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山東晨鳴紙業集團股份有限公司
SHANDONG CHENMING PAPER HOLDINGS LIMITED*

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

(Stock code: 1812)

2023 First Quarterly Report

Shandong Chenming Paper Holdings Limited (the “**Company**”) is required to publish quarterly reports in accordance with the requirements of the China Securities Regulatory Commission.

The financial data contained in this quarterly report is unaudited and is prepared in accordance with the Accounting Standards for Business Enterprises. This announcement is made pursuant to Rule 13.09 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. The same is also published on the website of Shenzhen Stock Exchange and in the newspapers in China.

IMPORTANT NOTICE:

1. The Board, the supervisory committee (the “Supervisory Committee”), and the directors (the “Directors”), supervisors (the “Supervisors”) and senior management (the “Senior Management”) hereby warrant the truthfulness, accuracy and completeness of this quarterly report which does not contain false representations, misleading statements or material omissions, and are jointly and severally responsible for the liabilities of the Company.
2. The head of the Company, the head in charge of accounting, and the head of the accounting department (Accounting Officer), declare that they warrant the truthfulness, accuracy and completeness of the financial information in this quarterly report.
3. Has the first quarterly report already been audited yet?

Yes No

I. KEY FINANCIAL DATA

(I) Major accounting data and financial indicators

Retrospective adjustment to or restatement of the accounting data for prior years by the Company

Yes No

	The reporting period	The corresponding period of the prior year	Increase/decrease during the reporting period compared to the corresponding period of the prior year (%)
Revenue (RMB)	6,155,915,692.16	8,514,983,059.74	-27.70%
Net profit attributable to shareholders of the Company (RMB)	-275,409,967.37	113,917,827.90	-341.76%
Net profit after extraordinary gains or losses attributable to shareholders of the Company (RMB)	-327,893,189.14	99,637,959.12	-429.08%
Net cash flows from operating activities (RMB)	916,852,965.06	222,704,964.47	311.69%
Basic earnings per share (RMB per share)	-0.101	0.032	-415.63%
Diluted earnings per share (RMB per share)	-0.101	0.032	-415.63%
Rate of return on weighted average net assets	-1.66%	0.51%	Decrease by 2.17 percentage points
	As at the end of the reporting period	As at the end of the prior year	Increase/decrease as at the end of the reporting period compared to the end of the prior year (%)
Total assets (RMB)	82,071,892,371.00	84,301,017,409.62	-2.64%
Owners' equity attributable to shareholders of the Company (RMB)	18,822,773,779.13	19,084,565,494.92	-1.37%

Explanation:

- ① Affected by the Spring Festival in January and the weaker-than-expected demand recovery after the change in the national policy on public health incidents, coupled with the increase in costs as a result of the year-on-year increase in prices of raw and auxiliary materials as well as energy, the sales volume, revenue and net profit attributable to shareholders of the Company during the reporting period all declined to varying degrees as compared to the corresponding period of last year.

- ② During the reporting period, especially after entering March, the price of wood chips, raw coal, chemicals and others declined to varying degrees. With the gradual recovery of domestic demand, the operation of the Company has gradually improved.
- ③ Net profit attributable to shareholders of the Company does not exclude the interest of perpetual bonds. When calculating basic earnings per share, diluted earnings per share and the rate of return on weighted average net assets, the interest for perpetual bonds from 1 January to 31 March 2023 of RMB22,117,808.22 are deducted.

