



2015 First Quarter Report

Of

Chongqing Changan Automobile Company Limited

April, 2015

Chapter 1 Important Notes

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 is true, accurate and complete.

Other directors attended the board meeting for reviewing the first quarter report except for the following director:

Name of the Director	The position for the absent director	Reasons for the absence	Name of the consignee
Peng Shaobing	Independent Peng	On Health Reasons	N/A

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

Chapter 2 Changes in Key Financial Data and Shareholders

2.1 Main accounting financial data

During the reporting period the previous financial data whether the retroactive adjustment or restatement

✓ Yes ☐ No

In RMB Yuan

	The reporting period	The same period last year		Changed (%)
		Before adjustment	Adjusted	Adjusted
Operating income	18,197,185,337.09	12,190,744,951.20	12,192,042,572.79	49.25%
Net profit attributable to shareholders of the Company	2,494,491,155.26	1,972,655,941.55	1,927,643,120.49	29.41%
Net profit excluding non-recurring gains and losses attributable to shareholders of listed company	2,349,996,871.48	1,913,375,369.83	1,868,362,548.77	25.78%
cash flow from operating activities	2,773,784,253.36	406,079,486.24	355,294,998.59	680.70%
Basic earnings per share	0.53	0.42	0.41	29.27%
Diluted earnings per share	Not applicable	Not applicable	Not applicable	Not applicable
Weighted average return on net assets	9.28%	9.98%	9.76%	0.48percentage points decreased
	This reporting period	End of 2014		Changed (%)
		Before Adjustment	Adjusted	Adjusted
Total assets	75,471,232,470.04	69,687,352,890.82	69,687,352,890.82	8.30%
Net assets attributable to shareholders of listed company	28,107,948,242.20	25,637,298,549.80	25,637,298,549.80	9.64%

Accidental gain/loss item and amount

✓ Applicable ☐ Not applicable

In RMB Yuan

Item	Amount of the period from the beginning of year to the end of report term	Explanation
Gain/loss of non-current assets	-2,329,321.27	
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.	152,436,563.17	
Other non-business income and expenditures other than the above	30,158,496.89	
Less: Influenced amount of income tax	33,767,147.76	
Influenced amount of minority shareholders' equity	2,004,307.25	
Total	144,494,283.78	

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

In reporting period, the Company has no particular items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss.

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

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

Unit: share

As of the reporting period, the total number of shareholders	Totaled 97,447 , of which 84,151 was A share shareholders and 13,296 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 shares	39.11%	1,823,595,216	373,358,342	No pledge or frozen	0
National Social Security Fund-Portfolio 102	domestic non-state legal person shares	1.29%	60,014,324		No pledge or frozen	0
United Prosperity Investment Co., Limited	foreign legal person shares	0.97%	45,195,100		No pledge or frozen	0
VALUE PARTNERS CLASSIC FUND	foreign legal person shares	0.87%	40,648,810		No pledge or frozen	0
China Life Insurance Co., Ltd - dividend - personal dividend -005L-FH002 Shen	domestic non-state legal person shares	0.80%	37,366,989		No pledge or frozen	0
HTHK-MANULIFE CHINA VALUE FUND	foreign legal person shares	0.74%	34,519,781		No pledge or frozen	0
Agricultural Bank of China Dacheng innovation growth of hybrid securities investment fund (LOF)	domestic non-state legal person shares	0.67%	31,308,806		No pledge or frozen	0
Bank of Communications—Hua’an Strategy stock securites investment fund	domestic non-state legal person shares	0.66%	30,844,129		No pledge or frozen	0
Bank of China—Dacheng Blue chip securites investment fund	domestic non-state legal person shares	0.62%	28,991,103		No pledge or frozen	0
DRAGON BILLION CHINA MASTER FUND	foreign legal person shares	0.59%	27,507,564		No pledge or frozen	0
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.		1,450,236,874	RMB Ordinary share		1,450,236,874	
National Social Security Fund- Portfolio 102		60,014,324	RMB Ordinary share		60,014,324	
United Prosperity Investment Co., Limited		45,195,100	Domestic listed foreign shares		45,195,100	
VALUE PARTNERS CLASSIC FUND		40,648,810	Domestic listed foreign shares		40,648,810	
China Life Insurance Co., Ltd - dividend - personal dividend -005L-FH002 Shen		37,366,989	RMB Ordinary share		37,366,989	
HTHK-MANULIFE CHINA VALUE FUND		34,519,781	Domestic listed foreign shares		34,519,781	
Agricultural Bank of China Dacheng innovation growth of hybrid securities investment fund (LOF)		31,308,806	RMB Ordinary share		31,308,806	
Bank of Communications—Hua’an Strategy stock securites investment fund		30,844,129	RMB Ordinary share		30,844,129	

