



FIYTA Holdings Ltd.

2015 1st Quarterly Report, Text

April, 2015

Section 1 Important Notice

The Board of Directors, the Supervisory Committee, directors, supervisors and senior executives hereby individually and collectively accept responsibility for the correctness, accuracy and completeness of the contents of this report and confirm that there are neither material omissions nor errors which would render any statement misleading.

All the directors attended the board meeting for reviewing the quarterly report

Mr. Xu Dongsheng, the Company leader, Mr. Hu Xinglong, chief financial officer, and Mr. Hu Xinglong, the manager of the accounting department (treasurer) hereby confirm the authenticity and completeness of the financial report enclosed in this quarterly report.

Section 2 Financial Highlights and Change of Shareholders

I. Financial Data Summary

Have the accounting data of the previous year undergone retroactive adjustment or restatement due to the change of accounting policy and/or correction of accounting errors, etc.

No

	Reporting period	Same period of the previous year	Increase/decrease in the reporting period vs the corresponding period of the previous year (%)
Revenues in CNY	894,056,260.25	821,633,324.62	8.81%
Net profit attributable to the Company's shareholders, in CNY	44,967,185.35	44,214,332.41	1.70%
Net profit attributable to the Company's shareholders less the non-recurring gains/losses, in CNY	44,409,083.60	42,765,447.98	3.84%
Net cash flows arising from operating activities, in CNY	109,358,176.80	31,053,528.68	252.16%
Basic earning per share (CNY/share)	0.114	0.113	0.88%
Diluted earning per share (CNY/share)	0.114	0.113	0.88%
Net assets-income ratio , weighted average, (%)	2.70%	2.84%	-0.14%
	End of the reporting period	End of the previous year	Increase/decrease in the reporting period vs the end of the previous year (%)
Total assets, in CNY	3,937,180,930.97	3,657,781,647.20	7.64%
Net assets attributable to the Company's shareholders, in CNY	1,681,935,270.54	1,633,401,930.64	2.97%

Non-recurring gains/losses and the amount involved

In CNY

Items	From year beginning to the end of the reporting period	Note:
Gain/Loss from disposal of non-current assets (including the written-off part with provision for impairment of assets already)	53,057.37	Gain/loss from disposal of partial obsolete office fixed assets in the reporting period
Government subsidy recognized in current gains and losses (excluding those closely related to the Company's business and granted under the state's policies according to certain quota of amount or volume)	653,451.99	Governmental subsidy counted to the current gain and loss in the reporting period.
Income and expenses from the business other than the above items	21,445.01	Other various non-operating revenue and expenditure
Less: Amount affecting the income tax	169,852.62	
Amount affecting the minority shareholders' equity (after tax)	0.00	
Total	558,101.75	--

For the Company's non-recurring gain/loss items as defined in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public – Non-recurring Gains and Losses and its non-recurring gain/loss items as illustrated in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public – Non-recurring Gains and Losses which have been defined as recurring gains and losses, it is necessary to explain the reason.

Inapplicable

In the reporting period there existed no such case of defining recurring gains and losses as non-recurring gains and losses as defined and illustrated in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public – Non-recurring Gains and Losses

II. Total Shareholders at the End of the Reporting Period and Shareholding of the Top Ten Shareholders

1. About Total Common Stockholders and the Shares Held by Top Ten Common Stockholders

In Shares

Total common stockholders at the end of the reporting period		24,949				
Shareholding of the top 10 common stockholders						
Names of Shareholders	Nature	Shareholding proportion (%)	Number of shares held	Number of shares with trading limited conditions held	Pledging or freezing	
					Status of the shares	Number
AVIC International	State-owned	41.49%	162,977,327	0		

