光大证券
EVERBRIGHT SECURITIES

光大證券股份有限公司
Everbright Securities Company Limited

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 6178)

2021 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 and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Set out below is the 2021 first quarterly report of Everbright Securities Company Limited (the "**Company**") and its subsidiaries as of March 31, 2021. The financial report contained herein is prepared under the General Accepted Accounting Principles of the People's Republic of China and has not been audited.

This report 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
Everbright Securities Company Limited
Yan Jun
Chairman

Shanghai, the PRC
April 29, 2021

As at the date of this announcement, the board of directors of the Company comprises Mr. Yan Jun (Chairman, Executive Director), Mr. Liu Qiuming (Executive Director), Mr. Song Bingfang (Non-executive Director), Mr. Fu Jianping (Non-executive Director), Mr. Yin Lianchen (Non-executive Director), Mr. Chan Ming Kin (Non-executive Director), Mr. Tian Wei (Non-executive Director), Mr. Yu Mingxiong (Non-executive Director), Mr. Wang Yong (Independent Non-executive Director), Mr. Po Wai Kwong (Independent Non-executive Director), Mr. Ren Yongping (Independent Non-executive Director), Mr. Yin Junming (Independent Non-executive Director), Mr. Liu Yunhong (Independent Non-executive Director).

I. IMPORTANT NOTICE

1.1 The board of directors, the supervisory committee, directors, supervisors and senior management of the Company warrant the truthfulness, accuracy and completeness of the contents in this quarterly report and there is no misrepresentation, misleading statement or material omission from this quarterly report and accept joint and several responsibilities for the truthfulness, accuracy and completeness of the contents contained herein.

1.2 All directors of the Company attended the Board meeting to review the quarterly report.

1.3 Mr. Yan Jun, the person-in-charge of the Company and Mr. Liu Qiuming, the person-in-charge of accounting affairs, and Mr. He Mannian, the head of accounting department (accounting head), declare that they warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

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

II. BASIC INFORMATION OF THE COMPANY

2.1 Key Financial data

Unit: Yuan Currency: RMB

	As at March 31, 2021	As at December 31, 2020	Variance as compared to the end of last year (%)
Total assets	**236,593,475,880.33**	228,736,384,297.40	3.43
Net assets attributable to shareholders of the listed company	**52,980,525,306.30**	52,448,879,695.03	1.01

	January to March 2021	January to March 2020	Variance as compared to the corresponding period of last year (%)
Net cash flow generated from operating activities	**6,758,024,183.60**	23,283,803,730.02	(70.98)

	January to March 2021	January to March 2020	Variance as compared to the corresponding period of last year (%)
Operating income	**3,327,363,196.96**	2,818,272,421.03	18.06
Net profit attributable to shareholders of the listed company	**696,691,061.76**	1,103,792,187.00	(36.88)
Net profit attributable to shareholders of the listed company after deducting non-recurring profit or loss	**677,337,905.86**	970,925,446.94	(30.24)
Weighted average returns on net assets (%)	**1.33**	2.30	Decreased by 0.97 percentage points
Basic earnings per share *(Yuan/share)*	**0.15**	0.24	(37.50)
Diluted earnings per share *(Yuan/share)*	**0.15**	0.24	(37.50)

Non-recurring profit or loss items and amounts

√ Applicable □ Not Applicable

Unit: Yuan Currency: RMB

Items	January to March 2021	Description
Gains or losses from disposal of non-current assets	**15,855.07**	
Government grants recognized in current profit or loss, excluding those closely related to the Company's normal operations and granted on an ongoing basis under the state's policies according to certain quota of amount or volume	**21,204,198.54**	Fiscal aid mainly
Other non-operating income and expenses except items above	**13,082,378.89**	
Effect of minority interests (net of tax)	**(6,378,673.67)**	
Effect of income tax	**(8,570,602.93)**	
Total	**19,353,155.90**	

2.2 Total number of shareholders and shareholding of top ten shareholders and top ten shareholders of tradable shares (or shareholders holding shares without selling restrictions) as of the end of the reporting period

Unit: share

Total number of shareholders	231,502, among which 231,329 are A shareholders and 173 are registered H shareholders

