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Holly Futures

(a joint stock company incorporated in the People's Republic of China (the "PRC") with limited liability under the Chinese corporate name 弘業期貨股份有限公司 and carrying on business in Hong Kong as Holly Futures)
(the "Company")
(Stock Code: 3678)

2023 THIRD QUARTERLY REPORT

This announcement is made by the Company (together with its subsidiaries, the "**Group**") pursuant to the disclosure obligations under Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

Summary of the unaudited results of the Group for the third quarter ended 30 September 2023 (the "**Reporting period**"):

- For the period from July to September in 2023, the Group recorded total income from operations of RMB180,039,956.97. The net profit attributable to the shareholders of the Company amounted to RMB-6,216,092.79.
- This quarterly report was prepared in accordance with the relevant disclosure requirements applicable to quarterly reports of listed companies issued by the Shenzhen Stock Exchange.
- The financial information contained in this quarterly report was prepared in accordance with the PRC GAAP.
- Unless otherwise indicated, Renminbi is the recording currency in this quarterly report.

The contents of this quarterly report are consistent with the relevant announcement published by the Company on the Shenzhen Stock Exchange. This announcement is published simultaneously in Hong Kong, China and Mainland China.

By order of the Board
Mr. Chu Kairong
Executive Director

Nanjing, the PRC
27 October 2023

As at the date of this announcement, the Board consists of Mr. Chu Kairong as executive Director; Mr. Xue Binghai, Mr Jiang Lin and Mr. Shan Bing as non-executive Directors; and Mr. Huang Dechun, Mr. Lo Wah Wai and Mr. Zhang Hongfa as independent non-executive Directors.

Holly Futures Co., Ltd.

2023 THIRD QUARTERLY REPORT

The Company and all members of the Board warrant the truthfulness, accuracy and completeness of the information disclosed therein, in which there is no false representation, misleading statement or material omission.

IMPORTANT NOTICE:

1. The Board, the Supervisory Committee, Directors, Supervisors and the senior management warrant the truthfulness, accuracy and completeness of the quarterly report, in which there is no false representation, misleading statement or material omission and for which they will assume joint and several legal liabilities.
2. The person-in-charge of the Company, the person-in-charge of the accounting work, and the person-in-charge of the accounting body (head of accounting) declare that: they warrant the truthfulness, accuracy and completeness of the financial information contained in this quarterly report.
3. Whether the third quarterly report has been audited

Yes No

I. KEY FINANCIAL INFORMATION

(I) Key accounting data and financial indicators

Whether the Company is required to make retrospective adjustments to or restatements of the accounting data of the previous years

Yes No

	Reporting Period	Increase/ Decrease comparing the Reporting Period with the same period of last year	From the beginning of the year to the end of the Reporting Period	Increase/ Decrease comparing the beginning of the year to the end of the Reporting Period with the same period of last year
Total income from operations (RMB)	180,039,956.97	-17.33%	1,091,026,704.03	12.19%
Net profit attributable to shareholders of listed company (RMB)	-6,216,092.79	3.15%	910,875.82	-96.84%
Net profit attributable to shareholders of the listed company after extraordinary profit and loss items (RMB)	-6,489,715.72	0.23%	570,252.45	-97.98%
Net cash flow from operating activities (RMB)	-	-	-2,280,962,072.67	-572.65%
Basic earnings per share (RMB/share)	-0.0062	8.82%	0.0009	-97.13%
Diluted earnings per share (RMB/share)	-0.0062	8.82%	0.0009	-97.13%
Weighted average return on net assets	-0.34%	0.02%	0.05%	-1.63%
				Increase/Decrease comparing the end of the Reporting Period with the end of last year
	At the end of the Reporting Period		At the end of last year	
Total assets (RMB)	8,467,243,864.02		10,483,928,699.73	-19.24%
Equity attributable to shareholders of listed company (RMB)	1,842,645,015.28		1,837,323,909.18	0.29%

