Bluestar Adisseo Company
蓝星安迪苏股份有限公司

The First Quarter Report 2020
2020 年第一季度报告

Content

1 Important Notice

1.1 The Board of Directors, and Supervisory Committee of Bluestar Adisseo Company (hereinafter referred to as “BAC” or “the Company”), as well as all the directors, supervisors and senior executives hereby confirm that the whole content of the quarterly report is true, accurate and complete, and no false statement, misleading statements or important omissions carried in this report, and that they shall take all responsibilities jointly and individually for such content.

1.2 All directors were present at the meeting of the Board for deliberating the first quarter report of the Company.

1.3 The legal representative of the Company Jean-Marc DUBLANC, person in charge of finance function Jean-Marc DUBLANC and the head of the accounting department (accountants in charge) Yun CAI, hereby confirm that the truthfulness, accuracy and completeness of the financial statements in the first quarter report 2020.

1.4 The financial statements in the first quarter report 2020 have not been audited.

1.5 This is an English translation of the 2020 Q1 Report of Bluestar Adisseo Company. If there is any conflict between the Chinese version and its English translation, the Chinese version will prevail.

2 Basic Information of the Company

2.1 Major financial data

Unit: Yuan Currency: RMB

	As of March 31 2020	As of December 31 2019	Changes in comparison with the end of last year (%)
Total assets	21,785,787,430	21,127,258,090	3.1
Net assets attributable to the shareholders of the Company	14,087,228,917	13,797,572,348	2.1
	From January 1 2020 to March 31 2020	From January 1 2019 to March 31 2019	Changes in comparison with the same period of last year (%)
Net cash flow arising from operating activities	678,830,693	316,150,314	114.7
	From January 1 2020 to March 31 2020	From January 1 2019 to March 31 2019	Changes in comparison with the same period of last year (%)
Operating revenues	2,852,332,039	2,732,969,498	4.4
Net profits attributable to shareholders of the Company	294,751,633	295,968,769	-0.4
Net profits attributable to shareholders of the Company deducting non-recurring profit or losses	293,434,215	286,964,466	2.3
Weighted average return on net assets	2.11	2.17	-0.06ppt
Basic earnings per share (Yuan/share)	0.11	0.11	-
Diluted earnings per share (Yuan/share)	0.11	0.11	-

The Company recorded an operating revenue of CNY2.85bn and a gross profit of CNY1.1bn, representing a yoy increase of 4% and 10% respectively, which was mainly driven by double-digit volume growth in liquid methionine (+13%), best-ever quarterly volume in Vitamin A business and strong revenue growth in specialties (+26%). The net profit contributed to shareholders was nearly flat compared with last year due to the growth in gross profit was mainly offset by reinforcement of sales & marketing capacities to support notably future growth in specialty business and negative FX impact resulting from sharp currency decrease in Brazil, Mexico and Russia due to COVID-19 and sharp decreased oil brent.

Non-recurring profit/loss items

☑ Applicable ☐ Not applicable

Unit: Yuan Currency: RMB

Item	Amount for current period (Jan. – Mar. 2020)	Description
Net profit/loss on disposal of non-current assets	(72,782)	
Government grants recognized in profit or loss, other than grants which are closely related to the Company's business and are either in fixed amounts or determined under quantitative methods in accordance with the national standard	3,566,287	Mainly grants for land use right return and industrial structure adjustment for the Nanjing plant
Other non-operating income or expenses other than the above	(1,358,765)	
Impacts attributable to minority interests (after tax)	(232,485)	
Impact of income tax	(584,837)	
Total	1,317,418	

2.2 Total number of shareholders, and details on top ten shareholders and top ten shareholders without trade restrictions as of the end of reporting period

Unit: Share

Total number of shareholders						31,643
Details on top ten shareholders						
Name of shareholder	Number of ordinary	Proportion of ordinary shares held (%)	Number of restricted ordinary shares held	Number of ordinary share pledged/frozen		Nature of shareholder
				Share status	Number	
China National Bluestar (Group) Co., Ltd.	1,709,387,160	63.74	0	Frozen	10,000,000	SOE
Blusstar-GTJA-19 Bluestar EB guarantee and trust property account	680,000,000	25.36	0	Unknown	0	Unknown
China Securities Finance Corporation Limited	13,794,697	0.51	0	Unknown	0	Unknown
Jiangsu Juhe Chuangyi Emerging Industry Investment Fund LLP	6,607,000	0.25	0	Unknown	0	Unknown
China Electronic Investment Holding Company	5,185,185	0.19	0	Unknown	0	Unknown
Beijing Research and Design Institute of Rubber Industry	3,737,262	0.14	0	Unknown	0	Unknown
Hong Kong Central Clearing Limited	3,650,981	0.14	0	Unknown	0	Unknown
China Construction Bank - The Belt and Road Fund	2,437,560	0.09	0	Unknown	0	Unknown
Bank of China - The Belt and Road Fund	2,257,643	0.08	0	Unknown	0	Unknown
Chen Bo	2,142,412	0.08	0	Unknown	0	Unknown

