

Goertek Inc

Subjects	30 June 2020	31 December 2019
	RMB	RMB
<b>Current assets</b>		
Cash and cash equivalents	6,117,272,216.67	3,612,725,720.73
Held-for-trading financial assets	77,736,012.92	46,909,330.37
Bill receivables	41,467,238.90	40,186,559.85
Trade receivables	5,754,813,025.63	8,103,952,322.76
Trade receivables for financing		2,694,000.00
Prepayments	1,057,401.35	1,003,932.03
Other receivables	79,146,420.78	60,251,530.47
Inventories	9,566,067,753.36	5,296,464,329.53
Other current assets	383,244,474.25	322,254,661.51
<b>Total current assets</b>	<b>22,556,321,386.08</b>	<b>17,703,782,383.15</b>
<b>Non-current assets</b>		
Long-term investments	266,495,895.30	269,961,654.44
Other equity instruments	341,402,469.29	336,420,913.47
Property, plant and equipments	12,210,101,067.65	11,502,483,642.95
Construction in progress	15,664,811.22	1,539,222,428.40
Intangible assets	337,784,932.07	2,397,093,993.54
Development expenditure	342,733,924.33	274,188,967.82
Goodwill	16,859,185.08	17,825,756.44
Deferred expenditure	200,982,489.05	166,048,168.90
Deferred tax assets	219,135,610.11	197,680,781.92
Other non-current assets	561,047,711.49	255,595,936.18
<b>Total non-current assets</b>	<b>18,463,188,175.79</b>	<b>16,956,522,244.06</b>
<b>Total assets</b>	<b>41,019,509,561.87</b>	<b>34,660,304,627.21</b>
<b>Current liabilities</b>		
Short-term borrowings	4,846,240,739.91	6,154,458,300.00
Held-for-trading financial liabilities	92,965,645.04	115,121,021.01
Bill payables	687,502,603.57	697,201,859.51
Trade payables	10,381,823,471.14	8,977,326,628.51
Payment received in advance		16,660,286.88

# Consolidated Statement of Comprehensive Income

For the financial period from 1 January 2020 to 30 June 2020

Goertek Inc

Subjects	1 Jan 2020 to 30 Jun 2020	1 Jan 2019 to 30 Jun 2019
	RMB	RMB
<b>Revenue</b>	<b>15,573,024,681.96</b>	<b>13,575,797,933.18</b>
Cost of sales	12,764,420,492.71	11,462,509,273.24
Business tax and surcharges	75,564,983.45	98,592,454.45
Selling and distribution costs	208,318,257.21	255,886,265.91
Administrative costs	454,571,245.70	365,860,461.71
Research and development costs	972,907,293.45	666,837,646.52
Finance costs	154,625,251.18	176,665,309.65
- Interests expenses	129,594,354.89	149,155,721.67
- Interests income	9,881,791.98	9,057,928.35
Add Other income	61,526,928.86	123,217,966.35
- Investment income	-21,196,734.39	-10,026,322.98
-- Share of profit from equity accounted investment	1,147,268.96	1,649,680.23
Gain on fair value revaluation (negative means loss)	38,507,912.17	39,405,716.79
Credit losses ( negative means loss)	23,721,873.14	49,801.78
Loss on assets impairment (negative means loss)	-63,305,322.76	-30,457,126.45
Loss on disposal of fixed assets (negative means loss)	-3,622,224.82	-20,401,734.17
<b>Operating profits</b>	<b>978,249,590.46</b>	<b>651,234,823.02</b>
Add: Non-operating income	5,216,674.96	5,738,228.67
Less: Non-operating expenses	28,414,651.87	11,638,504.97
<b>Total operating profits</b>	<b>955,051,613.55</b>	<b>645,334,546.72</b>
Less: income tax expenses	174,254,171.80	121,986,235.32
<b>Net operating profits</b>	<b>780,797,441.75</b>	<b>523,348,311.40</b>
1. Net profits from continuing operation	780,797,441.75	523,348,311.40
- Net profits attributable to shareholder of parent company	780,745,928.00	523,814,152.30
- Non-controlling interests	51,513.75	-465,840.90
<b>Other Comprehensive income, net of tax</b>	<b>1,760,402.21</b>	<b>-7,590,440.23</b>
- attributable to shareholder of parent company	1,416,837.30	-7,663,368.37
--Other comprehensive income which will be reclassified subsequently into profit or loss	1,416,837.30	-7,663,368.37
--- Other comprehensive income that can be transferred to P/L under the equity method	-5,309,892.17	-186,532.61
---Foreign currency translation adjustment	6,726,729.47	-7,476,835.76
- to minority interests	343,564.91	72,928.14
<b>Total Comprehensive income</b>	<b>782,557,843.96</b>	<b>515,757,871.17</b>
Comprehensive income attributable to shareholder of parent company	782,162,765.30	516,150,783.93
Comprehensive income to minority shareholders	395,078.66	-392,912.76
Basic EPS	<b>0.25</b>	<b>0.16</b>
Diluted EPS	<b>0.25</b>	<b>0.16</b>

