



**Shenzhen Tellus Holding Co., Ltd.**

**First Quarterly Report 2017**

**April 2017**

## **Section I. Important Notes**

**Board of Directors and the Supervisory Committee of Shenzhen Tellus Holding Co., Ltd. (hereinafter referred to as the Company) and its directors, supervisors and senior executives should guarantee the reality, accuracy and completion of the quarterly report, there are no any fictitious statements, misleading statements or important omissions carried in this report, and shall take legal responsibilities, individual and/or joint.**

**All Directors are attended the Board Meeting for Quarterly Report deliberation. Lv Hang, Person in charge of the Company, Yang Jianping, person in charge of accounting works, and Liu Yuhong, person in charge of accounting organ (accounting officer) hereby confirm that the Financial Report of this Quarterly Report is authentic, accurate and complete.**

## Section II. Company Profile

### I. Main accounting data and financial indexes

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	Same period of last year	Changes of this period over same period of last year
Operating income (RMB)	81,147,771.18	79,720,863.02	1.79%
Net profit attributable to shareholders of the listed company(RMB)	4,494,980.27	6,162,157.52	-27.06%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	4,075,861.27	5,079,579.34	-19.76%
Net cash flow arising from operating activities(RMB)	6,177,082.70	3,260,759.65	89.44%
Basic earnings per share (RMB/Share)	0.0151	0.0207	-27.05%
Diluted earnings per share (RMB/Share)	0.0151	0.0207	-27.05%
Weighted average ROE	0.50%	0.71%	-0.21%
	At the end of the reporting period	At the end of last year	Changes of this period-end over same period-end of last year
Total assets (RMB)	1,178,813,570.83	1,189,001,074.98	-0.86%
Net assets attributable to shareholder of listed company (RMB)	899,857,595.22	895,362,614.95	0.50%

Items of non-recurring gains and losses

Applicable  Not applicable

In RMB

Item	Amount from year-begin to period-end	Note
Gains/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	-6,919.80	
Profit and loss of assets delegation on others' investment or management	422,531.51	Income from guarantee financial products
Other non-operating income and expenditure except for the aforementioned items	26,272.87	
Less: Impact on income tax	6,170.86	

Impact on minority shareholders' equity (post-tax)	16,594.72	
Total	419,119.00	--

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. Total number of shareholders at the end of this report period and top ten shareholders

### 1. Number of common shareholders and preference shareholders with voting rights recovered and top ten common shareholders

In shares

Total number of common shareholders at the end of report period		60,327	Total preference shareholders with voting rights recovered at end of reporting period (if applicable)		0	
Top ten shareholders						
Shareholder's name	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
SHENZHEN SDG CO., LTD.	State-owned corporation	49.09%	145,925,256	6,000,000		
Shenzhen Zhiyuan Fuhai Jewelry Industry Investment Enterprises (limited partnership)	Domestic non-state-owned corporation	23.88%	71,000,000	71,000,000		
KGI ASIA LIMITED	Foreign corporation	0.88%	2,603,506			
GUOTAIJUNAN SECURITIES(HONGKONG) LIMITED	Foreign corporation	0.32%	956,740			
Li Guangxin	Domestic nature	0.26%	761,161			

	person					
Weng Zhengwen	Foreign nature person	0.19%	579,028			
He Xing	Domestic nature person	0.10%	300,000			
Zeng Huiming	Foreign nature person	0.09%	270,000			
Huang Chuyun	Domestic nature person	0.09%	266,500			
Agricultural Bank of China—CSI 500 Exchange Traded Funds	Other	0.07%	216,800			
Top ten shareholders with unrestricted shares held						
Shareholder's name	Amount of unrestricted shares held	Type of shares				
		Type	Amount			
SHENZHEN SDG CO., LTD.	139,925,256	RMB ordinary shares				
KGI ASIA LIMITED	2,603,506	Domestically listed foreign shares	2,603,506			
GUOTAIJUNAN SECURITIES(HONGKONG) LIMITED	956,740	Domestically listed foreign shares	956,740			
Li Guangxin	761,161	Domestically listed foreign shares	761,161			
Weng Zhengwen	579,028	Domestically listed foreign shares	579,028			
He Xing	300,000	Domestically listed foreign shares	300,000			
Zeng Huiming	270,000	Domestically listed foreign shares	270,000			
Huang Chuyun	266,500	Domestically listed foreign shares	266,500			

