

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



潍柴動力股份有限公司

WEICHAI POWER CO., LTD.

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 2338)

OVERSEAS REGULATORY ANNOUNCEMENT

This announcement is made pursuant to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

Reference is made to an announcement made by Weichai Power Co., Ltd. (the “**Company**”) on the website of Shenzhen Stock Exchange dated 29 April 2020, which is for information only. The full text of the announcement in Chinese is published on the websites of the Stock Exchange and the Company.

By order of the Board of Directors
Tan Xuguang
Chairman and CEO

Weifang, Shandong, PRC

29 April 2020

As at the date of this announcement, the executive Directors of the Company are Mr. Tan Xuguang, Mr. Zhang Quan, Mr. Xu Xinyu, Mr. Sun Shaojun, Mr. Yuan Hongming and Mr. Yan Jianbo; the non-executive Directors of the Company are Mr. Jiang Kui, Mr. Gordon Riske and Mr. Michael Martin Macht; and the independent non-executive Directors of the Company are Mr. Zhang Zhong, Mr. Wang Gongyong, Mr. Ning Xiangdong, Mr. Li Hongwu and Mr. Wen Daocai.

WEICHAI POWER CO., LTD.

FIRST QUARTERLY REPORT FOR 2020



April 2020

SECTION 1 IMPORTANT NOTICE

The board of directors, the Supervisory Committee and the directors, supervisors and senior management of the Company warrant the authenticity, accuracy and completeness of the contents of this quarterly report, and that there are no false presentations, misleading statements or material omissions, and shall severally and jointly accept legal responsibilities.

All directors have attended the Board meeting in respect of reviewing this quarterly report.

Tan Xuguang, principal of the Company, Kwong Kwan Tong, principal in-charge of accounting and Li Xia, head of accounting department (person in-charge of accounting) warrant that the financial statements contained in the quarterly report are true, accurate and complete.

SECTION 2 BASIC INFORMATION OF THE COMPANY
2.1 Major accounting data and financial indicators

Whether the Company has made retrospective adjustment or restatement of accounting data of the prior years

 Yes No

Unit : RMB

	Reporting period	Corresponding period of last year	Change for the Reporting period as compared to the corresponding period of last year
Revenue (RMB)	38,999,208,315.52	45,211,633,342.55	-13.74%
Net profit attributable to shareholders of listed company (RMB)	2,064,227,451.41	2,591,351,278.94	-20.34%
Net profit attributable to shareholders of listed company after extraordinary gain/loss (RMB)	1,823,691,588.62	2,447,694,571.19	-25.49%
Net cash flows from operating activities (RMB)	-9,495,115,901.46	-1,274,747,500.41	-644.86%
Basic earnings per share (RMB/share)	0.26	0.33	-20.34%
Diluted earnings per share (RMB/share)	0.26	0.33	-20.34%
Weighted average return on net assets	4.46%	6.37%	-1.91%
	As at the end of the Reporting Period	As at the end of last year	Change as at the end of the reporting period over the end of last year
Total assets (RMB)	234,892,828,095.12	236,831,674,546.17	-0.82%
Net assets attributable to shareholders of listed company (RMB)	47,442,353,130.20	45,223,941,062.71	4.91%

Extraordinary gain/loss items and amounts

 Applicable N/A

Unit : RMB

Item	Amount from the beginning of the year to the end of the reporting period
Gains or losses from disposal of non-current assets (including the part of assets impairment provision already made and written off)	9,292,852.40
Government subsidy accounted for in profit and loss for the current period (excluding those closely associated with the business of the Company which were given in a fixed amount or volume in compliance with state standard)	35,742,754.83
Profit and loss on the changes in fair value generated from financial assets held for trading, derivative financial assets, financial liabilities held for trading and derivative financial liabilities, and investment income received from disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities and other debt investments, other than effective hedging business relating to ordinary operating business of the Company	128,377,583.57
Non-operating income and expenses other than the above Items	16,545,039.33
Less: Effects of income tax	-26,227,927.06
Effects of minority interests (after tax)	-24,349,705.60
Total	240,535,862.79

Notes on the Company's extraordinary gain or loss items as defined in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 - Extraordinary Gains or Losses and the extraordinary gain or loss items as illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 –Extraordinary Gains or Losses defined as its recurring gain or loss items.

Applicable N/A

During the reporting period, the Company did not have any extraordinary gain or loss items as defined and illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 – Extraordinary Gains or Losses as its recurring gain or loss items.

2.2 Total number of shareholders and information on shareholdings of the top ten shareholders as at the end of the reporting period

1. Total number of shareholders of ordinary shares and shareholders of preference shares with resumed voting rights and information on shareholdings of the top ten shareholders

Unit: Share

Total number of shareholders of ordinary shares as at the end of the reporting period		199,483	Total number of shareholders of preference shares with resumed voting rights as at the end of the reporting period		0	
Information on shareholdings of the top ten shareholders						
Name of shareholder	Nature of shareholder	Shareholding ratio	Number of shares held	Number of restricted shares held	Pledged or frozen	
					Status of shares	Quantity
HKSCC Nominees Limited	Foreign shareholder	24.43%	1,938,473,116			
Weichai Group Holdings Limited	State-owned legal person	17.72%	1,406,100,000	1,345,905,600		
Hong Kong Securities Clearing Company Limited	Overseas legal person	5.05%	400,869,680			
Weifang Investment Group Company Limited	State-owned legal person	3.74%	296,625,408	296,625,408		
China Securities Finance Corporation Limited	Domestic non-state-owned legal person	2.06%	163,608,906			
IVM Technical Consultants Wien Gesellschaft m.b.H	Overseas legal person	1.51%	119,618,700			
Central Huijin Assets Management Company Limited	State-owned legal person	1.37%	108,492,800			
Shandong Enterprise Trust Operation Company Limited	Domestic non-state-owned legal person	0.87%	68,740,060			
Tan Xuguang	Domestic natural person	0.74%	58,842,596	44,131,947		

