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## **DONGJIANG ENVIRONMENTAL COMPANY LIMITED\***

**東江環保股份有限公司**

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

**(Stock code: 00895)**

### **INSIDE INFORMATION 2024 THIRD QUARTERLY REPORT**

This announcement is made pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The financial statements set out in the third quarterly report of Dongjiang Environmental Company Limited\* (the “**Company**”) and its subsidiaries (collectively, the “**Group**”) were prepared in accordance with the China Accounting Standards for Business Enterprises and were unaudited. The reporting period is from 1 July 2024 to 30 September 2024 (the “**Reporting Period**”).

This report is prepared in both Chinese and English. Should there be any inconsistency or ambiguity between the two versions, the Chinese version shall prevail.

#### **IMPORTANT NOTICE:**

1. The Board of Directors, Supervisory Committee and the Directors, Supervisors and senior management of the Company guarantee that the contents of this quarterly report are true, accurate and complete and do not contain false information, misleading statements or material omissions, and individually and collectively accept legal responsibility thereof.
2. The Person in charge of the Company, Person in charge of Accounting, and Head of Accounting Department (Accounting Supervisor) hereby declare that they guarantee the truthfulness, accuracy and completeness of the financial information contained in this quarterly report.
3. Whether the third quarterly report is audited or not

☐ Yes ☒ No

## I. MAJOR FINANCIAL INFORMATION

### (I) Major Accounting Information and Financial Indicators

Retrospective adjustments to or restatement of the accounting information for the prior year by the Company

☐ Yes ☒ No

Unit: RMB

	The Reporting Period	Increase/decrease for the Reporting Period as compared with the corresponding period of last year	From the beginning of the year to the end of the Reporting Period	Increase or decrease from the beginning of the year to the end of the Reporting Period over the corresponding period of last year
Revenue from operations (RMB)	913,923,413.27	-6.76%	2,467,281,865.53	-17.39%
Net profit attributable to shareholders of the listed company (RMB)	-96,924,908.99	38.66%*	-354,282,204.17	0.74%
Net profit attributable to shareholders of the listed company after deduction of extraordinary gains or losses (RMB)	-110,477,250.56	33.44%	-381,056,194.12	-1.04%
Net cash flow from operating activities (RMB)	—	—	-107,626,402.53	37.99%
Basic earnings per share (RMB/share)	-0.09	35.71%	-0.32	0.00%
Diluted earnings per share (RMB/share)	-0.10	28.57%	-0.32	0.00%
Weighted average rate of return on net assets	-2.37%	0.81%	-8.20%	-0.23%
	As at the end of the Reporting Period	As at the end of the last year	Increase/decrease as at the end of the Reporting Period as compared with that at the end of last year	
Total assets (RMB)	11,608,178,102.59	12,161,497,644.55	-4.55%	

Total owners' equity attributable to shareholders of the listed company (RMB)	4,054,922,902.69	4,496,423,310.37	-9.82%
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\*The company's net profit attributable to shareholders of the listed company for the third quarter of 2024 was RMB -96.92 million, representing a year-over-year reduction in loss of RMB 61.08 million compared to the third quarter of 2023, with a reduction ratio of 38.66%.

## (II) Extraordinary Gain or Loss Items and Amount

☒ Applicable ☐ Not Applicable

Unit: RMB

Item	Amount for the Reporting Period	From the beginning of the year to the end of the Reporting Period	Explanation
Gains or losses on disposal of non-current assets (including the written-off portion of provisions for asset impairment)	-755,875.98	-803,867.61	
Government grants included in profit or loss for the current period (excluding government grant closely related to the Company's normal operation, and entitled in fixed amounts or quantities on a continuous basis according to national standards)	16,230,367.33	29,739,272.81	
Gains and losses from change in the fair value of the held-for-trading financial assets and held-for-trading financial liabilities held by the Company and investment income from disposal of held-for-trading financial assets, held-for-trading financial liabilities and available-for-sale financial assets other than the valid hedging services related to the normal operating activities of the Company	2,573,660.02	9,441,777.53	
Other non-operating income and expenses apart from those stated above	1,295,249.36	126,366.71	
Less: Effect on income tax	3,311,133.28	7,005,518.46	
Effect on minority interests (after tax)	2,479,925.88	4,724,041.03	
Total	13,552,341.57	26,773,989.95	--

Particulars of other gain or loss items conforming with the definition of extraordinary gains or losses:

☐ Applicable ☒ Not Applicable

There are no particulars of other gain or loss items of the Company conforming within the definition of

extraordinary gains or losses.

