Bluestar Adisseo Company

The Third Quarter Report 2020

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 third 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 third quarter report 2020.

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

1.5 This is an English translation of the 2020 Q3 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 September 30 2020	As of December 31 2019	Changes in comparison with the end of last year (%)
Total assets	19,745,952,589	21,127,258,090	-7%
Net assets attributable to the shareholders of the Company	13,700,242,468	13,797,572,348	-1%
	From January 1 2020 to September 30 2020	From January 1 2019 to September 30 2019	Changes in comparison with the same period of last year (%)
Net cash flow arising from operating activities	2,289,000,525	1,908,200,648	20%
	From January 1 2020 to September 30 2020	From January 1 2019 to September 30 2019	Changes in comparison with the same period of last year (%)
Operating revenues	8,881,139,552	8,312,640,283	7%
Net profits attributable to shareholders of the Company	1,097,984,275	811,801,433	35%
Net profits attributable to shareholders of the Company deducting non-recurring profit or losses	1,112,781,644	679,039,755	64%
Weighted average return on net assets	8.05	5.89	+2.16ppt
Basic earnings per share (Yuan/share)	0.41	0.30	37%
Diluted earnings per share (Yuan/share)	0.41	0.30	37%

Non-recurring profit/loss items

☑ Applicable ☐ Not applicable

Unit: Yuan Currency: RMB

Item	Amount for current period (Jul. – Sep. 2020)	Amount for current period (Jan. – Sep. 2020)	Description
Net profit/loss on disposal of non-current assets	(35,511,412)	(35,486,247)	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	3,079,121	16,921,745	Mainly grants for land use right and industrial structure adjustment in Nanjing plant
Other non-operating income or expenses other than the above	(1,041,263)	(1,045,532)	loss of raw material disposal
Impacts attributable to minority interests (after tax)	0	(237,743)	
Impact of income tax	8,620,848	5,050,408	
Total	**(24,852,706)**	**(14,797,369)**	

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

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	
Total number of shareholders						28,689
Details on top ten shareholders						
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. For more information, please refer to the announcements 2019-008, 2019-014, 2019-029 and 2019-034. 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	30/09/2020	31/12/2019	Total Fluctuation		Explanations on fluctuation
			RMB	%	
Cash at bank and on hand	3,338,337,023	5,295,065,807	(1,956,728,784)	-37%	15% BANG share buy-back transaction
Derivative financial assets	16,803,598	7,784,238	9,019,360	116%	Impact of EUR appreciation on derivatives portfolio
Advances to suppliers	82,281,980	60,862,071	21,419,909	35%	Delayed receipt of purchased material at 2020 June end
Other receivables	75,194,940	41,123,604	34,071,336	83%	Increase of receivable not related to main operations
Other current assets	292,692,384	380,980,363	(88,287,979)	-23%	Decrease of income tax prepayment
Long-term receivables	292,117,178	62,752,154	229,365,024	366%	Increase of loan to related parties
Other non-current financial assets	286,126,730	32,676,606	253,450,124	776%	Increase of minority equity investment
Construction in Progress	951,933,403	612,534,221	339,399,183	55%	Increase of construction in progress for manufacturing facility improvement
Other non-current assets	144,809,660	48,589,640	96,220,020	198%	Miscellaneous prepayments for tangible assets
Derivative financial liabilities	8,122,006	2,063,292	6,058,714	294%	Commodity derivatives transactions processed with a negative valuation and the impact of EUR appreciation on options sold.
Advances from customers	0	7,568,111	-7,568,111	100%	Reclassification due to adoption of new revenue standard
Contract liabilities	14,705,738	0	14,705,738	NA	Reclassification due to adoption of new revenue standard
Other payables	320,490,983	531,710,168	(211,219,185)	-40%	Decrease in payable to Capex supplier
Current portion of non-current liabilities	276,953,189	161,462,854	115,490,335	72%	Accrual of provisions
Capital reserve	1,260,973,699	2,111,544,529	-850,570,830	-40%	Impact from 15% BANG share buy-back transaction
Non-controlling interests	1,441,018,473	3,416,954,043	(1,975,935,570)	-58%	Impact from 15% BANG share buy-back transaction

Income statement items	1/01/2020-30/09/2020	1/01/2019-30/09/2019	Total Fluctuation		Explantations on fluctuation
			RMB	%	

