



深物業集團  
— SZPRD —

**SHENZHEN PROPERTIES & RESOURCES  
DEVELOPMENT (GROUP) LTD.**

**THIRD QUARTER REPORT 2019**

(Announcement No. 2019-40)

**October 2019**

## Part I Important Notes

**The Board of Directors (or the “Board”), the Supervisory Committee as well as the directors, supervisors and senior management of ShenZhen Properties & Resources Development (Group) Ltd. (together with its consolidated subsidiaries, the “Company”, except where the context otherwise requires) hereby guarantee the factuality, accuracy and completeness of the contents of this Report and its summary, and shall be jointly and severally liable for any misrepresentations, misleading statements or material omissions therein.**

**All the Company’s directors have attended the Board meeting for the review of this Report and its summary.**

**Liu Shengxiang, the Company’s legal representative, Cai Lili, the Company’s head of financial affairs, and Liu Qiang, head of the Company’s financial department (equivalent to financial manager) hereby guarantee that the financial statements carried in this Report are factual, accurate and complete.**

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

## Part II Key Corporate Information

### I Key Consolidated Financial Information

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes  No

	30 September 2019	31 December 2018	Change (%)	
Total assets (RMB)	10,483,774,596.84	5,820,202,137.54	80.13%	
Equity attributable to the listed company's shareholders (RMB)	3,261,058,125.05	3,337,949,324.64	-2.30%	
	Q3 2019	YoY change (%)	Q1-Q3 2019	YoY change (%)
Operating revenue (RMB)	246,562,586.92	-34.07%	1,001,952,666.88	-16.43%
Net profit attributable to the listed company's shareholders (RMB)	-689,810.21	-101.13%	103,059,587.95	-28.52%
Net profit attributable to the listed company's shareholders before exceptional items (RMB)	-1,104,487.82	-101.78%	102,581,697.47	-28.73%
Net cash generated from/used in operating activities (RMB)	--	--	534,270,254.31	968.95%
Basic earnings per share (RMB/share)	-0.0012	-101.17%	0.1729	-28.52%
Diluted earnings per share (RMB/share)	-0.0012	-101.17%	0.1729	-28.52%
Weighted average return on equity (%)	-0.02%	-2.11%	3.13%	-1.79%

Exceptional gains and losses:

Applicable  Not applicable

Unit: RMB

Item	Q1-Q3 2019	Note
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-offs)	-13,030.68	Scrapping disposal of miscellaneous assets
Non-operating income and expense other than above	650,217.99	Sporadic penalty and liquidated damages income
Less: Income tax effects	159,296.83	
Total	477,890.48	--

Explanation of why the Company reclassifies as recurrent an exceptional gain/loss item defined or listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Gain/Loss

Items:

 Applicable  Not applicable

No such cases for the Reporting Period.

**II Total Number of Shareholders and Holdings of Top 10 Shareholders at 30 September 2019****1. Numbers of Ordinary Shareholders and Preferred Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders**

Unit: share

Number of ordinary shareholders at the period-end		41,305		Number of preferred shareholders with resumed voting rights at the period-end (if any)		0	
Top 10 shareholders							
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held	Restricted shares held	Shares in pledge or frozen		
					Status	Shares	
Shenzhen Investment Holdings Corporation	State-owned legal person	63.82%	380,378,897				
Shenzhen Duty-Free Commodity Enterprises Co., Ltd.	Domestic non-state-owned legal person	0.29%	1,730,300	1,730,300			
Yang Yaochu	Domestic natural person	0.24%	1,425,020				
Mai Furong	Domestic natural person	0.20%	1,181,500				
Li Jing	Domestic natural person	0.20%	1,176,740				
Su Zhifen	Domestic natural person	0.19%	1,150,000				
Wuhan Xingkaiyuan Electric Power Engineering Co., Ltd	Domestic non-state-owned legal person	0.18%	1,050,000				
Chen Yutang	Domestic natural person	0.15%	865,400				

	person					
Shantou Property Hexin Co., Ltd.	Domestic non-state-owned legal person	0.14%	850,000			
Zhang Shaoming	Domestic natural person	0.14%	811,000			
Top 10 unrestricted shareholders						
Name of shareholder	Unrestricted shares held	Shares by type				
		Type	Shares			
Shenzhen Investment Holdings Corporation	380,378,897	RMB-denominated ordinary stock	380,378,897			
Yang Yaochu	1,425,020	Domestically listed foreign stock	1,425,020			
Mai Furong	1,181,500	Domestically listed foreign stock	1,181,500			
Li Jing	1,176,740	Domestically listed foreign stock	1,176,740			
Su Zhifen	1,150,000	RMB-denominated ordinary stock	1,150,000			
Wuhan Xingkaiyuan Electric Power Engineering Co., Ltd	1,050,000	RMB-denominated ordinary stock	1,050,000			
Chen Yutang	865,400	RMB-denominated ordinary stock	865,400			
Shantou Property Hexin Co., Ltd.	850,000	RMB-denominated ordinary stock	850,000			
Zhang Shaoming	811,000	RMB-denominated ordinary stock	811,000			
Li Baorong	800,000	RMB-denominated ordinary stock	800,000			
Wang Hui	800,000	Domestically listed foreign stock	800,000			
Related or acting-in-concert parties among the shareholders above	The first largest shareholder, Shenzhen Investment Holding Corporation, is the actual controlling shareholder of the Company. And the Company does not know whether there are related parties or acting-in-concert parties among the other 9 shareholders.					
Top 10 ordinary shareholders involved	N/A					

in securities margin trading (if any)	
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Indicate by tick mark whether any of the top 10 ordinary shareholders or the top 10 unrestricted ordinary shareholders of the Company conducted any promissory repo during the Reporting Period.

Yes  No

No such cases in the Reporting Period.

