

Guangdong Provincial Expressway Development Co., Ltd.

The Third Quarterly Report 2019

October 2019

I. Important Notice

The Board of Directors and the Supervisory Committee of the Company and its directors, supervisors and senior executives should guarantee the reality, accuracy and completion of the quarterly report, there are no any fictitious statements, misleading statements or important omissions carried in this report, and shall take legal responsibilities, individual and or joint.

All of the directors presented the board meeting at which this Quarterly Report was examined.

Mr.Zheng Renfa, Leader, Mr.Wang Chunhua, General Manager, Mr. Fang Zhi, Chief of the accounting work,Ms Zhou Fang, Chief of the accounting organ (chief of accounting) hereby confirm the authenticity and completeness of the financial report enclosed in this report.

II. Basic Information of the Company

(1) Main financial data and financial index

Indicate by tick mark whether the Company needs to retroactively restate any of its accounting data.

√ Yes □ No

Reasons for retrospective restatements:

Accounting policy change

	This period	Same period of last year		Changes of this period over same period of last year (%)
		Before adjustment	After adjustment	After adjustment
Gross assets (Yuan)	16,977,369,289.08	16,295,910,774.45	16,295,910,774.45	4.18%
Net assets attributable to the shareholders of the listed company (Yuan)	9,588,602,867.94	9,586,701,904.06	9,586,701,904.06	0.02%
	Reporting period	Increase/decrease over the same period of last year (%)	Between beginning of the year to the end of the report period	Changed (%) over end of prev. year
Operating revenue (Yuan)	796,831,081.45	-6.34%	2,280,504,326.66	-4.45%

Net profit attributable to the shareholders of the listed company (Yuan)	371,244,455.76	-15.88%	1,107,730,568.06	-9.23%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (Yuan)	372,502,498.79	-12.80%	1,097,541,533.87	-7.00%
Cash flow generated by business operation, net (Yuan)	--	--	1,634,783,603.99	13.60%
Basic earning per share(RMB/Share)	0.18	-14.29%	0.53	-8.62%
Diluted gains per share(Yuan/Share)	0.18	-14.29%	0.53	-8.62%
Weighted average income/asset ratio (%)	3.95%	-0.96%	11.48%	-2.02%

The reasons for the change of Accounting Policy and the Correction of Accounting errors

On April 30, 2019, the Notice of the Ministry of Finance on Revising and Issuing the Format of Financial Statements of General Enterprises (No. 6 Finance and Accounting [2019]) issued by the Ministry of Finance adjusts the format of financial statements of enterprises accordingly, and regulates that the detailed items of "management expenses" and "R&D expenses" should be separated from the items of "management expenses" in the profit statement; it also indicates that the actual government subsidies received should be listed in the item "cash received from other business activities". In response to such change of accounting policy, the Company adopts the retroactive adjustment method to retroactively adjust the items reported in the financial statements from January to September in 2018.

Items and amount of non-current gains and losses

√ Applicable □ Not applicable

In RMB

Items	Amount (Year-beginning to the end of the report period.)	Notes
Non-current asset disposal gain/loss(including the write-off part for which assets impairment provision is made)	10,469,562.85	Mainly due to the transfer of intellectual property income related to "Blue Channel" by Guangdong Expressway Technology Investment Co., Ltd.
Government subsidies recognized in current gain and loss(excluding those closely related to the Company's business and granted under the state's policies)	1,146,092.93	
Other non-business income and expenditures other than the	-84,324.89	

Items	Amount (Year-beginning to the end of the report period.)	Notes
above		
Less: Amount of influence of income tax	1,771,748.41	
Amount of influence of minority interests(after tax)	-429,451.71	
Total	10,189,034.19	--

Explain the reasons if the Company classifies an item as an extraordinary gain/loss according to the definition in the Explanatory Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public-Extraordinary Gains and Losses, or classifies any extraordinary gain/loss item mentioned in the said explanatory announcement as a recurrent gain/loss item.

☐ Applicable ☒ Not applicable

None of Non-recurring gain /loss items recognized as recurring gain /loss/items as defined by the information disclosure explanatory Announcement No.1- Non –recurring gain/loss in the report period.

II.Total Shareholders and Shares Held by Top Ten Shareholders at the End of the Reporting Period

1. About Total Common Shareholders, Total Preference Shareholders with the Voting Power Recovered and the Shares Held by Top Ten Common Shareholders

In shares

Total number of common shareholders at the period-end		56,063		Total preference shareholders with the voting power recovered at the end of the reporting period(if any)		0	
Shares held by the top 10 shareholders							
Shareholder name	Properties of shareholder	Share proportion %	Quantity	Amount of tradable shares with Conditional held	Pledging or freezing		
					Status of the shares	Quantity	
Guangdong Communication Group Co., Ltd.	State-owned legal person	24.56%	513,412,507	410,032,765			
Guangdong Highway Construction Co., Ltd,	State-owned legal person	22.30%	466,325,020				
Yadong Fuxing Yalian	Domestic non State-own	9.68%	202,429,149				

Investment Co., Ltd.	ed Legal person					
Tibet Yingyue Investment Management Co., Ltd.	State-owned legal person	4.84%	101,214,574			
Guangdong Expressway Co., Ltd.	State-owned legal person	2.53%	52,937,491	19,582,228		
Guangfa Securities Co., Ltd.	State-owned legal person	1.45%	30,364,372			
China Life Insurance Co., Ltd.—Dividend—Personal dividend-005L-FH002 Shen	Other	1.26%	26,372,664			
China Life Insurance Co., Ltd.—Traditional—Common insurance products-005L-CT001Shen	Other	1.17%	24,436,318			
Agricultural Bank of China—Jingshun Great Wall Energy Infrastructure Mixed Securities Investment Fund	Other	0.95%	19,909,303			
Feng Wuchu	Domestic natural person shares	0.94%	19,664,788			
Shares held by the Top 10 Shareholders of Non-restricted shares						

Shareholders' Names	Number of the non-restricted shares held	Share type	
		Share type	Quantity
Guangdong Highway Construction Co., Ltd,	466,325,020	RMB Common shares	466,325,020
Yadong Fuxing Yalian Investment Co., Ltd.	202,429,149	RMB Common shares	202,429,149
Guangdong Communication Group Co., Ltd.	103,379,742	RMB Common shares	103,379,742
Tibet Yingyue Investment Management Co., Ltd.	101,214,574	RMB Common shares	101,214,574
Guangdong Expressway Co., Ltd.	33,355,263	RMB Common shares	33,355,263
Guangfa Securities Co., Ltd.	30,364,372	RMB Common shares	30,364,372
China Life Insurance Co., Ltd. — Dividend — Personal dividend -005L-FH002 Shen	26,372,664	RMB Common shares	26,372,664
China Life Insurance Co., Ltd. — Traditional — Common insurance products-005L-CT001Shen	24,436,318	RMB Common shares	24,436,318
Agricultural Bank of China— Jingshun Great Wall Energy Infrastructure Mixed Securities Investment Fund	19,909,303	RMB Common shares	19,909,303
Feng Wuchu	19,664,788	RMB Common shares	17,564,325
		Foreign shares placed in domestic exchange	2,100,463
Explanation on associated relationship or concerted action of the above shareholders	Guangdong Communication Group Co., Ltd. is the parent company of Guangdong Highway Construction Co., Ltd.and Guangdong Expressway Co., Ltd. It is unknown whether there is relationship between other shareholders and whether they are persons taking concerted action specified in the Regulations on Disclosure of Information about Change in Shareholding of Shareholders of Listed Companies.		
Participation of top 10 unconditional common share shareholders in securities margin trading (if any)	Nil		

Whether top ten common shareholders or top ten common shareholders with un-restrict shares held have a

buy-back agreement dealing in reporting period.

