



Weifu High-Technology Group Co., Ltd.
First Quarterly Report 2014

April 2014

Section I. Important Notes

Board of Directors and the Supervisory Committee of Weifu High-Technology Group Co., Ltd. (hereinafter referred to as the Company) and its directors, supervisors and senior executives should guarantee the reality, accuracy and completion of the quarterly report, there are no any fictitious statements, misleading statements or important omissions carried in this report, and shall take legal responsibilities, individual and/or joint.

All Directors are attended the Board Meeting for Quarterly Report deliberation

Chen Xuejun, Principal of the Company; Ou Jianbin, Person in Charge of Accounting Works and Person in Charge of Accounting Organ(Accounting Supervisor) hereby confirm that the Financial Report of the First Quarterly Report is authentic, accurate and complete.

Section II. Main financial data and changes of shareholders

I. Main accounting data and financial indexes

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

Yes No

	Current Period	Same period of last year	Changes of this period over same period of last year (%)
Operating income (RMB)	1,683,594,542.57	1,334,022,363.78	26.2%
Net profit attributable to shareholders of the listed company(RMB)	428,270,821.48	258,992,721.69	65.36%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	424,200,694.33	239,141,893.37	77.38%
Net cash flow arising from operating activities(RMB)	138,667,588.16	93,309,331.45	48.61%
Basic earnings per share (RMB/Share)	0.42	0.25	68%
Diluted earnings per share (RMB/Share)	0.42	0.25	68%
Weighted average ROE (%)	4.37%	2.94%	1.43%
	End of this period	End of last period	Changes of this period-end over same period-end of last year (%)
Total assets (RMB)	13,847,905,922.01	13,074,232,730.91	5.92%
Net assets attributable to shareholder of listed company (RMB)	10,006,483,375.52	9,600,765,223.81	4.23%

Items of non-recurring gains and losses

Applicable Not applicable

In RMB

Item	Amount from year-begin to period-end	Note
Gains/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	85,967.63	
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)	219,920.00	
Gain/loss from commissioned investment or assets	3,887,972.64	

Other non-operating income and expenditure except for the aforementioned items	1,078,488.77	
Less : impact on income tax	691,206.36	
Impact on minority shareholders' equity (post-tax)	511,015.53	
Total	4,070,127.15	--

Concerning 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*, explain reasons

Applicable Not applicable

II. Total number of shareholders at the end of this report period and top ten shareholders

In shares

Total number of shareholders at the end of report period		43,650				
Top ten shareholders						
Shareholder's name	Nature of shareholder	Proportion of shares held (%)	Amount of shares held	Amount of restricted shares held	Number of share pledged/frozen	
					State of share	Amount
WUXI INDUSTRY DEVELOPMENT CROUP CO., LTD.	State-owned legal person	20%	204,059,398	118,967,998		
ROBERT BOSCH GMBH	Foreign legal person	14%	142,841,400	115,260,600		
China Construction Bank- Fullgoal Tianbo Innovation Theme Stock Fund,	Domestic non-state-owned legal person	1.81%	18,500,346			
BBH BOS S/A FIDELITY FD - CHINA FOCUS FD	Foreign legal person	1.54%	15,722,693			
BOCOM—Fullgoal Tianyi Value Security Investment Fund	Domestic non-state-owned legal person	1.43%	14,600,000			
CCB—Yinhua Core Value Selected Securities Investment Fund	Domestic non-state-owned legal person	1.08%	11,026,311			
National Social Security Fund-106 portfolio	Domestic non-state-owned legal person	0.87%	8,924,504			
NCI—Bonus—Individual Bonus -018L-FH002 Shen	Domestic non-state-owned legal person	0.86%	8,723,489			