Particulars of items of extraordinary gains or losses illustrated in “Notice on Explanation of Information Disclosure of Companies Publicly Issuing Securities No. 1 – Extraordinary Gains or Losses” that are defined as items of recurring gains or losses

☐ Applicable ☒ Not Applicable

There were no items of extraordinary gains or losses illustrated in “Notice on Explanation of Information Disclosure of Companies Publicly Issuing Securities No. 1 – Extraordinary Gains or Losses” that are defined as items of recurring gains or losses.

### (III) Changes in Key Accounting Information and Financial Indicators and Reasons

☒ Applicable ☐ Not Applicable

Unit: RMB

Item	As at the end of the Reporting Period	Balance at the beginning of the period/the corresponding period of last year	Change	Reasons for changes
Monetary fund	369,990,881.79	1,240,597,614.74	-70.18%	The decrease compared to the beginning of the year was mainly due to the purchase of structured deposits, capital expenditures, and payment of loan interest during the Reporting Period.
Receivables financing	15,972,560.67	8,265,364.14	93.25%	It was mainly due to the increase in bank acceptance bills received by the Company during the Reporting Period.
Prepayments	190,855,178.47	109,245,227.02	74.70%	It was mainly due to the increase in advance payments for raw materials by the Company during the Reporting Period.
Non-current assets due within one year	26,597,785.36	40,359,253.25	-34.10%	It was mainly due to the decrease in project payment settlements during the Reporting Period.
Contractual liabilities	193,192,802.55	126,420,707.75	52.82%	It was mainly due to the increase in advance payments received by the Company during the Reporting Period.
Employee benefits payables	13,631,029.30	36,817,303.29	-62.98%	It was mainly due to the distribution of performance bonuses during the Reporting Period.
Tax payable	27,488,394.29	18,293,384.23	50.26%	It was mainly due to the increase in value-added tax payable during the Reporting Period.
Non-current liabilities due within one year	1,778,050,314.19	930,126,157.49	91.16%	It was mainly due to the increase in long-term loans due within one year during the Reporting Period.

Gain on fair value changes (Loss represented in “-” signs)	4,630,232.87	742,054.80	523.97%	It was mainly due to the increase in income from structured deposit investments during the Reporting Period.
Credit impairment loss	-4,130,001.90	-9,514,251.51	56.59%	It was mainly due to the decrease in receivables from general customers at the end of the Reporting Period compared to the corresponding period last year.
Income tax	7,129,709.41	-1,489,420.28	578.69%	It was mainly due to the increase in income tax payments by the business of wastewater treatment during the Reporting Period.
Net cash flow from operating activities	-107,626,402.53	-173,554,471.18	37.99%	It was mainly due to the increase in cash flow resulting from higher sales recovery of inventory in the businesses of industrial waste recycling and electronic waste dismantling during the Reporting Period.
Net cash flow from financing activities	-169,733,230.43	930,963,319.13	-118.23%	It was mainly due to the significant increase in net financing cash flow in the corresponding period last year, resulting from the receipt of funds raised through a private placement, compared to those in the Reporting Period.

## II. SHAREHOLDER INFORMATION

### (I) Table of the total number of shareholders of ordinary shares and number of shareholders of preference shares with voting rights restored and shareholding of top ten shareholders

Unit: Shares

Total number of shareholders of ordinary shares at the end of the Reporting Period	33,376	Total number of shareholders of preference shares with voting rights restored at the end of the Reporting Period (if any)	0			
Shareholding of top 10 shareholders (Excluding shares lent through the securities lending and borrowing program)						
Name of shareholders	Nature of shareholder	Percentage of shareholding	Number of shares held	Number of shares subject to lock-up held	Pledged, marked or frozen	
					Status of shares	Number
Guangdong Rising Holdings Group Co., Ltd.* (廣東省廣晟控股集團有限公司)	State-owned legal person	24.09%	266,279,028	65,310,734	Pledged	22,177,503
HKSCC NOMINEES LIMITED	Overseas legal person	18.10%	200,097,387	0	N/A	0

