



京粮控股
JL Holdings

HAINAN JINGLIANG HOLDINGS CO., LTD.

FIRST QUARTER REPORT 2020

April 2020

Part I Important Notes

The Board of Directors (or the “Board”), the Supervisory Committee as well as the directors, supervisors and senior management of Hainan Jingliang Holdings Co., Ltd. (hereinafter referred to as the “Company”) hereby guarantee the factuality, accuracy and completeness of the contents of this Report and its summary, and shall be jointly and severally liable for any misrepresentations, misleading statements or material omissions therein.

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

Li Shaoling, the Company’s legal representative, Guan Ying, the Company’s head for financial affairs, and Liu Quanli, head of the Company’s financial department (equivalent to financial manager) hereby guarantee that the Financial Statements carried in this Report are factual, accurate and complete.

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

Part II Key Corporate Information

I Key Financial Information

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

☐ Yes ☒ No

	Q1 2020	Q1 2019	Change (%)
Operating revenue (RMB)	1,719,261,111.71	1,707,549,259.31	0.69%
Net profit attributable to the listed company's shareholders (RMB)	27,655,045.32	26,311,530.50	5.11%
Net profit attributable to the listed company's shareholders before exceptional items (RMB)	23,730,342.72	17,033,200.00	39.32%
Net cash generated from/used in operating activities (RMB)	328,948,834.32	172,926,738.46	90.22%
Basic earnings per share (RMB/share)	0.04	0.04	0.00%
Diluted earnings per share (RMB/share)	0.04	0.04	0.00%
Weighted average return on equity (%)	1.14%	1.15%	-0.01%
	31 March 2020	31 December 2019	Change (%)
Total assets (RMB)	5,243,335,859.31	5,231,266,600.19	0.23%
Equity attributable to the listed company's shareholders (RMB)	2,433,806,767.63	2,406,039,283.87	1.15%

Exceptional gains and losses:

☒ Applicable ☐ Not applicable

Unit: RMB

Item	Q1 2020	Note
Government subsidies charged to current profit or loss (exclusive of government subsidies given in the Company's ordinary course of business at fixed quotas or amounts as per government's uniform standards)	346,647.73	
Gain/loss from change of fair value of trading financial assets and liabilities, and derivative financial assets and liabilities, and investment gains from disposal of trading financial assets and liabilities, and derivative financial assets and liabilities, and investment in other debt obligations, other than valid hedging related to the Company's common businesses	4,768,109.67	

Non-operating income and expense other than the above	210,318.24	
Project confirmed with the definition of non-recurring gains and losses	85,356.57	
Less: Income tax effects	1,345,905.02	
Non-controlling interests effects (net of tax)	139,824.59	
Total	3,924,702.60	--

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

☐ Applicable ☒ Not applicable

No such cases for the Reporting Period.

II Total Number of Shareholders and Holdings of Top 10 Shareholders at 31 March 2020

1. Numbers of Ordinary Shareholders and Preferred Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders

Unit: share

Number of ordinary shareholders at the period-end	48,079	Number of preferred shareholders with resumed voting rights at the period-end (if any)	0			
Top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held	Restricted shares held	Shares in pledge or frozen	
					Status	Shares
BEIJING GRAIN GROUP CO., LTD.	State-owned legal person	42.06%	288,439,561	164,877,598		
BEIJING STATE-OWNED CAPITAL OPERATION AND MANAGEMENT CENTER	State-owned legal person	7.07%	48,510,460	48,510,460		
LI SHERYN ZHAN MING	Foreign natural person	2.43%	16,631,079			
CHINA DEVELOPMENT BANK CAPITAL CO., LTD.	State-owned legal person	2.23%	15,307,251			

GOLD BUFFALO RUNYING (TIANJIN) EQUITY INVESTMENT FUND MANAGEMENT CO., LTD.—GOLD BUFFALO RUNYING (TIANJIN) EQUITY INVESTMENT FUND (L.P.)	Other	1.55%	10,659,879			
WANG JIZHONG	Domestic natural person	1.22%	8,391,668			
MEI JIANYING	Domestic natural person	0.38%	2,604,203			
ZHANG XIAOXIA	Domestic natural person	0.28%	1,949,250			
CHINA MERCHANTS FUND-GUOXIN INVESTMENT CO., LTD.- CHINA MERCHANTS FUND-GUOXIN STOCK NO.1-ASSET MANAGEMENT PLAN	Other	0.26%	1,769,000			
WANG XIAOXING	Domestic natural person	0.26%	1,757,200			
Top 10 unrestricted shareholders						
Name of shareholder	Unrestricted shares held	Shares by type		Type	Shares	
BEIJING GRAIN GROUP CO., LTD.	123,561,963	RMB-denominated ordinary stock	123,561,963			
LI SHERYN ZHAN MING	16,631,079	Domestically listed foreign stock	16,631,079			
CHINA DEVELOPMENT BANK CAPITAL CO., LTD.	15,307,251	RMB-denominated ordinary stock	15,307,251			
GOLD BUFFALO RUNYING (TIANJIN) EQUITY INVESTMENT FUND MANAGEMENT CO., LTD.—GOLD BUFFALO RUNYING (TIANJIN) EQUITY INVESTMENT FUND (L.P.)	10,659,879	RMB-denominated ordinary stock	10,659,879			
WANG JIZHONG	8,391,668	RMB-denominated ordinary stock	8,391,668			
MEI JIANYING	2,604,203	RMB-denominated ordinary stock	2,604,203			

ZHANG XIAOXIA	1,949,250	Domestically listed foreign stock	1,949,250
CHINA MERCHANTS FUND-GUOXIN INVESTMENT CO., LTD.- CHINA MERCHANTS FUND-GUOXIN STOCK NO.1-ASSET MANAGEMENT PLAN	1,769,000	RMB-denominated ordinary stock	1,769,000
WANGXIAOXING	1,757,200	RMB-denominated ordinary stock	1,757,200
CHEN OUQIN	1,652,679	RMB-denominated ordinary stock	1,652,679
Related or acting-in-concert parties among the shareholders above	Beijing State-Owned Capital Operation And Management Center owns 100% of Beijing Grain Group Co., Ltd., and Beijing Grain Group Co., Ltd. is a shareholder of the Company (a 42.06% holding). Apart from that, the Company does not know whether there are any other related parties or acting-in-concert parties among the top 10 shareholders.		
Top 10 ordinary shareholders involved in securities margin trading (if any)	Shareholder Wang Xiaoxing holds 1,757,200 shares in the Company through his account of collateral securities for margin trading in Soochow Securities Co., Ltd.		

Indicate by tick mark whether any of the top 10 ordinary shareholders or the top 10 unrestricted ordinary shareholders of the Company conducted any promissory repo during the Reporting Period.

☐ Yea ☒ No

No such cases in the Reporting Period.

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

☐ Applicable ☒ Not applicable

Part III Significant Events

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

√ Applicable ☐ Not applicable

1. Monetary assets as at 31 March 2020 rose compared to 31 December 2019, primarily because certain raised funds were redeemed and transferred back to the special bank account for raised funds upon maturity of cash management in the Current Period, which reduced other current assets accordingly.
2. Finance costs went up in Q1 2020 compared to Q1 2019, primarily driven by foreign exchange losses due to exchange rate fluctuations in the Current Period.
3. Gain on changes in fair value went down in Q1 2020 compared to Q1 2019, primarily driven by changes in the value of futures contracts.
4. Net profit went up in Q1 2020 compared to Q1 2019, primarily because the processing and sales volumes in the oils pressing business increased year-on-year due to improvement in market demand in the Current Period, boosting revenue and gross profit.
5. Net cash generated from operating activities went up in Q1 2020 compared to Q1 2019, primarily because the purchases of soybeans as raw materials in the oils division decreased year-on-year.
6. Net cash generated from operating activities went up in Q1 2020 compared to Q1 2019, primarily because certain raised funds were redeemed and transferred back to the special bank account for raised funds upon maturity of cash management in the Current Period.
7. Net cash generated from financing activities went up in Q1 2020 compared to Q1 2019, primarily driven by the bank loan raised in the Current Period to ensure the production and operation during the COVID-19 pandemic.

II Progress, Influence and Solutions with regard to Significant Events

√ Applicable ☐ Not applicable

Summary of the significant event	Disclosure date	Index to the related announcement
The Company and its wholly-owned subsidiary Beijing Jingliang Food Co., Ltd. intend to acquire, through cash payment and share offering, the total 25.1149% equity holdings of six natural persons (Wang Yuecheng, Qiu Xiaobin, Hong Muqiang, Zhu Yanjun, Yao Zishan and	26 March 2020	Announcement No. 2020-015 of Hainan Jingliang Holdings Co., Ltd. on the Approval of the Company's Plan to Acquire Assets through Cash Payment and Share Offering by the M&A Committee of the CSRC &

Shuai Yiwu) in Zhejiang Xiaowangzi Food Share Co., Ltd. (hereinafter referred to as the "Transaction"). The Transaction has been approved unconditionally at the 9 th Work Conference in 2020 of the Mergers and Acquisitions Committee of the China Securities Regulatory Commission on 25 March 2020.		Resumption of Trading in the Company's Stocks disclosed on www.cninfo.com.cn
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Progress of any share repurchases:

☐ Applicable ☒ Not applicable

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

☐ Applicable ☒ Not applicable

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

☐ Applicable ☒ Not applicable

No such cases in the Reporting Period.

IV Securities Investments

☒ Applicable ☐ Not applicable

Unit: RMB

Variety of security	Symbol of security	Name of security	Initial investment cost	Accounting measurement model	Beginning carrying value	Gain/loss of changes in fair value in the Reporting Period	Accumulative changes in fair value recorded into equities	Purchased in the Reporting Period	Sold in the Reporting Period	Gain/loss in Reporting Period	Ending carrying value	Accounting title	Capital source
Other	204001	GC001		Cost method				289,900,000.00	289,900,000.00	30,767.16		Other	Self-raised
Other	204003	GC003		Cost method				40,000,000.00	40,000,000.00	34,619.73		Other	Self-raised
Total			0.00	--	0.00	0.00	0.00	329,900,000.00	329,900,000.00	65,386.89	0.00	--	--
Disclosure date of announcement			7 March 2020										

Board's consent for securities investment	
Disclosure date of announcement on shareholders' meeting's consent for securities investment (if any)	N/A

V Cash Entrusted for Wealth Management

√ Applicable □ Not applicable

Unit: RMB'0,000

Specific type	Capital resources	Amount incurred	Undue Balance	Overdue amount
Bank financial products	Self-owned funds	4,530	4,030	0
Brokerage financial products	Idle raised funds	38,700	9,500	0
Total		43,230	13,530	0

Particulars of cash entrusted for wealth management with single significant amount or low security, bad liquidity, and no capital preservation

√ Applicable □ Not applicable

Unit: RMB'0,000

Trustee	Type of trustee	Type of wealth management product	Principal	Source of principal	Beginning date	Ending date	Use of principal	Determination of yield	Annualized yield rate for reference	Expected yield (if any)	Actual gain/loss in Reporting Period	Receipt/payment of such gain/loss	Allowance for impairment (if any)	Prescribed procedure executed or not	Plan for more transaction or not	Index to transaction summary and other information (if any)
CITIC Securities Company	Securities company	Income voucher	9,500	Idle raised funds	17 March 2020	18 May 2020	Contractual stipulation	Repayment of principal	2.70%	43.46	0	Not redeemed yet		Yes	Yes	www.cninfo.com.cn : 2020-

Limited								with yield when the investment is at maturity								011
Total		9,500	--	--	--	--	--	--	43.46	0	--		--	--	--	

Whether there is the case where the principal cannot be recovered at maturity or other case which may cause impairment of cash entrusted for wealth management

☐ Applicable ☒ Not applicable

VI Investments in Derivative Financial Instruments

☒ Applicable ☐ Not applicable

Unit: RMB'0,000

Type of derivative	Start date	End date	Ending investment	Ending investment as % of the Company's ending net assets	Actual gain/loss in Reporting Period
Foreign exchange forwards	1 January 2020	31 March 2020	4,663.81	1.92%	-791.26
Agricultural product future contract	1 January 2020	31 March 2020	13,807.55	5.67%	3,391.12
Total	--	--	18,471.36	7.59%	2,599.86
Funding source	Self-funded				
Legal matters involved (if applicable)	N/A				
Disclosure date of board announcement approving derivative investment (if any)	30 March 2019				
	7 March 2020				
Disclosure date of board announcement approving derivative investment (if any)	20 April 2019				
	18 April 2020				
Analysis of risks and control measures associated with derivative investments held in Reporting Period (including but	The Company's conduction of hedging business is not aimed at speculation, but mainly to effectively avoid the impact of raw material price fluctuation on the Company. However, there will be certain risks: 1. Price fluctuation risk: price fluctuation risk may be generated when the futures market changes greatly, resulting in transaction losses; 2. Capital risk: capital risk may be				

