



ENN  
新奥

新奥股份  
ENN Natural Gas



Unleash the power of collaboration through an intelligence-enhanced ecosystem

2023 | FIRST  
QUARTER  
REPORT



## Important Content

The Board of Directors and all directors of the Company guarantee that the contents of this announcement are free from any false records, misleading statements or major omissions, and assume legal responsibility for the authenticity, accuracy and completeness of its contents.

The Board of Directors, Board of Supervisors, directors, supervisors and senior managers of the Company shall guarantee the truthfulness, accuracy and completeness of the quarterly report without false records, misleading statements or major omissions, and bear individual and joint legal liabilities.

The persons in charge of the Company, of accounting and of the accounting organization (the person in charge of accounting) shall guarantee the truthfulness, accuracy and completeness of the financial statement information in the quarterly report.

Whether the first quarter financial statements have been audited

☐ Yes ☒ No



01

## Key Accounting Data

## (I) Key accounting data and financial indicators

Unit: RMB'0000 Currency: RMB

Project	This reporting period	Same period of last year		Increase/decrease in the current reporting period compared with the same period of last year (%)
		Before adjustment	After adjustment	After adjustment
Operating income	3,435,091	3,535,298	3,539,628	-2.95
Net profit attributable to shareholders of listed companies	145,632	75,364	85,644	70.04
Net profit attributable to shareholders of listed companies after deducting non-recurring gains and losses	83,767	61,450	62,418	34.20
Net cash flow from operating activities	257,137	-326,125	-316,498	-
Core profit attributable to shareholders of listed companies	124,194	74,447	84,677	46.67
Basic earnings per share (RMB/share)	0.47	0.27	0.28	67.86
Diluted earnings per share (RMB/share)	0.47	0.26	0.28	67.86
Basic core profit per share (RMB/share)	0.40	0.26	0.27	48.15
Weighted average return on equity (%)	7.93	5.08	5.11	Increased by 2.82 percentage points

	End of this reporting period	The end of last year		Change at the end of the reporting period compared with the end of the last year (%)
		Before adjustment	After adjustment	After adjustment
Total assets	13,929,638	12,767,155	13,619,744	2.28
Net assets attributable to shareholders of listed companies	1,914,927	1,482,468	1,757,812	8.94

## Reasons for retrospective adjustment or restatement

The Company included ENN (Zhoushan) LNG Co., Ltd. into the scope of combination in the preceding year. In accordance with the relevant provisions of the Accounting Standards for Business Enterprises, for a business combination under common control, the income, expense and profit of the Company from the beginning of the current period to the end of the Reporting Period shall be consolidated into the consolidated statements. Meanwhile, adjustment shall be made to the relevant items in the comparative financial statements and the Reporting Entity shall be deemed to have existed all the time since the ultimate controller gains the control.

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

Unit: RMB'0000 Currency: RMB

Project	Current amount	Description
Gains or losses on disposal of non-current assets	1,538	
Government subsidies included in profit or loss for the current period, other than those on-going government subsidies which are closely related to the Company's normal operation, in line with national policies and subject to certain standard quota or quantitative amount	15,358	
Gains or losses on debt restructuring	383	
Gains or losses on changes in fair value of financial assets held for trading, derivative financial assets, financial liabilities held for trading and derivative financial liabilities and return on investment from the disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities and other debt investments except for effective hedging transactions that are related to the normal operations of the Company	84,985	
Reversal of the provision for impairment on receivables and contract assets which were tested individually for impairment	401	
Gains or losses from entrusted loans	188	
Other non-operating income and expenses other than above items	3,004	
Less: Effect of income tax	16,677	
Effect of minority equity (after tax)	27,315	
Total	61,865	

Explanation on defining non-recurring profit and loss items listed in the *Interpretative Announcement on Information Disclosure by Companies that Offer Securities to the Public No. 1 — Non-recurring Gains and Losses* as recurring gain and loss items.

☐Applicable ☒N/A

## (III) Changes in main accounting data and financial indicators and the reasons therefor

√ Applicable    ☐ Not Applicable

Item	Change (%)	Main Reason
Net profit attributable to shareholders of listed companies	70.04	It is mainly attributable to the significant increase in profit contribution by direct selling of gas in the Reporting Period over the same period in the previous year.
Net profit attributable to shareholders of listed companies after deducting non-recurring gains and losses	34.20	It is mainly caused by the significant increase in net profit attributable to shareholders of listed companies in the Reporting Period over the same period in the previous year.
Net cash flow from operating activities	–	It is attributable to increase in net cash flow from operating activities by RMB5.736 billion over the same period in the previous year, mainly including (1) significant increase in the profits from direct selling gas of the Company in the Reporting Period and timely payment collection; and (2) increase in the payment for purchase of upstream gas and project cost and more transactions relating to factoring business over the same period in the previous year.
Core profit attributable to shareholders of listed companies	46.67	It is mainly attributable to the significant increase in profit contribution by direct selling of gas in the Reporting Period over the same period in the previous year.
Basic earnings per share (RMB/share)	67.86	It is mainly caused by the significant increase in net profit attributable to shareholders of listed companies in the Reporting Period over the same period in the previous year.
Diluted earnings per share (RMB/share)	67.86	It is mainly caused by the significant increase in net profit attributable to shareholders of listed companies in the Reporting Period over the same period in the previous year.
Basic core profit per share (RMB/share)	48.15	It is mainly attributable to the significant increase in core profit in the Reporting Period over the same period in the previous year.





