

Shenzhen Textile (Holdings) Co., Ltd.

The Third Quarterly Report 2017



October 2017

1 Important Notice

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

All the directors attended the board meeting for reviewing the Quarterly Report.

Mr.Zhu Jun, Person in charge of the Company, Mr. Zhu Meizhu, Chief financial officer and the Mrs. Mu Linying , the person in charge of the accounting department (the person in charge of the accounting)hereby confirm the authenticity and completeness of the financial report enclosed in this Quarterly Report .

This Report has been prepared in both Chinese and English , In case any discrepancy , the Chinese version shall prevail.

II. Main financial data and changes of shareholders

(1) Main financial data and financial index

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

Yes No

	As at the end of the reporting period	As at the end of last year	Changed (%) over end of prev. year	
Gross assets (RMB)	4,090,812,137.82	4,119,586,266.47	-0.70%	
Net assets attributable to the shareholders of the listed company (RMB)	2,372,792,289.14	2,339,554,176.31	1.42%	
	Reporting period	Increase/decrease over the same period of last year (%)	Between beginning of the year to the end of the report period	Changed (%) over end of prev. year
Operating income (RMB)	331,001,389.67	8.27%	1,070,339,146.54	24.77%
Net profit attributable to the shareholders of the listed company (RMB)	19,241,712.46	186.17%	33,699,554.09	164.28%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (RMB)	10,458,557.56	136.41%	6,172,371.21	110.10%
Cash flow generated by business operation, net (RMB)	--	--	-212,907,824.15	-338.46%
Basic earning per share(RMB/Share)	0.04	200.00%	0.07	170.00%
Diluted gains per share(RMB/Share)(RMB/Share)	0.04	200.00%	0.07	170.00%
Weighted average income/asset ratio (%)	0.81%	1.85%	1.43%	3.87%

Items and amount of non-current gains and losses

Applicable Not applicable

In RMB

Items	Amount (Year-beginning to	Notes
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	the end of the report period.)	
Non-current asset disposal gain/loss(including the write-off part for which assets impairment provision is made)	-1,891.59	
Government subsidy recognized in current gain and loss(excluding those closely related to the Company's business and granted under the state's policies)	7,044,206.96	
Gain/loss on entrusting others with investment or asset management	34,608,333.31	
Gain/loss on Contingent events irrelevant to the Company's normal business	418,132.96	
Other non-business income and expenditures other than the above	5,321,327.72	
Less :Influenced amount of income tax	1,795,610.24	
Influenced amount of minor shareholders' equity (after tax)	18,067,316.24	
Total	27,527,182.88	--

Explain the reasons if the Company classifies an item as an extraordinary gain/loss according to the definition in the Explanatory Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public-Extraordinary Gains and Losses, or classifies any extraordinary gain/loss item mentioned in the said explanatory announcement as a recurrent gain/loss item.

Applicable Not applicable

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

II.Total Shareholders and Shares Held by Top Ten Shareholders at the End of the Reporting Period

1. About Total Common Shareholders, Total Preference Shareholders with the Voting Power Recovered and the Shares Held by Top Ten Common Shareholders

In shares

Total number of common shareholders at the period-end	40,954	Total preference shareholders with the voting power recovered at the end of the reporting period(if any)	0			
Shares held by the top 10 shareholders						
Shareholder name	Properties of shareholder	Share proportion %	Quantity	Amount of tradable shares with Conditional held	Pledging or freezing	
					Status of the shares	Quantity

Shenzhen Investment Holdings Co., Ltd.	State-owned legal person	46.21%	234,069,436	0	
Shenzhen Shenchao Technology Investment Co., Ltd.	State-owned Legal person	3.18%	16,129,032	0	
Sun Huiming	Domestic Nature person	0.47%	2,396,826	0	
Liu Dongxia	Domestic Nature person	0.30%	1,523,900	0	
Su Yunze	Domestic Nature person	0.28%	1,401,500	0	
Zhu Ye	Domestic Nature person	0.26%	1,331,945	0	
Wang Mincang	Domestic Nature person	0.25%	1,280,236	0	
Hong Fan	Domestic Nature person	0.19%	972,400	0	
Su Zhifen	Domestic Nature person	0.19%	965,200	0	
Central Huijin Asset Management Co., Ltd.	State-owned Legal person	0.19%	958,300	0	

