



**Shenzhen Chiwan Wharf Holdings Limited**  
**The Report for the First Quarter of 2018**

**Disclosed on 27 April 2018**

## **Section I Important Statements**

The Board of Directors, Supervisory Committee, directors, supervisors and senior management of Shenzhen Chiwan Wharf Holdings Limited (hereinafter referred to as the “Company”) hereby guarantee that the information presented in this Report is factual, accurate and complete, and shall be jointly and severally liable for any false information, misleading statements or material omissions carried in this Report.

All directors attended the board meeting for the review of this Report.

Board Chairman Bai Jingtao, Chief Financial Officer Yao Shenglan and Financial Manager Li Xiaopeng hereby guarantee the factuality, accuracy and completeness of the Financial Report in this Report.

This Report has been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.

## Section II Company Profile

### I Key financial results

Whether the Company performed any retroactive adjustments to or restatement of its accounting data

Yes  No

Unit: RMB

	January-March 2018	January-March 2017	+/-%
Operating revenues (RMB)	615,757,667.14	590,462,575.45	4.28%
Net profit attributable to shareholders of the Company (RMB)	146,662,116.72	138,193,456.79	6.13%
Net profit attributable to shareholders of the Company before exceptional profit and loss (RMB)	147,400,980.09	137,529,057.95	7.18%
Net operating cash flow (RMB)	105,464,496.51	327,701,479.55	-67.82%
Basic earnings per share (RMB/share)	0.227	0.214	6.07%
Diluted earnings per share (RMB/share)	0.227	0.214	6.07%
Weighted average return on equity (%)	2.91%	2.88%	0.03%
	31 March 2018	31 December 2017	+/-%
Total assets (RMB)	8,147,257,790.54	7,975,470,563.32	2.15%
Net assets attributable to shareholders of the Company (RMB)	4,313,532,059.53	4,922,969,405.92	-12.38%

Reason for retroactive adjustments or restatement:

Business combination under the same control, see “Section III Significant Events-II Progress of significant events and analysis & explanations on their influence and solutions” for details.

Unit: RMB

	January-March 2018	January-March 2017		+/-%
		Before	After	After
Operating revenues (RMB)	615,757,667.14	468,384,678.35	590,462,575.45	4.28%
Net profit attributable to shareholders of the Company (RMB)	146,662,116.72	138,844,490.95	138,193,456.79	6.13%
Net profit attributable to shareholders of the Company before exceptional profit and loss (RMB)	147,400,980.09	138,192,368.56	137,529,057.95	7.18%
Net operating cash flow (RMB)	105,464,496.51	246,485,777.68	327,701,479.55	-67.82%
Basic earnings per share (RMB/share)	0.227	0.215	0.214	6.07%

Diluted earnings per share (RMB/share)	0.227	0.215	0.214	6.07%
Weighted average return on equity (%)	2.91%	2.90%	2.88%	0.03%

Exceptional profit and loss

√ Applicable □ Not applicable

Unit: RMB

Item	January-March 2018	Note
Profit/loss on disposal of non-current assets (including offset asset impairment provisions)	-652,653.98	
Government subsidies charged to the profit/loss for this Reporting Period (except for the government grants closely related to the business of the Company and given at a fixed quota or amount in accordance with the State's uniform standards)	524,620.38	
Non-operating income and expense other than the above	150,022.25	
Less: Corporate income tax	236,866.95	
Minority interests (after tax)	523,985.07	
Total	-738,863.37	--

Explanation of why the Company classified an item as exceptional profit/loss according to the definition in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Profit and Loss, or reclassified any exceptional profit/loss item given as an example in the said explanatory announcement to recurrent profit/loss

□ Applicable √ Not applicable

## II Total number of shareholders at the period-end and shareholdings of top ten shareholders

### 1. Numbers of common shareholders and preference shareholders with resumed voting rights as well as shareholdings of top ten shareholders

