

Stock code: 300870 Stock abbreviation: Honor Electron Announcement No.: 2025-029

## **Shenzhen Honor Electronic Co., Ltd.**

### **2025 First Quarter Report**

The company and all members of the board of directors guarantee that the information disclosed is true, accurate and complete, and there are no false records, misleading statements or major omissions.

#### **Important content reminder:**

1. The board of directors, the board of supervisors and the directors, supervisors and senior management ensure that the quarterly report is true, accurate and complete, and that there are no false records, misleading statements or major omissions, and bear individual and joint legal liabilities.
2. The person in charge of the company, the person in charge of accounting work and the person in charge of the accounting organization (accounting officer) declare that the financial information in the quarterly report is true, accurate and complete.
3. Has the first quarter report been audited?

■ whether



## I. Main financial data

### (1) Major accounting data and financial indicators

Whether the company needs to retrospectively adjust or restate the accounting data of previous years

■ whether

	This reporting period	Same period last year	Increase or decrease in the reporting period over the same period of the previous year (%)
Operating income (yuan)	888,256,987.39	695,862,387.52	27.65%
Net profit attributable to shareholders of listed companies (yuan)	49,570,718.71	31,164,265.74	59.06%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (yuan)	46,165,699.68	29,984,745.73	53.96%
Net cash flow from operating activities (yuan)	219,597,030.86	8,045,282.39	2,629.51%
Basic earnings per share (yuan/share)	0.47	0.31	51.61%
Diluted earnings per share (yuan/share)	0.53	0.31	70.97%
Weighted average return on equity	2.20%	1.66%	0.54%
	At the end of the reporting period	End of last year	Increase or decrease at the end of the reporting period compared to the end of the previous year (%)
Total assets (yuan)	5,362,188,536.89	5,322,208,927.88	0.75%
Owner's equity attributable to shareholders of listed companies (yuan)	2,430,401,050.21	2,170,660,904.37	11.97%

From the end of the reporting period to the disclosure date of the quarterly report, whether the share capital of the company has changed due to the issuance of new shares, additional issuance, allotment, equity incentive exercise, repurchase, etc., and the amount of owner's equity is affected? ■ No

	This reporting period
Preferred stock dividends paid (yuan)	0.00
Perpetual bond interest paid (yuan)	0.00
Fully diluted earnings per share calculated with the latest share capital (yuan/share)	0.4654

### (2) Items and amounts of non-recurring gains and losses

Applicable ■ Not applicable

Unit:  
Yuan

Projects	Amount for the reporting period	Description
Gains and losses on disposal of illiquid assets (including the write-off portion of the provision for asset impairment)	-580,635.39	Mainly due to the loss of retirement of non-current assets.



Government subsidies included in the current profit and loss (except for government subsidies that are closely related to the company's normal business operations, comply with national policies and regulations, are enjoyed according to determined standards, and have a continuous impact on the company's profit and loss)	2,734,671.07	Mainly government subsidy income.
In addition to the effective hedging business related to the company's normal business operations, the gains and losses from changes in fair value arising from the holding of financial assets and financial liabilities by non-financial enterprises and the gains and losses arising from the disposal of financial assets and financial liabilities	490,821.92	It is due to changes in the fair value of wealth management products.
Profit and loss of entrusting others to invest or manage assets	407,712.89	It is the income from wealth management products actually received in the current period.
Other non-operating revenue and expenditure other than the above-mentioned items	-2,392.38	
Other profit and loss items that meet the definition of non-recurring profit and loss	400,377.19	
Less: Income tax impact amount	23,906.44	
Amount of impact on minority shareholders' equity (after tax)	21,629.83	
Total	3,405,019.03	--



Details of other profit and loss items that meet the definition of non-recurring profit and loss

Applicable ☒ Not applicable

It is mainly to deduct the tax handling fee and refund.