Bank of Communications – Rong Tong Industry Prosperous Securities Invest Fund (交通银行—融通行业景气证券投资基金)	Funds, wealth management products etc.	0.62%	49,132,652			
Information on shareholdings of the top ten non-restricted shareholders						
Name of shareholder	Number of non-restricted shares held	Types of shares				
		Types of shares	Quantity			
HKSCC Nominees Limited	1,938,473,116	Overseas listed foreign shares	1,938,473,116			
Hong Kong Securities Clearing Company Limited	400,869,680	RMB ordinary shares	400,869,680			
China Securities Finance Corporation Limited	163,608,906	RMB ordinary shares	163,608,906			
IVM Technical Consultants Wien Gesellschaft m.b.H	119,618,700	RMB ordinary shares	119,618,700			
Central Huijin Assets Management Company Limited	108,492,800	RMB ordinary shares	108,492,800			
Shandong Enterprise Trust Operation Company Limited	68,740,060	RMB ordinary shares	68,740,060			
Weichai Group Holdings Limited	60,194,400	RMB ordinary shares	60,194,400			
Bank of Communications – Rong Tong Industry Prosperous Securities Invest Fund (交通银行—融通行业景气证券投资基金)	49,132,652	RMB ordinary shares	49,132,652			
Hu Zhongxiang	44,466,545	RMB ordinary shares	44,466,545			
ChinaAMC Fund — Agricultural Bank — ChinaAMC China Securities and Financial Assets Management Program (华夏基金—农业银行—华夏中证金融资产管理计划)	33,002,800	RMB ordinary shares	33,002,800			
Statement on the connected relationship or acting in concert relationship among the aforementioned shareholders	Among the aforesaid shareholders, Mr. Tan Xuguang is the chairman of Weichai Group Holdings Limited. The Company is not aware whether there is any connected relationship among the aforementioned shareholders, or whether there is any acting in concert relationship among them.					
Description of top 10 shareholders' involvement in financing and securities lending businesses	Among the top 10 shareholders of the Company, Hu Zhongxiang held 44,466,545 shares through a client credit trading guarantee securities account of China Galaxy Securities Co., Ltd..					

Whether any of the top ten shareholders of ordinary shares and the top ten non-restricted shareholders of ordinary shares of the Company conducted any transactions on agreed repurchases during the reporting period

Yes No

None of the top ten shareholders of ordinary shares or the top ten non-restricted shareholders of ordinary shares of the Company conducted any transactions on agreed repurchases during the reporting period.

2. Total number of shareholders of preference shares and information on shareholdings of the top ten shareholders of preference shares as at the end of the reporting period

Applicable N/A

SECTION 3 IMPORTANT EVENTS
3.1 Information on and reasons for the changes of major accounting items and financial indicators during the reporting period

√ Applicable □ N/A

Unit: RMB

Item on statements	As at the end of the reporting period	As at the end of last year	Percentage change	Reason
Accounts receivable	21,048,536,621.65	14,285,262,297.09	47.34%	It is mainly attributable to the fact that some clients generally make the payment on credit terms and fully pay off at the end of year.
Short-term loans	3,330,660,676.22	2,014,692,401.39	65.32%	It is mainly attributable to the general working capital requirements.
Tax payable	2,986,636,947.18	2,064,584,764.70	44.66%	It is mainly attributable to the recognition according to the sales in the current period.
Item on statements	From the beginning of year to the end of the reporting period	Corresponding period of last year	Percentage change	Reason
Finance expenses	-14,417,716.12	108,178,472.26	-113.33%	It is mainly attributable to the increase in interest income in this period.
Gain on change of fair value	98,257,596.99	42,928,155.31	128.89%	It is mainly attributable to the change in fair value of derivatives.
Impairment loss of assets	-87,298,639.92	-25,409,682.40	-243.56%	It is mainly attributable to the provision for impairment of inventories.
Net cash flows from operating activities	-9,495,115,901.46	-1,274,747,500.41	-644.86%	It is mainly attributable to the increase in cash paid for purchase of goods and receiving of services in this period compared to the corresponding year.
Net cash flows from investing activities	-1,667,726,991.09	-4,588,356,026.59	63.65%	It is mainly attributable to the decrease in structured deposits in this period.
Net cash flows from financing activities	1,649,804,941.53	-621,095,141.11	365.63%	It is mainly attributable to the increase in cash received from borrowings.

3.2 Analysis and description on the progress of important events, their impacts and solutions
 Applicable N/A

Progress of implementation of share repurchase

 Applicable N/A

Progress of implementation of the disposal of repurchased shares by way of centralized bidding

 Applicable N/A

3.3 Commitments made by the Company's de facto controllers, shareholders, connected parties, acquirers entities and other related committing parties not yet implemented during the reporting period
 Applicable N/A

The commitment	Commitments by	Type of commitment	Contents of commitments	Time of commitments	Period of commitments	Implementation situation
Other commitments to medium and minority shareholders of the Company	Shaanxi Automotive Group Co., Ltd., Shaanxi Heavy-duty Motor Company Limited	Other commitments	<p>I. Issues relating to the qualification of Shaanxi Heavy-duty Motor Company Limited ("Shaanxi Zhongqi"):</p> <p>1. The business scope of Shaanxi Zhongqi covers the production and sale of full-set automobiles ("Sale and export trade (licenced operation) of automobiles (excluding sedans), auto parts and components and engines produced by the company" as stated in its Business Licence of Corporate Legal Person). According to the announcement of "Vehicle Manufacturers and Products" made by the State Development and Reform Commission (the "SDRC"), Shaanxi Automotive Group Co., Ltd. ("Shaanxi Automotive"), the other shareholder of Shaanxi Zhongqi, remained as the manufacturer of the "Shaan-qi" branded automobiles.</p> <p>2. In establishing Shaanxi Zhongqi jointly with TAGC, the contribution from Shaanxi Automotive was represented by the operating assets relating to the operation of heavy-duty automobile production, whereas the corresponding undertakings and human resources were taken over by Shaanxi Zhongqi. Whilst the qualification of Shaanxi Automotive for producing and selling heavy-duty full-set</p>	9 April 2007	Before 30 June 2007	Implementation of commitments was not yet completed.

			<p>automobile products shall be succeeded by Shaanxi Zhongqi, the formalities for the change of qualification have not been completed under the influence of the “Delong-league” crisis and other factors. Shaanxi Automotive has committed to cooperating in procuring the change of qualification as mentioned above according to the law.</p> <p>II. Issues relating to land lease:</p> <p>1. Shaanxi Zhongqi leased from Shaanxi Automotive land parcels and buildings located in No. 39 and No. 71 of Xingfu Bei Road in Xincheng District, Xi’an City and Caojia Town in Qishan County.</p> <p>2. Shaanxi Automotive failed to provide the relevant title documents including property ownership certificates, land use certificates or leasing registration certificates, etc.</p> <p>3. Shaanxi Automotive and Shaanxi Zhongqi undertook that they shall fully negotiate and communicate with local governments to seek elimination of the irregularities existing in the leased land and properties, within the shortest possible timeframe. Where losses are suffered by Shaanxi Zhongqi in this regard, Shaanxi Automotive shall be responsible for its full compensation.</p>			
	Shaanxi Fast Gear Co., Ltd.	Other commitments	1. Shaanxi Fast Gear Co., Ltd. (“SFGC”), a subsidiary controlled by the Company leased from Shaanxi Auto Gear General Works (currently named Shaanxi Fast Gear Automotive Transmission Co., Ltd., and hereinafter “Fast Transmission”) two parcels of land located in Daqing Road, Lianhu District, Xi’an City and Wu Zhang Yuan Town in Qishan County and Shucang Village in Baoji County, both in Shaanxi Province. The aforesaid two parcels of land were acquired by Fast Transmission by way of allocation, but Fast Transmission failed to provide competent	1 December 2006	One year	Implementation of commitments was not yet completed.

