

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



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 2020

SUMMARY

The Board of Dynagreen Environmental Protection Group Co., Ltd.* hereby announces the third quarter report of 2020 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 2020 (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, the supervisory committee and the directors, supervisors and the 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** All Directors of the Company attended the Board meeting to review the Quarter Report.
- 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 (%)
Total assets	15,820,583,106.93	13,670,787,404.47	15.73
Net assets attributable to shareholders of the Company	3,615,239,245.27	3,296,228,917.35	9.68
	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 (%)
Net cash flows from operating activities	138,153,846.23	-61,150,619.39	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 (%)
Operating income	1,649,079,165.41	1,252,907,399.32	31.62
Net profit attributable to shareholders of the Company	427,760,600.43	323,071,279.48	32.40
Net profit excluding extraordinary gain and loss attributable to the shareholders of the Company	411,960,991.32	299,993,815.78	37.32
Weighted average return on net assets (%)	12.38	10.36	Increased by 2.02 percentage points
Basic earnings per share (RMB/share)	0.37	0.28	32.14
Diluted earnings per share (RMB/share)	0.37	0.28	32.14

Extraordinary gains and losses items and amounts

✓ Applicable ☐ Not applicable

II. COMPANY PROFILE (CONTINUED)

2.1 Major accounting data (Continued)

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	51,271.99	91,510.35	
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)	5,155,785.80	17,133,019.11	
Other non-operating income and expenses besides items above	289,469.78	365,878.37	
Effects on non-controlling shareholders (after-tax)	-46,988.01	-236,287.67	
Effects on income tax	-780,490.24	-1,554,511.05	
Total	<u>4,669,049.32</u>	<u>15,799,609.11</u>	

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) 46,423

Name of shareholder (full name)	Shareholding of the top ten shareholders		Number of shares held subject to selling restrictions	Pledged or frozen Status	Pledged or frozen Number	Nature of shareholder
	Number of shares held as at the end of the period	Percentage (%)				
BEIJING STATE-OWNED ASSETS MANAGEMENT CO., LTD.	501,189,618	43.1614	501,189,618	Nil		State-owned legal person
HKSCC NOMINEES LIMITED	379,467,000	32.6789		Unknown		Overseas legal person
BEIJING STATE-OWNED ASSETS MANAGEMENT (HONG KONG) COMPANY LIMITED	24,859,792	2.1409		Nil		Overseas legal person
BEIJING HUITAI HENGRUI INVESTMENT CO., LTD.	18,000,707	1.5502		Nil		Domestic non- state-owned legal person
GONGQINGCHENG JINGXIU INVESTMENT PARTNERSHIP (LIMITED PARTNERSHIP)	13,311,078	1.1463		Nil		Domestic non- state-owned legal person
ANHUI JIANGHUAI GROWTH INVESTMENT FUND CENTRE (LIMITED PARTNERSHIP)	5,000,000	0.4306		Nil		Domestic non- state-owned legal person
SHENZHEN FUXIAO INVESTMENT CO., LTD. (深圳市拂曉投資 有限公司)	2,939,844	0.2532		Nil		Domestic non- state-owned legal person
SHENZHEN XIAOXI MANAGEMENT CONSULTING CO., LTD. (深圳市曉溪企業 管理諮詢有限公司)	2,203,738	0.1898		Nil		Domestic non- state-owned legal person
BANK OF CHINA LIMITED – GF, CSI, ENVIRONMENTAL PROTECTION INDUSTRY, TRADING OPEN INDEX, SECURITIES INVESTMENT FUND	1,592,400	0.1371		Nil		Other
Zhang Chun	1,276,600	0.1099		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