(II) Items and amounts of extraordinary gains or losses

√ Applicable □ Not applicable

Unit: RMB

Item	Amount for the reporting period	Explanation
Profit or loss from disposal of non-current assets (including write-off of asset impairment provision)	1,587,245.39	
Government grants (except for the government grants closely related to the ordinary course of business of the Company, and granted constantly at a fixed amount or quantity in accordance with a certain standard in compliance with national policies and regulations) accounted for in profit or loss for the current period	36,447,285.05	
Except for effective hedging business conducted in the ordinary course of business of the Company, gain or loss arising from change in fair value of financial assets held for trading, and financial liabilities held for trading, as well as investment gains from disposal of financial assets held for trading, financial liabilities held for trading, and available for sale financial assets	-20,439,857.02	
Reversal of provision for impairment of account receivables that were individually tested for impairment	55,719,943.45	
Other non-operating income and expense other than the above items	164,395.01	
Less: Effect of income tax	20,414,326.38	
Effect of minority interest (after tax)	581,463.73	
Total	52,483,221.77	

Details of other gain or loss items that fall within the definition of extraordinary gains or losses:

Applicable Not applicable

The Company did not have details of other gain or loss items that fall within the definition of extraordinary gain or loss.

Notes on the extraordinary gain or loss items as illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No. 1 – Extraordinary Gains or Losses defined as recurring gain or loss items

Applicable Not applicable

No extraordinary gain or loss items as illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No. 1 – Extraordinary Gains or Losses were defined by the Company as its recurring gain or loss items.

(III) Details and reasons for changes in major accounting figures and financial indicators

Applicable Not applicable

1. Analysis of assets and liabilities of the Company

Unit: RMB

Item	31 March 2023	31 December 2022	Change	Reason for change
Monetary funds	11,951,510,447.52	14,000,434,986.08	-14.63%	(1)
Financial assets held for trading	53,031,212.09	74,708,444.88	-29.02%	(2)
Taxes payable	125,443,142.14	261,011,669.09	-51.94%	(3)

Explanation of the reasons leading to the major changes:

- (1) Monetary funds decreased by 14.63% as compared to the beginning of the year mainly due to a year-on-year decrease in the remaining financing deposits at the end of the reporting period and repayment of due debts.
- (2) Financial assets held for trading decreased by 29.02% as compared to the beginning of the year mainly due to share price fluctuation of China Bohai Bank held at the end of the reporting period.
- (3) Taxes payable decreased by 51.94% as compared to the beginning of the year mainly due to a decrease in taxes payable as at the end of the reporting period as compared to the beginning of the year.

2. Reasons for significant year-on-year changes of income statement items during the reporting period

Unit: RMB

Item	January – March 2023	January – March 2022	Change	Reasons for change
Other income	36,447,285.05	92,491,113.20	-60.59%	(1)
Investment income	-19,449,007.02	-30,691,914.23	36.63%	(2)
Gain on change in fair value	-20,439,857.02	-62,769,859.52	67.44%	(3)
Credit impairment loss	53,616,137.66	25,687,670.42	-108.72%	(4)
Income tax expenses	-62,533,791.41	23,304,634.95	-368.33%	(5)
Net profit attributable to owners of the Company	-275,409,967.37	113,917,827.90	-341.76%	(6)
Profit or loss of minority interest	7,645,629.49	17,764,381.49	-56.96%	(7)

Explanation of the reasons leading to the major changes:

- (1) Other income decreased by 60.59% as compared to the corresponding period of last year mainly due to a year-on-year decrease in government grants associated with day-to-day operation received during the reporting period.
- (2) Investment income increased by 36.63% as compared to the corresponding period of last year mainly due to a year-on-year decrease in discounted interest of derecognised bills during the reporting period.
- (3) Gain on change in fair value increased by 67.44% as compared to the corresponding period of last year mainly due to share price fluctuation of China Bohai Bank held at the end of the reporting period.
- (4) Credit impairment loss decreased by 108.72% as compared to the corresponding period of last year mainly due to recovery of accounts receivable and reversal of provision during the reporting period.
- (5) Income tax expenses decreased by 368.33% as compared to the corresponding period of last year mainly due to a year-on-year decrease in total profit realised during the reporting period.
- (6) Net profit attributable to owners of the Company decreased by 341.76% as compared to the corresponding period of last year mainly due to a year-on-year decrease in the sales of machine-made paper during the reporting period, and a year-on-year increase in production costs as affected by the prices of raw materials.
- (7) Profit or loss of minority interest decreased by 56.96% as compared to the corresponding period of last year mainly due to a year-on-year decrease in operating profit of some non-wholly-owned subsidiaries during the reporting period.