			<p>government authorities with documents testifying agreed leasing of the land use rights concerning such allocated land.</p> <p>2. SFGC leased from Fast Transmission buildings located in the west section of Daqing Road, Lianhu District, Xi'an City and Wu Zhang Yuan Town in Qishan Country and Shucang Village in Baoji County. For some of the buildings, title documents including property ownership certificates, corresponding land use right certificates and leasing registration, etc. have not yet been obtained.</p> <p>3. Fast Transmission and SFGC undertook to fully negotiate and communicate with the local governments to seek lawful and effective regulations or adjustments to the leasing of land and properties within one year and seek elimination of the existing circumstances of irregularities in respect of the leasing of land parcels and properties.</p>			
	Weichai Power Co., Ltd.	Other commitments	During the merger by absorption with TAGC, Weichai Power built some properties on a parcel of land acquired by way of land grant, allocation and leasing which is to the west of Weizhou Road and to the south of Min Sheng Road East Street by Weifang Diesel Engine Factory (currently named Weichai Group Holdings Limited, and hereinafter "Weichai Group"). Application has been made by Weichai Power for the grant (transfer) of six parcels of land under Weichai Group where the aforesaid buildings are located, to obtain the land use rights by way of land grant to the aforesaid land parcels.	1 December 2006	One year	Implementation of commitments was not yet completed.

Whether the commitments have been implemented timely	No
If implementation of commitments is not yet completed, state detailed reasons for not completing implementation of commitments and next plan	<p>1. Regarding the commitments made by Shaanxi Automotive and Shaanxi Zhongqi</p> <p>Shaanxi Automotive Group, through Weichai Power Co., Ltd., issued announcements in designated media on 13 August 2014, stating the reasons for not implementing the commitments, updates on progress, next solutions and relevant risk factors as follows: “I. Since 2007, Shaanxi Automotive has striven to transfer the qualification for producing full-set heavy-duty vehicles to Shaanxi Heavy-duty Motor Company Limited, a controlling subsidiary of Weichai Power. However, in actual practice, due to the change of austerity measures and industry policies of the state, competent authorities including the State Development and Reform Commission and the Ministry of Industry and Information Technology do not permit the segregation and partial transfer of qualification with respect to full-set automobile. As such, the “change of holder of sale and production qualification in respect of fullset heavy-duty vehicle products to Shaanxi Heavy-duty Motor Company Limited, a controlling subsidiary of Weichai Power Co., Ltd.” has not been completed albeit efforts made by various parties. Going forward, the Company will actively trace the changes of state policies applicable to the automobile industry. Once permitted under policies, we commit that transfer of sale and production qualification in respect of full-set heavy-duty vehicles will be completed within half a year. II. Since its establishment in 2002, Shaanxi Heavy-duty Motor Company Limited has undergone rapid and healthy development and fully safeguarded the interests of investors. The qualification issue has never had any impact on the normal operation and development of the company. This management approach has also won recognition from competent state authorities. Shareholders from both sides and relevant regulatory bodies have been satisfied with the operation, development and result of performance of the company. III. The land and buildings located at No. 39 and No. 71 of Xingfu Bei Road in Xincheng District, Xi’an City, Shaanxi Province are listed under the “Comprehensive Renovation Work Plan for the Neighborhood at Xingfu Road (《幸福路地区综合改造工作方案》)” in accordance with the Notice Concerning the Issuance of Comprehensive Renovation Work Plan for the Neighborhood at Xingfu Road (《关于印发幸福路地区综合改造工作方案的通知》) under Shi Zheng Bang Fa No. (2013) 89 issued by the General Office of Xi’an People’s Government, requiring enterprises to complete removal by the due date, and the relevant matters shall be implemented according to the government’s arrangements. Shaanxi Heavy-duty Motor Company Limited moved to its registered address namely Jingwei Industrial Park, Economic and Technological Development Zone, Xi’an in 2006 and obtained state-owned land use right in respect of land parcels occupying approximately 2,700 mu, satisfying its operation and development needs. Regarding the aforesaid matters, the company will lawfully issue announcement in a timely manner through Weichai Power Co., Ltd. ”</p> <p>2. Regarding the commitments made by SFGC</p> <p>Fast Transmission, through Weichai Power Co., Ltd., stated the reasons for not implementing the commitments, updates on progress, next solutions and relevant risk factors as follows: “ I. Regarding the regulations on the land and parcels and buildings located in Daqing Road, Lianhu District, Xi’an City and Wu Zhang Yuan Town in Qishan County and Shucang Village in Baoji County, both in Shaanxi Province, which were originally committed by the group for leasing to Shaanxi Fast Gear Co., Ltd., a controlling subsidiary of Weichai Power Co., Ltd., to date, the land use right certificates and property ownership certificates for the buildings located in Wu Zhang Yuan Town in Qishan County and Shucang Village in Baoji County, both in Shaanxi Province have been completed. The land use right certificate for the land parcels in Daqing Road, Lianhu District, Xi’an City has been completed, but the property ownership certificate is on hold as suggested by the government because Lianhu District is located in the zone that has been designated as part of the government’s removal</p>

area. The factories located in Lianhu District, Xi'an City, Shaanxi Province has been, in accordance with the Notice by Xi'an People's Government Concerning the Administration of the Construction Projects in the Comprehensive Renovation Zone in Tumen Area (《西安市人民政府关于加强土门地区综合改造区域建设项目管理的通告》) under Shi Zheng Gao No. [2013] 4 issued by Xi'an People's Government, the land parcel has been included under the Working Plan of the Comprehensive Renovation of Tumen Area, requiring enterprises to complete removal by the due date, and the relevant matters shall be implemented according to the government's arrangements. The company shall remove on a planned and step-by-step basis and this will not affect the production operation and development of Shaanxi Fast Gear Co. Ltd. II. The group is a wholly state-owned enterprise and its reform and development has been strongly supported by Shaanxi Government and the local government for its region. Its land and properties have been endorsed by the local government and are not subject to risks. The group commits, once again, that it shall bear all losses to be incurred as a result of any failure to normally use/ failure to use those land parcels and buildings by Shaanxi Fast Gear Co. Ltd. which is in turn due to any claim of rights over those land parcels and buildings made by any third parties or imposition of any penalty by the relevant government bodies during the leasing period. Regarding the aforesaid matters, the group will lawfully issue announcement in a timely manner through Weichai Power Co., Ltd. ”

3. Regarding the commitments made by Weichai Power

The 6 parcels of land proposed to be granted have been listed by Weifang People's Government as part of the overall planning for land use under the government's "From City to Industrial Park" initiative, and legal procedures for granting land to Weichai Power will no longer proceed. During the transitional period under the staged implementation of the overall planning of the "From City to Industrial Park" initiative, Weichai Power shall continue to lease those land parcels in the original manner. According to the further communication between the Company and the government, the Company shall implement, by stages, the overall planning of the government's "From City to Industrial Park" initiative.

