



Bengang Steel Plates Co., Ltd.

The 1st Quarterly Report 2015

April 2015

Chapter I. Important Statement

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

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

Chairman of the Board – Mr. Wang Shu, Chief Financial Officer – Mr. Han Ge, and Head of Accounting Dept. – Mr. Wang Shaoyu hereby declare: the authenticity and integrality of the report are guaranteed.

This report is prepared both in versions of Chinese and English. The Chinese version shall prevail when there are any controversial statements in the two versions.

Chapter II. Financial Highlights and Change of Shareholders

I. Main accounting data and indices

Are there any retrospective adjustment or restatement of financial information of previous year due to change of accounting policies or correcting of accounting errors?

Yes No

	This report term	Same period last year	Increase/decrease (%)
Turnover (RMB)	9,571,892,099.49	9,705,291,532.93	-1.37%
Net profit attributable to shareholders of the listed company (yuan)	71,707,881.99	115,963,695.53	-38.16%
Net profit attributable to the shareholders of the listed company and after deducting of non-recurring gain/loss(RMB)	52,169,643.70	106,695,151.16	-51.10%
Net Cash flow generated by business operation (RMB)	601,173,782.82	-1,262,035,328.12	147.64%
Basic earnings per share (Yuan/share)	0.023	0.037	-37.84%
Diluted earnings per share (Yuan/share)	0.023	0.037	-37.84%
Net income on asset, weighted	0.46%	0.75%	-0.29%
	Ended this report term	End of prev. year	Changed at end of report period over end of previous period
Gross Assets (RMB)	51,392,659,909.37	49,170,603,030.67	4.52%
Net asset attributable to owners of the PLC	15,460,258,132.06	15,384,562,323.08	0.49%

Non-recurring gain/loss items and amounts

Applicable Not applicable

In RMB Yuan

Items	Amount of the period from the beginning of year to the end of report term	Remarks
Gain/loss from disposal of non-current assets (includes the recovered part of asset impairment provision already provided)	-6,603.93	
Gains and losses included in the current period of government subsidies, excluding those government grants which are closely related to normal business and in line with national policy, or in accordance with fixed standards or quantities	19,500,000.00	The Company received the government award for discarding of out-of-date productions basing upon the government document about the issue of year 2014.

Gain/loss from commissioned investment or assets	2,452,534.28	
Gain/loss from debt reorganization	3,110,378.46	
Other non-business income and expenditures other than the above	198,247.62	
Less: Influenced amount of income tax	5,700,505.54	
Influence on minority shareholders' equity (after tax)	15,812.60	
Total	19,538,238.29	--

If the company defines those items to recurring gain/loss items, which were defined by "Regulations of Information Disclosure of PLCs, Explanation No.1 - Non-recurring gain/loss" as non-recurring gain/loss, please provide reason here.

[] Applicable; [V] 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 of shareholders and top-10 holders of current shares at end of period

1 Position of shareholders and top-10 holders at end of the report period

in shares

Total common shareholders at the end of the report period		52,353				
Top 10 common share holders						
Name of the shareholder	Properties of shareholder	Share proportion %	Amount of shares	Amount of unconditional shares held	Frozen or pledged	
					Status of shares	Amount
Benxi Steel (Group) Ltd.	State-owned legal person	81.13%	2,544,110,620			
GIC PRIVATE LIMITED	Overseas legal person	0.72%	22,644,061			
BBH A/C VANGUARD EMERGING MARKETS STOCK INDEX FUND	Overseas legal person	0.26%	8,157,311			
GSIC A/C MONETARY AUTHORITY OF SINGAPORE	Overseas legal person	0.23%	7,076,033			
刘修志	Domestic natural person	0.15%	4,653,993			
DWS CHINA EQUITY FUND	Overseas legal person	0.15%	4,549,984			
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	Overseas legal person	0.11%	3,548,116			
SEUNG YEOL PARK	Overseas natural person	0.11%	3,436,395			
Taifook Securities Company Limited-Account Client	Overseas legal person	0.11%	3,402,209			
Bao Xinfa	Domestic natural person	0.10%	3,100,004			

