

2014 First Quarter Report of Chongqing Changan Automobile Company Limited

§1 Important Notes

1.1 The Board of Directors, the Supervisory Committee and directors, supervisors and senior management of Chongqing Changan Automobile Company Limited (hereinafter referred to as “the Company”) warrant that this report does not contain any false or misleading statements or omit any material facts and all information set forth herein are true, accurate and complete.

1.2 All the members of the Board of Directors attended the meetings of BOD.

1.3 The financial statements of this quarter have not been audited.

1.4 Chairman Mr. Xu Liuping, General Manager Mr. Zhang Baolin, Chief Accountants Mr. Wang Kun and Mr. Hua Zhanbiao guarantee the truthfulness and completeness of the financial statements of the quarter report.

1.5 The report shall be presented in both Chinese and English, and should there be any conflicting understanding of the text, the Chinese version shall prevail.

§ 2 Company Profile

2.1 Main accounting data and financial indicators

In RMB Yuan

	This report term	Same period last year	Changed by (%)
Turnover	12,190,744,951.20	10,177,172,661.12	19.79%
Net profit attributable to the owners of parent company	1,972,655,941.55	548,659,958.77	259.54%
Net profit attributable to the shareholders of the listed company and after deducting of non-recurring gain/loss	1,913,375,369.83	523,388,368.83	265.57%
Cash flow generated by business operation, net	406,079,486.24	1,500,799,885.25	-72.94%
Basic gains per share	0.42	0.12	250.00%
Diluted gains per share	0.42	0.12	250.00%
Net earnings / asset	9.98%	3.48%	6.50%
	Ended this report term	Ended previous year	Changed by (%)
Gross Assets	57,692,033,567.43	53,364,694,275.91	8.11%
Owners' Equity Attributable to the Parent Company	20,722,692,556.69	18,778,354,427.88	10.35%

Accidental gain/loss item and amount

Non-recurring gain and loss items	Amount of the period from the beginning of year to the end of report term
Gain/loss of non-current assets	-182,973.40
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.	21,108,687.60
Investment income from the fair value changes of held for trading financial assets or liabilities, and the disposal of held for trading financial assets, liabilities or available for sale financial assets(Note)	31,653,150.31
Other non-business income and expenditures other than the above	14,997,377.93
Less: Influenced amount of income tax	6,658,265.54
Influenced amount of minority shareholders' equity	1,637,405.18
Total	59,280,571.72

Note: Investment gain is obtained from 4 million shares of Huaxia Bank sold by Changan Bus.

2.2 Total number of shareholders at the end of the report period and statement on shares held by the top ten tradable shareholders

Unit: share

During the report period, the total number of shareholders	Totalled 146,924, of which 130,245 was A share shareholders and 16,679 were B share shareholders.					
Top 10 Shareholders						
Name of the shareholder	Properties of shareholder	Shareholding (%)	Number of shares	Conditional shares	Pledging or freezing	
					Share status	Amount
China Changan Automobile Co., Ltd.	State-owned legal person	41.00%	1,911,645,580	373,358,342		
VALUE PARTNERS CLASSIC FUND	Foreign legal person	1.44%	67,257,418			
ZhongHui Fortis Investment Co., Ltd	Foreign legal person	1.14%	53,179,700			
National Social Security Fund-Portfolio 102	Domestic non-state-owned legal person	1.12%	52,014,507			
Agricultural Bank of China—Bank of Communications Schroeder growth stock securities investment fund	Domestic non-state-owned legal person	0.97%	45,187,523			
Boshi value growth securities investment fund	Domestic non-state-owned legal person	0.88%	41,218,263			
HTHK-MANULIFE CHINA VALUE FUND	Domestic non-state-owned legal person	0.87%	40,397,327			
Bank of communications—Huaan Tactical Select Fund	Domestic non-state-owned legal person	0.79%	36,894,329			
HSBC GLOBAL INVESTMENT FUNDS - CHINESE EQUITY	Foreign legal person	0.75%	35,158,776			
MANULIFE GLOBAL FUND	Foreign legal person	0.74%	34,559,769			
Top 10 holders of unconditional shares						
Name of the shareholder	Amount of shares without sales restriction	Category of shares				
		Category of shares	Amount			
China Changan Automobile Co., Ltd.	1,538,287,238	RMB Ordinary share	1,538,287,238			
VALUE PARTNERS CLASSIC FUND	67,257,418	Domestic listed foreign shares	67,257,418			
ZhongHui Fortis Investment Co., Ltd	53,179,700	Domestic listed foreign shares	53,179,700			
National Social Security Fund- Portfolio 102	52,014,507	RMB Ordinary share	52,014,507			
Agricultural Bank of China—Bank of Communications Schroeder growth stock securities investment fund	45,187,523	Domestic listed foreign shares	45,187,523			
Boshi value growth securities investment fund	41,218,263	RMB Ordinary share	41,218,263			
HTHK-MANULIFE CHINA VALUE FUND	40,397,327	Domestic listed foreign shares	40,397,327			
Bank of communications—Huaan Tactical Select Fund	36,894,329	RMB Ordinary share	36,894,329			
HSBC GLOBAL INVESTMENT FUNDS - CHINESE EQUITY	35,158,776	Domestic listed foreign shares	35,158,776			
MANULIFE GLOBAL FUND	34,559,769	Domestic listed foreign shares	34,559,769			
Explanation on the relationship and the action alike of above shareholders	Among the top 10 shareholders, China Changan Automobile Group Co., Ltd., the controlling shareholder, and its wholly					

