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(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 06881)

2024 FIRST QUARTERLY REPORT

This announcement is made by China Galaxy Securities Co., Ltd. (the “**Company**”) 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 “**Listing Rules**”)) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rules 13.09(2) and 13.10B of the Listing Rules.

IMPORTANT NOTICE

1. The board of directors (the “**Board**”), the supervisory committee, and the directors (the “**Directors**”), supervisors and senior management officers of the Company warrant that the information contained in the quarterly report is true, accurate and complete without any false and misleading statements or material omissions, and individually and jointly assume legal liability for the contents of the report.
2. Wang Sheng, the person-in-charge of the Company, Xue Jun, the person-in-charge of the accounting affairs, and Fan Minfei, the person-in-charge of the accounting department (head of accounting), warrant that the financial information contained in the quarterly report is true, accurate and complete.
3. The 2024 first quarterly financial statements of the Company were prepared in accordance with the Chinese Accounting Standards for Business Enterprises and were unaudited.

I. MAJOR FINANCIAL DATA

(I) Major Accounting Data and Financial Indicators

Unit: Yuan
Currency: RMB

Items	During the reporting period		Increase/Decrease for the reporting period as compared with the same period last year (%)
	As at the end of the reporting period	As at the end of last year	Increase/Decrease as at the end of the reporting period as compared with the end of last year (%)
Operating income	7,214,073,753.02		-17.06
Net profit attributable to shareholders of the Company	1,631,459,082.73		-27.46
Net profit attributable to shareholders of the Company excluding non-recurring gains or losses	1,632,526,324.08		-27.63
Net cash flow generated from operating activities	82,344,456,666.09		1,423.64
Basic earnings per share (RMB/share)	0.12		-42.86
Diluted earnings per share (RMB/share)	0.12		-36.84
Weighted average return on net assets (%)		1.30	Decreased by 1.06 percentage point
Total assets	768,850,238,558.42	663,205,297,156.44	15.93
Owners' equity attributable to shareholders of the Company	133,005,523,431.83	130,466,361,900.54	1.95

Note 1: The “reporting period” refers to the three-month period from 1 January 2024 to 31 March 2024, hereinafter the same.

Note 2: The “end of the reporting period” refers to 31 March 2024, hereinafter the same.

(II) Non-recurring Items of Gains or Losses and Amount

Applicable Not Applicable

Unit: Yuan
Currency: RMB

Non-recurring items of gains or losses	Amount for the reporting period	Note
Gains or losses from disposal of non-current assets, including write-off of provision for impairment of assets	205,524.99	–
Government subsidies included in the profit or loss for the current period (except for those closely associated with the normal operations of the Company which were granted on an on-going basis, accounted for in established standards in compliance with the requirements of the policies of the State and have a continuing impact on the Company's profit or loss)	8,136,572.71	Mainly due to government subsidies.
Other non-operating income and expenses save for the above items	-8,925,670.49	–
Less: Effect of income tax	456,106.06	–
Effect of non-controlling interests (net of tax)	27,562.50	–
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Total	<u>-1,067,241.35</u>	–

For items not listed in “Explanatory Announcement No. 1 on Information Disclosure for Companies Issuing Public Securities – Non-recurring Gain or Loss” that the Company classifies as non-recurring items of gain or loss and which are significant in amount, as well as for items defined as recurring gain or loss that are listed as non-recurring gains and losses in “Explanatory Announcement No. 1 on Information Disclosure for Companies Issuing Public Securities – Non-recurring Items of Gain or Loss”, the Company should explain the reasons.

Applicable Not Applicable

(III) Particulars of and Reasons for Changes in Major Accounting Data and Financial Indicators

✓ Applicable Not Applicable

Item Name	Changes (%)	Main reasons
Operating income	-17.06	Mainly due to a decrease in investment income and income from the sale of bulk commodities by a subsidiary during the reporting period.
Net profit attributable to shareholders of the Company	-27.46	Mainly due to a decrease in operating income during the reporting period.
Net profit attributable to shareholders of the Company excluding non-recurring gains or losses	-27.63	Mainly due to a decrease in operating income during the reporting period.
Basic earnings per share (RMB/share)	-42.86	Mainly due to a decrease in net profit attributable to shareholders of the Company during the reporting period and an increase in share capital over the same period last year.
Diluted earnings per share (RMB/share)	-36.84	Mainly due to a decrease in net profit attributable to shareholders of the Company during the reporting period and an increase in share capital over the same period last year.
Weighted average return on net assets (%)	-44.92	Mainly due to a decrease in net profit attributable to shareholders of the Company during the reporting period and an increase in weighted average net assets attributable to shareholders of the Company during the reporting period.
Net cash flow generated from operating activities	1,423.64	Mainly due to an increase in net cash flow from accounts payable to brokerage customers and net cash flow arising from the repurchase businesses during the reporting period.
Net cash flow generated from investing activities	-146.55	Mainly due to an increase in net cash outflow from other debt investments during the reporting period.

