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(A joint stock company incorporated in the People's Republic of China with limited liability under the Chinese corporate name "东方证券股份有限公司" and carrying on business in Hong Kong as "東方證券" (in Chinese) and "DFZQ" (in English))

(Stock Code: 03958)

THE FIRST QUARTERLY REPORT FOR THE YEAR 2023

The board (the "**Board**") of directors (the "**Directors**") of 東方證券股份有限公司 (the "**Company**") hereby announces the unaudited results of the Company and its subsidiaries for the first quarter ended March 31, 2023, prepared in accordance with General Accepted Accounting Principles of the People's Republic of China. This announcement is made pursuant to the Inside Information Provisions (as defined in The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Hong Kong Stock Exchange**") (the "**Listing Rules**")) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and Rules 13.09(2) and 13.10B of the Listing Rules.

This announcement contains the Chinese original version and English translation of "The First Quarterly Report for the Year 2023 of 東方證券股份有限公司" as published on the website of the Shanghai Stock Exchange, and is provided for your reference only. In case of discrepancy between the Chinese version and the English version, the Chinese version shall prevail.

By order of the Board of Directors

JIN Wenzhong

Chairman

Shanghai, PRC

April 27, 2023

As at the date of this announcement, the Board of Directors comprises Mr. SONG Xuefeng, Mr. JIN Wenzhong and Mr. LU Weiming as executive Directors; Mr. YU Xuechun, Mr. ZHOU Donghui, Mr. CHENG Feng, Mr. REN Zhixiang and Ms. ZHU Jing as non-executive Directors; and Mr. JIN Qinglu, Mr. WU Hong, Mr. FENG Xingdong, Mr. LUO Xinyu and Mr. CHAN Hon as independent non-executive Directors.

東方證券股份有限公司

The First Quarterly Report for the Year 2023

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IMPORTANT NOTICE

The Board, the supervisory committee of the Company and its Directors, supervisors and senior management warrant that the information contained herein is true, accurate and complete and there are no false representations, misleading statements contained in or material omissions from this quarterly report, for which they will assume joint and several liabilities.

The person-in-charge of the Company, the accounting chief and person-in-charge of the accounting department (head of the accounting department), warrant the truthfulness, accuracy and completeness of the financial statements set out in this quarterly report.

The Company's first quarterly report for the year 2023 was considered and approved at the 24th meeting of the fifth session of the Board of the Company and the 14th meeting of the fifth session of the supervisory committee of the Company. No Director or supervisor has raised objection to the report.

Whether the first quarterly financial statements are audited

Yes No

I. KEY FINANCIAL DATA

(i) Key accounting data and financial indicators

Items	This reporting period	The same period of the previous year		Unit: Yuan	Currency: RMB
		Before adjustment	After adjustment		
					Increase/decrease in the range of changes in this reporting period over the same period of the previous year (%)
					After adjustment
Operating income	4,436,963,376.43	3,126,093,785.97	3,126,093,785.97		41.93
Net profit attributable to the shareholders of the Company	1,428,089,623.65	228,249,413.63	228,249,413.63		525.67
Net profit attributable to the shareholders of the Company after deducting non-recurring profit or loss	1,283,457,696.75	223,978,661.59	223,978,661.59		473.03
Net cash flows from operating activities	-14,770,666,413.98	-10,009,311.52	-10,009,311.52		Not applicable
Basic earnings per share (RMB/share)	0.16	0.02	0.02		700.00
Diluted earnings per share (RMB/share)	Not applicable	Not applicable	Not applicable		Not applicable
Weighted average returns on net assets (%)	1.87	0.29	0.29		Increase of 1.58 percentage points
					Increase/decrease in the range of changes recorded at the end of this reporting period as compared with the end of the previous year (%)
	At the end of this reporting period	At the end of the previous year			After adjustment
		Before adjustment	After adjustment		
Total assets	353,723,800,812.79	368,066,958,507.49	368,066,958,507.49		-3.90
Owner's equity attributable to the shareholders of the Company	79,201,066,412.25	77,386,471,840.76	77,386,471,840.76		2.34

Reasons for retrospective adjustment or restatement:

In 2022, the Company completed the issuance of A shares and H shares by way of rights issue. According to the Accounting Standards for Business Enterprises No. 34 – Earnings per Share and the Application Guidelines, the weighted average number of ordinary shares in issue during the same period of the previous year has been retrospectively adjusted in the calculation of earnings per share to take into account the bonus shares under the rights issue.

