



2018 First Quarter Report

Of

Chongqing Changan Automobile Company Limited

April, 2018

Chapter 1 Important Notes

The Board of Directors, the Supervisory Committee and directors, supervisors and senior management of Chongqing Changan Automobile Company Limited (hereinafter referred to as “the Company”) hereby guarantee that no false or misleading statement or major omission was made to the materials in this report and that they will assume all the responsibilities, individually and jointly, for the trueness, accuracy and completeness of the contents of this report.

All directors attended the board meeting for reviewing the first quarter report.

The Chairman of the Board Zhang Baolin, the Chief Financial Officer Zhang Deyong and the responsible person of the accounting institution (Accountant in charge) Chen Jianfeng hereby declare that the Financial Statements enclosed in this annual report are true, accurate and complete.

Chapter 2 Basic Information

1. Main accounting data and financial indicators

Does the company conduct the retrospective adjustment or restatement of previous years accounting data due to changes in accounting policies or accounting errors?

Yes No

RMB Yuan

	The reporting period	The same period of last year	Variance (%)
Operating income	20,010,746,940.77	17,667,498,708.59	13.26%
Net profit attributable to shareholders of the Company	1,391,793,407.67	2,401,344,788.39	-42.04%
Net profit excluding non-recurring gains and losses attributable to shareholders of listed company	896,758,297.55	2,271,469,057.47	-60.52%
cash flow from operating activities	2,636,312,735.66	4,326,402,675.44	-39.06%
Basic earnings per share	0.29	0.50	-42.00%
Diluted earnings per share	-	-	
Weighted average return on net assets	2.88%	5.36%	Down 2.48 points
	The reporting period	End of 2017	Variance (%)
Total assets	107,165,793,150.29	106,125,114,622.69	0.98%
Net assets attributable to shareholders of listed company	48,969,278,421.57	47,598,690,942.28	2.88%

Accidental gain/loss item and amount

Applicable Not applicable

In RMB Yuan

Item	Amount of the period from the beginning of year to the end of report term	Explanation
Gain/loss of non-current assets	-1,838,463.53	
Government subsidies accounted into current gain/loss account, other than those closely related to the Company's common business, comply with the national policy and continues to enjoy at certain fixed rate or amount.	623,721,189.14	
Other non-business income and expenditures other than the above	-5,325,205.40	
Less: Influenced amount of income tax	120,356,850.16	
Influenced amount of minority shareholders' equity	1,165,559.93	
Total	495,035,110.12	

According to "Public offering of securities information disclosure of the company's information disclosure announcement No. 1 – non-recurring gains and losses" "Public offering of securities information disclosure of the company's information disclosure announcement No. 1 – non-recurring gains and losses" defined non-recurring items ,and Public offering of securities information disclosure of the company's information disclosure announcement No. 1 - non-recurring gains and losses "The items listed in the non-recurring items defined as recurring items shall be explained .

Applicable Not applicable

The company in the reporting period does not base on the definition and listing of "Public offering of securities information disclosure of the company's information disclosure announcement No. 1 – non-recurring gains and losses" about non-recurring gains and losses to define a case of recurring profit or loss.

2. Total number of shareholders at the end of the reporting period and statement on shares held by the top ten tradable shareholders

2.1 Total number of shareholders at the end of the reporting period and statement on shares held by the top ten shareholders