Explanation of the situation of defining the non-recurring profit and loss items listed in the "Explanatory Announcement No. 1 on Information Disclosure of Companies Offering Securities to the Public-Non-recurring Profit and Loss" as recurring profit and loss items

☒ Applicable Not Applicable

There is no situation in which the company defines the non-recurring gains and losses listed in the "Explanatory Announcement No. 1 on Information Disclosure of Companies Offering Securities to the Public-Non-recurring Gains and Losses" as recurring gains and losses.

### (3) Changes in major accounting data and financial indicators and reasons

Applicable ☒ Not applicable

Amount unit: yuan

Balance Sheet Items	Ending balance	Opening balance	Range of change	Reason for change
Trading financial assets	170,566,273.97	350,379,216.98	-51.32%	Mainly due to changes in the purchase of wealth management products at the end of the period.
Inventory	641,869,834.14	464,660,221.88	38.14%	Mainly due to the increase in sales volume during the current period.
Other non-current assets	9,636,497.20	6,139,043.43	56.97%	Mainly due to the increase in prepayments for equipment in the current period.
Short-term loan	160,456,356.66	236,768,406.69	-32.23%	Mainly due to the repayment of bank loans in the current period and the maturity of the discounted bills in the previous period.
Notes payable	645,346,938.94	481,324,555.30	34.08%	Mainly due to the increase in payment of bank acceptance bills in the current period.
Employee compensation payable	62,851,007.59	90,476,493.28	-30.53%	Mainly due to the payment of employee salaries at the end of the previous year in the current period.
Taxes payable	18,836,187.28	27,533,551.41	-31.59%	Mainly due to the payment of taxes and fees payable at the end of the previous year in the current period.
Bonds payable	352,952,849.81	546,110,938.58	-35.37%	Mainly due to the conversion of convertible bonds in the current period.
Income statement items	Amount in the current period	Amount in the previous period	Range of change	Reason for change
Taxes & surcharges	4,108,522.75	944,874.28	334.82%	Mainly due to the increase in surcharges in the current period.
Administration expense	37,984,668.95	28,181,388.45	34.79%	Mainly due to the increase in sales volume during the current period.
R&D; expenses	60,466,105.52	45,474,939.35	32.97%	Mainly due to the increase in R&D; investment in this period.
Finance expense	-113,412.73	-5,300,283.29	97.86%	Mainly due to the increase in the interest expense of convertible bonds accrued in the current period and the decrease in foreign exchange gains in the current period.



Other income	11,387,469.26	1,466,815.91	676.34%	Mainly due to the increase in the amount of government subsidies included in the current profit and loss in the current period.
Investment income (losses are listed with "-")	-5,445,527.4	-8,256,540.37	34.05%	It was mainly due to the decrease in investment losses recognized by the equity method for participating companies in the current period.
Gain from change in fair value (losses are listed with "-")	490,821.92	288,789.03	69.96%	Mainly due to the increase in the purchase of wealth management products during the current period.
Credit impairment loss (losses are listed with "-")	10,092,426.31	3,301,053.76	-205.73%	Mainly due to the decrease in the balance of accounts receivable at the end of the period.
Non-operating income	14,728.81	1,179,115.40	-98.75%	Mainly due to the decrease in default deductions received in the current period.
Non-operating expenses	597,724.66	1,803,849.48	-66.86%	Mainly due to the decrease in asset retirement losses during the current period.
Income tax expense	5,416,615.84	9,810,508.94	-44.79%	Mainly due to the decrease in income tax expenses in the current period.
Cash Flow Statement Items	Amount in the current period	Amount in the previous period	Range of change	Reason for change
Net cash flow from operating activities	219,597,030.86	8,045,282.39	2629.51%	Mainly due to the increase in the amount of goods sold in the current period.
Net cash flows from investing activities	97,304,317.17	-83,732,929.81	216.21%	Mainly due to the increase in wealth management products that have expired during the current period.