not limited to market risk, liquidity risk, credit risk, operational risk, legal risk, etc.)	correspondingly brought because the futures trading adopts margin and marking-to-market system; 3. Internal control risk: there may be risks due to imperfect internal control system for the high expertise and complexity of futures trading; 4. Technical risk: there may be technical risks due to incomplete computer systems. The Company adopts following risk control measures: 1. Matching the hedging business with the Company's production and operation so as to maximally reduce the price fluctuation risk; 2. The Company will reasonably dispatch its own funds for hedging business, strictly control the hedging fund scale and reasonably plan and use margins; 3. <i>Management System for Commodity Futures Trading</i> is formulated based on actual situation of the Company and pursuant to governing stipulations of <i>Guidelines for Standard Operation of Companies Listed in Shenzhen Stock Exchange</i> which have made clearly stipulations about the amount, variety scope, approval authority, internal approval procedures, responsible departments and persons, information isolation measures, internal risk report and related solution process, information disclosure, etc. regarding hedging business. The Company will strictly control all sectors in accordance with <i>Management System for Commodity Futures Trading</i> ; 4. Establishing qualified systems for transaction, communication and information services so as to guarantee the normal operation of the transaction system and smooth proceeding of transactions. When a wrong order occurs, corresponding measures should be timely taken to reduce losses.
Changes in market prices or fair value of derivative investments in Reporting Period (fair value analysis should include measurement method and related assumptions and parameters)	The value of the Company's future contracts changed according to the contract prices declared by the future exchange, which were broadly representative. And the fair value of the Company's future contracts was executed in strict compliance with the future exchange's settlement methods.
Major changes in accounting policies and specific accounting principles adopted for derivative investments in Reporting Period compared to last reporting period	N/A
Opinion of independent directors on derivative investments and risk control	<p>1. Opinion of independent directors on the Proposal on 2020 Futures Hedging Plan of Jingliang (Tianjin) Grain and Oil Industry Co., Ltd. and Beijing Jingliang Oils Co., Ltd.: after check, the Company carried out the business of futures hedging based on normal production and management, relying on specific business. Under the premise of ensuring normal production and management, the Company used futures hedging tools to avoid the adverse impacts on the Company's operation from the large price fluctuation of raw materials and products, which is not detrimental to the interests of the Company and all other shareholders, especially minority shareholders. At the same time, the Company formulated relevant systems, and specific operating instructions for the business of futures hedging through strengthening internal control and implementing risk prevention measures. It is agreed that the Company and its subsidiaries will continue to conduct futures hedging business according to the relevant regulations.</p> <p>2. Opinion of independent directors on the Proposal on Conducting Foreign Exchange Derivatives Trading Business by the Company and Majority-owned Subsidiaries: after check, the relevant</p>

	<p>decision-making procedures for the Company and its majority-owned subsidiaries to conduct foreign exchange derivatives trading business are in compliance with relevant national laws, regulations and the governing provisions of the <i>Articles of Association</i> after verification. Based on normal production and operation, the Company uses foreign exchange derivatives instruments to reduce exchange rate risks and finance costs, and control business risks. There is no harm to the interests of the Company and all other shareholders, especially minority shareholders. It is agreed that the Company and its majority-owned subsidiaries will conduct foreign exchange derivative trading business within the consideration amount, and submit to the general meeting for deliberation.</p>
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VII Communications with the Investment Community such as Researches, Inquiries and Interviews during the Reporting Period

☐ Applicable ☒ Not applicable

No such cases in the Reporting Period.

VIII Irregularities in the Provision of Guarantees

☐ Applicable ☒ Not applicable

No such cases in the Reporting Period.

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

☐ Applicable ☒ Not applicable

No such cases in the Reporting Period.

Part IV Financial Statements

I Financial Statements

1. Consolidated Balance Sheet

Prepared by Hainan Jingliang Holdings Co., Ltd.

31 March 2020

Unit: RMB

Item	31 March 2020	31 December 2019
Current assets:		
Monetary assets	1,107,450,554.75	557,168,512.39
Settlement reserve		
Interbank loans granted		
Held-for-trading financial assets	186,300,000.00	161,300,000.00
Derivative financial assets	100,000,798.20	88,792,254.00
Notes receivable		
Accounts receivable	68,805,379.47	80,743,986.81
Accounts receivable financing		
Prepayments	169,093,542.01	138,379,800.10
Premiums receivable		
Reinsurance receivables		
Receivable reinsurance contract reserve		
Other receivables	24,586,397.27	19,220,097.34
Including: Interest receivable	1,184,752.78	3,927,438.90
Dividends receivable		
Financial assets purchased under resale agreements		
Inventories	1,177,690,703.07	1,412,755,661.65
Contractual assets		
Assets classified as held for sale		
Current portion of non-current assets		
Other current assets	218,749,762.68	560,297,233.13
Total current assets	3,052,677,137.45	3,018,657,545.42