Particulars of and reasons for changes in major items of the consolidated financial statements

Unit: Yuan
Currency: RMB

Item name	As at the end of the reporting period	As at the end of last year	Increase/Decrease as at the end of the reporting period as compared with the end of last year (%)	Main reasons
Cash and bank balances	157,304,855,763.38	113,625,202,523.72	38.44	Mainly due to an increase in cash held on behalf of customers.
Due to banks and other financial institutions	1,191,512,611.15	6,904,888,465.49	-82.74	Mainly due to a decrease in size of funds from the margin and securities refinancing businesses.
Financial liabilities held for trading	57,120,156,350.03	39,654,174,979.77	44.05	Mainly due to an increase in the scale of financial liabilities held for trading and the effect of changes in the value of financial instruments.
Derivative financial liabilities	2,959,894,035.66	5,515,912,993.64	-46.34	Mainly due to fluctuations in the fair value of derivatives.
Accounts payable to brokerage customers	170,505,702,228.10	120,261,793,313.16	41.78	Mainly due to an increase in customer funds.
Provisions	6,008,588.80	40,077,573.44	-85.01	Mainly due to a partial payment of litigation costs based on the judgment during the reporting period.
Deferred tax liabilities	624,366,941.16	209,301,331.09	198.31	Mainly due to the fair value changes of financial instruments for trading resulting in an increase of taxable temporary differences.
Other comprehensive income	2,170,047,766.53	1,280,539,909.21	69.46	Mainly due to an increase in fair value changes of investments in other equity instruments and other debt investments during the reporting period.
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Item name	During the reporting period	The same period last year	Increase/Decrease for the reporting period as compared with the same period last year (%)	Main reasons
Investment gains	-2,280,461,014.71	1,583,079,903.38	-244.05	Mainly due to a decrease in investment gains on financial instruments.
Gains and losses from changes in fair value	3,906,166,119.84	830,966,534.51	370.08	Mainly due to fluctuations in securities markets resulting in changes in fair value of financial instruments.
Foreign exchange gains	-295,021.42	20,702,234.18	-101.43	Mainly due to the impact of exchange rate fluctuations.
Gain on disposal of assets	205,524.99	-1,040,407.39	N/A	Mainly due to an increase in gain on disposal of non-current assets.
Impairment losses on credits	-125,565,133.74	-3,317,049.10	N/A	Mainly due to a decrease in impairment losses on credits from financing business.
Impairment losses of other assets	-804,370.32	23,288,984.34	-103.45	Mainly due to the write-back of depreciation provision of inventories by subsidiaries
Income tax expense	145,300,704.74	312,905,573.62	-53.56	Mainly due to a decrease in taxable income from enterprise income tax during the reporting period.
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II. INFORMATION OF THE SHAREHOLDERS

(I) Total Number of Ordinary Shareholders and the Number of Preferred Shareholders with Restored Voting Rights and the Shareholding of Top Ten Shareholders

Unit: Share

Total number of ordinary shareholders as at the end of the reporting period	129,794	Total number of preferred shareholders with restored voting rights as at the end of the reporting period (if any)	0
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Note: The total number of shareholders includes A share ordinary shareholders and H share registered shareholders. As at the end of the reporting period, there were 129,145 A share ordinary shareholders and 649 H share registered shareholders.

Shareholding of top ten shareholders (excluding shares lent through refinancing)

Name of shareholder	Nature of shareholder	Number of shares held	Percentage of shareholding (%)	Number of shares subject to selling restrictions	Pledged, marked or frozen	
					Status of shares	Number of shares
China Galaxy Financial Holdings Company Limited	State-owned legal person	5,186,538,364	47.43	0	Nil	0
HKSCC Nominees Limited ^(Note 1)	Overseas legal person	3,688,221,486	33.73	0	Nil	0
Hong Kong Securities Clearing Company Limited ^(Note 2)	Overseas legal person	100,319,665	0.92	0	Nil	0
China Securities Finance Corporation Limited	State-owned legal person	84,078,210	0.77	0	Nil	0
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	Others	45,404,523	0.42	0	Nil	0
Bank of Lanzhou Co., Ltd.	Domestic non-state-owned legal person	41,941,882	0.38	0	Nil	0
China Construction Bank Corporation – Huabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	Others	30,326,801	0.28	0	Nil	0
Industrial and Commercial Bank of China Limited – Huatai-PineBridge CSI 300 Trading Index Securities Investment Open-ended Fund	Others	23,595,506	0.22	0	Nil	0
Monetary Authority of Macau – Own Fund	Overseas legal person	22,287,972	0.20	0	Nil	0
Zhongshan Financial Investment Holdings Co., Ltd.	State-owned legal person	19,241,213	0.18	0	Nil	0

Shareholding of Top Ten Shareholders not Subject to Selling Restrictions

Name of shareholder	Number of circulating shares not subject to selling restrictions	Class and number of shares	
		Class of shares	Number of shares
China Galaxy Financial Holdings Company Limited	5,186,538,364	RMB ordinary shares	5,160,610,864
		Overseas listed foreign shares	25,927,500
HKSCC Nominees Limited ^(Note 1)	3,688,221,486	Overseas listed foreign shares	3,688,221,486
Hong Kong Securities Clearing Company Limited ^(Note 2)	100,319,665	RMB ordinary shares	100,319,665
China Securities Finance Corporation Limited	84,078,210	RMB ordinary shares	84,078,210
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	45,404,523	RMB ordinary shares	45,404,523
Bank of Lanzhou Co., Ltd.	41,941,882	RMB ordinary shares	41,941,882
China Construction Bank Corporation – Huabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	30,326,801	RMB ordinary shares	30,326,801
Industrial and Commercial Bank of China Limited – Huatai-PineBridge CSI 300 Trading Index Securities Investment Open-ended Fund	23,595,506	RMB ordinary shares	23,595,506
Monetary Authority of Macau – Own Fund	22,287,972	RMB ordinary shares	22,287,972
Zhongshan Financial Investment Holdings Co., Ltd.	19,241,213	RMB ordinary shares	19,241,213

Description of the associated relationship of or action in concert among the aforesaid shareholders – The Company is not aware of any associated/connected relationship of or any parties acting in concert among the aforesaid shareholders. In particular, the shares held by HKSCC Nominees Limited are H shares entrusted by overseas investors; the shares held by Hong Kong Securities Clearing Company Limited are A shares held by overseas investors through Shanghai Stock Connect.

