



Wafangdian Bearing Company Limited

the Q3 Report for 2014

2014-29

October 2014

Chapter I. Important Prompts

The board of directors, board of supervisors, directors, supervisors and the top management guarantee there is no false record, misleading statement or major omission in the report, and take responsibilities for the truth, accuracy and completeness of the contents.

The following directors were absent from the board meeting.

Name of absent director	Position of absent director	Reason for absence	Proxy
Wu Chunyou	Independent director	Busy work	Zhang Li

The charger of company Mr. Cong Hong, financial controller Ms. Sun Najuan and the charger of accounting department Ms. Yao Chunjuan made the statement: guarantee the truth, completeness of the financial report of the third quarter report.

Chapter II. Main financial dates and shareholder changes

2.1 Main accounting data and financial indicators

Unit: Yuan

	2014.09.30		2013.12.31		+/- (%) compared between the end of current period and last year
Total assets(RMB)	3,850,535,511.06		3,717,797,889.26		3.57%
Owner's Equity Attributed to Shareholders of Listed Company(RMB)	1,443,323,489.97		1,504,966,435.50		-4.10%
	2014.07-.09	+/- (%) to period	2014.01-.09	+/- (%) to period	
Turnover(RMB)	680,574,796.92	-15.03%	2,321,588,005.63	-1.14%	
Net profit attributable to shareholders of the listed company(RMB)	-28,089,759.45	-1,579.11%	-45,538,945.53	-284.14%	
Net profit attributable to the shareholders of the listed company and after deducting of non-recurring gain/loss(RMB)	-30,421,458.82	-2,086.07%	-50,901,885.87	-326.54%	
Net Cash flow generated by business operation(RMB)	--	--	124,249,201.29	-434.42%	
Basic earnings per share(Yuan/share)	-0.07	-1,589.36%	-0.11	-283.33%	
Diluted earnings per share(Yuan/share)	-0.07	-1,589.36%	-0.11	-283.33%	
Net assets yield (%)	-1.92%	-2.05%	-3.09%	-4.72%	

Abnormal profit and loss items

√Applicable □Not applicable

Unit: Yuan

Abnormal profit and loss items	2014.01-2014.09	
Profits and losses relating to disposal of fixed assets	585,361.65	
Government grants recorded into profit or loss during current period	3,355,200.91	
Profits and losses relating to the debt restructure	-285,788.81	
Other non-business income and expenditures other than the above	2,347,731.97	
Less: Influenced amount of income tax	639,565.38	
Total	5,362,940.34	

For the Company's non-recurring gain/loss items as defined in the Explanatory Announcement No.1 on Information Disclosure

for Companies Offering their Securities to the Public–Non-recurring Gains and Losses and its non-recurring gain/loss items as illustrated in the Explanatory Announcement No.1 on Information Disclosure for Companies Offering their Securities to the Public–Non-recurring Gains and Losses which have been defined as recurring gains and losses, it is necessary to explain the reason.

□Applicable √Inapplicable

2.2. The statement of total number of shareholders and the first 10 shareholders of current shares in the end of the report period