owned subsidiary Zhonghui Futong Investment Co., Ltd. belong to the concerted actor regulated by “Disclosure Administration of Shares Change Information of The Listed Company”.

§ 3 Important Matters

3.1 Significant changes in major accounting data, financial highlight and reason of these changes.

√ Applicable Not Applicable

In RMB Yuan				
	Balance Sheet Items	Mar. 31th 2014	Jan. 1th 2013	Changes
1	Accounts receivable	699,008,005.03	380,017,320.86	83.94%
2	Other receivables	141,593,172.89	208,009,273.35	-31.93%
3	Other non-current assets	687,162,585.10	244,336,881.52	181.24%
4	Payroll payable	441,321,628.53	790,299,118.95	-44.16%
5	Taxes payable	394,440,940.16	131,096,474.84	200.88%
6	Interest payables	104,825,379.17	78,113,712.49	34.20%
7	Other payables	914,816,460.63	1,631,578,755.92	-43.93%
	Income Statement Items	Jan-Mar 2014	Jan-Mar 2013	Changes
8	Business tax and surcharges	472,430,434.79	354,126,567.59	33.41%
9	Financial expenses	52,575,370.68	29,891,157.71	75.89%
10	Investment income	2,074,039,126.10	635,318,795.87	226.46%
11	Operating profit	1,922,474,911.45	533,916,777.66	260.07%
12	Total profit	1,958,398,002.58	558,443,317.29	250.69%
13	Income tax expense	-5,659,865.06	13,406,178.34	-142.22%
14	Net profit	1,964,057,867.64	545,037,138.95	260.35%
15	Net profit attributable to owners	1,972,655,941.55	548,659,958.77	259.54%
	Cash Flow Statement Items	Jan-Mar 2014	Jan-Mar 2013	Changes
16	Cash flow generated by business operation, net	406,079,486.24	1,500,799,885.25	-72.94%
17	Net cash flow generated by investment	-838,062,831.25	-554,775,406.72	-51.06%
18	Net cash flow generated by financing	-48,725,815.51	-54,800,368.47	11.08%
19	Net increase of cash and cash equivalents	-479,763,634.52	891,135,752.41	-153.84%

As at the end of reporting period, the Company’s total asset is 57.7 Billion Yuan, with 8.11% growth comparing with the beginning of the year; total liability is 37.1 Billion Yuan, with 6.89% growth comparing with the beginning of the year; the debt asset ratio is 64.34%, which is 0.74% lower than that at the beginning of the year. Comparing with beginning of the year, huge increase of accounts receivable is mainly due to the substantial growth on car sales; huge increase of other current asset is mainly due to prepayment of acquisition of Hefei Changan; huge reduction of payroll payable is mainly due to the payment of salary and bonus accrued last year; increase of tax payable is mainly due to the increase of VAT payable; decrease of other payable is due to the payment of expense, such as construction expense, processing expense and advertising expense et al.

During the reporting period, as the profit of Changan Ford, the joint venture, increased sharply, the investment gain, operating profit, total profit and net profit attributable to owners increased a lot accordingly. The increase of business tax and surcharges was due to the increase of consumption tax resulted from the growth of sales and the increased portion of cars charged with higher tax rate; increase of borrowing from financial institute resulted in the increase of financial expenses; the decrease of corporate income tax is due to the increase of deferred income tax assets.

