

**WILL SEMICONDUCTOR CO., LTD. SHANGHAI**

**CONSOLIDATED BALANCE SHEET  
AS AT 31 DECEMBER 2020 AND 2019**

(All amounts in RMB Yuan unless otherwise stated)  
[English translation for reference only]

<b>ASSETS</b>	<b>Note</b>	<b>31 December 2020 Consolidated</b>	<b>31 December 2019 Consolidated</b>
<b>Current assets</b>			
Cash at bank and on hand	7(1)	5,455,675,941.43	3,160,602,035.94
Short-term investments	7(2)	13,100,127.36	11,890,115.59
Notes receivable	7(4)	12,244,558.29	10,991,843.53
Accounts receivable	7(5)	2,526,000,314.56	2,539,895,677.47
Loan receivable	7(6)	168,402,999.24	178,105,378.84
Prepayments	7(7)	151,456,088.15	326,075,897.63
Other receivables	7(8)	45,079,947.12	25,744,490.90
Inventories	7(9)	5,273,716,420.14	4,366,449,569.25
Current portion of long-term assets	7(12)	184,537,230.87	156,796,792.15
Other current assets	7(13)	82,991,812.42	104,115,407.46
<b>Total current assets</b>		<u>13,913,205,439.58</u>	<u>10,880,667,208.76</u>
<b>Non-current assets</b>			
Available for sale securities		-	-
Long-term investments	7(17)	40,279,616.64	24,377,183.55
Other financial assets	7(18)	1,474,647.80	117,090,965.17
Other non-current financial assets	7(19)	1,177,788,225.11	84,150,000.00
Investment properties	7(20)	143,460,291.69	153,607,154.76
Fixed assets	7(21)	1,870,755,216.48	1,587,774,082.67
Construction in progress	7(22)	123,817,815.97	91,964,084.45
Intangible assets	7(26)	1,508,629,709.32	1,333,883,948.69
Capitalized R&D	7(27)	480,831,412.00	376,702,366.67
Goodwill	7(28)	2,799,548,286.40	2,249,275,235.91
Long-term prepaid expenses	7(29)	149,875,116.42	143,944,325.34
Deferred tax assets	7(30)	277,585,085.90	256,923,896.87
Other non-current assets	7(31)	160,741,465.63	175,862,979.84
<b>Total non-current assets</b>		<u>8,734,786,889.36</u>	<u>6,595,556,223.92</u>
<b>TOTAL ASSETS</b>		<u>22,647,992,328.94</u>	<u>17,476,223,432.68</u>

**WILL SEMICONDUCTOR CO., LTD. SHANGHAI**

**CONSOLIDATED BALANCE SHEET (CONT'D)  
AS AT 31 DECEMBER 2020 AND 2019**

(All amounts in RMB Yuan unless otherwise stated)  
[English translation for reference only]

<b>LIABILITIES AND OWNERS' EQUITY</b>	<b>Note</b>	<b>31 December 2020 Consolidated</b>	<b>31 December 2019 Consolidated</b>
<b>Current liabilities</b>			
Short-term borrowings	7(32)	2,511,395,261.61	1,654,183,276.49
Note payable	7(33)	19,510,276.99	
Accounts payable	7(36)	1,559,365,771.18	1,881,586,859.99
Advances from customers	7(37)	9,727.35	128,323,312.90
Contract liabilities	7(38)	110,036,315.90	-
Employee benefits payable	7(39)	221,113,768.60	183,260,585.24
Taxes payable	7(40)	704,985,744.65	166,051,836.07
Other payables	7(41)	984,644,047.83	1,145,545,429.31
Current portion of non-current liabilities	7(43)	529,143,776.89	2,446,569,373.95
Other current liabilities	7(44)	204,782,367.06	-
<b>Total current liabilities</b>		<b>6,844,987,058.06</b>	<b>7,605,520,673.95</b>
<b>Non-current liabilities</b>			
Long-term borrowings	7(45)	3,181,591,112.44	928,000,000.00
Provisions	7(50)	793,977,148.17	887,251,013.09
Deferred revenue	7(51)	23,093,646.45	8,593,713.94
Deferred tax liabilities	7(30)	279,292,912.72	91,481,318.89
<b>Total non-current liabilities</b>		<b>4,277,954,819.78</b>	<b>1,915,326,045.92</b>
<b>Total liabilities</b>		<b>11,122,941,877.84</b>	<b>9,520,846,719.87</b>
<b>Owners' equity</b>			
Paid-in capital	7(53)	867,599,383.00	863,662,098.00
Capital surplus	7(55)	7,247,504,688.86	6,649,543,163.90
Treasury stock	7(56)	(255,444,028.00)	(649,278,530.82)
Other comprehensive income	7(57)	(583,064,043.67)	18,054,112.95
Reserve	7(59)	66,903,295.50	42,288,129.55
Retained earnings	7(60)	3,895,143,653.52	1,002,125,321.72
<b>Total equity attributable to equity holders of the Company</b>		<b>11,238,642,949.21</b>	<b>7,926,394,295.30</b>
<b>Minority interests</b>		<b>286,407,501.89</b>	<b>28,982,417.51</b>
<b>Total owners' equity</b>		<b>11,525,050,451.10</b>	<b>7,955,376,712.81</b>
<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>		<b>22,647,992,328.94</b>	<b>17,476,223,432.68</b>