Unit: share

Total number of common shareholders at the period-end	35,591 (including 25,133 A-shareholders and 10,458 B-shareholders)	Total number of preference shareholders with resumed voting rights at the period-end	0		
Shareholdings of top ten shareholders (all non-restricted shareholders)					
Name of shareholder	Nature of shareholder	Shareholding percentage (%)	Number of non-restricted shares held	Type of share (A, B, H or others)	Number of pledged or frozen shares
CHINA NANSHAN DEVELOPMENT (GROUP) INC.	State-owned corporation	32.52%	209,687,067	A share	0
SHENZHEN MALAI STORAGE CO., LTD.	Domestic non-state-owned corporation	25.00%	161,190,933	A share	0
KEEN FIELD ENTERPRISES LIMITED	Foreign corporation	8.58%	55,314,208	B share	Unknown
CMBSA RE FTIF TEMPLETON ASIAN GRW FD GTI 5496	Foreign corporation	7.43%	47,914,954	B share	Unknown

CITIC SECURITIES CO., LTD	Domestic non-state-owned corporation	1.47%	9,467,951	A share	0
NORGES BANK	Foreign corporation	0.43%	2,802,863	B share	Unknown
VANGUARD EMERGING MARKETS STOCK INDEX FUND	Foreign corporation	0.41%	2,617,518	B share	Unknown
MAI SHUQING	Domestic individual	0.35%	2,238,347	A share	0
CHINA MERCHANTS SECURITIES (HK) CO., LTD.	Foreign corporation	0.33%	2,126,022	B share	Unknown
CANADA POST CORPORATION REGISTERED PENSION PLAN	Foreign corporation	0.24%	1,579,096	B share	Unknown
Related or acting-in-concert parties among the above shareholders	China Merchants Port Holdings Company Limited (CMPort) is a shareholder of China Nanshan Development (Group) Inc., and Shenzhen Malai Storage Co., Ltd. and Keen Field Enterprises Limited are both wholly-funded subsidiaries of CMPort. Other than that, the Company does not know whether the other non-restricted shareholders are related parties or not.				
Top ten common shareholders conducting securities margin trading (if any)	N/A				

Whether the top ten common shareholders or the top ten non-restricted common shareholders of the Company conducted any promissory repo during the Reporting Period

Yes  No

## 2. Total number of preference shareholders and shareholdings of the top ten of them

Applicable  Not applicable

## Section III Significant Events

### I Changes in major accounting statement items and financial indicators for the Reporting Period, as well as reasons for such changes

√ Applicable   □ Not applicable

Unit: RMB

Item	31 March 2018	31 December 2017	+/-%	Explanation of change
Financial assets measured at fair value with fair value changes recorded into other comprehensive income	146,933,840.00	-	-	As per the new accounting standard governing financial instruments, the measurement method of “available-for-sale financial assets” has changed from the cost method to the fair value method.
Available-for-sale financial assets	-	23,759,200.00	-100.00%	As per the new accounting standard governing financial instruments, available-for-sale financial assets have been reclassified into “financial assets measured at fair value with fair value changes recorded into other comprehensive income”.
Dividends payable	1,113,827,859.29	263,384,499.42	332.89%	Declaration of cash dividends for the current period
Other accounts payable	80,541,725.19	138,012,498.12	-41.64%	Payment for engineering services in the current period
Deferred income tax liabilities	42,666,970.44	10,584,342.80	303.11%	The measurement method of available-for-sale financial assets has changed to the fair value method, and deferred income tax liabilities on the appraised value increase were recognized.
Other comprehensive income	112,181,324.49	19,800,344.49	466.56%	The measurement method of available-for-sale financial assets has changed to the fair value method, and the appraised value increase was included in other comprehensive income.
Item	January-March 2018	January-March 2017	+/-%	Explanation of change
Finance costs	11,867,911.67	6,226,387.15	90.61%	Greater year-on-year foreign exchange loss due to depreciation of foreign currency in the current period
Cash received from other operating activities	8,780,741.41	21,313,277.45	-58.80%	A waterway use fee refund was received in the same period of last year, while there were no such cases in the current period
Cash paid for other operating activities	22,117,095.45	1,905,213.44	1060.87%	Advances paid by container handling subsidiaries for clients increased in the current period compared to the same period of last year; and withheld tariffs and import VAT were received in the same period of last year, while there were no such cases in the current period
Cash received from other investing activities	-	53,000,000.00	-100.00%	Returned money was received from the CMG-CIC capital pool
Cash paid to acquire fixed assets, intangible assets and other long-term assets	66,254,683.67	25,190,680.71	163.01%	Year-on-year increase in payment for engineering services