# 02

## Information on Shareholders

## (I) Total number of ordinary shareholders, number of preferred shareholders with voting rights restored and shareholdings by top ten shareholders

Unit: share

Total number of ordinary shareholders at the end of the Reporting Period	18,304	Total number of preferred shareholders with voting rights restored at the end of the Reporting Period (if any)	0
--	--------	--	---

## Shareholding of top ten shareholders

Name of shareholder	Natural of shareholder	Number of shares held	Proportion of shareholding (%)	Number of restricted shares	Pledged, marked or frozen shares	
					Share status	Number
ENN GROUP INTERNATIONAL INVESTMENT LIMITED	Foreign legal person	1,370,626,680	44.24	1,370,626,680	N/A	0
ENN Investment Holdings Co., Ltd.	Domestic non-state-owned legal person	430,737,451	13.90	0	Pledged	245,600,000
ENN Science and Technology Development Co., Ltd.	Domestic non-state-owned legal person	252,808,988	8.16	252,808,988	N/A	0
Hong Kong Securities Clearing Company Limited	Other	178,265,508	5.75	0	N/A	0
Langfang Heyuan Investment Center (LLP)	Other	98,360,656	3.17	0	Pledged	67,300,000
Hebei Weiyuan Group Co., Ltd.	Domestic non-state-owned legal person	89,004,283	2.87	0	Pledged	61,200,000
Hongchuang (Shenzhen) Investment Center (L.P.)	Other	78,528,417	2.53	0	N/A	0
National Social Security Fund 106 Portfolio	Other	54,788,256	1.77	0	N/A	0
Basic Endowment Insurance Fund 15022 Portfolio	Other	26,755,519	0.86	0	N/A	0
Huaneng Guicheng Trust Co., Ltd.	Domestic non-state-owned legal person	16,296,654	0.53	0	N/A	0



## Shareholding of top ten shareholders of unrestricted shares

Name of shareholder	Number of tradable shares without conditions on restricted sale	Category and number of shares	
		Category	Number
ENN Investment Holdings Co., Ltd.	430,737,451	RMB ordinary shares	430,737,451
Hong Kong Securities Clearing Company Limited	178,265,508	RMB ordinary shares	178,265,508
Langfang Heyuan Investment Center (LLP)	98,360,656	RMB ordinary shares	98,360,656
Hebei Weiyuan Group Co., Ltd.	89,004,283	RMB ordinary shares	89,004,283
Hongchuang (Shenzhen) Investment Center (L.P.)	78,528,417	RMB ordinary shares	78,528,417
National Social Security Fund 106 Portfolio	54,788,256	RMB ordinary shares	54,788,256
Basic Endowment Insurance Fund 15022 Portfolio	26,755,519	RMB ordinary shares	26,755,519
Huaneng Guicheng Trust Co., Ltd.	16,296,654	RMB ordinary shares	16,296,654
CITICS — China Citic Bank — CITICS Excellent Growth Hybrid Collective Asset Management Plan with Two-year Holding Period	12,034,777	RMB ordinary shares	12,034,777
Basic Endowment Insurance Fund 807 Portfolio	10,400,000	RMB ordinary shares	10,400,000
Information on associated relationship or concerted action between the aforesaid shareholders	<ol style="list-style-type: none"> <li>1. ENN GROUP INTERNATIONAL INVESTMENT LIMITED, ENN Investment Holdings Co., Ltd., ENN Science and Technology Development Co., Ltd., Langfang Heyuan Investment Center (LLP) and Hebei Weiyuan Group Co., Ltd. are controlled by Mr. Wang Yusuo, the actual controller of the Company.</li> <li>2. The couple, Mr. Wang Yusuo and Ms. Zhao Baoju, signed the Share Escrow Agreement in respect of ENN GROUP INTERNATIONAL INVESTMENT LIMITED with ENN Holdings on 30 November 2018, under which Mr. Wang Yusuo and Ms. Zhao Baoju respectively entrusted all shares held by them in ENN International (including the rights and interests in such shares) to ENN Holdings for management, and the term continues on 31 December 2040.</li> <li>3. The Company is not aware of whether there is an associated relationship between others shareholders or whether they are acting in concert.</li> </ol>		
Participation in financed funds and securities and refinancing by top ten shareholders and top ten shareholders of unrestricted shares (if any)	ENN Holdings held 98,500,000 shares in the Company via the investor credit securities account.		