## 2. Number of Preferred Shareholders and Shareholdings of Top 10 of Them

Applicable  Not applicable

## Part III Significant Events

### I Changes in Key Consolidated Financial Statement Line Items and Explanation of why

√ Applicable □ Not applicable

1. Net accounts receivable stood at RMB105,664,491.50 as at 30 September 2019, rising 64.51% compared to 31 December 2018, primarily driven by the increase in property management fees receivable.
2. Net other receivables stood at RMB1,411,300,201.44 as at 30 September 2019, rising 5677.29% compared to 31 December 2018, primarily driven by the combination scope increase of Shenzhen Rongyao Real Estate Development Co., Ltd.
3. Inventories stood at RMB4,091,290,659.03 as at 30 September 2019, rising 246.20% compared to 31 December 2018, primarily driven by the combination scope increase of Shenzhen Rongyao Real Estate Development Co., Ltd.
4. Other current assets stood at RMB60,518,612.48 as at 30 September 2019, rising 262.51% compared to 31 December 2018, primarily driven by the increase in prepaid VAT for property projects.
5. Net fixed assets stood at RMB49,959,816.20 as at 30 September 2019, rising 53.19% compared to 31 December 2018, primarily driven by purchase of office building by the subsidiary.
6. Other non-current assets stood at RMB29,220,732.54 as at 30 September 2019, declining 73.19% compared to 31 December 2018, primarily driven by the offset of payments for M&A of shares in Shenzhen Rongyao Real Estate Development Co., Ltd. by advance stock payment of RMB0.1 billion.
7. Accounts payable stood at RMB270,740,042.51 as at 30 September 2019, declining 32.05% compared to 31 December 2018, primarily driven by payment for projects.
8. Other payables stood at RMB575,189,783.56 as at 30 September 2019, rising 411.27% compared to 31 December 2018, primarily driven by payment of RMB406 million for stock transfer newly added.
9. Long-term borrowings stood at RMB2,194,000,000.00 as at 30 September 2019, rising 219300.00% compared to 31 December 2018, primarily driven by the combination scope increase of Shenzhen Rongyao Real Estate Development Co., Ltd.
10. Other comprehensive income stood at RMB-2,943,241.63 as at 30 September 2019, rising 64.78% compared to 31 December 2018, primarily driven by the decrease in the differences arising from translation of foreign currency-denominated financial statements caused by changes in foreign exchange rates.
11. Taxes and surtaxes stood at RMB134,703,867.42 during Q1~Q3 2019, rising 114.01% compared to Q1~Q3 2018, primarily driven by that main property projects carried over in the Reporting Period applied to higher land VAT rates.
12. Selling expense stood at RMB43,482,379.03 during Q1~Q3 2019, rising 193.64% compared to Q1~Q3 2018, primarily driven by increase of charges for sales agency and services.
13. Administrative expense stood at RMB85,821,358.91 during Q1~Q3 2019, rising 26.70% compared to Q1~Q3 2018, primarily driven by increase in remuneration for employees and in office expenditure.
14. Finance costs stood at RMB99,933,139.03 during Q1~Q3 2019, rising -359.86% compared to Q1~Q3 2018 of RMB-38,456,220.90, primarily driven by increase in interest payment.
15. Asset impairment loss (“-“ for losses) stood at RMB-2,656,062.96 during Q1~Q3 2019, declining 155.37%

compared to Q1~Q3 2018 of RMB4,797,271.69, primarily driven by withdrawal of bad debt provision and changes of inventory falling price reserves.

16. Investment income stood at RMB2,207,762.84 during Q1~Q3 2019, rising 57.92% compared to Q1~Q3 2018, primarily driven by changes caused by revenues realized by joint ventures of the Company.

17. Non-operating expense stood at RMB1,806,397.12 during Q1~Q3 2019, declining 36.66% compared to Q1~Q3 2018, primarily driven by decrease in payment for cleaning tenants as surrender compensation.

18. Income tax expense stood at RMB60,811,172.26 during Q1~Q3 2019, rising 35.32% compared to Q1~Q3 2018, primarily driven by increase in profits realized by companies except for Shenzhen Rongyao Real Estate Development Co., Ltd.

19. Net profit (attributable to the Company as the parent) stood at RMB103,059,587.95 during Q1~Q3 2019, declining 28.52% compared to Q1~Q3 2018, primarily driven by increase in interest expense of finance costs.

20. Net profit attributable to non-controlling interests stood at RMB-56,907,075.90 during Q1~Q3 2019 and that for Q1~Q3 2018 was RMB0.00, primarily driven by addition of “net profit attributable to non-controlling interests” of Shenzhen Rongyao Real Estate Development Co., Ltd.

21. Other comprehensive income, net of tax, stood at RMB-1,157,059.94 during Q1~Q3 2019, declining 37.41% compared to Q1~Q3 2018, primarily driven by changes in differences arising from translation of foreign currency-denominated financial statements caused by changes in foreign exchange rates.

22. Net cash generated from/used in operating activities stood at 534,270,254.31 during Q1~Q3 2019 and the net cash generated from operating activities rose 968.95% compared to Q1~Q3 2018, primarily driven by increase in recoup funds of housing sales accounts during Q1~Q3 2019.

23. Net cash generated from/used in investing activities during Q1~Q3 2019 stood at RMB-37,689,200.09, declining 149.48% compared to Q1~Q3 2018, primarily driven by receipt of share transfer payments from two motor companies during Q1 2018 and increase in payment for purchase of fixed assets during Q1~Q3 2019.

24. Net cash generated from/used in financing activities during Q1~Q3 2019 stood at RMB-359,218,136.65, rising 102.05% compared to Q1~Q3 2018, primarily driven by increase in interest paid for loans during Q1~Q3 2019.

## II Progress, Influence and Solutions Associated with Significant Events

√ Applicable □ Not applicable

In order to respond to the call of Shenzhen State-owned Assets Supervision and Administration Commission, further promote the concentration of resource of good quality to the advantage enterprises, particularly the listed companies, and strengthen the development potential of listed companies, optimize and solidify the industrial structure of listed companies, enlarge and strengthen the dominant industry in listed companies, the Company intends to take over 100% of equity in Shenzhen Holding Property Management Co., Ltd. (hereinafter referred to as “TK Property”) held by Shenzhen Investment Holdings Co., Ltd (hereinafter referred to as “SZIH”) in cash. The acquisition was approved by the 8<sup>th</sup> Meeting of the 9<sup>th</sup> Board of Directors on 6 September 2019 and the 2<sup>nd</sup> Extraordinary General Meeting of 2019 on 23 September 2019 with independent and professional opinions from independent directors. The relevant disclosure is as follows:

Announcement of significant event	Disclosure date	Disclosure website
The acquisition of 100% of equity in Shenzhen Holding Property Management Co., Ltd. and the connected	13 December 2018	No. 2018-39 <i>Announcement on Signing the Letter of Intent for Equity Transfer with Controlling Shareholders</i> on

transaction		www.cninfo.com.cn
	7 September 2019	No. 2019-28 <i>Announcement on Resolution of the Board of Directors on</i> <a href="http://www.cninfo.com.cn">www.cninfo.com.cn</a>
	7 September 2019	No. 2019-30 <i>Announcement on the Acquisition of 100% of Equity in Shenzhen Holding Property Management Co., Ltd. and the Connected Transaction on</i> <a href="http://www.cninfo.com.cn">www.cninfo.com.cn</a>
	7 September 2019	No. 2019-31 <i>Announcement on Resolution of the Supervisory Committee on</i> <a href="http://www.cninfo.com.cn">www.cninfo.com.cn</a>
	21 September 2019	No. 2019-33 <i>Announcement on the Acquisition of 100% of Equity in Shenzhen Holding Property Management Co., Ltd. and the Connected Transaction on</i> <a href="http://www.cninfo.com.cn">www.cninfo.com.cn</a>
	24 September 2019	No. 2019-34 <i>Announcement on Resolution of the 2<sup>nd</sup> Extraordinary General Meeting of 2019 on</i> <a href="http://www.cninfo.com.cn">www.cninfo.com.cn</a>

Progress of any share repurchases:

Applicable  Not applicable

Progress of any reduction of the repurchased shares through centralized bidding:

Applicable  Not applicable

### III Commitments that the Company's Actual Controller, Shareholders, Related Parties, Acquirers, the Company Itself or Other Parties, Failed to Fulfill on Time during the Reporting Period

Applicable  Not applicable

No such cases in the Reporting Period.

