
BOE

2015 Semi-annual Report

August 2015

京东方科技集团股份有限公司
BOE TECHNOLOGY GROUP CO., LTD.

Section I. Important Reminders, Contents & Definitions

The Board of Directors, the Supervisory Committee as well as all directors, supervisors and senior management staff of BOE Technology Group Co., Ltd. (hereinafter referred to as “the Company”) warrant that this report is factual, accurate and complete without any false record, misleading statement or material omission. And they shall be jointly and severally liable for that.

All directors attended the board meeting for reviewing this report.

The Company’s profit distribution preplan upon review and approval of this board meeting: Based on the total shares of 35,153,067,743, a cash dividend of RMB 0.10 (tax included) and 0 bonus shares (tax included) will be distributed for every 10 shares held by shareholders, and 0 shares will be increased to all shareholders for every 10 shares held by them with the capital reserves.

Mr. Wang Dongsheng, Chairman of the Board, Mr. Chen Yanshun, President of the Company, Ms. Sun Yun, chief of the accounting work, and Ms. Yang Xiaoping, chief of the accounting organ (chief of accounting), hereby confirm that the Financial Report enclosed in this report is factual, accurate and complete.

This report is prepared as per China’s Accounting Standards for Business Enterprises and other relevant regulations.

This report is prepared in both Chinese and English. Should there be any understanding discrepancy between the two versions, the Chinese version shall prevail.

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Definitions

Term	Refers to	Contents
BOE, the Company, Company	Refers to	BOE Technology Group Co., Ltd.
Stock Listing Rules	Refers to	Stock Listing Rules of Shenzhen Stock Exchange (Revised in 2014)
SZSE, the Stock Exchange	Refers to	Shenzhen Stock Exchange
CSRC	Refers to	China Securities Regulation Commission
CSRC Beijing	Refers to	China Securities Regulation Commission Beijing Bureau
Articles of Association	Refers to	Articles of Association of BOE Technology Group Co., Ltd.
The “Company Law”	Refers to	The “Company Law of the People’s Republic of China”
The “Securities Law”	Refers to	The “Securities Law of the People’s Republic of China”
The cninfo website	Refers to	http://www.cninfo.com.cn/
BOEOST	Refers to	BOE Optical Science and Technology Co., Ltd.
Chengdu BOE	Refers to	Chengdu BOE Optoelectronics Technology Co., Ltd.
Hefei BOE	Refers to	Hefei BOE Optoelectronics Technology Co., Ltd.
BOE Display	Refers to	Beijing BOE Display Technology Co., Ltd.
Hefei Xinsheng	Refers to	Hefei Xinsheng Optoelectronics Technology Co., Ltd.
Yuansheng Optoelectronics	Refers to	Ordos Yuansheng Optoelectronics Co., Ltd.
Chongqing BOE	Refers to	Chongqing BOE Optoelectronics Technology Co., Ltd.
OASIS Hospital	Refers to	OASIS International Hospital
SID	Refers to	SID Display Week

Section II. Company Profile

I. Basic information of the Company

Stock abbreviation	BOE A, BOE B	Stock code	000725, 200725
Stock exchange listed with	Shenzhen Stock Exchange		
Chinese name of the Company	京东方科技集团股份有限公司		
Abbr. of the Chinese name of the Company (if any)	京东方		
English name of the Company (if any)	BOE TECHNOLOGY GROUP CO., LTD.		
Abbr. of the English name of the Company (if any)	BOE		
Legal representative of the Company	Wang Dongsheng		

II. Contact information

Item	Company Secretary	Securities Affairs Representative
Name	Liu Hongfeng	-
Contact address	No. 10, Jiuxianqiao Road, Chaoyang District, Beijing, P.R.China	-
Tel.	010—64318888 ext.	-
Fax	010—64366264	-
E-mail	liuhongfeng@boe.com.cn	-

III. Other information

1. Ways to contact the Company

Did any change occur to the registered address, office address and their postal codes, website address and email address of the Company during the reporting period?

☐ Applicable ☒ Inapplicable

The registered address, office address and their postal codes, website address and email address of the Company did not change during the reporting period. The said information can be found in the 2014 Annual Report.

2. About information disclosure and where this report is placed

Did any change occur to information disclosure media and where this report is placed during the reporting period?

☐ Applicable ☒ Inapplicable

The newspapers designated by the Company for information disclosure, the website designated by CSRC for disclosing this report and the location where this report is placed did not change during the reporting period. The said information can be found in the 2014 Annual Report.

3. Changes in the registered information

Did any change occur to the registered information during the reporting period?

☐ Applicable ☒ Inapplicable

The registration date and place of the Company, its business license No., taxation registration No. and organizational code did not change during the reporting period. The said information can be found in the 2014 Annual Report.

Section III. Highlights of Accounting Data & Financial Indicators

I. Major accounting data and financial indicators

Does the Company adjust retrospectively or restate accounting data of previous years due to change of any accounting policy or correction of any accounting error?

☐ Yes ☒ No

Item	Reporting period	Same period of last year	YoY +/- (%)
Operating revenues (RMB Yuan)	22,970,848,112.00	16,113,171,584.00	42.56%
Net profit attributable to shareholders of the Company (RMB Yuan)	1,951,170,852.00	1,041,635,714.00	87.32%
Net profit attributable to shareholders of the Company after extraordinary gains and losses (RMB Yuan)	1,576,397,937.00	550,289,218.00	186.47%
Net cash flows from operating activities (RMB Yuan)	5,453,391,488.00	3,253,640,502.00	67.61%
Basic EPS (RMB Yuan/share)	0.055	0.050	10.00%
Diluted EPS (RMB Yuan/share)	0.055	0.050	10.00%
Weighted average ROE (%)	2.53%	2.38%	0.15%
Item	As at the end of the reporting period	As at the end of last year	+/- (%)
Total assets (RMB Yuan)	140,855,989,366.00	136,240,283,477.00	3.39%
Net assets attributable to shareholders of the Company (RMB Yuan)	78,096,913,076.00	76,155,071,579.00	2.55%

Did any change occur to the share capital and the owners' equity was affected during the period from the end of the reporting period to the disclosure date of this report due to new issue, additional issue, allotment, exercise of equity incentive, buy-back, etc.?