☐ Yes ☒ No

The top ten common shareholders or top ten common shareholders with un-restrict shares held of the Company have no buy –back agreement dealing in reporting period.

2.Total number of preferred shareholders and shareholding of top 10 preferred shareholders by the end of the report period

☐ Applicable ☒ Not applicable

III Significant Events

I. Major changes of main accounting statement items and financial indicators in the reporting period, as well as reasons for the changes

√ Applicable □ Not applicable

(I) Items of balance sheet as compared with the same period of the previous year

1. Advance payment increased by 15.81 million yuan and 826.56% over the beginning of the year, Mainly due to the prepayment cancelation of the provincial toll station project payment by Guangdong Expressway Technology Investment Co., Ltd.

2. Dividend receivable increased by 9.38 million yuan and 778.41% over the beginning of the year, Mainly due to the newly added cash dividends receivable of Ganzhou Kangda Expressway Co., Ltd in this reporting period.

3. Other non-current assets increased by 38.98 million yuan and 39.06% over the beginning of the year, Mainly due to the increase in the amount of deductible input taxes and the prepaid project payment of Sanbao to Shuikou section of Fokai Expressway.

4. Item received in advance increased by 5.92 million yuan and 49.19% over the beginning of the year, Mainly due to the procurement payment of the electronic toll collection system (ETC) received in advance by Guangdong Expressway Technology Investment Co., Ltd.

5. Interest payable increased by 16.36 million yuan and 182.31% over the beginning of the year, Mainly due to the increase in interest on the medium-term notes accrued by the Company; Other account payable increased by 127.54 million yuan and 77.25% over the beginning of the year, Mainly due to the increase in one-year entrusted loans borrowed by the Company from Guangdong Guanghui Expressway Co., Ltd.

6. Non-current liabilities due 1 year decreased by 1819.13 million yuan and 72.81% over the beginning of the year, Mainly due to the comprehensive impact of the Company's repayment of maturity loans and the long-term borrowings reclassified to the subject.

7. Long-term borrowing increased by 1746.82 million yuan and 58.56% over the beginning of the year, Mainly due to the combined impact by the Company's new loans, advanced repayment of loans and the reclassified into non-current liabilities due within one year.

8. Bonds payable increased by 678.01 million yuan over the beginning of the year, Mainly due to the book value of the 5-year medium-term notes issued by the Company with a face value of 680 million yuan as determined by the effective interest method.

(II) Items of income statement as compared with the same period of the previous year

1. Operating income decreased by RMB 106.13 million and 4.45 % year on year, Mainly due to the following factors: The main line of Foshan First Ring Road, Yunzhan Expressway and Gao'en Expressway are open to traffic, and the traffic flow of the Fokai Expressway is diverted, which reduces the toll revenue of Fokai Expressway; affected by the comprehensive impact of the restriction on the passage of more than 40-seats buses, the traffic flow diverted due to the opening of the Nansha Bridge and the first phase of the Fanguan Expressway, the toll revenue of the Beijing-Zhuhai Expressway Guangzhu Section decreased; due to the natural increase in traffic volume and the traffic volume increase caused by the closure of some sections of Foshan First Ring Road for reconstruction, the Guangfo Expressway toll revenue increased slightly.

2. R & D expenses decreased by RMB 3.03 million and 100% year on year, Mainly due to the company did not have R&D expenditures this year.

3. The Assets disposal income decreased by 53.24 million yuan and 80.22% year on year, Mainly due to the comprehensive impact of the disposal income of the 4.213 km expressway asset repurchased by the Zhuhai

High-tech Zone Management Committee recognized by Beijing-Zhuhai Expressway Guangzhu Section Co., Ltd during the same period last year and the disposal income of the “Blue Channel” assets recognized in this period by Guangdong Expressway Technology Investment Co., Ltd.

(III) Notes of main items of cash flow statement

1. Taxes paid

Mainly due to calculate the income tax, value-added tax and its additional taxes and fees actually paid in the current period. The current period decreased by 349.85 million yuan and 53.01% year on year, Mainly due to in the same period last year, Guangdong Fokai Expressway Co., Ltd (deregistered) paid the assessed value-added income tax, and there was no such situation in the current period.

2.Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets decreased by 214.22 million yuan and 93.88% year on year, Mainly due to in the same period last year, Jingzhu Expressway Guangzhu Section Co., Ltd. received the compensation for the 4.213 km expressway asset of the Zhuhai section of the Guang'ao Expressway transferred from the Zhuhai High-tech Zone Management Committee. and there was no such situation in the current period. Guangdong Expressway Technology Investment Co., Ltd received the funds from the transfer of the related intellectual property assets group of the “Blue Channel”.

3. Cash received from borrowing increased by RMB 2497.70 million and 198.39% year on year, The reason was that the parent company's borrowing increased in the current period

4. Cash to repay debts increased by RMB1526.52 million and 102.62% year on year, The reason was that the parent company's borrowing increased in the current period

II. The progress of significant events and influence, as well as the analysis and explanation on resolving proposal.

☐ Applicable ☒ Not applicable

Progress in the implementation of share repurchase

☐ Applicable ☒ Not applicable

Progress in the implementation of the reduction of the repurchased shares by means of centralized bidding

☐ Applicable ☒ Not applicable

III. Commitments finished in implementation by the Company, shareholders, actual controller, acquirer, directors, supervisors, senior executives or other related parties in the reporting period and commitments unfinished in implementation at the end of the reporting period

☐ Applicable ☒ Not applicable

The company has no commitments completed in period and those without completed till lend of the period from actual controller, shareholders, related parties, purchaser and companies.

IV. Investment in securities

√ Applicable □ Not applicable

In RMB

Security category	Security code	Stock Abbreviation:	Initial investment cost	Mode of accounting measurement	Book value balance at the beginning of the reporting period	Changes in fair value of the this period	Cumulative fair value changes in equity	Purchase amount in the this period	Sale amount in the this period	Gain/loss of the reporting period	Book value balance at the end of the reporting period	Accounting items	Source of the shares
Domestic and foreign stocks	601818	China Everbright Bank	517,560,876.80	FVM	870,443,292.80		409,343,602.56			37,876,045.98	926,904,479.36	Investment in other equity instruments	Self fund
Total			517,560,876.80	--	870,443,292.80	0.00	409,343,602.56	0.00	0.00	37,876,045.98	926,904,479.36	--	--
Disclosure date for the notice of approval by the Board (If any)			July 22, 2009										
Disclosure date for the notice of approval by shareholders' Meeting (If any)			August 7, 2009										

V. Entrusted Financial Management

☐ Applicable ☒ Not applicable

There is no Entrusted Financial Management during the report period.