# 03

## Other Reminders

Other important information that shall draw investors' attention concerning the business conditions of the Company in the Reporting Period

☒ Applicable   ☐ N/A

Under the 2021 Restricted Stock Incentive Plan of the Company, five grantees had an "unsatisfactory" individual performance evaluation result during the first Unrestricted Period among the grantees eligible for first grant, and one grantee left office due to retirement and was no longer eligible for such grant and one grantee had an "unsatisfactory" individual performance evaluation result during the first Unrestricted Period among the grantees eligible for reserved grant. In accordance with the 2021 Restricted Stock Incentive Plan (Draft) of the Company, all or part of 265,000 restricted shares in total, which have been granted to the above grantees but have not been released from restrictions on sale, shall not be released from restrictions on sale and had been repurchased and canceled by the Company on 6 March 2023, and the total number of shares of the Company changed from 3,098,662,607 to 3,098,397,607.





04

## Quarterly Financial Statements



## (I) Type of audit opinions

☐ Applicable    ☒ N/A

## (II) Financial statements

### Consolidated Balance Sheet

31 March 2023

Prepared by: ENN Natural Gas Co., Ltd.

Unit: RMB'0000    Currency: RMB    Audit Type: Unaudited

Item	31 March 2023	31 December 2022
Current assets:		
Monetary capital	1,109,537	923,809
Settlement reserve		
Loans to banks and other financial institutions	120,013	285,117
Financial assets held for trading	183,011	2,560
Derivative financial assets	301,164	289,663
Notes receivable	19,853	32,507
Accounts receivable	658,204	637,603
Receivables financing	83,735	91,663
Advances to suppliers	475,948	498,758
Loans and advances to customers	4,410	4,410
Premiums receivable		
Reinsured accounts receivable		
Reserves for reinsurance contract receivable		
Other receivables	255,809	326,770
Including: Interests receivable		
Dividends receivable	19,963	25,912
Financial assets purchased under agreements to resell		
Inventories	268,883	241,660
Contract assets	316,557	302,998
Held-for-sale assets		
Non-current assets due within one year	8,872	8,417

Item	31 March 2023	31 December 2022
Other current assets	301,645	232,383
Total current assets	4,107,641	3,878,318
Non-current assets:		
Loans and advances to customers		
Debt investment		
Other debt investment		
Long-term receivables		439
Long-term equity investment	614,753	602,109
Other equity instrument investment	26,724	25,498
Other non-current financial assets	433,100	432,722
Investment properties	27,632	27,632
Fixed assets	6,644,075	6,612,822
Construction in progress	510,247	478,612
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	40,262	42,442
Intangible assets	1,109,553	1,106,248
Development expenditure	24,983	18,507
Goodwill	57,385	57,385
Long-term prepaid expenses	77,323	77,407
Deferred tax assets	226,037	225,454
Other non-current assets	29,923	34,149
Total non-current assets	9,821,997	9,741,426
Total assets	13,929,638	13,619,744
Current liabilities:		
Short-term borrowings	991,077	756,023
Borrowings from central bank		
Borrowings from banks and other financial institutions		
Financial liabilities held for trading		
Derivative financial liabilities	97,070	101,916
Notes payable	84,383	85,737
Accounts payable	1,028,108	1,048,430

Item	31 March 2023	31 December 2022
Advances from customers		
Contract liabilities	1,718,347	1,742,053
Proceeds from financial assets sold under repurchase agreements	49,668	36,519
Customer bank deposits and due to banks and other financial institutions	26,664	23,684
Receiving from vicariously traded securities		
Receiving from vicariously sold securities		
Employee benefits payable	66,040	124,770
Taxes payable	267,188	288,649
Other payables	209,404	304,457
Including: Interests payable		
Dividends payable	35,788	26,304
Fee and commission payable		
Dividend payable for reinsurance		
Liabilities held for sales		
Non-current liabilities due within one year	240,046	194,933
Other current liabilities	152,789	159,635
Total current liabilities	4,930,784	4,866,806
Non-current liabilities:		
Reserves for insurance contract		
Long-term borrowings	1,213,418	1,211,218
Bonds payable	1,420,244	1,437,773
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	29,179	30,977
Long-term payables	145,510	157,114
Long-term employee benefits payable		
Estimated liabilities		
Deferred income	109,584	111,884
Deferred tax liabilities	369,193	358,215
Other non-current liabilities	284,459	289,535
Total non-current liabilities	3,571,587	3,596,716
Total liabilities	8,502,371	8,463,522