Financial expenses - net	110,027,812	(67,933,766)	177,961,578	Not applicable	FX impact arising from weakening currencies
Other income	16,921,745	218,585,327	-201,663,582	-92%	The variance is related to the insurance reimbursement in 2019
Investment income (Loss)	11,994,092	1,347,360	10,646,732	790%	Related to disposal of investment
Gains (losses) from changes in fair values	7,128,294	3,826,502	3,301,792	86%	Impact of positive fair value of LTIP
Credit losses	(1,626,413)	(21,963,371)	20,336,958	-93%	Change in credit risk
Gain (loss) from disposal of assets	(486,247)	(5,736,855)	5,250,608	-92%	Loss from disposal of intangible assets in 2019
Non-operating expenses	40,559,102	412,203	40,146,899	9740%	Scrapping of fixed assets

Cash flow statement items	**1/01/2020-30/09/2020**	**1/01/2019-30/09/2019**	**Total Fluctuation**		**Explantations on fluctuation**
			RMB	**%**	
Net Cash Flow generated from Operating Activities	2,289,000,525	1,908,200,648	380,799,877	20%	Performance improvement in 2020
Net Cash Flow used in Investing Activities	(1,308,077,119)	(946,746,783)	(361,330,336)	38%	Due to the investment in Calysseo and other related investments.
Net Cash Flow from Financing Activities	(2,985,744,999)	(1,016,289,560)	(1,969,455,439)	194%	Mainly due to 15% share buy-back

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	2020/10/30

4 Appendix

4.1 Financial statements

Consolidated Balance Sheet

As of September 30 2020

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

	Closing balance	Opening balance
Current Assets:		
Cash at bank and on hand	3,338,337,023	5,295,065,807
Financial assets at fair value through profit or loss		
Derivative financial assets	16,803,598	7,784,238
Notes receivable		
Accounts receivable	1,504,160,821	1,537,943,360
Receivable financing		
Advances to suppliers	82,281,980	60,862,071
Other receivables	75,194,940	41,123,604
Including: interest receivable	3,812,537	10,627,617
dividend receivable		
Inventories	1,843,422,537	1,678,375,682
Contract assets		
Other current assets	292,692,384	380,980,363
Total current assets	**7,152,893,283**	**9,002,135,125**
Non-current Assets:		
Available-for-sale financial assets		
Long-term receivables	292,117,178	62,752,154
Long-term equity investments	36,740,819	0
Investments in other equity instruments	10,941,500	11,479,649
Other non-current financial assets	286,126,730	32,676,606
Investment properties		
Fixed assets	7,099,479,781	7,379,447,515
Construction in progress	951,933,403	612,534,221
Right-of-use assets		
Intangible assets	2,008,434,163	2,154,707,108
Development costs	71,767,928	79,629,097
Goodwill	1,656,519,167	1,619,510,083
Long-term prepaid expenses	8,487,072	9,821,481
Deferred tax assets	25,701,905	113,975,411
Other non-current assets	144,809,660	48,589,640
Total non-current assets	**12,593,059,306**	**12,125,122,965**

	Closing balance	Opening balance
TOTAL ASSETS	**19,745,952,589**	**21,127,258,090**
Current Liabilities:		
Short-term borrowings	639,673,216	0
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities	8,122,006	2,063,292
Notes payable		
Accounts payable	1,177,796,877	1,099,192,221
Advances from customers	0	7,568,111
Contract liabilities	14,705,738	0
Wages and benefits payable	465,377,036	452,038,262
Taxes payable	300,879,548	212,310,116
Other payables	320,490,983	531,710,168
Including: interest payable	3,662,764	5,581,432
dividends payable	0	123,094,125
Current portion of non-current liabilities	276,953,189	161,462,854
Other current liabilities	4,927,480	11,611,670
Total current liabilities	**3,208,926,073**	**2,477,956,694**
Non-current Liabilities:		
Long-term borrowings	21,275,790	25,759,966
Lease liabilities		
Long-term payables	18,788,933	14,635,305
Long-term employee benefits payable	390,860,146	408,752,154
Provisions		
Deferred income	175,781,259	167,565,777
Deferred tax liabilities	789,059,447	818,061,803
Other non-current liabilities		
Total non-current liabilities	**1,395,765,575**	**1,434,775,005**
Total liabilities	**4,604,691,648**	**3,912,731,699**
SHAREHOLDERS' EQUITY:		
Paid-in capital	2,681,901,273	2,681,901,273
Other equity instruments		
Capital reserve	1,260,973,699	2,111,544,529
Other comprehensive income	(369,094,270)	(440,874,572)
Special reserve		
Surplus reserve	511,500,615	435,642,094
Undistributed profits	9,614,961,151	9,009,359,024
Total equity attributable to equity holders of the Company	**13,700,242,468**	**13,797,572,348**
Non-controlling interests	1,441,018,473	3,416,954,043
Total owners' equity	**15,141,260,941**	**17,214,526,391**
TOTAL LIABILITIES AND OWNERS' EQUITY	**19,745,952,589**	**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 September 30 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	591,420,372	2,058,211,716
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable		
Accounts receivable		
Receivable financing		
Advances to suppliers	94,879	109,470
Other receivables	3,120,000	707,043,375
Including: interest receivable	3,120,000	9,510,000
dividend receivable	0	697,533,375
Inventories		
Contract assets		
Assets held for sale		
Other current assets		
Total Current Assets	594,635,251	2,765,364,561
Non-current Assets:		
Available-for-sale financial assets		
Long-term receivables		
Long-term equity investments	10,500,492,549	7,492,295,416
Investments in other equity instruments		
Other non-current financial assets		
Investment properties		
Fixed assets	51,051	77,801
Construction in progress		
Right-of-use assets		
Intangible assets		
Development costs		
Goodwill		
Long-term prepaid expenses		
Deferred tax assets		
Other non-current assets	3,602,549	3,267,167
Total Non-current Assets	10,504,146,149	7,495,640,384
Total Assets	11,098,781,400	10,261,004,945
Current Liabilities:		
Short-term borrowings		

