



**Bingshan Refrigeration & Heat Transfer  
Technologies Co., Ltd.  
QUARTERLY REPORT FOR FIRST QUARTER,  
2026**

**April, 2026**

## Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. QUARTERLY REPORT FOR FIRST QUARTER, 2026

### Important Notes

1.1 The directors and the Board of Directors and Senior staff members of Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. (hereinafter referred to as the Company) hereby confirm that there are no any important omissions, fictitious statements or serious misleading carried in this report, and shall take all responsibilities, individual and/or joint, for the reality, accuracy and completeness of the whole contents.

1.2 Chairman of the Board of Directors of the Company, Financial Majordomo, and the head of Accounting Department hereby confirm that the financial report of the quarterly report is true and complete.

1.3 This report is written respectively in Chinese and in English. In the event of any discrepancy between the two above-mentioned versions, the Chinese version shall prevail.

### §1 Major accounting data

#### 1.1 Major accounting data and financial indexes

Does the Company need to make retroactive adjustments or restate the accounting data for previous years?

Applicable  Inapplicable

Reason for retroactive adjustment: Corporate merger under the same control

	January-March, 2026	January-March, 2025		Increase/decrease compared with previous year
		Before adjustment	After adjustment	After adjustment
Operating revenue	1,041,709,450.58	1,158,154,461.40	1,159,081,329.86	-10.13%
Net profit attributable to shareholders of listed companies	21,186,770.17	29,358,147.33	29,359,869.10	-27.84%
Net profit belonging to the shareholders of listed companies after the deduction of non-recurring profit and loss	18,108,120.62	29,933,276.68	29,934,998.45	-39.51%
Net cash flow from operating activities	-170,967,008.96	-187,028,757.61	-186,331,672.32	8.25%
Basic earnings per share	0.025	0.035	0.035	-28.57%
Diluted earnings per share	0.025	0.035	0.035	-28.57%
Weighted average return on net asset yield	0.67%	0.93%	0.93%	Decrease 0.26 percentage point
	March 31, 2026	December 31, 2025		Increase/decrease compared with previous year
		Before adjustment	After adjustment	After adjustment
Total assets	7,341,546,188.10	7,596,536,378.75	7,607,143,933.63	-3.49%
Owner's equity attributable to shareholders of listed companies	3,175,101,063.57	3,153,969,751.79	3,154,703,294.56	0.65%

Note 1: After being approved by the 5<sup>th</sup> session of the 10<sup>th</sup> board of directors of the company, the subsidiary of the company, Bingshan Sonyo Compressor (Dalian) Co., Ltd., acquired 100% of the equity of the Company's controlling shareholder's subsidiary, Dalian Bingshan Part Technology Co., Ltd. The acquisition of these equity was completed in the first quarter of 2026 and constitutes a business combination under the same control. It is necessary to retrospectively adjust the financial data of the previous year.

Note 2: The net profit attributable to the shareholders of the listed Company decreased by 27.84% year-on-year. This was mainly due to a decrease of 9.35 million yuan in the investment income from the associated enterprises during the same period.

#### 1.2 non-recurring gains and losses

Applicable  Inapplicable

Item of non-recurring gains and losses	Amount from beginning of year to the end of report period
Disposal gains and losses of non-current asset	37,785.47

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Government subsidies included in current profit or loss	1,057,830.78
Impairment provisions for receivables that undergo impairment tests separately are reversed	1,007,623.00
Gains and losses on debt restructuring	445,742.94
One-time expenses incurred by an enterprise due to the cessation of related business activities, such as expenditures for reemploying employees, etc	-143,368.50
Other operating revenue or expense	1,062,696.49
Income tax effect	215,312.24
Minority shareholders' gains and losses	174,348.39
<b>Total</b>	<b>3,078,649.55</b>

1.3 Major changes in main financial items and indexes, and description of the cause

✓ Applicable □ Inapplicable

(1) The employee compensation payable decreased by 77.78% compared with the beginning of the year, mainly due to the employee compensation (year-end bonuses, etc.) accrued at the end of the previous period has been paid in this period.
(2) Financial expenses increased by 244.26% year-on-year, mainly due to the losses from foreign exchange on exports, as well as the reduction in interest rates and the decrease in interest income.
(3) The investment income decreased by 63.39% year-on-year, mainly due to the reduction in the investment income from associated enterprises.
(4) Net cash flow arising from investment activities increased significantly year-on-year, mainly due to the reduction in time deposits.
(5) Net cash flow generated from financing activities decreased significantly year-on-year, mainly due to the increase in cash paid for repaying bank loans.

