

AI YOU FOUNDATION

**FINANCIAL STATEMENTS AND
AUDITOR'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020**

[English translation for reference only. Should there be any inconsistency between the Chinese and English versions, the Chinese version shall prevail.]

AI YOU FOUNDATION

FINANCIAL STATEMENTS AND AUDITOR'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

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Client: Ai You Foundation
Auditor: PricewaterhouseCoopers Zhong Tian LLP, Beijing Branch
Tel: 010-6533 8888
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[English translation for reference only]

Auditor's Report

PwC ZT Beijing Shen Zi (2021) No. 0472
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To Ai You Foundation,

Opinion

What we have audited

We have audited the accompanying financial statements of Ai You Foundation, which comprise:

- the balance sheet as at 31 December 2020;
- the business activity statement for the year then ended;
- the cash flow statement for the year then ended; and
- notes to the financial statements.

Our opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Ai You Foundation as at 31 December 2020, and its financial performance and cash flows for the year then ended in accordance with the requirements of the *Accounting System for Non-governmental Non-profit Organisations*.

Basis for Opinion

We conducted our audit in accordance with China Standards on Auditing ("CSAs") and *Audit Guidelines on Foundation Financial Statements*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of Ai You Foundation in accordance with the Code of Ethics for Professional Accountants of the Chinese Institute of Certified Public Accountants ("CICPA Code"), and we have fulfilled our other ethical responsibilities in accordance with the CICPA Code.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management of Ai You Foundation is responsible for the preparation and fair presentation of these financial statements in accordance with the *Accounting System for Non-governmental Non-profit Organisations*, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing these financial statements, management is responsible for assessing Ai You Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate Ai You Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Ai You Foundation's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether these financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with auditing standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Auditor's Responsibilities for the Audit of the Financial Statements (Cont'd)

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Ai You Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in these financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause Ai You Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers Zhong Tian LLP
Beijing Branch

Signing CPA

Zhang Hongtao

Beijing, the People's Republic of China
19 March 2021

Signing CPA

Li Dan

Balance sheet

Ai You Foundation

As at 31 December 2020

Unit: RMB Yuan

Assets	Line No.	31 December 2019	31 December 2020	Liabilities and Net Assets	Line No.	31 December 2019	31 December 2020
Current assets:				Current liabilities:			
Cash at bank and on hand	1	21,185,424.75	180,236,840.76	Short-term borrowings	24	-	-
Short-term investments	2	588,905,905.66	356,520,803.56	Payables	25	6,581,774.79	2,569,921.76
Receivables	3	2,291,834.85	2,784,554.08	Accrued payroll	26	1,327,459.60	1,214,064.58
Advance to suppliers	4	-	-	Tax payable	27	105,068.13	112,914.05
Inventories	5	-	-	Advances from customers	28	-	-
Prepaid expenses	6	290,946.01	1,317,253.97	Accrued expenses	29	-	-
Long-term debt investments due within one year	7	-	-	Provisions	30	-	-
Other current assets	8	818,312.73	1,119,661.57	Current portion of long-term liabilities	31	-	-
Total current assets	9	613,492,424.00	541,979,113.94	Other current liabilities	32	-	-
				Total current liabilities	33	8,014,302.52	3,896,900.39
Long-term investments:							
Long-term equity investments	10	15,442,764.93	96,047,173.86	Long-term liabilities:			
Long-term debt investments	11	-	15,037,749.66	Long-term borrowings	34	-	-
Total long-term investments	12	15,442,764.93	111,084,923.52	Long-term payables	35	-	-
Fixed assets:				Other long-term liabilities	36	-	-
Fixed assets - cost	13	752,486.39	760,244.81	Total long-term liabilities	37	-	-
Less: Accumulated depreciation	14	514,382.10	657,256.38				
Fixed assets - net	15	238,104.29	102,988.43	Entrusted liabilities:			
Construction in progress	16	-	-	Entrusted liabilities	38	-	-
Cultural relic assets	17	-	-	Total liabilities	39	8,014,302.52	3,896,900.39
Fixed assets pending for disposal	18	-	-				
Total fixed assets	19	238,104.29	102,988.43				
Long-term prepaid expenses	20			Net assets:			
Intangible assets:				Unlimited net assets	40	491,002,411.11	451,491,426.65
Intangible assets	21	-	-	Limited net assets	41	130,156,579.59	197,778,698.85
				Total net assets	42	621,158,990.70	649,270,125.50
Entrusted assets:							
Entrusted assets	22	-	-				
Total assets	23	629,173,293.22	653,167,025.89	Total liabilities and net assets	43	629,173,293.22	653,167,025.89

Legal representative:

Prepared by:

Reviewed by:

Business Activity Statement

Ai You Foundation

For the year ended 31 December 2020

Unit: RMB Yuan

Item	Line No.	2019			2020		
		Unlimited	Limited	Total	Unlimited	Limited	Total
Revenue							
Including: Revenue from donation	1	67,258,841.94	194,436,312.66	261,695,154.60	2,115,915.50	267,663,741.86	269,779,657.36
Revenue from rendering of services	2	-	83,490.57	83,490.57	-	-	-
Revenue from sales of goods	3	-	-	-	-	-	-
Government grants	4	-	-	-	-	1,500,000.00	1,500,000.00
Investment income	5	12,837,821.21	9,112,407.45	21,950,228.66	230,232.96	22,437,017.52	22,667,250.48
Other income - interest income	6	4,192.83	190,473.99	194,666.82	4,692.08	186,052.00	190,744.08
Total revenue	7	80,100,855.98	203,822,684.67	283,923,540.65	2,350,840.54	291,786,811.38	294,137,651.92
Expenditure							
Business activity cost	8	255,515,131.61	-	255,515,131.61	246,278,490.00	-	246,278,490.00
General and administrative expenses	9	14,755,922.18	-	14,755,922.18	11,203,035.45	-	11,203,035.45
Financing expenses	10	9,639,277.62	-	9,639,277.62	8,544,991.67	-	8,544,991.67
Total expenditure	12	279,910,331.41	-	279,910,331.41	266,026,517.12	-	266,026,517.12
Limited net assets transferred into unlimited net assets	13	193,891,734.70	(193,891,734.70)	-	224,164,692.12	(224,164,692.12)	-
Movements in net assets (presented with "-" for decrease)	14	(5,917,740.73)	9,930,949.97	4,013,209.24	(39,510,984.46)	67,622,119.26	28,111,134.80

Legal representative:

Prepared by:

Reviewed by:

Cash flow statement

Ai You Foundation

For the year ended 31 December 2020

Unit: RMB Yuan

Item	Line No.	2020	2019
Cash flows used in business activities	1		
Cash received from donation	2	269,779,657.36	261,695,154.60
Cash received from membership fee	3	-	-
Cash received from rendering of services	4	-	83,490.57
Cash received from sales of goods	5	-	-
Cash received from government grants	6	1,500,000.00	-
Cash received relating to other business activities	7	190,744.08	2,248,766.17
Sub-total of cash inflows	8	271,470,401.44	264,027,411.34
Cash paid for donation or financial aid	9	243,952,694.19	250,031,578.81
Cash paid to and on behalf of employees	10	18,676,764.32	20,115,534.40
Cash paid for goods and services	11	-	-
Cash paid relating to other business activities	12	9,191,962.49	8,436,035.89
Sub-total of cash outflows	13	271,821,421.00	278,583,149.10
Net cash flows used in business activities	14	(351,019.56)	(14,555,737.76)
Cash flows from investing activities	15		
Cash received from disposal of investments	16	527,041,665.44	536,980,586.00
Including: Cash received from disposal of long-term equity investments		-	586.00
Cash received from returns on investments	17	20,864,288.33	16,885,004.95
Cash received from disposal of fixed assets and intangible assets	18	-	-
Cash received relating to other investing activities	19	-	-
Sub-total of cash inflows	20	547,905,953.77	553,865,590.95
Cash paid to acquire fixed assets and intangible assets	21	7,758.42	84,216.08
Cash paid to acquire investments	22	388,495,759.78	544,098,962.77
Including: Cash paid to acquire long-term equity investments		80,500,000.00	11,500,000.00
Cash paid relating to other investing activities	23	-	-
Sub-total of cash outflows	24	388,503,518.20	544,183,178.85
Net cash flows from investing activities	25	159,402,435.57	9,682,412.10
Cash flows from financing activities	26		
Cash received from borrowings	27	-	-
Cash received relating to other financing activities	28	-	-
Sub-total of cash inflows	29	-	-
Cash paid for borrowings	30	-	-
Cash paid for interest	31	-	-
Cash paid relating to other financing activities	32	-	-
Sub-total of cash outflows	33	-	-
Net cash flows from financing activities	34	-	-
Effect of foreign exchange rate changes on cash	35	-	-
Net decrease in cash and cash equivalents	36	159,051,416.01	(4,873,325.66)

Legal representative:

Prepared by:

Reviewed by:

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

I. General information

Ai You Foundation (hereinafter “the Foundation”) was authorised for registration by the Ministry of Civil Affairs of the People's Republic of China on 6 May 2008. The unified social credit code is 531000005000210435. The legal representative is Ms. Geng Yuan and the Secretary-General is Mr. Cong Zhigang.