Legal representative:      Principal in charge of accounting:      Head of accounting department:

**WILL SEMICONDUCTOR CO., LTD. SHANGHAI**

**CONSOLIDATED INCOME STATEMENT  
FOR THE YEARS ENDED 31 DECEMBER 2020 AND 2019**

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

	Note	For the year ended 31 December 2020 Consolidated	For the year ended 31 December 2019 Consolidated
<b>Revenue</b>	7(61)	19,823,965,431.66	13,631,670,629.57
Less: Cost of sales	7(61)	(13,894,198,092.65)	(9,897,708,055.93)
Business tax	7(62)	(18,707,622.21)	(16,779,946.67)
Selling and distribution expenses	7(63)	(371,369,710.87)	(401,514,103.29)
General and administrative expenses	7(64)	(775,939,742.20)	(730,619,366.76)
Research and development expenses	7(65)	(1,726,871,031.07)	(1,282,484,374.31)
Financial expenses – net	7(66)	(275,458,044.64)	(274,482,162.05)
Incl: Interest expense		(296,875,302.66)	(285,413,296.44)
Interest income		25,000,397.62	35,542,543.53
Add: Other income	7(67)	27,464,866.36	10,507,341.96
Investment gains/(losses)	7(68)	21,076,980.91	783,289.45
Fair value change	7(70)	450,855,874.67	60,538,418.37
Credit losses	7(71)	(19,850,514.67)	(63,795,199.00)
Asset impairment losses	7(72)	(283,289,496.05)	(248,677,429.41)
Gains on disposal of non- current assets	7(73)	(1,422,241.70)	(2,332,406.14)
<b>Operating income (loss)</b>		2,956,256,657.54	785,106,635.79
Add: Non-operating income	7(74)	43,595,501.46	5,550,744.90
Less: Non-operating expenses	7(75)	(8,719,612.13)	(6,198,123.11)
<b>Total income (loss)</b>		2,991,132,546.87	784,459,257.58
Less: Income tax expenses	7(76)	(308,010,829.11)	(79,182,746.89)
<b>Net income (loss)</b>		2,683,121,717.76	705,276,510.69
- Attributable to equity holders of the Company		2,706,109,337.61	465,632,238.67
- Minority interests		(22,987,619.85)	239,644,272.02

**WILL SEMICONDUCTOR CO., LTD. SHANGHAI**

**CONSOLIDATED INCOME STATEMENT (CONT'D)  
FOR THE YEARS ENDED 31 DECEMBER 2020 AND 2019**

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

	Note	For the year ended 31 December 2020 Consolidated	For the year ended 31 December 2019 Consolidated
<b>Net value of other comprehensive income after tax</b>	7(77)	<u>(407,583,078.34)</u>	<u>157,573,905.76</u>
Attributable to equity holders of the Company		(407,735,106.87)	39,066,267.92
Other comprehensive income that will not be reclassified to profit or loss		180,210,428.71	20,304,034.52
- Changes in fair value of other financial assets		180,210,428.71	20,304,034.52
Other comprehensive income that will be subsequently reclassified to profit or loss		(587,945,535.58)	18,762,233.40
- Comprehensive income from equity method investments		-	-
- Changes in fair value of available-for-sale financial assets		-	-
- Difference on translation of foreign currency financial statements		(587,945,535.58)	18,762,233.40
Attributable to minority interests		152,028.53	118,507,637.84
<b>Total comprehensive income</b>		<u>2,275,538,639.42</u>	<u>862,850,416.45</u>
- Attributable to equity holders of the Company		<u>2,298,374,230.74</u>	<u>504,698,506.59</u>
- Attributable to minority interests		<u>(22,835,591.32)</u>	<u>358,151,909.86</u>
<b>Earnings per share</b>			
Basic		3.21	0.76
Diluted		3.19	0.73

