
CSG HOLDING CO., LTD.

THE FIRST QUARTER REPORT 2017



Chairman of the Board:

CHEN LIN

April 2017

Section I Important Notice

Board of Directors and the Supervisory Committee of CSG Holding Co., Ltd. (hereinafter referred to as the Company) and its directors, supervisors and senior executives hereby confirm that there are no any fictitious statements, misleading statements, or important omissions carried in this report, and shall take all responsibilities, individual and/or joint, for the facticity, accuracy and completeness of the whole contents.

All directors were present the meeting of the Board for deliberating the First Quarter Report of the Company in person.

Ms. Chen Lin, Chairman of the Board, Mr. Pan Yonghong, responsible person in charge of the accounting and Ms. Wang Wenxin principal of the financial department (accounting officer) confirm that the Financial Report enclosed in the First Quarter Report 2017 is true, accurate and complete.

This report is prepared both in Chinese and English. Should there be any inconsistency between the Chinese and English versions, the Chinese version shall prevail.

Section II Main accounting data and Changes in Shareholders

I. Main accounting data and indices

Whether it has retroactive adjustment or re-statement on previous accounting data for accounting policy changed and accounting error correction or not

Yes No

	The 1st quarter of 2017	The 1st quarter of 2016	Percentage of change (%)
Operating income (RMB)	2,284,820,940	1,949,421,848	17.21%
Net profit attributable to shareholders of the listed company(RMB)	170,130,942	204,835,467	-16.94%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	149,271,133	192,098,876	-22.29%
Net cash flow arising from operating activities(RMB)	435,937,189	319,915,324	36.27%
Basic earnings per share (RMB/Share)	0.08	0.10	-20%
Diluted earnings per share (RMB/Share)	0.08	0.10	-20%
Weighted average ROE (%)	2.15%	2.57%	Declined 0.42 percentage points
	31 March 2017	31 December 2016	Percentage of change (%)
Total assets (RMB)	17,429,545,680	16,979,235,630	2.65%
Net assets attributable to shareholder of listed company(RMB)	7,980,911,446	7,812,335,004	2.16%

Items and amounts of extraordinary profit (gains)/losses

Applicable Not applicable

Unit: RMB

Item	Amount from beginning of the year to the end of the report period	Note
Gains/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	-20,445	
Governmental subsidy reckoned into current gains/losses (not including the subsidy enjoyed in quota or ration according to national standards, which are closely relevant to enterprise's business)	24,848,119	
Other non-operating income and expenditure except for the aforementioned items	464,090	

Other gains/losses satisfied definition of extraordinary profit (gains)/loss	--	
Less: Impact on income tax	3,769,900	
Impact on minority shareholders' equity (post-tax)	662,055	
Total	20,859,809	--

Explain reasons for the extraordinary profit (gain)/loss defined by *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, and the items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*

Applicable Not applicable

It did not exist that items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*.

II. Total of shareholders at the end of the report period and particulars about the shares held by the top ten shareholders

1. Total of shareholders at the end of the report period and particulars about the shares held by the top ten shareholders

Unit: Share

Total of shareholders at the end of the report period					168,029	
Particulars about shares held by the top ten shareholders						
Name of shareholder	Nature of shareholder	Proportion of shares held (%)	Amount of shares held	Amount of restricted shares held	Number of share pledged/frozen	
					Share status	Amount
Foresea Life Insurance Co., Ltd. – Haili Niannian	Domestic non state-owned legal person	15.45%	320,595,892	0		
Foresea Life Insurance Co., Ltd. – Universal Insurance Products	Domestic non state-owned legal person	3.92%	81,405,744	0		
Shenzhen Jushenghua Co., Ltd.	Domestic non state-owned legal person	2.87%	59,552,120	0	Pledged	59,552,100
Foresea Life Insurance Co., Ltd. – Own Fund	Domestic non state-owned legal person	2.15%	44,519,788	0		
Central Huijin Asset Management Ltd.	State-owned legal person	1.92%	39,811,300	0		

