

# Bengang Steel Plates Co., Ltd.

## The 3rd Quarterly Report 2010 (Full Text)

### § 1 Important Declaration

1.1 The Board of Directors and the directors of the Company guarantee that there are no significant omissions, fictitious or misleading statements carried in the Report and we will accept individual and joint responsibilities for the truthfulness, accuracy and completeness of the Report.

1.2 The 3<sup>rd</sup> Quarterly Report is not audited by CPA.

1.3 Chairman of the Board – Mr. Yu Tiancheng, Chief Financial Officer – Mr. Cao Aimin, and Head of Accounting Dept. – Mr. Zuo Zhanguo hereby declare: the authenticity and integrality of the report are guaranteed.

This report is prepared both in Chinese and English. When there is conflict understanding between the two versions, the Chinese version shall prevail.

### § 2 Company Profile

#### 2.1 Financial highlights

In RMB Yuan

	2010.9.30	2009.12.31	Extent of Change (%)	
Gross Assets (RMB)	36,138,022,336.84	34,821,686,467.03	3.78%	
Owners' equity attributable to the shareholders of the listed company (yuan)	14,946,614,382.04	14,124,642,552.32	5.82%	
Capital shares (shares)	3,136,000,000.00	3,136,000,000.00	0.00%	
Net asset per share attributable to the shareholders of the listed company (Yuan/share)	4.7661	4.5040	5.82%	
	July-Sept. 2010	Changed over the same period of last year (%)	Jan-Sept. 2010	Changed over the same period of last year (%)
Turnover (yuan)	11,971,535,169.01	28.66%	33,800,717,653.76	31.18%
Net profit attributable to shareholders of the listed company (yuan)	171,515,064.68	132.77%	860,121,829.72	160.01%
Net Cash flow generated by business operation (RMB)	-	-	639,012,087.93	-30.13%
Net Cash flow per share generated by business operation (yuan/share)	-	-	0.20	-30.13%
Basic earnings per share (Yuan/share)	0.05	132.77%	0.27	160.01%
Diluted earnings per share (Yuan/share)	0.05	132.77%	0.27	160.01%
Weighted average net income/asset ratio (%)	1.15%	131.41%	5.91%	161.99%
Weighted average net income/asset ratio less non-recurring gain/loss(%)	1.47%	146.14%	6.20%	168.48%

Non-recurring gain and loss items	Amount from beginning of year to the end of report term	Note
Gain/loss of non-current assets	-58,279,946.98	Fixed asset discard in report term
Government subsidies accounted into current gain/loss account, other than those closely related to the Company 's common business, comply with the national policy and continues to enjoy at certain fixed rate or amount.	388,540.02	
Gain/loss from debt reorganization	6,769,133.24	
Other non-business income and expenditures other than the above	-5,403,138.35	
Influenced amount of income tax	14,131,353.02	
Total	-42,394,059.05	-

## 2.2 Total of shareholders and the top 10 holders of unconditional shares

In Shares

Total shareholders at the end of the report period (accounts)		66,565
Top ten holders of the shares without subscription limitation		
Full name of shareholder	Amount of unconditional shares held at the end of report term	Categories
Benxi Steel (Group) Ltd.	536,800,000	RMB common shares
DREYFUS PREMIER INVESTMENT FDS INC.-DREYFUS GREATER CHINA FD	52,237,245	Foreign shares placed in domestic exchange
GOVERNMENT OF SINGAPORE INV. CORP.-A/C "C"	22,939,848	Foreign shares placed in domestic exchange
NOMURA TST N BK CO.,LTD ATTF ASIA ATTR DIV STK FD MTH FD	18,049,086	Foreign shares placed in domestic exchange
China Construction Bank – Shangtou Morgan China Advantage Securities Investment Fund	15,689,356	RMB common shares
GSIC A/C MONETARY AUTHORITY OF SINGAPORE	10,850,058	Foreign shares placed in domestic exchange
RENAISSANCE CHINA PLUS FUND	7,760,556	Foreign shares placed in domestic exchange
UBS AG LONDON BRANCH	6,640,442	Foreign shares placed in domestic exchange
HTHK/BTDL-ASIAN MARKET LEADERS FUND	6,589,251	Foreign shares placed in domestic exchange
CREDIT SUISSE (HONG KONG) LIMITED	5,829,634	Foreign shares placed in domestic exchange