Shareholding of top ten shareholders

Name of shareholder (full name)	Shareholding at the end of the period	Shareholding (%)	Number of shares held subject to selling restrictions	Pledged or frozen Share state	Pledged or frozen Number	Nature of shareholder
China Everbright Group Corporation Limited	1,159,456,183	25.15	–	None	–	State-owned legal person
China Everbright Limited	960,467,000	20.83	–	Frozen	5,620,000	Foreign legal person
HKSCC Nominees Limited	703,678,700	15.26	–	Unknown	–	Unknown
China Securities Finance Corporation Limited	130,090,372	2.82	–	None	–	Others
Hong Kong Securities Clearing Company Limited	55,423,566	1.20	–	None	–	Others
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	39,889,245	0.87	–	None	–	Others
Central Huijin Asset Management Ltd.	37,568,900	0.81	–	None	–	State-owned legal person
China Construction Bank Corporation – Huabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	25,661,609	0.56	–	None	–	Others
ICBC Credit Suisse Fund – Agricultural Bank – ICBC Credit Suisse CSI Financial Assets Management Scheme	24,431,977	0.53	–	None	–	Others
EFund – Agricultural Bank – EFund CSI Financial Assets Management Scheme	23,174,586	0.50	–	None	–	Others

Shareholding of top ten shareholders holding shares without selling restrictions

Name of shareholder	Number of tradable shares held without selling restrictions	Class and number of shares: Class	Number
China Everbright Group Corporation Limited	1,159,456,183	RMB ordinary shares	1,159,456,183
China Everbright Limited	960,467,000	RMB ordinary shares	960,467,000
HKSCC Nominees Limited	703,678,700	Overseas listed foreign shares	703,678,700
China Securities Finance Corporation Limited	130,090,372	RMB ordinary shares	130,090,372
Hong Kong Securities Clearing Company Limited	55,423,566	RMB ordinary shares	55,423,566
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	39,889,245	RMB ordinary shares	39,889,245
Central Huijin Asset Management Ltd.	37,568,900	RMB ordinary shares	37,568,900
China Construction Bank Corporation – Huabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	25,661,609	RMB ordinary shares	25,661,609
ICBC Credit Suisse Fund – Agricultural Bank – ICBC Credit Suisse CSI Financial Assets Management Scheme	24,431,977	RMB ordinary shares	24,431,977
EFund – Agricultural Bank – EFund CSI Financial Assets Management Scheme	23,174,586	RMB ordinary shares	23,174,586

Description of the connected relationships or actions in concert of the above shareholders	Central Huijin Asset Management Ltd. is a wholly-owned subsidiary of Central Huijin Investment Ltd., which holds 63.16% shares in China Everbright Group Corporation Limited. China Everbright Limited is a controlled subsidiary of China Everbright Holdings Company Limited, a wholly-owned subsidiary of China Everbright Group Corporation Limited. Save for the above, the Company is unaware of whether the above shareholders are connected to each other or are parties acting in concert.

Note 1: HKSCC Nominees Limited is the nominee holder for the shares of the non-registered H shareholders of the Company.

Note 2: Hong Kong Securities Clearing Company Limited is the nominal holder of the SSE securities of the Company.

2.3 Total number of shareholders of preference shares and shareholding of top ten shareholders of preference shares and top ten shareholders of preference shares not subject to selling restrictions as at the end of the reporting period

□ Applicable √ Not Applicable

3. MAJOR EVENTS

3.1 Substantial changes in major accounting statement items and financial indicators of the Company and the reasons for such changes

√ Applicable ☐ Not Applicable

Unit: '0,000 Currency: RMB

Items	**As at March 31, 2021**	As at December 31, 2020	Increase/ Decrease (%)	Major reasons for the change
Derivative financial assets	**9,471**	6,595	43.6	Increase in fair value of equity derivatives
Financial assets held under resale agreements	**264,353**	527,995	(49.9)	Decrease in scales of the bond pledged repurchase
Other equity instrument investments	**57,828**	517,858	(88.8)	Decrease in other equity instrument investments
Short-term borrowings	**534,852**	326,288	63.9	Increase in short-term credit borrowings
Placements from other financial institutions	**1,070,408**	1,772,278	(39.6)	Decrease in placements from banks
Long-term borrowings	**162,898**	374,463	(56.5)	Decrease in long-term credit borrowings
Other comprehensive income	**(31,121)**	(15,220)	N/A	Changes in fair value of other equity instruments