China North Industries Corporation	State-owned legal person	1.39%	28,800,000	0	
China Galaxy International Securities (Hong Kong) Co., Limited	Foreign legal person	1.34%	27,892,212	0	
China Merchants Securities (HK) Co., Limited	State-owned legal person	1.24%	25,706,598	0	
Shenzhen International Holdings (SZ) Limited	Domestic non state-owned legal person	0.96%	20,000,000	0	
BBH A/C VANGUARD EMERGING MARKETS STOCK INDEX FUND	Foreign legal person	0.64%	13,280,792	0	
Particular about top ten shareholders with un-restrict shares held					
Shareholders' name	Amount of un-restrict shares held at Period-end	Type of shares			
		Type	Amount		
Foresea Life Insurance Co., Ltd. – Haili Niannian	320,595,892	RMB ordinary shares	320,595,892		
Foresea Life Insurance Co., Ltd. – Universal Insurance Products	81,405,744	RMB ordinary shares	81,405,744		
Shenzhen Jushenghua Co., Ltd.	59,552,120	RMB ordinary shares	59,552,120		
Foresea Life Insurance Co., Ltd. – Own Fund	44,519,788	RMB ordinary shares	44,519,788		
Central Huijin Asset Management Ltd.	39,811,300	RMB ordinary shares	39,811,300		
China North Industries Corporation	28,800,000	RMB ordinary shares	28,800,000		
China Galaxy International Securities (Hong Kong) Co., Limited	27,892,212	Domestically listed foreign shares	27,892,212		
China Merchants Securities (HK) Co., Limited	25,706,598	Domestically listed foreign shares	25,706,598		
Shenzhen International Holdings (SZ) Limited	20,000,000	RMB ordinary shares	20,000,000		
BBH A/C VANGUARD EMERGING MARKETS STOCK INDEX FUND	13,280,792	Domestically listed foreign shares	13,280,792		
Statement on associated relationship or consistent action	Among shareholders as listed above, Foresea Life Insurance Co., Ltd.-Haili Niannian, Foresea Life Insurance Co., Ltd.-Universal				

among the above shareholders:	<p>Insurance Products, Foresea Life Insurance Co., Ltd.-Own Fund are all held by Foresea Life Insurance Co., Ltd. Shenzhen Jushenghua Co., Ltd. is a related legal person of Foresea Life Insurance Co., Ltd. and Chengtai Group Co., Ltd., another related legal person of Foresea Life Insurance Co., Ltd, which held 27,625,299 shares via China Galaxy International Securities (Hong Kong) Co., Limited.</p> <p>Except for the above-mentioned shareholders, It is unknown whether other shareholders belong to related party or have associated relationship regulated by the Management Regulation of Information Disclosure on Change of Shareholding for Listed Companies.</p>
Explanation on shareholders involving margin business (if applicable)	Nil

Whether top ten common shareholders or top ten common shareholders with un-restrict shares held had a buy-back agreement dealing in the report period

Yes No

The top ten common shareholders or top ten common shareholders with un-restrict shares held of the Company had no buy-back agreement dealing in the report period.

Section III. Important events

I. Particulars and explanations about significant changes in main accounting statements and financial indices

√Applicable □ Not applicable

Unit: RMB 0,000

	Note	31 March 2017	31 December 2016	Amount of change	Percentage of change
Monetary capital	(1)	77,115	58,680	18,435	31%
Notes receivable	(2)	33,200	45,635	-12,435	-27%
Accounts receivable	(3)	86,564	62,799	23,765	38%
Inventories	(4)	60,787	47,778	13,009	27%
Construction in progress	(5)	106,508	136,210	-29,702	-22%
Other non-current assets	(6)	12,679	8,717	3,962	45%
Notes payable	(7)	9,000	2,000	7,000	350%
Deposit received	(8)	17,158	14,233	2,925	21%
Employees' wage payable	(9)	12,762	19,337	-6,575	-34%
Interest payable	(10)	9,328	7,823	1,505	19%
Other payables	(11)	70,000	-	70,000	-
	Note	Jan.-Mar.2017	Jan.-Mar.2016	Amount of change	Percentage of change
taxes and surcharges	(12)	2,724	1,004	1,720	171%
Asset impairment loss	(13)	458	322	136	42%
Investment gains	(14)	-	1,196	-1,196	-100%
Non-operating income	(15)	2,545	1,541	1,004	65%
Non-operating expenses	(16)	15	42	-27	-64%
Other comprehensive income	(17)	-18	-13	-5	38%

Note:

(1)The increase of monetary capital is mainly used to repay the to-be-mature debt.