The Foundation operates under the governance of the Ministry of Civil Affairs.

The approved scope of business of the Foundation includes funding the sponsorship, medical aid and education support projects for orphaned, poor and disabled children; supporting the development of public service organisations; providing management and advisory services on public welfare projects; providing government purchase services; funding projects that promote the development of medical industry, such as medical research, communication and training for medical workers, medical social workers supporting, etc.

II. Basis of preparation

Management confirmed that there are no uncertainties or situations relating to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern based on the assessment of the Foundation's ability to continue as a going concern. The financial statements are prepared on a going concern basis.

III. Statement of compliance with the *Accounting System for Non-governmental Non-profit Organisations*

The financial statements of the Foundation for the year ended 31 December 2020 are in compliance with the *Accounting System for Non-governmental Non-profit Organisations*, and truly and completely present the financial position of the Foundation as at 31 December 2020 and its operations, cash flows and other information for the year then ended.

IV. Summary of significant accounting policies

1. Accounting System

The Foundation prepared its financial statements in accordance with the *Accounting System for Non-governmental Non-profit Organisations* issued by the Ministry of Finance and other complementary regulations.

2. Accounting Period

The Foundation's accounting year starts on 1 January and ends on 31 December.

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

IV. Summary of significant accounting policies (Cont'd)

3. Recording currency

The Foundation's recording currency is Renminbi (RMB).

4. Basis of accounting and measurement bases

The Foundation follows the accrual basis of accounting. Assets are measured at historical costs.

5. Accounting for foreign currency transactions

Operating transactions denominated in foreign currency in the accounting year are measured at the RMB equivalent using the market rate at the actual date of transaction (middle rate). At the end of the year, monetary items will be adjusted with the market rate then, exchange gains or losses arising from which will be recognised into the financing expenses for the period or capitalised based on their purpose and nature.

6. Short-term investments

Short-term investments include stocks, bonds, etc., which are readily convertible to cash and are held for a period no more than 1 year (inclusive). Short-term investments are measured at the investment costs when acquired. Upon disposal of short-term investments, the difference between the amount received on disposal and the carrying amount of the short-term investments is recognised into profit or loss of investment in the current period.

7. Accounting for bad debts

The Foundation adopts the allowance method for the accounting for bad debts and makes provision on an individual basis.

A provision for bad debts is made by the Foundation if:

- (1) the debtor goes bankrupt or deceases, and the Foundation is not able to collect the amount under the original terms even if it had been repaid through the debtor's bankruptcy property or bequest;
- (2) the debtor fails to perform its obligations for a long time, and there is sufficient evidence that the debt is irrecoverable or the chance for recovery is minimum.

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

IV. Summary of significant accounting policies (Cont'd)

8. Accounting for long-term investments

(1) Long-term equity investments

Long-term equity investments are measured at the initial investment costs at the date of acquisition. Where the Foundation has no control, common control or significant influence over the investee, the investments are accounted for using the cost method; where the Foundation has control, common control or significant influence over the investee, the investments are accounted for using the equity method.

(2) Long-term debt investments

The actual costs of long-term debt investments at the date of acquisition are deemed as the initial investment costs. For long-term debt investments, the interests are accrued and the discounts or premiums of bonds are amortised on a straight-line basis.

(3) Provision for impairment of long-term investments

Each item of long-term investment is inspected at the end of the period, and the provision for impairment of long-term investments is made based on the difference of the recoverable amount of single investment and its carrying amount.

9. Measurement and depreciation of fixed assets

Fixed assets refer to assets held for administrative management, rendering of services, producing commodities or renting with estimated useful lives over one fiscal year and with relatively high unit value.

(1) A fixed asset shall be measured at the actual cost at the date of acquisition.

(2) Fix assets are depreciated using the straight line method.

According to the straight-line method, the depreciation rate is determined by deducting residual value rate from the cost and the estimated useful lives of the fixed assets. The annual depreciation rates by categories of fixed assets are as follows:

<u>Assets categories</u>	<u>Estimated useful lives</u>	<u>Estimated residual value rate</u>	<u>Annual depreciation rates</u>
Electronic equipment	3 years	3%	32.33%
Office furniture	5 years	3%	19.40%

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

IV. Summary of significant accounting policies (Cont'd)

9. Measurement and depreciation of fixed assets (Cont'd)

(3) Fixed assets without depreciation.

Historical relics and artistic works held for exhibition, education, research, etc., as well as other collections with cultural or historical value and collected as a long-term or permanent preservation should be accounted for as fixed assets, and the depreciation is not necessary.

10. Recognition of limited and unlimited net assets

When the usage of assets and the economic benefits generated from the assets (returns on investments and interests of the assets) are subject to the restriction on its timing or (and) usage set by the provider of the assets or related national laws or administrative regulations, the net assets generated therefrom are limited net assets; otherwise, they are unlimited net assets.

11. Revenue recognition

Revenue refers to the inflows of economic benefits or service potential generated from the operation of non-governmental non-profit organisations and will result in an increase in the net assets of the current period. Revenues are categorised by their sources as revenue from donation, revenue from government grants, revenue from rendering of services, investment income, revenue from sales of goods, other income, etc.

The Foundation recognises revenue realisation in accordance with the following criteria and realised revenue are recognised into profit or loss for the period.

At recognition, revenue is divided into revenue arising from exchange transactions and non-exchange transactions.

Unconditional donation or government grants are recognised when received. Conditional donation or government grants are recognised when the Foundation obtains the control over them. When the Foundation has a present obligation that requires it to fully or partially repay the donated assets or corresponding amount, a liability or an expense is recognised based on the amount of such repayment.

Non-monetary assets from donation should be measured at fair value. The Foundation should require the donor to provide evidence for the fair value of the donated assets. Otherwise, such assets shall not be recognised as donation revenue. Revenue from labour service donation is not recognised into revenue.

Related revenue recognised from assets of which the usage is restricted in timing or (and) usage by the asset provider is limited revenue; other revenue is unlimited revenue.

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

V. Taxation

1. Main categories and rates of taxes applicable to the Foundation

The main categories and rates of taxes applicable to the Foundation are set out below:

<u>Category</u>	<u>Tax rate</u>	<u>Tax base</u>
Enterprise income tax	25%	Taxable income
Value-added tax ("VAT")	6%	Taxable value-added amount

Pursuant to the *Circular on the Overall Promotion of Pilot Program of Levying Value-Added Tax in Place of Business Tax* (Cai Shui [2016] No. 36) jointly issued by the Ministry of Finance and the State Administration of Taxation, as a general taxpayer, the Foundation's investment income from purchasing principal-guaranteed wealth management products of banks is subject to VAT at a tax rate of 6% since 1 May 2016.

2. Tax preference policies and bases

Pursuant to the *Circular on Issues of Enterprise Income Tax Exemption for Non-profit Organisations* issued by the MOF and the State Administration of Taxation (Cai Shui [2009] No. 122), qualified income of non-profit organisations is exempted from enterprise income tax, except for that generated from profit-making activities engaged by non-profit organisations.

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

VI. Notes to the financial statements

1. Cash at bank and on hand

Category	Currency	Opening balance	Ending balance
Cash at bank	RMB	3,185,424.75	166,206,840.76
Other cash balances	RMB	18,000,000.00	14,030,000.00
Total		21,185,424.75	180,236,840.76

2. Short-term investments

Categories of short-term investments	Opening balance			Ending balance		
	Book balance	Provision for bad debts	Carrying amount	Book balance	Provision for bad debts	Carrying amount
WMPs	588,905,905.66	-	588,905,905.66	356,520,803.56	-	356,520,803.56
Total	588,905,905.66	-	588,905,905.66	356,520,803.56	-	356,520,803.56

The wealth management products ("WMPs") of the foundation include: "Bubushengjin 8699", a WMP with floating proceeds for enterprises purchased from China Merchants Bank ("CMB"), which had delivered an actual yield rate of 2.6%-3.1% as at 31 December 2020; a structured deposit product with floating proceeds purchased from CMB, which had delivered an actual yield rate of 2.7% as at 31 December 2020; "Fortune bus No.3", a WMP with floating proceeds purchased from Shanghai Pudong Development Bank, which had delivered an actual yield rate of 3.5% as at 31 December 2020; The other six trust WMPs purchased from Wanxiang Trust Co., Ltd. had delivered an actual yield rate of 7.3%-8.1% as at 31 December 2020; "Win-win and robust cycle 91 days", a WMP with floating proceeds for enterprises purchased from CITIC bank, which had delivered an actual yield rate of 3.5% as at 31 December 2020.