### IV Securities Investments

Applicable  Not applicable

Unit: RMB

Variety of securities	Symbol of securities	Name of securities	Initial investment	Accounting measurement	Beginning carrying	Gain/Loss of change	Accumulative	Purchased in the	Sold in the Reporting	Gain/Loss in Reporting	Ending carrying	Accounting title	Capital source

ty	ty	y	cost	remen t model	ng value	es in fair value in the Repor ting Perio d	chang es in fair value record ed into equiti es	Repor ting Perio d	ting Perio d	Perio d	ng value		
Dome stic/o versea s stock	40001 6	Gintia n A	2,991, 975.0 3	Fair metho d	2,991, 975.0 3	0.00	0.00	0.00	0.00	0.00	2,991, 975.0 3	Other non-c urren t finan cial assets	Obtai ned in debt restru cturin g
Dome stic/o versea s stock	42001 6	Gintia n B	573,8 81.03	Fair metho d	629,4 06.08	0.00	0.00	0.00	0.00	1,054. 64	630,4 60.72	Other non-c urren t financ ial assets	Obtai ned in debt restru cturin g
Total			3,565, 856.0 6	--	3,621, 381.1 1	0.00	0.00	0.00	0.00	1,054. 64	3,622, 435.7 5	--	--
Disclosure date of announcement on Board's consent for securities investment													
Disclosure date of announcement on shareholders' meeting's consent for securities investment (if any)													

## V Wealth Management Entrustment

Applicable  Not applicable

No such cases in the Reporting Period.

## VI Investments in Derivative Financial Instruments

Applicable  Not applicable

No such cases in the Reporting Period.

## VII Communications with the Investment Community such as Researches, Inquiries and Interviews during the Reporting Period

√ Applicable □ Not applicable

Date	Way of communication	Type of communication party	Index to main information communicated
2 July 2019	In writing	Individual	Inquired of the disclosure of the interim report of the Company
6 July 2019	In writing	Individual	Inquired of business development of the Company
8 July 2019	In writing	Individual	Inquired of the property information of golden collar project
8 July 2019	In writing	Individual	Inquired of the semi-annual performance of the Company
9 July 2019	By phone	Individual	Inquired of business development of the Company
9 July 2019	In writing	Individual	Inquired of the market value of golden collar project
11 July 2019	In writing	Individual	Inquired of the information of golden collar project
11 July 2019	In writing	Individual	Inquired of the sales of commercial housing
13 July 2019	In writing	Individual	Inquired of the information of Fuchang Phase II
15 July 2019	By phone	Individual	Inquired of the progress of project construction and financial condition
17 July 2019	In writing	Individual	Inquired of the sales of commercial housing
19 July 2019	In writing	Individual	Inquired of the release of restriction on restricted shares of the Company
23 August 2019	In writing	Individual	Inquired of the number of the shareholders of the Company
11 September 2019	In writing	Individual	Inquired of situations of shareholders of the Company
19 September 2019	In writing	Individual	Inquired of situations of shareholders of the Company

## **VIII Irregularities in Provision of Guarantees**

Applicable  Not applicable

No such cases in the Reporting Period.

## **IX Occupation of the Company's Capital by the Controlling Shareholder or Its Related Parties for Non-Operating Purposes**

Applicable  Not applicable

No such cases in the Reporting Period.

## Part IV Financial Statements

### I Financial Statements

#### 1. Consolidated Balance Sheet

Prepared by ShenZhen Properties & Resources Development (Group) Ltd.

Unit: RMB

Item	30 September 2019	31 December 2018
Current assets:		
Monetary capital	3,527,406,949.17	3,389,234,357.72
Settlement reserve		
Interbank loans granted		
Trading financial assets		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable		
Accounts receivable	105,664,491.50	64,231,267.94
Accounts receivable financing		
Prepayments	205,258,523.23	35,913,164.32
Premiums receivable		
Reinsurance receivables		
Receivable reinsurance contract reserve		
Other receivables	1,411,300,201.44	24,428,411.19
Including: Interest receivable	3,459,248.91	8,293,317.33
Dividends receivable		
Financial assets purchased under resale agreements		
Inventories	4,091,290,659.03	1,181,762,531.67
Contractual assets		
Assets classified as held for sale		
Current portion of non-current assets		
Other current assets	60,518,612.48	16,694,408.12

Total current assets	9,401,439,436.85	4,712,264,140.96
Non-current assets:		
Loans and advances to customers		
Investments in debt obligations		
Available-for-sale financial assets		3,621,381.11
Investments in other debt obligations		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	42,207,046.08	39,999,283.24
Investments in other equity instruments		
Other non-current financial assets	25,622,435.75	
Investment property	383,084,486.80	400,550,689.90
Fixed assets	49,959,816.20	32,612,592.40
Construction in progress		
Productive living assets		
Oil and gas assets		
Right-of-use assets		
Intangible assets		
R&D expense		
Goodwill		
Long-term prepaid expense	2,948,903.82	2,398,576.29
Deferred income tax assets	549,291,738.80	519,783,531.64
Other non-current assets	29,220,732.54	108,971,942.00
Total non-current assets	1,082,335,159.99	1,107,937,996.58
Total assets	10,483,774,596.84	5,820,202,137.54
Current liabilities:		
Short-term borrowings		
Borrowings from central bank		
Interbank loans obtained		
Trading financial liabilities		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		

Notes payable		
Accounts payable	270,740,042.51	398,429,855.96
Advances from customers	2,526,136,108.18	265,338,215.34
Contractual liabilities		
Financial assets sold under repurchase agreements		
Customer deposits and interbank deposits		
Payables for acting trading of securities		
Payables for underwriting of securities		
Payroll payable	80,809,357.13	96,069,521.54
Taxes payable	1,390,206,680.67	1,552,720,630.59
Other payables	575,189,783.56	112,502,146.69
Including: Interest payable	6,702,350.66	1,669.10
Dividends payable	29,642.40	29,642.40
Handling charges and commissions payable		
Reinsurance payables		
Liabilities directly associated with assets classified as held for sale		
Current portion of non-current liabilities		
Other current liabilities		
Total current liabilities	4,843,081,972.05	2,425,060,370.12
Non-current liabilities:		
Insurance contract reserve		
Long-term borrowings	2,194,000,000.00	1,000,000.00
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities		
Long-term payables		
Long-term payroll payable		
Provisions		
Deferred income		

Deferred income tax liabilities	4,009.30	5,275.60
Other non-current liabilities	53,127,953.26	52,937,180.81
Total non-current liabilities	2,247,131,962.56	53,942,456.41
Total liabilities	7,090,213,934.61	2,479,002,826.53
Owners' equity:		
Share capital	595,979,092.00	595,979,092.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserves	118,938,132.89	118,938,132.89
Less: Treasury stock		
Other comprehensive income	-2,943,241.63	-1,786,181.69
Special reserves		
Surplus reserves	299,569,569.96	299,569,569.96
General reserve		
Retained earnings	2,249,514,571.83	2,325,248,711.48
Total equity attributable to owners of the Company as the parent	3,261,058,125.05	3,337,949,324.64
Non-controlling interests	132,502,537.18	3,249,986.37
Total owners' equity	3,393,560,662.23	3,341,199,311.01
Total liabilities and owners' equity	10,483,774,596.84	5,820,202,137.54

