Short Form of Stock: SHENSHENFANG A, SHENSHENFANG B No.: 2006-033

Stock Code: 000029, 200029

SHENZHEN SPECIAL ECONOMIC ZONE REAL ESTATE & PROPERTIES (GROUP) CO., LTD.
THE THIRD QUARTERLY REPORT FOR 2006

§1. Important Notes

1.1 The Board of Directors, the Supervisory Committee as well as the directors, supervisors and senior management of Shenzhen Special Economic Zone Real Estate & Properties (Group) Co., Ltd. (hereinafter referred to as the Company) hereby assure that there are not any false records, misleading statements or significant omissions in the materials of this Report, and that they would shoulder any individual and joint responsibility for the authenticity, accuracy and completeness of its contents.

1.2 No director has declared that he/she could not guarantee the authenticity, accuracy and completeness of the contents in this Quarterly Report or that he/she has any objections.

1.3 Name list of absent directors from the meeting

Name of absent director	Reason	Name of assignee
Hou Liying	Business	Zong Dechun
Guo Hongzhuang	Personal affairs	Shao Zhihe

1.4 The Financial Report of this report period has not been audited.

1.5 Shao Zhihe, person in charge of the Company, Guo Hongzhuang, person in charge of accounting work, and Chen Jincai, accounting supervisor, hereby confirm that the Financial Report enclosed in this Quarterly Report is true and complete.

§2. Company Profile

2.1 Basic information

Short form of the stock	SHENSHENFANG A, SHENSHENFANG B	Short form before change (if have)	G SHENSHENFANG
Stock code	000029, 200029		
	Secretary of the Board	Securities Affairs Representative	
Name	Chen Ji	Feng Hongwei	
Contact address	47/F, SPG Plaza, Renmin South Road, Shenzhen	47/F, SPG Plaza, Renmin South Road, Shenzhen	
Telephone	0755-82293000-4718, 4715	0755-82293000-4718, 4715	
Fax	0755-82294024	0755-82294024	
E-mail	spg@163.net	spg@163.net	

2.2 Financial information

2.2.1 Major accounting data and financial indexes

Unit: RMB

	At the end of the report period	At the end of the previous year	Increase/decrease at the end of the report period compared with that at the end of the last year (%)
Total assets	2,474,964,328.57	2,280,306,748.29	8.54%
Shareholders' equity (excluding minority interests)	1,067,755,136.97	1,056,972,101.87	1.02%
Net assets per share	1.0554	1.0448	1.01%

Net assets per share after adjustment	0.9842	0.9840	0.02%
	The report period	From the beginning of the year to the end of the report period	Year-on-year Increase/decrease during the report period (%)
Net cash flow arising from operating activities	75,910,142.32	311,736,557.91	74.81%
Earnings per share	0.0034	0.0107	-83.73%
Earnings per share (note)	0.0034	-	-
Return on equity	0.32%	1.01%	-84.61%
Return on equity after deducting non-recurring gains and losses	0.34%	1.47%	120.36%

Items of non-recurring gains and losses	Amount
Income(loss) of equity	1,134,962.50
Non-operating income	154,388.45
Non-operating expense	1,445,856.85
Total	-156,037.50

2.2.2 Financial statement

2.2.2.1 Balance Sheet

Prepared by: Shenzhen Special Economic Zone Real Estate & Properties (Group) Co., Ltd.

Sep. 30, 2006

Unit: RMB

Items	Amount at the end of the period		Amount at the end of the last year	
	Consolidation	Parent company	Consolidation	Parent company
Current assets:				
Monetary funds	590,686,168.37	457,426,021.06	310,856,949.28	232,112,611.55
Short-term investment	1,701,614.79	403,211.25	1,704,214.79	403,211.25
Notes receivable				
Dividends receivable				
Interests receivable				
Accounts receivable	35,377,247.61	31,422,070.65	30,691,905.02	24,108,795.35
Other receivable	128,225,175.37	657,572,541.63	128,507,309.91	612,067,308.46
Accounts in advance	8,247,674.99		11,667,789.13	250,000.00
Subsidy receivable	2,709,559.67		4,186,557.27	
Inventories	1,251,093,904.27	753,060,955.50	1,326,105,743.84	930,275,930.54
Prepaid expense	23,126,860.53	19,644,245.17	14,169,079.43	11,686,359.97
Long-term debt investment due within 1 year				
Other current assets				
Total current assets	2,041,168,205.60	1,919,529,045.26	1,827,889,548.67	1,810,904,217.12
Long-term investment:				
Long-term equity investment	163,944,878.74	193,737,720.09	164,643,553.06	200,389,415.15
Long-term debt investment	85,093,435.25		85,093,435.25	
Total long-term investment	249,038,313.99	193,737,720.09	249,736,988.31	200,389,415.15
Consolidation difference				
Fixed assets				
Fixed assets-at cost	337,062,254.25	254,135,745.55	357,721,392.41	253,936,243.55
Less: Accumulated	151,681,299.71	101,804,061.73	154,617,219.39	95,711,834.83