(2)The decrease of notes receivable is mainly due to the increasing liquidity of notes.

- (3)The increase of accounts receivable was mainly due to the increase of accounts receivable in architectural glass industry.
- (4)The increase of inventories was mainly affected by the increase of capacity in flat glass industry.
- (5)The decrease of construction in process was mainly because construction in process was transferred to fixed asset.
- (6)The increase of other non-current assets was mainly due to the increase of the prepaid payment for engineering equipment during the report period.
- (7)The increase of notes payable was mainly due to the increase of new notes in current period and low balance in previous period.
- (8)The increase of deposit received was mainly due to the increase of customer payment received in advance during the report period.
- (9)The decrease of employees' wage payable mainly because the year-end bonus for employees accrued at the end of last year was paid in the report period.
- (10)Interest payable increased mainly because payment for ultra-short-term financing bills and medium term notes has not been paid for they were not due yet.
- (11)The increase of other payables was mainly due to the payable shareholder interest-free borrowing.
- (12)The increase of taxes and surcharges which was originally accounted in the management fee - tax, is now accounted in taxes and surcharges after replacing business tax with value-added tax since May 2016.
- (13)The increase of asset impairment loss was mainly caused by increase of accrued bad debt reserve.
- (14)The decrease of investment gains was mainly due to the joint venture of the Company included in the consolidation scope.
- (15)The increase of non-operating income was mainly due to the increase of governmental subsidy during the report period.
- (16)Non-operating expenses decrease mainly because it slightly reduced during the report period as well as low balance in previous period.
- (17) Other comprehensive income decreased mainly because foreign currency statement conversion difference changed during the report period.

II. The progress of material events and the impact and the analysis of solutions

√Applicable Not applicable

1. Public Issuance of Corporate Bonds to Qualified Investors

On Feb. 13, 2017, the interim meeting of the 7th session of the board of directors of the Company deliberated and approved the *Proposal on Public Issuance of Corporate Bonds to Qualified Investors*. The Company proposed to issue corporate bonds to qualified investors with the total face value no more than RMB 2 billion (including RMB 2 billion), and the valid period no more than 10 years (including 10 years). This proposal was deliberated and approved by the Second Extraordinary Shareholders' General Meeting held on Mar. 2, 2017.

For details, please refer to the *Announcement on Public Issuance of Corporate Bonds* disclosed on Feb. 14, 2016 (Announcement No.: 2017-011).