Details on top ten shareholders without trade restrictions			
Name of shareholder	Number of unrestricted shares held at the end of the reporting period	Type of shares	
		Type	Number
China National Bluestar (Group) Co., Ltd.	1,709,387,160	RMB Common share	1,709,387,160
Blusstar-GTJA-19 Bluestar EB guarantee and trust property account	680,000,000	RMB Common share	680,000,000
China Securities Finance Corporation Limited	13,794,697	RMB Common share	13,794,697
Jiangsu Juhe Chuangyi Emerging Industry Investment Fund LLP	6,607,000	RMB Common share	6,607,000
China Electronic Investment Holding Company	5,185,185	RMB Common share	5,185,185
Beijing Research and Design Institute of Rubber Industry	3,737,262	RMB Common share	3,737,262
Hong Kong Central Clearing Limited	3,650,981	RMB Common share	3,650,981

China Construction Bank - The Belt and Road Fund	2,437,560	RMB Common share	2,437,560
Bank of China - The Belt and Road Fund	2,257,643	RMB Common share	2,257,643
Chen Bo	2,142,412	RMB Common share	2,142,412
Statement on related relationship or acting in concert among the above shareholders	The State-owned corporation shareholders, China National Bluestar (Group) Co., Ltd. and Beijing Research and Design Institute of Rubber Industry (who owns 3,737,262 shares), are subsidiaries of China National Chemical Corporation. Bluestar-GTJA-19BluestarEB guarantee and trust property account (who owns 680,000,000 shares) is a special account for China National Bluestar (Group) Co., Ltd. to guarantee and trust some of its shares when issuing exchangeable bonds. Except for the above-mentioned shareholders, the Company does not know whether any related relationship exists among other shareholders, or whether the other shareholders have acted in concert as regulated by the Administrative Measures for Purchasing of Listed Companies.		
Details on preferred shareholders with voting rights and the quantity of shares held	Not applicable		

2.3 Total number of preferred shareholders, and details on top ten preferred shareholders and top ten preferred shareholders without trade restrictions as of the end of reporting period

☐Applicable ☑ Not applicable

3 Important Matters

3.1 Major changes to any of the main items in the financial statements or financial indicators of the Company for the reporting period and the reasons for such changes

☑ Applicable ☐ Not applicable

Unit: Yuan Currency: RMB

Balance Sheet Items	**31/03/2020**	**31/12/2019**	**Total Fluctuation**		**Explanations on fluctuation**
			RMB	**%**	
Long-term receivables	303,202,848	62,752,154	240,450,694	383.2	Shareholder loan to Calysseo
Long-term equity investments	36,038,400	0	36,038,400	NA	Investment in 50:50 JV (Calysseo) with Calysta
Other non-current financial assets	256,665,417	32,676,606	223,988,811	685.5	Investment in Calysta as minority shareholder
Derivative financial liabilities	17,077,846	2,063,292	15,014,554	727.7	Impact from new commodity derivatives & EUR depreciation

Balance Sheet Items	31/03/2020	31/12/2019	Total Fluctuation RMB	%	Explanations on fluctuation
Advances from customers	0	7,568,111	-7,568,111	-100	Adoption of new revenue standard, reclassification to contract liabilities.
Contract liabilities	13,945,914	0	13,945,914	NA	Adoption of new revenue standard, reclassification from advance from customers. Increase of customer prepayment
Taxes payable	406,576,401	212,310,116	194,266,285	91.5	Tax provision for the year 2020
Other payables	370,946,476	531,710,168	-160,763,692	-30.2	Payment of dividends and Capex orders
Other current liabilities	2,696,307	11,611,670	-8,915,363	-76.8	One-off reclassification

Income statement items	1/01/2020-31/03/2020	1/01/2019-31/03/2019	Total Fluctuation RMB	%	Explanations on fluctuation
Financial expenses/(income) - net	37,445,599	-13,894,502	51,340,101	NA	FX impact arising from weakening currencies
Investment income (Loss)	0	648,600	-648,600	-100	Liquidation of investment in 2019 Q1. No such activity in 2020.
Gains (losses) from changes in fair values	-4,676,554	-436,871	-4,239,683	970.5	Combined impact of positive fair value of LTIP and negative derivatives valuation
Credit losses	-1,246,517	0	-1,246,517	NA	Change in credit risk
Asset impairment losses	-723,915	10,928,238	-11,652,153	NA	Reversal of inventory depreciation booked in 2019.
Non-operating expenses	2,922,715	294,498	2,628,217	892.4	Increase of miscellaneous expenses