(II) Extraordinary profit and loss items and amount

Applicable Not applicable

Unit: RMB

Items	Amount for the Reporting Period	Amount from the beginning of the year to the end of the Reporting Period	Description
Profit or loss on disposal of non-current assets (including the write-off of the asset impairment provision)	-95,520.70	-117,356.54	
Government grants recognised through profit or loss for the period (except for those closely associated with the normal operations of the Company which were accounted for in certain standard amount or volume in compliance with the requirement of the policies of the State and in accordance with uniform standard of the State)	35,643.92	71,143.10	
Other non-operating income and expenses other than the foregoing item	377,794.41	500,377.94	
Less: effect of income tax	44,294.70	113,541.13	
Total	273,622.93	340,623.37	-

Details of other extraordinary profit and loss items falling within the meaning of extraordinary profit and loss:

Applicable Not applicable

The Company does not have any other extraordinary profit and loss items falling within the meaning of extraordinary profit and loss.

Explanation on the definition of extraordinary profit or loss items as recurring profit or loss items as set out in the “Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their securities to the public – Extraordinary Profit or Loss”

Applicable Not applicable

The Company does not define the extraordinary profit or loss items as recurring profit and loss items listed in “Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their securities to the public – Extraordinary Profit or Loss”.

(III) The changes in key accounting data and financial indicators and the reason

✓ Applicable □ Not applicable

Unit: RMB

Items on accounting statements	30 September 2023	31 December 2022	Changes	Reason for the change
Monetary funds	3,917,141,861.26	6,348,666,153.74	-38.30%	Mainly due to the decrease in the customer margin deposits.
Including: Futures margin deposits	3,648,537,965.68	6,026,696,688.51	-39.46%	Mainly due to the decrease in the customer margin deposits.
Currency deposits receivable	3,263,875,253.27	2,054,665,070.53	58.85%	Mainly due to increase in the Company's settlement reserve placed with the Stock Exchange.
Pledged deposits receivable	39,296,880.00	981,207,968.00	-96.00%	Mainly due to the decrease in the size of customers' pledged deposits in treasury bonds.
Advance to customers	25,420,197.54	5,953,971.21	326.95%	Mainly due to the increase in the size of the securities and brokerage financing business of a subsidiary, Holly International Financial.
Derivative financial assets	2,866,932.96	19,223,235.33	-85.09%	Mainly due to the decrease in the size of option contracts on hand of a subsidiary, Holly Capital, at the end of the Reporting Period.
Receivables financing	10,222,680.00	0.00	N/A	Mainly due to the addition of bank acceptance notes for the business development of a subsidiary, Holly Capital.
Financial assets purchased under resale agreements	78,778,988.03	0.00	N/A	Mainly due to the fact that there was no operation of treasury bond reverse repurchase by the Company at the end of last year.
Inventories	6,381,769.93	0.00	N/A	Mainly due to the fact that no inventories were held by a subsidiary, Holly Capital, at the end of last year.
Deferred tax assets	22,048,842.26	16,637,688.15	32.52%	Mainly due to the increase in the deferred tax assets of unrealised profit or loss resulting from internal transactions of the Group.
Other assets	44,053,220.31	27,308,606.63	61.32%	Mainly due to the increase in advance payment made in accordance with the relevant business contracts of a subsidiary, Holly Capital.
Short-term borrowings	49,778,096.61	0.00	N/A	Mainly due to the addition of bank credit borrowings for the business development of a subsidiary, Holly Capital.
Pledged deposits payable	39,296,880.00	981,207,968.00	-96.00%	Mainly due to the decrease in the size of customers' pledged deposits in treasury bonds.

Items on accounting statements	30 September 2023	31 December 2022	Changes	Reason for the change
Derivative financial liabilities	10,215,152.65	22,573,170.18	-54.75%	Mainly due to the decrease in the size of option contracts on hand of a subsidiary, Holly Capital, at the end of the Reporting Period.
Financial assets sold under agreements to repurchase	52,899,884.28	35,197,232.68	50.30%	Mainly due to the increase in the size of the Company's business of sales under agreements to repurchase.
Futures investors protection funds payable	235,294.42	394,274.29	-40.32%	Mainly due to the contribution of the futures investor protection fund by the Company.
Employee benefits payable	1,295,483.76	2,882,801.23	-55.06%	Mainly due to the payment of bonuses accrued last year by the Company during the Reporting Period.
Taxes payable	1,747,975.10	3,148,586.05	-44.48%	Mainly due to the decrease in the corporate income tax payable of the Company.
Contract liabilities	19,669,738.40	0.00	N/A	Mainly due to the increase in receipts in advance in accordance with the relevant business contracts of a subsidiary, Holly Capital.
Other payables	66,879,289.64	149,435,444.94	-55.25%	Mainly due to the payment of the cash dividends payable for the half-year of 2022 and the amount payable for the office renovation project of the Financial City accrued at the end of last year by the Company.
Other comprehensive income	8,679,030.37	4,268,800.09	103.31%	Mainly due to the translation of statements denominated in foreign currencies resulted from exchange rate movements.