Legal representative: Liu Shengxiang

Head of financial affairs: Cai Lili

Head of the financial department: Liu Qiang

## 2. Balance Sheet of the Company as the Parent

Unit: RMB

Item	30 September 2019	31 December 2018
Current assets:		
Monetary capital	2,617,024,373.74	2,520,788,994.16
Trading financial assets	0.00	0.00
Financial assets at fair value through profit or loss		
Derivative financial assets	0.00	0.00
Notes receivable	0.00	0.00

Accounts receivable	2,324,356.43	1,853,494.72
Accounts receivable financing		
Prepayments	672,540.09	829,683.68
Other receivables	524,852,672.71	1,306,715,826.93
Including: Interest receivable	7,125,915.58	8,229,503.58
Dividends receivable	0.00	0.00
Inventories	609,336,624.23	105,840,115.24
Contractual assets		
Assets classified as held for sale		
Current portion of non-current assets	0.00	0.00
Other current assets	0.00	0.00
Total current assets	3,754,210,567.20	3,936,028,114.73
Non-current assets:		
Investments in debt obligations		
Available-for-sale financial assets	0.00	3,851,881.11
Investments in other debt obligations		
Held-to-maturity investments	0.00	0.00
Long-term receivables	0.00	0.00
Long-term equity investments	749,709,719.01	239,501,956.17
Investments in other equity instruments		
Other non-current financial assets	3,852,935.75	0.00
Investment property	303,906,848.84	317,313,917.65
Fixed assets	8,549,356.25	9,121,637.65
Construction in progress	0.00	0.00
Productive living assets	0.00	0.00
Oil and gas assets	0.00	0.00
Right-of-use assets		
Intangible assets	0.00	0.00
R&D expense	0.00	0.00
Goodwill	0.00	0.00
Long-term prepaid expense	648,660.36	778,392.57
Deferred income tax assets	334,948,163.11	315,888,967.26

Other non-current assets	1,223,259,098.54	104,132,920.00
Total non-current assets	2,624,874,781.86	990,589,672.41
Total assets	6,379,085,349.06	4,926,617,787.14
Current liabilities:		
Short-term borrowings	0.00	0.00
Trading financial liabilities	0.00	0.00
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Notes payable	0.00	0.00
Accounts payable	82,590,514.00	124,501,464.28
Advances from customers	0.00	75,895,087.75
Contractual liabilities		
Payroll payable	22,761,951.82	31,224,455.28
Taxes payable	1,275,814,862.27	1,402,388,742.76
Other payables	1,947,270,339.73	224,875,980.31
Including: Interest payable	0.00	0.00
Dividends payable	29,642.40	29,642.40
Liabilities directly associated with assets classified as held for sale		
Current portion of non-current liabilities		
Other current liabilities		
Total current liabilities	3,328,437,667.82	1,858,885,730.38
Non-current liabilities:		
Long-term borrowings	0.00	0.00
Bonds payable	0.00	0.00
Including: Preferred shares	0.00	0.00
Perpetual bonds	0.00	0.00
Lease liabilities		
Long-term payables	0.00	0.00
Long-term payroll payable		
Provisions	0.00	0.00
Deferred income	0.00	0.00
Deferred income tax liabilities	0.00	0.00

Other non-current liabilities	0.00	0.00
Total non-current liabilities	0.00	0.00
Total liabilities	3,328,437,667.82	1,858,885,730.38
Owners' equity:		
Share capital	595,979,092.00	595,979,092.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserves	92,326,467.62	92,326,467.62
Less: Treasury stock	0.00	0.00
Other comprehensive income	0.00	0.00
Special reserves		
Surplus reserves	298,912,759.52	298,912,759.52
Retained earnings	2,063,429,362.10	2,080,513,737.62
Total owners' equity	3,050,647,681.24	3,067,732,056.76
Total liabilities and owners' equity	6,379,085,349.06	4,926,617,787.14

### 3. Consolidated Income Statement for Q3

Unit: RMB

Item	Q3 2019	Q3 2018
1. Revenue	246,562,586.92	373,989,694.46
Including: Operating revenue	246,562,586.92	373,989,694.46
Interest income		
Premium income		
Handling charge and commission income		
2. Costs and expenses	269,636,497.82	294,795,606.42
Including: Cost of sales	150,213,690.15	220,059,287.49
Interest expense		
Handling charge and commission expense		
Surrenders		
Net claims paid		
Net amount provided as policy reserve		

Expenditure on policy dividends		
Reinsurance premium expense		
Taxes and surcharges	14,621,647.42	55,644,770.75
Selling expense	25,189,654.31	5,511,547.16
Administrative expense	29,864,077.40	24,418,997.27
R&D expense		
Finance costs	49,747,428.54	-10,838,996.25
Including: Interest expense	64,259,301.86	
Interest income	-13,806,812.45	-11,166,488.11
Add: Other income	640,439.36	
Return on investment (“-” for loss)	1,426,936.27	1,348,773.97
Including: Share of profit or loss of joint ventures and associates	1,426,936.27	728,643.14
Derecognition income of financial assets measured at amortized cost		
Foreign exchange gain (“-” for loss)		
Net gain on exposure hedges (“-” for loss)		
Gain on changes in fair value (“-” for loss)		
Credit impairment loss (“-” for loss)		
Asset impairment loss (“-” for loss)	-78,557.10	39,920.77
Asset disposal income (“-” for loss)		
3. Operating profit (“-” for loss)	-21,085,092.37	80,582,782.78
Add: Non-operating income	653,052.68	1,525,042.96
Less: Non-operating expense	100,149.20	2,540,174.16
4. Profit before tax (“-” for loss)	-20,532,188.89	79,567,651.58
Less: Income tax expense	8,619,711.43	18,351,487.77
5. Net profit (“-” for net loss)	-29,151,900.32	61,216,163.81

5.1 By operating continuity		
5.1.1 Net profit from continuing operations (“-” for net loss)	-29,151,900.32	61,216,163.81
5.1.2 Net profit from discontinued operations (“-” for net loss)		
5.2 By ownership		
5.2.1 Net profit attributable to owners of the Company as the parent	-689,810.21	61,216,163.81
5.2.2 Net profit attributable to non-controlling interests	-28,462,090.11	
6. Other comprehensive income, net of tax	-1,359,884.19	-2,264,052.37
Attributable to owners of the Company as the parent	-1,359,884.19	-2,264,052.37
6.1 Items that will not be reclassified to profit or loss		
6.1.1 Changes caused by remeasurements on defined benefit pension schemes		
6.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
6.1.3 Changes in the fair value of investments in other equity instruments		
6.1.4 Changes in the fair value of the company’s credit risks		
6.1.5 Other		
6.2 Items that will be reclassified to profit or loss	-1,359,884.19	-2,264,052.37
6.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
6.2.2 Changes in the fair value of investments in other debt obligations		
6.2.3 Gain/Loss on changes in the fair value of available-for-sale financial assets		
6.2.4 Other comprehensive income arising from the reclassification of financial assets		
6.2.5 Gain/Loss arising from		

the reclassification of held-to-maturity investments to available-for-sale financial assets		
6.2.6 Allowance for credit impairments in investments in other debt obligations		
6.2.7 Reserve for cash flow hedges		
6.2.8 Differences arising from the translation of foreign currency-denominated financial statements	-1,359,884.19	-2,264,052.37
6.2.9 Other		
Attributable to non-controlling interests		
7. Total comprehensive income	-30,511,784.51	58,952,111.44
Attributable to owners of the Company as the parent	-2,049,694.40	58,952,111.44
Attributable to non-controlling interests	-28,462,090.11	
8. Earnings per share		
8.1 Basic earnings per share	-0.0012	0.1027
8.2 Diluted earnings per share	-0.0012	0.1027

Where business combinations under common control occurred in the current period, the net profit achieved by the acquirees before the combinations was RMB0.00, with the amount for the same period of last year being RMB0.00.

