

Guangdong Provincial Expressway Development Co., Ltd.

The Third Quarterly Report 2020

October 2020

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

	As at the end of the reporting period	As at the end of last year	Changed (%) over end of prev. year	
Gross assets (Yuan)	16,905,477,331.50	17,674,545,340.78	-4.35%	
Net assets attributable to the shareholders of the listed company (Yuan)	9,177,164,266.77	9,823,426,849.75	-6.58%	
	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)	763,407,014.35	-4.19%	1,424,305,976.14	-37.54%
Net profit attributable to the shareholders of the listed company (Yuan)	351,032,289.60	-5.44%	345,202,032.42	-68.84%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (Yuan)	348,606,597.62	-6.41%	339,091,880.20	-69.10%
Net cash generated from /used in operating activities (Yuan)	579,301,395.86	-0.80%	997,207,500.20	-39.00%

Basic earning per share(Yuan/Share)	0.17	-5.56%	0.17	-67.92%
Diluted gains per share(Yuan/Share)	0.17	-5.56%	0.17	-67.92%
Weighted average return on equity (%)	3.67%	-0.28%	3.61%	-7.86%

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)	1,343,684.46	
Government subsidies recognized in current gain and loss(excluding those closely related to the Company's business and granted under the state's policies)	6,408,601.01	
Other non-business income and expenditures other than the above	1,569,750.74	
Less: Amount of influence of income tax	2,331,391.67	
Amount of influence of minority interests(after tax)	880,492.32	
Total	6,110,152.22	--

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	55,744	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%	513,420,438	410,040,696		
Guangdong Highway Construction Co., Ltd,	State-owned legal person	22.30%	466,325,020			
Shangdong Expressway Investment Development Co., Ltd.	State-owned legal person	9.68%	202,429,149			
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		
China Life Insurance Co., Ltd.—Dividend —Personal dividend -005L-FH002 Shen	Other	1.96%	41,009,355			
China Life Insurance Co., Ltd.—Traditional —Common insurance products-005L-C T001Shen	Other	1.78%	37,225,847			
Orient Securities Co., Ltd.	State-owned legal person	1.08%	22,508,593			
Feng Wuchu	Domestic natural person shares	0.99%	20,776,353			

Xinyue Co., Ltd.	Overseas legal person	0.63%	13,201,086		
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		
Shangdong Expressway Investment Development 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		
China Life Insurance Co., Ltd. — Dividend — Personal dividend -005L-FH002 Shen	41,009,355	RMB Common shares	41,009,355		
China Life Insurance Co., Ltd. — Traditional — Common insurance products-005L-CT001Shen	37,225,847	RMB Common shares	37,225,847		
Guangdong Expressway Co., Ltd.	33,355,263	RMB Common shares	33,355,263		
Orient Securities Co., Ltd.	22,508,593	RMB Common shares	22,508,593		
Feng Wuchu	20,776,353	RMB Common shares	18,470,490		
		Foreign shares placed in domestic exchange	2,305,863		
Xinyue Co., Ltd.	13,201,086	Foreign shares placed in domestic exchange	13,201,086		
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., Guangdong Expressway Co., Ltd. and Xinyue 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	None				

common share shareholders in securities margin trading (if any)	
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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 beginning of this year.

1. Accounts receivable increased by 40.68 million yuan and 31.85% from the beginning of the year, mainly due to the increase in toll income to be split between Guangdong Provincial Expressway Development Co., Ltd. Fokai Branch and Jingzhu Expressway Guangzhu Section Co., Ltd.

2. Non-current liabilities due within one year decreased by 544.46 million yuan and 69.67% from the beginning of the year, which is the combined effect of the company's repayment of 899.16 million yuan of loans due, long-term payables and reclassification of accounts.

3. Bonds payable increased by 748.13 million yuan and 110.32%, from the beginning of the year, which are five-year medium-term notes issued 750 million yuan by the company in March 2020.

4. Other comprehensive income decreased by 135.87 million yuan and 35.55% from the beginning of the year, which is the combined effect of the parent company's confirmation of changes in the fair value of shares of China Everbright Bank Corporation Limited and confirmation of changes in other comprehensive income of Guoyuan Securities Corporation Limited by share ratio.

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

1. Operating income decreased by 856.19 million yuan and 37.54 % year on year ,of which, The toll income of Fokai Expressway decreased by 325.81 million yuan from the same period of the previous year, the toll income of Jingzhu Expressway Guangzhu section decreased by 415.14 million yuan, and the toll income of Guangfo Expressway decreased by 133.62 million yuan. Mainly due to the following factors: (1) Due to the sudden new coronary virus pneumonia epidemic, Due to the nationwide emergency first-level response, the original toll-free period during the statutory Spring Festival holiday (January 24-January 30) was extended to February 8;

(2) According to the relevant regulations of the Ministry of Transport, From 0:00 on February 17, 2020 to 24:00 On May 5,2020 the toll fees for vehicles on roads across the country previously toll charged shall be exempted.

2. Investment income decreased by 155.41 million yuan and 37.39% year on year, Mainly due to the impact of the new corona-virus epidemic, the profit of the share-participating companies decreased leading to the Company's investment income decreased.

3. Income tax decreased by 157.14 million yuan and 54.47% year on year, Mainly due to the total profit of the Company decreased due to the impact of the corona-virus epidemic.

4. The net profit attributable to the owner of the parent company decreased by 762.53 million yuan and 68.84% year on year, mainly due to the combined effects of the above factors.

(III) Notes of main items of cash flow statement

1. Cash received from sales of goods or rendering of services decreased by 930.07 million yuan and 39.67% year on year, Mainly due to the impact of the new corona-virus epidemic, For details, please refer to the above reasons for the decline in operating income.