VI. Investment in derivatives

☐ Applicable ☒ Not applicable

There is no derivative investment during the report period.

VII. The registration form of acceptance of investigation, communication and interview in the report period for future reference

☒ Applicable ☐ Not applicable

Reception time	Way of reception	Types of visitors	Basic index
July 9,2019	Onsite investigation	Organization	1. The main content of research:1. the daily operation; 2. the company's financial data analysis;3. development strategy; 4. analysis on the industry. 2.Primary data investigation: Public information company regularly reports
August 30,2019	By phone	Organization	1. The main content of research:1. the daily operation; 2. the company's financial data analysis;3. development strategy; 4. analysis on the industry. 2.Primary data investigation: Public information company regularly reports

VIII. External guarantee get out of line

☐ Applicable ☒ Not applicable

The Company has no external guarantee get out of the line in the Period

IX. Controlling shareholder and its related parties occupying non-business capital of the listed company

☐ Applicable ☒ Not applicable

There are no controlling shareholder and its related parties occupying non-business capital of the listed company in Period

IV. Financial Statement

I. Financial statement

1. Consolidated balance sheet

Prepared by: Guangdong Provincial Expressway Development Co., Ltd.

September 30, 2019

In RMB

Items	September 30, 2019	December 31, 2018
Current asset:		
Monetary fund	2,608,107,818.50	2,124,524,996.32
Settlement provision		
Outgoing call loan		
Transactional financial assets		
Financial assets measured at fair value with variations accounted into current income account		
Derivative financial assets		
Notes receivable		
Account receivable	94,364,130.30	91,076,995.07
Financing of receivables		
Prepayments	17,724,649.63	1,912,943.40
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Other account receivable	28,981,121.30	16,487,256.02
Including: Interest receivable		
Dividend receivable	10,589,003.82	1,205,472.90
Other receivable	18,392,117.48	15,281,783.12
Repurchasing of financial assets		
Inventories	110,142.49	81,017.91
Contract assets		
Assets held for sales		
Non-current asset due within 1 year	51,745.32	51,745.32
Other current asset		

Items	September 30,2019	December 31,2018
Total of current assets	2,749,339,607.54	2,234,134,954.04
Non-current assets :		
Loans and payment on other's behalf disbursed		
Debt investment		
Available for sale of financial assets		1,668,791,594.53
Other investment on bonds		
Expired investment in possess		
Long-term receivable		
Long term share equity investment	3,308,550,142.93	3,145,644,970.07
Other equity instruments investment	1,725,252,781.09	
Other non-current financial assets		
Property investment	3,386,779.99	3,579,007.54
Fixed assets	7,736,561,699.25	7,600,046,319.91
Including: Fixed assets	7,736,550,560.39	7,600,046,319.91
Liquidation of fixed assets	11,138.86	
Construction in progress	927,486,048.46	1,089,473,425.63
Including: Construction in progress	925,936,492.46	1,087,923,869.63
Engineering Materials	1,549,556.00	1,549,556.00
Production physical assets		
Oil & gas assets		
Use right assets		
Intangible assets	4,275,730.21	5,739,020.48
Development expenses		
Goodwill		
Long-germ expenses to be amortized	1,168,273.16	1,221,781.88
Deferred income tax asset	382,568,788.55	447,485,034.79
Other non-current asset	138,779,437.90	99,794,665.58
Total of non-current assets	14,228,029,681.54	14,061,775,820.41
Total of assets	16,977,369,289.08	16,295,910,774.45
Current liabilities		
Short-term loans		
Loan from Central Bank		

Items	September 30,2019	December 31,2018
Borrowing funds		
Transactional financial liabilities		
Financial liabilities measured at fair value with variations accounted into current income account		
Derivative financial liabilities		
Notes payable		
Account payable	175,782,922.78	203,779,190.74
Advance receipts	17,962,010.45	12,039,708.01
Contract Liabilities		
Selling of repurchased financial assets		
Deposit taking and interbank deposit		
Entrusted trading of securities		
Entrusted selling of securities		
Employees' wage payable	13,904,082.42	13,122,437.17
Tax payable	108,133,060.11	104,198,746.06
Other account payable	337,976,604.89	191,254,464.84
Including: Interest payable	25,328,104.93	8,971,576.57
Dividend payable	20,020,119.31	17,191,142.23
Other account payable	292,628,380.65	165,091,746.04
Fees and commissions payable		
Reinsurance fee payable		
Liabilities held for sales		
Non-current liability due within 1 year	679,355,000.00	2,498,480,000.00
Other current liability		
Total of current liability	1,333,113,680.65	3,022,874,546.82
Non-current liabilities:		
Reserve fund for insurance contracts		
Long-term loan	4,729,862,500.00	2,983,040,000.00
Bond payable	678,013,637.73	
Including: preferred stock		
Sustainable debt		

Items	September 30,2019	December 31,2018
Lease liability		
Long-term payable	39,625,983.68	38,022,210.11
Including: Long-term payable	39,625,983.68	38,022,210.11
Special payable		
Long-term remuneration payable to staff		
Expected liabilities		
Deferred income		
Deferred income tax liability	205,807,094.55	205,672,389.59
Other non-current liabilities		
Total non-current liabilities	5,653,309,215.96	3,226,734,599.70
Total of liability	6,986,422,896.61	6,249,609,146.52
Owners' equity		
Share capital	2,090,806,126.00	2,090,806,126.00
Other equity instruments		
Including: preferred stock		
Sustainable debt		
Capital reserves	2,562,570,465.31	2,536,774,965.31
Less: Shares in stock		
Other comprehensive income	299,870,466.92	245,109,114.81
Special reserve		
Surplus reserves	775,402,561.35	775,402,561.35
Common risk provision		
Retained profit	3,859,953,248.36	3,938,609,136.59
Total of owner's equity belong to the parent company	9,588,602,867.94	9,586,701,904.06
Minority shareholders' equity	402,343,524.53	459,599,723.87
Total of owners' equity	9,990,946,392.47	10,046,301,627.93
Total of liabilities and owners' equity	16,977,369,289.08	16,295,910,774.45