Baowu Group Environmental Resources Technology Co., Ltd.* (寶武集團環境資源科技有限公司)	State-owned legal person	7.84%	86,629,001	0	N/A	0
Jiangsu High Hope International Group Co., Ltd.* (江蘇匯鴻國際集團股份有限公司)	State-owned legal person	4.53%	50,087,669	0	N/A	0
Shanghai Baogang New Construction Materials Technology Co., Ltd.* (上海寶鋼新型建材科技有限公司)	State-owned legal person	3.41%	37,664,783	0	N/A	0
Jiangsu High Hope Venture Capital Co., Ltd.* (江蘇匯鴻創業投資有限公司)	State-owned legal person	2.35%	25,995,038	0	N/A	0
Zhang Weiyang	Domestic natural person	2.24%	24,744,903	0	N/A	0
Deng Youxian	Domestic natural person	1.64%	18,168,200	0	N/A	0
Jinan Hanxiang Investment Management Partnership (L.P.)* (濟南瀚祥投資管理合夥企業(有限合夥))	Domestic non-state-owned legal person	1.03%	11,403,574	0	N/A	0
Hong Kong Securities Clearing Company Limited	Overseas legal person	0.93%	10,243,183	0	N/A	0

**Shareholding of top 10 shareholders not subject to lock-up (Excluding shares lent through the securities lending and borrowing program and shares subject to executive lock-up restrictions)**

Name of shareholders	Number of shares not subject to lockup held	Class of shares and number	
		Class of shares	Number
Guangdong Rising Holdings Group Co., Ltd. (廣東省廣晟控股集團有限公司)	200,968,294	RMB ordinary shares	200,968,294
HKSCC NOMINEES LIMITED	200,097,387	Overseas listed foreign shares	200,097,387

Baowu Group Environmental Resources Technology Co., Ltd.* (寶武集團環境資源科技有限公司)	86,629,001	Overseas listed foreign shares	86,629,001
Jiangsu High Hope International Group Co., Ltd.* (江蘇匯鴻國際集團股份有限公司)	50,087,669	RMB ordinary shares	50,087,669
Shanghai Baogang New Construction Materials Technology Co., Ltd.* (上海寶鋼新型建材科技有限公司)	37,664,783	RMB ordinary shares	37,664,783
Jiangsu High Hope Venture Capital Co., Ltd.* (江蘇匯鴻創業投資有限公司)	25,995,038	RMB ordinary shares	25,995,038
Zhang Weiyang	24,744,903	RMB ordinary shares	24,744,903
Deng Youxian	18,168,200	RMB ordinary shares	18,168,200
Jinan Hanxiang Investment Management Partnership (L.P.)* (濟南瀚祥投資管理合夥企業(有限合夥))	11,403,574	RMB ordinary shares	11,403,574
Hong Kong Securities Clearing Company Limited	10,243,183	RMB ordinary shares	10,243,183
Details of the connections among, or concerted actions taken by the above shareholders	<p>1. Shanghai Baogang New Construction Materials Technology Co., Ltd.* (上海寶鋼新型建材科技有限公司) is a wholly-owned subsidiary of Baowu Group Environmental Resources Technology Co., Ltd.* (寶武集團環境資源科技有限公司), a holder of over 5% of the shares of the Company.</p> <p>2. Jiangsu High Hope Venture Capital Co., Ltd.* (江蘇匯鴻創業投資有限公司) is a wholly-owned subsidiary of Jiangsu High Hope International Group Co., Ltd.* (江蘇匯鴻國際集團股份有限公司), a holder of over 5% of the shares of the Company.</p> <p>3. Shares held by HKSCC NOMINEES LIMITED are the aggregate of H shares of the Company traded on the trading platform of HKSCC NOMINEES LIMITED held on behalf of shareholders. The Company is not aware of any connections or concerted actions between the aforementioned shareholders.</p>		
Details of top 10 shareholders' participation in margin financing and securities lending business	N/A		

The status of share lending under the securities lending and borrowing program by holders holding more than 5% of the shares, the top 10 shareholders, and the top 10 unrestricted circulating shareholders.

