



Stock Code: 000613, 200613

Short Form of the Stock: \*ST Donghai-A, \*ST Donghai-B

# 海南大东海旅游中心股份有限公司

Hainan Dadonghai Tourism Centre (Holdings) Co., Ltd.



*Da Dong Hai*

## **The First Quarterly Report 2017 (Full Text)**

**Disclosure Date: 29 April 2017**



## **Section I. Important Notice**

Board of Directors and the Supervisory Committee of Hainan Dadonghai Tourism Centre (Holdings) 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

Li Yuanbin, Person in charge of the Company, Fu Zongren, person in charge of accounting works and Fu Zongren, 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 Information

### 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)  | 9,383,454.29                       | 8,524,404.50             | 10.08%   |
| Net profit attributable to shareholders of the listed company(RMB)  | 2,410,257.23                       | 1,448,307.91             | 66.42%   |
| Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB) | 2,410,257.23                       | 1,379,388.41             | 74.73%   |
| Net cash flow arising from operating activities(RMB)  | 2,609,325.33                       | 3,015,764.60             | -13.48%  |
| Basic earnings per share (RMB/Share)  | 0.0066                             | 0.0040                   | 65.00%   |
| Diluted earnings per share (RMB/Share)  | 0.0066                             | 0.0040                   | 65.00%   |
| Weighted average ROE  | 3.19%                              | 1.86%                    | 1.33%  |
|   | 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)  | 107,241,853.92                     | 105,444,153.63           | 1.70%  |
| Net assets attributable to shareholder of listed company (RMB)  | 76,686,672.67                      | 74,276,415.44            | 3.24%  |

Items of non-recurring gains and losses

Applicable  Not applicable

In RMB

| Item  | Amount from year-begin to period-end | Note |
|-------|--------------------------------------|------|
| Total | 0.00                                 | --   |

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. 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   | 16,942                                | Total preferred stockholders with voting rights recover at the end of report 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 |
| Luoniushan Co., Ltd.  | Domestic non-state-owned legal person | 16.90%  | 61,515,370            | 0                                |                                |        |
| Pan Guoping   | Domestic nature person                | 8.48%   | 30,879,791            | 0                                |                                |        |
| Chang Xin Asset - SPDB-China Capital Investment No.2 Assets Management Plan                         | Other                                 | 3.30%   | 12,000,052            | 0                                |                                |        |
| First Shanghai Securities Co., Ltd.   | Overseas legal person                 | 2.62%   | 9,552,798             | 0                                |                                |        |
| HGNH International Asset Management Co., Ltd – customer deposit                                     | Overseas legal person                 | 2.29%   | 8,327,502             | 0                                |                                |        |
| Hu Jianguo  | Domestic nature person                | 1.71%   | 6,227,640             | 0                                |                                |        |
| Yunnan International Trust Co., Ltd. –Yunnan Trust Yunqilongxiang No.2 Collective Fund Trust Scheme | Other                                 | 1.37%   | 5,000,084             | 0                                |                                |        |
| China Investment Securities (HK) Co., Ltd. – customer deposit                                       | Overseas legal person                 | 1.30%   | 4,722,300             | 0                                |                                |        |
| Zhang Fengxiu   | Domestic nature person                | 1.07%   | 3,901,372             | 0                                |                                |        |
| Yangpu Tongrong Investment Management Consultation Co., Ltd.  | Domestic non-state-owned legal person | 0.99%   | 3,609,000             | 0                                |                                |        |
| Top ten shareholders with unrestricted shares held  |                                       |   |                       |                                  |                                |        |
| Shareholder's name  | Amount of unrestricted shares held    | Type of shares  |                       |                                  |                                |        |
|   |                                       | Type  | Amount                |                                  |                                |        |
| Luoniushan Co., Ltd.  | 61,515,370                            | RMB common share  | 61,515,370            |                                  |                                |        |
| Pan Guoping   | 30,879,791                            | Domestically listed foreign share   | 30,879,791            |                                  |                                |        |
| Chang Xin Asset - SPDB-China Capital Investment No.2 Assets Management Plan                         | 12,000,052                            | RMB common share  | 12,000,052            |                                  |                                |        |
| First Shanghai Securities Co., Ltd.   | 9,552,798                             | Domestically listed foreign share   | 9,552,798             |                                  |                                |        |
| HGNH International Asset Management Co., Ltd –  | 8,327,502                             | RMB common share  | 8,327,502             |                                  |                                |        |