Item	31 March 2023	31 December 2022
Owners' equity (or shareholders' equity):		
Paid-in capital (share capital)	309,840	309,866
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	20,703	19,396
Less: Treasury shares	19,001	19,182
Other comprehensive income	56,069	45,835
Special reserve	5,236	5,222
Surplus reserve	33,111	33,111
General risk provisions	18,839	18,839
Undistributed profits	1,490,130	1,344,725
Total owners' equity (or shareholders' equity) attributable to the parent company	1,914,927	1,757,812
Minority interest	3,512,340	3,398,410
Total owners' equity (or shareholders' equity)	5,427,267	5,156,222
Total liabilities and owners' equity (or shareholders' equity)	13,929,638	13,619,744

Person in charge of the Company:  
Yu Jianchao

Person in charge of the accounting:  
Wang Dongzhi

Person in charge of accounting organization:  
Cheng Zhiyan



## Consolidated Income Statement

January – March 2023

Prepared by: ENN Natural Gas Co., Ltd.

Unit: RMB'0000    Currency: RMB    Audit Type: Unaudited

Item	First Quarter of 2023	First Quarter of 2022
I. Total operating income	3,437,065	3,542,604
Including: Operating income	3,435,091	3,539,628
Interest income	1,974	2,974
Premium earned		
Fee and commission income		2
II. Total operating costs	3,175,480	3,271,133
Including: Operating costs	2,992,690	3,079,662
Interest expenses	348	359
Fee and commission expenses	50	32
Refunded premiums		
Net amount of compensation payout		
Net provisions made for insurance liability		
Policy dividend payment		
Reinsured expenses		
Taxes and surcharges	14,526	16,355
Selling expenses	38,363	33,387
Administrative expenses	109,283	102,347
R&D expenses	17,102	18,051
Finance costs	3,118	20,940
Including: Interest expenses	33,151	32,985
Interest income	3,472	2,662

Item	First Quarter of 2023	First Quarter of 2022
Add: Other income	15,927	9,537
Investment income (loss expressed with "-")	91,459	34,102
Including: Income from investment in associates and joint ventures	9,062	7,334
Derecognition income of financial assets measured at amortized cost		
Exchange gain (loss expressed with "-")	8	1
Net exposure hedging income (loss expressed with "-")		
Gains from change in fair value (loss expressed with "-")	3,051	-10,716
Credit impairment losses (loss expressed with "-")	-2,103	-7,724
Assets impairment losses (loss expressed with "-")	-536	-959
Gains on disposal of assets (loss expressed with "-")	1,459	1,136
III. Operating profit (loss expressed with "-")	370,850	296,848
Add: Non-operating income	4,320	2,984
Less: Non-operating expenses	1,316	1,176
IV. Total profit (total loss expressed with "-")	373,854	298,656
Less: Income tax expenses	93,483	93,892
V. Net profit (net loss expressed with "-")	280,371	204,764
(I) Classified by the continuity of operations		
1. Net profit from continuing operations (net loss expressed with "-")	280,371	204,764
2. Net profit from discontinued operations (net loss expressed with "-")		
(II) Classified by attribution of ownership		
1. Net profit attributable to shareholders of parent company (net loss expressed with "-")	145,632	85,644
2. Minority interest (net loss expressed with "-")	134,739	119,120
VI. Net amount of other comprehensive income, net of tax	5,847	-72,749
(I) Net amount of other comprehensive income attributable to the owners of parent company, net of tax	10,234	-78,850
1. Other comprehensive income that may not be reclassified to profit or loss	338	-409
(1) Changes arising from the re-measurement of defined benefit plan		
(2) Other comprehensive income that may not be incorporated into profit and loss under equity method		
(3) Change in fair value of other equity instrument investment	338	-409
(4) Change in fair value of the company's own credit risk		

Item	First Quarter of 2023	First Quarter of 2022
2. Other comprehensive income that may be reclassified to profit or loss	9,896	-78,441
(1) Other comprehensive income that may be incorporated into profit and loss under equity method		
(2) Change in fair value of other equity instrument investment		
(3) Amount of financial assets reclassified into other comprehensive income		
(4) Provision for credit impairment of other debt investment		
(5) Cash flow hedge reserve	16,539	-76,709
(6) Difference arising from the translation of foreign currency financial statements	-6,643	-1,732
(7) Others		
(II) Net amount of other comprehensive income attributable to minority shareholders, net of tax	-4,387	6,101
VII. Total comprehensive income	286,218	132,015
(I) Total comprehensive income attributable to owners of parent company	155,866	6,794
(II) Total comprehensive income attributable to minority shareholders	130,352	125,221
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.47	0.28
(II) Diluted earnings per share (RMB/share)	0.47	0.28

Person in charge of the Company:  
Yu Jianchao

Person in charge of the accounting:  
Wang Dongzhi

Person in charge of accounting organization:  
Cheng Zhiyan

## Consolidated Cash Flow Statement

January – March 2023

Prepared by: ENN Natural Gas Co., Ltd.