Cash flow statement items	1/01/2020-31/03/2020	1/01/2019-31/03/2019	Total Fluctuation		Explanations on fluctuation
			RMB	%	
Net Cash Flow generated from Operating Activities	678,830,693	316,150,314	362,680,379	114.7	Delayed payment of trade payables
Net Cash Flow generated from investing Activities	(817,783,940)	(399,745,155)	(418,038,785)	104.6	More investment activities, especially in Calysseo & Calysta
Net Cash Flow from Financing Activities	(48,761,353)	(478,575,498)	429,814,145	-89.8	Early redemption of (USD70mil) preferred shares in 2019

3.2 Progress and impact of important events, and the analysis of the solutions

☑ Applicable ☐ Not applicable

Purchase of 15% shares of Bluestar Adisseo Nutrition Group Limited

Up till now, the filing procedures with NDRC and MOC of related party acquisition of 15% common shares in Bluestar Adisseo Nutrition Group Limited has been completed. And the Company has received NDRC WaiZiBei[2020]146 and MOC HeTouZi[2020]N00125 filing notification from NDRC and MOC on 18 March 2020 and 9 April 2020 respectively.

3.3 Unsatisfied or overdued commitments in the reporting period

☐Applicable ☑Not applicable

3.4 Warning of loss forecasted from the beginning of the year to the end of next reporting period, or significant fluctuation in the net profit compared with the same period of last year, and explanations.

☐ Applicable ☑Not applicable

Entity 公司名称	Bluestar Adisseo Company. 蓝星安迪苏股份有限公司
Legal representative 法定代表人	Jean-Marc DUBLANC
Date 日期	2020/4/22

4 Appendix

4.1 Financial statements

Consolidated Balance Sheet

As of March 31 2020

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

	Notes	Current year closing balance 2020	Current year opening balance 2020
Current Assets:			
Cash at bank and on hand	VII.1	5,084,550,975	5,295,065,807
Financial assets at fair value through profit or loss		0	0
Derivative financial assets	VII.2	5,520,822	7,784,238
Notes receivable		23,426	0
Accounts receivable	VII.3	1,827,571,455	1,537,943,360
Receivable financing			
Advances to suppliers	VII.4	58,797,943	60,862,071
Other receivables		39,212,384	41,123,604
Including: interests receivable		14,577,632	10,627,617
dividend receivable		0	0
Inventories	VII.5	1,684,473,792	1,678,375,682
Contract assets		0	0
Other current assets	VII.6	426,640,846	380,980,363
Total current assets		**9,126,791,643**	**9,002,135,125**
Non-current Assets:			
Available-for-sale financial assets	VII.7		
Long-term receivables	VII.8	303,202,848	62,752,154
Long-term equity investments		36,038,400	0
Investments in other equity instruments	VII.9	11,479,649	11,479,649
Other non-current financial assets	VII.10	256,665,417	32,676,606
Investment properties			
Fixed assets	VII.11	7,289,719,455	7,379,447,515
Construction in progress	VII.12	761,226,423	612,534,221
Assets from right of use			
Intangible assets	VII.13	2,113,985,086	2,154,707,108
Development costs	VII.14	76,406,078	79,629,097
Goodwill	VII.15	1,618,121,724	1,619,510,083
Long-term prepaid expenses		9,305,489	9,821,481
Deferred tax assets	VII.16	135,709,598	113,975,411
Other non-current assets		47,135,620	48,589,640
Total non-current assets		**12,658,995,787**	**12,125,122,965**
TOTAL ASSETS		**21,785,787,430**	**21,127,258,090**
Current Liabilities:			
Short-term borrowings		0	0
Financial liabilities at fair value through profit or loss			

