Bluestar Adisseo Company

The First Quarter Report 2021 (Abstract)

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 2021.

1.4 The financial statements in the first quarter report 2021 have not been audited.

1.5 This is an English translation of the first quarter report 2021 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 2021	As of December 31 2020	Changes in comparison with the end of last year (%)
Total assets	20,636,273,996	20,617,633,075	0.09%
Net assets attributable to the shareholders of the Company	13,915,210,126	13,952,945,387	-0.27%
	From January 1 2021 to March 31 2021	From January 1 2020 to March 31 2020	Changes in comparison with the same period of last year (%)
Net cash flow arising from operating activities	542,235,728	678,830,693	-20.12%
	From January 1 2021 to March 31 2021	From January 1 2020 to March 31 2020	Changes in comparison with the same period of last year (%)
Operating revenues	2,993,524,401	2,852,332,039	4.95%
Net profits attributable to shareholders of the Company	367,341,894	294,751,633	24.63%
Net profits attributable to shareholders of the Company deducting non-recurring profit or losses	378,071,300	293,434,215	28.84%
Weighted average return on net assets	2.64	2.11	+0.53ppt
Basic earnings per share (Yuan/share)	0.14	0.11	27.27%
Diluted earnings per share (Yuan/share)	0.14	0.11	27.27%

Non-recurring profit/loss items

☑ Applicable ☐ Not applicable

Unit: Yuan Currency: RMB

Item	Amount for current period (Jan – March. 2021)	Description
Net profit/loss on disposal of non-current assets	(10,588,700)	Scrapping of non-conform or defective equipment - BANC2 write-off
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	6,442,635	Mainly grants for land use right and industrial structure adjustment in Nanjing plant
Profit or loss on changes in the fair value of investment properties that are subsequently measured using the fair value mode	(15,636,400)	Fair value decrease of AVF
Other non-operating income or expenses other than the above	5,664,825	Loss from raw material disposal combined with write-off of liabilities
Impacts attributable to minority interests (after tax)	0	
Impact of income tax	3,388,234	
Total	**(10,729,406)**	

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						28,689
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	Other
China Securities Finance Corporation Limited	13,794,697	0.51	0	Unknown	0	SOE
Hong Kong Central Clearing Limited	11,660,556	0.43	0	Unknown	0	Overseas legal person
Jiangsu Juhe Chuang yi Emerging Industry Investment Fund LLP	6,607,000	0.25	0	Unknown	0	Other
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
Zhejiang Dazhong Import and Export Company	2,940,000	0.11	0	Unknown	0	Unknown
Basic Pension Insurance Fund – No.903	2,163,600	0.08	0	Unknown	0	Other
Norges Bank	1,930,000	0.07	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 ordinary shares	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 ordinary shares	13,794,697
Hong Kong Central Clearing Limited	11,660,556	RMB ordinary shares	11,660,556
Jiangsu Juhe Chuang yi Emerging Industry Investment Fund LLP	6,607,000	RMB Common share	6,607,000
China Electronic Investment Holding Company	5,185,185	RMB ordinary shares	5,185,185
Beijing Research and Design Institute of Rubber Industry	3,737,262	RMB ordinary shares	3,737,262
Zhejiang Dazhong Import and Export Company	2,940,000	RMB ordinary shares	2,940,000
Basic Pension Insurance Fund – No.903	2,163,600	RMB ordinary shares	2,163,600
Norges Bank	1,930,000	RMB ordinary shares	1,930,000
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. Blusstar-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 abovementioned 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	**31/03/2021**	**31/12/2020**	**Total Fluctuation**		**Explanations on fluctuation**
			RMB	**%**	
Derivative financial assets	3,581,802	39,884,250	-36,302,448	-91.02%	EUR appreciation on derivatives portfolio
Advances to suppliers	110,197,507	77,328,904	32,868,603	42.50%	Advance increase to brokers and to CAPEX suppliers
Right-of-use assets	214,091,612	0	214,091,612	NA	Application of New Lease standard
Deferred tax assets	150,560,254	111,252,476	39,307,778	35.33%	Variation in temporary differences due to foreign exchange fluctuation
Derivative financial liabilities	32,652,169	2,118,600	30,533,569	1441.21%	EUR appreciation on derivatives portfolio
Other payables	515,865,571	782,893,932	-267,028,361	-34.11%	Variation in payable to CAPEX supplier
Current portion of non-current liabilities	321,542,470	222,890,468	98,652,002	44.26%	New provisions for risk and application New Lease standard
Lease liabilities	166,026,541	0	166,026,541	NA	Application of New Lease standard
Other comprehensive income	(766,660,743)	(367,582,718)	(399,078,025)	108.57%	Translation difference between EUR/CNY from 2020 year end to 2021 Q1

Income statement items	**1/1/2021-31/03/2021**	**1/1/2020-31/03/2020**	**Total Fluctuation**		**Explanations on fluctuation**
			RMB	**%**	
Financial expenses - net	-30,736,735	37,445,599	-68,182,334	NA	Combined effect of less translation losses and less interest income
Other income	6,442,635	3,566,287	2,876,348	80.65%	Increase of government subsidy in Nanjing
Gains (losses) from changes in fair values	-50,020,844	-4,676,554	-45,344,290	969.61%	Impact from fair value decrease in AVF and the EUR appreciation of derivatives
Credit losses	-6,426,662	-1,246,517	-5,180,145	415.57%	Change in credit risk in bad debt
Non-operating income	5,743,967	1,563,950	4,180,017	267.27%	Write-off of liabilities
Non-operating expenses	10,685,142	2,922,715	7,762,427	265.59%	Loss from disposal of fixed assets

Cash flow statement items	1/01/2021-31/03/2021	1/01/2020-31/03/2020	Total Fluctuation		Explanations on fluctuation
			RMB	%	
Net Cash Flow generated from Operating Activities	542,235,728	678,830,693	(136,594,965)	-20.12%	Increase in accounts receivable as of 2021 Q1
Net Cash Flow used in Investing Activities	(728,405,562)	(817,783,940)	89,378,378	-10.93%	In 2020 the amount mainly comprise investment in Calysseo and no such case in 2021
Net Cash Flow from Financing Activities	(15,208,537)	(48,761,353)	33,552,816	-68.81%	The amount in 2020 is mainly due to the payment of BANG dividends to Bluestar

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

☐Applicable ☑Not applicable

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	2021/4/29