Stock Exchange Code：002415 **Abbreviation of Securities：Hikvision**
No：2021-063

Hangzhou Hikvision Digital Technology Co., Ltd.

2021 3rd Quarter Report

The Company and all members of the Board of Directors guarantee that the information disclosed is true, accurate and complete without false records, misleading statements or material omissions.

Important Content Notes:

1. The Board of Directors, Board of Supervisors, directors, supervisors and senior management of Hangzhou Hikvision Digital Technology Co., Ltd. (hereinafter referred to as the "Company") hereby guarantee that the information presented in this report shall be together be wholly liable for the truthfulness, accuracy and completeness of its contents and free of any false records, misleading statements or material omissions, and will undertake individual and joint legal liabilities.
2. Chen Zongnian, the Company's legal representative, Jin Yan, the person in charge of the accounting work, and Zhan Junhua, the person in charge of accounting institution (accounting supervisor) hereby declare and warrant that the financial information in this report is authentic, accurate and complete.
3. Whether the 3rd quarter report has been audited

   □Yes√ No

I. Key Financial Data

1. Key Accounting Data and Financial Indicators

Whether the Company performed a retroactive adjustment or restatement of the previous accounting data

□Yes√ No

	2021 Q3	YoY Change(%) between 2021 Q3 and 2020 Q3	2021 Q1~Q3	YoY Change(%) between 2021 Q1~Q3 and 2020 Q1~Q3
Operating income (RMB)	21,727,169,122.78	22.41%	55,629,267,490.88	32.38%
Net profits attributable to shareholders of the Company (RMB)	4,484,216,504.72	17.54%	10,965,641,158.11	29.94%
Net profits attributable to shareholders of the Company excluding non-recurring gains and losses (RMB)	4,472,421,937.46	25.06%	10,693,898,565.44	33.01%
Net cash flows from operating activities (RMB)	——	——	3,931,930,902.23	-28.96%
Basic earnings per share (RMB/share)	0.479	18.27%	1.179	29.70%
Diluted earnings per share (RMB/share)	0.479	18.27%	1.178	29.59%
Weighted average Return on Equity (ROE)	8.11%	-0.23%	20.16%	2.04%
	On September 30th 2021	On December 31st 2020	Change(%) between December 31st 2020 and September 30th 2021	
Total assets (RMB)	96,268,052,568.60	88,701,682,384.20	8.53%	
Owner's equity attributable to shareholders of the Company (RMB)	57,531,112,764.10	53,794,311,162.05	6.95%	

The total share capital of the Company as of the previous trading day of the financial report disclosure:

The total share capital of the Company as of the previous trading day of the financial report disclosure (share)	9,335,806,114

Fully diluted earnings per share calculated using the latest share capital:

Fully diluted earnings per share (RMB/share) calculated with the latest share capital	1.1746

2. Items and Amounts of Non-recurring Gains and Losses

√ Applicable □ Inapplicable

Unit：RMB

Item	Amount occurred in the current reporting period (2021 Q3)	January 1st 2021– September 30th 2021
Profit or loss from disposal of non-current assets (including the write-off for the impairment provision of assets)	4,846,203.81	3,041,161.64
Government subsidies included in the current profit and loss (except for government subsidies that are closely related to the Company's regular business operations, comply with national policies, and those that are continuously enjoyed in accordance with a certain standard fixed or quantitative basis)	84,531,711.49	308,873,090.93
Profits and losses attributed to change in fair value for held-for-trading financial assets and held-for-trading financial liabilities; and investment income from disposal of held-for-trading financial assets, held-for-trading financial liabilities, and available-for-sale financial assets, excluding the effective hedging business related to the regular business operation of the Company.	3,972,241.82	49,910,473.28
Other non-operating income and expenditures except the items mentioned above	-34,812,593.47	-6,266,399.83
Less: Impact of income tax	15,675,808.43	28,165,315.45
Impact of the minority interests (after tax)	31,067,187.96	55,650,417.90
Total	11,794,567.26	271,742,592.67

Details of other profit and loss items that meet the definition of non-recurring profit and loss:

□ Applicable √ Inapplicable

The Company does not have other specific conditions of profit and loss items that meet the definition of non-recurring profit and loss.

Explanations on classifying any non-recurring gain/loss item mentioned in the <Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Non-recurring Gains and Losses> as recurring gain/loss item.

□ Applicable √ Inapplicable

The Company does not classify any non-recurring gain/loss item mentioned in the <Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Non-recurring Gains and Losses> as recurring gain/loss item.

