

WILL SEMICONDUCTOR CO., LTD. SHANGHAI

**CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2020 AND 30 SEPTEMBER 2021**

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

| ASSETS | Note | 30 September 2021 Consolidated | 31 December 2020 Consolidated |
|-------------------------------------|-------------|---|--|
| Current assets | | | |
| Cash at bank and on hand | 7(1) | 8,180,352,326.23 | 5,455,675,941.43 |
| Short-term investments | 7(2) | 14,450,127.36 | 13,100,127.36 |
| Notes receivable | 7(4) | 14,027,300.68 | 12,244,558.29 |
| Accounts receivable | 7(5) | 2,713,162,925.74 | 2,526,000,314.56 |
| Loan receivable | 7(6) | 286,332,087.61 | 168,402,999.24 |
| Prepayments | 7(7) | 308,912,486.71 | 151,456,088.15 |
| Other receivables | 7(8) | 179,255,885.64 | 45,079,947.12 |
| Inventories | 7(9) | 7,179,154,623.55 | 5,273,716,420.14 |
| Current portion of long-term assets | 7(12) | 79,745,168.80 | 184,537,230.87 |
| Other current assets | 7(13) | 119,385,722.46 | 82,991,812.42 |
| Total current assets | | 19,074,778,654.78 | 13,913,205,439.58 |
| Non-current assets | | | |
| Long-term receivable | 7(16) | 46,971,954.67 | - |
| Long-term investments | 7(17) | 47,764,341.62 | 40,279,616.64 |
| Other financial assets | 7(18) | 5,640,483.30 | 1,474,647.80 |
| Other non-current financial assets | 7(19) | 2,136,974,349.99 | 1,177,788,225.11 |
| Investment properties | 7(20) | 277,543,415.14 | 143,460,291.69 |
| Fixed assets | 7(21) | 1,765,266,004.19 | 1,870,755,216.48 |
| Construction in progress | 7(22) | 244,268,757.22 | 123,817,815.97 |
| Right-of-use assets | 7(25) | 141,382,282.74 | - |
| Intangible assets | 7(26) | 1,582,997,933.27 | 1,508,629,709.32 |
| Capitalized R&D | 7(27) | 572,450,235.62 | 480,831,412.00 |
| Goodwill | 7(28) | 3,005,447,813.24 | 2,799,548,286.40 |
| Long-term prepaid expenses | 7(29) | 155,589,153.80 | 149,875,116.42 |
| Deferred tax assets | 7(30) | 291,360,364.36 | 277,585,085.90 |
| Other non-current assets | 7(31) | 597,203,613.06 | 160,741,465.63 |
| Total non-current assets | | 10,870,860,702.22 | 8,734,786,889.36 |
| TOTAL ASSETS | | 29,945,639,357.00 | 22,647,992,328.94 |

WILL SEMICONDUCTOR CO., LTD. SHANGHAI

**CONSOLIDATED BALANCE SHEET (CONT'D)
AS AT 31 DECEMBER 2020 AND 30 SEPTEMBER 2021**

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

| LIABILITIES AND OWNERS' EQUITY | Note | 30 September 2021 Consolidated | 31 December 2020 Consolidated |
|---|-------------|---|--|
| Current liabilities | | | |
| Short-term borrowings | 7(32) | 3,155,906,944.18 | 2,511,395,261.61 |
| Trading financial liabilities | 7(33) | - | 19,510,276.99 |
| Notes payable | 7(35) | 26,700,000.00 | - |
| Accounts payable | 7(36) | 2,535,350,062.25 | 1,559,365,771.18 |
| Advances from customers | 7(37) | - | 9,727.35 |
| Contract liabilities | 7(38) | 261,516,801.99 | 110,036,315.90 |
| Employee benefits payable | 7(39) | 218,090,399.92 | 221,113,768.60 |
| Taxes payable | 7(40) | 242,081,865.97 | 704,985,744.65 |
| Other payables | 7(41) | 970,500,186.97 | 984,644,047.83 |
| Current portion of non-current liabilities | 7(43) | 246,084,744.93 | 529,143,776.89 |
| Other current liabilities | 7(44) | 212,763,151.37 | 204,782,367.06 |
| Total current liabilities | | 7,868,994,157.58 | 6,844,987,058.06 |
| Non-current liabilities | | | |
| Long-term borrowings | 7(45) | 3,697,111,697.77 | 3,181,591,112.44 |
| Convertible debt | 7(46) | 2,224,797,587.27 | - |
| Lease liabilities | 7(47) | 97,899,953.60 | - |
| Provisions | 7(50) | 797,926,541.89 | 793,977,148.17 |
| Deferred revenue | 7(51) | 28,364,798.85 | 23,093,646.45 |
| Deferred tax liabilities | 7(30) | 395,384,106.67 | 279,292,912.72 |
| Total non-current liabilities | | 7,241,484,686.05 | 4,277,954,819.78 |
| Total liabilities | | 15,110,478,843.63 | 11,122,941,877.84 |
| Owners' equity | | | |
| Paid-in capital | 7(53) | 869,104,488.00 | 867,599,383.00 |
| Other equity instruments | 7(54) | 233,138,744.49 | - |
| Capital surplus | 7(55) | 7,313,745,971.55 | 7,247,504,688.86 |
| Treasury stock | 7(56) | (255,444,028.00) | (255,444,028.00) |
| Other comprehensive income | 7(57) | (639,434,972.85) | (583,064,043.67) |
| Reserve | 7(59) | 66,903,295.50 | 66,903,295.50 |
| Retained earnings | 7(60) | 7,140,025,044.22 | 3,895,143,653.52 |
| Total equity attributable to equity holders of the Company | | 14,728,038,542.91 | 11,238,642,949.21 |
| Minority interests | | 107,121,970.46 | 286,407,501.89 |
| Total owners' equity | | 14,835,160,513.37 | 11,525,050,451.10 |
| TOTAL LIABILITIES AND OWNERS' EQUITY | | 29,945,639,357.00 | 22,647,992,328.94 |