## II. Shareholder Information

### (1) The total number of ordinary shareholders and the number of preferred shareholders whose voting rights have been restored and the shareholding status of the top ten shareholders

Unit: share

Total number of common shareholders at the end of the reporting period		16,503	The total number of preferred shareholders whose voting rights were restored at the end of the reporting period (if any)	0		
Shareholding of the top 10 shareholders (excluding shares lent through refinancing)						
Name of shareholder	Nature of Shareholders	Shareholding ratio (%)	Number of shares held	Number of shares subject to sales restrictions	Pledge, mark or freeze	
					Share status	Quantity
Nanjing Wangyue Kewang Venture Capital Partnership (Limited Partnership)	Domestic non-state-owned legal person	27.47	29,234,023	0.00	Not applicable	0.00
Shenzhen Genoli Information Consulting Co., Ltd	Domestic non-state-owned legal person	27.47	29,234,023	0.00	Pledge	15,760,000
Taizhou Tongju Information Technology Consulting Partnership (Limited Partnership)	Domestic non-state-owned legal person	3.42	3,635,231	0.00	Not applicable	0.00
Hong Kong Securities Clearing Company Limited	Foreign legal person	1.36	1,442,798	0.00	Not applicable	0.00
Ruizhong Life Insurance Co., Ltd.-own funds	other	1.23	1,309,635	0.00	Not applicable	0.00
Kuwait Government Investment Authority	Foreign legal person	0.81	860,376	0.00	Not applicable	0.00
China Merchants Bank Co., Ltd. - Ruiyuan Growth Value Hybrid Securities Investment Fund	other	0.79	842,600	0.00	Not applicable	0.00



Shanghai Pudong Development Bank Co., Ltd. - Yongying Digital Economy Smart Choice Hybrid Initiated Securities Investment Fund	other	0.70	745,379	0.00	Not applicable	0.00
Bank of China Ltd. - E Fund Supply Reform and Flexible Allocation of Hybrid Securities Investment Funds	other	0.48	514,470	0.00	Not applicable	0.00
China Merchants Bank Co., Ltd. - Dongfanghong Ruize three-year holding period hybrid securities investment fund	other	0.47	504,016	0.00	Not applicable	0.00
Shareholding of the top 10 shareholders with unrestricted sales conditions (excluding shares lent through refinancing and locked shares by executives)						
Name of shareholder	Number of unrestricted shares held	Type of shares				
		Type of shares	Quantity			
Nanjing Wangyue Kewang Venture Capital Partnership (Limited Partnership)	29,234,023	RMB ordinary shares	29,234,023			
Shenzhen Genoli Information Consulting Co., Ltd	29,234,023	RMB ordinary shares	29,234,023			
Taizhou Tongju Information Technology Consulting Partnership (Limited Partnership)	3,635,231	RMB ordinary shares	3,635,231			
Hong Kong Securities Clearing Company Limited	1,442,798	RMB ordinary shares	1,442,798			
Ruizhong Life Insurance Co., Ltd.-own funds	1,309,635	RMB ordinary shares	1,309,635			
Kuwait Government Investment Authority	860,376	RMB ordinary shares	860,376			
China Merchants Bank Co., Ltd. - Ruiyuan Growth Value Hybrid Securities Investment Fund	842,600	RMB ordinary shares	842,600			
Shanghai Pudong Development Bank Co., Ltd. - Yongying Digital Economy Smart Choice Hybrid Initiated Securities Investment Fund	745,379	RMB ordinary shares	745,379			
Bank of China Ltd. - E Fund Supply Reform and Flexible Allocation of Hybrid Securities Investment Funds	514,470	RMB ordinary shares	514,470			
China Merchants Bank Co., Ltd. - Dongfanghong Ruize three-year holding period hybrid securities investment fund	504,016	RMB ordinary shares	504,016			