Cash paid for other investing activities		67,400,000.00	-100.00%	The same period of last year seeing a payment to the CMG-CIC capital pool
Repayment of borrowings	-	36,270,000.00	-100.00%	The same period of last year seeing repayment of bank loans
Cash paid for interest expenses and distribution of dividends or profit	75,000.00	39,707,869.76	-99.81%	Payment of dividends to minority shareholders by container handling subsidiaries in the same period of last year and a higher payment of interest on bank loans in the same period of last year compared to the current period
Effect of foreign exchange rate changes on cash and cash equivalents	-14,225,368.65	-2,054,541.21	-592.39%	Greater year-on-year foreign exchange loss due to depreciation of foreign currency in the current period

## II Progress of significant events and analysis & explanations on their influence and solutions

Applicable  Not applicable

Our Company signed the *Supplementary Agreement to the MEDIA PORT INVESTMENTS LIMITED Shareholder Agreement* with China Merchants Port Holdings Co., Ltd. (the “CMPH”), FATTEN INVESTMENTS LIMITED (the “FIL”) and MEDIA PORT INVESTMENTS LIMITED (the “MPIL”) on 23 August 2017 in Shenzhen. In accordance with the arrangement in the Agreement, the Company had completed the director appointment for MPIL at the end of September 2017 and realized its control over MPIL and its subsidiaries-FIL, Shenzhen Mawan wharf Co., Ltd., Shenzhen Mawan Port Services Co., Ltd. and Shenzhen Mawan Warehouse & Terminals Co., Ltd. (hereinafter referred to as the “Mawan Company”) in form and nature. Based on the related provisions of the *Accounting Standards for Business Enterprises No. 33 - Consolidated Financial Statements*, the Company has consolidated MPIL and its subsidiaries-FIL and Mawan Company since September 2017. In accordance with the requirements on company consolidation under the same control, has adjusted the amount of the same period for the previous year.

On 5 February 2018, the Company signed the *Supplementary Agreement II to the MEDIA PORT INVESTMENTS LIMITED Shareholder Agreement* with CMPH, FIL and MPIL which went into effect upon signature and immediately implemented once upon the completion of transfer of shares of the Company, a total of 66.10%, held by Shenzhen Malai Storage Co., Ltd., Keen Field Enterprises Limited and China Nanshan Development (Group) Inc. to China Merchants Gangtong Development (Shenzhen) Co., Ltd. (a subsidiary of China Merchants Group) and its acting-in-concert party Broadford Global Limited. The Company lost the control rights over MPIL and its subsidiaries-FIL and Mawan Company and no longer included those companies into the consolidated financial statement scope of the Company from the date of losing control rights. Refer to the Announcement on the Associated Transaction of Signing the *Supplementary Agreement II to the MEDIA PORT INVESTMENTS LIMITED Shareholder Agreement* (No.2018-13) disclosed on (<http://www.cninfo.com.cn>) on 7 February 2018 for details.

## III Overdue commitments of the Company’s actual controller, shareholders, related parties and acquirer, as well as the Company and other commitment makers in this Reporting Period or ongoing at the period-end

Applicable  Not applicable

## IV Operating result forecast for January-June 2018

Warning of possible loss or considerable YoY change of the accumulated net profit made during the period-beginning to the end of the next reporting period according to prediction, as well as explanations on the reasons:

Applicable  Not applicable

**V Securities investments**

√ Applicable □ Not applicable

Unit: RMB

Variety of securities	Code of securities	Name of securities	Initial investment cost	Opening number of shares held	Opening shareholding percentage	Closing number of shares held	Closing shareholding percentage	Closing book value	Profit/loss in the Reporting Period	Accounting title	Source of securities
Stock	600377	Jiangsu Expressway	1,120,000	1,000,000	0.02%	1,000,000	0.02%	9,540,000	-	Financial assets measured at fair value with fair value changes recorded into other comprehensive income	Corporate shares that had become tradable through share reform
Stock	400032	Petrochemical A1	3,500,000	780,000	0.26%	780,000	0.26%	382,200	-	Financial assets measured at fair value with fair value changes recorded into other comprehensive income	Corporate shares
Stock	400009	Guang Jian 1	27,500	20,000	0.02%	20,000	0.02%	17,000	-	Financial assets measured at fair value with fair value changes recorded into other comprehensive income	Corporate shares
Total			4,647,500	1,800,000	--	1,800,000	--	9,939,200	-	--	--