3. Information and explanation about variations in key accounting data and financial indicators

√Applicable □Inapplicable

3.1 Explanation for variations in balance sheet items

Item	Balance on September 30th 2021 (RMB)	Balance on December 31st 2020 (RMB)	YoY change (%)	Note of Changes
Receivables for financing	1,290,351,491.78	1,959,601,195.25	-34.15%	Decrease in note settlement
Prepayments	643,627,193.21	296,334,689.86	117.20%	Expansion of production and sales scale leading to increase in procurement and stocking-up
Inventories	19,053,058,705.00	11,477,906,040.70	66.00%	
Other current assets	1,146,354,009.21	497,914,506.64	130.23%	Increase in deductible VAT input
Construction in progress	2,146,413,104.92	1,425,235,193.72	50.60%	Increase in construction investments on Science and Technology Parks in various locations
Right-of-use assets	443,444,783.37	-	100.00%	Impact of the implementation of the new lease standard in 2021
Goodwill	380,499,743.04	274,203,665.20	38.77%	Changes in the scope of consolidated statements
Other non-current assets	980,502,480.84	721,511,156.08	35.90%	Increase in prepayment for land purchase for production base construction
Notes payable	640,159,568.25	1,036,920,229.85	-38.26%	Decrease in note settlement
Payroll payable	3,815,796,800.58	2,877,786,430.71	32.59%	Increase in staff, compensation and benefits
Other payables	2,589,988,357.74	1,525,053,355.95	69.83%	Increase in endorsed unexpired notes and unpaid dividends payable
Long-term payables	9,260,090.93	39,595,459.35	-76.61%	Impact of the implementation of the new lease standard in 2021
Lease liabilities	208,347,700.38	-	100.00%	
Deferred income	273,891,749.60	190,878,987.69	43.49%	Increase in government subsidies related to assets
Minority equity	1,515,431,627.92	685,432,238.49	121.09%	Increase in profits of holding subsidiaries

3.2 Explanation for variations in income statement items

Items	2021 Q1 ~ 2021 Q3 (RMB)	2020 Q1 ~ 2020 Q3 (RMB)	YoY Change (%)	Note of changes
Total operating income	55,629,267,490.88	42,021,194,889.62	32.38%	Increase in market demand and expansion of sales
Total operating costs	29,854,226,905.32	21,970,833,611.78	35.88%	Increase with sales revenue growth
Business taxes and surcharges	429,088,237.90	284,043,463.58	51.06%	Sales growth impact
Financial expenses	-218,286,014.68	154,708,009.70	-241.10%	Increase in foreign exchange gains and interest income
Investment Income	219,922,536.36	124,741,116.75	76.30%	Increase in investment income from foreign exchange hedging business
Gains/losses from changes in fair value	-46,332,817.33	40,458,673.51	-214.52%	Decrease in gains from changes in fair value of other non-current financial assets
Credit impairment losses	-440,543,687.06	-209,108,587.37	-110.68%	Increase in provision for bad debts
Non-operating expenses	72,515,784.28	12,888,908.91	462.62%	50 million RMB donation to Henan disaster
Profit or loss attributable to minority shareholders	531,243,785.60	138,246,240.73	284.27%	Increase in profits of holding subsidiaries

3.3 Explanation for variations in cash flow statement items

Item	2021 Q1 ~ 2021 Q3 (RMB)	2020 Q1 ~ 2020 Q3 (RMB)	YoY Change (%)	Note of changes
Net cash flows from financing activities	-8,033,456,844.34	-3,556,440,059.57	-125.88%	Net borrowing inflow decreased during the current reporting period

II. Shareholder Information

1. Number of common shareholders and preferred shareholders with resumed voting rights and information about top 10 shareholders

Unit: Share

Total number of common shareholders at the end of the reporting period	265,403	Total number of preferred shareholders (if any) whose voting rights have been recovered at the end of the reporting period (if any)	0

Particulars about top 10 shareholders						
Name of shareholder	Nature of shareholder	Total shares held at the period-end	Share-holding percentage (%)	The number of common shares held with trading restrictions	Pledged, marked or frozen	
					Status	Amount
China Electronics Technology HIK Group Co., Ltd.	Domestic State-owned corporation	3,632,897,256	38.91%	-	Pledged	50,000,000
Gong Hongjia	Overseas individual	962,504,814	10.31%	-	Pledged	108,100,000
Xinjiang Weixun Investment Management Limited Partnership	General domestic corporation	450,795,176	4.83%	-	Pledged	17,810,000
Shanghai Gaoyi Asset Management Partnership (Limited Partnership) - Gaoyi Adjacent Mountain 1 Yuanwang Fund	Funds, wealth management products, etc.	215,000,000	2.30%	-	-	-
Xinjiang Pukang Investment Limited Partnership	General domestic corporation	182,510,174	1.95%	-	Pledged	75,880,000
The 52nd Research Institute at China Electronics Technology Group Corporation	Domestic State-owned corporation	180,775,044	1.94%	-	-	-
Hu Yangzhong	Domestic Individual	155,246,477	1.66%	136,639,858	-	-
Bank of China Co., Ltd. - Efunds Blue Chip Select Hybrid Securities Investment Fund	Funds, wealth management products, etc.	124,000,000	1.33%	-	-	-
Shenwan Hongyuan Securities Company Limited	Domestic State-owned corporation	90,640,562	0.97%	-	-	-
Hong Kong Securities Clearing Company Ltd.(HKSCC)	Overseas corporation	76,827,419	0.82%	-	-	-