Unit: Share

Total number of shareholder at the end of report period		9,003				
The situation of the first 10 shareholders of current shares						
Name	Nature	Ratio (%)	Total shares held	Non-current shares held	Impawned or Frozen Shares	
					Status	Amount
Wafangdian Bearing Group Corporation	State-owned shareholder	60.61%	244,000,000	244,000,000		
AKTIEBOLAGET SKF	Foreign shareholder	19.70%	79,300,000	0	Frozen	79,300,000
BOCI SECURITIES LIMITED	Foreign shareholder	0.70%	2,800,085	0		
Huang Junyue	Domestic shareholder	0.66%	2,655,000	0		
Ma Yuancheng	Domestic shareholder	0.19%	755,825	0		
MAN,KWAI WING Wen Guirong	Foreign private shareholder	0.18%	713,101	0		
Hei Youxin	Foreign private shareholder	0.13%	512,559	0		
Yang Yufei	Domestic shareholder	0.12%	479,306	0		
EVERBRIGHTSECURITIES LIMITED(HONG KONG)	Foreign shareholder	0.10%	419,850	0		
Jiang Guangsen	Domestic shareholder	0.10%	397,505	0		
The situation of the first 10 shareholders of current shares						
Name	Current shares held at end of year (Note 4)	Category of Shares				
		Categories	Amount			
AKTIEBOLAGET SKF	79,300,000	B	79,300,000			
BOCI SECURITIES LIMITED	2,800,085	B	2,800,085			
Huang Junyue	2,655,000	B	2,655,000			
Ma Yuancheng	755,825	B	755,825			
MAN,KWAI WING Wen Guirong	713,101	B	713,101			
Hei Youxin	512,559	B	512,559			
Yang Yufei	479,306	B	479,306			
EVERBRIGHTSECURITIES LIMITED(HONG KONG)	419,850	B	419,850			
Jiang Guangsen	397,505	B	397,505			
Wang Hongting	388,891	B	388,891			
Notes to relationship or “action in concert”among the top ten shareholders.	There was no relationship and consistent activities between the first big shareholder and other shareholders or the top ten common stock holders; The relationship among other shareholders, top ten circulation shareholders, top ten circulation shareholders and other shareholders was not clear.					

Whether the top ten shareholders with common stock and top ten shareholders with unlimited common stock agree with the company to buy back the stock or not?

Applicable Inapplicable

Chart of preferred stock shareholders and the first tenth shareholders holding shares

Applicable Inapplicable

Chapter III. Important Items

3.1 The great changes in company's key financial statement, financial indicators, and the reasons

Applicable Not applicable

No.	Items	+/-/(%) to period	Explanation
1	Bill receivable	88.2%	Post-dated bill write to supplies increase, sight bill decrease, whilst payment collection from clients increase compared with last period which make bill receivable increase much compared with year beginning.
2	Bill payable	190.7%	Post-dated bill write to supplies increase, which lead to bill payable increase much compared with year beginning
3	Accounts received in advance	-42.6%	Mainly because account received in advance from part clients decrease compared with year beginning.
4	Finance expense	32.5%	Long loan interest increase with 3.48 million Yuan compared with last period, bill interest subsidies increase with 3.72 million Yuan.
5	Investment proceeds	-62.2%	Mainly because the investment income from SKF Wazhou decreased, whilst received 2008-2010 dividend from ME with 680 thousand Yuan last period, the report period is without this income.
6	Non-operating revenue	51.9%	Mainly because Liaozhou writing-off account payable in the report period.
7	Non-operating payment	-31.3%	Debt reconstruction losses decrease with 0.5 mill Yuan compared with last period.
8	Net profit	-284.1%	Mainly because the main business gross rate decreases, profit space compressed. The rate in the first third quarter is 8.5%, which decrease 1.4% compared with last period.
9	Cash received from investment incomes	-64.7%	The company received 2008-2010 dividend from ME with 680 thousand Yuan last period, in the report period receive 2012 dividend with 240 thousand Yuan(profit was written in 2013)
10	Cash paid to acquire fixed assets, intangible assets and other long-term assets	2446.1%	Mainly because the import machines payment with 29.69 million Yuan, of which the bill payable written in early days is expire with 8.74 million Yuan.
11	Effects of foreign exchange rate changes on cash	-315.4%	Mainly because rate in report period increase,RMB devalue, which make exchange earning increase compared with last period.

3.2 The situation of major items in progress and the analysis explanation on its effect and resolved proposal.

None

3.3 The fulfillment of the items that the company, shareholder with more than 5% shares and the actual controller etc. during the report period, or before it.

