申 萬 宏 源 集 團 股 份 有 限 公 司
SHENWAN HONGYUAN GROUP CO., LTD.

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 6806)

2021 THIRD 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 third quarterly report of Shenwan Hongyuan Group Co., Ltd. (the "**Company**") and its subsidiaries (the "**Group**") as of September 30, 2021. The financial report contained therein is prepared pursuant to the China Accounting Standards for Business Enterprises 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
Shenwan Hongyuan Group Co., Ltd.
Chu Xiaoming
Chairman

Beijing, the PRC
October 29, 2021

As at the date of this announcement, the Board comprises Mr. Chu Xiaoming and Mr. Huang Hao as executive directors; Ms. Ge Rongrong, Mr. Ren Xiaotao, Mr. Zhang Yigang, Mr. Zhu Zhilong and Ms. Zhang Ying as non-executive directors; Ms. Yeung Siuman Shirley, Mr. Wu Changqi, Mr. Chen Hanwen and Mr. Zhao Lei as independent non-executive directors.

Important Notice:

1. The board of directors, the board of supervisors and the directors, supervisors and senior management of the Company warrant the truthfulness, accuracy and completeness of the content contained in this quarterly report, and that there are no misstatements, misleading representations or material omission in the contents contained herein, and severally and are jointly bear full legal responsibilities thereof.

2. Mr. Huang Hao, the legal representative, executive director and general manager of the Company, Ms. Ren Quansheng, the chief financial officer of the Company, and Ms. Zhang Yan, the person in charge of the planning and finance department of the Company, have declared that they warrant the truthfulness, accuracy and completeness of the financial statements in this quarterly report.

3. This quarterly report was considered and approved at the 4th meeting of the fifth session of the board of directors of the Company. 11 directors shall participate in the poll of the meeting and the actual number of directors participated was 11.

4. Whether the third quarterly report of the Company is audited.

   □ Yes √ No

5. Matters on which auditors express non-standard opinions.

   □ Applicable √ Not applicable

I. Major financial data

(I) Key accounting data and financial indicators

Unit: Yuan Currency: RMB

Items	The reporting period	Increase/decrease as compared with the corresponding period of the last year (%)	From the beginning of the year to the end of the reporting period	Increase/decrease from the beginning of the year to the end of the reporting period as compared with the corresponding period of the last year (%)
Operating income	8,811,748,041.66	8.88	24,891,090,025.69	15.88
Net profit attributable to shareholders of the Company	2,888,567,728.49	15.81	7,409,477,706.79	13.48
Net profit attributable to shareholders of the Company, net of non-recurring items	2,885,130,861.34	16.23	7,398,878,450.91	15.81
Net cash flows from operating activities	—	—	-37,210,515,364.41	N/A
Basic earnings per share (RMB/share)	0.12	20.00	0.30	15.38
Diluted earnings per share (RMB/share)	0.12	20.00	0.30	15.38
Weighted average return on equity (%)	3.04	Increase by 0.14 percentage point	8.05	Increase by 0.42 percentage point

Items	As at the end of the reporting period	As at the end of last year	Increase/decrease from the end of last year (%)
Total assets	570,371,867,002.55	491,124,275,720.23	16.14
Equity attributable to shareholders of the Company	98,561,444,262.11	88,464,616,514.81	11.41

Whether retroactive adjustments or restatements are required to be made by the Company to the accounting data for the previous years

□ Yes √ No

Reason for change in accounting policies and correction of accounting errors

□ Applicable √ Not applicable

Total share capital of the Company as of the trading day prior to the disclosure:

Total share capital of the Company as of the trading day prior to the disclosure (number of shares)	25,039,944,560

Fully diluted earnings per share calculated with reference to the latest share capital:

Preference share dividend paid (RMB)	N/A
Perpetual bonds interest paid (RMB)	0.00
Fully diluted earnings per share calculated with reference to the latest share capital (RMB/share)	0.30

