

# **Dongxu Optoelectronic Technology Co., Ltd.**

The Third Quarterly Report 2015

**October 2015**

## I. Important Notice

The Board of Directors ,Supervisory Committee, all directors, supervisors and senior executives of the Company hereby guarantees that there are no misstatement, misleading representation or important omissions in this report and shall assume joint and several liability for the authenticity, accuracy and completeness of the contents hereof.

All of the directors presented the board meeting at which this Quarterly Report was examined.

Mr. Li Zhaoting, The Company leader, Mr. Li Quannian, Chief financial officer and the Mr..Xie Guozhong, the person in charge of the accounting department (the person in charge of the accounting )declare: the financial report carried in this report is authentic and completed

## II. Main financial data and changes of shareholders

### (1) Main financial data and financial index

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

Yes  No

	End of the report period	End of last year	Year-on –year change	
Gross assets (RMB)	17,051,343,958.93	12,468,163,299.77	36.76%	
Net assets attributable to the shareholders of the listed company (RMB)	6,965,156,857.08	6,436,732,506.01	8.21%	
	This report period	Year-on year change(9%)	Between beginning of the year to the end of the report period	Change from the same period last year
Operating income (RMB)	860,590,482.99	210.10%	2,307,190,743.52	94.29%
Net profit attributable to the shareholders of the listed company (RMB)	356,396,750.91	81.11%	789,574,485.87	30.66%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (RMB)	121,558,715.61	581.63%	377,242,392.74	33.22%
Cash flow generated by business operation, net (RMB)	--	--	912,736,415.23	-150.78%
Basic earning per share(RMB/Share)	0.130	85.71%	0.300	36.36%
Diluted gains per share(RMB/Share)(RMB/Share)	0.130	85.71%	0.300	36.36%
Weighted average income/asset ratio (%)	5.96%	91.64%	11.86%	20.04%

Items and amount of non-current gains and losses

Applicable  Not applicable

In RMB

Items	Amount from beginning of the year to the end of the report period	Notes
Non-current asset disposal gain/loss(including the write-off part for which assets impairment provision is made)	-35,050.57	
Government subsidies recognized in current gain and loss(excluding those closely related to the Company's business and granted under the state's policies)	466,628,049.96	
Gains and losses from change of fair values of held-for-transaction financial assets and financial liabilities except for the effective hedge business related to normal business of the Company, and investment income from disposal of	18,763,137.14	

transactional financial assets and liabilities and financial assets available for sale		
Gain/loss on loans obtained by entrusting others	3,500,000.00	
Other non-operating income and expenditure beside for the above items	2,690,677.72	
Less: Influenced amount of income tax	70,529,301.81	
Amount of influence of minority interests (After tax)	8,685,419.31	
Total	412,332,093.13	--

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  Not applicable

None of Non-recurring gain /loss items recognized as recurring gain /loss/items as defined by the information disclosure explanatory Announcement No.1- Non –recurring gain/loss in the report period.

## (II) Total number of shareholders and shareholding of top 10 shareholders by the end of the report period

(1) Total number of common shareholders and shareholding of top 10 common shareholders by the end of the report period

In Shares

Total number of shareholders at the end of report period	215,811(including 197,243 shareholders holding A shares and 18,568 shareholders holding B shares)					
Particular about shares held by top ten shareholders						
Shareholder name	Properties of shareholder	Share proportion %	Quantity	Amount of tradable shares with Conditional held	Pledging or freezing	
					Status of the shares	Quantity
Dongxu Group	Domestic Non-State-owned legal person	14.65%	390,093,000	390,093,000	Pledge	302,030,000
Shijiazhuang Baoshi Electronic Group Co., Ltd.	Domestic Non-State-owned legal person	12.49%	332,382,171		Pledge	329,770,148
China Securities Finance Co., Ltd.	State-owned legal person	2.99%	79,598,255			
Bank of China—Huaxia New-Economy Flexibly-Configured Mixed-Type Sponsorship-Style Securities Investment Fund	Other	1.38%	36,608,098			
Wang Wenxue	Domestic Nature person	0.98%	26,061,446			
Central Huijin Investment Co., Ltd.	State-owned legal person	0.91%	24,205,500			
Wan Xingying	Domestic Nature person	0.63%	16,653,504			
Pi Guirong	Domestic Nature	0.42%	11,083,033			

	person				
CITIC Securities Co., Ltd.	State-owned legal person	0.30%	8,091,582		
China Southern Fund-Agricultural Bank of China—South Zhongzheng Financial Asset Management Plan	Other	0.30%	8,034,800		
Shareholding of top 10 shareholders of unrestricted shares					
Name of the shareholder	Quantity of unrestricted shares held at the end of the reporting period	Share type			
		Share type	Quantity		
Shijiazhuang Baoshi Electronic Group Co., Ltd.	332,382,171	RMB Common shares	332,382,171		
China Securities Finance Co., Ltd.	79,598,255	RMB Common shares	79,598,255		
Bank of China—Huaxia New-Economy Flexibly-Configured Mixed-Type Sponsorship-Style Securities Investment Fund	36,608,098	RMB Common shares	36,608,098		
Wang Wenxue	26,061,446	RMB Common shares	26,061,446		
Central Huijin Investment Co., Ltd.	24,205,500	RMB Common shares	24,205,500		
Wan Xingying	16,653,504	RMB Common shares	16,653,504		
Pi Guirong	11,083,033	RMB Common shares	11,083,033		
CITIC Securities Co., Ltd.	8,091,582	RMB Common shares	8,091,582		
China Southern Fund-Agricultural Bank of China—South Zhongzheng Financial Asset Management Plan	8,034,800	RMB Common shares	8,034,800		
China Merchants Securities (HK) Co., Ltd.	7,043,580	Foreign shares placed in domestic exchange	7,043,580		
Explanation on associated relationship among the aforesaid shareholders	Among the top ten shareholders holding non-restricted negotiable shares, Dongxu Group and Baoshi Group have relationship and constitute persons taking concerted action. The Company does not know whether there is relationship between the other top 10 shareholders holding non-restricted negotiable shares and between such shareholders and the other top 10 shareholders.				
Explanation on shareholders participating in the margin trading business(if any)	The natural persons in the top ten common stockholders Wang Wenxue and Pi Guirong host 25,661,446 shares and 11,083,033 shares separately through margin trading, taking 0.96% and 0.42% of the total shares in the company.				