National Social Security Fund-103 portfolio	Domestic non-state-owned legal person	0.8%	8,175,789			
Bosch Value Growth Securities Investment Fund	Domestic non-state-owned legal person	0.68%	6,898,803			
Top ten shareholders with unrestricted shares held						
Shareholder's name	Amount of unrestricted shares held	Type of shares		Type	Amount	
		Type	Amount			
WUXI INDUSTRY DEVELOPMENT CROUP CO., LTD.	85,091,400	RMB common share	85,091,400			
ROBERT BOSCH GMBH	27,580,800	Domestically listed foreign share	27,580,800			
China Construction Bank—Fulgoal Tianbo Innovation Theme Stock Securities Investment Fund	18,500,346	RMB common share	18,500,346			
BBH BOS S/A FIDELITY FD - CHINA FOCUS FD	15,722,693	Domestically listed foreign share	15,722,693			
BOCOM—Fullgoal Tianyi Value Security Investment Fund	14,600,000	RMB common share	14,600,000			
CCB—Yinhua Core Value Selected Securities Investment Fund	11,026,311	RMB common share	11,026,311			
National Social Security Fund-106 portfolio	8,924,504	RMB common share	8,924,504			
NCI—Bonus—Individual Bonus -018L-FH002 Shen	8,723,489	RMB common share	8,723,489			
National Social Security Fund-103 portfolio	8,175,789	RMB common share	8,175,789			
Bosch Value Growth Securities Investment Fund	6,898,803	RMB common share	6,898,803			
Note of related relationship among the above shareholders and concerted actors	Among the top ten shareholders, the Company knew there has no associated relationship between Wuxi Industry Development Croup Co., Ltd., the first largest shareholder of the Company, and other shareholders; and they do not belong to the consistent actionist regulated by the Management Measure of Information Disclosure on Change of Shareholding for Listed Company. Fullgoal Tianbo Innovation Theme Stock Securities Investment Fund and Fullgoal Tianyi Value Security Investment Fund shares same fund manager—Fullgoal Fund Management Co., Ltd.					

Agree to buy-back dealings occurred in Period by shareholders

Yes No

Section III. Significant Events

I. Particulars about material changes in items of main accounting statement and financial index and explanations of reasons

1. Account receivable: increasing RMB 412.1188 million in period-end over that of year beginning with 36.38% up, mainly due to the growth of sales;
2. Interest payable: decreasing RMB 48.8870 million in period-end over that of year beginning with 95.04% down, mainly because receivable interest of last year was collected in the Period;
3. Held-to-maturity investment: decreasing RMB 200 million in period-end over that of year beginning with 50% down, mainly because the entrust financial investment due within one year was transferred to other current assets;
4. Construction in process: increasing RMB 98.5821 million in period-end over that of year beginning with 49.42% up, mainly due to the investment for Weifu Industrial Park;
5. Taxes payable: increasing RMB 45.3886 million in period-end over that of year beginning with 103.59% up, mainly because payable income tax increased;
6. Operation expenses: increased RMB 13.2069 million form a year earlier with 32.06% up mainly due to the growth of operation revenue;
7. Administration expenses: increased RMB 54.1872 million form a year earlier with 46.66% up mainly due to the growth of salary for employee;
8. Investment earnings: increased RMB 152.5489 million form a year earlier with 123.20% up, mainly because the stock jointly enterprise of the Company gains more profit;
9. Ne profit: increased RMB 173.9037 million form a year earlier with 64.68% up, mainly because business of the Company growth steadily in the Period and profit from stock jointly enterprise increased;
10. Net cash flow from operation activities: increased RMB 45.3583 million form a year earlier with 48.61% up mainly due to the growth of sales;
11. Net cash flow from financing activities: decreased RMB 221.3367 million form a year earlier with 97.22% down mainly due to the y-o-y down in loans in the Period.

II. Analysis and explanation of significant events and their influence and solutions

Explanation on part of the projects with fund-raised investment in reporting period:

1. R& D AS WELL AS INDUSTRIALIZATION OF WAPS AND CAPACITY PROMOTION FOR PARTS OF DIESEL COMMON RAIL SYSTEM

Currently, with the promotion of emission standards of National IV, common rail products have complete cover the market of National IV, the common rail components matching the Bosch diesel common rail products are in short supply; as for components involved in the project with diesel common rail system, the Company is in the process of improving capacity so far.

2. Industrial park project:

The project is now well under way and expected to move at end of 2014.

3. Auto power battery materials and power battery research project

Due to a great uncertainty in technology and policy, the Company was prudent for this project and continued to follow development of power battery and would make decisions if needed.