Applicable Not applicable

3.4 Operation forecast for year 2014

Applicable Not applicable

3.5 Security investment information

Statement of holding other listing company equity

Applicable Not applicable

3.6 Derivative products investment information

Applicable Not applicable

3.7 Reception of investigations,communications,or interviews in the report period

Time/date	Place	Way	Type of visitors	Visitors	Main content involved and material provided
July 16,2014	Office	Telephone communication	Private investor	Private investor	The general information of the company
August 21,2014	Office	Telephone communication	Private investor	Private investor	The general information of the company

Chapter IV Financial report

1. Consolidated Balance Sheet.

Unit: RMB Yuan

Item	Closing Balance	Opening Balance
Current assets :		
Monetary fund	88,715,685.21	80,687,086.92
Financial assets held-for-trading		
Bills receivable	188,815,047.94	100,329,887.46
Account receivable	1,196,636,512.48	1,138,605,661.45
Account paid in advance	29,355,850.41	33,712,904.14
Interest receivable		
Dividend receivable		240,000.00
Other receivables	26,549,888.28	29,727,292.33
Inventory	1,158,815,464.12	1,196,734,228.79
Non-current assets due within 1 year		
Other current assets	2,780,392.76	2,772,988.57
Total current assets	2,691,668,841.20	2,582,810,049.66
Non-current assets		
Financial assets available-for-sale		
Investments held-to-maturity		
Long-term receivable		
Long-term equity investment	111,885,470.96	108,272,431.11
Investment property		
Fixed assets	529,732,670.53	572,492,122.56
Construction in progress	369,563,654.28	303,172,462.62
Construction materials		
Fixed assets disposal		

Biological assets		
Gas and petrol assets		
Intangible assets	136,115,011.46	139,563,086.91
Development expenditure		
Goodwill		
Long-term prepaid expense	806,978.98	724,852.75
Deferred tax assets	10,762,883.65	10,762,883.65
Other non-current assets		
Total non-current assets	1,158,866,669.86	1,134,987,839.60
Total assets	3,850,535,511.06	3,717,797,889.26
Current liabilities		
Short-term loan	498,000,000.00	418,000,000.00
Note payable	271,088,985.08	93,247,340.00
Accounts payable	1,226,683,515.71	1,166,466,116.64
Accounts received in advance	42,761,849.97	74,433,323.04
Commission charge payable		
Accrued payroll	17,211,956.38	19,654,053.70
Tax payable	5,013,999.19	5,762,579.01
Interest payable		1,728,222.22
Dividends payable		
Other payables	142,520,461.34	136,673,398.82
Non-current liabilities due within 1 year	60,000,000.00	150,000,000.00
Other current liabilities	4,011,103.83	4,011,103.83
Total current liabilities	2,267,291,871.50	2,069,976,137.26
Non-current liabilities		
Long-term loan	90,000,000.00	90,000,000.00
Debenture payable		
Long-term payables	100,000.00	100,000.00
Special payables	321,698.98	321,698.98
Contingent liabilities		
Deferred tax liabilities		
Other non-current liabilities	49,498,450.61	52,433,617.52
Total non-current liabilities	139,920,149.59	142,855,316.50
Total liabilities	2,407,212,021.09	2,212,831,453.76
Owner's equity (shareholders' equity)		
Capital stock	402,600,000.00	402,600,000.00
Capital public reserves	488,805,548.36	488,805,548.36
Less: treasury share		
Surplus reserve	131,442,909.11	131,442,909.11
Undistributed profit	420,475,032.50	482,117,978.03
Difference of foreign currency translation		
Equity attributable to parent company	1,443,323,489.97	1,504,966,435.50
Minority interest		
Total owner's equity	1,443,323,489.97	1,504,966,435.50
Total owner's equity and liabilities	3,850,535,511.06	3,717,797,889.26

Chairman: Cong Hong

General Accountant : Sun Najuan

Accounting charger: Yao Chunjuan

2. Balance Sheet of Parent Company

Unit: RMB Yuan

Item	Opening Balance	Closing Balance
Current assets :		
Monetary fund	85,048,936.97	76,549,204.53
Financial assets held-for-trading		
Bills receivable	182,598,495.72	99,829,887.46