2. Ultra-short-term Financing Bills

On 10 December 2014, the First Extraordinary Shareholders' General Meeting 2014 of CSG Holding Co., Ltd deliberated and approved the proposal of application for registration and issuance of ultra-short-term financing bills with registered capital of RMB 4 billion at most and validity within 2 years. On 21 May 2015, National Association of Financial Market Institutional Investors (NAFMII) held the 32nd registration meeting of 2015, in which NAFMII decided to accept the registration of the Company's ultra-short-term financing bills, amounting to RMB 4 billion and valid for two years. China Merchants Bank Co., Ltd., Shanghai Pudong Development Bank Co., Ltd., Industrial Bank Co., Ltd., China CITIC Bank Co., Ltd. and China Agriculture Bank Co., Ltd. were joint lead underwriters of these ultra-short-term financing bills, which could be issued by stages within period of validity of the registration. On 12 June 2015, the Company issued the first batch of ultra-short-term financing bills for the year of 2015 with total amount of RMB 0.8 billion and valid term of 270 days at the issuance rate of 4.25%, which was redeemed on 11 March 2016. On 13 October 2015, the Company issued the second batch of ultra-short-term financing bills for the year of 2015 with total amount of RMB 1.1 billion and valid term of 270 days at the issuance rate of 3.81%, which was redeemed on 11 July 2016. On 10 March 2016, the Company issued the first batch of ultra-short-term financing bills for the year of 2016 with total amount of RMB 0.8 billion and valid term of 270 days at the issuance rate of 3.15%, which will be redeemed on 6 December 2016. On 17 May 2016, the Company issued the second batch of ultra-short-term financing bills for the year of 2016 with total amount of RMB 0.9 billion and valid term of 270 days at the issuance rate of 4.18%, which will be redeemed on 10 February 2017. On 2 August 2016, the Company issued the third batch of ultra-short-term financing bills for the year of 2016 with total amount of RMB 0.6 billion and valid term of 270 days at the issuance rate of 3.67%, which will be redeemed on 1 May 2017. On 1 September 2016, the Company issued the fourth batch of ultra-short-term financing bills for the year of 2016 with total amount of RMB 0.5 billion and valid term of 270 days at the issuance rate of 3.5%, which will be redeemed on 2 June 2017.

For details, please refer to www.chinabond.com.cn and www.chinamoney.com.cn.

3. Interest-free borrowing from shareholder

On Nov. 22, 2016, the Company received the letter from the shareholder Shenzhen Jushenghua Co., Ltd. In order to support the stable operation development of the Company, as the shareholder of the Company, Jushenghua was willing to provide the Company or provide through the specified related party with interest-free borrowing of RMB 2 billion. For details, please refer to the *Announcement on Voluntary Information Disclosure of the Company on Obtaining Interest-free Borrowing from Shareholder* (announcement No.: 2016-064). Up to Mar. 31, 2017, the balance of the borrowing of the Company from Jushenghua was RMB 0.7 billion.

III. Failure in due fulfillment of commitments of the actual controllers, shareholders, affiliates, and acquirers of listed company as well as the listed company during the report period

Applicable Not applicable

It did not exist that commitments of the actual controllers, shareholders, affiliates, and acquirers of listed company as well as the listed company failed to be fulfilled on time during the report period.

IV. Predict of the business performance from January to June 2017

Warnings and reasons of the predict that the cumulative net profit from the begin of the year to the end of next report period may be loss or have great changes comparing with the same period of last year

Applicable Not applicable

V. Securities Investment

Applicable Not applicable

There was no securities investment in the report period.

VI. Derivative investment

Applicable Not applicable

There was no derivative investment in the report period.

VII. Registration form for receiving research, communication and interview in the report period

Applicable Not applicable

VIII. Particulars about illegal external guarantee

Applicable Not applicable

IX. Particulars about non-operating fund of listed company which is occupied by controlling shareholder and its affiliated enterprises

Applicable Not applicable

Section IV Financial Report

I. Financial Statements

I. Financial Statements

Prepared by CSG Holding Co., Ltd.

Unit: RMB

Items	Ending balance	Beginning balance
Current asset:		
Monetary capital	771,149,851	586,803,505
Notes receivable	331,999,148	456,347,237
Account receivable	865,641,420	627,985,983
Prepayment	80,628,071	95,733,132
Other receivables	34,174,269	33,229,149
Inventories	607,867,558	477,780,925
Other current asset	226,509,775	199,905,577
Total of current asset	2,917,970,092	2,477,785,508
Non-current assets		
Fixed assets	11,730,078,145	11,457,972,991
Construction in process	1,065,080,811	1,362,096,377
Intangible assets	1,028,729,025	1,032,458,977
R&D expense	67,911,511	66,927,714
Goodwill	397,392,156	397,392,156
Long-term amortizable expenses	918,809	975,660
Differed income tax asset	94,677,648	96,451,854
Other non-current asset	126,787,483	87,174,393
Total of non-current assets	14,511,575,588	14,501,450,122
Total of assets	17,429,545,680	16,979,235,630
Current liabilities		
Short-term loans	3,360,885,270	4,017,869,662
Notes payable	90,000,000	20,000,000
Account payable	1,233,276,171	1,169,869,370
Prepayment received	171,576,524	142,330,979