Bank of China—Dacheng Blue chip securites investment fund	28,991,103	RMB Ordinary share	28,991,103
DRAGON BILLION CHINA MASTER FUND	27,507,564	Domestic listed foreign shares	27,507,564
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 United Prosperity Investment Co., Limited. belong to the concerted actor regulated by “Disclosure Administration of Shares Change Information of The Listed Company”.		

Whether the company top 10 shareholders of ordinary shares, and the top 10 circulated shareholders agreed on the repurchase transactions during the report period

☐Available ☒Non available

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

☐Available ☒Non available

Chapter 3 Important Matters

3.1 Significant changes&reasons in major accounting data, financial indicators

In RMB Yuan				
	Balance Sheet Items	Mar. 31 st ,2015	Jan. 1 st , 2015	Changes (%)
1	Accounts receivable	1,548,140,513.10	758,876,190.82	104.00%
2	Other receivables	425,789,800.84	260,457,285.50	63.48%
3	Other current assets	2,143,319.45	3,370,219.83	-36.40%
4	Long-term deferred expenses	2,603,829.10	1,687,863.32	54.27%
5	Other non-current assets	220,777,273.92	60,901,712.09	262.51%
6	Payroll payable	546,717,874.07	1,022,369,664.80	-46.52%
7	Taxes payable	807,661,171.39	36,024,006.54	2142.01%
8	Interest payables	99,693,000.00	73,458,000.00	35.71%
9	Other payables	1,140,229,266.68	2,007,416,635.58	-43.20%
10	Special reserves	12,187,995.06	7,864,849.94	54.97%
	Income Statement Items	Jan-Mar 2015	Jan-Mar 2014	Changes (%)
11	Operating revenue	18,197,185,337.09	12,192,042,572.79	49.25%
12	Operating cost	15,455,790,245.73	10,289,165,280.48	50.21%
13	Business tax and surcharges	862,134,686.68	472,436,596.04	82.49%
14	General and administrative expenses	897,295,094.06	590,584,107.09	51.93%
15	Financial expenses	-9,831,149.81	55,846,970.48	-117.60%
16	Impairment loss on assets	138,588.40	873,662.79	-84.14%
17	Non-operating income	183,195,663.93	37,895,842.68	383.42%
18	Income tax expense	110,290,285.35	-5,659,865.06	2048.64%
	Cash Flow Statement Items	Jan-Mar 2015	Jan-Mar 2014	Changes (%)
19	Net Cash flow generated by business operation	2,773,784,253.36	355,294,998.59	681.00%

20	Net cash flow generated by investment	-530,913,758.99	-852,944,951.40	38.00%
21	Net cash flow generated by financing	47,504,723.04	-52,325,815.51	191.00%
22	Net increase of cash and cash equivalents	2,295,470,823.30	-549,030,242.32	518.00%

As at the end of reporting period, the Company's total asset is 75.5 Billion Yuan, with 8.11% growth compared with the beginning of the year; the total liability is 47.6 Billion Yuan, with 7.53% growth compared with the beginning of the year; the debt asset ratio is 63.02%, which is 0.45% lower than that at the beginning of the year. Compared with beginning of the year, the huge increase of accounts receivable is mainly due to the substantial growth on car sales; huge increase of other receivables is mainly due to the expansion of business scale; huge increase of other non-current assets is mainly due to the newly received land this year; huge reduction of Employees' salary and benefits 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 and business income taxes; increase of interest payable is due to the increase of bond interest payable; the decrease of other payable is due to the payment of expense, such as construction expense, processing expense and advertising expense et al; increase of special reserve is due to the increase of safety production cost.