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	342,576	261,692
Other payables	535,476,651	37,971,368
Including: interest payable	1,682,222	0
dividend payable		
Liabilities held for sale		
Current portion of non-current liabilities		
Other current liabilities		
Total Current Liabilities	535,903,227	38,317,060
Non-current Liabilities：		
Long-term borrowings		
Notes payables		
Lease liabilities		
Long-term payables		
Long-term employee benefits payable		
Provisions		
Deferred income		
Deferred tax liabilities		
Other non-current liabilities		
Total Non-current Liabilities		
Total Liabilities	**535,903,227**	**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	511,498,783	435,642,094
Undistributed profits	687,920,489	423,586,890
Total Owners' Equity	**10,562,878,173**	**10,222,687,885**
Total Liabilities And Owners' Equity	**11,098,781,400**	**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

Item	3 months ended September 30 2020	3 months ended September 30 2019	9 months ended September 30 2020	9 months ended September 30 2019
I. Total operating revenues	**2,995,363,784**	**2,955,246,621**	**8,881,139,552**	**8,312,640,283**
Including: Operating income	2,995,363,784	2,955,246,621	8,881,139,552	8,312,640,283
II. Total operating costs	**2,452,231,658**	**2,544,264,190**	**7,258,032,778**	**7,073,282,331**
Including: Cost of sales	1,836,904,112	1,991,334,576	5,390,516,197	5,456,634,644
Business taxes and surcharges	28,145,406	22,700,954	84,436,218	66,890,471
Selling and distribution expenses	329,312,778	335,275,409	999,421,834	925,283,468
General and administrative expenses	148,743,026	146,629,790	472,842,458	474,495,841
Research and development expenses	64,711,562	92,892,038	200,788,259	217,911,673
Financial expenses - net	44,414,774	(44,568,577)	110,027,812	(67,933,766)
Including: Interest expenses	3,842,292	2,701,488	9,893,834	5,467,488
Interest income	(17,680,020)	(24,962,783)	(57,925,080)	(80,829,194)
Add: Other income	3,079,120	135,501,717	16,921,745	218,585,327
Investment income (Loss)	12,069,988	704,088	11,994,092	1,347,360
Including: Income from investments in associates and joint ventures				
Gains (losses) from disposal of financial assets at amortized cost. 以摊余成本计量的金融资产终止确认收益（损失以“-”号填列）				
Gains (losses) from changes in fair values	2,419,456	(16,911,362)	7,128,294	3,826,502
Credit losses	(2,222,443)	(20,327,125)	(1,626,413)	(21,963,371)
Asset impairment losses	(213,238)	(10,336,354)	(6,039,915)	(6,695,244)
Gain (loss) from disposal of assets	(511,412)	(640,436)	(486,247)	(5,736,855)
III. Operating profit (Loss)	**557,753,597**	**498,972,959**	**1,650,998,330**	**1,428,721,671**
Add: Non-operating income	453,301	(124,338)	4,513,570	2,996,615
Including: Gains from disposal of non-current assets	0	0	0	0