Top 10 Holders of Unrestricted Shares			
Name of the shareholder	Number of unrestricted shares held	Category of shares	
		Category of shares	Amount
Benxi Steel (Group) Ltd.	2,544,110,620	RMB common shares	2,544,110,620
GIC PRIVATE LIMITED	22,644,061	Foreign shares placed in domestic exchange	22,644,061
BBH A/C VANGUARD EMERGING MARKETS STOCK INDEX FUND	8,157,311	Foreign shares placed in domestic exchange	8,157,311

GSIC A/C MONETARY AUTHORITY OF SINGAPORE	7,076,033	Foreign shares placed in domestic exchange	7,076,033
Liu Xiuzhi	4,653,993	RMB common shares	4,653,993
DWS CHINA EQUITY FUND	4,549,984	Foreign shares placed in domestic exchange	4,549,984
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	3,548,116	Foreign shares placed in domestic exchange	3,548,116
SEUNG YEOL PARK	3,436,395	Foreign shares placed in domestic exchange	3,436,395
Taifook Securities Company Limited-Account Client	3,402,209	Foreign shares placed in domestic exchange	3,402,209
Bao Xinfu	3,100,004	Foreign shares placed in domestic exchange	3,100,004
Notes to relationship or “action in concert” among the top ten shareholders.	Benxi Steel & Iron (Group) Co., Ltd., the holding shareholder, has no relationship with any of the other shareholders among the top 10 shareholders, neither being regarded as action-in-concert parties by the Information Disclosure Regulations for Change of Shareholding in PLC The Company is not aware of any relationship among the other shareholders, nor of any action-in-concert as recognized according to the Information Disclosure Regulations for Change of Shareholding in PLC. The Company is not aware of any relationship among the top 10 shareholders, nor of any action-in-concert as recognized according to the Information Disclosure Regulations for Change of Shareholding in PLC.		
Statement on any of the top 10 holders of common shares participating in margin transaction (if any)	None		

Whether there was any repurchasing deal made between any of the top 10 shareholders and top 10 holders of unrestricted shares in the report period

Yes No

There was not any repurchasing deal made between any of the top 10 shareholders and top 10 holders of unrestricted shares in the report period

2 Total of shareholders and top-10 preferential shareholders at end of the report period

Applicable; Not applicable

Chapter III. Significant Issues

I. Particulars and causations of material change in major accounting items and indices

[V] Applicable [] Not applicable

(I) Reducing of shareholding

During the period from January 1 to March 31, 2015, Benxi Steel & Iron (Group) Co., Ltd. – the holding shareholder of the Company has reduced its shares by 20,319,380 accounting of 0.64% of the total capital shares.

* Major items in the consolidated statements which changed by over 30% comparing with the balances at of the end of 2014

I. Balance Sheet Items	Rate of change	Cause of change
Notes receivable	58%	Increase of notes receivable unpaid received in the period
Other current asset	64%	Increase of financial instruments purchased in the period which are not mature
Engineering goods	-90%	Increase of engineering material delivered
Notes payable	33%	Increase of purchase payment by notes payable
Tax payable	143%	Decrease of tax payable at end of the period
Interest payable	35%	Increase of interest drawn in advance in the period
Other account payable	84%	Increase of transactions owned in the period
Non-current liability due in 1 year	42%	Increase of long-term borrowings turned to within 1 year in the period
Special reserves	926%	Decrease of safety fee paid in the period

* Major items in the consolidated statements which changed by over 30% comparing with that of Jan-Mar 2014

II. Income Statement Items	Rate of change	Cause of change
Business tax and surcharge	231%	Increase of tax refunding on exported products
Sales expense	38%	Increase of external railway transportation fee paid for 1780 production line
Administrative expense	-37%	Transferring of rental for 2300 hot-rolling line to production expense
Financial expenses	45%	Increase of loans
Investment income	-65%	Decrease of financial instruments purchased this period
Non-operational income	314%	Increase of government award this period
Net profit attributable to the owners of parent company	-38%	Decrease of sales prices in the period
Minor shareholders' equity	1496%	Increase of profit contributed by controlled subsidiaries

