

Ad hoc announcement pursuant to Art. 53 LR

Announcement On the Results for the First Quarter of 2023

The Board of Yangzhou Yangjie Electronic Technology Co., Ltd. (the "Company") (SIX: YJET) hereby announces its results for the first quarter of 2023.

Key Financial Indicators for the First Quarter of 2023

Unit: Yuan Currency: RMB

	First quarter of 2023	First quarter of 2022	Increase/Decrease for the period as compared to the same period last year (%)
Operating revenue	1,310,450,688.72	1,417,502,290.27	-7.55%
Net profits attributable to shareholders of the listed company	181,856,600.45	276,491,045.34	-34.23%
Net profit attributable to shareholders of the listed company, net of non-recurring profit or loss	180,429,428.62	274,365,997.34	-34.24%
Net cash flows from operating activities	52,366,727.43	25,019,606.41	309.30%
Basic earnings per share (RMB/share)	0.35	0.54	-35.19%
Diluted earnings per share (RMB/share)	0.35	0.54	-35.19%
Weighted average return on net assets (%)	2.91%	5.29%	-2.38%
Basic earnings per share, net of non-recurring profit or loss (RMB/share)	0.35	0.54	-35.19%

Diluted earnings per share, net of non-recurring profit or loss (RMB/share)	0.35	0.54	-35.19%
Weighted average return on net assets (%), net of non-recurring profit or loss (%)	2.89%	5.25%	-2.36%
	End of first quarter of 2023	End of first quarter of 2022	Increase/Decrease for the first quarter end as compared to the last year end (%)
Total assets	10,441,317,041.00	9,483,238,483.20	10.10%
Net assets attributable to shareholders of the listed company	6,334,674,834.84	6,153,405,610.35	2.95%

Explanations on the Operating Results and Financial Conditions

During the Reporting Period, the Company's operating income, the net profit attributable to shareholders of the listed company, and the net profit after the deduction of non-recurring gains and losses slightly dropped compared with the same period of the previous year but QoQ growth was positive, and the main reasons are as follows:

1. During the Reporting Period, the Company's operating income and net profit achieved rapid QoQ growth. Specifically, the operating income, the estimated net profit attributable to shareholders of the listed company, and the estimated net profit after the deduction of non-recurring gains and losses grew by 32.86%, 37.88%, and 47.54%, respectively, all of which were owing to the continuous improvement of the external economy on the whole, as well as to consumption recovery. However, the overall prosperity of the global semiconductor industry was at a low ebb. In particular, a downturn compared with the corresponding period of the previous year was witnessed in fields such as consumer electronics and the industrial sector. Due to this, orders and prices suffered a structural decline, leading to the shrinkage of the Company's income and profit.

2. In recent years, the Company has made continuous efforts to optimize the downstream structure and the product structure. In view of this, the Company's performance in the fields of automotive electronics and clean energy has rapidly improved and its production volume of new products such as IGBT has continuously increased. During the Reporting Period, the Company's income from both automotive-grade products and photovoltaic diodes grew by over 40% and the income from IGBT

products grew by more than 100%. However, the Company's current average gross profit from the aforesaid products was lower than the Company's average gross profit, resulting in a structural decline in the Company's gross profit margin on the whole.

3. With adherence to the strategy of international development, the Company recorded a relatively high contribution to its income from overseas markets and a higher profit margin in overseas markets than that in the domestic market. During the Reporting Period, the Company's performance in overseas markets was generally at a low ebb. Despite a certain degree of recovery, it was at a low level compared with the corresponding period of the previous year, which resulted in a structural decline in the Company's overall profit.

4. In combination with the increasing market demands, the Company has formulated plans for future development and expanded production in an orderly manner. Although the projects in the early stage supported by funds raised by the Company have been successively put into operation, their production capacity has not been fully released. This, in combination with various other factors such as the economic downturn, resulted in the increase of the fixed cost of products.

Full First Quarter Report of 2023

The full First Quarter Report is available on our website:
www.21yangjie.com.

Contact information

Yangzhou Yangjie Electronic Technology Co., Ltd.

E-mail: zjb@21yangjie.com

Telephone: +86 0514 80889866

Fax: +86 051487943666

About Yangzhou Yangjie Electronic Technology Co., Ltd.

The Company is one of the few outstanding manufacturers in China that integrates the R&D, manufacturing and sales of semiconductor devices, semiconductor chips and semiconductor silicon wafers. For more information, visit www.21yangjie.com.

Xin Gan Quan Avenue 68, Han Jiang District, Yangzhou, Jiangsu Province, the PRC

Disclaimer

This communication expressly or implicitly contains certain forward-looking statements concerning Yangzhou Yangjie Electronic Technology Co., Ltd. and its business. Such statements involve certain known and unknown risks, uncertainties and other factors, which could cause the actual results, financial condition, performance or

Yangzhou Yangjie Electronic Technology Co., Ltd.
GDR under the symbol "YJET"



achievements of Yangzhou Yangjie Electronic Technology Co., Ltd. to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Yangzhou Yangjie Electronic Technology Co., Ltd. is providing this communication as of this date and does not undertake to update any forward-looking statements contained herein as a result of new information, future events or otherwise.