	Notes	Current year closing balance 2020	Current year opening balance 2020
Derivative financial liabilities	VII.17	17,077,846	2,063,292
Notes payable			
Accounts payable	VII.18	1,399,611,224	1,099,192,221
Advances from customers			7,568,111
Contract liabilities		13,945,914	0
Wages and benefits payable	VII.19	447,508,212	452,038,262
Taxes payable	VII.20	406,576,401	212,310,116
Other payables	VII.21	370,946,476	531,710,168
Including: interests payable		7,581,884	5,581,432
dividends payable		78,478,440	123,094,125
Current portion of non-current liabilities	VII.22	142,997,183	161,462,854
Other current liabilities	VII.23	2,696,307	11,611,670
Total current liabilities		**2,801,359,563**	**2,477,956,694**
Non-current Liabilities:			
Long-term borrowings	VII.24	24,560,773	25,759,966
Lease liabilities			
Long-term payables	VII.25	18,050,822	14,635,305
Long-term employee benefits payable	VII.26	401,715,697	408,752,154
Provisions	VII.27	0	0
Deferred income	VII.28	181,144,800	167,565,777
Deferred tax liabilities	VII.16	805,537,435	818,061,803
Other non-current liabilities		0	0
Total non-current liabilities		**1,431,009,527**	**1,434,775,005**
Total liabilities		**4,232,369,090**	**3,912,731,699**
SHAREHOLDERS' EQUITY:			
Paid-in capital	VII.29	2,681,901,273	2,681,901,273
Other equity instruments		0	0
Capital reserve	VII.30	2,111,544,529	2,111,544,529
Other comprehensive income	VII.31	(445,969,721)	(440,874,572)
Special reserve		0	0
Surplus reserve	VII.32	436,639,463	435,642,094
Undistributed profits	VII.33	9,303,113,373	9,009,359,024
Total equity attributable to equity holders of the Company		**14,087,228,917**	**13,797,572,348**
Non-controlling interests		3,466,189,423	3,416,954,043
Total owners' equity		**17,553,418,340**	**17,214,526,391**
TOTAL LIABILITIES AND OWNERS' EQUITY		**21,785,787,430**	**21,127,258,090**

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

Balance Sheet of the Company

As of March 31 2020

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	Closing balance	Opening balance
Current Assets:		
Cash at bank and on hand	2,318,296,265	2,058,211,716
Financial assets held for trading		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable & accounts receivable		
Including: notes receivable		
accounts receivable		
Advances to suppliers	21,226	109,470
Other receivables	457,951,160	707,043,375
Including: interest receivable	13,240,000	9,510,000
dividend receivable	444,711,160	697,533,375
Inventories		
Contract assets		
Assets held for sale		
Other current assets		
Total Current Assets	2,776,268,651	2,765,364,561
Non-current Assets:		
Available-for-sale financial assets		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	7,492,295,416	7,492,295,416
Investments in other equity instruments		
Other non-current financial assets		
Investment properties		
Fixed assets	68,530	77,801
Construction in progress		
Construction materials		
Fixed assets pending for disposal		
Right-of-use assets		
Intangible assets	0	0
Development costs		
Goodwill		
Long-term prepaid expenses		
Deferred tax assets		
Other non-current assets	3,338,446	3,267,167
Total Non-current Assets	7,495,702,392	7,495,640,384
Total Assets	10,271,971,043	10,261,004,945
Current Liabilities:		
Short-term borrowings		
Financial liabilities held for trading		
Financial liabilities at fair value through		

profit or loss		
Derivative financial liabilities		
Notes payable & accounts payable		
Advances from customers		
Contract liabilities		
Wages and benefits payable	84,000	84,000
Taxes payable	406,086	261,692
Interest payable		
Dividends payable		
Other payables	38,819,344	37,971,368
Including: interest payable	0	0
dividend payable	0	0
Liabilities held for sale		
Current portion of non-current liabilities		
Other current liabilities		
Total Current Liabilities	39,309,430	38,317,060
Non-current Liabilities：		
Long-term borrowings		
Notes payables		
Lease liabilities		
Long-term payables		
Long-term employee benefits payable		
Special payables		
Provisions		
Deferred income		
Deferred tax liabilities		
Other non-current liabilities		
Total Non-current Liabilities		
Total Liabilities	39,309,430	38,317,060
Shareholders' Equity:		
Paid-in capital	2,681,901,273	2,681,901,273
Other equity instruments		
Including: Preferred shares		
Capital reserve	6,681,557,628	6,681,557,628
Other comprehensive income		
Special reserve		
Surplus reserve	436,639,466	435,642,094
Undistributed profits	432,563,246	423,586,890
Total Owners' Equity	10,232,661,613	10,222,687,885
Total Liabilities And Owners' Equity	10,271,971,043	10,261,004,945