Legal Representative: Zheng Renfa

General Manager: Wang Chunhua

Person-in-charge of the accounting work: Fang Zhi

Person-in -charge of the accounting organ: Zhou Fang

2.Parent Company Balance Sheet

In RMB

Items	September 30,2019	December 31,2018
Current asset:		
Monetary fund	2,541,791,378.47	2,096,597,568.04
Transactional financial assets		
Financial assets measured at fair value with variations accounted into current income account		
Derivative financial assets		
Notes receivable		
Account receivable	18,899,568.06	18,405,847.15
Financing of receivables		
Prepayments	15,354,534.88	1,532,057.82
Other account receivable	64,704,913.38	9,323,782.66
Including: Interest receivable	47,999,930.18	1,880,148.12
Dividend receivable	10,589,003.82	1,205,472.90
Other receivable	6,115,979.38	6,238,161.64
Inventories		
Contract assets		
Assets held for sales		
Non-current asset due within 1 year	100,000,000.00	100,000,000.00
Other current asset		
Total of current assets	2,740,750,394.79	2,225,859,255.67
Non-current assets:		
Debt investment	687,903,684.98	
Available for sale of financial assets		1,668,791,594.53
Other investment on bonds		
Expired investment in possess		
Long-term receivable		
Long term share equity investment	4,842,215,151.74	4,679,309,978.88
Other equity instruments investment	1,725,252,781.09	
Other non-current financial assets		
Property investment	3,134,641.74	3,326,869.29

Items	September 30,2019	December 31,2018
Fixed assets	5,579,284,393.38	5,292,898,635.00
Including: Fixed assets	5,579,284,393.38	5,292,898,635.00
Liquidation of fixed assets		
Construction in progress	917,225,296.18	1,060,230,773.10
Including: Construction in progress	917,225,296.18	1,060,230,773.10
Engineering material		
Production physical assets		
Oil & gas assets		
Use right assets		
Intangible assets	1,311,756.15	1,741,277.53
Development expenses		
Goodwill		
Long-germ expenses to be amortized		
Deferred income tax asset	382,463,329.68	447,328,530.77
Other non-current asset	97,761,670.41	790,720,727.48
Total of non-current assets	14,236,552,705.35	13,944,348,386.58
Total of assets	16,977,303,100.14	16,170,207,642.25
Current liabilities		
Short-term loans		
Transactional financial liabilities		
Financial liabilities measured at fair value with variations accounted into current income account		
Derivative financial liabilities		
Notes payable		
Account payable	137,975,484.46	124,833,335.72
Advance receipts		
Contract Liabilities		
Employees' wage payable	5,291,187.31	5,669,203.37
Tax payable	7,890,788.11	10,297,144.52
Other account payable	296,570,159.17	142,457,135.79
Including: Interest payable	24,809,482.80	8,373,096.36
Dividend payable	20,020,119.31	17,191,142.23
Other account payable	251,740,557.06	116,892,897.20

Items	September 30,2019	December 31,2018
Liabilities held for sales		
Non-current liability due within 1 year	628,685,000.00	2,327,180,000.00
Other current liability	848,827,738.16	977,236,252.44
Total of current liability	1,925,240,357.21	3,587,673,071.84
Non-current liabilities:		
Long-term loan	4,333,167,500.00	2,731,990,000.00
Bond payable	678,013,637.73	
Including: preferred stock		
Sustainable debt		
Lease liability		
Long-term payable	39,625,983.68	38,022,210.11
Including: Long-term payable	39,625,983.68	38,022,210.11
Special payable		
Long-term remuneration payable to staff		
Expected liabilities		
Deferred income		
Deferred income tax liability	102,335,900.64	88,220,604.00
Other non-current liabilities		
Total non-current liabilities	5,153,143,022.05	2,858,232,814.11
Total of liability	7,078,383,379.26	6,445,905,885.95
Owners' equity		
Share capital	2,090,806,126.00	2,090,806,126.00
Other equity instruments		
Including: preferred stock		
Sustainable debt		
Capital reserves	2,974,458,696.93	2,948,663,196.93
Less: Shares in stock		
Other comprehensive income	299,870,466.92	245,109,114.81
Special reserve		
Surplus reserves	759,558,277.70	759,558,277.70
Retained profit	3,774,226,153.33	3,680,165,040.86
Total of owners' equity	9,898,919,720.88	9,724,301,756.30

Items	September 30,2019	December 31,2018
Total of liabilities and owners' equity	16,977,303,100.14	16,170,207,642.25

Legal Representative:Zheng Renfa

General Manager: Wang Chunhua

Person-in-charge of the accounting work: Fang Zhi

Person-in -charge of the accounting organ: Zhou Fang

3.Consolidated Income statement of the Report period

In RMB

Items	Amount in this period	Amount in last period
I. Turnover	796,831,081.45	850,769,743.92
Including: Operating income	796,831,081.45	850,769,743.92
Interest income		
Insurance fee earned		
Fee and commission received		
II. Total operating costs	408,683,513.05	376,040,471.71
Including : Operating costs	310,517,119.58	283,488,989.77
Interest expense		
Fee and commission paid		
Insurance discharge payment		
Net claim amount paid		
Appropriation of deposit for duty, net		
Insurance policy dividend paid		
Reinsurance expenses		
Business tax and surcharge	3,696,459.38	3,887,775.99
Sales expense		
Administrative expense	40,415,600.33	32,160,291.46
R & D expense		541,264.57
Financial expenses	54,054,333.76	55,962,149.92
Including : Interest expense	58,646,545.15	59,606,588.17
Interest income	5,500,733.79	4,644,969.74
Add: Other income	725,865.31	194,598.16

Items	Amount in this period	Amount in last period
Investment gain (“-”for loss)	139,449,983.30	134,304,872.05
Including: investment gains from affiliates	139,066,452.38	134,304,872.05
Financial assets measured at amortized cost cease to be recognized as income		
Gains from currency exchange		
Net exposure hedging income		
Changing income of fair value		
Credit impairment loss		
Impairment loss of assets		1,815,828.92
Assets disposal income		21,509,712.51
III. Operating profit (“-”for loss)	528,323,417.01	632,554,283.85
Add : Non-operating income	1,237,352.91	571,258.42
Less: Non-operating expenses	485,161.05	137,992.92
IV. Total profit (“-”for loss)	529,075,608.87	632,987,549.35
Less: Income tax expenses	98,800,338.73	123,881,985.59
V. Net profit	430,275,270.14	509,105,563.76
(I) Classification by business continuity		
1. Net continuing operating profit	430,275,270.14	509,105,563.76
2. Termination of operating net profit		
(II) Classification by ownership		
1. Net profit attributable to the owners of parent company	371,244,455.76	441,303,002.76
2. Minority shareholders' equity	59,030,814.38	67,802,561.00
VI. Net after-tax of other comprehensive income	24,758,918.08	42,627,645.56
Net of profit of other comprehensive income attributable to owners of the parent company.	24,758,918.08	42,627,645.56
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period	22,937,357.04	

Items	Amount in this period	Amount in last period
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
3. Changes in the fair value of investments in other equity instruments	22,937,357.04	
4. Changes in the fair value of the company's credit risks		
5.Other		
(II)		
Other comprehensive income that will be reclassified into profit or loss.	1,821,561.04	42,627,645.56
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.	1,821,561.04	-1,482,656.44
2. Changes in the fair value of investments in other debt obligations		
3.Gains and losses from changes in fair value available for sale financial assets		44,110,302.00
4. Other comprehensive income arising from the reclassification of financial assets		
5.Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
6. Allowance for credit impairments in investments in other debt obligations		
7. Reserve for cash flow hedges		
8. Translation differences in currency financial statements		
9.Other		
Net of profit of other comprehensive income attributable to Minority		

Items	Amount in this period	Amount in last period
shareholders' equity		
VII. Total comprehensive income	455,034,188.22	551,733,209.32
Total comprehensive income attributable to the owner of the parent company	396,003,373.84	483,930,648.32
Total comprehensive income attributable minority shareholders	59,030,814.38	67,802,561.00
VIII. Earnings per share		
(I) Basic earnings per share	0.18	0.21
(II) Diluted earnings per share	0.18	0.21

The current business combination under common control, the net profits of the combined party before achieved net profit of RMB 0.00, last period the combined party realized RMB0.00.

