China International Marine Containers (Group) Co., Ltd.

The First Quarterly Report 2008

§1. Important Notice

1.1 The Board of Directors, the Supervisory Committee and directors, supervisors and senior management of China International Marine Containers (Group) Co., Ltd. (hereinafter referred to as "the Company") warrant that this report does not contain any false or misleading statements or omit any material facts and all information set forth herein are true, accurate and complete.

The report was prepared with Chinese version and English version, in case that there are ambiguities in understanding, the Chinese version is prevailing.

1.2 No director, supervisor or senior management stated that he (she) could not ensure the correctness, accuracy and completeness of the contents of the Interim Report or have objection for this report.

1.3 All directors attended the Board meeting.

1.4 The Financial Report of the first quarterly report period has not been audited.

1.5 Mr. Fu Yuning, Chairman of the Board of the Company, Mr. Mai Boliang, President of the Company, and Mr. Jin Jianlong, General Manager of Financial Management Dept. hereby confirm that the Financial Report enclosed in the Interim Report is true and complete.

§ 2 Company Profile

2.1 Main accounting data and financial indicators

Unit: RMB '000Yuan

	At the period-end of this report period	At the period-end of last year	Increase/decrease (%)
Total assets	46,036,406	40,391,920	13.97%
Owner's equity (or shareholders' equity)	16,360,178	15,913,757	2.81%
Net assets per share	6.1449	5.9772	2.81%
	At the period-end of this report period	At the period-end of last year	Increase/decrease (%)
Net profit	405,811	578,931	-29.90%
Net cash flow arising from operating activities	-4,110,877	-1,300,742	216.04%
Net cash flow per share arising from operating activities	-1.54	-0.49	216.04%
Basic earnings per share	0.1524	0.2174	-29.90%
Diluted earnings per share	0.1524	0.2174	-29.90%

Return on equity	2.48%	4.56%	-2.08%
Return on equity after deducting non-recurring gains and losses	2.42%	4.53%	-2.11%

Items of non-recurring gains and losses

Unit: RMB ’000 Yuan

Items of non-recurring gains and losses	From the beginning of the year to the end of the report period
Government subsidy	4,871
Non-operating income	8,017
Non-operating expenses	-1,421
Tax effects of the above items	-398
Effect of non-recurring gains and losses on minority interests	-5660
Total	10,503

Reconciliation of the Group’s consolidated results and net assets prepared under International Financial Reporting Standards (“IFRS”) and the PRC Accounting Rules and Regulations

Item	***Profit attributable to equity shareholders of the Company for the nine months ended*** *31 March 2008*	***Total equity attributable to equity shareholders of the Company at*** *31 March 2008*
	RMB’000	RMB’000
Prepared under IFRSs	405,842	18,015,736
Adjustments to align with PRC Accounting Rules and regulations:		
(i) Others	(31)	(14,107)
Prepared under the PRC Accounting Rules and regulations	405,811	18,001,629

2.2 Total number of shareholders at the end of the report period and statement on shares held by the top ten shareholders holding tradable shares

Unit: Share

Total number of shareholders	**356,923** shareholders in total, including **306,814** shareholders of A-share and **50,109** shareholders of B-share	
Particulars about shares held by the top ten shareholders holding shares not subject to trading moratorium		
Name of shareholders	Number of shares not subject to trading moratorium held	Category of share