3. Receivables

(1) The ageing of receivables is analysed as follows:

Ageing	Opening balance			Ending balance		
	Book balance	Provision for bad debts	Carrying amount	Book balance	Provision for bad debts	Carrying amount
Within 1 year	345,860.11	-	345,860.11	1,584,554.08	-	1,584,554.08
1 to 2 years	430,672.15	-	430,672.15	100,000.00	-	100,000.00
2 to 3 years	700,000.00	-	700,000.00	400,000.00	-	400,000.00
Over 3 years	815,302.59	-	815,302.59	700,000.00	-	700,000.00
Total	2,291,834.85	-	2,291,834.85	2,784,554.08	-	2,784,554.08

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

VI. Notes to the financial statements (Cont'd)

3. Receivables(Cont'd)

(2) receivables by customer:

Name of customers	Opening balance		Ending balance		Date	Reason
	Book balance	% of total balance	Book balance	% of total balance		
Children's Hospital of Fudan University	100,000.00	4.36%	100,000.00	3.59%	29 November 2017	Deposit for hospitalisation
The affiliated Union Hospital of Tongji Medical College in HUST	400,000.00	17.45%	400,000.00	14.37%	25 December 2017 and 20 July 2018	Deposit for hospitalisation
Jiangxi Provincial Children's Hospital	100,000.00	4.36%	100,000.00	3.59%	19 November 2019	Deposit for hospitalisation
Shanghai Children's Medical Centre, Medical School of SJTU	200,000.00	8.73%	200,000.00	7.18%	29 December 2017	Deposit for hospitalisation
Children's Hospital, Capital Institute of Paediatrics	200,000.00	8.73%	200,000.00	7.18%	30 March 2017	Deposit for hospitalisation
Beijing Shengdalian Property Management Co., Ltd.	83,553.06	3.65%	-	-	31 August 2015 and 26 November 2016	Settled
Beijing Kuntai Jiahua Real Estate Management Co., Ltd.	762,421.68	33.27%	-	-	14 August 2015, 25 November 2016 and 13 November 2018	Settled
Chinese PLA General Hospital	200,000.00	8.73%	200,000.00	7.18%	17 August 2018	Deposit for hospitalisation
Beijing Wangjing Souhou Real Estate Co., Ltd.	-	-	608,473.59	21.85%	17 September 2020、13 October 2020	Deposit for renting office
Chaoyang Branch of Beijing Souhou Property Management Co., Ltd.	-	-	107,899.20	3.88%	17 September 2020、28 September 2020、13 October 2020、20 November 2020	Deposit for property
Wangjing Branch of Beijing Souhou Property Management Co., Ltd.	-	-	1,858.35	0.07%	13 October 2020	Deposit for renting warehouse and office
TenPay Payment Technology Co., Ltd.	24,814.05	1.08%	-	-	31 December 2019	Settled
Alipay (China) Network Technology Co., Ltd.	221,016.93	9.64%	-	-	31 December 2019	Settled
Beijing Qiandaibao Payment Technology Co., Ltd.	29.13	0.00%	121,263.33	4.35%	31 December 2019	Charitable donation in petty cash
TenPay Payment Technology Co., Ltd.	-	-	138,421.60	4.97%	31 December 2020	Charitable donation in petty cash
Alipay (China) Network Technology Co., Ltd.	-	-	606,638.01	21.79%	31 December 2020	Charitable donation in petty cash
Total	2,291,834.85	100.00%	2,784,554.08	100.00%		

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

VI. Notes to the financial statements (Cont'd)

4. Prepaid expenses

Detailed item	Opening balance	Increase in the current year	Amortisation charged in the current year	Ending balance
Rental expenses	256,829.24	2,655,225.39	(2,762,748.33)	149,306.30
Property management fee	27,851.02	334,007.56	(281,936.83)	79,921.75
Decoration fee	6,265.75	1,119,112.40	(37,352.23)	1,088,025.92
Total	290,946.01	4,108,345.35	(3,082,037.39)	1,317,253.97

5. Long-term equity investments

Investee	Initial investment cost	Opening balance	Ending balance	Proportion	Accounting method
Justering (Beijing) Technologies Co., Ltd. (1)	3,000,000.00	2,942,764.93	3,047,173.86	5.66%	Equity method
Beijing Xiangyue Education Technology Co., Ltd.	1,000,000.00	1,000,000.00	1,000,000.00	0.98%	Cost method
Beijing Hongyi Media Co., Ltd.	1,500,000.00	1,500,000.00	1,500,000.00	15.00%	Cost method
Nanjing Yuanheng Equity Investment Management Partnership(2)	10,000,000.00	10,000,000.00	20,000,000.00	0.774%	Cost method
Beijing Gaorong Phase IV Kangteng Equity Investment Partnership(Limited Partnership) (3)	13,500,000.00	-	13,500,000.00	1.47%	Cost method
Nanjing Wuyuan Qixing Venture Capital Center (Limited Partnership)(4)	8,000,000.00	-	8,000,000.00	1.9175%	Cost method
New Sizhe Value Evolution Phase I Private Equity Fund (5)	5,000,000.00	-	5,000,000.00	—	Cost method
New Creative Multi-Strategy Fund 3 (6)	15,000,000.00	-	15,000,000.00	—	Cost method
Penghua Fund Pengtai No. 20 collective asset management plan (7)	29,000,000.00	-	29,000,000.00	—	Cost method
Total	86,000,000.00	15,442,764.93	96,047,173.86		

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

VI. Notes to the financial statements (Cont'd)

5. Long-term equity investments (Cont'd)

- (1) The Foundation has been investing in Justering (Beijing) Technologies Co., Ltd. ("Justering Beijing") since 2016, and holds 5.66% of the investee's shares. The investee's Board of Directors consists of 5 directors, including one representative of the Foundation. The Foundation has the right to participate in the decision-making of the investee's financial and operating policies and has significant influence over the investee.
- (2) For the purpose of maintaining or increasing assets' value, the Foundation purchased a private fund WMP managed by Lhasa Yuanchi Investment Management Co., Ltd. in October 2019, and held 0.774% of the shares of a product company Nanjing Yuanheng Equity Investment Management Partnership as a limited partner. Limited partners are not allowed to participate in the management and control of the investment business and operating decisions of the partnership, so the investment doesn't impose significant influence on the investee and is accounted for using the cost method.
- (3) For the purpose of maintaining or increasing assets' value, the Foundation purchased a private equity fund asset management product operated by the Tibet Gaorong Capital Management Co., Ltd. in August 2020, and held 1.47% of the shares of the company as a limited partner. Limited partners are not allowed to participate in the management and control of the investment business and business decision-making of the partnership, so the investment doesn't impose significant influence on the investee and is accounted for using the cost method.
- (4) For the purpose of maintaining or increasing assets' value, the Foundation purchased a private equity fund asset management product operated by Shanghai Xingpan Investment Management Consulting Co., Ltd. in August 2020, and held 1.9175% of the shares of the product company Nanjing Wuyuan Qixing Venture Capital Center as a limited partner. Limited partners are not allowed to participate in the management and control of the investment business and business decision-making of the partnership, so the investment doesn't impose significant influence on the investee and is accounted for using the cost method.
- (5) For the purpose of maintaining or increasing assets' value, the Foundation invested RMB 5 million in the first phase of New Sizure Value Evolution Private Equity Fund in August 2020. The fund manager is Shenzhen New Sizhe Investment Management Co., Ltd. and the fund custodian is Guotai Junan Securities Limited company.
- (6) For the purpose of maintaining or increasing assets' value, the Foundation invested RMB 15 million in the New Creative Multi-Strategy Fund 3 in August 2020. The fund manager is Shenzhen New Sizhe Investment Management Co., Ltd. and the fund custodian is Guotai Junan Securities Limited company.
- (7) For the purpose of maintaining or increasing assets' value, the Foundation purchased Penghua Fund Pengtai No. 20 collective asset management plan in August 2020. The fund manager is Penghua Fund Management Co., Ltd. and the fund custodian is Huatai Securities Co., Ltd. Penghua Fund Pengtai No. 20 collective asset management plan is an open-ended hybrid fund, and this fund will exist for five years.

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

VI. Notes to the financial statements (Cont'd)

6. Long-term debt investments

Investee	Opening balance	Ending balance
Wanxiang Trust-Real Estate No. 679 (1)	-	15,037,749.66
Total	-	15,037,749.66

(1) For the purpose of maintaining or increasing assets' value, the Foundation invested 15 million on the long-term trust asset Wanxiang Trust-Real Estate No. 679 in June 2020. The contract will expire on March 5, 2022, and the expected annual rate of return is 8.5%.