Agreed re-purchasing by the Company's top 10 shareholders of common shares and top 10 shareholders of unconditional common shares in the report period

Yes  No

No agreed re-purchasing is performed by the Company's shareholders in the report period.

(2) Total number of preferred shareholders and shareholding of top 10 preferred shareholders by the end of the report period

Applicable  Not applicable

### III . Significant Events

#### I. Particular about large-margin change of main accounting statement item and financial index and its reason.

√ Applicable □ Not applicable

No	Item in statements	Amount at the end of period	Amount at the beginning of period	Rate of change (%)	Reason for change
1	Monetary capital	5,929,630,340.09	3,196,271,083.93	85.52%	Mainly caused by obtaining the bank loan and the corporate bonds at the current period. In addition, the returned money of sales loan increased.
2	Bills receivable	114,380,638.20	449,510,678.50	-74.55%	Mainly caused by the increase in recovery on maturity date and purchase fund with endorsement payment
3	Account receivable	1,155,178,153.45	638,809,800.10	80.83%	Mainly caused by that significant increase occurred in business while increases occurred in account payable before payback period.t
4	Inventories	1,185,678,318.65	512,854,086.79	131.19%	Mainly caused by the Company's purchase of land, which resulted in an increase in development cost
5	Engineering material	141,641,972.94	22,095,086.42	541.06%	Mainly caused by the increase of the contribution and purchase materials for the current LCD glass production line
6	Intangible assets	327,402,161.99	220,645,757.06	48.38%	Mainly caused by the acquisition of Jiangsu Jixing which resulted in an increase in land use right.
7	Short-term assets	2,957,300,000.00	1,288,900,000.00	129.44%	Mainly caused by the increase of the supplement for the Company's circulating fund
8	Bills payable	535,974,050.00	280,000,000.00	91.42%	Increases occurred in purchase with clearing, moreover, increases occurred in notes for merging into Jiangsu Jixing.
9	Account receivable	435,298,108.76	232,393,429.70	87.31%	Mainly caused by that significant increases occurred in business while increases occurred in account payable before payment period.
10	Advance payment	93,620,461.57	22,382,273.47	318.28%	Mainly caused by the increase in in-advanced charge for engineering equipment.
11	Non-current liability due in 1 year	416,000,000.00	268,000,000.00	55.22%	Caused by the increase of the reclassification to the long-term borrowing with due within 1 year
12	Business income	2,307,190,743.52	1,187,490,880.62	94.29%	Caused by the expansion of the current business scale, which brought in an increase in income
13	Business cost	1,308,321,129.42	610,174,226.74	114.42%	Caused by the expansion of business scale, which brought in an increase incost accordingly.
14	Business tax and surcharge	26,045,077.84	21,310,026.35	22.22%	Mainly caused by the increase in the current sales income, which resulted in increase in business tax and surcharges.
15	Sales expense	19,953,669.05	8,725,734.18	128.68%	Mainly caused by the increase , which brought in increases in the expenditure of transportation, entertainment expense and travelling expense

					accordingly.
16	Administrative expense	236,628,601.36	122,149,746.12	93.72%	Mainly caused by the expansion of business management, which resulted in increases in the staffs' salary and office expenditure.
17	Financial expenses	220,021,814.84	30,469,018.31	622.12%	Mainly caused by the increase of the Company's circulating capital loans and the issuance of the corporate bonds
18	Asset impairment loss	-8,486,864.90	4,196,877.05	-302.22%	Mainly caused by the early provision for bed debt and recovering it at the current period, which resulted in turning back in bad-debt provision.
19	Net Cash flow generated by business operation	912,736,415.23	-1,797,375,854.05	-150.78%	Mainly caused by the increase in business, which result in increase in returned money of sales
20	Net cash flow generated by investment	-582,721,174.77	-1,010,514,815.05	-42.33%	Mainly caused by the decline in the current construction asset expenditure

## II. The progress of significant events and influence, as well as the analysis and explanation on resolving proposal.

√Applicable □Not applicable

The Issuance Audit Commission of CSRC carried out examination and approval for non-public A Share of the Company on September 11, 2015, of which the application for A Share obtained examination and approval unconditionally. CRSC issued CRSC License[2015]No.2270“Reply on Examining and Approving Dongxu Optoelectronic Technology Co., Ltd. Non-public Issue of Shares” on October 10, 2015, examining and approving that the non-public issued by the Company shall not be over 1,186,943,620 shares of new share.