Legal representative: Liu Shengxiang

Head of financial affairs: Cai Lili

Head of the financial department: Liu Qiang

#### 4. Income Statement of the Company as the Parent for Q3

Unit: RMB

Item	Q3 2019	Q3 2018
1. Operating revenue	36,838,750.54	35,290,132.14
Less: Cost of sales	9,778,124.74	9,681,055.22
Taxes and surcharges	8,621,210.66	8,310,210.12
Selling expense	5,183,474.22	1,287,861.40
Administrative expense	15,168,684.33	8,738,044.03
R&D expense		

Finance costs	-10,867,569.80	-9,607,684.41
Including: Interest expense		
Interest income	-10,887,450.83	-9,614,088.74
Add: Other income	0.00	0.00
Return on investment (“-” for loss)	28,854,871.29	1,294,275.43
Including: Share of profit or loss of joint ventures and associates	1,426,936.27	728,643.14
Derecognition income of financial assets measured at amortized cost		
Net gain on exposure hedges (“-” for loss)		
Gain on changes in fair value (“-” for loss)	0.00	0.00
Credit impairment loss (“-” for loss)		
Asset impairment loss (“-” for loss)		40,000.00
Asset disposal income (“-” for loss)	0.00	0.00
2. Operating profit (“-” for loss)	37,809,697.68	18,214,921.21
Add: Non-operating income	32,112.50	54,791.03
Less: Non-operating expense	11,123.48	701,868.96
3. Profit before tax (“-” for loss)	37,830,686.70	17,567,843.28
Less: Income tax expense	8,900,600.16	4,236,800.97
4. Net profit (“-” for net loss)	28,930,086.54	13,331,042.31
4.1 Net profit from continuing operations (“-” for net loss)	28,930,086.54	13,331,042.31
4.2 Net profit from discontinued operations (“-” for net loss)		
5. Other comprehensive income, net of tax	0.00	0.00
5.1 Items that will not be reclassified to profit or loss		
5.1.1 Changes caused by remeasurements on defined benefit pension schemes		

5.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
5.1.3 Changes in the fair value of investments in other equity instruments		
5.1.4 Changes in the fair value of the company's credit risks		
5.1.5 Other		
5.2 Items that will be reclassified to profit or loss		
5.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
5.2.2 Changes in the fair value of investments in other debt obligations		
5.2.3 Gain/Loss on changes in the fair value of available-for-sale financial assets		
5.2.4 Other comprehensive income arising from the reclassification of financial assets		
5.2.5 Gain/Loss arising from the reclassification of held-to-maturity investments to available-for-sale financial assets		
5.2.6 Allowance for credit impairments in investments in other debt obligations		
5.2.7 Reserve for cash flow hedges		
5.2.8 Differences arising from the translation of foreign currency-denominated financial statements		
5.2.9 Other		
6. Total comprehensive income	28,930,086.54	13,331,042.31
7. Earnings per share		
7.1 Basic earnings per share	0.0485	0.0224
7.2 Diluted earnings per share	0.0485	0.0224

**5. Consolidated Income Statement for Q1~Q3**

Unit: RMB

Item	Q1~Q3 2019	Q1~Q3 2018
1. Revenue	1,001,952,666.88	1,199,003,679.43
Including: Operating revenue	1,001,952,666.88	1,199,003,679.43
Interest income		
Premium income		
Handling charge and commission income		
2. Operating costs and expenses	896,123,523.02	1,016,278,134.94
Including: Cost of sales	532,182,778.63	909,246,628.59
Interest expense		
Handling charge and commission expense		
Surrenders		
Net claims paid		
Net amount provided as policy reserve		
Expenditure on policy dividends		
Reinsurance premium expense		
Taxes and surcharges	134,703,867.42	62,944,209.41
Selling expense	43,482,379.03	14,808,076.92
Administrative expense	85,821,358.91	67,735,440.92
R&D expense		
Finance costs	99,933,139.03	-38,456,220.90
Including: Interest expense	138,229,418.43	
Interest income	-39,636,999.51	-39,320,642.15
Add: Other income	945,653.26	
Investment income ("-" for loss)	2,207,762.84	1,398,021.17
Including: Share of profit or loss of joint ventures and associates	2,207,762.84	777,890.34
Derecognition income of financial assets measured at amortized		

cost		
Foreign exchange gain (“-” for loss)		
Net gain on exposure hedges (“-” for loss)		
Gain on changes in fair value (“-” for loss)		
Credit impairment loss (“-” for loss)		
Asset impairment loss (“-” for loss)	-2,656,062.96	4,797,271.69
Asset disposal income (“-” for loss)		
3. Operating profit (“-” for loss)	106,326,497.00	188,920,837.35
Add: Non-operating income	2,443,584.43	3,058,534.39
Less: Non-operating expense	1,806,397.12	2,851,849.01
4. Profit before tax (“-” for loss)	106,963,684.31	189,127,522.73
Less: Income tax expense	60,811,172.26	44,938,831.33
5. Net profit (“-” for net loss)	46,152,512.05	144,188,691.40
5.1 By operating continuity		
5.1.1 Net profit from continuing operations (“-” for net loss)	46,152,512.05	144,188,691.40
5.1.2 Net profit from discontinued operations (“-” for net loss)		
5.2 By ownership		
5.2.1 Net profit attributable to owners of the Company as the parent	103,059,587.95	144,188,691.40
5.2.2 Net profit attributable to non-controlling interests	-56,907,075.90	
6. Other comprehensive income, net of tax	-1,157,059.94	-1,848,692.29
Attributable to owners of the Company as the parent	-1,157,059.94	-1,848,692.29
6.1 Items that will not be reclassified to profit or loss		
6.1.1 Changes caused by remeasurements on defined benefit pension schemes		
6.1.2 Other comprehensive income that will not be reclassified to		

profit or loss under the equity method		
6.1.3 Changes in the fair value of investments in other equity instruments		
6.1.4 Changes in the fair value of the company's credit risks		
6.1.5 Other		
6.2 Items that will be reclassified to profit or loss	-1,157,059.94	-1,848,692.29
6.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
6.2.2 Changes in the fair value of investments in other debt obligations		
6.2.3 Gain/Loss on changes in the fair value of available-for-sale financial assets	0.00	0.00
6.2.4 Other comprehensive income arising from the reclassification of financial assets	0.00	0.00
6.2.5 Gain/Loss arising from the reclassification of held-to-maturity investments to available-for-sale financial assets	0.00	0.00
6.2.6 Allowance for credit impairments in investments in other debt obligations	0.00	0.00
6.2.7 Reserve for cash flow hedges		
6.2.8 Differences arising from the translation of foreign currency-denominated financial statements	-1,157,059.94	-1,848,692.29
6.2.9 Other	0.00	0.00
Attributable to non-controlling interests		
7. Total comprehensive income	44,995,452.11	142,339,999.11
Attributable to owners of the Company as the parent	101,902,528.01	142,339,999.11
Attributable to non-controlling interests	-56,907,075.90	
8. Earnings per share		

8.1 Basic earnings per share	0.1729	0.2419
8.2 Diluted earnings per share	0.1729	0.2419

Where business combinations under common control occurred in the current period, the net profit achieved by the acquirees before the combinations was RMB0.00, with the amount for the same period of last year being RMB0.00.