Legal representative:      Principal in charge of accounting:      Head of accounting department:

WILL SEMICONDUCTOR CO., LTD. SHANGHAI

**CONSOLIDATED CASH FLOW STATEMENT (CONT'D)**  
**FOR THE YEARS ENDED 31 DECEMBER 2020 AND 2019**

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

Item	Note	For the year ended 31 December 2020 Consolidated	For the year ended 31 December 2019 Consolidated
<b>Cash flows from operating activities</b>			
Cash received from sales of goods or rendering of services		20,752,046,507.17	12,931,517,269.51
Refund of taxes and surcharges		129,986,628.77	68,427,370.90
Cash received relating to other operating activities	7(78)	745,809,924.32	84,300,800.73
<b>Sub-total of cash inflows</b>		<u>21,627,843,060.26</u>	<u>13,084,245,441.14</u>
Cash paid for goods and services		(15,888,144,378.94)	(10,492,345,218.39)
Cash paid to and on behalf of employees		(1,464,921,544.00)	(1,250,944,783.62)
Payments of taxes and surcharges		(236,121,820.12)	(168,992,551.21)
Cash paid relating to other operating activities	7(78)	(694,061,249.66)	(366,627,653.13)
<b>Sub-total of cash outflows</b>		<u>(18,283,248,992.72)</u>	<u>(12,278,910,206.35)</u>
<b>Net cash flows used in operating activities</b>		<u>3,344,594,067.54</u>	<u>805,335,234.79</u>
<b>Cash flows from investing activities</b>			
Cash received from disposal of bonds and monetary fund investments		381,260,682.96	9,747,780.98
Cash received from disposal of associates		-	-
Cash received from returns on investments		32,128,830.68	106,375.49
Net cash received from disposal of fixed assets		6,032,559.92	16,642,775.77
Disposal of business units		-	8,244,852.81
Cash received from loan to related parties		-	-
Cash received from other investment activities		-	-
<b>Sub-total of cash inflows</b>		<u>419,422,073.56</u>	<u>34,741,785.05</u>
Cash paid to acquire fixed assets, intangible assets and other long-term assets		(1,133,238,196.86)	(743,310,307.09)
Cash paid for investments		(754,748,111.88)	(102,481,149.67)
Cash for subsidiaries / operating units		(1,162,793,185.62)	(813,537,658.11)
Other investing activities payments	7(78)	-	(103,253,765.89)
<b>Sub-total of cash outflows</b>		<u>(3,050,779,494.36)</u>	<u>(1,762,582,880.76)</u>
<b>Net cash flows used in investing activities</b>		<u>(2,631,357,420.80)</u>	<u>(1,727,841,095.71)</u>
<b>Cash flows from financing activities</b>			
Cash received from capital contributions		683,318,846.05	380,097,090.48
Cash received from borrowings		4,697,616,574.44	3,572,221,095.22
Cash from other financing activities	7(78)	14,599,756.92	62,625,700.30
<b>Sub-total of cash inflows</b>		<u>5,395,535,177.41</u>	<u>4,014,943,886.00</u>
Cash repayments of borrowings		(3,130,371,533.37)	(2,554,810,450.72)
Cash payments for interest expenses and distribution of dividends or profits		(413,279,570.63)	(318,864,935.38)
Cash for other financing activities	7(78)	17,306,088.27	21,161,278.43
<b>Sub-total of cash outflows</b>		<u>(3,560,957,192.27)</u>	<u>(2,894,836,664.53)</u>
<b>Net cash flows from financing activities</b>		<u>1,834,577,985.14</u>	<u>1,120,107,221.47</u>

**WILL SEMICONDUCTOR CO., LTD. SHANGHAI**

**CONSOLIDATED CASH FLOW STATEMENT (CONT'D)  
FOR THE YEARS ENDED 31 DECEMBER 2020 AND 2019**

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

Item	Note	For the year ended 31 December 2020	For the year ended 31 December 2019
Effect of foreign exchange rate changes on cash		<u>(241,435,570.01)</u>	<u>(2,233,377.13)</u>
Net increase in cash		2,306,379,061.87	195,367,983.42
Add: Cash at beginning of period		<u>3,116,157,303.17</u>	<u>2,920,789,319.75</u>
Cash at end of period		<u>5,422,536,365.04</u>	<u>3,116,157,303.17</u>

Legal representative:      Principal in charge of accounting:      Head of accounting department:

