

Shenzhen China Bicycle Company (Holdings) Limited

First Quarterly Report 2018

April 2018

Section I. Important Notes

Board of Directors and the Supervisory Committee of Shenzhen China Bicycle Company (Holdings) Limited (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 Hai, person in charge of the Company, Sun Longlong, person in charge of accounting works and Zhong Xiaojin, 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. Basic Information of the Company

I. Main accounting data and financial indexes

Whether it has retroactive adjustment or re-statement on previous accounting data

Yes No

	Current Period	Same period of last year	Changes of this period over same period of last year
Operating income (RMB)	24,732,886.83	23,303,201.13	6.14%
Net profit attributable to shareholders of the listed company (RMB)	231,983.23	212,322.25	9.26%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	178,793.22	94,639.00	88.92%
Net cash flow arising from operating activities (RMB)	832,923.62	-1,437,760.37	-157.93%
Basic earnings per share (RMB/Share)	0.0004	0.0004	0.00%
Diluted earnings per share (RMB/Share)	0.0004	0.0004	0.00%
Weighted average ROE	1.45%	1.47%	-0.02%
	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)	83,392,029.59	73,559,961.28	13.37%
Net assets attributable to shareholder of listed company (RMB)	16,130,254.08	15,898,270.85	1.46%

Items of non-recurring gains and losses

Applicable Not applicable

In RMB

Item	Amount from year-begin to period-end	Note

Other non-operating income and expenditure except for the aforementioned items	72,126.28	
Less: Impact on income tax	18,031.57	
Impact on minority shareholders' equity (post-tax)	904.70	
Total	53,190.01	--

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. Total number of common shareholders and preference shareholders with voting rights recovered and top ten common shareholders

In share

Total number of common shareholders at the end of report period	51,082	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 Guocheng Energy Investment Development Co., Ltd.	Domestic non-State-owned legal person	11.52%	63,508,747	0		
UOB Koy Hian (Hongkong) Co., Ltd.	Foreign legal person	2.89%	15,907,850	0		
Guosen Securities (Hongkong)	Foreign legal person	2.52%	13,909,425	0		

brokerage Co., Ltd.						
Huabao Trust Co., Ltd. – Huihuang No.33 single fund trust	Other	1.45%	7,985,000	0		
Shenwan Hongyuan Securities (Hongkong) Co., Ltd.	Foreign legal person	1.22%	6,707,257	0		
Huabao Trust Co., Ltd. – Huihuang No.15 single fund trust	Other	1.19%	6,546,435	0		
Zhongrong International Trust Co., Ltd. – Zhongrong –Dingfu No.12 structured portfolio investment trust plan	Other	0.81%	4,453,000	0		
Zhongrong International Trust Co., Ltd. – Zhongrong –Dingfu No.13 structured portfolio investment trust plan	Other	0.72%	3,958,923	0		
China Merchants Securities Hong Kong Co., Ltd.	State-owned legal person	0.71%	3,893,382	0		
Li Huili	Domestic nature person	0.71%	3,891,124	0		