Overview	Date for disclosure	Information index for temporary report disclosure
On 21 January 2012, the CSRC approve and issue the “Reply of Approval of Privately Placement of Weifu High-Technology Group Co., Ltd.” (Zheng Jian Xu Ke [2012] No.: 109) for 112,858,000 new shares offering privately at most. On 10 February 2012, the “Capital Verification Report” (Su Gong W [2012] No. B006) was issued by Jiangsu Gongzheng Tianye Certified Public Accountants Co., Ltd: ended as 10 February 2012, Weifu High-Tech offered 112,858,000 RMB common shares (A-share), total fund raised amounting as RMB 2,866,028,910.00, and net amount totally raised RMB 2,850,124,252.93 after offering expenses RMB 15,904,657.07 deducted.	2012-02-28	”Report of Privately Placement and Summary of Listed Company Statement” (No.: 2012-12) public on Juchao Website (www.cninfo.com.cn)
The “Proposal of Changing the Investment Plan with Raised Proceeds” has been deliberated and approve by 9 th meeting of 7 th session of the Board held on 26 March 2013 and annual general meeting of 2012 held on 23 May 2013 respectively. As for the of the raised fund projects, investment amount for the industrialization of tail treatment system was changed from RMB 260 million to RMB 340 million, the adjusted part will supply with self-owned capital totally.	2013-03-28	“Notice of Changing Investment Plan of Fund Raised Projects ” (No.: 2013-007) public on Juchao Website (www.cninfo.com.cn)
	2013-05-24	“Resolution Notice of Annual General Meeting of 2012” (No.: 2013-014) public on Juchao Website (www.cninfo.com.cn)
Specific Report of Deposit and Application of Fund Raised for year of 2012	2013-03-28	“Specific Report of Deposit and Application of Fund Raised for year of 2012” public on Juchao Website (www.cninfo.com.cn)
Specific Report for the Deposit and Utilization for Fund Raised for year of 2013	2014-04-15	” Specific Report for the Deposit and Utilization for Fund Raised for year of 2013” public on Juchao Website (www.cninfo.com.cn)

III. Commitments from the Company or shareholder with over 5% share held in reporting period or continues to reporting period

Item of Commitments	Promisee	Content of commitments	Date	Term	Implementation
Share Merger Reform	Wuxi Industry Development Group Co., Ltd	In order to promote the listed company's steady and healthy development, fully mobilize senior executives so as to ensure to combine the interests of the governance and shareholders of the Company, Weifu Industry Group committed: after Weifu High-tech finishing Share Merger Reform, under related regulations of the state and Wuxi government in terms of governance encouragement system of listed company, the Group would the stock incentive plan for management level of Weifu High-tech.	2006-04-05		Implemented after related policy released
Commitments made in acquisition report or equity change report					
Commitments in assets reorganization					
Commitments in initial public offering or refinancing	Wuxi Industry Development Group Co., Ltd and ROBERT BOSCH GMBH	The privately offering of the Company totally issue 112,858,000 A-shares to substantial shareholder Wuxi Industry Group and foreign strategy investor ROBERT BOSCH GMBH. The above said shares are listed for trading in Shenzhen Stock Exchange since 29 February 2012 with 36-month restriction			Implementing
Other commitments to minority shareholders of the Company					
Perform the commitment promptly or not	Yes				
Specific reason For non-performance and the next plan (if applicable)	Not applicable				

IV. Forecast of operation performance from Jan. – June of 2014

Estimation on accumulative net profit from the beginning of the year to the end of next report period to be loss probably or the warning of its material change compared with the corresponding period of the last year and explanation on reason

Applicable Not applicable

V. Securities Investment

Variety of securities	Code of securities	Short form of securities	Initial investment cost(RMB)	Amount of stock-holding at the beginning of the period (Share)	Proportion of stock-holding at the beginning of the period (%)	Amount of stock-holding at the end of the period (Share)	Proportion of stock-holding at the end of the period (%)	Book value at the end of the period (RMB)	Gains and loss in the reporting (RMB)	Accounting subject	Source of stock
Stock	600841	SDEC	199,208,000.00	23,680,000	2.72%	23,680,000	2.72%	247,692,800.00		Financial assets available for sales	Subscription
Stock	002009	Miracle Logistics	69,331,500.00	9,300,000	2.9%	9,300,000	2.9%	110,019,000.00		Financial assets available for sales	Subscription
Total			268,539,500.00	32,980,000	--	32,980,000	--	357,711,800.00	0.00	--	--
Disclosure date of securities investment approval of Board report			2012-03-24								
Disclosure date of securities investment approval of Board report			2013-06-04								
Disclosure date of securities investment approval of Board report(if applicable)											