During the reporting period, as the sales volume of Changan automobile increased sharply, the operation revenue and operating costs increased accordingly. The increase of business tax and surcharges was due to the increase of consumption tax resulting from the growth of sales and the increased portion of cars charged with higher tax rate; the increase of administration expenses results in the increase of employees' salary and benefits; the decrease of financial expense is due to the repayment of loans to financial institutions and the increase of interest return; the huge increase of non-operating income is due to the increase of government subsidies; the increase of income tax expense is due to the decrease of the deferred income tax assets.

During the reporting period, the cash and cash equivalent increased by 2.29 billion Yuan, a year-on-year increase of 518.00%, mainly resulting from the net cash flow generated from operating activities increasing by 2.42 billion Yuan. And the increase of net cash flow generated from operating activities is mainly due to the sales growth rate much greater than that of the purchase of goods, the tax paid in cash and the cash payments to employees. The increase in amounts of cash flows from investing activities is 0.32 Billion Yuan, a year-on-year increase of 38.00%, which is due to the decrease of cash paid for investment. Net cash flows from financing activities increase by 0.1 billion yuan, a year-on-year increase 191.00%, which is due to the decrease of the distribution of dividends, profits or the cash payments for interests and the increase of debt repayment in cash..

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

✓ Applicable ☐ Not Applicable

In March 6, 2015, the 29th meeting of the sixth board of directors of the company discussed and passed the bill of taking a stake in Chongqing Automobile Financing Company, and the company will invest 1.155 Billion Yuan, accounting for 35% of the equity. In March 25, 2015, in the 1st Extraordinary Shareholders' General Meeting of 2015 discussed and passed the bill of taking a stake in Chongqing Automobile Financing Company.

In April 22, 2015, the 33rd meeting of the sixth board of directors of the company discussed and passed the plan on private placing in 2015. The private placement is 0.321 billion shares, with the fundraising 6 billion Yuan.

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. Announcement of Related Transactions on taking a stake in Chongqing Automobile Financing Company	2015.3.7	http://www.cninfo.com.cn/finalpage/2015-03-07/1200676764.PDF
2. Public Notice on Resolution of 1st Extraordinary Shareholders' General Meeting of 2015	2015.3.26	http://www.cninfo.com.cn/finalpage/2015-03-26/1200742339.PDF
3. Plan on private placing in 2015	2015.4.23	http://www.cninfo.com.cn/finalpage/2015-04-23/1200890058.PDF

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

Commitment Item	Promise	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	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

		percent, In 24 months of no more than ten percent,3. management equity incentive plan Company in the shares changed after the completion implemented after the lifting of of According to the national related management restrictions on sale systems and methods for implementing the management equity incentive plan	
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 Harbin HF Automobile Industry Group Company Ltd. With the continuous development ability and management level is improved significantly under the condition of, Proposed that enterprise into the company.	The Harbin HF Automobile Industry Group Company Ltd. at present is still running at a loss, The conditions have not yet reached the profitable for two consecutive years.

3.4 Forecast of operation performance from Jan. – June of 2015

☐ Applicable ☒ Not Applicable

3.5 Securities Investment

☒ 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	0.76%	384,642,500	0	Tradable financial assets	Initial investment
Total		17,750,000	0.76%	17,750,000	0.76%	384,642,500	0		

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
2015.1.4	Meeting Room, Changan Headquarters	On-Site Survey	Zealustre Assets	Automotive Industry Development and Company's Business
2015.2.4	Meeting Room, Changan Headquarters	On-Site Survey	Guotai Junan Securities、Mirae Asset	Automotive Industry Development and Company's Business
2015.2.6	Meeting Room, Changan Headquarters	On-Site Survey	CITIC Securities、Huaan Funds、 CITIC-Prudential Fund Management Co.、 Harvest Fund、PICC Asset Management Co.、Changsheng Fund Management Co.、 Value Partners	Automotive Industry Development and Company's Business
2015.3.6	Meeting Room, Changan Headquarters	On-Site Survey	China Minzu Securities	Automotive Industry Development and Company's Business
2015.3.13	Meeting Room, Changan Headquarters	On-Site Survey	Angel Incestment Co.、CITIC Securities International	Automotive Industry Development and Company's Business