Agricultural Bank of China—CSI 500 Exchange Traded Funds	216,800	RMB ordinary shares	216,800
Zhang gengshu	185,523	Domestically listed foreign shares	185,523
Explanation on associated relationship among the aforesaid shareholders	Among the top ten shareholders, there exists no associated relationship between the state-owned legal person's shareholders Shenzhen SDG Co., Ltd and other shareholders, and they do not belong to the consistent actionist regulated by the Management Measure of Information Disclosure on Change of Shareholding for Listed Companies. For the other shareholders of circulation share, the Company is unknown whether they belong to the consistent actionist.		
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

The top ten common shareholders or top ten common shareholders with un-restrict shares held of the Company have no buy-back agreement dealing in reporting period.

**2. Total shareholders with preferred stock held and shares held by top ten shareholders with preferred stock held**

Applicable  Not applicable

### Section III. Significant Events

#### I. Particulars about material changes in items of main accounting statement and financial index and explanations of reasons

√ Applicable □ Not applicable

Balance sheet	Closing balance	Opening balance	Change amount	Changes ratio	Reasons of changes
Monetary fund	125,075,302.27	218,497,640.10	-93,422,337.83	-42.76%	Monetary fund decreased due to the increase of bank guaranteed financial investment (other current assets)
Other current assets	181,123,901.32	90,123,901.32	91,000,000.00	100.97%	

Item	Amount at this year	At same period of last year	Change amount	Changes ratio	Reasons of changes
Investment income	-2,460,564.54	601,004.09	-3,061,568.63		Investment income from participating companies Shenzhen Dongfeng and Tellus G'man Company decreased
Total profit	3,898,895.12	6,476,926.40	-2,578,031.28	-39.80%	Investment income from participating companies declined; and Anhui Tellus Starlight Company-new established, did not officially open, thus profit declined due to the rental costs increased
Net profit	3,632,060.15	6,184,364.57	-2,552,304.42	-41.27%	
Net profit attributable to parent company	4,494,980.27	6,162,157.52	-1,667,177.25	-27.06%	
Net cash flows from operating activities	6,177,082.70	3,260,759.65	2,916,323.05	89.44%	The rental actually collected in the period increased over that of last year
Net cash flows from investment activities	-99,055,670.52	10,694,567.83	-109,750,238.35		Increased of the bank guarantee financial investment in the period
Net cash flows from financing activities	-543,750.01	-12,387,491.67	11,843,741.66		Decline of interest expenditure, and loans interest are paid in the period, while loans interest from SDG are paid at same period of last year

## **II. Analysis and explanation of significant events and their influence and solutions**

Applicable  Not applicable

## **III. Commitments that the Company, shareholders, actual controller, offeror, 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

Nil

## **IV. Predict of the business performance from January to June 2017**

Warnings and reasons of the predict that the cumulative net profit from the begin of the year to the end of next report period may be loss or have great changes comparing with the same period of last year

Applicable  Not applicable

## **V. Securities Investment**

Applicable  Not applicable

No security investment in Period.

## **VI. Derivative investment**

Applicable  Not applicable

No derivative investment in the Period.

## **VII. Registration form for receiving research, communication and interview in the report period**

Applicable  Not applicable

No registration form for receiving research, communication or interview in the Period.

## **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. Consolidate balance sheet

Prepared by Shenzhen Tellus Holding Co.,Ltd.