3. Analysis of cash flows during the reporting period

Unit: RMB

Item	January – March 2023	January – March 2022	Change	Reasons for change
Net cash flows from operating activities	916,852,965.06	222,704,964.47	311.69%	(1)
Net cash flows from investment activities	-17,745,698.36	-25,778,740.38	31.16%	(2)
Net cash flows from financing activities	-2,099,312,947.21	-739,682,476.50	-183.81%	(3)

Explanation of the reasons leading to the major changes:

- (1) Cash flows from operating activities increased by 311.69% as compared to the corresponding period of last year mainly due to a year-on-year decrease in cash paid for the purchase of goods during the reporting period.
- (2) Cash flows from investment activities increased by 31.16% as compared to the corresponding period of last year mainly due to a year-on-year increase in cash received from disposal of assets during the reporting period.
- (3) Cash flows from financing activities decreased by 183.81% as compared to the corresponding period of last year mainly due to the repayment of due debts in order to reduce the debt size.

II. INFORMATION ON SHAREHOLDERS

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

Unit: share

Total number of shareholders of ordinary shares as at the end of the reporting period	153,383, of which 131,073 were holders of A shares, 21,981 were holders of B shares and 329 were holders of H shares	Total number of shareholders of preference shares with restored voting right as at the end of the reporting period	0			
Shareholding of the top ten shareholders						
Name of shareholders	Nature of shareholders	Percentage of shareholding	Number of shares held	Number of restricted shares held	Share pledged, marked or locked-up	
					Status of shares	Number
CHENMING HOLDINGS COMPANY LIMITED	State-owned legal person	15.35%	457,322,919	0	Pledged	247,040,000
HKSCC NOMINEES LIMITED	Overseas legal person	12.53%	373,433,875	0		
CHENMING HOLDINGS (HONG KONG) LIMITED	Overseas legal person	12.22%	364,131,563	0		
HONG Zejun	Domestic natural person	2.39%	71,300,000	0		
CHEN Hongguo	Domestic natural person	1.04%	31,080,044	23,310,033		
SHANDONG SUN HOLDINGS GROUP CO., LTD.	Domestic non-state-owned legal person	0.84%	24,987,117	0		
HONG KONG SECURITIES CLEARING COMPANY LIMITED	Overseas legal person	0.51%	15,076,920	0		
VANGUARD EMERGING MARKETS STOCK INDEX FUND	Overseas legal person	0.50%	14,852,146	0		
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	Overseas legal person	0.50%	14,771,945	0		
GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED	Overseas legal person	0.26%	7,685,611	0		