Item	3 months ended September 30 2020	3 months ended September 30 2019	9 months ended September 30 2020	9 months ended September 30 2019
Less: Non-operating expenses	36,494,564	111,208	40,559,102	412,203
Losses from disposal of non-current				
IV. Total profit (Total loss)	**521,712,334**	**498,737,413**	**1,614,952,798**	**1,431,306,083**
Less: Income tax expenses	141,097,804	149,916,339	422,653,197	406,375,452
V. Net profit (Net loss)	**380,614,530**	**348,821,074**	**1,192,299,601**	**1,024,930,631**
Net profit (loss) from continuing operations	380,614,530	348,821,074	1,192,299,601	1,024,930,631
Net profit (loss) from discontinued operations				
Net profit attributable to equity holders of the Company	378,674,080	277,977,058	1,097,984,275	811,801,433
Net profit attributable to non-controlling interests	1,940,450	70,844,016	94,315,326	213,129,198
VI. Net other comprehensive income	**26,365,315**	**(78,600,691)**	**203,830,998**	**(84,317,579)**
Other comprehensive income (net of tax) attributable to owners of the parent company	52,833,496	(58,432,517)	204,908,059	(50,315,206)
1.Other comprehensive income which will not be reclassified subsequently to profit or loss	0	(14,037,566)	0	(14,037,566)
1)Actuarial differences on defined benefit plans	0	(12,728,702)	0	(12,728,702)
3) Profit/Loss from changes in fair value of Investments in other equity instruments	0	(1,308,864)	0	(1,308,864)
2.Other comprehensive income which will be reclassified subsequently to profit or loss	**52,833,496**	**(44,394,951)**	**204,908,059**	**(36,277,640)**
1) Financial assets that is reclassified to other comprehensive income				
2)Effective hedging portion of gains or losses arising from cash flow hedging instruments	4,403,988	(1,137,756)	(1,417,890)	20,935,280
3)Differences on translation arising on translation of foreign currency financial statements2	48,429,508	(43,257,195)	206,325,949	(57,212,920)
Net other comprehensive income to minority shareholders after tax	(26,468,181)	(20,168,174)	(1,077,061)	(34,002,373)
VII. Total comprehensive income	**406,979,845**	**270,220,383**	**1,396,130,599**	**940,613,052**

Item	3 months ended September 30 2020	3 months ended September 30 2019	9 months ended September 30 2020	9 months ended September 30 2019
Total comprehensive income attributable to equity holders of the Company	431,507,576	219,544,541	1,302,892,334	761,486,227
Total comprehensive income attributable to non-controlling interests	(24,527,731)	50,675,842	93,238,265	179,126,825
VIII. Earnings per share				
(I) Basic earnings per share	0.14	0.10	0.41	0.30
(II) Diluted earnings per share	0.14	0.10	0.41	0.30

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 September 30 2020	3 months ended September 30 2019	9 months ended September 30 2020	9 months ended September 30 2019
I. Operating revenues				
Less: Cost of sales				
Business taxes and surcharges				
Selling and distribution expenses				
General and Administrative expenses	2,621,936	3,514,268	7,827,977	10,572,493
Research and development expenses				
Financial expenses – net	(13,343,829)	(21,623,488)	(50,729,201)	(70,590,697)
Including: - interest expenses				
- interest income	(14,730,585)	(21,904,818)	(44,473,743)	(70,989,000)
Add: Other income				
Investment income (loss)	0	250,447,740	715,590,000	250,447,740
Including: Income from investments in associates and joint ventures				
Gains (losses) from disposal of financial assets at amortized cost. 以摊余成本计量的金融资产终止确认收益（损失以“-”号填列）				
Gains (losses) from changes in fair values				
Credit losses				
Asset impairment losses				
Gain (loss) from disposal of assets				
II. Operating profit (Loss)	10,721,893	268,556,960	758,491,224	310,465,944
Add: Non-operating income	43,499	0	75,668	99

Item	3 months ended September 30 2020	3 months ended September 30 2019	9 months ended September 30 2020	9 months ended September 30 2019
Less: Non-operating expenses	0	82,500	0	82,500
III. Total profit (Total loss)	10,765,392	268,474,460	758,566,892	310,383,543
Less: Income tax expenses				
IV. Net profit (Net loss)	10,765,392	268,474,460	758,566,892	310,383,543
Net profit (loss) from continuing operations	10,765,392	268,474,460	758,566,892	310,383,543
Net profit (loss) from discontinued operations				
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	10,765,392	268,474,460	758,566,892	310,383,543
VII. Earnings per share:				
(I) Basic earnings per share	Non-applicable	Non-applicable	Non-applicable	Non-applicable
(II) Diluted earnings per share)	Non-applicable	Non-applicable	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 September 30 2020