Items	**January to March 2021**	January to March 2020	Increase/ Decrease (%)	Major reasons for the change
Net interest income	**63,817**	35,289	80.8	Increase in interest income from securities margin trading business
Investment gains「loss expressed with "()"」	**89,517**	46,503	92.5	Increase in investment gains of financial assets
Other income	**3,234**	19,146	(83.1)	Decrease in government grants received
Gain arising from fair value changes「loss expressed with "()"」	**(102,473)**	(13,897)	N/A	Increase in losses arising from fair value changes of financial assets
Foreign exchange gains「loss expressed with "()"」	**707**	(427)	N/A	Change in foreign exchange exposures
Other operating income	**77,690**	3,079	2,423.2	Increase in income of futures warehouse receipts business
Credit impairment losses	**9,567**	(1,240)	N/A	Increase in impairment losses on margin accounts receivable
Impairment losses on other assets	**126**	539	(76.6)	Decrease in provisions for decline in value of inventories made by subsidiaries of Everbright Futures
Other operating cost	**77,322**	1,297	5,861.6	Increase in cost of futures warehouse receipts business
Non-operating income	**257**	90	185.6	Increase in government incentives received
Non-operating expenses	**60**	673	(91.1)	Decrease in donation costs
Income tax expenses	**21,753**	34,716	(37.3)	Decrease in taxable profits
Other comprehensive income, net of tax	**(15,901)**	1,549	N/A	Changes in fair value of other equity instruments

3.2 Progress of major events and analysis on their impact and solutions

☐ Applicable √ Not Applicable

3.3 Commitments not fulfilled during the reporting period

☐ Applicable √ Not Applicable

3.4 Warnings on any potential loss in accumulated net profit for the period from the beginning of the year to the end of the next reporting period or any material changes from the corresponding period last year and the reasons thereof

☐ Applicable √ Not Applicable

Name of the Company	**Everbright Securities Company Limited**
Legal representative	**Liu Qiuming**
Date	April 29, 2021

4. APPENDIX

4.1 Financial statements

Consolidated Balance Sheet
March 31, 2021

Prepared by: Everbright Securities Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items	March 31, 2021	December 31, 2020
Assets:		
Cash and bank balances	**74,775,606,584.20**	64,530,998,545.26
Including: Cash deposits from customers	**52,740,555,680.43**	48,423,908,687.58
Clearing settlement funds	**6,063,309,404.20**	5,006,245,870.35
Including: Settlement funds held on behalf of brokerage customers	**1,984,132,413.18**	3,954,399,614.94
Margin accounts receivable	**45,592,040,336.71**	46,815,971,843.05
Derivative financial assets	**94,709,242.33**	65,945,606.43
Refundable deposits	**8,873,748,231.45**	7,858,108,007.91
Accounts receivables	**2,638,873,584.20**	2,850,487,788.50
Financial assets held under resale agreements	**2,643,526,673.55**	5,279,946,429.35
Financial investments:		
Financial assets held for trading	**59,467,145,774.85**	58,452,676,403.22
Debt investments	**4,315,045,039.14**	4,451,961,806.95
Other debt investments	**20,971,791,858.18**	17,638,386,721.12
Other equity instrument investments	**578,277,995.98**	5,178,583,001.43
Long-term equity investments	**1,094,487,065.16**	1,093,419,186.32
Fixed assets	**866,353,053.58**	883,098,046.36
Right-of-use asset	**823,592,899.89**	822,268,171.59
Intangible assets	**212,586,647.82**	216,240,467.04
Goodwill	**959,320,903.22**	955,342,116.81
Long-term deferred expenses	**70,966,704.78**	77,191,541.11
Deferred income tax assets	**2,104,658,144.63**	1,749,541,797.62
Other assets	**4,447,435,736.46**	4,809,970,946.98
Total assets	**236,593,475,880.33**	228,736,384,297.40