Holdings Limited	corporate					
China Merchants Securities Co., Ltd.	Domestic non-state corporate	2.03%	7,970,387	0		
China International Capital Corporation Limited	Domestic non-state corporate	1.30%	5,117,502	0		
Penghua Asset - SPDB— Penghua Assets Gaolan Investment Jinrun No. 17 Assets Management Plan	Domestic non-state corporate	1.18%	4,650,306	0		
Penghua Assets – Industrial Bank – Jinrun No. 16 Assets Management Plan	Domestic non-state corporate	1.08%	4,237,240	0		
Guangfa Securities Co., Ltd.	Domestic non-state corporate	0.92%	3,624,070	0		
Yunnan International Trust Co., Ltd. – Golden Monkey Securities Investment. Ruiyuan	Domestic non-state corporate	0.89%	3,484,780	0		
Xu Liusheng	Domestic natural person	0.71%	2,788,420	0		
China Merchants Securities Hong Kong Limited	Foreign corporate	0.64%	2,510,591	0		
ESSENCE INTERNATIONAL SECURITIES (HONG KONG) LIMITED	Foreign corporate	0.51%	2,000,000	0		
Shareholding of top 10 shareholders of unrestricted shares						
Shareholder's Name	Quantity of unrestricted shares held at the end of the reporting period			Share type		
				Share type	Quantity	
AVIC International Holdings Limited	162,977,327			A-shares		162,977,327
China Merchants Securities Co., Ltd.	7,970,387			A-shares		7,970,387

China International Capital Corporation Limited	5,117,502	A-shares	5,117,502
Penghua Asset - SPDB— Penghua Assets Gaolan Investment Jinrun No. 17 Assets Management Plan	4,650,306	A-shares	4,650,306
Penghua Assets – Industrial Bank – Jinrun No. 16 Assets Management Plan	4,237,240	A-shares	4,237,240
Guangfa Securities Co., Ltd.	3,624,070	A-shares	3,624,070
Yunnan International Trust Co., Ltd. – Golden Monkey Securities Investment. Ruiyuan	3,484,780	A-shares	3,484,780
Xu Liusheng	2,788,420	A-shares	2,788,420
China Merchants Securities Hong Kong Limited	2,510,591	B-shares	2,510,591
ESSENCE INTERNATIONAL SECURITIES (HONG KONG) LIMITED	2,000,000	B-shares	2,000,000
Explanation on associated relationship or concerted action of the above shareholders	Of the above shareholders, there existed no associated relationship between China Merchants Securities Co., Ltd. and China Merchants Securities Hong Kong Limited and both of them are holding 10,480,978 shares of the Company's shares, which is 2.67% of the total shares.		
Note to the top 10 common stockholders involved in margin financing & securities lending (if any)	Inapplicable		

Was any of the top 10 common stockholders or top 10 common stockholders of non-restricted shares involved in the agreed repurchase trading during the reporting period

No

2. Total number of preferred stockholders and the shareholding of the top ten preferred stockholders at the end of the reporting period

Inapplicable

Section 3 Significant Events

I. Changes in the Principal Accounting Statement Items and Financial Indicators and the Causes

Items	Ending balance in CNY	Opening balance In CNY	Proportion of the change	Causes
Monetary capital	281,835,287.99	116,455,070.54	142.01%	Increase of the cash flow-in from operation activities and increase of flow-in of bank loans
Accounts receivable	466,398,300.47	351,276,905.53	32.77%	With Increase of sales, partial receivables have not been settled within the due period.
Other current assets	7,517,304.60	14,421,516.43	-47.87%	The input VAT to be offset at the beginning of the reporting period has been offset during the reporting period.
Construction-in-progress	82,740,429.76	51,389,263.53	61.01%	Investment in the construction of the watch industrial base project at Guangming New Zone in the reporting period.
Other non-current assets	0	31,500,000.00	-	-In the reporting period, the parking building project of Shenyang 1928 Mansion has been accepted upon inspection and the prepaid project fund has been transferred to the fixed asset for accounting
Advance receipt	23,987,632.31	12,087,368.17	98.45%	The loan received in advance from the customers has increased in the reporting period
Payroll payable	13,143,867.43	38,648,432.41	-65.99%	Year-end bonus payable to employees in 2014 has been paid in the reporting period.
Tax payable	110,745,067.73	77,602,770.06	42.71%	The VAT payable at the end of the reporting period increased.
Interest payable	4,946,258.00	19,420,893.75	-74.53%	The second phase interest of the corporate bonds in the reporting period amounting to CNY 21.60

				million.
Other payables	42,457,635.07	188,574,900.45	-77.49%	The borrowings repaid to AVIC International Holdings in the reporting period amounting to CNY150 million.
Other current liabilities	13,298,917.61	5,482,521.27	142.57%	Accrued expenses at the end of the reporting period increased over the beginning of the reporting period.