depreciation				
Fixed assets-net book value	185,380,954.54	152,331,683.82	203,104,173.02	158,224,408.72
Less: impairment loss	1,400,491.00	1,400,491.00	1,400,491.00	1,400,491.00
Fixed assets-net book amount	183,980,463.54	150,931,192.82	201,703,682.02	156,823,917.72
Construction materials				
Construction in project				
Disposal of fixed assets				
Total fixed assets	183,980,463.54	150,931,192.82	201,703,682.02	156,823,917.72
Intangible and other assets:				
Intangible assets	11,905.60		35,782.60	
Long-term prepaid expenses	765,439.84	289,840.72	940,746.69	254,920.72
Other long-term assets				
Total intangible and other assets	777,345.44	289,840.72	976,529.29	254,920.72
Deferred tax:				
Deferred tax assets				
Total assets	2,474,964,328.57	2,264,487,798.89	2,280,306,748.29	2,168,372,470.71
Current liabilities:				
Short-term loans	263,062,414.40	221,361,720.00	291,474,378.56	262,474,378.56
Notes payable				
Accounts payable	28,808,916.70	13,629,614.11	45,093,987.01	17,290,032.34
Advance from customers	506,937,880.83	359,450,800.43	302,259,671.44	224,622,684.36
Salary payable	14,011,287.16	9,955,835.28	16,517,761.36	11,621,904.33
Welfare payable	10,774,593.93	7,859,214.51	10,506,303.98	6,934,954.14
Dividends payable				
Taxes payable	104,013.29	2,304,646.72	8,295,637.00	8,601,273.82
Other payments	65,367.81	26,499.95	187,356.70	121,780.00
Other payables	355,622,176.48	397,592,930.22	315,966,218.35	355,649,346.45
Accrued expenses	64,356,882.11	46,026,803.49	94,010,642.58	75,551,744.85
Foreseeable liabilities				
Long-term liabilities due within 1 year			26,500,000.00	10,000,000.00
Other current liabilities				
Total current liabilities	1,243,743,532.71	1,058,208,064.71	1,110,811,956.98	972,868,098.85
Long-term liabilities:				
Long-term loans	160,000,000.00	110,000,000.00	110,000,000.00	110,000,000.00
Bonds payable				
Long-term payable	21,410,174.60		20,659,024.96	
Special payable				
Other long-term liabilities				
Total long-term	181,410,174.60	110,000,000.00	130,659,024.96	110,000,000.00

liabilities				
Deferred tax:				
Deferred tax liabilities				
Total liabilities	1,425,153,707.31	1,168,208,064.71	1,241,470,981.94	1,082,868,098.85
Minority interests	-17,944,515.71		-18,136,335.52	
Owner's equity (Shareholders' equity):				
Paid-up capital (or share capital)	1,011,660,000.00	1,011,660,000.00	1,011,660,000.00	1,011,660,000.00
Less: investment returned				
Net paid-up capital (or share capital)	1,011,660,000.00	1,011,660,000.00	1,011,660,000.00	1,011,660,000.00
Capital reserve	978,244,858.10	978,244,858.10	978,244,858.10	978,244,858.10
Surplus public reserve	118,910,686.94	113,936,295.79	118,910,686.94	113,936,295.79
Including: Statutory public welfare funds	115,594,455.18	113,936,295.79	115,594,426.18	113,936,295.79
Retained profit	-1,030,938,601.20	-1,007,561,419.71	-1,041,713,963.52	-1,018,336,782.03
Including: cash dividends				
Unconfirmed investment losses				
Cumulative translation adjustments	-10,121,806.87		-10,129,479.65	
Total owner's equity (or shareholders' equity)	1,067,755,136.97	1,096,279,734.18	1,056,972,101.87	1,085,504,371.86
Total liabilities and owner's equity (shareholder's equity)	2,474,964,328.57	2,264,487,798.89	2,280,306,748.29	2,168,372,470.71

Legal representative: Shao Zhihe Person in charge of accounting work: Guo Hongzhuang
Accounting supervisor: Chen Jincai

2.2.2.2 Statement of Profit and Profit Distribution as of this report period

Prepared by: Shenzhen Special Economic Zone Real Estate & Properties (Group) Co., Ltd.