Description of the above-mentioned shareholders' connected relationship or concerted action	<p>The actual controllers of the company are Wang Heqiu, Wang Yulin, Wang Yuetian, Shang Yungsi and Wang Yuefei, who are acting in concert.</p> <p>Among them, Wang Heqiu and Wang Yulin control 27.47% of the company's shares through Shenzhen Genoli Information Consulting Co., Ltd., Wang Heqiu, Wang Yulin, Wang Yuetian, Shang Yungsi and Wang Yuefei control 27.47% of the company's shares through Nanjing Wangyueke Wang Venture Capital Partnership (Limited Partnership), and Wang Heqiu is the executive partner and actual controller of Taizhou Tongju Information Technology Consulting Partnership (Limited Partnership). In addition, the company does not know whether there is an associated relationship among the above-mentioned other shareholders, nor whether they are persons acting in concert as stipulated in the Administrative Measures for the Disclosure of Information Disclosure of Changes in Shareholding of Listed Companies.</p>
Description of the top 10 shareholders participating in the margin financing and securities lending business (if any)	No

Shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders of tradable shares without selling restrictions participated in the refinancing business and lent shares

■ Applicable Not Applicable

The top 10 shareholders and the top 10 shareholders of tradable shares without selling restrictions have changed from the previous period due to refinancing, lending/return

■ Applicable Not Applicable

## **(2) The total number of preferred shareholders of the company and the shareholding status of the top 10 preferred shareholders**

■ Applicable Not Applicable

## **(3) Changes in restricted shares**

■ Applicable Not Applicable

## **III. Other important matters**

Applicable ■ Not applicable

1. According to relevant laws and regulations and the relevant provisions of the Company's Prospectus for Issuing Convertible Corporate Bonds to Unspecified Objects, the conversion period of convertible corporate bonds issued by the Company shall start from the first trading day six months after the completion of the issuance of convertible corporate bonds (July 11, 2024) to the expiry date of the convertible corporate bonds, That is, from January 13, 2025 to July 4, 2030 (in case of statutory holidays or rest days, it will be postponed to the first trading day thereafter; no interest will be accrued for interest payments during the postponement period). For details, please refer to the "Indicative Announcement on the Commencement of Equity Conversion of Eurocom Convertible Bonds" (Announcement No.: 2025-002) disclosed by the company on [www.cninfo.com.cn](http://www.cninfo.com.cn).

2. In the first quarter of 2025, a total of 2,321,056 "Eurocom Convertible Bonds" were converted into shares (with a total face value of RMB 232,105,600), and a total of 5,206,759 "Honor Electron" shares were converted. As of the end of the first quarter of 2025, there are 4,124,209 "European Convertible Bonds" remaining, with a total remaining face value of RMB 412,420,900. For details, please refer to the "About the 2025 Issue" disclosed by the company on the Juchao Information Network (<http://www.cninfo.com.cn>)

Announcement on the Results of Convertible Bonds Conversion and Share Changes in the First Quarter (Announcement No.: 2025-014).

3. On February 21, 2025, the company disclosed the "Announcement on the Completion of the Change of the Controlling Shareholder's Equity Structure" (Announcement No.: 2025-009). The company received a notice from the controlling shareholder Nanjing Wangyue Kewang Venture Capital Partnership (Limited Partnership), and learned that the change of the controlling shareholder's internal equity structure has completed the industrial and commercial registration procedures. For details, please refer to the relevant announcements disclosed by the company on the Juchao Information Network (<http://www.cninfo.com.cn>).



## IV. Quarterly Financial Statements

### (1) Financial statements

#### 1. Consolidated Balance Sheets

Prepared by: Shenzhen Honor Electronic Co., Ltd.