Explanation on holding equity of other listed company

Applicable Not applicable

On 24th March 2012, the Company approved participation in the subscription of SDEC non-public offering A share in 23rd Meeting of 6th Session of the Board, subscribing for SDEC non-public offering stocks 14.8 million shares at the price of RMB 13.46 per share, which proportion in total stocks after SDEC non-public offering stocks was 2.72%.The company committed no transfer after the

subscription in 12 months, restricted period (2012-3-23-2013-3-22).SDEC implemented the plan of annual profit distribution and converting capital reserve into share capital for 2011 on 4th June 2012.(sending cash of RMB 0.5(tax included) per every 10 shares, converting 6 shares per every 10 shares. In the reporting, the company held SDEC 23.68 million shares.

In May 2013, in line with the define authority in “Decision-making System of Major Investment and Financial”, being discussed by the management and approved from the Chairman, the Company decide to subscribe 9.3 million private placement shares from Miracle Logistics with RMB 7.455 per share, a 2.9 percent in total share capital of Miracle Logistics after placement. The Company committed no transfer after the subscription in 12 months, restricted period (4 June 2013 to 3 June 2014).at the end of the reporting period the Company held Miracle Logistics 9.3 million shares.

VI. Derivative Investment

In ten thousand Yuan

Operator	Related relationship	Whether related trade or not	Type	Initial investment	Start date	End date	Investment amount at period-begin	Amount of reserve for devaluation of withdrawing (if applicable)	Investment amount at period-ended	Ratio of investment amount at period-ended in net assets of the Company at period-ended (%)	Actual gains/losses in period
Total				0	--	--	0		0	0%	0
Capital resource				Not applicable							
Disclosure date for approval from the Board for investment of derivatives (if applicable)											
Disclosure date for approval from board of shareholders for investment of derivatives (if applicable)											

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

Date	Place	Method	Type of investors	Investor	Contents discussed and materials supplied
2014-03-04	Office of the Board	Field research	Institution	Eighteen persons from CITIC, Fullgoal Fund, Hua’ An Fund, Penghua Fund, South Korea Investment, Future Assets, Tokyo Sea Assets Company, Neuberger Berman, Runhui Investment, Goldstate	Communicated with the Company with their-owned concerned issues

				Securities, China International Fund Management, Zhizhu Investment, BOC International Assets Management and Hutai-PineBridge Investment	
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Section IV. Financial Statement

I. Financial statement

1. Consolidate balance sheet

Prepared by Weifu High-Technology Group Co., Ltd

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary fund	2,378,722,013.16	2,447,555,672.40
Settlement provisions		
Capital lent		
Transaction finance asset		
Notes receivable	1,189,813,856.61	1,090,280,233.40
Account receivable	1,544,954,219.30	1,132,835,466.09
Accounts paid in advance	216,787,531.71	174,401,410.49
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Interest receivable	2,551,601.24	51,438,634.58
Dividend receivable	22,937,046.01	22,937,046.01
Other receivables	15,166,552.99	11,486,223.97
Purchase restituted finance asset		
Inventories	989,829,769.81	986,790,491.70
Non-current asset due within one year		
Other current assets	1,661,952,674.26	1,580,056,398.02
Total current assets	8,022,715,265.09	7,497,781,576.66
Non-current assets:		
Granted entrust loans and advances		
Financial assets available for sale	357,711,800.00	385,009,400.00
Hold-to-maturity investment	200,000,000.00	400,000,000.00
Long-term account receivable		
Long-term equity investment	2,994,981,440.24	2,622,500,708.20