Description of the participation of top Ten shareholders – and top Ten shareholders not subject to selling restrictions in the margin financing and securities lending businesses (if any) –

Note 1: HKSCC Nominees Limited is the nominee holder of shares held by non-registered shareholders of the H shares of the Company, which held the H shares on behalf of various clients, including 25,927,500 H shares of the Company held by China Galaxy Financial Holdings Company Limited.

Note 2: Hong Kong Securities Clearing Company Limited is the nominee holder of the A shares of the Company held by the investors through Shanghai Stock Connect.

Lending of shares through refinancing business by shareholders holding more than 5% of shares, the top 10 shareholders and the top 10 holders of circulating shares not subject to selling restriction

✓ Applicable □ Not Applicable

Unit: Share

Lending of shares through refinancing business by shareholders holding more than 5% of shares, the top 10 shareholders and the top 10 holders of circulating shares not subject to selling restriction

Name of shareholder (full name)	Number of shares held in general accounts and credit accounts as at the beginning of the reporting period		Number of shares lent under refinancing and not yet returned as at the beginning of the reporting period		Number of shares held in general accounts and credit accounts as at the end of the reporting period		Number of shares lent under refinancing and not yet returned as at the end of the reporting period	
	Total	Percentage (%)	Total	Percentage (%)	Total	Percentage (%)	Total	Percentage (%)
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	45,519,329	0.416	1,674,300	0.015	45,404,523	0.415	629,700	0.006
China Construction Bank Corporation – Huabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	29,708,001	0.272	2,016,900	0.018	30,326,801	0.277	256,100	0.002
Industrial and Commercial Bank of China Limited – Huatai-PineBridge CSI 300 Trading Index Securities Investment Open-ended Fund	15,465,503	0.141	669,100	0.006	23,595,506	0.216	0	0.000
Zhongshan Financial Investment Holdings Co., Ltd.	11,003,313	0.101	8,237,900	0.075	19,241,213	0.176	0	0.000

Changes in the top 10 shareholders and the top 10 holders of circulating shares not subject to selling restriction from the previous period due to lending/return of shares through refinancing business

✓ Applicable Not Applicable

Unit: Share

Changes in the top 10 shareholders and the top 10 holders of circulating shares not subject to selling restriction from the previous period due to lending/return of shares through refinancing business

Name of shareholder (full name)	Additions/ withdrawals during the reporting period	Number of shares lent under refinancing and not yet returned as at the end of the reporting period		Number of shares held in shareholders' general accounts and credit accounts and shares lent under refinancing and not yet returned as at the end of the reporting period	
		Total	Percentage (%)	Total	Percentage (%)
		Zhongshan Financial Investment Holdings Co., Ltd.	Added	0	0

III. OTHER REMINDERS

Other significant information regarding the Company's operations during the reporting period which should be brought to the attention of investors

✓ Applicable Not Applicable

Change of directors and senior management

1. On 15 January 2024, the Board received a written resignation application from Mr. Jiang Yuesheng. Mr. Jiang Yuesheng resigned as a non-executive Director (employee Director) a member of the Compliance and Risk Management Committee of the Board and other positions as he attained statutory retirement age. The application became effective upon delivery to the Board.
2. On 23 January 2024, Mr. Xue Jun was elected as an executive Director and Mr. Liu Li was elected as an independent non-executive Director at the first extraordinary general meeting of 2024 of the Company.
3. On 23 January 2024, the *Resolution on Appointment of Mr. Xue Jun as the Vice Chairman of the Board of the Company* and the *Resolution on Appointment of Mr. Liu Bing as the Secretary of the Board of the Company* were considered and adopted at the 24th (extraordinary) meeting of the fourth session of the Board of the Company. It was agreed that Mr. Xue Jun would serve as the Vice Chairman of the fourth session of the Board of the Company, Mr. Liu Bing, the Business Director and a member of the Executive Committee of the Company, would also serve as the Secretary of the Board of the Company, and Mr. Wang Sheng ceased to act as the Secretary of the Board of the Company.
4. On 28 March 2024, the *Resolution on Resignation of Mr. Wu Guofang as the Business Director and a member of the Executive Committee of the Company* was considered and adopted at the 25th (regular) meeting of the fourth session of the Board of the Company. It was agreed that Mr. Wu Guofang would no longer serve as a member of the Executive Committee of the Company and the Business Director.

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Type of Audit Opinion

Applicable Not Applicable

(II) Financial Statements

Consolidated Balance Sheet

31 March 2024

Prepared by: China Galaxy Securities Co., Ltd.