March 31, 2025

Unit:  
Yuan

Projects	Ending balance	Opening balance
Current assets:		
Monetary fund	1,321,158,272.46	1,026,474,448.78
Settlement reserve		
borrowed funds		
Trading financial assets	170,566,273.97	350,379,216.98
Derivative financial assets		
Notes receivable	112,176,009.07	152,830,327.18
Accounts Receivable	1,188,905,174.18	1,387,878,242.93
Receivables Financing	18,238,251.44	17,854,895.54
Advance payment	2,662,498.00	2,436,770.21
Premiums receivable		
Reinsurance accounts receivable		
Reserve for reinsurance contracts receivable		
Other receivables	29,871,787.51	32,062,887.63
Including: interest receivable	7,743,685.86	6,484,007.37
Dividends receivable		
Redemptory monetary capital for sale		
Inventory	641,869,834.14	464,660,221.88
Among them: data resources		
Contract assets		
Assets held for sale		
Non-current assets due within one year		
Other Current Assets	72,503,431.30	75,512,858.49
Total current assets	3,557,951,532.07	3,510,089,869.62
Non-current assets:		
Issue loans and advances		
Debt investment		
Other debt investment		
Long-term receivables		
Long-term equity investment	77,178,901.51	77,049,072.73
Investment in other equity instruments		
Other non-current financial assets		
Investment real estate	245,602,032.85	247,119,393.91
Fixed assets	959,214,214.05	960,690,289.12
Construction in progress	136,734,708.01	149,845,982.50
Productive biological assets		
Oil and gas assets		
Right-of-use asset	89,961,954.06	97,466,146.65
Intangible assets	67,876,395.24	68,707,096.81
Among them: data resources		
Development expenditure		
Among them: data resources		
Goodwill		
Long-term deferred expenses	176,146,278.10	163,060,861.52
Deferred Tax Assets	41,886,023.80	42,041,171.59
Other non-current assets	9,636,497.20	6,139,043.43
Total non-current assets	1,804,237,004.82	1,812,119,058.26
Total assets	5,362,188,536.89	5,322,208,927.88



Current Liabilities:		
Short-term loan	160,456,356.66	236,768,406.69
Borrowing from the Central Bank		
Borrowed funds		
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable	645,346,938.94	481,324,555.30
Account payables	1,190,593,847.35	1,241,849,626.93
Advance receipt	202,328.92	202,612.49
Contract liabilities	1,535,846.42	1,792,045.73
Financial assets sold for repurchase		
Deposits and interbank deposits		
Securities brokerage		
Acting as an agent for underwriting securities		
Employee compensation payable	62,851,007.59	90,476,493.28
Taxes payable	18,836,187.28	27,533,551.41
Other payables	23,323,091.19	26,978,522.85
Including: interest payable		
Dividends payable		
Fees and commissions payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	74,225,151.85	73,358,459.81
Other current liabilities	77,974,168.83	85,974,026.74
Total Current Liabilities	2,255,344,925.03	2,266,258,301.23
Non-Current Liabilities:		
Insurance contract reserves		
Long-term loan	210,061,231.75	216,296,231.74
Bonds payable	352,952,849.81	546,110,938.58
Of which: preferred stock		
Perpetual bond		
Lease liabilities	64,064,567.77	70,977,154.16
Long-term payables		
Long-term employee compensation payable		
Estimated liabilities		
Deferred income	26,708,116.98	28,743,011.46
Deferred Tax Liabilities	23,198,647.74	23,641,310.99
Other non-current liabilities		
Total Non-Current Liabilities	676,985,414.05	885,768,646.93
Total liabilities	2,932,330,339.08	3,152,026,948.16
Owners' equity:		
Capital stock	106,406,759.00	101,200,000.00
Other equity instruments	62,080,222.31	96,996,500.63
Of which: preferred stock		
Perpetual bond		
Capital reserve	1,348,553,238.90	1,107,211,415.49
Less: treasury shares	62,600,689.07	62,600,689.07
Other comprehensive income	-2,362,360.12	-899,483.16
Special reserve		
Surplus reserve	50,885,000.00	50,885,000.00
General risk preparation		
Undistributed profit	927,438,879.19	877,868,160.48
Total owner's equity attributable to parent Company	2,430,401,050.21	2,170,660,904.37
Minority interests	-542,852.40	-478,924.65
Total owner's equity	2,429,858,197.81	2,170,181,979.72
Total liabilities and owners' equity	5,362,188,536.89	5,322,208,927.88



Legal representative: Wang Heqiu Person in charge of accounting work: Zhang Shuyuan Person in charge of accounting department: Tan Qun