COSCO CONTAINER INDUSTRIES LIMITED	432,171,843	RMB ordinary shares
Industrial & Commercial Bank of China—Hua An Mid-Cap & Small-Cap Growth Stock Fund	9,886,651	RMB ordinary shares
Industrial & Commercial Bank of China—Rongtong Shenzhen Stock Exchange 100 Index Securities Investment Fund	7,387,428	RMB ordinary shares
Bank of China—Harvest Shanghai-Shenzhen 300 Index Securities Investment Fund	5,506,314	RMB ordinary shares
Guangzhou Steel & Iron Enterprises Group	5,018,914	RMB ordinary shares
Industrial & Commercial Bank of China—E-Fund Shenzhen Stock Exchange 100 Index Exchange Traded Fund	4,128,468	RMB ordinary shares
Jiujia Investment Fund	3,654,791	RMB ordinary shares
Industrial Securities Co., Ltd	3,500,125	RMB ordinary shares
Bank of Communications—Hanxing Investment Fund	3,242,447	RMB ordinary shares
China Construction Bank— Boshi Yufu Securities Investment Fund	3,225,374	RMB ordinary shares
Top 10 B-share shareholders	Number of shares not subject to trading moratorium held	Category of share
China Merchants (CIMC) Investment Limited	432,171,844	Domestically listed foreign shares
China Merchants (CIMC) Holdings Limited	173,643,136	Domestically listed foreign shares
COSCO Container Industries Limited	148,320,037	Domestically listed foreign shares
CMBLSA RE FTIF TEMPLETON ASIAN GRW FD GTI 5496	58,257,531	Domestically listed foreign shares
China Merchants Securities (HK) Co., Limited	29,202,655	Domestically listed foreign shares
LONG HONOUR INVESTMENTS LIMITED	25,322,106	Domestically listed foreign shares
HTHK/CMG FSGUFP-CMG FIRST STATE CHINA GROWTH FD	19,040,720	Domestically listed foreign shares
FTIF TEMPLETON BRIC FUND	14,820,350	Domestically listed foreign shares
MIRAE ASSET CHINA SOLOMON EQUITY INVESTMENT TRUST 1	14,691,450	Domestically listed foreign shares
TOYO SECURITIES ASIA LIMITED-A/C CLIENT.	12,132,219	Domestically listed foreign shares

§3 Significant Events

3.1 Particular about large-margin change of main accounting statement item and financial index and its reason

√ Applicable ☐Inapplicable

Income from main operations increased year-on-year, which was mainly because of raising price of containers and rapid growth in production and sales of vehicle. From Jan.–Mar. 2008, accumulative sales of various containers of the Group amounted to 482,900, 3.12% up year-on-year. Accumulative sales of various road transportation vehicles amounted 27,200, 28.82% up year-on-year.

From Jan.–Mar. 2008, net profit decreased 29.90% year-on-year, which was mainly because of decrease of income by a large margin due to change of fair value.

Transaction monetary assets increased 48.1% year-on-year, and transaction monetary liabilities increased 91.4& year-on-year, which was mainly because of changes in fair value of financial derivative instruments.

Account prepaid increased 129.4% year-on-year, which was because of the purchase of raw materials.

Short-term loan increased 89.3% years-on-year, and long-term loan increased 49.6% year-on-year, which was because of expanding of operating scale.

Deposit received increased 59.6% year-on-year, which because operating scale of vehicle business expanded.

Interest payable increased 48.3% year-on-year, which was because of the increase of loan.

Tax payable increased 57.1% year-on-year, which was because of expanding of purchase scale of raw materials.

Financial Expenses increased 152.9% year-on-year, which was because of increase of loan.

Asset impairment loss increased 75.2% year-on-year due to increase of bad debt reserves.

The profit and losses on the changes in fair value decreased 668.2% year-on-year, which was because of stock investment and value changes in financial derivative instruments.

Minority shareholders' equity increased 111.9% year-on-year, which was because to merger of subsidiary company with large proportion of minority shareholders' equity.

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

√Applicable ☐Inapplicable

Sharp Vision Holdings Limited, wholly-owned subsidiary company of China International Marine Containers (Group) Co., Ltd, signed agreements with Leung Kee Holdings Limited and Bright Touch Investment Limited on 12 Mar. 2008: Sharp Vision Holdings Limited acquired shares of Yantai Raffles Shipyard Limited (referred to as Yantai Raffles Shipyard hereinafter) amounting to 81,776,500 held by the seller, which took up 29.90% of shares issued by Yantai Raffles Shipyard. According to the price of NOK 38 per share with cash payment, the fund amounted to NOK 3,107,507,000, which equaled to USD 565,535,961. Details of relevant transaction referred to Public Notice on Acquisition of shareholdings of Yantai Raffles Shipyard Limited by China International Marine Containers (Group) Co., Ltd with document No. [2008-004], which was published in China Securities Journal, Shanghai Securities News, Securities Times and Hong Kong Ta Kung Pao dated 13 Mar. 2008.