III. Cash Flow Statement	Rate of change	Cause of change
Tax returned	20301%	Increase of export tax refunding
Cash flow generated by business operation, net	148%	Increase of cash received from sales of goods and services, as well as decrease of cash paid for purchasing of goods and services
Cash received from investment retrieving	-75%	Decrease of financial instruments purchased this period
Cash received as investment profit	-65%	Decrease of financial instruments purchased this period
Cash paid as investment	-51%	Decrease of financial instruments purchased this period
Net cash flow generated by investment	-2844%	Increase of financial instruments purchased this period and not repurchased yet
Subtotal of cash inflow from financing activities	42.30%	Issuing of bonds
Cash to repay debts	38%	Increase of loans repaid
Cash paid as dividend, profit, or interests	73%	Increase of interests paid for loans in the period
Net cash flow generated by financing	49%	Enlarge of increasing scale of net amount of company bond and loans comparing with those of last year

II. Analyze of significant issues and solutions

Applicable Not applicable

On January 26, 2014, as approved by the 5th meeting of the 6th term of Board, the Company was about to issue corporation bond up to RMB3 billion (included) to the public. This proposal was approved at the 1st shareholders' provisional meeting of 2014. As approved by China Securities Regulatory Commission with document 证监许可[2014]880号 dated August 21, 2014, the Company issued the corporation bonds with value up to RMB3 billion, in which the 1st issuance was RMB1.5 billion.

According to the "Prospectus of Issuing Corporation Bonds (1st Phase) in 2015", the Company issued the 1st batch of corporation bonds with value of RMB1.5 billion and 3 years of term. The face value was RMB100 and interest rate was 5.17%. Interests will be paid on yearly basis and principal payable at mature. The proceeds from issuing of the corporation bonds will be used to refine capital structure and repaying of debts.

Summary of material issues	Date of disclosure	Index of provisional announcement
Announcement of the results of the 1 st issuance of corporation bonds in 2015	February 9, 2015	http://www.cninfo.com.cn China Securities Journal, Securities Times, Hong Kong Commercial Daily.

III. Commitment issues of shareholders with 5% or over of shares occurred in the report period or carried down from previous report periods

Applicable; Not applicable

No commitment issues by shareholders with 5% or over of shares in the report period or carried over to the report period from previous periods

IV. Business forecasting for Jan-Jun 2015

Alert of loss or significant change in net profit from the beginning of year to the end of next report period or comparing with the same period of last year, and statement of causations.

Applicable; Not applicable

V. Securities investment

Applicable; Not applicable

No securities investment in the report period.

VI. Statement on holding of other PLCs' shares

Applicable; Not applicable

The Company was not holding shares of any other PLC as of the end of report period.

VII. Investment on derivate instruments

Applicable; Not applicable

No derivate instrument investment in the report period.

VIII. Reception of investigations, communications, or interviews

Applicable; Not applicable

No investigation, communication, or visiting occurred in report period.

Chapter IV. Financial Statements

I. Financial Statements

1. Consolidated Balance Sheet

Bengang Steel Plate Co., Ltd.

March 31, 2015

In RMB Yuan

Items	Closing balance	Opening balance
Current asset:		
Monetary capital	11,018,481,388.68	9,792,940,409.40
Settlement provision		
Outgoing call loan		
Financial assets accounted at fair value and fluctuation accounted into current income		
Deductive financial assets		
Notes receivable	3,301,262,877.64	2,089,039,261.13
Account receivable	420,776,890.42	487,767,042.22
Prepayment	1,237,736,059.63	1,236,314,004.73
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Interest receivable	8,763,869.86	7,011,095.89
Dividend receivable		
Other account receivable	209,204,608.17	257,708,098.03
Repurchasing of financial assets		
Inventories	10,717,636,876.02	11,008,413,817.92
Categorized as asset hold for sale		
Non-current asset due in 1 year		
Other current asset	749,828,840.97	457,504,509.43
Total of current asset	27,663,691,411.39	25,336,698,238.75
Non-current assets		
Loans and payment on other's behalf disbursed		
Sellable financial asset	20,271,278.63	20,271,278.63
Expired investment in possess		
Long-term receivable		
Long-term share equity investment		
Investment real estates		
Fixed assets	16,758,645,563.03	17,144,282,253.99
Construction in process	6,489,983,801.16	6,126,175,722.67
Engineering goods	8,598,184.29	90,221,101.46
Fixed asset disposal		
Production physical assets		
Gas & petrol		
Intangible assets	269,975,205.45	271,459,969.75
R&D expense		
Goodwill		
Long-term amortizable expenses		
Deferred income tax asset	181,494,465.42	181,494,465.42
Other non-current asset		
Total of non-current assets	23,728,968,497.98	23,833,904,791.92
Total of assets	51,392,659,909.37	49,170,603,030.67
Current liabilities		
Short-term loans	18,203,086,005.90	18,187,945,675.93
Loan from Central Bank		
Deposit received and hold for others		

