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**Ganfeng Lithium Group Co., Ltd.**

**江西赣锋锂业集团股份有限公司**

*(formerly known as Ganfeng Lithium Co., Ltd. 江西赣锋锂业股份有限公司)*

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

**(Stock Code: 1772)**

**INSIDE INFORMATION/OVERSEAS REGULATORY  
ANNOUNCEMENT  
2022 THIRD QUARTERLY REPORT**

This announcement is made pursuant to the disclosure obligations under Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

**IMPORTANT NOTICE:**

1. The board of directors (the “**Board**”) and the supervisory committee of Ganfeng Lithium Group Co., Ltd. (the “**Company**”) as well as its directors, supervisors and senior management warrant the truthfulness, accuracy and completeness of the information contained in the quarterly report, and warrant that there are no false representations, misleading statements nor material omissions contained in this quarterly report and severally and jointly accept legal responsibility pursuant to the provision of such information.
2. Li Liangbin, chairman of the Company, Yang Manying, the person in charge of the Company’s accounting functions, and Huang Ting, the head of the Company’s accounting department (person in charge of accounting) have declared that they guarantee the truthfulness, accuracy and completeness of the financial information in the quarterly report.
3. Has the third quarterly report been audited

Yes       No

## I. KEY FINANCIAL DATA

### (I) Key accounting data and financial indicators

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

Yes  No

*Unit: RMB*

	The reporting period	Increase/ decrease for the reporting period compared with the corresponding period of last year	From the beginning of the year till the end of the reporting period	Increase/decrease for the beginning of the year till the end of the reporting period compared with the corresponding period of last year
Operating income ( <i>RMB</i> )	13,168,047,349.34	340.48%	27,611,656,306.11	291.45%
Net profit attributable to shareholders of the listed company ( <i>RMB</i> )	7,541,321,783.38	614.05%	14,794,841,018.06	498.31%
Net profit attributable to shareholders of the listed company after deduction of nonrecurring gains and losses ( <i>RMB</i> )	5,849,988,704.30	887.24%	13,882,477,731.73	872.24%
Net cash flow from operating activities ( <i>RMB</i> )	–	–	7,959,572,180.33	757.77%
Basic earnings per share ( <i>RMB/share</i> )	3.75	413.70%	7.35	315.25%
Diluted earnings per share ( <i>RMB/share</i> )	3.73	410.96%	7.33	314.12%
Weighted average rate of return on net assets	24.69%	17.51%	48.44%	31.64%
	As at the end of the reporting period		As at the end of last year	Increase/decrease at the end of the reporting period compared with the end of last year
Total assets ( <i>RMB</i> )	69,587,349,398.47		39,056,652,559.96	78.17%
Owner's equity attributable to shareholders of the listed company ( <i>RMB</i> )	38,794,842,401.45		21,893,749,372.90	77.20%

## (II) Non-recurring gains and losses items and amounts

Yes       No

*Unit: RMB*

Items	Amount for the reporting period	Amount for the period from the beginning of the year to the end of the reporting period	Explanation
Gains or losses on disposal of non-current assets (including the written-off portion of provisions for asset impairment)	3,608,594.43	-6,197,791.01	
Government grants (except for government grants which are closely related to the Company's normal business, in line with national policies and regulations and conform with the amount and quantities at a certain standard) charged to gains or losses for the current period	26,095,067.73	72,777,417.31	
Gains or losses on change in fair value arising from financial assets held for trading and financial liabilities held for trading, investment gains from disposal of financial assets held for trading, financial liabilities held for trading, and financial assets available for sale, other than effective hedging activities associated with normal business operations of the Company	1,683,202,556.51	877,536,114.14	The change was mainly due to the gain from changes in fair value of financial assets held in the reporting period
Other non-operating income and expenses apart from the items stated above	1,736,225.50	35,219,209.73	
Less: Effect on income tax	21,061,401.00	72,837,671.22	
Effect on minority interests (after tax)	2,247,964.09	-5,866,007.38	
Total	<u>1,691,333,079.08</u>	<u>912,363,286.33</u>	

Details of other gains or losses items within the definition of non-recurring gains and losses:

Yes       No

No other gains or losses items were defined as non-recurring gains and losses.

Notes for the non-recurring gains or losses items as listed in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 – Non-recurring Gains or Losses defined as the recurring gains or losses items

Yes  No

No non-recurring gains or losses items as defined and illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No. 1 – Non-recurring Gains or Losses were defined as recurring gains or losses items for the Company.

**(III) Circumstances for changes in key accounting data and financial indicators and the reasons thereof**

Yes  No

*Unit: RMB*

Balance Sheet Items	As at September 30, 2022	As at December 31, 2021	Percentage of changes	Reasons for changes
Monetary fund	12,945,332,695.60	6,332,206,445.27	104.44%	The change was mainly due to the increase in net cash flow generated from operating activities and the provision of fund for the delivery of PPG project
Accounts receivable	6,401,715,952.87	2,498,631,462.46	156.21%	The change was mainly due to the increase in accounts receivable resulting from the significant increase in revenue in the current period
Accounts receivable financing	3,711,283,079.02	823,339,173.29	350.76%	The change was mainly due to the increase in bank notes receivables
Prepayments	387,456,448.61	217,772,782.94	77.92%	The change was mainly due to the increase of advance payment made for raw materials in the current period
Other receivables	129,287,980.95	30,149,312.68	328.83%	The change was mainly due to the increase in security deposits of customs in the current period