Unit: RMB'0000    Currency: RMB    Audit Type: Unaudited

Item	First Quarter of 2023	First Quarter of 2022
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of service	4,142,774	4,068,289
Net increase in deposits from customers and deposits from other banks	2,980	3,293
Net increase in borrowings from central bank		
Net increase of funds borrowed from other financial institutions		
Cash received from the earned premium of original contract		
Net cash received from reinsurance operations		
Net increase in deposits from insurance policy holders and investment		
Cash receipts of interest, fee and commission	1,576	2,586
Net increase in borrowings from other banks and financial institutions		
Net increase in repurchased business capital	13,149	23,258
Net cash of receiving from vicariously traded securities		
Tax refund received	7,111	3,724
Other cash received relating to operating activities	22,774	32,472
Sub-total of cash inflow from operating activities	4,190,364	4,133,622
Cash paid for purchase of goods and acceptance of service	3,395,060	3,897,006
Net increase in loans and advances to customers	59,056	112,264
Net increase in deposits with central bank and inter-banks		
Cash paid for claims of original insurance contract		
Net increase in loans to other banks and financial institutions		
Cash paid for interest, fee and commission		
Cash paid for policy dividends		
Cash paid to and on behalf of employees	244,204	221,371
Taxes and dues paid	195,378	168,838
Other cash paid relating to operating activities	39,529	50,641
Subtotal of cash outflow from operating activities	3,933,227	4,450,120
Net cash flow from operating activities	257,137	-316,498



Item	First Quarter of 2023	First Quarter of 2022
II. Cash flow from investing activities:		
Cash received from investment recovery	157,305	217,208
Cash received from investment return	5,547	23,152
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	3,393	3,039
Net cash received from disposal of subsidiaries and other business units		
Other cash received relating to investing activities	21,143	15,563
Sub-total of cash inflow from investing activities	187,388	258,962
Cash paid to acquire and construct fixed assets, intangible assets and other long-term assets	177,218	161,587
Cash paid for investment	341,023	273,518
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other business units	2,946	2,710
Other cash paid relating to investing activities	109,149	21,654
Sub-total of cash outflow from investing activities	630,336	459,469
Net cash flow from investing activities	-442,948	-200,507
III. Cash flow from financing activities:		
Cash received from investment absorption	5,933	–
Including: Cash received from subsidiaries for investment absorption by minority interest	4,640	–
Cash received from borrowings obtained	780,277	499,296
Other cash received relating to financing activities	54,353	73,405
Sub-total of cash inflow from financing activities	840,563	572,701
Cash paid for repayment of debts	514,249	346,805
Cash paid for dividend distribution, profit distribution or interest payment	41,402	52,867
Including: Dividends and profits paid by subsidiaries to minority shareholders	11,730	11,631
Other cash paid relating to financing activities	57,724	20,787
Sub-total of cash outflow from financing activities	613,375	420,459
Net cash flow from financing activities	227,188	152,242
IV. Effect of change in foreign exchange rate on cash and cash equivalents	-4,546	-886
V. Net increase in cash and cash equivalents	36,831	-365,649
Add: Opening balance of cash and cash equivalents	1,095,554	1,241,341
VI. Closing balance of cash and cash equivalents	1,132,385	875,692

Person in charge of the Company:  
Yu Jianchao

Person in charge of the accounting:

Person in charge of accounting organization:

## Balance Sheet of the Parent Company

31 March 2023

Prepared by: ENN Natural Gas Co., Ltd.

Unit: RMB'0000    Currency: RMB    Audit Type: Unaudited

Item	31 March 2023	31 December 2022
Current assets:		
Monetary capital	25,680	35,233
Financial assets held for trading		
Derivative financial assets		
Notes receivable		
Accounts receivable	47	47
Receivables financing		
Advances to suppliers	73	82
Other receivables	839,880	823,340
Including: Interests receivable		
Dividends receivable	170,586	170,586
Inventories		
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	287	275
Total current assets	865,967	858,977
Non-current assets:		
Debt investment		
Other debt investment		
Long-term receivables		
Long-term equity investment	1,371,606	1,371,630
Other equity instrument investment		
Other non-current financial assets		
Investment properties		
Fixed assets	225	235

Item	31 March 2023	31 December 2022
Construction in progress		
Bearer biological assets		
Oil and gas assets		
Right-of-use assets	149	200
Intangible assets	3,072	3,160
Development expenditure	764	688
Goodwill		
Long-term prepaid expenses		
Deferred tax assets		
Other non-current assets		
Total non-current assets	1,375,816	1,375,913
Total assets	2,241,783	2,234,890
Current liabilities:		
Short-term borrowings	105,243	60,020
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	22,100	14,100
Accounts payable	812	961
Advances from customers		
Contract liabilities		
Employee benefits payable	217	553
Taxes payable	141	51
Other payables	596,313	619,711
Including: Interests payable		
Dividends payable		
Liabilities held for sales		
Non-current liabilities due within one year	40,256	229
Other current liabilities		
Total current liabilities	765,082	695,625