Jun.-Sep.2006

Unit: RMB

Items	In this report period		The same period of last year	
	Consolidation	Parent company	Consolidation	Parent company
I. Income from main operations	162,624,796.12	74,744,498.91	97,621,106.91	21,408,837.98
Less: Cost of main operations	126,250,818.03	54,568,734.84	78,095,150.46	15,468,458.20
Taxes and extras of main operations	7,890,852.48	4,226,578.46	3,262,711.13	1,112,206.02
II. Profit from main operations (losses listed with "-")	28,483,125.61	15,949,185.61	16,263,245.32	4,828,173.76
Add: Profit from other operations (losses listed with "-")	166,874.03	46,881.44	45,320.90	
Less: Operating expense	3,991,167.44	923,330.36	10,901,519.19	2,311,680.23
Administrative expense	15,799,087.48	7,223,893.16	19,236,074.89	8,778,612.78
Financial expense	5,143,210.21	3,175,059.02	3,109,055.12	1,656,284.99
III. Operating profit (losses listed with "-")	3,716,534.51	4,673,784.51	-16,938,082.98	-7,918,404.24
Add: Investment income (losses listed with "-")	1,134,962.50	112,032.12	38,143,125.45	29,080,843.47
Subsidy income				

Non-operating income	154,388.45	25,004.00	134,575.51	53,132.00
Less: Non-operating expenses	1,445,856.85	1,385,314.44	148,870.69	43,551.50
IV. Total profit (losses listed with "-")	3,560,028.61	3,425,506.19	21,190,747.29	21,172,019.73
Less: Income taxes	132,387.42		244,973.64	
Minority interests	2,135.00		-226,246.08	
Add: Unconfirmed investment losses of the report period				
V. Net profit (losses listed with "-")	3,425,506.19	3,425,506.19	21,172,019.73	21,172,019.73
Add: Retained earnings at the year-begin	-1,041,713,963.52	-1,018,336,782.03	-1,053,814,164.31	-1,046,040,335.68
Other transfer-ins				
VI. Profit available for distribution	-1,038,288,457.33	-1,014,911,275.84	-1,032,642,144.58	-1,024,868,315.95
Less: appropriating statutory surplus reserve				
Appropriating statutory public welfare reserve				
Appropriating employees' bonus and welfare funds				
Appropriating reserve funds				
Appropriating enterprise's development funds				
Investment returned from profit				
VII. Profit available for distribution to investors	-1,038,288,457.33	-1,014,911,275.84	-1,032,642,144.58	-1,024,868,315.95
Less: Dividend for preferred shares payable				
Appropriating discretionary reserve				
Dividend for ordinary shares payable				
Dividend for ordinary shares converted to capital (share capital)				
VIII. Retained earnings	-1,038,288,457.33	-1,014,911,275.84	-1,032,642,144.58	-1,024,868,315.95
Profit statement (Supplemental information)				
1. Profit from selling or disposing branch or investee				
2. Losses from natural disaster				
3. Increase (or decrease) in total profit due to the changes of accounting policies				
4. Increase (or decrease) in total profit due to the changes of accounting estimation				
5. Loss on debts restructure				
6. Others				

Legal representative: Shao Zhihe Person in charge of accounting work: Guo Hongzhuang
Accounting supervisor: Chen Jincai

2.2.2.3 Statement of Profit and Profit Distribution from the beginning of the year to the end of the report period

Prepared by: Shenzhen Special Economic Zone Real Estate & Properties (Group) Co., Ltd.