II. Progress of Significant Events, their Influences and the Solutions

Inapplicable

III. The commitments of the Company and its shareholders holding over 5% of the Company's total shares in the reporting period or extending to the reporting period from previous year(s)

Commitments	Promiser	Description	Commitment time	Commitment term	Implementation
Commitment for Equity Separation Reform					
Commitments in the acquisition report or the written report on change of equity					
Commitment made at the time of asset reorganization					

Commitment made at IPO or re-financing	AVIC International Holdings Limited	<p>The Company commits that in case it is predicted that the Company may be unable to duly pay the principal and interest of the bond or fail to duly pay the principal and interest of the bond when it is due, the Company shall at least take the following measures:</p> <p>1. not profit distribution to the shareholders shall be conducted. 2. implementation of any capital expenditure projects, such as material external investment, acquisition and merger, etc. shall be suspended. 3. salaries and bonus to the directors and senior executives shall be adjusted down or suspended. 4. None of the key officers may be transferred out.</p>	February 27, 2013	<p>Deadline of the bonds (The valid term of the bonds is 5 years attached with the investors' option of selling back, the Company's option of redemption and option of up-regulation of the nominal interest rate at the end of the 3rd year).</p>	In process of implementation
Other commitments to the minority shareholders					
Has the commitment been timely implemented?	Yes				
The specific cause of failure in implementation and the next plan (if any)	Inapplicable				

IV. Prediction of the Operation Performances from January to June 2015

Inapplicable

V. Investment in Securities

Inapplicable

VI. Explanation on the Holding of the Equity in other Listed Company

Inapplicable

VII. Investment in Derivatives

Inapplicable

VIII. Statement of such activities as reception, research, communication, interview in the reporting period

Inapplicable

Section 4 Financial Statements

I. Financial Statements

1. Consolidated Balance Sheet

Prepared by Fiyta Holdings Ltd.

March 31, 2015

In CNY

Items	Ending balance	Opening balance
Current assets:		
Monetary fund	281,835,287.99	116,455,070.54
Settlement reserve		
Lendings		
Financial assets that are measured at fair value and changes in the value are charged to current gain and loss.		
Derivative financial assets		
Notes receivable	6,873,709.20	6,162,768.29
Accounts receivable	466,398,300.47	351,276,905.53
Prepayment	29,602,821.35	43,054,642.06
Receivable premium		
Reinsurance accounts receivable		
Reserve for reinsurance contract receivable		
Interest receivable		
Dividends receivable		
Other receivables	47,818,962.51	41,525,719.27
Redemptory monetary capital for sale		
Inventories	2,113,003,300.23	2,133,791,024.32
Held-for-sale assets as classified		
Non-current assets due within a year		
Other current assets	7,517,304.60	14,421,516.43
Total current assets	2,953,049,686.35	2,706,687,646.44
Non-current assets:		
Provision of loans and advance in cash		
Available-for-sale financial assets	85,000.00	85,000.00
Held-to-due investments		

Long term accounts receivable		
Long-term equity investment	42,639,775.66	42,389,759.91
Investment based real estate	223,806,002.42	226,091,938.89
Fixed assets	365,034,864.15	323,732,870.58
Construction-in-process	82,740,429.76	51,389,263.53
Engineering supplies		
Disposal of fixed assets		
Productive biological asset		
Oil and gas assets		
Intangible assets	35,309,508.44	35,502,525.72
Development expenses		
Goodwill		
Long-term expenses to be apportioned	139,892,191.68	149,733,566.03
Deferred income tax asset	94,623,472.51	90,669,076.10
Other non-current assets		31,500,000.00
Total non-current assets	984,131,244.62	951,094,000.76
Total Assets	3,937,180,930.97	3,657,781,647.20
Current liabilities:		
Short-term Loan	1,263,926,826.97	989,445,000.00
Due to the Central Bank		
Deposits taking and interbank placement		
Borrowing capital		
Financial liabilities measured based on the fair value and whose change was charged to the current gain and loss.		
Derivative financial liabilities		
Notes payable		
Accounts payable	205,872,784.85	147,119,118.81
Advance receipts	23,987,632.31	12,087,368.17
Financial assets sold for repurchase		
Service charge and commission payable		

