

stock code : 000413,200413

Abbreviation: Dongxu Optoelectronic, Dongxu B

Announcement No.: 2019-094

Tunghsu Optoelectronic Technology Co., Ltd.

The Third Quarterly Report 2019

I. Important Notice

The Board of Directors ,Supervisory Committee, all directors, supervisors and senior executives of the Company hereby guarantees that there are no misstatement, misleading representation or important omissions in this report and shall assume joint and several liability for the authenticity, accuracy and completeness of the contents hereof.

All of the directors presented the board meeting at which this Quarterly Report was examined.

Mr. Wang Lipeng, Person in charge of the Company, Ms.Feng Qiuju , Person in charge of accounting works, Mr.Wang Cang , Chief of the accounting organ (chief of accounting) hereby confirm the authenticity and completeness of the financial report enclosed in this report.

II. Basic information about the company

I. Main financial data and financial index

Indicate by tick mark whether the Company needs to retroactively restate any of its accounting data.

√Yes □No

Reasons for retrospective restatements:

Accounting policy change

	As at the end of the reporting period	As at the end of last year		Changed (%) over end of prev. year
		Before adjustment	After adjustment	After adjustment
Gross assets (Yuan)	72,440,407,897.85	72,576,122,859.60	72,576,122,859.60	-0.19%
Net assets attributable to the shareholders of the listed company (Yuan)	33,282,397,733.05	32,521,130,925.14	32,521,130,925.14	2.34%
	Reporting period	Increase/decrease over the same period of last year (%)	Between beginning of the year to the end of the report period	Changed (%) over end of prev. year
Operating revenue (Yuan)	4,091,106,986.20	-33.30%	12,566,196,209.13	-27.21%
Net profit attributable to the shareholders of the listed company (Yuan)	290,704,217.37	-36.37%	1,134,880,387.35	-13.71%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (Yuan)	183,931,159.91	-58.26%	962,026,486.57	-23.16%
Net cash generated from /used in operating activities (Yuan)	--	--	127,114,559.45	124.66%
Basic earning per share(Yuan/Share)	0.05	-37.50%	0.20	-13.04%
Diluted gains per share(Yuan/Share)	0.05	-37.50%	0.20	-13.04%
Weighted average return on equity (%)	0.88%	-39.31%	3.45%	-17.66%

The Reason of the Change of the Accounting Policy and the Correction of the Accounting Error

Items and amount of non-current gains and losses

√ Applicable □ Not applicable

In RMB

Items	Amount (Year-beginning to the end of the report period.)	Notes
Non-current asset disposal gain/loss(including the write-off part for which assets impairment provision is made)	147,664,236.12	
Government subsidy recognized in current gain and loss(excluding those closely related to the Company's business and granted under the state's policies)	107,995,116.58	
Gain/loss on loans obtained by entrusting others	246,200.42	
Other non-operating income and expenditure beside for the above items	4,745,332.46	
Less: Influenced amount of income tax	74,860,960.41	
Amount of influence of minority interests (After tax)	12,936,024.39	
Total	172,853,900.78	--

For the Company's non-recurring gain/loss items as defined in the Explanatory Announcement No.1 on information disclosure for Companies Offering their Securities to the Public-Non-recurring Gains and Losses and its non-recurring gain/loss items as illustrated in the Explanatory Announcement No.1 on information Disclosure for Companies offering their securities to the public-non-recurring Gains and losses which have been defined as recurring gains and losses, it is necessary to explain the reason.

☐ Applicable ☒ Not applicable

None of Non-recurring gain /loss items recognized as recurring gain /loss/items as defined by the information disclosure explanatory Announcement No.1- Non -recurring gain/loss in the report period.