Items	March 31, 2021	December 31, 2020
Liabilities:		
Short-term borrowings	**5,348,515,623.34**	3,262,883,774.03
Short-term debt instruments	**8,849,966,630.66**	10,324,937,422.74
Placements from other financial institutions	**10,704,083,164.91**	17,722,780,520.02
Financial liabilities held for trading	**2,501,882,760.13**	2,612,195,048.37
Derivative financial liabilities	**334,185,905.26**	307,646,937.40
Financial assets sold under repurchase agreements	**26,955,936,321.49**	21,655,857,332.77
Accounts payable to brokerage customers	**64,702,867,700.69**	59,725,584,472.71
Employee benefit payable	**1,972,771,877.36**	1,710,190,505.71
Taxes payable	**1,727,893,755.18**	1,989,426,818.99
Accounts payable	**1,396,359,262.77**	1,482,288,445.39
Contract liabilities	**–**	945,679.53
Accrued liabilities	**4,551,170,390.27**	4,551,975,155.56
Long-term borrowings	**1,628,975,597.84**	3,744,632,739.24
Bonds payables	**47,384,284,271.43**	42,019,166,654.46
Lease liabilities	**833,629,181.51**	823,634,164.42
Deferred income tax liabilities	**14,304,068.74**	14,002,030.21
Other liabilities	**3,937,803,648.04**	3,593,135,752.88
Total liabilities	**182,844,630,159.62**	175,541,283,454.43
Equity or shareholders' equity:		
Paid-in capital or shares capital	**4,610,787,639.00**	4,610,787,639.00
Other equity instruments	**2,000,000,000.00**	2,000,000,000.00
Including: Perpetual bonds	**2,000,000,000.00**	2,000,000,000.00
Capital reserve	**24,192,646,294.40**	24,198,686,523.37
Other comprehensive income	**(311,208,750.18)**	(152,203,528.76)
Surplus reserve	**3,441,295,836.62**	3,441,295,836.62
General risk reserve	**8,112,501,507.92**	8,090,331,010.27
Retained profits	**10,934,502,778.54**	10,259,982,214.53
Total equity attributable to the owners of the parent company or shareholders' equity	**52,980,525,306.30**	52,448,879,695.03
Minority interests	**768,320,414.41**	746,221,147.94
Total equity or shareholders' equity	**53,748,845,720.71**	53,195,100,842.97
Total liabilities and equity or shareholders' equity	**236,593,475,880.33**	228,736,384,297.40

Person-in-charge of the Company:	*Person-in-charge of accounting affairs:*	*Head of accounting department:*
Yan Jun	**Liu Qiuming**	**He Mannian**

Balance Sheet of the Parent Company
March 31, 2021

Prepared by: Everbright Securities Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items	March 31, 2021	December 31, 2020
Assets:		
Cash and bank balances	**45,000,732,431.79**	40,149,701,498.31
Including: Cash deposits from customers	**30,718,337,677.19**	29,224,285,785.53
Clearing settlement funds	**9,589,904,168.69**	5,828,557,081.01
Including: Settlement funds held on behalf of brokerage clients	**5,532,075,178.83**	4,790,665,995.81
Margin accounts receivable	**40,032,535,427.17**	41,096,756,496.76
Derivative financial assets	**7,444,568.47**	9,237,427.69
Refundable deposits	**1,345,443,059.18**	1,056,351,488.52
Accounts receivables	**500,267,948.37**	464,147,156.82
Financial assets held under resale agreements	**2,502,452,320.51**	5,190,126,296.71
Financial investments:		
Financial assets held for trading	**51,334,028,630.33**	50,185,205,463.54
Debt investments	**4,192,596,450.39**	4,303,317,606.81
Other debt investments	**20,971,791,858.18**	17,659,600,174.78
Other equity instrument investments	**492,694,455.49**	5,092,999,460.94
Long-term equity investments	**9,272,807,021.81**	9,255,575,124.45
Fixed assets	**719,030,101.81**	729,917,752.47
Right-of-use asset	**556,484,544.70**	564,123,668.32
Intangible assets	**125,386,113.29**	123,000,212.82
Long-term deferred expenses	**68,183,578.87**	73,797,003.36
Deferred income tax assets	**1,766,057,324.99**	1,449,730,058.52
Other assets	**2,048,056,902.89**	1,906,116,819.25
Total assets	**190,525,896,906.93**	185,138,260,791.08