(ii) Non-recurring profit or loss items and amounts

Applicable Not Applicable

Unit: Yuan Currency: RMB

Items	Amounts for this reporting period	Remarks
Gains or losses from disposals of non-current assets	-1,030,099.30	
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	195,021,310.79	Financial support
Other non-operating income and expenses except items above	-1,270,992.24	
Other profit or loss items conforming with the definition of non-recurring profit or loss	122,349.95	
Less: Effect of income tax	48,210,642.30	
Total	144,631,926.90	

Description of the definition of non-recurring items of profit or loss as recurring items of profit or loss as set out in the Explanatory Announcement No. 1 on Disclosure of Information by Companies Offering Securities to the Public – Non-Recurring Profit or Loss (《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》)

Applicable Not Applicable

(iii) Changes in key accounting data and financial indicators and reasons for such changes

Applicable Not Applicable

Items	Percentage change (%)	Main reasons
Operating income	41.93	Significant year-on-year increase in investment gains and gains on fair value change of the Company due to stable performance of the capital market in the first quarter
Net profit attributable to the shareholders of the Company	525.67	Increase in operating income
Net profit attributable to the shareholders of the Company after deducting non-recurring profit or loss	473.03	Increase in net profit
Net cash flows from operating activities	Not applicable	Increase in cash outflow from operating activities
Basic earnings per share (RMB/share)	700.00	Increase in net profit
Weighted average returns on net assets (%)	Increase of 1.58 percentage points	Increase in net profit

(iv) Changes in major accounting statement items

Unit: Yuan Currency: RMB

Balance sheet items	As at the end	As at the end	Increase/	Reasons
	of this reporting period	of the previous year	Decrease (%)	
Construction in progress	771,280,449.06	36,303,732.20	2,024.52	Mainly due to the increase in construction in progress of subsidiaries
Derivative financial liabilities	191,303,918.07	308,445,525.67	-37.98	Due to changes in fair value of derivatives
Funds payable to securities issuers	82,400,000.00	0.00	Not applicable	Increase in securities underwriting agent fees of subsidiaries
Deferred income tax liabilities	142,107,665.71	77,936,231.35	82.34	Increase in taxable temporary differences
Other comprehensive income	491,841,379.07	88,270,754.59	457.20	Mainly due to changes in the fair value of other debt investment and other equity instruments investment
Income statement items	This reporting period	Same period of the previous year	Increase/	Reasons
			Decrease (%)	
Net interest income	417,010,825.54	263,484,693.86	58.27	Mainly due to the increase in interest income from bond investment
Investment gains	798,374,982.34	9,629,476.05	8,190.95	Mainly due to the increase in gains from transactional financial assets and derivative investment
Gains from changes in fair value	557,315,342.07	-570,865,821.62	Not applicable	Mainly due to the increase in fair value change of transactional financial assets
Gains from asset disposal	-510,858.59	-13,431.89	Not applicable	Decrease in gains from asset disposal
Credit impairment loss	11,077,534.19	7,155,273.52	54.82	Mainly due to the provision for impairment of financial assets acquired under resale agreements
Non-operating income	195,180,836.98	9,683,626.79	1,915.58	Recognition of government grants during the period
Non-operating expenses	2,131,741.13	4,229,187.99	-49.59	Mainly due to the decrease in non-operating expenses of the Company
Income tax expenses	280,435,564.95	14,673,667.57	1,811.15	Increase in profit before tax
Other comprehensive income after tax, net	386,504,947.84	770,350,792.83	-49.83	Mainly due to the decrease in fair value change of other equity instruments investment
Basic earnings per share (RMB/share)	0.16	0.02	700.00	Due to the increase in net profit

II. SHAREHOLDERS INFORMATION

(i) Total number of ordinary shareholders and the number of preferred shareholders whose voting rights have been restored and the top ten shareholders' shareholdings

Units: Shares

Total number of ordinary shareholders at the end of the reporting period	222,430	Total number of preference shareholders whose voting rights were restored at the end of the reporting period (if any)	Not applicable
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Top 10 shareholders' shareholdings

Name of shareholders	Nature of shareholders	Number of shares held	Shareholding ratio (%)	Number of restricted shares held	Pledged, marked or frozen	
					Status of shares	Number of shares
Shenergy (Group) Company Limited	State-owned legal person	2,262,428,700	26.63	–	Nil	–
Hong Kong Securities Clearing Company Nominees Limited	Foreign legal person	1,027,064,934	12.09	–	Unknown	–
Shanghai Haiyan Investment Management Company Limited	State-owned legal person	423,186,126	4.98	–	Nil	–
Shanghai United Media Group	State-owned legal person	309,561,060	3.64	–	Nil	–
China Post Group Corporation	State-owned legal person	228,751,342	2.69	–	Nil	–
China Securities Finance Corporation Limited	Unknown	227,872,800	2.68	–	Nil	–
Hong Kong Securities Clearing Company Limited	Foreign legal person	200,582,768	2.36	–	Nil	–
Zheneng Capital Holdings Limited (浙能資本控股有限公司)	State-owned legal person	177,625,600	2.09	–	Nil	–
Shanghai Jinqiao Export Processing Zone Development Co., Ltd. (上海金橋出口加工區開發股份有限公司)	State-owned legal person	132,456,268	1.56	–	Nil	–
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	Others	112,887,537	1.33	–	Nil	–