Shareholding of top 10 shareholders of unrestricted shares

Name of the shareholder	Quantity of unrestricted shares held at the end of the reporting period	Share type	
		Share type	Quantity
Shenzhen Investment Holdings Co., Ltd.	234,069,436	RMB Common shares	234,069,436
Shenzhen Shenchao Technology Investment Co., Ltd.	16,129,032	RMB Common shares	16,129,032
Sun Huiming	2,396,826	Foreign shares placed in domestic exchange	2,396,826
Liu Dongxia	1,523,900	RMB Common	1,523,900

		shares	
Su Yunze	1,401,500	RMB Common shares	1,401,500
Zhu Ye	1,331,945	RMB Common shares	1,331,945
Wang Mincang	1,280,236	RMB Common shares	1,280,236
Hong Fan	972,400	RMB Common shares	972,400
Su Zhifen	965,200	RMB Common shares	965,200
Central Huijin Asset Management Co., Ltd.	958,300	RMB Common shares	958,300
Explanation on shareholders participating in the margin trading business	Shenzhen Shenchao Technology Investment Co., Ltd. is a wholly-owned subsidiary of Shenzhen Investment Holdings Co., Ltd. and a person taking concerted action. Except this, the Company did not whether there is relationship between the top ten shareholders holding non-restricted negotiable shares and between the top ten shareholders holding non-restricted negotiable shares and the top 10 shareholders or whether they are persons taking concerted action defined in Regulations on Disclosure of Information about Shareholding of Shareholders of Listed Companies.		
Participation of top 10 unconditional common share shareholders in securities margin trading (if any)	The Company Shareholder Liu Dongxia holds 1,523,900 shares of the Company through stock account with credit transaction , The Company Shareholder Zhu Ye holds 1,331,945 shares of the Company through stock account with credit transaction. The Company Shareholder Wang Mincang holds 780,036 shares of the Company through stock account with credit transaction.		

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

Yes No

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

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

Applicable Not applicable

III Significant Events

I. Major changes of main accounting statement items and financial indicators in the reporting period, as well as reasons for the changes

Applicable Not applicable

1. The closing balance of Notes receivable is RMB 27.8416 million, decreased by 33.57% compared with the beginning of the year, Mainly due to the maturity of the notes during the reporting period;
2. The closing balance of advance payment is RMB45.2897 million, increased by 568.65% compared with the beginning of the year, Mainly due to the increase in the advance payment in import and export trade and the increase in the pre-paid equipment payment for the II phase project of TFT-LCD polarizer;
3. The closing balance of interest receivable is RMB13.9065 million, increased by 109.03% compared with the beginning of the year, Mainly due to the provision for the interest on deposit in the reporting period;
4. The closing balance of Other account receivables is RMB 148.7362 million, increased by 121.09% compared with the beginning of the year, Mainly due to the increase in the money used for the technology and management services in the construction period and the whole process of putting-into production to the mass production of the light guide plate project and the reflective film project of Kunshan Jinlin and Zhejiang Jin Hao;
5. The closing balance of Construction in progress is RMB 283.8712 million, increased by 136.95% compared with the beginning of the year, Mainly due to the increase in the investment for the construction of TFT-LCD polarizer Phase II project;
6. The closing balance of Short-term bank loan facilities is RMB 46.6047 million, increased by 277.8% compared with the beginning of the year, Mainly due to the increase in the documentary bills payment for the import of raw materials;
7. The closing balance of account payable is RMB 120.0998 million, decreased by 31.55% compared with the beginning of the year, Mainly due to the payment of accounts payable during the reporting period;
8. The closing balance of Advances from customers is RMB51.5402 million, increased by 70.11% compared with the beginning of the year, Mainly due to the increase in advances on sales in the import and export trade;
9. The closing balance of Employee benefits payable is RMB19.141 million, decreased by 30.09% compared with the beginning of the year, Mainly due to the payment of staff salaries during the reporting period;
10. Financial expenses in current period increased by RMB-22.0509 million and 325.82% year on year, mainly

due to the increase in interest income and the decrease in exchange losses during the reporting period;

11. Impairment loss of assets in current period increased by RMB38.8051 million and 147.24% year on year,

Mainly due to the provision for bad debts and the increase in inventory falling price reserves;

12. Investment Income in current period increased by RMB36.6708 million and 792.44% year on year, Mainly due to the increase in proceeds in the trust wealth management during the reporting period;

13. Income tax expenses in current period increased by RMB10.6192 million and 38.22% year on year, Mainly due to the increase in taxable income during the reporting period;

14. The net cash flows from operating activities in current period decreased by RMB-212.9078 million and 338.46% year on year, Mainly due to the increase in the money used for the technology and management services in the construction period and the whole process of putting-into production to the mass production of the light guide plate project and the reflective film project of Kunshan Jinlin and Zhejiang Jin Hao;

15. The net cash flows from financing activities in current period increased by RMB1.8038 million and 102.34% year on year, Mainly due to more cash paid for the repayment of debt in the same period last year.

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

√ Applicable Not applicable

(1) Progress information about the second phase of No.6 line TFT-LCD polarizer project

As of September 30, 2017, the construction of the Phase II project of No.6 line has been carried out according to the schedule, and the purification project and the procurement, installation and acceptance of the main equipment and auxiliary equipment were completed, the whole production line commissioning was complete, the sample had passed the product reliability test, and currently it's undergoing the speeding-up test and the trial production of new product.

As of September 30, 2017, the accumulated investment for second phase of No.6 line project was RMB 503.8026 million, accounting for 71.94% of the adjusted total investment of RMB 700.34 million. Thereinto, the use of raised funds was RMB 166.8024 million and the self-own funds and government funds used were RMB 337.0002 million.