Non-current assets:		
Loans and advances to customers		
Investments in debt obligations		
Investments in other debt obligations		
Long-term receivables		
Long-term equity investments	198,301,333.79	198,301,333.79
Investments in other equity instruments	20,000,000.00	20,000,000.00
Other non-current financial assets		
Investment property	31,377,913.01	31,781,350.74
Fixed assets	1,185,755,107.31	1,210,450,340.22
Construction in progress	13,478,358.61	17,876,177.78
Productive living assets		
Oil and gas assets		
Use rights assets		
Intangible assets	364,472,197.09	368,170,434.38
R&D expense		
Goodwill	191,394,422.51	191,394,422.51
Long-term prepaid expense	20,792,613.08	21,026,628.97
Deferred income tax assets	5,086,776.46	2,603,066.38
Other non-current assets	160,000,000.00	151,005,300.00
Total non-current assets	2,190,658,721.86	2,212,609,054.77
Total assets	5,243,335,859.31	5,231,266,600.19
Current liabilities:		
Short-term borrowings	1,373,872,340.97	1,329,238,701.60
Borrowings from the central bank		
Interbank loans obtained		
Held-for-trading financial liabilities		
Derivative financial liabilities		
Notes payable		
Accounts payable	117,672,784.31	130,568,413.43
Advances from customers	392,629,731.72	481,119,461.41
Contractual liabilities		
Financial assets sold under repurchase agreements		

Customer deposits and interbank deposits		
Payables for acting trading of securities		
Payables for underwriting of securities		
Payroll payable	10,991,825.56	25,192,583.58
Taxes payable	29,759,714.23	47,842,621.41
Other payables	130,260,313.93	96,171,396.23
Including: Interest payable	22,257,558.80	24,604,524.69
Dividends payable	11,013,302.88	11,013,302.88
Handling charges and commissions payable		
Reinsurance payables		
Liabilities directly associated with assets classified as held for sale		
Current portion of non-current liabilities		
Other current liabilities	28,456,769.62	
Total current liabilities	2,083,643,480.34	2,110,133,177.66
Non-current liabilities:		
Insurance contract reserve		
Long-term borrowings		
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities		
Long-term payables		
Long-term payroll payable	5,720,716.87	5,730,662.87
Provisions		
Deferred income	71,095,229.18	71,518,169.27
Deferred income tax liabilities	53,962,892.07	52,788,949.62
Other non-current liabilities		
Total non-current liabilities	130,778,838.12	130,037,781.76
Total liabilities	2,214,422,318.46	2,240,170,959.42
Owners' equity:		
Share capital	685,790,364.00	685,790,364.00

Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserves	1,595,672,048.19	1,595,672,048.19
Less: Treasury stock		
Other comprehensive income	380,066.58	267,628.14
Specific reserve		
Surplus reserves	122,001,060.13	122,122,436.98
General reserve		
Retained earnings	29,963,228.73	2,186,806.56
Total equity attributable to owners of the Company as the parent	2,433,806,767.63	2,406,039,283.87
Non-controlling interests	595,106,773.22	585,056,356.90
Total owners' equity	3,028,913,540.85	2,991,095,640.77
Total liabilities and owners' equity	5,243,335,859.31	5,231,266,600.19

Legal representative: Li Shaoling

Head for financial affairs: Guan Ying

Head of the financial department: Liu Quanli

2. Balance Sheet of the Company as the Parent

Unit: RMB

Item	31 March 2020	31 December 2019
Current assets:		
Monetary assets	4,686,882.89	5,606,837.37
Held-for-trading financial assets		
Derivative financial assets		
Notes receivable		
Accounts receivable	42,510.00	42,510.00
Accounts receivable financing		
Prepayments	24,360.00	532,843.92
Other receivables	31,977,075.33	12,612,756.48
Including: Interest receivable		
Dividends receivable		
Inventories	4,824,035.45	4,824,035.45
Contractual assets		

Assets classified as held for sale		
Current portion of non-current assets		
Other current assets	2,243,944.60	2,114,765.22
Total current assets	43,798,808.27	25,733,748.44
Non-current assets:		
Investments in debt obligations		
Investments in other debt obligations		
Long-term receivables		
Long-term equity investments	2,377,420,527.10	2,377,420,527.10
Investments in other equity instruments	20,000,000.00	20,000,000.00
Other non-current financial assets		
Investment property	5,400,748.58	5,476,357.73
Fixed assets	2,941,556.02	3,028,013.69
Construction in progress		
Productive living assets		
Oil and gas assets		
Use rights assets		
Intangible assets	67,799.28	94,800.66
R&D expense		
Goodwill		
Long-term prepaid expense	62,893.00	86,477.92
Deferred income tax assets		
Other non-current assets		
Total non-current assets	2,405,893,523.98	2,406,106,177.10
Total assets	2,449,692,332.25	2,431,839,925.54
Current liabilities:		
Short-term borrowings		
Held-for-trading financial liabilities		
Derivative financial liabilities		
Notes payable		
Accounts payable		
Advances from customers	38,896.41	38,896.41
Contractual liabilities		
Payroll payable	280,483.04	480,445.28