|   |   |                  |           |
|---|---|------------------|-----------|
| customer deposit  |   |                  |           |
| Hu Jianguo  | 6,227,640   | RMB common share | 6,227,640 |
| Yunnan International Trust Co., Ltd. –Yunnan Trust Yunqilongxiang No.2 Collective Fund Trust Scheme | 5,000,084   | RMB common share | 5,000,084 |
| China Investment Securities (HK) Co., Ld. – customer deposit  | 4,722,300   | RMB common share | 4,722,300 |
| Zhang Fengxiu   | 3,901,372   | RMB common share | 3,901,372 |
| Yangpu Tongrong Investment Management Consultation Co., Ltd.  | 3,609,000   | RMB common share | 3,609,000 |
| Explanation on associated relationship among the aforesaid shareholders                             | The Company is unknown whether there exists associated relationship or belongs to the consistent actor regulated by the Management Measure of Information Disclosure on Change of Shareholding for Listed Company among the other shareholders. |                  |           |
| Explanation on top 10 common shareholders involving margin business                                 | 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 at Period-end 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

| Item  | Ending balance      | Opening balance  | Changes ratio<br>(%) | Reasons  |
|---|---------------------|------------------|----------------------|--|
|   | (or current period) | (or last period) |                      |  |
| Monetary fund   | 20,723,591.92       | 27,210,248.01    | -23.84%              | The debt investment on loan  |
| Account receivable  | 1,035,621.97        | 690,444.72       | 49.99%               | Main business increased  |
| Advance payment   | 24,993.93           | 58,783.23        | -57.48%              | Normal variation   |
| Non-current assets due within one year                                | 438,277.07          | 584,369.42       | -25.00%              | Long-term amortization within one year are amortized   |
| Financial assets available for sale                                   | 9,000,000.00        |                  |                      | The debt investment on loan  |
| Employee compensation payable   | 1,586,181.25        | 2,148,514.36     | -26.17%              | Year-end bonus are paid in January   |
| Financial expenses  | 3,495.65            | 36,389.27        | -90.39%              | The credit card business decreased due to the increase of tourist group, and charge rate for bank cards declined.                        |
| Income tax expense  |                     | 482,769.30       | -100.00%             | Declare for making up the annual losses of previous years in the period  |
| Net profit  | 2,410,257.23        | 1,448,307.91     | 66.42%               | Revenue increased in the period, and the declaration of making up annual losses of previous year are not accrual for income tax expenses |
| Other cash received concerning operating activities                   | 311,562.09          | 161,584.99       | 92.82%               | Utilities collected from rental households increased   |
| Cash paid for purchasing commodities and receiving labor service      | 1,989,689.67        | 1,485,832.04     | 33.91%               | Guest room and catering business increased in the period   |
| Taxes paid  | 969,438.10          | 605,285.77       | 60.16%               | House duty and land use right tax of 4Q of 2016 are paid, and there was no such payment at same period of last year                      |
| Cash paid for purchasing fixed, intangible and other long-term assets | 95,981.42           | 308,804.00       | -68.92%              | Purchasing with normal requirements, belongs to normal variation   |
| Other cash received concerning financing activities                   | 19,810,000.00       |                  |                      | Intercompany funds received from Luoniushan Group  |
| Other cash paid concerning financing activities                       | 19,810,000.00       |                  |                      | The fine paid for violation of stock trading from CSRC for previous years  |



### III. Commitments completed in Period and those without completed till end of the Period from actual controller, shareholders, related parties, purchaser and companies

