



深圳南山热电股份有限公司

Shenzhen Nanshan Power Co., Ltd

The Third Quarterly Report for 2016

Notice No.:2016-089

October 2016

Section I. Important Note

Board of Directors, Supervisory Committee, all directors, supervisors and senior executives of Shenzhen Nanshan Power Co., Ltd. (hereinafter referred to as the Company) hereby confirm that there are no any fictitious statements, misleading statements, or important omissions carried in this report, and shall take all responsibilities, individual and/or joint, for the reality, accuracy and completion of the whole contents.

All Directors are attended the Board Meeting for Quarterly Report deliberation.

Person in charge of the Company, Director GM Wu Dongxiang, person in charge of accounting works and CFO Huang Jian as well as Leng Jiwei (act for the financial management dept.), person in charge of accounting organ (accounting officer) hereby confirm that the Financial Report of this Quarterly Report is authentic, accurate and complete.

Concerning the forward-looking statements with future planning involved in the Semi-Report, they do not constitute a substantial commitment for investors. Investors are advised to exercise caution of investment risks.

The Company has no plans of cash dividend distributed, no bonus shares and has no share converted from capital reserve either.

The Company's audited net profits have a consecutively negative value in both 2014 and 2015 annual fiscal years, in accordance with relevant provisions of "Rules Governing the Stock Listing in Shenzhen Stock Exchange ", the

Company's stock has been given a *ST risk admonition since 5 April 2016. If the Company continues to have a deficit in 2016, stock of the Company will be suspended from listing. The Company warns the investors to pay attention to risks and prudently make rational investment decisions.

In order to plan for major events, being applied to the Shenzhen Stock Exchange, stock of the Company has been suspended since the market hours on 31 May 2016. On 15 June 2016, the major event prepared by the Company in suspension was recognized as material assets reorganization, than stock of the Company turns to material assets reorganization suspension. On 30 June 2016 and 29 July, the Company applying for continued suspension one after another for one month. On 12 August 2016 and 30 August, the Proposal of Application of Continued Suspension for Planning Material Assets Reorganization was deliberated and approved by the 10th extraordinary meeting of 7th BOD and First Extraordinary GM of 2016 respectively. Stock of the Company remained suspended since the expiration of the suspension ended as 31st August 2016, and the Material Assets Reorganization Plan or Report expected to disclosed in line with Rules of Information Disclosure Content and Format for Companies Publicly Issuing Securities No.26- Material Assets Reorganization of Listed Companies in six months (that is before 30th November 2016) suspension accumulatively at most. On 13 August 2016, the Resolution Notice of 10th extraordinary meeting of 7th BOD and Notice of Application of Continued Suspension for Planning Material Assets Reorganization were released, and

China Gas Holdings Limited (中国燃气控股有限公司) determined as the interested parties and entered into an Outline Agreement of Material Assets Reorganization. Since the material assets reorganization exist uncertainties, investors are advice to pay attention on the investment risks.

On 5 September 2016, the follow proposals are deliberated and approved by the 11th extraordinary meeting of 7th BOD, that is the Proposal of Major Assets Sales Plan and the other eleven proposals including Proposal of Major Assets Sales Plan of Shennandian and Summary, which with 75% equity of Shenzhong Property Company and 75% equity of Shenzhen Development Company held by Shennandian for sales concerned, and the Proposal of Land Purchase & Storage for T102-0011 and T102-0155. The 75% equity respectively of Shenzhong Property Company and Shenzhong Development Company held by the Company, are publicly transfer in Shenzhen United Assets & Equity Exchange since 13 September 2016. The release date for listing transfer regulated as 20 working days in line with relevant regulation of the Shenzhen United Assets & Equity Exchange. On 23 September 2016, vary notices and documents as Notice of Replying the Inquiry Letter of Reorganization of SSE and Plan of Major Assets Sales (Revised) are released by the Company. On 17 October 2016, the 75% equity of Shenzhong Property Company and 75% equity (full transferring) of Shenzhong Development Company are under the hammer by Shenzhen Property Rights Auction Co., Ltd. and carried out a Letter of Affirmation of

Auction. The major assets sales and material assets reorganization with interested parties' introduction concerned have no mutual precondition connection.

The report has been prepared in both Chinese and English, for any discrepancies, the Chinese version shall prevail. Please read the full report seriously.

Paraphrase

Items	Refers to	Definition
Company, the Company, Shen Nan Dian	Refers to	Shenzhen Nanshan Power Co., Ltd.
Shen Nan Dian Zhongshan Co	Refers to	Shen Nan Dian (Zhongshan) Electric Power Co., Ltd.
Shen Nan Dian Dongguan Co	Refers to	Shen Nan Dian (Dongguan) Weimei Electric Power Co., Ltd
Shen Nan Dian Engineering Co.,	Refers to	Shenzhen Shennandian Turbine Engineering Technology Co., Ltd.
Shen Nan Dian Environment Protection Co.,	Refers to	Shenzhen Shen Nan Dian Environment Protection Co., Ltd.
Server Co.,	Refers to	Shenzhen Server Petrochemical Supplying Co., Ltd.
New Power Co.,	Refers to	Shenzhen New Power Industrial Co., Ltd.
Singapore Company	Refers to	Shen Nan Energy (Singapore) Co., Ltd.
Nanshan Power Factory	Refers to	Nanshan Power Factory of Shenzhen Nanshan Power Co., Ltd.
Zhongshan Nam Long Power Plant	Refers to	Zhongshan Nam Long Power Plant of Shen Nan Dian (Zhongshan) Electric Power Co., Ltd.
Dongguan Gaobu Power Plant	Refers to	Dongguan Gaobu Power Plant of Shen Nan Dian (Dongguan) Weimei Electric Power Co., Ltd.
Shenzhong Properties Company	Refers to	Zhongshan Shenzhong Real Estate Investment Properties Co., Ltd.
Shenzhong Development Company	Refers to	Zhongshan Shenzhong Real Estate Development Co., Ltd.
NAM HOI	Refers to	HONG KONG NAM HOI (INTERNATIONAL) LTD.
Hong Kong Energy	Refers to	Shenzhen Energy (Hong Kong) International Co.,LTD.
Shen Energy Group	Refers to	Shenzhen Energy Co., Ltd.
Energy Group	Refers to	Shenzhen Energy Group Co., Ltd.
Guangju Industrial	Refers to	Shenzhen Guangju Industrial Co., Ltd.
Audit unit, Ruihua	Refers to	Ruihua Certified Public Accountant (LLP)
Dengheng, Perennial Legal Adviser	Refers to	Beijing City Deheng (Shenzhen) Law Firm
Jin Du, Special Legal Adviser	Refers to	Beijing City Jin Du (Shenzhen) Law Firm
China Gas	Refers to	China Gas Holdings Limited
CSRC	Refers to	China Securities Regulatory Commission
Securities regulatory bureau	Refers to	Shenzhen Securities Regulatory Commission of China Securities Regulation Commission
SZ Stock Exchange, Exchange	Refers to	Shenzhen Stock Exchange
Shenzhen United Exchange	Refers to	Shenzhen United Property And Share Rights Exchange
Company Law	Refers to	Company Law of The People's Republic of China