Balance Sheet Items	As at September 30, 2022	As at December 31, 2021	Percentage of changes	Reasons for changes
Inventories	8,523,086,013.28	3,283,309,094.88	159.59%	The change was mainly due to the expansion of the Company's capacity, the increase in working capital inventory, and the increase in relevant inventory value as a result of the increase in price of lithium salt products and raw materials
Other current assets	486,320,563.96	1,159,967,547.99	-58.07%	The change was mainly due to the expiration and transfer out of term deposit due within one year
Long-term equity investments	8,413,103,682.85	4,087,405,877.15	105.83%	The change was mainly due to the increase in new investments in Mali in Africa and Ximei Resources Holding Limited (stock code: 9936.hk), and the increase in investment income of associates and joint ventures recognized under the equity method
Other non-current financial assets	4,338,689,687.38	3,330,508,557.26	30.27%	The change was mainly due to the rise in stock price of financial assets held
Investment properties	-	72,353.03	-100.00%	The change was mainly due to the collection and storage of investment properties by government in the current period
Fixed assets	4,210,280,999.00	3,028,808,445.92	39.01%	The change was mainly due to the transfer of certain construction projects to fixed assets in the current period
Construction in progress	7,900,898,040.51	5,795,422,961.90	36.33%	The change was mainly due to the increase in construction investment of lithium salt projects and lithium battery projects in the current period
Intangible assets	8,204,049,743.60	5,090,418,909.08	61.17%	The change was mainly due to the increase in new exploration rights of projects such as Hengfeng in the current period

<b>Balance Sheet Items</b>	<b>As at September 30, 2022</b>	<b>As at December 31, 2021</b>	<b>Percentage of changes</b>	<b>Reasons for changes</b>
Deferred income tax assets	416,850,987.14	698,467,923.83	-40.32%	The change was mainly due to the change in the temporary differences in income tax in the current period
Other non-current assets	2,726,515,584.78	1,882,610,894.85	44.83%	The change was mainly due to the prepayment of earnest fund for the PPG project and the investment in new projects such as PPG, Sichuan Yingbo and GAC AION in the current period
Bills payable	2,109,207,089.65	1,346,456,995.70	56.65%	The change was mainly due to the increasing usage of bank notes payables for the payment for raw materials in the current period
Accounts payable	5,820,757,631.53	1,610,805,410.44	261.36%	The change was mainly due to the increase in the production capacity, the purchasing scale and the price of material, resulting in the increase in accounts payable in the current period
Contract liabilities	365,989,998.92	150,496,946.07	143.19%	The change was mainly due to the increase of advances in the current period
Taxes payable	3,619,446,439.81	1,269,580,981.94	185.09%	The change was mainly due to the increase of the scale and performance of operations, and the increase of relevant taxes in the current period
Non-current liabilities due within one year	1,031,497,181.37	751,764,525.94	37.21%	The change was mainly due to the increase of long-term bank borrowings due within one year
Financial liabilities held for trading	–	11,157,475.00	100.00%	The change was mainly due to the expiration of relevant liabilities in the reporting period
Other current liabilities	47,578,699.86	–	100.00%	The change was mainly due to the increase in VAT sales tax stripped from advance

<b>Balance Sheet Items</b>	<b>As at September 30, 2022</b>	<b>As at December 31, 2021</b>	<b>Percentage of changes</b>	<b>Reasons for changes</b>
Long-term borrowings	7,713,200,000.00	3,638,955,880.49	111.96%	The change was mainly due to additional long-term borrowing for project construction
Lease liabilities	11,290,479.09	19,893,342.11	-43.24%	The change was mainly due to the expiry of some lease contracts in the current period
Long-term payables	1,702,560,169.89	838,677,789.55	103.01%	The change was mainly due to increase in new borrowing by NHC (a joint venture with Lithium Americas) in proportion of its equity in the current period
Accrued liabilities	33,456,856.25	17,915,427.78	86.75%	The change was mainly due to the increase in provision for guarantee of product quality in the current period
Share capital	2,016,846,559.00	1,437,478,880.00	40.30%	The change was mainly due to the conversion of capital reserve in the current period
Other comprehensive income	1,133,756,528.85	-504,543,035.29	324.71%	The change was mainly due to the rise in exchange rate for foreign currency to RMB in the current period
Undistributed profits	22,785,996,532.60	8,423,107,685.84	170.52%	The change was mainly due to the increase of profits in the current year

Income statement items	September 30, 2022	September 30, 2021	Percentage of changes	Reasons for changes
Operating income	27,611,656,306.11	7,053,758,123.88	291.45%	The change was mainly due to the increase in the production and sales volume, the price of products in the current period
Operating costs	12,172,267,460.99	4,546,330,735.40	167.74%	The change was mainly due to the increase in operating income resulting in the increase in the operating costs accordingly
Tax and surcharge	210,031,764.42	44,482,465.17	372.17%	The change was mainly due to the increase of relevant taxes as a result of the increase in operating income
Selling expenses	69,894,325.80	37,862,563.03	84.60%	The change was mainly due to the increase in sales volume resulting in the increase in selling expenses
Administrative expenses	510,479,043.08	283,788,469.95	79.88%	The change was mainly due to the provision of share incentives expenses and the increase in corresponding management cost as a result of expansion of the Company's scale in the current period
Research and development expenditure	952,428,021.30	201,017,622.29	373.80%	The change was mainly due to the increase in research and development expenses generated from solid-state batteries, materials and recycling sectors in the current period
Finance expenses	-100,557,600.06	148,590,910.53	-167.67%	The change was mainly due to the increase in exchange gains in the current period
Other revenue	72,777,417.31	31,196,168.14	133.29%	The change was mainly due to the increase in government grants related to revenue in the current period
Investment income	2,852,574,375.20	18,852,804.75	1,5030.77%	The change was mainly due to the change in profit of associates in the current period