Name of shareholder	Top ten holders of shares not subject to selling restrictions		
	Number of tradable shares not subject to selling restrictions held	Class	Number
HKSCC NOMINEES LIMITED	379,467,000	Overseas listed foreign shares	379,467,000
BEIJING STATE-OWNED ASSETS MANAGEMENT (HONG KONG) COMPANY LIMITED	24,859,792	Overseas listed foreign shares	24,859,792
BEIJING HUITAI HENGRUI INVESTMENT CO., LTD.	18,000,707	RMB ordinary shares	18,000,707
GONGQINGCHENG JINGXIU INVESTMENT PARTNERSHIP (LIMITED PARTNERSHIP)	13,311,078	RMB ordinary shares	13,311,078
ANHUI JIANGHUAI GROWTH INVESTMENT FUND CENTRE (LIMITED PARTNERSHIP)	5,000,000	RMB ordinary shares	5,000,000
SHENZHEN FUXIAO INVESTMENT CO., LTD. (深圳市拂曉投資有限公司)	2,939,844	RMB ordinary shares	2,939,844
SHENZHEN XIAOXI MANAGEMENT CONSULTING CO., LTD. (深圳市曉溪企業管理諮詢有限公司)	2,203,738	RMB ordinary shares	2,203,738
BANK OF CHINA LIMITED – GF, CSI, ENVIRONMENTAL PROTECTION INDUSTRY, TRADING OPEN INDEX, SECURITIES INVESTMENT FUND	1,592,400	RMB ordinary shares	1,592,400
Zhang Chun	1,276,600	RMB ordinary shares	1,276,600
SHANGHAI ZHONGHUI JINJIU INVESTMENT CO., LTD. – POLY LONGMA HONGLI EQUITY INVESTMENT FUND (TIANJIN) LIMITED PARTNERSHIP (LIMITED PARTNERSHIP)	1,000,219	RMB ordinary shares	1,000,219
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

Name of item	Ending balance/ Amount for the current period	Opening balance/ Amount for the corresponding period last year	Change (%)	Reasons
Accounts receivable	639,611,558.37	452,783,629.70	41.26	Mainly due to an addition of Anshun Project Phase II, Hong'an, Yichun, Huizhou Phase II, Haining Expansion Project and other operating projects this year, as well as increased operating income of some operating projects, and extension of the settlement cycle of national renewable energy subsidies for electricity
Contract assets	565,734,228.24	395,564,422.73	43.02	Mainly due to an addition of Anshun Project Phase II, Haining Expansion Project, Hong'an, Yichun, Huizhou Phase II and other operating projects this year, as well as no inclusion of some operating projects in the national renewable energy subsidy catalog and the increase in accumulative balance of receivable national renewable energy subsidies for electricity

III. SIGNIFICANT EVENTS (CONTINUED)

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

Name of item	Ending balance/ Amount for the current period	Opening balance/ Amount for the corresponding period last year	Change (%)	Reasons
Construction in progress	105,065,916.72	0	N/A	Construction expenditure for the Huludao hazardous waste treatment BOO project newly commenced this year
Short-term loans	3,354,080,402.05	2,433,082,965.96	37.85	Mainly due to the increase in loans from BSAM
Operating income	1,649,079,165.41	1,252,907,399.32	31.62	Mainly due to an addition of Anshun Project Phase II, Hong'an, Yichun, Huizhou Phase II, Haining Expansion, Sihui Project and other operating projects this period, as well as Shantou, Zhangqiu and Bobai projects commenced operations since March, April and May last year respectively
Financial expenses	321,667,977.48	239,044,546.44	34.56	Mainly due to the increase in borrowings
Net profit	442,894,334.79	324,514,182.71	36.48	Mainly due to the net profit contribution of projects newly put into commissioning and operation

III. SIGNIFICANT EVENTS (CONTINUED)

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

☒ Applicable ☐ Not applicable

The Company's application for non-public issuance of A shares was approved by the China Securities Regulatory Commission (hereinafter referred to as the "CSRC") on 21 September 2020, and obtained the Reply on Approving the Non-public Issuance of Shares of Dynagreen Environmental Protection Group Co., Ltd. (Zheng Jian Xu Ke [2020] No. 2493) (《關於核准綠色動力環保集團股份有限公司非公開發行股票的批覆》(證監許可[2020]2493號)) issued by the CSRC on 13 October 2020.