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	9 months ended September 30 2020	9 months ended September 30 2019
I. Cash Flows from Operating Activities:		
Cash received from sale of goods or rendering of services	9,276,495,949	8,414,460,686
Refunds of taxes and surcharges	0	35,797
Cash received relating to other operating activities	127,868,420	266,660,397
Sub-total of cash inflows from operating activities	**9,404,364,369**	**8,681,156,880**
Cash paid for goods and services	5,542,925,344	5,751,970,271
Cash paid to and on behalf of employees	1,206,732,421	927,584,915
Payments of taxes and surcharges	288,363,610	21,530,809
Cash paid relating to other operating activities	77,342,469	71,870,237
Sub-total of cash outflows from operating activities	**7,115,363,844**	**6,772,956,232**
Net Cash Flow generated from Operating Activities	**2,289,000,525**	**1,908,200,648**
II. Cash Flows from Investing Activities:		
Cash received from disposals of investments	12,793,450	1,347,360
Cash received from investment income and interest income	64,652,899	83,696,554
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	1,480,706	3,110,752
Net cash received from disposals of subsidiaries and other business units		
Cash received relating to other investing activities	1,028,097	968,864
Sub-total of cash inflows from investing activities	**79,955,152**	**89,123,530**
Cash paid to purchase fixed assets, intangible assets and other long-term assets	852,518,666	1,017,369,665
Cash paid to acquire investments	248,287,846	18,238,415
Net cash paid for acquisitions of subsidiaries	36,267,512	0
Cash paid relating to other investing activities	250,958,247	262,233
Sub-total of cash outflows from investing activities	**1,388,032,271**	**1,035,870,313**
Net Cash Flow used in Investing Activities	**(1,308,077,119)**	**(946,746,783)**
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Including: cash received from capital contributions by non-controlling interests of subsidiaries		
Cash received from borrowings	631,924,514	4,534,829

Item	9 months ended September 30 2020	9 months ended September 30 2019
Cash received from issuance of debentures		
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities	**631,924,514**	**4,534,829**
Cash repayments of borrowings	8,424,898	9,770,726
Cash payments for interest expenses and distribution of dividends or profits	601,059,718	538,422,865
Including: dividends and profits paid to non-controlling shareholders of subsidiaries	168,238,305	57,374,295
Cash paid relating to other financing activities	3,008,184,897	472,630,798
Sub-total of cash outflows from financing activities	**3,617,669,513**	**1,020,824,389**
Net Cash Flow from Financing Activities	**(2,985,744,999)**	**(1,016,289,560)**
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	**48,092,809**	**(31,266,898)**
V. Net Increase in Cash and Cash Equivalents	**(1,956,728,784)**	**(86,102,593)**
Add: Opening balance of Cash and Cash Equivalents	5,295,065,807	5,282,336,110
VI. Closing Balance of Cash and Cash Equivalents	**3,338,337,023**	**5,196,233,517**

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 September 30 2020

Prepared by: Bluestar Adisseo Company, Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	9 months ended September 30 2020	9 months ended September 30 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	4,090,630	3,799,844
Sub-total of cash inflows from operating activities	4,090,630	3,799,844
Cash paid for goods and services		
Cash paid to and on behalf of employees	3,106,956	2,017,525
Payments of taxes and surcharges	10,312,066	1,822,339
Cash paid relating to other operating activities	5,945,789	12,719,309
Sub-total of cash outflows from operating activities	19,364,811	16,559,173
Net Cash Flow generated from Operating Activities	(15,274,181)	(12,759,329)
II. Cash Flows from Investing Activities:		
Cash received from disposals of investments		
Cash received from investment income and interest income	1,471,940,143	94,552,349
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	1,471,940,143	94,552,349
Cash paid to purchase fixed assets, intangible assets and other long-term assets	3,005,087,450	16,900
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	3,005,087,450	16,900
Net Cash Flow used in Investing Activities	(1,533,147,307)	94,535,449
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Cash received from borrowings	500,000,000	0
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities	500,000,000	0
Cash repayments of borrowings		
Cash payments for interest expenses and distribution of dividends or profits	418,376,603	463,968,920

Item	9 months ended September 30 2020	9 months ended September 30 2019
Cash payments relating to other financing activities		
Sub-total of cash outflows from financing activities	418,376,603	463,968,920
Net Cash Flow from Financing Activities	81,623,397	(463,968,920)
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	6,747	(47,091)
V. Net Increase in Cash and Cash Equivalents	(1,466,791,344)	(382,239,891)
Add: Opening balance of Cash and Cash Equivalents	2,058,211,716	2,697,734,689
VI. Closing Balance of Cash and Cash Equivalents	591,420,372	2,315,494,798

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 financial instruments standards, new revenue standards and new leases standards.