Item	31 March 2023	31 December 2022
Non-current liabilities:		
Long-term borrowings		60,061
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities		
Long-term payables	482,695	480,537
Long-term employee benefits payable		
Estimated liabilities		
Deferred income	670	670
Deferred tax liabilities	37	
Other non-current liabilities		
Total non-current liabilities	483,402	541,268
Total liabilities	1,248,484	1,236,893
Owners' equity (or shareholders' equity):		
Paid-in capital (share capital)	309,840	309,866
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	445,146	444,027
Less: Treasury shares	19,001	19,182
Other comprehensive income		
Special reserve		
Surplus reserve	53,167	53,167
Undistributed profits	204,147	210,119
Total owners' equity (or shareholders' equity)	993,299	997,997
Total liabilities and owners' equity (or shareholders' equity)	2,241,783	2,234,890

Person in charge of the Company:  
Yu Jianchao

Person in charge of the accounting:

Person in charge of accounting organization:



## Income Statement of the Parent Company

January – March 2023

Prepared by: ENN Natural Gas Co., Ltd.

Unit: RMB'0000    Currency: RMB    Audit Type: Unaudited

Item	First Quarter of 2023	First Quarter of 2022
I. Operating income	3	1,691
Less: operating cost	2	
Taxes and surcharges	133	52
Selling expenses		
Administrative expenses	1,789	3,038
R&D expenses		
Finance costs	4,012	4,072
Including: Interest expenses	4,244	3,629
Interest income	159	400
Add: Other income	22	27
Investment income (loss expressed with "-")	-23	621
Including: Income from investment in associates and joint ventures	-23	621
Derecognition income of financial assets measured at amortized cost		
Net exposure hedging income (loss expressed with "-")		
Gains from change in fair value (loss expressed with "-")		
Credit impairment losses (loss expressed with "-")		
Assets impairment losses (loss expressed with "-")		
Gains on disposal of assets (loss expressed with "-")		
II. Operating profit (loss expressed with "-")	-5,934	-4,823
Add: Non-operating income		
Less: Non-operating expenses		
III. Total profit (total loss expressed with "-")	-5,934	-4,823
Less: Income tax expenses	-12	
IV. Net profit (net loss expressed with "-")	-5,922	-4,823
(I) Net profit from continuing operations (net loss expressed with "-")	-5,922	-4,823
(II) Net profit from discontinued operations (net loss expressed with "-")		

Item	First Quarter of 2023	First Quarter of 2022
V. Net amount of other comprehensive income, net of tax		
(I) Other comprehensive income that may not be reclassified to profit or loss		
1. Changes arising from the re-measurement of defined benefit plan		
2. Other comprehensive income that may not be incorporated into profit or loss under equity method		
3. Change in fair value of other equity instrument investment		
4. Change in fair value of the company's own credit risk		
(II) Other comprehensive income that may be reclassified to profit or loss		
1. Other comprehensive income that may be incorporated into profit and loss under equity method		
2. Change in fair value of other equity instrument investment		
3. Amount of financial assets reclassified into other comprehensive income		
4. Provision for credit impairment of other debt investment		
5. Cash flow hedge reserve		
6. Difference arising from the translation of foreign currency financial statements		
7. Others		
VI. Total comprehensive income	-5,922	-4,823
VII. Earnings per share:		
(I) Basic earnings per share (RMB/share)		
(II) Diluted earnings per share (RMB/share)		

Person in charge of the Company: Yu Jianchao     
 Person in charge of the accounting:     
 Person in charge of accounting organization:

## Cash Flow Statement of the Parent Company

January – March 2023

Prepared by: ENN Natural Gas Co., Ltd.

Unit: RMB'0000    Currency: RMB    Audit Type: Unaudited

Item	First Quarter of 2023	First Quarter of 2022
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of service		
Tax refund received		
Other cash received relating to operating activities	6,655	730
Sub-total of cash inflow from operating activities	6,655	730
Cash paid for purchase of goods and acceptance of service		
Cash paid to and on behalf of employees	148	590
Taxes and dues paid	120	371
Other cash paid relating to operating activities	359	28,997
Subtotal of cash outflow from operating activities	627	29,958
Net cash flow from operating activities	6,028	-29,228
II. Cash flow from investing activities:		
Cash received from investment recovery		
Cash received from investment return		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other business units		
Other cash received relating to investing activities		
Sub-total of cash inflow from investing activities		
Cash paid to acquire and construct fixed assets, intangible assets and other long-term assets	38	
Cash paid for investment		
Net cash paid for acquisition of subsidiaries and other business units		
Other cash paid relating to investing activities		55
Sub-total of cash outflow from investing activities	38	55
Net cash flow from investing activities	-38	-55