7. Fixed assets and accumulated appreciation

(1) Fixed assets listed by categories:

Item	Opening balance	Increase in the current period	Decrease in the current period	Ending balance
1. Total cost	752,486.39	7,758.42	-	760,244.81
Including: Electronic devices	724,234.18	7,758.42	-	731,992.60
Office furniture	28,252.21	-	-	28,252.21
2. Total accumulated depreciation	(514,382.10)	(142,874.28)	-	(657,256.38)
Including: Electronic devices	(495,612.04)	(134,726.14)	-	(630,338.18)
Office furniture	(18,770.06)	(8,148.14)	-	(26,918.20)
3. Total carrying amount	238,104.29	(135,115.86)	-	102,988.43
Including: Electronic devices	228,622.14	(126,967.72)	-	101,654.42
Office furniture	9,482.15	(8,148.14)	-	1,334.01

(2) Fixed assets listed by usage:

Usage	Opening balance			Ending balance		
	Cost	Accumulated depreciation	Carrying amount	Cost	Accumulated depreciation	Carrying amount
Self-use	752,486.39	(514,382.10)	238,104.29	760,244.81	(657,256.38)	102,988.43
Total	752,486.39	(514,382.10)	238,104.29	760,244.81	(657,256.38)	102,988.43

8. Payables

Item	Opening balance	Increase in the current year	Decrease in the current year	Ending balance
Payables	6,581,774.79	2,513,510.17	(6,537,136.62)	2,558,148.34
Other Payables	-	2,792,464.89	(2,780,691.47)	11,773.42
Total	6,581,774.79	5,305,975.06	(9,317,828.09)	2,569,921.76

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

VI. Notes to the financial statements (Cont'd)

8. Payables (Cont'd)

Recipients of payables:

Item	Opening balance	Increase in the current year	Decrease in the current year	Ending balance
Beijing Yunke Kaichuang Information Technology Co., Ltd.	1,165,000.00	-	(968,400.00)	196,600.00
The affiliated Union Hospital of Tongji Medical College in HUST	116,976.68	623,591.79	(116,976.68)	623,591.79
The Second Xiangya Hospital of CSU	120,351.65	408,375.82	(120,351.65)	408,375.82
Children's Hospital of Fudan University	42,320.22	222,715.90	(42,320.22)	222,715.90
Alibaba Cloud Computing Co., Ltd.	-	218,000.00	-	218,000.00
Children's Hospital of ShenZhen	-	195,919.00	-	195,919.00
Beijing Huaxin Hospital	-	172,362.53	-	172,362.53
Cardiovascular and Cerebrovascular Disease Specialty Hospital of Qinghai Province	-	160,845.86	-	160,845.86
ShanXi Provincial People's Hospital	-	106,672.66	-	106,672.66
Others	5,137,126.24	3,197,491.50	(8,069,779.54)	264,838.20
Total	6,581,774.79	5,305,975.06	(9,317,828.09)	2,569,921.76

9. Detailed changes in employee expenses

Item	Opening balance	Increase in the current year	Payments in the current year	Ending balance
I. Wages and salaries, bonus, allowances and subsidies	943,789.63	12,202,660.45	(12,241,694.95)	904,755.13
II. Staff welfare	-	28,952.26	(28,952.26)	-
III. Social security contributions	383,669.97	3,612,544.59	(3,686,905.11)	309,309.45
Including: 1. Medical insurance	127,526.16	1,135,756.08	(1,161,745.92)	101,536.32
2. Basic pensions	235,939.68	2,222,092.64	(2,266,247.36)	191,784.96
3. Supplementary medical insurance	-	79,422.38	(79,422.38)	-
4. Unemployment insurance	9,744.78	88,444.87	(90,243.22)	7,946.43
5. Work injury insurance	1,968.37	14,575.09	(15,263.05)	1,280.41
6. Maternity insurance	8,490.98	72,253.53	(73,983.18)	6,761.33
IV. Housing funds	-	2,719,212.00	(2,719,212.00)	-
Total	1,327,459.60	18,563,369.30	(18,676,764.32)	1,214,064.58

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

VI. Notes to the financial statements (Cont'd)

10. Taxes payable

Item	Opening balance	Ending balance
Withholding individual income tax	105,068.13	112,914.05
Total	105,068.13	112,914.05

11. Net assets

Item	Opening balance	Increase in the current year	Decrease in the current year	Ending balance
Limited net assets	130,156,579.59	291,786,811.38	(224,164,692.12)	197,778,698.85
Unlimited net assets	491,002,411.11	2,350,840.54	(41,861,825.00)	451,491,426.65
Total	621,158,990.70	294,137,651.92	(266,026,517.12)	649,270,125.50

For the year ended 31 December 2020, movements of the Foundation's net assets amounted to RMB 28,111,134.80. The increase in net assets was generated from the total revenue of RMB 294,137,651.92, (including: unlimited revenue of RMB 2,350,840.54 and limited revenue of RMB 291,786,811.38). The decrease in net assets was generated from the total expenditure of RMB 266,026,517.12 (including: business activity cost of RMB 246,278,490.00, general and administrative expenses of RMB 11,203,035.45 and financing expenses of RMB 8,544,991.67).

12. Revenue

Item	2020	2019
Revenue from donation	269,779,657.36	261,695,154.60
Investment income	22,667,250.48	21,950,228.66
Other income - interest income	190,744.08	194,666.82
Revenue from rendering of services	-	83,490.57
Revenue from government subsidy	1,500,000.00	-
Total	294,137,651.92	283,923,540.65

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

VI. Notes to the financial statements (Cont'd)

12. Revenue (Cont'd)

(1) Revenue from donations with large amount

Entities and individuals with accumulated donation over RMB 5,000,000 and more than 5% of total revenue from donation of the Foundation in 2020 are listed below:

Donor	2020			Usage
	Limited	Unlimited	sub-total	
1. Tencent Foundation	56,067,495.15	29,200.00	56,096,695.15	Medical industry support projects / New coronavirus medical support project / Daily operations / Matters specified in the Articles of Association of the Foundation /Ai You Angel/Ai You Comfort Life/Ai You Reborn/Ai You Morning Star/Ai You Young Heart
2. Petty cash of Alipay (China) Network Technology Co., Ltd.	45,455,457.53	876,900.00	46,332,357.53	Children's medical care /Children's welfare / Venture Philanthropy projects / Medical industry support projects / New coronavirus medical support project/Ai You Angel/Ai You Comfort Life/Ai You Reborn/Ai You Morning Star/Ai You Young Heart /Projects not directed/ Matters specified in the Articles of Association of the Foundation
3. SF Foundation	21,000,000.00	-	21,000,000.00	Ai You Young Heart
4.UBS Charitable Foundation (Switzerland) Beijing Representative Office	16,123,533.15	-	16,123,533.15	Ai You Young Heart
5. Customers of TenPay Payment Technology Co., Ltd.	17,586,929.80	50,786.76	17,637,716.56	Children's medical care /Children's welfare / Venture Philanthropy projects / Medical industry support projects /Ai You Angel/ Ai You Comfort Life/Ai You Reborn/Ai You Young Heart/Ai You Morning Star /Matters specified in the Articles of Association of the Foundation
6. Guangdaxinglong Trust Co. Ltd	11,644,000.00	-	11,644,000.00	New coronavirus medical support project
7. Wuhan Charity Federation	11,380,935.48	-	11,380,935.48	New coronavirus medical support project
8. Beijing lianjia Real Estate Brokerage Co. Ltd	10,000,000.00	-	10,000,000.00	Capital reserve
9. Golden Arches (China) Co., Ltd.	10,000,000.00	-	10,000,000.00	Capital reserve
10. Shanghai pudong development bank Co., LTD	6,534,931.51	-	6,534,931.51	Medical industry support projects /Ai You Reborn
11. Yujiang Luolai Investment Holdings Co., Ltd.	6,000,000.00	-	6,000,000.00	Children's medical care/ Ai You Reborn/Ai You Morning Star
12. Vanke Foundation	5,500,000.00	-	5,500,000.00	Children's medical care/ Ai You Angel/ Ai You Young Heart
13. Xinpai (sichuan) Food and Beverage Management Co., Ltd.	5,000,000.00	-	5,000,000.00	Capital reserve
Total	222,293,282.62	956,886.76	223,250,169.38	

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

VI. Notes to the financial statements (Cont'd)

12. Revenue (Cont'd)

(1) Revenue from donations with large amount (Cont'd)

Entities and individuals with accumulated donation over RMB 5,000,000 and more than 5% of total revenue from donation of the Foundation in 2019 are listed below:

Donor	2019			Usage
	Limited	Unlimited	sub-total	
1. Petty cash of Alipay (China) Network Technology Co., Ltd.	39,537,098.64	0.01	39,537,098.65	Matters specified in the Articles of Association of the Foundation/Ai You Hekang Rehab /Ai You Angel/Ai You Comfort Life/Ai You Reborn/Ai You Morning Star/Ai You Young Heart/Children's medical care/Children's welfare/Projects not directed
2. SF Foundation (Note X)	25,000,000.00	-	25,000,000.00	Ai You Young Heart
3. BRIGHT UNISON LIMITED (Note X)	7,002,516.87	11,003,793.27	18,006,310.14	Matters specified in the Articles of Association of the Foundation/Ai You Comfort Life
4. Beijing Lianjia Foundation (Note X)	-	15,000,000.00	15,000,000.00	Matters specified in the Articles of Association of the Foundation
5. Golden Arches (China) Co., Ltd. (Note X)	-	15,000,000.00	15,000,000.00	Matters specified in the Articles of Association of the Foundation
6. Mr. Li Jiajie and UBS OPTIMUS FOUNDATION (Switzerland) Beijing Office (Note X)	14,599,031.39	-	14,599,031.39	Ai You Young Heart
7. Shenzhen Ai You Future Foundation (Note X)	12,505,407.51	844,200.00	13,349,607.51	Matters specified in the Articles of Association of the Foundation/Ai You Angel/Ai You Reborn/Ai You Young Heart/Reserved capital
8. Alibaba Foundation	11,000,000.00	-	11,000,000.00	Ai You Young Heart/Ai You Reborn
9. Customers of TenPay Payment Technology Co., Ltd.	10,704,425.83	311.67	10,704,737.50	Ai You Angel/Ai You Reborn/Ai You Young Heart/Ai You Morning Star/Ai You Comfort Life/Children's medical care/Children's welfare/Projects not directed/Matters specified in the Articles of Association of the Foundation
10. Tencent Foundation	7,754,200.07	-	7,754,200.07	Ai You Angel/Ai You Comfort Life/Ai You Reborn/Ai You Morning Star/Ai You Young Heart/Public welfare publicity
11. Vanke Foundation	7,500,000.00	-	7,500,000.00	Ai You Young Heart/Ai You Reborn/Venture Philanthropy project
12. Car Cube Cultural Development (Beijing) Co., Ltd.	7,000,000.00	-	7,000,000.00	Ai You Reborn
13. Yuijiang Luolai Investment Holdings Co., Ltd.	6,000,000.00	-	6,000,000.00	Children's medical care
14. Shanghai Chizhong Advertising Communication Co., Ltd.	-	6,000,000.00	6,000,000.00	Matters specified in the Articles of Association of the Foundation
15. Shanghai Red Avenue Foundation	5,000,000.00	-	5,000,000.00	Ai You Reborn/Children's medical care
16. Joicare Co., Ltd.	-	5,000,000.00	5,000,000.00	Matters specified in the Articles of Association of the Foundation
17. Xinpai (Shanghai) Food and Beverage Management Co., Ltd.	-	5,000,000.00	5,000,000.00	Matters specified in the Articles of Association of the Foundation
18. Minsheng Insurance Charity Foundation	5,000,000.00	-	5,000,000.00	Children's medical care
19. Shenzhen OneSmart International Education Foundation	-	5,000,000.00	5,000,000.00	Matters specified in the Articles of Association of the Foundation
Total	158,602,680.31	62,848,304.95	221,450,985.26	