Shareholding of the top ten shareholders of non-restricted shares

Name of shareholders	Number of circulating non-restricted shares held	Type and number of shares	
		Type of shares	Number of shares
Shenergy (Group) Company Limited	2,262,428,700	RMB ordinary shares	2,262,428,700
Hong Kong Securities Clearing Company Nominees Limited	1,027,064,934	Overseas listed foreign shares	1,027,064,934
Shanghai Haiyan Investment Management Company Limited	423,186,126	RMB ordinary shares	423,186,126
Shanghai United Media Group	309,561,060	RMB ordinary shares	309,561,060
China Post Group Corporation	228,751,342	RMB ordinary shares	228,751,342
China Securities Finance Corporation Limited	227,872,800	RMB ordinary shares	227,872,800
Hong Kong Securities Clearing Company Limited	200,582,768	RMB ordinary shares	200,582,768
Zheneng Capital Holdings Limited (浙能資本控股有限公司)	177,625,600	RMB ordinary shares	177,625,600
Shanghai Jinqiao Export Processing Zone Development Co., Ltd. (上海金橋出口加工區開發股份有限公司)	132,456,268	RMB ordinary shares	132,456,268
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	112,887,537	RMB ordinary shares	112,887,537
Related party relationship or parties acting in concert among above shareholders		Not applicable	

Description of the participation of the top 10 shareholders and the top 10 non-restricted shareholders in margin trading and short selling business and refinancing business (if any)

As of the end of the reporting period, the number of securities held in the credit securities accounts of the A-share shareholders of the above shareholders of the Company was nil. In addition to the above, the Company has not been informed of the above shareholders' participation in margin trading and short selling business or refinancing business.

III. OTHER REMINDERS

Applicable Not Applicable

1. Progress of absorption of and merger with Orient Securities Investment Banking Co., Ltd. (“Orient Investment Banking”)

In March 2023, the Company received the Reply on Approving the Proposed Absorption of and Merger with Orient Securities Investment Banking Co., Ltd. by 東方證券股份有限公司 and Change of Business Scope of 東方證券股份有限公司 (Zheng Jian Xu Ke [2023] No. 425) (《關於核准東方證券股份有限公司吸收合併東方證券承銷保薦有限公司暨變更業務範圍的批覆》(證監許可[2023]425號)) issued by the China Securities Regulatory Commission (the “CSRC”). According to the reply, upon completion of the absorption and merger, Orient Investment Banking shall be dissolved, and the original Beijing Branch of Orient Investment Banking shall be renamed as Beijing Branch of 東方證券股份有限公司. In addition, the Company was approved by the CSRC to change its business scope, in which securities underwriting (only including government bonds such as treasury bonds, local municipal bonds, financial bonds of policy banks, financing products governed by the National Association of Financial Market Institutional Investors (including but not limited to debt financing instruments of non-financial institutions)) shall be changed to securities underwriting and sponsoring, while other items shall remain unchanged. The Company will make amendments to its articles of association according to the reply, and file the amended articles of association with the local bureau of the CSRC at its domicile. (Please refer to the Company’s announcement dated March 5, 2023 published on the HKEX News website for details)

2. Issuance of corporate bonds

- 1) On February 21, 2023, the Company issued the “2023 Corporate Bonds publicly issued by 東方證券股份有限公司 (for professional investors) (first tranche)”, type 1 has an issuance size of RMB1.5 billion, a term of 2 years, and a coupon rate of 2.92%; and type 2 has an issuance size of RMB2.5 billion, a term of 3 years and a coupon rate of 3.13%.
- 2) On March 21, 2023, the Company issued the “2023 Corporate Bonds publicly issued by 東方證券股份有限公司 (for professional investors) (second tranche)” with a total issuance size of RMB2.0 billion, a term of 5 years and a coupon rate of 3.32%.

IV. QUARTERLY FINANCIAL STATEMENTS

(i) Type of audit opinion

Applicable Not Applicable

(ii) Financial statements

CONSOLIDATED BALANCE SHEET

March 31, 2023

Prepared by: 東方證券股份有限公司

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	March 31, 2023	December 31, 2022
Assets:		
Cash and bank balances	96,154,823,384.96	121,862,060,002.66
Of which: Deposits held on behalf of customers	70,157,442,937.60	97,021,385,396.12
Clearing settlement funds	31,194,034,579.06	29,106,271,550.81
Of which: Settlement funds held on behalf of customers	27,933,528,177.70	25,904,437,470.53
Precious metal		
Placements to banks and other financial institutions		
Advance to customers	21,087,818,249.95	19,498,899,240.69
Derivative financial assets	873,776,725.63	1,017,333,984.59
Deposits with exchanges and financial institutions	3,799,346,825.05	4,343,234,366.84
Receivables	860,214,130.61	908,399,001.00
Receivables financing		
Contract assets		
Financial assets acquired under resale agreements	9,279,097,817.00	8,610,880,558.04
Assets held for sale		