Securities Law	Refers to	Securities Law of The People's Republic of China
Rules of Listing	Refers to	Rules of Shenzhen Stock Exchange for the Listing of Stocks
Articles of association	Refers to	Article of Association of Shenzhen Nanshan Power Co., Ltd.
RMB: Yuan, ten thousand Yuan	Refers to	Except the special description of the monetary unit, the rest of the monetary unit is RMB Yuan, ten thousand Yuan
Reporting period	Refers to	1 July to 30 September of 2016

Section II. Main accounting data and changes of shareholders

I. Main accounting data and 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

	Current period-end	Period-end of last year	Increase/decrease	
Total assets(RMB)	4,518,581,354.39	4,579,853,736.04	-1.34%	
Net assets attributable to shareholders of listed company (RMB)	571,859,511.29	636,006,699.57	-10.09%	
	Current period	Increase/decrease in comparison with same period of last year	From year-begin to end of the Period	Increase/decrease in comparison with year-begin to Period-end of last year
Operating revenue (RMB)	508,884,871.33	34.03%	1,206,573,138.41	17.12%
Net profit attributable to shareholders of the listed company (RMB)	-7,704,809.93	-125.88%	-64,159,556.17	-11.84%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	-2,081,189.79	-94.79%	-68,149,787.97	-61.07%
Net cash flow arising from operating activities(RMB)	--	--	134,180,465.15	-67.82%
Basic earnings per share (RMB/Share)	-0.01	-120.00%	-0.11	-11.84%
Diluted earnings per share (RMB/Share)	-0.01	-120.00%	-0.11	-11.84%
Weighted average ROE	-1.34%	-3.86%	-10.62%	-4.73%

In RMB

Item	Amount from year-begin to end of the Period	Note
Gains/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	-203,276.08	
Governmental subsidy reckoned into current gains/losses (not including the subsidy enjoyed in quota or ration according to	4,240,098.90	

national standards, which are closely relevant to enterprise's business)		
Other non-operating income and expenditure except for the aforementioned items	2,044,713.72	
Other gain/loss items satisfying the definition of nonrecurring gain/loss account	0.00	
Less: impact on income tax	353,648.17	
Impact on minority shareholders' equity (post-tax)	1,737,656.57	
Total	3,990,231.80	--

Concerning the extraordinary profit (gain)/loss defined by *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, and the items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, explain reasons

Applicable Not applicable

In reporting period, the Company has no particular about 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*.

II. Statement of the total shareholders and shares-held of top ten shareholders at end of the Period

1. Common and preferred stockholders with voting rights recover and the top ten share-holding

In Share

Total common shareholders at the end of report period		31,650	Total preferred stockholders with voting rights recover at the end of report period (if applicable)		0	
Top ten share-holding						
Shareholders	Nature of shareholder	Proportion of shares held	Amount of shares held	Amount of restricted shares held	Number of share pledged/frozen	
					State of share	Amount
HONG KONG NAM HOI (INTERNATIONAL) LTD	Foreign corporate	15.28%	92,123,248			
Shenzhen Guangju Industrial Co.,	State-owned corporate	12.22%	73,666,824			

Ltd.						
SHENZHEN ENERGY (GROUP) CO., LTD.	State-owned corporate	10.80%	65,106,130			
National Social Security Fund -604	Other	1.52%	9,159,257			
Zeng Ying	Domestic nature person	1.00%	6,049,070			
CMS (HK)	Foreign corporate	0.88%	5,319,687			
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	Foreign corporate	0.81%	4,854,318			
BOCI SECURITIES LIMITED	Foreign corporate	0.73%	4,403,014			
Zhang Heping	Domestic nature person	0.72%	4,351,900			
YAO XIU GUANG	Foreign corporate	0.65%	3,939,000			

Particular about top ten shareholders with un-restrict shares held

Shareholders' name	Amount of unrestricted shares held at reporting period-end	Type of shares	
		Type	Amount
HONG KONG NAM HOI (INTERNATIONAL) LTD	92,123,248	Domestically listed foreign shares	92,123,248
Shenzhen Guangju Industrial Co., Ltd.	73,666,824	RMB ordinary shares	73,666,824
SHENZHEN ENERGY (GROUP) CO., LTD.	65,106,130	RMB ordinary shares	65,106,130
National Social Security Fund -604	9,159,257	RMB ordinary shares	9,159,257
Zeng Ying	6,049,070	Domestically listed foreign shares	6,049,070
CMS (HK)	5,319,687	Domestically	5,319,687

		listed foreign shares	
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	4,854,318	Domestically listed foreign shares	4,854,318
BOCI SECURITIES LIMITED	4,403,014	Domestically listed foreign shares	4,403,014
Zhang Heping	4,351,900	RMB ordinary shares	4,351,900
YAO XIU GUANG	3,939,000	Domestically listed foreign shares	3,939,000
Explanation on associated relationship among the top ten shareholders or consistent action	1. Shenzhen Energy (Group) Co., Ltd. holds 100% equities of HONG KONG NAM HOI (INTERNATIONAL) LTD indirectly; 2. Among other social public shareholders, the Company did not know whether there were associated relationships or belonging to consistent actors.		
Explanation on top ten common shareholders involving margin business (if applicable)	N/A		

Whether top ten common shareholders or top ten common shareholders with un-restrict shares held have a buy-back agreement dealing in reporting period

Yes No

Top ten common shareholders or top ten common shareholders with un-restrict shares not held have a buy-back agreement dealing in reporting period

2. Total of shareholders with preferred stock held and the top ten shareholdings

Applicable Not applicable

Section III. Important events

I. Particular about major changes from items of main accounting statements and financial indexes as well as reasons

√ Applicable □ Not applicable

	At the end of the reporting period	At the end of last year	Rate of increase or decrease	Reasons for changes
Note receivable	-	1,200,000.00	-100.00%	Notes are due to recover
Advance payment	104,731,923.31	254,557.09	41042.80%	Account paid in advance for natural gas increased
Other receivables	42,808,499.60	30,685,319.69	39.51%	Come-and-go money increased
Accounts payable	52,536,125.70	38,014,729.22	38.20%	Account payable for natural gas increased
Payment in advance	-	58,575.45	-100.00%	Account received in advance for construction transfer to revenue
Tax payable	9,121,683.14	13,444,485.85	-32.15%	Business tax and surcharge declined
Long term loan	910,900,000.00	696,000,000.00	30.88%	Short-term loans replaced to long-term loans
Minority interests	-118,494,099.47	-87,095,894.29	36.05%	Running at a loss in the Year
	Year-begin to period-end	Same period of last year	Y-o-y increase/decrease	Reasons for changes
Investment income	-1,629,936.37	-1,244,685.23	30.95%	Change of the net profit of subsidiary based on equity