Jan.-Sep.2006

Unit: RMB

Items	From the beginning of the year to the end of the report period		The same period of last year	
	Consolidation	Parent company	Consolidation	Parent company
I. Income from main operations	557,019,471.90	269,638,468.27	269,669,055.20	82,311,659.45
Less: Cost of main operations	445,291,972.85	204,317,102.49	206,727,798.13	50,406,705.72
Taxes and extras of main operations	24,638,234.74	14,793,864.90	10,079,471.56	4,206,746.02
II. Profit from main operations (losses listed with "-")	87,089,264.31	50,527,500.88	52,861,785.51	27,698,207.71
Add: Profit from other operations (losses listed with "-")	1,060,032.65	802,358.56	252,268.29	
Less: Operating expense	14,108,661.75	5,338,305.47	17,152,778.15	5,525,632.05
Administrative expense	41,172,537.43	14,205,541.66	55,982,457.32	27,769,107.38
Financial expense	16,572,783.34	11,034,282.81	22,446,037.11	19,226,957.96
III. Operating profit (losses listed with "-")	16,295,314.44	20,751,729.50	-42,467,218.78	-24,823,489.68
Add: Investment income (losses listed with "-")	786,288.18	-4,247,294.32	48,491,451.13	30,237,413.13
Subsidy income				
Non-operating income	376,337.59	42,387.47	291,810.56	93,132.06
Less: Non-operating expenses	6,127,583.66	5,771,460.33	1,300,321.74	113,152.50
IV. Total profit (losses listed with "-")	11,330,356.55	10,775,362.32	5,015,721.17	5,393,903.01
Less: Income taxes	363,174.42		608,648.78	
Minority interests	191,819.81		-986,830.62	
Add: Unconfirmed investment losses of the report period				
V. Net profit (losses listed with "-")	10,775,362.32	10,775,362.32	5,393,903.01	5,393,903.01
Add: Retained earnings at the year-begin	-1,041,713,963.52	-1,018,336,782.03	-1,053,814,164.31	-1,046,040,335.68
Other transfer-ins				
VI. Profit available for distribution	-1,030,938,601.20	-1,007,561,419.71	-1,048,420,261.30	-1,040,646,432.67
Less: appropriating statutory surplus reserve				
Appropriating statutory public welfare reserve				
Appropriating employees' bonus and welfare funds				
Appropriating reserve funds				
Appropriating enterprise's development funds				
Investment returned from profit				
VII. Profit available for distribution to investors	-1,030,938,601.20	-1,007,561,419.71	-1,048,420,261.30	-1,040,646,432.67
Less: Dividend for preferred shares payable				
Appropriating discretionary reserve				
Dividend for ordinary shares payable				
Dividend for ordinary shares converted to capital (share capital)				
VIII. Retained earnings	-1,030,938,601.20	-1,007,561,419.71	-1,048,420,261.30	-1,040,646,432.67
Profit statement (Supplemental information)				
1. Profit from selling or disposing				

branch or investee				
2. Losses from natural disaster				
3. Increase (or decrease) in total profit due to the changes of accounting policies				
4. Increase (or decrease) in total profit due to the changes of accounting estimation				
5. Loss on debts restructure				
6. Others				

Legal representative: Shao Zhihe Person in charge of accounting work: Guo Hongzhuang
Accounting supervisor: Chen Jincai

2.2.2.4 Cash flow statement from the beginning of the year to the end of the report period

Prepared by: Shenzhen Special Economic Zone Real Estate & Properties (Group) Co., Ltd.

Jan-Sep. 2006

Unit: RMB

Items	From the beginning of the year to the end of the report period	
	Consolidation	Parent Company
Ⅰ. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	762,639,335.94	405,866,516.79
Write-back of tax received	8,946,323.15	
Other cash received concerning operating activities	300,709,000.40	130,109,454.60
Subtotal of cash inflows:	1,072,294,659.49	535,975,971.39
Cash paid for purchasing commodities and receiving labor service	343,436,411.36	31,191,953.80
Cash paid to/for staff and workers	53,688,550.24	16,992,536.51
Taxes paid	49,424,985.91	35,637,420.71
Other cash paid concerning operating activities	314,008,154.07	164,349,394.49
Subtotal of cash outflows:	760,558,101.58	248,171,305.51
Net cash flows arising from operating activities	311,736,557.91	287,804,665.88
II. Cash flows arising from investing activities:		
Cash received from recovering investment	5,200.00	
Cash received from investment income	125,000.00	25,000.00
Net cash received from disposal of fixed, intangible and other long-term assets	179,700.00	
Other cash received concerning investing activities		
Subtotal of cash inflows:	309,900.00	25,000.00
Cash paid for purchasing fixed, intangible and other long-term assets	1,507,052.00	234,422.00
Cash paid for investment		
Other cash paid concerning investing activities		
Subtotal of cash outflows:	1,507,052.00	234,422.00
Net cash flows arising from investing activities	-1,197,152.00	-209,422.00
Ⅲ. Cash flows arising from financing		