Unit: Yuan

Currency: RMB

Type of audit: Unaudited

Items	31 March 2024	31 December 2023
Assets:		
Cash and bank balances	157,304,855,763.38	113,625,202,523.72
Including: Cash held on behalf of customers	141,347,714,925.02	94,508,402,774.03
Clearing settlement funds	30,886,177,740.86	27,900,176,434.68
Including: Customer settlement funds	21,760,039,156.61	18,521,193,063.33
Advances to customers	84,595,921,429.50	91,217,898,952.78
Derivative financial assets	9,943,255,335.11	8,405,034,673.72
Deposits with exchanges and non-bank financial institutions	19,903,801,583.01	22,261,243,984.39
Accounts receivable	14,257,790,600.89	12,943,203,800.20
Financial assets held under resale agreements	22,863,744,614.65	22,749,153,326.10
Financial investments:		
Financial assets held for trading	235,904,230,024.54	206,183,491,851.86
Debt investments	2,463,408,745.38	2,298,022,726.61
Other debt investments	124,022,876,854.77	97,357,937,963.23
Investments in other equity instruments	52,329,247,954.35	45,173,148,628.98
Long-term equity investments	267,148,808.29	244,770,708.27
Investment properties	7,198,425.00	7,247,587.50
Fixed assets	503,795,270.01	535,018,969.51
Right-of-use assets	1,579,257,322.75	1,656,262,571.64
Intangible assets	806,701,446.22	820,541,208.58
Including: Data resources	—	—
Goodwill	1,018,998,595.87	1,032,950,833.60
Deferred tax assets	249,467,878.03	276,155,656.98
Other assets	9,942,360,165.81	8,517,834,754.09
Total assets	768,850,238,558.42	663,205,297,156.44

Items	31 March 2024	31 December 2023
Liabilities:		
Short-term borrowings	10,164,329,348.65	10,051,999,061.48
Short-term financing payables	18,591,837,355.40	26,410,074,031.13
Due to banks and other financial institutions	1,191,512,611.15	6,904,888,465.49
Financial liabilities held for trading	57,120,156,350.03	39,654,174,979.77
Derivative financial liabilities	2,959,894,035.66	5,515,912,993.64
Financial assets sold under repurchase agreements	205,914,141,893.90	161,352,554,853.77
Accounts payable to brokerage customers	170,505,702,228.10	120,261,793,313.16
Payables to securities issuers	–	–
Accrued staff costs	5,202,075,678.32	6,043,754,626.93
Tax payable	311,466,815.28	354,904,017.87
Accounts payable	10,491,395,343.14	8,512,341,802.10
Provisions	6,008,588.80	40,077,573.44
Bonds payable	105,060,068,682.33	100,545,828,291.35
Including: Preference shares	–	–
Perpetual bonds	–	–
Lease liabilities	1,617,235,447.87	1,695,730,070.83
Deferred tax liabilities	624,366,941.16	209,301,331.09
Other liabilities	46,056,004,481.45	45,157,175,336.42
Total liabilities	<u>635,816,195,801.24</u>	<u>532,710,510,748.47</u>

Items	31 March 2024	31 December 2023
Owners' equity (or shareholders' equity):		
Paid-up capital (or share capital)	10,934,402,256.00	10,934,402,256.00
Other equity instruments	29,828,322,641.54	29,828,322,641.54
Including: Preference shares	—	—
Perpetual bonds	29,828,322,641.54	29,828,322,641.54
Capital reserve	32,224,103,161.39	32,224,103,161.39
Less: Treasury shares	—	—
Other comprehensive income	2,170,047,766.53	1,280,539,909.21
Surplus reserve	9,175,086,725.39	9,175,086,725.39
General risk reserve	16,762,846,855.06	16,754,911,011.95
Retained profits	<u>31,910,714,025.92</u>	<u>30,268,996,195.06</u>
Total owners' equity (or shareholders' equity) attributable to the parent company	<u>133,005,523,431.83</u>	<u>130,466,361,900.54</u>
Non-controlling interests	<u>28,519,325.35</u>	<u>28,424,507.43</u>
Total owners' equity (or shareholders' equity)	<u>133,034,042,757.18</u>	<u>130,494,786,407.97</u>
Total liabilities and owners' equity (or shareholders' equity)	<u>768,850,238,558.42</u>	<u>663,205,297,156.44</u>
Person-in-charge of the Company: Wang Sheng	Person-in-charge of accounting affairs: Xue Jun	Person-in-charge of accounting department: Fan Minfei

Consolidated Statement of Profit or Loss

January to March 2024

Prepared by: China Galaxy Securities Co., Ltd.

Unit: Yuan

Currency: RMB

Type of audit: Unaudited

Items	First quarter of 2024	First quarter of 2023
I. Total operating income	7,214,073,753.02	8,697,432,828.40
Net interest income	929,909,823.62	1,118,894,373.32
Including: Interest income	3,579,577,412.38	3,644,987,705.63
Interest expenses	2,649,667,588.76	2,526,093,332.31
Net fee and commission income	1,474,789,382.75	1,524,629,383.51
Including: Net fee income from brokerage business	1,255,728,188.53	1,392,695,932.33
Net fee income from investment banking business	94,853,177.45	57,434,749.49
Net fee income from asset management business	109,434,866.30	101,974,493.23
Investment gains (losses presented by “-”)	-2,280,461,014.71	1,583,079,903.38
Including: Gains from investment in associates and joint ventures (losses presented by “-”)	-3,121,899.98	1,127,955.67
Gains from derecognition of financial assets measured at amortisation costs	—	—
Gain from net exposure hedges	—	—
Other income	41,822,991.18	40,143,192.80
Gains from changes in fair value	3,906,166,119.84	830,966,534.51
Foreign exchange gains (losses presented by “-”)	-295,021.42	20,702,234.18
Other operating income	3,141,935,946.77	3,580,057,614.09
Gains on disposal of assets (losses presented by “-”)	205,524.99	-1,040,407.39