Operating profit	-100,589,205.45	-382,437,492.24	-73.70%	Costs declined
Non operating income	15,728,109.02	265,761,057.54	-94.08%	Cancel the electricity subsidy
Non operating expenses	7,844,301.19	116,532.87	6631.41%	Fuel consumption subsidy refund
Income tax expenses	2,852,363.73	803,816.89	254.85%	Advance payment of income tax increased
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses	-68,149,787.97	-175,043,536.34	-61.07%	Non-recurring profit & loss as subsidies and tax refund declined
Net cash flow arising from operating activities	134,180,465.15	416,988,552.21	-67.82%	Subsidies received declined
Net cash flow arising from investment activities	-14,560,838.09	-25,325,080.80	-42.50%	Technically improve costs decreased from a year earlier
Net cash flow arising from financing activities	-203,684,291.77	-86,983,457.69	134.16%	Net financing amount decreased

II. Progress and influence of the main events as well as solution analysis specification

√ Applicable □ Not applicable

1. On 9 December and 28 December 2015, the Company convened the 6th extraordinary meeting of the 7th board of directors and the 5th extraordinary general meeting for 2015, respectively, to consider and approve the proposal relating to government acceptance of a land parcel with an area of 346 mu by Zhongshan Shenzhong Real Estate Development Company (details were disclosed in the relevant announcements (No. 2015-080 and No. 2015-086) of the Company dated 10 December and 29 December 2015 published on China Securities, Securities Times, Hong Kong Commercial Daily and Juchao information website). However, by the disclosure of 2015 annual report, the Company had not reached unanimous agreement with Zhongshan government in respect of the acceptance conditions for such land of 346 mu. According to relevant provisions of financial management system, the Company has made inventory impairment provision of RMB576, 291,300 for such land based on existing information and progress of acceptance works. Details were disclosed in the relevant announcement (No. 2016-016) of the Company dated 1 April 2016 published on China Securities, Securities Times, Hong Kong Commercial Daily and Juchao information website, concerning impairment provision for each asset of the Company and its subsidiaries for 2015. On 21 April 2016, the Company sent out a visiting letter to competent authorities of Zhongshan government, requesting for negotiation for acceptance of the parcel of land of 346 mu by

Shenzhong Development Company. On 20 July, the Company issued a Referendum of Land Purchasing & Storage on the 346 mu Lands of Shenzhong Real Estate Company to Zhongshan Municipal People's government. On 18 August, the Company received a Reply of Land Purchasing & Storage on the 346 mu Lands of Shenzhong Company from Land Reserve Center of Zhongshan, the Center has a willing to negotiate with the Company in aspect of the land reserve (found more in the Full Text of Semi-Annual Report 2016 [Notice No.: 2016-057] released on China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Website dated 25 August 2016). Up to the Report disclosed, the Company has not yet reaches an agreement with Zhongshan Municipal People's government on the 346 mu lands purchasing & storage

2. Subject to preparation of significant issues, the Company began to suspend trading of shares from the morning trading session on 31 May 2016, and the Significant Matters Suspension Notice (Notice No.: 2016-032) released on the same date. On 15 June 2016, the Company issued a suspending announcement due to reorganization of material assets (No. 2016-034), confirming that the significant issue prepared for this suspension referred to reorganization of material assets. Besides, it issued bid invitation for potential party for reorganization to nine companies and institutions, so as to identify those parties which were interested in participating reorganization of the Company's material assets. Up to the bid closing date of 4 July 2016, the Company has received three tender documents; other six units are expressly to give up the tender by means of letter and e-mail. On 12 August, China Gas was determined as the intention restructuring party and has entered into the Framework Agreement of Material Assets Reorganization. On 30 August 2016, the Company holding the first extraordinary general meeting of 2016 for deliberated and approved the Proposal of Application of Continue Suspension for Expiration of Material Assets Reorganization Suspension. Stock of the Company remained suspended since the expiration of the suspension ended as 31st August 2016, and the Material Assets Reorganization Plan or Report expected to disclosed in line with Rules of Information Disclosure Content and Format for Companies Publicly Issuing Securities No.26- Material Assets Reorganization of Listed Companies in six months (that is before 30th November 2016) suspension accumulatively at most. Up to the report disclosed, the Company and concerned parties as well as China Gas are not conclude between both parties in aspect of the material assets reorganization plan and relevant condition. In view of the material assets reorganization still in negotiation and there exist uncertainties, in suspension, the Company will perform its information disclosure obligation in line with relevant laws, regulations and rules of the Shenzhen Stock Exchange, relevant information with the above mentioned event concerned found more in announcement (Notice No.: 2016-032, 2016-033, 2016-034, 2016-035, 2016-036, 2016-037, 2016-038, 2016-041, 2016-042, 2016-044, 2016-046, 2016-047, 2016-048, 2016-051, 2016-054, 2016-049, 2016-051, 2016-054, 2016-063, 2016-065, 2016-067, 2016-072, 2016-075, 2016-080 and 2016-081) released on China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Website.

3. On 12 August 2016, the Company holding the 10th extraordinary meeting of 7th BOD, deliberated and approved the Proposal of Transferring 75% Equity of Zhongshan Shenzhong Real Estate Investment Property Co., Ltd and Zhongshan Shenzhong Real Estate Development Co., Ltd. Respectively, and agreed to transferred the equity of the above mentioned companies(found more in Resolution Notice of 10th Extraordinary Meeting of 7th BOD and Progress of Material Assets Reorganization Suspension Notice No.: 2016-019, 2016-063 released on 13 August and 29 August). On 5 September 2016, the follow proposals are deliberated and approved by the 11th extraordinary meeting of 7th BOD, that is the Proposal of Major Assets Sales Plan and the other eleven proposals including Proposal of Major Assets Sales Plan of Shennandian and Summary, which with 75% equity of Shenzhong Property Company and 75% equity of Shenzhen Development Company held by Shennandian for sales concerned, the Resolution Notice of 11th extraordinary meeting of 7th BOD, Plan of Material Assets Sales and Summary as well as vary documents are released(found more in Resolution Notice of 11th extraordinary meeting of 7th BOD Notice No.: 2016-068 and other documents in China Securities Journal, Securities Times,