## § 3 Significant Events

### 3.1 Details and causations of major change in major accounting subjects and financial indices

applicable      not applicable

* Main financial items in the consolidated financial statement which have changed for over 30% comparing with the financial situation at end of 2009		
I. Balance Sheet Items	Rate of change	Cause of change
Monetary capital	-37.56%	Increasing of monetary capital paid by the Company
Other account receivable	41.31%	Increasing of other business payment receivable

Long-term share equity investment	210.92%	Increasing of external share equity held by the Company
Construction in process	87.31%	Increasing construction in process
Engineering goods	-82.29%	Delivery of project materials
Notes payable	-70.75%	Due and disburse of notes payable
Tax payable	-60.35%	VAT payable increased this term
Other account payable	62.06%	Increasing of payment clearance
Non-current liability due in 1 year	-92.25%	Clearing of non-current liabilities due in one year
Long-term borrowings	106.89%	Increasing of bank loans
Special payable	1933.55%	Receiving of special fund
Retained profit	57.55%	Increasing of net profit
Minor shareholders' equity		Intake of extra shareholders by subsidiaries
* Main financial items in the consolidated statement which have changed for over 30% comparing with the financial performance of Jan-Sept 2009		
II. Income Statement Items	Rate of change	Cause of change
Turnover	31.18%	Increasing of sales and sales prices
Business tax and surcharge	1193.85%	VAT payable increased this term
Sales expense	35.39%	Increasing of export and therefore the port fee, freight, and tax
Non-operational income	-31.45%	Decreasing of government subsidies
Non-operational expenditure	-37.71%	Discard of assets
Income tax expenses	232.34%	Increasing of profit made by subsidiaries
Cash flow generated by business operation, net	-30.13%	Increasing of payment for purchasing
Net cash flow generated by financing	173.21%	Increasing of bank loans

### 3.2 Progress of significant events, their influence, countermeasures, and analysis

#### 3.2.1 None-standard opinions

applicable      not applicable

#### 3.2.2 Illegal providing of capital or guarantees to the holding shareholder or its related parties or external parties

applicable      not applicable

#### 3.2.3 Signing and execution of major business contracts

applicable      not applicable

#### 3.2.4 Misc.

applicable      not applicable

One entity was newly added to the consolidated report, which was:  
According to the "External Investment Plan" adopted at the 1<sup>st</sup> meeting of the 5<sup>th</sup> term of Board held on June 3, 2010, the Company invested RMB65 million to establish Dalian Benruitong Automobile Material Technologies Co., Ltd. in Dalian City with Hubei Huitong Trade Group Co., Ltd. and Wuhu Ruichuang Investment Co., Ltd. The company has obtained the business license (大保工商企法字 2102421101375) on July 1, 2010, with registered capital of RMB100 million. This investment has been verified by Dalian Zhaolin CPA Ltd. with the report 大兆会内验字(2010)第019号.

### 3.3 Fulfilling of commitment issues made by the Company, shareholder, or substantial controller

Commitments	The undertaker	Content of Commitments	Status of fulfilling
Commitment in share equity relocation	Benxi Steel (Group) Ltd.	1. After launching of the share relocation program, Bengang Group has committed not to trade or transfer its shares in 24 months since the day when they are allowed to trade in the stock exchange, and not more than 5% of the total capital share of the Company between the 24 <sup>th</sup> month and the 36 <sup>th</sup> month. 2. Bengang Group committed not to put the newly placed shares in the market or sell to others in 36 months since the date when the share registration is done. (except for transferring to strategic investors that is approved by the national policy, the commitments shall be carried forward by the underwriter.) 3. From completion of handover till the end of 2010, Bengang Group shall hold not less than 65% of the Company's capital shares. (But except for transferring to strategic investors under the permission of national policies, with the condition of the new holder shall keep the commitment made forth by Bengang Group.) 4. When the Group is trading or transferring the shares it holds in the Company before the end of 2010, the prices shall not lower than the net asset per share provided by the latest auditing report. Bengang Group committed that the proceeds from trading of the shares, by breaching of faith as said above, will be transferred to the possession of the Company. 5. Bengang Group promises to be responsible for the losses due to its failure or partially failure in fulfilling of the above responsibilities.	The commitments are under processing at present and no breaching of commitment has occurred.
Commitment made in acquisition report or equity alternation report	None	None	None
Commitment made in major asset restructuring	None	None	None
Commitment made at issuing	None	None	None
Other commitments (including supplementary commitments)	None	None	None