Items	March 31, 2023	December 31, 2022
Financial investment:		
Transactional financial assets	85,528,806,721.24	83,763,729,517.18
Debt investment	2,871,170,384.97	3,164,971,509.70
Other debt investment	82,285,096,677.34	76,862,096,223.13
Other equity instruments investment	3,776,021,261.92	3,721,657,976.43
Long-term equity investments	6,842,820,754.77	6,241,920,243.19
Investment properties	249,561,476.07	265,582,667.63
Fixed assets	1,912,974,243.87	1,953,409,128.88
Construction in progress	771,280,449.06	36,303,732.20
Right-of-use assets	647,697,648.97	639,915,273.74
Intangible assets	239,874,177.37	246,042,934.29
Goodwill	32,135,375.10	32,135,375.10
Deferred income tax assets	1,669,272,385.19	1,908,541,396.15
Other assets	3,647,977,544.66	3,883,573,825.24
Total assets	353,723,800,812.79	368,066,958,507.49
Liabilities:		
Short-term borrowings	959,780,635.71	1,171,562,484.85
Short-term financial bills payable	8,461,740,600.22	8,300,603,274.60
Due to banks and other financial institutions	8,298,668,834.77	8,352,455,555.58
Transactional financial liabilities	19,599,943,136.43	18,539,311,117.62
Derivative financial liabilities	191,303,918.07	308,445,525.67
Financial assets sold under repurchase agreements	65,647,747,004.12	62,299,523,199.74
Account payable to brokerage clients	98,022,385,423.37	123,041,419,948.13
Funds payable to securities issuers	82,400,000.00	
Accrued staff costs	2,238,806,792.16	2,129,721,135.78
Taxes payable	260,924,586.44	352,841,878.06
Payables	1,084,038,585.81	1,185,487,366.12
Contract liability	83,852,948.05	64,505,032.78
Liabilities held for sale		
Estimated liabilities		

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	March 31, 2023	December 31, 2022
Long-term borrowings	825,948,948.48	837,260,186.01
Bonds payable	61,567,061,711.55	55,802,402,880.99
Including: Preference shares		
Perpetual bonds		
Lease liabilities	644,032,861.23	645,777,030.85
Deferred income		
Deferred income tax liabilities	142,107,665.71	77,936,231.35
Other liabilities	6,400,168,212.15	7,559,417,066.64
Total liabilities	274,510,911,864.27	290,668,669,914.77
Equity of owners (or equity of shareholders):		
Paid-in capital (or share capital)	8,496,645,292.00	8,496,645,292.00
Other equity instruments	5,000,000,000.00	5,000,000,000.00
Including: Preference shares		
Perpetual bonds	5,000,000,000.00	5,000,000,000.00
Capital reserve	39,534,520,149.13	39,534,520,149.13
Less: treasury stock		
Other comprehensive income	491,841,379.07	88,270,754.59
Surplus reserve	4,293,542,227.97	4,293,542,227.97
General risk reserve	11,185,137,931.89	11,135,081,569.47
Undistributed profits	10,199,379,432.19	8,838,411,847.60
Total equity attributable to the owners (or shareholders)		
of the parent company	79,201,066,412.25	77,386,471,840.76
Non-controlling interests	11,822,536.27	11,816,751.96
Total equity of owners (or equity of shareholders)	79,212,888,948.52	77,398,288,592.72
Total liabilities and equity of owners		
(or equity of shareholders)	353,723,800,812.79	368,066,958,507.49
Person-in-charge of the Company: Jin Wenzhong	Accounting chief: Shu Hong	Person-in-charge of the accounting department: You Wenjie

CONSOLIDATED INCOME STATEMENT

January – March 2023

Prepared by: 東方證券股份有限公司

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	First quarter of 2023	First quarter of 2022
I. Total operating income	4,436,963,376.43	3,126,093,785.97
Net interest income	417,010,825.54	263,484,693.86
Of which: Interest income	1,436,215,618.83	1,340,828,641.09
Interest expense	1,019,204,793.29	1,077,343,947.23
Net fee and commission income	1,653,716,143.98	2,161,356,828.59
Of which: Net fee income from brokerage business	695,290,923.33	848,408,595.89
Net fee income from investment banking business	276,797,392.43	375,865,838.65
Net fee income from asset management business	587,345,875.85	757,908,660.19
Investment gains (“-” indicating losses)	798,374,982.34	9,629,476.05
Of which: Gains from investments in associates and joint ventures	203,986,227.26	81,223,440.72
Income generated from the derecognition of financial assets measured at amortized cost (“-” indicating losses)	-10,094.34	
Net open hedge income (“-” indicating losses)		
Other income	7,873,057.57	30,477,170.28
Gains from changes in fair value (“-” indicating losses)	557,315,342.07	-570,865,821.62
Foreign exchange gains (“-” indicating losses)	14,544,411.02	19,600,832.60
Other business income	988,639,472.50	1,212,424,038.10
Gains from asset disposal (“-” indicating losses)	-510,858.59	-13,431.89
II. Total operating expenses	2,921,481,499.37	2,888,705,553.23
Business tax and surcharges	20,607,460.07	23,578,597.20
Business and administrative expenses	1,921,863,304.14	1,685,657,697.12
Credit impairment loss	11,077,534.19	7,155,273.52
Other asset impairment loss		
Other business cost	967,933,200.97	1,172,313,985.39