☒ Yes ☐ No

Basic EPS based on the new share capital (RMB Yuan/share)	0.0555
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II. Differences between accounting data under domestic and overseas accounting standards

1. Differences of net profit and net assets disclosed in financial reports prepared under international and Chinese accounting standards

☐ Applicable ☒ Inapplicable

No difference.

2. Differences of net profit and net assets disclosed in financial reports prepared under overseas and Chinese accounting standards

☐ Applicable ☒ Inapplicable

No difference.

III. Items and amounts of extraordinary gains and losses

☒ Applicable ☐ Inapplicable

Unit: RMB Yuan

Item	Amount	Explanation
Gains/losses on the disposal of non-current assets (including the offset part of asset impairment provisions)	-7,766,899.00	Naught
Tax rebates, reductions or exemptions due to approval beyond authority or the lack of official approval documents	0.00	Naught
Government grants recognized in the current period, except for those acquired in the ordinary course of business or granted at certain quotas or amounts according to the country's unified standards	406,391,203.00	Naught
Capital occupation charges on non-financial enterprises that were recorded into current gains and losses	0.00	Naught
Gains due to that the investment costs for the Company to obtain subsidiaries, associates and joint ventures are lower than the enjoyable fair value of the identifiable net assets of the investees when making the investments	0.00	Naught
Gain/loss on non-monetary asset swap	0.00	Naught
Gain/loss on entrusting others with investments or asset management	0.00	Naught
Asset impairment provisions due to acts of God such as natural disasters	0.00	Naught
Gain/loss on debt restructuring	0.00	Naught
Expenses for business reorganization, such as expenses for staffing, reorganization etc.	0.00	Naught
Gain/loss on the part over the fair value due to transactions with distinctly unfair prices	0.00	Naught
Current gains and losses of subsidies acquired from business combination under the same control as from period-begin to combination date	0.00	Naught
Gain/loss on contingent events irrelevant to the Company's normal business	0.00	Naught
Gains and losses on change in fair value from tradable financial assets and tradable financial liabilities, as well as investment income from disposal of tradable financial assets and tradable financial liabilities and financial assets available for sales except for effective hedging related with normal businesses of the Company	0.00	Naught
Reversal of impairment provisions for the accounts receivable on which the impairment test was carried out separately	0.00	Naught
Gain/loss on loans obtained by entrusting others	0.00	Naught

Gain/loss on change of the fair value of investing real estate of which the subsequent measurement is carried out adopting the fair value method	0.00	Naught
Effect on current gains/losses when a one-off adjustment is made to current gains/losses according to requirements of taxation, accounting and other relevant laws and regulations	0.00	Naught
Custody fee income when entrusted with operation	0.00	Naught
Non-operating income and expenses other than the above	12,799,743.00	Naught
Other gain/loss items that meet the definition of an extraordinary gain/loss	0.00	Naught
Less: Income tax effects	35,414,794.00	Naught
Minority interests effects (after tax)	1,236,338.00	Naught
Total	374,772,915.00	--

Explain the reasons if the Company classifies an item as an extraordinary gain/loss according to the definition in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Extraordinary Gains and Losses, or classifies any extraordinary gain/loss item mentioned in the said explanatory announcement as a recurrent gain/loss item

☐ Applicable ☒ Inapplicable

No such cases during the reporting period.

Section IV. Report of the Board of Directors

I. Overview

In the first half of 2015, the battle field of competition for the semi-conductor display industry moved from technology, production capacity and prices to customer experience, product application expansion, industrial eco-chain, business model innovation, etc. The traditional five major fields saw falling product prices because of low market demands. Meanwhile, along with the hardware and software fusion, the application integration and the service-oriented transformation, the display industry embraced a fifth application tide with the application of the Internet of Things as its core. New technology, new markets and new applications arising from the fast growth in the eight major new application markets brought new opportunities for the display industry. Despite the complicated economic and market environments, our total assets exceeded RMB 140 billion and our net assets surpassed RMB 78 billion as at the end of the reporting period. For the first half of 2015, we achieved operating revenues of RMB 22.971 billion, up 42.56% year on year, and net profit attributable to shareholders of the Company of RMB 1.951 billion, representing a rise of 87.32% from the same period of last year. And our aggregate value at the capital market reached RMB 180 billion, up 54% from last year. In the reporting period, we applied for 3,250 new patents and launched a series of world-leading innovative products, with which we went to important exhibitions at home and abroad such as CeBIT in Hannover, Germany, FINETECH in Japan, SID and Cine Gear in the US and CITE in Shenzhen, China. Our global influence kept growing. Operation in specific business divisions is as follows:

(1) Display business

The marketizing transformation and disruptive innovation were promoted in display business.

For the display business, the Company deepened customer orientation, confirmed the first supplier, promoted the marketing strategy of “protection and attack”, positively exploited new marketing area and new strategic clients, and enhanced customer satisfaction. As a result, the total share of strategic customers for main products were raised, the market share of mid-and-small size products kept ranking the first, and the market share of TV products went up to 11%, ranking up as the fourth in the world. The Company carried forward disruptive product innovation, and obtained good results in technology R&D, product development, market promotion, and innovation management for new products and high-end products, such as the 1st 10K UHD display in the world, the 1st color vision correction display, and the 941PPI4K-level mobile display with the highest resolution ratio in the world. Meanwhile, the Company established interactive R&D and design platform with high efficiency to realize technology sharing and process innovation. The Company pushed strategic transformation of product lines, dug out the capacity of product lines, optimized product structure, and raised competitive power. The Company also strengthened training on capability of process engineering, improved obstinate bad products, and increased yield rate of product lines. The Company intensified the strategic partnership with suppliers to ensure stable supply and lower cost, and provided support for annual operating goal by adjustment on dualization, domestication, and structuralization. The Company intensified quality sense, and improved quick response to quality issues by perfecting quality management system, promoting construction of standardization and process, as well as well handling obstinate bad products. The Company propelled the process of key projects. The climbing output and yield rate of Chongqing Generation 8.5 line were improved. As scheduled, the Company shall quickly and efficiently carry forward the early-stage preparation and process engineering demonstration for projects of Chengdu Generation 6 line, Hefei Generation 10.5 line, and Fuzhou Generation 8.5 line. And Chengdu Generation

6 line has been put into operation on 8 May.