§4. Attachment

4.1 Consolidated Balance Sheet

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD.

in RMB yuan

Account	Ending Balance	Opening Balance
Current assets:		
Cash	11,930,658,153.41	9,693,083,497.78
Deposit Reservation for Balance		
Funds loaned to other financial institutions		
Financial assets held for trading		
Notes receivable	18,222,216,420.03	17,780,161,662.94
Accounts receivable	1,548,140,513.10	758,876,190.82
Prepayments	903,689,774.20	839,752,551.46
Premiums receivable		
Reinsurance receivable		
Reinsurance reserve receivable		
Interest receivable	22,083,194.44	22,083,194.44
Dividend receivable		
Other receivables	425,789,800.84	260,457,285.50
Reverse repurchase agreements		
Inventories	6,406,084,411.81	6,572,186,481.51
Non-current assets within one year		
Other current assets	2,143,319.45	3,370,219.83
Total current assets	39,460,805,587.28	35,929,971,084.28
Non-current assets:		
Entrustment loans and advances		
Available-for-sale financial assets	533,451,774.00	544,456,774.00
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	14,020,088,607.30	14,565,579,796.38
Construction in progress	1,506,471,155.44	1,273,996,965.24
Construction materials	96,690.75	96,690.75
Liquidation of fixed assets	4,447,680.76	12,412.53
Productive biological assets		
Oil and gas asset		
Intangible assets	2,797,196,327.72	2,878,965,225.15
Development expenditure	723,075,778.81	627,845,455.00
Goodwill	9,804,394.00	9,804,394.00
Long-term deferred expenses	2,603,829.10	1,687,863.32

Deferred tax assets	1,237,617,262.79	1,160,584,772.58
Other non-current assets	220,777,273.92	60,901,712.09
Total non-current assets	36,010,426,882.76	33,757,381,806.54
TOTAL ASSETS	75,471,232,470.04	69,687,352,890.82
Current liabilities:		
Short-term loans	90,000,000.00	90,000,000.00
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	14,964,002,526.84	13,108,623,397.32
Accounts payable	15,425,255,613.50	13,038,793,688.31
Advances from customers	5,015,450,288.42	5,802,717,284.79
Repurchase agreements		
Commission payable		
Payroll payable	546,717,874.07	1,022,369,664.80
Taxes payable	807,661,171.39	36,024,006.54
Interest payables	99,693,000.00	73,458,000.00
Dividend payables	79,742.80	79,742.80
Other payables	1,140,229,266.68	2,007,416,635.58
Reinsurance payable		
Reinsurance reserve payable		
Commission of security trading		
Commission of underwriting		
Non-current liabilities within one year		
Other current liabilities	3,038,137,733.00	2,921,898,971.68
Total current liabilities	41,127,227,216.70	38,101,381,391.82
Non-current liabilities:		
Long-term loans		
Bonds payable	1,972,164,159.88	1,971,184,679.89
Long-term employee benefit payables	45,398,717.92	48,317,000.00
Special payables	132,594,166.31	146,635,935.13
Provisions	1,575,337,776.92	1,221,114,880.50
Deferred Revenue	2,653,880,626.78	2,687,392,181.26
Deferred tax liabilities	54,790,171.55	55,915,125.00
Other non-current liabilities		
Total non-current liabilities	6,434,165,619.36	6,130,559,801.78
Total liabilities	47,561,392,836.06	44,231,941,193.60
Owners' equity (or Shareholders' equity):		
Paid up capital (or Share capital)	4,662,886,108.00	4,662,886,108.00
Capital reserves	3,227,489,320.83	3,227,489,320.83
Less: Treasury shares		
Other consolidated income	263,848,789.26	292,013,397.24

Special reserves	12,187,995.06	7,864,849.94
Surplus reserves	2,331,443,054.00	2,331,443,054.00
General reserve		
Retained earnings	17,610,092,975.05	15,115,601,819.79
Foreign currency reserve	-44,205,335.71	-25,394,977.73
Equity attributable to owners	28,107,948,242.20	25,637,298,549.80
Minority interests	-198,108,608.22	-181,886,852.58
Total Owners' equity (or Shareholders' equity)	27,909,839,633.98	25,455,411,697.22

