2019
Current assets:		
Cash at bank and on hand	**11,491,610,705**	8,356,153,735
Settlement provisions		
Placements with financial institutions		
Held-for-trading financial assets	**1,459,363,014**	860,894,383
Derivative financial assets	**2,452,658**	85,110
Notes receivable	**13,516,628**	20,011,631
Accounts receivable	**2,580,920,157**	3,457,428,686
Accounts receivable financing	**789,228,734**	784,417,775
Advances to suppliers	**289,706,716**	222,501,827
Premiums receivable		
Reinsurance receivable		
Deposits receivable from reinsurance treaty		
Other receivables	**449,126,956**	472,000,751
Including: Interest receivable		
Dividends receivable		
Financial assets purchased for resale		
Inventories	**3,436,778,465**	3,280,465,303
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	**255,533,726**	320,404,434
Total current assets	**20,768,237,759**	17,774,363,635

Items	March 31, 2020	December 31, 2019
Non-current assets:		
Loans and advances granted		
Debt investments		
Other debt investments		
Long-term receivables	**180,000,000**	180,000,000
Long-term equity investments	**200,702,746**	199,805,151
Other investments in equity instruments		
Other non-current financial assets		
Investment properties		
Fixed assets	**14,343,660,236**	14,520,366,436
Construction in progress	**3,081,267,675**	2,901,032,823
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	**664,357,706**	701,329,178
Intangible assets	**1,320,797,628**	1,337,282,523
Development costs		
Goodwill	**154,940,513**	154,940,513
Long-term prepaid expenses	**497,777,118**	538,654,362
Deferred income tax assets	**530,267,420**	518,504,986
Other non-current assets		
Total non-current assets	**20,973,771,042**	21,051,915,972
Total assets	**41,742,008,801**	38,826,279,607

Items	**March 31, 2020**	December 31, 2019
Current liabilities:		
Short-term borrowings	**9,396,575,382**	8,491,599,785
Borrowings from the central bank		
Borrowings from interbank		
Held-for-trading financial liabilities		
Derivative financial liabilities	**24,094,311**	3,795,000
Notes payable	**763,738,190**	860,739,543
Accounts payable	**1,141,956,603**	1,236,580,062
Advances from customers		
Contract liabilities	**736,329,056**	695,400,166
Amount from sales of repurchased financial assets		
Customer and interbank deposits		
Customer deposits for trading in securities		
Amounts due to issuer for securities underwriting		
Employee benefits payable	**282,444,337**	473,972,041
Taxes payable	**345,517,117**	344,357,096
Other payables	**1,186,036,553**	1,555,660,964
Including: Interest payable		
Dividends payable		
Bank charges and commissions due		
Reinsurance accounts payable		
Held-for-sale liabilities		
Non-current liabilities due within one year	**1,083,982,329**	1,123,793,163
Other current liabilities	**1,504,764,628**	
Total current liabilities	**16,465,438,506**	14,785,897,820

Items	**March 31, 2020**	December 31, 2019
Non-current liabilities:		
Provisions for insurance contracts		
Long-term borrowings	**1,293,000,000**	1,193,000,000
Debentures payables	**599,830,435**	
Including: Preference shares		
Perpetual bonds		
Lease liabilities	**577,880,522**	571,281,590
Long-term payables	**73,369,098**	72,490,512
Long-term salaries payable		
Accrued liabilities		
Deferred income	**695,689,230**	673,448,373
Deferred income tax liabilities	**168,765,530**	161,079,790
Other non-current liabilities		
Total non-current liabilities	**3,408,534,815**	2,671,300,265
Total liabilities	**19,873,973,321**	17,457,198,085