Taxes payable	938,544.08	1,709,752.97
Other payables	529,702,773.88	503,550,996.94
Including: Interest payable	21,082,795.47	21,082,795.47
Dividends payable	3,213,302.88	3,213,302.88
Liabilities directly associated with assets classified as held for sale		
Current portion of non-current liabilities		
Other current liabilities		
Total current liabilities	530,960,697.41	505,780,091.60
Non-current liabilities:		
Long-term borrowings		
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities		
Long-term payables		
Long-term payroll payable		
Provisions		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities		
Total liabilities	530,960,697.41	505,780,091.60
Owners' equity:		
Share capital	685,790,364.00	685,790,364.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserves	2,173,387,468.71	2,173,387,468.71
Less: Treasury stock		
Other comprehensive income		
Specific reserve		
Surplus reserves	109,487,064.39	109,487,064.39
Retained earnings	-1,049,933,262.26	-1,042,605,063.16

Total owners' equity	1,918,731,634.84	1,926,059,833.94
Total liabilities and owners' equity	2,449,692,332.25	2,431,839,925.54

3. Consolidated Income Statement

Unit: RMB

Item	Q1 2020	Q1 2019
1. Revenue	1,719,261,111.71	1,707,549,259.31
Including: Operating revenue	1,719,261,111.71	1,707,549,259.31
Interest income		
Premium income		
Handling charge and commission income		
2. Costs and expenses	1,658,412,402.25	1,701,865,328.68
Including: Cost of sales	1,544,129,698.32	1,587,493,295.12
Interest expense		
Handling charge and commission expense		
Surrenders		
Net claims paid		
Net amount provided as policy reserve		
Expenditure on policy dividends		
Reinsurance premium expense		
Taxes and surcharges	4,029,610.82	4,739,849.10
Selling expense	52,228,754.23	53,329,529.57
Administrative expense	41,898,096.16	48,807,017.63
R&D expense	526,336.27	248,751.52
Finance costs	15,599,906.45	7,246,885.74
Including: Interest expense	15,320,470.42	16,484,863.99
Interest income	7,791,295.76	8,697,066.79
Add: Other income	1,879,509.69	529,365.60
Return on investment ("-" for loss)	4,768,109.67	3,057,637.45
Including: Share of profit or loss of joint ventures and associates		
Income from the derecognition of financial assets at amortized cost ("-" for loss)		

Foreign exchange gain (“-” for loss)		
Net gain on exposure hedges (“-” for loss)		
Gain on changes in fair value (“-” for loss)	-14,186,448.05	15,874,468.46
Credit impairment loss (“-” for loss)		
Asset impairment loss (“-” for loss)		-4,344.16
Asset disposal income (“-” for loss)		12,024,268.43
3. Operating profit (“-” for loss)	53,309,880.77	37,165,326.41
Add: Non-operating income	512,126.89	1,151,376.64
Less: Non-operating expense	1,181,483.76	182,176.69
4. Profit before tax (“-” for loss)	52,640,523.90	38,134,526.36
Less: Income tax expense	12,926,062.26	8,993,780.25
5. Net profit (“-” for net loss)	39,714,461.64	29,140,746.11
5.1 By operating continuity		
5.1.1 Net profit from continuing operations (“-” for net loss)	39,714,461.64	29,140,746.11
5.1.2 Net profit from discontinued operations (“-” for net loss)		
5.2 By ownership		
5.2.1 Net profit attributable to owners of the Company as the parent	27,655,045.32	26,311,530.50
5.2.1 Net profit attributable to non-controlling interests	12,059,416.32	2,829,215.61
6. Other comprehensive income, net of tax	112,438.44	-117,176.33
Attributable to owners of the Company as the parent	112,438.44	-117,176.33
6.1 Items that will not be reclassified to profit or loss		
6.1.1 Changes caused by remeasurements on defined benefit pension schemes		
6.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
6.1.3 Changes in the fair value of investments in other equity instruments		
6.1.4 Changes in the fair value of the company’s credit risks		
6.1.5 Other		

