



Stock Code: 000613, 200613

Short Form of the Stock: Dadonghai-A, Dadonghai-B

# 海南大东海旅游中心股份有限公司

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



## The First Quarterly Report 2018 (Full Text)

**Disclosure Date: 14 April 2018**



## **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

Yuan Xiaoping, 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 or not

Yes  No

	Current Period	Same period of last year	Changes of this period over same period of last year
Operating income (RMB)	9,888,991.83	9,383,454.29	5.39%
Net profit attributable to shareholders of the listed company(RMB)	1,973,425.41	2,410,257.23	-18.12%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	1,973,903.39	2,410,257.23	-18.10%
Net cash flow arising from operating activities(RMB)	2,610,752.65	2,609,325.33	0.05%
Basic earnings per share (RMB/Share)	0.0054	0.0066	-18.18%
Diluted earnings per share (RMB/Share)	0.0054	0.0066	-18.18%
Weighted average ROE	2.53%	3.19%	-0.66%
	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)	88,969,478.37	87,466,661.80	1.72%
Net assets attributable to shareholder of listed company (RMB)	79,108,839.51	77,135,414.10	2.56%

Items of non-recurring gains and losses

Applicable  Not applicable

In RMB

Item	Amount from year-begin to period-end	Note
Gain/loss of disposal of non-current assets (including the write-off part of the provision for assets impairment)	-477.98	Losses on scrapping of fixed assets
Total	-477.98	--

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	26,271			Total preferred stockholders with voting rights recover at the end of report period	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	17.55%	63,885,980	0		
Pan Guoping	Domestic nature person	8.48%	30,879,791	0		
HGNH International Asset Management Co., Ltd – customer deposit	Overseas legal person	2.29%	8,327,502	0		
Hainan Yanju Property Service Co., Ltd.	Domestic non-state-owned legal person	2.25%	8,205,800	0		
China Investment Securities (HK) Co., Ltd. – customer deposit	Overseas legal person	1.30%	4,722,300	0		
Hu Jianguo	Domestic nature person	1.24%	4,498,640	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		
CITRINE CAPITAL LIMITED	Overseas legal person	0.90%	3,265,200	0		
Sun Huiming	Domestic nature person	0.79%	2,888,690	0		
Top ten shareholders with unrestricted shares held						
Shareholder's name	Amount of unrestricted shares held	Type of shares				
		Type	Amount			
Luoniushan Co., Ltd.	63,885,980	RMB common share	63,885,980			
Pan Guoping	30,879,791	Domestically listed	30,879,791			



		foreign share	
HGNH International Asset Management Co., Ltd – customer deposit	8,327,502	RMB common share	8,327,502
Hainan Yanju Property Service Co., Ltd.	8,205,800	RMB common share	8,205,800
China Investment Securities (HK) Co., Ltd. – customer deposit	4,722,300	RMB common share	4,722,300
Hu Jianguo	4,498,640	RMB common share	4,498,640
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
CITRINE CAPITAL LIMITED	3,265,200	Domestically listed foreign share	3,265,200
Sun Huiming	2,888,690	Domestically listed foreign share	2,888,690
Explanation on associated relationship among the aforesaid shareholders	Among the above mentioned shareholders, Hainan Yanju Property Service Co., Ltd. is the wholly-owned subsidiary of Luoniushan Co., Ltd.; 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

In RMB

Items of balance sheets	Current period	Same period of last year	+.- Changes ratio (%)	Reasons
Advance payment	38,688.64	49,530.21	-21.89%	Change of normal settlement
Other account receivable	404,598.04	139,561.29	189.91%	Mainly due to the business travel loans and utilities ready for settlement increased
Items of profit statement	Current period	Same period of last year	+.- Changes ratio (%)	Reasons
Sale expenses	1,401,184.37	1,155,136.94	21.30%	Due to the increase of human resources costs and facilities installation and maintenances increased
Financial expenses	7,296.20	3,495.65	108.72%	The expenses from credit card fee increased
Items of cash flow statement	Current period	Same period of last year	+.- Changes ratio (%)	Reasons
Cash paid for purchasing commodities and receiving labor service	2,665,733.25	1,989,689.67	33.98%	Increase of the operation costs and purchasing of goods/materials
Cash paid with operation activity concerned	1,307,478.97	788,177.04	65.89%	Agency costs and business travel loans increased
Cash paid for purchasing fixed, intangible and other long-term assets	763,739.59	95,981.42	695.72%	Tail payment of the decoration project are paid in the period
Cash paid for investmetn		9,000,000.00	-100.00%	There are investment payment at same period of last year
Other cash received concerning financing activities		19,810,000.00	-100.00%	Intercourse funds received from Luoniushan at same period of last year
Other cash paid concerning financing activities		19,810,000.00	-100.00%	Paying the fines to CSRC at same period of last year