Particulars about shares held by the Top 10 common shareholders holding shares that are not subject to trading restriction(s)			
Name of shareholder	Number of common shares without trading restrictions held at the period-end	Type of shares	
		Type	Number
China Electronics Technology HIK Group Co., Ltd.	3,632,897,256	RMB ordinary shares	3,632,897,256
Gong Hongjia	962,504,814	RMB ordinary shares	962,504,814
Xinjiang Weixun Investment Management Limited Partnership	450,795,176	RMB ordinary shares	450,795,176
Shanghai Gaoyi Asset Management Partnership (Limited Partnership) - Gaoyi Adjacent Mountain 1 Yuanwang Fund	215,000,000	RMB ordinary shares	215,000,000
Xinjiang Pukang Investment Limited Partnership	182,510,174	RMB ordinary shares	182,510,174
The 52nd Research Institute at China Electronics Technology Group Co. Ltd.	180,775,044	RMB ordinary shares	180,775,044
Bank of China Co., Ltd. - Efunds Blue Chip Select Hybrid Securities Investment Fund	124,000,000	RMB ordinary shares	124,000,000
Shenwan Hongyuan Securities Company Limited	90,640,562	RMB ordinary shares	90,640,562
Hong Kong Securities Clearing Company Ltd.(HKSCC)	76,827,419	RMB ordinary shares	76,827,419
Central Huijin Investment Ltd.	65,818,800	RMB ordinary shares	65,818,800
Explanation on associated relationship and concerted actions among above shareholders	China Electronics Technology HIK Group Co., Ltd. and The 52nd Research Institute at China Electronics Technology Group are all subject to control of China Electronics Technology Group Corporation. Ms. Chen Chunmei, limited partner of Xinjiang Pukang Investment Limited Partnership, is the spouse of Mr. Gong Hongjia, overseas individual shareholder of the Company. Hu Yangzhong, domestic individual, is holding shares in both Xinjiang Weixun Investment Management Limited Partnership and Xinjiang Pukang Investment Limited Partnership. Except for these, the Company does not know whether the other shareholders are related parties or whether they are acting-in-concert parties in accordance with the *Measures for Management of the Disclosure of the Shareholding Changes of Shareholders of the Listed Company*.		

2. Total number of preferred shareholders and information about Top 10 preferred shareholders

□ Applicable √ Inapplicable

III. Significant Events

√Applicable □Inapplicable

On January 8th 2021, the *Proposal on the Spin-off of the Subsidiary Hangzhou EZVIZ Network Co., Ltd. to be Listed on the Science and Technology Innovation Board (SSE STAR)* and other related proposals were deliberated and adopted by the 21st Meeting of the fourth session of the Board of Directors and the 18th Meeting of the fourth session of the Board of Supervisors of the Company. On June 23rd 2021, the *Proposal on the Overall Restructuring of the Company's Holding Subsidiary Hangzhou EZVIZ Network Co., Ltd. as Limited Liability Company by Shares* was deliberated and adopted by the 3rd Meeting of the Strategy Committee in 2021 of the fifth session of the Board of Directors of the Company. On June 24th 2021, EZVIZ Network as a whole was restructured and changed to a limited liability company by shares. On July 2nd 2021, Zhejiang Securities Regulatory Bureau of China Securities Regulatory Commission accepted the application filed by EZVIZ Network for initial public offering of A-shares and pre-listing counseling for listing on the Science and Technology Innovation Board. On August 10th 2021, the fourth meeting of the fifth board of directors of the Company and the fourth meeting of the fifth board of supervisors reviewed and approved the *Proposal (Revised Draft) on the Spin-off of the Subsidiary Hangzhou EZVIZ Network Co., Ltd. to be listed on the Science and Technology Innovation Board (SSE STAR)* and other related proposals. On September 27th 2021, the Company's 2021 second extraordinary general meeting of shareholders reviewed and approved the *Proposal (Revised Draft) on the Spin-off of the Subsidiary Hangzhou EZVIZ Network Co., Ltd. to be listed on the Science and Technology Innovation Board (SSE STAR)* and other related proposals.