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 2020

IV. APPENDIX

4.1 Financial Statements

Consolidated Balance Sheet 30 September 2020

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

Unit: RMB Unaudited

Item	30 September 2020	31 December 2019
Current assets:		
Cash at bank and on hand	657,613,659.15	432,140,938.55
Accounts receivable	639,611,558.37	452,783,629.70
Receivables under financing	18,690,000.00	10,036,291.46
Prepayments	28,387,270.19	15,355,672.33
Other receivables	33,339,532.75	22,779,939.42
Inventories	35,338,494.30	29,114,023.28
Contract assets	565,734,228.24	395,564,422.73
Non-current assets due within one year	119,163,125.22	87,687,596.31
Other current assets	191,701,444.76	181,724,630.58
Total current assets	2,289,579,312.98	1,627,187,144.36
Non-current assets:		
Long-term receivables	4,951,158,665.95	4,466,535,132.13
Long-term equity investments	61,288,439.06	62,907,982.84
Fixed assets	53,193,685.47	49,996,842.55
Construction in progress	105,065,916.72	—
Right-of-use assets	870,908.86	1,464,901.09
Intangible assets	7,184,219,386.63	6,453,018,803.00
Goodwill	43,910,821.67	43,910,821.67
Long-term deferred expenses	332,164.11	581,287.19
Deferred tax assets	206,083,276.37	203,427,135.40
Other non-current assets	924,880,529.11	761,757,354.24
Total non-current assets	13,531,003,793.95	12,043,600,260.11
Total assets	15,820,583,106.93	13,670,787,404.47

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Balance Sheet (Continued)

30 September 2020

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

Unit: RMB Unaudited

Item	30 September 2020	31 December 2019
Current liabilities:		
Short-term loans	3,354,080,402.05	2,433,082,965.96
Accounts payable	1,236,792,384.42	1,212,897,951.38
Contract liabilities	17,447,018.06	9,737,256.69
Employee benefits payable	40,900,547.83	85,954,559.07
Taxes payable	51,332,377.96	49,034,096.54
Other payables	104,245,312.45	149,645,055.37
Including: Interest payable	—	22,003,438.71
Non-current liabilities due within one year	675,684,362.30	705,048,955.21
Total current liabilities	5,480,482,405.07	4,645,400,840.22
Non-current liabilities:		
Long-term loans	5,945,278,718.49	5,057,022,246.80
Lease liabilities	543,033.35	554,586.70
Long-term payables	291,274,104.85	297,314,473.80
Deferred income	59,762,743.78	46,592,569.32
Deferred tax liabilities	145,905,908.91	127,386,997.96
Total non-current liabilities	6,442,764,509.38	5,528,870,874.58
Total liabilities	11,923,246,914.45	10,174,271,714.80

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Balance Sheet (Continued)

30 September 2020

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

Unit: RMB Unaudited

Item	30 September 2020	31 December 2019
Owners' equity (or Shareholders' equity):		
Paid in capital (or share capital)	1,161,200,000.00	1,161,200,000.00
Capital reserve	859,074,607.53	859,074,607.53
Other comprehensive income	-752,063.66	-8,121,791.15
Surplus reserve	87,319,205.31	87,319,205.31
Retained earnings	<u>1,508,397,496.09</u>	<u>1,196,756,895.66</u>
Total equity attributable to owners of the company (or Shareholders' equity)	3,615,239,245.27	3,296,228,917.35
Non-controlling interests	<u>282,096,947.21</u>	<u>200,286,772.32</u>
Total owners' equity (or Shareholders' equity)	<u>3,897,336,192.48</u>	<u>3,496,515,689.67</u>
Total liabilities and owners' equity (or Shareholders' equity)	<u>15,820,583,106.93</u>	<u>13,670,787,404.47</u>
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 2020

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

Unit: RMB Unaudited

Item	30 September 2020	31 December 2019
Current assets:		
Cash at bank and on hand	73,771,717.82	47,174,478.11
Accounts receivable	113,148,380.09	75,971,673.15
Prepayments	473,455.31	71,288.95
Other receivables	705,721,076.81	904,583,206.37
Including: Interest receivable	39,086,018.12	31,491,969.96
Dividends receivable	66,000,000.00	42,200,000.00
Non-current assets due within one year	194,700,000.00	195,400,000.00
Other current assets	2,904,955.84	1,351,164.06
Total current assets	1,090,719,585.87	1,224,551,810.64
Non-current assets:		
Long-term receivables	241,339,200.00	463,320,000.00
Long-term equity investments	5,260,378,290.09	4,726,940,333.87
Fixed assets	2,522,766.19	2,160,807.88
Right-of-use assets	–	510,805.36
Intangible assets	1,352,604.18	1,117,232.18
Deferred tax assets	1,043,922.62	938,062.23
Total non-current assets	5,506,636,783.08	5,194,987,241.52
Total assets	6,597,356,368.95	6,419,539,052.16