Employees' wage payable	127,622,030	193,372,239
Tax payable	116,449,233	115,592,616
Interest payable	93,282,930	78,225,904
Other account payable	184,897,959	188,321,450
Non-current liability due in 1 year	1,015,560,000	1,029,340,000
Other current liability	300,000	300,000
Total of current liability	6,393,850,117	6,955,222,220
Non-current liabilities		
Long-term borrowings	1,578,660,000	1,438,660,000
Long term payables	700,000,000	-
Deferred income	420,579,770	422,993,254
Differed income tax liability	29,087,205	29,749,137
Total of non-current liabilities	2,728,326,975	1,891,402,391
Total of liability	9,122,177,092	8,846,624,611
Owners' equity (or shareholders' equity)		
Capital paid in (or share capital)	2,075,335,560	2,075,335,560
Capital reserves	1,260,812,565	1,260,702,197
Other comprehensive income	4,475,241	4,653,971
Special reserves	4,357,335	5,843,473
Surplus reserves	888,850,230	888,850,230
Retained profit	3,747,080,515	3,576,949,573
Total of owner's equity belong to the parent company	7,980,911,446	7,812,335,004
Minor shareholders' equity	326,457,142	320,276,015
Total of owners' equity (or shareholders' equity)	8,307,368,588	8,132,611,019
Total of liability and shareholders' equity (or owners' equity)	17,429,545,680	16,979,235,630

Legal Representative: Chen Lin Responsible person in charge of the accounting: Pan Yonghong Manager of the financial department: Wang Wenxin

2. Balance Sheet of the Parent Company

Unit: RMB

Items	Ending balance	Beginning balance
Current asset:		
Monetary capital	411,011,438	302,841,481

Prepayment		16,880
Interest receivable		
Other account receivable	3,797,656,032	3,863,121,029
Total of current asset	4,208,667,470	4,165,979,390
Non-current assets		
Long-term receivable	2,003,645,000	2,003,645,000
Long-term share equity investment	4,790,440,632	4,790,440,632
Fixed asset	24,821,152	26,073,848
Intangible assets	1,280,559	1,393,454
Total of non-current assets	6,820,187,343	6,821,552,934
Total of assets	11,028,854,813	10,987,532,324
Current liabilities		
Short-term loans	2,600,000,000	3,495,163,044
Account payable	317,874	317,874
Employees' wage payable	20,241,271	18,380,010
Tax payable	527,508	1,804,568
Interest payable	6,338,186	3,794,646
Other account payable	488,577,914	240,593,894
Non-current liability due in 1 year	1,000,000,000	1,000,000,000
Total of current liability	4,116,002,753	4,760,054,036
Non-current liabilities		
Long-term borrowings	1,380,000,000	1,380,000,000
Long-term payables	700,000,000	-
Deferred income	16,657,850	12,035,040
Total of non-current liabilities	2,096,657,850	1,392,035,040
Total of liability	6,212,660,603	6,152,089,076
Owners' equity (or shareholders' equity)		
Capital paid in (or share capital)	2,075,335,560	2,075,335,560
Capital reserves	1,405,529,511	1,405,529,511
Surplus reserves	903,395,590	903,395,590
Retained profit	431,933,549	451,182,587
Total of owners' equity (or shareholders' equity)	4,816,194,210	4,835,443,248
Total of liability and shareholders' equity (or owners' equity)	11,028,854,813	10,987,532,324