Items	First quarter of 2024	First quarter of 2023
II. Total operating expenses	5,428,368,477.14	6,122,922,489.17
Taxes and surcharges	25,815,537.06	35,489,267.20
General and administrative expenses	2,394,731,339.83	2,546,779,494.86
Impairment losses on credits	-125,565,133.74	-3,317,049.10
Impairment losses of other assets	-804,370.32	23,288,984.34
Other operating expenses	3,134,191,104.31	3,520,681,791.87
III. Operating profits	1,785,705,275.88	2,574,510,339.23
Add: Non-operating income	111,977.11	115,323.24
Less: Non-operating expense	8,962,647.60	12,901,679.77
IV. Total profits	1,776,854,605.39	2,561,723,982.70
Less: Income tax expense	145,300,704.74	312,905,573.62
V. Net profit	1,631,553,900.65	2,248,818,409.08
(I) Classified by continuity of operations		
1. Net profit from continuing operations	1,631,553,900.65	2,248,818,409.08
2. Net profit from discontinued operations	–	–
(II) Classified by ownerships		
1. Net profit attributable to shareholders of the parent company	1,631,459,082.73	2,249,061,846.86
2. Profit or loss attributable to non- controlling shareholders (net losses presented by “-”)	94,817.92	-243,437.78

Items	First quarter of 2024	First quarter of 2023
VI. Other comprehensive income (net of tax)	907,702,448.56	722,699,413.70
Other comprehensive income attributable to owners of the parent company (net of tax)	907,702,448.56	722,699,413.70
(I) Other comprehensive income that will not be reclassified into profits or losses subsequently	623,583,687.94	423,776,091.44
1. Changes arising from remeasurement of defined benefit plan	–	136,093.39
2. Other comprehensive income that cannot be reclassified into profit or loss under equity method	–	–
3. Changes in fair value of investments in other equity instruments	623,583,687.94	423,639,998.05
4. Changes in fair value due to enterprise's own credit risk	–	–
(II) Other comprehensive income that will be reclassified into profits or losses subsequently	284,118,760.62	298,923,322.26
1. Other comprehensive income that can be reclassified into profit or loss under equity method	–	–
2. Changes in fair value of other debt investments	413,540,548.97	370,493,153.62
3. Amount recognised in other comprehensive income resulting from the reclassification of financial assets	–	–
4. Provision for credit impairment of other debt investments	327,108.58	-414,785.48
5. Cash flow hedge reserve	–	2,307,047.00
6. Exchange differences on translation of foreign currency financial statements	-129,748,896.93	-73,462,092.88
7. Others	–	–
Other comprehensive income attributable to non-controlling interests (net of tax)	–	–

Items	First quarter of 2024	First quarter of 2023
VII. Total comprehensive income	2,539,256,349.21	2,971,517,822.78
Total comprehensive income attributable to the owners of the parent company	2,539,161,531.29	2,971,761,260.56
Total comprehensive income attributable to non-controlling interests	94,817.92	-243,437.78
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.12	0.21
(II) Diluted earnings per share (RMB/share)	0.12	0.19
Person-in-charge of the Company: Wang Sheng	Person-in-charge of accounting affairs: Xue Jun	Person-in-charge of accounting department: Fan Minfei

Consolidated Statement of Cash Flows

January to March 2024

Prepared by: China Galaxy Securities Co., Ltd.

Unit: Yuan

Currency: RMB

Type of audit: Unaudited

Items	First quarter of 2024	First quarter of 2023
I. Cash flows generated from operating activities:		
Net decrease in financial assets and liabilities held for trading and derivative financial instruments	–	1,827,968,457.84
Cash received from interests, handling fees and commissions	6,891,246,429.20	5,641,539,599.99
Net increase in repurchase businesses	44,432,198,997.08	13,497,713,499.49
Net decrease in advances to customers	6,480,609,655.85	–
Net increase in cash from brokerage customers	50,220,502,168.07	–
Cash received from other operating activities	<u>8,459,516,362.29</u>	<u>6,422,626,430.22</u>
Sub-total of cash inflows from operating activities	<u>116,484,073,612.49</u>	<u>27,389,847,987.54</u>
Net increase in financial assets and liabilities held for trading and derivative financial instruments	17,870,122,843.76	–
Cash for the payment of interests, handling fees and commissions	2,026,966,920.61	2,133,167,744.57
Net decrease in amounts due to banks and other financial institutions	5,670,000,000.00	1,460,000,000.00
Net increase in advances to customers	–	2,369,302,590.78
Net decrease in amounts payable to brokerage customers	–	6,427,424,363.33
Cash paid to and for employees	2,433,588,719.20	2,170,271,945.57
Cash paid for various taxes	395,941,719.12	563,220,691.14
Cash paid for other operating activities	<u>5,742,996,743.71</u>	<u>6,861,989,521.55</u>
Sub-total of cash outflows from operating activities	<u>34,139,616,946.40</u>	<u>21,985,376,856.94</u>
Net cash flow generated from operating activities	<u>82,344,456,666.09</u>	<u>5,404,471,130.60</u>