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

Consolidated Income Statement

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	Notes	3 months ended March 31 2020	3 months ended March 31 2019
I. Total operating revenue		**2,852,332,039**	**2,732,969,498**
Including: Operating revenue	VII.34	2,852,332,039	2,732,969,498
II. Total operating costs		**2,375,361,611**	**2,274,191,158**
Including: Cost of sales	VII.34	1,753,010,228	1,733,514,645
Taxes and surcharge	VII.35	21,700,562	21,793,236
Selling and distribution expenses	VII.36	330,395,086	296,007,837
General and administrative expenses	VII.37	168,049,728	160,745,599
Research and development expenses	VII.38	64,760,408	76,024,343
Financial expenses –net	VII.39	37,445,599	(13,894,502)
Including: Interest expenses		3,014,936	1,570,042
Interest income		27,424,737	29,894,297
Add: Other income	VII.51	3,566,287	3,347,875
Investment income (loss)		0	648,600
Including: Income from investments in associates and joint ventures		0	0
Gains (losses) from disposal of financial assets at amortized cost		0	0
Gains (losses) from changes in fair value	VII.40	(4,676,554)	(436,871)
Credit losses	VII.41	(1,246,517)	0
Asset impairment losses	VII.42	(723,915)	10,928,238
Gain (loss) from disposal of assets		(72,782)	0
III. Operating profit (loss)	VII.47	**473,816,947**	**473,266,182**
Add: Non-operating income	VII.43	1,563,950	1,924,488
Including: Gains from disposal of non-current assets		0	0
Less: Non-operating expenses	VII.44	2,922,715	294,498
Including: Losses from disposal of non-current assets		0	0
IV. Total profit (Total loss)		**472,458,182**	**474,896,172**
Less: Income tax expenses	VII.45	127,558,577	130,596,447
V. Net profit (Net loss)		**344,899,605**	**344,299,725**
Net profit classified by continuity			
Net profit (loss) from continuing operations		344,899,605	344,299,725
Net profit (loss) from discontinued operations		0	
Net profit classified by ownership			
Net profit attributable to equity holders of the Company		294,751,633	295,968,769
Net profit attributable to non-controlling interests		50,147,972	48,330,956

Items	Notes	3 months ended March 31 2020	3 months ended March 31 2019
VI. Net other comprehensive income		**(6,007,332)**	**(320,181,718)**
Other comprehensive income (net of tax) attributable to the owners of the Company	VII.31	**(5,095,108)**	**(271,740,325)**
1. Other comprehensive income which will not be reclassified subsequently to profit or loss		**0**	**0**
1) Actuarial differences on defined benefits plans		0	0
3) Profit/Loss from changes in fair value of Investments in other equity instruments		0	0
2. Other comprehensive income which will be reclassified subsequently to profit or loss		**(5,095,108)**	**(271,740,325)**
1) Effective hedging portion of gains or losses arising from cash flow hedging instruments		(8,133,204)	18,710,333
2) Differences on translation arising on translation of foreign currency financial statements		3,038,096	(290,450,658)
Net other comprehensive income attributable to non-controlling interests after tax	VII.31	**(912,224)**	**(48,441,393)**
VII. Total comprehensive income		**338,892,273**	**24,118,007**
Total amount of comprehensive income attributable to equity holders of the Company		289,656,525	24,228,444
Total amount of comprehensive income attributable to non-controlling interests		49,235,748	(110,437)
VIII. Earnings per share:			
(I) Basic earnings per share (Yuan/ share)	VII.46	0.11	0.11
(II) Diluted earnings per share (Yuan/ share)	VII.46	0.11	0.11

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

Income Statement of the Company

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	3 months ended March 31 2020	3 months ended March 31 2019
I. Operating revenues		
Less: Cost of sales		
Business taxes and surcharges		
Selling and distribution expenses		
General and Administrative expenses	3,037,285	3,425,255
Research and development expenses		
Financial expenses – net	(13,011,013)	(25,571,421)
Including: interest expenses	0	0
interest income	(19,028,780)	(25,855,327)
Asset impairment losses		
Add: Gains from changes in fair values (Losses)		
Investment income (Loss)		
Including: Income from investments in associates and joint ventures		
Gain (loss) from disposal of assets		
Other income		
II. Operating profit (Loss)	9,973,728	22,146,166
Add: Non-operating income		
Less: Non-operating expenses		
III. Total profit (Total loss)	9,973,728	22,146,166
Less: Income tax expenses		
IV. Net profit (Net loss)	9,973,728	22,146,166
Net profit (loss) from continuing operations	9,973,728	22,146,166
Net profit (loss) from discontinued operations	0	0
V. Net other comprehensive income		
1.Other comprehensive income which will not be reclassified subsequently to profit or loss		
1) Actuarial differences on net defined benefit plan		
2.Other comprehensive income which will be reclassified subsequently to profit or loss		
1) Financial assets that is reclassified to other comprehensive income		
2) Effective hedging portion of gains or losses arising from cash flow hedging instruments		
3) Difference on translation arising on translation of foreign currency financial statements		
VI. Total comprehensive income	9,973,728	22,146,166
VII. Earnings per share:		
(I) Basic earnings per share	Non-applicable	Non-applicable
(II) Diluted earnings per share)	Non-applicable	Non-applicable