6.2 Items that will be reclassified to profit or loss	112,438.44	-117,176.33
6.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
6.2.2 Changes in the fair value of investments in other debt obligations		
6.2.3 Other comprehensive income arising from the reclassification of financial assets		
6.2.4 Allowance for credit impairments in investments in other debt obligations		
6.2.5 Reserve for cash flow hedges		
6.2.6 Differences arising from the translation of foreign currency-denominated financial statements	112,438.44	-117,176.33
6.2.7 Other		
Attributable to non-controlling interests		
7. Total comprehensive income	39,826,900.08	29,023,569.78
Attributable to owners of the Company as the parent	27,767,483.76	26,194,354.17
Attributable to non-controlling interests	12,059,416.32	2,829,215.61
8. Earnings per share		
8.1 Basic earnings per share	0.04	0.04
8.2 Diluted earnings per share	0.04	0.04

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

Legal representative: Li Shaoling

Head for financial affairs: Guan Ying

Head of the financial department: Liu Quanli

4. Income Statement of the Company as the Parent

Unit: RMB

Item	Q1 2020	Q1 2019
1. Operating revenue	0.00	0.00
Less: Cost of sales	0.00	0.00
Taxes and surcharges	2,700.00	36,788.40

Selling expense		
Administrative expense	6,328,612.55	8,299,221.03
R&D expense		
Finance costs	-3,113.45	3,694,507.98
Including: Interest expense		3,699,792.76
Interest income	3,963.45	9,134.39
Add: Other income		
Return on investment (“-” for loss)		
Including: Share of profit or loss of joint ventures and associates		
Income from the derecognition of financial assets at amortized cost (“-” for loss)		
Net gain on exposure hedges (“-” for loss)		
Gain on changes in fair value (“-” for loss)		
Credit impairment loss (“-” for loss)		
Asset impairment loss (“-” for loss)		-4,344.16
Asset disposal income (“-” for loss)		
2. Operating profit (“-” for loss)	-6,328,199.10	-12,034,861.57
Add: Non-operating income		
Less: Non-operating expense	1,000,000.00	
3. Profit before tax (“-” for loss)	-7,328,199.10	-12,034,861.57
Less: Income tax expense		
4. Net profit (“-” for net loss)	-7,328,199.10	-12,034,861.57
4.1 Net profit from continuing operations (“-” for net loss)	-7,328,199.10	-12,034,861.57
4.2 Net profit from discontinued operations (“-” for net loss)		
5. Other comprehensive income, net of tax		
5.1 Items that will not be reclassified to profit or loss		
5.1.1 Changes caused by remeasurements on defined benefit pension schemes		
5.1.2 Other comprehensive income that		

will not be reclassified to profit or loss under the equity method		
5.1.3 Changes in the fair value of investments in other equity instruments		
5.1.4 Changes in the fair value of the company's credit risks		
5.1.5 Other		
5.2 Items that will be reclassified to profit or loss		
5.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
5.2.2 Changes in the fair value of investments in other debt obligations		
5.2.3 Other comprehensive income arising from the reclassification of financial assets		
5.2.4 Allowance for credit impairments in investments in other debt obligations		
5.2.5 Reserve for cash flow hedges		
5.2.6 Differences arising from the translation of foreign currency-denominated financial statements		
5.2.7 Other		
6. Total comprehensive income	-7,328,199.10	-12,034,861.57
7. Earnings per share		
7.1 Basic earnings per share		
7.2 Diluted earnings per share		

5. Consolidated Cash Flow Statement

Unit: RMB

Item	Q1 2020	Q1 2019
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	1,881,294,907.03	1,993,101,212.16
Net increase in customer deposits and interbank deposits		
Net increase in borrowings from the central bank		

Net increase in loans from other financial institutions		
Premiums received on original insurance contracts		
Net proceeds from reinsurance		
Net increase in deposits and investments of policy holders		
Interest, handling charges and commissions received		
Net increase in interbank loans obtained		
Net increase in proceeds from repurchase transactions		
Net proceeds from acting trading of securities		
Tax rebates	3,888,658.17	1,989,284.94
Cash generated from other operating activities	322,173,357.74	222,605,666.42
Subtotal of cash generated from operating activities	2,207,356,922.94	2,217,696,163.52
Payments for commodities and services	1,512,095,916.20	1,703,243,616.27
Net increase in loans and advances to customers		
Net increase in deposits in the central bank and in interbank loans granted		
Payments for claims on original insurance contracts		
Net increase in interbank loans granted		
Interest, handling charges and commissions paid		
Policy dividends paid		
Cash paid to and for employees	90,315,621.12	86,117,594.16
Taxes paid	48,656,100.30	44,910,779.37
Cash used in other operating activities	227,340,451.00	210,497,435.26
Subtotal of cash used in operating activities	1,878,408,088.62	2,044,769,425.06
Net cash generated from/used in operating activities	328,948,834.32	172,926,738.46
2. Cash flows from investing activities:		