Hong Kong Commercial Daily and Juchao Website dated 7 September 2016). The 75% equity respectively of Shenzhong Property Company and Shenzhong Development Company held by the Company, are publicly transfer in Shenzhen United Assets & Equity Exchange since 13 September 2016. The release date for listing transfer regulated as 20 working days in line with relevant regulation of the Shenzhen United Assets & Equity Exchange. Trading condition for the listing transfer information can be found through website <http://www.eoehina.com.cn/>. On 14 September, the Company submit the Notice of Publicly Transferring Each 75% Equity of Zhongshan Shenzhong Real Estate Property Co., Ltd. and Zhongshan Shenzhong Real Estate Development Co., Ltd. (found more in the announcement [Notice No.: 2016-074] released on China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Websites). Pursuit to regulations of the Shenzhen Stock Exchange, the Exchange carried out subsequent examination on the relevant documents of Material Assets Sales Plan of the Company, and sending out a Inquiry Letter of the Reorganization under the name of Shenzhen Nanshan Power Co., Ltd.(Non-permission Reorganization Inquiry [2016] No. 16) (hereinafter referred as to Reorganization Inquiry Letter. The Company immediately examining the questions and requirement that proposed in the Reorganization Inquiry Letter with intermediary agent, and released the Notice on Replying the Reorganization Inquiry Letter of Shenzhen Stock Exchange and Material Assets Sales Plan (Revised) as well as vary documents (found more in announcement [Notice No.: 2016-077] and relevant document released on China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Websites dated 23 September 2016). There are three eligible intended assignee ended as 14 October 2016, when the public listing expired. On 17 October 2016, the 75% equity of Shenzhong Property Company and 75% equity (full transferring) of Shenzhong Development Company are under the hammer by Shenzhen Property Rights Auction Co., Ltd. and carried out a Letter of Affirmation of Auction. Bidding results are: Shenzhen Ouyuanfu Technology Co., Ltd. is the vendee of the bidding, the 75% equity respectively of Shenzhong Property Company and Shenzhong Development Company has a total transaction price of 1,030 million Yuan. Up to the report disclosed, the vendee has entered into an Equity Transfer Agreement. The Sales of Substantial Assets Report (Draft) of Shenzhen Nanshan Power Co., Ltd. and relevant proposals are deliberated in the Board Meeting and General Meeting of Shareholders, and entered into the equity transfer agreement after deliberation (found more in the Progress of 75% Equity Transferring, Respectively of Shenzhong Real Estate Investment Property Co., Ltd. and Zhongshan Shenzhong Real Estate Development Co., Ltd. in Way of Public Listing Notice No.: 2016-084 released on China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Website dated 18 October 2016)

4. On 24 February 2016, controlling subsidiary – Xiefu Company, submitted civil complaint and other supporting materials to the People’s Court of Huangpu district, Guangzhou against China Shipping & Sinopec in aspect of the arrearage for oil, and the People’s Court open a court session on 16 May. Xiefu Company received a Paper of Civil Judgment [(2016) Yue 0112 Min C No.:858] from People’s Court of Huangpu district, Guangzhou on 23 August. On 9 September, the Company received a letter from Xiefu Company, it said the China Shipping & Sinopec will appeal the decision to Guangzhou Intermediate People’s Court with the Civil Petition of Appeal (found more in the Notice of Lawsuit of Subordinate Enterprise Shenzhen Xiefu Energy Co., Ltd.(No.: 2016-007), Progress of the Lawsuits (No.: 2016-061) and Progress of the Lawsuits (No.: 2016-073) released on China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Websites dated respectively dated 1 March 2016, 25 August 2016 and 10 September 2016). Up to the report disclosed, there are no hearing for the appeal, the Company will closely follow the progress, and perform obligation of information disclosure timely by strictly in line with relevant laws, regulations and requirements.

5. On 29 August 2016, the Reply on Land Assets Disposal of Nanshan Power Plant (SQHH[2016] No.784) and Taken Back the Land Use Right of T102-0011 and T102-0155 (SQHH[2016] No.794) are received from Qianhai Shenzhen-Hong Kong Modern Service Industry Cooperation Zone of Shenzhen (hereinafter referred to as Qianhai Cooperation Zone). After received the letter, the Company fulfill disclosure obligation timely and holding the 11th extraordinary meeting of 7th BOD on 5 September 2016, deliberated and approved the Proposal of Land Reserve of T102-0011 and T102-0155 (found more in Notice of Receiving the Letter of Taken Back the Land Use Right of T102-0011 and T102-0155 (Notice No.: 2016-066) and Resolution of 11th extraordinary meeting of 7th BOD (Notice No.: 2016-068) released on China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Websites dated respectively dated 31 August 2016 and 7 September 2016). On 19 September, Economy, Trade and Information Commission of Shenzhen Municipality holding a meeting for studying the above mentioned land reserve, and formulated a meeting summary. On 17 October, the Company received a Notification of Land Development Mapping for Nanshan Power Plant, Selected by Shenzhen Qianhai Investment Holding Company and Appraisal Agency (SQKH[2016] No.179). Shenzhen Qianhai Development Investment Holding Co., Ltd. was commissioned by Qianhai Authority, as a specific exploiting entity of Qianhai land development plan, the primary library catalogue for surveying & mapping institute and appraisal agency has been established, the agency for surveying & mapping and appraisal will be determined in way of lottery. Up to the report disclosed, the Company is cooperating to carry out communications and calculation with the land reserves concerned. The Company will continue to perform the information disclosure obligation according to the progress.

6. On 19 September 2016, controlling subsidiary –Shenzhong Development Company sending a letter, that is Management Committee of Zhongshan Torch Hi-Te Industrial Development Zone (hereinafter referred to as Management Committee of Zhongshan Development Zone) issued a Bulletin of Regulatory Detailed Planning of the Zhongshan Torch District and Linggang as well as surrounding area (2015) (period for notice was 30 days, that is from 7 September 2016 to 6 October 2016), the land owned by Shenzhong Development Company has involved. Shenzhong Development Company submits a Request for Instruction of the Land Regulatory Plan of Zhongshan Shenzhong Real Estate Development Co., Ltd., raise an objection on the planning adjustment for 346 Mu lands of the Shenzhong Development Company in Regulatory Detailed Planning Adjustment Plan (2015). The Company will pay close attention to the progress, and will cooperate with Shenzhong Development Company and Zhongshan Government and relevant functional department for communication, and perform obligation of information disclosure timely. (Found more in Notice of Bulletin of Regulatory Detailed Planning of the Zhongshan Torch District and Linggang as well as surrounding area (2015) issued by Management Committee of Zhongshan Development Zone Notice No.: 2016-076 released on China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Websites dated respectively dated 21 September 2016.)

7. Overview of other important matters

Overview	Disclosure date	Query indexes of disclosure website for interim report
On 14 January 2016, the Company's subsidiary Shennandian Dongguan Company received approval issued by Guangdong Development and Reform Commission in relation to the fuel-gas and steam	2016-1-16	For details, please refer to the announcement (No. 2016-001) dated 16 January 2016 published by the Company on China Securities, Securities Times,