### 3.4 Estimated accumulative profit from the year beginning to the end of the next report period may be of deficits; or in comparison with the same period of the previous year, give the warning of great change and the notice to the reasons.

applicable      not applicable

### 3.5 Major events needs to be explained

#### 3.5.1 Investment in securities

applicable      not applicable

**3.5.2 Reception of investigations, communications, or interviews**

Time/date	Place	Way	Visitors	Main content involved and material provided
July 13, 2010	Office of the secretary of Board	Field research	North-east Security	Production and operation situation

**3.6 Investment in derivate financial instruments**

applicable      not applicable

**3.6.1 Derivate financial instrument stock at end of report term**

applicable      not applicable

**§ 4 Attachments**

#### 4.1 Balance Sheet

Prepared by Bengang Steel Plates Co., Ltd. Ended September 30, 2010 RMB Yuan

Items	Balance at the end of term		Balance at the beginning of year	
	Consolidated	Parent company	Consolidated	Parent company
Current asset:				
Monetary capital	1,775,213,052.98	1,460,454,024.16	2,842,961,050.60	2,795,043,926.41
Settlement provision				
Outgoing call loan				
Transactional financial assets				
Notes receivable	2,266,847,918.03	2,139,262,535.40	1,758,593,662.55	1,692,464,732.45
Account receivable	524,413,747.51	683,359,988.55	578,413,768.04	736,508,549.83
Prepayment	970,071,480.91	970,071,480.91	1,150,044,136.73	1,134,073,791.54
Insurance receivable				
Reinsurance receivable				
Provisions of Reinsurance contracts receivable				
Interest receivable				
Dividend receivable				
Other account receivable	132,304,970.07	233,580,451.53	93,630,458.88	210,275,779.87
Repurchasing of financial assets				
Inventories	10,044,572,795.66	9,553,292,449.89	8,075,674,235.63	7,701,138,465.80
Non-current asset due in 1 year				
Other current asset	182,211,823.73	182,211,823.73	182,211,823.73	182,211,823.73
Total of current asset	15,895,635,788.89	15,222,232,754.17	14,681,529,136.16	14,451,717,069.63
Non-current assets				
Loans and payment on other ' s behalf disbursed				
Disposable financial asset				
Expired investment in possess				
Long-term receivable				
Long-term share equity investment	5,732,780.00	868,597,157.17	1,843,800.00	539,708,177.17
Investment properties				
Fixed assets	16,579,835,576.11	16,158,160,792.08	17,962,489,063.75	17,518,704,793.06
Construction in process	3,420,708,688.26	2,772,775,245.42	1,826,180,938.13	1,826,180,938.13
Engineering goods	24,435,746.70	24,435,746.70	137,969,772.11	137,969,772.11
Fixed asset disposal				
Production physical assets				
Gas & petrol				
Intangible assets				
R&D expense				
Goodwill				
Long-term amortizable expenses				
Differed income tax asset	211,673,756.88	210,573,821.71	211,673,756.88	210,573,821.71
Other non-current asset				
Total of non-current assets	20,242,386,547.95	20,034,542,763.08	20,140,157,330.87	20,233,137,502.18
Total of assets	36,138,022,336.84	35,256,775,517.25	34,821,686,467.03	34,684,854,571.81
Current liabilities				
Short-term loans	2,308,316,000.00	2,308,316,000.00	2,845,850,700.00	2,845,850,700.00