Items	First quarter of 2024	First quarter of 2023
II. Cash flows generated from investing activities:		
Cash received from realized investment gains	530,349,617.28	1,569,276,464.46
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,955,480.06	–
Cash received from other investing activities	<u>277,000,000.00</u>	<u>509,412,771.60</u>
 Sub-total of cash inflows from investing activities	 <u>810,305,097.34</u>	 <u>2,078,689,236.06</u>
 Cash paid for investments	 25,500,000.00	 117,642,772.80
Net increase in debt investments	122,597,546.24	53,470,455.73
Net increase in other debt investments	24,284,743,348.62	9,412,395,103.78
Cash paid for disposal of fixed assets, intangible assets and other long-term assets	–	1,056,907.96
Net increase in investments in other equity instruments	6,324,646,944.95	1,774,575,866.19
Cash paid for purchase and construction of fixed assets, intangible assets and other long- term assets	109,133,241.98	122,168,850.90
Cash paid for other investing activities	<u>5,231,114,026.82</u>	<u>4,910,032,461.53</u>
 Sub-total of cash outflows from investing activities	 <u>36,097,735,108.61</u>	 <u>16,391,342,418.89</u>
 Net cash flow generated from investing activities	 <u>-35,287,430,011.27</u>	 <u>-14,312,653,182.83</u>

Items	First quarter of 2024	First quarter of 2023
III. Cash flows generated from financing activities:		
Cash received from borrowings	129,614,017.34	325,388,659.00
Cash received from issuance of long-term bonds and long-term beneficiary certificates	12,000,000,000.00	11,358,090,000.00
Cash received from issuance of short-term bonds and short-term beneficiary certificates	2,000,000,000.00	5,287,380,000.00
Cash received from other financing activities	—	—
Sub-total of cash inflows from financing activities	<u>14,129,614,017.34</u>	<u>16,970,858,659.00</u>
Cash paid for debt repayments	17,373,818,201.19	19,773,207,211.15
Cash paid for dividends and profit distribution or interest payments	1,320,666,641.67	1,450,598,923.06
Including: Dividends and profits paid by subsidiaries to non-controlling shareholders	—	—
Cash paid for consolidation of structured entities	154,491,025.98	301,077,652.72
Cash paid for other financing activities	<u>201,565,348.53</u>	<u>192,118,334.48</u>
Sub-total of cash outflows from financing activities	<u>19,050,541,217.37</u>	<u>21,717,002,121.41</u>
Net cash flow generated from financing activities	<u>-4,920,927,200.03</u>	<u>-4,746,143,462.41</u>
IV. Effect of foreign exchange rate changes on cash and cash equivalents		
	-21,024,434.20	-96,956,943.07
V. Net increase in cash and cash equivalents		
Add: Balance of cash and cash equivalents at the beginning of the period	42,115,075,020.59	-13,751,282,457.71
	123,588,296,955.89	134,685,625,232.25
VI. Balance of cash and cash equivalents at the end of the period		
	165,703,371,976.48	120,934,342,774.54
Person-in-charge of the Company: Wang Sheng	Person-in-charge of accounting affairs: Xue Jun	Person-in-charge of accounting department: Fan Minfei

Balance Sheet of the Parent Company

31 March 2024

Prepared by: China Galaxy Securities Co., Ltd.

Unit: Yuan

Currency: RMB

Type of audit: Unaudited

Items	31 March 2024	31 December 2023
Assets:		
Cash and bank balances	122,168,204,545.52	70,365,135,075.61
Including: Cash held on behalf of customers	113,862,348,712.82	60,201,446,649.07
Clearing settlement funds	24,005,083,140.65	23,112,093,393.84
Including: Customer settlement funds	15,037,677,972.45	13,878,835,106.10
Advances to customers	78,131,565,187.75	84,882,610,969.88
Derivative financial assets	8,938,971,262.41	7,025,974,729.51
Deposits with exchanges and non-bank financial institutions	5,885,562,950.19	6,400,317,276.82
Accounts receivable	320,361,929.34	277,210,614.20
Financial assets held under resale agreements	21,981,651,963.95	21,830,220,308.11
Financial investments:		
Financial assets held for trading	206,471,049,755.10	171,227,056,822.91
Debt investments	1,440,329,734.46	1,657,001,595.30
Other debt investments	124,022,876,854.77	97,357,937,963.23
Investments in other equity instruments	52,287,319,552.11	45,131,274,059.66
Long-term equity investments	18,235,750,280.84	18,235,750,280.84
Fixed assets	404,495,048.26	447,893,610.82
Right-of-use assets	1,299,160,786.58	1,348,202,949.86
Intangible assets	639,846,456.80	632,758,366.56
Including: Data resources	–	–
Goodwill	223,277,619.51	223,277,619.51
Deferred tax assets	–	15,068,812.01
Other assets	19,165,450,890.14	23,758,134,892.47
Total assets	685,620,957,958.38	573,927,919,341.14

Items	31 March 2024	31 December 2023
Liabilities:		
Short-term financing payables	18,591,837,355.40	25,300,762,350.61
Due to banks	1,191,512,611.15	6,904,888,465.49
Financial liabilities held for trading	56,548,918,221.18	39,349,751,748.52
Derivative financial liabilities	2,933,056,073.16	5,279,631,135.89
Financial assets sold under repurchase agreements	204,753,886,285.63	159,699,218,730.89
Accounts payable to brokerage customers	129,186,256,117.84	74,301,622,837.95
Payables to securities issuers	–	–
Accrued staff costs	4,524,209,692.09	5,057,351,258.45
Tax payable	119,857,230.60	143,937,070.09
Accounts payable	640,906,522.48	249,937,643.52
Provisions	6,008,588.80	5,964,480.27
Bonds payable	105,060,068,682.33	100,545,828,291.35
Including: Preference shares	–	–
Perpetual bonds	–	–
Lease liabilities	1,320,956,224.19	1,370,544,172.70
Deferred tax liabilities	432,665,104.44	–
Other liabilities	31,166,214,293.62	29,124,052,580.35
	<hr/>	<hr/>
Total liabilities	556,476,353,002.91	447,333,490,766.08
	<hr/> <hr/>	<hr/> <hr/>