(2) Progress in the construction of Guanhua Building

At the 11th meeting of the fifth session of the Board of Directors of the Company, the "Proposal about cooperative development and construction of Guanhua Building" was examined and approved, agreed that the company contributed RMB 42.21 million in cooperation with Hong Kong Qiao Hui Industrial Co., Ltd and Shenzhen Guanhua Printing & Dyeing Co., Ltd to develop and construct Guanhua Building project. The project construction started on October 15, 2011, and currently, the construction project completion of acceptance for the

record was obtained on June 26, 2017, Currently, the project has been completed, and it's undergoing the project settlement, and the settlement draft for examination has been completed and sent to the Project Cost Reviewing Station of Nanshan District for reviewing.

On August 24, 2017, the Proposal about Increasing Investment in Guan Hua Building Project was examined and approved in the third meeting of the 7th board of directors, agreed to increase the total investment in Guanhua Building project from RMB 84.15 million to RMB 122.94 million, of which the proportion of equity the company has is 50.16%, therefore it's estimated that RMB 19.46 million shall be contributed, yet the actual investment shall be based on the final settlement amount of the project. For details Juchao Website: (<http://www.cninfo.com.cn>. (Announcement No.2017--47).

(3)Matters relating to the signing of the cooperation agreement by a subsidiary

As of September 30, 2017, the light guide plate production line project (Phase I) cooperated between the company's holding subsidiary-Shenzhen Shengbo Optoelectronic Technology Co., Ltd and Kunshan Jinlin Optoelectronic Materials Co., Ltd, and the LCD reflective film production line project (Phase I) cooperated between Shenzhen Shengbo Optoelectronic Technology Co., Ltd and Zhejiang Jin Hao Optoelectronic Materials Co., Ltd have been in smooth progress. Shengbo Optoelectronic performed the technical guidance and project management services stipulated in the agreement and respectively received the RMB 3 million fees and the RMB 2.6 million fees for service of production line construction.

Shengbo Optoelectronic will continue to provide technical guidance for the construction of the second-time matching project of the light guide plate production line; speed up the installation and commissioning of the three production lines of liquid crystal reflective film production line project; meanwhile will assist the two projects to complete the acceptance work, supervising the equipment debugging and raw material preparation and the completion of first batch products.

Overview of material matters	Date of disclosing	Description of the website for disclosing provisional announcements
Matters relating to the signing of the cooperation agreement by a subsidiary	June 10,2017	(www.cninfo.com.cn), Announcement No.: 2017-29
Increasing investment in Guan Hua Building Project	August 26,2017	(www.cninfo.com.cn), Announcement No.: 2017-47

III. Commitments finished in implementation by the Company, shareholders, actual controller, acquirer, directors, supervisors, senior executives or other related parties in the reporting period and commitments unfinished in implementation at the end of the reporting period

√Applicable □Not applicable

Commitment	Commitment maker	Type	Contents	Time of making commitment	Period of commitment	Fulfillment
Commitment on share reform	Shenzhen Investment Holdings Co., Ltd.	Share reduction commitment	As Shenzhen Investment Holdings Co., Ltd., the controlling shareholder of the company, committed when the restricted-for-sale shares from the shares restructuring were listed for circulation in the market: i. if they plan to sell the shares through the securities exchange system in the future, and the decrease of the shares they hold reaches 5% within 6 months after the first decrease, they will disclose an announcement indicating the sale through the company within two trading days before the first decrease; ii. They shall strictly observe the “Guidelines on Transfer of Restricted-for-sale Original Shares of Listed Companies” and the provisions of the relevant business principles of Shenzhen Stock Exchange.	August 4, 2006	Sustained and effective	Under Fulfillment
Commitment in the acquisition report or the report on equity changes						
Commitment made upon the assets replacement	Shenzhen Textile(Holdings) Co., Ltd.	No major asset restructuring commitments	The company, according to the relevant provisions of Measures for the Administration of Major Asset Restructuring of Listed Companies, No.10 Guidelines for Business Handling of Listed Companies- Major Asset Restructuring and No.9 Business Memorandum of Main Board Information Disclosure-Suspending Stock-trading for Listed Companies, committed that the company shall not plan a major asset restructuring matter in 2 months commenced from the date of termination of the major asset restructuring namely the date of announcement on resuming the company's stock trading.	December 19,2016	February 18,2017	Fulfilled
Commitments made upon issuance	Shenzhen Investment Holdings	Commitments on horizontal	Shenzhen Investment Holdings Co., Ltd. signed a “Letter of Commitment and Statement on Horizontal Competition Avoidance” when the company issued non-public stocks in 2009.	October 9, 2009	Sustained and effective	Under Fulfillment