(II) Items and amounts of the non-recurring profit or loss

√ Applicable □ Not applicable

Unit: Yuan Currency: RMB

Items	Amount for the reporting period	Amount from the beginning of the year to the end of the reporting period	Note
Profit or loss from disposal of non-current assets (including write-offs of asset impairment provision)	73,629.93	2,066,823.26	Mainly comprising of the profit or loss from the disposal of fixed assets
Government grants attributable to profit or loss for the period (excluding those closely related to ordinary operating activities and granted on an ongoing basis in a fixed amount or fixed quota in line with national policy provisions and according to certain standards)	16,688,760.55	64,267,693.37	Mainly comprising of the financial incentives and special grants
Other non-operating income and expenses other than the above items	-12,030,785.87	-46,771,776.07	Mainly comprising of donation and sponsorship expenses
Less: Effect of income tax	1,184,076.26	4,885,223.67	
Effect of non-controlling interest (net of tax)	110,661.20	4,078,261.01	
Total	3,436,867.15	10,599,255.88	—

Details of other profit and loss items that meet the definition of non-recurring profit and loss:

□ Applicable √ Not applicable

Explanation on defining the extraordinary profit or loss items that are set out in the Explanatory Announcement No. 1 on Information Disclosure by Public Issuers — Extraordinary Profit or Loss Items (《公開發行證券的公司信息披露解釋性公告第 1 號 — 非經常性損益》) as recurring profit or loss items

√ Applicable □ Not applicable

Items	Amount (RMB)	Reason
Profit or loss from entrusting others to invest or manage assets; gains and losses on changes in fair values of holding financial assets at fair value through profit or loss, financial liabilities at fair value through profit or loss and derivative financial instruments, and investment gains obtained from the acquisition and disposal of financial assets at fair value through profit or loss, financial liabilities at fair value through profit or loss, debt securities at fair value through other comprehensive income and derivative financial instruments during the holding period; entrustment fee income from entrusted operations and etc.	7,278,482,573.38	The profit or loss from normal operating items are not included in disclosure of profit or loss from non-recurring items.

(III) Changes of key accounting data and financial indicators and reasons for changes

√ Applicable □ Not applicable

Unit: Yuan Currency: RMB

Items	September 30, 2021	December 31, 2020	Percentage of change (%)	Reason for changes
Clearing settlement funds	25,072,245,485.96	18,239,263,358.77	37.46	Increase in the self-owned clearing settlement funds and clearing settlement funds of customers
Derivative financial assets	3,509,235,493.02	1,650,557,818.88	112.61	Increase in the size of investment in derivatives
Refundable deposits	24,376,710,040.84	18,347,661,263.26	32.86	Increase in performance deposits of swap contracts and deposits of futures business and margin refinancing
Accounts receivable	6,700,428,234.57	3,088,616,075.67	116.94	Increase in accounts receivable from securities clearing
Financial assets at fair value through profit or loss	246,638,038,221.65	164,567,857,020.29	49.87	Increase in the size of investment in bonds, asset management plans, shares and other financial products
Debt securities at fair value through other comprehensive income	31,947,139,675.00	57,282,608,667.83	-44.23	Decrease in the size of bonds investment
Equity securities not held for trading	2,979,344,484.93	9,071,822,889.58	-67.16	Redemption of special account investments
Short-term debt instruments issued	24,062,143,949.17	40,505,069,024.09	-40.59	Repayment of short-term bonds
Placements from other financial institutions	7,145,358,486.31	4,430,000,000.00	61.29	Increase in placements from inter-banks and margin refinancing from China Securities Finance Corporation Limited
Financial liabilities at fair value through profit or loss	6,147,175,019.34	3,451,936,529.57	78.08	Increase in bond lending business
Derivative financial liabilities	5,189,221,851.10	2,221,290,853.65	133.61	Increase in the size of investment in derivatives
Accounts payable	11,539,004,473.37	6,271,590,506.64	83.99	Increase in performance deposit payable
Long-term bonds	157,875,198,582.71	118,167,945,322.39	33.60	Increase in the issuance of corporate bonds