Items	**March 31, 2020**	December 31, 2019
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	**2,508,617,532**	2,508,617,532
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital surplus	**6,223,078,157**	6,223,078,157
Less: Inventory shares		
Other comprehensive income	**160,678,376**	121,015,957
Special reserve		
Surplus reserve	**2,688,959,735**	2,688,959,735
General risk reserve		
Undistributed profits	**10,288,651,248**	9,828,694,828
Total equity attributable to equity holders (or shareholders) of the Company	**21,869,985,048**	21,370,366,209
Minority interests	**-1,949,568**	-1,284,687
Total owners' equity (or shareholders' equity)	**21,868,035,480**	21,369,081,522
Total liabilities and owners' equity (or shareholders' equity)	**41,742,008,801**	38,826,279,607

Legal representative:	*Principal in charge of accounting:*	*Head of the Accounting Department:*
Cho Tak Wong	**Chen Xiangming**	**Qiu Yongnian**

Balance Sheet of the Company
March 31, 2020

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	**March 31, 2020**	December 31, 2019
Current assets:		
Cash at bank and on hand	**9,360,549,710**	6,258,632,627
Held-for-trading financial assets	**1,459,363,014**	860,894,383
Derivative financial assets	**721,768**	
Notes receivable		
Accounts receivable	**907,590,576**	724,636,384
Accounts receivable financing	**779,320,051**	661,803,067
Advances to suppliers	**89,851,904**	62,803,137
Other receivables	**13,824,276,772**	13,694,010,897
Including: Interest receivable		
Dividends receivable	**179,944,392**	177,178,595
Inventories	**302,590,076**	301,614,416
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	**18,648,541**	10,862,820
Total current assets	**26,742,912,412**	22,575,257,731

Items	**March 31, 2020**	December 31, 2019
Non-current assets:		
Debt investments		
Other debt investments		
Long-term receivables	**3,840,745,346**	3,793,547,710
Long-term equity investments	**7,335,413,732**	6,814,340,006
Other investments in equity instruments		
Other non-current financial assets		
Investment properties		
Fixed assets	**621,562,399**	623,065,053
Construction in progress	**115,232,757**	114,327,200
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	**47,830,765**	54,777,088
Intangible assets	**85,191,456**	88,622,535
Development costs		
Goodwill	**48,490,007**	48,490,007
Long-term prepaid expenses	**27,284,134**	29,752,382
Deferred income tax assets	**10,867,775**	8,727,203
Other non-current assets		
Total non-current assets	**12,132,618,371**	11,575,649,184
Total assets	**38,875,530,783**	34,150,906,915

Items	**March 31, 2020**	December 31, 2019
Current liabilities:		
Short-term borrowings	**2,808,603,189**	2,099,456,147
Held-for-trading financial liabilities		
Derivative financial liabilities	**24,094,311**	3,795,000
Notes payable	**1,987,127,472**	1,946,635,672
Accounts payable	**154,117,662**	145,904,629
Advances from customers		
Contract liabilities	**48,502,551**	56,212,023
Employee benefits payable	**32,042,357**	97,473,681
Taxes payable	**125,348,371**	80,241,158
Other payables	**11,319,230,376**	9,654,412,279
Including: Interest payable		
Dividends payable		
Held-for-sale liabilities		
Non-current liabilities due within one year	**1,036,628,971**	1,061,682,745
Other current liabilities	**1,504,764,628**	
Total current liabilities	**19,040,459,888**	15,145,813,334

Items	**March 31, 2020**	December 31, 2019
Non-current liabilities:		
Long-term borrowings	**1,293,000,000**	1,193,000,000
Debentures payables	**599,830,435**	
Including: Preference shares		
Perpetual bonds		
Lease liabilities	**27,548,417**	28,469,447
Long-term payables		
Long-term salaries payable		
Accrued liabilities		
Deferred income	**16,035,856**	18,346,105
Deferred income tax liabilities	**109,769,118**	105,800,385
Other non-current liabilities		
Total non-current liabilities	**2,046,183,826**	1,345,615,937
Total liabilities	**21,086,643,714**	16,491,429,271