Account receivable	1,188,458,784.40	1,139,776,660.21
Account paid in advance	28,737,054.26	32,824,584.91
Interest receivable		
Dividend receivable		240,000.00
Other receivables	23,473,057.28	25,564,205.17
Inventory	1,102,644,240.51	1,125,983,146.27
Non-current assets due within 1 year		
Other current assets	2,780,392.76	2,772,988.57
Total current assets	2,613,740,961.90	2,503,540,677.12
Non-current assets		
Financial assets available-for-sale		
Investments held-to-maturity		
Long-term receivable		
Long-term equity investment	168,163,485.29	164,550,445.44
Investment property		
Fixed assets	426,113,110.64	462,267,249.78
Construction in progress	369,563,654.28	303,169,052.62
Construction materials		
Fixed assets disposal		
Biological assets		
Gas and petrol assets		
Intangible assets	120,390,190.46	123,588,686.87
Development expenditure		
Goodwill		
Long-term prepaid expense	806,978.98	724,852.75
Deferred tax assets	10,762,883.65	10,762,883.65
Other non-current assets		
Total non-current assets	1,095,800,303.30	1,065,063,171.11
Total assets	3,709,541,265.20	3,568,603,848.23
Current liabilities		
Short-term loan	498,000,000.00	418,000,000.00
Note payable	271,088,985.08	93,247,340.00
Accounts payable	1,076,185,390.48	1,017,390,652.18
Accounts received in advance	42,606,306.86	74,528,538.89
Commission charge payable		
Accrued payroll	9,345,136.31	11,427,966.15
Tax payable	2,285,584.44	3,078,968.63
Interest payable		1,728,222.22
Dividends payable		
Other payables	101,208,212.27	95,022,064.02
Non-current liabilities due within 1 year	60,000,000.00	150,000,000.00
Other current liabilities	3,913,555.83	3,913,555.83
Total current liabilities	2,064,633,171.27	1,868,337,307.92
Non-current liabilities		
Long-term loan	90,000,000.00	90,000,000.00
Debenture payable		
Long-term payables		
Special payables	321,698.98	321,698.98
Contingent liabilities		
Deferred tax liabilities		
Other non-current liabilities	44,913,694.61	47,848,861.52
Total non-current liabilities	135,235,393.59	138,170,560.50
Total liabilities	2,199,868,564.86	2,006,507,868.42
Owner's equity (shareholders' equity)		
Capital stock	402,600,000.00	402,600,000.00
Capital public reserves	485,678,443.26	485,678,443.26
Less: treasury share		

Surplus reserve	131,442,909.11	131,442,909.11
Undistributed profit	489,951,347.97	542,374,627.44
Difference of foreign currency translation		
Total owner's equity	1,509,672,700.34	1,562,095,979.81
Total owner's equity and liabilities	3,709,541,265.20	3,568,603,848.23