II. Total Shareholders and Shares Held by Top Ten Shareholders at the End of the Reporting Period**1. About Total Common Shareholders, Total Preference Shareholders with the Voting Power Recovered and the Shares Held by Top Ten Common Shareholders**

In shares

Total number of common shareholders at the period-end		377,080(Including 360,087 shareholders holding A shares and 16,993 shareholders holding B shares)		Total preference shareholders with the voting power recovered at the end of the reporting period(if any)		0
Shares held by the top 10 shareholders						
Shareholder name	Properties of shareholder	Share proportion	Quantity	Amount of tradable shares with Conditional held	Pledging or freezing	
					Status of the shares	Quantity
Tunghsu Group Co., Ltd.	Domestic Non -State-owned legal person	15.97%	915,064,091	352,006,791	Pledge	799,643,042
Shijiazhuang Baoshi Electronic Group Co., Ltd.	Domestic Non -State-owned legal person	5.80%	332,382,171		Pledge	153,520,000
Shanghai Huimao Enterprise Management Co., Ltd.	Domestic Non -State-owned legal person	4.58%	262,626,262	262,626,262	Pledge	80,000,000
Beixin Ruifeng Fund—China Merchants Bank—Daye Trust—Daye Trust Profit increase 3 single fund plan	Other	1.08%	62,095,032			
Shenzhen Taianer Information Technology Co., Ltd.	Domestic Non -State-owned legal person	1.07%	61,165,682		Pledge	55,265,682
Hong Kong Securities Clearing Co., Ltd.	Overseas Legal person	0.94%	53,932,469			
Minsheng Royal Fund Management Co., Ltd—PingAn Bank-Daye Trust Zengli 2 single Fund Trust	Domestic Non -State-owned legal person	0.85%	48,663,412			
Kunshan Development Zone State-Owned Investment Holding Co.,	State-owned legal person	0.73%	41,838,269			

Ltd.						
Tunghsu Optoelectronic Technology Co., Ltd. — The first ESOP	Other	0.63%	36,319,731			
China Securities Finance Co., Ltd.	Domestic Non -State-owned legal person	0.54%	30,906,112			
Shares held by the Top 10 Shareholders of Non-restricted shares						
Shareholders’ Names	Number of the non-restricted shares held	Share type		Share type	Quantity	
Tunghsu Group Co., Ltd.	563,057,300	RMB Common shares			563,057,300	
Shijiazhuang Baoshi Electronic Group Co., Ltd.	332,382,171	RMB Common shares			332,382,171	
Beixin Ruifeng Fund — China Merchants Bank — Daye Trust — Daye Trust Profit increase 3 single fund plan	62,095,032	RMB Common shares			62,095,032	
Shenzhen Taianer Information Technology Co., Ltd.	61,165,682	RMB Common shares			61,165,682	
Hong Kong Securities Clearing Co., Ltd.	53,932,469	RMB Common shares			53,932,469	
Minsheng Royal Fund Management Co., Ltd — -Ping An Bank-Daye Trust Zengli 2 single Fund Trust	48,663,412	RMB Common shares			48,663,412	
Kunshan Development Zone State-Owned Investment Holding Co., Ltd.	41,838,269	RMB Common shares			41,838,269	
Tunghsu Optoelectronic Technology Co., Ltd. — The first ESOP	36,319,731	RMB Common shares			36,319,731	
China Securities Finance Co., Ltd.	30,906,112	RMB Common shares			30,906,112	
Pingan Bank Co., Ltd.-China stock 800 trading open index securities investment fund	24,381,300	RMB Common			24,381,300	

		shares	
Explanation on shareholders participating in the margin trading business	Among the top ten shareholders , Tunghsu Group and, Baoshi Group have relationship and constitute persons taking concerted action. The company does not know whether there is relationship between other 8 shareholders or whether they are persons taking concerted action defined in Administrative Measures Relating to Acquisitions of Listed Companies		
Participation of top 10 unconditional common share shareholders in securities margin trading (if any)	Not applicable		

Whether top ten common shareholders or top ten common shareholders with un-restrict shares held have a buy-back agreement dealing in reporting period.

☐ Yes ☒ No

The top ten common shareholders or top ten common shareholders with un-restrict shares held of the Company have no buy –back agreement dealing in reporting period.