	Co., Ltd.	competiti on, related transactio n and capital occupatio n	Pursuant to the Letter of Commitment and Statement, Shenzhen Investment Holdings Co., Ltd. and its wholly owned subsidiary, subsidiaries under control or any other companies that have actual control of it shall not be involved in the business the same as or similar to those Shenzhen Textile currently or will run in the future, or any businesses or activities that may constitute direct or indirect competition with Shenzhen Textile; if the operations of Shenzhen Investment Holdings Co., Ltd. and its wholly owned subsidiaries, subsidiaries under control or other companies that have actual control of it compete with Shenzhen Textile in the same industry or contradict the interest of the issuer in the future, Shenzhen Investment Holdings Co., Ltd. shall urge such companies to sell the equity, assets or business to Shenzhen Textile or a third party; when the horizontal competition may occur due to the business expansion concurrently necessary for Shenzhen Investment Holdings Co., Ltd. and its wholly owned subsidiaries, subsidiaries under control or other companies that have actual control of it and Shenzhen Textile, Shenzhen Textile shall have priority.			
	Shenzhen Investme nt Holdings Co., Ltd.	Commit ments on horizonta l competiti on, related transactio n and capital occupatio n	The commitments during the period non-public issuance in 2012: 1. Shenzhen Investment Holdings, as the controlling shareholder of Shenzhen Textile, currently hasn't the production and business activities of inter-industry competition with Shenzhen Textile or its share-holding subsidiary. 2. Shenzhen Investment Holdings and its share-holding subsidiaries or other enterprises owned the actual control rights can't be directly and indirectly on behalf of any person, company or unit to engage in the same or similar business in any districts in the future by the form of share-holding, equity participation, joint venture, cooperation, partnership, contract, lease, etc., and ensure not to use the controlling shareholder's status to damage the legitimate rights and interests of Shenzhen Textile and	July 14, 2012	Sustained and effective	Under Fulfillme nt

			<p>other shareholders, or to gain the additional benefits. 3. If there will be the situation of inter-industry competition with Shenzhen Textile for Shenzhen Investment Holdings and its share-holding subsidiaries or other enterprises owned the actual control rights in the future, Shenzhen Investment Holdings will promote the related enterprises to avoid the inter-industry competition through the transfer of equity, assets, business and other ways. 4. Above commitments will be continuously effective and irrevocable during Shenzhen Investment Holdings as the controlling shareholder of Shenzhen Textile or indirectly controlling Shenzhen Textile.</p>			
Equity incentive commitment						
Other commitments made to minority shareholders						
Executed timely or not?	Yes					
If the commitments failed to complete the execution when expired, should specifically explain the reasons of unfulfillment and the net stage of the working plan	Nil					

IV. Prediction of Business performance for 2017

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

Applicable Not applicable

V. Investment in securities

Applicable Not applicable

No Securities investment in period

VI. Investment in derivatives

Applicable Not applicable

There is no derivative investment during the report period.

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

Applicable Not applicable

The Period has no research, communication and written inquiry from the investors in the report period.

VIII. External guarantee get out of line

Applicable Not applicable

The Company has no external guarantee get out of the line in the Period

IX. Controlling shareholder and its related parties occupying non-business capital of the listed company

Applicable Not applicable

There are no controlling shareholder and its related parties occupying non-business capital of the listed company in Period

X. Implementation of the social Responsibility of taking targeted measures to alleviate poverty in light of local Conditions.

In The report third quarter, the company neither carried out the work of taking targeted measures to alleviate poverty in light of local conditions nor has such a plan.

IV. Financial Statement

I. Financial statement

1. Consolidated balance sheet

Prepared by: Shenzhen Textile (Holdings) Co., Ltd.

September 30, 2017

In RMB

Items	At the end of term	Beginning of term
Current asset:		
Cash and bank balances	738,680,258.46	933,856,912.73
Settlement provision		
Outgoing call loan		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable	27,841,646.61	41,908,315.45
Account receivable	207,416,991.29	220,222,019.41
Advance payments	45,289,657.02	6,773,323.14
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Interest receivable	13,906,502.89	6,652,883.11
Dividend receivable		
Other account receivable	148,736,217.71	67,272,556.72
Securities purchased under agreements to resell		
Inventories	294,949,012.98	283,371,714.07
Held-for-sale assets		
Current portion of non-current assets		
Other current asset	1,377,587,745.47	1,428,043,157.76
Total of current assets	2,854,408,032.43	2,988,100,882.39
Non-current assets:		
Loans and advances		
Available-for-sale financial assets	41,861,497.86	41,565,777.96

Held-to-maturity investments		
Long-term receivable		
Long term share equity investment	23,410,130.61	24,849,311.00
Property investment	174,164,730.08	179,324,547.77
Fixed assets	671,313,620.02	723,685,287.56
Construction in progress	283,871,249.07	119,804,231.43
Engineering material		
Fixed assets pending for disposal	10,418.34	
Productive biological assets		
Gas & petrol		
Intangible assets	39,194,766.13	39,698,654.32
Research and Development Expenditures		
Goodwill		
Long-term prepaid expenses	1,095,259.58	973,081.68
Deferred income tax	1,482,433.70	1,584,492.36
Other non-current asset		
Total of non-current assets	1,236,404,105.39	1,131,485,384.08
Total of assets	4,090,812,137.82	4,119,586,266.47
Current liabilities		
Short-term bank loan facilities	46,604,711.14	12,335,695.77
Borrowings from central bank		
Deposits and placements from other financial institutions		
Placement from banks and other financial institution		
Financial liabilities at fair value through profit and loss		
Derivative financial liabilities		
Notes payable		
Account payable	120,099,828.13	175,461,715.72
Advances from customers	51,540,212.07	30,297,446.49
Securities sold under agreement to repurchase		
Fees and commissions payable		
Payroll payable	19,140,955.38	27,379,719.86