## 2. Consolidated income statement

Unit:  
Yuan

Projects	Amount in the current period	Amount in the previous period
I. Total operating income	888,256,987.39	695,862,387.52
Including: operating income	888,256,987.39	695,862,387.52
Interest income		
Premiums earned		
Fee and commission income		
II. Total operating cost	844,236,303.40	645,095,285.37
Including: operating cost	718,555,928.94	557,529,780.48
Interest expense		
Fees and commissions		
Surrender money		
Net compensation expense		
Withdrawal of net insurance liability reserves		
Policy dividend payout		
Reinsurance fees		
Taxes & surcharges	4,108,522.75	944,874.28
Selling expense	23,234,489.97	18,264,586.10
Administration expense	37,984,668.95	28,181,388.45
R&D; expenses	60,466,105.52	45,474,939.35
Finance expense	-113,412.73	-5,300,283.29
Including: interest expense	7,067,093.83	3,913,471.47
Interest income	5,159,092.76	2,597,892.83
Plus: other income	11,387,469.26	1,466,815.91
Investment income (losses are listed with "-")	-5,445,527.40	-8,256,540.37
Including: investment income in associates and joint ventures	-5,853,240.29	-8,276,864.29
Derecognition of financial assets measured at amortized cost		
Exchange gains (losses are listed with "-")		
Net exposure hedging gain (losses are listed with "-")		
Gain from change in fair value (losses are listed with "-")	490,821.92	288,789.03
Credit impairment losses (losses based on"-Fill in)	10,092,426.31	3,301,053.76
Asset impairment losses (losses based on"-Fill in)	-5,039,471.43	-6,433,335.37
Asset disposal gains (losses based on"-Fill in)		240,325.52
III. Operating profit (loss based onFill in the "-Column)	55,506,402.65	41,374,210.63
Plus: non-operating income	14,728.81	1,179,115.40
Less: non-operating expenses	597,724.66	1,803,849.48
IV. Total profit (total loss is listed with "-")	54,923,406.80	40,749,476.55
Less: income tax expense	5,416,615.84	9,810,508.94
V. Net profit (net loss is based onFill in the "-Column)	49,506,790.96	30,938,967.61
(1) Classified by business continuity		
I. Net profit from continuing operations (net loss is listed with "-")	49,506,790.96	30,938,967.61



2. Net profit from discontinued operations (net loss is listed with "-")		
(2) Classification by ownership		
1. Net profit attributable to owners of the parent company	49,570,718.71	31,164,265.74
2. Minority shareholder gains and losses	-63,927.75	-225,298.13
VI. Net after-tax other comprehensive income	-1,462,876.96	-4,287,490.76
After-tax net of other comprehensive income attributable to owners of the parent company	-1,462,876.96	-4,287,490.76
(1) Other comprehensive income that cannot be reclassified into profit or loss		
1. Re-measurement of defined benefit plan changes		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3. Fair value of investments in other equity instruments		
Change		
4. Changes in the fair value of the company's own credit risk		
5. Other		
(2) Other comprehensive income that will be reclassified into profit or loss	-1,462,876.96	-4,287,490.76
1. Other comprehensive income that can be transferred to profit and loss under the equity method		
2. Changes in fair value of other debt investments		
3. Amount of financial assets reclassified into other comprehensive income		
4. Credit impairment provision for other debt investments		
5. Cash Flow Hedge Reserve		
6. Translation differences of foreign currency financial statements	-1,462,876.96	-4,287,490.76
7. Other		
Net after-tax other comprehensive income attributable to minority shareholders		
VII. Total comprehensive income	48,043,914.00	26,651,476.85
Total comprehensive income attributable to owners of the parent company	48,107,841.75	26,876,774.98
Total comprehensive income attributable to minority shareholders	-63,927.75	-225,298.13
VIII. Earnings per share:		
(1) Basic earnings per share	0.47	0.31
(2) Diluted earnings per share	0.53	0.31