Items	31 March 2024	31 December 2023
Owners' equity (or shareholders' equity):		
Paid-up capital (or share capital)	10,934,402,256.00	10,934,402,256.00
Other equity instruments	29,828,322,641.54	29,828,322,641.54
Including: Preference shares	–	–
Perpetual bonds	29,828,322,641.54	29,828,322,641.54
Capital reserve	32,179,779,450.91	32,179,779,450.91
Less: Treasury shares	–	–
Other comprehensive income	2,313,979,791.17	1,294,700,647.52
Surplus reserve	9,175,086,725.39	9,175,086,725.39
General risk reserve	15,968,865,322.58	15,968,865,322.58
Retained profits	<u>28,744,168,767.88</u>	<u>27,213,271,531.12</u>
Total owners' equity (or shareholders' equity)	<u>129,144,604,955.47</u>	<u>126,594,428,575.06</u>
Total liabilities and owners' equity (or shareholders' equity)	<u>685,620,957,958.38</u>	<u>573,927,919,341.14</u>

Person-in-charge
of the Company:
Wang Sheng

Person-in-charge
of accounting affairs:
Xue Jun

Person-in-charge of
accounting department:
Fan Minfei

Statement of Profit or Loss of the Parent Company

January to March 2024

Prepared by: China Galaxy Securities Co., Ltd.

Unit: Yuan

Currency: RMB

Type of audit: Unaudited

Items	First quarter of 2024	First quarter of 2023
I. Total operating income	3,292,340,955.97	3,961,936,635.80
Net interest income	617,818,824.03	738,138,511.23
Including: Interest income	2,835,476,915.49	2,964,851,419.63
Interest expenses	2,217,658,091.46	2,226,712,908.40
Net fee and commission income	1,239,706,202.50	1,202,124,876.99
Including: Net fee income from brokerage business	1,157,177,675.72	1,157,771,578.08
Net fee income from investment banking business	69,961,614.18	47,949,802.42
Net fee income from asset management business	—	—
Investment gains (losses presented by “-”)	-2,353,011,510.35	1,182,305,828.10
Including: Gains from investment in associates and joint ventures	—	—
Gains from derecognition of financial assets measured at amortisation costs	—	—
Gains from net exposure hedges	—	—
Other income	34,049,103.89	28,913,380.21
Gains from changes in fair value	3,752,674,453.61	793,258,974.23
Foreign exchange gains (losses presented by “-”)	-685,101.51	14,802,789.35
Other operating income	1,504,315.21	1,374,755.89
Gains from disposal of assets	284,668.59	1,017,519.80

Items	First quarter of 2024	First quarter of 2023
II. Total operating expenses	1,669,246,798.48	1,858,859,365.01
Taxes and surcharges	19,149,076.72	20,524,443.90
General and administrative expenses	1,740,678,703.49	1,833,167,291.67
Impairment losses on credits	-90,580,981.73	5,167,629.44
Impairment losses of other assets	-	-
Other operating expenses	-	-
III. Operating profits	1,623,094,157.49	2,103,077,270.79
Add: Non-operating income	12,973.94	76,093.57
Less: Non-operating expense	2,430,284.06	5,768,151.54
IV. Total profits	1,620,676,847.37	2,097,385,212.82
Less: Income tax expense	107,974,201.85	181,658,906.91
V. Net profit	1,512,702,645.52	1,915,726,305.91
(I) Net profit from continuing operations	1,512,702,645.52	1,915,726,305.91
(II) Net profit from discontinued operations	-	-
VI. Other comprehensive income (net of tax)	1,037,473,734.89	794,054,603.00
(I) Other comprehensive income that will not be reclassified into profits or losses subsequently	623,606,077.34	423,639,998.05
1. Changes arising from remeasurement of defined benefit plan	-	-
2. Other comprehensive income that cannot be reclassified into profit or loss under equity method	-	-
3. Changes in fair value of investments in other equity instruments	623,606,077.34	423,639,998.05
4. Changes in fair value due to enterprise's own credit risk	-	-

Items	First quarter of 2024	First quarter of 2023
(II) Other comprehensive income that will be reclassified into profits or losses subsequently	413,867,657.55	370,414,604.95
1. Other comprehensive income that can be reclassified into profit or loss under equity method	–	–
2. Changes in fair value of other debt investments	413,540,548.97	370,829,390.43
3. Amount recognised in other comprehensive income resulting from the reclassification of financial assets	–	–
4. Provision for credit impairment of other debt investments	327,108.58	-414,785.48
5. Cash flow hedge reserve	–	–
6. Exchange differences on translation of foreign currency financial statements	–	–
7. Others	–	–
VII. Total comprehensive income	2,550,176,380.41	2,709,780,908.91

VIII. Earnings per share:

(I) Basic earnings per share (RMB/share)	N/A	N/A
(II) Diluted earnings per share (RMB/share)	N/A	N/A

Person-in-charge
of the Company:
Wang Sheng

Person-in-charge
of accounting affairs:
Xue Jun

Person-in-charge of
accounting department:
Fan Minfei

Statement of Cash Flows of the Parent Company
January to March 2024

Prepared by: China Galaxy Securities Co., Ltd.