Taxes and surcharges payable	8,363,004.93	13,995,726.19
Interest payable	45,182,195.67	42,842,605.52
Dividend payable		
Other payable	134,454,127.07	147,108,590.19
Reinsurance amounts payable		
Provision of insurance contract		
Securities brokering		
Securities underwriting		
Held-for-sale liabilities		
Current portion of non-current liabilities		40,000,000.00
Other current liability		
Total of current liability	425,385,034.39	489,421,499.74
Non-current liabilities:		
Long-term bank loan facilities	80,000,000.00	80,000,000.00
Bond payable		
Including: preferred stock		
Perpetual capital securities		
Long-term payable		
Long-term employee benefits payable		
Grants payable		
Provisions		
Deferred income	106,690,074.66	110,045,784.62
Deferred tax liabilities		
Other non-current liabilities		
Total non-current liabilities	186,690,074.66	190,045,784.62
Total of liability	612,075,109.05	679,467,284.36
Equity		
Share capital	506,521,849.00	506,521,849.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Reserves	1,837,205,251.95	1,837,205,251.95
Less: treasury shares		
Other comprehensive income	2,930,780.81	3,392,222.07

Specialized reserve		
Surplus reserves	73,710,682.05	73,710,682.05
General risk reserve		
Retained earnings	-47,576,274.67	-81,275,828.76
Equity contributable to parent company	2,372,792,289.14	2,339,554,176.31
Minority interests	1,105,944,739.63	1,100,564,805.80
Total equity	3,478,737,028.77	3,440,118,982.11
Total liabilities and equity	4,090,812,137.82	4,119,586,266.47

Legal Representative: Zhu Jun Person in charge of accounting: Zhu Meizhu Accounting Dept Leader: Mu Linying

2.Parent Company Balance Sheet

In RMB

Items	Year-end balance	Year-beginning balance
Current asset:		
Cash and bank balances	384,403,765.53	440,685,610.11
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable		1,000,000.00
Account receivable	527,608.13	492,974.01
Advance payments	1,966,498.58	120,000.00
Interest receivable	10,534,590.29	3,218,526.94
Dividend receivable		
Other receivable	10,560,816.69	12,524,256.75
Inventories		
Held-for-sale assets		
Current portion of non-current assets		
Other current asset	110,000,000.00	30,000,000.00
Total of current assets	517,993,279.22	488,041,367.81
Non-current assets:		
Available-for-sale financial assets	40,361,497.86	40,065,777.96
Held-to-maturity investments		
Long-term receivable		
Long term share equity investment	1,987,633,897.22	1,989,073,077.61

Property investment	167,483,220.45	172,279,313.75
Fixed assets	26,236,800.81	27,403,189.39
Construction in progress		
Engineering material		
Fixed assets pending for disposal		
Productive biological assets		
Gas & petrol		
Intangible assets	1,513,538.40	1,345,846.59
Research and Development Expenditures		
Goodwill		
Long-term prepaid expenses		
Deferred income tax	947,888.38	1,919,804.30
Other non-current asset		
Total of non-current assets	2,224,176,843.12	2,232,087,009.60
Total of assets	2,742,170,122.34	2,720,128,377.41
Current liabilities		
Short-term bank loan facilities		
Financial liabilities at fair value through profit and loss		
Derivative financial liabilities		
Notes payable		
Account payable	411,743.57	411,743.57
Advances from customers	639,024.58	639,024.58
Payroll payable	3,743,201.58	6,533,138.24
Tax payable	4,594,746.59	4,398,387.25
Interest payable		
Dividend payable		
Other payable	100,806,539.86	120,954,892.58
Held-for-sale liabilities		
Current portion of non-current liabilities		
Other current liability		
Total of current liability	110,195,256.18	132,937,186.22
Non-current liabilities:		
Long-term bank loan facilities		

Bond payable		
Including: preferred stock		
Perpetual capital securities		
Long-term payable		
Long-term employee benefits payable		
Grants payable		
Provisions		
Deferred income		
Deferred income tax		
Other non-current liabilities		
Total of Non-current liabilities		
Total of liability	110,195,256.18	132,937,186.22
Equity		
Share capital	506,521,849.00	506,521,849.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Reserves	1,576,547,075.96	1,576,547,075.96
Less: treasury shares		
Other comprehensive income	2,930,780.81	3,392,222.07
Specialized reserve		
Surplus reserves	73,710,682.05	73,710,682.05
Retained earnings	472,264,478.34	427,019,362.11
Total equity	2,631,974,866.16	2,587,191,191.19
Total liabilities and equity	2,742,170,122.34	2,720,128,377.41