2. Other cash paid for business activities increased by 46.62 million yuan and 105.38% , This is mainly because Fokai Branch, Guangfo Expressway Co., Ltd. and Jingzhu Expressway Guangzhu Section Company have received 35.41 million yuan in subsidies for canceling provincial toll stations.

3. Cash paid for purchasing of merchandise and services, The main accounting payment of special projects,

maintenance costs and networking fees, etc. This period witnessed a year-on-year decrease of 54.12 million yuan and 30.88%, mainly due to the year-on-year decrease in project funds paid by Fokai Branch, Guangfo Expressway Co., Ltd. and Jingzhu Expressway Guangzhu Section Company.

4. Taxes paid, The current period decreased by 159.77 million yuan and 51.52% year on year, Mainly due to the impact of the new corona-virus epidemic, Various taxes and fees payable were reduced due to the decrease in toll income.

5. Cash paid for construction of fixed assets, intangible assets and other long-term assets decreased by 300.49 million yuan and 51.12% year on year, It is mainly because the main line of the reconstruction and expansion project of Sanbao-Shuikou section of Fokai Branch has been completed and opened to traffic, and the amount of progress payment has been reduced.

6. Cash received from borrowing decreased by 2361.7 million and 62.87% year on year, The reason was that the parent company's current borrowings decreased by 1,200 million yuan YOY, the Fokai Branch's current borrowings decreased by 755 million yuan, and Jingzhu Expressway Guangzhu Section Co., Ltd.'s current borrowings decreased by 406.7 million yuan.

7. Cash to repay debts decreased by 1,683.19 million and 55.85% year on year, The reason is that the parent company's loan repayment in this period decreased by 1,241.51 million yuan year on year, and the loan repayment in this period of Jingzhu Expressway Guangzhu Section Co., Ltd. decreased by 441.68 million yuan year on year.

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

√ Applicable □ Not applicable

On July 16, 2020, the Company received the "Notice on Starting the Asset Reorganization of Expressway Projects" from the controlling shareholder Guangdong Transportation Group Co., Ltd., stated Guangdong Communication Group Co., Ltd will plan the asset reorganization of the expressway projects. The underlying assets and transaction method involved in the planned asset reorganization was planned as follows: Guangdong Expressway Co., Ltd. transfers its holding equity of 21% equity of Guangdong Guanghui Expressway Co., Ltd to the Company, and the Company pays the consideration in cash.

According to the relevant regulations of the Shenzhen Stock Exchange, the Company shall disclose the progress announcement every 10 trading days.

Announcement	Date of disclosure	Website for disclosure
Reminder announcement on planning major asset reorganization matter	July 17,2020	www.cninfo.com.cn
Announcement on the progress of planning major asset restructuring matter	July 29,2020	www.cninfo.com.cn
Announcement on the progress of planning major asset restructuring matter	August 28,2020	www.cninfo.com.cn
Announcement on the progress of planning major asset restructuring matter	September 11,2020	www.cninfo.com.cn
Announcement on the progress of planning major asset restructuring matter	September 25,2020	www.cninfo.com.cn

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 end of the period from actual controller, shareholders, related parties, purchaser and companies.

IV. Financial asset investment

1. 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	1,037,474,303.04		341,119,668.80			50,344,558.02	858,680,545.60	Other assets	Self fund
Total			517,560,876.80	--	1,037,474,303.04	0.00	341,119,668.80	0.00	0.00	50,344,558.02	858,680,545.60	--	--
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										

2. Investment in derivatives

Applicable Not applicable

There is no derivative investment during the report period.

V. Progress of investment projects with raised funds

Applicable Not applicable

VI. Prediction of 2020 business performance

Estimation on accumulative net profit from the beginning of the year to the end of next report period to be loss probably or the warning of its material change compared with the corresponding period of the last year and explanation on reason

Applicable Not applicable

VII. Major contracts for daily operations

Applicable Not applicable

VIII. Entrusted Financial Management

Applicable Not applicable

There is no Entrusted Financial Management during the report period.

IX. External guarantee get out of line

Applicable Not applicable

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

X. 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

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

√ Applicable □ Not applicable

Reception time	Place	Way of reception	Types of visitors	Visitor	Main content involved and materials provided	Disclosure of information
August 27,2020	Meeting room of the Company	By phone	Organization	Telephone survey of Guotai Junan Securities Research Institute; Zheng Wu and Huangfu Xiaohan of Guotai Junan Securities Research Institute; Wang Zitong of Shanghai Dazheng Investment Co., Ltd.; Zeng Shang of Tibet Yuancheng Investment Management Co., Ltd.; Zhang Gang of Shenzhen Ximengbei Asset Management Co., Ltd.; Yan Feng of Bosc Asset and Cheng Zhixiong of Shenzhen Qianhai Dingye Investment Development Co., Ltd.	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	www.cninfo.com.cn

IV. Financial Statement

I. Financial statement

1. Consolidated balance sheet

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

September 30, 2020

In RMB

Items	September 30, 2020	December 31, 2019
Current asset:		
Monetary fund	2,617,519,510.01	2,817,920,894.50
Settlement provision		
Outgoing call loan		
Transactional financial assets		
Derivative financial assets		
Notes receivable		
Account receivable	168,371,390.12	125,343,724.66
Financing of receivables		
Prepayments	4,450,387.83	10,894,246.41
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Other account receivable	48,772,356.54	26,618,178.57
Including: Interest receivable		
Dividend receivable	37,205,472.90	7,205,472.90
Other account receivable	11,566,883.64	19,412,705.67
Repurchasing of financial assets		
Inventories	89,116.85	111,683.22
Contract assets	5,182,256.86	
Assets held for sales		
Non-current asset due within 1 year	51,745.32	51,745.32
Other current asset	7,087,899.28	
Total of current assets	2,851,524,662.81	2,980,940,472.68
Non-current assets:		
Loans and payment on other's behalf		