Overview of material matters	Date of disclosing	Description of the website for disclosing provisional announcements
Non-public issuance has been examined and approved	September 11, 2015	China Securities Journal , Securities Times,Hong Kong Commercial Daily and <a href="http://www.cninfo.com.cn">www.cninfo.com.cn</a> .

## III. The commitments of the Company and its shareholders holding over 5% of the Company's total shares in the report year of extending to the report year from previous year.

√Applicable □ Not applicable

Commitment	Commitment maker	Contents	Time of making commitment	Period of commitment	Fulfillment
Commitment on share reform	Shijiazhuang Baoshi Electronics Group Co., Ltd	If listed companies plans to sell tradable stocks through the bid trading system of Shenzhen Stock Exchange and sell greater than 5% of shares within six months after the first sales, will disclose the contents specified by the Form Guide to Prompt Announcement of Removing Restriction on Sales of Non-tradable Stocks of Listed Companies through the prompt announcement of disclosing sales of listed companies.	March 29, 2007	Long-term effective	Under Fulfillment
Commitment in the acquisition report or					

the report on equity changes					
Commitment made upon the assets replacement					
Commitments made upon issuance	Dongxu Group,	Dongxu Group Co., Ltd. subscribed for 25.01% of the shares privately issued by the Company and promised that the period of sale restriction of such shares was 36 months from the first day of listing.	April 18, 2013	April 18, 2016	Under Fulfillment
	Dongxu Optoelectronic Technology Co., Ltd.	In view of: Dongxu Optoelectronic Technology Co., Ltd. is applying for public offering of corporate bonds, and the total scale of bonds will not exceed 1 billion yuan. After the deduction of issue expenses, all the funds raised are planned to be used to supplement the liquidity and support the R&D, production and material purchase of glass substrate and the equipment. Thus, the demands of business operation and expansion in the company will be satisfied. The company promises: 1. The funds raised through the public offering of corporate bonds will not be directly or indirectly invested in real estate development business, or used to increase the capital fund or as loans in subsidiaries engaged in real estate business; 2. the funds raised through the public offering of corporate bonds will not be used for real estate development business in any form. The term of validity of the promises is consistent with the duration of the corporate bonds issued in the company this time.	February 10, 2015	December 31, 2020	Under Fulfillment
	Dongxu Group, Shijiazhuang Baoshi Electronics Group Co., Ltd.	1.From the date of commitment letter issued, except the managed hosting company for Dongxue Optoelectronic , this company and majority-owned subsidiaries do not in any way, directly or indirectly engaged in business and Dongxue Optoelectronic and its subsidiaries are the same, or similar, future Dongxue Optoelectronic shares and its subsidiaries are not engaged in the same or similar businesses. 2.The company assurances against the use of precious stones share any act prejudicial to the control relationship of Dongxu Optoelectronic interests and its wholly-owned subsidiaries, holding, or causing Dongxue Optoelectronic shares and its wholly-owned subsidiaries, holding form business competition decisions. 3. The company will not directly invest, purchase and Dongxu Optoelectronic identical or similar business enterprises and projects. 4.If the assets owned by the Dongxu Optoelectronic . compete with , the company will adopt effective measures and give up the same business. 5. If the company has horizontal competition with Dongxu Optoelectronic and lead to lose to it, the company will bear all the responsibilities. 6. Before December 31, 2015, by way of designated placement, the company will transfer all the shares that Dongxu Optoelectronic Investment, entrusted to Zhengzhou Xufei company and all the shares that are entrusted to Baoshi Group, to Dongxu Optoelectronics; Before December 31, 2016, by way of designated placement, the company will transfer all the shares that Dongxu Group entrusted to Dongxu Yingkou and Sichuan Xuhong to Dongxu Optoelectronics. Within the time limit mentioned above, if there were the external factors such as a depression of industry as a whole, or the changes in regulatory requirements, which lead to the result that the shares of hosting company can not meet the requirements of capital investment, Li Zhaoting, the actual controller, Dongxu Optoelectronic Investment , Dongxu Group and Baoshi Group as well as the company will actively negotiate with related parties, continue to entrust the above mentioned shares and the power of management to Dongxu Optoelectronics. Within the period when the	April 1, 2012	Long-term effective	Under Fulfillment