On July 16th 2021, the Company received a notice from the Hangzhou Haikang Intelligent Industrial Equity Investment Fund Partnership (L.P.) (hereinafter referred to as "Haikang Intelligent Fund") that the Company participated in the establishment. After the unanimous decision of all partners, the limited partners CETHIK Group Co., Ltd. (hereinafter referred to as "CETHIK") transferred its RMB one million equity share of Haikang Intelligent Fund to CETHIK (Hangzhou) Equity Investment Management Co., Ltd. (hereinafter referred to as "CETHIK Equity Investment"). After the completion of the transfer, CETHIK Equity Investment will become the general partner of Haikang Intelligent Fund, holding 0.10% of the equity of Haikang Intelligent Fund; the original general partner CETC Fund Management Co., Ltd. will withdraw from Haikang Intelligent Fund; the total capital contribution subscribed by Haikang Intelligent Fund has become RMB one billion. All partners re-signed the *Hangzhou Haikang Intelligent Industry Equity Investment Fund Partnership (Limited Partnership) Partnership Agreement* and the

Supplementary Agreement on July 16th 2021. Haikang Intelligent Fund completed the industrial and commercial change registration on July 16th 2021, completed the private equity investment fund change filing procedures on August 10th 2021, and obtained the *Private Investment Fund Filing Certificate*.

On July 23rd 2021, the third meeting of the fifth board of directors of the Company deliberated and approved the *Proposal on External Donations to Support Emergency Rescue and Disaster Relief*, agreeing to donate RMB 50 million to the Zhengzhou Red Cross, and authorizing the Company's management team to organize the implementation of donations according to the actual situation. The above donation was completed on July 23rd 2021.

On August 10th 2021, the fourth meeting of the Company's fifth board of directors reviewed and approved the *Proposal on the Investment and Construction of the EZVIZ Intelligent Manufacturing (Chongqing) Base Project by the Holding Subsidiary*, and agreed that Hangzhou EZVIZ Network Co., Ltd. (hereinafter referred to as "EZVIZ Network"), an innovative business and holding subsidiary of the Company, will invest RMB 1.85 billion with self-raised funds to build the EZVIZ Intelligent Manufacturing (Chongqing) Base Project (hereinafter referred to as the "EZVIZ Chongqing Project"). Chongqing EZVIZ Electronics Co., Ltd. (hereinafter referred to as "Chongqing EZVIZ Electronics"), a wholly-owned subsidiary of EZVIZ Networks, is the undertaking company of the above project. On August 23rd 2021, the fourth meeting of the strategy committee of the fifth board of directors of the Company in 2021 deliberated and approved the *Proposal on New Investment in the EZVIZ Intelligent Manufacturing (Chongqing) Base Project by the Company's Holding Subsidiary*, and agreed *EZVIZ* Network to invest RMB 194 million on new process equipment for EZVIZ Chongqing Base Project. On September 17th 2021, Chongqing EZVIZ Electronics won the right to use the state-owned construction land of the project site for RMB 193.98 million. On September 24th 2021, Chongqing EZVIZ Electronics and Chongqing Dadukou District Planning and Natural Resources Bureau signed the *Grant Contract of the State-owned Construction Land Use Right.*

Related inquiries on important information disclosure website:

Title of the temporary public announcement	Disclosure Date	Disclosure website of the temporary public announcement
Proposal on the Spin-off of the Subsidiary Hangzhou EZVIZ Network Co., Ltd. to Be Listed on the SSE STAR (Sci-Tech Innovation Board) Market	January 9th 2021	www.cninfo.com.cn
Announcement on the Change of Partners of Industrial Investment Funds that the Company Participated in the Establishment (Announcement No. 2021-043)	July 19th 2021	www.cninfo.com.cn
Announcement on External Donations to Support Emergency	July 24th 2021	www.cninfo.com.cn

Title of the temporary public announcement	Disclosure Date	Disclosure website of the temporary public announcement
Rescue and Disaster Relief (Announcement No. 2021-047)		
Proposal on the Spin-off of the Subsidiary Hangzhou EZVIZ Network Co., Ltd. to Be Listed on the SSE STAR (Sci-Tech Innovation Board) Market (Revised Draft)	August 11th 2021	www.cninfo.com.cn
Announcement on the Completion of the Filing of Changes to the Industrial Investment Funds that the Company Involved in the Establishment (Announcement No. 2021-054)	August 11th 2021	www.cninfo.com.cn
Announcement on the Investment and Construction of EZVIZ Intelligent Manufacturing (Chongqing) Base Project by the Company's Holding Subsidiary (Announcement No. 2021-052)	August 11th 2021	www.cninfo.com.cn
Progress Announcement Regarding to the Investment and Construction of the EZVIZ Intelligent Manufacturing (Chongqing) Base Project by the Company's Holding Subsidiary (Announcement No.: 2021-057)	September 25th 2021	www.cninfo.com.cn
Announcement on Resolutions of the Second Extraordinary General Meeting of Shareholders in 2021 (Announcement No. 2021-058)	September 28th 2021	www.cninfo.com.cn