(2) Smart system business

For the smart system business, the Company further strengthened on market insight and identification of new products, new applications, and new channels, optimized planning process for disruptively innovative products and channel structures, and carried forward key consumption and commercial projects.

Smart system business: The Company clearly defined product strategies and product roadmaps, and tentatively set up high-end product systems around the core of Alta series, as well as the interactive online and offline marketing model. The Alta product won 2 international awards, the iF Gold Award and the Red Dot Award, gradually building its high-end brand image. Complete machine OEM business: the Company reinforced on enlarging new clients and introducing product certification, optimized R&D process, developed new products, raised competitiveness, overfulfilled the business index plan, and obtained stable profit growth. Backlight module business: the Company positively expanded external markets and gained obvious effects, advanced outstanding operation management, raised operating efficiency, overfulfilled the business index plan, and realized the demand of “half more assignments accomplished after half more time passed”. Smart wearing business: The Company, based on internet thinking, researched on combination of wearing technology and finance service, and smoothly planned the 1st BOE smart wearing product combined with mobile finance application.

(3) Health service business

The Company finished strategic planning and target setting, and clearly planned the strategic execution roadmap and action plan on health service business in future 5 years.

Health medical care business: With the plan of purchasing OASIS International Hospital going well as scheduled, the health medical care business successfully launched. The Company established strategic cooperation with Dignity Health, the globally well-known medical care company, and received strong support in aspects of management and operation, talents training, technology innovation, long-distance medical care cooperation, as well as resources sharing. The cloud platform project of health medical care went well. The IBM health big-data cooperation project officially started, aiming at establishing a big-data platform for BOE health management on the basis of cognitive computing, and offering support for the development of smart health medical care. The Company planned the layout of smart health science and technology industry park, and won periodic breakthrough. Industry park business: Under the commercial module of light-asset operation, the Company positively promoted business enlargement and project implementation, and improved profit and cash flow.

II. Main business analysis

YoY movements in major financial data:

Unit: RMB Yuan

Item	Reporting period	Same period of last year	YoY +/-%	Main reasons for movements
Operating revenues	22,970,848,112.00	16,113,171,584.00	42.56%	The new production lines were running at full capacity and the yields were sold out.
Operating costs	17,509,610,448.00	12,630,118,473.00	38.63%	Increased along with the growth in operating revenues
Selling expenses	532,688,703.00	481,663,833.00	10.59%	-
Administrative expenses	2,252,419,046.00	1,698,855,995.00	32.58%	The new projects went into operation and

				the R&D inputs increased.
Financial expenses	176,341,089.00	106,739,572.00	65.21%	Expensed interest cost increased.
Income tax expenses	411,060,664.00	156,020,200.00	163.47%	The main business generated more profits.
R&D inputs	1,414,269,610.00	934,158,103.00	51.40%	R&D was enhanced.
Net cash flows from operating activities	5,453,391,488.00	3,253,640,502.00	67.61%	Operating results saw growth.
Net cash flows from investing activities	-11,570,264,006.00	-9,406,248,514.00	23.01%	-
Net cash flows from financing activities	1,699,283,524.00	30,604,020,368.00	-94.45%	The arrival of raised funds generated some cash inflows in the same period of last year.
Net increase in cash and cash equivalents	-4,495,264,852.00	24,494,958,224.00	-118.35%	The arrival of raised funds generated some cash inflows in the same period of last year.

Major changes in the profit structure or sources of the Company during the reporting period:

☐ Applicable ☒ Inapplicable

No major changes during the reporting period.

Reporting period progress of the future development planning in the disclosed documents of the Company such as share-soliciting prospectuses, offering prospectuses, asset reorganization reports, etc.:

☐ Applicable ☒ Inapplicable

No such cases.

Review the reporting period progress of any previously disclosed business plan:

Chongqing 8.5G Line project: Put into production in this March, Chongqing 8.5G Line has now started mass production, with a smooth release of its production capacity and a steadily improving yield rate.

III. Breakdown of main business

Unit: RMB Yuan

	Operating revenue	Operating cost	Gross profit rate (%)	Increase/decrease of operating revenue over the same period of last year (%)	Increase/decrease of operating cost over the same period of last year (%)	Increase/decrease of gross profit rate over the same period of last year (%)
Classified by industry						
Display device	20,865,124,037.00	15,697,850,851.00	24.77%	48.07%	43.19%	2.57%
Intelligent system	3,812,170,284.00	3,520,053,099.00	7.66%	38.76%	39.54%	-0.52%
Intelligent health service	348,512,370.00	218,288,374.00	37.37%	13.37%	20.95%	-3.92%

Other	325,890,582.00	5,956,099.00	98.17%	-4.42%	-5.59%	0.02%
Offset	-2,380,849,161.00	-1,932,537,975.00	18.83%	73.33%	85.50%	-5.33%
Classified by product						
Display devices	20,865,124,037.00	15,697,850,851.00	24.77%	48.07%	43.19%	2.57%
Intelligent systems	3,812,170,284.00	3,520,053,099.00	7.66%	38.76%	39.54%	-0.52%
Intelligent health service	348,512,370.00	218,288,374.00	37.37%	13.37%	20.95%	-3.92%
Other	325,890,582.00	5,956,099.00	98.17%	-4.42%	-5.59%	0.02%
Offset	-2,380,849,161.00	-1,932,537,975.00	18.83%	73.33%	85.50%	-5.33%
Classified by region						
China	10,423,935,040.00	7,810,513,563.00	25.07%	10.15%	15.05%	-3.19%
Other Asian countries and regions	9,688,474,487.00	7,515,877,756.00	22.42%	70.72%	52.54%	9.24%
Europe	1,129,809,921.00	842,777,512.00	25.41%	191.82%	145.62%	14.03%
America	1,643,543,862.00	1,275,908,578.00	22.37%	179.64%	123.39%	19.55%
Other regions	85,084,802.00	64,533,039.00	24.15%	Inapplicable	Inapplicable	Inapplicable