Items	March 31, 2021	December 31, 2020
Liabilities:		
Short-term debt instruments	**8,849,966,630.66**	10,324,937,422.74
Placements from other financial institutions	**10,704,083,164.91**	17,722,780,520.02
Financial liabilities held for trading	**947,549,145.78**	1,007,371,619.78
Derivative financial liabilities	**155,585,682.27**	71,774,385.62
Financial assets sold under repurchase agreements	**26,456,536,557.30**	21,247,394,433.05
Accounts payable to brokerage customers	**34,893,616,976.88**	32,711,715,941.81
Employee benefit payable	**1,155,222,197.92**	968,824,442.20
Taxes payable	**1,566,059,098.12**	1,458,785,304.62
Accounts payable	**623,691,570.03**	646,993,199.97
Contract liabilities	**–**	31,032.93
Bonds payables	**46,046,966,340.70**	40,517,988,228.69
Lease liabilities	**558,602,957.48**	559,567,620.86
Other liabilities	**3,505,275,492.70**	3,169,937,464.94
Total liabilities	**135,463,155,814.75**	130,408,101,617.23
Equity or shareholders' equity:		
Paid-in capital or shares capital	**4,610,787,639.00**	4,610,787,639.00
Other equity instruments	**2,000,000,000.00**	2,000,000,000.00
Including: Perpetual bonds	**2,000,000,000.00**	2,000,000,000.00
Capital reserve	**25,138,970,656.74**	25,138,970,656.74
Other comprehensive income	**50,617,060.00**	209,929,727.36
Surplus reserve	**3,441,295,836.62**	3,441,295,836.62
General risk reserve	**6,761,625,132.84**	6,761,625,132.84
Retained profits	**13,059,444,766.98**	12,567,550,181.29
Total equity or shareholders' equity	**55,062,741,092.18**	54,730,159,173.85
Total liabilities and equity or shareholders' equity	**190,525,896,906.93**	185,138,260,791.08

Person-in-charge of the Company:	*Person-in-charge of accounting affairs:*	*Head of accounting department:*
Yan Jun	**Liu Qiuming**	**He Mannian**

Consolidated Income Statement
January to March 2021

Prepared by: Everbright Securities Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items		January to March 2021	January to March 2020
I.	**Operating income**	**3,327,363,196.96**	2,818,272,421.03
	Net interest income	**638,173,536.47**	352,890,569.90
	Including: Interest income	**1,581,794,746.59**	1,415,872,311.21
	Interest expenses	**943,621,210.12**	1,062,981,741.31
	Net fee and commission income	**2,002,449,929.69**	1,921,329,109.14
	Including: Net fee income from brokerage business	**1,070,169,249.39**	888,230,543.94
	Net fee income from investment banking business	**582,910,687.59**	627,547,506.74
	Net fee income from asset management business	**189,766,619.91**	273,110,634.86
	Investment gains「loss expressed with "()"」	**895,165,449.43**	465,034,743.14
	Including: Gains attributable to investment in associates and joint ventures	**19,758,277.27**	18,173,874.88
	Gains arising from derecognition of financial assets carried at amortised cost「loss expressed with "()"」	**1,737,878.71**	316,743.47
	Other income	**32,336,630.48**	191,456,362.84
	Gain arising from fair value changes「loss expressed with "()"」	**(1,024,727,692.00)**	(138,966,991.35)
	Foreign exchange gains「loss expressed with "()"」	**7,065,783.16**	(4,265,215.01)
	Other operating income	**776,904,508.96**	30,793,842.37
	Gains on disposal of assets「loss expressed with "()"」	**(4,949.23)**	–
II.	**Operating expenses**	**2,393,018,032.41**	1,318,305,098.38
	Tax and surcharges	**19,595,134.86**	18,310,976.10
	General and administrative expenses	**1,503,271,870.41**	1,294,031,122.53
	Credit impairment losses	**95,671,194.95**	(12,403,518.27)
	Impairment losses on other assets	**1,261,369.27**	5,393,487.58
	Other operating cost	**773,218,462.92**	12,973,030.44
III.	**Operating profit「loss expressed with "()"」**	**934,345,164.55**	1,499,967,322.65
	Add: Non-operating income	**2,567,992.80**	901,776.05
	Less: Non-operating expenses	**597,241.55**	6,729,258.49