IV. Quarterly Financial Reports

1. Financial Statements

1.1 Consolidated Balance Sheet

Unit: RMB

Item	September 30th 2021	December 31st 2020
Current Assets:		
Cash and bank balances	28,617,217,549.23	35,459,729,108.27
Held-for-trading financial assets	6,944,488.57	22,679,846.77
Notes receivable	1,215,757,560.41	1,303,252,705.19
Accounts receivable	26,163,648,777.96	21,979,380,716.86
Receivables for financing	1,290,351,491.78	1,959,601,195.25
Prepayments	643,627,193.21	296,334,689.86
Other receivables	466,541,993.02	519,143,350.82
Inventories	19,053,058,705.00	11,477,906,040.70
Contract assets	282,869,179.03	245,754,510.98
Non-current assets due within one year	1,288,034,666.89	1,001,208,813.83
Other current assets	1,146,354,009.21	497,914,506.64
Total Current Assets	**80,174,405,614.31**	**74,762,905,485.17**
Non-current Assets:		
Long-term receivables	2,249,306,702.58	2,105,570,004.53
Long-term equity investment	856,162,709.05	864,026,710.23
Other non-current financial assets	456,728,888.16	491,939,067.27
Fixed assets	6,374,406,179.41	5,876,007,536.60
Construction in progress	2,146,413,104.92	1,425,235,193.72
Right-of-use assets	443,444,783.37	
Intangible assets	1,217,889,923.50	1,251,317,923.69
Goodwill	380,499,743.04	274,203,665.20
Long-term deferred expenses	98,316,714.21	108,584,686.85
Deferred tax assets	889,975,725.21	820,380,954.86
Other non-current assets	980,502,480.84	721,511,156.08
Total Non-current Assets	**16,093,646,954.29**	**13,938,776,899.03**
Total Assets	**96,268,052,568.60**	**88,701,682,384.20**
Current Liabilities:		
Short-term borrowings	3,351,562,436.69	3,999,246,634.59
Held-for-trading financial liabilities	2,809,255.34	7,405,771.15
Notes payable	640,159,568.25	1,036,920,229.85
Accounts payable	14,239,686,714.74	13,593,884,790.19

Item	September 30th 2021	December 31st 2020
Contract Liabilities	2,611,871,266.68	2,161,166,671.26
Payroll payable	3,815,796,800.58	2,877,786,430.71
Taxes payable	2,216,512,568.99	1,770,057,908.62
Other payables	2,589,988,357.74	1,525,053,355.95
Non-current liabilities due within one year	3,619,948,261.12	3,507,680,339.78
Other current liabilities	761,735,804.63	745,711,579.57
Total Current Liabilities	**33,850,071,034.76**	**31,224,913,711.67**
Non-current Liabilities:		
Long-term borrowings	2,128,684,836.74	1,961,167,761.30
Lease liabilities	208,347,700.38	
Long-term payables	9,260,090.93	39,595,459.35
Provisions	156,164,932.93	151,443,871.02
Deferred income	273,891,749.60	190,878,987.69
Deferred tax liabilities	83,493,469.72	92,979,823.89
Other non-current liabilities	511,594,361.52	560,959,368.74
Total non-current liabilities	**3,371,437,141.82**	**2,997,025,271.99**
Total liabilities	**37,221,508,176.58**	**34,221,938,983.66**
Owners' Equity		
Share capital	9,335,806,114.00	9,343,417,190.00
Capital reserves	5,336,556,456.26	5,178,777,462.09
Less: Treasury shares	1,023,188,723.04	1,121,918,737.47
Other comprehensive income	(104,674,008.70)	(84,993,926.94)
Surplus reserves	4,672,505,348.00	4,672,505,348.00
Retained earnings	39,314,107,577.58	35,806,523,826.37
Total owners' equity attributable to owner of the Company	**57,531,112,764.10**	**53,794,311,162.05**
Minority equity	1,515,431,627.92	685,432,238.49
Total owners' equity	**59,046,544,392.02**	**54,479,743,400.54**
Total liabilities and owners' equity	**96,268,052,568.60**	**88,701,682,384.20**

Legal Representative: Chen Zongnian Person in Charge of the Accounting work: Jin Yan