Income statement items	September 30, 2022	September 30, 2021	Percentage of changes	Reasons for changes
Gain on change in fair value	521,435,545.17	993,762,361.70	-47.53%	The change was mainly due to the fluctuations in stock price of financial assets and the disposal of some financial assets
Impairment loss of credit ("—" denotes loss)	-15,859,948.26	-7,729,710.34	-105.18%	The change was mainly due to the increase in provision for trade receivables impairment losses in the current period
Impairment loss of assets ("—" denotes loss)	-23,431,752.04	-4,473,585.38	-423.78%	The change was mainly due to the decrease of the net realizable value of consumer lithium battery as a result of the market impact
Gains on disposal of assets	3,993,248.10	-238,152.84	1,776.76%	The change was mainly due to the increase of the gains generated from part of fixed assets disposed directly in the current period
Non-operating income	35,617,548.08	653,455.73	5,350.64%	The change was mainly due to the receipt of the break fee from the Zimbabwe Bikita project in the reporting period
Non-operating expense	10,589,377.46	7,766,535.62	36.35%	The change was mainly due to the increase of the losses from the disposal of abandoned assets in the reporting period
Income tax expenses	2,246,466,864.87	274,356,030.97	718.81%	The change was mainly due to the increase in provision for income tax expenses resulting from the increase in total profit

Cash flow statement items	September 30, 2022	September 30, 2021	Percentage of changes	Reasons for changes
Net cash flow generated from operating activities	7,959,572,180.33	927,936,788.00	757.77%	The change was mainly due to the increase in cash received from selling goods and providing services in the current period
Net cash flow generated from investing activities	-5,299,495,936.70	-2,683,294,134.64	-97.50%	The change was mainly due to the increase in cash outflow generated from investing activities in the current period
Net cash flow generated from financing activities	3,940,476,867.47	7,010,063,164.56	-43.79%	The change was mainly due to the receipt of proceeds from the issuance of H share in the corresponding period of last year, and there was no such cash inflow from proceeds in the current period

## II. INFORMATION ON SHAREHOLDERS

### (I) Total number of ordinary shareholders and preferred shareholders with voting rights resumed and shareholdings of the top ten shareholders

*Unit: Shares*

Total number of ordinary shareholders at the end of the reporting period	311,214 (A shares); 34 (H shares)	Total number of preferred shareholders with voting rights resumed at the end of the reporting period (if any)	0
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#### Shareholdings of the top ten shareholders

Name of shareholders	Nature of shareholders	Proportion of shareholding	Number of shares held	Number of shares held subject to lock-up	Status of shares	Shares pledged, marked or frozen Number
HKSCC NOMINEES LIMITED	Overseas legal person	20.01%	403,555,556	0		
Li Liangbin	Domestic natural person	18.76%	378,377,819	283,783,364	Pledged	113,990,000
Wang Xiaoshen	Domestic natural person	7.00%	141,258,466	105,943,850	Pledged	42,514,000
Hong Kong Securities Clearing Company Limited	Overseas legal person	5.62%	113,427,314	0		

Name of shareholders	Nature of shareholders	Proportion of shareholding	Number of shares held	Number of shares held subject to lock-up	Status of shares	Shares pledged, marked or frozen Number
Huang Wen	Domestic natural person	0.81%	16,349,805	0		
Shenzhen Jinhui Rongsheng Wealth Management Co., Ltd. – Jinhui Rongsheng Rongcheng Xingsheng No. 1 Private Securities Investment Fund (深圳市金匯榮盛財富管理有限公司–金匯榮盛融誠興盛一號私募證券投資基金)	Other	0.78%	15,663,068	0		
Shen Haibo	Domestic natural person	0.75%	15,226,915	11,420,186	Pledged	5,362,000
Industrial and Commercial Bank of China Limited – China Universal CSI New Energy Industry Index-based Initiative Securities Investment Fund (LOF) (中國工商銀行股份有限公司–匯添富中證新能源汽車產業指數型發起式證券投資基金(LOF))	Other	0.40%	8,064,887	0	–	–
Bank of Communications Corporation – HSBC Jinxin Low Carbon Pioneer Equity Securities Investment Fund (交通銀行股份有限公司–滙豐晉信低碳先鋒股票型證券投資基金)	Other	0.40%	7,971,457	0		
Bank of Communications Corporation – HSBC Jinxin Dynamic Strategy Hybrid Equity Securities Investment Fund (交通銀行–滙豐晉信動態策略混合型證券投資基金)	Other	0.38%	7,658,731	0		

## Shareholdings of top ten shareholders holding shares without lock-up

Name of shareholders	Number of shares held without lock-up	Class of shares	Number
HKSCC NOMINEES LIMITED	403,555,556	Overseas listed foreign shares	403,555,556
Hong Kong Securities Clearing Company Limited	113,427,314	Renminbi denominated ordinary shares	113,427,314
Li Liangbin	94,594,455	Renminbi denominated ordinary shares	94,594,455
Wang Xiaoshen	35,314,616	Renminbi denominated ordinary shares	35,314,616
Huang Wen	16,349,805	Renminbi denominated ordinary shares	16,349,805
Shenzhen Jinhui Rongsheng Wealth Management Co., Ltd. – Jinhui Rongsheng Rongcheng Xingsheng No. 1 Private Securities Investment Fund (深圳市金匯榮盛財富管理有限公司–金匯榮盛融誠興盛一號私募證券投資基金)	15,663,068	Renminbi denominated ordinary shares	15,663,068
Industrial and Commercial Bank of China Limited – China Universal CSI New Energy Industry Index-based Initiative Securities Investment Fund (LOF) (中國工商銀行股份有限公司–匯添富中證新能源汽車產業指數型發起式證券投資基金(LOF))	8,064,887	Renminbi denominated ordinary shares	8,064,887
Bank of Communications Corporation – HSBC Jinxin Low Carbon Pioneer Equity Securities Investment Fund (交通銀行股份有限公司–滙豐晉信低碳先鋒股票型證券投資基金)	7,971,457	Renminbi denominated ordinary shares	7,971,457
Bank of Communications Corporation – HSBC Jinxin Dynamic Strategy Hybrid Equity Securities Investment Fund (交通銀行–滙豐晉信動態策略混合型證券投資基金)	7,658,731	Renminbi denominated ordinary shares	7,658,731