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

VI. Notes to the financial statements (Cont'd)

13. Investment income

Item	2020	2019
WMPs	22,562,841.55	22,090,910.61
Long-term equity investments	104,408.93	(140,681.95)
Total	22,667,250.48	21,950,228.66

The Foundation's WMPs are purchased from banks and trust companies.

14. Business activity cost

Item	2020	2019
Ai You Young Heart	55,953,137.60	99,991,184.06
Venture Philanthropy	11,196,706.93	38,832,347.09
Ai You Reborn	26,680,484.98	38,194,641.55
Ai You Angel	16,524,456.88	18,504,634.92
Ai You Morning Star	12,681,022.91	18,413,427.99
Ai You Comfort Life	10,592,988.83	16,108,393.86
Medical Industry Support	24,314,460.19	12,982,559.72
Big Data Initiatives	7,312,579.33	8,325,700.28
Ai You Hekang Rehab	679,986.60	2,006,165.99
Ai You Ya'an	172,492.40	380,386.85
New coronavirus medical support project	79,403,855.62	-
Others	766,317.73	1,775,689.30
Total	246,278,490.00	255,515,131.61

15. General and administrative expenses

Item	2020	2019
1. Employee benefits expense	8,260,019.21	8,633,837.63
2. Expense for operating supplies and service	2,943,016.24	6,122,084.55
Total	11,203,035.45	14,755,922.18

Total general and administrative expenses of the Foundation in 2020 amounted to RMB 11,203,035.45, accounting for 4.21% of total expenditure.

Total general and administrative expenses of the Foundation in 2019 amounted to RMB 14,755,922.18, accounting for 5.27% of total expenditure.

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

VI. Notes to the financial statements (Cont'd)

16. Financing expenses

Item	2020	2019
1. Employee benefits expense	5,505,402.20	5,303,067.18
2. Technical service fee	990,201.00	2,913,191.50
3. service fee	1,090,347.11	557,528.81
4. Rental expenses	136,390.63	459,418.11
5. Travel expenses	82,055.77	268,839.05
6. Production costs	177,623.46	-
7. Participation fee	508,226.42	-
8. Other financing expenses	54,745.08	137,232.97
Total	8,544,991.67	9,639,277.62

Such expenses are presented in the "Cash paid relating to other business activities" in the cash flow statement.

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

VII. Description of the numbers, changes and remunerations such as salaries obtained of the council members and employees

1. Names and attributions of the council members, the number of council members that obtain remunerations from the Foundation and the amount of their remunerations

No.	Title	Name	Attribution	Paid by the Foundation or not
1	Chairman	Geng Yuan	Ai You Foundation	Yes
2	Vice Chairman	Li Jiajie	Hong Kong Henderson Land Group	No
3	Vice Chairman	Ma Huateng	Tencent Holdings Limited	No
4	Director, Secretary-General	Cong Zhigang	Ai You Foundation	Yes
5	Director	Wang Bing	Beijing Dingtian Investment Management Co., Ltd.	No
6	Director	Cao Guowei	Sina Corporation	No
7	Director	Jiang Nanchun	Focus Media (China) Holding Co., Ltd.	No
8	Director	Li Yanhong	Baidu (China) Co., Ltd.	No
9	Director	Yu Feng	Shanghai Yunfeng Investment Management Co., Ltd.	No
10	Director	Xiao Feng	China Wanxiang Holding Co., Ltd.	No
11	Director	Zhang Yichen	CITIC Capital Holdings Ltd.	No
12	Director	Zuo Hui	Beijing Lianjia Real Estate Brokerage Co., Ltd.	No

2. For the year ended 31 December 2020, the Foundation had 47 employees in total, down by 11 as compared to the prior year. In 2019, salary paid to employees amounted to RMB 14,726,784.07 with an average monthly salary of RMB 21,159.17 per person. In 2020, salary paid to employees amounted to RMB 13,549,569.36 with an average monthly salary of RMB 24,024.06 per person.

VIII. Notes to the proportion of expenditure related to donation, employee benefits and administrative and office expenses

For the year ended 31 December 2019, the revenue of the Foundation, net of incomes with time limit that are not allowed to be spent in 2019, plus the net assets cleared of the time limit in 2019, amounted to RMB 246,477,651.74. For the year ended 31 December 2020, total expenditure of the Foundation for public welfare activities amounted to RMB 246,278,490.00, accounting for 99.92% of the Foundation's total revenue for the prior year. For the year ended 31 December 2020, the general and administrative expenses amounted to RMB 11,203,035.45, accounting for 4.21% of total expenditure in the current year.

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

IX. Significant public welfare projects

1、Revenue and expenditure of significant public welfare projects in 2020

Project	Revenue for the current year	Expenditure for the current year					
		Direct or entrusted cash or goods for beneficiaries	Employee remunerations, volunteer subsidies and insurance incurred for rendering charity services or performing charity projects	Expenditures incurred for use of buildings, equipment and supplies	Expenses for travel, logistics, transportation, meeting, training, audit and assessment for management of charity projects	Others	Total
New coronavirus medical support projec	79,483,683.33	79,483,704.20	-	-	-	-	79,483,704.20
Ai You Young Heart	57,953,917.84	52,103,796.93	1,669,090.68	875,530.90	1,304,719.09	-	55,953,137.60
Ai You Reborn	33,851,000.58	24,984,621.45	502,275.20	470,550.80	723,037.53	-	26,680,484.98
Ai You Angel	7,921,467.78	15,439,567.72	530,286.76	185,313.11	369,289.29	-	16,524,456.88
Ai You Morning Star	16,198,662.11	11,618,814.35	454,294.48	253,054.04	354,860.04	-	12,681,022.91
Ai You Comfort Life	7,540,309.54	9,314,530.65	834,080.15	156,772.01	287,606.02	-	10,592,988.83
Venture Philanthropy	11,613.28	10,552,600.00	-	283,619.67	360,487.26	-	11,196,706.93
Ai You Hekang Rehab	4,500.00	386,984.38	261,030.01	17,736.28	14,235.93	-	679,986.60
Ai You Ya'an	-	160,559.31	-	4,381.77	7,551.32	-	172,492.40
Total	202,965,154.46	204,045,178.99	4,251,057.28	2,246,958.58	3,421,786.48	-	213,964,981.33

“Significant public welfare projects” refer to public welfare projects that meet one of the following criteria:

- The revenue from donation in the project accounts for more than 20% of total revenue from donation of the Foundation for the current year;
- The expenditure in the project accounts for more than 20% of total expenditure of the Foundation for the current year;
- The project duration is longer than 5 years (inclusive).