Items	September 30, 2020	December 31, 2019
disbursed		
Creditor's right investment		
Other Creditor's right investment		
Long-term receivable		
Long term share equity investment	3,363,775,812.90	3,255,739,898.36
Other equity instruments investment	1,657,028,847.33	1,835,822,604.77
Other non-current financial assets		
Property investment	3,165,661.51	3,331,500.37
Fixed assets	8,474,304,554.47	8,925,700,473.65
Including: Fixed assets	8,474,266,661.61	8,925,700,473.65
Liquidation of fixed assets	37,892.86	
Construction in progress	189,943,453.62	229,098,299.48
Including: Construction in progress	189,943,453.62	229,098,299.48
Engineering Materials		
Production physical assets		
Oil & gas assets		
Use right assets		
Intangible assets	5,131,601.73	6,393,895.17
Development expenses		
Goodwill		
Long-germ expenses to be amortized	1,061,255.72	1,114,764.44
Deferred income tax asset	354,850,432.16	385,494,106.13
Other non-current asset	4,691,049.25	50,909,325.73
Total of non-current assets	14,053,952,668.69	14,693,604,868.10
Total of assets	16,905,477,331.50	17,674,545,340.78
Current liabilities		
Short-term loans	200,000,000.00	
Loan from Central Bank		
Borrowing funds		
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable		
Account payable	273,199,808.48	290,657,734.31

Items	September 30, 2020	December 31, 2019
Advance receipts	10,869,603.32	15,605,094.69
Contract Liabilities		
Selling of repurchased financial assets		
Deposit taking and interbank deposit		
Entrusted trading of securities		
Entrusted selling of securities		
Employees' wage payable	16,271,291.04	14,822,524.70
Tax payable	79,260,014.41	84,257,586.94
Other account payable	417,829,386.70	626,180,586.92
Including: Interest payable		
Dividend payable	49,246,597.30	20,020,119.31
Other account payable	368,582,789.40	606,160,467.61
Fees and commissions payable		
Reinsurance fee payable		
Liabilities held for sales		
Non-current liability due within 1 year	241,398,157.42	795,861,958.07
Other current liability	7,805,854.13	189,628.17
Total of current liability	1,246,634,115.50	1,827,575,113.80
Non-current liabilities:		
Reserve fund for insurance contracts		
Long-term loan	4,478,457,500.00	4,640,425,000.00
Bond payable	1,426,251,240.76	678,124,972.89
Including: preferred stock		
Sustainable debt		
Lease liability		
Long-term payable	40,406,172.36	39,369,379.91
Including: Long-term payable	40,406,172.36	39,369,379.91
Special payable		
Long-term remuneration payable to staff		
Expected liabilities		
Deferred income	29,927,018.42	
Deferred income tax liability	196,032,018.83	238,453,976.29

Items	September 30, 2020	December 31, 2019
Other non-current liabilities		
Total non-current liabilities	6,171,073,950.37	5,596,373,329.09
Total of liability	7,417,708,065.87	7,423,948,442.89
Owners' equity		
Share capital	2,090,806,126.00	2,090,806,126.00
Other equity instruments		
Including: preferred stock		
Sustainable debt		
Capital reserves	2,589,295,515.31	2,562,570,465.31
Less: Shares in stock		
Other comprehensive income	246,323,864.67	382,193,344.90
Special reserve		
Surplus reserves	910,425,068.90	910,425,068.90
Common risk provision		
Retained profit	3,340,313,691.89	3,877,431,844.64
Total of owner's equity belong to the parent company	9,177,164,266.77	9,823,426,849.75
Minority shareholders' equity	310,604,998.86	427,170,048.14
Total of owners' equity	9,487,769,265.63	10,250,596,897.89
Total of liabilities and owners' equity	16,905,477,331.50	17,674,545,340.78

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 30,2020	December 31,2019
Current asset :		
Monetary fund	2,582,094,773.72	2,791,384,501.78
Transactional financial assets		
Derivative financial assets		
Notes receivable		
Account receivable	25,108,426.80	21,864,051.27
Financing of receivables		
Prepayments	1,031,754.00	1,737,598.88
Other account receivable	124,463,834.90	13,435,651.19
Including: Interest receivable		
Dividend receivable	118,156,851.62	7,205,472.90
Other receivable	6,306,983.28	6,230,178.29
Inventories		
Contract assets		
Assets held for sales		
Non-current asset due within 1 year	191,851,125.66	151,637,139.08
Other current asset	432,671.23	
Total of current assets	2,924,982,586.31	2,980,058,942.20
Non-current assets:		
Creditor's right investment	539,903,684.98	537,903,684.98
Other Creditor's right investment		
Long-term receivable		
Long term share equity investment	4,896,366,150.91	4,789,404,907.17
Other equity instruments investment	1,657,028,847.33	1,835,822,604.77
Other non-current financial assets		
Property investment	2,913,523.26	3,079,362.12
Fixed assets	6,405,628,425.71	6,818,701,482.08
Including: Fixed assets	6,405,628,425.71	6,818,701,482.08
Liquidation of fixed assets		
Construction in progress	23,578,648.80	46,952,925.08