Unit: Yuan
Currency: RMB
Type of audit: Unaudited

Items	First quarter of 2024	First quarter of 2023
I. Cash flows generated from operating activities:		
Net decrease in financial assets and liabilities held for trading and derivative financial instruments	–	1,288,378,238.31
Cash received from interests, handling fees and commissions	5,179,305,295.86	3,978,638,369.89
Net increase in repurchase businesses	44,874,785,330.73	13,713,867,956.10
Net decrease in advances to customers	6,566,884,791.61	–
Net increase in cash from brokerage customers	54,861,226,533.02	–
Cash received from other operating activities	<u>7,837,204,266.60</u>	<u>2,017,850,527.54</u>
Sub-total of cash inflows from operating activities	<u>119,319,406,217.82</u>	<u>20,998,735,091.84</u>
Net increase in financial assets and liabilities held for trading and derivative financial instruments	23,535,445,693.75	–
Cash for the payment of interests, handling fees and commissions	1,247,984,409.11	1,554,053,959.17
Net decrease in amounts due to banks and other financial institutions	5,670,000,000.00	1,460,000,000.00
Net increase in advances to customers	–	2,541,811,066.70
Net decrease in amounts payable to brokerage customers	–	6,598,359,875.45
Cash paid to and for employees	1,711,998,070.46	1,612,506,311.69
Cash paid for various taxes	292,163,184.18	444,522,853.12
Cash paid for other operating activities	<u>385,426,502.07</u>	<u>1,269,394,449.24</u>
Sub-total of cash outflows from operating activities	<u>32,843,017,859.57</u>	<u>15,480,648,515.37</u>
Net cash flow generated from operating activities	<u>86,476,388,358.25</u>	<u>5,518,086,576.47</u>

Items	First quarter of 2024	First quarter of 2023
II. Cash flows generated from investing activities:		
Cash received from realized investment gains	249,376,336.07	1,153,414,287.39
Net decrease in debt investments	220,113,905.61	–
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,225,721.24	1,078,570.99
Cash received from other investing activities	–	–
	<hr/>	<hr/>
Sub-total of cash inflows from investing activities	471,715,962.92	1,154,492,858.38
	<hr/>	<hr/>
Cash paid for investments	–	1,000,000,000.00
Net increase in other debt investments	24,284,743,348.62	9,412,395,103.78
Net increase in investments in other equity instruments	6,324,570,722.63	1,775,149,864.50
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	96,076,290.36	106,712,716.15
Cash paid for other investing activities	1,325,577.20	–
	<hr/>	<hr/>
Sub-total of cash outflows from investing activities	30,706,715,938.81	12,294,257,684.43
	<hr/>	<hr/>
Net cash flow generated from investing activities	-30,234,999,975.89	-11,139,764,826.05
	<hr/>	<hr/>
III. Cash flows generated from financing activities:		
Cash received from issuance of long-term bonds and long-term beneficiary certificates	12,000,000,000.00	11,358,090,000.00
Cash received from issuance of short-term bonds and short-term beneficiary certificates	2,000,000,000.00	5,287,380,000.00
Cash received from other financing activities	–	–
	<hr/>	<hr/>
Sub-total of cash inflows from financing activities	14,000,000,000.00	16,645,470,000.00
	<hr/>	<hr/>

Items	First quarter of 2024	First quarter of 2023
Cash paid for debt repayment	16,269,680,000.00	19,773,145,211.15
Cash paid for dividend and profit distribution or interest payment	1,157,437,852.10	1,036,220,014.14
Cash paid for other financing activities	<u>169,620,747.58</u>	<u>203,736,576.52</u>
Sub-total of cash outflows from financing activities	<u>17,596,738,599.68</u>	<u>21,013,101,801.81</u>
Net cash flow generated from financing activities	<u>-3,596,738,599.68</u>	<u>-4,367,631,801.81</u>
IV. Effect of foreign exchange rate changes on cash and cash equivalents	1,928,891.03	-29,073,260.95
V. Net increase in cash and cash equivalents	52,646,578,673.71	-10,018,383,312.34
Add: Balance of cash and cash equivalents at the beginning of the period	93,239,185,184.44	102,466,223,484.17
VI. Balance of cash and cash equivalents at the end of the period	145,885,763,858.15	92,447,840,171.83

Notes:

1. If there is any discrepancy between the total and the sum of the individual items in this report, it is due to rounding.
2. This report is prepared in both Chinese and English languages and in the event of any inconsistency, the Chinese version shall prevail.

Person-in-charge
of the Company:
Wang Sheng

Person-in-charge
of accounting affairs:
Xue Jun

Person-in-charge of
accounting department:
Fan Minfei

(III) Adjustment to the Financial Statements at the Beginning of the Year upon Initial Application of the New Accounting Standards or Interpretation of Accounting Standards from 2024

Applicable Not Applicable

By order of the Board
China Galaxy Securities Co., Ltd.
WANG Sheng
Chairman and Executive Director

Beijing, the PRC
29 April 2024

As at the date of this announcement, the executive directors of the Company are Mr. WANG Sheng (Chairman) and Mr. XUE Jun (Vice Chairman and President); the non-executive directors are Mr. YANG Tijun, Ms. LI Hui, Ms. LIU Chang and Mr. LIU Zhihong; and the independent non-executive directors are Mr. WANG Zhenjun, Ms. LIU Chun, Mr. LAW Cheuk Kin Stephen and Mr. LIU Li.