Legal representative: Liu Shengxiang

Head of financial affairs: Cai Lili

Head of the financial department: Liu Qiang

## 6. Income Statement of the Company as the Parent for Q1~Q3

Unit: RMB

Item	Q1~Q3 2019	Q1~Q3 2018
1. Operating revenue	378,748,801.89	68,745,923.98
Less: Cost of sales	74,483,319.07	21,473,707.25
Taxes and surcharges	115,202,375.21	10,347,227.32
Selling expense	12,115,904.81	2,200,695.62
Administrative expense	41,534,008.61	23,762,826.83
R&D expense		
Finance costs	-31,078,642.03	-36,100,159.33
Including: Interest expense	0.00	0.00
Interest income	-31,332,593.96	-35,840,623.26
Add: Other income	0.00	0.00
Investment income (“-” for loss)	45,735,016.53	1,343,522.63
Including: Share of profit or loss of joint ventures and associates	2,207,762.84	777,890.34
Derecognition income of financial assets measured at amortized cost		
Net gain on exposure hedges (“-” for loss)		
Gain on changes in fair value (“-” for loss)	0.00	0.00
Credit impairment loss (“-” for loss)		
Asset impairment loss (“-” for loss)	475,313.54	2,286,956.93
Asset disposal income (“-” for loss)	0.00	0.00

loss)		
2. Operating profit ("-" for loss)	212,702,166.29	50,692,105.85
Add: Non-operating income	352,112.50	172,307.70
Less: Non-operating expense	1,113,254.57	711,102.23
3. Profit before tax ("-" for loss)	211,941,024.22	50,153,311.32
Less: Income tax expense	50,231,672.14	14,324,142.36
4. Net profit ("-" for net loss)	161,709,352.08	35,829,168.96
4.1 Net profit from continuing operations ("-" for net loss)	161,709,352.08	35,829,168.96
4.2 Net profit from discontinued operations ("-" for net loss)		
5. Other comprehensive income, net of tax	0.00	0.00
5.1 Items that will not be reclassified to profit or loss		
5.1.1 Changes caused by remeasurements on defined benefit pension schemes		
5.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
5.1.3 Changes in the fair value of investments in other equity instruments		
5.1.4 Changes in the fair value of the company's credit risks		
5.1.5 Other		
5.2 Items that will be reclassified to profit or loss		
5.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
5.2.2 Changes in the fair value of investments in other debt obligations		
5.2.3 Gain/Loss on changes in the fair value of available-for-sale financial assets		
5.2.4 Other comprehensive income arising from the reclassification of financial assets		

5.2.5 Gain/Loss arising from the reclassification of held-to-maturity investments to available-for-sale financial assets		
5.2.6 Allowance for credit impairments in investments in other debt obligations		
5.2.7 Reserve for cash flow hedges		
5.2.8 Differences arising from the translation of foreign currency-denominated financial statements		
5.2.9 Other		
6. Total comprehensive income	161,709,352.08	35,829,168.96
7. Earnings per share		
7.1 Basic earnings per share	0.2713	0.0601
7.2 Diluted earnings per share	0.2713	0.0601

## 7. Consolidated Cash Flow Statement for Q1~Q3

Unit: RMB

Item	Q1~Q3 2019	Q1~Q3 2018
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	3,314,246,618.83	1,295,693,553.75
Net increase in customer deposits and interbank deposits		
Net increase in borrowings from the central bank		
Net increase in loans from other financial institutions		
Premiums received on original insurance contracts		
Net proceeds from reinsurance		
Net increase in deposits and investments of policy holders		
Interest, handling charges and commissions received		
Net increase in interbank loans obtained		

Net increase in proceeds from repurchase transactions		
Net proceeds from acting trading of securities		
Tax rebates		
Cash generated from other operating activities	67,566,886.74	54,362,412.15
Subtotal of cash generated from operating activities	3,381,813,505.57	1,350,055,965.90
Payments for commodities and services	1,905,982,605.70	346,412,905.78
Net increase in loans and advances to customers		
Net increase in deposits in the central bank and in interbank loans granted		
Payments for claims on original insurance contracts		
Net increase in interbank loans granted		
Interest, handling charges and commissions paid		
Policy dividends paid		
Cash paid to and for employees	293,904,283.08	257,504,612.76
Taxes paid	561,618,318.73	635,718,764.52
Cash used in other operating activities	86,038,043.75	60,438,652.65
Subtotal of cash used in operating activities	2,847,543,251.26	1,300,074,935.71
Net cash generated from/used in operating activities	534,270,254.31	49,981,030.19
2. Cash flows from investing activities:		
Proceeds from disinvestment		
Return on investment		
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	18,465.00	86,935.08
Net proceeds from the disposal of subsidiaries and other business units		79,901,686.57
Cash generated from other		

investing activities		
Subtotal of cash generated from investing activities	18,465.00	79,988,621.65
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	36,152,392.84	3,820,791.01
Payments for investments		
Net increase in pledged loans granted		
Net payments for the acquisition of subsidiaries and other business units	1,555,272.25	
Cash used in other investing activities		
Subtotal of cash used in investing activities	37,707,665.09	3,820,791.01
Net cash generated from/used in investing activities	-37,689,200.09	76,167,830.64
3. Cash flows from financing activities:		
Capital contributions received	3,220,000.00	
Including: Capital contributions by non-controlling interests to subsidiaries	3,220,000.00	
Borrowings obtained		1,000,000.00
Cash generated from other financing activities		
Subtotal of cash generated from financing activities	3,220,000.00	1,000,000.00
Repayments of borrowings		
Payments for interest and dividends	362,438,136.65	178,787,631.06
Including: Dividends paid by subsidiaries to non-controlling interests		
Cash used in other financing activities		
Subtotal of cash used in financing activities	362,438,136.65	178,787,631.06
Net cash generated from/used in financing activities	-359,218,136.65	-177,787,631.06
4. Effect of foreign exchange rate changes on cash and cash equivalents	214,256.25	2,657,365.10

5. Net increase in cash and cash equivalents	137,577,173.82	-48,981,405.13
Add: Cash and cash equivalents, beginning of the period	3,375,714,690.09	2,464,626,655.21
6. Cash and cash equivalents, end of the period	3,513,291,863.91	2,415,645,250.08