Accrued payroll	13,143,867.43	38,648,432.41
Payable taxes	110,745,067.73	77,602,770.06
Interest payable	4,946,258.00	19,420,893.75
Dividends payable		
Other payables	42,457,635.07	188,574,900.45
Payable reinsurance		
Reserve for insurance contract		
Acting trading securities		
Income from securities underwriting on commission		
Held-for-purchase liabilities as classified		
Non-current liabilities due within a year		
Other current liabilities	13,298,917.61	5,482,521.27
Total current liabilities	1,678,378,989.97	1,478,381,004.92
Non-current liabilities:		
Long-term Loan	170,399,470.60	139,952,425.65
Bonds payable	399,030,681.18	398,767,929.40
Including: preferred shares		
Perpetual bond		
Long-term accounts payable		
Long term accrued payroll		
Special accounts payable		
Predicted liabilities		
Deferred income	4,200,000.00	4,200,000.00
Deferred income tax liability		
Other non-current liabilities		
Total non-current liabilities	573,630,151.78	542,920,355.05
Total Liabilities	2,252,009,141.75	2,021,301,359.97
Owner's equity:		
Capital Stock	392,767,870.00	392,767,870.00
Other equity instruments		
Including: preferred shares		
Perpetual bond		

Capital Reserve	525,508,281.60	525,508,281.60
Less: shares in stock		
Other comprehensive income	-14,043,110.67	-17,609,265.22
Special reserve		
Surplus Reserve	165,915,466.89	165,915,466.89
Reserve against general risks		
Retained earnings	611,786,762.72	566,819,577.37
Total owners' equity attributable to the parent company	1,681,935,270.54	1,633,401,930.64
Minority shareholders' equity	3,236,518.68	3,078,356.59
Total owner's equity	1,685,171,789.22	1,636,480,287.23
Total liabilities and owners' equity	3,937,180,930.97	3,657,781,647.20

Legal representative: Xu Dongsheng

Chief Financial Officer: Hu Xinglong

Person in charge of the Accounting

Department: Hu Xinglong

2. Balance Sheet (Parent Company)

in CNY

Items	Ending balance	Opening balance
Current assets:		
Monetary fund	96,036,839.29	37,060,566.79
Financial assets that are measured at fair value and changes in the value are charged to current gain and loss.		
Derivative financial assets		
Notes receivable		
Accounts receivable	1,203,441.00	11,735,787.90
Prepayment		
Interest receivable		
Dividends receivable		
Other receivables	1,573,668,850.70	1,524,513,111.66
Inventories		
Held-for-sale assets as classified		
Non-current assets due within		

a year		
Other current assets		503,071.74
Total current assets	1,670,909,130.99	1,573,812,538.09
Non-current assets:		
Available-for-sale financial assets	85,000.00	85,000.00
Held-to-due investments		
Long term accounts receivable		
Long-term equity investment	773,439,495.66	773,189,479.91
Investment based real estate	223,806,002.42	226,091,938.89
Fixed assets	116,402,443.06	117,256,223.80
Construction-in-process	82,740,429.76	51,389,263.53
Engineering supplies		
Disposal of fixed assets		
Productive biological asset		
Oil and gas assets		
Intangible assets	28,975,796.79	29,165,984.08
Development expenses		
Goodwill		
Long-term expenses to be apportioned	4,386,241.03	4,813,767.34
Deferred income tax asset	1,198,606.77	1,198,606.77
Other non-current assets		
Total non-current assets	1,231,034,015.49	1,203,190,264.32
Total Assets	2,901,943,146.48	2,777,002,802.41
Current liabilities:		
Short-term Loan	943,000,000.00	683,000,000.00
Financial liabilities measured based on the fair value and whose change was charged to the current gain and loss.		
Derivative financial liabilities		
Notes payable		
Accounts payable	211,339.76	211,339.76
Advance receipts	3,102,394.45	3,484,435.98

Accrued payroll	3,031,854.46	10,307,200.18
Payable taxes	3,700,730.85	3,505,501.05
Interest payable	4,535,079.92	18,139,997.63
Dividends payable		
Other payables	15,396,878.32	165,507,426.74
Held-for-purchase liabilities as classified		
Non-current liabilities due within a year		
Other current liabilities		
Total current liabilities	972,978,277.76	884,155,901.34
Non-current liabilities:		
Long-term Loan	45,361,928.00	15,361,928.00
Bonds payable	399,030,681.18	398,767,929.40
Including: preferred shares		
Perpetual bond		
Long-term accounts payable		
Long term accrued payroll		
Special accounts payable		
Predicted liabilities		
Deferred income	4,200,000.00	4,200,000.00
Deferred income tax liability		
Other non-current liabilities		
Total non-current liabilities	448,592,609.18	418,329,857.40
Total Liabilities	1,421,570,886.94	1,302,485,758.74
Owner's equity:		
Capital Stock	392,767,870.00	392,767,870.00
Other equity instruments		
Including: preferred shares		
Perpetual bond		
Capital Reserve	531,163,822.70	531,163,822.70
Less: shares in stock		
Other comprehensive income		
Special reserve		
Surplus Reserve	165,915,466.89	165,915,466.89