☒ Applicable ☐ Not Applicable

The status of share lending under the securities lending and borrowing program by holders holding more than 5% of the shares, the top 10 shareholders, and the top 10 unrestricted circulating shareholders								
Name (full name) of shareholders	Shareholding of ordinary account, credit account in the beginning of the Reporting Period		Shares lent under the stock borrowing and lending program at the beginning of the Reporting Period that remain outstanding		Shareholding of ordinary account, credit account at the end of the Reporting Period		Shares lent under the stock borrowing and lending program at the end of the Reporting Period that remain outstanding.	
	Total number	Percentage of shareholding	Total number	Percentage of shareholding	Total number	Percentage of shareholding	Total number	Percentage of shareholding
Jiangsu High Hope Venture Capital Co., Ltd.	25,024,338	2.26%	970,700	0.09%	25,995,038	2.35%	0	0.00%

Changes in the top 10 shareholders and top 10 unrestricted circulating shareholders compared to the previous period were primarily due to stock lending and returning activities under the securities margin trading program.

☐ Applicable ☒ Not Applicable

**(II) Table showing total number of shareholders of preference shares of the Company and shareholding of top 10 shareholders of preference shares**

☐ Applicable ☒ Not Applicable

**III. OTHER SIGNIFICANT EVENTS**

☐ Applicable ☒ Not Applicable

**IV. QUARTERLY FINANCIAL STATEMENTS**

**(I) FINANCIAL STATEMENTS**

**1. Consolidated Balance Sheet**

*Unit: RMB*

Item	30 September 2024	1 January 2024
Current assets:		
Monetary fund	369,990,881.79	1,240,597,614.74
Provision of settlement fund	0.00	0.00
Placements with banks and other financial institutions	0.00	0.00
Held-for-trading financial assets	590,899,548.11	60,251,506.84



Derivative financial assets	0.00	0.00
Notes receivable	46,872,442.61	63,217,511.87
Accounts receivable	1,104,503,228.63	1,021,948,407.16
Receivables financing	15,972,560.67	8,265,364.14
Prepayments	190,855,178.47	109,245,227.02
Premium receivable	0.00	0.00
Reinsurance accounts receivable	0.00	0.00
Provision for reinsurance contract receivable	0.00	0.00
Other accounts receivable	160,936,178.98	167,064,913.33
Including: Interest receivable	0.00	0.00
Dividend receivable	0.00	0.00
Purchase and resale of financial assets	0.00	0.00
Inventories	856,049,644.30	789,824,538.47
Including: Data assets	0.00	0.00
Contractual assets	41,343,181.60	43,110,864.60
Assets held-for-sale	0.00	0.00
Non-current asset due within one year	26,597,785.36	40,359,253.25
Other current assets	88,705,186.85	117,072,116.35
Total current assets	3,492,725,817.37	3,660,957,317.77
Non-current assets:		
Granted loans and advances	0.00	0.00
Debt investments	0.00	0.00
Other debt investments	0.00	0.00
Long-term accounts receivable	0.00	0.00
Long-term equity investment	270,643,445.52	277,263,939.59
Investment in other equity instruments	4,242,896.51	4,242,896.51
Other non-current financial assets	0.00	0.00
Investment properties	558,406,012.92	522,789,890.30
Fixed assets	4,788,625,670.87	5,148,382,776.17
Construction in progress	231,566,709.39	225,617,248.30
Productive biological assets	0.00	0.00
Oil and gas assets	0.00	0.00
Right-of-use assets	7,880,104.09	9,819,236.01
Intangible assets	1,117,075,450.38	1,159,995,165.87
Including: Data assets	0.00	0.00
Development expenditure	7,242,697.85	5,758,886.61