Unit: share

As of the reporting period, the total number of shareholders	Totalled 200,969, of which 170,734 were A share shareholders and 30,235 were B share shareholders.					
Top 10 Shareholders						
Name of the shareholder	Properties of shareholder	Shareholding (%)	Number of shares	Conditional shares	Pledging or freezing	
					Share status	Amount
China Changan Automobile Co., Ltd.	State-owned legal person shares	40.88	1,963,357,619	139,762,403	No pledge or frozen	0
China securities finance Co, Ltd	domestic general legal person shares	4.55	218,580,149		No pledge or frozen	0
United Prosperity Investment Co., Limited	foreign legal person shares	2.23	107,267,728		No pledge or frozen	0
GIC PRIVATE LIMITED	foreign legal person shares	1.68	80,893,572		No pledge or frozen	0
Central Huijin Investment Ltd.	domestic general legal person shares	1.15	55,393,100		No pledge or frozen	0
VALUE PARTNERS HIGH-DIVIDEND STOCKS FUNDS	foreign legal person shares	0.75	36,251,359		No pledge or frozen	0
Anbang AM-China Merchants Bank-Anbang Asset -Win - win No. 3 AM Product	fund, finance products, etc.	0.67	32,070,942		No pledge or frozen	0
Anbang AM-China Minsheng Bank-Anbang Asset -Refined Mix No. 5 AM Product	fund, finance products, etc.	0.65	31,082,094		No pledge or frozen	0
Monetary Authority of Singapore	foreign legal person shares	0.54	25,908,297		No pledge or frozen	0
Hongkong Central Clearing Co., Ltd.	foreign legal person shares	0.42	19,934,548		No pledge or frozen	0
Top 10 holders of unconditional shares						
Name of the shareholder	Amount of shares without sales restriction	Category of shares				
		Category of shares	Amount			
China Changan Automobile Co., Ltd.	1,823,595,216	RMB Ordinary share	1,823,595,216			
China securities finance Co, Ltd	218,580,149	RMB Ordinary share	218,580,149			
United Prosperity Investment Co., Limited	107,267,728	Domestic listed foreign shares	107,267,728			
GIC PRIVATE LIMITED	80,893,572	Domestic listed foreign shares	80,893,572			
Central Huijin Investment Ltd.	55,393,100	RMB Ordinary share	55,393,100			
VALUE PARTNERS HIGH-DIVIDEND STOCKS FUNDS	36,251,359	Domestic listed foreign shares	36,251,359			
Anbang AM-China Merchants Bank- Anbang Asset -Win - win No. 3 AM Product	32,070,942	RMB Ordinary share	32,070,942			
Anbang AM-China Minsheng Bank- Anbang Asset -Refined Mix No. 5 AM Product	31,082,094	RMB Ordinary share	31,082,094			
Monetary Authority of Singapore	25,908,297	Domestic listed foreign shares	25,908,297			
Hongkong Central Clearing Co., Ltd.	19,934,548	RMB Ordinary share	19,934,548			
Explanation on the relationship and the action alike of above shareholders	Among the top 10 shareholders, China Changan Automobile Group Co., Ltd., the controlling shareholder, and its wholly owned subsidiary United Prosperity (Hong Kong) Investment					

	Co., Limited. belong to the concerted actor regulated by “Disclosure Administration of Shares Change Information of The Listed Company”.
--	--

Whether the company top 10 shareholders of ordinary shares, and the top 10 circulated shareholders agreed on the repurchase transactions during the report period

Applicable Not Applicable

The top 10 shareholders of ordinary shares, and the top 10 circulated shareholders have not agreed on the repurchase transactions during the report period

2.2 Total number of preferred shareholders at the end of the reporting period and statement on preferred shares held by the top ten tradable shareholders

Applicable Not Applicable

Chapter 3 Important Matters

3.1 Significant changes & reasons in major accounting data, financial indicators

√ Applicable □ Not Applicable

In RMB Yuan				
Number	Balance Sheet Items	Mar. 31 st , 2018	Jan. 1 st , 2018	Changes (%)
1	Prepayment	1,457,647,770.25	1,102,239,931.33	32.24%
2	Payroll payable	895,510,802.07	1,640,885,322.33	-45.43%
3	Taxes payable	233,829,347.30	394,321,397.14	-40.70%
4	Other comprehensive income	53,362,384.67	82,959,423.84	-35.68%
	Income Statement Items	Jan-Mar 2018	Jan-Mar 2017	Changes (%)
1	G&A expenses	925,601,068.52	642,428,393.22	44.08%
2	Investment gains	1,148,431,489.58	2,223,145,550.04	-48.34%
3	Income tax expense	17,667,374.07	57,720,351.87	-69.39%
	Cash Flow Statement Items	Jan-Mar 2018	Jan-Mar 2017	Changes (%)
1	Net Cash flow generated by business operation	2,636,312,735.66	4,326,402,675.44	-39.06%
2	Net Cash flow generated by Investment	-1,683,776,880.84	-804,547,534.10	-109.28%
3	Net Cash flow generated by financing	758,546,761.56	460,306,863.08	64.79%
4	Net increase of cash and cash equivalents	1,712,679,597.26	3,982,739,412.19	-57.00%