3.4 Forecast of operating results for the period from January to June 2020

Warnings on and reasons for forecasting possible losses of accumulated net profit from the beginning of the year to the end of the next reporting period or significant changes as compared with the same period of the preceding year

Applicable N/A

3.5 Investments in securities

Applicable N/A

Unit: RMB

Type of securities	Stock code	Short name	Initial Investment cost	Accounting method	Carrying value at the beginning of period	Fair value losses/gain arising during the period	Accumulated fair value changes included in equity during the period	Purchase amount for the period	Sale amount for the period	Gain/loss for the period	Carrying value at the end of period	Accounted for under	Source
Domestic and overseas equity	600166	Foton Motor	194,000,000.00	Fair value measurement	167,200,000.00		-14,400,000.00				152,800,000.00	Investment in other equity instruments	Internal funding
Domestic and overseas equity	000425	XCMG	1,199,540,273.14	Fair value measurement	1,745,234,324.70		-148,985,294.42				1,596,249,030.28	Investment in other equity instruments	Internal funding
Total			1,393,540,273.14	--	1,912,434,324.70		-163,385,294.42				1,749,049,030.28	--	--

3.6. Entrusted wealth management

Applicable N/A

The Company had no entrusted wealth management in the reporting period.

3.7. Investments in derivatives

√ Applicable □ N/A

Unit: in ten thousand RMB

Name of operators of derivatives investment	Connection	Whether or not a connected transaction	Type of derivatives investment	Initial investment amount of derivatives investment	Effective Date	Expiry Date	Investment at the beginning of the period	Amount acquired during the reporting period	Amount disposed of during the reporting period	Amount of provision for impairment (if any)	Investment at the end of the Period	Proportion of investment to the net asset of the Company at the end of the reporting period	Actual amount of profit and loss during the reporting period
The Hong Kong and Shanghai Banking Corporation Limited, the Bank of China, Barclays	No	No	Cross Currency Swap Business	0.00	30 September 2015	30 September 2020	-3,117.84				3,926.05	0.05%	6,905.86
The Hong Kong and Shanghai Banking Corporation Limited, Australia and New Zealand Banking Group Limited, BNP Paribas, JP Morgan	No	No	Cross Currency Swap Business	0.00	14 September 2017	14 September 2022	35,131.63				58,426.69	0.80%	23,171.64

Overseas non-connecting financial institutions etc.	No	No	Cash flow hedge in respect of forward Exchange contracts	0.00	1 January 2017	2019-2020	-2,819.83				5,229.55	0.07%	-4,487.72
Overseas non-connecting financial institutions etc.	No	No	Interest rate swaps hedging	0.00	21 February 2017	2020-2024	-8,809.63				-11,419.59	-0.16%	-3,673.44
Overseas non-connecting financial institutions etc.	No	No	Fair value hedging	0.00	22 June 2018	1 June 2025	2,027.34				2,072.46	0.03%	897.24
Domestic financial institution	No	No	Structured deposit	811,200.00	26 March 2019	23 March 2021	429,500.00	381,700.00	415,200.00		396,000.00	5.44%	4,226.89
Total				811,200.00	--	--	451,911.67	381,700.00	415,200.00		454,235.16	6.23%	27,040.47
Source of derivatives investment funding	Internal funding												
Litigation involved (if applicable)	Not applicable												
Date of the announcement disclosing the approval by the board of directors of derivatives investment by the Board (if any)	23 September 2015												
	31 August 2017												
	22 August 2018												
	11 January 2019												
	18 February 2020												
Risk analysis of positions in derivatives during the reporting period and explanations of risk control measures (including but not limited to market risk, liquidity risk, credit risk, operation risk, legal risk etc.)	There is appropriate internal control system for the management of the Company to control the relevant risks. At the end of reporting period, there was no significant exposure for the positions in derivatives of the Company.												
Changes in market price or product fair value of invested derivatives during the reporting period, where specific methods and relevant assumptions and parameters used shall be disclosed in	In the course of valuation, the Company adopted valuation techniques which were appropriate in the circumstances and for which sufficient data and other information were available for measurement, selecting inputs which were consistent with the characteristics of the assets and liabilities contemplated by market participants under the relevant assets or liabilities transactions. Priorities should be given to the use of relevant observable inputs. Where the relevant observable inputs could not be obtained in a practicable												

the analysis of derivatives' fair value

manner or at all, unobservable inputs would be used instead.

(1) On 1 July 2016, Weichai International Hong Kong Energy Group Co., Limited ("Hong Kong Energy"), a subsidiary of the Company, used the 2015 bond cross currency swaps as hedging instrument, and conducted cash flow hedging on the foreign currency bond amounting to USD400 million against the cash flow fluctuation incurred by change in exchange rates. From January to March 2020, the gain on the changes in fair value of the hedging instruments recognized in other comprehensive income amounted to RMB69,058,611.81 (EUR9,017,028.57). The amount included in the statement of profit and loss for the period was RMB46,075,509.84 (EUR5,950,909.23). There was no material invalid hedge for the reporting period. Key parameters of assumption included interest payment ratio; interest receipt ratio; frequency of interest receipt; frequency of interest payment; USD interest rate curve; EUR interest rate curve; USD/EUR exchange rate curve etc.

(2) The effective date of 2017 bond cross currency swaps contract of Weichai International Hong Kong Energy Group Co., Limited ("Hong Kong Energy"), a subsidiary of the Company, was 14 September 2017. The gain on the changes of fair value of the swap instrument from January to March 2020 amounted to RMB231,716,399.68 (EUR29,870,368.90). Key parameters of assumption included interest payment ratio; interest receipt ratio; frequency of interest receipt; frequency of interest payment; USD interest rate curve; EUR interest rate curve; USD/EUR exchange rate curve etc.

(3) At the inception of hedging, KION Group AG, a subsidiary of the Company, conducted cash flow hedging on forward currency contracts designated to the exchange rate risk of forecast sale, forecast purchase and firm commitment. From January to March 2020, the post-tax loss on the changes in fair value of the hedging instruments recognized in other comprehensive income amounted to RMB28,267,856.00 (EUR3,620,000.00), and the post-tax loss included in profit or loss for the current period was RMB7,621,388.80 (EUR976,000.00). There was no material invalid hedge for the period. Key parameters of assumption included contracted exchange rate, prevailing forward exchange rate, discount rate etc.