Investment real estate	3,310,431.15	3,424,363.44
Fixed assets	1,473,417,101.18	1,471,037,804.88
Construction in process	298,045,454.00	199,463,338.80
Engineering material		
Disposal of fixed asset		
Productive biological assets		
Oil and gas asset		
Intangible assets	358,368,600.42	360,284,868.85
Expense on Research and Development		
Goodwill	1,784,086.79	1,784,086.79
Long-term expenses to be apportioned	15,630,400.56	16,331,775.24
Deferred income tax asset	121,941,342.58	116,614,808.05
Other non-current asset		
Total non-current asset	5,825,190,656.92	5,576,451,154.25
Total assets	13,847,905,922.01	13,074,232,730.91
Current liabilities:		
Short-term loans	409,000,000.00	399,500,000.00
Loan from central bank		
Absorbing deposit and interbank deposit		
Capital borrowed		
Transaction financial liabilities		
Notes payable	469,289,204.30	383,418,397.65
Accounts payable	1,687,204,235.55	1,476,781,979.39
Accounts received in advance	35,354,822.39	42,297,015.90
Selling financial asset of repurchase		
Commission charge and commission payable		
Wage payable	307,955,710.44	295,838,993.71
Taxes payable	89,203,203.12	43,814,597.61
Interest payable	1,331,622.22	996,716.67
Dividend payable		
Other accounts payable	84,685,590.05	87,324,894.86
Reinsurance payables		
Insurance contract reserve		
Security trading of agency		

Security sales of agency		
Non-current liabilities due within 1 year		
Other current liabilities	30,941,251.03	26,314,544.23
Total current liabilities	3,114,965,639.10	2,756,287,140.02
Non-current liabilities:		
Long-term loans	60,000,000.00	60,000,000.00
Bonds payable		
Long-term account payable	19,191,818.00	19,191,818.00
Special accounts payable	7,390,735.29	25,655,817.40
Projected liabilities		
Deferred income tax liabilities	15,815,996.15	19,938,394.40
Other non-current liabilities	215,112,122.72	195,506,040.61
Total non-current liabilities	317,510,672.16	320,292,070.41
Total liabilities	3,432,476,311.26	3,076,579,210.43
Owners' equity(or Shareholders' equity):		
Paid-in capital(or share capital)	1,020,200,992.00	1,020,200,992.00
Capital public reserve	3,705,839,144.57	3,729,042,104.57
Less: Inventory shares		
Reasonable reserve	1,905,431.42	1,255,141.19
Surplus public reserve	433,608,687.76	433,608,687.76
Provision of general risk		
Retained profit	4,844,929,119.77	4,416,658,298.29
Balance difference of foreign currency translation		
Total owner's equity attributable to parent Company	10,006,483,375.52	9,600,765,223.81
Minority interests	408,946,235.23	396,888,296.67
Total owner's equity(or shareholders equity)	10,415,429,610.75	9,997,653,520.48
Total liabilities and owner's equity(or shareholders equity)	13,847,905,922.01	13,074,232,730.91

Legal Representative: Chen Xuejun

Person in charge of accounting works: Ou Jianbin

Person in charge of accounting institute: Ou Jianbin

2. Balance sheet of parent company

Prepared by Weifu High-Technology Group Co., Ltd

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary fund	1,572,900,988.43	1,485,894,410.54
Transaction finance asset		
Notes receivable	344,197,054.45	348,205,626.83
Account receivable	794,095,063.05	665,090,625.52
Accounts paid in advance	122,463,729.87	85,580,666.96
Interest receivable		45,000,000.00
Dividend receivable	21,925,117.50	21,925,117.50
Other receivables	3,094,197.69	2,907,285.14
Inventory	240,249,475.38	226,017,992.28
Non-current asset due within one year		
Other current assets	1,651,100,000.00	1,562,100,000.00
Total current assets	4,750,025,626.37	4,442,721,724.77
Non-current assets:		
Financial assets available for sale	357,711,800.00	385,009,400.00
Hold-to-maturity investment	200,000,000.00	400,000,000.00
Long-term account receivable		
Long-term equity investment	3,972,641,227.74	3,632,576,088.69
Investment real estate		
Fixed assets	641,750,776.03	640,596,120.54
Construction in process	226,337,563.42	136,613,517.22
Engineering material		
Disposal of fixed asset		
Productive biological assets		
Oil and gas asset		
Intangible assets	197,620,169.63	198,885,843.05
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned		
Deferred income tax asset	69,627,634.29	64,315,609.74