Items	First quarter of 2023	First quarter of 2022
III. Operating profit (“-” indicating loss)	1,515,481,877.06	237,388,232.74
Add: Non-operating income	195,180,836.98	9,683,626.79
Less: Non-operating expenses	2,131,741.13	4,229,187.99
IV. Total profit (“-” indicating total loss)	1,708,530,972.91	242,842,671.54
Less: Income tax expenses	280,435,564.95	14,673,667.57
V. Net profit (“-” indicating net loss)	1,428,095,407.96	228,169,003.97
(i) Classified based on continuing operation		
1. Net profit from continuing operation (“-” indicating net loss)	1,428,095,407.96	228,169,003.97
2. Net profit from discontinued operation (“-” indicating net loss)		
(ii) Classified based on the nature of ownership		
1. Net profit attributable to shareholders of the parent company (“-” indicating net loss)	1,428,089,623.65	228,249,413.63
2. Profit or loss attributable to non-controlling interests (“-” indicating net loss)	5,784.31	-80,409.66
VI. Other comprehensive income after tax, net	386,504,947.84	770,350,792.83
Other comprehensive income attributable to the owners of the parent company after tax, net	386,504,947.84	770,350,792.83
(i) Other comprehensive income that cannot be reclassified to profit or loss	124,130,426.71	898,373,339.75
1. Re-measurement of amount of changes in defined benefit scheme		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3. Changes in fair value of other equity instruments investment	124,130,426.71	898,373,339.75
4. Changes in the fair value of the Company’s own credit risk		
(ii) Other comprehensive income that will be reclassified to profit or loss	262,374,521.13	-128,022,546.92
1. Other comprehensive income that can be transferred to profit or loss under the equity method	-2,397,807.47	-1,865,958.14
2. Changes in fair value of other debt investments	276,425,473.53	-122,366,157.03
3. The amount of financial assets reclassified into other comprehensive income		
4. Credit impairment provisions of other debt investment	1,186,085.09	537,678.09
5. Cash flow hedge reserve		
6. Exchange differences from translation of financial statements denominated in foreign currencies	-12,839,230.02	-4,328,109.84
7. Others		
Other comprehensive income after tax attributable to non-controlling interests, net		

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	First quarter of 2023	First quarter of 2022
VII. Total comprehensive income	1,814,600,355.80	998,519,796.80
Total comprehensive income attributable to owners of the parent company	1,814,594,571.49	998,600,206.46
Total comprehensive income attributable to non-controlling interests	5,784.31	-80,409.66
VIII. Earnings per share:		
(i) Basic earnings per share (RMB/share)	0.16	0.02
(ii) Diluted earnings per share (RMB/share)	Not Applicable	Not Applicable

Person-in-charge
of the Company:
Jin Wenzhong

Accounting chief:
Shu Hong

Person-in-charge
of the accounting department:
You Wenjie

CONSOLIDATED STATEMENT OF CASH FLOWS

January – March 2023

Prepared by: 東方證券股份有限公司

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	First quarter of 2023	First quarter of 2022
I. Cash flows from operating activities:		
Cash received for sales of goods and provision of services		
Net increase in placements from other financial institutions		
Cash received for interests, fees and commissions	2,573,024,261.08	2,958,412,287.79
Net decrease in financial assets held for transaction purposes	773,532,272.15	12,233,206,846.06
Net increase in transactional financial liabilities	538,456,727.38	
Net increase in amount due to banks and other financial institutions		
Net increase in cash from repurchase business	2,744,295,080.06	
Net decrease in advances to customers		2,573,072,753.27
Net cash received from securities trading agency services		2,099,713,982.80
Net cash received from securities underwriting agency services	82,400,000.00	
Cash received relating to other operating activities	9,972,694,507.25	3,619,219,204.01
Subtotal of cash inflows from operating activities	16,684,402,847.92	23,483,625,073.93
Net increase in financial assets held for transaction purposes		
Net decrease in amount due to banks and other financial institutions	53,786,720.81	3,687,824,576.03
Net decrease in cash from repurchase business		2,001,284,522.97
Net decrease in transactional financial liabilities		1,940,606,089.22
Net increase in advances to customers	1,517,475,125.29	
Net increase in cash from resale business		
Net cash paid for securities trading agency services	24,989,183,330.83	
Cash paid for interests, fees and commissions	730,437,311.64	589,604,535.99
Cash paid to and paid for staff	1,090,419,478.41	998,672,936.85
Taxes paid	320,551,343.02	414,194,414.58
Cash paid relating to other operating activities	2,753,215,951.90	13,861,447,309.81
Sub-total of cash outflows from operating activities	31,455,069,261.90	23,493,634,385.45
Net cash from operating activities	-14,770,666,413.98	-10,009,311.52