activities		
Cash received from absorbing investment		
Cash received from loans	209,370,727.13	128,471,720.00
Other cash received concerning financing activities		
Subtotal of cash inflows:	209,370,727.13	128,471,720.00
Cash paid for settling debts	214,556,916.69	175,308,378.56
Cash paid for dividend and profit distributing or interest paying	24,296,425.07	15,445,175.81
Other cash paid concerning financing activities	1,227,572.19	
Subtotal of cash outflows:	240,080,913.95	190,753,554.37
Net cash flows arising from financing activities	-30,710,186.82	-62,281,834.37
IV. Influence on cash due to fluctuation in exchange rate		
V. Net increase of cash and cash equivalents	279,829,219.09	225,313,409.51
Supplemental information		
1. Adjusting net profit to cash flows for operating activities		
Net profit	10,775,362.32	10,775,362.32
Add: Appropriated reserve for devaluation of assets	191,819.81	
Depreciation of fixed assets	9,213,741.33	6,092,226.90
Amortization of intangible assets	23,877.00	
Amortization of long-term prepaid expense	666,660.56	
Decrease of deferred and prepaid expenses (less: increase)	-9,192,452.90	-7,957,885.20
Increase of accrued expenses (less: decrease)	-19,938,355.58	-29,524,941.36
Loss on disposal of fixed, intangible and other long-term assets (Less: income)	13,252.16	
Loss on rejection of fixed assets		
Financial expenses	25,022,619.21	18,852,722.13
Investment loss (Less: income)	-786,288.18	4,247,294.32
Deferred tax liabilities (Less: assets)	141,860,343.04	177,214,975.04
Decrease of inventories (Less: increase)		
Decrease of receivables in operating (Less: increase)	-204,168,534.62	-74,527,583.06
Increase of payables in operating (Less: decrease)	358,605,334.65	182,632,494.79
other	-550,820.89	
Minority interests		
Net cash flows arising from operating activities	311,736,557.91	287,804,665.88
2. Investment and financing activities without cash movement		
Capital converted from debts		
Convertible bonds due within one year		
Financing leased fixed assets		
3. Net increase of cash and cash equivalents:		
Balance of cash at the period-end	590,686,168.37	457,426,021.06
Less: Balance of cash at the period-begin	310,856,949.28	232,112,611.55
Add: Balance of cash equivalents at the period-end		
Less: Balance of cash equivalents at the		

period-begin		
Net increase of cash and cash equivalents	279,829,219.09	225,313,409.51

Legal representative: Shao Zhihe Person in charge of accounting work: Guo Hongzhuang
Accounting supervisor: Chen Jincai

2.3 Total number of shareholders at the end of the report period and shares held by the top ten shareholders

Total number of shareholders at the end of report period		94,197
Particulars about shares held by the top ten shareholders not subject to moratorium		
Name of shareholders (full name)	**Number of holding shares not subject to moratorium**	**Type (A, B, H and other)**
YANG CONG RONG	1,105,400	B-share
HE CHANG JIN	1,000,000	B-share
GUO YI HONG	847,700	A-share
MIN ZHEN	826,100	A-share
CAI HUA	780,000	A-share
SHANGHAI WANGUO SECURITIES (H.K.) LTD.	753,434	B-share
SU YAN QIN	742,961	A-share
CHU KOON YUK	720,000	B-share
CORE PACIFIC-YAMAICHI INTERNATIONAL(A.K.)LIMITED	697,189	B-share
GUOTAI JUNAN SECURIES HONG KONG LIMITED	682,600	B-share

§3. Discussion and analysis of the Management

3.1 Brief analysis of total status of operating activities in the report period

3.1.1 Particulars about main industries or products taking over 10% of the total amount of income from main operations or profit of main operations