2017-03-31

In RMB

Items	Closing balance	Opening balance
Current assets:		
Monetary funds	125,075,302.27	218,497,640.10
Settlement provisions		
Capital lent		
Financial assets measured by fair value and with variation reckoned into current gains/losses		
Derivative financial assets		
Notes receivable		
Accounts receivable	1,284,054.97	113,736.64
Accounts paid in advance	6,689,448.11	8,436,668.35
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Interest receivable		172,055.56
Dividend receivable		
Other receivables	12,863,426.73	16,586,387.45
Purchase restituted finance asset		
Inventories	7,588,743.57	11,038,915.69
Divided into assets held for sale		
Non-current asset due within one year		
Other current assets	181,123,901.32	90,123,901.32
Total current assets	334,624,876.97	344,969,305.11

Non-current assets:		
Loans and payments on behalf		
Finance asset available for sales	10,478,985.77	10,478,985.77
Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment	200,750,212.01	203,633,308.06
Investment property	76,600,754.47	77,602,248.53
Fixed assets	127,034,564.36	129,226,236.16
Construction in progress	349,615,701.45	343,365,313.46
Engineering material		
Disposal of fixed asset		
Productive biological asset		
Oil and gas asset		
Intangible assets	53,390,960.77	53,739,118.72
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned	1,778,452.72	1,437,761.31
Deferred income tax asset	24,439,062.31	24,448,797.86
Other non-current asset	100,000.00	100,000.00
Total non-current asset	844,188,693.86	844,031,769.87
Total assets	1,178,813,570.83	1,189,001,074.98
Current liabilities:		
Short-term loans	50,000,000.00	50,000,000.00
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		
Accounts payable	22,428,893.41	23,599,227.33

Accounts received in advance	7,183,121.93	11,930,493.02
Selling financial asset of repurchase		
Commission charge and commission payable		
Wage payable	24,491,299.46	27,144,631.18
Taxes payable	9,381,020.79	10,081,678.60
Interest payable		77,826.33
Dividend payable		
Other accounts payable	121,637,154.62	126,045,854.54
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		
Other current liabilities		
Total current liabilities	235,121,490.21	248,879,711.00
Non-current liabilities:		
Long-term loans	12,000,000.00	12,000,000.00
Bonds payable		
Including: preferred stock		
Perpetual capital securities		
Long-term account payable	3,920,160.36	3,920,160.36
Long-term wages payable		
Special accounts payable		
Projected liabilities	1,192,618.90	1,192,618.90
Deferred income		
Deferred income tax liabilities	171,367.55	232,711.06
Other non-current liabilities	14,239,537.48	14,239,537.48
Total non-current liabilities	31,523,684.29	31,585,027.80
Total liabilities	266,645,174.50	280,464,738.80
Owner's equity:		

Share capital	297,281,600.00	297,281,600.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	564,192,605.51	564,192,605.51
Less: Inventory shares		
Other comprehensive income		
Reasonable reserve		
Surplus public reserve	2,952,586.32	2,952,586.32
Provision of general risk		
Retained profit	35,430,803.39	30,935,823.12
Total owner's equity attributable to parent company	899,857,595.22	895,362,614.95
Minority interests	12,310,801.11	13,173,721.23
Total owner's equity	912,168,396.33	908,536,336.18
Total liabilities and owner's equity	1,178,813,570.83	1,189,001,074.98

Legal representative: Lv Hang

Person in charge of accounting works: Yang Jianping

Person in charge of accounting organ:Liu Yuhong

## 2. Balance Sheet of Parent Company

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	76,439,554.48	150,800,890.39
Financial assets measured by fair value and with variation reckoned into current gains/losses		
Derivative financial assets		
Notes receivable		
Accounts receivable		
Accounts paid in advance	72,280.00	32,280.00
Interest receivable		172,055.56
Dividend receivable		
Other receivables	99,036,700.96	98,999,650.03

Inventories		
Divided into assets held for sale		
Non-current asset due within one year		
Other current assets	170,000,000.00	90,000,000.00
Total current assets	345,548,535.44	340,004,875.98
Non-current assets:		
Finance asset available for sales	10,176,617.20	10,176,617.20
Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment	686,095,287.66	686,225,666.43
Investment property	49,072,921.47	49,847,406.09
Fixed assets	16,272,113.71	16,497,899.89
Construction in progress	373,191.69	373,191.69
Engineering material		
Disposal of fixed asset		
Productive biological asset		
Oil and gas asset		
Intangible assets	447,884.49	484,538.73
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned	227,325.84	239,924.49
Deferred income tax asset	13,898,518.49	13,908,254.04
Other non-current asset		
Total non-current asset	776,563,860.55	777,753,498.56
Total assets	1,122,112,395.99	1,117,758,374.54
Current liabilities:		
Short-term loans	50,000,000.00	50,000,000.00
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes payable		