Items	**January to March 2021**	January to March 2020
IV. Gross profit「gross loss expressed with "()"」	**936,315,915.80**	1,494,139,840.21
Less: Income tax expense	**217,525,587.56**	347,161,480.73
V. Net profit「net loss expressed with "()"」	**718,790,328.24**	1,146,978,359.48
(I) Classified by continuity of operation		
1. Net profit from continued operation「net loss expressed with "()"」	**718,790,328.24**	1,146,978,359.48
(II) Classified by ownership		
1. Net profit attributable to shareholders of the listed company「net loss expressed with "()"」	**696,691,061.76**	1,103,792,187.00
2. Gain/loss attributable to minority interests「net loss expressed with "()"」	**22,099,266.48**	43,186,172.48
VI. Other comprehensive income, net of tax	**(159,005,221.42)**	15,485,269.45
Other comprehensive income, net of tax, attributable to owners of the parent company	**(159,005,221.42)**	(3,316,581.01)
(I) Other comprehensive income that will not be reclassified to profit or loss	**(165,228,754.08)**	(130,729,277.45)
1. Changes in fair value of other equity instruments investment	**(165,228,754.08)**	(130,729,277.45)
(II) Other comprehensive income that may be reclassified to profit or loss	**6,223,532.66**	127,412,696.44
1. Other comprehensive income under equity method that can be reclassified into profit and loss	**251,671.13**	400,432.02
2. Change in fair value of other debt investments	**5,194,519.48**	120,482,195.68
3. Credit impairment provisions for other debt investments	**469,896.11**	(11,374,362.50)
4. Currency translation difference	**307,445.94**	17,904,431.24
Other comprehensive income, net of tax, attributable to the minority interests	**–**	18,801,850.46
VII. Total comprehensive income	**559,785,106.82**	1,162,463,628.93
Total comprehensive income attributable to owners of the listed company	**537,685,840.34**	1,100,475,605.99
Total comprehensive income attributable to the minority interests	**22,099,266.48**	61,988,022.94
VIII. Earnings per share:		
(I) Basic earnings per share *(Yuan/share)*	**0.15**	0.24
(II) Diluted earnings per share *(Yuan/share)*	**0.15**	0.24

Person-in-charge of the Company:	*Person-in-charge of accounting affairs:*	*Head of accounting department:*
Yan Jun	**Liu Qiuming**	**He Mannian**

Income Statement of the Parent Company
January to March 2021

Prepared by: Everbright Securities Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items		January to March 2021	January to March 2020
I.	**Operating income**	**1,764,914,651.09**	2,042,103,779.86
	Net interest income	**496,495,957.12**	287,766,329.95
	Including: Interest income	**1,362,556,188.69**	1,143,951,952.52
	Interest expenses	**866,060,231.57**	856,185,622.57
	Net fee and commission income	**1,379,114,648.71**	1,336,488,143.85
	Including: Net fee income from brokerage business	**788,194,129.18**	708,987,908.23
	Net fee income from investment banking business	**572,377,964.40**	614,427,536.13
	Investment gains「loss expressed with "()"」	**838,409,655.71**	457,695,059.35
	Including: Gains attributable to investment in associates and joint ventures	**16,980,226.23**	13,247,189.16
	Gains arising from derecognition of financial assets carried at amortised cost「loss expressed with "()"」	**1,737,878.71**	316,743.47
	Other income	**9,368,699.36**	170,557,445.62
	Gain arising from fair value changes「loss expressed with "()"」	**(963,604,011.63)**	(227,367,242.92)
	Foreign exchange gains「loss expressed with "()"」	**1,015,940.99**	5,288,501.48
	Other operating income	**4,113,760.83**	11,675,542.53
II.	**Operating expenses**	**1,149,507,490.00**	799,558,408.64
	Tax and surcharges	**17,196,652.95**	15,360,807.98
	General and administrative expenses	**1,031,731,182.27**	794,556,383.15
	Credit impairment losses	**94,373,360.70**	(12,400,435.49)
	Other operating cost	**6,206,294.08**	2,041,653.00
III.	**Operating profit「loss expressed with "()"」**	**615,407,161.09**	1,242,545,371.22
	Add: Non-operating income	**2,338,832.32**	865,015.57
	Less: Non-operating expenses	**80,528.94**	1,599,745.14

Items	January to March 2021	January to March 2020
IV. Gross profit「gross loss expressed with "()"」	**617,665,464.47**	1,241,810,641.65
Less: Income tax expense	**125,770,878.78**	273,538,204.32
V. Net profit「net loss expressed with "()"」	**491,894,585.69**	968,272,437.33
(I) Net profit from continued operation「net loss expressed with "()"」	**491,894,585.69**	968,272,437.33
VI. Other comprehensive income, net of tax	**(159,312,667.36)**	(21,221,012.25)
(I) Other comprehensive income that will not be reclassified to profit or loss	**(165,228,754.08)**	(130,729,277.45)
1. Changes in fair value of other equity instruments investment	**(165,228,754.08)**	(130,729,277.45)
(II) Other comprehensive income that may be reclassified to profit or loss	**5,916,086.72**	109,508,265.20
1. Other comprehensive income under equity method that can be reclassified into profit and loss	**251,671.13**	400,432.02
2. Change in fair value of other debt investments	**5,194,519.48**	120,482,195.68
3. Credit impairment provisions for other debt investments	**469,896.11**	(11,374,362.50)
VII. Total comprehensive income	**332,581,918.33**	947,051,425.08