During the reporting period, the cash and cash equivalent decrease 1.37 Billion Yuan, a year-on-year decrease of 153.8%, mainly resulting from the net cash flow generated from operating activities decreased 1.09 Billion Yuan. And the decrease of net cash flow generated from operating activities is mainly due to the increased payments of 0.449 Billion Yuan for staff costs and 0.365 Billion Yuan for tax and surcharges.

3.2 The progress and influence of significant events and the analysis and explanation on resolving proposal

√ Applicable Not Applicable

On February 28 of 2014, the 16th meeting of the sixth board of directors of the company examined and approved the bill of

purchasing 100% stakes of Hefei Changan Automobile Co., LTD., and the company raises funds by itself to buy 100% stakes of Hefei Changan held by CCAG. Up to this announcement, the company has completed all equity transfer payments and industry and commerce alteration registration procedures of equity delivery. Details please refer to relevant announcements of tidal wave in the web of www.cninfo.com.cn.

Description of the Important Items	Disclosure Date	Interim reports disclosure Web Query
1. The associated transaction announcement about purchasing 100% stakes of Hefei Changan Automobile Co., LTD.	2014.3.8	http://www.cninfo.com.cn/finalpage/2014-03-08/63650851.PDF
2. The associated transaction progress announcement about purchasing 100% stakes of Hefei Changan Automobile Co., Ltd.	2014.4.30	http://www.cninfo.com.cn/finalpage/2014-4-30

3.3 Commitments made within the report period or persisted to the period by the Company or shareholder with over 5 percent shares held

Applicable Not Applicable

Commitment Item	Promisee	Promise content	Performance
The commitments of stock reform	China Changan	1. Will abide by the laws, regulations and rules, to perform the legal obligations. 2. Held by the original non-tradable shares from obtaining the right to list and trade date, At least 24 months is not publicly traded or transferred, The 24 months after the expiration of the term of, Non-tradable shareholders stock exchange through the sale of shares, The sale of shares of the company accounted for the proportion of the total number of within 12 months and not more than five percent, In 24 months of no more than ten percent. 3. Company in the shares changed after the completion of According to the national related management systems and methods for implementing the management equity incentive plan	By the end of reporting term, Limited conditions of the sale of shares of the company held by the shareholders of China Changan 1,913,557,480 shares, The 1,538,287,238 conditions for the unlimited sale of shares, The remaining 373,358,342 shares for the limited conditions of the sale of shares, According to the commitments to the management equity incentive plan implemented after the lifting of restrictions on sale
Other small shareholders commitment	China Changan	order to avoid and eventually solve the possible competition or potential competitors, Better maintain the interests of investors, the company controlling shareholder China Changan commitment: In two consecutive years profit of Jiangxi Changhe Auto.CO.Ltd and Harbin Hf Automobile Industry Group Co, With the continuous development ability and management level is improved significantly under the condition of, Proposed that two enterprises into the company.	On 28TH ,Oct,2013, The controlling shareholders China Changan have transfer tthe Jiangxi Changhe Auto. Co. Ltd to Jiangxi provincial state owned enterprise assets. China Changan proposed Jiangxi Changhe Automobile Co. Ltd. injected commitment matters of the company have been removed. The Harbin Hf Automobile Industry Group Co at present is still running at a loss, The conditions have not yet reached the profitable for two consecutive years.
Other small shareholders commitment	China Changan	If the Changan Peugeot Citroen in 2013 for listing Corporation contribution to investment income lower than -12500.(ten thousand Yuan), 2014 investment listing Corporation contributions earn less than -17500 (ten thousand Yuan), China Changan promised to make up the difference in cash.	In 2013, Changan Peugeot Citroen for the company contribution to investment income of RMB -5058 ten thousand yuan, Not less than Chinese Changan promised lowest return on investment of -12500 ten thousand yuan.