**VI Investments in derivative financial instruments**

□ Applicable √ Not applicable

**VII Visits paid to the Company in the Reporting Period for purposes of research, communication, interview, etc.**

√ Applicable □ Not applicable

Date of visit	Way of visit	Type of visitor	Index to main inquiry information
4 January 2018	By one-on-one meeting	Institution	Main inquiry: basic business condition, investments and financial condition of the Company; Materials provided: brochure of the Company; Index: SZSE EasyIR ( <a href="http://irm.cninfo.com.cn/ssessgs/S000022/index.html">http://irm.cninfo.com.cn/ssessgs/S000022/index.html</a> )
6 February 2018	By one-on-one meeting	Institution	
12 March 2018	By one-on-one meeting	Institution	
January-March 2018	By phone and written inquiry (through the EasyIR platform of SZSE)	Individual	

**VIII Illegal provision of guarantees for external parties**

□ Applicable √ Not applicable

## IX Occupation of the Company's funds by the controlling shareholder or its related parties for non-operating purposes

Applicable  Not applicable

## X Progress made on internal control

In the first quarter of 2018, according to the results of the work flow combing of internal control for 2017, the sample test of drafts, internal control defect sheet and the rectification report on internal control, the Company produced the 2017 annual internal control self-evaluation report, which was disclosed after review and approval at the Third Meeting of the 9<sup>th</sup> Board of Directors and the Third Meeting of the 9<sup>th</sup> Supervisory Committee.

The Company engaged Deloitte Touche Tohmatsu Certified Public Accountants LLP to audit the effectiveness of its 2017 financial reporting internal control. A standard auditor's report with unqualified opinion was issued by DDT and later disclosed by the Company.

Currently, the Company is making preparations for its internal control activities in 2018. It has renewed the list of the internal control task group members, formulated the work plan and schedule for internal control in 2018 and determined the subjects and work flows for the internal control in 2018, which both remained the same as last year.

The Company has completed the internal control work in 2017 according to the schedule in the internal control work plan for 2017, as well as the preparations for its internal control activities in 2018 according to the schedule in the internal control work plan for 2018, with no deviation or delay.

## XI Deposits in and loans provided by a finance company

1. The *Proposal on Renewal of Financial Service Agreement with China Development Finance Company Ltd.* was reviewed and approved on the 2016 Annual Meeting of Shareholders held on 5 June 2017, in which, the Company was agreed to sign the *Financial Service Agreement* with China Development Finance Company Ltd. with the period of three years.

At the end of the Reporting Period, the deposits in and loans of the Company provided by China Development Finance Company Ltd. were listed as follows:

Unit: RMB'0,000

Item	Opening balance	Increase	Decrease	Closing balance
I. Deposits in China Development Finance Company Ltd.	119.27	0.26	-	119.53
II. Loans provided by China Development Finance Company Ltd.	-	-	-	-

2. The *Proposal on Signing Financial Service Agreement with Sinotrans & CSC Finance Co., Ltd.* was reviewed and approved on the Second Meeting of the 9<sup>th</sup> Board of Directors held by the Company on 23 August 2017, in which, the Company was agreed to signed the *Financial Service Agreement* with Sinotrans & CSC Finance Co., Ltd. (renamed China Merchants Group Finance Co., Ltd. from August 2017) with the period of three years.

At the end of the Reporting Period, deposits in and loans provided by China Merchants Group Finance Co., Ltd. were as follows:

Unit: RMB'0,000

Item	Opening balance	Increase	Decrease	Closing balance
I. Deposits in China Merchants Group Finance Co., Ltd.	15,035.93	61.74	2,000.00	13,097.67
II. Loans provided by China Merchants Group Finance Co., Ltd.	-	-	-	-

## **XII Explain change of the accounting policy, accounting estimate and measurement methods as compared with the financial reporting of last year**