Items	September 30, 2021	December 31, 2020	Percentage of change (%)	Reason for changes
Deferred tax liabilities	7,454,604.17	2,148,084.31	247.03	Increase in taxable temporary differences
Other equity instruments	5,300,000,000.00	0.00	N/A	Issuance of perpetual bonds
Items	**January to September 2021**	**January to September 2020**	**Percentage of change (%)**	**Reason for changes**
Net income from investment banking business	1,166,600,864.28	893,885,301.34	30.51	Increase in net income from securities underwriting and sponsorship business
Net interest income/(expenses)	1,076,306,615.21	2,778,165,241.75	-61.26	Decrease in interest income from stock-backed lending business; increase in interest expenses in debt financing and financial assets sold under repurchase agreements
Investment gains	8,397,668,502.54	4,366,906,785.55	92.30	Increase in gain from holding of financial instruments and gain from bid-ask spread
Other revenue	64,267,693.37	221,734,387.52	-71.02	Decrease in government grants received
Gains or losses from changes in fair value	-590,110,828.10	1,010,167,870.47	-158.42	Fair value change of financial instruments
Gains from asset disposals	2,066,823.26	4,710,969.58	-56.13	Decrease in gain from disposal of property and equipment
(Reversal of)/provision for other assets impairment	-8,231,953.56	35,036,712.27	-123.50	Reversal of provision for inventory obsolescence
Non-operating income	7,280,434.65	2,715,305.07	168.13	Receipt of related compensation and liquidated damages
Non-operating expenses	54,052,210.72	39,292,307.11	37.56	Increase in donation expenses
Other comprehensive income, net of tax	-126,141,173.85	-490,087,967.36	N/A	Changes in fair value of and impairment provision for financial instruments

II. Information of shareholders

(I) Total number of shareholders of ordinary shares and the number of shareholders of preference shares with restored voting rights and the shareholdings of the top ten shareholders

Unit: Share

Total number of shareholders of ordinary shares as at the end of the reporting period	338,468 (including 338,403 A shareholders and 65 H shareholders)			Number of shareholders of preference shares with restored voting rights as at the end of the reporting period (if any)		N/A
Shareholdings of the top ten shareholders						
Name of shareholders	**Nature of shareholders**	**Percentage of shareholdings (%)**	**Number of shares held**	**Number of shares held subject to lock-up (Share)**	**Pledged, marked or frozen**	
					Share status	**Number**
China Jianyin Investment Limited	State-owned legal entity	26.34	6,596,306,947	0	—	—
Central Huijin Investment Ltd.	State shares	20.05	5,020,606,527	0	—	—
HKSCC Nominees Limited	Overseas legal person	10.00	2,503,807,370	0	N/A	—
Shanghai Jiushi (Group) Co., Ltd.	State-owned legal entity	4.28	1,071,575,589	0	—	—
China Everbright Group Ltd.	State-owned legal entity	3.99	999,000,000	0	Pledged	67,500,000
Sichuan Development Holding Co., Ltd.	State-owned legal entity	3.88	972,543,633	0	Pledged	562,271,816
China Securities Finance Corporation Limited	Onshore general legal entity	2.54	635,215,426	0	—	—
Xinjiang Financial Investment Co., Ltd.	State-owned legal entity	1.84	460,642,216	0	Pledged	30,000,000
Hong Kong Securities Clearing Company Limited	Overseas legal person	1.38	344,953,732	0	—	—
Central Huijin Asset Management Ltd.	State-owned legal entity	0.79	197,390,385	0	—	—

Shareholdings of top ten ordinary shareholders without selling restrictions			
Name of shareholders	Number of ordinary shares without selling restrictions	Type of shares	
		Type of shares	Number
China Jianyin Investment Limited	6,596,306,947	RMB-denominated ordinary shares	6,596,306,947
Central Huijin Investment Ltd.	5,020,606,527	RMB-denominated ordinary shares	5,020,606,527
HKSCC Nominees Limited	2,503,807,370	Overseas listed foreign shares	2,503,807,370
Shanghai Jiushi (Group) Co., Ltd.	1,071,575,589	RMB-denominated ordinary shares	1,071,575,589
China Everbright Group Ltd.	999,000,000	RMB-denominated ordinary shares	999,000,000
Sichuan Development Holding Co., Ltd.	972,543,633	RMB-denominated ordinary shares	972,543,633
China Securities Finance Corporation Limited	635,215,426	RMB-denominated ordinary shares	635,215,426
Xinjiang Financial Investment Co., Ltd.	460,642,216	RMB-denominated ordinary shares	460,642,216
Hong Kong Securities Clearing Company Limited	344,953,732	RMB-denominated ordinary shares	344,953,732
Central Huijin Asset Management Ltd.	197,390,385	RMB-denominated ordinary shares	197,390,385
Descriptions on the related relationship or parties acting-in-concert among the aforesaid shareholders	Central Huijin Investment Ltd. holds the entire equity interest in China Jianyin Investment Limited, the entire equity interest in Central Huijin Asset Management Ltd. and 63.16% of equity interest in China Everbright Group Ltd.		
Description on any of the top ten ordinary shareholders participating in the margin financing and securities lending business (if any)	Due to the expiration and return of part of the contract involved in the margin refinancing business, the number of shares held by the Company's shareholder Sichuan Development Holding Co., Ltd. at the end of the reporting period increased by 86,500,000 shares as compared with the end of June 2021. As Shanghai Jiushi (Group) Co., Ltd., a shareholder of the Company, engaged in the margin refinancing business, the number of shares held at the end of the reporting period decreased by 106,676,200 shares as compared with the end of June 2021.		