		company is still the controlling shareholder of Dongxu Optoelectronics, the commitments are in effect.			
	Dongxu Group,	In view of:The main business of Dongxu Optoelectronic is the production of TFT-LCD glass substrate, and the company now is applying for non-public offering of Bond; (2) Dongxu Group is the controlling shareholder of Dongxu Optoelectronic; and during the period of holding, Dongxu Group has signed patent license contracts separately with Dongxu Optoelectronic and its subsidiaries including Wuhu Dongxu Optoelectronic Science and Technology Co., Ltd. (hereinafter referred to as Wuhu Optoelectronic), Wuhu Dongxu Optoelectronic Equipment Technology Co., Ltd. (hereinafter referred to as Wuhu Equipment) and Shijiazhuang Dongxu Optoelectronic Equipment Technology Co., Ltd. (hereinafter referred to as Shijiazhuang Equipment). For this purpose, Dongxu Group has made following promises: Once acquires other patents related to LCD glass substrate which are not included in "Contract for Patent Exploitation License"above in the future, Dongxu Group will sign the voluntary contract for patent exploitation license with Dongxu Optoelectronic and its subsidiaries(Wuhu Optoelectronic, Wuhu Equipment and Shijiazhuang Equipment) fully according to the terms of "Contract for Patent Exploitation License"above. After Dongxu Optoelectronic issue the corporate bonds, during the duration, whether Dongxu Group will control Dongxu Optoelectronic or not, when the fulfilling of promise according to the above "Contract for Patent Exploitation License"comes to expiration date, Dongxu Group will still accord with the application of Dongxu Optoelectronic, and sign the original contract' terms unconditionally with Dongxu Optoelectronic and its subsidiaries(Wuhu Optoelectronic, Wuhu Equipment and Shijiazhuang Equipment), of which the renewal of contract for patent exploitation license will expire till the duration ends.	February 8, 2015	December 31, 2020	Under Fulfillment
	Dongxu Group,	In view of:(1)The main business of Dongxu Optoelectronic is the production of TFT-LCD glass substrate, and the company now is applying for non-public offering of stock; (2) Dongxu Group is the controlling shareholder of Dongxu Optoelectronic; and during the period of holding, Dongxu Group has signed patent license contracts separately with Dongxu Optoelectronic and its subsidiaries including Wuhu Dongxu Optoelectronic Science and Technology Co., Ltd. (hereinafter referred to as Wuhu Optoelectronic), Wuhu Dongxu Optoelectronic Equipment Technology Co., Ltd. (hereinafter referred to as Wuhu Equipment) and Shijiazhuang Dongxu Optoelectronic Equipment Technology Co., Ltd. (hereinafter referred to as Shijiazhuang Equipment). For this purpose, Dongxu Group has made following promises: within the term of validity involving patent right stated in patent license contracts, whether Dongxu Optoelectronic is in the control of Dongxu Group or not, Dongxu Group promises that when the above mentioned patent license contracts expire, the group will unconditionally renew the contracts with Dongxu Optoelectronic and its subsidiaries (Wuhu Optoelectronic, Wuhu Equipment, Shijiazhuang Equipment and etc) according to the terms of original contracts based on the requirements of Dongxu Optoelectronic.	June 17, 2015	Long-term effective	Under Fulfillment
Other commitments made to minority shareholders					
Executed timely or not?	Yes				

**IV. Prediction of Business performance for 2015**

Estimation of 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 of reason.

Applicable  Not applicable

**V. Security investments**

Applicable  Not applicable

The Company did not have any security investments during the reporting period.

**VI. Equity interests held in other listed companies**

Applicable  Not applicable

The Company did not hold any equity interests in other listed companies as at the end of the reporting period.

**VII. Derivative investment**

Applicable  Not applicable

There is no derivative investment during the report period.

**VIII. The registration form of acceptance of investigation, communication and interview in the report period for future reference**

Applicable  Not applicable

Date of reception	Place of reception	Manner of reception	Class of parties accommodated	Parties accommodated	Main topics of discussion and information provided
May 29, 2015	The meeting Room of the company	Onsite investigation	Organization	Dongxing Securities, Zhang Ji	Condition of 8 Billion RMB for Directional Add-Issuance Project; Completion Condition on Construction of Ten G6 Production Lines; The field of glass substrate whether has developed new clients; Production Line Introduction of Nominee Company; Construction Condition of Color Filter Production Line
June 10, 2015	The meeting Room of the company	Onsite investigation	Organization	Shenwan Hongyuan Securities, Wang Jianwei	Client Authentication and Shipments Condition of Glass Substrate; Time Arrangement Condition of Nominee Company Immitting; Industrial Supporting Condition of Color Filter; Layout Plan of G8.5 Production Line; Resources Integration Plan of Graphite and Graphene.
January 1, 2015 –September 30, 2015	The Company	By phone	Individual	Individual	Nonpublic Progress Condition of 8 Billion RMB of the Company; Performance Condition of the Company; Operation Condition of the Company

**IX. Particulars about illegal external guarantee**

Applicable  Not applicable

The Company had no illegal external guarantee in the report period.

**X. Particulars about non-operating fund of listed company occupied by the largest shareholder and its affiliated enterprises**

Applicable  Not applicable

It did not exist that non-operating fund of listed company was occupied by the largest shareholder and its affiliated enterprises in the report period

## IV. Financial statement

### 1. Financial statement

#### 1. Consolidated Balance sheet

Prepared by Dongxu Optoelectronic Technology Co., Ltd.

September 30, 2015

In RMB

Items	Year-end balance	Year-beginning balance
Current asset :		
Monetary fund	5,929,630,340.09	3,196,271,083.93
Settlement provision		
Outgoing call loan		
Financial assets measured at fair value with variations accounted into current income account		
Derivative financial assets		
Bill receivable	114,380,638.20	449,510,678.50
Account receivable	1,155,178,153.45	638,809,800.10
Prepayments	2,263,697,747.93	2,749,454,904.89
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Interest receivable		
Dividend receivable		
Other account receivable	176,331,712.18	43,302,115.88
Repurchasing of financial assets		
Inventories	1,185,678,318.65	512,854,086.79
Assets held for sales		
Non-current asset due in 1 year		
Other current asset	608,110,056.54	510,571,217.34
Total of current assets	11,433,006,967.04	8,100,773,887.43
Non-current assets:		
Loans and payment on other's behalf disbursed		
Disposable financial asset		
Expired investment in possess		
Long-term receivable		
Long term share equity investment	71,801,357.49	
Property investment		
Fixed assets	2,691,267,690.15	1,958,761,855.66