Items on accounting statements	Amount from the beginning of the year to the end of the Reporting Period	Amount for the same period of last year	Changes	Reason for the change
Interest expense	849,603.16	502,259.03	69.16%	Mainly due to the increase in the size of the Company's business of sales under agreements to repurchase.
Investment gains (loss denoted by "-")	-11,161,429.38	1,733,032.45	-744.04%	Mainly due to the loss on disposal of derivative financial instruments by a subsidiary, Holly Capital.
Investment gain of associates and joint ventures	77,801.88	1,177,714.37	-93.39%	Mainly due to the decrease in net profit of associates.
Other gains	93,194.69	367,168.60	-74.62%	Mainly due to the decrease in the receipt of government grants and individual income tax refund.

Items on accounting statements	Amount from the beginning of the year to the end of the Reporting Period	Amount for the same period of last year	Changes	Reason for the change
Gains from changes in fair value (loss denoted by “-”)	12,935,842.68	-34,266,542.87	137.75%	Mainly due to the rebound in the fair value of the funds, trading securities and other financial assets invested by the Company.
Foreign exchange gains (loss denoted by “-”)	223,033.83	4,917,749.05	-95.46%	Mainly due to the higher exchange gains resulted from greater exchange rate volatility in the corresponding period of last year.
Taxes and surcharges	2,885,230.88	1,378,646.06	109.28%	Mainly due to the increase in the property tax payable of the Company.
Credit impairment loss	657,349.03	-582,173.79	212.91%	Mainly due to the adjustment of the bad debt provision in accordance with the accounting policies by the Company.
Profit from operations (loss denoted by “-”)	1,332,939.54	36,815,971.16	-96.38%	Mainly due to the decrease in net handling fee and commission income and the increase in operating and administrative expenses.
Non-operating expenses	180,145.98	304,462.64	-40.83%	Mainly due to the write-off of other certain receivables of the Company in the corresponding period of last year, and there were no relevant circumstances in the current year.
Total profit (loss denoted by “-”)	1,811,265.89	37,271,802.36	-95.14%	Mainly due to the decrease in net handling fee and commission income and the increase in operating and administrative expenses.
Income tax expense	900,390.07	8,435,233.10	-89.33%	Mainly due to the decrease in total profit of the Company.
Net Profit (loss denoted by “-”)	910,875.82	28,836,569.26	-96.84%	Mainly due to the decrease in total profit of the Company.
Other comprehensive income, net of tax	4,410,230.28	13,766,892.78	-67.96%	Mainly due to the higher translation differences resulted from greater exchange rate volatility in the corresponding period of last year.
Other comprehensive income that can be reclassified into profit or loss under the equity method	-41.21	-28.89	-42.64%	Mainly due to the decrease in other comprehensive income of associates.
Exchange rate differences of financial statements denominated in foreign currency	4,410,271.49	13,766,921.67	-67.96%	Mainly due to the in higher translation differences resulted from greater exchange rate volatility in the corresponding period of last year.
Total comprehensive income	5,321,106.10	42,603,462.04	-87.51%	Mainly due to the decrease in net profit of the Company.