<b>Name of shareholders</b>	<b>Number of shares held without lock-up</b>	<b>Class of shares</b>	<b>Number</b>
China Postal Savings Bank Corporation – Oriental New Energy Vehicle Thematic Hybrid Securities Investment Fund (中國郵政儲蓄銀行股份有限公司–東方新能源汽車主題混合型證券投資基金)	7,461,893	Renminbi denominated ordinary shares	7,461,893

- Explanation of the related party relationships or acting in concert for the above-mentioned shareholders
1. The Company’s de facto controller, Mr. Li Liangbin’s family have no related party relationship with the other top ten shareholders, and they are also not parties acting in concert defined under “Measures for the Administration of Disclosure of Shareholder Equity Changes of Listed Companies”;
  2. The Company is not aware of any of the other top ten shareholders who have related party relationships or are acting in concert with each other.

**(II) Total number of preferred shareholders of the Company and the shareholdings of the top ten preferred shareholders**

Yes       No

### III. OTHER MAJOR ISSUES

Yes       No

1. At the 45th meeting of the fifth session of the Board held on July 11, 2022, a resolution in relation to the acquisition of 100% equity interest in Lithea Inc. (“**Lithea**”) by GFL International Co., Limited (“**GFL International**”) or its wholly-owned subsidiary involving the Mining Rights Investment (《關於贛鋒國際或其全資子公司收購Lithea公司100%股權涉及礦業權投資的議案》) was considered and passed, approving the acquisition of no more than 100% equity interest in Lithea by GFL International or its wholly-owned subsidiary for a total consideration of no more than US\$962 million, which includes the entire equity interest value and the value of relevant debts of Lithea to be undertaken by the Company. Prior to the completion of the transaction, the Company does not hold any equity interest in Lithea. Upon the completion of the transaction, GFL International or its wholly-owned subsidiary will hold no more than 100% equity interest in Lithea. For details, please refer to the announcement regarding the Acquisition of 100% Equity Interest in Lithea by GFL International or Its Wholly-owned Subsidiary involving the Mining Rights Investment (《關於贛鋒國際或其全資子公司收購Lithea公司100%股權涉及礦業權投資的公告》) (Ann No.: 2022-066) published on the Securities Times and the CNINFO website (巨潮資訊網) ([www.cninfo.com.cn](http://www.cninfo.com.cn)) by the Company on July 12, 2022.

In October 2022, GFL International had completed the consideration payment and equity delivery of equity transaction. GFL International now holds 100% equity interest of Lithea.

2. In August 2022, the Company entered into a strategic cooperation agreement with GAC AION New Energy Automobile Co., Ltd. (“**GAC AION**”), which the parties agreed to establish a long-term strategic cooperation relationship from the upstream material end of new energy power batteries, and continue to discuss in-depth cooperation at all levels of lithium resource development, midstream lithium salt deep processing, and comprehensive recycling and utilization of waste batteries, so as to bring sustainable value to both parties and achieve win-win results. For details, please refer to the announcement regarding the Entering into the Strategic Cooperation Agreement with GAC AION (《關於與廣汽埃安簽署戰略合作協議的公告》) (Announcement No.: 2022-075) disclosed by the Company on the Securities Times and the website of CNINFO ([www.cninfo.com.cn](http://www.cninfo.com.cn)) on August 19, 2022.