As at the end of reporting period, the Company's total asset was 107.166 billion Yuan, with 0.98% growth compared with the beginning of the year; the total liability was 58.367 Billion Yuan, with 0.21% growth compared with the beginning of the year; the debt asset ratio was 54.46%, which was 0.82% lower than that at the beginning of the year. Compared with the beginning of the year, the increase of prepayments is mainly due to the increase of the company's advance payment of import transmission, steel and other goods; the balance of payroll payable reduced at the beginning of the year, mainly due to the decrease in the salary payable by the company; the balance of taxes payable reduced at the beginning of the year, mainly due to the reclassification of the debit balance of the VAT; the balance of other comprehensive income is lower than that at the beginning of the year, mainly due to the decrease in the fair value of the Southwest Securities equity held by the company.

During the reporting period, the G&A expenses increased significantly over the same period of the previous year, mainly due to the increase of employees' salary; the investment income greatly reduced mainly due to a substantial decrease in the investment income of Changan Ford; the income tax expense greatly reduced mainly due to the reduction of deferred income tax assets.

During the reporting period, the cash and cash equivalent increased by 1.713 billion Yuan, down by 57.00% on a year-on-year basis, mainly resulting from the significant decrease in net cash flow from operating activities and substantial decrease in net cash flow from investment. The net cash flow generated from operating activities was 2.636 billion Yuan, down by 39.06%, the main reason was the growth rate of the cash recovery and the cash from other business activities growth rate was lower than the purchase of goods and the payment of taxes and fees. The net amount of cash flow generated by investment activities is -1.684 billion yuan, down by 109.28%, mainly due to the substantial increase in the cash purchase of fixed assets, intangible assets and other long term assets. The net cash flow from financing activities is 0.759 billion yuan, a year-on-year increase of 64.79%, mainly due to the increase in cash received from other cash-related activities and more debt repayments (acceptance of bills of exchange and an increase in deposit of letter credit).

3.2 The progress and influence of significant events and the analysis and explanation on resolving proposal

√ Applicable □ Not Applicable

Changan announced in March 16th, 2018 that the company's controlling shareholder China Changan planned to transfer the 1,035,312,673 A shares (21.56% of the total shares) to South Industries without any compensation. The share transfer is the adjustment of the assets structure within South Industries. After the completion of the share transfer, it will be beneficial for the Chongqing Changan to refine and expand the car business and further promote the development of Chongqing Changan.

The holding shareholder and the actual controller will not change after the share transfer. The holding shareholder is still China Changan, and the actual controller is still South Industries. The share transfer shall be implemented after the approval of the SASAC of the State Council, and complete the registration of ownership transfer and the registration of industrial and commercial change.

3.3 Commitments made within the reporting period by the controlling shareholders, shareholders, related party, acquirer and the company overdue and not fulfilled

Applicable Not Applicable

During the reporting period, the company's actual controllers, shareholders, related parties, purchasers and companies and other commitment parties don't have any overdue unfulfilled commitments.

3.4 Forecast of operation performance from Jan. – June of 2018

The warning or a reason for a loss or a significant change of cumulative net profit from the beginning of the year to the end of the next reporting period compared with the same period of last year

Applicable Not Applicable

3.5 Securities Investment

Applicable Non-applicable

Security variety	Stock code	Stock name	Initial investment cost (RMB Yuan)	Opening equity Holdings (share)	Opening equity holding ratio (%)	Closing equity holdings (share)	Closing equity Holdings (%)	Closing book value (RMB Yuan)	Gain/loss in the reporting period (RMB Yuan)	Accounting title	Equity source
Stock	600369	Southwest Securities	50,000,000	35,500,000	0.76%	35,500,000	0.76%	154,780,000	-	Tradable financial assets	Initial investment
Total			50,000,000.	35,500,000	--	35,500,000	--	154,780,000	-	--	--

3.6 Derivative Investment

Applicable Not Applicable

During the company's reporting period, there is no derivative investment.