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

Consolidated Cash Flow Statement

Three months ended March 31 2020

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	3 months ended March 31 2020	3 months ended March 31 2019
I. Cash Flows from Operating Activities:		
Cash received from sale of goods or rendering of services	2,658,236,931	2,700,233,750
Refunds of taxes and surcharges	0	0
Cash received relating to other operating activities	18,170,779	20,675,315
Sub-total of cash inflows from operating activities	**2,676,407,710**	**2,720,909,065**
Cash paid for goods and services	1,570,048,916	1,927,990,617
Cash paid to and on behalf of employees	336,965,010	369,263,006
Payments of taxes and surcharges	68,093,983	87,052,620
Cash paid relating to other operating activities	22,469,108	20,452,508
Sub-total of cash outflows from operating activities	**1,997,577,017**	**2,404,758,751**
Net Cash Flow generated from Operating Activities	**678,830,693**	**316,150,314**
II. Cash Flows from Investing Activities:		
Cash received from disposals of investments	0	648,600
Cash received from investment income and interest income	23,392,468	27,535,022
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	213,830	1,949,346
Net cash received from disposals of subsidiaries and other business units	0	
Cash received relating to other investing activities	724,839	593,792
Sub-total of cash inflows from investing activities	**24,331,137**	**30,726,760**
Cash paid to purchase fixed assets, intangible assets and other long-term assets	340,348,275	424,529,476
Cash paid to acquire investments	220,667,181	5,702,314
Net cash paid for acquisitions of subsidiaries	35,497,972	0
Cash paid relating to other investing activities	245,601,649	240,125
Sub-total of cash outflows from investing activities	**842,115,077**	**430,471,915**
Net Cash Flow used in Investing Activities	**(817,783,940)**	**(399,745,155)**
III. Cash Flows from Financing Activities:	0	
Cash received from capital contributions	0	(470,495,274)
Including: cash received from capital contributions by non-controlling interests of subsidiaries	0	(403,760,380)
Payment for acquisition of non-controlling interests	0	
Cash received from borrowings	3,724,501	720,454
Cash received from issuance of debentures	0	0
Cash received relating to other financing activities	0	
Sub-total of cash inflows from financing activities	**3,724,501**	**(469,774,820)**
Cash repayments of borrowings	3,619,617	2,871,153
Cash payments for interest expenses and distribution of dividends or profits	48,866,237	5,929,525
Including: dividends and profits paid to non-controlling shareholders of subsidiaries	43,842,690	0

Item	3 months ended March 31 2020	3 months ended March 31 2019
Cash paid relating to other financing activities	0	0
Sub-total of cash outflows from financing activities	**52,485,854**	**8,800,678**
Net Cash Flow from Financing Activities	**(48,761,353)**	**(478,575,498)**
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	**(22,800,232)**	**(47,465,583)**
V. Net Increase in Cash and Cash Equivalents	**(210,514,832)**	**(609,635,922)**
Add: Opening balance of Cash and Cash Equivalents	5,295,065,807	5,282,336,110
VI. Closing Balance of Cash and Cash Equivalents	**5,084,550,975**	**4,672,700,188**

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

Cash Flow Statement of the Company

Three months ended March 31 2020

Prepared by: Bluestar Adisseo Company, Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	3 months ended March 31 2020	3 months ended March 31 2019
I. Cash Flows from Operating Activities:		
Cash received from sale of goods or rendering of services		
Refunds of taxes and surcharges		
Cash received relating to other operating activities	1,367,795	345,944
Sub-total of cash inflows from operating activities	1,367,795	345,944
Cash paid for goods and services		
Cash paid to and on behalf of employees	849,168	519,832
Payments of taxes and surcharges	1,301,656	203,048
Cash paid relating to other operating activities	1,409,883	482,612
Sub-total of cash outflows from operating activities	3,560,707	1,205,492
Net Cash Flow generated from Operating Activities	(2,192,912)	(859,548)
II. Cash Flows from Investing Activities:		
Cash received from disposals of investments		
Cash received from investment income and interest income	262,280,730	23,695,326
Net cash received from disposals of fixed assets, intangible assets and other long-term assets		
Net cash received from disposals of subsidiaries and other business units		
Cash received relating to other investing activities		
Sub-total of cash inflows from investing activities	262,280,730	23,695,326
Cash paid to purchase fixed assets, intangible assets and other long-term assets	0	0
Cash paid to acquire investments		
Net cash paid for acquisitions of subsidiaries		
Cash paid relating to other investing activities		
Sub-total of cash outflows from investing activities	0	0
Net Cash Flow used in Investing Activities	262,280,730	23,695,326
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Cash received from borrowings		
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities	0	0
Cash repayments of borrowings		
Cash payments for interest expenses and distribution of dividends or profits		
Cash payments relating to other financing activities		
Sub-total of cash outflows from financing activities	0	0
Net Cash Flow from Financing Activities	0	0
IV. Effect of Foreign Exchange Rate Changes on	(3,269)	(40,218)