3. The Company considered and approved a resolution in relation to the construction scale improvement of new-type lithium battery project with 15 GWh annual capacity by Ganfeng LiEnergy Technology Co., Ltd (“**Ganfeng LiEnergy**”) (《關於提高贛鋒鋰電年產15GWh新型鋰電池項目建設規模的議案》), a resolution in relation to the investment and construction of new-type lithium battery production project with 6 GWh annual capacity by Ganfeng LiEnergy (《關於贛鋒鋰電投資建設年產6GWh新型鋰電池生產項目的議案》), and a resolution in relation to the investment and construction of small polymer lithium battery project with 2 billion units annual capacity by Xinyu Ganfeng New Lithium Source Battery Co., Ltd. (“**Ganfeng New Lithium Source**”), the subsidiary of Ganfeng LiEnergy (《關於贛鋒鋰電子公司贛鋒新鋰源投資建設年產20億隻小型聚合物鋰電池項目的議案》) at the 47th meeting of the fifth session of the Board held on August 30, 2022. According to the product market demand and long-term orders of Ganfeng LiEnergy, and after prudent discussion, the Board agreed (i) to expand the construction scale of the new-type lithium battery projects with 5GWh annual capacity of Ganfeng LiEnergy in Jiangxi Xinyu Hi-tech Industrial Development Zone to 10GWh; (ii) to expand the construction scale of the new-type lithium battery Science and Technology Industrial Park with annual capacity of 10GWh and advanced battery research institute project in Liangjiang New Area, Chongqing to 20GWh; (iii) the investment and construction of the new-type lithium battery production project with 6 GWh annual capacity with Ganfeng LiEnergy’s self-owned funds of no more than RMB3.5 billion; and (iv) Ganfeng New Lithium Source to invest and construct small polymer lithium battery project with 2 billion units annual capacity with its self-owned funds of no more than RMB2 billion. For details, please refer to the announcement regarding the Construction Scale Improvement of Ganfeng LiEnergy New-type Lithium Battery Project with 15 GWh Annual Capacity (《關於提高贛鋒鋰電年產15GWh新型鋰電池項目建設規模的公告》) (Announcement No.: 2022-083), the announcement regarding the Investment and Construction of New-type Lithium Battery Production Project with 6 GWh Annual Capacity by Ganfeng LiEnergy (《關於贛鋒鋰電投資建設年產6GWh新型鋰電池生產項目的公告》) (Announcement No.: 2022-084), and the announcement regarding the Investment and Construction of Small Polymer Lithium Battery Project with 2 Billion Units Annual Capacity by Ganfeng New Lithium Source, the Subsidiary of Ganfeng LiEnergy (《關於贛鋒鋰電子公司贛鋒新鋰源投資建設年產20億隻小型聚合物鋰電池項目的公告》) (Announcement No.: 2022-085) disclosed by the Company on the Securities Times and the website of CNINFO ([www.cninfo.com.cn](http://www.cninfo.com.cn)) on August 31, 2022.

4. After friendly negotiation, based on the principle of “equal priority, complementary advantages, equality and mutual benefit, and win-win cooperation”, the Company entered into a strategic cooperation agreement and the project investment cooperation agreement with Mianyang Fulin Precision Machining Co., Ltd. (“**Fulin P.M.**”) in September 2022. Both parties have agreed to (i) establish a long-term, stable and close comprehensive strategic partnership in the upstream and downstream aspects of the new energy industry, and carried out in-depth cooperation in the supply of lithium salt products, lithium iron phosphate cathode products, industrial investment and project operation, and research and development in the field of new-type lithium salt to achieve win-win development; and (ii) establish a joint venture (the “**Target Company**”) and a new integrated project with an annual capacity of 200,000 tonnes of lithium dihydrogen phosphate with the Target Company as the holding company. The registered capital of the Target Company is RMB100 million, of which the Company proposed to contribute RMB40 million to hold 40% equity interest in the Target Company, and Fulin P.M. proposed to contribute RMB60 million to hold 60% equity interest in the Target Company. For details, please refer to the announcement regarding the Entering into the Strategic Cooperation Agreement with Fulin P.M. (《關於與富臨精工簽署戰略合作協議的公告》) (Announcement No.: 2022-087) and the announcement regarding the Foreign Investment and the Entering into the Project Investment Cooperation Agreement (《關於對外投資暨簽訂<項目投資合作協議>的公告》) (Announcement No.: 2022-088) disclosed by the Company on the Securities Times and the website of CNINFO (www.cninfo.com.cn) on September 2, 2022.
  
5. In September 2022, the Company entered into a capital increase agreement to Jiangxi Lingneng Lithium Co., Ltd.\* (江西領能鋰業有限公司, “**Lingneng Lithium**”) with Yichunyou Lithium Technology Co., Ltd.\* (宜春友鋰科技有限公司), Shiyan Yide Enterprise Management Centre (Limited Partnership)\*(十堰億德企業管理中心(有限合夥)), Yichun Danchen Lithium Consulting Centre (Limited Partnership)\* (宜春丹辰鋰諮詢中心(有限合夥)) and Lingneng Lithium. The Company proposed to contribute RMB300 million to Lingneng Lithium with its own funds, of which RMB240 million would be contributed to the newly-increased registered capital of Lingneng Lithium, and the remaining was contributed to the capital reserves of Lingneng Lithium. Upon completion of the transaction, the Company will hold 35.29% equity interest in Lingneng Lithium. For details, please refer to the announcement regarding the Capital Increase to Jiangxi Lingneng Lithium Co., Ltd. (《關於對江西領能鋰業有限公司增資的公告》) (Announcement No.: 2022-102) disclosed by the Company on the Securities Times and the website of CNINFO (www.cninfo.com.cn) on September 27, 2022.



6. In September 2022, the Company entered into a strategic cooperation framework agreement with the People’s Government of Yichun City in accordance with relevant laws and regulations and the principles of “equality, voluntariness, honesty, mutual benefit and win-win” based on friendly negotiation. Leveraging on their respective strengths, both parties have agreed to jointly build a whole industrial chain system from lithium resource development to lithium battery materials, new-type lithium batteries and battery applications. For details, please refer to the announcement regarding the Entering into the Strategic Cooperation Framework Agreement with the People’s Government of Yichun City (《關於與宜春市人民政府簽署戰略合作框架協議的公告》) (Announcement No.: 2022-103) disclosed by the Company on the Securities Times and the website of CNINFO (www.cninfo.com.cn) on September 29, 2022.

#### IV. QUARTERLY FINANCIAL STATEMENTS

##### (I) Financial statements

##### 1. Consolidated balance sheet

Prepared by: Ganfeng Lithium Group Co., Ltd.