√ Applicable ☐Inapplicable

Unit: RMB’0000

Main operations classified according to industries			
	Income from main operations	Cost of main operations	Profit ratio of main operations (%)
Development and operation of real estate	27,895.00	20,493.00	26.54%
Property management	6,219.00	4,995.00	19.68%
Other real estate	3,187.00	2,228.00	30.09%
Fitment and Decoration	9,820.00	9,435.00	3.92%
Other industries	8,580.00	7,378.00	14.01%
Including: related transaction	0.00	0.00	0.00%
Main operations classified according to products			
Residence	24,397.00	18,444.00	24.40%
Shop	2,305.00	863.00	62.55%
Office building	1,193.00	1,186.00	0.65%
Including: related transaction	0.00	0.00	0.00%

3.1.2 Seasonal or periodic characteristics of the operations of the Company

☐Applicable √ Inapplicable

3.1.3 Breakdown of profit in the report period (significant changes of the proportions taken up of the total profit by the profit from main operations, profit from other operations, period expenses, investment income, subsidy income and net non-operating income and expense compared with that of the last report period, and explanation on reasons)

□Applicable √Inapplicable

3.1.4 Explanation on material change of main operation and its structure compared with that of the previous report period and explanations on the reasons

□Applicable √Inapplicable

3.1.5 Explanation of reason and material change of profitability capability of main operations (profit ratio) compared with that of the previous report period

□Applicable √Inapplicable

3.2 Analysis and explanation of significant events and the influence and solutions

Non-operating capital occupation and clearing progress

□Applicable √Inapplicable

3.3 Changes of the accounting policies, accounting estimation and consolidation scope as well as significant accounting errors, and explanations on the reasons

□Applicable √Inapplicable

3.4 Relevant explanations given by the Board of Directors and the Supervisory Committee under the situation of being given "qualified opinions" after auditing

□Applicable √Inapplicable

3.5 Warnings of possible loss or large-margin change of the accumulated net profit made during the period from the beginning of the year to the end of the next report period compared with the same period of the last year according to prediction, as well as explanations on the reasons

□Applicable √Inapplicable

3.6 Rolling adjustment of annual business plan or budget ever disclosed

□Applicable √Inapplicable

3.7 Special commitment made by the shareholders originally holding nontradable shares in course of share merger reform and their implementations

√Applicable □Inapplicable

Name of shareholder	Special commitment	Commitment implementation
Shenzhen Investment Holding Co., Ltd.	Nontradable shares held by it would not be traded or transferred within 12 months from the date the Share Merger Reform Plan was implemented; after the expiration of the aforesaid promise, the proportion in the total shares of the Company taken up by the originally nontradable shares sold through listing and trading at Stock Exchange would not exceed five percent within 12 months, and not exceed ten percent within 24 months.	implementing strictly
Shenzhen Investment Holding Co., Ltd.	The nontradable shareholder of the Company promised on the relevant matters related with the share merger reform of SPG: "1. the company would abide by the relevant laws, regulations and rules, and fulfilling the legal responsibilities	implementing strictly

	promised obligation; 2. the company declared: "The Promisor would dutifully fulfill its commitments and shoulder corresponding legal responsibilities. Only if the assignee agree and have the ability to shoulder the commitment responsibility, the Promisor would never transfer the shares held by it."; and, 3. the company made the commitment: "The Promisor hereby promises that, should the Promisor failed to fulfill its commitment or not fully fulfill its commitment, it would compensate other shareholders for their losses suffered thereafter".	
Shenzhen Construction Investment Holding Corp.	Commitments of consideration paid by the controlling shareholder in course of shares transfer: herein Shenzhen Construction Investment Holdings Corporation, the controlling shareholder of SPG, did not transfer its shares of SPG to Shenzhen Investment Holdings Co., Ltd., and share transfer procedure was in handling, if shares transfer procedure would finish before the date of accomplishment of share merger reform plan of SPG, then the consideration would be arranged by Shenzhen Investment Holdings Co., Ltd., while, if shares transfer procedure would finish after the date of accomplishment of share merger reform plan of SPG, then the consideration would be arranged by Shenzhen Construction Investment Holdings Corporation. Shenzhen Investment Holdings Co., Ltd. promised that it would continue to perform the commitments made by Shenzhen Construction Investment Holdings Corporation in share merger reform after accomplishment of share transfer procedure.	Completed implementation

3.8 Explanations by companies that have not entered into the share merger reform by the disclosure date of the 3rd quarterly report

□Applicable √Inapplicable