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

IX. Significant public welfare projects (Cont'd)

2. Recipients of large payments in significant public welfare projects

Project	Usage	Recipients	Amount	% of the significant public welfare project expenditure	% of total expenditure for public welfare project	Usage
New coronavirus medical support project	Donations	The affiliated Tongji Hospital of Tongji Medical College in HUST	14,800,000.00	18.64%	6.01%	Donations
		The affiliated Union Hospital of Tongji Medical College in HUST	7,546,284.43	9.50%	3.06%	Donations
Ai You Young Heart	Treatment for ill children	Shanghai Children's Medical Centre, Medical School of SJTU	4,074,923.78	7.28%	1.65%	Treatment for ill children
		The affiliated Union Hospital of Tongji Medical College in HUST	3,553,389.98	6.35%	1.44%	Treatment for ill children
		Wuhan Children's Hospital	3,280,241.33	5.86%	1.33%	Treatment for ill children
		Xinjiang Cardia-cerebrovascular Diseases Hospital	3,140,706.41	5.61%	1.28%	Treatment for ill children
		Henan Chest Hospital	2,929,705.09	5.24%	1.19%	Treatment for ill children
Ai You Reborn	Donations	Kaifeng Disabled Children Rehabilitation Centre	3,571,245.62	13.39%	1.45%	Donations
		Nanjing Children Welfare House	3,078,972.32	11.54%	1.25%	Donations
		Wuhan Children Welfare House	2,462,157.06	9.23%	1.00%	Donations
		Care Centre for Ill Children of Shanghai Baby Home	2,100,000.00	7.87%	0.85%	Donations
		Beijing Chunmiao Children Rescue Services Exchange Center	1,500,000.00	5.62%	0.61%	Donations
		Chengdu Children Welfare House	1,448,665.20	5.43%	0.59%	Donations
		Xi'an Children Welfare House	1,360,200.00	5.10%	0.55%	Donations
	The service fee	Shanghai Sheji Decoration Design Engineering Co., Ltd	2,175,891.09	8.16%	0.88%	The service fee

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

IX. Significant public welfare projects (Cont'd)

2. Recipients of large payments in significant public welfare projects (Cont'd)

Project	Usage	Recipients	Amount	% of the significant public welfare project expenditure	% of total expenditure for public welfare project	Usage
Ai You Angel	Treatment for ill children	Children's Hospital of Zhejiang University School of Medicine	2,286,957.20	13.84%	0.93%	Treatment for ill children
		Institute of Hematology & Blood Diseases Hospital, Chinese Academy of Medical Sciences	1,867,013.59	11.30%	0.76%	Treatment for ill children
		Children's Hospital Affiliated to Suzhou University	1,413,628.02	8.55%	0.57%	Treatment for ill children
		Guangdong Provincial People's Hospital	1,411,047.05	8.54%	0.57%	Treatment for ill children
		West China Second University Hospital, Sichuan University	1,289,498.78	7.80%	0.52%	Treatment for ill children
		Guangzhou Women and Children's Medical Center	1,226,375.56	7.42%	0.50%	Treatment for ill children
		Beijing Children's Health Foundation	1,200,000.00	7.26%	0.49%	Treatment for ill children
		Wuhan Union Hospital of China, Tongji Medical School of HUST	896,878.44	5.43%	0.36%	Treatment for ill children

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

IX. Significant public welfare projects (Cont'd)

2. Recipients of large payments in significant public welfare projects (Cont'd)

Project	Usage	Recipients	Amount	% of the significant public welfare project expenditure	% of total expenditure for public welfare project	Usage
Ai You Morning Star	Treatment for ill children	Children's Hospital of Zhejiang University School of Medicine	2,774,319.82	21.88%	1.13%	Treatment for ill children
		West China Hospital of Sichuan University	1,879,279.40	14.82%	0.76%	Treatment for ill children
		Hunan Provincial Children's Hospital	1,240,906.08	9.79%	0.50%	Treatment for ill children
		West China Second University Hospital, Sichuan University	828,783.49	6.54%	0.34%	Treatment for ill children
		Wuhan Children's Hospital	749,367.00	5.91%	0.30%	Treatment for ill children
		Children's Hospital of Fudan University	665,200.00	5.25%	0.27%	Treatment for ill children
Venture Philanthropy	Donations	Beijing Xinghan Public Welfare Development Center (Note X)	10,552,600.00	94.25%	4.28%	Donations
Ai You Comfort Life	Donations	Shanghai Pudong New Area Enpai Foundation	2,275,600.00	21.48%	0.92%	Donations
		Yushu Jinba Charity Association	2,265,093.60	21.38%	0.92%	Donations
		Shanghai Huji Foundation	806,591.50	7.61%	0.33%	Donations
		Chengduo people's Hospital	768,421.00	7.25%	0.31%	Donations
Ai You Hekang Rehab	Donations or service fee	Hubei Province Linjie Children's Rehabilitation Service Center	200,000.00	29.41%	0.08%	Donations
		CHILD FRONTIERS LIMITED ADD HILLIER COMMERCIAL BUILDING	141,484.38	20.81%	0.06%	The service fee
		Eden (Nanjing) Technology Consulting Co., Ltd.	45,500.00	6.69%	0.02%	The service fee
Ai You Ya'an	Treatment for ill children	West China Hospital of Sichuan University	160,559.31	93.08%	0.07%	Treatment for ill children
Total			93,967,486.53		38.13%	

A party is presented as a recipient of large payments in a significant project if the amount paid by the Foundation to the party accounts for more than 5% of the total expenditure of the significant project.

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

X. Related parties and related party transactions

1. Significant related parties

Name of related parties	Relationship with the Foundation
Wang Bing	Founder and investor of the Foundation
Li Jiajie	Major donor and Vice Chairman
SF Foundation	Major donor
Beijing Lianjia Real Estate Brokerage Co., Ltd.	Major donor
Golden Arches (China) Co., Ltd.	Major donor
UBS OPTIMUS FOUNDATION (Switzerland) Beijing Office	Major donor
Beijing Xinghan Public Welfare Development Center	Share founders with the Foundation, and one director of the Foundation also serves as its director (out of 5 directors in total)
Beijing Huiyun Research Institute of Data Application Technology	Funded and set up by the Foundation

2. Related party transactions

Name of related parties	Amount of transaction for the period	Nature of transaction
SF Foundation	21,000,000.00	Donation received
Beijing Lianjia Real Estate Brokerage Co., Ltd.	10,000,000.00	Donation received
Golden Arches (China) Co., Ltd.	10,000,000.00	Donation received
Mr. Li Jiajie and UBS OPTIMUS FOUNDATION (Switzerland) Beijing Office	16,123,533.15	Donation received
Beijing Xinghan Public Welfare Development Center	10,552,600.00	Donation expenditure
Beijing Huiyun Research Institute of Data Application Technology	7,140,000.00	Donation expenditure
Wanxiang Trust Co., Ltd.	104,000,000.00	Expenditure of the Foundation for purchasing trust schemes

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

XI. Detailed list of fixed assets

Name	Source	Date	Unit	Qty.	Unit price	Amount	Usage
Vostro 14VR-2729BB business laptop	Purchase	28 February 2017	Set	1.00	3,800.00	3,800.00	Self-use
Dell Vostro 14VR-2729BB 14-inch business laptop	Purchase	31 March 2017	Set	1.00	4,348.80	4,348.80	Self-use
Dell 7000R1525S 14-inch business laptop	Purchase	31 March 2017	Set	1.00	4,999.00	4,999.00	Self-use
Dell 7000R1525S 14-inch business laptop	Purchase	31 March 2017	Set	1.00	4,999.00	4,999.00	Self-use
Dell 14-inch business laptop	Purchase	30 April 2017	Set	1.00	4,443.59	4,443.59	Self-use
Dell 14-inch business laptop	Purchase	30 April 2017	Set	1.00	4,443.59	4,443.59	Self-use
EPSON scanner	Purchase	30 April 2017	Set	1.00	2,288.89	2,288.89	Self-use
HP printer	Purchase	31 May 2017	Set	1.00	1,588.89	1,588.89	Self-use
Lenovo Xiaoxin laptop	Purchase	31 May 2017	Set	1.00	4,272.65	4,272.65	Self-use
Dell Inspiron light narrow bezel laptop	Purchase	30 June 2017	Set	1.00	4,272.65	4,272.65	Self-use
Dell Inspiron light narrow bezel laptop	Purchase	30 June 2017	Set	1.00	4,272.65	4,272.65	Self-use
Dell 7000R1525S 14-inch business laptop	Purchase	31 July 2017	Set	1.00	4,271.79	4,271.79	Self-use
Dell 7000R1525S 14-inch business laptop	Purchase	31 July 2017	Set	1.00	4,271.79	4,271.79	Self-use
Dell 7000R1525S 14-inch business laptop	Purchase	31 July 2017	Set	1.00	4,271.80	4,271.80	Self-use
Switch	Purchase	31 August 2017	Set	1.00	7,863.25	7,863.25	Self-use
Firewall	Purchase	31 August 2017	Set	1.00	9,572.65	9,572.65	Self-use
Dell laptop	Purchase	31 August 2017	Set	1.00	4,700.85	4,700.85	Self-use
laptop	Purchase	31 August 2017	Set	1.00	4,700.85	4,700.85	Self-use
laptop	Purchase	31 August 2017	Set	1.00	4,700.86	4,700.86	Self-use
Dell laptop	Purchase	31 August 2017	Set	1.00	4,700.85	4,700.85	Self-use
laptop	Purchase	31 October 2017	Set	1.00	4,529.06	4,529.06	Self-use
laptop	Purchase	31 October 2017	Set	1.00	4,529.06	4,529.06	Self-use
Dell laptop	Purchase	30 September 2017	Set	1.00	4,101.71	4,101.71	Self-use
Dell laptop	Purchase	30 September 2017	Set	1.00	4,101.71	4,101.71	Self-use
Dell laptop	Purchase	30 September 2017	Set	1.00	4,101.71	4,101.71	Self-use
Wireless AP	Purchase	31 October 2017	Set	1.00	2,136.75	2,136.75	Self-use
laptop	Purchase	31 October 2017	Set	1.00	4,529.06	4,529.06	Self-use
Lenovo laptop	Purchase	30 November 2017	Set	1.00	5,127.35	5,127.35	Self-use
ipad mini4	Purchase	30 November 2017	Set	22.00	2,794.72	61,483.76	Self-use
Lenovo laptop	Purchase	12 March 2018	Set	1.00	4,272.65	4,272.65	Self-use
Lenovo laptop	Purchase	24 April 2018	Set	1.00	4,268.37	4,268.37	Self-use
Lenovo laptop	Purchase	24 April 2018	Set	1.00	4,268.37	4,268.37	Self-use
Lenovo laptop	Purchase	24 April 2018	Set	1.00	4,268.38	4,268.38	Self-use
Lenovo laptop	Purchase	24 April 2018	Set	1.00	4,268.38	4,268.38	Self-use
Lenovo laptop	Purchase	24 April 2018	Set	1.00	4,271.79	4,271.79	Self-use
Lenovo laptop	Purchase	24 April 2018	Set	1.00	4,272.65	4,272.65	Self-use
laptop	Purchase	31 October 2017	Set	1.00	4,529.06	4,529.06	Self-use
Computer monitor	Purchase	31 May 2018	Set	1.00	794.02	794.02	Self-use
Lenovo laptop	Purchase	30 June 2018	Set	1.00	4,093.96	4,093.96	Self-use
ASUS desktop	Purchase	30 June 2018	Set	1.00	22,413.79	22,413.79	Self-use
ASUS desktop	Purchase	30 June 2018	Set	1.00	12,931.03	12,931.03	Self-use
Lenovo laptop	Purchase	30 June 2018	Set	1.00	4,310.34	4,310.34	Self-use
Dell laptop	Purchase	31 July 2018	Set	1.00	4,309.48	4,309.48	Self-use
Dell laptop	Purchase	31 July 2018	Set	1.00	4,309.49	4,309.49	Self-use
Lenovo laptop	Purchase	30 June 2018	Set	1.00	4,266.38	4,266.38	Self-use
Samsung display	Purchase	31 July 2018	Set	1.00	775.00	775.00	Self-use
Samsung display	Purchase	31 July 2018	Set	1.00	775.00	775.00	Self-use
Samsung display	Purchase	31 July 2018	Set	1.00	775.00	775.00	Self-use
Lenovo laptop	Purchase	31 July 2018	Set	1.00	4,300.00	4,300.00	Self-use
Lenovo laptop	Purchase	31 July 2018	Set	1.00	4,308.62	4,308.62	Self-use
Lenovo laptop	Purchase	31 July 2018	Set	1.00	4,309.48	4,309.48	Self-use
Zhiyun Yunhe 2 camera stabilizer	Purchase	31 July 2018	Set	1.00	3,792.24	3,792.24	Self-use