**§2 shareholders information**

2.1 Total number and particulars of the shareholders by the end of the report period

Total number of shareholders in the reporting period	57,645				
Shareholding of top ten shareholders					
Name	Nature	Proportion	Total number	Number of shares with sale restriction	Number of pledged shares or shares frozen
Dalian Bingshan Group Co., Ltd.	Domestic non-state-owned legal person	20.27%	170,916,934	0	0
Sanyo Electric Co., Ltd.	Overseas legal person	8.72%	73,503,150	0	0
Lin Zhenming	Foreign natural person	0.80%	6,710,000	0	0
Wu Xiaodong	Domestic natural person	0.52%	4,442,400	0	0
Xue Hong	Domestic natural person	0.43%	3,660,000	0	0
UBS AG	Overseas legal person	0.38%	3,245,916	0	0
Han Guangxin	Domestic natural person	0.36%	3,090,600	0	0
Chen Peiliang	Domestic natural person	0.34%	2,918,000	0	0
Zhu Qiuyue	Domestic natural person	0.29%	2,480,500	0	0
J. P. Morgan Securities PLC—Own Funds	Overseas legal person	0.27%	2,354,272	0	0
Shareholding of top ten shareholders without sale restriction					
Name	Number of shares without sale restriction	Type of shares			
Dalian Bingshan Group Co., Ltd.	170,916,934	RMB denominated ordinary shares			
Sanyo Electric Co., Ltd.	73,503,150	Domestically listed foreign shares			
Lin Zhenming	6,710,000	Domestically listed foreign shares			
Wu Xiaodong	4,442,400	Domestically listed foreign shares			
Xue Hong	3,660,000	Domestically listed foreign shares			
UBS AG	3,245,916	RMB denominated ordinary shares			
Han Guangxin	3,090,600	RMB denominated ordinary shares			
Chen Peiliang	2,918,000	RMB denominated ordinary shares			
Zhu Qiuyue	2,480,500	RMB denominated ordinary shares			
J. P. Morgan Securities PLC—Own Funds	2,354,272	RMB denominated ordinary shares			

Notes to the associated relationship and uniform actions of the above shareholders	Dalian Bingshan Group Co., Ltd. had the association relationship with Sanyo Electric Co., Ltd. among the above shareholders. Sanyo Electric Co., Ltd. holds 26.6% of Dalian Bingshan Group Co., Ltd.'s equity.
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At the end of the report period, the total number of shareholders of the Company was 57,645, including 50,868 A-share shareholders and 6,777 B-share shareholders.

2.2 Total number of preferred shareholders and shareholding of top 10 preferred shareholders of the company

Applicable  Inapplicable

**§3 Other important matters**

Applicable  Inapplicable

**§4 Financial Report (attached)**

Not audited.

Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd.  
April 24, 2026

**CONSOLIDATED BALANCE SHEET**

Prepared by Bingshan Refrigeration &amp; Heat Transfer Technologies Co., Ltd. March 31, 2026

Unit: RMB Yuan

Items	31-Mar-2026	1-Jan-2026
Current assets:		
Monetary funds	635,003,173.95	881,961,122.28
Transaction financial assets		
Financial assets which are measured by fair value and which changes are recorded in current profit and loss		
Derivative financial assets		
Notes receivable	273,064,630.42	327,073,361.42
Accounts receivable	1,671,373,793.45	1,635,556,614.58
Receivables financing	352,634,759.76	335,509,461.15
Accounts in advance	187,335,763.94	155,949,650.91
Other receivables	43,984,006.40	43,092,575.59
Interest receivables		
Dividend receivable		
Inventories	1,424,354,086.20	1,439,914,414.18
Contract assets	156,580,357.53	161,816,928.39
Assets held for sale		
Non-current asset due within one year	375,319.96	359,632.86
Other current assets	33,926,767.76	34,899,376.92
Total current assets	4,778,632,659.37	5,016,133,138.28
Non-current assets:		
Finance asset held available for sales		
Held-to-maturity investment		
Long-term account receivable	1,215,272.28	1,215,818.17
Long-term equity investment	486,337,270.67	483,028,918.31
Other non-current financial assets	1,683,852.59	1,683,852.59
Investment property	134,136,736.17	121,350,188.47
Fixed assets	1,228,333,897.58	1,261,222,376.24
Construction in progress	12,035,146.90	15,669,392.61
Right-of-use asset	15,590,645.28	18,009,137.49
Productive biological asset		
Oil and gas asset		
Intangible assets	245,518,602.05	252,007,735.29
Expense on Research and Development		
Goodwill	286,402,171.93	286,402,171.93
Long-term expenses to be apportioned	5,588,756.39	6,036,271.48
Deferred income tax asset	125,366,037.54	125,344,507.42
Other non-current asset	20,705,139.35	19,040,425.35
Total non-current asset	2,562,913,528.73	2,591,010,795.35
Total assets	7,341,546,188.10	7,607,143,933.63
Current liabilities:		
Short-term loans	195,697,386.62	201,836,464.89
Financial liabilities which are measured by fair value and which changes are recorded in current profit and loss		
Derivative financial liabilities		
Transaction financial liabilities		