Notes: 1. Among the H shareholders of the Company, HKSCC Nominees Limited holds the H shares on behalf of the non-registered shareholders;

2. In the above table, the shares held by HKSCC Nominees Limited are overseas listed foreign shares (H shares) and shares held by other shareholders are RMB-denominated ordinary shares (A shares).

(II) Total number of shareholders of preference shares of the Company and the shareholdings of the top ten shareholders of preference shares

□ Applicable √ Not applicable

III. Other significant events

√ Applicable □ Not applicable

(I) Changes in directors

1. On September 16, 2021, the Company convened the third meeting of the fifth session of the board of directors, at which the Resolution regarding the Nomination of Candidate for Director was considered and approved, agreeing to nominate Ms. Zhang Ying as a candidate for director (non-executive director) of the fifth session of the board of directors of the Company and to submit the proposal to the general meeting of the Company for consideration and election.

   On October 22, 2021, the first extraordinary general meeting of the Company in 2021 considered and approved the Resolution regarding the Election of Director of the Company and elected Ms. Zhang Ying as a director (non-executive director) of the fifth session of the board of directors of the Company.

2. On September 29, 2021, Mr. Yang Wenqing, vice chairman and a director of the Company tendered a written resignation to resign as the vice chairman and a director of the fifth session of the board of directors and a member of the strategy committee of the board of directors of the Company due to work arrangement. After the resignation, Mr. Yang Wenqing serves as a senior expert of the Company.

   For relevant details, please refer to the relevant announcements published by the Company on China Securities Journal, Securities Times, Shanghai Securities News and the Cninfo website (www.cninfo.com.cn) on September 17, September 30 and October 23, 2021 and on the HKExnews website of Hong Kong Stock Exchange (www.hkexnews.hk) on September 16, September 29 and October 22, 2021.

(II) Changes in supervisors

1. On September 25, 2021, the Company convened the third meeting of the fifth session of the board of supervisors, at which the Resolution regarding the Nomination of Candidate for Supervisors of the Company was considered and passed, agreeing to nominate Mr. Fang Rongyi as a candidate for supervisor of the fifth session of the board of supervisors of the Company and to submit the proposal to the general meeting of the Company for consideration and election.

   On October 22, 2021, the first extraordinary general meeting of the Company in 2021 considered and approved the Resolution regarding the Election of Supervisor of the Company and elected Mr. Fang Rongyi as a supervisor of the fifth session of the board of supervisors of the Company.

On October 22, 2021, the Company convened the fourth meeting of the fifth session of the board of supervisors, at which the Resolution regarding the Election of the Chairman of the Board of Supervisors was considered and passed to elect supervisor Fang Rongyi as the chairman of the fifth session of the board of supervisors of the Company.

2. On October 19, 2021 the board of supervisors of the Company received the written resignation tendered by Mr. Xu Yiyang, the chairman and a supervisor of the board of supervisors of the Company. Due to work arrangement, Mr. Xu Yiyang applied to resign as the chairman and a supervisor of the fifth session of the board of supervisors of the Company. After his resignation, Mr. Xu Yiyang serves as a special expert.

For relevant details, please refer to the relevant announcements published by the Company on China Securities Journal, Securities Times, Shanghai Securities News and the Cninfo website (www.cninfo.com.cn) on September 27, October 20 and October 23, 2021 and on the HKExnews website of the Hong Kong Stock Exchange (www.hkexnews.hk) on September 26, October 19 and October 22, 2021.