Call loan received		
Financial liabilities booked as current gain/loss at fair value		
Deductive financial liability		
Notes payable	1,092,354,298.87	822,581,591.46
Account payable	8,927,800,744.44	8,780,948,804.18
Advances received	2,846,972,365.18	3,144,418,091.52
Selling of repurchased financial assets		
Fees and commissions receivable		
Employees' wage payable	33,377,811.37	35,383,951.55
Tax payable	78,655,692.53	32,323,181.76
Interest payable	36,302,706.55	26,935,067.99
Dividend payable		
Other account payable	865,208,520.53	469,316,015.83
Reinsurance fee payable		
Insurance contract provision		
Entrusted trading of securities		
Entrusted selling of securities		
Liabilities categorized as hold for sale		
Non-current liability due in 1 year	843,050,000.00	591,740,000.00
Other current liability		
Total of current liability	32,926,808,145.37	32,091,592,380.22
Non-current liabilities		
Long-term borrowings	596,524,877.37	814,627,465.85
Bond payable	1,500,000,000.00	
Incl. Preference Shares		
Perpetual liability		
Long-term payable		
Long-term employee wage payable		
Special payable		
Expected liabilities		
Differed income	427,524,000.00	427,524,000.00
Deferred income tax liability		
Other non-recurring liabilities		
Total of non-current liabilities	2,524,048,877.37	1,242,151,465.85
Total of liability	35,450,857,022.74	33,333,743,846.07
Owners' equity:		
Share capital	3,136,000,000.00	3,136,000,000.00
Other equity instruments		
Incl. Preference Shares		
Perpetual liability		
Capital reserves	9,114,845,542.05	9,114,845,542.05
Less: Shares in stock		
Other misc incomes		
Special reserves	4,418,704.93	430,777.94
Surplus reserves	961,105,529.85	961,105,529.85
Common risk provision		
Retained profit	2,243,888,355.23	2,172,180,473.24
Total of owner's equity belong to the parent company	15,460,258,132.06	15,384,562,323.08
Minor shareholders' equity	481,544,754.57	452,296,861.52
Total of owners' equity	15,941,802,886.63	15,836,859,184.60
Total of liabilities and owners' equity	51,392,659,909.37	49,170,603,030.67

Legal representative: Wang Shu

CFO: Han Ge

Accounting Manager: Wang Shaoyu

2. Balance Sheet of the Parent Company

In RMB Yuan

Items	Closing balance	Opening balance
Current asset:		
Monetary capital	10,818,401,719.73	9,530,304,140.51

Financial assets accounted at fair value and fluctuation accounted into current income		
Deductive financial assets		
Notes receivable	3,132,639,240.27	1,863,613,673.54
Account receivable	340,602,626.48	388,842,194.63
Prepayment	1,127,838,738.35	1,126,416,683.45
Interest receivable	8,763,869.86	7,011,095.89
Dividend receivable		
Other account receivable	239,170,924.54	302,622,013.53
Inventories	8,853,060,395.42	9,215,120,654.72
Categorized as asset hold for sale		
Non-current asset due in 1 year		
Other current asset	696,444,205.92	404,119,874.38
Total of current asset	25,216,921,720.57	22,838,050,330.65
Non-current assets		
Sellable financial asset	18,303,673.00	18,303,673.00
Expired investment in possess		
Long-term receivable		
Long-term share equity investment	1,690,981,902.16	1,690,981,902.16
Investment real estates		
Fixed assets	13,784,694,289.32	14,089,675,221.83
Construction in process	6,428,230,532.46	6,074,588,463.12
Engineering goods	8,598,184.29	90,221,101.46
Fixed asset disposal		
Production physical assets		
Gas & petrol		
Intangible assets	161,174,192.79	162,000,727.11
R&D expense		
Goodwill		
Long-term amortizable expenses		
Deferred income tax asset	81,964,982.51	81,964,982.51
Other non-current asset		
Total of non-current assets	22,173,947,756.53	22,207,736,071.19
Total of assets	47,390,869,477.10	45,045,786,401.84
Current liabilities		
Short-term loans	17,010,494,329.97	16,028,552,000.00
Financial liabilities booked as current gain/loss at fair value		
Deductive financial liability		
Notes payable	1,002,248,089.45	732,475,382.04
Account payable	8,977,361,867.78	8,914,580,556.14
Advances received	2,381,206,639.81	2,639,010,215.36
Employees' wage payable	30,591,775.78	32,213,350.61
Tax payable	56,336,950.91	7,979,826.50
Interest payable	33,030,000.00	5,080,000.00
Dividend payable		
Other account payable	43,339,686.29	327,382,843.61
Liabilities categorized as hold for sale		
Non-current liability due in 1 year	289,500,000.00	308,740,000.00
Other current liability		
Total of current liability	29,824,109,339.99	28,996,014,174.26
Non-current liabilities		
Long-term borrowings	867,074,877.37	814,627,465.85
Bond payable	1,500,000,000.00	
Incl. Preference Shares		
Perpetual liability		
Long-term payable		
Long-term employee wage payable		
Special payable		
Expected liabilities		
Differed income	427,524,000.00	427,524,000.00
Deferred income tax liability		
Other non-recurring liabilities		
Total of non-current liabilities	2,794,598,877.37	1,242,151,465.85
Total of liability	32,618,708,217.36	30,238,165,640.11
Owners' equity:		