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

WILL SEMICONDUCTOR CO., LTD. SHANGHAI

**CONSOLIDATED INCOME STATEMENT
FOR THE 9-MONTH PERIODS ENDED 30 SEPTEMBER 2020 AND 2021**

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

| | Note | For the 9 months ended 30 Sep 2021 Consolidated | For the 9 months ended 30 Sep 2020 Consolidated |
|--|-------------|--|--|
| Revenue | 7(61) | 18,314,469,970.78 | 13,968,868,790.90 |
| Less: Cost of sales | 7(61) | (12,113,245,919.73) | (9,714,474,592.94) |
| Business tax | 7(62) | (15,700,585.00) | (14,136,557.63) |
| Selling and distribution expenses | 7(63) | (324,244,920.94) | (248,590,749.89) |
| General and administrative expenses | 7(64) | (573,501,370.82) | (562,183,727.99) |
| Research and development expenses | 7(65) | (1,519,127,338.10) | (1,228,660,094.16) |
| Financial expenses – net | 7(66) | (292,677,852.58) | (202,507,935.06) |
| Incl: Interest expense | | (299,726,913.45) | (217,467,792.16) |
| Interest income | | 20,307,890.62 | 17,668,869.01 |
| Add: Other income | 7(67) | 24,786,937.77 | 15,692,757.19 |
| Investment gains/(losses) | 7(68) | 577,384,352.21 | (1,465,740.24) |
| Fair value change | 7(70) | (70,834,633.23) | 107,539,131.80 |
| Credit losses | 7(71) | 23,235,160.60 | (89,096,108.80) |
| Asset impairment losses | 7(72) | (118,409,356.89) | (185,526,625.95) |
| Gains on disposal of non- current assets | 7(73) | (106,230.16) | 387,200.93 |
| Operating income | | 3,912,028,213.91 | 1,845,845,748.16 |
| Add: Non-operating income | 7(74) | 1,023,591.45 | 48,441,873.21 |
| Less: Non-operating expenses | 7(75) | (2,857,018.18) | (5,905,951.59) |
| Total income | | 3,910,194,787.18 | 1,888,381,669.78 |
| Less: Income tax expenses | 7(76) | (329,692,465.27) | (180,712,585.30) |
| Net income | | 3,580,502,321.91 | 1,707,669,084.48 |
| - Attributable to equity holders of the Company | | 3,518,484,331.36 | 1,726,573,374.87 |
| - Minority interests | | 62,017,990.55 | (18,904,290.39) |

WILL SEMICONDUCTOR CO., LTD. SHANGHAI

**CONSOLIDATED INCOME STATEMENT (CONT'D)
FOR THE 9-MONTH PERIODS ENDED 30 SEPTEMBER 2020 AND 2021**

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

| | Note | For the 9 months ended 30 Sep 2021 Consolidated | For the 9 months ended 30 Sep 2020 Consolidated |
|---|-------|---|---|
| Net value of other comprehensive income after tax | | <u>(59,964,974.15)</u> | <u>(212,696,037.89)</u> |
| Attributable to equity holders of the Company | | (56,370,929.18) | (204,172,299.71) |
| Other comprehensive income that will not be reclassified to profit or loss | | - | - |
| - Changes in fair value of other financial assets | | - | - |
| Other comprehensive income that will be subsequently reclassified to profit or loss | | (56,370,929.18) | (204,172,299.71) |
| - Changes in fair value of available-for-sale financial assets | | - | - |
| - Difference on translation of foreign currency financial statements | 7(77) | (56,370,929.18) | (204,172,299.71) |
| Attributable to minority interests | | (3,594,044.97) | (8,523,738.18) |
| Total comprehensive income | | <u>3,520,537,347.76</u> | <u>1,494,973,046.59</u> |
| - Attributable to equity holders of the Company | | <u>3,462,113,402.18</u> | <u>1,522,401,075.16</u> |
| - Attributable to minority interests | | <u>58,423,945.58</u> | <u>(27,428,028.57)</u> |
| Earnings per share | | | |
| Basic | | 4.06 | 1.84 |
| Diluted | | 4.03 | 1.83 |