Items	**March 31, 2020**	December 31, 2019
Total owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	**2,508,617,532**	2,508,617,532
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital surplus	**6,202,552,740**	6,202,552,740
Less: inventory shares		
Other comprehensive income		
Special reserve		
Surplus reserve	**2,688,959,735**	2,688,959,735
Undistributed profits	**6,388,757,062**	6,259,347,637
Total owners' equity (or shareholders' equity)	**17,788,887,069**	17,659,477,644
Total liabilities and owners' equity (or shareholders' equity)	**38,875,530,783**	34,150,906,915

Legal representative:	*Principal in charge of accounting:*	*Head of the Accounting Department:*
Cho Tak Wong	**Chen Xiangming**	**Qiu Yongnian**

Consolidated Income Statement

January to March 2020

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	First quarter of 2020	First quarter of 2019
I. Total operating revenue	**4,170,497,650**	4,933,498,402
Including: Operating revenue	**4,170,497,650**	4,933,498,402
Interest income		
Premiums earned		
Income from handling fees and commissions		
II. Total cost of operation	**3,636,862,455**	4,277,403,175
Including: Cost of operation	**2,733,899,288**	3,005,623,307
Interest expenses		
Handling fees and commissions expenses		
Surrender payment		
Net expenditure for compensation payment		
Net provisions for insurance contracts		
Expenditure for insurance policy dividend		
Reinsurance cost		
Taxes and surcharges	**40,036,037**	51,825,161
Selling and distribution expenses	**313,487,604**	348,205,496
General and administrative expenses	**457,519,406**	495,423,504
Research and development expenses	**150,859,577**	190,949,792
Financial expenses	**-58,939,457**	185,375,915

Items	**First quarter of 2020**	First quarter of 2019
Including: Interest expenses	**77,958,823**	104,660,987
Interest income	**68,016,541**	52,931,274
Add: Other income	**78,529,255**	28,642,347
Investment income (losses are represented by”-”)	**17,219,138**	-264,675
Including: Share in profit of associates and joint ventures	**897,595**	-264,675
Gain on derecognition of financial assets measured at amortised cost		
Gains from foreign exchange (losses are represented by “-”)		
Gains from net exposure to hedging (losses are represented by”-”)		
Gains arising from changes in fair value (losses are represented by “-”)	**-11,301,098**	500,450
Impairment loss of credit (loss represented by “-”)	**-24,202**	-17,814,620
Asset impairment losses (loss represented by “-”)	**-2,962,754**	-212,781
Gains from disposal of assets (losses are represented by “-”)	**-643,231**	2,944,672

Items	**First quarter of 2020**	First quarter of 2019
III. Operating profit (losses are represented by "-")	**614,452,303**	669,890,620
Add: Non-operating income	**4,272,905**	58,490,859
Less: Non-operating expenses	**1,831,485**	4,602,813
IV. Total Profit (total losses are represented by "-")	**616,893,723**	723,778,666
Less: Income tax expenses	**157,602,184**	117,927,730
V. Net Profit (net losses are represented by "-")	**459,291,539**	605,850,936
(I) Classified on a going concern basis		
1. Net profit from continuing operations (net losses are represented by "-")	**459,291,539**	605,850,936
2. Net profit from discontinued operations (net losses are represented by "-")		
(II) Classified according to ownership		
1. Net profit attributable to shareholders of the Company (net losses are represented by "-")	**459,956,420**	606,046,927
2. Minority interests (net losses are represented by "-")	**-664,881**	-195,991

Items	First quarter of 2020	First quarter of 2019
VI. Net amount of other comprehensive income after tax	**39,662,419**	-75,402,497
(I) Net amount of other comprehensive income after tax attributable to the equity holders of the Company	**39,662,419**	-75,402,497
1. Other comprehensive income which will not be reclassified to gain or loss		
(1) Changes in re-measurement of defined benefit plans		
(2) Other comprehensive income which will not be reclassified into profit and loss under the equity method		
(3) Changes in fair value of other equity instruments investment		
(4) Changes in fair value of the company's own credit risk		
2. Other comprehensive income which will be reclassified to gain or loss	**39,662,419**	-75,402,497
(1) Other comprehensive income which will be reclassified into profit and loss under equity method		
(2) Changes in fair value of other debt investments		
(3) The amount of financial assets reclassified into other comprehensive income		