(4) KION Group AG, a subsidiary of the Company, conducted cash flow hedging on interest rate swap contracts designated to the interest rate risk of the floating-rate borrowings for acquiring Dematic Group, a subsidiary of the Company. From January to March 2020, the post-tax gain on the changes in fair value of the hedging instruments recognized in other comprehensive income amounted to RMB2,951,726.40 (EUR378,000.00). No amount was taken to profit or loss during the current period. There was no material invalid hedge for the period. Key parameters of assumption included contracted sum of payment, forward interest rate, discount rate etc.

(5) On 22 June 2018, KION Group AG, a subsidiary of the Company, entered into interest rate swap contract to conduct fair value hedging designated to the interest rate risk of the fixed-rate medium-term notes with a face value of EUR100,000,000.00 issued in this period. On 31 March 2020, the aforesaid hedged items of the Group were shown as bonds payable in the financial statements of the Group, with a carrying value of RMB620,799,600.00 (EUR79,500,000.00). The carrying value of the adjustment of changes in fair value of the hedged items taken to the hedged items was RMB87,083,737.60 (EUR11,152,000.00). There was no material invalid hedge for the period. Key parameters of assumption included contracted sum of payment, forward interest rate, discount rate etc. There was a high degree of

	transparency of the market changes of the subject linked to the structured deposit business conducted by the Company with active transactions, whose fair values could be determined based on the prices provided or obtained by intermediary financial institutions such as banks.
Explanations of any significant changes in the Company's accounting policies and specific accounting and auditing principles on derivatives between the reporting period and the last reporting period	No change
Specific opinions of independent Directors on the derivatives investment and risk control of the Company	For details, please refer to the "Independent opinion on the Company's relevant matters by independent directors of Weichai Power Co., Ltd." disclosed by the Company on 31 August 2017, the "independent opinion on the launch of derivative trading business by a controlling subsidiary of the Company by independent directors of Weichai Power Co., Ltd." disclosed by the Company on 22 August 2018 and 11 January 2019 and the "Independent opinion on the Company's relevant matters by independent directors of Weichai Power Co., Ltd." disclosed by the Company on 18 February 2020.

3.8. Meetings with researchers, public relations and interviews during the reporting period

Applicable N/A

Time	Way of reception	Type of guests	Basic information of research
27 March 2020	Live webcast	Corporation, individual, others	For details, please refer to the <i>Logbook of Investor Relations Activities as of 27 March 2020</i> disclosed by the Company on CNINFO website

3.9. External guarantees in violation of regulations

Applicable N/A

3.10. Non-operating funds of the listed company occupied by its controlling shareholders and their associates

Applicable N/A

SECTION 4 FINANCIAL STATEMENTS
4.1 Financial Statements
4.1.1 Consolidated balance sheet

Prepared by: WEICHAI POWER CO., LTD.

31 March 2020

Unit: RMB

Item	31 March 2020	31 December 2019
Current assets:		
Cash and cash equivalents	38,010,227,836.10	48,817,622,206.26
Settlement provisions		
Capital lent to other financial institutions		
Financial assets held for trading	4,239,178,432.86	4,451,059,463.07
Derivative financial assets		
Notes receivable	17,377,923,335.79	15,920,141,988.31
Accounts receivable	21,048,536,621.65	14,285,262,297.09
Receivable financing	8,459,572,746.26	10,537,909,983.71
Prepayments	1,914,814,921.38	996,710,182.20
Insurance receivables		
Reinsurance receivables		
Contract reserve of reinsurance receivables		
Other receivables	1,276,514,240.85	681,601,186.05
Incl.: Interests receivable	59,760,644.51	37,912,073.30
Dividends receivable	5,007,817.60	5,009,506.00
Purchase restituted financial assets		
Inventories	25,375,786,715.78	24,717,700,810.03
Contract assets	1,304,642,586.47	1,174,036,594.50

Held-for-sale assets	24,237,289.50	24,237,289.50
Non-current assets due within one year	2,692,310,255.20	2,658,043,734.50
Other current assets	1,575,693,115.34	1,920,759,332.58
Total current assets	123,299,438,097.18	126,185,085,067.80
Non-current assets:		
Granted loans and advances		
Debt investments		
Other debt investments		
Long-term receivables	8,564,028,092.00	8,447,617,640.00
Long-term equity investments	4,737,466,929.32	4,711,144,533.01
Investments in other equity instruments	1,927,903,566.07	2,103,129,675.18
Other non-current financial assets	861,402,653.40	636,502,629.08
Investment property	585,024,777.41	537,298,133.13
Fixed assets	27,287,800,419.76	26,318,667,724.94
Construction in progress	5,102,551,313.18	5,408,666,017.06
Productive biological assets		
Oil and gas assets		
Right-of-use assets	8,537,926,927.27	9,109,528,185.30
Intangible assets	23,639,089,765.99	23,435,580,132.59
Development expenditure	14,643,019.30	139,500,519.38
Goodwill	24,346,956,147.44	23,822,520,317.99
Long-term prepaid expenses	259,528,273.81	254,367,462.55
Deferred tax assets	5,123,439,292.93	5,034,346,014.96
Other non-current assets	605,628,820.06	687,720,493.20
Total non-current assets	111,593,389,997.94	110,646,589,478.37
Total assets	234,892,828,095.12	236,831,674,546.17
Current liabilities:		
Short-term loans	3,330,660,676.22	2,014,692,401.39
Loans from central bank		
Capital borrowed from other financial institutions		
Financial liabilities held for trading	102,420,747.95	131,920,754.38
Derivative financial liabilities		
Notes payable	16,241,024,519.44	22,446,404,536.58
Accounts payable	37,024,269,664.32	36,748,503,682.85