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

Applicable Not Applicable

3.5 Securities Investment

Applicable Not Applicable

Holding other listing Corporation ownership situation description

√ Applicable □ Non-applicable

Company name	Company variety	Opening equity Holdings (share)	Opening equity holding ratio (%)	Closing equity holdings (share)	Closing equity Holdings (%)	Closing book value (RMB Yuan)	Gain/loss in the reporting period (RMB Yuan)	Accounting title	Equity source
Southwest Securities	Securities Firm	17,750,000	0.76%	17,750,000	0.63%	148,567,500		Tradable financial assets	Initial investment
Hua Xia Bank	Commercial bank	9,458,800	0.11%	5,458,800	0.06%	46,072,272	31,653,150	Tradable financial assets for trade	The 2011 merger of Changan bus investment
Total		27,208,800	--	23,208,800	--	194,639,772	31,653,150		

Note: Investment gain is obtained from 4 million shares of Huaxia Bank sold by Changan Bus.

3.6 Derivative Investment

□ Applicable √ Not Applicable

3.7 Interviews and visits in the reporting period

√ Applicable □ Not Applicable

Date	Location	manner	Reception object	Content discussed and material offered
2014.1.3	Meeting Room, Changan Headquarters	On-Site Survey	Soochow Asset Management Co.	Automotive Industry Development and Company's Business
2014.1.9	Meeting Room, Changan Headquarters	On-Site Survey	Huaxi Securities, Venus Investment	Automotive Industry Development and Company's Business
2014.1.10	Meeting Room, Changan Headquarters	On-Site Survey	Minsheng securities, Minsheng Royal Fund Management Co., ABC Life Insurance Co.	Automotive Industry Development and Company's Business
2014.1.13	Meeting Room, Changan Headquarters	On-Site Survey	Barclays Capital Asia Limited	Automotive Industry Development and Company's Business
2014.1.15	Meeting Room, Changan Headquarters	On-Site Survey	Macquarie Securities	Automotive Industry Development and Company's Business
2014.1.16	Meeting Room, Changan Headquarters	On-Site Survey	BOC International (China) Limited	Automotive Industry Development and Company's Business
2014.1.17	Meeting Room, Changan Headquarters	On-Site Survey	Deutsche Bank, Ecofin, Advisory Company for SAIF Funds, Value star asset management, BNP Paribas	Automotive Industry Development and Company's Business
2014.2.17	Meeting Room, Changan Headquarters	On-Site Survey	J.P.Morgan Asset Management	Automotive Industry Development and Company's Business
2014.2.18	Meeting Room, Changan Headquarters	On-Site Survey	Amundi Capital Management, Logan Circle Capital Management, Shell Capital Management, Fidelity Funds, Wellington Capital Management, Barclays Bank	Automotive Industry Development and Company's Business
2014.2.26	Meeting Room, Changan Headquarters	On-Site Survey	Harvest Fund, China Securities Co.	Automotive Industry Development and Company's Business
2014.2.26	Meeting Room, Changan Headquarters	On-Site Survey	South China Growth Fund, Khazanah Nasional	Automotive Industry Development and Company's Business
2014.3.4	Meeting Room, Changan Headquarters	On-Site Survey	Hongyuan Securities	Automotive Industry Development and Company's Business
2014.3.5	Meeting Room, Changan Headquarters	On-Site Survey	Guosen Securities	Automotive Industry Development and Company's Business
2014.3.6	Meeting Room, Changan Headquarters	On-Site Survey	Northeast Securities	Automotive Industry Development and Company's Business
2014.3.6	Meeting Room,	On-Site Survey	Standard Chartered Bank, Macquarie Securities, Discovery Capital	Automotive Industry Development and Company's Business

	Changan Headquarters		Management	
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§4. Attachment

4.1 Consolidated Balance Sheet

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD.