Items	First quarter of 2020	First quarter of 2019
(4) Credit impairment provisions for other debt investment		
(5) Reserves for cash flows hedges		
(6) Difference arising from translation of foreign financial statements	**39,662,419**	-75,402,497
(7) Others		
(II) Net amount of other comprehensive income after tax attributable to minority interest		
VII. Total comprehensive income	**498,953,958**	530,448,439
(I) Total comprehensive income attributable to the equity holders of the Company	**499,618,839**	530,644,430
(II) Total comprehensive income attributable to minority shareholders	**-664,881**	-195,991
VIII. Earnings per share:		
(I) Basic earnings per share *(RMB/share)*	**0.18**	0.24
(II) Diluted earnings per share *(RMB/share)*	**0.18**	0.24

For the business merger under common control during the period, the net profit recorded by the merged party before the merger is RMB0, and the net profit recorded by the merged party in the previous period is RMB0.

Legal representative:	*Principal in charge of accounting:*	*Head of the Accounting Department:*
Cho Tak Wong	**Chen Xiangming**	**Qiu Yongnian**

Income Statement of the Company
January to March 2020

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	**First quarter of 2020**	First quarter of 2019
I. Operating revenue	**926,759,527**	1,288,966,555
Less: Cost of operation	**787,768,712**	1,106,490,075
Taxes and surcharges	**3,794,784**	5,699,470
Selling and distribution expenses	**62,984,888**	67,659,491
General and administrative expenses	**75,457,706**	86,052,113
Research and development expenses	**9,439,656**	7,856,031
Financial expenses	**-175,218,861**	145,656,520
Including: Interest expenses	**47,798,853**	72,835,506
Interest incomes	**75,184,606**	78,892,940
Add: Other income	**16,919,423**	12,606,223
Investment income (losses are represented by”-”)	**11,555,424**	2,245,954,739
Including: Share in profit of associates and joint ventures	**643,325**	590,834
Gain on derecognition of financial assets measured at amortised cost		
Gains from net exposure to hedging (losses are represented by”-”)		

Items	**First quarter of 2020**	First quarter of 2019
Gains arising from changes in fair value (losses are represented by "-")	**-12,932,912**	396,429
Credit impairment loss (loss represented by "-")		
Asset impairment losses (loss represented by "-")	**-2,090,831**	
Gains from disposal of assets (losses are represented by "-")		
II. Operating profit (losses are represented by "-")	**175,983,746**	2,128,510,246
Add: Non-operating income	**2,185,409**	330,271
Less: Non-operating expenses	**230,118**	230,760
III. Total Profit (total losses are represented by "-")	**177,939,037**	2,128,609,757
Less: Income tax expenses	**48,529,612**	2,795,602

Items	**First quarter of 2020**	First quarter of 2019
IV. Net Profit (net losses are represented by "-")	**129,409,425**	2,125,814,155
(I) Net profit from continuing operations (net losses are represented by "-")	**129,409,425**	2,125,814,155
(II) Net profit from discontinued operations (net losses are represented by "-")		
V. Net amount of other comprehensive income after tax		
(I) Other comprehensive income which will not be reclassified to gain or loss		
1. Changes in re-measurement of defined benefit plans		
2. Other comprehensive income which will not be reclassified into profit and loss under the equity method		
3. Changes in fair value of other equity instruments investment		
4. Changes in fair value of the company's own credit risk		
(II) Other comprehensive income which will be reclassified to gain or loss		
1. Other comprehensive income which will be reclassified into profit and loss under equity method		
2. Changes in fair value of other debt investments		
3. The amount of financial assets reclassified into other comprehensive income		