Other non-current asset		
Total non-current asset	5,665,689,171.11	5,457,996,579.24
Total assets	10,415,714,797.48	9,900,718,304.01
Current liabilities:		
Short-term loans	220,000,000.00	220,000,000.00
Transaction financial liabilities		
Notes payable	212,180,000.00	191,790,000.00
Accounts payable	655,739,888.26	596,257,017.04
Accounts received in advance	16,229,903.16	17,577,849.84
Wage payable	206,297,873.51	183,313,610.02
Taxes payable	33,121,460.09	38,260,172.61
Interest payable	340,511.11	340,511.11
Dividend payable		
Other accounts payable	376,041,284.92	219,154,760.28
Non-current liabilities due within 1 year		
Other current liabilities	1,004,255.04	
Total current liabilities	1,720,955,176.09	1,466,693,920.90
Non-current liabilities:		
Long-term loans		
Bonds payable		
Long-term account payable		
Special accounts payable	7,390,735.29	7,390,735.29
Projected liabilities		
Deferred income tax liabilities	13,375,845.00	17,470,485.00
Other non-current liabilities	181,898,815.24	181,898,815.24
Total non-current liabilities	202,665,395.53	206,760,035.53
Total liabilities	1,923,620,571.62	1,673,453,956.43
Owners' equity(or Shareholders' equity):		
Paid-in capital(or share capital)	1,020,200,992.00	1,020,200,992.00
Capital public reserve	3,737,044,514.50	3,760,247,474.50
Less: Inventory shares		
Reasonable reserve	215,180.91	
Surplus public reserve	433,608,687.76	433,608,687.76
Provision of general risk		

Retained profit	3,301,024,850.69	3,013,207,193.32
Balance difference of foreign currency translation		
Total owner's equity(or shareholders equity)	8,492,094,225.86	8,227,264,347.58
Total liabilities and owner's equity(or shareholders equity)	10,415,714,797.48	9,900,718,304.01

Legal Representative: Chen Xuejun

Person in charge of accounting works: Ou Jianbin

Person in charge of accounting institute: Ou Jianbin

3. Consolidated profit statement

Prepared by Weifu High-Technology Group Co., Ltd

In RMB

Item	Current Period	Last Period
I. Total operating income	1,683,594,542.57	1,334,022,363.78
Including: Operating income	1,683,594,542.57	1,334,022,363.78
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	1,491,542,332.33	1,156,859,926.76
Including: Operating cost	1,268,902,399.56	1,011,573,663.63
Interest expense		
Commission charge and commission expense		
Cash surrender value		
Net amount of expense of compensation		
Net amount of withdrawal of insurance contract reserve		
Bonus expense of guarantee slip		
Reinsurance expense		
Operating tax and extras	11,550,822.68	8,486,738.35
Sales expenses	54,405,371.09	41,198,479.20
Administration expenses	170,308,830.62	116,121,594.31
Financial expenses	-10,321,824.79	-19,793,631.85
Losses of devaluation of asset	-3,303,266.83	-726,916.88
Add: Changing income of fair value(Loss is listed with "-")		
Investment income (Loss is listed with "-")	276,368,704.68	123,819,836.71
Including: Investment income on affiliated Company and joint venture	272,480,732.04	101,207,970.27
Exchange income (Loss is listed with "-")		

III. Operating profit (Loss is listed with “-”)	468,420,914.92	300,982,273.73
Add: Non-operating income	1,944,072.88	1,219,840.73
Less: Non-operating expense	2,163,476.86	1,761,123.83
Including: Disposal loss of non-current asset	81,365.11	284,847.10
IV. Total Profit (Loss is listed with “-”)	468,201,510.94	300,440,990.63
Less: Income tax	25,430,683.49	31,573,832.27
V. Net profit (Net loss is listed with “-”)	442,770,827.45	268,867,158.36
Including: net profit realized for merged party before combination		
Net profit attributable to owner’s equity of parent Company	428,270,821.48	258,992,721.69
Minority shareholders’ gains and losses	14,500,005.97	9,874,436.67
VI. Earnings per share	--	--
i. Basic earnings per share	0.42	0.25
ii. Diluted earnings per share	0.42	0.25
VII. Other consolidated income	-23,202,960.00	19,322,880.00
VIII. Total consolidated income	419,567,867.45	288,190,038.36
Total consolidated income attributable to owners of parent Company	405,067,861.48	278,315,601.69
Total consolidated income attributable to minority shareholders	14,500,005.97	9,874,436.67