Mar.31th 2014

in RMB yuan

Account	Ending Balance	Opening Balance
Current assets:		
Cash	3,801,951,965.71	4,281,715,600.23
Deposit Reservation for Balance		
Funds loaned to other financial institutions		
Financial assets held for trading		
Notes receivable	12,794,174,663.33	11,272,212,347.84
Accounts receivable	699,008,005.03	380,017,320.86
Prepayments	907,628,141.89	698,725,451.66
Premiums receivable		
Reinsurance receivable		
Reinsurance reserve receivable		
Interest receivable		
Dividend receivable		
Other receivables	141,593,172.89	208,009,273.35
Reverse repurchase agreements		
Inventories	5,261,139,612.26	4,728,582,349.44
Non-current assets within one year		
Other current assets	2,539,733.48	2,585,737.57
Total current assets	23,608,035,294.59	21,571,848,080.95
Non-current assets:		
Entrustment loans and advances		
Available-for-sale financial assets	194,639,772.00	257,319,416.00
Held-to-maturity investments	0.00	
Long-term receivables	281,717.65	280,450.40
Long-term equity investments	14,508,867,764.43	12,466,481,788.64
Investment properties	987,442.85	1,006,267.37
Fixed assets	13,728,757,608.09	13,740,763,376.25
Construction in progress	1,157,772,667.76	1,328,773,757.05
Construction materials	96,690.75	96,690.75
Liquidation of fixed assets	5,127,883.23	8,696.53
Productive biological assets		
Oil and gas asset		
Intangible assets	2,242,822,930.99	2,058,742,291.62
Development expenditure	545,468,767.91	685,666,604.48
Goodwill	9,804,394.00	9,804,394.00
Long-term deferred expenses	1,171,790.23	1,129,778.36
Deferred tax assets	1,001,036,257.85	998,435,801.99

Other non-current assets	687,162,585.10	244,336,881.52
Total non-current assets	34,083,998,272.84	31,792,846,194.96
TOTAL ASSETS	57,692,033,567.43	53,364,694,275.91
Current liabilities:		
Short-term loans	1,288,000,000.00	1,258,000,000.00
Due to The People's Bank of China		
Placements of deposits from other financial institutions		
Funds borrowed from other financial institutions		
Financial liabilities held for trading Notes payable		
Notes payable	9,544,383,654.86	9,388,781,959.80
Accounts payable	9,909,503,961.32	7,671,845,704.87
Advances from customers	4,538,200,679.27	4,258,001,533.60
Repurchase agreements		
Commission payable		
Payroll payable	441,321,628.53	790,299,118.95
Taxes payable	394,440,940.16	131,096,474.84
Interest payables	104,825,379.17	78,113,712.49
Dividend payables	79,742.80	79,742.80
Other payables	914,816,460.63	1,631,578,755.92
Reinsurance payable		
Reinsurance reserve payable		
Commission of security trading		
Commission of underwriting		
Non-current liabilities within one year	520,000,000.00	520,000,000.00
Other current liabilities	2,282,288,897.88	1,900,629,102.12
Total current liabilities	29,937,861,344.62	27,628,426,105.39
Non-current liabilities:		
Long-term loans	1,270,000,000.00	1,270,000,000.00
Bonds payable	1,968,246,239.92	1,967,266,759.93
Long-term payables	22,563,484.53	24,587,000.00
Special payables	181,858,453.54	213,630,202.50
Provisions	1,261,624,897.40	1,117,167,286.59
Deferred tax liabilities	30,949,529.71	41,842,961.06
Other non-current liabilities	2,443,236,977.12	2,461,821,374.75
Total non-current liabilities	7,178,479,582.22	7,096,315,584.83
Total liabilities	37,116,340,926.84	34,724,741,690.22
Owners' equity (or Shareholders' equity):		
Paid up capital (or Share capital)	4,662,886,108.00	4,662,886,108.00
Capital reserves	3,046,273,463.14	3,078,557,394.14
Less: Treasury shares		
Special reserves	3,985,762.42	1,670,967.02
Surplus reserves	1,816,272,976.53	1,816,272,976.53
General reserve		

Retained earnings	11,206,513,444.57	9,233,857,503.02
Foreign currency reserve	-13,239,197.97	-14,890,520.83
Equity attributable to owners	20,722,692,556.69	18,778,354,427.88
Minority interests	-146,999,916.10	-138,401,842.19
Total Owners' equity (or Shareholders' equity)	20,575,692,640.59	18,639,952,585.69

4.2 Balance Sheet

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD.