Chairman: Cong Hong

General Accountant : Sun Najuan

Accounting charger: Yao Chunjuan

3. Consolidated Income Sheet of report period

Unit: RMB Yuan

Item	Account for the current period	Account for the prior period
1.Total operating income	680,574,796.92	800,969,834.11
Including: Operating revenue	680,574,796.92	800,969,834.11
Interest income		
Handling charge and commission income		
2.Total operating cost	712,452,720.50	803,346,352.08
Including: Operating cost	619,472,911.74	720,740,150.01
Interest expenses		
Handling charge and commission income		
Tax & surcharges for main operations	2,652,800.04	4,379,218.10
Selling expenses	57,779,538.64	53,743,322.14
Administrative expense	20,312,978.94	17,844,269.62
Financial expense	12,158,985.11	5,977,118.61
Loss of impairment of assets	75,506.03	662,273.60
Add: Gains of change of fair value of assets(loss with "-")		
Investment income(loss with "-")	1,351,824.26	3,843,428.47
Including: Income form investment on associated enterprise and jointly enterprise	1,351,824.26	3,843,428.47
3.Operating profit (loss with "-")	-30,526,099.32	1,466,910.50
Add: Non-operating revenue	3,250,430.53	1,465,383.02
Less: Non-operating cost	814,090.66	1,033,197.85
Including: loss on disposal of non-current assets		
4.Total profit(loss with "-")	-28,089,759.45	1,899,095.67
Less: Income tax expenses		
5. Net profit(Loss with "-")	-28,089,759.45	1,899,095.67
Net profit attributable to shareholders of parent company	-28,089,759.45	1,899,095.67
Minority interests		
6.Earnings per share		
(1) Basic earnings per share	-0.07	0.0047
(2) Diluted earnings per share	-0.07	0.0047
7. Other comprehensive returns		
8. Total comprehensive returns	-28,089,759.45	1,899,095.67
Total comprehensive returns available for parent company	-28,089,759.45	1,899,095.67
Total comprehensive returns available for minority shareholders		

Chairman: Cong Hong

General Accountant : Sun Najuan

Accounting charger: Yao Chunjuan

4. Income Sheet of Parent Company of report period

Unit: RMB Yuan

Item	Account for the current period	Account for the prior period
1.Total operating income	682,070,651.64	801,409,017.42

Less: Operating cost	622,682,793.79	721,932,250.75
Interest expenses		
Handling charge and commission income		
Tax & surcharges for main operations	2,343,592.56	4,069,288.91
Selling expenses	57,506,677.13	53,404,449.97
Administrative expense	15,488,232.49	13,603,088.28
Financial expense	12,225,107.02	5,978,003.36
Loss of impairment of assets	75,506.03	662,273.60
Add: Gains of change of fair value of assets(loss with"-")		
Investment income(loss with "-")	1,351,824.26	3,843,428.47
Including: Income form investment on associated enterprise and jointly enterprise	1,351,824.26	3,843,428.47
2.Operating profit (loss with"-")	-26,899,433.12	5,603,091.02
Add: Non-operating revenue	2,013,122.15	1,373,767.94
Less: Non-operating cost	811,336.87	1,026,697.85
Including: loss on disposal of non-current assets		
3.Total profit(loss with"-")	-25,697,647.84	5,950,161.11
Less: Income tax expenses		
4. Net profit(Loss with"-")	-25,697,647.84	5,950,161.11
5.Earnings per share		
(1) Basic earnings per share	-0.06	0.01
(2) Diluted earnings per share	-0.06	0.01
6. Other comprehensive returns		
7. Total comprehensive returns	-25,697,647.84	5,950,161.11

Chairman: Cong Hong

General Accountant : Sun Najuan

Accounting charger: Yao Chunjuan

5. Consolidated Income Sheet from the beginning of the year to the end of report period

Unit: RMB Yuan

Item	Account for the current period	Account for the prior period
1.Total operating income	2,321,588,005.63	2,348,373,327.48
Including: Operating revenue	2,321,588,005.63	2,348,373,327.48
Interest income		
Handling charge and commission income		
2.Total operating cost	2,376,742,496.73	2,335,015,197.08
Including: Operating cost	2,109,959,936.45	2,096,620,026.98
Interest expenses		
Handling charge and commission income		
Tax & surcharges for main operations	8,824,154.26	10,085,898.61
Selling expenses	176,512,064.99	156,403,749.96
Administrative expense	56,243,283.04	52,584,054.15
Financial expense	24,094,619.60	18,183,191.39
Loss of impairment of assets	1,108,438.39	1,138,275.99
Add: Gains of change of fair value of assets(loss with"-")		
Investment income(loss with "-")	3,613,039.85	9,554,955.82
Including: Income form investment on associated enterprise and jointly enterprise	3,613,039.85	8,874,955.82
3.Operating profit (loss with"-")	-51,541,451.25	22,913,086.22
Add: Non-operating revenue	7,618,970.08	5,014,947.66
Less: Non-operating cost	1,616,464.36	2,354,319.57
Including: loss on disposal of non-current assets		
4.Total profit(loss with"-")	-45,538,945.53	25,573,714.31
Less: Income tax expenses		842,546.41
5. Net profit(Loss with"-")	-45,538,945.53	24,731,167.90