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Notes payable	585,540,540.57	665,364,289.18
Accounts payable	1,683,883,366.36	1,664,582,164.08
Accounts received in advance		
Contract liability	487,110,567.96	525,086,822.72
Wage payable	27,683,871.23	125,177,034.62
Taxes payable	23,243,784.48	19,752,816.57
Other accounts payable	233,319,626.65	242,101,014.95
Interest payable		
Dividend payable	533,156.00	533,156.00
Liabilities held for sale		
Non-current liabilities due within one year	208,301,280.86	237,446,970.64
Other current liabilities	145,577,637.34	184,739,239.53
Total current liabilities	3,590,358,062.07	3,866,086,817.18
Non-current liabilities:		
Long-term loans	368,100,000.00	368,328,245.18
Bonds payable		
Preferred stock		
Perpetual bond		
Lease liability	15,231,536.82	16,563,173.78
Long-term account payable	17,615,826.06	18,845,786.63
Long-term wage payable		
Special payable		
Anticipation liabilities	1,881,626.59	2,300,208.22
Deferred income	91,648,701.88	92,793,132.73
Deferred income tax liabilities	22,030,918.40	28,734,303.46
Other non-current liabilities		
Total non-current liabilities	516,508,609.75	527,564,850.00
<b>Total liabilities</b>	<b>4,106,866,671.82</b>	<b>4,393,651,667.18</b>
Shareholders' equity		
Share capital	843,212,507.00	843,212,507.00
Other equity instruments		
Preferred stock		
Perpetual bond		
Capital public reserve	717,097,098.38	717,830,641.15
Less: Treasury stock		
Other comprehensive income	2,208,669.73	2,208,669.73
Special preparation	2,619,615.64	1,988,616.80
Surplus public reserve	923,202,335.01	923,202,335.01
Generic risk reserve		
Retained profit	686,760,837.81	666,260,524.87
Total owner's equity attributable to parent company	3,175,101,063.57	3,154,703,294.56
Minority interests	59,578,452.71	58,788,971.89
Total owner's equity	3,234,679,516.28	3,213,492,266.45
<b>Total liabilities and shareholder's equity</b>	<b>7,341,546,188.10</b>	<b>7,607,143,933.63</b>

Legal Representative: Ji Zhijian Chief Financial Official: Wang Jinxiu Person in Charge of Accounting Organization: Wu Bin

## CONSOLIDATED INCOME STATEMENT

Prepared by Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd.

January-March, 2026

Unit: RMB Yuan

Items	January-March, 2026	January-March, 2025
I. Total sales	1,041,709,450.58	1,159,081,329.86
II. Total operating cost	1,023,212,198.16	1,134,454,546.78
Including: Operating cost	879,712,523.98	986,379,606.60
Taxes and associate charges	7,053,809.92	6,883,984.05
Selling and distribution expenses	42,145,172.91	48,146,692.88
Administrative expenses	53,977,304.77	59,731,597.68
R&D expenses	33,104,808.19	31,215,828.25
Financial expense	7,218,578.39	2,096,837.32
Including: interest expense	5,104,146.18	5,977,107.28
interest income	1,237,682.35	1,898,546.63
Add: Other income	3,879,737.10	4,313,775.61
Gain/(loss) from investment	4,026,801.44	11,000,199.66
Including: income from investment on affiliated enterprise and jointly enterprise	3,741,700.41	13,092,468.56
Gain/(loss) from change in fair value		
Credit impairment loss (loss as “-“)	-142,961.78	-616,011.11
Assets impairment loss (loss as “-“)	1,450,437.77	-2,404,508.64
Gain/(loss) from asset disposal	36,156.44	-22,586.07
III. Operating profit	27,747,423.39	36,897,652.53
Add: non-business income	1,269,325.62	683,238.00
Less: non-business expense	233,508.39	226,714.03
IV. Total profit	28,783,240.62	37,354,176.50
Less: Income tax	6,806,989.62	6,261,167.44
V. Net profit	21,976,251.00	31,093,009.06
(I) Net profit from continuous operation	21,976,251.00	31,093,009.06
(II) Net profit from discontinuing operation		
Net profit attributable to parent company	21,186,770.17	29,359,869.10
Minority shareholders' gains and losses	789,480.83	1,733,139.96
VI. After-tax net amount of other comprehensive incomes		
After-tax net amount of other comprehensive incomes attributable to owners of the Company		
(I) Other comprehensive incomes that will not be reclassified into gains and losses		
1. Changes in net liabilities or assets with a defined benefit plan upon re-measurement		
2. Enjoyable shares in other comprehensive incomes in invests that cannot be reclassified into gains and losses under the equity method		
(II) Other comprehensive incomes that will be reclassified into gains and losses		
1. Enjoyable shares in other comprehensive incomes in invests that will be reclassified into gains and losses under the equity method		
2. Changes in the fair value of other debt investments		
3. Gains and losses on fair value changes of available-for-sale financial assets		
4. The amount of financial assets reclassified into other comprehensive income		
5. Held-to-maturity investments are reclassified as saleable financial asset gains and losses		
6. Others		