Proceeds from disinvestment	430,158,276.12	408,094,662.13
Return on investment	4,513,448.35	2,718,922.13
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	2,500.00	44,844.68
Net proceeds from the disposal of subsidiaries and other business units	5,000,000.00	
Cash generated from other investing activities		
Subtotal of cash generated from investing activities	439,674,224.47	410,858,428.94
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	4,848,818.22	17,181,094.76
Payments for investments	238,280,000.00	822,386,686.00
Net increase in pledged loans granted		
Net payments for the acquisition of subsidiaries and other business units		1,780,563.05
Cash used in other investing activities		
Subtotal of cash used in investing activities	243,128,818.22	841,348,343.81
Net cash generated from/used in investing activities	196,545,406.25	-430,489,914.87
3. Cash flows from financing activities:		
Capital contributions received		
Including: Capital contributions by non-controlling interests to subsidiaries		
Borrowings obtained	1,223,077,644.38	342,470,792.50
Cash generated from other financing activities		
Subtotal of cash generated from financing activities	1,223,077,644.38	342,470,792.50
Repayments of borrowings	1,174,444,005.01	446,871,965.95
Payments for interest and dividends	16,033,923.34	17,691,810.54
Including: Dividends paid by subsidiaries to non-controlling interests		
Cash used in other financing activities		28,022.97
Subtotal of cash used in financing activities	1,190,477,928.35	464,591,799.46
Net cash generated from/used in financing activities	32,599,716.03	-122,121,006.96

4. Effect of foreign exchange rate changes on cash and cash equivalents	-7,811,914.24	-59,331.42
5. Net increase in cash and cash equivalents	550,282,042.36	-379,743,514.79
Add: Cash and cash equivalents, beginning of the period	555,097,777.21	867,870,016.78
6. Cash and cash equivalents, end of the period	1,105,379,819.57	488,126,501.99

6. Cash Flow Statement of the Company as the Parent

Unit: RMB

Item	Q1 2020	Q1 2019
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services		
Tax rebates	200.00	1,800.00
Cash generated from other operating activities	4,596,500.27	20,428,310.16
Subtotal of cash generated from operating activities	4,596,700.27	20,430,110.16
Payments for commodities and services	6,089.61	14,172.05
Cash paid to and for employees	4,536,346.77	4,980,819.49
Taxes paid	296,186.19	39,120.34
Cash used in other operating activities	4,678,032.18	29,639,022.05
Subtotal of cash used in operating activities	9,516,654.75	34,673,133.93
Net cash generated from/used in operating activities	-4,919,954.48	-14,243,023.77
2. Cash flows from investing activities:		
Proceeds from disinvestment		
Return on investment		
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets		
Net proceeds from the disposal of subsidiaries and other business units		
Cash generated from other investing activities		

Subtotal of cash generated from investing activities		
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets		47,052.41
Payments for investments		
Net payments for the acquisition of subsidiaries and other business units		1,780,563.05
Cash used in other investing activities		
Subtotal of cash used in investing activities		1,827,615.46
Net cash generated from/used in investing activities		-1,827,615.46
3. Cash flows from financing activities:		
Capital contributions received		
Borrowings obtained	4,000,000.00	3,500,000.00
Cash generated from other financing activities		
Subtotal of cash generated from financing activities	4,000,000.00	3,500,000.00
Repayments of borrowings		
Payments for interest and dividends		
Cash used in other financing activities		
Subtotal of cash used in financing activities		
Net cash generated from/used in financing activities	4,000,000.00	3,500,000.00
4. Effect of foreign exchange rate changes on cash and cash equivalents		
5. Net increase in cash and cash equivalents	-919,954.48	-12,570,639.23
Add: Cash and cash equivalents, beginning of the period	3,536,102.19	13,597,659.66
6. Cash and cash equivalents, end of the period	2,616,147.71	1,027,020.43

II Adjustments to the Financial Statements

1. Adjustments to the Financial Statements at the Beginning of the First Execution Year of any New Standards Governing Revenue or Leases from 2020

☐ Applicable ☒ Not applicable

2. Retrospective Restatement of Previous Comparative Data due to the First Execution of any New Standards Governing Revenue or Leases from 2020

☐ Applicable ☒ Not applicable

III Independent Auditor's Report

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

☐ Yes ☒ No

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

Hainan Jingliang Holdings Co., Ltd.

25 April 2020