Net profit attributable to shareholders of parent company	-45,538,945.53	24,731,167.90
Minority interests		
6.Earnings per share		
(1) Basic earnings per share	-0.11	0.06
(2) Diluted earnings per share	-0.11	0.06
7. Other comprehensive returns		
8. Total comprehensive returns	-45,538,945.53	24,731,167.90
Total comprehensive returns available for parent company	-45,538,945.53	24,731,167.90
Total comprehensive returns available for minority shareholders		

Chairman: Cong Hong

General Accountant : Sun Najuan

Accounting charger: Yao Chunjuan

6. Income Sheet of Parent Company from the beginning of the year to the end of report period

Unit: RMB Yuan

Item	Account for the current period	Account for the prior period
1.Total operating income	2,325,532,017.92	2,348,636,352.96
Less: Operating cost	2,117,337,674.88	2,098,216,049.22
Interest expenses		
Handling charge and commission income		
Tax & surcharges for main operations	7,762,025.01	9,104,531.34
Selling expenses	175,585,643.76	155,438,035.18
Administrative expense	41,735,482.88	39,253,214.45
Financial expense	24,400,586.94	18,148,697.93
Loss of impairment of assets	1,108,438.39	1,138,275.99
Add: Gains of change of fair value of assets(loss with "-")		
Investment income(loss with "-")	3,613,039.85	9,554,955.82
Including: Income form investment on associated enterprise and jointly enterprise	3,613,039.85	8,874,955.82
3.Operating profit (loss with "-")	-38,784,794.09	36,892,504.67
Add: Non-operating revenue	4,071,781.43	4,411,861.69
Less: Non-operating cost	1,606,266.81	2,347,503.32
Including: loss on disposal of non-current assets		
4.Total profit(loss with "-")	-36,319,279.47	38,956,863.04
Less: Income tax expenses		
5. Net profit(Loss with "-")	-36,319,279.47	38,114,316.63
6.Earnings per share		
(1) Basic earnings per share	-0.09	0.09
(2) Diluted earnings per share	-0.09	0.09
7. Other comprehensive returns		
8. Total comprehensive returns	-36,319,279.47	38,114,316.63

Chairman: Cong Hong

General Accountant : Sun Najuan

Accounting charger: Yao Chunjuan

7. Consolidated Cash Flow Statement.

Unit: RMB yuan

Item	Account for the current period	Account for the prior period
1.Cash from operating activities		
Cash received from sale of goods or rendering of services	1,138,571,924.97	940,277,667.55
Refund of taxes and fares	234.93	382.86
Other cash received relating to operating activities	12,305,658.16	13,512,620.87
Sub-total of cash inflows	1,150,877,818.06	953,790,671.28