II. SHAREHOLDER INFORMATION

(I) Total number of ordinary shareholders and preferred shareholders of which voting rights have resumed and shareholding of top ten shareholders

Unit: share

Total number of ordinary shareholders as at the end of the Reporting Period	39,623	Total number of preferred shareholders of which voting rights have resumed as at the end of the Reporting Period (if any)	0
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Shareholding of Top Ten Shareholders

Name of shareholder	Nature of shareholder	Proportion of shareholding	Shareholding	Number of shares subject to selling restriction	Pledged, marked or frozen Status	Number of shares
Jiangsu SOHO Holdings Group Co., Ltd. (江蘇省蘇豪控股集團有限公司)	State-owned legal-person	27.33%	275,456,777	275,456,777		
HKSCC NOMINEES LIMITED	Foreign legal-person	24.78%	249,690,049	0		
Soho Holly Corporation (蘇豪弘業股份有限公司)	State-owned legal-person	14.68%	147,900,000	147,900,000		
Jiangsu Holly Su Industrial Co., Ltd. (江蘇弘蘇實業有限公司)	Domestic non-state-owned legal-person	14.24%	143,548,000	0	frozen pledged	143,548,000
Jiangsu High Hope International Group Corporation (江蘇匯鴻國際集團股份有限公司)	State-owned legal-person	6.34%	63,930,134	0		
Jiangsu Holly International Logistics Corporation (江蘇弘業國際物流有限公司)	State-owned legal-person	0.82%	8,285,345	8,285,345		
Hong Kong Securities Clearing Company Limited	Foreign legal-person	0.18%	1,853,413	0		
Industrial Bank Co., Ltd – China Southern Finance – themed Flexible Allocation Hybrid Securities Investment Fund (興業銀行股份有限公司 – 南方金融主題靈活配置混合型證券投資基金)	Others	0.16%	1,564,600	0		
Shenwan Hongyuan Securities Co., Ltd. (申萬宏源證券有限公司)	State-owned legal-person	0.05%	531,531	0		
Li Baochuan	Domestic natural person	0.05%	502,000	0		

Shareholding of Top Ten Shareholders Not Subject to Trading Moratorium

Name of shareholder	Number of circulating shares not subject to trading moratorium	Class	Class of shares	Number of shares
Hong Kong Securities Clearing Company Limited	249,690,049		Foreign shares listed overseas	249,690,049
Jiangsu Holly Su Industrial Co., Ltd. (江蘇弘蘇 實業有限公司)	143,548,000		RMB ordinary shares	143,548,000
Jiangsu High Hope International Group Corporation (江蘇匯鴻國際集團股份有限 公司)	63,930,134		RMB ordinary shares	63,930,134
Hong Kong Securities Clearing Company Limited	1,853,413		RMB ordinary shares	1,853,413
Industrial Bank Co., Ltd – China Southern Finance – themed Flexible Allocation Hybrid Securities Investment Fund (興業銀行股份有限公司–南 方金融主題靈活配置混合型證券投資基金)	1,564,600		RMB ordinary shares	1,564,600
Shenwan Hongyuan Securities Co., Ltd. (申萬宏源證券有限公司)	531,531		RMB ordinary shares	531,531
Li Baochuan	502,000		RMB ordinary shares	502,000
CHEN Shumin	401,800		RMB ordinary shares	401,800
Agricultural Bank of China Limited – Fullgoal CSI 1000 Index Enhanced Securities Investment Fund (LOF) (中國農業銀行股份有 限公司–富國中證1000指數增強型證券投資 基金(LOF))	377,300		RMB ordinary shares	377,300
CITIC Securities Co., Ltd. (中信證券股份有限公司)	361,165		RMB ordinary shares	361,165
Explanation on the connected relationship of the shareholders and action in concert among the aforesaid shareholders	Soho Holly Corporation (“ Soho Holly ”), Jiangsu Holly International Logistics Corporation (“ Holly Logistics ”) and Jiangsu High Hope International Group Co., Ltd. are all enterprises controlled by Jiangsu SOHO Holdings Group Co., Ltd.. Holly Logistics are joint stock subsidiaries (參股子公司) of Soho Holly. Save from the aforesaid, the Company is not aware of any connected relationship nor action in concert among the aforesaid shareholders.			
Explanation (if any) of the participation of the top ten shareholders in the securities financing	Nil.			

(II) Total number of preferred shareholders and the shareholding of top ten preferred shareholders

Applicable Not applicable

III. OTHER IMPORTANT MATTERS

Applicable Not applicable

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Financial Statements

1. Consolidated Balance Sheet

Prepared by: Holly Futures Co., Ltd.