Construction in progress	2,173,625,827.70	2,045,729,633.22
Engineering material	141,641,972.94	22,095,086.42
Fixed asset disposal		
Production physical assets		
Gas & petrol		
Intangible assets	327,402,161.99	220,645,757.06
R & D petrol	34,604,956.31	
Goodwill		
Long-germ expenses to be amortized	16,404,710.07	14,106,796.67
Differed income tax asset	161,588,315.24	106,050,283.31
Other non-current asset		
Total of non-current assets	5,618,336,991.89	4,367,389,412.34
Total of assets	17,051,343,958.93	12,468,163,299.77
Current liabilities		
Short-term loans	2,957,300,000.00	1,288,900,000.00
Loan from Central Bank		
Deposit received and hold for others		
Call loan received		
Financial liabilities measured at fair value with variations accounted into current income account		
Derivative financial liabilities		
Bill payable	535,974,050.00	280,000,000.00
Account payable	435,298,108.76	232,393,429.70
Advance payment	93,620,461.57	22,382,273.47
Selling of repurchased financial assets		
Fees and commissions receivable		
Employees' wage payable	29,521,522.65	23,745,764.49
Tax payable	122,707,980.55	108,920,459.16
Interest payable	21,666,666.67	
Dividend payable		30,000,000.00
Other account payable	106,611,796.03	69,267,124.39
Reinsurance fee payable		
Insurance contract provision		
Entrusted trading of securities		
Entrusted selling of securities		
Liabilities held for sales		
Non-current liability due in 1 year	416,000,000.00	268,000,000.00
Other current liability	63,687,933.33	63,687,933.33
Total of current liability	4,782,388,519.56	2,387,296,984.54
Non-current liabilities:		
Long-term loan	4,004,000,000.00	3,572,000,000.00
Bond payable	987,827,502.00	
Including: preferred stock		
Sustainable debt		
Long-term payable		
Long-term payable employees's		

remuneration		
Special payable		
Expected liabilities		
Differed income	31,195,661.15	33,064,111.11
Differed income tax liability		
Other non-current liabilities		
Total non-current liabilities	5,023,023,163.15	3,605,064,111.11
Total of liability	9,805,411,682.71	5,992,361,095.65
Owners' equity		
Share capital	2,662,080,001.00	2,662,080,001.00
Other equity instrument		
Including: preferred stock		
Sustainable debt		
Capital reserves	2,925,024,783.54	2,919,966,918.24
Less: Shares in stock		
Other comprehensive income		
Special reserves		
Surplus reserves	66,158,108.81	66,158,108.81
Common risk provision		
Undistributed profit	1,311,893,963.73	788,527,477.96
Total of owner's equity belong to the parent company	6,965,156,857.08	6,436,732,506.01
Minority shareholders' equity	280,775,419.14	39,069,698.11
Total of owners' equity	7,245,932,276.22	6,475,802,204.12
Total of liabilities and owners' equity	17,051,343,958.93	12,468,163,299.77

Legal Representative: Li Zhaoting    Person in charge of accounting: Li Quannian    Accounting Dept Leader: Xie Guozhong

## 2. Parent Company Balance Sheet

Items	In RMB	
	At the end of term	Beginning of term
Current asset:		
Monetary fund	4,355,915,219.60	1,736,774,243.99
Financial assets measured at fair value with variations accounted into current income account		
Derivative financial assets		
Bill receivable	611,200.00	100,000.00
Account receivable	20,681,958.62	12,495,493.29
Prepayments	115,447,495.37	863,556,776.13
Interest receivable		
Dividend receivable		323,000,000.00
Other account receivable	1,270,462,224.96	316,867,754.88
Inventories	18,072,982.92	18,563,041.11
Assets held for sales		
Non-current asset due in 1 year		
Other current asset	247,165.08	19,211.84

Total of current assets	5,781,438,246.55	3,271,376,521.24
Non-current assets:		
Disposable financial asset		
Expired investment in possess		
Long-term receivable		
Long term share equity investment	5,416,558,692.98	5,096,912,035.49
Property investment		
Fixed assets	51,603,302.32	55,683,240.25
Construction in progress		
Engineering material		
Fixed asset disposal		
Production physical assets		
Gas & petrol		
Intangible assets	10,277,442.00	10,521,614.79
R & D petrol		
Goodwill		
Long-germ expenses to be amortized		
Differed income tax asset	23,353,557.31	9,097,970.44
Other non-current asset		
Total of non-current assets	5,501,792,994.61	5,172,214,860.97
Total of assets	11,283,231,241.16	8,443,591,382.21
Current liabilities		
Short-term loans	2,180,000,000.00	900,000,000.00
Financial liabilities measured at fair value with variations accounted into current income account		
Derivative financial liabilities		
Bill payable		
Account payable	16,149,053.89	19,083,770.39
Advance payment	10,587.90	20,937.90
Employees' wage payable	3,690,253.31	5,250,269.40
Tax payable	1,021,561.74	1,986,624.99
Interest payable	21,666,666.67	
Dividend payable		
Other account payable	1,624,125,239.84	1,253,172,816.58
Liabilities held for sales		
Non-current liability due in 1 year		
Other current liability	20,000.00	20,000.00
Total of current liability	3,846,683,363.35	2,179,534,419.26
Non-current liabilities:		
Long-term loan	1,040,000,000.00	400,000,000.00
Bond payable	987,827,502.00	
Including: preferred stock		
Sustainable debt		
Long-term payable		