Items	September 30,2020	December 31,2019
Including: Construction in progress	23,578,648.80	46,952,925.08
Engineering material		
Production physical assets		
Oil & gas assets		
Use right assets		
Intangible assets	1,955,691.81	2,533,878.12
Development expenses		
Goodwill		
Long-germ expenses to be amortized		
Deferred income tax asset	350,725,570.29	385,296,935.33
Other non-current asset	264,364.98	36,901,029.57
Total of non-current assets	13,878,364,908.07	14,456,596,809.22
Total of assets	16,803,347,494.38	17,436,655,751.42
Current liabilities		
Short-term loans	200,000,000.00	
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable		
Account payable	146,992,135.34	129,930,285.56
Advance receipts		
Contract Liabilities		
Employees' wage payable	6,021,266.35	6,340,740.61
Tax payable	5,918,764.00	8,704,510.83
Other account payable	349,837,977.63	582,131,356.01
Including: Interest payable		
Dividend payable	22,262,804.39	20,020,119.31
Other account payable	327,575,173.24	562,111,236.70
Liabilities held for sales		
Non-current liability due within 1 year	171,707,907.69	744,589,133.72
Other current liability	574,316,635.90	821,133,339.57
Total of current liability	1,454,794,686.91	2,292,829,366.30
Non-current liabilities:		
Long-term loan	4,023,762,500.00	4,243,730,000.00

Items	September 30,2020	December 31,2019
Bond payable	1,426,251,240.76	678,124,972.89
Including: preferred stock		
Sustainable debt		
Lease liability		
Long-term payable	40,406,172.36	39,369,379.91
Including: Long-term payable	40,406,172.36	39,369,379.91
Special payable		
Long-term remuneration payable to staff		
Expected liabilities		
Deferred income	14,223,938.99	
Deferred income tax liability	85,279,917.20	129,978,356.56
Other non-current liabilities		
Total non-current liabilities	5,589,923,769.31	5,091,202,709.36
Total of liability	7,044,718,456.22	7,384,032,075.66
Owners' equity		
Share capital	2,090,806,126.00	2,090,806,126.00
Other equity instruments		
Including: preferred stock		
Sustainable debt		
Capital reserves	3,001,183,746.93	2,974,458,696.93
Less: Shares in stock		
Other comprehensive income	246,323,864.67	382,193,344.90
Special reserve		
Surplus reserves	894,580,785.25	894,580,785.25
Retained profit	3,525,734,515.31	3,710,584,722.68
Total of owners' equity	9,758,629,038.16	10,052,623,675.76
Total of liabilities and owners' equity	16,803,347,494.38	17,436,655,751.42

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

Items	In RMB	
	Amount in this period	Amount in last period
I. Turnover	763,407,014.35	796,831,081.45
Including: Operating income	763,407,014.35	796,831,081.45
Interest income		
Insurance fee earned		
Fee and commission received		
II. Total operating costs	430,797,879.65	408,683,513.05
Including : Operating costs	338,231,885.58	310,517,119.58
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	3,316,464.07	3,696,459.38
Sales expense		
Administrative expense	35,592,532.20	40,415,600.33
R & D expense		
Financial expenses	53,656,997.80	54,054,333.76
Including : Interest expense	64,237,587.95	58,646,545.15
Interest income	10,202,793.23	5,500,733.79
Add: Other income	2,488,809.85	725,865.31
Investment gain (“-”for loss)	153,637,927.67	139,449,983.30
Including: investment gains from affiliates	153,637,927.67	139,066,452.38
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		

Items	Amount in this period	Amount in last period
Credit impairment loss		
Impairment loss of assets		
Assets disposal income		
III. Operating profit (“-”for loss)	488,735,872.22	528,323,417.01
Add : Non-operating income	2,031,835.52	1,237,352.91
Less: Non-operating expenses	955,571.20	485,161.05
IV. Total profit(“-”for loss)	489,812,136.54	529,075,608.87
Less: Income tax expenses	88,118,624.57	98,800,338.73
V. Net profit	401,693,511.97	430,275,270.14
(I) Classification by business continuity		
1.Net continuing operating profit	401,693,511.97	430,275,270.14
2.Termination of operating net profit		
(II) Classification by ownership		
1.Net profit attributable to the owners of parent company	351,032,289.60	371,244,455.76
2.Minority shareholders’ equity	50,661,222.37	59,030,814.38
VI. Net after-tax of other comprehensive income	8,043,444.30	24,758,918.08
Net of profit of other comprehensive income attributable to owners of the parent company.	8,043,444.30	24,758,918.08
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period	12,350,884.56	22,937,357.04
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	12,350,884.56	22,937,357.04
4. Changes in the fair value of the company’s credit risks		

Items	Amount in this period	Amount in last period
5.Other		
(II) Other comprehensive income that will be reclassified into profit or loss.	-4,307,440.26	1,821,561.04
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.	-4,307,440.26	1,821,561.04
2. Changes in the fair value of investments in other debt obligations		
3. Other comprehensive income arising from the reclassification of financial assets		
4.Allowance for credit impairments in investments in other debt obligations		
5. Reserve for cash flow hedges		
6.Translation differences in currency financial statements		
7.Other		
Net of profit of other comprehensive income attributable to Minority shareholders' equity		
VII. Total comprehensive income	409,736,956.27	455,034,188.22
Total comprehensive income attributable to the owner of the parent company	359,075,733.90	396,003,373.84
Total comprehensive income attributable minority shareholders	50,661,222.37	59,030,814.38
VIII. Earnings per share		
(I) Basic earnings per share	0.17	0.18
(II)Diluted earnings per share	0.17	0.18