Advance from customers		
Contract liabilities	10,764,661,995.86	10,654,453,360.19
Selling financial assets of repurchase		
Absorbing deposit and interbank deposit		
Security trading commission		
Security underwriting fees		
Payroll payables	4,756,581,038.10	5,588,996,060.47
Taxes payable	2,986,636,947.18	2,064,584,764.70
Other payables	5,687,910,453.49	6,511,002,642.85
Incl.: Interests payable	104,909,177.86	86,402,649.03
Dividends payable	117,796,658.51	305,265,323.14
Handling fees and commission payable		
Reinsurance payables		
Held-for-sale liabilities		
Non-current liabilities due within one year	12,988,823,236.72	12,998,360,887.57
Other current liabilities	9,081,798,313.25	6,717,853,612.80
Total current liabilities	102,964,787,592.53	105,876,772,703.78
Non-current liabilities:		
Insurance contract reserve		
Long-term borrowings	10,409,806,069.32	11,373,657,990.58
Bonds payable	10,302,095,178.40	10,295,279,995.18
Incl: Preference shares		
Perpetual bonds		
Lease liabilities	8,320,421,889.67	8,943,580,095.61
Long-term payables	4,815,442,145.85	4,658,205,937.06
Long-term payroll payable	10,426,449,414.98	11,667,005,084.73
Provisions	300,984,799.14	315,667,957.84
Deferred income	4,385,330,430.72	4,608,566,796.01
Deferred tax liabilities	5,411,573,514.20	5,406,314,269.55
Other non-current liabilities	4,734,258,945.99	3,911,898,285.35
Total non-current liabilities	59,106,362,388.27	61,180,176,411.91
Total liabilities	162,071,149,980.80	167,056,949,115.69
Equity holders' interest:		
Share capital	7,933,873,895.00	7,933,873,895.00

Other equity instruments		
Incl: Preference shares		
Perpetual bonds		
Capital reserves	120,872,536.43	118,896,726.65
Less: Treasury stock		
Other comprehensive income	-1,140,635,730.06	-1,278,030,636.58
Special reserves	207,913,371.23	193,099,471.45
Surplus reserves	973,728,220.76	973,728,220.76
General risk provision		
Retained earnings	39,346,600,836.84	37,282,373,385.43
Total equity attributable to equity holders of parent company	47,442,353,130.20	45,223,941,062.71
Minority interests	25,379,324,984.12	24,550,784,367.77
Total equity holders' interests	72,821,678,114.32	69,774,725,430.48
Total liabilities and equity holders' interests	234,892,828,095.12	236,831,674,546.17

Legal representative: Tan Xuguang Principal in-charge of accounting: Kwong Kwan Tong Head of accounting department: Li Xia

4.1.2 Balance sheet of the parent company

Unit: RMB

Item	31 March 2020	31 December 2019
Current assets:		
Cash and cash equivalents	16,111,139,334.88	27,276,378,348.59
Financial assets held for trading		
Derivative financial assets		
Notes receivable	20,431,840,447.98	19,031,065,273.37
Accounts receivable	10,913,854,437.44	961,224,481.20
Receivable financing		
Prepayments	292,080,034.50	252,912,459.06
Other receivables	414,268,190.26	495,183,938.26
Incl.: Interests receivable	43,112,011.03	22,430,107.62
Dividends receivable	148,092,192.40	262,092,592.40
Inventories	1,637,850,430.41	3,442,624,138.43
Contract assets		
Held-for-sale assets		

Non-current assets due within one year		
Other current assets		320,293,618.85
Total current assets	49,801,032,875.47	51,779,682,257.76
Non-current assets:		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	15,687,914,274.70	15,588,308,928.23
Investments in other equity instruments	177,220,200.00	191,620,200.00
Other non-current financial assets	48,744,000.00	48,744,000.00
Investment property	1,134,106,757.24	1,098,873,377.18
Fixed assets	3,448,103,136.96	3,006,064,048.78
Construction in progress	2,171,728,207.90	2,277,083,525.08
Productive biological assets		
Oil and gas assets		
Right-of-use assets		
Intangible assets	509,711,110.65	512,203,369.80
Development expenditure		
Goodwill	341,073,643.76	341,073,643.76
Long-term prepaid expenses		
Deferred tax assets	1,242,608,096.41	910,637,045.17
Other non-current assets	2,708,494,074.12	2,484,556,774.12
Total non-current assets	27,469,703,501.74	26,459,164,912.12
Total assets	77,270,736,377.21	78,238,847,169.88
Current liabilities:		
Short-term loans		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	10,163,962,727.28	13,815,739,112.99
Accounts payable	12,924,781,090.00	12,497,803,183.14
Advance from customers		
Contract liabilities	2,089,082,280.88	2,571,680,421.94
Payroll payables	779,621,635.13	985,532,575.51
Taxes payable	1,025,893,215.72	155,032,778.30

Other payables	1,862,892,002.70	2,147,054,763.30
Incl.: Interests payable		
Dividends payable	590,652.59	27,993,120.35
Held-for-sale liabilities		
Non-current liabilities due within one year		
Other current liabilities	2,092,535,209.87	1,674,274,867.54
Total current liabilities	30,938,768,161.58	33,847,117,702.72
Non-current liabilities:		
Long-term borrowings		
Bonds payable		
Incl: Preference shares		
Perpetual bonds		
Lease liabilities		
Long-term payables	7,697,488.34	5,513,797.98
Long-term payroll payable	23,940,373.79	24,734,049.15
Provisions		
Deferred income	949,368,378.15	906,196,708.93
Deferred tax liabilities		
Other non-current liabilities		
Total non-current liabilities	981,006,240.28	936,444,556.06
Total liabilities	31,919,774,401.86	34,783,562,258.78
Equity holders' interest:		
Share capital	7,933,873,895.00	7,933,873,895.00
Other equity instruments		
Incl: Preference shares		
Perpetual bonds		
Capital reserves	695,679,231.81	695,679,231.81
Less: Treasury stock		
Other comprehensive income	-109,875,235.94	-119,983,030.10
Special reserves	100,912,670.84	94,899,845.80
Surplus reserves	3,607,357,154.34	3,607,357,154.34
Retained earnings	33,123,014,259.30	31,243,457,814.25
Total equity holders' interests	45,350,961,975.35	43,455,284,911.10
Total liabilities and equity holders' interests	77,270,736,377.21	78,238,847,169.88

4.1.3 Consolidated income statement

Unit: RMB

Item	Amount for current period	Amount for corresponding period of last year
1. Total revenue	38,999,208,315.52	45,211,633,342.55
Including: Revenue	38,999,208,315.52	45,211,633,342.55
Interest income		
Premium income earned		
Handling fees and commission income		
2. Total cost of sales	35,956,179,325.76	41,012,436,852.78
Including: Cost of sales	30,246,732,197.49	35,419,659,872.66
Interest expenses		
Handling fees and commission expenses		
Payments on surrenders		
Claim expenses-net		
Provision for insurance liability reserve-net		
Policyholder dividends		
Expenses for reinsurance		
Taxes and surcharges	165,417,003.54	189,050,272.97
Distribution and selling expenses	2,717,958,433.42	2,735,617,870.30
General and administrative expenses	1,704,563,082.49	1,572,896,049.44
Research & development Expenses	1,135,926,324.93	987,034,315.15
Finance expenses	-14,417,716.12	108,178,472.26
Incl.: Interest expenses	291,929,427.66	298,545,351.69
Interest income	341,061,732.07	232,202,501.87
Add: Other income	35,742,754.83	47,182,329.96
Investment income (losses are indicated with “-”)	82,886,766.95	92,226,589.02
Including: Investment income from associates and joint ventures	21,575,955.13	11,474,176.97
Income from derecognition of financial assets at amortised cost		
Foreign exchange gains (losses are indicated with “-”)		
Gains on net exposure hedging (losses are indicated with “-”)		