Legal Representative: Chen Xuejun

Person in charge of accounting works: Ou Jianbin

Person in charge of accounting institute: Ou Jianbin

4. Profit statement of parent company

Prepared by Weifu High-Technology Group Co., Ltd

In RMB

Item	Current Period	Last Period
I. Operation income	675,711,019.98	562,870,659.40
Less: Operation cost	546,962,794.09	453,908,599.37
Operating tax and extras	3,549,069.78	3,263,295.86
Sales expenses	36,289,027.93	18,937,451.86
Administration expenses	81,880,571.35	39,299,617.52
Financial expenses	-12,454,490.05	-19,084,039.11
Losses of devaluation of asset	-3,400,000.00	
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)	262,810,689.78	114,656,830.58
Including: Investment income on affiliated Company and joint venture	259,395,560.45	92,044,964.14

II. Operating profit (Loss is listed with “-”)	285,694,736.66	181,202,564.48
Add: Non-operating income	1,655,773.66	661,676.64
Less: Non-operating expense	765,888.26	659,161.29
Including: Disposal loss of non-current asset	77,177.24	49,478.63
III. Total Profit (Loss is listed with “-”)	286,584,622.06	181,205,079.83
Less: Income tax	-1,233,035.31	13,696,312.64
IV. Net profit (Net loss is listed with “-”)	287,817,657.37	167,508,767.19
V. Earnings per share	--	--
i. Basic earnings per share		
ii. Diluted earnings per share		
VI. Other consolidated income	-23,202,960.00	19,322,880.00
VII. Total consolidated income	264,614,697.37	186,831,647.19

Legal Representative: Chen Xuejun

Person in charge of accounting works: Ou Jianbin

Person in charge of accounting institute: Ou Jianbin

5. Consolidated cash flow statement

Prepared by Weifu High-Technology Group Co., Ltd

In RMB

Item	Current Period	Last Period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	1,435,402,209.66	1,184,664,546.94
Net increase of customer deposit and interbank deposit		
Net increase of loan from central bank		
Net increase of capital borrowed from other financial institution		
Cash received from original insurance contract fee		
Net cash received from reinsurance business		
Insured savings and net increase of investment		
Net increase of disposal of transaction financial asset		
Cash received from interest, commission charge and commission		
Net increase of capital borrowed		
Net increase of returned business capital		
Write-back of tax received	10,929,709.79	9,062,497.87
Other cash received concerning operating activities	71,499,997.49	16,076,546.47
Subtotal of cash inflow arising from operating activities	1,517,831,916.94	1,209,803,591.28

Cash paid for purchasing commodities and receiving labor service	996,657,866.05	851,551,831.69
Net increase of customer loans and advances		
Net increase of deposits in central bank and interbank		
Cash paid for original insurance contract compensation		
Cash paid for interest, commission charge and commission		
Cash paid for bonus of guarantee slip		
Cash paid to/for staff and workers	197,225,620.41	139,506,122.67
Taxes paid	113,216,521.97	81,335,497.12
Other cash paid concerning operating activities	72,064,320.35	44,100,808.35
Subtotal of cash outflow arising from operating activities	1,379,164,328.78	1,116,494,259.83
Net cash flows arising from operating activities	138,667,588.16	93,309,331.45
II. Cash flows arising from investing activities:		
Cash received from recovering investment	381,000,000.00	291,000,000.00
Cash received from investment income	21,471,878.12	9,361,866.44
Net cash received from disposal of fixed, intangible and other long-term assets	349,973.49	1,300,038.80
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities	6,000,000.00	
Subtotal of cash inflow from investing activities	408,821,851.61	301,661,905.24
Cash paid for purchasing fixed, intangible and other long-term assets	194,419,166.40	50,926,861.48
Cash paid for investment	370,000,000.00	411,700,000.00
Net increase of mortgaged loans		
Net cash received from subsidiaries and other units		
Other cash paid concerning investing activities	5,506,789.16	
Subtotal of cash outflow from investing activities	569,925,955.56	462,626,861.48
Net cash flows arising from investing activities	-161,104,103.95	-160,964,956.24
III. Cash flows arising from financing activities:		
Cash received from absorbing investment	3,047,322.07	
Including: Cash received from absorbing minority shareholders' investment by subsidiaries	3,047,322.07	
Cash received from loans	288,500,000.00	230,000,000.00
Cash received from issuing bonds		
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities	291,547,322.07	230,000,000.00
Cash paid for settling debts	279,000,000.00	