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

XI. Detailed list of fixed assets (Cont'd)

Name	Source	Date	Unit	Qty.	Unit price	Amount	Usage
Canon EOS 5D Mark IV body only	Purchase	31 July 2018	Set	1.00	15,516.38	15,516.38	Self-use
Canon EOS 5D Mark IV Camera (EF 24-105mm f/4L IS II USM)	Purchase	31 July 2018	Set	1.00	19,481.90	19,481.90	Self-use
Canon EF 16-35mm f/2.8L III	Purchase	31 July 2018	Set	1.00	10,775.00	10,775.00	Self-use
Canon EF 24-70mm f/2.8L II	Purchase	31 July 2018	Set	1.00	9,050.86	9,050.86	Self-use
Canon EF 70-200mm f/2.8L IS II	Purchase	31 July 2018	Set	1.00	10,084.49	10,084.49	Self-use
Canon EF 50mmf/1.4	Purchase	31 July 2018	Set	1.00	2,068.11	2,068.11	Self-use
TERIS TX-V8L PLUS aluminium tripod	Purchase	31 July 2018	Set	1.00	3,500.00	3,500.00	Self-use
TERIS TX-V8L PLUS aluminium tripod	Purchase	31 July 2018	Set	1.00	3,500.00	3,500.00	Self-use
Sony UWP-D11 belt-pack wireless microphone	Purchase	31 July 2018	Set	1.00	2,999.00	2,999.00	Self-use
Lenovo laptop	Purchase	31 July 2018	Set	1.00	5,775.00	5,775.00	Self-use
Projector	Purchase	31 July 2018	Set	1.00	4,465.52	4,465.52	Self-use
Computer monitor	Purchase	31 January 2019	Set	1.00	766.38	766.38	Self-use
Lenovo laptop	Purchase	31 July 2018	Set	1.00	4,826.72	4,826.72	Self-use
Lenovo Xiaoxin laptop	Purchase	30 April 2019	Set	1.00	4,600.88	4,600.88	Self-use
Lenovo Xiaoxin laptop	Purchase	30 April 2019	Set	1.00	4,600.88	4,600.88	Self-use
Lenovo Xiaoxin laptop	Purchase	30 April 2019	Set	1.00	4,600.88	4,600.88	Self-use
Document cabinet	Purchase	30 April 2019	Set	1.00	752.21	752.21	Self-use
Huawei basic set of electronic computer	Purchase	31 May 2019	Set	1.00	16,814.16	16,814.16	Self-use
Server of electronic computer	Purchase	31 May 2019	Set	1.00	6,637.17	6,637.17	Self-use
KVM switch	Purchase	30 June 2019	Set	1.00	972.56	972.56	Self-use
Electronic invoice server	Purchase	31 July 2019	Set	1.00	15,752.21	15,752.21	Self-use
Electronic invoice server	Purchase	31 July 2019	Set	1.00	16,106.19	16,106.19	Self-use
Lenovo print server	Purchase	30 April 2019	Set	1.00	3,538.94	3,538.94	Self-use
Lenovo Xiaoxin laptop	Purchase	29 September 2019	Set	1.00	4,246.90	4,246.90	Self-use
Conference table - medium size	Purchase	01 November 2015	Set	1.00	4,300.00	4,300.00	Self-use
Office desk	Purchase	01 November 2015	Set	1.00	5,800.00	5,800.00	Self-use
Conference table - large size	Purchase	01 November 2015	Set	1.00	14,200.00	14,200.00	Self-use
Document cabinet	Purchase	01 November 2015	Set	1.00	3,200.00	3,200.00	Self-use
Huawei MateBook X Pro 2020 13.9-inch ultra-thin full-screen laptop tenth generation Core i5 16	Purchase	30 June 2020	Set	1.00	7,069.03	7,069.03	Self-use
SUMSUNG 23.5-inch 180OR curved Free-sync HDMI HD display	Purchase	01 December 2020	Set	1.00	689.39	689.39	Self-use
HP ML350 server	Purchase	01 December 2014	Set	1.00	35,780.00	35,780.00	Self-use
Dell desktop	Purchase	31 March 2015	Set	1.00	2,999.00	2,999.00	Self-use
Lenovo laptop	Purchase	31 March 2015	Set	1.00	3,699.00	3,699.00	Self-use
Lenovo G40-70MA laptop	Purchase	31 March 2015	Set	1.00	3,749.00	3,749.00	Self-use
Lenovo Xiaoxin I1000 laptop	Purchase	31 March 2015	Set	1.00	4,399.00	4,399.00	Self-use
Lenovo laptop	Purchase	30 April 2015	Set	1.00	6,299.00	6,299.00	Self-use
Lenovo laptop	Purchase	31 May 2015	Set	3.00	4,499.00	4,499.00	Self-use
Lenovo laptop	Purchase	31 May 2015	Set	1.00	4,399.00	4,399.00	Self-use
Lenovo laptop	Purchase	31 May 2015	Set	1.00	4,399.00	4,399.00	Self-use
Lenovo E450C laptop	Purchase	30 June 2015	Set	1.00	4,499.00	4,499.00	Self-use
Lenovo E450C laptop	Purchase	30 June 2015	Set	1.00	4,099.00	4,099.00	Self-use
Lenovo E450C laptop	Purchase	30 June 2015	Set	1.00	4,099.00	4,099.00	Self-use
Lenovo Xiaoxin V3000 laptop	Purchase	30 June 2015	Set	1.00	4,499.00	4,499.00	Self-use
Samsung 19-inch display	Purchase	31 July 2015	Set	1.00	689.00	689.00	Self-use

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)

[English translation for reference only]