<p>consolidated cycle power generation project by Gaobu Natural Gas Power Plant (YFGNDH[2016]140). The approval stated that “with reference to consideration by Guangdong Development and Reform Commission, and taking into account the safety operation of power system and energy supply requirement of the whole province, in order to facilitate approval procedure of this project, it is agreed to approve the fuel-gas and steam consolidated cycle power generation project with capacity of 2×180 MW by Gaobu Natural Gas Power Plant under administration of Shennandian Dongguan Company”. During the reporting period, Shennandian Dongguan Company signed Power Allocation Agreement with relevant grid company, and obtained power business license from the state energy bureau, southern supervision bureau on 7 March. Two 9Emachine sets of the company have been in official operation for power generation.</p>		<p>Hong Kong Commercial Daily and Juchao information website, concerning the subsidiary Shennandian (Dongguan) Weimei Power Company Limited’s receipt of approval in relation to the fuel-gas and steam consolidated cycle power generation project by Gaobu Natural Gas Power Plant.</p>
<p>In order to improve relevant procedures, realize industrial upgrade, acquire power quantity and seek for conditions benefiting for sustainable development, the Company held the 8th extraordinary meeting of the 7th board of directors on 22 January 2016 to consider and approve the proposal relating to investment by the subsidiary Shennandian (Zhongshan) Power Company in constructing phase I thermal network of thermal-power combination project.</p> <p>The construction documents design and budget reports as well as bidding works on supervising unit have completed; meanwhile, the project have obtained the follow supporting materials as Planning Permit of Construction Engineering issued by Municipal Bureau for Urban Planning, the approval documets of bridges and locks issued by Water Supplies Bureau and reply on usage of relevant route agreed by City Communication Corporation. Currently, the project still in bidding phase for its construction unit.</p>	<p>2016-1-23</p>	<p>Details were disclosed in the announcement (No. 2016-004) dated 23 January 2016 published by the Company on China Securities, Securities Times, Hong Kong Commercial Daily and Juchao information website, concerning investment by the subsidiary Shennandian (Zhongshan) Power Company in constructing phase I thermal network of thermal-power combination project.</p>
<p>On 28 January 2016, our subsidiary Shennandian Dongguan Company received the approval from Guangdong Development and Reform Commission in relation to determining temporary grid price of Gaobu</p>	<p>2016-1-30</p>	<p>Found more in Notice of controlling subsidiary Shen Nan Dian Dongguan Company received a Reply on Authorized Temporary Grid Purchase Price of the</p>

Power Plant under administration of Shennandian (Dongguan) Weimei Power Company (YFGJGH[2016]379), pursuant to which, the aforesaid temporary grid price was RMB0.745 (tax included) per kwh which would be adopted since 1 February 2016.		Gaobu Power Plant of Shen Nan Dian (Dongguan) Weimei Power Co., Ltd. Notice No.:2016-006) released on China Security Journal, Securities Times, Hong Kong Commercial Daily and Juchao Website dated 30 Jan. 2016.
Taking into consideration the audited net profit of the Company for 2014 and 2015 accounting years being RMB-330,513,284.99 and RMB-634,623,667.06, respectively, the Company was required to suspend trading for its shares on 1 April 2016 on which its 2015 annual report was disclosed under relevant requirements of the Listing Rules of Shenzhen Stock Exchange. Since 5 April when resumption of trading began (2, 3 and 4 April were legal holidays), shares of the Company were traded with warning for delisting, which meant that abbreviation of our stock would be added *ST and the daily increase/decrease cap for trading price was subject to 5%. In case the Company continues to record loss for 2016, it may be required to delist temporarily. Investors are hereby warned to pay attention to investment risks.	2016-4-1	Found more in <i>Notice of Delisting Risk Warning on Stock of the Company</i> (Notice No.: 2016-015) released on China Security Journal, Securities Times, Hong Kong Commercial Daily and Juchao Website dated 1 April 2016
The relevant information of “beneficial fund of project construction” was disclosed in the First Quarterly Report of 2016 released on 27 April 2016. According to requirements from relevant authorities, the Company holds many meetings for study the issues, and take further examination in aspect of the beneficial fund of project construction, furthermore, well-defined the person responsible for collecting works, and efforts are under way in contacting relevant personnel and issued a notice of returning relevant accounts. In reporting period, the return money of “beneficial fund of project construction” has RMB 500,000 received.	2016-4-27	Found more in the First Quarterly Report of 2016 (Notice No.: 2016-026) released on China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Website
In 2015, pursuant to the notice relating to increase of shareholding in the Company by its substantial shareholders, directors, supervisors and senior management (ZJF[2015]51) issued by the CSRC, our shareholder Guangju Industrial planned to increase shareholding in the Company with the own capital not less than RMB25.12 million since 9 July 2015, by means of asset management through securities	2016-5-10	Found more in the Notice of Overweight of shareholders and chairman of the Company (Notice No.: 2015-052), the Third Quarterly Report of 2015 (Notice No.: 2015-072) and Notice of Completion of Overweight of Shareholders (Notice No.: 2016-030) released on China Securities Journal, Securities Times, Hong

<p>companies and fund management companies, and it undertook not to decrease its shareholding within 6 months upon implementation of this capital increase plan. From 16 September 2015 to 9 May 2016, Guangju Industrial has in aggregate increased shareholding of 2,908,201 A-shares of the Company by means of asset management plan, accounting for 0.48% of the total shares of the Company, and the amount subject this increase was approximately RMB25,127,900. The shareholding increase plan has been completed. Upon this increase of shareholding, Guangju Industrial holds in aggregate 73,666,824 A-shares of the Company directly or through asset management account, accounting for 12.22% of the total shares of the Company. This increase of shareholding complied with relevant laws, regulations and provisions of Shenzhen Stock Exchange.</p>		<p>Kong Commercial Daily and Juchao Website respectively dated 9 July 2015, 23 October 2015 and 10 May 2016.</p>
<p>On 9 May 2016, the Company received the notice issued by Guangdong Development and Reform Commission, Guangdong Economy and Information Commission and Guangdong Finance Bureau in relation to subsidy for fuel gas and oil processing fee for the period from January to September 2015 (YFGJG[2016]221). According to relevant requirement of the notice in relation to temporary collection of fuel gas and oil processing fee (YFH[2008]31) issued by Guangdong People's Government, it was verified that, for the period from January to September 2015, the revenue from power generation of Zhongshan Nanlang Power Plant which our subsidiary Shennandian Zhongshan Company belonged to was RMB0.913 per kwh, and RMB0.89 per kwh for Dongguan Gaobu Power Plant which Shennandian Dongguan Company belonged to. Part of such power revenue generated by the aforesaid plants was settled by Guangdong Grid Company directly with the plants by reference to the power offered by the plants into grid and the agreed price, and the remaining part was compensated by means of fuel gas and oil processing fee. According to the notice, Shennandian Zhongshan Company will increase revenue of RMB6, 643,200 for this period and RMB1, 257,900 for Shennandian Dongguan Company.</p>	<p>2016-5-10</p>	<p>For details, please refer to the announcement (No. 2016-031) dated 10 May 2016 published by the Company on China Securities, Securities Times, Hong Kong Commercial Daily and Juchao information website, in relation to receipt of notice concerning subsidy for fuel gas and oil processing fee for the period from January to September 2015.</p>

III. Commitments that the company, shareholders, actual controller, purchaser, directors, supervisors, senior management or other related parties have fulfilled during the reporting period and have not yet fulfilled by the end of reporting period

√ Applicable □ Not applicable

Commitments	Acceptor	Contents	Commitment time	Commitment period	Implementation	Commitments
Commitments for Share Merger Reform						
Commitments in report of acquisition or equity change						
Commitments in assets replacement						
Commitments make in Initial public offering or re-financing						
Equity incentive commitment						
Other commitments for minority shareholders	Shenzhen Guangju Industrial Co., Ltd.;	Other commitment	Promise not to reducing the stock in over weight period and the legal time limit	2016-05-09	6 months	In normal completion
Commitments for Share Merger Reform	Yes					

IV. Estimation of operation performance for year of 2016

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

□ Applicable √ Not applicable

V. Particular about security investment

□ Applicable √ Not applicable

The Company had no security investment in Period.