Shareholding of the top ten shareholders of non-restricted shares			
Name of shareholders	Number of non-restricted shares held	Class of shares	
		Class of shares	Number
CHENMING HOLDINGS COMPANY LIMITED	457,322,919	RMB ordinary shares	457,322,919
HKSCC NOMINEES LIMITED	373,433,875	Overseas listed foreign shares	373,433,875
CHENMING HOLDINGS (HONG KONG) LIMITED	364,131,563	Domestic listed foreign shares	210,717,563
		Overseas listed foreign shares	153,414,000
HONG Zejun	71,300,000	RMB ordinary shares	71,300,000
SHANDONG SUN HOLDINGS GROUP CO., LTD.	24,987,117	RMB ordinary shares	24,987,117
HONG KONG SECURITIES CLEARING COMPANY LIMITED	15,076,920	RMB ordinary shares	15,076,920
VANGUARD EMERGING MARKETS STOCK INDEX FUND	14,852,146	Domestic listed foreign shares	14,852,146
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	14,771,945	Domestic listed foreign shares	14,771,945
GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED	7,685,611	Domestic listed foreign shares	7,685,611
XU Shaosen	5,403,463	Domestic listed foreign shares	5,403,463
Related party relationship or acting in concert among the above shareholders	A shareholder, Chenming Holdings (Hong Kong) Limited, which is an overseas legal person, is a wholly-owned subsidiary of a shareholder, Chenming Holdings Company Limited, which is a state-owned legal person. A shareholder, Chen Hongguo, is the legal representative, chairman and general manager of Chenming Holdings Company Limited. Save for the above, it is not aware that any other shareholders above are persons acting in concert. It is also not aware that any other shareholders above are related to each other.		
Securities margin trading of top ten shareholders	<p>Chenming Holdings Company Limited held 457,322,919 RMB ordinary shares, of which 326,322,919 shares were held through ordinary account and 131,000,000 shares were held through credit guarantee security account;</p> <p>HONG Zejun held 71,300,000 RMB ordinary shares, of which 0 share was held through ordinary account and 71,300,000 shares were held through credit guarantee security account;</p> <p>Shandong Sun Holdings Group Co., Ltd. held 24,987,117 RMB ordinary shares, of which 0 share was held through ordinary account and 24,987,117 shares were held through credit guarantee security account.</p>		

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

Applicable Not applicable

III. OTHER MATERIAL MATTERS

Applicable Not applicable

1. Asset purchase through issuance of shares and cash payments

The resolution in relation to the Draft Report on the Asset Purchase through the Issuance of Shares and Cash Payments and Related Party Transaction of the Company and other relevant resolutions were considered and approved at the sixth extraordinary meeting of the tenth session of the Board and the third extraordinary meeting of the tenth session of the Supervisory Committee held on 19 January 2023, and the 2023 first extraordinary general meeting, the 2023 first class meeting for holders of domestic listed shares and the 2023 first class meeting for holders of overseas listed shares held on 27 February 2023 by the Company. The Company proposed to purchase 1.19% equity interest in Shouguang Meilun Paper Co., Ltd. (“Shouguang Meilun”) held by Dongxing Securities Investment Co., Ltd. (corresponding to Shouguang Meilun’s capital contribution of RMB57,210,526), and 44.44% limited partnership share in Weifang Chenrong Growth Driver Replacement Equity Investment Fund Partnership (Limited Partnership) (“Chenrong Fund”) held by Chongqing International Trust Inc. by issuance of shares. Shandong Chenming Investment Limited, a wholly-owned subsidiary of the Company, proposed to purchase 0.22% general partnership share in Chenrong Fund held by Chenming (Qingdao) Asset Management Co., Ltd. by cash payments. The type of the shares issued by the Company in respect of the asset purchase through the issuance of shares is domestic listed RMB ordinary shares (A shares), the issue price of the shares is RMB4.42 per share, and the number of shares issued is 71,841,345 shares.

On 14 March 2023, the Company received the Notice on the Acceptance of Application Documents for Asset Purchase through the Issuance of Shares of Shandong Chenming Paper Holdings Limited (Shen Zheng Shang Shen [2023] No. 259) (《關於受理山東晨鳴紙業集團股份有限公司發行股份購買資產申請文件的通知》(深證上審[2023]259 號)) from the Shenzhen Stock Exchange. The SSE has checked the application documents submitted by the Company for asset purchase through the issuance of shares in accordance with laws, and considered the application documents to be complete and decided to accept the application.

For details, please refer to the relevant announcements disclosed by the Company on the website of CNINFO on 20 January, 28 February, and 16 March 2023. The announcement numbers are: 2023-003, 2023-010, and 2023-014.