IV. Core competitiveness analysis

1. Reinforcing the foundation of core business, promoting the rapid development of new business and improving sustainable development capacity

In the first half year, BOE has expanded the new business of wisdom system and health services, optimized business layout and improved core competitiveness on the core foundation of display device. Division of display device: Chongqing 8.5G line has put into production in March; Chengdu 6G line, Fuzhou 8.5G line, Hefei 10.5G line and other new production lines have been implemented on schedule. Division of wisdom system: BOE proprietary terminal product, Alta, has been listed in the market successfully. Division of health services: the merger agreement has successfully signed with Oasis International Hospital; strategic memorandum of understanding is signed with American Dignity Health Group for the all-dimensional strategic cooperation and development of market in China; strategic cooperation agreement is signed with IBM to develop big data platform of health management based on cognitive computing and improve analysis and processing capacity of health and medical big data.

2. Further improving technology and product innovation capacity and launching a series of top innovative products

It is to achieve success with innovation by upholding the principle of innovation driving creation and continuous technology and product innovation. For technological innovation, in the first half year, more than 3,250 patents have been applied by BOE, including 90% patents for invention. Until now, there are more than 320,000 patents available for use. For the product innovation, in the first half year, BOE has launched a series of global leading

innovative products, including the first 10K ultrahigh definition display screen, first color correction screen and first 4K medium and small display screen with maximum resolution ratio in the world, in which 82"10K was a hit with audiences in SID exhibition and awarded the prize of Best In Show. Its resolution ratio is 5 times of 4K mobile display screen and 21 times of current full high definition (FHD) television. Pixel density of the 4.7 inch UHD display screen with global maximum resolution ratio reaches 941PPI. The global first 9.55" flexible transparent OLED is also launched in the market. Furthermore, the terminal product, Alta, has been successfully launched in the market and been granted the international prizes of iF Gold Award and Red Dot Award.

3. Developing and maintaining strategic customers and segmenting market

Adhering to the principle of "deep collaboration, collaborative development and value co-production", BOE has been the world leading supplier in the display field to establish the long-term and sustainable cooperative relationship with Samsung, LG, Hisense, Konka, Lenovo, Dell and HP. Besides strengthening and stabilizing cooperation, BOE is also devoted to optimize product structure, segment market, and improve market share in the five markets. Moreover, it has maintained the a leading market share of the first in mobile phone and tablet PC and the top five in the world laptop, displayer and television.

4. Improving the global influence of the brand by high-quality products and technologies

Alta press conference was held successfully to improve the high-end brand image by its conciseness, pureness and perfectionism. It has participated in the exhibitions to improve the global influence, such as CeBIT in Hanover Germany, FINETECH in Japan, SID and Cine Gear in U.S. and CITE in Shenzhen.

V. Investment analysis

1. Investments in equities of external parties

(1) Investments in external parties

√Applicable □ Inapplicable

Investments in external parties		
Investment amount in reporting period (RMB Yuan)	Investment amount in same period of last year (RMB Yuan)	+/-%
17,150,625.00	0.00	Inapplicable
Particulars about investees		
Name of investee	Main business	Proportion of the Company's investment in the investee's total equity interests (%)
Fuzhou BOE Optoelectronics Technology CO., Ltd	Investment, construction, R&D, production and sales of the relevant products of thin film transistor LCD and its auxiliary products	19.00%
DanhuaCapital,L.P.	Equity investment in TMT (technology, media and telecommunication)	5.48%

(2) Equity-holdings in financial enterprises

□Applicable√ Inapplicable

No such cases in the reporting period.

(3) Investment in securities

□ Applicable √ Inapplicable

No such cases in the reporting period.

(4) Shareholdings in other listed companies

√ Applicable □ Inapplicable

Stock code	Stock abbr.	Initial investment amount (RMB Yuan)	The Company's shareholding percentage in the investee (%)	Closing book value (RMB Yuan)	Gain/loss for reporting period (RMB Yuan)	Change of owner's equity in the reporting period (RMB Yuan)	Accounting title	Source of stock
HK00903	TPV Technology	134,658,158	1.04%	31,313,425	193,252.00	-972,403	Available-for-sale financial assets	Subscription
SH600658	Electronic Zone	90,160,428	1.69%	148,568,929	2,553,068.00	33,484,471	Available-for-sale financial assets	Share swap
HK01963	Bank of Chongqing	120,084,375	0.93%	147,030,814	0	27,976,093	Available-for-sale financial assets	Subscription
Total		344,902,961	--	326,913,168	2,746,320.00	60,488,161	--	--

2. Wealth management entrustment, derivative investments and entrustment loans

(1) Wealth management entrustment

√ Applicable □ Inapplicable

Unit: RMB Ten Thousand

Name of trustee	Related-party relation	Related-party transaction or not	Type of products	Amount of wealth	Beginning date	Ending date	Payment determination	Principal actually recovered in current period	Impairment provision (if any)	Anticipated income	Actual gain or loss in current period
SPD Bank	No	No	Bank wealth management product	10,000	2014/09/01	2015/02/28	Pledgeable income	10,000	0	78	78
SPD Bank	No	No	Bank wealth management product	15,000	2014/09/05	2015/03/04	Pledgeable income	15,000	0	125	125
SPD Bank	No	No	Bank wealth management product	1,000	2014/10/10	2015/01/08	Pledgeable income	1,000	0	1	1
SPD Bank	No	No	Bank wealth management product	15,000	2014/10/16	2015/04/14	Pledgeable income	15,000	0	207	207
SPD Bank	No	No	Bank wealth management product	1,000	2014/10/20	2015/01/17	Pledgeable income	1,000	0	2	2
SPD Bank	No	No	Bank wealth management product	10,000	2014/10/20	2015/01/18	Pledgeable income	10,000	0	23	23
SPD Bank	No	No	Bank wealth management product	1,000	2015/01/13	2015/04/13	Pledgeable income	1,000	0	11	11
SPD Bank	No	No	Bank wealth management product	1,000	2015/01/22	2015/04/22	Pledgeable income	1,000	0	11	11