At present, the transaction was in the processing of approval by relevant ministry of P.

R. C and verification by relevant government institute of Signapore.

3.3 The fulfillment of the commitment made by the Company, shareholders and the actual controller

√ Applicable ☐Inapplicable

COSCO Container Industries Limited, shareholder of the Company, made commitments as follows in the processing of share merger reform:

(1) No trading and transfer may be taken within 12 months as of the date when the share merger reform was implemented, and original non-tradable shares could not be sold through listing and trading on Shenzhen Stock Exchange according to relevant regulations,

(2) After expiration of the above commitment, in line with relevant provisions, original non-tradable shares could be sold through listing and trading on Shenzhen Stock Exchange, but proportion of number of shares in total shares of the Company shall not exceed 5 percent within 12 months, as well as not exceed 10 percent within 24 months.

Fulfillment: COSCO Container Industries Limited strictly fulfilled the relevant commitment in scheme of share merger reform.

3.4 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

3.5 Other significant events

3.5.1 Securities investment

√ Applicable ☐Inapplicable

Unit: RMB’000Yuan

Sequence No.	Type of securities	Securities code	Short form of securities	Initial investment amount (Yuan)	Holding number	Book value in period-end	Proportion of total securities in period-end（%）	Gains/losses in the report period
1	A-share	600036	China Merchant Bank	312,719	9,326,628	300,038	52.35%	-12,681
2	A-share	601166	Industrial Bank	8,979	200,000	7,364	1.28%	-1,615
3	H-share	003968	China Merchant	60,016	2,900,000	70,474	12.30%	10,458

			Bank					
4	H-share	003808	Sinotruk (Hong Kong) Ltd.	5,866	500,000	3,359	0.59%	-2,507
5	H-share	000368	Sinotrans Shipping Ltd.	22,325	2,996,500	13,834	2.41%	-8,491
6	B-share	200002	VANKE	87,996	4,384,695	68,400	11.93%	-19,596
Other securities investments held in period-end				112,056	-	109,687	19.14%	-2,369
Securities investment gain/loss sold out in the period				-	-	-	-	-41,102
Total				609,957	-	573,156	100%	-77,903

3.5.2 Equity of other listed companies the Company held

√ Applicable ☐Inapplicable

Unit: RMB'000Yuan

Stock code	Short form of stock	Initial investment amount	Equity proportion in that of this company	Book value at the period-end	Profit and loss in the report period	Change in the owners' equity in the report period
600036	China Merchants Bank	239,973	0.93%	4,410,824	0.00	584,088
601328	Bank of Communication	276,500	0.07%	326,900	0.00	0.00
Total		516,473	-	4,737,724	0.00	584,088

3.5.3 Interviews, communications and visits in the reporting period

Date	Venue	Manner	Visitors	Topics discussed and information provided
10 Jan. 2008	The Company	Field investigation	Industrial Securities	Operation of the Company
14 Jan. 2008	The Company	Field investigation	Customers of Merrill Lynch	Operation of the Company
19 Jan. 2008	The Company	Field investigation	Credit Suisse Asset Management (Singapore) Limited	Operation of the Company
23 Jan. 2008	The Company	Communication by telephone	Customer of DBS Vickers (HK) Ltd	Operation of the Company
25 Feb. 2008	The Company	Field investigation	BOCI. Goldman Sachs （China） L. L. C.	Development strategy and operation of the Company
27 Feb. 2008	The Company	Field investigation	Rongtong Fund Management Co., Ltd and Shanghai Broad Vision Investment Co., Ltd	Operation of the Company
28 Feb. 2008	The Company	Field investigation	Runhui Investment Co., Ltd	Development strategy and operation of the Company
03 Mar. 2008	The Company	Field investigation	Guosen Securities	Operation of the Company
06 Mar. 2008	The Company	Field investigation	Japan TY Advisers Co., Ltd	Development strategy and

				operation of the Company
07 Mar. 2008	The Company	Field investigation	Fidelity Securities	Development strategy and operation of the Company
12 Mar. 2008	The Company	Field investigation	Dongguan Securities	Development strategy and operation of the Company
13 Mar. 2008	The Company	Field investigation	Morgan Stanley	Operation of the Company
18 Mar. 2008	The Company	Field investigation	First-trust Fund Management Co., Ltd.	Operation of the Company
28 Mar. 2008	The Company	Field investigation	LM Investment Management Hong Kong Ltd	Operation of the Company