(III) Changes in company secretary and the process agent

On October 29, 2021, the Resolution regarding the Appointment of Company Secretary and Process Agent was considered and approved at the fourth meeting of the fifth session of the board of directors of the Company, pursuant to which it was approved to appoint Mr. Wong Wai Chiu (黃偉超) as the joint company secretary of the Company and authorized representative of the Company under Part 16 of the Companies Ordinance (Chapter 622 of the laws of Hong Kong) for the acceptance of service of process and notices in Hong Kong ("**Process Agent**") with effect from the date of consideration and approval of the abovementioned appointment by the board of directors. Due to job change, Ms. Chen Chun resigned as the joint company secretary of the Company and the Process Agent on October 29, 2021. The resignation of Ms. Chen Chun is effective from the date of consideration and approval of the abovementioned appointment by the board of directors. (For relevant details, please refer to the relevant announcements published by the Company on China Securities Journal, Securities Times, Shanghai Securities News and the Cninfo website (www.cninfo.com.cn) on October 30, 2021 and on the HKExnews website of the Hong Kong Stock Exchange (www.hkexnews.hk) on October 29, 2021.)

(IV) Progress of provision of guarantees

1. Progress on provision of guarantee by Shenwan Hongyuan Securities Co., Ltd. ("**Shenwan Hongyuan Securities**"), a subsidiary of the Company, for issuance of bonds by an overseas subsidiary

   Pursuant to relevant authority, on July 14, 2021, Shenwan Hongyuan Securities (the guarantor) entered into the Deed of Guarantee with China Construction Bank (Asia) Corporation Limited (the trustee) and relevant guarantee agreements to provide an unconditional irrevocable joint and several guarantee for the settlement obligations in connection with the issuance of US$500 million overseas senior fixed-rate bonds with a maturity of 5 years and a coupon rate of 1.800% by Shenwan Hongyuan International Finance Limited as the issuer, an overseas special purpose vehicle of its wholly-owned overseas subsidiary Shenwan Hongyuan (International) Holdings Limited. (For relevant details, please refer to the relevant announcements published by the Company on China Securities Journal, Securities Times, Shanghai Securities News and the Cninfo website (www.cninfo.com.cn) on July 17, 2021 and on the HKExnews website of the Hong Kong Stock Exchange (www.hkexnews.hk) on July 16, 2021.)

2. Progress on provision of guarantee by the Company for its wholly-owned subsidiary Hongyuan Hengli (Shanghai) Industrial Co., Ltd. ("**Hongyuan Hengli**")

   On September 23, 2021, the Company entered into the Guarantee Contract with Bank of Communications Co., Ltd. Shanghai Putuo Sub-branch for the comprehensive credit granting business of Hongyuan Hengli, to provide joint liability guarantee of RMB100 million for Hongyuan Hengli. On the same day, the Company entered into the Maximum Guarantee Contract with Bank of China Limited Shanghai Xuhui Sub-branch for the comprehensive credit granting business of Hongyuan Hengli, to provide joint liability guarantee of RMB100 million for Hongyuan Hengli. The guarantees provided by the Company to Hongyuan Hengli are within the amount considered and approved by the board of directors and the general meeting. (For relevant details, please refer to the relevant announcements published by the Company on China Securities Journal, Securities Times, Shanghai Securities News and the Cninfo website (www.cninfo.com.cn) on March 31, May 29 and September 28, 2021 and on the HKExnews website of the Hong Kong Stock Exchange (www.hkexnews.hk) on March 30, May 28 and September 27, 2021.)