3. Consolidated Income Statement

Unit: RMB

Items	Balance of this period	Balance of last period
I. Total revenue	2,284,820,940	1,949,421,848
Incl. Business income	2,284,820,940	1,949,421,848
II. Total business cost	2,101,721,182	1,743,978,936
Incl. Business cost	1,743,968,864	1,436,818,441
Taxes and surcharges	27,235,740	10,040,837
Sales expense	70,248,936	59,556,544
Administrative expense	188,384,691	169,343,405
Financial expenses	67,305,652	64,997,957
Asset impairment loss	4,577,299	3,221,752
Investment gains (“-“ for loss)		11,958,319
Incl. Investment gains from affiliates		
Exchange gains (“-“ for loss)		
III. Operational profit (“-“ for loss)	183,099,758	217,401,231
Plus: non-operational income	25,446,074	15,411,111
Including: Gains on disposal of non-current assets		
Less: non-operational expenditure	154,309	416,555
Incl. Loss from disposal of non-current assets	54,228	9,223
IV. Gross profit (“-“ for loss)	208,391,523	232,395,787
Less: Income tax expenses	32,150,613	27,560,320
V. Net profit (“-“ for net loss)	176,240,910	204,835,467
Net profit attributable to the owners of parent company	170,130,942	204,835,467
Minor shareholders' equity	6,109,968	
VI. After-tax net amount of other comprehensive incomes	-178,730	-128,847
After-tax net amount of other comprehensive incomes attributable to owners of the Company	-178,730	-128,847
(I) Other comprehensive incomes that will be reclassified into gains and losses	-178,730	-128,847
1. Foreign-currency financial statement translation difference	-178,730	-128,847
VII. Total comprehensive incomes	176,062,180	204,706,620

Attributable to owners of the Company	169,952,212	204,706,620
Attributable to minority shareholders	6,109,968	
VIII. Earnings per share		
(I) Basic earnings per share	0.08	0.10
(II) Diluted earnings per share	0.08	0.10

Legal Representative: Chen Lin Responsible person in charge of the accounting: Pan Yonghong Manager of the financial department: Wang Wenxin

4. Income Statement of the Parent Company

Unit: RMB

Items	本期发生额	上期发生额
I. Turnover	12,712,938	1,077,394
Less: Operation cost	0	60,334
Taxes and surcharges	66,196	
Sales expense		
Administrative expense	29,590,097	25,162,566
Financial expenses	2,681,455	4,988,307
Asset impairment loss	6,418	581
Investment gains (“-“ for loss)		252,072,724
Incl. Investment gains from affiliates		
II. Operational profit (“-“ for loss)	-19,631,228	222,938,330
Plus: Non business income	382,190	388,990
Including: Gains on disposal of non-current assets		
Less: Non-business expenses		
Incl. Loss from disposal of non-current assets		
III. Total profit (“-“ for loss)	-19,249,038	223,327,320
Less: Income tax expenses		
IV. Net profit (“-“ for net loss)	-19,249,038	223,327,320
V. After-tax net amount of other comprehensive incomes		
(I) Other comprehensive incomes that will be reclassified into gains and losses		
1. Enjoyable shares in other comprehensive incomes in investees that will be reclassified into gains and		

losses under the equity method		
2. Gains and losses from changes in fair value available for sale financial assets		
3. Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
4. Effective hedging gains and losses on cash flows		
5. Foreign-currency financial statement translation difference		
6. Other		
VI. Total comprehensive incomes	-19,249,038	223,327,320
VII. Earnings per share		
(I) Basic earnings per share		
(II) Diluted earnings per share		

5. Consolidated Cash Flow Statement

Unit: RMB

Items	Balance of this period	Balance of last period
I. Net cash flow from business operation		
Cash received from sales of products and providing of services	2,374,403,974	2,229,364,142
Tax returned	2,699,605	28,911,814
Other cash received from business operation	62,798,493	22,694,131
Sub-total of cash inflow from business activities	2,439,902,072	2,280,970,087
Cash paid for purchasing of merchandise and services	1,378,088,648	1,388,087,175
Cash paid to staffs or paid for staffs	342,138,239	297,229,533
Taxes paid	153,306,069	153,311,525
Other cash paid for business activities	130,431,927	122,426,530
Sub-total of cash outflow from business activities	2,003,964,883	1,961,054,763
Cash flow generated by business operation, net	435,937,189	319,915,324
II. Cash flow generated by investing		
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	24,000	349,679
Other investment-related cash received	11,233,893	7,932,500
Sub-total of cash inflow due to investment activities	11,257,893	8,282,179
Cash paid for construction of fixed assets, intangible	352,700,579	261,541,527