**Consolidated Statement of Cash Flows**  
For the financial period from 1 January 2020 to 30 June 2020

Goertek Inc

Subjects	1 Jan 2020 to 30 Jun 2020	1 Jan 2019 to 30 Jun 2019
	RMB	RMB
<b>Cash flows from operating activities</b>		
cash received from selling of goods or services rendered	18,048,681,898.61	14,847,982,847.46
Held-for-trading financial assets		
Bill receivables		
Tax refund	668,253,500.80	784,041,078.06
cash received from other operating activities	865,957,307.10	257,252,123.80
<b>Cash inflows from operating activities</b>	<b>19,582,892,706.51</b>	<b>15,889,276,049.32</b>
Cash payment of purchase of goods and services	14,202,331,216.05	10,676,584,857.21
Cash payment of staff related expenses	2,851,506,248.38	2,234,872,104.35
Tax paid	295,779,698.48	278,299,527.80
Cash paid for other operating activities	1,335,183,671.41	664,359,978.31
<b>Cash outflows from operating activities</b>	<b>18,684,800,834.32</b>	<b>13,854,116,467.67</b>
<b>Net cash generated from operating activities</b>	<b>898,091,872.19</b>	<b>2,035,159,581.65</b>
<b>Cash flows from investing activities</b>		
Cash received from returns on investment	55,504,622.51	48,366,000.00
Cash received from investments	3,307,781.71	4,924,130.35
Proceeds from disposal of fixed assets	6,460,540.26	27,114,289.04
Proceeds from other investing activities	23,793,280.43	74,674,835.90
<b>Cash inflows from investing activities</b>	<b>89,066,224.91</b>	<b>155,079,255.29</b>
Cash paid to acquire fixed assets, intangible assets and other long-term assets	2,280,642,131.68	1,293,703,384.72
Cash paid to acquired investment	73,879,954.41	46,414,977.78
Held-for-trading financial liabilities		
<b>Cash outflows from investing activities</b>	<b>2,354,522,086.09</b>	<b>1,340,118,362.50</b>
<b>Net cash used in investing activities</b>	<b>-2,265,455,861.18</b>	<b>-1,185,039,107.21</b>
<b>Cash flows from financing activities</b>		
Proceeds from bank borrowings	7,008,342,412.39	5,034,212,813.65
Proceeds from issuance of convertible bonds	3,995,000,000.00	
Cash received from other financing activities	514,001,258.04	652,129,324.66
<b>Cash inflows from financing activities</b>	<b>11,517,343,670.43</b>	<b>5,686,342,138.31</b>
Repayment of borrowings	6,184,006,740.60	4,644,853,281.58
Cash payments for interest expenses and distribution of dividends or profits	468,235,031.93	465,534,828.18
Cash paid for other financing activities	941,634,926.21	774,256,576.35
<b>Cash outflows from financing activities</b>	<b>7,593,876,698.74</b>	<b>5,884,644,686.11</b>
<b>Cash generated/(used) in financing activities</b>	<b>3,923,466,971.69</b>	<b>-198,302,547.80</b>
<b>Effects of exchange rate change on cash and cash equivalents</b>	<b>-6,106,720.04</b>	<b>-12,868,768.66</b>
<b>Net increase in cash and cash equivalents</b>	<b>2,549,996,262.66</b>	<b>638,949,157.98</b>
Cash and cash equivalents at beginning of period	3,094,603,792.32	2,007,869,437.81
<b>Cash and cash equivalents at end of period</b>	<b>5,644,600,054.98</b>	<b>2,646,818,595.79</b>