Share capital	3,136,000,000.00	3,136,000,000.00
Other equity instruments		
Incl. Preference Shares		
Perpetual liability		
Capital reserves	8,694,693,859.93	8,694,693,859.93
Less: Shares in stock		
Other misc incomes		
Special reserves	4,418,704.93	430,777.94
Surplus reserves	961,105,529.85	961,105,529.85
Retained profit	1,975,943,165.03	2,015,390,594.01
Total of owners' equity	14,772,161,259.74	14,807,620,761.73
Total of liabilities and owners' equity	47,390,869,477.10	45,045,786,401.84

3. Consolidated Income Statement

In RMB Yuan

Items	Occurred current term	Occurred in previous term
I. Total revenue	9,571,892,099.49	9,705,291,532.93
Incl. Business income	9,571,892,099.49	9,705,291,532.93
Interest income		
Insurance fee earned		
Fee and commission received		
II. Total business cost	9,488,432,136.18	9,592,368,336.50
Incl. Business cost	8,651,587,783.26	8,846,017,381.01
Interest expense		
Fee and commission paid		
Insurance discharge payment		
Net claim amount paid		
Net insurance policy reserves provided		
Insurance policy dividend paid		
Reinsurance expenses		
Business tax and surcharge	26,823,125.71	8,104,819.43
Sales expense	250,933,920.68	181,632,279.49
Administrative expense	189,206,117.29	300,767,064.62
Financial expenses	369,881,189.24	255,846,791.95
Asset impairment loss		
Plus: gains from change of fair value ("-" for loss)		
Investment gains ("-" for loss)	2,452,534.28	6,923,301.36
Incl. Investment gains from affiliates		
Exchange gains ("-" for loss)		
III. Operational profit ("-" for loss)	85,912,497.59	119,846,497.79
Plus: Non business income	22,808,626.08	5,514,010.91
Incl. Gains from disposal of non-current assets		1,834,698.29
Less: Non-business expenses	6,603.93	
Incl. Loss from disposal of non-current assets	6,603.93	
IV. Gross profit ("-" for loss)	108,714,519.74	125,360,508.70
Less: Income tax expenses	7,758,744.70	7,564,792.55
V. Net profit ("-" for net loss)	100,955,775.04	117,795,716.15
Net profit attributable to the owners of parent company	71,707,881.99	115,963,695.53
Minor shareholders' equity	29,247,893.05	1,832,020.62
VI. Net amount of other gains after tax		
Net amount of other gains after tax attributable to owners of parent company		
(I) Other gains not able to be relocated to gain/loss afterward		
1. Change of net liability or asset of beneficiary plan from recalculating		
2. The share of other gains in invested entities under equity basis which are not able to be relocated to gain/loss categories		
(II) Other gains which will be relocated to gain/loss in the future		
1. The share of other gains in invested entities under equity basis which are to be relocated to gain/loss categories		
2. Gain/loss from change of fair value of sellable financial asset		
3. Gain/loss from relocating of investment held to mature which is		

relocated to sellable financial asset		
4. Effective part of gain/loss from cash flow hedge operation		
5. Difference in translating of foreign currency accounts		
6. Others		
Net amount of other gains after tax attributable to minority shareholders		
VII. Total of integrated income	100,955,775.04	117,795,716.15
Total of misc. incomes attributable to the owners of the parent company	71,707,881.99	115,963,695.53
Total misc gains attributable to the minor shareholders	29,247,893.05	1,832,020.62
VIII. Earning per share		
(I) Basic earnings per share	0.023	0.037
(II) Diluted earnings per share	0.023	0.037