Cash paid for goods and services	583,730,460.25	587,566,923.80
Cash paid to or on behalf of the employees	250,359,276.50	223,108,056.63
Tax payments	56,426,590.27	61,996,744.87
Other cash paid relating to operating activities	136,112,289.75	118,272,806.48
Sub-total of cash outflows	1,026,628,616.77	990,944,531.78
Net cash flows from operating activities	124,249,201.29	-37,153,860.50
2.Cash flows from investing activities		
Cash received from return of investment	240,000.00	680,000.00
Cash received from investment incomes		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Proceeds from sale of subsidiaries and other operating units		
Other cash received relating to investing activities		
Sub-total of cash inflows	240,000.00	680,000.00
Cash paid to acquire fixed assets, intangible assets and other long-term assets	43,729,174.79	1,717,487.00
Cash paid to acquire investment		
Net cash used in acquiring subsidiaries and other operating units		
Other cash paid relating to investing activities		
Sub-total of cash outflows	43,729,174.79	1,717,487.00
Net cash flows from investment activities	-43,489,174.79	-1,037,487.00
3.Cash flows from financing activities		
Cash received from absorbing investment		
Including: Cash received from increase in minority interest		
Proceeds from borrowings	698,000,000.00	876,000,000.00
Other proceeds relating to financing activities		4,723,200.00
Sub-total of cash inflows	698,000,000.00	880,723,200.00
Repayment of borrowings	761,716,922.22	796,849,955.55
Distribution of dividends or profits & interest expenses	32,200,831.11	31,665,712.41
Including: dividends or profit paid to minority interest		
Cash paid for other financing activities		
Sub-total of cash outflows	793,917,753.33	828,515,667.96
Net cash flows from financing activities	-95,917,753.33	52,207,532.04
4. Effects of foreign exchange rate changes on cash	1,195,793.12	-555,116.94
5.Net increases in cash and cash equivalents	-13,961,933.71	13,461,067.60
Add: cash and cash equivalent, at the beginning of year	60,616,759.13	60,004,306.25
6.Cash and cash equivalent at the end of the year	46,654,825.42	73,465,373.85

Chairman: Cong Hong

General Accountant : Sun Najuan

Accounting charger: Yao Chunjuan

8. Cash Flow Statement Of Parent Company.

Unit: RMB yuan

Item	Account for the current period	Account for the prior period
1.Cash from operating activities		
Cash received from sale of goods or rendering of services	1,134,897,588.80	934,895,897.84
Refund of taxes and fares	234.93	382.86
Other cash received relating to operating activities	11,860,528.46	12,068,489.28
Sub-total of cash inflows	1,146,758,352.19	946,964,769.98
Cash paid for goods and services	636,463,030.85	633,791,484.93
Cash paid to or on behalf of the employees	215,153,997.26	188,713,204.80
Tax payments	45,648,002.97	51,122,892.15

Other cash paid relating to operating activities	125,281,882.52	109,080,133.23
Sub-total of cash outflows	1,022,546,913.60	982,707,715.11
Net cash flows from operating activities	124,211,438.59	-35,742,945.13
2.Cash flows from investing activities		
Cash received from return of investment	240,000.00	680,000.00
Cash received from investment incomes		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Proceeds from sale of subsidiaries and other operating units		
Other cash received relating to investing activities		
Sub-total of cash inflows	240,000.00	680,000.00
Cash paid to acquire fixed assets, intangible assets and other long-term assets	43,358,144.79	1,534,224.19
Cash paid to acquire investment		
Net cash used in acquiring subsidiaries and other operating units		
Other cash paid relating to investing activities		
Sub-total of cash outflows	43,358,144.79	1,534,224.19
Net cash flows from investment activities	-43,118,144.79	-854,224.19
3.Cash flows from financing activities		
Cash received from absorbing investment		
Including: Cash received from increase in minority interest		
Proceeds from borrowings	698,000,000.00	876,000,000.00
Other proceeds relating to financing activities		4,723,200.00
Sub-total of cash inflows	698,000,000.00	880,723,200.00
Repayment of borrowings	761,716,922.22	796,849,955.55
Distribution of dividends or profits & interest expenses	32,062,964.26	31,665,712.41
Including: dividends or profit paid to minority interest		
Cash paid for other financing activities		
Sub-total of cash outflows	793,779,886.48	828,515,667.96
Net cash flows from financing activities	-95,779,886.48	52,207,532.04
4. Effects of foreign exchange rate changes on cash	1,195,793.12	-555,116.94
5.Net increases in cash and cash equivalents	-13,490,799.56	15,055,245.78
Add: cash and cash equivalent, at the beginning of year	56,478,876.74	57,459,164.76
6.Cash and cash equivalent at the end of the year	42,988,077.18	72,514,410.54

Chairman: Cong Hong

General Accountant : Sun Najuan

Accounting charger: Yao Chunjuan

4.5 Audited report

Audit opinions: not audited.