VI. Particulars about derivatives investment

□ Applicable √ Not applicable

The Company had no derivatives investment in Period.

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

√ Applicable □ Not applicable

Time	Way	Type	Contents discussed and material provided
Jan. to Sep. of 2016	Written	Investors (8)	In the premise of not violating the principles of information disclosure

	inquiries		and the confidential system of significant information, the Company seriously and timely responded to the investors' inquiries about the Company's basic business circumstances, financial management situation, and relevant information of subordinate companies.
2016-4-25	Field research	Investor (1)	In the premise of not violating the principles of information disclosure and the confidential system of significant information, the Company seriously and timely responded to the investors' inquiries about the Company's basic business circumstances, financial management situation, and relevant information of subordinate companies.
2016-8-30	Field research	Investors (5)	In the premise of not violating the principles of information disclosure and the confidential system of significant information, the Company seriously and timely responded to the investors' inquiries about the Company's basic business circumstances, financial management situation, and relevant information of subordinate companies.

VIII. External security against the rules

Applicable Not applicable

The Company has no external security against the rules in the Period.

IX. Controlling shareholders' and its related party's non-business capital occupying of the listed company

Applicable Not applicable

There are no controlling shareholders' and its related party's non-business capital occupying of the listed company.

Section IV. Financial Statement

I. Financial statement

1. Consolidated Balance Sheet

Prepared by Shenzhen Nanshan Power Co., Ltd

2016-10-21

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	948,742,472.07	1,026,626,480.06
Settlement provisions		
Capital lent		
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes receivable		1,200,000.00
Accounts receivable	395,306,496.07	405,391,442.85
Accounts paid in advance	104,731,923.31	254,557.09
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Interest receivable		
Dividend receivable		
Other receivables	42,808,499.60	30,685,319.69
Purchase restituted finance asset		
Inventories	734,069,724.36	672,683,049.42
Divided into assets held for sale		
Non-current asset due within one year		
Other current assets	542,258,339.87	604,426,110.04
Total current assets	2,767,917,455.28	2,741,266,959.15
Non-current assets:		

Loans and payments on behalf		
Finance asset available for sales	59,315,000.00	57,315,000.00
Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment	20,890,338.41	22,520,274.78
Investment property	3,047,612.31	3,194,715.51
Fixed assets	1,580,302,669.02	1,667,494,083.42
Construction in progress	9,561,886.05	8,473,276.90
Engineering material		
Disposal of fixed asset		
Productive biological asset		
Oil and gas asset		
Intangible assets	51,758,442.85	53,801,475.81
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned		
Deferred income tax asset	2,905,768.69	2,905,768.69
Other non-current asset	22,882,181.78	22,882,181.78
Total non-current asset	1,750,663,899.11	1,838,586,776.89
Total assets	4,518,581,354.39	4,579,853,736.04
Current liabilities:		
Short-term loans	1,866,764,173.08	2,385,300,000.00
Loan from central bank		
Absorbing deposit and interbank deposit		
Capital borrowed		
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes payable	418,120,879.94	340,000,000.00
Accounts payable	52,536,125.70	38,014,729.22
Accounts received in advance		58,575.45
Selling financial asset of repurchase		
Commission charge and		

commission payable		
Wage payable	45,833,946.53	47,521,710.84
Taxes payable	9,121,683.14	13,444,485.85
Interest payable	77,173,300.22	63,142,049.81
Dividend payable		
Other accounts payable	357,908,215.99	371,926,173.24
Reinsurance payables		
Insurance contract reserve		
Security trading of agency		
Security sales of agency		
Divided into liability held for sale		
Non-current liabilities due within 1 year	254,000,000.00	
Other current liabilities		
Total current liabilities	3,081,458,324.60	3,259,407,724.41
Non-current liabilities:		
Long-term loans	910,900,000.00	696,000,000.00
Bonds payable		
Including: preferred stock		
Perpetual capital securities		
Long-term account payable		
Long-term wages payable		
Special accounts payable		
Projected liabilities	27,100,000.00	27,100,000.00
Deferred income	45,757,617.97	48,435,206.35
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	983,757,617.97	771,535,206.35
Total liabilities	4,065,215,942.57	4,030,942,930.76
Owner's equity:		
Share capital	602,762,596.00	602,762,596.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		

Capital public reserve	362,770,922.10	362,758,554.21
Less: Inventory shares		
Other comprehensive income		
Reasonable reserve		
Surplus public reserve	332,908,397.60	332,908,397.60
Provision of general risk		
Retained profit	-726,582,404.41	-662,422,848.24
Total owner's equity attributable to parent company	571,859,511.29	636,006,699.57
Minority interests	-118,494,099.47	-87,095,894.29
Total owner's equity	453,365,411.82	548,910,805.28
Total liabilities and owner's equity	4,518,581,354.39	4,579,853,736.04

Legal representative: Chairman Yang Haixian

Person in charge of accounting works: Director GM Wu Xiangdong; CFO Huang Jian

Person in charge of accounting institution: Leng Jiwei (act for the financial management dept.)

2. Balance Sheet of Parent Company

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	429,054,545.92	685,708,711.65
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes receivable		
Accounts receivable	269,418,994.12	309,114,888.65
Account paid in advance	34,462,444.99	215,431.80
Interest receivable		
Dividends receivable	79,495,331.17	79,495,331.17
Other receivables	1,274,931,986.46	1,260,619,190.09
Inventories	73,565,040.72	73,381,539.62
Divided into assets held for sale		
Non-current assets maturing within one year		
Other current assets	434,830,834.84	460,714,889.70
Total current assets	2,595,759,178.22	2,869,249,982.68

Non-current assets:		
Available-for-sale financial assets	59,315,000.00	57,315,000.00
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	691,982,849.76	691,982,849.76
Investment property		
Fixed assets	232,843,013.73	240,657,379.95
Construction in progress	914,948.30	744,725.65
Project materials		
Disposal of fixed assets		
Productive biological assets		
Oil and natural gas assets		
Intangible assets	4,389,272.40	5,469,452.93
Research and development costs		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets		
Other non-current assets		
Total non-current assets	989,445,084.19	996,169,408.29
Total assets	3,585,204,262.41	3,865,419,390.97
Current liabilities:		
Short-term borrowings	1,370,000,000.00	2,024,000,000.00
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes payable	342,626,006.77	340,000,000.00
Accounts payable	214,643.58	24,793,826.11
Accounts received in advance		
Wage payable	25,948,484.27	25,958,401.01
Taxes payable	163,034.72	2,488,252.98
Interest payable	3,221,408.89	4,072,366.54
Dividend payable		
Other accounts payable	224,058,232.37	167,136,669.31