Item	First Quarter of 2023	First Quarter of 2022
III. Cash flow from financing activities:		
Cash received from investment absorption		
Cash received from borrowings obtained	100,000	118,000
Other cash received relating to financing activities	115,396	282,499
Sub-total of cash inflow from financing activities	215,396	400,499
Cash paid for repayment of debts	74,980	69,580
Cash paid for dividend distribution, profit distribution or interest payment	1,223	1,402
Other cash paid relating to financing activities	154,735	395,191
Sub-total of cash outflow from financing activities	230,938	466,173
Net cash flow from financing activities	-15,542	-65,674
IV. Effect of change in foreign exchange rate on cash and cash equivalents	-1	
V. Net increase in cash and cash equivalents	-9,553	-94,957
V. Net increase in cash and cash equivalents	32,456	139,502
VI. Closing balance of cash and cash equivalents	22,903	44,545

Person in charge of the Company:  
Yu Jianchao

Person in charge of the accounting:

Person in charge of accounting organization:

### (III) Adjustment to the financial statements at the beginning of year of initial implementation due to initial implementation of new accounting standards or interpretations on the standards since 2023

☒ 適用 ☐ 不適用

Reason for adjustment to the financial statements at the beginning of the year

On 30 November 2022, the Ministry of Finance issued the *Circular on Printing and Distributing the Interpretation of Accounting Standards for Business Enterprises No. 16* (Cai Kuai [2022] No. 31). As provided in the Circular, the Company has implemented the “accounting treatment for exemption of initial recognition does not apply to deferred income tax relating to assets and liabilities arising out of single transaction” as set out in the *Interpretation of Accounting Standards for Business Enterprises No. 16* since 1 January 2023.

## Consolidated Balance Sheet

Unit: RMB'0000 Currency: RMB

Item	31 December 2022	1 January 2023	Adjustment
Current assets:			
Monetary capital	923,809	923,809	
Settlement reserve			
Loans to banks and other financial institutions	285,117	285,117	
Financial assets held for trading	2,560	2,560	
Derivative financial assets	289,663	289,663	
Notes receivable	32,507	32,507	
Accounts receivable	637,603	637,603	
Receivables financing	91,663	91,663	
Advances to suppliers	498,758	498,758	
Loans and advances to customers	4,410	4,410	
Premiums receivable			
Reinsured accounts receivable			
Reserves for reinsurance contract receivable			
Other receivables	326,770	326,770	
Including: Interests receivable			
Dividends receivable	25,912	25,912	
Financial assets purchased under agreements to resell			
Inventories	241,660	241,660	
Contract assets	302,998	302,998	
Held-for-sale assets			
Non-current assets due within one year	8,417	8,417	

Item	31 December 2022	1 January 2023	Adjustment
Other current assets	232,383	232,383	
Total current assets	3,878,318	3,878,318	
Non-current assets:			
Loans and advances to customers			
Debt investment			
Other debt investment			
Long-term receivables	439	439	
Long-term equity investment	602,109	602,109	
Other equity instrument investment	25,498	25,498	
Other non-current financial assets	432,722	432,722	
Investment properties	27,632	27,632	
Fixed assets	6,612,822	6,612,822	
Construction in progress	478,612	478,612	
Bearer biological assets			
Oil and gas assets			
Right-of-use assets	42,442	42,442	
Intangible assets	1,106,248	1,106,248	
Development expenditure	18,507	18,507	
Goodwill	57,385	57,385	
Long-term prepaid expenses	77,407	77,407	
Deferred tax assets	225,454	225,454	
Other non-current assets	34,149	34,149	
Total non-current assets	9,741,426	9,741,426	
Total assets	13,619,744	13,619,744	
Current liabilities:			
Short-term borrowings	756,023	756,023	
Borrowings from central bank			
Borrowings from banks and other financial institutions			
Financial liabilities held for trading			
Derivative financial liabilities	101,916	101,916	
Notes payable	85,737	85,737	
Accounts payable	1,048,430	1,048,430	