3.7 Interviews and visits in the reporting period

Applicable Not Applicable

Date	Manner	Object	Content discussed and material offered
2018.1.4	On-Site Survey	Institution	For details, see the January 5, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan Automobile: January 4, 2018 investor relations activities record sheet
2018.1.11	On-Site Survey	Institution	For details, see the January 15, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan Automobile: January 11, 2018 investor relations activities record sheet
2018.1.17	On-Site Survey	Institution	For details, see the January 19, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan Automobile: January 17, 2018 investor relations activities record sheet
2018.1.18	On-Site Survey	Institution	For details, see the January 19, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan automobile: February 18, 2018 investor relations activities record sheet
2018.1.24	On-Site Survey	Institution	For details, see the January 25, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan Automobile: January 24, 2018 investor relations activities record sheet
2018.1.26	On-Site Survey	Institution	For details, see the January 30, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan Automobile: January 26, 2018 investor relations activities record sheet
2018.2.12	On-Site Survey	Institution	For details, see the February 13, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan Automobile: February 12, 2018 investor relations activities record sheet
2018.3.6	On-Site Survey	Institution	For details, see the March 8, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan Automobile: March 6, 2018 investor relations activities record sheet

2018.3.8	On-Site Survey	Institution	For details, see the March 12, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan Automobile: March 8, 2018 investor relations activities record sheet
2018.3.13	On-Site Survey	Institution	For details, see the March 16, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan Automobile: March 13, 2018 investor relations activities record sheet
2018.3.15	On-Site Survey	Institution	For details, see the March 19, 2018 Shenzhen stock exchange interactive (http://irm.cninfo.com.cn) on the Changan Automobile: March 15, 2018 investor relations activities record sheet

3.8 Illegal external guarantee

Applicable Not Applicable

The company doesn't violate the rules of external guarantee during the reporting period.

3.9 Controlling shareholder and its related parties to the listing Corporation's non-operating funds

Applicable Not Applicable

During the reporting period, there is no non-operating capital occupied by the controlling shareholder and its related parties to the listed company.

Chapter 4 Financial Statements

4.1 Financial Statements

4.1.1 Consolidated Balance Sheet

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD.

March 31, 2018

in RMB yuan

Account	Ending Balance	Opening Balance
Current assets:		
Cash	23,561,307,961.25	22,631,536,496.53
Notes receivable	26,200,239,304.87	29,156,481,085.20
Accounts receivable	2,057,606,971.56	1,806,807,193.04
Prepayments	1,457,647,770.25	1,102,239,931.33
Interest receivable	57,507,076.38	42,184,263.88
Other receivables	2,057,274,320.11	1,645,276,455.04
Inventories	5,144,161,501.61	4,666,183,421.80
Other current assets	1,487,987,262.89	1,705,910,530.43
Total current assets	62,023,732,168.92	62,756,619,377.25
Non-current assets:		
Available-for-sale financial assets	532,332,000.00	541,917,000.00
Long-term equity investments	15,246,955,386.54	14,098,523,896.97
Investment properties	7,499,594.95	7,556,272.84
Fixed assets	18,778,648,366.50	19,044,528,950.70
Construction in progress	4,055,708,962.21	3,234,173,155.52
Liquidation of fixed assets	19,383.75	4,716.98
Intangible assets	4,046,036,317.39	4,047,945,129.67
Development expenditure	898,920,102.03	836,638,328.10
Goodwill	9,804,394.00	9,804,394.00
Long-term deferred expenses	14,142,210.39	13,545,589.39
Deferred tax assets	1,551,991,186.60	1,533,857,811.27
Other non-current assets	3,077.01	-
Total non-current assets	45,142,060,981.37	43,368,495,245.44
TOTAL ASSETS	107,165,793,150.29	106,125,114,622.69
Current liabilities:		
Short-term loans	170,000,000.00	185,000,000.00
Notes payable	19,509,211,982.04	18,002,926,579.81
Accounts payable	21,148,389,694.63	21,902,826,194.15