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	345,290,053.53	342,418,541.44
Including : Operating costs	215,071,734.20	198,429,214.26
Business tax and surcharge	1,871,678.43	2,004,169.87
Sales expense		
Administrative expense	22,317,906.60	24,497,934.85
R & D expense		
Financial expenses	51,365,737.56	49,775,101.80
Including: Interest expenses	62,681,289.65	55,249,291.52
Interest income	10,152,704.97	5,487,589.69
Add: Other income	820,611.86	
Investment gain (“-”for loss)	349,779,119.77	154,270,235.80
Including: investment gains from affiliates	152,563,256.87	139,066,452.38
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		
Assets disposal income		
II. Operating profit (“-”for loss)	405,262,728.37	221,982,356.46
Add : Non-operating income	1,821,874.42	953,148.06
Less: Non -operating expenses	400,686.60	357,431.46
III. Total profit(“-”for loss)	406,683,916.19	222,578,073.06
Less: Income tax expenses	21,558,803.60	20,782,022.44
IV. Net profit	385,125,112.59	201,796,050.62
1.Net continuing operating profit	385,125,112.59	201,796,050.62
2.Termination of operating net profit		

Items	Amount in this period	Amount in last period
V. Net after-tax of other comprehensive income	8,043,444.30	24,758,918.08
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period	12,350,884.56	22,937,357.04
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	12,350,884.56	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	-4,307,440.26	1,821,561.04
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.	-4,307,440.26	1,821,561.04
2. Changes in the fair value of investments in other debt obligations		
3. Other comprehensive income arising from the reclassification of financial assets		
4.Allowance for credit impairments in investments in other debt obligations		
5. Reserve for cash flow hedges		
6.Translation differences in currency financial statements		
7.Other		
VI. Total comprehensive income	393,168,556.89	226,554,968.70
VII. Earnings per share		
(I) Basic earnings per share		

Items	Amount in this period	Amount in last period
(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	1,424,305,976.14	2,280,504,326.66
Including: Operating income	1,424,305,976.14	2,280,504,326.66
Interest income		
Insurance fee earned		
Commission charge and commission income		
II. Total operating costs	1,145,251,508.45	1,145,369,320.38
Including: Operating costs	862,407,010.64	860,140,930.07
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	6,990,268.04	10,253,483.35
Sales expense		
Administrative expense	103,583,451.68	117,390,810.80
R & D expense		
Financial expenses	172,270,778.09	157,584,096.16
Including: Interest expense	196,012,356.85	173,687,402.86
Interest income	24,963,549.41	21,262,441.48

Items	Amount in this period	Amount in last period
Add: Other income	6,360,099.05	1,146,092.93
Investment gain (“-”for loss)	260,276,492.20	415,691,849.62
Including: investment gains from affiliates	209,491,279.16	376,779,450.47
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	-236,683.81	
Impairment loss of assets		
Assets disposal income	4.37	13,129,094.29
III. Operating profit (“-”for loss)	545,454,379.50	1,565,102,043.12
Add : Non-operating income	6,109,512.47	1,972,712.67
Less: Non-operating expense	3,147,579.68	4,716,569.00
IV. Total profit (“-”for loss)	548,416,312.29	1,562,358,186.79
Less: Income tax expenses	131,358,775.61	288,497,112.78
V. Net profit	417,057,536.68	1,273,861,074.01
(I) Classification by business continuity		
1.Net continuing operating profit	417,057,536.68	1,273,861,074.01
2.Termination of operating net profit		
(II) Classification by ownership		
1.Net profit attributable to the owners of parent company	345,202,032.42	1,107,730,568.06
2.Minority shareholders’ equity	71,855,504.26	166,130,505.95
VI. Net after-tax of other comprehensive income	-135,869,480.23	43,697,001.82
Net of profit of other comprehensive income attributable to owners of the parent company.	-135,869,480.23	43,697,001.82
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period	-134,095,318.08	42,345,889.92

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	-134,095,318.08	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	-1,774,162.15	1,351,111.90
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.	-1,774,162.15	1,351,111.90
2. Changes in the fair value of investments in other debt obligations		
3. Other comprehensive income arising from the reclassification of financial assets		
4.Allowance for credit impairments in investments in other debt obligations		
5. Reserve for cash flow hedges		
6.Translation differences in currency financial statements		
7.Other		
Net of profit of other comprehensive income attributable to Minority shareholders' equity		
VII. Total comprehensive income	281,188,056.45	1,317,558,075.83
Total comprehensive income attributable to the owner of the parent company	209,332,552.19	1,151,427,569.88
Total comprehensive income attributable minority shareholders	71,855,504.26	166,130,505.95
VIII. Earnings per share		

Items	Amount in this period	Amount in last period
(I) Basic earnings per share	0.17	0.53
(II) Diluted earnings per share	0.17	0.53

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	638,869,783.57	965,545,058.79
Including : Operating costs	543,729,693.04	527,619,888.78
Business tax and surcharge	4,286,607.15	5,490,462.24
Sales expense		
Administrative expense	62,581,563.09	71,493,995.49
R & D expense		
Financial expenses	163,307,565.75	146,152,262.04
Including: Interest expenses	189,304,423.71	164,808,705.82
Interest income	24,870,918.66	21,139,717.95
Add: Other income	2,169,427.73	70,758.72
Investment gain (“-”for loss)	862,863,321.92	1,129,929,737.50
Including: investment gains from affiliates	208,416,608.36	376,779,450.47
Financial assets measured at amortized cost cease to be recognized as income		
Net exposure hedging income		
Changing income of fair value		
Credit impairment loss		