### II. Progress of important events and its influence as well as the analysis on solutions

√Applicable    □ Not applicable

Overview	Disclosure date	Inquiry index for the announcement released
Major Assets Reorganization Plans: Luoniushan Co., Ltd.- the first majority shareholder of the Company plans relevant	2018-01-31	”Notice of Stock Suspension for Major Events” (Notice No.: 2018-003) on Securities Times, Hong Kong Commercial Daily and Juchao Website



major events with the Company. After application, stock of the Company will suspend since 31 <sup>st</sup> Jan. 2018 and resumption of trading since 8 <sup>th</sup> Feb. 2018. At present, relevant parties are prepared for relevant plans, it is expected to constitute major assets reorganization.	2018-02-07	"Progress of Stock Suspension for Major Events" (Notice No.: 2018-010) on Securities Times, Hong Kong Commercial Daily and Juchao Website
	2018-02-08	"Notice of Stock Resumption" (Notice No.: 2018-011) on Securities Times, Hong Kong Commercial Daily and Juchao Website
	2018-02-14	"Progress of Trading Events" (Notice No.: 2018-015) on Securities Times, Hong Kong Commercial Daily and Juchao Website
	2018-03-06	"Progress of Major Assets Reorganization Plans" (Notice No.: 2018-023) on Securities Times, Hong Kong Commercial Daily and Juchao Website
	2018-03-20	"Progress of Major Assets Reorganization Plans" (Notice No.: 2018-032) on Securities Times, Hong Kong Commercial Daily and Juchao Website
	2018-03-31	"Progress of Major Assets Reorganization Plans" (Notice No.: 2018-033) on Securities Times, Hong Kong Commercial Daily and Juchao Website
	2018-04-02	"Correction on Progress of Major Assets Reorganization Plans" (Notice No.: 2018-034) on Securities Times, Hong Kong Commercial Daily and Juchao Website
The Lawyer's Letter received by the Company: by preliminary accounting from Sanya Power Bureau, the 10313373 Kwh electricity was understated under the name of South China Hotel from July 2006 to April 2016. Presently, the Company is communicated and negotiates with Sanya Power Bureau in the above mentioned event without negotiation results so far.	2016-05-31	"Notice of Lawyer's Letter received by Hainan Dadonghai Tourism Center (Holdings) Co., Ltd." (Notice No.: 2016-016) on Securities Times, Hong Kong Commercial Daily and Juchao Website

**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.	Share Merger Reform	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)	2017-06-27	6 months	Stock of the Company suspended since 15 Feb. 2017 for Luoniushan planning to fulfill the commitments. On 15 August 2017, the original major assets reorganization plan is decided to terminate for relevant proposals with major assts reorganization concerned are note approved by the Board.



			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.			On 22 December 2017, the "proposal of Change the commitment period by first majority shareholder" is not approved by the 4 <sup>th</sup> extraordinary shareholders general meeting for year of 2017. On 31 Jan. 2018, stock of the Company suspended for planning relevant major assets reorganization with the Luoniushan, and resumption for trading date 8 Feb. 2018. At present, relevant parties are prepared for relevant plans; it is expected to constitute major assets reorganization.
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)	N					
If the	Stock of the Company suspended since 15 Feb. 2017 for Luoniushan planning to fulfill the commitments. On 13					





commitments is not fulfilled on time, shall explain the specify reason and the next work plan	<p>August 2017, the 12 proposals including “proposal of major assets acquisition under the name of Hainan Dadonghai Tourism Center Co., Ltd. and Report on Related Transactions (Pre-plan)” are not approved by the 11<sup>th</sup> extraordinary meeting of 8<sup>th</sup> BOD. On 15 Aug. 2017, the Company released a Notice to terminate the major assets reorganization and stock resumption on 17 August.</p> <p>The Company's stock commenced suspension of trading from the opening session on 15 February 2017 as it planned to fulfill its commitments. On 13 August 2017, 12 proposals relating to Material Asset Acquisition and Connected Transaction Report (Plan) of Hainan Dadonghai Tourism Centre (Holdings) Co., Ltd. were denied at the 11<sup>th</sup> extraordinary general meeting of the 8<sup>th</sup> session of board of directors of the Company. On 15 August 2017, the Company announced to terminate this restructuring relating to material assets acquisition, and the stock of the Company commenced trading since 17 August 2017.</p> <p>On 4 December 2017, the “proposal of Change the commitment period by first majority shareholder” was approved by the Board and supervisory committee. Luoniushan Co., Ltd. –the first majority shareholder of the Company, plans to extend the commitment period for 2 years since 27 Dec. 2017, that is end of the reorganization commitment changed to 26 December 2019. and the 4<sup>th</sup> extraordinary shareholders general meeting 2017 has approved the above mentioned proposal dated 22 Dec. 2017</p> <p>On 31 Jan. 2018, stock of the Company suspended for planning relevant major assets reorganization with the Luoniushan, and resumption for trading date 8 Feb. 2018. At present, relevant parties are prepared for relevant plans; it is expected to constitute major assets reorganization, and there are no information unreleased that should be disclosed</p>
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#### IV. Predict of the business performance from January to June 2018

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
2018-01-09	Telephone communication	Individual	Investor Mr./Ms. Ou from Beijing, asking about the operation performance of 2017 without material required
2018-01-25	Telephone communication	Individual	Investor Mr./Ms. Huang from Shenzhen, asking about the operation performance of 2017 and time of annual report released, and without material required
2018-02-27	Telephone communication	Individual	Investor Mr./Ms. Lin from Shanghai, asking about the revocation of the warning for delisting risk, and without material required



2018-03-19	Telephone communication	Individual	Investor Mr./Ms. Zhang from Guangdong province, asking about the progress of major assets panning, and without material required
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### 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.