SPD Bank	No	No	Bank wealth management product	10,000	2015/03/04	2015/06/02	Pledgeable income	10,000	0	121	121
SPD Bank	No	No	Bank wealth management product	15,000	2015/04/16	2015/07/15	Pledgeable income	0	0	157	0
SPD Bank	No	No	Bank wealth management product	1,000	2015/04/16	2015/07/15	Pledgeable income	0	0	9	0
SPD Bank	No	No	Bank wealth management product	15,000	2015/04/30	2015/07/29	Pledgeable income	0	0	123	0
SPD Bank	No	No	Bank wealth management product	1,000	2015/05/08	2015/08/06	Pledgeable income	0	0	7	0
SPD Bank	No	No	Bank wealth management product	400	2015/05/29	2015/08/27	Pledgeable income	0	0	2	0
Bank of China	No	No	Bank wealth management product	10,000	2014/09/22	2015/01/05	Pledgeable income	10,000	0	5	5
Bank of China	No	No	Bank wealth management product	15,000	2014/09/25	2015/01/15	Pledgeable income	15,000	0	28	28
Bank of China	No	No	Bank wealth management product	15,000	2014/09/29	2015/01/26	Pledgeable income	15,000	0	49	49
Bank of China	No	No	Bank wealth management product	20,000	2014/10/16	2015/01/19	Pledgeable income	20,000	0	47	47
Bank of China	No	No	Bank wealth management product	10,000	2014/10/29	2015/02/06	Pledgeable income	10,000	0	46	46
Bank of China	No	No	Bank wealth management product	10,000	2015/01/06	2015/04/08	Pledgeable income	10,000	0	121	121
Bank of China	No	No	Bank wealth management product	15,000	2015/01/16	2015/04/16	Pledgeable income	15,000	0	178	178

Bank of China	No	No	Bank wealth management product	20,000	2015/01/20	2015/04/20	Pledgeable income	20,000	0	237	237
Bank of China	No	No	Bank wealth management product	15,000	2015/01/27	2015/04/27	Pledgeable income	15,000	0	178	178
Huishang Bank	No	No	Bank wealth management product	10,000	2014/09/24	2015/01/14	Pledgeable income	10,000	0	17	17
Huishang Bank	No	No	Bank wealth management product	15,000	2014/10/15	2015/01/14	Pledgeable income	15,000	0	26	26
Huishang Bank	No	No	Bank wealth management product	20,000	2014/11/18	2015/03/05	Pledgeable income	20,000	0	161	161
Huishang Bank	No	No	Bank wealth management product	10,000	2014/11/19	2015/03/04	Pledgeable income	10,000	0	80	80
Huishang Bank	No	No	Bank wealth management product	25,000	2015/01/16	2015/04/15	Pledgeable income	25,000	0	293	293
Huishang Bank	No	No	Bank wealth management product	10,000	2015/03/06	2015/08/05	Pledgeable income	0	0	160	0
Huishang Bank	No	No	Bank wealth management product	20,000	2015/03/06	2015/08/05	Pledgeable income	0	0	321	0
Huishang Bank	No	No	Bank wealth management product	25,000	2015/04/17	2015/08/12	Pledgeable income	0	0	258	0
Huishang Bank	No	No	Bank wealth management product	20,000	2015/04/22	2015/08/05	Pledgeable income	0	0	193	0
Huishang Bank	No	No	Bank wealth management product	20,000	2015/05/29	2015/08/26	Pledgeable income	0	0	79	0
Huishang Bank	No	No	Bank wealth management product	30,000	2015/05/29	2015/08/26	Pledgeable income	0	0	118	0

Huishang Bank	No	No	Bank wealth management product	35,000	2015/06/04	2015/09/16	Pledgeable income	0	0	112	0
Huishang Bank	No	No	Bank wealth management product	15,000	2015/06/05	2015/09/23	Pledgeable income	0	0	46	0
Huishang Bank	No	No	Bank wealth management product	20,000	2015/06/05	2015/09/10	Pledgeable income	0	0	62	0
Everbright Bank	No	No	Bank wealth management product	19,000	2014/11/20	2015/02/20	Pledgeable income	19,000	0	120	120
Bank of Communications	No	No	Bank wealth management product	15,000	2014/12/08	2015/03/05	Pledgeable income	15,000	0	127	127
Bank of Communications	No	No	Bank wealth management product	10,000	2015/02/09	2015/05/06	Pledgeable income	10,000	0	119	119
Bank of Communications	No	No	Bank wealth management product	15,000	2015/03/04	2015/06/02	Pledgeable income	15,000	0	189	189
Bank of Communications	No	No	Bank wealth management product	15,000	2015/03/06	2015/06/04	Pledgeable income	15,000	0	189	189
Bank of Communications	No	No	Bank wealth management product	10,000	2015/04/10	2015/07/08	Pledgeable income	0	0	112	0
Bank of Communications	No	No	Bank wealth management product	15,000	2015/04/20	2015/07/15	Pledgeable income	0	0	149	0
Bank of Communications	No	No	Bank wealth management product	10,000	2015/05/08	2015/08/05	Pledgeable income	0	0	71	0
Bank of Communications	No	No	Bank wealth management product	30,000	2015/05/29	2015/08/24	Pledgeable income	0	0	121	0
Bank of Communications	No	No	Bank wealth management product	25,000	2015/06/11	2015/09/09	Pledgeable income	0	0	59	0

Industrial and Commercial Bank of China	No	No	Bank wealth management product	25,500	2014/12/24	2015/07/30	Pledgeable income	0	0	620	0
Industrial and Commercial Bank of China	No	No	Bank wealth management product	13,500	2014/12/31	2015/04/01	Pledgeable income	13,500	0	162	162
Industrial and Commercial Bank of China	No	No	Bank wealth management product	10,000	2015/01/20	2015/04/20	Pledgeable income	10,000	0	120	120
Industrial and Commercial Bank of China	No	No	Bank wealth management product	19,000	2015/02/28	2015/07/30	Pledgeable income	0	0	305	0
Industrial and Commercial Bank of China	No	No	Bank wealth management product	13,500	2015/04/02	2015/08/03	Pledgeable income	0	0	158	0
Industrial and Commercial Bank of China	No	No	Bank wealth management product	10,000	2015/04/22	2015/08/13	Pledgeable income	0	0	92	0
Industrial and Commercial Bank of China	No	No	Bank wealth management product	48,000	2015/06/05	2015/09/28	Pledgeable income	0	0	158	0
Industrial Bank	No	No	Bank wealth management product	10,000	2015/06/15	2015/09/13	Pledgeable income	0	0	18	0
Total				814,900	--	--	--	371,500	0	6,581	3,071
Source of the entrusted funds				Self-owned funds							
Cumulative overdue principals and gains				0							