IV. Quarterly Financial Statements

(I) Financial Statements

Consolidated statements of financial position

Prepared by: Shenwan Hongyuan Group Co., Ltd. Unit: RMB

	September 30, 2021	December 31, 2020
Assets:		
Cash and bank balances	**112,442,970,793.99**	98,793,909,304.68
including: Cash held on behalf of brokerage clients	**79,088,281,136.96**	75,871,042,528.07
Clearing settlement funds	**25,072,245,485.96**	18,239,263,358.77
including: Cash held on behalf of brokerage clients	**13,253,238,376.49**	12,265,249,174.68
Margin accounts receivable	**75,450,684,726.45**	74,212,400,779.95
Derivative financial assets	**3,509,235,493.02**	1,650,557,818.88
Refundable deposits	**24,376,710,040.84**	18,347,661,263.26
Accounts receivable	**6,700,428,234.57**	3,088,616,075.67
Financial assets held under resale agreements	**24,201,919,183.14**	26,659,737,121.39
Financial investment:		
Financial assets at fair value through profit or loss	**246,638,038,221.65**	164,567,857,020.29
Financial assets measured at amortized cost	**4,970,940,423.84**	6,452,202,502.50
Debt securities at fair value through other comprehensive income	**31,947,139,675.00**	57,282,608,667.83
Equity securities not held for trading	**2,979,344,484.93**	9,071,822,889.58
Interest in subsidiaries and associates and joint ventures	**4,251,624,868.11**	4,706,513,720.78
Investment properties	**53,587,206.91**	56,951,445.70
Property and equipment	**1,102,947,883.30**	1,137,137,261.49
Construction in progress	**181,430,358.54**	158,151,922.44
Right-of-use assets	**917,356,282.19**	864,681,645.61
Intangible assets	**208,505,647.49**	187,902,853.38
Deferred tax assets	**2,327,824,364.40**	2,206,891,829.08
Other assets	**3,038,933,628.22**	3,439,408,238.95
Total assets	**570,371,867,002.55**	491,124,275,720.23
Liabilities:		
Short-term borrowings	**3,504,801,805.02**	4,346,935,041.21
Short-term debt instruments issued	**24,062,143,949.17**	40,505,069,024.09
Placements from banks and other financial institutions	**7,145,358,486.31**	4,430,000,000.00
Financial liabilities at fair value through profit or loss	**6,147,175,019.34**	3,451,936,529.57
Derivative financial liabilities	**5,189,221,851.10**	2,221,290,853.65
Financial assets sold under repurchase agreements	**127,410,339,447.17**	103,314,546,514.10
Accounts payable to brokerage clients	**106,187,844,791.05**	97,535,040,412.63
Amounts payable to underwriting clients	**405,323,000.00**	473,250,054.25
Employee benefits payable	**4,598,521,521.71**	5,178,621,005.17
Tax liabilities	**1,366,149,189.02**	1,578,916,592.47
Accounts payable	**11,539,004,473.37**	6,271,590,506.64
Long-term bonds	**157,875,198,582.71**	118,167,945,322.39
Lease liabilities	**935,498,970.53**	862,819,522.87
Deferred tax liabilities	**7,454,604.17**	2,148,084.31
Contract liabilities	**136,605,370.40**	141,790,852.68
Other liabilities	**13,595,726,619.95**	12,551,785,946.06
Total liabilities	**470,106,367,681.02**	401,033,686,262.09
Shareholders' equity:		
Share capital	**25,039,944,560.00**	25,039,944,560.00
Other equity instruments	**5,300,000,000.00**	—
Capital reserve	**19,367,146,136.46**	19,367,146,136.46
Other comprehensive income	**-807,774,373.57**	-930,712,658.95
Surplus reserve	**3,563,550,860.40**	3,563,550,860.40
General reserve	**14,289,532,101.98**	14,240,706,517.92
Retained profits	**31,809,044,976.84**	27,183,981,098.98
Total equity attributable to shareholders of the Company	**98,561,444,262.11**	88,464,616,514.81
Non-controlling interests	**1,704,055,059.42**	1,625,972,943.33
Total equity	**100,265,499,321.53**	90,090,589,458.14
Total liabilities and equity	**570,371,867,002.55**	491,124,275,720.23

Legal representative of the Company:	Person in charge of the accounting affairs of the Company:	Person in charge of the accounting department:
Huang Hao	Ren Quansheng	Zhang Yan