Including: Data assets	0.00	0.00
Goodwill	848,339,530.25	848,339,530.25
Long-term unamortized expenses	105,860,285.96	110,982,301.18
Deferred income tax assets	62,592,240.10	62,492,766.91
Other non-current assets	112,977,241.38	124,855,689.08
Total non-current assets	8,115,452,285.22	8,500,540,326.78
Total assets	11,608,178,102.59	12,161,497,644.55
Current liabilities:		
Short-term borrowings	1,071,706,961.66	1,268,986,439.35
Borrowings from central bank	0.00	0.00
Loans from other banks	0.00	0.00
Held-for-trading financial liabilities	0.00	0.00
Derivative financial liabilities	0.00	0.00
Notes payable	0.00	0.00
Accounts payable	542,244,820.86	675,266,359.63
Receipts in advance	498,961.84	872,774.74
Contractual liabilities	193,192,802.55	126,420,707.75
Proceeds from disposal of financial assets under agreements to repurchase	0.00	0.00
Receipt of deposits and deposits from other banks	0.00	0.00
Funds received as agent of stock exchange	0.00	0.00
Funds received as stock underwriter	0.00	0.00
Employee benefits payables	13,631,029.30	36,817,303.29
Tax payable	27,488,394.29	18,293,384.23
Other accounts payable	183,192,436.16	166,581,016.31
Including: Interest payable	0.00	0.00
Dividend payable	0.00	1,435,000.65
Handling fees and commission payable	0.00	0.00
Reinsurance accounts payable	0.00	0.00
Liabilities held-for-sale	0.00	0.00
Non-current liabilities due within one year	1,778,050,314.19	930,126,157.49
Other current liabilities	19,126,845.51	52,707,803.95
Total current liabilities	3,829,132,566.36	3,276,071,946.74
Non-current liabilities:		
Provision for insurance contracts	0.00	0.00

Long-term borrowings	2,715,618,759.04	3,390,907,716.95
Bonds payable	0.00	0.00
Including: Preferred shares	0.00	0.00
Perpetual bond	0.00	0.00
Lease liabilities	4,402,837.44	5,231,022.88
Long-term accounts payables	0.00	0.00
Long-term employee benefits payables	0.00	0.00
Estimated liabilities	229,220,684.19	217,913,523.99
Deferred income	148,591,019.24	160,293,031.94
Deferred income tax liabilities	64,229,935.96	64,308,093.09
Other non-current liabilities	4,856,130.43	4,875,915.01
Total non-current liabilities	3,166,919,366.30	3,843,529,303.86
Total liabilities	6,996,051,932.66	7,119,601,250.60
Owners' equity:		
Share capital	1,105,255,802.40	1,105,255,802.40
Other equity instruments	0.00	0.00
Including: Preferred shares	0.00	0.00
Perpetual bond	0.00	0.00
Capital reserve	1,311,186,481.61	1,411,090,961.30
Less: Treasury stock	0.00	0.00
Other comprehensive income	30,595,249.61	19,234,255.89
Special reserves	3,434,423.30	2,109,140.84
Surplus reserves	269,816,271.96	269,816,271.96
Provision for normal risks	0.00	0.00
Undistributed profits	1,334,634,673.81	1,688,916,877.98
Total equity attributable to owners of the parent company	4,054,922,902.69	4,496,423,310.37
Minority interests	557,203,267.24	545,473,083.58
Total owners' equity	4,612,126,169.93	5,041,896,393.95
Total liabilities and owners' equity	11,608,178,102.59	12,161,497,644.55

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

Unit: RMB

Item	Amount for the current period	Amount for the previous period
I. Total operating revenue	2,467,281,865.53	2,986,709,917.86
Including: Operating revenue	2,467,281,865.53	2,986,709,917.86
Interest income	0.00	0.00
Premium income	0.00	0.00
Handling charges and commission income	0.00	0.00
II. Total operating cost	2,929,144,921.08	3,459,393,042.81
Including: Cost of operation	2,309,399,671.27	2,826,422,729.00
Interest expenses	0.00	0.00
Handling charges and commission expenses	0.00	0.00
Surrenders	0.00	0.00
Net claims expenses	0.00	0.00
Net provisions for insurance contracts reserve	0.00	0.00
Insurance policy dividend paid	0.00	0.00
Reinsurance costs	0.00	0.00
Tax and levies	30,435,965.50	33,727,324.14
Selling expenses	59,760,788.01	61,413,177.25
Administrative expenses	286,079,869.72	303,578,281.47
Research and development expenses	101,110,517.39	115,231,171.72
Finance costs	142,358,109.19	119,020,359.23
Including: Interest expense	148,297,157.92	129,922,915.05
Interest income	5,411,666.92	10,989,348.75
Add: Other gains	35,627,043.27	34,938,630.09
Gain from investment (Loss represented in “-” signs)	-1,708,949.41	-2,528,450.48