If there are entities merged under common control, their net profit realized before the merger were totaled to RMB***. While it was RMB*** previous period.

Legal representative: Wang Shu CFO: Han Ge Accounting Manager: Wang Shaoyu

4. Income Statement of the Parent Co.

In RMB Yuan

Items	Occurred current term	Occurred in previous term
I. Turnover	10,041,262,488.32	10,207,588,237.56
Less: Operation cost	9,347,835,662.54	9,481,537,382.98
Business tax and surcharge	24,171,920.65	6,250,453.87
Sales expense	213,032,363.48	147,706,703.63
Administrative expense	174,078,341.75	284,850,445.82
Financial expenses	346,685,946.85	213,071,256.16
Asset impairment loss		
Plus: gains from change of fair value (“-“ for loss)		
Investment gains (“-“ for loss)	2,452,534.28	6,923,301.36
Incl. Investment gains from affiliates		
II. Operational profit (“-“ for loss)	-62,089,212.67	81,095,296.46
Plus: Non business income	22,648,387.62	4,307,573.45
Incl. Gains from disposal of non-current assets		1,834,698.29
Less: Non-business expenses	6,603.93	
Incl. Loss from disposal of non-current assets	6,603.93	
III. Total profit (“-“ for loss)	-39,447,428.98	85,402,869.91
Less: Income tax expenses		
IV. Net profit (“-“ for net loss)	-39,447,428.98	85,402,869.91
V. Net amount of other gains after tax		
(I) Other gains not able to be relocated to gain/loss afterward		
1. Change of net liability or asset of beneficiary plan from recalculating		
2. The share of other gains in invested entities under equity basis which are not able to be relocated to gain/loss categories		
(II) Other gains which will be relocated to gain/loss in the future		
1. The share of other gains in invested entities under equity basis which are to be relocated to gain/loss categories		
2. Gain/loss from change of fair value of sellable financial asset		
3. Gain/loss from relocating of investment held to mature which is relocated to sellable financial asset		
4. Effective part of gain/loss from cash flow hedge operation		
5. Difference in translating of foreign currency accounts		
6. Others		
VI. Total of other gains	-39,447,428.98	85,402,869.91
VII. Earning per share		
(I) Basic earnings per share	-0.03	0.06
(II) Diluted earnings per share	-0.03	0.06