assets and other long-term assets		
Cash paid as investment		4,250,000
Other cash paid for investment activities	22,216,688	26,209,845
Sub-total of cash outflow due to investment activities	374,917,267	292,001,372
Net cash flow generated by investment	-363,659,374	-283,719,193
III. Cash flow generated by financing		
Cash received as investment		
Incl. Cash received as investment from minor shareholders		
Cash received as loans	1,001,419,750	1,510,000,000
Other financing-related cash received	705,538,631	4,673,351
Subtotal of cash inflow from financing activities	1,706,958,381	1,514,673,351
Cash to repay debts	1,532,500,773	1,792,807,487
Cash paid as dividend, profit, or interests	59,613,453	35,300,685
Incl. Dividend and profit paid by subsidiaries to minor shareholders		
Other cash paid for financing activities	2,438,868	52,390,268
Subtotal of cash outflow due to financing activities	1,594,553,094	1,880,498,440
Net cash flow generated by financing	112,405,287	-365,825,089
IV. Influence of exchange rate alternation on cash and cash equivalents	-200,416	-617,441
V. Net increase of cash and cash equivalents	184,482,686	-330,246,399
Plus: Balance of cash and cash equivalents at the beginning of term	584,566,990	574,744,877
VI. Balance of cash and cash equivalents at the end of term	769,049,676	244,498,478

6. Cash Flow Statement of the Parent Company

Unit: RMB

Items	Balance of this period	Balance of last period
I. Net cash flow from business operation		
Cash received from sales of products and providing of services		
Tax returned		
Other cash received from business operation	7,356,851	1,780,456

Sub-total of cash inflow from business activities	7,356,851	1,780,456
Cash paid for purchasing of merchandise and services		
Cash paid to staffs or paid for staffs	21,682,567	41,544,408
Taxes paid	549,105	28,561,794
Other cash paid for business activities	5,134,287	2,185,694
Sub-total of cash outflow from business activities	27,365,959	72,291,896
Cash flow generated by business operation, net	-20,009,108	-70,511,440
II. Cash flow generated by investing		
Cash received from investment retrieving		
Cash received as investment profit		216,000,000
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets		1,800
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received		
Sub-total of cash inflow due to investment activities	0	216,001,800
Cash paid for construction of fixed assets, intangible assets and other long-term assets	84,773	2,779
Cash paid as investment		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities		
Sub-total of cash outflow due to investment activities	84,773	2,779
Net cash flow generated by investment	-84,773	215,999,021
III. Cash flow generated by financing		
Cash received as investment		
Cash received as loans	500,693,638	1,510,000,000
Cash received from bond placing		
Other financing-related cash received	1,025,642,490	
Subtotal of cash inflow from financing activities	1,526,336,128	1,510,000,000
Cash to repay debts	1,396,723,365	1,608,000,000
Cash paid as dividend, profit, or interests	2,213,425	20,353,809
Other cash paid for financing activities		300,158,056
Subtotal of cash outflow due to financing activities	1,398,936,790	1,928,511,865
Net cash flow generated by financing	127,399,338	-418,511,865

IV. Influence of exchange rate alternation on cash and cash equivalents	863,120	-34,496
V. Net increase of cash and cash equivalents	108,168,577	-273,058,780
Plus: Balance of cash and cash equivalents at the beginning of term	301,637,933	394,606,753
VI. Balance of cash and cash equivalents at the end of term	409,806,510	121,547,973

II. Report of the Auditors

Whether the First Quarter Report has been audited or not

Yes No

The First Quarter Report hasn't been audited.

Board of Directors of

CSG Holding Co., Ltd.

28 April 2017