September 30, 2022

Item	<i>Unit: RMB</i>	
	September 30, 2022	January 1, 2022
Current asset:		
Monetary fund	12,945,332,695.60	6,332,206,445.27
Clearing settlement fund		
Capital lending		
Financial assets held for trading	242,750,763.41	281,363,766.73
Derivative financial assets		
Bills receivable		
Accounts receivable	6,401,715,952.87	2,498,631,462.46
Accounts receivable financing	3,711,283,079.02	823,339,173.29
Prepayments	387,456,448.61	217,772,782.94
Premiums receivable		
Reinsurance receivable		
Reinsurance contract reserve receivable		

Item	September 30, 2022	January 1, 2022
Other receivables	129,287,980.95	30,149,312.68
Including: Interest receivable		
Dividend receivable		
Financial assets purchased for resale		
Inventories	8,523,086,013.28	3,283,309,094.88
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	<u>486,320,563.96</u>	<u>1,159,967,547.99</u>
 Total current assets	 <u><u>32,827,233,497.70</u></u>	 <u><u>14,626,739,586.24</u></u>
 Non-current assets:		
Loans and advances to customers		
Debt investments	341,558,126.70	333,027,308.19
Other debt investments		
Long-term receivables	51,204,097.66	42,773,865.25
Long-term equity investments	8,413,103,682.85	4,087,405,877.15
Other equity instrument investment	29,000,000.00	
Other non-current financial assets	4,338,689,687.38	3,330,508,557.26
Investment properties		72,353.03
Fixed assets	4,210,280,999.00	3,028,808,445.92
Construction in progress	7,900,898,040.51	5,795,422,961.90
Biological assets for production		
Fuel assets		
Right-of-use assets	25,735,532.11	28,088,995.04
Intangible assets	8,204,049,743.60	5,090,418,909.08
Development expenses		
Goodwill	17,615,150.54	17,615,150.54
Long-term deferred expenses	84,614,268.50	94,691,731.68
Deferred income tax assets	416,850,987.14	698,467,923.83
Other non-current assets	<u>2,726,515,584.78</u>	<u>1,882,610,894.85</u>
 Total non-current assets	 <u><u>36,760,115,900.77</u></u>	 <u><u>24,429,912,973.72</u></u>
 Total assets	 <u><u>69,587,349,398.47</u></u>	 <u><u>39,056,652,559.96</u></u>

Item	September 30, 2022	January 1, 2022
Current liabilities:		
Short-term borrowings	<b>2,018,435,208.33</b>	1,969,705,235.36
Borrowing from PBOC		
Capital borrowed		
Financial liabilities held for trading		11,157,475.00
Derivative financial liabilities		
Bills payable	<b>2,109,207,089.65</b>	1,346,456,995.70
Accounts payable	<b>5,820,757,631.53</b>	1,610,805,410.44
Advances from customers		
Contract liabilities	<b>365,989,998.92</b>	150,496,946.07
Financial assets sold under repurchase agreements		
Deposit taking and deposit in inter-bank market		
Acting trading securities		
Acting underwriting securities		
Staff salaries payable	<b>111,581,091.83</b>	110,100,022.94
Taxes payable	<b>3,619,446,439.81</b>	1,269,580,981.94
Other payables	<b>946,563,467.89</b>	989,042,551.85
Including: Interest payable		
Dividends payable		
Bank charges and commissions payable		
Reinsurance payable		
Liabilities held for sale		
Non-current liabilities due within one year	<b>1,031,497,181.37</b>	751,764,525.94
Other current liabilities	<b>47,578,699.86</b>	
	<hr/>	<hr/>
Total current liabilities	<b><u>16,071,056,809.19</u></b>	<b><u>8,209,110,145.24</u></b>

<b>Item</b>	<b>September 30, 2022</b>	January 1, 2022
Non-current liabilities:		
Insurance contract reserve		
Long-term borrowings	<b>7,713,200,000.00</b>	3,638,955,880.49
Bonds payables		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	<b>11,290,479.09</b>	19,893,342.11
Long-term payables	<b>1,702,560,169.89</b>	838,677,789.55
Long-term staff salaries payable		
Accrued liabilities	<b>33,456,856.25</b>	17,915,427.78
Deferred income	<b>89,480,719.09</b>	93,740,661.06
Deferred income tax liabilities	<b>41,563,912.67</b>	42,351,021.62
Other non-current liabilities	<b>34,967,646.04</b>	29,309,853.42
	<hr/>	<hr/>
Total non-current liabilities	<b><u>9,626,519,783.03</u></b>	<u>4,680,843,976.03</u>
	<hr/>	<hr/>
Total liabilities	<b><u>25,697,576,592.22</u></b>	<u>12,889,954,121.27</u>

<b>Item</b>	<b>September 30, 2022</b>	January 1, 2022
Owners' equity:		
Share capital	<b>2,016,846,559.00</b>	1,437,478,880.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	<b>12,274,482,646.95</b>	11,954,473,545.15
Less: treasury share		
Other comprehensive income	<b>1,133,756,528.85</b>	-504,543,035.29
Special reserve	<b>3,985,500.03</b>	3,457,663.18
Surplus reserve	<b>579,774,634.02</b>	579,774,634.02
General risk reserve		
Undistributed profits	<b><u>22,785,996,532.60</u></b>	<u>8,423,107,685.84</u>
Total of the equity attributable to the owners of the parent company	<b><u>38,794,842,401.45</u></b>	<u>21,893,749,372.90</u>
Minority interests	<b><u>5,094,930,404.80</u></b>	<u>4,272,949,065.79</u>
Total owners' equity	<b><u>43,889,772,806.25</u></b>	<u>26,166,698,438.69</u>
Total liabilities and owners' equity	<b><u>69,587,349,398.47</u></b>	<u>39,056,652,559.96</u>