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Balance Sheet (Continued) 30 September 2020

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

Unit: RMB Unaudited

Item	30 September 2020	31 December 2019
Current liabilities:		
Short-term loans	3,354,813,403.10	2,415,000,000.00
Accounts payable	172,721.24	172,721.24
Contract liabilities	26,169,491.48	10,000,000.00
Employee benefits payables	1,349,780.09	20,287,897.76
Taxes payable	584,907.68	449,290.11
Other payables	108,185,665.58	229,503,503.87
Including: Interest payable	–	12,048,616.91
Non-current liabilities due within one year	108,015,855.37	253,828,192.74
Total current liabilities	3,599,291,824.54	2,929,241,605.72
Non-current liabilities:		
Long-term loans	324,734,310.03	853,299,321.97
Total non-current liabilities	324,734,310.03	853,299,321.97
Total liabilities	3,924,026,134.57	3,782,540,927.69
Owners' equity (or Shareholders' equity):		
Paid in capital (or share capital)	1,161,200,000.00	1,161,200,000.00
Capital reserve	906,165,435.50	906,165,435.50
Surplus reserve	87,319,205.31	87,319,205.31
Retained earnings	518,645,593.57	482,313,483.66
Total owners' equity (or Shareholders' equity)	2,673,330,234.38	2,636,998,124.47
Total liabilities and owners' equity (or Shareholders' equity)	6,597,356,368.95	6,419,539,052.16
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 2020

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

Unit: RMB Unaudited

Item	Third Quarter of 2020 (July to September)	Third Quarter of 2019 (July to September)	First Three Quarters of 2020 (January to September)	First Three Quarters of 2019 (January to September)
I. Total operating income	637,950,514.19	457,636,467.13	1,649,079,165.41	1,252,907,399.32
Including: Operating income	637,950,514.19	457,636,467.13	1,649,079,165.41	1,252,907,399.32
II. Total operating cost	426,552,468.84	334,257,078.18	1,143,737,677.68	931,902,580.02
Including: Operating cost	252,958,887.22	205,396,880.65	689,288,169.79	574,778,582.53
Taxes and surcharges	10,448,032.05	9,498,197.02	31,454,299.23	26,186,356.70
General and administrative expenses	38,160,984.02	30,290,282.03	97,850,401.97	85,478,748.29
Research and development expenses	1,172,309.33	1,823,344.30	3,476,829.21	6,414,346.06
Financial expenses	123,812,256.22	87,248,374.18	321,667,977.48	239,044,546.44
Including: Interest expenses	114,973,193.25	87,567,062.79	313,261,426.34	240,606,143.82
Interest income	1,023,296.61	759,539.96	3,106,240.02	3,151,165.87
Add: Other income	19,171,542.76	6,925,788.45	61,694,037.14	72,279,423.77
Investment income (“-” indicating loss)	-777,583.03	74,240.32	-1,619,543.78	859,736.38
Including: Income from investment in associates and joint ventures	-777,583.03	-995.53	-1,619,543.78	5,943.60
Impairment loss of credit (“-” indicating loss)	-14,159,313.27	-7,289,865.02	-46,123,912.40	-25,487,503.53
Gains on disposal of assets (“-” indicating loss)	21,905.24	-17,706.48	76,691.74	-43,131.06
III. Operating profit (“-” indicating loss)	215,654,597.05	123,071,846.22	519,368,760.43	368,613,344.86
Add: Non-operating income	667,304.88	518,987.82	1,965,073.16	1,790,919.27
Less: Non-operating expenses	247,362.45	559,778.25	1,409,052.46	863,652.84

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Income Statement (Continued)