3.Consolidated Income statement of the Report period

In RMB

Items	Amount in this period	Amount in last period
I. Revenue	331,001,389.67	305,710,856.98
Including: business revenue	331,001,389.67	305,710,856.98
Interest income		
Premiums earned		

Fees and commissions income		
II. Total operating cost	315,237,699.19	332,838,956.11
Including: Cost of sales	285,392,459.66	293,161,084.08
Interest expense		
Fees and commissions expense		
Cash surrender amount		
Net expenses of claim settlement		
Net provisions for insurance contract reserves		
Policy dividend expenses		
Reinsurance expenses		
Business taxes and surcharges	2,418,395.81	676,740.73
Selling expenses	2,289,553.93	2,395,071.28
Administrative expense	27,005,561.29	28,691,827.56
Financial expenses	-10,013,576.23	792,176.38
Impairment loss on assets	8,145,304.73	7,122,056.08
Add: Gain from fair-value changes("“for loss)		
Investment income("“for loss)	13,715,772.77	1,841,836.25
Including: investment income from associates and joint ventures	-268,250.53	495,803.23
Gain on foreign exchange("“for loss)		
Other income	1,900,245.06	
III. Operating profit (“-” for loss)	31,379,708.31	-25,286,262.88
Add:Non-operating income	-460,271.44	6,410,060.11
Including: Gains from disposal of non-current assets		
Less: Non business expenses	1,500,120.00	9,247.31
Incl: Loss from disposal of non-current assets	120.00	-7,081.98
IV. Profit before tax("“for loss)	29,419,316.87	-18,885,450.08
Less: Income tax expense	2,876,264.57	3,445,611.63
V. Net profit (““for net loss)	26,543,052.30	-22,331,061.71
Net profit attributable to the owners of parent company	19,241,712.46	-22,331,061.71

Minority interests	7,301,339.84	
VI. Other comprehensive income after tax	-387,412.35	1,836,791.59
Net of profit of other comprehensive income attributable to owners of the parent company	-387,412.35	1,836,791.59
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period		
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
(II) Other comprehensive income that will be reclassified into profit or loss.	-387,412.35	1,836,791.59
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2.Gains and losses from changes in fair value available for sale financial assets	-103,501.96	1,648,638.44
3.Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
4.The effective portion of cash flow hedges and losses		
5.Translation differences in currency financial statements	-283,910.39	188,153.15
6.Other		
Net after-tax of other comprehensive income attributable to Minority shareholders' equity		
VII. Total comprehensive income	26,155,639.95	-20,494,270.12
Total comprehensive income	18,854,300.11	-20,494,270.12

attributable to the owner of the parent company		
Total comprehensive income attributable minority shareholders	7,301,339.84	
VIII. Earnings per share		
(I) Basic earnings per share	0.04	-0.04
(II) Diluted earnings per share	0.04	-0.04

Legal Representative: Zhu Jun Person in charge of accounting: Zhu Meizhu Accounting Dept Leader: Mu Linying

4. Income statement of the Parent Company of the Report period

In RMB

Items	Amount in this period	Amount in last period
I. Revenue	16,416,906.14	16,253,921.81
Less: Business cost	4,787,245.13	3,770,559.95
Business tax and surcharge	927,123.27	574,926.95
Selling expenses		
Administrative expense	5,712,438.73	5,639,121.85
Financial expenses	-3,566,528.25	-1,597,590.78
Impairment loss on assets	60,186.86	-3,322,787.77
Add: Gain from fair-value changes ("-" for loss)		
Investment income ("-" for loss)	18,965,349.31	1,164,195.72
Including: investment income from associates and joint ventures	-268,250.53	495,803.23
Other income		
II. Operational profit ("-" for loss)	27,461,789.71	12,353,887.33
Add: Non-operating income		
Including: Gains from disposal of non-current assets		
Less: Non-operating expenses		
Incl: Loss from disposal of non-current assets		
III. Profit before tax ("-" for loss)	27,461,789.71	12,353,887.33
Less: Income tax expense	2,012,344.53	2,964,521.03
IV. Net profit ("-" for net loss)	25,449,445.18	9,389,366.30

V.Net of profit of other comprehensive income	-387,412.35	1,836,791.59
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period		
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
(II) Other comprehensive income that will be reclassified into profit or loss.	-387,412.35	1,836,791.59
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2.Gains and losses from changes in fair value available for sale financial assets	-103,501.96	1,648,638.44
3.Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
4.The effective portion of cash flow hedges and losses		
5.Translation differences in currency financial statements	-283,910.39	188,153.15
6.Other		
VI. Total comprehensive income	25,062,032.83	11,226,157.89
VII. Earnings per share:		
(I) Basic earnings per share		
(II)Diluted earnings per share		