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Financial Statements

1. Consolidated Balance Sheet

Prepared by: Shandong Chenming Paper Holdings Limited

31 March 2023

Unit: RMB

Item	Balance at the end of the year	Balance at the beginning of the year
CURRENT ASSETS:		
Monetary funds	11,951,510,447.52	14,000,434,986.08
Financial assets held for trading	53,031,212.09	74,708,444.88
Bills receivable		
Accounts receivable	3,106,798,064.41	3,212,260,445.96
Accounts receivable financing	973,085,616.78	924,960,384.16
Prepayments	856,847,860.53	788,191,626.82
Other receivables	1,694,657,143.25	1,717,445,443.44
Including: Interest receivable		
Dividend receivable		
Inventories	7,117,857,280.80	6,821,916,159.95
Non-current assets due within one year	3,987,083,564.83	3,998,724,415.85
Other current assets	1,183,519,910.41	1,180,807,801.62
Total current assets	30,924,391,100.62	32,719,449,708.76

Item	Balance at the end of the year	Balance at the beginning of the year
NON-CURRENT ASSETS:		
Long-term receivables	1,443,381,307.37	1,486,807,783.47
Long-term equity investments	4,287,054,545.56	4,277,013,369.56
Other non-current financial assets	786,750,761.62	786,750,761.62
Investment property	6,204,778,425.52	6,256,723,113.15
Fixed assets	33,329,526,740.35	33,797,738,695.30
Construction in progress	633,676,837.48	558,866,880.36
Bearer biological assets	15,928,538.64	13,697,336.80
Right-of-use assets	179,814,438.83	181,614,699.25
Intangible assets	1,842,549,355.97	1,831,338,830.92
Development expenses		
Goodwill	26,946,905.38	26,946,905.38
Long-term prepaid expenses	43,302,562.31	44,462,851.45
Deferred income tax assets	1,388,599,975.20	1,335,700,565.60
Other non-current assets	965,190,876.15	983,905,908.00
Total non-current assets	51,147,501,270.38	51,581,567,700.86
Total assets	82,071,892,371.00	84,301,017,409.62

Item	Balance at the end of the year	Balance at the beginning of the year
CURRENT LIABILITIES:		
Short-term borrowings	34,818,536,829.32	36,385,048,295.02
Bills payable	3,339,167,673.27	3,128,595,835.04
Accounts payable	3,985,057,606.80	4,114,966,767.76
Receipts in advance	16,197,519.31	14,261,436.67
Contract liabilities	1,577,683,185.77	1,306,029,389.80
Employee benefits payable	135,288,443.10	144,925,887.00
Taxes payable	125,443,142.14	261,011,669.09
Other payables	2,024,790,296.40	1,870,403,909.17
Including: Interest payable		15,895,930.51
Dividend payable		
Non-current liabilities due within one year	4,398,742,457.89	4,673,505,241.86
Total current liabilities	50,420,907,154.00	51,898,748,431.41
NON-CURRENT LIABILITIES:		
Long-term borrowings	3,821,857,480.21	3,982,236,251.08
Lease liabilities	53,596,047.45	53,596,047.46
Long-term payables	2,850,059,858.50	3,160,771,126.31
Long-term employee benefits payable		
Deferred income	1,443,182,832.25	1,469,230,468.46
Deferred income tax liabilities	8,181,264.29	8,181,264.29
Other non-current liabilities		
Total non-current liabilities	8,176,877,482.70	8,674,015,157.60
Total liabilities	58,597,784,636.70	60,572,763,589.01