Legal Representative: Zheng Renfa

General Manager: Wang Chunhua

Person-in-charge of the accounting work: Fang Zhi

Person-in -charge of the accounting organ: Zhou Fang

4. Income statement of the Parent Company of the Report period

In RMB

Items	Amount in this period	Amount in last period
I. Revenue	342,418,541.44	380,022,328.89
Including : Operating costs	198,429,214.26	170,355,701.76
Business tax and surcharge	2,004,169.87	2,323,857.60
Sales expense		
Administrative expense	24,497,934.85	18,325,889.09
R & D expense		
Financial expenses	49,775,101.80	51,345,142.50
Including: Interest expenses	55,249,291.52	55,947,515.48
Interest income	5,487,589.69	4,614,243.77
Add: Other income		194,598.16
Investment gain (“-”for loss)	154,270,235.80	820,280,096.41
Including: investment gains from affiliates	139,066,452.38	134,304,872.05
Financial assets measured at amortized cost cease to be recognized as income		
Net exposure hedging income		
Changing income of fair value		
Credit impairment loss		
Impairment loss of assets		1,240,782.92
Assets disposal income		
II. Operating profit (“-”for loss)	221,982,356.46	959,387,215.43
Add : Non-operating income	953,148.06	182,721.87
Less: Non -operating expenses	357,431.46	184,874.00
III. Total profit (“-”for loss)	222,578,073.06	959,385,063.30
Less: Income tax expenses	20,782,022.44	34,466,045.99
IV. Net profit	201,796,050.62	924,919,017.31
1. Net continuing operating profit	201,796,050.62	924,919,017.31
2. Termination of operating net profit		
V. Net after-tax of other comprehensive income	24,758,918.08	42,627,645.56
(I) Other comprehensive income	22,937,357.04	

Items	Amount in this period	Amount in last period
items that will not be reclassified into gains/losses in the subsequent accounting period		
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
3. Changes in the fair value of investments in other equity instruments	22,937,357.04	
4. Changes in the fair value of the company's credit risks		
5.Other		
(II) Other comprehensive income that will be reclassified into profit or loss.	1,821,561.04	42,627,645.56
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.	1,821,561.04	-1,482,656.44
2. Changes in the fair value of investments in other debt obligations		
3. Gains and losses from changes in fair value available for sale financial assets		44,110,302.00
4. Other comprehensive income arising from the reclassification of financial assets		
5.Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
6. Allowance for credit impairments in investments in other debt obligations		
7. Reserve for cash flow hedges		
8. Translation differences in currency fi		

Items	Amount in this period	Amount in last period
financial statements		
9.Other		
VI. Total comprehensive income	226,554,968.70	967,546,662.87
VII. Earnings per share		
(I) Basic earnings per share		
(II) Diluted earnings per share		

Legal Representative: Zheng Renfa

General Manager: Wang Chunhua

Person-in-charge of the accounting work: Fang Zhi

Person-in -charge of the accounting organ: Zhou Fang

5. Consolidated Income statement between the beginning of the year and end of the report period

In RMB

Items	Amount in this period	Amount in last period
I. Turnover	2,280,504,326.66	2,386,633,889.06
Including: Operating income	2,280,504,326.66	2,386,633,889.06
Interest income		
Insurance fee earned		
Commission charge and commission income		
II. Total operating costs	1,145,369,320.38	1,105,005,002.49
Including: Operating costs	860,140,930.07	817,225,556.12
Interest expense		
Fee and commission paid		
Insurance discharge payment		
Net claim amount paid		
Appropriation of deposit for duty, net		
Insurance policy dividend paid		
Reinsurance expenses		
Business tax and surcharge	10,253,483.35	10,740,890.98
Sales expense		

Items	Amount in this period	Amount in last period
Administrative expense	117,390,810.80	105,269,752.40
R & D expense		3,026,437.60
Financial expenses	157,584,096.16	168,742,365.39
Including: Interest expense	173,687,402.86	185,358,874.77
Interest income	21,262,441.48	22,721,206.04
Add: Other income	1,146,092.93	194,598.16
Investment gain (“-”for loss)	415,691,849.62	393,663,174.25
Including: investment gains from affiliates	376,779,450.47	351,082,029.39
Financial assets measured at amortized cost cease to be recognized as income		
Gains from currency exchange		
Net exposure hedging income		
Changing income of fair value		
Credit impairment loss		
Impairment loss of assets		1,873,719.27
Assets disposal income	13,129,094.29	66,369,899.18
III. Operating profit (“-”for loss)	1,565,102,043.12	1,743,730,277.43
Add : Non-operating income	1,972,712.67	3,258,819.00
Less: Non-operating expense	4,716,569.00	2,145,960.35
IV. Total profit (“-”for loss)	1,562,358,186.79	1,744,843,136.08
Less: Income tax expenses	288,497,112.78	337,103,704.44
V. Net profit	1,273,861,074.01	1,407,739,431.64
(I) Classification by business continuity		
1. Net continuing operating profit	1,273,861,074.01	1,407,739,431.64
2. Termination of operating net profit		
(II) Classification by ownership		
1. Net profit attributable to the owners of parent company	1,107,730,568.06	1,220,305,249.74
2. Minority shareholders' equity	166,130,505.95	187,434,181.90
VI. Net after-tax of other comprehensive income	43,697,001.82	-31,167,903.99
	43,697,001.82	-31,167,903.99

Items	Amount in this period	Amount in last period
Net of profit of other comprehensive income attributable to owners of the parent company.		
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period	42,345,889.92	
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
3. Changes in the fair value of investments in other equity instruments	42,345,889.92	
4. Changes in the fair value of the company's credit risks		
5.Other		
(II) Other comprehensive income that will be reclassified into profit or loss.	1,351,111.90	-31,167,903.99
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.	1,351,111.90	-6,466,134.87
2. Changes in the fair value of investments in other debt obligations		
3.Gains and losses from changes in fair value available for sale financial assets		-24,701,769.12
4. Other comprehensive income arising from the reclassification of financial assets		
5.Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
6. Allowance for credit impairments in investments in other debt obligations		
7. Reserve for cash flow hedges		

Items	Amount in this period	Amount in last period
8. Translation differences in currency financial statements		
9.Other		
Net of profit of other comprehensive income attributable to Minority shareholders' equity		
VII. Total comprehensive income	1,317,558,075.83	1,376,571,527.65
Total comprehensive income attributable to the owner of the parent company	1,151,427,569.88	1,189,137,345.75
Total comprehensive income attributable minority shareholders	166,130,505.95	187,434,181.90
VIII. Earnings per share		
(I) Basic earnings per share	0.53	0.58
(II) Diluted earnings per share	0.53	0.58

The current business combination under common control, the net profits of the combined party before achieved net profit of RMB 0.00, last period the combined party realized RMB0.00.