4.2 Balance Sheet

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD.

in RMB yuan

Account	Ending Balance	Opening Balance
Current assets:		
Cash	11,108,921,459.83	8,828,152,864.35
Financial assets held for trading		
Notes receivable	17,835,861,971.50	17,437,167,211.16
Accounts receivable	4,224,170,339.31	2,761,909,831.22
Prepayments	809,084,308.13	718,818,105.48
Interest receivable	22,083,194.44	22,083,194.44
Dividend receivable		
Other receivables	601,708,914.69	668,159,856.84
Inventories	5,570,359,759.65	5,742,492,948.04
Non-current assets within one year		
Other current assets		
Total current assets	40,172,189,947.55	36,178,784,011.53
Non-current assets:		
Available-for-sale financial assets	533,451,774.00	544,456,774.00
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	16,283,193,477.71	13,961,764,958.78
Investment properties		
Fixed assets	11,760,713,180.77	12,096,357,952.31
Construction in progress	1,267,947,185.24	1,104,857,686.48
Construction materials	96,690.75	96,690.75
Liquidation of fixed assets		
Productive biological assets		
Oil and gas asset		
Intangible assets	2,540,770,201.25	2,609,607,273.08
Development expenditure	627,047,960.29	553,114,237.90
Goodwill		
Long-term deferred expenses	315,140.00	360,160.00
Deferred tax assets	1,187,302,796.11	1,074,871,906.67
Other non-current assets	220,777,273.92	60,901,712.09

Total non-current assets	34,421,615,680.04	32,006,389,352.06
TOTAL ASSETS	74,593,805,627.59	68,185,173,363.59
Current liabilities:		
Short-term loans		
Financial liabilities held for trading		
Notes payable	14,324,843,905.34	12,543,099,927.12
Accounts payable	13,569,436,892.38	10,740,190,881.58
Advances from customers	5,103,551,394.38	5,759,636,471.07
Payroll payable	467,719,121.29	880,808,485.74
Taxes payable	1,112,221,009.66	377,767,827.46
Interest payable	99,693,000.00	73,458,000.00
Dividend payable	0.00	
Other payables	879,557,231.66	1,689,613,940.30
Non-current liabilities within one year		
Other current liabilities	2,872,421,461.46	2,699,580,446.95
Total current liabilities	38,429,444,016.17	34,764,155,980.22
Non-current liabilities:		
Long-term loans		
Bonds payable	1,972,164,159.88	1,971,184,679.89
Long-term employee benefit payables	24,859,717.92	27,778,000.00
Special payables	67,042,998.24	76,263,426.13
Provisions	1,463,141,513.98	1,203,676,749.38
Deferred Revenue	2,174,173,793.15	2,195,144,515.81
Deferred tax liabilities	54,264,375.00	55,915,125.00
Other non-current liabilities		
Total non-current liabilities	5,755,646,558.17	5,529,962,496.21
Total liabilities	44,185,090,574.34	40,294,118,476.43
Owners' equity (or Shareholders' equity):		
Paid up capital (or Share capital)	4,662,886,108.00	4,662,886,108.00
Capital reserves	2,831,662,835.16	2,831,662,835.16
Less: Treasury shares		
Other consolidated income	308,086,125.00	317,440,375.00
Special reserves	4,882,360.09	3,127,864.50
Surplus reserves	2,331,443,054.00	2,331,443,054.00
General reserve		
Retained earnings	20,269,754,571.00	17,744,494,650.50
Foreign currency reserve		
Equity attributable to owners	30,408,715,053.25	27,891,054,887.16
TOTAL LIABILITIES AND OWNERS' EQUITY(OR SHAREHOLDERS' EQUITY)	74,593,805,627.59	68,185,173,363.59