January to September 2020

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

Unit: RMB Unaudited

Item	Third Quarter of 2020 (July to September)	Third Quarter of 2019 (July to September)	First Three Quarters of 2020 (January to September)	First Three Quarters of 2019 (January to September)
IV. Total profit (“-” indicating total loss)	216,074,539.48	123,031,055.79	519,924,781.13	369,540,611.29
Less: Income tax expenses	28,772,395.95	16,804,453.48	77,030,446.34	45,026,428.58
V. Net profit (“-” indicating net loss)	187,302,143.53	106,226,602.31	442,894,334.79	324,514,182.71
(I) By business continuity				
1. Net profit from continued operations (“-” indicating net loss)	187,302,143.53	106,226,602.31	442,894,334.79	324,514,182.71
2. Net profit from discontinued operations (“-” indicating net loss)				
(II) By ownership				
1. Net profit attributable to shareholders of the company (“-” indicating net loss)	179,027,904.17	105,907,996.39	427,760,600.43	323,071,279.48
2. Non-controlling interests (“-” indicating net loss)	8,274,239.36	318,605.92	15,133,734.36	1,442,903.23
VI. Other comprehensive income, net of tax	8,706,308.65	-148,886.38	7,369,727.49	-172,964.59
(I) Other comprehensive income attributable to owners of the company, net of tax	8,706,308.65	-148,886.38	7,369,727.49	-172,964.59
1. Other comprehensive income that cannot be reclassified to profit or loss				
2. Other comprehensive income to be reclassified to profit or loss	8,706,308.65	-148,886.38	7,369,727.49	-172,964.59
(1) Conversion differences arising from the conversion of foreign currency financial statements	8,706,308.65	-148,886.38	7,369,727.49	-172,964.59
(II) 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 2020

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

Unit: RMB Unaudited

Item	Third Quarter of 2020 (July to September)	Third Quarter of 2019 (July to September)	First Three Quarters of 2020 (January to September)	First Three Quarters of 2019 (January to September)
VII. Total comprehensive income	<u>196,008,452.18</u>	<u>106,077,715.93</u>	<u>450,264,062.28</u>	<u>324,341,218.12</u>
(I) Total comprehensive income attributable to owners of the company	187,734,212.82	105,759,110.01	435,130,327.92	322,898,314.89
(II) Total comprehensive income attributable to non-controlling interests	<u>8,274,239.36</u>	<u>318,605.92</u>	<u>15,133,734.36</u>	<u>1,442,903.23</u>
VIII. Earnings per share:				
(I) Basic earnings per share (RMB/Share)	0.16	0.09	0.37	0.28
(II) Diluted earnings per share (RMB/Share)	<u>0.16</u>	<u>0.09</u>	<u>0.37</u>	<u>0.28</u>

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, and the net profit recorded by the merged party in the prior period was RMB0.

Legal Representative:
Zhi Jun

Chief Financial Officer:
Hu Shengyong

Chief Accountant:
Zhao Linbin

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Income Statement January to September 2020

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

Unit: RMB Unaudited

Item	Third Quarter of 2020 (July to September)	Third Quarter of 2019 (July to September)	First Three Quarters of 2020 (January to September)	First Three Quarters of 2019 (January to September)
I. Operating income	<u>26,680,485.12</u>	<u>17,618,459.56</u>	<u>58,848,326.79</u>	<u>75,110,983.47</u>
Less: Operating cost	1,790,447.74	1,825,761.10	4,856,661.27	4,160,553.49
Taxes and surcharges	112,527.28	14,274.00	206,690.05	234,033.04
General and administrative expenses	7,544,103.39	8,305,357.96	22,612,718.19	23,701,542.67
Research and development expenses	1,172,309.33	1,309,112.80	3,476,829.21	4,720,571.75
Financial expenses	40,525,168.93	38,729,051.31	125,331,428.88	98,050,482.10
Including: Interest expenses	40,196,028.92	38,119,968.44	123,287,088.55	97,268,423.43
Interest income	146,200.66	361,059.52	1,216,700.52	1,326,413.00
Add: Other income	454,084.89	72,623.85	1,253,938.23	339,356.87
Investment income (“-” indicating loss)	83,194,972.55	67,401,498.76	249,384,978.70	231,412,562.48
Including: Income from investment in associates and joint ventures	-777,583.03	-995.53	-1,619,543.78	5,943.60
Impairment loss of credit (“-” indicating loss)	14,532.94	86,131.61	-705,735.97	781,515.12
Gains on disposal of assets (“-” indicating loss)			49,073.38	10,145.67
II. Operating profit (“-” indicating loss)	<u>59,199,518.83</u>	<u>34,995,156.61</u>	<u>152,346,253.53</u>	<u>176,787,380.56</u>
Add: Non-operating income				
Less: Non-operating expenses			4.01	
III. Total profit (“-” indicating total loss)	<u>59,199,518.83</u>	<u>34,995,156.61</u>	<u>152,346,249.52</u>	<u>176,787,380.56</u>
Less: Income tax expenses	<u>2,179.94</u>	<u>12,919.74</u>	<u>-105,860.39</u>	<u>50,529.32</u>