Item	Balance at the end of the year	Balance at the beginning of the year
OWNERS' EQUITY:		
Share capital	2,979,742,200.00	2,979,742,200.00
Other equity instruments	996,000,000.00	996,000,000.00
Including: Preference shares		
Perpetual bonds	996,000,000.00	996,000,000.00
Capital reserves	5,365,091,677.24	5,361,200,522.29
Less: Treasury shares	128,780,100.00	128,780,100.00
Other comprehensive income	-812,258,717.21	-821,940,694.57
Special reserves	15,836,830.23	15,791,710.95
Surplus reserves	1,212,009,109.97	1,212,009,109.97
General risk provisions	79,940,155.38	79,900,268.71
Retained profit	9,115,192,623.52	9,390,642,477.57
Total equity attributable to owners of the Company	18,822,773,779.13	19,084,565,494.92
Minority interest	4,651,333,955.17	4,643,688,325.69
Total owners' equity	23,474,107,734.30	23,728,253,820.61
Total liabilities and owners' equity	82,071,892,371.00	84,301,017,409.62

Legal Representative:
CHEN Hongguo

Financial controller:
DONG Lianming

Head of the
financial department:
ZHANG Bo

2. Consolidated statement of profit or loss

Unit: RMB

Item	Amounts for the period	Amounts for the prior period
I. Total revenue	6,155,915,692.16	8,514,983,059.74
Including: Revenue	6,155,915,692.16	8,514,983,059.74
II. Total operating costs	6,538,140,020.52	8,383,571,164.61
Including: Operating costs	5,508,548,242.09	7,155,266,734.29
Taxes and surcharges	48,149,038.79	66,399,819.17
Sales and distribution expenses	50,837,060.50	75,101,550.45
General and administrative expenses	195,126,403.86	191,071,306.88
Research and development expenses	274,275,020.83	344,169,278.72
Finance expenses	461,204,254.45	551,562,475.10
Including: Interest expenses	413,293,924.01	492,511,954.53
Interest income	51,013,234.96	51,374,636.22
Plus: Other income	36,447,285.05	92,491,113.20
Investment income (“-” denotes loss)	-19,449,007.02	-30,691,914.23
Including: Investment income from associates and joint ventures	11,141,176.01	13,450,054.68
Gains on derecognition of financial assets measured at amortised cost	-30,590,183.03	-44,141,968.91
Gain from changes in fair value (“-” denotes loss)	-20,439,857.02	-62,769,859.52
Credit impairment loss (“-” denotes loss)	53,616,137.66	25,687,670.42
Loss on impairment of assets (“-” denotes loss)		
Gain on disposal of assets (“-” denotes loss)	1,625,279.33	1,289,860.55
III. Operating profit (“-” denotes loss)	-330,424,490.36	157,418,765.55
Plus: Non-operating income	164,395.01	869,909.67
Less: Non-operating expenses	38,033.94	3,301,830.88

Item	Amounts for the period	Amounts for the prior period
IV. Total profit (“-” denotes total loss)	-330,298,129.29	154,986,844.34
Less: Income tax expenses	-62,533,791.41	23,304,634.95
V. Net profit (“-” denotes net loss)	-267,764,337.88	131,682,209.39
(I) Classification according to the continuity of operation		
1. Net profit from continuing operations (“-” denotes net loss)	-267,764,337.88	131,682,209.39
2. Net profit from discontinued operations (“-” denotes net loss)		
(II) Classification according to ownership		
1. Net profit attributable to owners of the Company	-275,409,967.37	113,917,827.90
2. Profit or loss of minority interest	7,645,629.49	17,764,381.49
VI. Net other comprehensive income after tax	9,681,977.36	9,616,186.28
Net other comprehensive income after tax attributable to owners of the Company	9,681,977.36	9,616,186.28
(I) Other comprehensive income that cannot be reclassified to profit or loss		
(II) Other comprehensive income that will be reclassified to profit and loss	9,681,977.36	9,616,186.28
1. Exchange differences on translation	9,681,977.36	10,221,713.43
2. Other comprehensive income that may be reclassified to profit and loss under the equity method		-605,527.15
VII. Total comprehensive income	-258,082,360.52	141,298,395.67
Total comprehensive income attributable to owners of the Company	-265,727,990.01	123,534,014.18
Total comprehensive income attributable to minority interest	7,645,629.49	17,764,381.49
VIII. Earnings per share:		
(I) Basic earnings per share	-0.101	0.032
(II) Diluted earnings per share	-0.101	0.032