Employees' wage Long-term payable		
Special payable		
Expected liabilities		
Differed income	15,000.00	25,000.00
Differed income tax liability		
Other non-current liabilities		
Total of Non-current liabilities	2,027,842,502.00	400,025,000.00
Total of liability	5,874,525,865.35	2,579,559,419.26
Owners' equity		
Share capital	2,662,080,001.00	2,662,080,001.00
Other equity instrument		
Including: preferred stock		
Sustainable debt		
Capital reserves	2,787,494,503.79	2,782,714,603.79
Less: Shares in stock		
Other comprehensive income		
Special reserves		
Surplus reserves	70,907,471.36	70,907,471.36
Undistributed profit	-111,776,600.34	348,329,886.80
Total of owners' equity	5,408,705,375.81	5,864,031,962.95
Total of liabilities and owners' equity	11,283,231,241.16	8,443,591,382.21

## 3. Consolidated Profit statement of the Report period

In RMB

Item	Report period	Same period of the previous year
I. Income from the key business	860,590,482.99	277,516,137.53
Incl: Business income	860,590,482.99	277,516,137.53
Interest income		
Insurance fee earned		
Fee and commission received		
II. Total business cost	688,672,341.39	240,420,933.53
Incl: Business cost	502,350,902.76	177,102,485.70
Interest expense		
Fee and commission paid		
Insurance discharge payment		
Net claim amount paid		
Insurance policy dividend paid		
Insurance policy dividend paid		
Reinsurance expenses		
Business tax and surcharge	4,916,869.92	6,255,138.39
Sales expense	10,068,863.45	4,331,815.41
Administrative expense	89,231,530.09	41,543,133.93
Financial expenses	78,689,817.87	7,080,018.25



Asset impairment loss	3,414,357.30	4,108,341.85
Add: Gains from change of fair value (“-”for loss)		
Investment gain (“-”for loss)	-170,564.77	
Incl: investment gains from affiliates		
Gains from currency exchange (“-”for loss)		
III. Operational profit (“-”for loss)	171,747,576.83	37,095,204.00
Add: Non-business income	280,264,675.29	231,237,088.42
Incl: Gains from disposal of non-current assets		
Less: Non business expenses	25,293.04	101,569.13
Incl: Loss from disposal of non-current assets	-33,708.44	97,588.53
IV. Total profit (“-”for loss)	451,986,959.08	268,230,723.29
Less: Income tax expenses	80,718,060.94	66,589,434.62
V. Net profit (“-”for net loss)	371,268,898.14	201,641,288.67
Net profit attributable to the owners of parent company	356,396,750.91	196,782,158.19
Minority shareholders' equity	14,872,147.23	4,859,130.48
VI. Net after-tax of Other comprehensive income		
Net after-tax of other comprehensive income attributab le to owners of the parent company.		
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period		
1.Re-measurement of defined benefit pla ns of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclass ified into profit or loss.		
(II) Other comprehensive income that will be reclassified into profit or loss.		
1.Other comprehensive income under the equity method investee can be reclassifie d into profit or loss.		
2.Gains and losses from changes in fair v alue available for sale financial assets		
3.Held-to-maturity investments reclassifi ed to gains and losses of available for sal e financial assets		
4.The effective portion of cash flow hedg es and losses		
5.Translation differences in currency fina ncial statements		

6. Other		
Net after-tax of other comprehensive income attributable to Minority shareholders' equity		
VII. Total comprehensive income	371,268,898.14	201,641,288.67
Total comprehensive income attributable to the owner of the parent company	356,396,750.91	196,782,158.19
Total comprehensive income attributable minority shareholders	14,872,147.23	4,859,130.48
VIII. Earnings per share		
(I) Basic earnings per share	0.130	0.07
(II) Diluted earnings per share	0.130	0.07

The current business combination under common control, the net profits of the combined party before achieved net profit of RMB 0, last period the combined party realized RMB 0.

Legal Representative: Li Zhaoting    Person in charge of accounting: Li Quannian    Accounting Dept Leader: Xie Guozhong

#### 4. Profit statement of the Parent Company of the Report period

In RMB

Items	Report period	Same period of the previous year
I. Income from the key business	7,318,343.31	8,352,621.13
Incl: Business cost	6,834,597.62	8,511,544.72
Business tax and surcharge	-24,224.44	
Sales expense	2,645.00	33,266.46
Administrative expense	15,787,103.30	8,456,229.12
Financial expenses	71,182,997.54	4,052,464.11
Asset impairment loss		
Add: Gains from change of fir value ("-"for loss)		
Investment gain ("-"for loss)	-170,564.77	
Incl: investment gains from affiliates		
II. Operational profit ("-"for loss)	-86,635,340.48	-12,700,883.28
Add: Non-business income	2,329.95	1,509,927.69
Incl: Gains from disposal of non-current assets		
Less: Non business expenses	200.00	
Incl: Loss from disposal of non-current assets	-33,708.44	
III. Total profit ("-"for loss)	-86,633,210.53	-11,190,955.59
Less: Income tax expenses		
IV. Net profit ("-"for net loss)	-86,633,210.53	-11,190,955.59
V. Net after-tax of Other comprehensive income		
(I) Other comprehensive income items that will not be reclassified into		

gains/losses in the subsequent accounting period		
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
(II) Other comprehensive income that will be reclassified into profit or loss.		
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2.Gains and losses from changes in fair value available for sale financial assets		
3.Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
4.The effective portion of cash flow hedges and losses		
5.Translation differences in currency financial statements		
6.Other		
VI. Total comprehensive income	-86,633,210.53	-11,190,955.59
VII. Earnings per share:		
(I) Basic earnings per share		
(II) Diluted earnings per share		