Consolidated statements of profit or loss

Prepared by: Shenwan Hongyuan Group Co., Ltd. Unit: RMB

		January–September 2021	January–September 2020
I.	**Operating income**	**24,891,090,025.69**	21,479,366,117.56
	Net income from fee and commission	**6,986,901,780.65**	6,047,373,007.20
	including: Net income from brokerage business	**4,810,826,534.35**	4,231,795,882.37
	Net income from investment banking business	**1,166,600,864.28**	893,885,301.34
	Net income from asset management and fund management business	**937,956,941.98**	901,414,312.03
	Net interest income	**1,076,306,615.21**	2,778,165,241.75
	Including: Interest income	**8,330,369,846.54**	8,834,916,710.84
	Interest expenses	**7,254,063,231.33**	6,056,751,469.09
	Investment gains	**8,397,668,502.54**	4,366,906,785.55
	Including: Income from investment in associates and joint ventures	**540,135,454.45**	339,941,869.38
	Other revenue	**64,267,693.37**	221,734,387.52
	Gains or losses from changes in fair value	**-590,110,828.10**	1,010,167,870.47
	Foreign exchange gains	**-28,248,524.92**	-31,078,254.46
	Other business income	**8,982,237,963.68**	7,081,386,109.95
	Gains from asset disposals	**2,066,823.26**	4,710,969.58
II.	**Operating expenses**	**16,084,856,258.29**	13,446,245,233.80
	Tax and surcharges	**132,089,610.71**	113,637,119.27
	General and administrative expenses	**6,714,668,053.02**	5,988,507,906.92
	Credit impairment loss	**403,827,089.40**	404,686,111.72
	(Reversal of)/provision for other assets impairment	**-8,231,953.56**	35,036,712.27
	Other business costs	**8,842,503,458.72**	6,904,377,383.62
III.	**Operating profit**	**8,806,233,767.40**	8,033,120,883.76
	Add: Non-operating income	**7,280,434.65**	2,715,305.07
	Less: Non-operating expenses	**54,052,210.72**	39,292,307.11
IV.	**Total profit**	**8,759,461,991.33**	7,996,543,881.72
	Less: Income tax expense	**1,289,704,894.30**	1,392,904,460.42
V.	**Net profit**	**7,469,757,097.03**	6,603,639,421.30
	(I) Net profit classified by continuity of operations		
	1. Net profit from continuing operations	**7,469,757,097.03**	6,603,639,421.30
	2. Net profit from discontinued operations	**—**	—
	(II) Net profit classified by ownership		
	1. Shareholders of the Company	**7,409,477,706.79**	6,529,091,469.44
	2. Non-controlling interests	**60,279,390.24**	74,547,951.86

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	January–September 2021	January–September 2020
VI. Other comprehensive income, net of tax	**-126,141,173.85**	-490,087,967.36
Other comprehensive income (net of tax) attributable to shareholders of the Company	**-108,216,834.52**	-461,382,812.58
(I) Items that will not be reclassified to profit or loss	**-256,152,013.24**	23,396,078.17
1. Changes in fair value of equity securities not held for trading	**-256,152,013.24**	23,396,078.17
(II) Items that may be reclassified to profit or loss	**147,935,178.72**	-484,778,890.75
1. Other comprehensive income that can be transferred to profit or loss under the equity method	**-584,618.98**	-8,977,932.65
2. Changes in fair value of debt securities at fair value through other comprehensive income	**15,123,722.32**	-433,653,843.27
3. Credit impairment provisions of debt securities at fair value through other comprehensive income	**146,169,674.63**	11,161,850.09
4. Exchange differences on translation of financial statements in foreign currencies	**-12,773,599.25**	-53,308,964.92
Other comprehensive income (net of tax) attributable to non-controlling interests	**-17,924,339.33**	-28,705,154.78
VII. Total comprehensive income	**7,343,615,923.18**	6,113,551,453.94
Attributable to: Shareholders of the Company	**7,301,260,872.27**	6,067,708,656.86
Non-controlling interests	**42,355,050.91**	45,842,797.08
VIII. Earnings per share		
(I) Basic earnings per share	**0.30**	0.26
(II) Diluted earnings per share	**0.30**	0.26