Person in Charge of Accounting Institution: Zhan Junhua

1.2 Consolidated Income Statement from the beginning of the year to the end of the reporting period

Unit: RMB

Item	2021 Q1~Q3	2020 Q1~Q3
I. Total operating income	**55,629,267,490.88**	**42,021,194,889.62**
II. Total operating costs	**44,117,391,608.90**	**33,719,184,646.63**
Including: operating costs	29,854,226,905.32	21,970,833,611.78
Business taxes and surcharges	429,088,237.90	284,043,463.58
Selling expenses	6,457,804,368.11	5,233,839,568.35
Administrative expenses	1,531,518,894.32	1,335,010,979.18
Research and Development (R&D) expenses	6,063,039,217.93	4,740,749,014.04
Financial expenses	(218,286,014.68)	154,708,009.70
Including: Interest expenses	161,277,514.63	148,373,068.03
Interest income	636,331,864.30	464,390,827.93
Add: Other Income	1,766,628,497.10	1,689,901,236.39
Investment income (loss"-")	219,922,536.36	124,741,116.75
Including: Investment gains (losses) in associated enterprise and joint-venture enterprise	8,034,443.78	(22,332,967.09)
Gains (loss "-") from changes in fair values	(46,332,817.33)	40,458,673.51
Credit impairment losses ("-")	(440,543,687.06)	(209,108,587.37)
Impairment losses ("-") of assets	(296,003,739.00)	(260,366,239.98)
Asset disposal income (loss"-")	11,281,396.84	304,642.17
III. Operating profit (loss"-")	**12,726,828,068.89**	**9,687,941,084.46**
Add: Non-operating income	58,333,999.53	51,501,876.64
Less: Non-operating expenses	72,515,784.28	12,888,908.91
IV. Total profit (loss"-")	**12,712,646,284.14**	**9,726,554,052.19**
Less: Income tax expenses	1,215,761,340.43	1,149,356,334.82
V. Net profit (loss"-")	**11,496,884,943.71**	**8,577,197,717.37**
5.1 Classification by operation continuity		
(a) Net profit (loss) on continuous operation	11,496,884,943.71	8,577,197,717.37
(b) Net profit (loss) on terminated operation	-	-
5.2 Classification by attribution of ownership		
(a) Net profit attributable to owners of parent company	10,965,641,158.11	8,438,951,476.64
(b) Profit or loss attributable to minority shareholders	531,243,785.60	138,246,240.73

Item	2021 Q1~Q3	2020 Q1~Q3
VI. Other comprehensive income, net of income tax	**(20,947,319.59)**	**(36,391,343.45)**
Other comprehensive income attributable to owners of the Company, net of tax	(19,680,081.77)	(34,507,678.30)
(I) Items that will not be reclassified subsequently to profit or loss	-	-
(II) Other comprehensive income to be reclassified to profit or loss in subsequent periods	(19,680,081.77)	(34,507,678.30)
1.Exchange differences arising on conversion of financial statements denominated in foreign currencies	(19,680,081.77)	(34,507,678.30)
Other comprehensive income attributable to minority interests, net of tax	(1,267,237.82)	(1,883,665.15)
VII. Total comprehensive income	**11,475,937,624.12**	**8,540,806,373.92**
Total comprehensive income attributable to owners of the parent company	10,945,961,076.34	8,404,443,798.34
Total comprehensive income attributable to minority shareholders	529,976,547.78	136,362,575.58
VIII. Earnings per share		
(I) Basic earnings per share	1.179	0.909
(II) Diluted earnings per share	1.178	0.909

Legal Representative: Chen Zongnian Person in Charge of the Accounting work: Jin Yan

Person in Charge of Accounting Institution: Zhan Junhua

1.3 Consolidated Cash Flow Statement from the beginning of the year to the end of the reporting period

Unit: RMB

Item	2021 Q1~Q3	2020 Q1~Q3
I. Cash flows from operating activities:		
Cash received from sale of goods or rendering of services	57,804,183,013.33	44,732,201,357.96
Receipts of tax refunds	3,223,557,982.86	2,519,486,353.29
Other cash receipts relating to operating activities	1,506,042,792.76	1,120,966,888.55
Sub-total of cash inflows from operating activities	**62,533,783,788.95**	**48,372,654,599.80**
Cash payments for goods purchased and services received	40,981,820,273.00	28,365,300,528.80
Cash paid to and on behalf of employees	9,760,464,456.89	7,786,708,739.25
Payments of various types of taxes	3,798,000,076.89	3,516,698,560.06
Other cash payments relating to operating activities	4,061,568,079.94	3,169,328,778.86
Sub-total of cash outflows from operating activities	**58,601,852,886.72**	**42,838,036,606.97**
Net Cash flows from Operating Activities	**3,931,930,902.23**	**5,534,617,992.83**
II. Cash flows from Investing Activities:		
Cash receipts from recovery of investments	5,586,296,231.17	1,436,901,231.06