Loan from Central Bank				
Deposit received and hold for others				
Call loan received				
Trade off financial liabilities				
Notes payable	1,239,664,801.86	1,239,664,801.86	4,238,076,393.71	4,238,076,393.71
Account payable	6,978,644,704.93	7,172,262,258.24	6,261,007,678.94	6,401,502,740.43
Prepayment received	2,978,554,490.49	2,589,139,501.86	2,538,565,736.60	2,418,365,310.33
Selling of repurchased financial assets				
Fees and commissions receivable				
Employees ' wage payable	193,864,036.15	193,864,036.15	245,128,249.09	245,128,249.09
Tax payable	-46,491,008.14	-42,817,752.55	-117,251,269.73	-99,007,033.77
Interest payable				
Dividend payable				
Other account payable	1,377,272,050.44	1,453,904,421.21	849,874,951.99	747,373,431.76
Reinsurance fee payable				
Insurance contract provision				
Entrusted trading of securities				
Entrusted selling of securities				
Non-current liability due in 1 year	74,423,563.60	74,423,563.60	960,040,053.18	960,040,053.18
Other current liability				
Total of current liability	15,104,248,639.33	14,988,756,830.37	17,821,292,493.78	17,757,329,844.73
Non-current liabilities				
Long-term borrowings	5,935,875,998.80	5,425,875,998.80	2,869,036,104.26	2,869,036,104.26
Bond payable				
Long-term payable				
Special payable	115,234,666.67	115,234,666.67	5,666,666.67	5,666,666.67
Contingent liabilities				
Differed income tax liability				
Other non-recurring liabilities	1,048,650.00	1,048,650.00	1,048,650.00	1,048,650.00
Total of non-current liabilities	6,052,159,315.47	5,542,159,315.47	2,875,751,420.93	2,875,751,420.93
Total of liability	21,156,407,954.80	20,530,916,145.84	20,697,043,914.71	20,633,081,265.66
Owners ' equity (or shareholders ' equity)				
Capital paid in (or share capital)	3,136,000,000.00	3,136,000,000.00	3,136,000,000.00	3,136,000,000.00
Capital reserves	8,792,191,134.76	8,792,191,134.76	8,736,261,134.76	8,736,261,134.76
Less: Shares in stock				
Special reserves				
Surplus reserves	921,277,509.22	921,277,509.22	921,277,509.22	921,277,509.22
Common risk provision				
Retained profit	2,097,145,738.06	1,876,390,727.43	1,331,103,908.34	1,258,234,662.17
Different of foreign currency translation				
Total of owner ' s equity belong to the parent company	14,946,614,382.04	14,725,859,371.41	14,124,642,552.32	14,051,773,306.15
Minor shareholders ' equity	35,000,000.00			
Total of owners ' equity	14,981,614,382.04	14,725,859,371.41	14,124,642,552.32	14,051,773,306.15
Total of liabilities and owners ' equity	36,138,022,336.84	35,256,775,517.25	34,821,686,467.03	34,684,854,571.81

## 4.2 Income Statement of the report term

Prepared by: Bengang Steel Plates Co., Ltd.

July-Sept 2010

RMB Yuan

Items	Amount of the Current Term		Amount of the Previous Term	
	Consolidated	Parent company	Consolidated	Parent company
I. Total revenue	11,971,535,169.01	11,741,327,075.53	9,304,927,031.04	9,115,252,601.04
Incl. Business income	11,971,535,169.01	11,741,327,075.53	9,304,927,031.04	9,115,252,601.04
Interest income				
Insurance fee earned				
Fee and commission received				
II. Total business cost	11,692,345,649.23	11,651,311,790.22	9,733,441,079.84	9,563,071,709.00
Incl. Business cost	10,625,735,529.76	10,623,979,573.74	9,020,608,173.52	8,900,300,926.37
Interest expense				
Fee and commission paid				
Insurance discharge payment				
Net claim amount paid				
Net insurance policy reserves provided				
Insurance policy dividend paid				
Reinsurance expenses				
Business tax and surcharge	70,979,357.42	66,261,105.88	1,389,284.02	887,833.03
Sales expense	122,504,653.62	99,498,055.75	54,840,434.66	30,439,099.92
Administrative expense	864,128,685.63	852,464,403.99	615,894,619.47	611,247,338.93
Financial expenses	8,997,422.80	9,108,650.86	20,063,913.55	20,196,510.75
Asset impairment loss			20,644,654.62	
Plus: Gains from change of fair value ( " - " for loss)				
Investment gain ( " - " for loss)				
Incl. Investment gains from affiliates				
Gains from currency exchange ( " - " for loss)				
III. Operational profit ( " - " for loss)	279,189,519.78	90,015,285.31	-428,514,048.80	-447,819,107.96
Plus: Non business income	-3,746,255.80	-3,817,302.82	3,830,210.56	2,690,210.56
Less: Non-business expenses	59,463,844.06	59,463,849.91	95,351,983.35	95,334,362.17
Incl. Loss from disposal of non-current assets	-59,002,245.28	-59,002,245.28	-95,319,892.90	-95,319,892.90
IV. Gross profit ( " - " for loss)	215,979,419.92	26,734,132.58	-520,035,821.59	-540,463,259.57
Less: Income tax expenses	44,464,355.24		3,320,669.20	
V. Net profit ( " - " for net loss)	171,515,064.68	26,734,132.58	-523,356,490.79	-540,463,259.57
Net profit attributable to the owners of parent company	171,515,064.68	26,734,132.58	-523,356,490.79	-540,463,259.57
Minor shareholders ' equity				
VI. Earnings per share:				
(I) Basic earnings per share	0.05	0.01	-0.1669	-0.1723
(II) Diluted earnings per share	0.05	0.01	-0.1669	-0.1723
VII. Other misc. incomes	0.00	0.00	0.00	0.00
VIII. Total of misc. incomes	171,515,064.68	26,734,132.58	-523,356,490.79	-540,463,259.57
Total of misc. incomes attributable to the owners of the parent company	171,515,064.68	26,734,132.58	-523,356,490.79	-540,463,259.57
Total misc gains attributable to the minor shareholders				