Legal representative of the Company: Huang Hao

Person in charge of the accounting affairs of the Company: Ren Quansheng

Person in charge of the accounting department: Zhang Yan

Consolidated statements of cash flow

Prepared by: Shenwan Hongyuan Group Co., Ltd. Unit: RMB

	January–September 2021	January–September 2020
I. Cashflows from operating activities:		
Proceeds from interest income, fee and commission income	**19,082,565,330.01**	13,599,150,871.15
Increase in placements from other financial institutions	**2,683,684,110.00**	—
Increase in repurchases businesses	**30,111,855,559.01**	40,106,497,757.93
Net cash received from agency securities trading business	**2,562,547,447.78**	11,430,266,271.52
Proceeds from other operating activities	**3,526,213,828.27**	5,398,339,525.78
Sub-total of cash inflows from operating activities	**57,966,866,275.07**	70,534,254,426.38
Increase in financial instruments at fair value through profit or loss	**72,442,703,673.71**	44,411,035,251.85
Increase in margin accounts receivable	**2,952,538,527.22**	27,495,632,300.96
Decrease in placements from other financial institutions	**—**	6,272,794,839.94
Payment for interest expenses, fee and commission expenses	**4,197,588,474.54**	3,874,482,314.09
Payment of employee benefits	**5,562,433,818.66**	4,193,805,592.49
Payment of various taxes	**2,910,080,545.12**	3,013,102,668.56
Payment for other operating activities	**7,112,036,600.23**	4,262,916,731.77
Sub-total of cash outflows from operating activities	**95,177,381,639.48**	93,523,769,699.66
Net cash generated from operating activities	**-37,210,515,364.41**	-22,989,515,273.28
II. Cashflows from investing activities:		
Proceeds from disposal of investments	**33,560,929,610.75**	—
Investment returns received	**3,305,349,867.28**	2,097,694,367.82
Proceeds from disposal of subsidiaries and other business units	**—**	76,621,765.97
Proceeds from disposal of fixed assets, intangible assets and other long-term assets	**16,030,161.26**	—
Proceeds from other investing activities	**—**	53,424.65
Sub-total of cash inflows from investing activities	**36,882,309,639.29**	2,174,369,558.44
Payment for acquisition of investments	**—**	16,931,107,490.29
Payment for acquisition of fixed assets, intangible assets and other long-term assets	**196,550,454.68**	231,669,717.21
Sub-total of cash outflows from investing activities	**196,550,454.68**	17,162,777,207.50
Net cash generated from investing activities	**36,685,759,184.61**	-14,988,407,649.06

Prepared by: Shenwan Hongyuan Group Co., Ltd. Unit: RMB

	January–September 2021	January–September 2020
III. Cashflows from financing activities:		
Cash received from absorbing investment	**5,355,250,000.00**	—
Of which: Cash received from non-controlling shareholders' investments in subsidiaries	**55,250,000.00**	—
Proceeds from loans and borrowings	**4,389,511,496.53**	10,511,847,665.08
Proceeds from issuance of bonds and debt instruments	**119,735,344,204.87**	112,980,158,861.29
Sub-total of cash inflows from financing activities	**129,480,105,701.40**	123,492,006,526.37
Loans, bonds and debt instruments repaid	**101,297,109,899.16**	73,266,869,140.41
Dividends and interest for loans, bonds and debt instruments paid	**7,079,906,201.69**	5,976,904,546.04
Including: dividends and profit paid to non-controlling interests	**12,848,262.36**	19,195,107.41
Payment for lease liabilities	**304,380,063.62**	332,547,958.69
Payment for other financing activities	**—**	26,290,260.87
Sub-total of cash outflows from financing activities	**108,681,396,164.47**	79,602,611,906.01
Net cash generated from financing activities	**20,798,709,536.93**	43,889,394,620.36
IV. Effect of foreign exchange differences	**-26,660,926.85**	-34,357,547.07
V. Net increase in cash and cash equivalents	**20,247,292,430.28**	5,877,114,150.95
Add: Cash and cash equivalents at the beginning of the period	**123,198,978,108.43**	107,590,413,620.82
VI. Cash and cash equivalents at the end of the period	**143,446,270,538.71**	113,467,527,771.77

Legal representative of the Company:	Person in charge of the accounting affairs of the Company:	Person in charge of the accounting department:
Huang Hao	Ren Quansheng	Zhang Yan

(II) Explanation on Adjustments to the Financial Statements

1. Adjustment to relevant items in the financial statements at the beginning of the year in which the new standards on lease are initially implemented since 2021

   □ Applicable √ Not applicable

2. Retrospective adjustments to comparative figures for the previous period due to the initial implementation of the new standards on lease since 2021

   □ Applicable √ Not applicable

The board of directors
Shenwan Hongyuan Group Co., Ltd.
Chu Xiaoming
Chairman

October 29, 2021