Items	**First quarter of 2020**	First quarter of 2019
4. Credit impairment provisions for other debt investment		
5. Reserves for cash flows hedges		
6. Difference arising from translation of foreign financial statements		
7. Others		
VI. Total comprehensive income	**129,409,425**	2,125,814,155
VII. Earnings per share:		
(1) Basic earnings per share *(RMB/share)*	**Not applicable**	Not applicable
(2) Diluted earnings per share *(RMB/share)*	**Not applicable**	Not applicable

Legal representative:	*Principal in charge of accounting:*	*Head of the Accounting Department:*
Cho Tak Wong	**Chen Xiangming**	**Qiu Yongnian**

Consolidated Cash Flow Statement

January to March 2020

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	**First quarter of 2020**	First quarter of 2019
I. Cash flows from operating activities:		
Cash received from sale of goods or rendering of services	**5,170,575,736**	5,528,760,686
Net increase in customer and interbank deposits		
Net increase in borrowing from the central bank		
Net increase in intra-bank borrowing from other financial institutions		
Cash received from premiums under original insurance contract		
Net cash received from reinsurance business		
Net increase in deposits of policy holders and investment		
Cash received from interest, fees and commissions		
Net increase in borrowings from interbank		
Net increase in cash received from repurchase business		
Net cash received from agency securities trading		
Refund of taxes and surcharges	**44,720,076**	94,713,013
Cash received relating to other operating activities	**173,451,200**	189,466,546
Sub-total of cash inflows from operating activities	**5,388,747,012**	5,812,940,245

Items	**First quarter of 2020**	First quarter of 2019
Cash paid for goods and services	**3,008,018,194**	3,232,388,056
Net increase in customer loans and advance		
Net increase in deposits in the central bank and interbank deposits		
Cash paid for compensation payments under original insurance contract		
Net increase in placements with financial institutions		
Cash paid for interest, fees and commissions		
Cash paid for insurance policy dividend		
Cash paid to and on behalf of employees	**1,142,227,905**	1,220,736,906
Payments of taxes and surcharges	**312,403,384**	560,008,814
Cash paid relating to other operating activities	**55,874,674**	57,257,744
Sub-total of cash outflows from operating activities	**4,518,524,157**	5,070,391,520
Net cash flows from operating activities	**870,222,855**	742,548,725
II. Cash flows from investing activities:		
Cash received from disposal of investments		
Cash received from returns on investments		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	**22,850,299**	18,763,298
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities	**878,634,241**	
Sub-total of cash inflows from investing activities	**901,484,540**	18,763,298

Items	**First quarter of 2020**	First quarter of 2019
Cash paid to acquire fixed assets, intangible assets and other long-term assets	**286,512,908**	819,755,207
Cash paid to acquire investments		
Net increase in secured loans		
Net cash paid to acquire subsidiaries and other business units		20,314,292
Cash paid relating to other investing activities	**1,450,000,000**	2,250,000,000
Sub-total of cash outflows from investing activities	**1,736,512,908**	3,090,069,499
Net cash flows from investing activities	**-835,028,368**	-3,071,306,201
III. Cash flows from financing activities:		
Cash received from capital contributions		
Including: Cash received from capital contributions by minority shareholders of subsidiaries		
Cash received from borrowings	**4,575,627,244**	6,515,695,594
Cash received relating to other financing activities	**2,100,000,000**	900,000,000
Sub-total of cash inflows from financing activities	**6,675,627,244**	7,415,695,594

