佐力科創小額貸款股份有限公司
(Zuoli Kechuang Micro-finance Company Limited)*

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

(Stock Code: 6866)

UNAUDITED CONSOLIDATED RESULTS FOR THE THREE MONTHS ENDED 31 MARCH 2020

The board (the "**Board**") of directors (the "**Directors**") of 佐力科創小額貸款股份有限公司 (Zuoli Kechuang Micro-finance Company Limited*) (the "**Company**") is pleased to announce the unaudited results of the Company and its subsidiaries (the "**Group**") for the three months ended 31 March 2020, together with comparative figures for the corresponding period, prepared in accordance with the Hong Kong Financial Reporting Standards. This announcement is made pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") and the Inside Information Provisions (as defined under the Rules Governing the Listing of Securities on the Stock Exchange).

CONSOLIDATED STATEMENT OF PROFIT OR LOSS
For the three months ended 31 March 2020 — unaudited
(Express in Renminbi ("RMB")'000, unless otherwise stated)

	Three months ended 31 March	
	2020	2019
	RMB'000	*RMB'000*
Interest income	**73,556**	69,519
Interest and commission expenses	**(14,501)**	(11,388)
Net interest income	**59,055**	58,131
Other net income	**9,500**	13,897
Impairment losses	**(10,181)**	(5,854)
Administrative expenses	**(12,098)**	15,091
Profit before tax	**46,276**	51,083
Income tax expense	**(11,878)**	(13,201)
Profit for the period	**34,398**	37,882
Attributable to:		
Owners of the parent	**32,784**	35,577
Non-controlling interests	**1,614**	2,305
Profit for the period	**34,398**	37,882

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31 March 2020 *RMB'000*	31 December 2019 *RMB'000*
Assets		
Cash and cash equivalents	**20,170**	55,310
Interests receivables	**4,269**	83
Loans and advances to customers	**2,516,875**	2,364,579
Intangible assets	**1,599**	1,753
Goodwill	**22,502**	22,502
Fixed assets	**42,310**	44,045
Deferred tax assets	**40,864**	37,943
Other assets	**2,121**	1,198
Total assets	**2,650,710**	2,527,413
Liabilities		
Interest-bearing borrowings	**710,543**	715,972
Lease liabilities	**—**	1,274
Accruals and other payables	**110,045**	22,613
Current taxation	**49,419**	41,249
Total liabilities	**870,007**	781,108
NET ASSETS	**1,780,703**	1,746,305
CAPITAL AND RESERVES		
Share capital	**1,180,000**	1,180,000
Reserves	**489,752**	456,968
Total equity attributable to equity shareholders of the Company	**1,669,752**	1,636,968
Non-controlling interests	**110,951**	109,337
Total equity	**1,780,703**	1,746,305

The Group's unaudited consolidated results for the three months ended 31 March 2020 have been prepared in accordance with the same accounting policies adopted by the Group as disclosed in the 2019 Annual Report and the new applicable International Financial Reporting Standards issued by the International Accounting Standards Board.

The unaudited consolidated results of the Group for the three months ended 31 March 2020 have been reviewed by the audit committee of the Company.

Shareholders and potential shareholders of the Company are advised to exercise caution when dealing in the securities of the Company.

By Order of the Board
佐力科創小額貸款股份有限公司
(Zuoli Kechuang Micro-finance Company Limited*)
Yu Yin
Chairman

Hong Kong, 27 April 2020

As at the date of this announcement, the executive Directors of the Company are Mr. Yu Yin, Mr. Zheng Xuegen, Mr. Yang Sheng and Ms. Hu Fangfang, the non-executive Director is Mr. Pan Zhongmin, and the independent non-executive Directors are Mr. Ho Yuk Ming, Hugo, Mr. Jin Xuejun and Ms. Huang Lianxi.

* *For identification purposes only*