Legal Representative: Zheng Renfa

General Manager: Wang Chunhua

Person-in-charge of the accounting work: Fang Zhi

Person-in-charge of the accounting organ: Zhou Fang

6. Income Statement of the Parent Between the Beginning of the Year and End of the Report Period

In RMB

Items	Amount in this period	Amount in last period
I. Revenue	965,545,058.79	1,055,916,596.63
Including : Operating costs	527,619,888.78	480,666,389.08
Business tax and surcharge	5,490,462.24	5,817,633.50
Sales expense		
Administrative expense	71,493,995.49	60,558,892.12
R & D expense		

Items	Amount in this period	Amount in last period
Financial expenses	146,152,262.04	155,551,567.44
Including: Interest expenses	164,808,705.82	174,813,943.23
Interest income	21,139,717.95	22,420,977.88
Add: Other income	70,758.72	194,598.16
Investment gain (“-”for loss)	1,129,929,737.50	1,700,859,665.12
Including: investment gains from affiliates	376,779,450.47	351,082,029.39
Financial assets measured at amortized cost cease to be recognized as income		
Net exposure hedging income		
Changing income of fair value		
Credit impairment loss		
Impairment loss of assets		1,240,782.92
Assets disposal income		138,427.18
II. Operating profit (“-”for loss)	1,344,788,946.46	2,055,755,587.87
Add : Non-operating income	1,252,084.02	1,099,053.86
Less: Non -operating expenses	728,260.63	670,700.09
III. Total profit (“-”for loss)	1,345,312,769.85	2,056,183,941.64
Less: Income tax expenses	64,865,201.09	88,520,873.40
IV. Net profit	1,280,447,568.76	1,967,663,068.24
1. Net continuing operating profit	1,280,447,568.76	1,967,663,068.24
2. Termination of operating net profit		
V. Net after-tax of other comprehensive income	43,697,001.82	-31,167,903.99
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period	42,345,889.92	
1. Re-measurement of defined benefit plans of changes in net debt or net assets		
2. Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
3. Changes in the fair value of	42,345,889.92	

Items	Amount in this period	Amount in last period
investments in other equity instruments		
4. Changes in the fair value of the company's credit risks		
5. Other		
(II)		
Other comprehensive income that will be reclassified into profit or loss.	1,351,111.90	-31,167,903.99
1. Other comprehensive income under the equity method investee can be reclassified into profit or loss.	1,351,111.90	-6,466,134.87
2. Changes in the fair value of investments in other debt obligations		
3. Gains and losses from changes in fair value available for sale financial assets		-24,701,769.12
4. Other comprehensive income arising from the reclassification of financial assets		
5. Held-to-maturity investments reclassified to gains and losses of available for sale financial assets		
6. Allowance for credit impairments in investments in other debt obligations		
7. Reserve for cash flow hedges		
8. Translation differences in currency financial statements		
9. Other		
VI. Total comprehensive income	1,324,144,570.58	1,936,495,164.25
VII. Earnings per share		
(I) Basic earnings per share		
(II) Diluted earnings per share		

Legal Representative: Zheng Renfa

General Manager: Wang Chunhua

Person-in-charge of the accounting work: Fang Zhi

Person-in -charge of the accounting organ: Zhou Fang

7. Consolidated Cash Flow Statement Between the Beginning of the Year and End of the Report Period

In RMB

Items	Amount in this period	Amount in last period
I.Cash flows from operating activities		
Cash received from sales of goods or rendering of services	2,344,383,753.90	2,430,071,550.43
Net increase of customer deposits and capital kept for brother company		
Net increase of loans from central bank		
Net increase of inter-bank loans from other financial bodies		
Cash received against original insurance contract		
Net cash received from reinsurance business		
Net increase of client deposit and investment		
Cash received from interest, commission charge and commission		
Net increase of inter-bank fund received		
Net increase of repurchasing business		
Net cash received by agent in securities trading		
Tax returned		
Other cash received from business operation	44,239,546.43	59,374,799.43
Sub-total of cash inflow	2,388,623,300.33	2,489,446,349.86
Cash paid for purchasing of merchandise and services	175,258,111.40	142,035,365.51

Items	Amount in this period	Amount in last period
Net increase of client trade and advance		
Net increase of savings in central bank and brother company		
Cash paid for original contract claim		
Net increase for Outgoing call loan		
Cash paid for interest, processing fee and commission		
Cash paid for policy dividend		
Cash paid to staffs or paid for staffs	216,220,155.68	200,483,302.33
Taxes paid	310,136,078.87	659,984,230.23
Other cash paid for business activities	52,225,350.39	47,815,642.37
Sub-total of cash outflow from business activities	753,839,696.34	1,050,318,540.44
Net cash generated from /used in operating activities	1,634,783,603.99	1,439,127,809.42
II. Cash flow generated by investing		
Cash received from investment retrieving		
Cash received as investment gains	270,260,694.55	246,194,475.70
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	13,963,900.00	228,183,292.51
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received		575,046.00
Sub-total of cash inflow due to investment activities	284,224,594.55	474,952,814.21
Cash paid for construction of fixed assets, intangible assets and other long-term assets	587,874,379.29	509,914,271.20
Cash paid as investment		
Net increase of loan against pledge		
Net cash received from subsidiaries and other operational units		

Items	Amount in this period	Amount in last period
Other cash paid for investment activities		
Sub-total of cash outflow due to investment activities	587,874,379.29	509,914,271.20
Net cash flow generated by investment	-303,649,784.74	-34,961,456.99
III.Cash flow generated by financing		
Cash received as investment		
Including: Cash received as investment from minor shareholders		
Cash received as loans	3,756,700,000.00	1,259,000,000.00
Other financing –related cash received		
Sub-total of cash inflow from financing activities	3,756,700,000.00	1,259,000,000.00
Cash to repay debts	3,014,002,500.00	1,487,480,000.00
Cash paid as dividend, profit, or interests	1,587,922,592.34	1,482,717,100.16
Including: Dividend and profit paid by subsidiaries to minor shareholders		
Other cash paid for financing activities	791,384.00	
Sub-total of cash outflow due to financing activities	4,602,716,476.34	2,970,197,100.16
Net cash flow generated by financing	-846,016,476.34	-1,711,197,100.16
IV. Influence of exchange rate alternation on cash and cash equivalents	-1,534,520.73	-2,267,884.63
V.Net increase of cash and cash equivalents	483,582,822.18	-309,298,632.36
Add: balance of cash and cash equivalents at the beginning of term	2,123,303,796.32	2,363,042,700.42
VI ..Balance of cash and cash equivalents at the end of term	2,606,886,618.50	2,053,744,068.06