Retained earnings	390,525,099.95	384,669,884.08
Total owner's equity	1,480,372,259.54	1,474,517,043.67
Total liabilities and owners' equity	2,901,943,146.48	2,777,002,802.41

Legal representative: Xu Dongsheng
Department: Hu Xinglong

Chief Financial Officer: Hu Xinglong

Person in charge of the Accounting

3. Consolidated Statement of Profit

in CNY

Items	Amount incurred in the reporting period	Amount incurred in the previous period
I. Turnover	894,056,260.25	821,633,324.62
Including: operating income	894,056,260.25	821,633,324.62
Interest income		
Earned insurance premium		
Service charge and commission income		
II. Total operating costs	837,258,434.93	768,987,329.63
Including: Operating costs	563,175,281.33	520,359,706.47
Interest payment		
Service charge and commission expenses		
Surrender Value		
Compensation expenses, net		
Provision of reserve for insurance contract, net		
Payment of policy dividend		
Reinsurance expenses		
Business Taxes and Surcharges	6,120,684.92	4,156,474.04
Sales costs	200,820,706.69	176,298,576.57
Administrative expenses	41,435,305.05	41,325,302.92
Financial expenses	26,193,116.46	26,874,519.63
Loss from impairment of assets	-486,659.52	-27,250.00

Plus: Income from change in fair value (loss stated with “-“)		
Investment return (loss stated with “-“)	250,015.75	
Including: return on investment in associate and joint venture	250,015.75	
Exchange income (loss stated with “-“)		
III. Profit from businesses (loss stated with “-“)	57,047,841.07	52,645,994.99
Plus: Non-operating income	748,983.71	1,928,542.34
Including: Gains from disposal of non-current assets	69,750.00	35,185.68
Less: Non-operating expenses	21,029.34	50,952.59
Including: Loss from disposal of non-current assets	16,692.63	1,154.97
IV. Total Profit (total loss stated with “-“)	57,775,795.44	54,523,584.74
Less: Income tax expense	12,659,974.81	10,321,784.01
V. Net Profit (loss stated with “-“)	45,115,820.63	44,201,800.73
Net profit attributable to the parent company's owner	44,967,185.35	44,214,332.41
Minority shareholders' gain and loss	148,635.28	-12,531.68
VI. Net of other comprehensive income after tax	3,575,681.36	315,084.44
Net of other comprehensive income after tax attributable to the parent company's owner	3,566,154.55	314,890.63
(I) Other comprehensive income which cannot be re-classified into the gain and loss		
1. Movement of the net liabilities and net assets re-measured for setting the beneficial plan		
2. Share enjoyable in the other comprehensive income in which the investee cannot be re-classified		

into the gain and loss under the equity method		
(II) Other comprehensive income which cannot be re-classified into the gain and loss in future	3,566,154.55	314,890.63
1. Share enjoyable in the other comprehensive income in which the investee cannot be re-classified into the gain and loss under the equity method in future		
2. Gain/loss from change in the fair value of the financial assets available for sale		
3. Gain/loss from which the held-to-maturity investment is re-classified as available-for-sale financial assets		
4. Valid part of the gain/loss from cash flow hedge		
5. Conversion margin of the financial statements in foreign currency	3,566,154.55	314,890.63
6. Others		
Net amount of other comprehensive income after tax attributable to minority shareholders	9,526.81	193.81
VII. Total comprehensive income	48,691,501.99	44,516,885.17
Total comprehensive income attributable to the parent company's owner	48,533,339.90	44,529,223.04
Total comprehensive income attributable to minority shareholders	158,162.09	-12,337.87
VIII. Earnings per share:		
(I) Basic earnings per share	0.114	0.113
(II) Diluted earnings per share	0.114	0.113