§4 Attachment

4.1 Consolidated balance sheet at 31 March 2008 (unaudited)

	31 March 2008		31 December 2007	
	USD'000	RMB'000	USD'000	RMB'000
Assets				
Current assets				
Cash at bank and on hand	410,842	2,883,699	418,175	3,054,432
Financial assets held for trading	195,085	1,369,305	126,550	924,340
Bills receivable	55,504	389,579	103,741	757,747
Accounts receivable	1,446,514	10,153,083	1,218,445	8,899,769
Prepayments	553,507	3,885,068	231,912	1,693,935
Interest receivable	800	5,615	684	4,997
Dividends receivable	291	2,042	291	2,125
Other receivables	133,311	935,707	157,067	1,147,246
Inventories	1,315,468	9,233,273	1,056,294	7,715,381
Other current assets	13,027	91,438	9,818	71,713
Non-current assets due within one year	12,031	84,444	13,021	95,109
Total current assets	4,136,380	29,033,253	3,335,998	24,366,794
Non-current assets				
Available-for-sale financial assets	674,986	4,737,724	568,664	4,153,636
Long-term receivables	28,527	200,228	27,196	198,643
Long-term equity investments	150,109	1,053,612	124,972	912,822
Investment property	6,973	48,945	6,713	49,031
Fixed assets	903,856	6,344,166	868,203	6,341,530
Construction in progress	143,815	1,009,436	94,946	693,507
Intangible assets	325,366	2,283,744	323,152	2,360,367
Goodwill	140,198	984,048	133,889	977,949
Long-term deferred expenses	5,439	38,173	4,913	35,890
Deferred tax assets	43,179	303,077	41,312	301,751
Total non-current assets	2,422,448	17,003,153	2,193,960	16,025,126
Total assets	6,558,828	46,036,406	5,529,958	40,391,920

4.1 Consolidated balance sheet at 31 March 2008 (unaudited)

	31 March 2008		31 December 2007	
	USD'000	RMB'000	USD'000	RMB'000
Liabilities and shareholders'equity				
Current liabilities				
Short-term loans	727,340	5,105,200	369,179	2,696,559
Financial liabilities held for trading	92,266	647,612	46,327	338,379
Bills payable	380,722	2,672,289	345,679	2,524,909
Accounts payable	1,035,967	7,271,453	955,561	6,979,610
Advances from customers	120,573	846,302	72,613	530,379
Employee benefits payable	118,134	829,179	128,241	936,688
Taxes payable	-81,642	-573,046	-49,936	-364,743
Interest payable	19,614	137,670	12,711	92,842
Dividends payable	1,408	9,884	1,408	10,285
Other payables	168,184	1,180,481	191,073	1,395,651
Provisions	90,781	637,195	85,749	626,327
Non-current liabilities due within one year	178,638	1,253,862	187,303	1,368,100
Total current liabilities	2,851,985	20,018,081	2,345,908	17,134,986
Non-current liabilities				
Long-term loans	951,280	6,677,032	610,924	4,462,309
Deferred income	1,598	11,214	1,586	11,587
Special payables	1,003	7,041	1,003	7,327
Deferred tax liabilities	188,262	1,321,409	168,863	1,233,410
Total non-current liabilities	1,142,143	8,016,696	782,376	5,714,633
Total liabilities	3,994,128	28,034,777	3,128,284	22,849,619
Shareholders' equity				
Share capital	328,872	2,662,396	328,872	2,662,396
Capital reserve	535,507	4,121,449	455,603	3,553,473
Surplus reserve	422,695	3,497,045	422,695	3,497,045
Retained earnings	1,022,890	8,080,568	965,799	7,674,757
Foreign currency translation differences	46,817	-2,001,280	22,677	-1,473,914
Total equity attributable to equity holders of the Company	2,356,781	16,360,178	2,195,646	15,913,757
Minority interests	207,919	1,641,451	206,028	1,628,544
Total equity	2,564,700	18,001,629	2,401,674	17,542,301
Total liabilities and shareholders' equity	6,558,828	46,036,406	5,529,958	40,391,920