Lawsuit (if applicable)	Inapplicable
Disclosure date of the announcement about the board approving the wealth management entrustment (if any)	2015/04/21
Disclosure date of the announcement about the general meeting approving the wealth management entrustment (if any)	2015/05/21

(2) Derivatives investment

☐ Applicable ☒ Inapplicable

No such cases in the reporting period.

(3) Entrustment loans

☐ Applicable ☒ Inapplicable

No such cases in the reporting period.

3. Use of raised funds

☒ Applicable ☐ Inapplicable

(1) Overview of the use of raised funds

☒ Applicable ☐ Inapplicable

Unit: RMB Ten thousand

Total raised funds	4,488,471
Raised funds input in the reporting period	563,859
Raised funds accumulatively input	3,339,615
Raised funds with changed use in the reporting period	350,000
Accumulative raised funds with changed use	350,000
Proportion of accumulative raised funds with changed use (%)	7.80%
Overview of the use of raised funds	
The total raised funds stood at RMB 45,712,999,989.30. After deducting the various issuance expense of RMB 828,294,936.66, the net raised funds via asset and cash subscription stood at RMB 44,884,705,052.64, of which the actual net raised monetary funds stood at RMB 30,351,705,053.64. Up to 30 June 2015, we have input RMB 6,995,000,000.00 into subsidiary Hefei Xinsheng for carrying out the Hefei 8.5G Line project, another RMB 2,500,000,000.00 into subsidiary Hefei Xinsheng for carrying out the touch screen production line project, RMB	

2,500,000,000.00 into subsidiary Yuansheng Optoelectronics for carrying out the Ordos 5.5G Line project, RMB 15,200,000,000.00 into subsidiary Chongqing BOE for carrying out the Chongqing 8.5G Line project, supplemented our working capital with RMB 1,651,705,053.34 and paid RMB 305,453,579.32 as issuance expense. The remaining raised funds of RMB 1,864,134,439.24 (including the derivative interest of RMB 263,592,381.57 for the raised funds) are deposited in our special deposit account for raised funds.

(2) Projects invested with raised funds as promised

√Applicable □ Inapplicable

Unit: RMB Ten thousand

Projects invested with raised capital as promised and investments with over-raised capital	Project changed or not (including partially changed)	Raised capital input as promised	Investment after adjustment (1)	Input in the reporting period	Accumulative input up to the period-end (2)	Investment progress up to the period-end (%) (3)=(2)/(1)	Date when the project reaches the expected usable condition	Profit generated in the reporting period	Reach the expected profit or not	Material change in the project feasibility or not
Projects invested with raised capital as promised										
1. Hefei 8.5G Line Project	No	700,000	700,000	209,754	548,065	78.29%	2014/10/01	597,085	Inapplicable	No
2. Touch Screen Production Line Project	No	250,000	250,000	43,972	227,537	91.01%	Q4,2015	0	Inapplicable	No
3. Ordos 5.5G Line Project	No	400,000	400,000	23,189	247,119	61.78%	Q4,2015	0	Inapplicable	No
4. Chongqing 8.5G Line Project	Yes	1,520,000	1,170,000	286,944	698,423	59.69%	Q3,2015	0	Inapplicable	No
5. Supplementing the working capital	No	165,171	165,171	0	165,171	100.00%	Inapplicable	Inapplicable	Inapplicable	No
6. Subscription to equity interests in BOE Display	No	853,300	853,300	0	853,300	100.00%	Inapplicable	Inapplicable	Inapplicable	Inapplicable
7. Subscription to creditor's rights on Hefei Jianxiang	No	600,000	600,000	0	600,000	100.00%	Inapplicable	Inapplicable	Inapplicable	Inapplicable
Subtotal of promised	--	4,488,471	4,138,471	563,859	3,339,615	--	--	Inapplicable	--	--

investment projects										
Investments of over-raised capital										
Total	--	4,488,471	4,138,471	563,859	3,339,615	--	--	Inapplicable	--	--
Reason for failing to reach scheduled progress or projected income (explain one project by one project)	No such cases in the reporting period.									
Explanation on significant changes in feasibility of projects	Naught									
Amount, usage and usage progress of over-raised capital	Inapplicable									
Change of the implementation location of any raised funds investment project	Inapplicable									
Adjustment of the implementation method of any raised funds investment project	Inapplicable									
Advanced input and exchange of any raised funds investment project	Inapplicable									
Idle raised capital for temporarily supplementing working capital	Inapplicable									

Outstanding raised funds in project implementation and reasons	Inapplicable
Usage and whereabouts of unused raised capital	The unused raised capital will be input to promise investment projects as planned.
Problems found in the usage and disclosure affairs of raised capital and other situations	Naught

(3) Changes in raised-funds-invested projects

√ Applicable □ Inapplicable

Unit: RMB Ten thousand

Project after change	Project before change	Total raised funds planned to be input for the project after change (1)	Actual input for reporting period	Actual cumulative input by period-end (2)	Investment progress up to the period-end (3)= (2)/(1)	Date when the project reaches the expected usable condition	Profit generated in the reporting period	Reach the expected profit or not	Material change in the after-change project feasibility or not
Chongqing 8.5G 30K production expansion project	Chongqing 8.5G Line Project	350,000	11,324	11,324	3.24%	2Q,2016	0	Inapplicable	No
Total	--	350,000	11,324	11,324	--	--	0	--	--
Reasons for change, decision-making procedure and relevant information disclosure (explain one project by one project)			Considering the narrowing profit margin for touch screen due to increasingly fierce competition, our analysis of market trends and the actual situation of the project, the use of some raised funds has been adjusted according to the Proposal for Adjusting Use of Some Raised Funds to Invest in Chongqing 8.5G Line 30K Production Expansion Project which was reviewed and approved at the 23 rd Meeting of the Seventh Board of Directors dated 19 April 2015 and later at the 2014 Annual General Meeting dated 20 May 2015. The adjustment details have been disclosed in the Announcement No. 2015-022 of BOE Technology Group Co., Ltd. on Adjusting Use of						

	Some Raised Funds to Invest in Chongqing 8.5G Line 30K Production Expansion Project dated 20 April 2015.
Reason for failing to reach scheduled progress or projected income (explain one project by one project)	Inapplicable
Explanation on significant changes in feasibility of projects after change	No significant changes.