*Legal  
representative:*  
**Li Liangbin**

*Chief Accountant:*  
**Yang Manying**

*Head of the Accounting  
Department:*  
**Huang Ting**

**2. Consolidated Income Statement from the beginning of the year to the end of the Reporting Period**

<i>Unit: RMB</i>		
Item	Amount for the current period	Amount for the previous period
<b>I. Total operating revenue</b>	<b>27,611,656,306.11</b>	7,053,758,123.88
Including: Operating income	<b>27,611,656,306.11</b>	7,053,758,123.88
Interest income		
Premiums earned		
Fees and commission income		
<b>II. Total operating costs</b>	<b>13,814,543,015.53</b>	5,262,072,766.37
Including: Operating costs	<b>12,172,267,460.99</b>	4,546,330,735.40
Interest expense		
Fees and commission expense		
Surrender payment		
Net expenditure for compensation payments		
Net provision for insurance liabilities		
Expenditures for insurance policy dividend		
Reinsurance expenses		
Tax and surcharge	<b>210,031,764.42</b>	44,482,465.17
Selling expenses	<b>69,894,325.80</b>	37,862,563.03
Administrative expenses	<b>510,479,043.08</b>	283,788,469.95
Research and development expenditure	<b>952,428,021.30</b>	201,017,622.29
Finance expenses	<b>-100,557,600.06</b>	148,590,910.53
Including: Interest costs	<b>276,429,937.36</b>	196,483,061.87
Interest income	<b>120,864,184.32</b>	110,383,512.36
Add: Other revenue	<b>72,777,417.31</b>	31,196,168.14
Investment income (“-” denotes loss)	<b>2,852,574,375.20</b>	18,852,804.75
Including: Share in profit of associates and joint ventures	<b>2,499,704,038.84</b>	-13,868,088.47
Gains on derecognition of financial assets measured at amortised cost		

Item	Amount for the current period	Amount for the previous period
Foreign exchange gain ("-" denotes loss)		
Gain from net exposure to hedging ("-" denotes loss)		
Gain on change in fair value ("-" denotes loss)	<b>521,435,545.17</b>	993,762,361.70
Impairment loss of credit ("-" denotes loss)	<b>-15,859,948.26</b>	-7,729,710.34
Impairment loss of assets ("-" denotes loss)	<b>-23,431,752.04</b>	-4,473,585.38
Gains on disposal of assets ("-" denotes loss)	<b>3,993,248.10</b>	-238,152.84
<b>III. Operating profit ("-" denotes loss)</b>	<b>17,208,602,176.06</b>	2,823,055,243.54
Add: Non-operating income	<b>35,617,548.08</b>	653,455.73
Less: Non-operating expense	<b>10,589,377.46</b>	7,766,535.62
<b>IV. Total profit ("-" denotes total loss)</b>	<b>17,233,630,346.68</b>	2,815,942,163.65
Less: Income tax expenses	<b>2,246,466,864.87</b>	274,356,030.97
<b>V. Net profit ("-" denotes net loss)</b>	<b>14,987,163,481.81</b>	2,541,586,132.68
(I) Classified by business continuity		
1. Net profit from continuing operations ("-" denotes net loss)	<b>14,987,163,481.81</b>	2,541,586,132.68
2. Net profit from discontinued operations ("-" denotes net loss)		
(II) Net profit attributable to the owners		
1. Net profit attributable to the owners of the parent company	<b>14,794,841,018.06</b>	2,472,792,255.27
2. Minority interests	<b>192,322,463.75</b>	68,793,877.41

Item	Amount for the current period	Amount for the previous period
<b>VI. Net other comprehensive income after tax</b>	<b>1,928,775,313.82</b>	107,282,456.16
Net amount of other comprehensive income after tax attributable to the equity holders of the Company	<b>1,638,299,564.14</b>	-46,571,695.34
(I) Other comprehensive income that cannot be reclassified into profit or loss		
1. Changes arising from the re-measurement of defined benefit plans		
2. Other comprehensive income that cannot be transferred to profit or loss under equity method		
3. Changes in fair value of investment in other equity instruments		
4. Changes in fair value of the Company's own credit risk		
5. Others		
(II) Other comprehensive income that will be reclassified into profit or loss	<b>1,638,299,564.14</b>	-46,571,695.34
1. Other comprehensive income that can be transferred to profit or loss under equity method	<b>6,180,864.93</b>	801,799.71
2. Changes in fair value of other debt investments		
3. Amount of financial assets reclassified into other comprehensive income		
4. Credit impairment provisions for other debt investment		
5. Cash flow hedge reserve		
6. Difference arising from the translation of foreign currency financial statements	<b>1,634,114,423.33</b>	-47,373,495.05
7. Others	<b>-1,995,724.12</b>	
Net other comprehensive income after tax attributable to minority shareholders	<b>290,475,749.68</b>	153,854,151.50



Item	Amount for the current period	Amount for the previous period
<b>VII. Total comprehensive income</b>	<b>16,915,938,795.63</b>	2,648,868,588.84
Total comprehensive income attributable to the owners of the parent company	<b>16,433,140,582.20</b>	2,426,220,559.93
Total comprehensive income attributable to minority shareholders	<b>482,798,213.43</b>	222,648,028.91
<b>VIII. Earnings per share:</b>		
(I) Basic earnings per share:	<b>7.35</b>	1.77
(II) Diluted earnings per share	<b>7.33</b>	1.77