Accounts payable		
Accounts received in advance		
Wage payable	6,845,647.41	7,713,651.26
Taxes payable	529,377.64	524,089.23
Interest payable		66,458.33
Dividend payable		
Other accounts payable	254,034,039.13	253,475,259.99
Divided into liability held for sale		
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	311,409,064.18	311,779,458.81
Non-current liabilities:		
Long-term loans		
Bonds payable		
Including: preferred stock		
Perpetual capital securities		
Long-term account payable		
Long-term wages payable		
Special accounts payable		
Projected liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities		
Total liabilities	311,409,064.18	311,779,458.81
Owner's equity:		
Share capital	297,281,600.00	297,281,600.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	560,999,182.23	560,999,182.23
Less: Inventory shares		

Other comprehensive income		
Reasonable reserve		
Surplus public reserve	2,952,586.32	2,952,586.32
Retained profit	-50,530,036.74	-55,254,452.82
Total owner's equity	810,703,331.81	805,978,915.73
Total liabilities and owner's equity	1,122,112,395.99	1,117,758,374.54

### 3. Consolidated Profit Statement

In RMB

Item	Current Period	Last Period
I. Total operating income	81,147,771.18	79,720,863.02
Including: Operating income	81,147,771.18	79,720,863.02
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	74,807,664.59	73,849,418.46
Including: Operating cost	60,898,412.90	58,812,336.35
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	1,202,109.56	1,622,851.91
Sales expenses	3,291,920.97	3,535,418.08
Administration expenses	9,300,078.35	9,471,745.05
Financial expenses	115,142.81	407,067.07
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with "-")		

Investment income (Loss is listed with “-”)	-2,460,564.54	601,004.09
Including: Investment income on affiliated company and joint venture	-2,883,096.05	-478,365.78
Exchange income (Loss is listed with “-”)		
III. Operating profit (Loss is listed with “-”)	3,879,542.05	6,472,448.65
Add: Non-operating income	26,272.87	9,115.59
Including: Disposal gains of non-current asset		
Less: Non-operating expense	6,919.80	4,637.84
Including: Disposal loss of non-current asset	6,919.80	1,237.84
IV. Total Profit (Loss is listed with “-”)	3,898,895.12	6,476,926.40
Less: Income tax expense	266,834.97	292,561.83
V. Net profit (Net loss is listed with “-”)	3,632,060.15	6,184,364.57
Net profit attributable to owner’s of parent company	4,494,980.27	6,162,157.52
Minority shareholders’ gains and losses	-862,920.12	22,207.05
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	3,632,060.15	6,184,364.57
Total comprehensive income attributable to owners of parent Company	4,494,980.27	6,162,157.52
Total comprehensive income attributable to minority shareholders	-862,920.12	22,207.05
VIII. Earnings per share:		
(i) Basic earnings per share	0.0151	0.0207
(ii) Diluted earnings per share	0.0151	0.0207

Enterprise combine under the same control in the Period, the combined party realized net profit of 0 Yuan before combination, and realized 0 Yuan at last period for combined party

Legal representative: Lv Hang

Person in charger of accounting works: Yang Jianping

Person in charger of accounting organ:Liu Yuhong

#### 4. Profit Statement of Parent Company

In RMB

Item	Current Period	Last Period
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I. Operating income	9,740,931.74	10,216,640.80
Less: Operating cost	901,980.01	935,820.47
Taxes and surcharge	360,222.94	572,131.88
Sales expenses		
Administration expenses	4,081,391.88	4,079,657.55
Financial expenses	-61,988.01	244,007.76
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)	274,826.71	1,638,528.63
Including: Investment income on affiliated company and joint venture	-130,378.77	629,062.86
II. Operating profit (Loss is listed with “-”)	4,734,151.63	6,023,551.77
Add: Non-operating income		
Including: Disposal gains of non-current asset		
Less: Non-operating expense		
Including: Disposal loss of non-current asset		
III. Total Profit (Loss is listed with “-”)	4,734,151.63	6,023,551.77
Less: Income tax expense	9,735.55	9,735.55
IV. Net profit (Net loss is listed with “-”)	4,724,416.08	6,013,816.22
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	4,724,416.08	6,013,816.22
VII. Earnings per share:		
(i) Basic earnings per share	0.0159	0.0202
(ii) Diluted earnings per share	0.0159	0.0202