4.1 Balance sheet at 31 March 2008 (unaudited)

	31 March 2008		31 December 2007	
	USD'000	RMB'000	USD'000	RMB'000
Assets				
Current assets				
Cash at bank and on hand	68,141	478,283	126,931	927,131
Financial assets held for trading	43,796	307,402	24,415	178,335
Bills receivable	-	-	-	-
Accounts receivable	-	-	-	-
Prepayments	-	-	-	-
Interest receivable	-	-	-	-
Dividends receivable	643,137	4,514,175	646,265	4,720,452
Other receivables	782,767	5,494,242	446,112	3,258,492
Inventories	-	-	-	-
Other current assets	-	-	-	-
Non-current assets due within one year	-	-	-	-
Total current assets	1,537,841	10,794,102	1,243,723	9,084,410
Non-current assets				
Available-for-sale financial assets	674,986	4,737,724	568,664	4,153,636
Long-term receivables	-	-	-	-
Long-term equity investments	339,272	2,381,349	317,867	2,321,766
Investment property	-	-	-	-
Fixed assets	18,026	126,522	17,732	129,515
Construction in progress	4,476	31,419	2,094	15,294
Intangible assets	4,916	34,507	4,944	36,108
Goodwill	-	-	-	-
Long-term deferred expenses	944	6,627	1,016	7,421
Deferred tax assets	11,573	81,233	7,991	58,371
Total non-current assets	1,054,193	7,399,381	920,308	6,722,111
Total assets	2,592,034	18,193,483	2,164,031	15,806,521

4.1 Balance sheet at 31 March 2008 (unaudited)

	31 March 2008		31 December 2007	
	USD'000	RMB'000	USD'000	RMB'000
Liabilities and shareholders' equity				
Current liabilities				
Short-term loans	-	-	-	-
Financial liabilities held for trading	11,086	77,810	3,217	23,499
Bills payable	-	-	-	-
Accounts payable	-	-	-	-
Advances from customers	411	2,887	395	2,887
Employee benefits payable	44,744	314,057	44,825	327,412
Taxes payable	16,357	114,813	14,215	103,829
Interest payable	8,126	57,037	2,346	17,136
Dividends payable	-	-	-	-
Other payables	1,989	13,951	11,063	80,806
Non-current liabilities due within one year	173,339	1,216,664	173,339	1,266,100
Total current liabilities	256,052	1,797,219	249,400	1,821,669
Non-current liabilities				
Long-term loans	760,185	5,335,741	435,042	3,177,637
Deferred income	685	4,810	725	5,295
Special payables	-	-	-	-
Deferred tax liabilities	120,288	844,303	102,272	747,018
Total non-current liabilities	881,158	6,184,854	538,039	3,929,950
Total liabilities	1,137,210	7,982,073	787,439	5,751,619
Shareholders' equity				
Share capital	328,872	2,662,396	328,872	2,662,396
Capital reserve	509,156	3,931,180	431,133	3,376,580
Surplus reserve	422,695	3,497,045	422,695	3,497,045
Retained earnings	194,102	1,494,534	193,892	1,493,044
Foreign currency translation differences	-	-1,373,745	-	-974,163
Total equity attributable to equity holders of the Company	1,454,825	10,211,410	1,376,592	10,054,902
Minority interests	-	-	-	-
Total shareholders' equity	1,454,824	10,211,410	1,376,592	10,054,902
Total liabilities and shareholders' equity	2,592,034	18,193,483	2,164,031	15,806,521