If a business combination under the same control occurs in the current period, the net profit realized by the merged party before the merger is: 0.00 yuan, and the net profit realized by the merged party in the previous period is: 0.00 yuan. Legal representative: Wang Heqiu Person in charge of accounting work: Zhang Shuyuan Person in charge of accounting department: Tan Qun

### 3. Consolidated cash flow statement

Unit: Yuan

Projects	Amount in the current period	Amount in the previous period
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of services	961,084,344.55	590,502,235.74
Net increase in customer deposits and interbank deposits		
Net increase in borrowing from the central bank		
Net increase in borrowings from other financial institutions		
Cash received from original insurance contract premiums		
Net cash received from reinsurance business		
Net increase in deposits and investment funds of policyholders		
Cash for interest, fees and commissions		
Net increase in borrowed funds		
Net increase in repurchase business funds		
Net cash received from brokerage of securities		
Tax refunds received	40,032,507.24	18,778,740.52
Receive other cash related to operating activities	89,581,812.27	94,007,974.21
Subtotal of cash inflow from operating activities	1,090,698,664.06	703,288,950.47
Cash paid for purchasing goods and receiving labor services	502,906,700.13	442,056,045.21
Net increase in loans and advances to customers		
Net increase in deposits with central banks and interbanks		
Cash for payment of original insurance contract claims		
Net increase in borrowing funds		
Cash for payment of interest, fees and commissions		
Cash to pay policy dividends		
Cash paid to and for employees	209,900,863.27	135,064,739.51
Taxes paid	25,919,631.85	12,839,457.31
Other cash payments related to operating activities	132,374,437.95	105,283,426.05
Subtotal of cash outflows from operating activities	871,101,633.20	695,243,668.08
Net cash flow from operating activities	219,597,030.86	8,045,282.39
II. Cash flow from investing activities:		
Cash received from investment		44,000,000.00
Cash received from investment income		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	7,050.00	720,000.00
Net cash received from disposal of subsidiaries and other business units		



Receipt of other cash related to investing activities	430,711,477.82	21,350,482.20
Subtotal of cash inflows from investing activities	430,718,527.82	66,070,482.20
Cash paid for the acquisition and construction of fixed assets, intangible assets and other long-term assets	83,414,210.65	85,803,412.01
Cash paid for investments		
Net increase in pledged loans		
Net cash paid to acquire subsidiaries and other business units		
Other cash payments related to investing activities	250,000,000.00	64,000,000.00
Subtotal of cash outflows from investing activities	333,414,210.65	149,803,412.01
Net cash flows from investing activities	97,304,317.17	-83,732,929.81
III. Cash flow from financing activities:		
Cash received from investment		
Including: cash received by the subsidiary from absorbing minority shareholders' investment		
Cash received from borrowing	20,000,000.00	
Other cash received in connection with financing activities		
Subtotal of cash inflows from financing activities	20,000,000.00	
Cash paid for debt repayment	6,234,999.99	6,234,999.99
Cash paid for distribution of dividends, profits or interest payments	2,468,183.42	3,445,860.01
Including: dividends and profits paid by subsidiaries to minority shareholders		
Other cash payments related to financing activities	57,334,542.05	49,750,429.40
Subtotal of cash outflows from financing activities	66,037,725.46	59,431,289.40
Net cash flow from financing activities	-46,037,725.46	-59,431,289.40
IV. The impact of exchange rate changes on cash and cash equivalents	1,538,516.11	4,255,227.40
V. Net increase in cash and cash equivalents	272,402,138.68	-130,863,709.42
Add: balance of cash and cash equivalents at the beginning of the period	874,602,674.93	527,879,261.54
VI. Balance of cash and cash equivalents at the end of the period	1,147,004,813.61	397,015,552.12



**(2) The first implementation of the new accounting standards from 2025 to adjust the relevant items of the financial statements at the beginning of the year when the first implementation of the new accounting standards**

■ Applicable Not Applicable

**(3) Audit report**

Is the first quarter report audited?

■ whether

The Company's first quarter report is unaudited.

Board of Directors of Shenzhen Honor  
Electronic Co., Ltd.

April 25, 2025