*Legal  
representative:*  
**Li Liangbin**

*Chief Accountant:*  
**Yang Manying**

*Head of the Accounting  
Department:*  
**Huang Ting**

**3. Consolidated cash flow statement from the beginning of the year to the end of the Reporting Period**

<i>Unit: RMB</i>		
<b>Item</b>	<b>Amount for the current period</b>	<b>Amount for the previous period</b>
<b>I. Cash flow generated from operating activities:</b>		
Cash received from selling goods and providing services	<b>24,887,746,140.06</b>	7,095,598,511.09
Net increase in customer bank deposits and due to banks and other financial institutions		
Net increase in borrowings from PBOC		
Net increase in placements from other financial institutions		
Cash received from original insurance contract premiums		
Net cash received from reinsurance business		
Net increase in policy holder deposits and investments funds		
Cash received from interest, fees and commissions		
Net increase in capital borrowed		
Net increase in income from repurchase business		
Net cash received from securities trading agency services		
Refunds of taxes received	<b>64,842,405.80</b>	3,364,087.92
Cash received relating to other operating activities	<b>1,260,782,987.96</b>	318,233,744.52
<b>Sub-total of cash inflow from operating activities</b>	<b><u>26,213,371,533.82</u></b>	<b><u>7,417,196,343.53</u></b>

Item	Amount for the current period	Amount for the previous period
Cash paid for purchasing goods and receiving services	15,249,981,518.25	5,505,104,506.95
Net increase in customer loans and advances to customers		
Net increase in deposit in PBOC and due to banks and other financial institutions		
Cash paid for original insurance contract claimed		
Net increase in capital lending		
Cash paid for interest, fees and commissions		
Cash paid for policy holder dividend		
Cash paid to and for employees	644,319,562.67	451,648,152.47
Cash paid for taxes	1,443,871,820.48	317,935,958.07
Cash paid relating to other operating activities	915,626,452.09	214,570,938.04
<b>Sub-total of cash outflow from operating activities</b>	<b>18,253,799,353.49</b>	<b>6,489,259,555.53</b>
<b>Net cash flow generated from operating activities</b>	<b>7,959,572,180.33</b>	<b>927,936,788.00</b>
<b>II. Cash flow generated from investing activities:</b>		
Cash received from disposal of investments	1,136,068,062.84	1,965,819,850.32
Cash received from returns on investments	1,007,626,693.22	26,693,002.58
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	4,331,008.89	232,469.72
Net cash received from disposal of subsidiaries and other operating business units		984,800.00
Cash received relating to other investing activities	33,735,372.66	17,375,345.16
<b>Sub-total of cash inflow from investing activities</b>	<b>2,181,761,137.61</b>	<b>2,011,105,467.78</b>

Item	Amount for the current period	Amount for the previous period
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	2,491,246,392.03	1,400,878,524.89
Cash paid for investment	3,521,552,210.98	1,495,516,019.02
Net increase in pledge loans		
Net cash paid for acquisition of subsidiaries and other operating business units	1,467,542,195.54	47,658,340.25
Cash paid relating to other investing activities	<u>916,275.76</u>	<u>1,750,346,718.26</u>
<b>Sub-total of cash outflow from investing activities</b>	<b><u>7,481,257,074.31</u></b>	<b><u>4,694,399,602.42</u></b>
<b>Net cash flow generated from investing activities</b>	<b><u>-5,299,495,936.70</u></b>	<b><u>-2,683,294,134.64</u></b>
<b>III. Cash flow generated from financing activities:</b>		
Cash received from investment	10,880,000.00	4,953,973,351.62
Including: Cash received by subsidiaries from the investment of minority shareholders	10,880,000.00	915,584,268.13
Cash received from borrowings	7,346,952,169.20	4,770,707,368.00
Cash received relating to other financing activities	<u>392,239,779.56</u>	<u>137,743,023.61</u>
<b>Sub-total of cash inflow from financing activities</b>	<b><u>7,750,071,948.76</u></b>	<b><u>9,862,423,743.23</u></b>
Cash paid for repaying debts	2,883,999,167.06	2,150,932,800.00
Cash paid for distributing dividends and profits and interest repayment	624,915,139.65	538,069,360.34
Including: Dividends and profits paid by subsidiaries to minority shareholders		
Cash paid relating to other financing activities	<u>300,680,774.58</u>	<u>163,358,418.33</u>
<b>Sub-total of cash outflow from financing activities</b>	<b><u>3,809,595,081.29</u></b>	<b><u>2,852,360,578.67</u></b>
<b>Net cash flow generated from financing activities</b>	<b><u>3,940,476,867.47</u></b>	<b><u>7,010,063,164.56</u></b>

Item	Amount for the current period	Amount for the previous period
IV. Effect of foreign exchange rate changes on cash and cash equivalents	<u>490,155,933.63</u>	<u>-104,597,397.19</u>
V. Net increase in cash and cash equivalents	7,090,709,044.73	5,150,108,420.73
Add: Balance of cash and cash equivalents at the beginning of the period	<u>5,233,611,006.21</u>	<u>1,709,589,944.30</u>
VI. Balance of cash and cash equivalents at the end of the period	<u>12,324,320,050.94</u>	<u>6,859,698,365.03</u>

## (II) Audit report

Has the third quarterly report been audited

Yes  No

The third quarterly report of the Company has not been audited.

By order of the Board  
**GANFENG LITHIUM GROUP CO., LTD.**  
**LI Liangbin**  
*Chairman*

Jiangxi, PRC  
October 30, 2022

*As at the date of this announcement, the Board comprises Mr. LI Liangbin, Mr. WANG Xiaoshen, Ms. DENG Zhaonan and Mr. SHEN Haibo as executive directors of the Company; Mr. YU Jianguo and Ms. YANG Juan as non-executive directors of the Company; and Mr. WANG Jinben, Ms. WONG Sze Wing, Ms. XU Yixin and Mr. XU Guanghua as independent non-executive directors of the Company.*