2.Total number of preferred shareholders and shareholding of top 10 preferred shareholders by the end of the report period

☐ Applicable ☒ Not applicable

III Significant Events

I. Major changes of main accounting statement items and financial indicators in the reporting period, as well as reasons for the changes

√ Applicable □ Not applicable

No	Items	Ending balance	Opening balance	Changes	Remarks on the change
1	Inventories	5,183,647,890.84	3,510,786,666.85	47.65%	Inventories increased by 47.65%, which's mainly due to the stock for the completion of the follow-up orders and the increase in the outstanding unsettled assets of the construction business segment.
2	Long-term account receivable	553,235,076.74	344,430,815.68	60.62%	The main reason is that the increase of installment business leads to the increase of long-term receivables.
3	Long-term account payable	1,552,195,921.05	2,644,309,592.95	-41.30%	Mainly due to the decrease in the balance of finance lease loans
No	Items	Year-beginning to the end of the report period	Same period of last year	Changes	Remarks on the change
1	Revenue	12,566,196,209.13	17,263,567,779.22	-27.21%	Mainly due to that the Company optimized the product structure and concentrated the resources to strengthen the quality product development.
2	Operating costs	9,911,799,916.26	14,026,126,902.57	-29.33%	Mainly due to corresponding changes in business income
3	Sales expense	257,054,949.35	179,353,037.49	43.32%	Mainly due to the increased sales promotion
4	Other income	391,804,098.83	155,240,877.89	152.38%	Mainly due to the increase in government grant

II. The progress of significant events and influence, as well as the analysis and explanation on resolving proposal.

□ Applicable √ Not applicable

Progress in the implementation of share repurchase

□ Applicable √ Not applicable

Progress in the implementation of the reduction of the repurchased shares by means of centralized bidding

□ Applicable √ Not applicable

III. Commitments finished in implementation by the Company, shareholders, actual controller, acquirer, directors, supervisors, senior executives or other related parties in the reporting period and commitments unfinished in implementation at the end of the reporting period

☐ Applicable ☒ Not applicable

The company has no commitments completed in period and those without completed till end of the period from actual controller, shareholders, related parties, purchaser and companies.

IV. Investment in securities

☒ Applicable ☐ Not applicable

In RMB

Security category	Security code	Stock Abbreviation:	Initial investment cost	Mode of accounting measurement	Book value balance at the beginning of the reporting period	Changes in fair value of the this period	Cumulative fair value changes in equity	Purchase amount in the this period	Sale amount in the this period	Gain/loss of the reporting period	Book value balance at the end of the reporting period	Accounting items	Source of the shares
Bonds	204004	GC004	3,000,000.00	FVM	0.00	0.00	0.00	3,000,000.00	3,000,000.00	9,945.61	0.00	Transactional financial	Self funds
Total			3,000,000.00	--	0.00	0.00	0.00	3,000,000.00	3,000,000.00	9,945.61	0.00	--	--
Disclosure date for the notice of approval by the Board (If any)													
Disclosure date for the notice of approval by shareholders' Meeting (If any)													

V. Entrusted Financial Management

☐ Applicable ☒ Not applicable

There is no Entrusted Financial Management during the report period.

VI. Investment in derivatives

☐ Applicable ☒ Not applicable

There is no derivative investment during the report period.

VII. The registration form of acceptance of investigation, communication and interview in the report period for future reference

☒ Applicable ☐ Not applicable

Reception time	Way of reception	Types of visitors	Basic index
May 31,2019	Onsite investigation	Organization	Details can be found in the Record Chart of the Investor Relation Activity disclosed on Juchao website(www.cninfo.com.cn) on 31 May 2019.
September 16,2019	Onsite investigation	Organization	Details can be found in the Record Chart of the Investor Relation Activity disclosed on Juchao website(www.cninfo.com.cn) on 16 September 2019.
January 1,2019 -- September30,2019	By phone	Individual	Company telephone records

VIII. External guarantee get out of line

☐ Applicable ☒ Not applicable

The Company has no external guarantee get out of the line in the Period

IX. Controlling shareholder and its related parties occupying non-business capital of the listed company

☐ Applicable ☒ Not applicable

There are no controlling shareholder and its related parties occupying non-business capital of the listed company in Period

Tunghsu Optoelectronic Technology Co., Ltd.

Board Chairman: Wang Lipeng

Issue day approved by the Board of Directors: October 30,2019