The primary changes to the Company's accounting policies are summarized as follows: On 31 March 2017, the Ministry of Finance issued the revised Accounting Standard No. 22 for Business Enterprises—Recognition and Measurement of Financial Instruments (hereinafter referred to as the “Revised Accounting Standard No. 22”), the revised Accounting Standard No. 23 for Business Enterprises—Transfer of Financial Assets (hereinafter referred to as the “Revised Accounting Standard No. 23”) and the revised Accounting Standard No. 24 for Business Enterprises—Accounting for Hedges (hereinafter referred to as the “Revised Accounting Standard No. 24”); on 28 April 2017, the Ministry of Finance issued the Accounting Standard No. 42 for Business Enterprises—Non-Current Assets and Disposal Groups Held for Sale and Discontinued Operations (hereinafter referred to as the “Accounting Standard No. 42”); on 2 May 2017, the Ministry of Finance issued the revised Accounting Standard No. 37 for Business Enterprises—Presentation of Financial Instruments (hereinafter referred to as the “Revised Accounting Standard No. 37”); on 10 May 2017, the Ministry of Finance issued the revised Accounting Standard No. 16 for Business Enterprises—Government Subsidies (hereinafter referred to as the “Revised Accounting Standard No. 16”); and on 5 July 2017, the Ministry of Finance issued the revised Accounting Standard No. 14 for Business Enterprises—Revenue (hereinafter referred to as the “Revised Accounting Standard No. 14”). As required by the Ministry of Finance, the Company has adopted the Revised Accounting Standard No. 22, No. 23, No. 24, No. 37 and No. 14 since 1 January 2018; the Accounting Standard No. 42 since 28 May 2017; and the Revised Accounting Standard No. 16 since 12 June 2017. For further information, please see the Announcement of Shenzhen Chiwan Wharf Holdings Limited on Accounting Policy Changes (No. 2018-025), which has been disclosed by the Company on <http://www.cninfo.com.cn> dated 7 March 2018.

## Section IV Financial Statements

### I Financial statements

#### 1. Consolidated balance sheet

Prepared by Shenzhen Chiwan Wharf Holdings Limited

31 March 2018

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	882,443,673.34	818,193,679.32
Notes receivable	-	500,000.00
Accounts receivable	324,892,482.00	257,081,961.83
Accounts paid in advance	3,697,278.94	4,354,830.16
Interest receivable	1,321,127.98	1,175,305.39
Other accounts receivable	26,277,303.16	21,209,538.29
Inventories	23,474,249.32	21,862,480.10
Other current assets	28,550,885.86	33,491,432.18
Total current assets	1,290,657,000.60	1,157,869,227.27
Non-current assets:		
Financial assets measured at fair value with fair value changes recorded into other comprehensive income	146,933,840.00	-
Available-for-sale financial assets	-	23,759,200.00
Long-term equity investments	1,130,418,004.43	1,152,620,039.97
Investment property	22,614,623.67	22,821,081.69
Fixed assets	3,863,247,003.97	3,929,355,718.60
Construction in progress	104,233,438.82	86,317,666.70
Intangible assets	1,338,207,513.15	1,350,224,998.54
Goodwill	10,858,898.17	10,858,898.17
Long-term deferred expenses	96,935,572.76	98,278,001.09
Deferred tax assets	10,817,190.11	11,031,026.43
Other non-current assets	132,334,704.86	132,334,704.86
Total non-current assets	6,856,600,789.94	6,817,601,336.05
Total assets	8,147,257,790.54	7,975,470,563.32

Item	Closing balance	Opening balance
Current liabilities:		
Accounts payable	104,922,904.24	131,837,865.23
Accounts received in advance	27,751,691.73	56,571,454.49
Payroll payable	52,338,242.59	95,361,472.09
Taxes payable	90,176,882.75	96,453,101.66
Interest payable	7,044,246.58	3,678,493.15
Dividends payable	1,113,827,859.29	263,384,499.42
Other accounts payable	80,541,725.19	138,012,498.12
Other current liabilities	100,000,000.00	100,000,000.00
Total current liabilities	1,576,603,552.37	885,299,384.16
Non-current liabilities:		
Bonds payable	299,079,452.03	298,931,506.83
Long-term accounts payable	25,000,000.00	25,000,000.00
Special payables	29,244,829.73	32,563,422.41
Deferred income	153,369,036.75	156,048,997.49
Deferred tax liabilities	42,666,970.44	10,584,342.80
Total non-current liabilities	549,360,288.95	523,128,269.53
Total liabilities	2,125,963,841.32	1,408,427,653.69
Owners' equity:		
Share capital	644,763,730.00	644,763,730.00
Capital reserve	167,480,381.25	167,480,381.25
Other comprehensive income	112,181,324.49	19,800,344.49
Special reserve	6,730,290.21	4,767,373.45
Surplus reserve	520,074,434.56	520,074,434.56
Retained earnings	2,862,301,899.02	3,566,083,142.17
Equity attributable to owners of the Company	4,313,532,059.53	4,922,969,405.92
Minority interests	1,707,761,889.69	1,644,073,503.71
Total owners' equity	6,021,293,949.22	6,567,042,909.63
Total liabilities and owners' equity	8,147,257,790.54	7,975,470,563.32