Divided into liability held for sale		
Non-current liabilities due within 1 year	150,000,000.00	
Other current liabilities		
Total current liabilities	2,116,231,810.60	2,588,449,515.95
Non-current liabilities:		
Long-term loans	518,500,000.00	250,000,000.00
Bonds payable		
Including: preferred stock		
Perpetual capital securities		
Long-term account payable		
Long-term wages payable		
Special accounts payable		
Projected liabilities		
Deferred income	26,710,074.60	28,425,205.59
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	545,210,074.60	278,425,205.59
Total liabilities	2,661,441,885.20	2,866,874,721.54
Owners' equity:		
Share capita	602,762,596.00	602,762,596.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	288,869,612.11	288,857,244.22
Less: Inventory shares		
Other comprehensive income		
Reasonable reserve		
Surplus reserve	332,908,397.60	332,908,397.60
Retained profit	-300,778,228.50	-225,983,568.39
Total owner's equity	923,762,377.21	998,544,669.43
Total liabilities and owner's equity	3,585,204,262.41	3,865,419,390.97

3. Consolidated Profit Statement (this report period)

In RMB

Item	Current Period	Last Period
I. Total operating income	508,884,871.33	379,682,013.49
Including: Operating income	508,884,871.33	379,682,013.49
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	518,933,147.78	499,776,826.19
Including: Operating cost	450,577,571.37	419,384,089.65
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	1,527,827.78	1,864,230.96
Sales expenses	1,519,370.58	972,665.59
Administration expenses	25,519,877.05	22,437,738.99
Financial expenses	39,793,501.00	55,118,101.00
Losses of devaluation of asset	-5,000.00	
Add: Changing income of fair value(Loss is listed with “-”)	0.00	
Investment income (Loss is listed with “-”)	-547,076.53	-361,340.88
Including: Investment income on affiliated company and joint venture	0.00	
Exchange income (Loss is listed with “-”)		
III. Operating profit (Loss is listed with “-”)	-10,595,352.98	-120,456,153.58
Add: Non-operating income	3,906,768.35	132,071,807.24

Including: Disposal gains of non-current asset	0.00	16,544.20
Less: Non-operating expense	7,621,025.11	87,772.34
Including: Disposal loss of non-current asset	0.00	87,625.73
IV. Total Profit (Loss is listed with “-”)	-14,309,609.74	11,527,881.32
Less: Income tax expense	1,767,353.20	315,169.72
V. Net profit (Net loss is listed with “-”)	-16,076,962.94	11,212,711.60
Net profit attributable to owner’s of parent company	-7,704,809.93	29,772,589.73
Minority shareholders’ gains and losses	-8,372,153.01	-18,559,878.13
VI. Net after-tax of other comprehensive income		
Net after-tax of other comprehensive income attributable to owners of parent company		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		
2. Share of the other comprehensive income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising		

from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
Net after-tax of other comprehensive income attributable to minority shareholders		
VII. Total comprehensive income	-16,076,962.94	11,212,711.60
Total comprehensive income attributable to owners of parent Company	-7,704,809.93	29,772,589.73
Total comprehensive income attributable to minority shareholders	-8,372,153.01	-18,559,878.13
VIII. Earnings per share:		
(i) Basic earnings per share	-0.01	0.05
(ii) Diluted earnings per share	-0.01	0.05

Legal representative: Chairman Yang Haixian

Person in charge of accounting works: Director GM Wu Xiangdong; CFO Huang Jian

Person in charge of accounting institution: Leng Jiwei (act for the financial management dept.)

4. Profit Statement of parent company (this report period)

In RMB

Item	Current Period	Last Period
I. Operating income	150,882,243.89	82,716,035.10
Less: Operating cost	169,225,101.93	113,538,250.85
Operating tax and extras		1,650,810.87
Sales expenses		
Administration expenses	7,949,880.09	5,214,630.65
Financial expenses	1,426,086.00	13,487,840.00
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)		

Including: Investment income on affiliated company and joint venture		
II. Operating profit (Loss is listed with “-”)	-27,718,824.13	-51,175,497.27
Add: Non-operating income	2,718,431.72	131,804,597.18
Including: Disposal gains of non-current asset		16,544.20
Less: Non-operating expense	7,624,271.21	
Including: Disposal loss of non-current asset		
III. Total Profit (Loss is listed with “-”)	-32,624,663.62	80,629,099.91
Less: Income tax expense	1,413,007.16	
IV. Net profit (Net loss is listed with “-”)	-34,037,670.78	80,629,099.91
V. Net after-tax of other comprehensive income		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		
2. Share of the other comprehensive income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising		

from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
VI. Total comprehensive income	-34,037,670.78	80,629,099.91
VII. Earnings per share:		
(i) Basic earnings per share		
(ii) Diluted earnings per share		

5. Consolidated profit statement (from year-begin to end of this period)

In RMB

Item	Current Period	Last Period
I. Total operating income	1,206,573,138.41	1,030,239,250.67
Including: Operating income	1,206,573,138.41	1,030,239,250.67
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	1,305,532,407.49	1,411,432,057.68
Including: Operating cost	1,090,497,394.12	1,166,291,861.51
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	4,628,113.83	5,365,809.98

Sales expenses	3,972,760.84	3,156,377.20
Administration expenses	70,196,981.58	65,648,374.06
Financial expenses	136,242,157.12	170,969,634.93
Losses of devaluation of asset	-5,000.00	
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)	-1,629,936.37	-1,244,685.23
Including: Investment income on affiliated company and joint venture		
Exchange income (Loss is listed with “-”)		
III. Operating profit (Loss is listed with “-”)	-100,589,205.45	-382,437,492.24
Add: Non-operating income	15,728,109.02	265,761,057.54
Including: Disposal gains of non-current asset		52,544.20
Less: Non-operating expense	7,844,301.19	116,532.87
Including: Disposal loss of non-current asset	203,276.08	106,302.15
IV. Total Profit (Loss is listed with “-”)	-92,705,397.62	-116,792,967.57
Less: Income tax expense	2,852,363.73	803,816.89
V. Net profit (Net loss is listed with “-”)	-95,557,761.35	-117,596,784.46
Net profit attributable to owner’s of parent company	-64,159,556.17	-72,773,483.33
Minority shareholders’ gains and losses	-31,398,205.18	-44,823,301.13
VI. Net after-tax of other comprehensive income		
Net after-tax of other comprehensive income attributable to owners of parent company		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		

2. Share of the other comprehensive income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
Net after-tax of other comprehensive income attributable to minority shareholders		
VII. Total comprehensive income	-95,557,761.35	-117,596,784.46
Total comprehensive income attributable to owners of parent Company	-64,159,556.17	-72,773,483.33
Total comprehensive income attributable to minority shareholders	-31,398,205.18	-44,823,301.13
VIII. Earnings per share:		
(i) Basic earnings per share	-0.11	-0.12
(ii) Diluted earnings per share	-0.11	-0.12