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

In RMB

Items	Amount in this period	Amount in last period
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I.Revenue	1,070,339,146.54	857,868,442.54
Including: Operating income	1,070,339,146.54	857,868,442.54
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	1,062,920,000.87	915,401,781.55
Including: Operating cost	963,009,655.45	804,410,781.72
Interest expense		
Commission chare and commission expense		
Insurance discharge payment		
Net claim amount paid		
Insurance policy dividend paid		
Insurance policy dividend paid		
Reinsurance expenses		
Business tax and surcharge	9,007,413.66	3,803,678.76
Selling expenses	6,296,597.07	6,911,080.91
Administrative expense	67,852,129.78	74,816,082.68
Financial expenses	-22,050,932.81	9,764,993.94
Asset impairment loss	38,805,137.72	15,695,163.54
Add: Gains from change of fir value (“-”for loss)		
Investment gain (“-”for loss)	36,670,808.16	4,109,029.54
Incl: investment gains from affiliates	-48,134.90	1,207,801.57
Gains from currency exchange (“-”for loss)		
Other income	7,044,206.96	
III. Operational profit (“-”for loss)	51,134,160.79	-53,424,309.47
Add: Non-business income	68,148.33	8,708,280.52
Incl: Gains from disposal of non-current assets	1,510.00	
Less: Non business expenses	1,503,598.36	30,077.09
Incl: Loss from disposal of	3,401.59	13,688.95

non-current assets		
IV.Total profit("-"for loss)	49,698,710.76	-44,746,106.04
Less: Income tax expenses	10,619,222.84	7,682,807.07
V. Net profit ("-"for net loss)	39,079,487.92	-52,428,913.11
Net profit attributable to the owners of parent company	33,699,554.09	-52,428,913.11
Minority shareholders' equity	5,379,933.83	
VI. Net after-tax of Other comprehensive income	-461,441.26	-172,642.47
Net after-tax of other comprehensive income attributable to owners of the parent company.	-461,441.26	-172,642.47
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period		
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
(II) Other comprehensive income that will be reclassified into profit or loss.	-461,441.26	-172,642.47
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2.Gains and losses from changes in fair value available for sale financial assets	221,789.93	-591,439.80
3.Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
4.The effective portion of cash flow hedges and losses		
5.Translation differences in currency financial statements	-683,231.19	418,797.33

6.Other		
Net after-tax of other comprehensive income attributable to Minority shareholders' equity		
VII. Total comprehensive income	38,618,046.66	-52,601,555.58
Total comprehensive income attributable to the owner of the parent company	33,238,112.83	-52,601,555.58
Total comprehensive income attributable minority shareholders	5,379,933.83	
VIII. Earnings per share		
(I) Basic earnings per share	0.07	-0.10
(II) Diluted earnings per share	0.07	-0.10

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

In RMB

Items	Amount in this period	Amount in last period
I. Revenue	48,266,504.17	47,852,981.99
Less: Business cost	10,870,510.97	9,424,664.27
Business tax and surcharge	2,291,747.22	2,837,268.54
Selling expenses		
Administrative expense	16,100,877.53	17,241,163.36
Financial expenses	-9,928,250.42	-9,259,975.56
Asset impairment loss	-3,591,943.81	-3,306,538.05
Add: Gains from change of fair value ("-" for loss)		
Investment gain ("-" for loss)	21,112,051.38	3,431,389.01
Incl: investment gains from affiliates	-48,134.90	1,207,801.57
Other income		
II. Operational profit	53,635,614.06	34,347,788.44
Add: Non-business income	1,510.00	
Incl: Gains from disposal of non-current assets	1,510.00	
Less: Non business expenses	1,582.15	13,422.71
Incl: Loss from disposal of	1,582.15	13,422.71

non-current assets		
III.Total profit	53,635,541.91	34,334,365.73
Less: Income tax expenses	8,390,425.68	6,060,543.41
IV. Net profit	45,245,116.23	28,273,822.32
V. Net after-tax of Other comprehensive income	-461,441.26	-172,642.47
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period		
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
(II) Other comprehensive income that will be reclassified into profit or loss.	-461,441.26	-172,642.47
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2.Gains and losses from changes in fair value available for sale financial assets	221,789.93	-591,439.80
3.Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
4.The effective portion of cash flow hedges and losses		
5.Translation differences in currency financial statements	-683,231.19	418,797.33
6.Other		
VI.Total comprehensive income	44,783,674.97	28,101,179.85
VII.Earnings per share		
(I) Basic earnings per share		
(II)Diluted earnings per share		

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

In RMB

Items	Amount in this period	Amount in last period
I.Cash flows from operating activities		
Cash received from sales of goods or rendering of services	1,124,801,981.04	824,006,721.12
Net increase of customer deposits and capital kept for brother company		
Net increase of loans from central bank		
Net increase of inter-bank loans from other financial bodies		
Cash received against original insurance contract		
Net cash received from reinsurance business		
Net increase of client deposit and investment		
Net increase of the financial assets that are measured at fair value and whose movement is counted to the current gain and loss		
Cash received as interest, processing fee and commission		
Net increase of inter-bank fund received		
Net increase of repurchasing business		
Tax returned	37,074,063.06	62,673,571.10
Other cash received from business operation	79,873,288.20	60,039,821.23
Sub-total of cash inflow	1,241,749,332.30	946,720,113.45
Cash paid for purchasing of merchandise and services	1,031,529,910.73	792,062,055.43
Net increase of client trade and advance		
Net increase of savings in central bank and brother company		