Gains on fair value changes (losses are indicated with “-”)	98,257,596.99	42,928,155.31
Credit impairment losses (losses are indicated with “-”)	-149,948,654.24	-200,209,104.84
Asset impairment losses (losses are indicated with “-”)	-87,298,639.92	-25,409,682.40
Gain on disposal of assets (losses are indicated with “-”)	9,293,579.18	3,084,346.97
3. Operating profit (losses are indicated with “-”)	3,031,962,393.55	4,158,999,123.79
Add: Non-operating income	56,272,570.66	67,485,301.15
Less: Non-operating expenses	39,728,258.11	43,012,774.20
4. Total profits (total losses are indicated with “-”)	3,048,506,706.10	4,183,471,650.74
Less: Income tax expenses	456,825,816.88	810,888,904.05
5. Net profits (net losses are indicated with “-”)	2,591,680,889.22	3,372,582,746.69
(1) Breakdown by continuity of operations		
1. Net profit from continuing operations (net losses are indicated with “-”)	2,591,680,889.22	3,372,582,746.69
2. Net profit from discontinued operations (net losses are indicated with “-”)		
(2) Breakdown by attributable interests		
1. Net profit attributable to owners of the parent	2,064,227,451.41	2,591,351,278.94
2. Minority interests	527,453,437.81	781,231,467.75
6. Net other comprehensive income after tax	399,143,503.79	140,142,214.35
Net other comprehensive income attributable to shareholders of the parent after tax	137,394,906.52	337,949,592.81
(1) Those other comprehensive income not to be reclassified into profit or loss	234,761,161.58	263,486,304.77
1. Changes arising from re-measurement of defined benefit plan	391,342,987.98	-167,506,174.40
2. Other comprehensive income not to be reclassified into profit or loss using the equity method	-12,345,902.10	
3. Change in fair value of investment in other equity instruments	-144,235,924.30	430,992,479.17
4. Change in fair value of credit risk of enterprise		

5. Others		
(2) Those other comprehensive income to be reclassified into profit or loss	-97,366,255.06	74,463,288.04
1. Other comprehensive income to be reclassified into profit or loss using the equity method	4,840,617.60	-40,827.78
2. Change in fair value of other debt investments		
3. Amount of financial assets to be reclassified and taken to other comprehensive income		
4. Provision for impairment of credit in respect of other debt investments		
5. Cashflow hedging reserve	37,878,057.34	-6,648,988.66
6. Exchange differences on foreign currency translation	-140,084,930.00	81,153,104.48
7. Others		
Net other comprehensive income attributable to minority interest after tax	261,748,597.27	-197,807,378.46
7. Total comprehensive income	2,990,824,393.01	3,512,724,961.04
Total comprehensive income attributable to owners of the parent	2,201,622,357.93	2,929,300,871.75
Total comprehensive income attributable to minority interest	789,202,035.08	583,424,089.29
8. Earnings per share:		
(1) Basic earnings per share	0.26	0.33
(2) Diluted earnings per share	0.26	0.33

Legal representative: Tan Xuguang Principal in-charge of accounting: Kwong Kwan Tong Head of accounting department: Li Xia

4.1.4 Income statement of the parent company

Unit: RMB

Item	Amount for current period	Amount for corresponding period of last year
1. Revenue	13,212,454,940.59	12,812,289,440.34
Less: Cost of sales	9,898,413,785.51	9,119,948,360.44
Taxes and surcharges	94,454,271.37	96,834,426.73
Distribution and selling Expenses	357,402,882.65	340,861,291.20
General and administrative expenses	215,835,518.25	249,854,286.55

Research & development expenses	496,383,698.38	417,218,279.89
Finance expenses	-87,860,065.64	-59,373,109.58
Incl.: Interest expenses		
Interest income	89,837,095.50	60,144,400.10
Add: Other income	10,309,496.15	14,066,730.78
Investment income (losses are indicated with “-”)	33,261,488.25	24,990,255.54
Including: Investment income from associates and joint ventures	33,261,488.25	24,990,255.54
Income from derecognition of financial assets at amortised cost (losses are indicated with “-”)		
Gains on net exposure hedging (losses are indicated with “-”)		
Gains on fair value changes (losses are indicated with “-”)		
Credit impairment losses (losses are indicated with “-”)	-156,504,180.40	-140,860,732.74
Asset impairment losses (losses are indicated with “-”)		
Gain on disposal of assets (losses are indicated with “-”)	316,393.32	-4,033,015.71
2. Operating profit (losses are indicated with “-”)	2,125,208,047.39	2,541,109,142.98
Add: Non-operating income	12,111,943.95	2,808,335.20
Less: Non-operating expenses	936,044.37	1,127,108.58
3. Total profits (total losses are indicated with “-”)	2,136,383,946.97	2,542,790,369.60
Less: Income tax expenses	256,827,501.92	404,763,388.58
4. Net profits (net losses are indicated with “-”)	1,879,556,445.05	2,138,026,981.02
(1) Net profit from continuing operations (net losses are indicated with “-”)	1,879,556,445.05	2,138,026,981.02
(2) Net profit from discontinued operations (net losses are indicated with “-”)		
5. Net other comprehensive income after tax	10,107,794.16	35,360,000.00

(1) Those other comprehensive income not to be reclassified into profit or loss	10,107,794.16	35,360,000.00
1. Changes arising from re-measurement of defined benefit plan		
2. Other comprehensive income not to be reclassified into profit or loss using the equity method		
3. Change in fair value of investment in other equity instruments	10,107,794.16	35,360,000.00
4. Change in fair value of credit risk of enterprise		
5. Others		
(2) Those other comprehensive income to be reclassified into profit or loss		
1. Other comprehensive income to be reclassified into profit or loss using the equity method		
2. Change in fair value of other debt investments		
3. Amount of financial assets to be reclassified and taken to other comprehensive income		
4. Provision for impairment of credit in respect of other debt investments		
5. Cashflow hedging reserve		
6. Exchange differences on foreign currency translation		
7. Others		
6. Total comprehensive income	1,889,664,239.21	2,173,386,981.02
7. Earnings per share:		
(1) Basic earnings per share	0.24	0.27
(2) Diluted earnings per share	0.24	0.27

4.1.5 Consolidated cash flow statement

Unit: RMB

Item	Amount for current period	Amount for corresponding period of last year
1. Cash flows from operating activities:		