Items	Amount in this period	Amount in last period
Impairment loss of assets		
Assets disposal income	4.37	
II. Operating profit (“-”for loss)	729,997,108.56	1,344,788,946.46
Add : Non-operating income	2,854,966.85	1,252,084.02
Less: Non -operating expenses	810,732.57	728,260.63
III. Total profit(“-”for loss)	732,041,342.84	1,345,312,769.85
Less: Income tax expenses	34,571,365.04	64,865,201.09
IV. Net profit	697,469,977.80	1,280,447,568.76
1.Net continuing operating profit	697,469,977.80	1,280,447,568.76
2.Termination of operating net profit		
V. Net after-tax of other comprehensive income	-135,869,480.23	43,697,001.82
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period	-134,095,318.08	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	-134,095,318.08	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.	-1,774,162.15	1,351,111.90
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.	-1,774,162.15	1,351,111.90
2. Changes in the fair value of investments in other debt obligations		
3. Other comprehensive income arising from the reclassification of financial assets		

Items	Amount in this period	Amount in last period
4. Allowance for credit impairments in investments in other debt obligations		
5. Reserve for cash flow hedges		
6. Translation differences in currency financial statements		
7. Other		
VI. Total comprehensive income	561,600,497.57	1,324,144,570.58
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	1,414,313,148.67	2,344,383,753.90
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		

Items	Amount in this period	Amount in last period
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	90,863,613.91	44,239,546.43
Sub-total of cash inflow	1,505,176,762.58	2,388,623,300.33
Cash paid for purchasing of merchandise and services	121,141,667.08	175,258,111.40
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	198,975,181.20	216,220,155.68
Taxes paid	150,371,056.82	310,136,078.87
Other cash paid for business activities	37,481,357.28	52,225,350.39
Sub-total of cash outflow from business activities	507,969,262.38	753,839,696.34
Net cash generated from /used in operating activities	997,207,500.20	1,634,783,603.99
II. Cash flow generated by investing		
Cash received from investment retrieving		
Cash received as investment gains	227,191,465.51	270,260,694.55
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	19,025.00	13,963,900.00
Net cash received from disposal of subsidiaries or other operational units		

Items	Amount in this period	Amount in last period
Other investment-related cash received		
Sub-total of cash inflow due to investment activities	227,210,490.51	284,224,594.55
Cash paid for construction of fixed assets, intangible assets and other long-term assets	287,376,018.67	587,874,379.29
Cash paid as investment	80,000,000.00	
Net increase of loan against pledge		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities		
Sub-total of cash outflow due to investment activities	367,376,018.67	587,874,379.29
Net cash flow generated by investment	-140,165,528.16	-303,649,784.74
III. Cash flow generated by financing		
Cash received as investment		
Including: Cash received as investment from minor shareholders		
Cash received as loans	1,395,000,000.00	3,756,700,000.00
Other financing –related cash received		
Sub-total of cash inflow from financing activities	1,395,000,000.00	3,756,700,000.00
Cash to repay debts	1,330,808,612.50	3,014,002,500.00
Cash paid as dividend, profit, or interests	1,122,241,257.94	1,587,922,592.34
Including: Dividend and profit paid by subsidiaries to minor shareholders		
Other cash paid for financing activities	1,122,177.00	791,384.00
Sub-total of cash outflow due to financing activities	2,454,172,047.44	4,602,716,476.34
Net cash flow generated by financing	-1,059,172,047.44	-846,016,476.34
IV. Influence of exchange rate alternation on cash and cash equivalents	1,728,690.91	-1,534,520.73
V. Net increase of cash and cash equivalents	-200,401,384.49	483,582,822.18

Items	Amount in this period	Amount in last period
Add: balance of cash and cash equivalents at the beginning of term	2,816,699,694.50	2,123,303,796.32
VI ..Balance of cash and cash equivalents at the end of term	2,616,298,310.01	2,606,886,618.50

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	653,751,664.34	991,093,953.83
Tax returned		
Other cash received from business operation	56,397,055.19	40,435,161.13
Sub-total of cash inflow	710,148,719.53	1,031,529,114.96
Cash paid for purchasing of merchandise and services	28,094,034.65	56,811,641.02
Cash paid to staffs or paid for staffs	78,319,133.22	84,950,880.56
Taxes paid	24,748,390.60	36,317,795.45
Other cash paid for business activities	277,964,701.39	170,450,166.76
Sub-total of cash outflow from business activities	409,126,259.86	348,530,483.79
Net cash generated from /used in operating activities	301,022,459.67	682,998,631.17
II.Cash flow generated by investing		
Cash received from investment retrieving		5,000,000.00
Cash received as investment gains	711,991,591.17	941,023,466.69
Net cash retrieved from disposal of	7,700.00	4,900.00

Items	Amount in this period	Amount in last period
fixed assets, intangible assets, and other long-term assets		
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received		
Sub-total of cash inflow due to investment activities	711,999,291.17	946,028,366.69
Cash paid for construction of fixed assets, intangible assets and other long-term assets	184,304,883.00	548,481,380.34
Cash paid as investment	82,000,000.00	
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities		
Sub-total of cash outflow due to investment activities	266,304,883.00	548,481,380.34
Net cash flow generated by investment	445,694,408.17	397,546,986.35
III. Cash flow generated by financing		
Cash received as investment		
Cash received as loans	1,335,000,000.00	3,290,000,000.00
Other financing –related cash received		
Sub-total of cash inflow from financing activities	1,335,000,000.00	3,290,000,000.00
Cash to repay debts	1,330,808,612.50	2,572,317,500.00
Cash paid as dividend, profit, or interests	960,804,497.31	1,350,708,402.36
Other cash paid for financing activities	1,122,177.00	791,384.00
Sub-total of cash outflow due to financing activities	2,292,735,286.81	3,923,817,286.36
Net cash flow generated by financing	-957,735,286.81	-633,817,286.36
IV. Influence of exchange rate alternation on cash and cash equivalents	1,728,690.91	-1,534,520.73
V. Net increase of cash and cash equivalents	-209,289,728.06	445,193,810.43
Add: balance of cash and cash	2,790,163,301.78	2,095,376,368.04