### 4.3 Income Statement from the beginning of year to the end of report term

Prepared by: Bengang Steel Plates Co., Ltd.

Jan-Sept 2010

RMB Yuan

Items	Amount of the Current Term		Amount of the Previous Term	
	Consolidated	Parent company	Consolidated	Parent company
I. Total revenue	33,800,717,653.76	32,830,199,135.90	25,766,554,848.82	25,130,011,586.72
Incl. Business income	33,800,717,653.76	32,830,199,135.90	25,766,554,848.82	25,130,011,586.72
Interest income				
Insurance fee earned				
Fee and commission received				
II. Total business cost	32,834,719,558.05	32,061,152,887.48	27,093,768,462.69	26,535,020,059.65
Incl. Business cost	29,739,981,552.67	29,068,505,742.09	24,606,082,401.34	24,117,956,233.12
Interest expense				
Fee and commission paid				
Insurance discharge payment				
Net claim amount paid				
Net insurance policy reserves provided				
Insurance policy dividend paid				
Reinsurance expenses				
Business tax and surcharge	159,854,603.94	154,081,011.79	12,354,982.20	10,993,392.89
Sales expense	354,972,728.41	288,953,696.79	183,144,183.18	125,378,898.05
Administrative expense	2,452,986,066.60	2,422,381,476.91	2,159,699,456.69	2,147,901,689.12
Financial expenses	126,924,606.43	127,230,959.90	132,487,439.28	132,789,846.47
Asset impairment loss				
Plus: Gains from change of fair value (" - " for loss)				
Investment gain (" - " for loss)				
Incl. Investment gains from affiliates				
Gains from currency exchange (" - " for loss)				
III. Operational profit (" - " for loss)	965,998,095.71	769,046,248.42	-1,327,213,613.87	-1,405,008,472.93
Plus: Non business income	2,948,756.62	2,653,666.75	4,301,840.21	1,783,476.69
Less: Non-business expenses	59,474,168.69	59,463,849.91	95,481,389.59	95,450,018.41
Incl. Loss from disposal of non-current assets	-58,279,946.98	-58,279,946.98	-95,315,772.90	-95,315,772.90
IV. Gross profit (" - " for loss)	909,472,683.64	712,236,065.26	-1,418,393,163.25	-1,498,675,014.65
Less: Income tax expenses	49,350,853.92		14,849,727.93	
V. Net profit (" - " for net loss)	860,121,829.72	712,236,065.26	-1,433,242,891.18	-1,498,675,014.65
Net profit attributable to the owners of parent company	860,121,829.72	712,236,065.26	-1,433,242,891.18	-1,498,675,014.65
Minor shareholders' equity				
VI. Earnings per share:				
(I) Basic earnings per share	0.27	0.23	-0.4570	-0.4779
(II) Diluted earnings per share	0.27	0.23	-0.4570	-0.4779
VII. Other misc. incomes	0.00	0.00	0.00	0.00
VIII. Total of misc. incomes	860,121,829.72	712,236,065.26	-1,433,242,891.18	-1,498,675,014.65
Total of misc. incomes attributable to the owners of the parent company	860,121,829.72	712,236,065.26	-1,433,242,891.18	-1,498,675,014.65
Total misc gains attributable to the minor shareholders				

**4.4 Cash Flow Statement from the beginning of year to the end of report term.**

Prepared by: Bengang Steel Plates Co., Ltd.