Items	First quarter of 2023	First quarter of 2022
II. Cash flows from investing activities:		
Cash received from disposal of investment	49,482,166.59	262,483,032.84
Cash received from investment gains	818,988,375.00	480,363,031.29
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received for disposal of subsidiaries and other operating units		
Net decrease in bond investment	293,845,706.78	163,312,622.94
Net decrease in other debt investment		1,072,490,019.45
Net decrease in other equity instruments investment	111,143,950.12	183,280,988.72
Cash received relating to other investing activities	106,896.24	66,414.53
Sub-total of cash inflows from investing activities	1,273,567,094.73	2,161,996,109.77
Cash paid for investments	18,918,400.00	44,852,547.15
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	793,899,558.77	28,930,483.30
Net cash paid for acquisition of subsidiaries and other operating units		
Net increase in other transactional financial assets	1,024,217,121.08	1,141,453,626.62
Net increase in other debt investment	5,043,662,105.82	
Cash paid for other investing activities		
Sub-total of cash outflows from investing activities	6,880,697,185.67	1,215,236,657.07
Net cash flows from investing activities	-5,607,130,090.94	946,759,452.70
III. Cash flows from financing activities:		
Cash received from investments	113,904.66	
Of which: Cash received by subsidiaries from investments from non-controlling shareholders		
Cash received from borrowings	396,498,555.40	204,313,335.83
Cash received from issue of bonds	6,016,496,642.42	2,722,704,081.05
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities	6,413,109,102.48	2,927,017,416.88
Cash repayment of debts	802,886,167.85	9,346,456,459.55
Cash paid for distribution of dividends, profits or interest payment	348,126,606.31	696,164,159.33
Of which: Dividends and profits paid to non-controlling interests by subsidiaries		
Cash paid relating to other financing activities	97,690,680.44	100,086,558.02
Sub-total of cash outflows from financing activities	1,248,703,454.60	10,142,707,176.90
Net cash from financing activities	5,164,405,647.88	-7,215,689,760.02

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	First quarter of 2023	First quarter of 2022
IV. Effect of foreign exchange rate changes on cash and cash equivalents	33,065,135.81	-55,785,138.30
V. Net increase in cash and cash equivalents	-15,180,325,721.23	-6,334,724,757.14
Add: Balance of cash and cash equivalents at the beginning of the period	93,758,164,788.45	87,686,900,848.02
VI. Balance of cash and cash equivalents at the end of the period	78,577,839,067.22	81,352,176,090.88

Person-in-charge
of the Company:
Jin Wenzhong

Accounting chief:
Shu Hong

Person-in-charge
of the accounting department:
You Wenjie

BALANCE SHEET OF THE COMPANY

March 31, 2023

Prepared by: 東方證券股份有限公司

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	March 31, 2023	December 31, 2022
Assets:		
Cash and bank balances	36,375,960,491.26	33,551,974,307.81
Of which: Deposits held on behalf of customers	23,259,861,111.12	22,473,245,778.51
Clearing settlement funds	9,019,704,366.67	9,081,227,307.75
Of which: Settlement funds held on behalf of customers	5,952,733,372.68	6,063,779,726.10
Advance to customers	20,777,311,634.21	19,145,312,926.72
Derivative financial assets	884,173,490.00	1,005,692,478.35
Deposits with exchanges and financial institutions	2,009,065,745.77	2,470,494,035.16
Receivables	301,949,617.66	207,349,056.58
Receivables financing		
Contract assets		
Financial assets acquired under resale agreements	9,144,115,542.17	8,391,821,678.56
Assets held for sale		
Financial investment:		
Transactional financial assets	68,219,399,265.14	65,810,349,553.09
Debt investment	2,871,170,384.97	3,164,971,509.70
Other debt investment	81,381,762,254.98	76,329,250,910.01
Other equity instruments investment	3,716,718,689.14	3,661,774,003.65
Long-term equity investments	23,031,023,482.70	22,516,734,677.39
Investment properties	32,152,465.02	32,540,280.51
Fixed assets	1,806,721,767.93	1,842,518,704.22
Construction in progress	26,123,623.12	26,361,402.77
Right-of-use assets	414,774,195.20	412,478,231.77
Intangible assets	174,419,102.91	176,385,972.34
Goodwill	18,947,605.48	18,947,605.48
Deferred income tax assets	1,392,325,413.57	1,622,758,177.64
Other assets	3,392,339,465.40	3,380,941,119.52
Total assets	264,990,158,603.30	252,849,883,939.02