☑ Applicable ☐ Not applicable

Consolidated Balance Sheet

Unit: Yuan Currency: RMB

	2019/12/31	2020/01/01	Adjustment amount
Current Assets:			
Cash at bank and on hand	5,295,065,807	5,295,065,807	
Financial assets held for trading			
Financial assets at fair value through profit or loss			
Derivative financial assets	7,784,238	7,784,238	
Notes receivable			
Accounts receivable	1,537,943,360	1,537,943,360	
Advances to suppliers	60,862,071	60,862,071	
Other receivables	41,123,604	41,123,604	
Including: interest receivable	10,627,617	10,627,617	
dividend receivable			
Inventories	1,678,375,682	1,678,375,682	
Contract assets			
Other current assets	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			
Debt investments			
Other debt investments			
Long-term receivables	62,752,154	62,752,154	
Long-term equity investments			
Investments in other equity instruments	11,479,649	11,479,649	
Other non-current financial assets	32,676,606	32,676,606	
Investment properties			
Fixed assets	7,379,447,515	7,379,447,515	
Construction in progress	612,534,221	612,534,221	
Construction materials			
Fixed assets pending for disposal			
Right-of-use assets			
Intangible assets	2,154,707,108	2,154,707,108	
Development costs	79,629,097	79,629,097	
Goodwill	1,619,510,083	1,619,510,083	
Long-term prepaid expenses	9,821,481	9,821,481	
Deferred tax assets	113,975,411	113,975,411	

	2019/12/31	2020/01/01	Adjustment amount
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			
Financial liabilities held for trading			
Financial liabilities at fair value through profit or loss			
Derivative financial liabilities	2,063,292	2,063,292	
Notes payable			
Accounts payable	1,099,192,221	1,099,192,221	
Advances from customers	7,568,111	0	(7,568,111)
Contract liabilities	0	7,568,111	7,568,111
Wages and benefits payable	452,038,262	452,038,262	
Taxes payable	212,310,116	212,310,116	
Other payables	531,710,168	531,710,168	
Including: interest payable	5,581,432	5,581,432	
dividends payable	123,094,125	123,094,125	
Current portion of non-current liabilities	161,462,854	161,462,854	
Other current liabilities	11,611,670	11,611,670	
Total current liabilities	**2,477,956,694**	**2,477,956,694**	
Non-current Liabilities:			
Long-term borrowings	25,759,966	25,759,966	
Lease liabilities			
Long-term payables	14,635,305	14,635,305	
Long-term employee benefits payable	408,752,154	408,752,154	
Special payables			
Provisions			
Deferred income	167,565,777	167,565,777	
Deferred tax liabilities	818,061,803	818,061,803	
Other non-current liabilities			
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	2,681,901,273	2,681,901,273	
Other equity instruments			
Capital reserve	2,111,544,529	2,111,544,529	
Other comprehensive income	(440,874,572)	(440,874,572)	
Special reserve			
Surplus reserve	435,642,094	435,642,094	
Undistributed profits	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'	**21,127,258,090**	**21,127,258,090**	

	2019/12/31	2020/01/01	Adjustment amount
EQUITY			

Explanation on adjustment items:

☑Applicable ☐ Not applicable

On January 1, 2020, Adisseo began to apply the new revenue standards and present contract assets or contract liabilities in the balance sheet according to the relationship between performance obligations and customer payment. A contract liability is recorded when Group has obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer.

The new revenue standards does not generate any material change in the accounting principles applied by the Group.

Balance Sheet of the Company

Unit: Yuan Currency: RMB

Item	2019/12/31	2020/01/01	Adjustment amount
Current Assets:			
Cash at bank and on hand	2,058,211,716	2,058,211,716	
Financial assets at fair value through profit or loss			
Derivative financial assets			
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			
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 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	
Other payables	37,971,368	37,971,368	
Including: interest payable			
dividend payable			
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

(In case of discrepancies between the English version and the Chinese version of this announcement, the Chinese version, officially published and disclosed, shall prevail.)