Person-in-charge of the Company:	*Person-in-charge of accounting affairs:*	*Head of accounting department:*
Yan Jun	**Liu Qiuming**	**He Mannian**

Consolidated Statement of Cash Flows
January to March 2021

Prepared by: Everbright Securities Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items		January to March 2021	January to March 2020
I.	**Cash flows generated from operating activities:**		
	Net decrease in financial instruments held for trading	**–**	6,660,162,164.71
	Net increase in placements from other financial institutions	**–**	3,182,422,120.50
	Net decrease in margin accounts receivable	**1,153,630,979.01**	–
	Net increase in financial assets sold under repurchase agreements	**7,912,780,168.67**	6,219,176,334.61
	Net cash received from securities trading agency services	**5,053,224,023.12**	6,157,069,796.12
	Cash received from interests, fees and commissions	**3,702,409,763.93**	3,402,928,097.88
	Decrease in finance lease receivables and sale and leaseback payments	**291,121,485.77**	338,134,329.29
	Cash received relating to other operating activities	**809,378,441.59**	218,195,513.30
	Sub-total of cash inflows from operating activities	**18,922,544,862.09**	26,178,088,356.41
	Net increase in financial assets held for trading	**1,018,534,289.61**	–
	Net decrease in placements from other financial institutions	**7,018,697,355.11**	–
	Net increase in margin accounts receivable	**–**	717,411,255.17
	Cash payment of interest, fees and commissions	**697,101,266.51**	647,460,064.60
	Cash paid to and on behalf of employees	**754,207,984.40**	702,335,680.53
	Payment for taxes and levies	**951,690,528.34**	403,656,162.31
	Cash paid relating to other operating activities	**1,724,289,254.52**	423,421,463.78
	Sub-total of cash outflows from operating activities	**12,164,520,678.49**	2,894,284,626.39
	Net cash flows generated from operating activities	**6,758,024,183.60**	23,283,803,730.02
II.	**Cash flows generated from investing activities:**		
	Cash received from sales of investments	**3,672,601,406.25**	2,009,713,609.65
	Cash received from return on investments	**520,381,297.64**	209,476,718.66
	Net cash recovered from disposal of fixed assets, intangible assets and other long-term assets	**46,647.46**	17,042,428.05
	Sub-total of cash inflows from investing activities	**4,193,029,351.35**	2,236,232,756.36
	Cash paid for acquisition of investments	**4,408,902,700.00**	1,519,302,644.26
	Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	**44,371,191.13**	37,171,330.63
	Sub-total of cash outflows from investing activities	**4,453,273,891.13**	1,556,473,974.89
	Net cash flows generated from investing activities	**(260,244,539.78)**	679,758,781.47

Items	**January to March 2021**	January to March 2020
III. Cash flows generated from financing activities:		
Cash received from borrowings	**7,687,590,122.23**	3,311,320,000.00
Cash received from issuance of bonds	**18,482,080,000.00**	17,006,300,000.00
Sub-total of cash inflows from financing activities	**26,169,670,122.23**	20,317,620,000.00
Cash paid for repayment of debts	**14,795,760,000.00**	16,504,125,423.19
Cash paid for repayment of borrowings	**7,717,615,414.32**	5,010,590,491.42
Cash paid for leases	**78,005,348.20**	74,371,526.79
Cash paid for distribution of dividends, or profits or for interest expenses	**407,826,124.05**	703,340,385.07
Sub-total of cash outflows from financing activities	**22,999,206,886.57**	22,292,427,826.47
Net cash flows generated from financing activities	**3,170,463,235.66**	(1,974,807,826.47)
IV. Effects of changes in foreign exchange rates on cash and cash equivalents	**7,065,783.16**	(4,265,215.01)
V. Net increase in cash and cash equivalents	**9,675,308,662.64**	21,984,489,470.01
Add: Balance of cash and cash equivalents at the beginning of the period	**61,933,204,224.22**	48,127,755,020.57
VI. Balance of cash and cash equivalents at the end of the period	**71,608,512,886.86**	70,112,244,490.58