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	March 31, 2023	December 31, 2022
Liabilities:		
Short-term borrowings		
Short-term financial bills payable	8,461,071,755.86	8,298,910,909.95
Due to banks and other financial institutions	8,298,668,834.77	8,352,455,555.58
Transactional financial liabilities	17,935,494,315.89	16,671,261,317.05
Derivative financial liabilities	185,824,094.11	307,276,292.90
Financial assets sold under repurchase agreements	64,363,277,855.62	60,147,736,497.75
Account payable to brokerage clients	29,193,366,783.40	28,526,831,390.28
Funds payable to securities issuers		
Accrued staff costs	571,751,081.98	412,420,138.13
Taxes payable	60,562,679.64	51,757,469.62
Payables	257,362,742.04	164,967,351.76
Contract liability	990,566.04	990,566.04
Liabilities held for sale		
Estimated liabilities		
Long-term borrowings		
Bonds payable	58,350,022,299.78	52,573,976,296.14
Including: Preference shares		
Perpetual bonds		
Lease liabilities	401,421,105.56	406,449,339.91
Other liabilities	4,967,942,097.24	6,523,785,609.49
Total liabilities	193,047,756,211.93	182,438,818,734.60

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	March 31, 2023	December 31, 2022
Equity of owners (or equity of shareholders):		
Paid-in capital (or share capital)	8,496,645,292.00	8,496,645,292.00
Other equity instruments	4,995,754,716.98	4,995,754,716.98
Including: Preference shares		
Perpetual bonds	4,995,754,716.98	4,995,754,716.98
Capital reserve	39,218,737,010.86	39,218,737,010.86
Less: treasury stock		
Other comprehensive income	510,336,785.25	128,877,541.72
Surplus reserve	4,289,242,027.97	4,289,242,027.97
General risk reserve	8,219,714,070.11	8,219,596,264.40
Undistributed profits	6,211,972,488.20	5,062,212,350.49
Total equity attributable to the owners (or shareholders)	71,942,402,391.37	70,411,065,204.42
Total liabilities and equity of owners (or equity of shareholders)	264,990,158,603.30	252,849,883,939.02

Person-in-charge
of the Company:
Jin Wenzhong

Accounting chief:
Shu Hong

Person-in-charge
of the accounting department:
You Wenjie

INCOME STATEMENT OF THE COMPANY

January – March 2023

Prepared by: 東方證券股份有限公司

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	First quarter of 2023	First quarter of 2022
I. Total operating income	2,251,012,528.74	1,238,819,067.81
Net interest income	289,410,015.26	137,504,695.44
Of which: Interest income	1,227,220,698.27	1,147,556,888.26
Interest expense	937,810,683.01	1,010,052,192.82
Net fee and commission income	663,142,123.55	687,462,833.93
Of which: Net fee income from brokerage business	471,373,175.38	570,267,692.85
Net fee income from investment banking business	167,712,759.17	106,217,569.14
Net fee income from asset management business		
Investment gains (“-” indicating losses)	1,055,145,819.57	526,700,323.33
Of which: Gains from investments in associates and joint ventures	161,498,335.04	135,369,098.43
Income generated from the derecognition of financial assets measured at amortized cost (“-” indicating losses)	-10,094.34	
Net open hedge income (“-” indicating losses)		
Other income	3,048,204.58	11,363,272.61
Gains from changes in fair value (“-” indicating losses)	202,610,192.26	-172,081,968.88
Foreign exchange gains (“-” indicating losses)	36,665,512.21	42,126,733.60
Other business income	1,496,697.71	5,756,609.67
Gains from asset disposal (“-” indicating losses)	-506,036.40	-13,431.89
II. Total operating expenses	1,019,265,358.14	748,806,736.54
Business tax and surcharges	15,696,056.34	13,967,432.14
Business and administrative expenses	992,205,078.85	727,540,457.99
Credit impairment loss	10,976,407.46	6,855,079.27
Other asset impairment loss		
Other business cost	387,815.49	443,767.14

Items	First quarter of 2023	First quarter of 2022
III. Operating profit (“-” indicating loss)	1,231,747,170.60	490,012,331.27
Add: Non-operating income	45,520,000.21	4,066,213.11
Less: Non-operating expenses	1,495,805.55	4,170,023.13
IV. Total profit (“-” indicating total loss)	1,275,771,365.26	489,908,521.25
Less: Income tax expenses	108,827,745.21	-139,829,509.27
V. Net profit (“-” indicating net loss)	1,166,943,620.05	629,738,030.52
(i) Net profit from continuing operation (“-” indicating net loss)	1,166,943,620.05	629,738,030.52
(ii) Net profit from discontinued operation (“-” indicating net loss)		
VI. Other comprehensive income after tax, net	364,393,566.90	773,281,149.59
(i) Other comprehensive income that cannot be reclassified to profit or loss	124,566,476.71	898,286,129.74
1. Re-measurement of amount of changes in defined benefit scheme		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3. Changes in fair value of other equity instruments investment	124,566,476.71	898,286,129.74
4. Changes in the fair value of the Company’s own credit risk		
(ii) Other comprehensive income that will be reclassified to profit or loss	239,827,090.19	-125,004,980.15
1. Other comprehensive income that can be transferred to profit or loss under the equity method	-915,909.52	-1,865,958.14
2. Changes in fair value of other debt investments	239,556,914.62	-123,676,700.10
3. The amount of financial assets reclassified into other comprehensive income		
4. Credit impairment provisions of other debt investment	1,186,085.09	537,678.09
5. Cash flow hedge reserve		
6. Exchange differences from translation of financial statements denominated in foreign currencies		
7. Others		
VII. Total comprehensive income	1,531,337,186.95	1,403,019,180.11
VIII. Earnings per share:		
(i) Basic earnings per share (RMB/share)		
(ii) Diluted earnings per share (RMB/share)		