Items	**First quarter of 2020**	First quarter of 2019
Cash repayments of borrowings	**3,552,340,143**	3,077,118,647
Cash payments for interest expenses and distribution of dividends or profits	**92,443,947**	98,175,483
Including: Cash payments for dividends or profit to minority shareholders of subsidiaries		
Cash payment relating to other financing activities	**37,512,629**	
Sub-total of cash outflows from financing activities	**3,682,296,719**	3,175,294,130
Net cash flows from financing activities	**2,993,330,525**	4,240,401,464
IV. Effect of fluctuations in exchange rates on cash and cash equivalents	**107,323,600**	-100,071,728
V. Net increase in cash and cash equivalents	**3,135,848,612**	1,811,572,260
Add: Cash and cash equivalents balance at the beginning of the period	**8,352,668,535**	6,357,049,536
VI. Cash and cash equivalents balance at the end of the period	**11,488,517,147**	8,168,621,796

Legal representative:	*Principal in charge of accounting:*	*Head of the Accounting Department:*
Cho Tak Wong	**Chen Xiangming**	**Qiu Yongnian**

Cash Flow Statement of the Company

January to March 2020

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	First quarter of 2020	First quarter of 2019
I. Cash flows from operating activities:		
Cash received from sale of goods or rendering of services	**762,017,405**	1,133,676,561
Refund of taxes and surcharges	**35,582,919**	82,938,514
Cash received relating to other operating activities	**1,756,797,285**	88,893,804
Sub-total of cash inflows from operating activities	**2,554,397,609**	1,305,508,879
Cash paid for goods and services	**897,886,892**	1,062,171,295
Cash paid to and on behalf of employees	**135,785,018**	170,583,280
Payments of taxes and surcharges	**6,073,057**	66,861,665
Cash paid relating to other operating activities	**196,613,416**	1,010,172,350
Sub-total of cash outflows from operating activities	**1,236,358,383**	2,309,788,590
Net cash flows from operating activities	**1,318,039,226**	-1,004,279,711

Items	**First quarter of 2020**	First quarter of 2019
II. Cash flows from investing activities:		
Cash received from disposal of investments		
Cash received from returns on investments		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	**24,303**	61,576
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities	**878,648,208**	
Sub-total of cash inflows from investing activities	**878,672,511**	61,576
Cash paid to acquire fixed assets, intangible assets and other long-term assets	**21,737,649**	24,579,039
Cash paid to acquire investments	**520,430,400**	1,180,000
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	**1,450,000,000**	2,250,000,000
Sub-total of cash outflows from investing activities	**1,992,168,049**	2,275,759,039
Net cash flows from investing activities	**-1,113,495,538**	-2,275,697,463

Items	**First quarter of 2020**	First quarter of 2019
III. Cash flows from financing activities:		
Cash received from capital contributions		
Cash received from borrowings	**2,996,543,904**	4,466,339,420
Cash received relating to other financing activities	**2,100,000,000**	900,000,000
Sub-total of cash inflows from financing activities	**5,096,543,904**	5,366,339,420
Cash repayments of borrowings	**2,182,209,521**	1,900,682,875
Cash payments for interest expenses and distribution of dividends or profits	**45,691,835**	55,269,673
Cash payment relating to other financing activities	**29,000,560**	
Sub-total of cash outflows from financing activities	**2,256,901,916**	1,955,952,548
Net cash flows from financing activities	**2,839,641,988**	3,410,386,872
IV. Effect of fluctuations in exchange rates on cash and cash equivalents	**57,731,407**	-99,904,196
V. Net increase in cash and cash equivalents	**3,101,917,083**	30,505,502
Add: Cash and cash equivalents balance at the beginning of the period	**6,258,632,627**	6,017,450,898
VI. Cash and cash equivalents balance at the end of the period	**9,360,549,710**	6,047,956,400

Legal representative:	*Principal in charge of accounting:*	*Head of the Accounting Department:*
Cho Tak Wong	**Chen Xiangming**	**Qiu Yongnian**

4.2 Adjustments made to relevant items in the financial statements as at the beginning of the year upon initial adoption of the new revenue standard and new lease standard since 2020.

Not applicable

4.3 Retroactive adjustments to comparative data of previous period by first adoption of new revenue standards and new lease standards since 2020.

Not applicable

4.4 Auditor's reports

Not applicable