## 5. Consolidated Profit statement between the beginning of the year and end of the report period

In RMB

Items	Report period	Same period of the previous year
I. Total operating income	2,307,190,743.52	1,187,490,880.62
Including: Operating income	2,307,190,743.52	1,187,490,880.62
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	1,802,483,427.61	797,025,628.75
Including: Operating cost	1,308,321,129.42	610,174,226.74
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	26,045,077.84	21,310,026.35

Sales expenses	19,953,669.05	8,725,734.18
Administration expenses	236,628,601.36	122,149,746.12
Financial expenses	220,021,814.84	30,469,018.31
Losses of devaluation of assets	-8,486,864.90	4,196,877.05
Add : Changing income of fair value		
Investment income	-198,642.51	
Including: Investment income on affiliate company and joint venture		
Exchange income		
III. Operating profit	504,508,673.40	390,465,251.87
Add : Non-operating income	488,159,333.95	412,048,332.70
Including :Disposal Gains of non-current assets		
Less: Non-operating expense	112,519.70	113,169.37
Including :Disposal loss of non-current assets	1,342.13	97,588.53
IV. Total profit	992,555,487.65	802,400,415.20
Less: Income tax	167,420,437.00	161,660,170.18
V. Net profit (“-”for net loss)	825,135,050.65	640,740,245.02
Net profit attributable to the owners of parent company	789,574,485.87	604,318,819.09
Minority shareholders’ equity	35,560,564.78	36,421,425.93
VI. Net after-tax of Other comprehensive income		
Net after-tax of other comprehensive income attributable to owners of the parent company.		
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period		
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
(II) Other comprehensive income that will be reclassified into profit or loss.		
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2.Gains and losses from changes in fair value available for sale financial assets		
3.Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
4.The effective portion of cash flow hedges and losses		

5. Translation differences in currency financial statements		
6. Other		
Net after-tax of other comprehensive income attributable to Minority shareholders' equity		
VII. Total comprehensive income	825,135,050.65	640,740,245.02
Total comprehensive income attributable to the owner of the parent company	789,574,485.87	604,318,819.09
Total comprehensive income attributable minority shareholders	35,560,564.78	36,421,425.93
VIII. Earnings per share		
(I) Basic earnings per share	0.300	0.22
(II) Diluted earnings per share	0.300	0.22

The current business combination under common control, the net profits of the combined party before achieved net profit of RMB 0, last period the combined party realized RMB 0.

#### 6. Profit Statement of the Parent Between the Beginning of the Year and End of the Report Period

In RMB

Items	Report period	Same period of the previous year
I. Business income	14,613,180.93	29,657,179.61
Less: Business cost	10,302,986.23	26,934,620.66
Business tax and surcharge	331,279.88	118,271.63
Sales expense	2,744.00	135,588.76
Administrative expense	51,716,994.95	21,699,606.64
Financial expenses	166,770,874.01	4,516,617.77
Asset impairment loss	-6,573,921.23	-950.00
Add: Gains from change of fair value ("-" for loss)		
Investment gain ("-" for loss)	-198,642.51	
Incl: investment gains from affiliates		
II. Operational profit	-208,136,419.42	-23,746,575.85
Add: Non-business income	16,253.95	6,337,807.56
Incl: Gains from disposal of non-current assets		
Less: Non business expenses	33,908.44	4,520.24
Incl: Loss from disposal of non-current assets		
III. Total profit	-208,154,073.91	-17,413,288.53
Less: Income tax expenses	-14,255,586.87	
IV. Net profit)	-193,898,487.04	-17,413,288.53
V. Net after-tax of Other comprehensive income		
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent		

accounting period		
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
(II) Other comprehensive income that will be reclassified into profit or loss.		
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2.Gains and losses from changes in fair value available for sale financial assets		
3.Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
4.The effective portion of cash flow hedges and losses		
5.Translation differences in currency financial statements		
6.Other		
VI. Total comprehensive income	-193,898,487.04	-17,413,288.53
VII. Earnings per share		
(I) Basic earnings per share		
(II) Diluted earnings per share		

## 7. Consolidated Cash Flow Statement Between the Beginning of the Year and End of the Report Period

In RMB

Items	Report period	Same period of the previous year
I.Cash flows from operating activities		
Cash received from sales of goods or rendering of services	2,186,019,945.41	339,652,686.54
Net increase of customer deposits and capital kept for brother company		
Net increase of loans from central bank		
Net increase of inter-bank loans from other financial bodies		
Cash received against original insurance contract		
Net cash received from reinsurance business		
Net increase of client deposit and investment		
Net increase of trade financial asset disposal		
Cash received as interest, processing fee and commission		
Net increase of inter-bank fund received		
Net increase of repurchasing business		
Tax returned	131,160,319.95	79,659,504.90