Top ten shareholders with unrestricted shares held			
Shareholder's name	Amount of unrestricted shares held	Type of shares	
		Type	Amount
Shenzhen Guocheng Energy Investment Development Co., Ltd.	63,508,747	RMB common shares	63,508,747
UOB Koy Hian (Hongkong) Co., Ltd.	15,907,850	Domestically foreign shares	15,907,850
Guosen Securities (Hongkong) brokerage Co., Ltd.	13,909,425	Domestically foreign shares	13,909,425
Huabao Trust Co., Ltd. – Huihuang No.33 single fund trust	7,985,000	RMB common shares	7,985,000
Shenwan Hongyuan Securities (Hongkong) Co., Ltd.	6,707,257	Domestically foreign shares	6,707,257
Huabao Trust Co., Ltd. – Huihuang No.15 single fund trust	6,546,435	RMB common shares	6,546,435
Zhongrong International Trust Co., Ltd. – Zhongrong –Dingfu No.12 structured portfolio investment trust plan	4,453,000	RMB common shares	4,453,000
Zhongrong International Trust Co., Ltd. – Zhongrong –Dingfu No.13 structured portfolio investment trust plan	3,958,923	RMB common shares	3,958,923
China Merchants Securities Hong Kong Co., Ltd.	3,893,382	Domestically foreign shares	3,893,382
Li Huili	3,891,124	Domestically foreign shares	3,891,124
Explanation on associated relationship among the aforesaid shareholders	Li Huili, the spouse of actual controller Ji Hanfei, holding B-share of the Company on behalf of Shenzhen Guocheng Energy Investment Development Co., Ltd., beyond that, the Company has no idea of whether other circulated shareholders belong to concerted action persons ruled in the Administration Norms for Information Disclosure of Change on Shareholding of Shareholders of Listed Companies.		
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 Event

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

√ Applicable □ Not applicable

Item	Ending or the period	Opening or last period	Increase/decrease y-o-y	Reasons of changes
Cash received from selling commodities and providing labor services	5,982,298.36	12,812,358.30	-53.31%	Business are settled by bank acceptance in the period
Cash paid for purchasing commodities and receiving labor service	3,072,699.30	12,076,169.36	-74.56%	Business are settled by bank acceptance in the period
Note receivable	5,330,000.00	1,500,000.00	255.33%	The acceptance bill in the period increased
Inventory	4,332,499.78	2,777,174.63	56.00%	Stock increased for the season of saels from subsidiary in the period
Accounts payable	13,573,813.11	3,928,197.27	245.55%	Receivables increased for the season of sales from subsidiary in the period
Account received in advance	1,810,468.80	1,268,479.32	42.73%	Account received in advance for goods from subsidiary EMMELLE

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

√ Applicable □ Not applicable

From January to February of 2018, the fourth (temporary) meeting of the 10th session of board of directors and the first extraordinary shareholders' meeting of the company in 2018 reviewed and approved the Proposal on Adjusting the Plan for the Company's Non-Public Offering of A-Shares, and the Proposal on the Plan for the Company's Non-Public Offering of A-Shares (three revised versions) and other relevant proposals. According to the above proposals, the total amount of funds raised in this non-public offering of shares did not exceed 750 million Yuan, and planned to invest 680 million Yuan for the "online and offline marketing network platform construction and upgrade project" and planned to invest 70 million Yuan for the "R&D center construction project after deducting the issuance costs. The issuing objects of this non-public offering include four specific investors which are Ruian Information, Zhisheng High-tech, Wansheng Industry and Beier High-tech. The subscription amount of Ruian Information does not exceed 250 million Yuan, and the number of subscribed shares does not exceed 36,756,529 shares; the subscription amount of Zhisheng High-tech does not exceed 200 million Yuan, and the number of subscribed shares does not exceed 29,405,223 shares; the subscription amount of Wansheng Industry and Beier High-tech respectively does not exceed 150 million Yuan, and the number of subscribed shares

does not exceed 22,053,917 shares respectively. See details on the announcement issued by the board of directors of the Company.