## 8. Cash Flow Statement of the Company as the Parent for Q1~Q3

Unit: RMB

Item	Q1~Q3 2019	Q1~Q3 2018
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	320,412,800.30	375,845,935.24
Tax rebates		
Cash generated from other operating activities	2,136,343,279.15	189,133,015.29
Subtotal of cash generated from operating activities	2,456,756,079.45	564,978,950.53
Payments for commodities and services	581,569,445.28	6,799,103.87
Cash paid to and for employees	31,673,711.59	16,595,230.41
Taxes paid	351,320,590.40	89,575,754.41
Cash used in other operating activities	42,133,507.81	332,877,876.21
Subtotal of cash used in operating activities	1,006,697,255.08	445,847,964.90
Net cash generated from/used in operating activities	1,450,058,824.37	119,130,985.63
2. Cash flows from investing activities:		
Proceeds from disinvestment		
Return on investment	42,472,222.23	
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	690.00	12,657.70
Net proceeds from the disposal of subsidiaries and other business units		73,001,849.11
Cash generated from other investing activities		
Subtotal of cash generated from	42,472,912.23	73,014,506.81

investing activities		
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	15,905,263.70	503,316.94
Payments for investments	1,200,000,000.00	39,351,392.06
Net payments for the acquisition of subsidiaries and other business units	1,600,000.00	
Cash used in other investing activities		
Subtotal of cash used in investing activities	1,217,505,263.70	39,854,709.00
Net cash generated from/used in investing activities	-1,175,032,351.47	33,159,797.81
3. Cash flows from financing activities:		
Capital contributions received		
Borrowings obtained		
Cash generated from other financing activities		
Subtotal of cash generated from financing activities		
Repayments of borrowings		
Payments for interest and dividends	178,793,727.60	178,778,071.68
Cash used in other financing activities		
Subtotal of cash used in financing activities	178,793,727.60	178,778,071.68
Net cash generated from/used in financing activities	-178,793,727.60	-178,778,071.68
4. Effect of foreign exchange rate changes on cash and cash equivalents	2,634.28	2,723.88
5. Net increase in cash and cash equivalents	96,235,379.58	-26,484,564.36
Add: Cash and cash equivalents, beginning of the period	2,520,788,994.16	1,754,272,751.45
6. Cash and cash equivalents, end of the period	2,617,024,373.74	1,727,788,187.09

## II Adjustments to the Financial Statements

### 1. Adjustments to the Financial Statements at the Beginning of the Execution of any New Standards Governing Financial Instruments, Revenue or Leases from 2019

√ Applicable □ Not applicable

Consolidated Balance Sheet

Unit: RMB

Item	31 December 2018	1 January 2019	Adjusted
Current assets:			
Monetary capital	3,389,234,357.72	3,389,234,357.72	
Settlement reserve			
Interbank loans granted			
Trading financial assets			
Financial assets at fair value through profit or loss			
Derivative financial assets			
Notes receivable			
Accounts receivable	64,231,267.94	64,231,267.94	
Accounts receivable financing			
Prepayments	35,913,164.32	35,913,164.32	
Premiums receivable			
Reinsurance receivables			
Receivable reinsurance contract reserve			
Other receivables	24,428,411.19	24,428,411.19	
Including: Interest receivable	8,293,317.33	8,293,317.33	
Dividends receivable			
Financial assets purchased under resale agreements			
Inventories	1,181,762,531.67	1,181,762,531.67	
Contractual assets			
Assets classified as held for sale			
Current portion of non-current assets			

Other current assets	16,694,408.12	16,694,408.12	
Total current assets	4,712,264,140.96	4,712,264,140.96	
Non-current assets:			
Loans and advances to customers			
Investments in debt obligations			
Available-for-sale financial assets	3,621,381.11		-3,621,381.11
Investments in other debt obligations			
Held-to-maturity investments			
Long-term receivables			
Long-term equity investments	39,999,283.24	39,999,283.24	
Investments in other equity instruments			
Other non-current financial assets		3,621,381.11	3,621,381.11
Investment property	400,550,689.90	400,550,689.90	
Fixed assets	32,612,592.40	32,612,592.40	
Construction in progress			
Productive living assets			
Oil and gas assets			
Right-of-use assets			
Intangible assets			
R&D expense			
Goodwill			
Long-term prepaid expense	2,398,576.29	2,398,576.29	
Deferred income tax assets	519,783,531.64	519,783,531.64	
Other non-current assets	108,971,942.00	108,971,942.00	
Total non-current assets	1,107,937,996.58	1,107,937,996.58	
Total assets	5,820,202,137.54	5,820,202,137.54	
Current liabilities:			
Short-term borrowings			
Borrowings from central			

bank			
Interbank loans obtained			
Trading financial liabilities			
Financial liabilities at fair value through profit or loss			
Derivative financial liabilities			
Notes payable			
Accounts payable	398,429,855.96	398,429,855.96	
Advances from customers	265,338,215.34	265,338,215.34	
Contractual liabilities			
Financial assets sold under repurchase agreements			
Customer deposits and interbank deposits			
Payables for acting trading of securities			
Payables for underwriting of securities			
Payroll payable	96,069,521.54	96,069,521.54	
Taxes payable	1,552,720,630.59	1,552,720,630.59	
Other payables	112,502,146.69	112,502,146.69	
Including: Interest payable	1,669.10	1,669.10	
Dividends payable	29,642.40	29,642.40	
Handling charges and commissions payable			
Reinsurance payables			
Liabilities directly associated with assets classified as held for sale			
Current portion of non-current liabilities			
Other current liabilities			
Total current liabilities	2,425,060,370.12	2,425,060,370.12	
Non-current liabilities:			
Insurance contract reserve			
Long-term borrowings	1,000,000.00	1,000,000.00	

Bonds payable			
Including: Preferred shares			
Perpetual bonds			
Lease liabilities			
Long-term payables			
Long-term payroll payable			
Provisions			
Deferred income			
Deferred income tax liabilities	5,275.60	5,275.60	
Other non-current liabilities	52,937,180.81	52,937,180.81	
Total non-current liabilities	53,942,456.41	53,942,456.41	
Total liabilities	2,479,002,826.53	2,479,002,826.53	
Owners' equity:			
Share capital	595,979,092.00	595,979,092.00	
Other equity instruments			
Including: Preferred shares			
Perpetual bonds			
Capital reserves	118,938,132.89	118,938,132.89	
Less: Treasury stock			
Other comprehensive income	-1,786,181.69	-1,786,181.69	
Specific reserve			
Surplus reserves	299,569,569.96	299,569,569.96	
General reserve			
Retained earnings	2,325,248,711.48	2,325,248,711.48	
Total equity attributable to owners of the Company as the parent	3,337,949,324.64	3,337,949,324.64	
Non-controlling interests	3,249,986.37	3,249,986.37	
Total owners' equity	3,341,199,311.01	3,341,199,311.01	
Total liabilities and owners' equity	5,820,202,137.54	5,820,202,137.54	

Note for adjustment:

According to the Accounting Standards for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments (CK[2017] No. 7), the Accounting Standards for Business Enterprises No. 23 – Transfer of Financial Assets (CK[2017] No. 8), the Accounting Standards for Business Enterprises No. 24 – Hedging Accounting (CK[2017] No. 9), and the Accounting Standards for Business Enterprises No. 37 – Presentation of Financial Instruments (CK[2017] No. 14) issued and revised in 2017 by Ministry of Finance, enterprises listed domestically shall implement relevant new accounting standards of financial instruments from 1 January 2019.