Person-in-charge of the Company: **Yan Jun** *Person-in-charge of accounting affairs:* **Liu Qiuming** *Head of accounting department:* **He Mannian**

Cash Flow Statement of Parent Company

January to March 2021

Prepared by: Everbright Securities Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items		January to March 2021	January to March 2020
I.	**Cash flows generated from operating activities:**		
	Net decrease in financial instruments held for trading	–	4,953,553,569.52
	Net increase in placements from other financial institutions	–	3,182,422,120.50
	Net decrease in margin accounts receivable	991,187,664.19	–
	Net increase in financial assets sold under repurchase agreements	7,873,097,524.60	6,321,664,694.46
	Net cash received from securities trading agency services	1,835,843,533.88	4,823,433,283.99
	Cash received from interests, fees and commissions	2,859,476,902.43	2,569,541,359.52
	Cash received relating to other operating activities	258,786,757.99	779,050,925.92
	Sub-total of cash inflows from operating activities	13,818,392,383.09	22,629,665,953.91
	Net increase in financial assets held for trading	1,543,089,819.42	–
	Net decrease in placements from other financial institutions	7,018,697,355.11	–
	Net increase in margin accounts receivable	–	1,096,404,631.48
	Cash payment of interest, fees and commissions	480,037,847.53	514,788,229.18
	Cash paid to and on behalf of employees	550,246,706.39	505,489,689.27
	Payment for taxes and levies	435,082,561.75	227,418,698.81
	Cash paid relating to other operating activities	52,561,380.67	204,901,374.13
	Sub-total of cash outflows from operating activities	10,079,715,670.87	2,549,002,622.87
	Net cash flows generated from operating activities	3,738,676,712.22	20,080,663,331.04
II.	**Cash flows generated from investing activities:**		
	Cash received from sales of investments	5,574,329,050.41	930,395,713.94
	Cash received from return on investments	495,629,187.79	271,076,286.64
	Net cash recovered from disposal of fixed assets, intangible assets and other long-term assets	47,525.33	16,949,334.45
	Sub-total of cash inflows from investing activities	6,070,005,763.53	1,218,421,335.03
	Cash paid for acquisition of investments	4,388,902,700.00	1,519,502,680.00
	Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	40,757,383.68	35,570,803.88
	Sub-total of cash outflows from investing activities	4,429,660,083.68	1,555,073,483.88
	Net cash flows generated from investing activities	1,640,345,679.85	(336,652,148.85)

Items	**January to March 2021**	January to March 2020
III. Cash flows generated from financing activities:		
Cash received from issuance of bonds	**18,482,080,000.00**	17,006,300,000.00
Sub-total of cash inflows from financing activities	**18,482,080,000.00**	17,006,300,000.00
Cash paid for repayment of debts	**14,595,760,000.00**	16,057,050,000.00
Cash paid for leases	**46,101,769.80**	61,650,738.44
Cash paid for distribution of dividends, or profits or for interest expenses	**367,939,054.64**	463,468,780.45
Sub-total of cash outflows from financing activities	**15,009,800,824.44**	16,582,169,518.89
Net cash flows generated from financing activities	**3,472,279,175.56**	424,130,481.11
IV. Effects of changes in foreign exchange rates on cash and cash equivalents	**1,015,940.99**	5,288,501.48
V. Net increase in cash and cash equivalents	**8,852,317,508.62**	20,173,430,164.78
Add: Balance of cash and cash equivalents at the beginning of the period	**45,700,823,634.46**	32,931,128,537.66
VI. Balance of cash and cash equivalents at the end of the period	**54,553,141,143.08**	53,104,558,702.44

Person-in-charge of the Company: **Yan Jun**

Person-in-charge of accounting affairs: **Liu Qiuming**

Head of accounting department: **He Mannian**

4.2 Information on making adjustment on implementation of related items in the financial statement at the beginning of such year for the first time in 2021 against initial application of the new lease standards

☐ Applicable √ Not Applicable

4.3 Description of retrospective adjustment on the comparative figures in the previous period against initial application of the new lease standards since 2021

☐ Applicable √ Not Applicable

4.4 Audit Reports

☐ Applicable √ Not Applicable