√Applicable    □ Not applicable

| Commitments   | Accepter             | Type  | Contents   | Commitment time | Commitment period | Implementation   |
|---|----------------------|-------|--|-----------------|-------------------|--|
| Share Merger Reform   | Luoniushan Co., Ltd. | Other | On May 30, 2007, Luoniushan Co., Ltd. made commitments in the Company's "Instructions for reform of non-tradable shares" (Revision) and "Instructions for reform of non-tradable shares" (Abstract of revision) that in view of Dadonghai Company's losses in successive years and on the verge of delisting, in order to reverse the company's business difficulties, improve profitability and recover the continuous business capacity, Luoniushan Co., Ltd., the controlling shareholder of Dadonghai Company made commitments to actively seek restructuring parties to reorganize the assets of Dadonghai Company at the appropriate time. | 2014-06-27      | In 3 years        | Since the Company's implementation of reform of non-tradable shares, the Company has avoided the risk of delisting and improved the financial situation accordingly with efforts of all parties. Till end of the report disclosed, Luoniushan Co., Ltd. is planning the commitment performance, stock of the Company suspension for planning a major asset restructuring |
| Commitments in report of acquisition or equity change       |                      |       |  |                 |                   |  |
| Commitments in assets reorganization                        |                      |       |  |                 |                   |  |
| Commitments make in initial public offering or re-financing |                      |       |  |                 |                   |  |



|  |     |  |  |  |  |
|--|-----|--|--|--|--|
| Equity incentive commitment  |     |  |  |  |  |
| Other commitments for medium and small shareholders  |     |  |  |  |  |
| Completed on time(Y/N)   | Yes |  |  |  |  |
| If the commitments is not fulfilled on time, shall explain the specify reason and the next work plan | N/A |  |  |  |  |

#### 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

The Company has no securities investment occurred in the 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

| Date       | Method                  | Type of investors | Index for the interview and research   |
|------------|-------------------------|-------------------|--|
| 2017-01-09 | Telephone communication | Individual        | Investor Mr./Ms. Huang from Beijing, asking about the operation performance of 2016, and disclosure date for annual report without material required |
| 2017-01-20 | Telephone communication | Individual        | Investor Mr./Ms. Liu from Shenzhen, asking about relevant rules of warnings from Stock Exchange, without material required                           |
| 2017-02-16 | Telephone communication | Individual        | Investor Mr./Ms. Qian from Shanghai enquire about the business performance in 2016 without material required   |
| 2017-02-28 | Telephone communication | Individual        | Investor Mr./Ms. Wang from Guangzhou, asking about suspension of the Company, without material required  |
| 2017-03-03 | Telephone communication | Individual        | Investor Mr./Ms. Lu from Hefei, asking about restructuring of the Company, without material required   |



|            |                         |            |   |
|------------|-------------------------|------------|---|
| 2017-03-27 | Telephone communication | Individual | Investor Mr./Ms. Zhang from Shanghai, asking about restructuring of the Company, and resumption time, without material required |
|------------|-------------------------|------------|---|

### 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. Balance sheet

Prepared by HAINAN DADONGHAI TOURISM CENTER (HOLDINGS) CO., LTD.

2017-03-31

In RMB

| Item  | Closing balance | Opening balance |
|---|-----------------|-----------------|
| Current assets:   |                 |                 |
| Monetary funds  | 20,723,591.92   | 27,210,248.01   |
| 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   | 1,035,621.97    | 690,444.72      |
| Accounts paid in advance  | 24,993.93       | 58,783.23       |
| Insurance receivable  |                 |                 |
| Reinsurance receivables   |                 |                 |
| Contract reserve of reinsurance receivable  |                 |                 |
| Interest receivable   |                 |                 |
| Dividend receivable   |                 |                 |
| Other receivables   | 191,539.35      | 174,103.52      |
| Purchase restituted finance asset   |                 |                 |
| Inventories   | 249,939.72      | 219,179.72      |
| Divided into assets held for sale   |                 |                 |
| Non-current asset due within one year   | 438,277.07      | 584,369.42      |
| Other current assets  | 1,972,631.02    | 1,876,449.22    |
| Total current assets  | 24,636,594.98   | 30,813,577.84   |
| Non-current assets:   |                 |                 |
| Loans and payments on behalf  |                 |                 |