Items	Amount in this period	Amount in last period
equivalents at the beginning of term		
VI ..Balance of cash and cash equivalents at the end of term	2,580,873,573.72	2,540,570,178.47

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 2020

Applicable Not applicable

Whether to adjust the balance sheet accounts at the beginning of the year

Yes No

Consolidated balance sheet

In RMB

Items	December 31,2019	January 1,2020	Adjustment
Current asset:			
Monetary fund	2,817,920,894.50	2,817,920,894.50	
Settlement provision			
Outgoing call loan			
Transactional financial assets			
Derivative financial assets			
Notes receivable			
Account receivable	125,343,724.66	127,694,377.99	2,350,653.33
Financing of receivables			
Prepayments	10,894,246.41	10,894,246.41	
Insurance receivable			
Reinsurance receivable			

Items	December 31,2019	January 1,2020	Adjustment
Provisions of Reinsurance contracts receivable			
Other account receivable	26,618,178.57	19,172,247.47	-7,445,931.10
Including: Interest receivable			
Dividend receivable	7,205,472.90	7,205,472.90	
Other receivable	19,412,705.67	11,966,774.57	-7,445,931.10
Repurchasing of financial assets			
Inventories	111,683.22	111,683.22	
Contract assets		5,095,277.77	5,095,277.77
Assets held for sales			
Non-current asset due within 1 year	51,745.32	51,745.32	
Other current asset			
Total of current assets	2,980,940,472.68	2,980,940,472.68	
Non-current assets:			
Loan and advancement provided			
Creditor's right investment			
Other Creditor's right investment			
Long-term receivable			
Long term share equity investment	3,255,739,898.36	3,255,739,898.36	
Other equity instruments investment	1,835,822,604.77	1,835,822,604.77	
Other non-current financial assets			
Property investment	3,331,500.37	3,331,500.37	
Fixed assets	8,925,700,473.65	8,925,700,473.65	
Including: Fixed assets	8,925,700,473.65	8,925,700,473.65	
Liquidation of fixed assets			
Construction in progress	229,098,299.48	229,098,299.48	
Including : Construction in progress	229,098,299.48	229,098,299.48	

Items	December 31,2019	January 1,2020	Adjustment
Engineering material			
Production physical assets			
Oil & gas assets			
Use right assets			
Intangible assets	6,393,895.17	6,393,895.17	
Development expenses			
Goodwill			
Long-germ expenses to be amortized	1,114,764.44	1,114,764.44	
Deferred income tax asset	385,494,106.13	385,494,106.13	
Other non-current asset	50,909,325.73	50,909,325.73	
Total of non-current assets	14,693,604,868.10	14,693,604,868.10	
Total of assets	17,674,545,340.78	17,674,545,340.78	
Current liabilities			
Short-term loans			
Loan from Central Bank			
Borrowing funds			
Transactional financial liabilities			
Derivative financial liabilities			
Notes payable			
Account payable	290,657,734.31	290,657,734.31	
Advance receipts	15,605,094.69	12,817,484.06	-2,787,610.63
Contract liabilities		2,787,610.63	2,787,610.63
Selling of repurchased financial assets			
Deposit taking and interbank deposit			
Entrusted trading of securities			
Entrusted selling of securities			
Employees' wage payable	14,822,524.70	14,822,524.70	
Tax payable	84,257,586.94	84,257,586.94	
Other account payable	626,180,586.92	626,180,586.92	
Including: Interest payable			

Items	December 31,2019	January 1,2020	Adjustment
Dividend payable	20,020,119.31	20,020,119.31	
Other payable	606,160,467.61	606,160,467.61	
Fees and commissions payable			
Reinsurance fee payable			
Liabilities held for sales			
Non-current liability due within 1 year	795,861,958.07	795,861,958.07	
Other current liability	189,628.17	189,628.17	
Total of current liability	1,827,575,113.80	1,827,575,113.80	
Non-current liabilities:			
Reserve fund for insurance contracts			
Long-term loan	4,640,425,000.00	4,640,425,000.00	
Bond payable	678,124,972.89	678,124,972.89	
Including: preferred stock			
Sustainable debt			
Lease liability			
Long-term payable	39,369,379.91	39,369,379.91	
Including: Long-term payable	39,369,379.91	39,369,379.91	
Special payable			
Long-term remuneration payable to staff			
Expected liabilities			
Deferred income			
Deferred income tax liability	238,453,976.29	238,453,976.29	
Other non-current liabilities			
Total non-current liabilities	5,596,373,329.09	5,596,373,329.09	
Total of liability	7,423,948,442.89	7,423,948,442.89	
Owners' equity			
Share capital	2,090,806,126.00	2,090,806,126.00	
Other equity instruments			
Including: preferred stock			

Items	December 31,2019	January 1,2020	Adjustment
Sustainable debt			
Capital reserves	2,562,570,465.31	2,562,570,465.31	
Less: Shares in stock			
Other comprehensive income	382,193,344.90	382,193,344.90	
Special reserve			
Surplus reserves	910,425,068.90	910,425,068.90	
Common risk provision			
Retained profit	3,877,431,844.64	3,877,431,844.64	
Total of owner's equity belong to the parent company	9,823,426,849.75	9,823,426,849.75	
Minority shareholders' equity	427,170,048.14	427,170,048.14	
Total of owners' equity	10,250,596,897.89	10,250,596,897.89	
Total of liabilities and owners' equity	17,674,545,340.78	17,674,545,340.78	

Adjustment statement

On July 5, 2017, the Ministry of Finance issued the Notice on Revising and Issuing Accounting Standards for Enterprises No.14-Income (CK [2017] No.22) (hereinafter referred to as the "New Income Standards"). After the fourth meeting of the ninth board of directors of the company approved the resolution on April 3, 2020, the company will implement the aforesaid New Income Standards from January 1, 2020. According to the relevant requirements of the above-mentioned New Income Standards, the company must make corresponding adjustments to the relevant accounting policies previously adopted.