Item	3 months ended March 31 2020	3 months ended March 31 2019
Cash and Cash Equivalents		
V. Net Increase in Cash and Cash Equivalents	260,084,549	22,795,560
Add: Opening balance of Cash and Cash Equivalents	2,058,211,716	2,697,734,689
VI. Closing Balance of Cash and Cash Equivalents	2,318,296,265	2,720,530,249

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

4.2 Adjustments of relevant opening accounts when first implementation of the new revenue standards.

☑ Applicable ☐ Not applicable

Consolidated Balance Sheet

Unit: Yuan Currency: RMB

	Notes	2019/12/31	2020/01/01	Adjustment amount
Current Assets:				
Cash at bank and on hand	VII.1	5,295,065,807	5,295,065,807	
Financial assets at fair value through profit or loss				
Derivative financial assets	VII.2	7,784,238	7,784,238	
Notes receivable		0	0	
Accounts receivable	VII.3	1,537,943,360	1,537,943,360	
Receivable financing				
Advances to suppliers	VII.4	60,862,071	60,862,071	
Other receivables		41,123,604	41,123,604	
Including: interests receivable		10,627,617	10,627,617	
dividend receivable		0	0	
Inventories	VII.5	1,678,375,682	1,678,375,682	
Contract assets		0	0	
Other current assets	VII.6	380,980,363	380,980,363	
Total current assets		**9,002,135,125**	**9,002,135,125**	
Non-current Assets:				
Available-for-sale financial assets	VII.7			
Long-term receivables	VII.8	62,752,154	62,752,154	
Long-term equity investments		0	0	
Investments in other equity instruments	VII.9	11,479,649	11,479,649	
Other non-current financial assets	VII.10	32,676,606	32,676,606	
Investment properties				
Fixed assets	VII.11	7,379,447,515	7,379,447,515	
Construction in progress	VII.12	612,534,221	612,534,221	
Assets from right of use				
Intangible assets	VII.13	2,154,707,108	2,154,707,108	
Development costs	VII.14	79,629,097	79,629,097	
Goodwill	VII.15	1,619,510,083	1,619,510,083	
Long-term prepaid expenses		9,821,481	9,821,481	
Deferred tax assets	VII.16	113,975,411	113,975,411	
Other non-current assets		48,589,640	48,589,640	
Total non-current assets		**12,125,122,965**	**12,125,122,965**	
TOTAL ASSETS		**21,127,258,090**	**21,127,258,090**	
Current Liabilities:				
Short-term borrowings		0	0	
Financial liabilities at fair value through profit or loss				
Derivative financial liabilities	VII.17	2,063,292	2,063,292	
Notes payable				
Accounts payable	VII.18	1,099,192,221	1,099,192,221	
Advances from customers		7,568,111	0	(7,568,111)