Overview	Released on	Inquiry index for temporary report disclosed
Adjusting the Plan for the Company's Non-Public Offering of A-Shares	2018-01-27	Juchao Website: http://www.cninfo.com.cn
Proposal on the Plan for Non-Public Offering of A-Shares for year of 2016 (three revised versions)	2018-01-27	Juchao Website: http://www.cninfo.com.cn
Signing the Equity Subscription Agreement Subject to a Condition with Subscribed Object (Second Revised)	2018-01-27	Juchao Website: http://www.cninfo.com.cn
Explanation on Adjusting the Plan for the Company's Non-Public Offering of A-Shares	2018-01-27	Juchao Website: http://www.cninfo.com.cn
The Non-Public Offering with Related Transactions Involved	2018-01-27	Juchao Website: http://www.cninfo.com.cn
Feasibility Analysis Report o the Use of Funds Arising from Non-Public Offering of A-Shares for year of 2016	2018-01-27	Juchao Website: http://www.cninfo.com.cn
Shareholders' Return Plan for the Next Three Years (2018-2020)	2018-01-27	Juchao Website: http://www.cninfo.com.cn
Risk Warning on Prompt Return Dilution for Non-Public Offering of Shares, Explanation on Instructions for Taking filling Measures and related Subject Commitment (Third Revised)	2018-01-27	Juchao Website: http://www.cninfo.com.cn
Resolution of 4 th session (Extraordinary) of 10 th BOD	2018-01-27	Juchao Website: http://www.cninfo.com.cn
Resolution of 12 th session (Extraordinary) of 8 th Supervisory Committee	2018-01-27	Juchao Website: http://www.cninfo.com.cn
Resolution of First Extraordinary Meeting of Shareholders' General Meeting 2018	2018-02-14	Juchao Website: http://www.cninfo.com.cn

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

The Company has no commitments completed in Period and those without completed till end of the Period from actual controller, shareholders, related parties, purchaser and companies.

IV. Forecast of operation performance from Jan. – June of 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

No security investment in Period.

VI. Derivative investment

Applicable Not applicable

No derivative investment in Period.

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

Applicable Not applicable

Time	Way	Type	Basic situation index of investigation
In the reporting period	Telephone communication	Individual	Consulting company restructuring problem
In the reporting period	Telephone communication	Individual	Inquiry progress of the private placement

VIII. Guarantee outside against the regulation

Applicable Not applicable

The Company had no guarantee outside against the regulation in the period.

IX. Non-operational fund occupation from controlling shareholders and its related party

Applicable Not applicable

The Company had no non-operational fund occupation form controlling shareholders and its related party in the period.

Section IV. Financial Statement

I. Financial statement

1. Consolidate balance sheet

Prepared by Shenzhen China Bicycle Company (Holdings) Limited

2018-03-31

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	28,818,577.86	27,985,654.24
Settlement provisions		
Capital lent		
Financial assets measured by fair value and with variation reckoned into current gains/losses		
Derivative financial assets		
Notes receivable	5,330,000.00	1,500,000.00
Accounts receivable	32,556,167.75	29,007,775.21
Accounts paid in advance	2,897,507.80	2,482,276.54
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Interest receivable		
Dividend receivable		
Other receivables	603,433.38	659,706.81
Purchase restituted finance asset		
Inventories	4,332,499.78	2,777,174.63
Assets held for sale		
Non-current asset due within one year		
Other current assets	1,792,452.81	1,805,427.17
Total current assets	76,330,639.38	66,218,014.60

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		
Fixed assets	3,848,811.50	3,941,117.97
Construction in progress		
Engineering material		
Disposal of fixed asset		
Productive biological asset		
Oil and gas asset		
Intangible assets	2,070,750.00	2,259,000.00
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned		
Deferred income tax asset	741,828.71	741,828.71
Other non-current asset	400,000.00	400,000.00
Total non-current asset	7,061,390.21	7,341,946.68
Total assets	83,392,029.59	73,559,961.28
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	8,480,000.00	8,480,000.00
Accounts payable	13,573,813.11	3,928,197.27

Accounts received in advance	1,810,468.80	1,268,479.32
Selling financial asset of repurchase		
Commission charge and commission payable		
Wage payable	424,863.46	706,703.40
Taxes payable	3,898,864.92	3,807,286.87
Interest payable		
Dividend payable		
Other accounts payable	36,139,420.62	36,508,323.90
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	64,327,430.91	54,698,990.76
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	64,327,430.91	54,698,990.76
Owner's equity:		