30 September 2023

Unit: RMB

Items	30 September 2023	1 January 2023
Assets:		
Monetary funds	3,917,141,861.26	6,348,666,153.74
Including: Customer deposits		
Futures margin deposits	3,648,537,965.68	6,026,696,688.51
Settlement deposits		
Including: Deposits held on behalf of customers		
Precious metal		
Due from bank and other financial institutions		
Currency deposits receivable	3,263,875,253.27	2,054,665,070.53
Pledged deposits receivable	39,296,880.00	981,207,968.00
Settlement deposits receivable	20,000,000.00	20,000,000.00
Advance to customers	25,420,197.54	5,953,971.21
Derivative financial assets	2,866,932.96	19,223,235.33
Refundable deposits		
Trade receivables		
Trade receivables financing	10,222,680.00	
Other receivables	34,467,491.26	45,557,381.12
Contract assets		
Financial assets purchased under resale agreements	78,778,988.03	
Held-for-sale assets		
Inventories	6,381,769.93	

Items	30 September 2023	1 January 2023
Financial investment:	603,683,387.04	558,851,538.15
Financial assets held for trading	603,683,387.04	558,851,538.15
Debt investments		
Other debt investments		
Other equity instruments investment		
Long-term equity investments	8,330,147.38	8,252,386.71
Investment in futures membership	1,858,815.00	1,846,635.00
Investment properties	48,420,728.00	48,420,728.00
Fixed assets	313,924,836.10	324,646,521.40
Work in progress		
Right-of-use assets	25,921,255.68	22,154,853.76
Intangible assets	550,578.00	535,962.00
Goodwill		
Deferred tax assets	22,048,842.26	16,637,688.15
Other assets	44,053,220.31	27,308,606.63
Total assets	8,467,243,864.02	10,483,928,699.73
Liabilities:		
Short-term borrowings	49,778,096.61	
Currency deposits payable	6,052,815,352.02	7,092,720,613.41
Pledged deposits payable	39,296,880.00	981,207,968.00
Short-term financing instrument payables		
Due to bank and other financial institutions		
Financial liabilities held for trading	68,288,748.93	86,445,401.37
Derivative financial liabilities	10,215,152.65	22,573,170.18
Financial assets sold under agreements to repurchase	52,899,884.28	35,197,232.68
Futures risk reserve	166,791,091.55	160,851,377.70
Securities brokering		
Securities underwriting		
Notes payable		
Futures investors protection funds	235,294.42	394,274.29
Employee benefits payable	1,295,483.76	2,882,801.23
Taxes payable	1,747,975.10	3,148,586.05
Trade Payable		
Contract liabilities	19,669,738.40	
Other payables	66,879,289.64	149,435,444.94
Held-for-sale liabilities		
Estimated liabilities		
Long-term borrowings	68,145,910.39	89,174,605.23

Items	30 September 2023	1 January 2023
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	26,539,950.99	22,573,315.47
Deferred incomes		
Deferred income tax liabilities		
Other liabilities		
Total liabilities	6,624,598,848.74	8,646,604,790.55
Owners' equity:		
Share capital	1,007,777,778.00	1,007,777,778.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	598,402,999.72	598,402,999.72
Less: Treasury shares		
Other comprehensive income	8,679,030.37	4,268,800.09
Surplus reserve	70,228,670.53	70,228,670.53
General risk reserve	96,108,247.90	96,108,247.90
Retained earnings	61,448,288.76	60,537,412.94
Total equity attributable to owners of the parent company	1,842,645,015.28	1,837,323,909.18
Minority interests		
Total owners' equity	1,842,645,015.28	1,837,323,909.18
Total liabilities and owners' equity	8,467,243,864.02	10,483,928,699.73
Legal representative:	Person-in-charge of accounting work:	Person-in-charge of accounting body:
Chu Kairong	Chu Kairong	Chen Rongping