5. Consolidated Cash Flow Statement

In RMB Yuan

Items	Occurred current term	Amount of previous period
I. Net cash flow from business operation		
Cash received from sales of products and providing of services	7,889,152,266.83	7,095,676,511.89
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 increased amount of financial assets on fair value and with changes accounted into current gain/loss		
Cash received as interest, processing fee, and commission		
Net increase of inter-bank fund received		
Net increase of repurchasing business		
Tax returned	173,412,633.74	850,000.00
Other cash received from business operation	67,169,422.10	73,621,580.71
Sub-total of cash inflow from business activities	8,129,734,322.67	7,170,148,092.60
Cash paid for purchasing of merchandise and services	6,845,828,150.13	7,720,481,609.21
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	530,989,965.62	554,975,247.83
Taxes paid	121,446,057.50	121,871,198.65
Other cash paid for business activities	30,296,366.60	34,855,365.03
Sub-total of cash outflow from business activities	7,528,560,539.85	8,432,183,420.72
Cash flow generated by business operation, net	601,173,782.82	-1,262,035,328.12
II. Cash flow generated by investing		
Cash received from investment retrieving	700,000,000.00	2,770,000,000.00
Cash received as investment gains	2,452,534.28	6,923,301.36
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets		107,010.00
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received		
Sub-total of cash inflow due to investment activities	702,452,534.28	2,777,030,311.36
Cash paid for construction of fixed assets, intangible assets and other long-term assets	603,436,817.58	500,552,100.00
Cash paid as investment	1,100,000,000.00	2,240,000,000.00
Net increase of loan against pledge		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities		
Sub-total of cash outflow due to investment activities	1,703,436,817.58	2,740,552,100.00
Net cash flow generated by investment	-1,000,984,283.30	36,478,211.36
III. Cash flow generated by financing		
Cash received as investment		
Incl. Cash received as investment from minor shareholders		
Cash received as loans	3,914,775,807.42	3,805,243,200.00
Cash received from bond placing	1,500,000,000.00	
Other financing-related cash received		
Subtotal of cash inflow from financing activities	5,414,775,807.42	3,805,243,200.00
Cash to repay debts	3,798,688,565.03	2,755,428,292.59
Cash paid as dividend, profit, or interests	354,035,536.61	205,046,260.11
Incl. Dividend and profit paid by subsidiaries to minor shareholders		
Other cash paid for financing activities		
Subtotal of cash outflow due to financing activities	4,152,724,101.64	2,960,474,552.70
Net cash flow generated by financing	1,262,051,705.78	844,768,647.30
IV. Influence of exchange rate alternation on cash and cash equivalents	9,393,652.25	2,079,102.30
V. Net increase of cash and cash equivalents	871,634,857.55	-378,709,367.16

Plus: Balance of cash and cash equivalents at the beginning of term	9,774,657,726.06	4,574,532,598.83
VI. Balance of cash and cash equivalents at the end of term	10,646,292,583.61	4,195,823,231.67

6. Cash Flow Statement of the Parent Co.

In RMB Yuan

Items	Occurred current term	Occurred in previous term
I. Net cash flow from business operation		
Cash received from sales of products and providing of services	6,428,288,152.41	6,558,858,248.79
Tax returned	130,788,072.89	
Other cash received from business operation	62,195,406.33	68,133,994.31
Sub-total of cash inflow from business activities	6,621,271,631.63	6,626,992,243.10
Cash paid for purchasing of merchandise and services	6,391,842,867.92	6,928,852,119.62
Cash paid to staffs or paid for staffs	506,058,465.58	534,154,783.52
Taxes paid	54,400,166.97	82,080,457.99
Other cash paid for business activities	23,545,525.77	25,196,535.32
Sub-total of cash outflow from business activities	6,975,847,026.24	7,570,283,896.45
Cash flow generated by business operation, net	-354,575,394.61	-943,291,653.35
II. Cash flow generated by investing		
Cash received from investment retrieving	700,000,000.00	2,770,000,000.00
Cash received as investment gains	2,452,534.28	6,923,301.36
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	702,452,534.28	2,776,923,301.36
Cash paid for construction of fixed assets, intangible assets and other long-term assets	593,852,993.00	495,274,960.00
Cash paid as investment	1,100,000,000.00	2,240,000,000.00
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities		
Sub-total of cash outflow due to investment activities	1,693,852,993.00	2,735,274,960.00
Net cash flow generated by investment	-991,400,458.72	41,648,341.36
III. Cash flow generated by financing		
Cash received as investment		
Cash received as loans	3,814,565,125.77	2,741,933,000.00
Cash received from bond placing	1,500,000,000.00	
Other financing-related cash received		
Subtotal of cash inflow from financing activities	5,314,565,125.77	2,741,933,000.00
Cash to repay debts	2,721,886,565.03	2,167,273,192.59
Cash paid as dividend, profit, or interests	321,903,494.07	171,830,589.37
Other cash paid for financing activities		
Subtotal of cash outflow due to financing activities	3,043,790,059.10	2,339,103,781.96
Net cash flow generated by financing	2,270,775,066.67	402,829,218.04
IV. Influence of exchange rate alternation on cash and cash equivalents	9,392,244.15	4,812,371.68
V. Net increase of cash and cash equivalents	934,191,457.49	-494,001,722.27
Plus: Balance of cash and cash equivalents at the beginning of term	9,512,021,457.17	4,304,424,513.46
VI. Balance of cash and cash equivalents at the end of term	10,446,212,914.66	3,810,422,791.19

II. Auditors' Report

If the 1st Quarterly Financial Statements are audited?

Yes No

This 1st Quarterly Report is not audited.