4.3 Consolidated Income Statement of the report term

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

in RMB yuan

Account	Current Period	Prior Period
I. Total operating revenue	18,197,185,337.09	12,192,042,572.79
Including: operating revenue	18,197,185,337.09	12,192,042,572.79
II. Total operating cost	18,110,329,632.78	12,388,663,004.11
Including: Operating cost	15,455,790,245.73	10,289,165,280.48
Business tax and surcharges	862,134,686.68	472,436,596.04
Operating expenses	904,802,167.72	979,756,387.23
General and administrative expenses	897,295,094.06	590,584,107.09
Financial expenses	-9,831,149.81	55,846,970.48
Impairment loss on assets	138,588.40	873,662.79
Add: Profit and loss from fair value changes ('-' represent loss)		
Investment income ('-' represent loss)	2,321,428,518.93	2,074,039,126.10
Including: Investment income from associates and from joint venture	2,321,428,518.93	2,042,385,975.79
III. Operating profit ('-' represent loss)	2,408,284,223.24	1,877,418,694.78
Add: Non-operating income	183,195,663.93	37,895,842.68
Less: Non-operating expenses	2,920,202.20	1,929,355.94
Including: loss on disposal of non-current assets	2,328,357.86	182,973.40
IV. Total profit('-' represent loss)	2,588,559,684.97	1,913,385,181.52
Less: Income tax expense	110,290,285.35	-5,659,865.06
V. Net profit ('-' represent net loss)	2,478,269,399.62	1,919,045,046.58
Including: The net profit of the combined parties before business combination		
Net profit attributable to owners	2,494,491,155.26	1,927,643,120.49
Minority interests	-16,221,755.64	-8,598,073.91
VI. Earnings per share:	--	--
I) Basic earnings per share	0.54	0.41
II) Diluted earnings per share	不适用	不适用
VII. Other comprehensive income	-28,164,607.98	-30,632,608.14
VIII. Total comprehensive income	2,450,104,791.64	1,888,412,438.44
Total comprehensive income attributable to owners	2,466,326,547.28	1,897,010,512.35
Total comprehensive income attributable to minority interest	-16,221,755.64	-8,598,073.91

4.4 Income Statement of the report term

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

in RMB yuan

Account	Current Period	Prior Period
I. Operating revenue	18,072,108,418.41	12,315,254,511.69
Less: Operating cost	15,567,957,070.56	10,572,890,792.21
Business tax and surcharges	789,943,702.12	418,062,217.84
Operating expenses	822,964,978.40	879,500,629.11
General and administrative expenses	758,285,096.77	483,118,705.16
Financial expenses	-6,022,146.20	50,395,412.06
Impairment loss on assets	138,588.40	873,662.79
Add: Profit and loss from fair value Changes ('-' represent loss)		
Investment income ('-' represent loss)	2,321,428,518.93	2,046,169,309.12
Including: Investment income from associates and from joint venture	2,321,428,518.93	2,042,385,975.79
II. Operating profit ('-' represent loss)	2,460,269,647.29	1,956,582,401.64
Add: Non-operating income	161,996,478.10	29,757,655.06
Less: Non-operating expenses	2,600,739.31	1,529,259.11
Including: loss on disposal of non-current assets	2,049,321.27	0.00
III. Total profit ('-' represent loss)	2,619,665,386.08	1,984,810,797.59
Less: Non-operating expenses	94,405,465.58	-18,075,119.37
IV. Net profit ('-' represent net loss)	2,525,259,920.50	2,002,885,916.96
V. Earnings per share:	--	--
I) Basic earnings per share		
II) Diluted earnings per share		
VI. Other comprehensive income	-9,354,250.00	-23,536,500.00
VII. Total comprehensive income	2,515,905,670.50	1,979,349,416.96