	Notes	2019/12/31	2020/01/01	Adjustment amount
Contract liabilities		0	7,568,111	7,568,111
Wages and benefits payable	VII.19	452,038,262	452,038,262	
Taxes payable	VII.20	212,310,116	212,310,116	
Other payables	VII.21	531,710,168	531,710,168	
Including: interests payable		5,581,432	5,581,432	
dividends payable		123,094,125	123,094,125	
Current portion of non-current liabilities	VII.22	161,462,854	161,462,854	
Other current liabilities	VII.23	11,611,670	11,611,670	
Total current liabilities		**2,477,956,694**	**2,477,956,694**	
Non-current Liabilities:				
Long-term borrowings	VII.24	25,759,966	25,759,966	
Lease liabilities				
Long-term payables	VII.25	14,635,305	14,635,305	
Long-term employee benefits payable	VII.26	408,752,154	408,752,154	
Provisions	VII.27	0	0	
Deferred income	VII.28	167,565,777	167,565,777	
Deferred tax liabilities	VII.16	818,061,803	818,061,803	
Other non-current liabilities		0	0	
Total non-current liabilities		**1,434,775,005**	**1,434,775,005**	
Total liabilities		**3,912,731,699**	**3,912,731,699**	
SHAREHOLDERS' EQUITY:				
Paid-in capital	VII.29	2,681,901,273	2,681,901,273	
Other equity instruments		0	0	
Capital reserve	VII.30	2,111,544,529	2,111,544,529	
Other comprehensive income	VII.31	(440,874,572)	(440,874,572)	
Special reserve		0	0	
Surplus reserve	VII.32	435,642,094	435,642,094	
Undistributed profits	VII.33	9,009,359,024	9,009,359,024	
Total equity attributable to equity holders of the Company		**13,797,572,348**	**13,797,572,348**	
Non-controlling interests		3,416,954,043	3,416,954,043	
Total owners' equity		**17,214,526,391**	**17,214,526,391**	
TOTAL LIABILITIES AND OWNERS' EQUITY		**21,127,258,090**	**21,127,258,090**	

Explanation on adjustment items:

☑Applicable ☐ Not applicable

On January 1, 2020, Adisseo began to apply the new revenue standards, and according to the new revenue standards guidelines, the advances from customers were classified to contract liabilities.

Balance Sheet of the Company

Unit: Yuan Currency: RMB

Item	2018/12/31	2019/01/01	Adjustment amount
Current Assets:			
Cash at bank and on hand	2,058,211,716	2,058,211,716	
Financial assets held for trading			
Financial assets at fair value through profit or loss			
Derivative financial assets			
Notes receivable & accounts receivable			
Including: notes receivable			
accounts receivable			
Advances to suppliers	109,470	109,470	
Other receivables	707,043,375	707,043,375	
Including: interest receivable	9,510,000	9,510,000	
dividend receivable	697,533,375	697,533,375	
Inventories			
Contract assets			
Assets held for sale			
Other current assets			
Total Current Assets	2,765,364,561	2,765,364,561	
Non-current Assets:			
Available-for-sale financial assets			
Debt investments			
Other debt investments			
Long-term receivables			
Long-term equity investments	7,492,295,416	7,492,295,416	
Investments in other equity instruments			
Other non-current financial assets			
Investment properties			
Fixed assets	77,801	77,801	
Construction in progress			
Construction materials			
Fixed assets pending for disposal			
Right-of-use assets			
Intangible assets	0	0	
Development costs			
Goodwill			
Long-term prepaid expenses			
Deferred tax assets			
Other non-current assets	3,267,167	3,267,167	
Total Non-current Assets	7,495,640,384	7,495,640,384	
Total Assets	10,261,004,945	10,261,004,945	
Current Liabilities:			
Short-term borrowings			
Financial liabilities held for trading			
Financial liabilities at fair value through profit or loss			
Derivative financial liabilities			
Notes payable & accounts payable			
Advances from customers			
Contract liabilities			

Wages and benefits payable	84,000	84,000	
Taxes payable	261,692	261,692	
Interest payable			
Dividends payable			
Other payables	37,971,368	37,971,368	
Including: interest payable	0	0	
dividend payable	0	0	
Liabilities held for sale			
Current portion of non-current liabilities			
Other current liabilities			
Total Current Liabilities	38,317,060	38,317,060	
Non-current Liabilities：			
Long-term borrowings			
Notes payables			
Lease liabilities			
Long-term payables			
Long-term employee benefits payable			
Special payables			
Provisions			
Deferred income			
Deferred tax liabilities			
Other non-current liabilities			
Total Non-current Liabilities			
Total Liabilities	38,317,060	38,317,060	
Shareholders' Equity:			
Paid-in capital	2,681,901,273	2,681,901,273	
Other equity instruments			
Including: Preferred shares			
Capital reserve	6,681,557,628	6,681,557,628	
Other comprehensive income			
Special reserve			
Surplus reserve	435,642,094	435,642,094	
Undistributed profits	423,586,890	423,586,890	
Total Owners' Equity	10,222,687,885	10,222,687,885	
Total Liabilities And Owners' Equity	10,261,004,945	10,261,004,945	

Explanation on adjustment items:

☐Applicable ☑Not applicable

4.3 Explanations for comparison adjustment of opening accounts balances when first implementation of the new financial instruments standards and new leases standards.

☐ Applicable ☑ Not applicable

4.4 Audit report

If the quarterly report has been audited by certified public accountants, the appendix shall disclose the audit report.

☐ Applicable ☑ Not applicable