Mar.31th 2014

in RMB yuan

Account	Ending Balance	Opening Balance
Current assets:		
Cash	3,144,693,071.31	3,290,584,684.00
Financial assets held for trading		
Notes receivable	12,593,088,068.16	10,612,070,124.82
Accounts receivable	2,295,946,741.99	1,393,930,437.57
Prepayments	820,316,278.14	1,006,257,953.21
Interest receivable		
Dividend receivable		
Other receivables	433,649,259.50	550,745,735.30
Inventories	4,732,349,569.13	3,995,173,686.02
Non-current assets within one year		
Other current assets		
Total current assets	24,020,042,988.23	20,848,762,620.92
Non-current assets:		
Available-for-sale financial assets	148,567,500.00	176,257,500.00
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	15,809,583,177.16	13,767,197,201.37
Investment properties		
Fixed assets	12,030,375,857.86	11,991,246,390.25
Construction in progress	1,077,974,766.95	1,227,441,848.35
Construction materials	96,690.75	96,690.75
Liquidation of fixed assets		
Productive biological assets		
Oil and gas asset		
Intangible assets	1,986,870,620.88	1,854,137,128.97
Development expenditure	513,372,307.77	612,487,126.25
Goodwill		
Long-term deferred expenses	540,240.00	540,240.00
Deferred tax assets	915,520,729.43	897,445,610.07
Other non-current assets	687,162,585.10	244,336,881.52
Total non-current assets	33,170,064,475.90	30,771,186,617.53
TOTAL ASSETS	57,190,107,464.13	51,619,949,238.45
Current liabilities:		
Short-term loans	1,200,000,000.00	1,200,000,000.00

Financial liabilities held for trading		
Notes payable	8,960,075,402.46	7,579,635,615.92
Accounts payable	9,083,524,531.16	6,807,637,925.32
Advances from customers	4,622,725,528.77	4,277,575,537.45
Payroll payable	397,034,492.48	710,331,644.30
Taxes payable	553,849,745.51	478,169,294.18
Interest payable	104,467,045.84	77,672,045.84
Dividend payable	0.00	
Other payables	819,548,876.18	1,404,722,740.89
Non-current liabilities within one year	520,000,000.00	520,000,000.00
Other current liabilities	1,961,510,346.33	1,677,944,402.50
Total current liabilities	28,222,735,968.73	24,733,689,206.40
Non-current liabilities:		
Long-term loans	1,270,000,000.00	1,270,000,000.00
Bonds payable	1,968,246,239.92	1,967,266,759.93
Long-term payables	22,563,484.53	24,587,000.00
Special payables	126,448,223.06	129,901,302.92
Provisions	885,775,857.76	761,596,810.09
Deferred tax liabilities	18,853,125.00	23,006,625.00
Other non-current liabilities	2,204,380,710.89	2,218,891,199.06
Total non-current liabilities	6,496,267,641.16	6,395,249,697.00
Total liabilities	34,719,003,609.89	31,128,938,903.40
Owners' equity (or Shareholders' equity):		
Paid up capital (or Share capital)	4,662,886,108.00	4,662,886,108.00
Capital reserves	3,343,186,767.88	3,366,723,267.88
Less: Treasury shares		
Special reserves	744,102.23	
Surplus reserves	1,816,272,976.53	1,816,272,976.53
General reserve		
Retained earnings	12,648,013,899.60	10,645,127,982.64
Foreign currency reserve		
Equity attributable to owners	22,471,103,854.24	20,491,010,335.05
TOTAL LIABILITIES AND OWNERS' EQUITY(OR SHAREHOLDERS' EQUITY)	57,190,107,464.13	51,619,949,238.45

4.3 Consolidated Income Statement of the report term

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD..

Jan-Mar 2014

in RMB yuan

Account	Current Period	Prior Period
I. Total operating revenue	12,190,744,951.20	10,177,172,661.12
Including: operating revenue	12,190,744,951.20	10,177,172,661.12
II. Total operating cost	12,342,309,165.85	10,278,242,272.33
Including: Operating cost	10,288,135,211.86	8,564,981,591.61
Business tax and surcharges	472,430,434.79	354,126,567.59
Operating expenses	978,899,314.79	780,507,921.73
General and administrative expenses	549,395,170.94	548,735,033.69
Financial expenses	52,575,370.68	29,891,157.71
Impairment loss on assets	873,662.79	
Add: Profit and loss from fair value changes ('-' represent loss)		-332,407.00
Investment income ('-' represent loss)	2,074,039,126.10	635,318,795.87
Including: Investment income from associates and from joint venture	2,042,385,975.79	627,728,969.31
III. Operating profit ('-' represent loss)	1,922,474,911.45	533,916,777.66
Add: Non-operating income	37,873,522.77	30,289,365.23
Less: Non-operating expenses	1,950,431.64	5,762,825.60
Including: loss on disposal of non-current assets	182,973.40	3,048,050.91
IV. Total profit ('-' represent loss)	1,958,398,002.58	558,443,317.29
Less: Income tax expense	-5,659,865.06	13,406,178.34
V. Net profit ('-' represent net loss)	1,964,057,867.64	545,037,138.95
Including: The net profit of the combined parties before business combination		
Net profit attributable to owners	1,972,655,941.55	548,659,958.77
Minority interests	-8,598,073.91	-3,622,819.82
VI. Earnings per share:	--	--
I) Basic earnings per share	0.42	0.12
II) Diluted earnings per share	0.42	0.12
VII. Other comprehensive income	-32,283,931.00	-4,677,125.00
VIII. Total comprehensive income	1,931,773,936.64	540,360,013.95
Total comprehensive income attributable to owners	1,940,372,010.55	543,982,833.77
Total comprehensive income attributable to minority interest	-8,598,073.91	-3,622,819.82