Advances from customers	3,519,075,960.34	3,878,382,556.43
Payroll payable	895,510,802.07	1,640,885,322.33
Taxes payable	233,829,347.30	394,321,397.14
Dividend payables	79,742.80	79,742.80
Other payables	1,928,732,185.80	2,599,013,410.98
Non-current liabilities within one year	13,423,420.00	13,151,946.67
Other current liabilities	3,894,474,659.13	3,562,154,645.82
Total current liabilities	51,312,727,794.11	52,178,741,796.13
Non-current liabilities:		
Long-term loans	-	6,575,973.33
Long-term employee benefit payables	108,135,445.58	113,012,000.00
Special payables	293,652,539.96	290,607,151.02
Provisions	2,758,562,708.75	2,423,958,274.70
Deferred Revenue	3,871,695,890.68	3,627,817,419.05
Deferred tax liabilities	21,840,476.02	21,222,750.00
Total non-current liabilities	7,053,887,060.99	6,483,193,568.10
Total liabilities	58,366,614,855.10	58,661,935,364.23
Owners' equity (or Shareholders' equity):		
Paid up capital (or Share capital)	4,802,648,511.00	4,802,648,511.00
Capital reserves	5,099,405,956.94	5,099,405,956.94
Other consolidated income	53,362,384.67	82,959,423.84
Special reserves	36,670,843.85	28,279,733.06
Surplus reserves	2,401,324,255.50	2,401,324,255.50
Retained earnings	36,575,866,469.61	35,184,073,061.94
Equity attributable to owners	48,969,278,421.57	47,598,690,942.28
Minority interests	-170,100,126.38	-135,511,683.82
Total Owners' equity (or Shareholders' equity)	48,799,178,295.19	47,463,179,258.46
Liabilities and owners' equity (or shareholders' equity) in total	107,165,793,150.29	106,125,114,622.69

4.1.2 Balance Sheet

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD.

in RMB yuan

Account	Ending Balance	Opening Balance
Current assets:		
Cash	22,220,802,668.06	20,634,514,487.95
Notes receivable	25,673,637,777.48	29,010,848,480.70
Accounts receivable	5,242,044,063.85	4,991,996,591.00
Prepayments	1,330,235,317.35	960,555,695.17
Interest receivable	57,507,076.38	42,184,263.88
Other receivables	2,089,456,700.59	1,723,723,602.89
Inventories	4,266,963,044.46	4,005,921,440.85
Other current assets	1,080,177,044.03	1,178,094,749.84
Total current assets	61,960,823,692.20	62,547,839,312.28
Non-current assets:		

Available-for-sale financial assets	522,422,000.00	532,007,000.00
Long-term equity investments	16,942,175,126.12	15,786,743,636.55
Fixed assets	15,330,904,251.74	15,582,899,632.64
Construction in progress	3,486,657,394.98	2,763,521,275.98
Intangible assets	3,365,262,040.45	3,341,218,169.73
Development expenditure	704,019,999.92	733,947,670.46
Long-term deferred expenses	12,851,515.57	12,821,802.39
Deferred tax assets	1,424,499,701.05	1,421,165,907.17
Total non-current assets	41,788,792,029.83	40,174,325,094.92
TOTAL ASSETS	103,749,615,722.03	102,722,164,407.20
Current liabilities:		
Notes payable	18,329,797,582.04	16,874,603,207.01
Accounts payable	18,869,389,781.31	19,476,620,759.93
Advances from customers	3,304,950,183.73	3,724,183,178.58
Payroll payable	745,315,149.03	1,377,250,229.66
Taxes payable	263,883,051.90	320,050,382.91
Other payables	2,604,472,675.51	3,181,207,281.30
Other current liabilities	3,491,645,632.10	3,453,269,881.59
Total current liabilities	47,609,454,055.62	48,407,184,920.98
Non-current liabilities:		
Long-term employee benefit payables	86,631,275.94	91,263,000.00
Special payables	238,301,830.56	235,256,441.62
Provisions	2,623,604,373.66	2,380,971,255.26
Deferred Revenue	2,867,088,136.35	2,879,604,719.46
Deferred tax liabilities	19,785,000.00	21,222,750.00
Total non-current liabilities	5,835,410,616.51	5,608,318,166.34
Total liabilities	53,444,864,672.13	54,015,503,087.32
Owners' equity (or Shareholders' equity):		
Paid up capital (or Share capital)	4,802,648,511.00	4,802,648,511.00
Capital reserves	4,717,192,101.72	4,717,192,101.72
Other consolidated income	124,373,160.88	132,520,410.88
Special reserves	16,107,066.31	12,013,706.73
Surplus reserves	2,401,324,255.50	2,401,324,255.50
Retained earnings	38,243,105,954.49	36,640,962,334.05
Total Owners' equity (or Shareholders' equity)	50,304,751,049.90	48,706,661,319.88
TOTAL LIABILITIES AND OWNERS' EQUITY(OR SHAREHOLDERS' EQUITY)	103,749,615,722.03	102,722,164,407.20

4.1.3 Consolidated Income Statement of the report term

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD..