Under the New Income Standards, the Company shall first recognize the amount of merchandise sales received in advance from customers as a contractual liability and convert it into income when relevant performance obligations are fulfilled; The company has transferred goods to customers and has the right to receive consideration, of which unconditional (only depending on the passage of time) shall be recognized as accounts receivable, and those depending on other factors other than the passage of time shall be recognized as contract assets.

The Company retroactively applied the New Income Standards, but chose not to restate the classification and measurement (including impairment) involving the inconsistency between the data in the previous comparative financial statements and the New Income Standards. Therefore, the Company adjusted the accounts receivable, other receivables, contractual assets, pre-paid accounts and contractual liabilities at the beginning of 2020 for the cumulative impact of the first implementation of the revised standards, and the financial statements for 2019 were not restated.

Parent Company Balance Sheet

In RMB

Items	December 31,2019	January 1,2020	Amount involved in the adjustment
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Items	December 31,2019	January 1,2020	Amount involved in the adjustment
Current asset:			
Monetary fund	2,791,384,501.78	2,791,384,501.78	
Transactional financial assets			
Derivative financial assets			
Notes receivable			
Account receivable	21,864,051.27	21,864,051.27	
Financing of receivables			
Prepayments	1,737,598.88	1,737,598.88	
Other account receivable	13,435,651.19	13,435,651.19	
Including: Interest receivable			
Dividend receivable	7,205,472.90	7,205,472.90	
Other receivable	6,230,178.29	6,230,178.29	
Inventories			
Contract assets			
Assets held for sales			
Non-current asset due within 1 year	151,637,139.08	151,637,139.08	
Other current asset			
Total of current assets	2,980,058,942.20	2,980,058,942.20	
Non-current assets:			
Creditor's rights investment	537,903,684.98	537,903,684.98	
Other Creditor's rights investment			
Long-term account receivable			
Long term share equity investment	4,789,404,907.17	4,789,404,907.17	
Other equity instruments investment	1,835,822,604.77	1,835,822,604.77	
Other non-current financial assets			
Property investment	3,079,362.12	3,079,362.12	
Fixed assets	6,818,701,482.08	6,818,701,482.08	
Including: Fixed assets	6,818,701,482.08	6,818,701,482.08	

Items	December 31,2019	January 1,2020	Amount involved in the adjustment
Liquidation of fixed assets			
Construction in progress	46,952,925.08	46,952,925.08	
Including: Construction in progress	46,952,925.08	46,952,925.08	
Engineering material			
Production physical assets			
Oil & gas assets			
Use right assets			
Intangible assets	2,533,878.12	2,533,878.12	
Development expenses			
Goodwill			
Long-germ expenses to be amortized			
Deferred income tax asset	385,296,935.33	385,296,935.33	
Other non-current asset	36,901,029.57	36,901,029.57	
Total of non-current assets	14,456,596,809.22	14,456,596,809.22	
Total of assets	17,436,655,751.42	17,436,655,751.42	
Current liabilities			
Short-term loans			
Transactional financial liabilities			
Derivative financial liabilities			
Notes payable			
Account payable	129,930,285.56	129,930,285.56	
Advance receipts			
Contract Liabilities			
Employees' wage payable	6,340,740.61	6,340,740.61	
Tax payable	8,704,510.83	8,704,510.83	
Other account payable	582,131,356.01	582,131,356.01	
Including: Interest payable			
Dividend payable	20,020,119.31	20,020,119.31	
Other payable	562,111,236.70	562,111,236.70	
Liabilities held for sales			
Non-current liability due	744,589,133.72	744,589,133.72	

Items	December 31,2019	January 1,2020	Amount involved in the adjustment
within 1 year			
Other current liability	821,133,339.57	821,133,339.57	
Total of current liability	2,292,829,366.30	2,292,829,366.30	
Non-current liabilities:			
Long-term loan	4,243,730,000.00	4,243,730,000.00	
Bond payable	678,124,972.89	678,124,972.89	
Including: preferred stock			
Sustainable debt			
Lease liability			
Long-term payable	39,369,379.91	39,369,379.91	
Including: Long-term payable	39,369,379.91	39,369,379.91	
Special payable			
Long-term remuneration payable to staff			
Expected liabilities			
Deferred income			
Deferred income tax liability	129,978,356.56	129,978,356.56	
Other non-current liabilities			
Total non-current liabilities	5,091,202,709.36	5,091,202,709.36	
Total of liability	7,384,032,075.66	7,384,032,075.66	
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	2,974,458,696.93	
Less: Shares in stock			
Other comprehensive income	382,193,344.90	382,193,344.90	
Special reserve			
Surplus reserves	894,580,785.25	894,580,785.25	
Retained profit	3,710,584,722.68	3,710,584,722.68	
Total of owners' equity	10,052,623,675.76	10,052,623,675.76	

Items	December 31,2019	January 1,2020	Amount involved in the adjustment
Total of liabilities and owners' equity	17,436,655,751.42	17,436,655,751.42	

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 2020

Applicable Not applicable

III. Auditor' report

Is the Third Quarterly Report be audited?

Yes No

The Third Quarterly report is not audited.