Jan-Sept 2010

RMB Yuan

Items	Amount of the Current Term		Amount of the Previous Term	
	Consolidated	Parent company	Consolidated	Parent company
<b>I. Net cash flow from business operation</b>				
Cash received from sales of products and providing of services	23,340,939,393.14	23,356,842,088.62	21,066,349,988.45	20,987,557,927.19
Net increase of customer deposits and capital kept for brother company				
Net increase of loans from central bank				
Net increase of inter-bank loans from other financial bodies				
Cash received against original insurance contract				
Net cash received from reinsurance business				
Net increase of client deposit and investment				
Net increase of trade financial asset disposal				
Cash received as interest, processing fee, and commission				
Net increase of inter-bank fund received				
Net increase of repurchasing business				
Tax returned	83,943,893.81	80,970,050.35	50,000.00	
Other cash received from business operation	23,724,955.07	22,197,790.08	18,623,195.60	17,263,780.53
Sub-total of cash inflow from business activities	23,448,608,242.02	23,460,009,929.05	21,085,023,184.05	21,004,821,707.72
Cash paid for purchasing of merchandise and services	20,034,016,709.49	20,261,016,709.49	18,812,740,908.99	18,782,740,908.99
Net increase of client trade and advance				
Net increase of savings in central bank and brother company				
Cash paid for original contract claim				
Cash paid for interest, processing fee and commission				
Cash paid for policy dividend				
Cash paid to staffs or paid for staffs	1,426,716,893.20	1,419,455,642.79	812,551,693.30	808,505,147.30
Taxes paid	1,083,263,361.31	1,016,641,513.00	338,433,022.62	321,407,909.19
Other cash paid for business activities	265,599,190.09	245,265,858.79	206,665,836.69	199,514,150.68
Sub-total of cash outflow from business activities	22,809,596,154.09	22,942,379,724.07	20,170,391,461.60	20,112,168,116.16
Cash flow generated by business operation, net	639,012,087.93	517,630,204.98	914,631,722.45	892,653,591.56
<b>II. Cash flow generated by investing</b>				
Cash received from investment retrieving				
Cash received as investment gains				
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	165,718.00	165,568.00		
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	165,718.00	165,568.00		

Cash paid for construction of fixed assets, intangible assets and other long-term assets	3,079,328,050.71	2,454,787,922.39	2,682,939,004.87	2,682,939,004.87
Cash paid as investment	68,888,980.00	328,888,980.00		
Net increase of loan against pledge				
Net cash received from subsidiaries and other operational units				
Other cash paid for investment activities				
Sub-total of cash outflow due to investment activities	3,148,217,030.71	2,783,676,902.39	2,682,939,004.87	2,682,939,004.87
Net cash flow generated by investment	-3,148,051,312.71	-2,783,511,334.39	-2,682,939,004.87	-2,682,939,004.87
III. Cash flow generated by financing				
Cash received as investment				
Incl. Cash received as investment from minor shareholders				
Cash received as loans	6,162,898,612.31	5,652,898,612.31	5,090,533,139.93	5,090,533,139.93
Cash received from bond placing				
Other financing-related cash received				
Subtotal of cash inflow from financing activities	6,162,898,612.31	5,652,898,612.31	5,090,533,139.93	5,090,533,139.93
Cash to repay debts	4,462,000,204.31	4,462,000,204.31	4,246,865,259.20	4,246,865,259.20
Cash paid as dividend, profit, or interests	259,569,568.21	259,569,568.21	316,119,789.54	316,119,789.54
Incl. Dividend and profit paid by subsidiaries to minor shareholders				
Other cash paid for financing activities				
Subtotal of cash outflow due to financing activities	4,721,569,772.52	4,721,569,772.52	4,562,985,048.74	4,562,985,048.74
Net cash flow generated by financing	1,441,328,839.79	931,328,839.79	527,548,091.19	527,548,091.19
IV. Influence of exchange rate alternation on cash and cash equivalents	-37,612.63	-37,612.63	-157,918.71	-157,918.71
V. Net increase of cash and cash equivalents	-1,067,747,997.62	-1,334,589,902.25	-1,240,917,109.94	-1,262,895,240.83
Plus: Balance of cash and cash equivalents at the beginning of term	2,842,961,050.60	2,795,043,926.41	2,220,835,995.51	2,209,824,428.24
VI. Balance of cash and cash equivalents at the end of term	1,775,213,052.98	1,460,454,024.16	979,918,885.57	946,929,187.41

#### 4.5 Auditors' Report

Auditor's opinion: not audited.