Share capital	551,347,947.00	551,347,947.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	627,834,297.85	627,834,297.85
Less: Inventory shares		
Other comprehensive income		
Reasonable reserve		
Surplus public reserve	32,673,227.01	32,673,227.01
Provision of general risk		
Retained profit	-1,195,725,217.78	-1,195,957,201.01
Total owner's equity attributable to parent company	16,130,254.08	15,898,270.85
Minority interests	2,934,344.60	2,962,699.67
Total owner's equity	19,064,598.68	18,860,970.52
Total liabilities and owner's equity	83,392,029.59	73,559,961.28

Legal representative: Li Hai

Person in charge of accounting works: Sun Longlong

Person in charge of accounting organ: Zhong Xiaojin

2. Balance Sheet of Parent Company

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	14,859,955.48	15,398,405.80
Financial assets measured by fair value and with variation reckoned into current gains/losses		
Derivative financial assets		
Notes receivable		300,000.00
Accounts receivable	14,970,660.19	17,680,663.16
Account paid in advance	2,285,312.96	2,357,662.42
Interest receivable		
Dividends receivable		

Other receivables	1,041,303.38	280,576.37
Inventories		
Assets held for sale		
Non-current assets maturing within one year		
Other current assets	1,792,452.81	1,792,452.81
Total current assets	34,949,684.82	37,809,760.56
Non-current assets:		
Available-for-sale financial assets		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	10,379.73	10,379.73
Investment property		
Fixed assets	3,249,555.35	3,309,465.26
Construction in progress		
Project materials		
Disposal of fixed assets		
Productive biological assets		
Oil and natural gas assets		
Intangible assets	2,070,750.00	2,259,000.00
Research and development costs		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets		
Other non-current assets	400,000.00	400,000.00
Total non-current assets	5,730,685.08	5,978,844.99
Total assets	40,680,369.90	43,788,605.55
Current liabilities:		
Short-term borrowings		
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	905,422.08	1,086,506.70
Wage payable	112,882.18	112,896.71
Taxes payable	2,800,749.01	2,806,928.48
Interest payable		
Dividend payable		
Other accounts payable	27,567,486.90	30,786,588.98
Liability held for sale		
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	31,386,540.17	34,792,920.87
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	31,386,540.17	34,792,920.87
Owners' equity:		
Share capita	551,347,947.00	551,347,947.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	627,834,297.85	627,834,297.85
Less: Inventory shares		

Other comprehensive income		
Reasonable reserve		
Surplus reserve	32,673,227.01	32,673,227.01
Retained profit	-1,202,561,642.13	-1,202,859,787.18
Total owner's equity	9,293,829.73	8,995,684.68
Total liabilities and owner's equity	40,680,369.90	43,788,605.55

3. Consolidated Profit Statement

In RMB

Item	Current Period	Last Period
I. Total operating income	24,732,886.83	23,303,201.13
Including: Operating income	24,732,886.83	23,303,201.13
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	24,497,325.06	22,938,132.58
Including: Operating cost	22,815,921.16	20,669,393.50
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	13,045.78	70,630.84
Sales expenses	1,088,883.41	1,260,936.10
Administration expenses	792,355.78	1,129,087.76
Financial expenses	-212,881.07	-191,915.62
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 “-”)		
Assets disposal income (Loss is listed with “-”)		
Other income		
III. Operating profit (Loss is listed with “-”)	235,561.77	365,068.55
Add: Non-operating income	72,126.28	156,911.00
Less: Non-operating expense		
IV. Total Profit (Loss is listed with “-”)	307,688.05	521,979.55
Less: Income tax expense	104,059.89	163,933.57
V. Net profit (Net loss is listed with “-”)	203,628.16	358,045.98
(I) Continuous operation net profit (Net loss is listed with “-”)	203,628.16	358,045.98
(II) Discontinued operation net profit (Net loss is listed with “-”)		
Net profit attributable to owner’s of parent company	231,983.23	212,322.25
Minority shareholders’ gains and losses	-28,355.07	145,723.73
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	203,628.16	358,045.98
Total comprehensive income attributable to owners of parent Company	231,983.23	212,322.25
Total comprehensive income attributable to minority shareholders	-28,355.07	145,723.73
VIII. Earnings per share:		
(i) Basic earnings per share	0.0004	0.0004
(ii) Diluted earnings per share	0.0004	0.0004