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Income Statement (Continued)

January to September 2020

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

Unit: RMB Unaudited

Item	Third Quarter of 2020 (July to September)	Third Quarter of 2019 (July to September)	First Three Quarters of 2020 (January to September)	First Three Quarters of 2019 (January to September)
IV. Net profit (“-” indicating net loss)	<u>59,197,338.89</u>	<u>34,982,236.87</u>	<u>152,452,109.91</u>	<u>176,736,851.24</u>
(I) Net profit from continuing operations (“-” indicating net loss)	59,197,338.89	34,982,236.87	152,452,109.91	176,736,851.24
(II) Net profit from discontinued operations (“-” indicating net loss)	_____	_____	_____	_____
V. Other comprehensive income, net of tax				
VI. Total comprehensive income	<u>59,197,338.89</u>	<u>34,982,236.87</u>	<u>152,452,109.91</u>	<u>176,736,851.24</u>
VII. Earnings per share:				
(I) Basic earnings per share (RMB/Share)				
(II) 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 2020

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

Unit: RMB Unaudited

Item	First Three Quarters of 2020 (January to September)	First Three Quarters of 2019 (January to September)
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	1,494,544,525.78	1,113,954,662.50
Refunds of taxes	44,294,670.41	49,687,768.85
Cash received from other operating activities	70,041,787.03	82,814,121.19
Sub-total of cash inflows from operating activities	<u>1,608,880,983.22</u>	<u>1,246,456,552.54</u>
Cash paid for goods and services	451,729,923.04	384,935,479.81
Increase of principal of BOT and BT long-term receivables	553,293,618.72	525,260,621.03
Cash paid to and for employees	254,783,834.24	225,267,462.96
Payments of various taxes	144,868,726.76	124,431,142.14
Cash paid for other operating activities	66,051,034.23	47,712,465.99
Sub-total of cash outflows for operating activities	<u>1,470,727,136.99</u>	<u>1,307,607,171.93</u>
Net cash flows generated from operating activities	<u>138,153,846.23</u>	<u>-61,150,619.39</u>
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	366,396.45	134,418.88
Cash received from other investing activities		58,734,275.91
Sub-total of cash inflows from investing activities	<u>366,396.45</u>	<u>62,368,694.79</u>
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	1,232,508,878.14	1,429,920,192.42
Cash paid for investments		37,816,510.20
Net cash paid for acquisition of subsidiaries and other companies	19,332,500.00	208,763,030.05
Cash paid for other investing activities	21,000,000.00	30,000,000.00
Sub-total of cash outflows for investing activities	<u>1,272,841,378.14</u>	<u>1,706,499,732.67</u>
Net cash flows generated from investing activities	<u>-1,272,474,981.69</u>	<u>-1,644,131,037.88</u>

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Consolidated Cash Flow Statement (Continued)

January to September 2020

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

Unit: RMB Unaudited

Item	First Three Quarters of 2020 (January to September)	First Three Quarters of 2019 (January to September)
III. Cash flows from financing activities:		
Cash received from investments	66,800,000.00	67,400,000.00
Including: Cash received from non-controlling shareholders of subsidiaries	66,800,000.00	67,400,000.00
Cash received from loans	2,998,383,038.91	2,480,989,134.90
Cash received from other financing activities		
Sub-total of cash inflows from financing activities	<u>3,065,183,038.91</u>	<u>2,548,389,134.90</u>
Cash paid for repayment of loans	1,244,341,375.90	672,738,573.32
Cash paid for distribution of dividends and profit or payment of interests	434,790,463.10	349,687,178.53
Cash paid for other financing activities	<u>15,363,158.00</u>	<u>2,759,219.69</u>
Sub-total of cash outflows for financing activities	<u>1,694,494,997.00</u>	<u>1,025,184,971.54</u>
Net cash flows generated from financing activities	<u>1,370,688,041.91</u>	<u>1,523,204,163.36</u>
IV. Effect of foreign exchanges rate changes on cash and cash equivalents	<u>105,814.15</u>	<u>536,537.66</u>
V. Net increase in cash and cash equivalents	<u>236,472,720.60</u>	<u>-181,540,956.25</u>
Add: Balance of cash and cash equivalents at the beginning of the period	<u>351,983,418.55</u>	<u>633,978,483.72</u>
VI. Balance of cash and cash equivalents at the end of the period	<u>588,456,139.15</u>	<u>452,437,527.47</u>