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

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

in RMB yuan

Account	Current Period	Prior Period
I. CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from sale of goods or rendering of services	17,381,085,430.68	10,404,510,477.25
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	42,093,983.86	6,616,148.84
Cash received relating to other operating activities	175,255,971.54	84,639,813.84
Sub-total of cash inflows	17,598,435,386.08	10,495,766,439.93
Cash paid for goods and services	10,255,698,680.16	6,698,481,082.36
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	1,705,646,117.44	1,276,410,217.12
Cash paid for all types of taxes	1,648,207,479.16	1,058,409,580.58
Cash paid relating to other operating activities	1,215,098,855.96	1,107,170,561.28
Sub-total of cash outflows	14,824,651,132.72	10,140,471,441.34
Net cash flows from operating activities	2,773,784,253.36	355,294,998.59
II. CASH FLOWS FROM INVESTING ACTIVITIES:		
Cash received from disposal of investments		
Cash received from return on investments	-	31,653,150.31
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	502,729.67	212,147.07
Cash and cash equivalents of subsidiary receipts upon a acquisition		
Cash received relating to other investing activities	380,000.00	-
Sub-total of cash inflows	882,729.67	31,865,297.38
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	531,734,753.40	444,610,248.78
Cash paid for acquisition of investments	16,735.26	440,200,000.00
Net increase in pledged loan		
Cash paid for acquisition of subsidiary and other business units		
Cash paid relating to other investing activities	45,000.00	-
Sub-total of cash outflows	531,796,488.66	884,810,248.78
Net cash flows from investing activities	-530,913,758.99	-852,944,951.40
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	60,000,000.00
Cash received from issuing bond		
Cash received relating to other financing activities	77,956,494.33	-38,919,224.10
Sub-total of cash inflows	137,956,494.33	21,080,775.90
Cash repayments of borrowings	60,000,000.00	30,000,000.00
Cash paid for distribution of dividends or profits and interest expenses	522,633.34	43,397,958.45
Including: cash paid for dividends or profits and interest expenses to minority interest of subsidiary		
Cash paid relating to other financing activities	29,929,137.95	8,632.96
Sub-total of cash outflows	90,451,771.29	73,406,591.41
Net cash flows from financing activities	47,504,723.04	-52,325,815.51
IV. EFFECT OF CHANGES IN EXCHANGE RATE ON CASH	5,095,605.89	945,526.00
V. NET INCREASE IN CASH AND CASH EQUIVALENTS	2,295,470,823.30	-549,030,242.32
Add: Opening balance of cash and cash equivalents	9,362,853,917.71	4,535,825,972.55
VI. CLOSING BALANCE OF CASH AND CASH EQUIVLANT	11,658,324,741.01	3,986,795,730.23

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..

in RMB yuan

Account	Current Period	Prior Period
I. CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from sale of goods or rendering of services	16,693,919,274.93	9,751,719,727.42
Refunds of taxes		
Cash received relating to other operating activities	158,127,825.48	90,137,804.08
Sub-total of cash inflows	16,852,047,100.41	9,841,857,531.50
Cash paid for goods and services	10,051,876,365.65	6,242,486,955.04
Cash paid to and on behalf of employees	1,427,856,381.76	1,037,531,311.65
Cash paid for all types of taxes	1,543,448,015.36	969,831,710.09
Cash paid relating to other operating activities	1,129,574,904.09	981,071,100.58
Sub-total of cash outflows	14,152,755,666.86	9,230,921,077.36
Net cash flows from operating activities	2,699,291,433.55	610,936,454.14
II. CASH FLOWS FROM INVESTING ACTIVITIES:		
Cash received from disposal of investments		
Cash received from return on investments	-	3,783,333.33
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	70,031,309.30	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	70,031,309.30	98,816,130.75
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	488,537,412.11	376,943,822.58
Cash paid for acquisition of investments	16,735.26	440,200,000.00
Cash paid for acquisition of subsidiary and other business units		
Cash paid relating to other investing activities		
Sub-total of cash outflows	488,554,147.37	817,143,822.58
Net cash flows from investing activities	-418,522,838.07	-718,327,691.83
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
Cash paid relating to other financing activities		
Sub-total of cash outflows	-	38,500,375.00
Net cash flows from financing activities	-	-38,500,375.00
IV. EFFECT OF CHANGES IN EXCHANGE RATE ON CASH		
V. NET INCREASE IN CASH AND CASH EQUIVALENTS	2,280,768,595.48	-145,891,612.69
Add: Opening balance of cash and cash equivalents	8,828,152,864.35	3,290,584,684.00
VI. CLOSING BALANCE OF CASH AND CASH EQUIVLANT	11,108,921,459.83	3,144,693,071.31

4.7 Auditors'Report Auditing Opinion: Unaudited