The financial statements from Page 10 to Page 17 have been signed by:

Legal representative: Bai Jingtao

Accounting head for this Report: Yao Shenglan

Head of the accounting department: Li Xiaopeng

**2. Balance sheet of the Company**

31 March 2018

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	275,761,557.70	230,039,345.73
Accounts receivable	5,539,775.11	12,987,394.84
Dividends receivable	589,478,376.49	589,478,376.49
Other accounts receivable	555,370,515.86	583,090,959.69
Inventories	451,010.15	415,163.18
Other current assets	1,232,881.36	2,210,653.66
Total current assets	1,427,834,116.67	1,418,221,893.59
Non-current assets:		
Financial assets measured at fair value with fair value changes recorded into other comprehensive income	146,933,840.00	-
Available-for-sale financial assets	-	23,759,200.00
Long-term accounts receivable	11,004,284.75	11,004,284.75
Long-term equity investments	2,193,996,684.04	2,215,952,842.62
Investment property	12,995,939.67	13,116,783.72
Fixed assets	201,074,873.39	204,839,343.34
Construction in progress	11,209,913.14	10,631,762.77
Intangible assets	59,220,718.54	59,954,618.20
Long-term deferred expenses	3,904,107.78	3,976,969.45
Total non-current assets	2,640,340,361.31	2,543,235,804.85
Total assets	4,068,174,477.98	3,961,457,698.44
Current liabilities:		
Accounts payable	16,970,388.74	18,376,556.53
Advance from customers	46,750.00	98,400.00
Payroll payable	34,732,326.90	51,689,614.60
Taxes payable	-729,441.34	1,578,674.01
Interest payable	13,301,205.42	8,010,008.11
Dividends payable	888,051,900.52	37,608,540.65
Other accounts payable	819,248,182.50	834,923,800.53
Other current liabilities	100,000,000.00	100,000,000.00
Total current liabilities	1,871,621,312.74	1,052,285,594.43

Item	Closing balance	Opening balance
Non-current liabilities:		
Bonds payable	299,079,452.03	298,931,506.83
Long-term payables	148,802,000.00	150,098,000.00
Deferred tax liabilities	32,976,160.00	2,182,500.00
Total non-current liabilities	480,857,612.03	451,212,006.83
Total liabilities	2,352,478,924.77	1,503,497,601.26
Owners' equity:		
Share capital	644,763,730.00	644,763,730.00
Capital reserve	240,001,254.59	240,001,254.59
Other comprehensive income	99,028,480.00	6,647,500.00
Surplus reserve	520,074,434.56	520,074,434.56
Retained earnings	211,827,654.06	1,046,473,178.03
Total owners' equity	1,715,695,553.21	2,457,960,097.18
Total liabilities and owners' equity	4,068,174,477.98	3,961,457,698.44