Cash received from sale of goods and provision of services	27,522,779,499.68	30,116,048,753.01
Net increase in customers' deposit and interbank deposit		
Net increase in loans from central bank		
Net increase in capital borrowed from other financial institutions		
Cash received from premiums of original insurance contract		
Net cash received from reinsurance		
Net increase in policyholder deposit and investment		
Cash received from interests, handling fees and commission		
Net increase in capital borrowed		
Net increase in cash received under repurchasing		
Net cash received from entrusted sale and purchase of securities		
Refund of taxes	76,157,099.25	155,521,984.98
Other cash received relating to operating activities	556,791,401.01	246,759,763.71
Subtotal of cash inflows from operating activities	28,155,727,999.94	30,518,330,501.70
Cash paid for purchase of goods and receiving of services	27,267,263,858.17	20,741,043,970.16
Net increase in customers' loans and advances		
Net increase in fund deposited in central bank and interbank		
Cash paid for claims under original insurance contract		
Net increase in capital lent to other financial institutions		
Cash paid for interests, handling fees and commission		
Cash paid for dividends to policyholders		
Cash paid to and for staff	7,151,535,080.60	6,686,208,666.50
Cash paid for all types of taxes	1,007,896,747.15	1,748,865,364.84
Other cash paid relating to operating activities	2,224,148,215.48	2,616,960,000.61
Subtotal of cash outflows from operating activities	37,650,843,901.40	31,793,078,002.11

Net cash flows from operating activities	-9,495,115,901.46	-1,274,747,500.41
2. Cash flows from investing activities:		
Cash received from disposal of investments	4,681,050,000.00	2,105,000,000.00
Cash from return on investments	43,962,227.30	34,208,227.11
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	15,901,009.13	24,713,147.80
Net cash received from disposal of subsidiaries and other business units		
Other cash received relating to investing activities		
Subtotal of cash inflows from investing activities	4,740,913,236.43	2,163,921,374.91
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	1,473,521,583.96	1,141,277,401.50
Cash paid for investment	4,211,531,933.47	5,611,000,000.00
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other business units	723,586,710.09	
Other cash paid relating to investing activities		
Subtotal of cash outflows from investing activities	6,408,640,227.52	6,752,277,401.50
Net cash flows from investing activities	-1,667,726,991.09	-4,588,356,026.59
3. Cash flows from financing activities:		
Cash received from capital contribution	45,872,050.39	97,380,570.97
Including: Cash received by subsidiaries from capital contribution of minority shareholders	45,872,050.39	97,380,570.97
Cash received from borrowings	11,490,024,741.85	5,570,436,811.40
Other cash received relating to financing activities	71,789,387.20	15,620,366.01
Subtotal of cash inflows from financing activities	11,607,686,179.44	5,683,437,748.38
Cash paid for repayment of borrowings	8,988,831,967.00	5,819,134,929.60
Cash paid for distribution of dividends, profit or for interest	367,113,628.74	469,019,767.51
Including: Dividends and profit distributed to minority shareholders by subsidiaries	209,561,715.42	330,681,732.72
Other cash paid relating to financing activities	601,935,642.17	16,378,192.38
Subtotal of cash outflows from financing activities	9,957,881,237.91	6,304,532,889.49
Net cash flows from financing activities	1,649,804,941.53	-621,095,141.11
4. Effects of changes in exchange rates on cash and cash equivalents	-93,919,399.91	-10,708,924.97
5. Net increase in cash and cash equivalents	-9,606,957,350.93	-6,494,907,593.08

Add: balances of cash and cash equivalents as at the beginning of the period	42,285,584,925.16	34,379,938,275.41
6. Balances of cash and cash equivalents as at the end of the period	32,678,627,574.23	27,885,030,682.33

4.1.6 Cash flow statement of the parent company

Unit: RMB

Item	Amount for current period	Amount for corresponding period of last year
1. Cash flows from operating activities:		
Cash received from sale of goods and provision of services	2,161,637,158.73	5,941,860,617.46
Refund of taxes	1,690,558.20	
Other cash received relating to operating activities	199,044,118.33	52,682,072.27
Subtotal of cash inflows from operating activities	2,362,371,835.26	5,994,542,689.73
Cash paid for purchase of goods and receiving of services	11,138,271,713.56	8,776,454,061.22
Cash paid to and for staff	616,155,452.64	636,974,332.74
Cash paid for all types of taxes	398,204,527.91	755,180,862.42
Other cash paid relating to operating activities	452,429,427.75	113,399,758.68
Subtotal of cash outflows from operating activities	12,605,061,121.86	10,282,009,015.06
Net cash flows from operating activities	-10,242,689,286.60	-4,287,466,325.33
2. Cash flows from investing activities:		
Cash received from disposal of investments		
Cash from return on investments	114,000,400.00	261,043,927.31
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		8,653,514.00
Net cash received from disposal of subsidiaries and other business units		
Other cash received relating to investing activities		241,783,376.18
Subtotal of cash inflows from investing activities	114,000,400.00	511,480,817.49
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	582,182,601.95	366,655,266.23
Cash paid for investment	178,343,858.22	175,840,000.00
Net cash paid for acquisition of subsidiaries and other business units		

Other cash paid relating to investing activities	223,937,300.00	
Subtotal of cash outflows from investing activities	984,463,760.17	542,495,266.23
Net cash flows from investing activities	-870,463,360.17	-31,014,448.74
3. Cash flows from financing activities:		
Cash received from capital contribution		
Cash received from borrowings		
Other cash received relating to financing activities		
Subtotal of cash inflows from financing activities		
Cash paid for repayment of borrowings		
Cash paid for distribution of dividends, profit or for interest	38,762,115.42	
Other cash paid relating to financing activities		
Subtotal of cash outflows from financing activities	38,762,115.42	
Net cash flows from financing activities	-38,762,115.42	
4. Effects of changes in exchange rates on cash and cash equivalents	-39,859.27	-40,805.35
5. Net increase in cash and cash equivalents	-11,151,954,621.46	-4,318,521,579.42
Add: balances of cash and cash equivalents as at the beginning of the period	26,404,688,200.32	19,074,554,698.78
6. Balances of cash and cash equivalents as at the end of the period	15,252,733,578.86	14,756,033,119.36

4.2 Descriptions of adjustment of financial statements

4.2.1 Adjustment to the opening financial statements for the first year of initial implementation of the new standard on revenue and new standard on leases since 2020

Applicable Not applicable

4.2.2 Descriptions of retrospective adjustment to comparative data in previous period for the first year of initial implementation of the new standard on revenue and new standard on leases since 2020

Applicable Not applicable

4.3 Auditors' report

Whether the first quarterly report is audited or not

Yes No

The first quarterly report of the Company is not audited.

WEICHAI POWER CO., LTD.

Tan Xuguang, Chairman

29 April 2020