Item	2021 Q1~Q3	2020 Q1~Q3
Cash receipts from investment income	116,643,801.97	151,548,143.79
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	15,477,468.87	21,360,710.88
Other cash receipts relating to investing activities	16,436,232.19	24,102,324.29
Sub-total of cash inflows from investing activities	**5,734,853,734.20**	**1,633,912,410.02**
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	2,125,979,715.74	1,605,697,549.12
Cash paid to acquire investments	5,610,904,398.89	1,831,979,614.38
Net cash paid to acquire subsidiaries and other business units	293,105,351.50	-
Net cash paid for disposal of subsidiaries and other business units	7,355,969.42	-
Sub-total of cash outflows from investing activities	**8,037,345,435.55**	**3,437,677,163.50**
Net cash flows from Investing Activities	**(2,302,491,701.35)**	**(1,803,764,753.48)**
III. Cash flows from financing activities:		
Cash receipts from capital contributions	6,839,900.00	159,764,987.03
Including: cash receipts from capital contributions from minority owners of subsidiaries	6,839,900.00	159,764,987.03
Cash receipts from borrowings	3,856,596,155.84	3,681,920,917.95
Cash receipts from bonds	-	999,500,000.00
Sub-total of cash inflows from financing activities	**3,863,436,055.84**	**4,841,185,904.98**
Cash repayments of borrowings	4,518,670,167.89	1,734,060,296.82
Cash payments for distribution of dividends or profits or settlement of interest expenses	7,118,986,368.12	6,599,275,667.73
Other cash payments relating to financing activities	259,236,364.17	64,290,000.00
Sub-total of cash outflows from financing activities	**11,896,892,900.18**	**8,397,625,964.55**
Net cash flows from Financing Activities	**(8,033,456,844.34)**	**(3,556,440,059.57)**
IV. Effect of foreign exchange rate changes on Cash and Cash Equivalents	**(95,920,442.11)**	**(418,677,132.16)**
V. Net increase in Cash and Cash Equivalents	**(6,499,938,085.57)**	**(244,263,952.38)**
Add: Opening balance of Cash and Cash Equivalents	35,024,837,878.31	26,515,668,008.40
VI. Closing Balance of Cash and Cash Equivalents	**28,524,899,792.74**	**26,271,404,056.02**

Legal Representative: Chen Zongnian Person in Charge of the Accounting work: Jin Yan

Person in Charge of Accounting Institution: Zhan Junhua

2. Notes on financial statement adjustment

(1) Initial Implementation of the new lease standard since the fiscal year of 2021, corresponding adjustments to the relevant items in the financial statements at the beginning of the year

√Applicable □Inapplicable

Whether to adjust the balance sheet account at the beginning of the year √Yes □No

(1.1) Consolidated Balance Sheet

Unit: RMB

Item	December 31st 2020	January 1st 2021	Adjustments
Current Assets:			
Cash and bank balances	35,459,729,108.27	35,459,729,108.27	0.00
Held-for-trading financial assets	22,679,846.77	22,679,846.77	0.00
Notes receivable	1,303,252,705.19	1,303,252,705.19	0.00
Accounts receivable	21,979,380,716.86	21,979,380,716.86	0.00
Receivables for financing	1,959,601,195.25	1,959,601,195.25	0.00
Prepayments	296,334,689.86	293,382,571.09	-2,952,118.77
Other receivables	519,143,350.82	519,026,062.82	-117,288.00
Inventories	11,477,906,040.70	11,477,906,040.70	0.00
Contract assets	245,754,510.98	245,754,510.98	0.00
Non-current assets due within one year	1,001,208,813.83	1,001,208,813.83	0.00
Other current assets	497,914,506.64	497,437,052.79	-477,453.85
Total Current Assets	**74,762,905,485.17**	**74,759,358,624.55**	**-3,546,860.62**
Non-current Assets:			
Long-term receivables	2,105,570,004.53	2,105,570,004.53	0.00
Long-term equity investment	864,026,710.23	864,026,710.23	0.00
Other non-current financial assets	491,939,067.27	491,939,067.27	0.00
Fixed assets	5,876,007,536.60	5,830,677,198.85	-45,330,337.75
Construction in progress	1,425,235,193.72	1,425,235,193.72	0.00
Right-of-use assets		392,997,553.30	392,997,553.30
Intangible assets	1,251,317,923.69	1,251,317,923.69	0.00
Goodwill	274,203,665.20	274,203,665.20	0.00
Long-term deferred expenses	108,584,686.85	108,584,686.85	0.00
Deferred tax assets	820,380,954.86	820,380,954.86	0.00
Other non-current assets	721,511,156.08	721,511,156.08	0.00
Total Non-current Assets	**13,938,776,899.03**	**14,286,444,114.58**	**347,667,215.55**
Total Assets	**88,701,682,384.20**	**89,045,802,739.13**	**344,120,354.93**
Current Liabilities:			
Short-term borrowings	3,999,246,634.59	3,999,246,634.59	0.00
Held-for-trading financial liabilities	7,405,771.15	7,405,771.15	0.00