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 2020

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

Unit: RMB Unaudited

Item	First Three Quarters of 2020 (January to September)	First Three Quarters of 2019 (January to September)
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	39,651,102.27	40,695,705.09
Cash received from other operating activities	42,826,368.99	41,874,863.34
Sub-total of cash inflows from operating activities	82,477,471.26	82,570,568.43
Cash paid for goods and services	1,698,286.98	3,423,814.38
Cash paid to and for employees	38,894,340.65	38,204,232.78
Payments of various taxes	1,030,243.72	3,537,054.08
Cash paid for other operating activities	71,519,530.83	67,023,454.22
Sub-total of cash outflows for operating activities	113,142,402.18	112,188,555.46
Net cash flows generated from operating activities	-30,664,930.92	-29,617,987.03
II. Cash flows from investing activities:		
Cash received from investments		18,500,000.00
Cash received from investment income	206,200,000.00	122,175,738.10
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	102,495.88	26,097.22
Cash received from other investing activities	1,077,307,646.82	439,602,732.30
Sub-total of cash inflows from investing activities	1,283,610,142.70	580,304,567.62
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	1,237,756.33	1,416,255.52
Cash paid for investments	535,057,500.00	629,509,200.89
Net cash paid for acquisition of subsidiaries and other companies	48,995,272.50	209,263,280.00
Cash paid for other investing activities	651,929,200.00	1,023,500,000.00
Sub-total of cash outflows for investing activities	1,237,219,728.83	1,863,688,736.41
Net cash flows generated from investing activities	46,390,413.87	-1,283,384,168.79

IV. APPENDIX (CONTINUED)

4.1 Financial Statements (Continued)

Company Cash Flow Statement (Continued) January to September 2020

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

Unit: RMB Unaudited

Item	First Three Quarters of 2020 (January to September)	First Three Quarters of 2019 (January to September)
III. Cash flows from financing activities:		
Cash received from loans	1,160,000,000.00	1,621,000,000.00
Sub-total of cash inflows from financing activities	<u>1,160,000,000.00</u>	<u>1,621,000,000.00</u>
Cash paid for repayment of loans	906,087,825.39	304,025,079.34
Cash paid for distribution of dividends and profit or payment of interests	242,180,968.29	199,703,393.27
Cash paid for other financing activities	<u>2,879,963.22</u>	<u>2,222,847.62</u>
Sub-total of cash outflows for financing activities	<u>1,151,148,756.90</u>	<u>505,951,320.23</u>
Net cash flows generated from financing activities	<u>8,851,243.10</u>	<u>1,115,048,679.77</u>
IV. Effect of foreign exchanges rate changes on cash and cash equivalents	<u>20,513.66</u>	<u>-87,918.92</u>
V. Net increase in cash and cash equivalents	<u>24,597,239.71</u>	<u>-198,041,394.97</u>
Add: Balance of cash and cash equivalents at the beginning of the period	<u>35,174,478.11</u>	<u>271,810,049.42</u>
VI. Balance of cash and cash equivalents at the end of the period	<u>59,771,717.82</u>	<u>73,768,654.45</u>

Legal Representative:
Zhi Jun

Chief Financial Officer:
Hu Shengyong

Chief Accountant:
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 revenue standard and new lease standard since 2020

☐ Applicable ☒ Not applicable

4.3 The explanation of previous comparison data on retrospective adjustment for the first adoption of new revenue standards and new lease standard since 2020

☐ Applicable ☒ Not applicable

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 2020

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