in RMB yuan

Account	Current Period	Prior Period
I. Total operating revenue	20,010,746,940.77	17,667,498,708.59
II. Total operating cost	20,389,516,370.09	17,599,041,756.59
Including: Operating cost	17,608,864,072.39	14,990,645,640.09

Tax and surcharges	733,870,230.80	821,999,049.49
Operating expenses	1,244,708,672.52	1,261,065,351.21
General and administrative expenses	925,601,068.52	642,428,393.22
Financial expenses	-124,880,508.71	-116,396,575.66
Impairment loss on assets	1,352,834.57	-700,101.76
Add: Profit and loss from fair value changes ('-' represent loss)	-	-
Investment income ('-' represent loss)	1,148,431,489.58	2,223,145,550.04
Including: Investment income from associates and from joint venture	1,148,431,489.57	2,223,145,550.04
Asset disposal Income ('-' represent loss)	3,187,946.74	-832,329.25
Other Income	612,605,944.25	145,814,963.04
III. Operating profit ('-' represent loss)	1,385,455,951.25	2,436,585,135.83
Add: Non-operating income	13,858,456.32	13,674,281.38
Less: Non-operating expenses	24,442,068.39	1,660,145.42
IV. Total profit ('-' represent loss)	1,374,872,339.18	2,448,599,271.79
Less: Income tax expense	17,667,374.07	57,720,351.87
V. Net profit ('-' represent net loss)	1,357,204,965.11	2,390,878,919.92
Net profit attributable to owners	1,391,793,407.67	2,401,344,788.39
Minority interests	-34,588,442.56	-10,465,868.47
VI. After-tax other consolidated income	-29,597,039.17	-10,057,990.11
VII. Total amount of consolidated income	1,327,607,925.94	2,380,820,929.81
Consolidated income attributable to owners	1,362,196,368.50	2,391,286,798.28
Consolidated income attributable to minority	-34,588,442.56	-10,465,868.47
VIII. Earnings per share:		
I) Basic earnings per share	0.29	0.50
II) Diluted earnings per share	0.29	0.50

4.1.4 Income Statement of the report term

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD..

in RMB yuan

Account	Current Period	Prior Period
I. Operating revenue	19,213,800,292.11	17,259,709,545.44
Less: Operating cost	16,928,271,741.42	15,084,595,268.80
Tax and surcharges	650,954,224.15	646,712,905.45
Operating expenses	1,162,227,767.63	1,154,460,309.36
General and administrative expenses	740,613,374.11	485,366,088.42
Financial expenses	-126,234,600.20	-104,592,074.84
Impairment loss on assets	646,710.64	195,913.03
Add: Profit and loss from fair value Changes ('-' represent loss)	-	-
Investment income ('-' represent loss)	1,149,969,197.43	2,222,264,079.92
Including: Investment income from associates and from joint venture	1,148,431,489.57	2,223,145,550.04
Asset disposal Income ('-' represent loss)	3,192,925.68	-445,008.15
Other Income	595,291,993.63	123,058,503.63

II.	Operating profit ('-' represent loss)	1,605,829,191.10	2,337,848,710.62
	Add: Non-operating income	10,480,635.46	11,653,490.42
	Less: Non-operating expenses	17,500,000.00	1,660,440.95
III.	Total profit ('-' represent loss)	1,598,809,826.56	2,347,841,760.09
	Less: Income tax expense	-3,333,793.88	36,032,903.14
IV.	Net profit ('-' represent net loss)	1,602,143,620.44	2,311,808,856.95
	V. After-tax other consolidated income	-8,147,250.00	-4,899,000.00
	VI. Total amount of consolidated income	1,593,996,370.44	2,306,909,856.95

4.1.5 Consolidated Cash Flow Statement from the beginning of year to the end of report term.

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD..

