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暢捷通

Chanjet

暢捷通信息技術股份有限公司

CHANJET INFORMATION TECHNOLOGY COMPANY LIMITED*

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

(Stock Code: 1588)

**ANNOUNCEMENT ON FINANCIAL INFORMATION
FOR THE FIRST QUARTER OF 2022**

This announcement is made by Chanjet Information Technology Company Limited (the “**Company**”) pursuant to Rule 13.09(2)(a) 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).

The controlling shareholder of the Company, Yonyou Network Technology Co., Ltd., will announce its unaudited first quarterly results for the three months ended 31 March 2022 (the “**Reporting Period**”) on the Shanghai Stock Exchange on 30 April 2022, including the unaudited financial information of the Company and its subsidiaries (the “**Group**”) for the Reporting Period. In order to ensure that all the shareholders of the Company have equal and timely access to the information of the Company, the Company hereby announces the following unaudited financial information according to the Accounting Standards for Business Enterprises issued by the Ministry of Finance of the People's Republic of China:

During the Reporting Period, the Group recorded operating revenue of RMB161.32 million, representing an increase of 58% as compared with the same period of last year, of which revenue generated from SaaS subscriptions was RMB85.49 million, representing an increase of 95% as compared with the same period of last year. Revenue generated from SaaS subscriptions accounted for over 50% of the total revenue of the Group. The Group recorded gross profit of RMB101.95 million, representing an increase of 37% as compared with the same period of last year.

During the Reporting Period, the net loss attributable to shareholders of the parent of the Group was RMB34.19 million, as compared to the net loss attributable to the shareholders of the parent of the Group of RMB42.77 million for the same period of last year. The net loss was narrowed down as compared with the same period of last year, mainly due to the significant increase in revenue and the increase of RMB15.60 million in total in R&D costs, selling expenses and administrative expenses, representing an increase of 11% as compared with the same period of last year (increase of RMB51.46 million or 60% for the same period of last year).

As at 31 March 2022, the total assets of the Group was RMB1,685.26 million.

During the Reporting Period, the Group focused on two major fields, namely digital intelligent finance and taxation and digital intelligent business for micro and small scale enterprises (“MSEs”), accelerated the innovation and iteration in product application, expanded sales channels and ecological cooperation, promoted the rapid development of cloud service business and recorded a significant increase of 58% in total revenue as compared with the same period of last year. At the product level, in the field of digital intelligent finance and taxation, the Group improved the usability of finance and taxation products, continued to enhance the one-click tax declaration function of RPA, and introduced a plan to integrate bills, foreign exchange translation, finance and taxation supporting the foreign trade industry; expedited the capacity building for ecological openness and integration, and enhanced the integrated application of the office platforms DingTalk and WeCom. In the field of digital intelligent business, T+Cloud optimized and transformed the mobile terminal and PC terminal around the role workbench to improve user efficiency, and realized supplementary coverage of field and industry applications through ecological cooperation. Chanjet Intelligent+ continued to strengthen its support to customers in the producer service industry, achieving closed loop business and finance integrated accounting of revenue, cost, expense and profit by projects. Chanjet Good Business has completed the basic transformation of the H5 page of mobile terminal, which is convenient for ecological integration and cooperation. At the marketing level, the Group carried out “Cloud Gathering with Benefits in Spring (春日雲聚惠)” and upgraded promotion activities for software users for MSEs, launched the social marketing of Chanjet promotion ambassadors, expanded the scale of online marketing, promoted the increase of business opportunities and accelerated the large-scale acquisition of new users and software users to realize cloud adoption and cloud migration; continued to carry out inbound marketing model, attached great importance to the combined development effect of product-driven growth, marketing-driven growth, and sales-driven growth, applied social group operation, community operation, in-product operation and other means to promote payment conversion rate; expanded and extended partners, continued to descend to the county-level market in the way of “wide coverage”, and further increased the market coverage rate.

During the Reporting Period, the Group’s cloud service business newly added more than 31,000 paying enterprise users, representing a year-on-year increase of 40%. As at the end of the Reporting Period, the number of accumulated paying enterprise users exceeded 428,000. The board of directors of the Company considers that the overall business operation of the Group remains a sound momentum of development.

The financial information for the Reporting Period in this announcement is prepared with reference to the consolidated management accounts of the Group which are neither audited nor reviewed by the auditors of the Company. **Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.**

On behalf of the Board
Chanjet Information Technology Company Limited
Wang Wenjing
Chairman

Beijing, the PRC
29 April 2022

As at the date of this announcement, the non-executive directors of the Company are Mr. Wang Wenjing and Mr. Wu Zhengping; the executive director of the Company is Mr. Yang Yuchun; and the independent non-executive directors of the Company are Mr. Chen, Kevin Chien-wen, Mr. Lau, Chun Fai Douglas, and Mr. Chen Shuning.

* *For identification purposes only*