Including: Investment revenue in associates and joint ventures	-6,620,494.07	-3,605,765.55
Gain on derecognition of financial asset measured at the amortized cost	0.00	0.00
Exchange gain (Loss represented in “-” signs)	0.00	0.00
Gain from net exposure hedges (Loss represented in “-” signs)	0.00	0.00
Gain on fair value changes (Loss represented in “-” signs)	4,630,232.87	742,054.80
Credit impairment loss (Loss represented in “-” signs)	-4,130,001.90	-9,514,251.51
Asset impairment loss (Loss represented in “-” signs)	0.00	650.00
Gain on disposal of assets (Loss represented in “-” signs)	-625,353.32	502,493.36
III. Operating profit (Loss represented in “-” signs)	-428,070,084.04	-448,541,998.69
Add: Non-operating income	3,630,541.31	2,943,368.64
Less: Non-operating expenses	3,682,688.89	2,152,531.59
IV. Total profit (Total loss represented in “-” signs)	-428,122,231.62	-447,751,161.64
Less: Income tax expenses	7,129,709.41	-1,489,420.28
V. Net profit (Net loss represented in “-” signs)	-435,251,941.03	-446,261,741.36
(1) Classified on a going concern basis		
1. Net profit from continuing operations (Net loss represented in “-” signs)	-435,251,941.03	-446,261,741.36
2. Net profit from discontinued operations	0.00	0.00
(2) Classified according to the ownership		
1. Net profit attributable to shareholders of the parent company (Net loss represented in “-” signs)	-354,282,204.17	-356,923,762.11

2.	Profit and loss attributable to minority interests (Net loss represented in “-” signs)	-80,969,736.86	-89,337,979.25
VI.	Other comprehensive income, net of tax	11,360,993.72	-32,118.27
	Other comprehensive income attributable to owners of the parent company, net of tax	11,360,993.72	-32,118.27
(1)	Items cannot be reclassified to profit and loss	0.00	0.00
1.	Changes arising from remeasurement of defined benefit plan	0.00	0.00
2.	Other comprehensive income that cannot be reclassified into profit or loss under the equity method	0.00	0.00
3.	Changes in fair value of other equity instrument investments	0.00	0.00
4.	Change in fair value due to enterprise’s own credit risk	0.00	0.00
5.	Others	0.00	0.00
(2)	Items can be reclassified to profit and loss	11,360,993.72	-32,118.27
1.	Other comprehensive income that can be reclassified into profit or loss under the equity method	0.00	0.00
2.	Changes in fair value of other debt investment	0.00	0.00
3.	Amount of financial assets reclassified into other comprehensive income	0.00	0.00

4.	Credit impairment provisions for other debt investments	0.00	0.00
5.	Reserves for cash flow hedge	0.00	0.00
6.	Exchange difference on translation of financial statement in foreign currency	11,360,993.72	-32,118.27
7.	Others	0.00	0.00
	Other comprehensive income attributable to minority interests, net of tax	0.00	0.00
VII.	Total comprehensive income	-423,890,947.31	-446,293,859.63
(1)	Attributable to owners of the parent company	-342,921,210.45	-356,955,880.38
(2)	Attributable to minority interests	-80,969,736.86	-89,337,979.25
VIII.	Earnings per share:		
(1)	Basic earnings per share	-0.32	-0.32
(2)	Diluted earnings per share	-0.32	-0.32

### 3. Consolidated Cash Flow Statement from the beginning of the year to the end of the Reporting Period

Unit: RMB

Item	Amount for the current period	Amount for the previous period
I. Cash flows from operating activities:		
Cash received from sales of goods and rendering of services	2,893,803,901.09	3,342,730,269.71
Net increase in customer deposits and interbank deposits	0.00	0.00
Net increase in borrowings from central bank	0.00	0.00
Net increase in placements from other financial institutions	0.00	0.00
Cash received from original insurance contract premium	0.00	0.00
Net cash received from reinsurance business	0.00	0.00
Net increase in deposits and investments from policyholders	0.00	0.00
Cash received from interest, handling charges and commission	0.00	0.00
Net increase in placements from banks and other financial institutions	0.00	0.00
Net increase in cash from repurchase business	0.00	0.00
Net cash received from securities brokerage services	0.00	0.00
Refund of taxes and levies	5,387,770.46	130,331,666.14
Other cash receipts relating to operating activities	56,787,434.14	55,779,266.51
Sub-total of cash inflows from operating activities	2,955,979,105.69	3,528,841,202.36
Cash paid for goods and services	2,302,084,763.12	2,948,664,768.49
Net increase in customer loans and advances	0.00	0.00
Net increase in deposits with central bank and other banks	0.00	0.00