in RMB yuan

Account	Current Period	Prior Period
I. CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from sale of goods or rendering of services	24,813,884,558.55	26,591,192,519.62
Refunds of taxes	155,823,063.63	29,727,148.91
Cash received relating to other operating activities	1,228,231,229.46	616,874,915.76
Sub-total of cash inflows	26,197,938,851.64	27,237,794,584.29
Cash paid for goods and services	18,818,161,279.64	16,962,116,204.28
Cash paid to and on behalf of employees	2,032,314,303.62	2,072,824,939.33
Cash paid for all types of taxes	966,403,211.09	2,206,703,031.58
Cash paid relating to other operating activities	1,744,747,321.63	1,669,747,733.66
Sub-total of cash outflows	23,561,626,115.98	22,911,391,908.85
Net cash flows from operating activities	2,636,312,735.66	4,326,402,675.44
II. CASH FLOWS FROM INVESTING ACTIVITIES:		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	811,738.47	217,308.66
Sub-total of cash inflows	811,738.47	217,308.66
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	1,684,588,619.31	703,911,563.76
Cash paid for acquisition of investments	-	100,840,000.00
Cash paid relating to other investing activities	-	13,279.00
Sub-total of cash outflows	1,684,588,619.31	804,764,842.76
Net cash flows from investing activities	-1,683,776,880.84	-804,547,534.10
III. CASH FLOWS FROM FINANCING ACTIVITIES:		
Cash received from borrowings	150,000,000.00	186,305,492.56
Cash received from the issue of bonds	-	-
Cash received relating to other financing activities	782,908,132.54	439,474,284.28

Sub-total of cash inflows	932,908,132.54	625,779,776.84
Cash repayments of borrowings	171,300,000.00	160,000,000.00
Cash paid for distribution of dividends or profits and interest expenses	3,061,370.98	3,110,483.09
Cash paid relating to other financing activities	-	2,362,430.67
Sub-total of cash outflows	174,361,370.98	165,472,913.76
Net cash flows from financing activities	758,546,761.56	460,306,863.08
IV. EFFECT OF CHANGES IN EXCHANGE RATE ON CASH	1,596,980.88	577,407.77
V. NET INCREASE IN CASH AND CASH EQUIVALENTS	1,712,679,597.26	3,982,739,412.19
Add: Opening balance of cash and cash equivalents	21,478,422,090.31	22,993,432,067.05
VI. CLOSING BALANCE OF CASH AND CASH EQUIVLANT	23,191,101,687.57	26,976,171,479.24

4.1.6 Cash Flow Statement from the beginning of year to the end of report term.

Prepared by: Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD..

in RMB yuan

Account	Current Period	Prior Period
I. CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from sale of goods or rendering of services	24,043,396,961.25	25,055,900,799.22
Cash received relating to other operating activities	843,542,276.55	406,946,568.95
Sub-total of cash inflows	24,886,939,237.80	25,462,847,368.17
Cash paid for goods and services	17,648,824,167.26	16,272,671,362.91
Cash paid to and on behalf of employees	1,669,215,548.31	1,672,255,248.98
Cash paid for all types of taxes	739,200,376.02	1,876,545,799.33
Cash paid relating to other operating activities	1,461,235,460.94	1,494,007,438.26
Sub-total of cash outflows	21,518,475,552.53	21,315,479,849.48
Net cash flows from operating activities	3,368,463,685.27	4,147,367,518.69
II. CASH FLOWS FROM INVESTING ACTIVITIES:		
Cash received from disposal of investments	839,201.56	-
Cash received from return on investments	1,800,416.67	6,556,013.22
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	785,538.47	209,743.59
Cash received relating to other investing activities	-	166,000,000.00
Sub-total of cash inflows	3,425,156.70	172,765,756.81
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	1,577,600,661.86	626,578,188.98

Cash paid for acquisition of investments	8,000,000.00	100,437,389.50
Cash paid relating to other investing activities	200,000,000.00	-
Sub-total of cash outflows	1,785,600,661.86	727,015,578.48
Net cash flows from investing activities	-1,782,175,505.16	-554,249,821.67
III. CASH FLOWS FROM FINANCING ACTIVITIES:		
Cash received relating to other financing activities	416,856,503.42	410,604,947.92
Sub-total of cash inflows	416,856,503.42	410,604,947.92
Net cash flows from financing activities	416,856,503.42	410,604,947.92
IV. EFFECT OF CHANGES IN EXCHANGE RATE ON CASH	-	-
V. NET INCREASE IN CASH AND CASH EQUIVALENTS	2,003,144,683.53	4,003,722,644.94
Add: Opening balance of cash and cash equivalents	20,217,657,984.53	22,326,566,084.67
VI. CLOSING BALANCE OF CASH AND CASH EQUIVLANT	22,220,802,668.06	26,330,288,729.61

4.2 Auditors' Report

Whether the first quarter report has been audited

Yes No

The first quarter report has not been audited.