Person-in-charge
of the Company:
Jin Wenzhong

Accounting chief:
Shu Hong

Person-in-charge
of the accounting department:
You Wenjie

STATEMENT OF CASH FLOWS OF THE COMPANY

January – March 2023

Prepared by: 東方證券股份有限公司

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	First quarter of 2023	First quarter of 2022
I. Cash flows from operating activities:		
Cash received for sales of goods and provision of services		
Net increase in placements from other financial institutions		
Net decrease in financial assets held for transaction purposes		10,557,773,503.22
Net increase in transactional financial liabilities	747,370,509.82	
Cash received for interests, fees and commissions	1,294,206,400.11	1,330,009,068.87
Net increase in amount due to banks and other financial institutions		
Net increase in cash from repurchase business	3,473,390,358.09	
Net decrease in advances to customers		2,552,362,600.21
Net cash received from securities trading agency services	666,535,393.12	2,482,323,195.47
Cash received relating to other operating activities	87,042,101.40	213,931,440.63
Subtotal of cash inflows from operating activities	6,268,544,762.54	17,136,399,808.40
Net increase in financial assets held for transaction purposes	191,201,893.20	
Net increase in placements to banks and other financial institutions		
Net decrease in amount due to banks and other financial institutions	53,786,720.81	3,687,824,576.03
Net decrease in cash from repurchase business		2,210,778,122.79
Net increase in advances to customers	1,553,079,558.79	
Net decrease in transactional financial liabilities		1,067,087,794.89
Net increase in cash from resale business		
Cash paid for interests, fees and commissions	672,670,911.75	600,671,938.53
Cash paid to and paid for staff	529,679,826.82	529,599,203.76
Taxes paid	84,804,677.56	119,537,538.85
Cash paid relating to other operating activities	1,188,408,589.73	1,783,060,401.63
Sub-total of cash outflows from operating activities	4,273,632,178.66	9,998,559,576.48
Net cash from operating activities	1,994,912,583.88	7,137,840,231.92

Items	First quarter of 2023	First quarter of 2022
II. Cash flows from investing activities:		
Cash received from disposal of investment		
Cash received from investment gains	777,407,610.82	1,073,880,536.16
Net decrease in other debt investment		1,131,567,357.34
Net decrease in other equity instruments investment	111,143,950.12	183,280,988.72
Net decrease in debt investment	293,845,706.78	163,312,622.94
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Cash received relating to other investing activities	80,596.24	
Sub-total of cash inflows from investing activities	1,182,477,863.96	552,041,505.16
Cash paid for investments		500,000,000.00
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	40,219,932.23	21,769,651.90
Net increase in other transactional financial assets	1,105,771,048.09	1,354,228,903.93
Net increase in other debt investment	4,663,323,106.82	
Cash paid for other investing activities		164,049.04
Sub-total of cash outflows from investing activities	5,809,314,087.14	1,876,162,604.87
Net cash flows from investing activities	-4,626,836,223.18	675,878,900.29
III. Cash flows from financing activities:		
Cash received from investments		
Cash received from borrowings		
Cash received from issue of bonds	5,994,425,977.30	2,691,914,603.74
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities	5,994,425,977.30	2,691,914,603.74
Cash repayment of debts	217,667,222.45	9,135,966,139.16
Cash paid for distribution of dividends, profits or interest payment	332,372,299.19	624,540,732.21
Cash paid relating to other financing activities	66,347,230.36	60,200,870.84
Sub-total of cash outflows from financing activities	616,386,752.00	9,820,707,742.21
Net cash from financing activities	5,378,039,225.30	-7,128,793,138.47
IV. Effect of foreign exchange rate changes on cash and cash equivalents	16,347,656.37	1,901,888.34
V. Net increase in cash and cash equivalents	2,762,463,242.37	686,827,882.08
Add: Balance of cash and cash equivalents at the beginning of the period	42,567,788,629.39	41,665,392,115.02
VI. Balance of cash and cash equivalents at the end of the period	45,330,251,871.76	42,352,219,997.10

Person-in-charge
of the Company:
Jin Wenzhong

Accounting chief:
Shu Hong

Person-in-charge
of the accounting department:
You Wenjie

(iii) Adjustment made to the financial statements of the beginning of the year due to implementing the new accounting standards and interpretation of standards for the first time since 2023

Applicable Not Applicable