6. Profit Statement of parent company (from year-begin to end of this period)

In RMB

Item	Current Period	Last Period
I. Operating income	308,869,006.98	264,804,584.87
Less: Operating cost	336,178,413.47	330,896,594.87
Operating tax and extras	2,292,405.28	4,610,621.64
Sales expenses		
Administration expenses	18,091,535.04	29,921,941.44
Financial expenses	21,895,482.42	41,263,236.75
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)		
Including: Investment income on affiliated company and joint venture		
II. Operating profit (Loss is listed with “-”)	-69,588,829.23	-141,887,809.83
Add: Non-operating income	4,026,012.38	221,030,496.84
Including: Disposal gains of non-current asset		16,544.20
Less: Non-operating expense	7,818,836.10	
Including: Disposal loss of non-current asset	194,564.88	
III. Total Profit (Loss is listed with “-”)	-73,381,652.95	79,142,687.01
Less: Income tax expense	1,413,007.16	
IV. Net profit (Net loss is listed with “-”)	-74,794,660.11	79,142,687.01
V. Net after-tax of other comprehensive income		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		

2. Share of the other comprehensive income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
VI. Total comprehensive income	-74,794,660.11	79,142,687.01
VII. Earnings per share:		
(i) Basic earnings per share		
(ii) Diluted earnings per share		

7. Consolidated Cash Flow Statement (from year-begin to end of this period)

In RMB

Item	Current Period	Last Period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	1,286,867,142.76	1,123,040,372.28

Net increase of customer deposit and interbank deposit		
Net increase of loan from central bank		
Net increase of capital borrowed from other financial institution		
Cash received from original insurance contract fee		
Net cash received from reinsurance business		
Net increase of insured savings and investment		
Net increase of amount from disposal financial assets that measured by fair value and with variation reckoned into current gains/losses		
Cash received from interest, commission charge and commission		
Net increase of capital borrowed		
Net increase of returned business capital		
Write-back of tax received	2,310,771.15	
Other cash received concerning operating activities	163,677,716.41	497,062,438.54
Subtotal of cash inflow arising from operating activities	1,452,855,630.32	1,620,102,810.82
Cash paid for purchasing commodities and receiving labor service	1,125,557,782.23	1,044,522,721.52
Net increase of customer loans and advances		
Net increase of deposits in central bank and interbank		
Cash paid for original insurance contract compensation		
Cash paid for interest, commission charge and commission		
Cash paid for bonus of guarantee slip		

Cash paid to/for staff and workers	94,833,886.31	99,957,144.37
Taxes paid	53,310,414.00	14,266,503.05
Other cash paid concerning operating activities	44,973,082.63	44,367,889.67
Subtotal of cash outflow arising from operating activities	1,318,675,165.17	1,203,114,258.61
Net cash flows arising from operating activities	134,180,465.15	416,988,552.21
II. Cash flows arising from investing activities:		
Cash received from recovering investment		
Cash received from investment income		
Net cash received from disposal of fixed, intangible and other long-term assets		53,134.00
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities		53,134.00
Cash paid for purchasing fixed, intangible and other long-term assets	12,560,838.09	25,378,214.80
Cash paid for investment	2,000,000.00	
Net increase of mortgaged loans		
Net cash received from subsidiaries and other units obtained		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	14,560,838.09	25,378,214.80
Net cash flows arising from investing activities	-14,560,838.09	-25,325,080.80
III. Cash flows arising from financing activities		
Cash received from absorbing		

investment		
Including: Cash received from absorbing minority shareholders' investment by subsidiaries		
Cash received from loans	1,965,164,173.08	2,760,160,000.00
Cash received from issuing bonds		
Other cash received concerning financing activities	5,300,000.00	
Subtotal of cash inflow from financing activities	1,970,464,173.08	2,760,160,000.00
Cash paid for settling debts	2,014,800,000.00	2,684,000,000.00
Cash paid for dividend and profit distributing or interest paying	148,038,506.25	163,143,457.69
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities	11,309,958.60	
Subtotal of cash outflow from financing activities	2,174,148,464.85	2,847,143,457.69
Net cash flows arising from financing activities	-203,684,291.77	-86,983,457.69
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate	170,698.12	220,874.05
V. Net increase of cash and cash equivalents	-83,893,966.59	304,900,887.77
Add: Balance of cash and cash equivalents at the period -begin	1,016,326,480.06	568,494,957.02
VI. Balance of cash and cash equivalents at the period -end	932,432,513.47	873,395,844.79

8. Cash Flow Statement of parent company (from year-begin to end of this period)

In RMB

Item	Current Period	Last Period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	660,592,522.11	388,474,294.64

Write-back of tax received		
Other cash received concerning operating activities	160,498,932.06	623,782,976.85
Subtotal of cash inflow arising from operating activities	821,091,454.17	1,012,257,271.49
Cash paid for purchasing commodities and receiving labor service	486,124,655.15	323,930,341.25
Cash paid to/for staff and workers	50,738,270.93	58,251,874.68
Taxes paid	15,954,491.78	8,042,781.60
Other cash paid concerning operating activities	183,333,407.78	372,044,547.02
Subtotal of cash outflow arising from operating activities	736,150,825.64	762,269,544.55
Net cash flows arising from operating activities	84,940,628.53	249,987,726.94
II. Cash flows arising from investing activities:		
Cash received from recovering investment		
Cash received from investment income		
Net cash received from disposal of fixed, intangible and other long-term assets		52,000.00
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities		52,000.00
Cash paid for purchasing fixed, intangible and other long-term assets	276,403.60	925,054.98
Cash paid for investment	2,000,000.00	
Net cash received from subsidiaries and other units		
Other cash paid concerning investing activities		

Subtotal of cash outflow from investing activities	2,276,403.60	925,054.98
Net cash flows arising from investing activities	-2,276,403.60	-873,054.98
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Cash received from loans	1,520,000,000.00	1,954,000,000.00
Cash received from issuing bonds		
Other cash received concerning financing activities	5,300,000.00	
Subtotal of cash inflow from financing activities	1,525,300,000.00	1,954,000,000.00
Cash paid for settling debts	1,755,500,000.00	1,839,000,000.00
Cash paid for dividend and profit distributing or interest paying	103,820,617.30	115,101,312.76
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	1,859,320,617.30	1,954,101,312.76
Net cash flows arising from financing activities	-334,020,617.30	-101,312.76
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate	2,226.64	2,196.68
V. Net increase of cash and cash equivalents	-251,354,165.73	249,015,555.88
Add: Balance of cash and cash equivalents at the period -begin	675,408,711.65	332,803,493.04
VI. Balance of cash and cash equivalents at the period -end	424,054,545.92	581,819,048.92

II. Audit Report

Whether the third quarter report was audited or not

Yes No

The third quarter report of the Company has not been audited.