|  |                |                |
|--|----------------|----------------|
| Finance asset available for sales  | 9,000,000.00   |                |
| Held-to-maturity investment  |                |                |
| Long-term account receivable   |                |                |
| Long-term equity investment  |                |                |
| Investment property  | 9,214,896.66   | 9,333,527.55   |
| Fixed assets   | 39,692,091.74  | 40,395,680.91  |
| Construction in progress   |                |                |
| Engineering material   |                |                |
| Disposal of fixed asset  |                |                |
| Productive biological asset  |                |                |
| Oil and gas asset  |                |                |
| Intangible assets  | 23,626,926.57  | 23,830,023.36  |
| Expense on Research and Development  |                |                |
| Goodwill   |                |                |
| Long-term expenses to be apportioned   | 1,071,343.97   | 1,071,343.97   |
| Deferred income tax asset  |                |                |
| Other non-current asset  |                |                |
| Total non-current asset  | 82,605,258.94  | 74,630,575.79  |
| Total assets   | 107,241,853.92 | 105,444,153.63 |
| Current liabilities:   |                |                |
| Short-term loans   |                |                |
| 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   | 1,788,421.84   | 1,967,565.51   |
| Accounts received in advance   | 1,654,524.62   | 1,894,524.28   |
| Selling financial asset of repurchase  |                |                |
| Commission charge and commission payable   |                |                |
| Wage payable   | 1,586,181.25   | 2,148,514.36   |
| Taxes payable  | 584,458.43     | 582,944.27     |



|   |                |                |
|---|----------------|----------------|
| Interest payable                          |                |                |
| Dividend payable                          |                |                |
| Other accounts payable                    | 23,451,910.07  | 23,084,504.73  |
| 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                 | 29,065,496.21  | 29,678,053.15  |
| 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                     | 1,489,685.04   | 1,489,685.04   |
| Deferred income                           |                |                |
| Deferred income tax liabilities           |                |                |
| Other non-current liabilities             |                |                |
| Total non-current liabilities             | 1,489,685.04   | 1,489,685.04   |
| Total liabilities                         | 30,555,181.25  | 31,167,738.19  |
| Owner's equity:                           |                |                |
| Share capital                             | 364,100,000.00 | 364,100,000.00 |
| Other equity instrument                   |                |                |
| Including: preferred stock                |                |                |
| Perpetual capital securities              |                |                |
| Capital public reserve                    | 54,142,850.01  | 54,142,850.01  |
| Less: Inventory shares                    |                |                |
| Other comprehensive income                |                |                |
| Reasonable reserve                        |                |                |



|   |                 |                 |
|---|-----------------|-----------------|
| Surplus public reserve                              |                 |                 |
| Provision of general risk                           |                 |                 |
| Retained profit                                     | -341,556,177.34 | -343,966,434.57 |
| Total owner's equity attributable to parent company | 76,686,672.67   | 74,276,415.44   |
| Minority interests                                  |                 |                 |
| Total owner's equity                                | 76,686,672.67   | 74,276,415.44   |
| Total liabilities and owner's equity                | 107,241,853.92  | 105,444,153.63  |