2. Consolidated income statements from the beginning of the year to the end of the Reporting Period

Unit: RMB

Items	Amount for the period	Amount for the same period of last year
I. Total income from operations	1,091,026,704.03	972,517,522.02
Net interest income	71,948,393.90	74,271,039.61
Interest income	72,797,997.06	74,773,298.64
Interest expense	849,603.16	502,259.03
Net fee and commission income	149,764,472.75	187,918,678.56
Including: Net fee income from brokerage operations	143,944,100.37	180,658,084.60
Net fee income from investment banking operations		
Net fee income from assets management operations	5,820,372.38	7,260,593.96
Investment gain (loss denoted by “-”)	-11,161,429.38	1,733,032.45
Including: Investment gain of associates and joint ventures	77,801.88	1,177,714.37
Derecognised income of financial assets measured at amortised cost (loss denoted by “-”)		
Net exposure hedging income (loss denoted by “-”)		
Other income	93,194.69	367,168.60
Gains on change in fair value (loss denoted by “-”)	12,935,842.68	-34,266,542.87
Exchange gains (loss denoted by “-”)	223,033.83	4,917,749.05
Income from other business activities	867,340,552.10	737,677,124.81
Asset disposal gain (loss denoted by “-”)	-117,356.54	-100,728.19
II. Total operating expense	1,089,693,764.49	935,701,550.86
Taxes and surcharges	2,885,230.88	1,378,646.06
Appropriation for futures risk reserve	5,939,713.85	8,032,893.13
General and administrative expenses	215,385,738.59	173,751,862.98
Asset impairment loss		
Credit impairment loss	657,349.03	-582,173.79
Other assets impairment loss		
Other operating cost	864,825,732.14	753,120,322.48
III. Profit from operations (loss denoted by “-”)	1,332,939.54	36,815,971.16
Add: Non-operating income	658,472.33	760,293.84
Less: Non-operating expenses	180,145.98	304,462.64
IV. Total profit (loss denoted by “-”)	1,811,265.89	37,271,802.36
Less: Income tax expenses	900,390.07	8,435,233.10
V. Net profit (loss denoted by “-”)	910,875.82	28,836,569.26
(I) Classification by continuity of operations		
1. Net profit of operation on a going concern basis (loss denoted by “-”)	910,875.82	28,836,569.26
2. Net profit of operation on a terminated operation (loss denoted by “-”)		
(II) Classification by ownership		
1. Net income attributable to shareholders of the parent company (loss denoted by “-”)	910,875.82	28,836,569.26

Items	Amount for the period	Amount for the same period of last year
2. Profit and loss of minority shareholders (loss denoted by “-”)		
VI. Other comprehensive income, net of tax	4,410,230.28	13,766,892.78
Net comprehensive income after tax attributable to owners of the parent company	4,410,230.28	13,766,892.78
(I) Other comprehensive income that cannot be reclassified into profits or losses		
1. Changes arising from re-measurement of defined benefit plan		
2. Other comprehensive income that cannot be reclassified into profits/losses under the equity method		
3. Changes in fair value of other equity instruments investment		
4. Change in fair value of the enterprise’s own credit risk		
5. Others		
(II) Other comprehensive income that will be reclassified into profit or loss	4,410,230.28	13,766,892.78
1. Other comprehensive income that can be reclassified into profit or loss under the equity method	-41.21	-28.89
2. Change in fair value of other debt investments		
3. Financial assets reclassified into other comprehensive income		
4. Provision for expected credit loss of other debt instruments investments		
5. Reserve for cash flow hedging		
6. Exchange rate differences of financial statements denominated in foreign currency	4,410,271.49	13,766,921.67
7. Others		
Net comprehensive income after tax attributable to minority shareholders		
VII. Total comprehensive income	5,321,106.10	42,603,462.04
(I) Total comprehensive income attributable to owners of the parent company	5,321,106.10	42,603,462.04
(II) Total comprehensive income attributable to minority shareholders		
VIII. Earnings per share	-	-
(1) Basic earnings per share	0.0009	0.0314
(2) Diluted earnings per share	0.0009	0.0314

For the business combination under common control effected in the period, the net profit recognized by the merged party before the combination was RMB0.00, and the net profit recognized by the merged party in the previous period was RMB0.00.