Legal Representative:Zheng Renfa

General Manager: Wang Chunhua

Person-in-charge of the accounting work: Fang Zhi

Person-in -charge of the accounting organ: Zhou Fang

8. Cash Flow Statement of the Parent Between the Beginning of the Year and End of the Report Period

In RMB

Items	Amount in this period	Amount in last period
I.Cash flows from operating activities		
Cash received from sales of goods or rendering of services	991,093,953.83	1,028,479,493.61
Tax returned		
Other cash received from business operation	40,435,161.13	347,679,931.37
Sub-total of cash inflow	1,031,529,114.96	1,376,159,424.98
Cash paid for purchasing of merchandise and services	56,811,641.02	59,667,495.43
Cash paid to staffs or paid for staffs	84,950,880.56	80,870,547.38
Taxes paid	36,317,795.45	38,553,095.96
Other cash paid for business activities	170,450,166.76	363,020,990.09
Sub-total of cash outflow from business activities	348,530,483.79	542,112,128.86
Net cash generated from /used in operating activities	682,998,631.17	834,047,296.12
II.Cash flow generated by investing		
Cash received from investment retrieving	5,000,000.00	
Cash received as investment gains	941,023,466.69	877,415,742.21
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	4,900.00	296,095.00
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received		650,750.00
Sub-total of cash inflow due to investment activities	946,028,366.69	878,362,587.21
Cash paid for construction of fixed	548,481,380.34	495,317,031.90

Items	Amount in this period	Amount in last period
assets, intangible assets and other long-term assets		
Cash paid as investment		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities		
Sub-total of cash outflow due to investment activities	548,481,380.34	495,317,031.90
Net cash flow generated by investment	397,546,986.35	383,045,555.31
III. Cash flow generated by financing		
Cash received as investment		
Cash received as loans	3,290,000,000.00	600,000,000.00
Other financing –related ash received		291,000,000.00
Sub-total of cash inflow from financing activities	3,290,000,000.00	891,000,000.00
Cash to repay debts	2,572,317,500.00	614,100,000.00
Cash paid as dividend, profit, or interests	1,350,708,402.36	1,212,529,917.37
Other cash paid for financing activities	791,384.00	374,200,000.00
Sub-total of cash outflow due to financing activities	3,923,817,286.36	2,200,829,917.37
Net cash flow generated by financing	-633,817,286.36	-1,309,829,917.37
IV. Influence of exchange rate alternation on cash and cash equivalents	-1,534,520.73	-2,267,884.63
V. Net increase of cash and cash equivalents	445,193,810.43	-95,004,950.57
Add: balance of cash and cash equivalents at the beginning of term	2,095,376,368.04	2,130,475,892.67
VI ..Balance of cash and cash equivalents at the end of term	2,540,570,178.47	2,035,470,942.10

Legal Representative: Zheng Renfa

General Manager: Wang Chunhua

Person-in-charge of the accounting work: Fang Zhi

Person-in -charge of the accounting organ: Zhou Fang

II Adjustments to the Financial Statements

1. Adjustment of the relevant items of the financial statements at the current year beginning according to the new standards for financial instruments, the new standards for revenues and the new standards for lease implemented commencing from year 2019

√ Applicable □ Not applicable

Consolidated balance sheet

In RMB

Items	December 31,2018	January 1,2019	Amount involved in the adjustment
Current asset:			
Monetary fund	2,124,524,996.32	2,124,524,996.32	
Settlement provision			
Outgoing call loan			
Transactional financial assets			
Financial assets measured at fair value with variations accounted into current income account			
Derivative financial assets			
Notes receivable			
Account receivable	91,076,995.07	91,076,995.07	
Financing of receivables			
Prepayments	1,912,943.40	1,912,943.40	
Insurance receivable			
Reinsurance receivable			
Provisions of Reinsurance contracts receivable			

Items	December 31,2018	January 1,2019	Amount involved in the adjustment
Other account receivable	16,487,256.02	16,487,256.02	
Including: Interest receivable			
Dividend receivable	1,205,472.90	1,205,472.90	
Other receivable	15,281,783.12	15,281,783.12	
Repurchasing of financial assets			
Inventories	81,017.91	81,017.91	
Contract assets			
Assets held for sales			
Non-current asset due within 1 year	51,745.32	51,745.32	
Other current asset			
Total of current assets	2,234,134,954.04	2,234,134,954.04	
Non-current assets :			
Loans and payment on other's behalf disbursed			
Debt investment			
Available for sale of financial assets	1,668,791,594.53		-1,668,791,594.53
Other investment on bonds			
Expired investment in possess			
Long-term receivable			
Long term share equity investment	3,145,644,970.07	3,145,355,906.88	-289,063.19
Other equity instruments investment		1,668,791,594.53	1,668,791,594.53
Other non-current financial assets			
Property investment	3,579,007.54	3,579,007.54	
Fixed assets	7,600,046,319.91	7,600,046,319.91	
Including: Fixed assets	7,600,046,319.91	7,600,046,319.91	
Liquidation of fixed assets			
Construction in	1,089,473,425.63	1,089,473,425.63	

Items	December 31,2018	January 1,2019	Amount involved in the adjustment
progress			
Including : Construction in progress	1,087,923,869.63	1,087,923,869.63	
Engineering material	1,549,556.00	1,549,556.00	
Production physical assets			
Oil & gas assets			
Use right assets			
Intangible assets	5,739,020.48	5,739,020.48	
Development expenses			
Goodwill			
Long-germ expenses to be amortized	1,221,781.88	1,221,781.88	
Deferred income tax asset	447,485,034.79	447,485,034.79	
Other non-current asset	99,794,665.58	99,794,665.58	
Total of non-current assets	14,061,775,820.41	14,061,486,757.22	-289,063.19
Total of assets	16,295,910,774.45	16,295,621,711.26	-289,063.19
Current liabilities			
Short-term loans			
Loan from Central Bank			
Borrowing funds			
Transactional financial liabilities			
Financial liabilities measured at fair value with variations accounted into current income account			
Derivative financial liabilities			
Notes payable			
Account payable	203,779,190.74	203,779,190.74	
Advance receipts	12,039,708.01	12,039,708.01	
Contract liabilities			
Selling of repurchased financial assets			