Notes of Revising and Printing the Format of 2018 General Enterprises Financial Statement (CK [2018] No. 15) (hereinafter referred to as “CK [2018] No. 15”) was issued by the Ministry of Finance on 15 June 2018, which required non-financial enterprises implementing accounting standards to prepare the financial statements in accordance with the revised format of general enterprises financial statements (applying to the enterprises who already implemented new standards governing financial instruments and revenue)

Adjustments are as follows according to the regulations and requirements of above notes and accounting standards for business enterprise:

1. The Company classified and adjusted the original “Available-for-sale financial assets” to “Other non-current financial assets” according to the regulations of new standards of governing financial instruments.
2. The Company changed “incurred loss method” to “expected loss method” for provision for financial assets impairment.
3. According to the regulations of new accounting standards governing financial instruments, the Company did not need to restate the pervious comparative data. The adjustment of discrepancy between with the new standards at the first execution day and original standards shall be recorded into the beginning retained earnings of 2019 or other comprehensive income.

#### Balance Sheet of the Company as the Parent

Unit: RMB

Item	31 December 2018	1 January 2019	Adjusted
Current assets:			
Monetary capital	2,520,788,994.16	2,520,788,994.16	
Trading financial assets	0.00	0.00	
Financial assets at fair value through profit or loss			
Derivative financial assets	0.00	0.00	
Notes receivable	0.00	0.00	
Accounts receivable	1,853,494.72	1,853,494.72	
Accounts receivable financing			
Prepayments	829,683.68	829,683.68	
Other receivables	1,306,715,826.93	1,306,715,826.93	
Including: Interest receivable	8,229,503.58	8,229,503.58	
Dividends receivable	0.00	0.00	

Inventories	105,840,115.24	105,840,115.24	
Contractual assets			
Assets classified as held for sale			
Current portion of non-current assets	0.00	0.00	
Other current assets	0.00	0.00	
Total current assets	3,936,028,114.73	3,936,028,114.73	
Non-current assets:			
Investments in debt obligations			
Available-for-sale financial assets	3,851,881.11		-3,851,881.11
Investments in other debt obligations			
Held-to-maturity investments	0.00	0.00	
Long-term receivables	0.00	0.00	
Long-term equity investments	239,501,956.17	239,501,956.17	
Investments in other equity instruments			
Other non-current financial assets	0.00	3,851,881.11	3,851,881.11
Investment property	317,313,917.65	317,313,917.65	
Fixed assets	9,121,637.65	9,121,637.65	
Construction in progress	0.00	0.00	
Productive living assets	0.00	0.00	
Oil and gas assets	0.00	0.00	
Right-of-use assets			
Intangible assets	0.00	0.00	
R&D expense	0.00	0.00	
Goodwill	0.00	0.00	
Long-term prepaid expense	778,392.57	778,392.57	
Deferred income tax assets	315,888,967.26	315,888,967.26	
Other non-current assets	104,132,920.00	104,132,920.00	
Total non-current assets	990,589,672.41	990,589,672.41	

Total assets	4,926,617,787.14	4,926,617,787.14	
Current liabilities:			
Short-term borrowings	0.00	0.00	
Trading financial liabilities	0.00	0.00	
Financial liabilities at fair value through profit or loss			
Derivative financial liabilities			
Notes payable	0.00	0.00	
Accounts payable	124,501,464.28	124,501,464.28	
Advances from customers	75,895,087.75	75,895,087.75	
Contractual liabilities			
Payroll payable	31,224,455.28	31,224,455.28	
Taxes payable	1,402,388,742.76	1,402,388,742.76	
Other payables	224,875,980.31	54,376,657.71	
Including: Interest payable	0.00	0.00	
Dividends payable	29,642.40	29,642.40	
Liabilities directly associated with assets classified as held for sale			
Current portion of non-current liabilities			
Other current liabilities		170,499,322.60	
Total current liabilities	1,858,885,730.38	1,858,885,730.38	
Non-current liabilities:			
Long-term borrowings	0.00	0.00	
Bonds payable	0.00	0.00	
Including: Preferred shares	0.00	0.00	
Perpetual bonds	0.00	0.00	
Lease liabilities			
Long-term payables	0.00	0.00	
Long-term payroll payable			
Provisions	0.00	0.00	

Deferred income	0.00	0.00	
Deferred income tax liabilities	0.00	0.00	
Other non-current liabilities	0.00	0.00	
Total non-current liabilities	0.00	0.00	
Total liabilities	1,858,885,730.38	1,858,885,730.38	
Owners' equity:			
Share capital	595,979,092.00	595,979,092.00	
Other equity instruments			
Including: Preferred shares			
Perpetual bonds			
Capital reserves	92,326,467.62	92,326,467.62	
Less: Treasury stock	0.00	0.00	
Other comprehensive income	0.00	0.00	
Specific reserve			
Surplus reserves	298,912,759.52	298,912,759.52	
Retained earnings	2,080,513,737.62	2,080,513,737.62	
Total owners' equity	3,067,732,056.76	3,067,732,056.76	
Total liabilities and owners' equity	4,926,617,787.14	4,926,617,787.14	

Note for adjustment:

According to the Accounting Standards for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments (CK[2017] No. 7), the Accounting Standards for Business Enterprises No. 23 – Transfer of Financial Assets (CK[2017] No. 8), the Accounting Standards for Business Enterprises No. 24 – Hedging Accounting (CK[2017] No. 9), and the Accounting Standards for Business Enterprises No. 37 – Presentation of Financial Instruments (CK[2017] No. 14) issued and revised in 2017 by Ministry of Finance, enterprises listed domestically shall implement relevant new accounting standards of financial instruments from 1 January 2019.

Notes of Revising and Printing the Format of 2018 General Enterprises Financial Statement (CK [2018] No. 15) (hereinafter referred to as “CK [2018] No. 15”) was issued by the Ministry of Finance on 15 June 2018, which required non-financial enterprises implementing accounting standards to prepare the financial statements in accordance with the revised format of general enterprises financial statements (applying to the enterprises who already implemented new standards governing financial instruments and revenue)

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2. The Company changed “incurred loss method” to “expected loss method” for provision for financial assets impairment.

3. According to the regulations of new accounting standards governing financial instruments, the Company did not need to restate the pervious comparative data. The adjustment of discrepancy between with the new standards at the first execution day and original standards shall be recorded into the beginning retained earnings of 2019 or other comprehensive income.

## **2. Retrospective Restatement of Previous Comparative Data due to the Execution of any New Standards Governing Financial Instruments or Leases from 2019**

Applicable  Not applicable

## **III Independent Auditor's Report**

Indicate by tick mark whether the financial statements above have been audited by an independent auditor.

Yes  No

These financial statements have not been audited by such an auditor.