4.2 Consolidated income statement or the Three months ended 31 March 2008 (unaudited)

	from 1 January to 31 March 2008		from 1 January to 31 March 2007	
	USD'000	RMB'000	USD'000	RMB'000
Operating income	1,686,487	11,987,885	1,318,202	10,204,598
Less: Operating costs	1,513,140	10,755,701	1,157,363	8,959,500
Business taxes and surcharges	543	3,858	230	1,780
Selling and distribution expenses	34,752	247,024	34,927	270,381
General and administrative expenses	47,164	335,253	44,004	340,645
Financial expenses	14,601	103,785	5,774	44,700
Impairment loss(reversal)	2,811	19,982	1,605	12,421
Add: Gain from changes in fair value	-13,545	-96,282	2,384	18,454
Investment income	7,776	55,271	7,161	55,430
(Including: Income from investment in associates and jointly controlled enterprises)	2,092	14,869	1,499	11,602
Operating profit	67,707	481,271	83,844	649,055
Add: Non-operating income	1,813	12,888	821	6,358
Less:Non-operating expenses	200	1,421	101	781
(Including:Loss from non-current assets disposal)	-	-	-1	-9
Profit before income tax	69,320	492,738	84,564	654,632
Less:Income tax expenses	6,905	49,082	7,266	56,247
Net profit for the year	62,415	443,656	77,298	598,385
Attributable to:				
Equity shareholders of the Company	57,091	405,811	74,785	578,931
Minority shareholders	5,324	37,845	2,513	19,454
Earnings per share				
Net profit attributable to equity holders of the Company				
Basic earnings per share	0.02	0.15	0.03	0.22
Diluted earnings per share	0.02	0.15	0.03	0.22
Net profit attributable to equity holders of the Company after deducting non-operating items				
Basic earnings per share	0.02	0.15	0.03	0.22
Diluted earnings per share	0.02	0.15	0.03	0.22

4.2 Income statement or the Three months ended 31 March 2008 (unaudited)

	from 1 January to 31 March 2008		from 1 January to 31 March 2007	
	USD'000	RMB'000	USD'000	RMB'000
Operating income	4	29	3	20
Less: Operating costs	-	1	-	2
Business taxes and surcharges	-	-	-	-
Selling and distribution expenses	-	-	-	-
General and administrative expenses	4,727	33,599	4,085	31,622
Financial expenses	-5,148	-36,593	-2,871	-22,229
Impairment loss(reversal)	-	-	-	-
Add: Gain from changes in fair value	-12,080	-85,870	2,170	16,796
Investment income	7,622	54,180	4,203	32,538
(Including: Income from investment in associates and jointly controlled enterprises)	-	-	-	-
Operating profit	-4,033	-28,668	5,162	39,959
Add: Non-operating income	697	4,956	187	1,444
Less:Non-operating expenses	37	266	37	289
(Including:Loss from non-current assets disposal)	-	-	-	-
Profit before income tax	-3,373	-23,978	5,312	41,114
Less:Income tax expenses	-3,583	-25,468	-	-
Net profit for the year	210	1,490	5,312	41,114

4.3 Consolidated cash flow statement for the three months ended 31 March 2008 (unaudited)

	from 1 January to 31 March 2008		from 1 January to 31 March 2007	
	USD'000	RMB'000	USD'000	RMB'000
Cash flows from operating activities:				
Cash received from sale of goods and rendering of services	1,426,848	10,142,320	1,085,199	8,400,851
Refund of taxes	109,397	777,615	52,236	404,376
Other cash received relating to operating activities	24,149	171,659	49,483	383,059
Sub-total of cash inflows	1,560,394	11,091,594	1,186,918	9,188,286
Cash paid for goods and services	1,916,935	13,625,959	1,177,541	9,115,697
Cash paid to and for employees	89,979	639,589	66,804	517,154
Cash paid for all types of taxes	42,538	302,366	20,119	155,747
Other cash paid relating to operating activities	89,271	634,558	90,480	700,430
Sub-total of cash outflows	2,138,723	15,202,472	1,354,944	10,489,028
Net cash (outflow) / inflow from operating activities	-578,329	-4,110,878	-168,026	-1,300,742
Cash flows from investing activities:				
Cash received from disposal of investments	565	4,017	-	-
Cash received from return on investments	-	1	-	-
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	41	294	349	2,704
Cash received from disposal of subsidiaries	14,068	100,000	-	-
Other cash received relating to investing activities	2,869	20,392	-	-
Sub-total of cash inflows	17,543	124,704	349	2,704
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	81,396	578,581	50,865	393,765
Cash paid for acquisition of investments	77,471	550,682	47,391	366,865
Cash paid for acquisition of subsidiaries	-	-	-	-
Other cash paid relating to investing activities	897	6,374	-	-