Legal Representative: Li Yuanbin

Person in charge of accounting works: Fu Zongren

Person in charge of accounting institute: Fu Zongren

## 2. Profit Statement

In RMB

| Item  | Current Period | Last Period  |
|---|----------------|--------------|
| I. Total operating income                                   | 9,383,454.29   | 8,524,404.50 |
| Including: Operating income                                 | 9,383,454.29   | 8,524,404.50 |
| Interest income   |                |              |
| Insurance gained  |                |              |
| Commission charge and commission income                     |                |              |
| II. Total operating cost                                    | 6,973,197.06   | 6,662,246.79 |
| Including: Operating cost                                   | 2,600,219.19   | 2,219,607.61 |
| 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                                    | 391,568.27     | 477,366.66   |
| Sales expenses  | 1,155,136.94   | 1,110,223.97 |
| Administration expenses                                     | 2,822,777.01   | 2,818,659.28 |
| Financial expenses  | 3,495.65       | 36,389.27    |
| 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  |              |              |
| Exchange income (Loss is listed with “-”)   |              |              |
| III. Operating profit (Loss is listed with “-”)   | 2,410,257.23 | 1,862,157.71 |
| Add: Non-operating income   |              | 68,919.50    |
| Including: Disposal gains of non-current asset  |              |              |
| Less: Non-operating expense   |              |              |
| Including: Disposal loss of non-current asset   |              |              |
| IV. Total Profit (Loss is listed with “-”)  | 2,410,257.23 | 1,931,077.21 |
| Less: Income tax expense  |              | 482,769.30   |
| V. Net profit (Net loss is listed with “-”)   | 2,410,257.23 | 1,448,307.91 |
| Net profit attributable to owner’s of parent company  | 2,410,257.23 | 1,448,307.91 |
| Minority shareholders’ gains and losses   |              |              |
| 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                                     | 2,410,257.23 | 1,448,307.91 |
| Total comprehensive income attributable to owners of parent Company | 2,410,257.23 | 1,448,307.91 |
| Total comprehensive income attributable to minority shareholders    |              |              |
| VIII. Earnings per share:   |              |              |
| (i) Basic earnings per share  | 0.0066       | 0.0040       |
| (ii) Diluted earnings per share                                     | 0.0066       | 0.0040       |

Legal Representative: Li Yuanbin

Person in charge of accounting works: Fu Zongren

Person in charge of accounting institute: Fu Zongren

### 3. 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   | 9,363,409.03   | 8,496,613.51 |
| 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   | 311,562.09     | 161,584.99   |
| Subtotal of cash inflow arising from operating activities   | 9,674,971.12   | 8,658,198.50 |
| Cash paid for purchasing commodities and receiving labor service  | 1,989,689.67   | 1,485,832.04 |
| 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  | 3,318,340.98  | 2,810,824.89  |
| Taxes paid  | 969,438.10    | 605,285.77    |
| Other cash paid concerning operating activities   | 788,177.04    | 740,491.20    |
| Subtotal of cash outflow arising from operating activities                                | 7,065,645.79  | 5,642,433.90  |
| Net cash flows arising from operating activities  | 2,609,325.33  | 3,015,764.60  |
| 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           |               |               |
| Net cash received from disposal of subsidiaries and other units                           |               |               |
| Other cash received concerning investing activities                                       |               |               |
| Subtotal of cash inflow from investing activities   |               | 0.00          |
| Cash paid for purchasing fixed, intangible and other long-term assets                     | 95,981.42     | 308,804.00    |
| Cash paid for investment  | 9,000,000.00  | 9,000,000.00  |
| 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  | 9,095,981.42  | 9,308,804.00  |
| Net cash flows arising from investing activities  | -9,095,981.42 | -9,308,804.00 |
| 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                                       | 19,810,000.00 |               |
| Subtotal of cash inflow from financing activities   | 19,810,000.00 |               |
| Cash paid for settling debts  |               |               |
| Cash paid for dividend and profit distributing or interest paying                         |               |               |
| Including: Dividend and profit of minority shareholder paid by subsidiaries               |               |               |
| Other cash paid concerning financing activities   | 19,810,000.00 |               |



|  |               |               |
|--|---------------|---------------|
| Subtotal of cash outflow from financing activities                             | 19,810,000.00 |               |
| Net cash flows arising from financing activities                               |               |               |
| IV. Influence on cash and cash equivalents due to fluctuation in exchange rate |               |               |
| V. Net increase of cash and cash equivalents                                   | -6,486,656.09 | -6,293,039.40 |
| Add: Balance of cash and cash equivalents at the period -begin                 | 27,210,248.01 | 19,782,392.26 |
| VI. Balance of cash and cash equivalents at the period -end                    | 20,723,591.92 | 13,489,352.86 |

## II. Audit report

Whether the 1<sup>st</sup> quarterly report has been audited or not

Yes  No

The 1<sup>st</sup> quarterly report of the Company was unaudited

BOD of

HAINAN DADONGHAI TOURISM CENTER (HOLDINGS) CO., LTD.

Chairman: Li Yuanbin

27 April 2017