Other cash received from business operation	401,536,125.21	497,607,985.88
Sub-total of cash inflow	2,718,716,390.57	916,920,177.32
Cash paid for purchasing of merchandise and services	766,404,111.95	1,938,821,312.57
Net increase of client trade and advance		
Net increase of savings in central bank and brother company		
Cash paid for original contract claim		
Cash paid for interest, processing fee and commission		
Cash paid for policy dividend		
Cash paid to staffs or paid for staffs	276,925,915.20	148,651,471.81
Taxes paid	404,105,383.86	302,481,514.71
Other cash paid for business activities	358,544,564.33	324,341,732.28
Sub-total of cash outflow from business activities	1,805,979,975.34	2,714,296,031.37
Cash flow generated by business operation, net	912,736,415.23	-1,797,375,854.05
<b>II. Cash flow generated by investing</b>		
Cash received from investment retrieving		
Cash received as investment gains		
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets		
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received	64,574,268.94	21,508,443.43
Sub-total of cash inflow due to investment activities	64,574,268.94	21,508,443.43
Cash paid for construction of fixed assets, intangible assets and other long-term assets	505,295,443.71	1,011,509,529.95
Cash paid as investment	72,000,000.00	20,513,728.53
Net increase of loan against pledge		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities	70,000,000.00	
Sub-total of cash outflow due to investment activities	647,295,443.71	1,032,023,258.48
Net cash flow generated by investment	-582,721,174.77	-1,010,514,815.05
<b>III. Cash flow generated by financing</b>		
Cash received as investment	19,500,000.00	
Incl: Cash received as investment from minor shareholders	19,500,000.00	
Cash received as loans	3,419,100,000.00	2,503,900,000.00
Cash received from bond placing	987,000,000.00	
Other financing-related cash received	139,252,860.33	
Sub-total of cash inflow from financing activities	4,564,852,860.33	2,503,900,000.00

Cash to repay debts	1,276,957,500.00	490,000,000.00
Cash paid as dividend, profit, or interests	644,765,990.47	168,921,838.19
Incl: Dividend and profit paid by subsidiaries to minor shareholder	30,000,000.00	
Other cash paid for financing activities	257,000,000.00	17,342,000.61
Sub-total of cash outflow due to financing activities	2,178,723,490.47	676,263,838.80
Net cash flow generated by financing	2,386,129,369.86	1,827,636,161.20
IV. Influence of exchange rate alternation on cash and cash equivalents	-209,610.16	
V. Net increase of cash and cash equivalents	2,715,935,000.16	-980,254,507.90
Add: balance of cash and cash equivalents at the beginning of term	3,006,271,083.93	2,465,010,913.24
VI ..Balance of cash and cash equivalents at the end of term	5,722,206,084.09	1,484,756,405.34

## 8. Cash Flow Statement of the Parent Between the Beginning of the Year and End of the Report Period

In RMB

Items	Amount in this period	Amount in last period
I. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	6,051,310.00	21,547,866.83
Tax returned	400,038.32	7,206.86
Other cash received from business operation	730,374,797.72	803,977,206.72
Sub-total of cash inflow	736,826,146.04	825,532,280.41
Cash paid for purchasing of merchandise and services	28,496,269.07	12,079,113.86
Cash paid to staffs or paid for staffs	12,908,857.72	7,320,696.05
Taxes paid	4,988,291.76	2,386,361.13
Other cash paid for business activities	166,515,294.50	961,917,438.20
Sub-total of cash outflow from business activities	212,908,713.05	983,703,609.24
Cash flow generated by business operation, net	523,917,432.99	-158,171,328.83
II. Cash flow generated by investing		
Cash received from investment retrieving		
Cash received as investment gains		
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets		
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received		
Sub-total of cash inflow due to investment activities		
Cash paid for construction of		



fixed assets, intangible assets and other long-term assets		
Cash paid as investment	314,845,300.00	340,453,728.53
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities	70,000,000.00	
Sub-total of cash outflow due to investment activities	384,845,300.00	340,453,728.53
Net cash flow generated by investment	-384,845,300.00	-340,453,728.53
III.Cash flow generated by financing		
Cash received as investment		
Cash received as loans	2,570,000,000.00	600,000,000.00
Cash received from bond placing	987,000,000.00	
Other financing –related ash received	6,426,000.00	
Sub-total of cash inflow from financing activities	3,563,426,000.00	600,000,000.00
Cash to repay debts	650,000,000.00	
Cash paid as dividend, profit, or interests	419,357,157.38	3,631,449.41
Other cash paid for financing activities	14,000,000.00	
Sub-total of cash outflow due to financing activities	1,083,357,157.38	3,631,449.41
Net cash flow generated by financing	2,480,068,842.62	596,368,550.59
IV. Influence of exchange rate alternation on cash and cash equivalents		
V.Net increase of cash and cash equivalents	2,619,140,975.61	97,743,493.23
Add: balance of cash and cash equivalents at the beginning of term	1,736,774,243.99	29,805,307.79
VI ..Balance of cash and cash equivalents at the end of term	4,355,915,219.60	127,548,801.02

## II. Auditor's report

Whether the Q3 report is audited

Yes  No

The Q3 Report is not audited.

Dongxu Optoelectronic Technology Co., Ltd.

Board Chairman: Li Zhaoting

Issue day approved by the Board of Directors: October 29,2015