Legal Representative:
CHEN Hongguo

Financial controller:
DONG Lianming

Head of the
financial department:
ZHANG Bo

3. Consolidated statement of cash flows

Unit: RMB

Item	Amounts for the period	Amounts for the prior period
I. Cash flows from operating activities:		
Cash received from sales of goods and rendering of services	6,667,567,447.74	8,461,827,893.22
Tax rebates received	50,397,942.81	1,441,748.21
Cash received relating to other operating activities	454,140,977.17	223,908,772.58
Subtotal of cash inflows from operating activities	7,172,106,367.72	8,687,178,414.01
Cash paid for goods and services	5,290,268,561.37	7,336,058,920.71
Cash paid to and for employees	329,095,399.91	346,265,770.98
Payments of taxes and surcharges	241,728,451.16	364,777,680.75
Cash paid relating to other operating activities	394,160,990.22	417,371,077.10
Subtotal of cash outflows from operating activities	6,255,253,402.66	8,464,473,449.54
Net cash flows from operating activities	916,852,965.06	222,704,964.47
II. Cash flows from investing activities:		
Cash received from investments		
Cash received from investments income	1,100,000.00	1,000,000.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	38,118,000.00	3,197,017.65
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities		
Subtotal of cash inflows from investing activities	39,218,000.00	4,197,017.65
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	56,963,698.36	29,975,758.03
Cash paid on investments		
Net cash paid for acquisition of subsidiaries and other business units		
Cash paid relating to other investing activities		
Subtotal of cash outflows from investing activities	56,963,698.36	29,975,758.03
Net cash flows from investing activities	-17,745,698.36	-25,778,740.38

Item	Amounts for the period	Amounts for the prior period
III. Cash flows from financing activities:		
Cash receipts from capital contributions		
Including: Cash received from subsidiaries from minority investment		
Cash received from borrowings	6,865,328,508.10	8,510,530,584.30
Cash received relating to other financing activities	1,097,552,764.73	787,702,953.62
Subtotal of cash inflows from financing activities	7,962,881,272.83	9,298,233,537.92
Cash repayments of amounts borrowed	8,516,517,361.50	8,787,741,310.68
Cash paid for dividend and profit distribution or interest payment	443,884,107.05	532,176,673.82
Including: Dividend and profit paid by subsidiaries to minority shareholders		
Cash paid relating to other financing activities	1,101,792,751.49	717,998,029.92
Subtotal of cash outflows from financing activities	10,062,194,220.04	10,037,916,014.42
Net cash flows from financing activities	-2,099,312,947.21	-739,682,476.50
IV. Effect of foreign exchange rate changes on cash and cash equivalents	-74,878,346.63	-1,442,522.27
V. Net increase in cash and cash equivalents	-1,275,084,027.14	-544,198,774.68
Plus: Balance of cash and cash equivalents as at the beginning of the period	2,159,460,149.51	3,168,915,847.02
VI. Balance of cash and cash equivalents as at the end of the period	884,376,122.37	2,624,717,072.34

(II) Auditors' Report

Has the first quarterly report already been audited yet?

Yes No

The first quarterly report of the Company is unaudited.

By order of the Board
Shandong Chenming Paper Holdings Limited
CHEN HONGGUO
Chairman

Shandong, the PRC
28 April 2023

As at the date of this announcement, the executive Directors are Mr. Chen Hongguo, Mr. Hu Changqing, Mr. Li Xingchun, Mr. Li Feng and Mr. Li Weixian; the non-executive Directors are Mr. Han Tingde and Mr. Li Chuanxuan; and the independent non-executive Directors are Ms. Yin Meiqun, Mr. Sun Jianfei, Mr. Yang Biao and Mr. Li Zihui.

* *For identification purposes only*