4.4 Income Statement of the report term

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD..

Jan-Mar 2014

in RMB yuan

Account	Current Period	Prior Period
I. Operating revenue	12,315,254,511.69	8,561,947,652.87
Less: Operating cost	10,572,890,792.21	7,258,831,372.32
Business tax and surcharges	418,062,217.84	311,169,762.91
Operating expenses	879,500,629.11	582,599,228.94
General and administrative expenses	483,118,705.16	477,292,529.33
Financial expenses	50,395,412.06	26,650,200.09
Impairment loss on assets	873,662.79	
Add: Profit and loss from fair value Changes ('-' represent loss)		
Investment income ('-' represent loss)	2,046,169,309.12	635,451,445.30
Including: Investment income from associates and from joint venture	2,042,385,975.79	627,728,969.31
II. Operating profit ('-' represent loss)	1,956,582,401.64	540,856,004.58
Add: Non-operating income	29,757,655.06	27,457,914.10
Less: Non-operating expenses	1,529,259.11	4,720,168.97
Including: loss on disposal of non-current assets		2,741,483.42
III. Total profit ('-' represent loss)	1,984,810,797.59	563,593,749.71
Less: Non-operating expenses	-18,075,119.37	2,773,859.43
IV. Net profit ('-' represent net loss)	2,002,885,916.96	560,819,890.28
V. Earnings per share:	--	--
I) Basic earnings per share		
II) Diluted earnings per share		
VI. Other comprehensive income	-23,536,500.00	-4,677,125.00
VII. Total comprehensive income	1,979,349,416.96	556,142,765.28

4.5 Consolidated Cash Flow Statement from the beginning of year to the end of report term.

Prepared by: Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD..

Jan-Mar 2014

in RMB yuan

Account	Current Period	Prior Period
I. CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from sale of goods or rendering of services	10,403,630,024.79	9,456,516,906.10
Net increase in customer deposits and placements of deposits from other financial institutions		
Net increase in amounts due to the Central Bank		
Net decrease in funds loaned to other financial institutions		
Cash receipts from primary insurance contract		
Net cash receipts from reinsurance agreement		
Net increase in saving from incident and investment deposit		

Net increase in disposal of financial assets held for trading		
Cash receipts from interest and fee and commission income		
Net increase in funds borrowed from other financial institutions		
Net increase in repurchase agreements		
Refunds of taxes	6,616,148.84	10,048,351.20
Cash received relating to other operating activities	83,806,826.76	59,305,479.93
Sub-total of cash inflows	10,494,053,000.39	9,525,870,737.23
Cash paid for goods and services	6,677,541,403.54	5,427,325,583.98
Net increase in loans and advances		
Net increase in amounts due from the Central Bank and placements of deposits with other financial institutions		
Cash payments for primary insurance contract		
Cash payments for interest and fee and commission expenses		
Cash payments for policy dividend		
Cash paid to and on behalf of employees	1,252,521,318.52	803,739,293.46
Cash paid for all types of taxes	1,054,356,734.44	689,258,251.17
Cash paid relating to other operating activities	1,103,554,057.65	1,104,747,723.37
Sub-total of cash outflows	10,087,973,514.15	8,025,070,851.98
Net cash flows from operating activities	406,079,486.24	1,500,799,885.25
II. CASH FLOWS FROM INVESTING ACTIVITIES:		
Cash received from disposal of investments		
Cash received from return on investments	31,653,150.31	3,601,884.11
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	206,797.42	80,000.00
Cash and cash equivalents of subsidiary receipts upon a acquisition		
Cash received relating to other investing activities		5,653,333.33
Sub-total of cash inflows	31,859,947.73	9,335,217.44
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	429,722,778.98	561,864,624.16
Cash paid for acquisition of investments	440,200,000.00	2,246,000.00
Net increase in pledged loan		
Cash paid for acquisition of subsidiary and other business units		
Cash paid relating to other investing activities		
Sub-total of cash outflows	869,922,778.98	564,110,624.16
Net cash flows from investing activities	-838,062,831.25	-554,775,406.72
III. CASH FLOWS FROM FINANCING ACTIVITIES:		
Cash received from absorbing investment		
Including: cash received from absorbing investment from minority interest of subsidiary		