## 3. Consolidated income statement

Unit: RMB

Item	January-March 2018	January-March 2017(restated)
1. Operating revenues	615,757,667.14	590,462,575.45
Including: Sales income	615,757,667.14	590,462,575.45
2. Operating costs	392,569,837.76	375,360,249.71
Including: Cost of sales	335,994,388.63	332,635,395.49
Taxes and surtaxes	1,561,692.26	2,515,799.94
Administrative expenses	42,785,732.07	36,019,158.95
Finance costs	11,867,911.67	6,226,387.14
Asset impairment loss	360,113.13	-2,036,491.82
Add: Investment income ( “-” means loss)	16,359,969.28	14,991,154.94
Including: Share of profit/loss of associates and joint ventures	16,359,969.28	14,991,154.94
Asset disposal income ( “-” for loss)	-652,653.98	-
Other income	524,620.38	-
3. Operating profit ( “-” means loss)	239,419,765.06	230,093,480.68
Add: Non-operating income	980,568.21	1,378,961.03
Less: Non-operating expense	830,545.96	224,356.40
4. Total profit ( “-” means loss)	239,569,787.31	231,248,085.31
Less: Corporate income tax	30,383,170.97	36,258,541.92
5. Net profit ( “-” means loss)	209,186,616.34	194,989,543.39
5.1 Net profit arising from going concern ( “-“ means net loss)	209,186,616.34	194,989,543.39
5.2 Net profit arising from discontinued operation ( “-“ means net loss)	-	-
Net profit attributable to owners of the Company	146,662,116.72	138,193,456.79
Minority interests' income	62,524,499.62	56,796,086.60
6. Other comprehensive income net of tax	-232,500.00	600,000.00
Other comprehensive income net of tax attributable to owners of the Company	-232,500.00	600,000.00
6.1 Other comprehensive income that will not be reclassified into profit/loss	-	-
6.2 Other comprehensive income to be subsequently reclassified into profit/loss	-232,500.00	600,000.00
6.2.1 Share of other comprehensive income of investees that will be reclassified into profit/loss under the equity method	-	-
6.2.2 Profit/loss on fair value changes of available-for-sale financial assets	-	600,000.00
6.2.3 Profit/loss on fair value changes of financial assets measured at fair value with fair value changes recorded into other comprehensive income	-232,500.00	-
Attributable to non-controlling interests	-	-
7. Total comprehensive income	208,954,116.34	195,589,543.39
Attributable to owners of the Company	146,429,616.72	138,793,456.79
Attributable to minority interests	62,524,499.62	56,796,086.60
8. Earnings per share		
8.1 Basic earnings per share	0.227	0.214
8.2 Diluted earnings per share	0.227	0.214

## 4. Income statement of the Company

Unit: RMB

Item	January-March 2018	January-March 2017
1. Operating revenues	44,714,453.31	58,846,673.04
Less: Operating costs	30,942,499.65	28,369,134.19
Taxes and surtaxes	457,736.06	437,325.39
Administrative expenses	17,526,593.90	13,732,717.55
Finance costs	-4,335,368.90	-407,865.92
Asset impairment loss	-	-7,730.22
Add: Investment income (“-” means loss)	16,605,846.24	14,113,685.80
Including: Share of profit/loss of associates and joint ventures	16,605,846.24	14,113,685.80
Asset disposal income (“-” for loss)	-934,006.99	-
2. Operating profit (“-” means loss)	15,794,831.85	30,836,777.85
Add: Non-operating income	3,113.00	236,108.78
Less: Non-operating expense	108.96	224,356.40
3. Total profit (“-” means loss)	15,797,835.90	30,848,530.23
Less: Corporate income tax	-	-396,443.74
4. Net profit (“-” means loss)	15,797,835.90	31,244,973.97
4.1 Net profit arising from going concern (“-“ means net loss)	15,797,835.90	31,244,973.97
4.2 Net profit arising from discontinued operation (“-“ means net loss)	-	-
5. Other comprehensive income net of tax	-232,500.00	600,000.00
5.1 Other comprehensive income that will not be reclassified into profit and loss	-	-
5.2 Other comprehensive income to be subsequently reclassified into profit/loss	-232,500.00	600,000.00
5.2.1 Share of other comprehensive income of investees that will be reclassified into profit/loss under the equity method	-	-
5.2.2 Profit/loss on fair value changes of available-for-sale financial assets	-	600,000.00
5.2.3 Profit/loss on fair value changes of financial assets measured at fair value with fair value changes recorded into other comprehensive income	-232,500.00	-
6. Total comprehensive income	15,565,335.90	31,844,973.97