Legal representative: Xu Dongsheng
Department: Hu Xinglong

Chief Financial Officer: Hu Xinglong

Person in charge of the Accounting

4. Income Statement, Parent Company

in CNY

Items	Amount incurred in the reporting period	Amount incurred in the previous period
I. Operating income	22,727,222.97	22,061,761.38
Less: Operating cost	3,137,183.21	3,294,857.83
Business Taxes and Surcharges	1,190,476.40	1,304,856.52
Sales costs		
Administrative expenses	11,616,774.75	10,586,721.37
Financial expenses	267,323.62	2,182,804.40
Loss from impairment of assets	-503,603.10	-21,500.00
Plus: Income from change in fair value (loss stated with "-")		
Investment return (loss stated with "-")	250,015.75	
Including: return on investment in associate and joint venture	250,015.75	
II. Operation profit (loss stated with "-")	7,269,083.84	4,714,021.26
Plus: Non-operating income	124,000.00	637,378.18
Including: Gains from disposal of non-current assets		25,457.85
Less: Non-operating expenses	14,678.42	
Including: Loss from disposal of non-current assets	14,678.42	
III. Total Profit (total loss stated with "-")	7,378,405.42	5,351,399.44
Less: Income tax expense	1,523,189.55	1,342,374.96
IV. Net profit (net loss is stated with "-")	5,855,215.87	4,009,024.48
V. Net of other comprehensive income after tax		
(I) Other comprehensive income which cannot be re-classified into the gain and loss		

1. Movement of the net liabilities and net assets re-measured for setting the beneficial plan		
2. Share enjoyable in the other comprehensive income in which the investee cannot be re-classified into the gain and loss under the equity method		
(II) Other comprehensive income which cannot be re-classified into the gain and loss in future		
1. Share enjoyable in the other comprehensive income in which the investee cannot be re-classified into the gain and loss under the equity method in future		
2. Gain/loss from change in the fair value of the financial assets available for sale		
3. Gain/loss from which the held-to-maturity investment is re-classified as available-for-sale financial assets		
4. Valid part of the gain/loss from cash flow hedge		
5. Conversion margin of the financial statements in foreign currency		
6. Others		
VI. Total comprehensive income	5,855,215.87	4,009,024.48
VII. Earnings per share:		
(I) Basic earnings per share	0.015	0.010
(II) Diluted earnings per share	0.015	0.010

Legal representative: Xu Dongsheng
Department: Hu Xinglong

Chief Financial Officer: Hu Xinglong

Person in charge of the Accounting

5. Consolidated Cash Flow Statement

in CNY

Items	Amount incurred in the reporting period	Amount incurred in the previous period
I. Cash flows arising from operating activities		
Cash received from sales of goods and supply of labor service	927,626,429.62	884,948,357.47
Net increase of the customers' deposits and interbank placement		
Net increase of borrowings from the central bank		
Net increase of borrowings from other financial institutions		
Cash received from the premium of the original insurance contract		
Net cash received from the reinsurance business		
Net increase of the reserve from policy holders and investment		
Net increase of the financial assets that are measured at fair value and whose movement is counted to the current gain and loss.		
Charge of cash interest, service charge and commission		
Net increase of loan from other banks		
Net increase of fund from repurchase business		
Rebated taxes received		
Cash received from other operating activities	5,051,693.10	9,150,327.51
Sub-total of cash flow received from operation activities	932,678,122.72	894,098,684.98
Cash paid for purchase of goods and reception of labor	543,878,033.22	633,931,141.33

services		
Net increase of loans and advances to the customers		
Net increase of amounts due from the central bank and other banks		
Cash from payment for settlement of the original insurance contract		
Cash for payment of interest, service charge and commission		
Cash for payment of policy dividend		
Cash paid to and for employees	143,339,112.23	121,569,156.17
Taxes paid	46,881,750.25	26,556,443.68
Cash paid for other operating activities	89,221,050.22	80,988,415.12
Subtotal of cash flow paid for operating activities	823,319,945.92	863,045,156.30
Net cash flow arising from operating activities	109,358,176.80	31,053,528.68
II. Cash flows arising from investing activities:		
Cash received from investment recovery		1,400,000.81
Cash received from return on investment		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	180,800.00	1,496.04
Net cash received from disposal of subsidiaries and other operating units		
Other investment related cash receipts		
Sub-total of cash flow-in received from investing activities	180,800.00	1,401,496.85
Cash paid for purchase and	60,393,228.82	45,434,965.95