(4) Projects invested with raised funds

Overview of raised-funds-invested projects	Disclosure date	Disclosure index
Special Report on Deposit and Actual Use of Raised Funds	25 August 2015	www.cninfo.com.cn

4. Analysis to main subsidiaries and shareholding companies

√ Applicable □ Inapplicable

Main subsidiaries and shareholding companies:

Unit: RMB Yuan

Company name	Company variety	Industry	Main products/services	Registered capital	Total assets	Net assets	Operating revenues	Operating profit	Net profit
Beijing BOE Display Technology Co., Ltd.	Subsidiary	Semi-conductor display	Development and production of TFT-LCD	RMB 17.3772 billion	30,980,898,743.00	19,866,873,669.00	8,193,538,559.00	1,273,568,985.00	1,139,458,311.00
Hefei Xinsheng Optoelectronics Technology Co., Ltd.	Subsidiary	Semi-conductor display	Investment, construction, R&D, production and sales of the relevant products of thin film transistor LCD and its auxiliary products	RMB 19.5 billion	37,023,671,945.00	20,781,975,921.00	6,052,827,957.00	989,997,969.00	900,950,095.00

5. Significant projects invested with non-raised funds

☐ Applicable ☒ Inapplicable

No such cases in the reporting period.

VI. Predict the operating results of Jan.-Sept. 2015

Warning of possible loss or considerable YoY change of the accumulated net profit made during the period-begin to the end of the next reporting period according to prediction, as well as explanations on the reasons:

☐ Applicable ☒ Inapplicable

VII. Explanation by the Board of Directors and the Supervisory Committee about the “non-standard audit report” issued by the CPAs firm for the reporting period

☐ Applicable ☒ Inapplicable

VIII. Explanation by the Board of Directors about the “non-standard audit report” for last year

☐ Applicable ☒ Inapplicable

IX. Implementation of profit allocation during the reporting period

Profit allocation plan implemented during the reporting period, especially execution and adjustment of the cash dividend plan and the plan for turning capital reserve into share capital:

☐ Applicable ☒ Inapplicable

As the profit allocation plan for last year, the Company did not distribute cash dividends or bonus shares or turn capital reserve into share capital.

X. Preplan for profit distribution and turning capital reserve into share capital for the reporting period

☒ Applicable ☐ Inapplicable

Bonus shares for every 10 shares (share)	0
Dividend for every 10 shares (RMB Yuan) (tax included)	0.10
Increased shares for every 10 shares (share)	0
Total shares as the basis for the distribution preplan (share)	35,153,067,743
Total cash dividends (RMB Yuan) (tax included)	351,530,677.43
Distributable profit (RMB Yuan)	464,777,016.00
Percentage of the cash dividends in the total distributed profit (%)	100.00%
Cash dividend policy:	

Where the Company is in the growth stage and has any major spending plan, cash dividends distributed shall account for at least 20% in the profit distribution.

Details about the pre-plan for profit distribution and turning capital reserve into share capital

As the profit distribution pre-plan for the reporting period, the Company intends to, based on its total shares of 35,153,067,743, distribute a cash dividend of RMB 0.1 (tax included) to all shareholders for every 10 shares they hold, without bonus shares or turning capital reserves into share capital. The said pre-plan is in compliance with the Company's Articles of Association and relevant approval procedure, and the independent directors have expressed their independent opinion on the pre-plan, which fully protects the legal rights and interests of the minority investors.

XI. Registration form of receiving investigation & research, communication and interviews

√ Applicable □ Inapplicable

Reception date	Reception place	Reception way	Type of visitor	Visitor	Main content of discussion and materials provided by the Company
14 Jan. 2015	Meeting Room of the Company	Field research	Institution	Orient Securities Co., Ltd.	Main contents of discussion: 1. Information about corporate operation and future development strategy. 2. Industry situation and development tendency. 3. Information about certain production lines of the Company; Materials provided: 2013 Annual Report, 2014 Semi-annual Report, 2014 Third Quarter Report and Corporate brochure.
23 Jan. 2015	Teleconference	Telephone communication	Institution	Barclays Bank	
23 Jan. 2015	Meeting Room of the Company	Field research	Institution	China International Capital Corporation Ltd., individual investor	
4 Feb. 2015	Teleconference	Telephone communication	Institution& Individual	Highbridge Capital Management LLC	
5 Feb. 2015	Meeting Room of the Company	Field research	Institution	Essence Securities Co., Ltd., China Life Insurance Asset Management Co., Ltd., China Post & Capital Fund Management Co., Ltd., Shanghai Zexi Investment Management Co., Ltd.	
12 Feb. 2015	Teleconference	Telephone communication	Institution	Coatue Management	
5 Mar. 2015	Beijing No. 8.5 generation line	Field research	Individual	Individual investor	
9 Mar. 2015	Meeting Room of the Company	Field research	Institution	Oppenheimer	
19 Mar. 2015	Meeting Room of the Company	Field research	Institution	Daiwa Securities, Sumitomo Mitsui Asset Management Company, Limited	
23 Apr. 2015	Teleconference	Telephone communication	Institution	Orient Securities Company Limited, GTJA Allianz Fund management Limited Company, Guosen Securities Assets Management Department, QHKY Asset Management Co., Ltd.	Main contents of discussion: 1. Information about corporate operation