Sub-total of cash outflows	159,764	1,135,637	98,256	760,630
Net cash outflow from investing activities	-142,221	-1,010,933	-97,907	-757,926
Cash flows from financing activities:				
Cash received from investors	-	-	118	914
Cash received from borrowings	1,134,032	8,060,927	494,342	3,826,848
Other cash received relating to financing activities	-	-	-	-
Sub-total of cash inflows	1,134,032	8,060,927	494,460	3,827,762
Cash repayments of borrowings	404,282	2,873,717	283,955	2,198,179
Cash paid for dividends, profits distribution or interest	24,105	171,341	2,887	22,351
Other cash paid relating to financing activities	-	-	543	4,202
Sub-total of cash outflows	428,387	3,045,058	287,385	2,224,732
Net cash inflow / (outflow) from financing activities	705,645	5,015,869	207,075	1,603,030
Effect of foreign exchange rate changes on cash and cash equivalents	7,571	-64,794	229	-16,928
Net increase / (decrease) in cash and cash equivalents	-7,334	-170,736	-58,629	-472,566
Add:cash and cash equivalents at the beginning of the year	412,824	3,015,348	258,405	2,016,876
Cash and cash equivalents at the end of the year	405,490	2,844,612	199,776	1,544,310

4.3 Cash flow statement for the three months ended 31 March 2008 (unaudited)

	from 1 January to 31 March 2008		from 1 January to 31 March 2007	
	USD'000	RMB'000	USD'000	RMB'000
Cash flows from operating activities:				
Cash received from sale of goods and rendering of services	4	29	-	-
Refund of taxes	-	-	-	-
Other cash received relating to operating activities	2,096,082	14,899,369	798,500	6,181,427
Sub-total of cash inflows	2,096,086	14,899,398	798,500	6,181,427
Cash paid for goods and services	-	-	-	-
Cash paid to and for employees	2,092	14,870	2,129	16,479
Cash paid for all types of taxes	35	250	71	552
Other cash paid relating to operating activities	2,420,476	17,205,226	846,145	6,550,264
Sub-total of cash outflows	2,422,603	17,220,346	848,345	6,567,295
Net cash (outflow) / inflow from operating activities	-326,517	-2,320,948	-49,845	-385,868
Cash flows from investing activities:				
Cash received from disposal of investments	-	-	-	-
Cash received from return on investments	3,835	27,263	2,316	17,931
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	-	-	3	20
Cash received from disposal of subsidiaries	-	-	6,866	53,156
Other cash received relating to investing activities	-	-	-	-
Sub-total of cash inflows	3,835	27,263	9,185	71,107
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	3,157	22,441	194	1,501
Cash paid for acquisition of investments	44,969	319,650	42,557	329,443
Cash paid for acquisition of subsidiaries	-	-	-	-

Other cash paid relating to investing activities	-	-	-	-
Sub-total of cash outflows	48,126	342,091	42,751	330,944
Net cash outflow from investing activities	-44,291	-314,828	-33,566	-259,837
Cash flows from financing activities:				
Cash received from investors	-	-	-	-
Cash received from borrowings	321,078	2,282,286	35,035	271,214
Other cash received relating to financing activities	-	-	-	-
Sub-total of cash inflows	321,078	2,282,286	35,035	271,214
Cash repayments of borrowings	6,845	48,658	386	2,988
Cash paid for dividends, profits distribution or interest	5,320	37,814	737	5,705
Other cash paid relating to financing activities	-	-	-	-
Sub-total of cash outflows	12,165	86,472	1,123	8,693
Net cash inflow / (outflow) from financing activities	308,913	2,195,814	33,912	262,521
Effect of foreign exchange rate changes on cash and cash equivalents	3,105	-8,885	407	-744
Net increase / (decrease) in cash and cash equivalents	-58,790	-448,847	-49,092	-383,928
Add:cash and cash equivalents at the beginning of the year	126,931	927,131	59,255	462,493
Cash and cash equivalents at the end of the year	68,141	478,284	10,163	78,565

4.5 Auditor's report

Auditor's opinion: un-audited.

China International Marine Containers (Group) Co., Ltd.
Apr. 29, 2008