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: Li Hai

Person in charger of accounting works: Sun Longlong

Person in charge of accounting organ: Zhong Xiaojin

4. Profit Statement of Parent Company

In RMB

Item	Current Period	Last Period
I. Operating income	7,029,187.86	1,513,049.47
Less: Operating cost	6,438,488.68	1,262,084.91
Operating tax and extras		
Sales expenses	64,825.20	
Administration expenses	232,817.86	534,843.16
Financial expenses	-41,043.41	732.17
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		
Assets disposal income (Loss is listed with “-”)		
Other income		
II. Operating profit (Loss is listed with “-”)	334,099.53	-284,610.77
Add: Non-operating income	68,105.41	156,911.00
Less: Non-operating expense		
III. Total Profit (Loss is listed with “-”)	402,204.94	-127,699.77
Less: Income tax expense	104,059.89	
IV. Net profit (Net loss is listed with “-”)	298,145.05	-127,699.77
(I) Continuous operation net profit (Net loss is listed with “-”)		
(II) Discontinued operation net profit (Net loss is listed with “-”)		
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	298,145.05	-127,699.77
VII. Earnings per share:		
(i) Basic earnings per share	0.0005	-0.0002
(ii) Diluted earnings per share	0.0005	-0.0002

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	5,982,298.36	12,812,358.30
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	1,554,655.99	1,567,662.15
Subtotal of cash inflow arising from operating activities	7,536,954.35	14,380,020.45
Cash paid for purchasing commodities and receiving labor	3,072,699.30	12,076,169.36

service		
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	1,530,704.56	1,609,825.92
Taxes paid	533,348.11	234,265.93
Other cash paid concerning operating activities	1,567,278.76	1,897,519.61
Subtotal of cash outflow arising from operating activities	6,704,030.73	15,817,780.82
Net cash flows arising from operating activities	832,923.62	-1,437,760.37
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		
Cash paid for investment		

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		
Net cash flows arising from investing activities		
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	328,378.06	
Subtotal of cash inflow from financing activities	328,378.06	
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		
Subtotal of cash outflow from financing activities		
Net cash flows arising from financing activities	328,378.06	
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate		

V. Net increase of cash and cash equivalents	1,161,301.68	-1,437,760.37
Add: Balance of cash and cash equivalents at the period -begin	19,177,276.18	24,015,287.71
VI. Balance of cash and cash equivalents at the period -end	20,338,577.86	22,577,527.34

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		
Write-back of tax received		
Other cash received concerning operating activities	1,331,116.28	2,302,597.10
Subtotal of cash inflow arising from operating activities	1,331,116.28	2,302,597.10
Cash paid for purchasing commodities and receiving labor service	1,861.33	
Cash paid to/for staff and workers	518,277.64	501,230.86
Taxes paid	412,529.68	75,698.87
Other cash paid concerning operating activities	936,897.95	1,343,030.72
Subtotal of cash outflow arising from operating activities	1,869,566.60	1,919,960.45
Net cash flows arising from operating activities	-538,450.32	382,636.65
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		
Cash paid for investment		
Net cash received from subsidiaries and other units		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities		
Net cash flows arising from investing activities		
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		
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities		

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	-538,450.32	382,636.65
Add: Balance of cash and cash equivalents at the period -begin	15,398,405.80	1,143,418.29
VI. Balance of cash and cash equivalents at the period -end	14,859,955.48	1,526,054.94

II. Audit report

Whether the first quarterly report had been audited or not

Yes No

The first quarterly report was unaudited.

Board of Directors of
Shenzhen China Bicycle Company (Holdings) Limited
25 April 2018