Cash paid for original contract claim		
Cash paid for interest, processing fee and commission		
Cash paid for policy dividend		
Cash paid to staffs or paid for staffs	102,698,032.16	98,087,526.79
Taxes paid	128,736,026.79	27,472,449.31
Other cash paid for business activities	191,693,186.77	77,655,857.41
Sub-total of cash outflow from business activities	1,454,657,156.45	995,277,888.94
Cash flow generated by business operation, net	-212,907,824.15	-48,557,775.49
II.Cash flow generated by investing		
Cash received from investment retrieving		25,760,086.27
Cash received as investment gains	5,713,598.83	2,187,491.10
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	1,510.00	160.00
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received	2,448,723,939.45	460,677,646.90
Sub-total of cash inflow due to investment activities	2,454,439,048.28	488,625,384.27
Cash paid for construction of fixed assets, intangible assets and other long-term assets	155,985,884.39	96,613,162.71
Cash paid as investment		
Net increase of loan against pledge		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities	2,281,069,933.33	368,000,000.00
Sub-total of cash outflow due to investment activities	2,437,055,817.72	464,613,162.71
Net cash flow generated by investment	17,383,230.56	24,012,221.56
III.Cash flow generated by financing		

Cash received as investment		
Incl: Cash received as investment from minor shareholders		
Cash received as loans	102,114,112.05	224,798,737.66
Cash received from bond placing		
Other financing –related ash received	6,809,000.00	
Sub-total of cash inflow from financing activities	108,923,112.05	224,798,737.66
Cash to repay debts	106,864,967.87	301,706,189.01
Cash paid as dividend, profit, or interests		
Incl: Dividend and profit paid by subsidiaries to minor shareholders		
Other cash paid for financing activities	254,321.38	88,581.31
Sub-total of cash outflow due to financing activities	107,119,289.25	301,794,770.32
Net cash flow generated by financing	1,803,822.80	-76,996,032.66
IV. Influence of exchange rate alternation on cash and cash equivalents	-1,455,883.48	932,934.94
V.Net increase of cash and cash equivalents	-195,176,654.27	-100,608,651.65
Add: balance of cash and cash equivalents at the beginning of term	930,114,436.57	748,658,875.60
VI ..Balance of cash and cash equivalents at the end of term	734,937,782.30	648,050,223.95

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

In RMB

Items	Amount in this period	Amount in last period
I.Cash flows from operating activities		
Cash received from sales of goods or rendering of services	49,895,645.32	48,347,776.50
Tax returned		
Other cash received from business operation	16,881,970.49	108,432,069.49

Sub-total of cash inflow	66,777,615.81	156,779,845.99
Cash paid for purchasing of merchandise and services	3,829,810.68	4,167,353.86
Cash paid to staffs or paid for staffs	12,300,082.40	12,477,129.52
Taxes paid	12,437,816.73	18,088,042.80
Other cash paid for business activities	15,990,242.25	17,243,692.79
Sub-total of cash outflow from business activities	44,557,952.06	51,976,218.97
Cash flow generated by business operation, net	22,219,663.75	104,803,627.02
II.Cash flow generated by investing		
Cash received from investment retrieving		25,760,086.27
Cash received as investment gains	4,879,575.52	9,985,869.61
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	1,510.00	
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received	80,589,678.73	260,000,006.38
Sub-total of cash inflow due to investment activities	85,470,764.25	295,745,962.26
Cash paid for construction of fixed assets, intangible assets and other long-term assets	3,972,272.58	3,765,057.80
Cash paid as investment		208,000,000.00
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities	160,000,000.00	60,000,000.00
Sub-total of cash outflow due to investment activities	163,972,272.58	271,765,057.80
Net cash flow generated by investment	-78,501,508.33	23,980,904.46
III.Cash flow generated by financing		
Cash received as investment		

Cash received as loans		
Cash received from bond placing		
Other financing –related ash received		
Sub-total of cash inflow from financing activities		
Cash to repay debts		
Cash paid as dividend, profit, or interests		
Other cash paid for financing activities		
Sub-total of cash outflow due to financing activities		
Net cash flow generated by financing		
IV. Influence of exchange rate alternation on cash and cash equivalents		
V.Net increase of cash and cash equivalents	-56,281,844.58	128,784,531.48
Add: balance of cash and cash equivalents at the beginning of term	440,685,610.11	271,582,749.03
VI ..Balance of cash and cash equivalents at the end of term	384,403,765.53	400,367,280.51

II. Auditor's report

Whether the Q3 report is audited

Yes No

The Q3 Report is not audited.

The Board of Directors of Shenzhen Textile (Holdings) Co., Ltd.

October 28,2017