Legal representative:	Person-in-charge of accounting work:	Person-in-charge of accounting body:
Chu Kairong	Chu Kairong	Chen Rongping

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

Unit: RMB

Items	Amount for the period	Amount for the same period of last year
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	993,865,309.02	818,799,948.55
Net increase in placement from other financial institutions		
Cash received from interests, fees and commissions	252,643,496.93	271,716,705.93
Net decrease in currency deposits receivable and pledged deposits receivable		
Net increase in currency deposits payable and pledged deposits payable		923,443,310.77
Net increase from disposal of financial assets relating to risk management business	17,770,161.95	15,748,411.41
Net decrease in restricted monetary funds	852,981.52	
Net increase in due to banks and other financial institutions		
Net increase in assets of repurchasing business		
Net cash received from securities brokering		
Cash received from other operating activities	59,284,249.64	141,459,335.82
Subtotal of cash inflows from operating activities	1,324,416,199.06	2,171,167,712.48
Net increase in held-for-trading financial assets		
Net increase in due from banks and other financial institutions		
Net increase in financial assets acquired under resale agreements		
Cash paid for goods and services	1,007,525,013.95	827,836,914.15
Cash paid for interest, fees and commissions	431,754.81	302,808.93
Net increase in currency deposits receivable and pledged deposits receivable	267,299,094.74	536,289,611.76
Net decrease in currency deposits payable and pledged deposits payable	1,981,816,349.39	
Net decrease from disposal of financial assets relating to risk management business		
Net increase in restricted monetary funds		1,974,403.49
Cash paid to and for employees	130,690,909.69	129,662,790.89
Cash paid for general and administrative expenses	61,717,685.92	54,990,275.85
Payments of various taxes	26,935,479.58	19,299,843.74
Cash paid for other operating activities	128,961,983.65	118,220,668.61
Subtotal of cash outflows from operating activities	3,605,378,271.73	1,688,577,317.42
Net cash flow from operating activities	-2,280,962,072.67	482,590,395.06

Items	Amount for the period	Amount for the same period of last year
II. Cash flow from investing activities:		
Cash received from disposal of investments	11,478,672,305.14	4,945,918,652.51
Cash received from investment income	8,937,597.81	9,371,128.97
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	797,936.45	19,350.08
Net cash received from disposal of subsidiaries and other business units		
Other cash received relating to investing activities		
Subtotal of cash inflows from investing activities	11,488,407,839.40	4,955,309,131.56
Cash paid for investment	11,610,065,636.63	4,911,852,493.10
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	22,002,544.76	46,169,639.56
Net cash paid for acquisition of subsidiaries and other business units		
Other cash paid for relating to investing activities		
Subtotal of cash outflows from investing activities	11,632,068,181.39	4,958,022,132.66
Net cash flow from investing activities	-143,660,341.99	-2,713,001.10
III. Cash flow from financing activities:		
Cash received from introducing investment		174,183,931.20
Including: Cash received by subsidiaries from investment absorption of minority shareholders		
Cash received from borrowings	79,509,286.82	
Net cash received from sales of repurchase business	16,853,048.44	8,565,828.54
Cash received from issuance of bonds		
Other cash received relating to financing activities		50,000,000.00
Subtotal of cash inflows from financing activities	96,362,335.26	232,749,759.74
Cash paid for repayment of debts	50,752,312.82	21,189,855.78
Cash paid for distribution of dividend and profit or repayment of interest	33,520,733.79	4,659,596.74
Including: Dividends and profits paid to minority shareholders by subsidiaries		
Cash paid for repayment of principal and interest of lease liabilities	9,043,091.07	10,082,803.79
Net cash paid for sales of repurchase business		
Other cash paid relating to financial activities	1,094,339.62	51,920,431.49
Subtotal of cash outflows from financing activities	94,410,477.30	87,852,687.80
Net cash flow from financing activities	1,951,857.96	144,897,071.94
IV. Effect of change in foreign exchange rate on cash and cash equivalent	4,559,973.19	18,641,250.72
V. Net increase in cash and cash equivalents	-2,418,110,583.51	643,415,716.62
Add: Beginning balance of cash and cash equivalents	6,316,445,892.54	4,106,185,249.67
VI. Ending balance of cash and cash equivalents	3,898,335,309.03	4,749,600,966.29

(II) Initial implementation of new accounting standards to adjust the related items in the financial statements at the beginning of the year from 2023 onward

Applicable Not applicable

(III) Audit report

Whether the third quarterly report has been audited

Yes No

The Company's third quarterly report is unaudited.

The Board of Holly Futures Co., Ltd.
27 October 2023