Cash received from borrowings	60,000,000.00	30,000,000.00
Cash received from issuing bond		
Cash received relating to other financing activities	-38,919,224.10	6,318,045.63
Sub-total of cash inflows	21,080,775.90	36,318,045.63
Cash repayments of borrowings	30,000,000.00	60,000,000.00
Cash paid for distribution of dividends or profits and interest expenses	39,797,958.45	30,760,883.99
Including: cash paid for dividends or profits and interest expenses to minority interest of subsidiary		
Cash paid relating to other financing activities	8,632.96	357,530.11
Sub-total of cash outflows	69,806,591.41	91,118,414.10
Net cash flows from financing activities	-48,725,815.51	-54,800,368.47
IV. EFFECT OF CHANGES IN EXCHANGE RATE ON CASH	945,526.00	-88,357.65
V. NET INCREASE IN CASH AND CASH EQUIVALENTS	-479,763,634.52	891,135,752.41
Add: Opening balance of cash and cash equivalents	4,281,715,600.23	4,199,763,915.82
VI. CLOSING BALANCE OF CASH AND CASH EQUIVLANT	3,801,951,965.71	5,090,899,668.23

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

Prepared by: Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD.. Jan-Mar 2014 in RMB yuan

Account	Current Period	Prior Period
I. CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from sale of goods or rendering of services	9,751,719,727.42	7,565,867,402.10
Refunds of taxes		4,883,000.00
Cash received relating to other operating activities	90,137,804.08	69,135,929.84
Sub-total of cash inflows	9,841,857,531.50	7,639,886,331.94
Cash paid for goods and services	6,242,486,955.04	4,269,830,504.85
Cash paid to and on behalf of employees	1,037,531,311.65	641,718,057.16
Cash paid for all types of taxes	969,831,710.09	587,976,694.66
Cash paid relating to other operating activities	981,071,100.58	1,014,736,367.01
Sub-total of cash outflows	9,230,921,077.36	6,514,261,623.68
Net cash flows from operating activities	610,936,454.14	1,125,624,708.26
II. CASH FLOWS FROM INVESTING ACTIVITIES:		
Cash received from disposal of investments		
Cash received from return on investments	3,783,333.33	5,825,000.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	32,797.42	
Cash received from disposal of subsidiary and other business units		
Cash received relating to other investing activities	95,000,000.00	

Sub-total of cash inflows	98,816,130.75	5,825,000.00
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	376,943,822.58	531,195,136.23
Cash paid for acquisition of investments	440,200,000.00	2,246,000.00
Cash paid for acquisition of subsidiary and other business units		
Cash paid relating to other investing activities		50,000,000.00
Sub-total of cash outflows	817,143,822.58	583,441,136.23
Net cash flows from investing activities	-718,327,691.83	-577,616,136.23
III. CASH FLOWS FROM FINANCING ACTIVITIES:		
Cash received from absorbing investment		
Cash received from borrowings		
Cash received from issuing bond		
Cash received relating to other financing activities		
Sub-total of cash inflows		
Cash repayments of borrowings		
Cash paid for distribution of dividends or profits and interest expenses	38,500,375.00	27,698,250.00
Cash paid relating to other financing activities		
Sub-total of cash outflows	38,500,375.00	27,698,250.00
Net cash flows from financing activities	-38,500,375.00	-27,698,250.00
IV. EFFECT OF CHANGES IN EXCHANGE RATE ON CASH		
V. NET INCREASE IN CASH AND CASH EQUIVALENTS	-145,891,612.69	520,310,322.03
Add: Opening balance of cash and cash equivalents	3,290,584,684.00	3,081,165,146.84
VI. CLOSING BALANCE OF CASH AND CASH EQUIVLANT	3,144,693,071.31	3,601,475,468.87

4.7 Auditors' Report Auditing Opinion: Unaudited