## 5. Consolidated cash flow statement

Unit: RMB

Item	January-March 2018	January-March 2017(restated)
1. Cash flows from operating activities:		
Cash received from sale of commodities and rendering of service	518,662,239.72	646,665,488.12
Tax refunds received	440,223.31	206,123.79
Cash received from other operating activities	8,780,741.41	21,313,277.45
Subtotal of cash inflows from operating activities	527,883,204.44	668,184,889.36
Cash paid for goods and services	204,758,345.65	171,889,762.94
Cash paid to and for employees	155,310,630.27	131,794,159.68
Taxes paid	40,232,636.56	34,894,273.75
Cash paid for other operating activities	22,117,095.45	1,905,213.44
Subtotal of cash outflows due to operating activities	422,418,707.93	340,483,409.81
Net cash flows from operating activities	105,464,496.51	327,701,479.55
2. Cash flows from investing activities:		
Cash received as investment income	38,562,004.83	54,360,304.35
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	778,545.00	771,316.00
Other cash received related to investment activities	-	53,000,000.00
Subtotal of cash inflows from investing activities	39,340,549.83	108,131,620.35
Cash paid to acquire fixed assets, intangible assets and other long-term assets	66,254,683.67	25,190,680.71
Other cash paid related to investment activities	-	67,400,000.00
Subtotal of cash outflows due to investing activities	66,254,683.67	92,590,680.71
Net cash flows from investing activities	-26,914,133.84	15,540,939.64
3. Cash flows from financing activities:		
Subtotal of cash inflows from financing activities	-	-
Repayment of borrowings	-	36,270,000.00
Cash paid for interest expenses and distribution of dividends or profit	75,000.00	39,707,869.76
Including: dividends and profits paid to minority shareholders by subsidiaries	-	36,290,058.64
Cash paid for other financing activities	-	5,600.00
Sub-total of cash outflows due to financing activities	75,000.00	75,983,469.76
Net cash flows from financing activities	-75,000.00	-75,983,469.76
4. Effect of foreign exchange rate changes on cash and cash equivalents	-14,225,368.65	-2,054,541.21
5. Net increase in cash and cash equivalents	64,249,994.02	265,204,408.22
Add: Opening balance of cash and cash equivalents	818,193,679.32	542,079,799.39
6. Closing balance of cash and cash equivalents	882,443,673.34	807,284,207.61

**6. Cash flow statement of the Company**

Unit: RMB

Item	January-March 2018	January-March 2017
1. Cash flows from operating activities:		
Cash received from sale of commodities and rendering of service	47,824,975.82	57,834,557.29
Cash received from other operating activities	212,220,080.47	117,473,798.03
Subtotal of cash inflows from operating activities	260,045,056.29	175,308,355.32
Cash paid for goods and services	14,411,768.08	18,184,362.42
Cash paid to and for employees	45,449,193.68	39,055,245.07
Taxes paid	1,361,330.99	2,119,399.84
Cash paid for other operating activities	188,998,993.20	109,249,867.33
Subtotal of cash outflows due to operating activities	250,221,285.95	168,608,874.66
Net cash flows from operating activities	9,823,770.34	6,699,480.66
2. Cash flows from investing activities:		
Cash received as investment income	38,562,004.83	54,159,674.42
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	178,876.00	771,000.00
Subtotal of cash inflows from investing activities	38,740,880.83	54,930,674.42
Cash paid to acquire fixed assets, intangible assets and other long-term assets	2,438,533.25	852,045.04
Subtotal of cash outflows due to investing activities	2,438,533.25	852,045.04
Net cash flows from investing activities	36,302,347.58	54,078,629.38
3. Cash flows from financing activities:		
Subtotal of cash inflows from financing activities	-	-
Cash paid for other financing activities	-	5,600.00
Sub-total of cash outflows due to financing activities	-	5,600.00
Net cash flows from financing activities	-	-5,600.00
4. Effect of foreign exchange rate changes on cash and cash equivalents	-403,905.95	-109,438.69
5. Net increase in cash and cash equivalents	45,722,211.97	60,663,071.35
Add: Opening balance of cash and cash equivalents	230,039,345.73	97,401,657.09
6. Closing balance of cash and cash equivalents	275,761,557.70	158,064,728.44

## **II Auditor's report**

Is this Report audited?

Yes  No

For and on behalf of the Board

Bai Jingtao

Chairman of the Board

Shenzhen Chiwan Wharf Holdings Limited

Dated 27 April 2018