Items	December 31,2018	January 1,2019	Amount involved in the adjustment
Deposit taking and interbank deposit			
Entrusted trading of securities			
Entrusted selling of securities			
Employees' wage payable	13,122,437.17	13,122,437.17	
Tax payable	104,198,746.06	104,198,746.06	
Other account payable	191,254,464.84	191,254,464.84	
Including: Interest payable	8,971,576.57	8,971,576.57	
Dividend payable	17,191,142.23	17,191,142.23	
Other payable	165,091,746.04	165,091,746.04	
Fees and commissions payable			
Reinsurance fee payable			
Liabilities held for sales			
Non-current liability due within 1 year	2,498,480,000.00	2,498,480,000.00	
Other current liability			
Total of current liability	3,022,874,546.82	3,022,874,546.82	
Non-current liabilities:			
Reserve fund for insurance contracts			
Long-term loan	2,983,040,000.00	2,983,040,000.00	
Bond payable			
Including: preferred stock			
Sustainable debt			
Lease liability			
Long-term payable	38,022,210.11	38,022,210.11	
Including: Long-term payable	38,022,210.11	38,022,210.11	
Special payable			
Long-term remuneration payable to staff			

Items	December 31,2018	January 1,2019	Amount involved in the adjustment
Expected liabilities			
Deferred income			
Deferred income tax liability	205,672,389.59	205,672,389.59	
Other non-current liabilities			
Total non-current liabilities	3,226,734,599.70	3,226,734,599.70	
Total of liability	6,249,609,146.52	6,249,609,146.52	
Owners' equity			
Share capital	2,090,806,126.00	2,090,806,126.00	
Other equity instruments			
Including: preferred stock			
Sustainable debt			
Capital reserves	2,536,774,965.31	2,536,774,965.31	
Less: Shares in stock			
Other comprehensive income	245,109,114.81	256,173,465.10	11,064,350.29
Special reserve			
Surplus reserves	775,402,561.35	775,402,561.35	
Common risk provision			
Retained profit	3,938,609,136.59	3,927,255,723.11	-11,353,413.48
Total of owner's equity belong to the parent company	9,586,701,904.06	9,586,412,840.87	-289,063.19
Minority shareholders' equity	459,599,723.87	459,599,723.87	
Total of owners' equity	10,046,301,627.93	10,046,012,564.74	-289,063.19
Total of liabilities and owners' equity	16,295,910,774.45	16,295,621,711.26	-289,063.19

Adjustment statement

Parent Company Balance Sheet

In RMB

Items	December 31,2018	January 1,2019	Amount involved in the adjustment
Current asset:			
Monetary fund	2,096,597,568.04	2,096,597,568.04	
Transactional financial assets			
Financial assets measured at fair value with variations accounted into current income account			
Derivative financial assets			
Notes receivable			
Account receivable	18,405,847.15	18,405,847.15	
Financing of receivables			
Prepayments	1,532,057.82	1,532,057.82	
Other account receivable	9,323,782.66	9,323,782.66	
Including: Interest receivable	1,880,148.12	1,880,148.12	
Dividend receivable	1,205,472.90	1,205,472.90	
Other receivable	6,238,161.64	6,238,161.64	
Inventories			
Contract assets			
Assets held for sales			
Non-current asset due within 1 year	100,000,000.00	100,000,000.00	
Other current asset			
Total of current assets	2,225,859,255.67	2,225,859,255.67	
Non-current assets:			
Debt investment		692,903,684.98	692,903,684.98
Available for sale of financial assets	1,668,791,594.53		-1,668,791,594.53
Other investment on bonds			
Expired investment in possess			
Long-term receivable			
Long term share equity investment	4,679,309,978.88	4,679,020,915.69	-289,063.19

Items	December 31,2018	January 1,2019	Amount involved in the adjustment
Other equity instruments investment		1,668,791,594.53	1,668,791,594.53
Other non-current financial assets			
Property investment	3,326,869.29	3,326,869.29	
Fixed assets	5,292,898,635.00	5,292,898,635.00	
Including: Fixed assets	5,292,898,635.00	5,292,898,635.00	
Liquidation of fixed assets			
Construction in progress	1,060,230,773.10	1,060,230,773.10	
Including: Construction in progress	1,060,230,773.10	1,060,230,773.10	
Engineering material			
Production physical assets			
Oil & gas assets			
Use right assets			
Intangible assets	1,741,277.53	1,741,277.53	
Development expenses			
Goodwill			
Long-germ expenses to be amortized			
Deferred income tax asset	447,328,530.77	447,328,530.77	
Other non-current asset	790,720,727.48	97,817,042.50	-692,903,684.98
Total of non-current assets	13,944,348,386.58	13,944,059,323.39	-289,063.19
Total of assets	16,170,207,642.25	16,169,918,579.06	-289,063.19
Current liabilities			
Short-term loans			
Transactional financial liabilities			
Financial liabilities measured at fair value with variations accounted into current income account			
Derivative financial liabilities			
Notes payable			

Items	December 31,2018	January 1,2019	Amount involved in the adjustment
Account payable	124,833,335.72	124,833,335.72	
Advance receipts			
Contract Liabilities			
Employees' wage payable	5,669,203.37	5,669,203.37	
Tax payable	10,297,144.52	10,297,144.52	
Other account payable	142,457,135.79	142,457,135.79	
Including: Interest payable	8,373,096.36	8,373,096.36	
Dividend payable	17,191,142.23	17,191,142.23	
Other payable	116,892,897.20	116,892,897.20	
Liabilities held for sales			
Non-current liability due within 1 year	2,327,180,000.00	2,327,180,000.00	
Other current liability	977,236,252.44	977,236,252.44	
Total of current liability	3,587,673,071.84	3,587,673,071.84	
Non-current liabilities:			
Long-term loan	2,731,990,000.00	2,731,990,000.00	
Bond payable			
Including: preferred stock			
Sustainable debt			
Lease liability			
Long-term payable	38,022,210.11	38,022,210.11	
Including: Long-term payable	38,022,210.11	38,022,210.11	
Special payable			
Long-term remuneration payable to staff			
Expected liabilities			
Deferred income			
Deferred income tax liability	88,220,604.00	88,220,604.00	
Other non-current liabilities			
Total non-current liabilities	2,858,232,814.11	2,858,232,814.11	

Items	December 31,2018	January 1,2019	Amount involved in the adjustment
Total of liability	6,445,905,885.95	6,445,905,885.95	
Owners' equity			
Share capital	2,090,806,126.00	2,090,806,126.00	
Other equity instruments			
Including: preferred stock			
Sustainable debt			
Capital reserves	2,948,663,196.93	2,948,663,196.93	
Less: Shares in stock			
Other comprehensive income	245,109,114.81	256,173,465.10	11,064,350.29
Special reserve			
Surplus reserves	759,558,277.70	759,558,277.70	
Retained profit	3,680,165,040.86	3,668,811,627.38	-11,353,413.48
Total of owners' equity	9,724,301,756.30	9,724,012,693.11	-289,063.19
Total of liabilities and owners' equity	16,170,207,642.25	16,169,918,579.06	-289,063.19

Adjustment statement

2. Note to the retroactive adjustment of the previous comparative data according to the new standards for financial instruments and the new standards for lease implemented commencing from year 2019

☐ Applicable ☒ Not applicable

III. Auditor' report

Is the Third Quarterly Report be audited?

☐ Yes ☒ No

The Third Quarterly report is not audited.