Cash paid for compensation under original insurance contract	0.00	0.00
Net increase in placements with banks and other financial institutions	0.00	0.00
Cash paid for interests, handling charges and commissions	0.00	0.00
Cash paid for policyholders' dividend	0.00	0.00
Cash paid to and on behalf of employees	457,621,921.34	513,354,375.60
Payments of taxes and levies	80,285,063.15	118,709,449.82
Other cash payments relating to operating activities	223,613,760.61*	121,667,079.63
Sub-total of cash outflows from operating activities	3,063,605,508.22	3,702,395,673.54
Net cash flows from operating activities	-107,626,402.53	-173,554,471.18
II. Cash flows from investing activities:		
Cash received from investments	1,550,000,000.00	260,394,000.00
Cash received from returns on investments	8,793,736.26	8,217,315.07
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,388,104.98	515,289.00
Net cash received from disposal of subsidiaries and other operating units	0.00	0.00
Other cash receipts relating to investing activities	0.00	0.00
Sub-total of cash inflows from investing activities	1,561,181,841.24	269,126,604.07
Cash paid to acquire fixed assets, intangible assets and other long-term assets	172,658,507.03	321,997,872.73
Cash paid on investments	2,080,000,000.00	622,282,780.27
Net increase in pledged loans	0.00	0.00
Net cash paid on acquisition of subsidiaries and other operating unit	0.00	0.00
Other cash payments relating to investing activities	0.00	0.00

Sub-total of cash outflows from investing activities	2,252,658,507.03	944,280,653.00
Net cash flows from investing activities	-691,476,665.79	-675,154,048.93
III. Cash flows from financing activities:		
Cash received from financing	0.00	1,196,226,412.10
Including: Cash received by subsidiaries from investment from minority shareholders	0.00	0.00
Cash received from borrowings	2,064,595,574.80	3,243,944,187.42
Cash received from other financing activities	0.00	0.00
Sub-total of cash inflows from financing activities	2,064,595,574.80	4,440,170,599.52
Cash payments for settlement of borrowings	2,085,451,900.51	3,311,967,345.87
Cash payments for distribution of dividend, profit or interest expenses	144,878,505.01	193,060,133.52
Including: Cash payments for distribution of dividends and profit by subsidiaries to minority shareholders	7,435,000.65	3,871,831.00
Other cash payments relating to financing activities	3,998,399.71	4,179,801.00
Sub-total of cash outflows from financing activities	2,234,328,805.23	3,509,207,280.39
Net cash flows from financing activities	-169,733,230.43	930,963,319.13
IV. Effect of foreign exchange rate changes on cash and cash equivalents	9,554.12	24,102.58
V. Net increase in cash and cash equivalents	-968,826,744.63	82,278,901.60
Add: Balances of cash and cash equivalents at beginning of period	1,237,810,786.72	617,856,312.92
VI. Balances of cash and cash equivalents at end of period	268,984,042.09	700,135,214.52

Due to litigation involving Jiangxi Environmental Protection Co., Ltd., part of the funds in the company's designated account for raised capital has been frozen, amounting to RMB96.3176 million. This has led to a significant year-over-year increase in cash payments related to other operating activities for the first three quarters of 2024.

**(II) Initial implementation of new accounting standards to adjust the related items in the financial statements at the beginning of the year from 2024 onward**

☐ Applicable ☒ Not Applicable

**(III) Audit Report**

Whether the third quarterly report is audited or not

☐ Yes ☒ No

The third quarterly report of the Company is unaudited.

By order of the Board  
**Dongjiang Environmental Company Limited\***  
**Wang Bi'an**  
*Chairman*

Shenzhen, the PRC  
25 October 2024

*As at the date of this announcement, the Board of Directors of the Company comprises three executive Directors, being Mr. Wang Bi'an, Mr. Li Xiangli and Mr. Yu Fan; three non-executive Directors, being Mr. Wang Shi, Mr. Liu Xiaoxuan and Mr. Jia Guorong; and three independent non-executive Directors, being Mr. Li Jinhui, Mr. Siu Chi Hung and Ms. Xiang Ling.*

*\* For identification purposes only*