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

| Item | Note | For the 9 months ended 30 Sep 2021 Consolidated | For the 9 months ended 30 Sep 2020 Consolidated |
|---|-------|--|--|
| Cash flows from operating activities | | | |
| Cash received from sales of goods or rendering of services | | 17,599,657,303.12 | 12,697,032,868.67 |
| Refund of taxes and surcharges | | 135,612,406.76 | 73,512,457.33 |
| Cash received relating to other operating activities | 7(78) | 230,893,815.73 | 159,548,328.53 |
| Sub-total of cash inflows | | <u>17,966,163,525.61</u> | <u>12,930,093,654.53</u> |
| Cash paid for goods and services | | (12,622,772,268.37) | (10,942,980,546.26) |
| Cash paid to and on behalf of employees | | (1,363,941,337.73) | (1,084,547,191.44) |
| Payments of taxes and surcharges | | (401,301,682.27) | (210,640,004.83) |
| Cash paid relating to other operating activities | 7(78) | (1,067,317,783.25) | (313,684,869.02) |
| Sub-total of cash outflows | | <u>(15,455,333,071.62)</u> | <u>(12,551,852,611.55)</u> |
| Net cash flows used in operating activities | | <u>2,510,830,453.99</u> | <u>378,241,042.98</u> |
| Cash flows from investing activities | | | |
| Cash received from disposal of bonds and monetary fund investments | | 10,847,733.27 | 510,769,445.54 |
| Cash received from disposal of associates | | - | - |
| Cash received from returns on investments | | 47,572,034.02 | 120,414.07 |
| Net cash received from disposal of fixed assets | | 10,670.00 | 3,233,859.10 |
| Cash received from disposal of subsidiaries | | 397,539,081.31 | - |
| Cash received from other investment activities | 7(78) | - | - |
| Sub-total of cash inflows | | <u>455,969,518.60</u> | <u>514,123,718.71</u> |
| Cash paid to acquire fixed assets, intangible assets and other long-term assets | | (760,880,698.48) | (889,683,492.15) |
| Cash paid for investments | | (1,383,643,705.15) | (300,710,073.17) |
| Cash for subsidiaries / operating units | | (302,033,027.07) | (1,189,896,399.28) |
| Cash lent to related parties | | - | - |
| Cash for other investing activities | 7(78) | - | 20,000,000.00 |
| Sub-total of cash outflows | | <u>(2,446,557,430.70)</u> | <u>(2,400,289,964.60)</u> |
| Net cash flows used in investing activities | | <u>(1,990,587,912.10)</u> | <u>(1,886,166,245.89)</u> |
| Cash flows from financing activities | | | |
| Cash received from capital contributions | | 2,621,026,725.85 | 264,447,200.00 |
| Cash received from borrowings | | 3,297,346,076.65 | 3,105,105,258.45 |
| Cash from other financing activities | 7(77) | 29,208,724.31 | 11,516,540.73 |
| Sub-total of cash inflows | | <u>5,947,581,526.81</u> | <u>3,381,068,999.18</u> |
| Cash repayments of borrowings | | (2,467,817,913.88) | (1,643,695,517.76) |
| Cash payments for interest expenses and distribution of dividends or profits | | (478,558,522.74) | (258,739,275.65) |
| Cash for other financing activities | 7(77) | (749,568,773.19) | (96,721,803.81) |
| Sub-total of cash outflows | | <u>(3,695,945,209.81)</u> | <u>(1,999,156,597.22)</u> |
| Net cash flows from financing activities | | <u>2,251,636,317.00</u> | <u>1,381,912,401.96</u> |

| Item | Note | For the 6 months ended 30 June 2021 | For the 6 months ended 30 June 2020 |
|--|------|--|--|
| Effect of foreign exchange rate changes on cash | | <u>(24,744,899.90)</u> | <u>(48,196,827.41)</u> |
| Net increase in cash | | 2,747,133,958.99 | (174,209,628.36) |
| Add: Cash at beginning of period | | <u>5,422,536,365.04</u> | <u>3,116,157,303.17</u> |
| Cash at end of period | | <u>8,169,670,324.03</u> | <u>2,941,947,674.81</u> |

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