Item	December 31st 2020	January 1st 2021	Adjustments
Notes payable	1,036,920,229.85	1,036,920,229.85	0.00
Accounts payable	13,593,884,790.19	13,593,884,790.19	0.00
Contract liabilities	2,161,166,671.26	2,161,166,671.26	0.00
Payroll payable	2,877,786,430.71	2,877,786,430.71	0.00
Taxes payable	1,770,057,908.62	1,770,057,908.62	0.00
Other payables	1,525,053,355.95	1,525,053,355.95	0.00
Including : Interests payable			
Dividends payable	205,898,523.84	205,898,523.84	0.00
Non-current liabilities due within one year	3,507,680,339.78	3,644,798,414.28	137,118,074.50
Other current liabilities	745,711,579.57	745,711,579.57	0.00
Total Current Liabilities	**31,224,913,711.67**	**31,362,031,786.17**	**137,118,074.50**
Non-current Liabilities:			
Long-term borrowings	1,961,167,761.30	1,961,167,761.30	0.00
Lease liabilities		230,055,273.70	230,055,273.70
Long-term payables	39,595,459.35	16,542,466.08	-23,052,993.27
Provisions	151,443,871.02	151,443,871.02	0.00
Deferred income	190,878,987.69	190,878,987.69	0.00
Deferred tax liabilities	92,979,823.89	92,979,823.89	0.00
Other non-current liabilities	560,959,368.74	560,959,368.74	0.00
Total non-current liabilities	**2,997,025,271.99**	**3,204,027,552.42**	**207,002,280.43**
Total liabilities	**34,221,938,983.66**	**34,566,059,338.59**	**344,120,354.93**
Owners' Equity			
Share capital	9,343,417,190.00	9,343,417,190.00	0.00
Capital reserves	5,178,777,462.09	5,178,777,462.09	0.00
Less: Treasury shares	1,121,918,737.47	1,121,918,737.47	0.00
Other comprehensive income	(84,993,926.94)	(84,993,926.94)	0.00
Surplus reserves	4,672,505,348.00	4,672,505,348.00	0.00
Retained earnings	35,806,523,826.37	35,806,523,826.37	0.00
Total owners' equity attributable to owner of the Company	**53,794,311,162.05**	**53,794,311,162.05**	**0.00**
Minority equity	685,432,238.49	685,432,238.49	0.00
Total owners' equity	**54,479,743,400.54**	**54,479,743,400.54**	**0.00**
Total liabilities and owners' equity	**88,701,682,384.20**	**89,045,802,739.13**	**344,120,354.93**

(2) Description of retrospective adjustment to prior comparative data for the initial implementation of the new lease standard since the fiscal year of 2021.

√Applicable □Inapplicable

The effects of adoption of the New Lease Standard on balance sheet items on January 1st 2021 are set out as follows:

Consolidated Balance Sheet

Unit: RMB

Item	Under Original Lease Standard	Reclassification (Note)	Under New Lease Standard
Current Assets:			
Prepayments	296,334,689.86	(2,952,118.77)	293,382,571.09
Other receivables	519,143,350.82	(117,288.00)	519,026,062.82
Other current assets	497,914,506.64	(477,453.85)	497,437,052.79
Non-current assets:			
Fixed assets	5,876,007,536.60	(45,330,337.75)	5,830,677,198.85
Right-of-use assets		392,997,553.30	392,997,553.30
Current Liabilities:			
Non-current liabilities due within one year	3,507,680,339.78	137,118,074.50	3,644,798,414.28
Non-current Liabilities:			
Long-term payables	39,595,459.35	(23,052,993.27)	16,542,466.08
Lease liabilities		230,055,273.70	230,055,273.70

Note: For financial leases before the date of initial application, the Company measures the right-of-use assets and lease liabilities respectively in accordance with the original book value of the assets held under financial leases and the payables for financial leases. For operating leases before the date of initial application, the Company measures the lease liabilities at the present value discounted by the incremental borrowing rate on the date of initial application based on the remaining lease payments, and the prepaid rent is adjusted to measure the right-of-use assets according to an amount equal to the lease liabilities of each lease. The lease liabilities (including the liabilities due within one year) and the right-of-use assets recognized by the Company on January 1st 2021 amounted to RMB 386,475,961.59 and RMB 392,997,553.30, respectively. For operating leases before the date of initial application, the Company measures the lease liabilities at the present value discounted by the incremental borrowing rate on the date of initial application which ranges between 1.14% and 9.50%.

3. Audit Report

Whether audit has been performed on this 2021 3rd Quarter Report

□ Yes √ No

The Company's 2021 3rd Quarter report has not been audited

HANGZHOU HIKVISION DIGITAL TECHNOLOGY CO., LTD.

Board of Directors

October 23rd 2021

Note:

This document is a translated version of the Chinese version 2021 3rd Quarter Report ("2021 年第三季度报告"), and the published announcements in the Chinese version shall prevail. The complete published Chinese 2021 3rd Quarter Report may be obtained at www.cninfo.com.cn.