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After-tax net amount of other comprehensive incomes attributable to minority shareholders		
VII Total comprehensive income	21,976,251.00	31,093,009.06
Total comprehensive income attributable to parent company	21,186,770.17	29,359,869.10
Total comprehensive income attributable to minority shareholders	789,480.83	1,733,139.96
VIII. Earnings per share		
(I) basic earnings per share	0.03	0.03
(II) diluted earnings per share	0.03	0.03

Legal Representative: Ji Zhijian Chief Financial Official: Wang Jinxiu Person in Charge of Accounting Organization: Wu Bin

## CONSOLIDATED CASH FLOW STATEMENT

Prepared by Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. January-March, 2026 Unit: RMB Yuan

Items	January-March, 2026	January-March, 2025
<b>I. Cash flows arising from operating activities:</b>		
Cash received from selling commodities and providing labor services	939,631,067.42	925,611,718.45
Write-back of tax received	16,036,008.71	23,024,540.42
Other cash received concerning operating activities	17,739,974.66	19,843,836.29
Subtotal of cash inflow arising from operating activities	973,407,050.79	968,480,095.16
Cash paid for purchasing commodities and receiving labor service	806,309,126.46	797,323,447.85
Cash paid to/for staff and workers	262,714,883.70	274,333,200.51
Taxes paid	22,838,171.40	32,443,096.29
Other cash paid concerning operating activities	52,511,878.19	50,712,022.83
Subtotal of cash outflow arising from operating activities	1,144,374,059.75	1,154,811,767.48
Net cash flows arising from operating activities	-170,967,008.96	-186,331,672.32
<b>II. Cash flows arising from investing activities:</b>		
Cash received from recovering investment		
Cash received from investment income		11,150.00
Net cash received from disposal of fixed, intangible and other long-term assets	732,006.04	64,225.90
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities	50,000,000.00	
Subtotal of cash inflow from investing activities	50,732,006.04	75,375.90
Cash paid for purchasing fixed, intangible and other long-term assets	14,627,053.26	21,019,681.97
Cash paid for investment	1,420,000.00	
Net cash paid for achievement of subsidiaries and other business units		
Other cash paid concerning investing activities	222,000.00	
Subtotal of cash outflow from investing activities	16,269,053.26	21,019,681.97
Net cash flows arising from investing activities	34,462,952.78	-20,944,306.07
<b>III. Cash flows arising from financing activities</b>		
Cash received from absorbing investment		
Including: Cash received from absorbing minority shareholders' equity investment by subsidiaries		
Cash received from loans	72,470,000.00	78,911,221.74
Cash received from issuing bonds		
Other cash received concerning financing activities		1,000,000.00
Subtotal of cash inflow from financing activities	72,470,000.00	79,911,221.74
Cash paid for settling debts	110,092,677.44	79,120,161.00
Cash paid for dividend and profit distributing or interest paying		5,094,388.49

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Including: dividends or profit paid by subsidiaries to minority shareholders		
Other cash paid concerning financing activities	4,960,464.91	7,393,695.04
Subtotal of cash outflow from financing activities	119,343,180.62	91,608,244.53
Net cash flows arising from financing activities	-46,873,180.62	-11,697,022.79
IV. Influence on cash due to fluctuation in exchange rate	-1,586,188.66	2,205,313.80
V. Net increase of cash and cash equivalents	-184,963,425.46	-216,767,687.38
Add: Balance of cash and cash equivalents at the period -begin	952,302,550.26	1,040,687,048.04
VI. Balance of cash and cash equivalents at the period-end	767,339,124.80	823,919,360.66

Legal Representative: Ji Zhijian Chief Financial Official: Wang Jinxiu Person in Charge of Accounting Organization: Wu Bin