XI. Detailed list of fixed assets (Cont'd)

Name	Source	Date	Unit	Qty.	Unit price	Amount	Usage
Samsung 19-inch display	Purchase	31 July 2015	Set	1.00	689.00	689.00	Self-use
Samsung 19-inch display	Purchase	31 July 2015	Set	1.00	689.00	689.00	Self-use
Projector	Purchase	30 June 2015	Set	1.00	2,899.00	2,899.00	Self-use
Copier	Purchase	31 July 2015	Set	2.00	6,800.00	6,800.00	Self-use
Samsung curve display	Purchase	30 November 2015	Set	1.00	1,359.00	1,359.00	Self-use
Face recognition entrance access	Purchase	30 November 2015	Set	1.00	4,100.00	4,100.00	Self-use
TCL LCD TV	Purchase	30 November 2015	Set	1.00	5,999.00	5,999.00	Self-use
Call-centre system	Purchase	30 November 2015	Set	1.00	34,000.00	34,000.00	Self-use
UPS power supply	Purchase	31 December 2015	Set	1.00	8,600.00	8,600.00	Self-use
Benq projector	Purchase	31 December 2015	Set	3.00	4,299.00	4,299.00	Self-use
Xbox One	Purchase	31 December 2015	Set	1.00	3,799.00	3,799.00	Self-use
Samsung curve display	Purchase	31 January 2016	Set	1.00	1,499.00	1,499.00	Self-use
Dell desktop	Purchase	31 March 2016	Set	1.00	3,779.00	3,779.00	Self-use
OPTOMA projector	Purchase	31 March 2016	Set	1.00	12,000.00	12,000.00	Self-use
Lenovo Xiaoxin 300 classic	Purchase	31 May 2016	Set	1.00	4,399.00	4,399.00	Self-use
Dell 14-inch laptop	Purchase	30 June 2016	Set	1.00	3,699.00	3,699.00	Self-use
Dell Vostro 14-inch laptop	Purchase	30 June 2016	Set	1.00	3,988.00	3,988.00	Self-use
Dell Vostro 14VR-1728B 14-inch laptop	Purchase	31 July 2016	Set	1.00	3,988.00	3,988.00	Self-use
Dell Vostro 14VR-1728B 14-inch light business office laptop	Purchase	31 August 2016	Set	1.00	3,999.00	3,999.00	Self-use
Dell Vostro 14VR-1728B 14-inch light business office laptop	Purchase	31 August 2016	Set	1.00	3,799.00	3,799.00	Self-use
MIPRO wireless microphone set	Purchase	31 August 2016	Set	1.00	2,920.00	2,920.00	Self-use
Dell Vostro 14VR-1528B 14-inch light business laptop	Purchase	30 September 2016	Set	1.00	2,999.00	2,999.00	Self-use
Dell Vostro 14-inch light business laptop	Purchase	31 October 2016	Set	1.00	3,299.00	3,299.00	Self-use
Dell Vostro 14VR-1728B 14-inch business laptop	Purchase	24 November 2016	Set	1.00	3,799.00	3,799.00	Self-use
Dell Vostro 14VR-1728B 14-inch business laptop	Purchase	24 November 2016	Set	1.00	3,799.00	3,799.00	Self-use
Dell Vostro 14VR-1728B 14-inch business laptop	Purchase	29 November 2016	Set	1.00	3,599.00	3,599.00	Self-use
Dell Vostro 14VR-1728B 14-inch business laptop	Purchase	29 November 2016	Set	1.00	3,599.00	3,599.00	Self-use
Dell Vostro 14VR-1728B 14-inch business laptop	Purchase	29 November 2016	Set	1.00	3,599.00	3,599.00	Self-use
Dell Vostro 14VR-1728B 14-inch business laptop	Purchase	29 November 2016	Set	1.00	3,599.00	3,599.00	Self-use
Dell Vostro 14VR-1728B 14-inch business laptop	Purchase	29 November 2016	Set	1.00	3,599.00	3,599.00	Self-use
Dell Vostro 14VR-1728B 14-inch business laptop	Purchase	29 November 2016	Set	1.00	3,799.00	3,799.00	Self-use
Dell Vostro 14VR-1728B 14-inch business laptop	Purchase	31 December 2016	Set	1.00	3,599.00	3,599.00	Self-use
Dell Vostro 14VR-1728B 14-inch business laptop	Purchase	31 December 2016	Set	1.00	3,599.00	3,599.00	Self-use
Lenovo B4400A 14-inch laptop	Purchase	28 February 2015	Set	1.00	3,999.00	3,999.00	Self-use
HP 14-inch laptop	Purchase	28 February 2015	Set	1.00	2,949.00	2,949.00	Self-use
Total						760,244.81	

AI YOU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

(All amounts in RMB Yuan unless otherwise stated)
[English translation for reference only]

XII. Operating lease commitments

Item	31 December 2020	31 December 2019
Within 1 year	2,320,889.95	2,824,046.16
1 to 2 years	2,320,889.95	-
Total	4,641,779.90	2,824,046.16

XIII. Notes to the assets with timing or usage limits posed by assets providers

The Foundation received limited donation amounted to RMB 267,663,741.86 in 2020 donated by entities or individuals. The Foundation used the assets in public welfare projects as specified in the contract.

XIV. Notes to entrusted business

The Foundation had no entrusted business for the year ended 31 December 2020.

XV. Notes to impairment of significant assets

The Foundation had no impairment of significant assets.

XVI. Notes to donated assets and other assets with no reliable fair value

The Foundation had no donated assets and other assets with unavailable fair value as at 31 December 2020.

XVII. Notes to labour service donation received

The Foundation received no labour service donation for the year ended 2020.

XVIII. Notes to events after balance sheet date not subject to adjustment

The Foundation had no events after balance sheet date not subject to adjustment.

XIX. Other pending issues

The Foundation had no other issues need to be specified as at 31 December 2020.

The above financial statements of the Foundation for the year ended 31 December 2020 and notes to the financial statement are prepared in compliance with the *Accounting System for Non-governmental Non-profit Organisations*.

Name of the Foundation: (Stamp)

Legal representative of the Foundation: (Signature)

Date: 19 March 2021

Head of Financial Department: (Signature)

Date: 19 March 2021

AI YOU FOUNDATION

**SUPPLEMENTARY INFORMATION PROVIDED BY MANAGEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020**

[English translation for reference only]

- General information
- Financial position
- Related financial information of the Foundation

AI YOU FOUNDATION

SUPPLEMENTARY INFORMATION PROVIDED BY MANAGEMENT

[English translation for reference only]

I. General information

The social credit code of Ai You Foundation is 531000005000210435. On 6 May 2008, the Ministry of Civil Affairs of the PRC approved the issuance of legal person registration certificate to the Foundation, with Geng Yuan as the legal representative. The address of the Foundation is Room 320609, Building 5, Wangjing SOHO, No. 1 Futong East Street, Chaoyang District, Beijing. The Foundation is a public offering foundation with the original fund of RMB 20 million under the regulation of the Ministry of Civil Affairs, and has not established any branch as at 31 December 2020.

II. Financial position

1. As at 31 December 2020, Ai You Foundation had total assets of RMB 653,167,025.89, of which cash at bank and on hand, short-term investments and receivables amounted to RMB 180,236,840.76, RMB 356,520,803.56 and RMB 2,784,554.08, respectively; prepaid expenses, other current assets, fixed assets and long-term equity investments amounted to RMB 1,317,253.97, RMB 1,119,661.57, RMB 102,988.43 and RMB 111,084,923.52, respectively.
2. As at 31 December 2020, Ai You Foundation's total liabilities amounted to RMB 3,896,900.39, including current liabilities of RMB 3,896,900.39.
3. As at 31 December 2020, Ai You Foundation's total net assets amounted to RMB 649,270,125.50, including limited net assets of RMB 197,778,698.85 and unlimited net assets of RMB 451,491,426.65.
4. Revenue of Ai You Foundation for the year ended 31 December 2020 was RMB 294,137,651.92, including revenue from donation of RMB 269,779,657.36, revenue from government subsidies of RMB 1,500,000.00, investment income of RMB 22,667,250.48, and other income of RMB 190,744.08.
5. Expenditure of Ai You Foundation for the year ended 31 December 2020 were RMB 266,026,517.12, including business activity cost, general and administrative expenses and financing expenses of RMB 246,278,490.00, RMB 11,203,035.45 and RMB 8,544,991.67, respectively.
6. For the year ended 31 December 2020, the Foundation spent a total of RMB 246,278,490.00 in public welfare activities. The revenue of the Foundation for the prior year, net of incomes with time limit that are not allowed to be spent in the prior year, plus the net assets cleared of the time limit, amounted to RMB 246,477,651.74. Total expenditure related to public welfare activities in 2020 accounted for 99.92% of the Foundation's revenue in the prior year. General and administrative expenses, including labour costs, administrative & office expenses and professional service expenses, amounted to RMB 11,203,035.45, accounting for 4.21% of the total expenditure for the current year.

AI YOU FOUNDATION

SUPPLEMENTARY INFORMATION PROVIDED BY MANAGEMENT

[English translation for reference only]

III. Related financial information of the Foundation

31 December 2020

Name of the Foundation	Ai You Foundation		
Unified social credit code	531000005000210435		
Office address	Room 320609, Building 5, Wangjing SOHO, No. 1 Futong East Street, Chaoyang District, Beijing	Date of registration	6 May 2008
Tel:	+86 (10) 50948839	Zip code	100102
Legal representative	Geng Yuan	Major fund source	Revenue from donation
Deposit bank	Vantone Centre Branch of the CMBC		
Bank account	110908540910703		
Name of financial unit	Financial Department	Tel:	13810074137
Name of accountant	Gao Shan	Full-time or part-time	Full-time
Name of bookkeeping agency	Nil	Name of the person in charge of the bookkeeping agency	Nil
Unified social credit code	531000005000210435		
Branches and representative institutions with bank accounts and their deposit banks and corresponding bank accounts	Nil		
Entities	Nil		