Cash paid for dividend and profit distributing or interest paying	6,226,473.07	2,342,493.14
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	285,226,473.07	2,342,493.14
Net cash flows arising from financing activities	6,320,849.00	227,657,506.86
IV. Influence on cash due to fluctuation in exchange rate		
V. Net increase of cash and cash equivalents	-16,115,666.79	160,001,882.07
Add: Balance of cash and cash equivalents at the period -begin	2,288,739,620.44	2,432,803,698.08
VI. Balance of cash and cash equivalents at the period -end	2,272,623,953.65	2,592,805,580.15

Legal Representative: Chen Xuejun

Person in charge of accounting works: Ou Jianbin

Person in charge of accounting institute: Ou Jianbin

6. Cash flow statement of parent company

Prepared by Weifu High-Technology Group Co., Ltd

In RMB

Item	Current Period	Last Period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	668,905,632.47	641,696,553.96
Write-back of tax received		
Other cash received concerning operating activities	63,544,636.75	10,361,103.68
Subtotal of cash inflow arising from operating activities	732,450,269.22	652,057,657.64
Cash paid for purchasing commodities and receiving labor service	368,063,985.93	331,612,802.21
Cash paid to/for staff and workers	85,822,676.07	58,273,921.29
Taxes paid	44,468,896.17	31,412,081.17
Other cash paid concerning operating activities	24,782,398.00	10,107,784.19
Subtotal of cash outflow arising from operating activities	523,137,956.17	431,406,588.86
Net cash flows arising from operating activities	209,312,313.05	220,651,068.78
II. Cash flows arising from investing activities:		
Cash received from recovering investment	403,027,156.69	291,000,000.00
Cash received from investment income	21,471,878.12	209,361,866.44
Net cash received from disposal of fixed, intangible and other long-term assets	231,644.26	79,100.96
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities	424,730,679.07	500,440,967.40

Cash paid for purchasing fixed, intangible and other long-term assets	144,862,856.53	22,733,794.09
Cash paid for investment	373,169,578.60	411,700,000.00
Net cash received from subsidiaries and other units		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	518,032,435.13	434,433,794.09
Net cash flows arising from investing activities	-93,301,756.06	66,007,173.31
III. Cash flows arising from financing activities:		
Cash received from absorbing investment		
Cash received from loans	200,000,000.00	200,000,000.00
Cash received from issuing bonds		
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities	200,000,000.00	200,000,000.00
Cash paid for settling debts	200,000,000.00	
Cash paid for dividend and profit distributing or interest paying	2,758,000.00	1,204,000.00
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	202,758,000.00	1,204,000.00
Net cash flows arising from financing activities	-2,758,000.00	198,796,000.00
IV. Influence on cash due to fluctuation in exchange rate		
V. Net increase of cash and cash equivalents	113,252,556.99	485,454,242.09
Add: Balance of cash and cash equivalents at the period -begin	1,422,429,501.73	1,524,564,526.97
VI. Balance of cash and cash equivalents at the period -end	1,535,682,058.72	2,010,018,769.06

Legal Representative: Chen Xuejun

Person in charge of accounting works: Ou Jianbin

Person in charge of accounting institute: Ou Jianbin

II. Audit report

Whether the 1st quarterly report has been audited or not

Yes No

The 1st quarterly report of the Company was unaudited

Board of Director of
Weifu High-Technology Group Co., Ltd

Chairman: _____

Chen Xuejun

29 April 2014