## 5. Consolidated Cash Flow Statement

In RMB

Item	Current Period	Last Period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	85,379,958.26	72,495,435.90
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		
Other cash received concerning operating activities	6,255,722.38	12,023,046.33
Subtotal of cash inflow arising from operating activities	91,635,680.64	84,518,482.23
Cash paid for purchasing commodities and receiving labor service	49,109,581.45	41,761,809.34
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	17,540,409.01	17,953,619.18
Taxes paid	5,595,794.39	6,537,460.58
Other cash paid concerning	13,212,813.09	15,004,833.48

operating activities		
Subtotal of cash outflow arising from operating activities	85,458,597.94	81,257,722.58
Net cash flows arising from operating activities	6,177,082.70	3,260,759.65
II. Cash flows arising from investing activities:		
Cash received from recovering investment	53,000,000.00	78,000,000.00
Cash received from investment income	422,531.51	1,079,369.87
Net cash received from disposal of fixed, intangible and other long-term assets	4,000.00	
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities	53,426,531.51	79,079,369.87
Cash paid for purchasing fixed, intangible and other long-term assets	8,482,202.03	23,384,802.04
Cash paid for investment	144,000,000.00	45,000,000.00
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	152,482,202.03	68,384,802.04
Net cash flows arising from investing activities	-99,055,670.52	10,694,567.83
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		
Cash received from issuing bonds		
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities		
Cash paid for settling debts		
Cash paid for dividend and profit distributing or interest paying	543,750.01	12,387,491.67
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	543,750.01	12,387,491.67
Net cash flows arising from financing activities	-543,750.01	-12,387,491.67
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate		
V. Net increase of cash and cash equivalents	-93,422,337.83	1,567,835.81
Add: Balance of cash and cash equivalents at the period -begin	218,497,640.10	159,184,710.93
VI. Balance of cash and cash equivalents at the period -end	125,075,302.27	160,752,546.74

## 6. Cash Flow Statement of Parent Company

In RMB

Item	Current Period	Last Period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	14,072,503.03	10,945,790.43
Write-back of tax received		
Other cash received concerning	916,444.50	21,207,672.58

operating activities		
Subtotal of cash inflow arising from operating activities	14,988,947.53	32,153,463.01
Cash paid for purchasing commodities and receiving labor service		
Cash paid to/for staff and workers	4,176,713.82	5,562,167.56
Taxes paid	853,861.92	1,030,910.74
Other cash paid concerning operating activities	4,146,985.17	19,588,782.19
Subtotal of cash outflow arising from operating activities	9,177,560.91	26,181,860.49
Net cash flows arising from operating activities	5,811,386.62	5,971,602.52
II. Cash flows arising from investing activities:		
Cash received from recovering investment	50,000,000.00	55,000,000.00
Cash received from investment income	405,205.48	1,009,465.77
Net cash received from disposal of fixed, intangible and other long-term assets		
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities	50,405,205.48	56,009,465.77
Cash paid for purchasing fixed, intangible and other long-term assets	34,178.00	9,899.00
Cash paid for investment	130,000,000.00	40,000,000.00
Net cash received from subsidiaries and other units		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	130,034,178.00	40,009,899.00

Net cash flows arising from investing activities	-79,628,972.52	15,999,566.77
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Cash received from loans		
Cash received from issuing bonds		
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities		
Cash paid for settling debts		
Cash paid for dividend and profit distributing or interest paying	543,750.01	12,387,491.67
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	543,750.01	12,387,491.67
Net cash flows arising from financing activities	-543,750.01	-12,387,491.67
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate		
V. Net increase of cash and cash equivalents	-74,361,335.91	9,583,677.62
Add: Balance of cash and cash equivalents at the period -begin	150,800,890.39	80,301,551.68
VI. Balance of cash and cash equivalents at the period -end	76,439,554.48	89,885,229.30

## II. Audit report

Whether the first quarterly report had been audited or not

Yes  No

The 1Q report of the Company was unaudited.