2018-03-31

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	11,557,919.84	9,681,607.16
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	625,380.05	594,130.89
Accounts paid in advance	38,688.64	49,530.21
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Interest receivable		
Dividend receivable		
Other receivables	404,598.04	139,561.29
Purchase restituted finance asset		
Inventories	229,291.91	227,005.11
Assets held for sale		
Non-current asset due within one year	1,018,029.17	1,173,597.68
Other current assets	2,321,199.41	1,957,863.56
Total current assets	16,195,107.06	13,823,295.90
Non-current assets:		
Loans and payments on behalf		



Finance asset available for sales		
Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment		
Investment property	8,740,373.10	8,859,003.99
Fixed assets	38,435,802.92	39,088,708.83
Construction in progress	105,639.00	
Engineering material		
Disposal of fixed asset		
Productive biological asset		
Oil and gas asset		
Intangible assets	22,814,539.41	23,017,636.20
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned	2,678,016.88	2,678,016.88
Deferred income tax asset		
Other non-current asset		
Total non-current asset	72,774,371.31	73,643,365.90
Total assets	88,969,478.37	87,466,661.80
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	1,834,116.05	2,161,172.26
Accounts received in advance	1,176,584.99	1,271,174.12
Selling financial asset of repurchase		
Commission charge and commission payable		
Wage payable	1,973,237.66	2,459,015.93
Taxes payable	568,309.13	539,023.76



Interest payable		
Dividend payable		
Other accounts payable	2,818,705.99	2,411,176.59
Reinsurance payables		
Insurance contract reserve		
Security trading of agency		
Security sales of agency		
Liability held for sale		
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	8,370,953.82	8,841,562.66
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	9,860,638.86	10,331,247.70
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	-339,134,010.50	-341,107,435.91
Total owner's equity attributable to parent company	79,108,839.51	77,135,414.10
Minority interests		
Total owner's equity	79,108,839.51	77,135,414.10
Total liabilities and owner's equity	88,969,478.37	87,466,661.80

Legal Representative: Yuan Xiaoping

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	9,888,991.83	9,383,454.29
Including: Operating income	9,888,991.83	9,383,454.29
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	7,915,088.44	6,973,197.06
Including: Operating cost	3,075,128.86	2,600,219.19
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	387,097.33	391,568.27
Sales expenses	1,401,184.37	1,155,136.94
Administration expenses	3,044,381.68	2,822,777.01
Financial expenses	7,296.20	3,495.65



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 “-”)		
Asset disposal income (Loss is listed with “-”)		
Other income		
III. Operating profit (Loss is listed with “-”)	1,973,903.39	2,410,257.23
Add: Non-operating income		
Less: Non-operating expense	477.98	
IV. Total Profit (Loss is listed with “-”)	1,973,425.41	2,410,257.23
Less: Income tax expense		
V. Net profit (Net loss is listed with “-”)	1,973,425.41	2,410,257.23
(I) Continuous operation net profit (Net loss is listed with “-”)	1,973,425.41	2,410,257.23
(II) Discontinued operation net profit (Net loss is listed with “-”)		
Net profit attributable to owner’s of parent company	1,973,425.41	2,410,257.23
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	1,973,425.41	2,410,257.23
Total comprehensive income attributable to owners of parent Company	1,973,425.41	2,410,257.23
Total comprehensive income attributable to minority shareholders		
VIII. Earnings per share:		
(i) Basic earnings per share	0.0054	0.0066
(ii) Diluted earnings per share	0.0054	0.0066

Legal Representative: Yuan Xiaoping

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	10,522,232.38	9,363,409.03
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	323,410.03	311,562.09
Subtotal of cash inflow arising from operating activities	10,845,642.41	9,674,971.12
Cash paid for purchasing commodities and receiving labor service	2,665,733.25	1,989,689.67
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	3,300,722.59	3,318,340.98
Taxes paid	960,722.59	969,438.10
Other cash paid concerning operating activities	1,307,478.97	788,177.04
Subtotal of cash outflow arising from operating activities	8,234,889.76	7,065,645.79
Net cash flows arising from operating activities	2,610,752.65	2,609,325.33
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		
Cash paid for purchasing fixed, intangible and other long-term assets	763,739.59	95,981.42
Cash paid for investment		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	763,739.59	9,095,981.42
Net cash flows arising from investing activities	-763,739.59	-9,095,981.42
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	1,847,013.06	-6,486,656.09
Add: Balance of cash and cash equivalents at the period -begin	9,710,906.78	27,210,248.01
VI. Balance of cash and cash equivalents at the period -end	11,557,919.84	20,723,591.92

Legal Representative: Yuan Xiaoping

Person in charge of accounting works: Fu Zongren

Person in charge of accounting institute: Fu Zongren

## 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: Yuan Xiaoping

12 April 2018