Item	31 December 2022	1 January 2023	Adjustment
Advances from customers			
Contract liabilities	1,742,053	1,742,053	
Proceeds from financial assets sold under repurchase agreements	36,519	36,519	
Customer bank deposits and due to banks and other financial institutions	23,684	23,684	
Receiving from vicariously traded securities			
Receiving from vicariously sold securities			
Employee benefits payable	124,770	124,770	
Taxes payable	288,649	288,649	
Other payables	304,457	304,457	
Including: Interests payable			
Dividends payable	26,304	26,304	
Fee and commission payable			
Dividend payable for reinsurance			
Liabilities held for sales			
Non-current liabilities due within one year	194,933	194,933	
Other current liabilities	159,635	159,635	
Total current liabilities	4,866,806	4,866,806	
Non-current liabilities:			
Reserves for insurance contract			
Long-term borrowings	1,211,218	1,211,218	
Bonds payable	1,437,773	1,437,773	
Including: Preferred shares			
Perpetual bonds			
Lease liabilities	30,977	30,977	
Long-term payables	157,114	157,114	
Long-term employee benefits payable			
Estimated liabilities			
Deferred income	111,884	111,884	
Deferred tax liabilities	358,215	358,442	-227
Other non-current liabilities	289,535	289,535	
Total non-current liabilities	3,596,716	3,596,943	-227
Total liabilities	8,463,522	8,463,749	-227



Item	31 December 2022	1 January 2023	Adjustment
Owners' equity (or shareholders' equity):			
Paid-in capital (share capital)	309,866	309,866	
Other equity instruments			
Including: Preferred shares			
Perpetual bonds			
Capital reserve	19,396	19,396	
Less: Treasury shares	19,182	19,182	
Other comprehensive income	45,835	45,835	
Special reserve	5,222	5,222	
Surplus reserve	33,111	33,111	
General risk provisions	18,839	18,839	
Undistributed profits	1,344,725	1,344,498	227
Total owners' equity (or shareholders' equity) attributable to the parent company	1,757,812	1,757,585	227
Minority interest	3,398,410	3,398,410	
Total owners' equity (or shareholders' equity)	5,156,222	5,155,995	227
Total liabilities and owners' equity (or shareholders' equity)	13,619,744	13,619,744	

## Balance Sheet of the Parent Company

Unit: RMB'0000 Currency: RMB

Item	31 December 2022	1 January 2023	Adjustment
Current assets:			
Monetary capital	35,233	35,233	
Financial assets held for trading			
Derivative financial assets			
Notes receivable			
Accounts receivable	47	47	
Receivables financing			
Advances to suppliers	82	82	
Other receivables	823,340	823,340	
Including: Interests receivable			
Dividends receivable	170,586	170,586	
Inventories			
Contract assets			
Held-for-sale assets			
Non-current assets due within one year			

Item	31 December 2022	1 January 2023	Adjustment
Other current-assets	275	275	
Total current assets	858,977	858,977	
Non-current assets:			
Debt investment			
Other debt investment			
Long-term receivables			
Long-term equity investment	1,371,630	1,371,630	
Other equity instrument investment			
Other non-current financial assets			
Investment properties			
Fixed assets	235	235	
Construction in progress			
Bearer biological assets			
Oil and gas assets			
Right-of-use assets	200	200	
Intangible assets	3,160	3,160	
Development expenditure	688	688	
Goodwill			
Long-term prepaid expenses			
Deferred tax assets			
Other non-current assets			
Total non-current assets	1,375,913	1,375,913	
Total assets	2,234,890	2,234,890	
Current liabilities:			
Short-term borrowings	60,020	60,020	
Financial liabilities held for trading			
Derivative financial liabilities			
Notes payable	14,100	14,100	
Accounts payable	961	961	

Item	31 December 2022	1 January 2023	Adjustment
Advances from customers			
Contract liabilities			
Employee benefits payable	553	553	
Taxes payable	51	51	
Other payables	619,711	619,711	
Including: Interests payable			
Dividends payable			
Liabilities held for sales			
Non-current liabilities due within one year	229	229	
Other current liabilities			
Total current liabilities	695,625	695,625	
Non-current liabilities:			
Long-term borrowings	60,061	60,061	
Bonds payable			
Including: Preferred shares			
Perpetual bonds			
Lease liabilities			
Long-term payables	480,537	480,537	
Long-term employee benefits payable			
Estimated liabilities			
Deferred income	670	670	
Deferred tax liabilities		50	-50
Other non-current liabilities			
Total non-current liabilities	541,268	541,318	-50
Total liabilities	1,236,893	1,236,943	-50

Item	31 December 2022	1 January 2023	Adjustment
Owners' equity (or shareholders' equity):			
Paid-in capital (share capital)	309,866	309,866	
Other equity instruments			
Including: Preferred shares			
Perpetual bonds			
Capital reserve	444,027	444,027	
Less: Treasury shares	19,182	19,182	
Other comprehensive income			
Special reserve			
Surplus reserve	53,167	53,167	
Undistributed profits	210,119	210,069	50
Total owners' equity (or shareholders' equity)	997,997	997,947	50
Total liabilities and owners' equity (or shareholders' equity)	2,234,890	2,234,890	

It is hereby notified the above.

ENN Natural Gas Co., Ltd.

Board of Directors

27 April 2023