construction of fixed assets, intangible assets and other long term assets		
Cash paid for investment		
Net increase of the pledged loan		
Net cash paid for acquisition of subsidiaries and other operation units		
Cash paid for other investment related activities		
Sub-total of cash flow paid for investment activities	60,393,228.82	45,434,965.95
Net cash flow arising from investment activities	-60,212,428.82	-44,033,469.10
III. Cash flows arising from financing activities:		
Cash received from absorbing investment		
Incl.: Cash received from the subsidiaries' absorption of minority shareholders' investment		
Cash received from loans	724,334,150.66	584,310,000.00
Cash received from bond issuing		
Cash received from other financing activities		
Sub-total cash flow received from financing activities	724,334,150.66	584,310,000.00
Cash paid for debt repayment	420,112,700.75	440,117,434.22
Cash paid for dividend/profit distribution or repayment of interest	37,818,557.57	38,831,155.33
Including: Dividend and profit paid by the subsidiaries to minority shareholders		
Cash paid for other financing activities	150,421,008.00	751,008.00
Sub-total cash flow paid for financing activities	608,352,266.32	479,699,597.55

Net cash flow arising from financing activities	115,981,884.34	104,610,402.45
IV. Change of exchange rate influencing the cash and cash equivalent	252,585.13	148,730.19
V. Net increase of cash and cash equivalents	165,380,217.45	91,779,192.22
Plus: Opening balance of cash and cash equivalents	114,880,070.54	107,663,110.74
VI. Ending balance of cash and cash equivalents	280,260,287.99	199,442,302.96

Legal representative: Xu Dongsheng Chief Financial Officer: Hu Xinglong Person in charge of the Accounting Department: Hu Xinglong

6. Parent Company's Cash Flow Statement

in CNY

Items	Amount incurred in the reporting period	Amount incurred in the previous period
I. Cash flows arising from operating activities		
Cash received from sales of goods and supply of labor service	31,984,503.43	24,284,508.27
Rebated taxes received		
Cash received from other operating activities	1,008,342.77	104,824,603.60
Sub-total of cash flow received from operation activities	32,992,846.20	129,109,111.87
Cash paid for purchase of goods and reception of labor services		
Cash paid to and for employees	19,274,568.28	14,481,604.56
Taxes paid	2,332,731.40	2,246,223.92
Cash paid for other operating activities	28,044,499.05	3,872,596.27
Subtotal of cash flow paid for operating activities	49,651,798.73	20,600,424.75
Net cash flow arising from operating	-16,658,952.53	108,508,687.12

activities		
II. Cash flows arising from investing activities:		
Cash received from investment recovery		1,400,000.81
Cash received from return on investment		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	100,800.00	
Net cash received from disposal of subsidiaries and other operating units		
Other investment related cash receipts		
Sub-total of cash flow-in received from investing activities	100,800.00	1,400,000.81
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	31,366,387.60	9,361,115.21
Cash paid for investment		
Net cash paid for acquisition of subsidiaries and other operation units		
Cash paid for other investment related activities		
Sub-total of cash flow paid for investment activities	31,366,387.60	9,361,115.21
Net cash flow arising from investment activities	-31,265,587.60	-7,961,114.40
III. Cash flows arising from financing activities:		
Cash received from absorbing investment		
Cash received from loans	650,000,000.00	335,000,000.00
Cash received from bond issuing		
Cash received from other		

financing activities		
Sub-total cash flow received from financing activities	650,000,000.00	335,000,000.00
Cash paid for debt repayment	360,000,000.00	340,000,000.00
Cash paid for dividend/profit distribution or repayment of interest	32,678,179.37	34,261,913.03
Cash paid for other financing activities	150,421,008.00	751,008.00
Sub-total cash flow paid for financing activities	543,099,187.37	375,012,921.03
Net cash flow arising from financing activities	106,900,812.63	-40,012,921.03
IV. Change of exchange rate influencing the cash and cash equivalent		
V. Net increase of cash and cash equivalents	58,976,272.50	60,534,651.69
Plus: Opening balance of cash and cash equivalents	35,485,566.79	27,929,968.24
VI. Ending balance of cash and cash equivalents	94,461,839.29	88,464,619.93

Legal representative: Xu Dongsheng
Department: Hu Xinglong

Chief Financial Officer: Hu Xinglong

Person in charge of the Accounting

II. Auditors' Report

Has the First Quarterly Report been audited?

No