24 Apr. 2015	Meeting Room of the Company	Field research	Institution	Keywise Capital	and future development strategy. 2. Industry situation and development tendency. 3. Information about certain production lines of the Company; Materials provided: 2014 Annual Report, 2014 First Quarter Report and Corporate brochure.
29 Apr. 2015	Teleconference	Telephone communication	Institution	Highbridge Capital Management LLC	
30 Apr. 2015	Teleconference	Telephone communication	Institution	D.E. SHAW	
5 May 2015	Meeting Room of the Company	Field research	Institution	Nomura Securities	
7 May 2015	Meeting Room of the Company	Field research	Institution	Qualcomm securities, UBS, BARCLAYS	
12 May 2015	Teleconference	Telephone communication	Institution	Ashmore	
19 May 2015	Teleconference	Telephone communication	Institution	Mizuho	
25 May 2015	Meeting Room of the Company	Field research	Institution	Columbus Circle Investors	
10 Jun. 2015	Meeting Room of the Company	Field research	Institution	Rongtong Fund Management Co., Ltd.	
23 Jun. 2015	Teleconference	Telephone communication	Institution	Golden Eagle Asset Management Co., Ltd., Fuanda Fund Management Co., Ltd., Orient Securities Co., Ltd., China Asset Management Co., Ltd., E Fund Management Co., Ltd., Founder Fubon Fund Management Co., Ltd.	
24 Jun. 2015	Meeting Room of the Company	Field research	Institution	HSBC Securities, Shanghai Milestone Asset Management Co., Ltd., Sinolink Securities Co Ltd., Founder Fubon Fund Management Co., Ltd., Zexi Investment Management Co., Ltd., Minsheng Securities Co., Ltd., Shanghai Securities Co., Ltd.	

Section V. Significant Events

I. Corporate governance

The situation of the Company's governance did not differ in principle from the Company Law and the relevant CSRC requirements in the reporting period.

II. Significant lawsuits or arbitrations

Significant lawsuits and arbitrations

☐ Applicable ☒ Inapplicable

The Company was not involved in any significant lawsuit or arbitration in the reporting period.

Other lawsuits

☐ Applicable ☒ Inapplicable

III. Media's queries

☐ Applicable ☒ Inapplicable

There was no media's common query during the reporting period.

IV. Bankruptcy reorganization

☐ Applicable ☒ Inapplicable

No event involving bankruptcy reorganization occurred to the Company in the reporting period.

V. Asset transactions

1. Purchase of assets

√ Applicable □ Inapplicable

Transaction party or ultimate controller	Asset acquired or bought in	Transaction price (RMB Ten thousand Yuan)	Progress	Influence on the Company's operation	Influence on the Company's gain/loss	Ratio of the net profit contributed by the asset to the Company to the total profit (%)	Related-party transaction or not	Relationship between the transaction party and the Company (applicable for related-party transactions)	Disclosure date	Disclosure index
Zhang Jian	100% equity of BOE Technology Europe GmbH	38.9	The equities involved had all transferred, and had completed the industrial and commercial registration change procedures.	Purchased the European Company as the overseas platform, which met with the strategic layout of the Company.	The net profit contributed to the listed companies from the purchasing date to the end of the reporting period was of RMB 145.4 ten thousand yuan.	0.07%	No	Inapplicable	Inapplicable	Inapplicable

2. Sale of assets

□ Applicable √ Inapplicable

The Company was not involved with any sale of assets during the reporting period.

3. Business combination

☒ Applicable ☐ Inapplicable

The Company included BOE Technology Europe GmbH and Chongqing BOE Display Lighting Co., Ltd. in the consolidation scope, which had no influence on the business continuity and the management stability.

VI. Implementation of equity incentive and its influence

☐ Applicable ☒ Inapplicable

The Company did not make or carry out any equity incentive plan during the reporting period.

VII. Significant related-party transactions

1. Related-party transactions concerning routine operation

☐ Applicable ☒ Inapplicable

There was no any related-party transaction concerning routine operation.

2. Related-party transactions arising from acquisition and sale of assets

☐ Applicable ☒ Inapplicable

No related-party transaction arising from acquisition or sale of assets occurred to the Company during the reporting period.

3. Related-party transactions arising from joint investment in external parties

☐ Applicable ☒ Inapplicable

No related-party transaction arising from joint investment in external parties occurred to the Company during the reporting period.

4. Credits and liabilities with related parties

☐ Applicable ☒ Inapplicable

No credit or liability occurred between the Company and related parties during the reporting period.

5. Other significant related-party transactions

☒ Applicable ☐ Inapplicable

Naught

The website to disclose the interim announcements on significant related-party transactions

Title of the interim announcement	Disclosure date of the interim announcement	Website where the interim announcement was disclosed
Announcement on the Prediction of 2015 Annual Routine Related Transaction of BOE Technology Group Co., Ltd.	21 Apr. 2015	www.cninfo.com.cn

VIII. Occupation of the Company's funds for non-operating purposes by the controlling shareholder and its related parties

☐ Applicable ☒ Inapplicable

The controlling shareholder or its related parties did not occupy the Company's funds for non-operating purposes during the reporting period.

IX. Significant contracts and fulfillment thereof

1. Trusteeship, contracting and leasing

(1) Trusteeship

☐ Applicable ☒ Inapplicable

The Company did not make any entrustment in the reporting period.

(2) Contracting

☐ Applicable ☒ Inapplicable 2

The Company was not involved in any contracting in the reporting period.

(3) Leasing

☐ Applicable ☒ Inapplicable

The Company was not involved in any leasing in the reporting period.

2. Guarantees provided by the Company

√ Applicable □ Inapplicable

Unit: RMB Ten Thousand Yuan

Guarantees provided by the company for external parties (excluding those for subsidiaries)								
Guaranteed party	Disclosure date on relevant announcement of guaranteed amount	Amount for guarantee	Actual occurrence date (date of agreement)	Actual guarantee amount	Type of guarantee	Period of guarantee	Executed or not	Guarantee for a related party or not
Total guarantee line approved for external parties during the reporting period (A1)			0	Total actual occurred amount of guarantee for external parties during the reporting period (A2)				0
Total guarantee line that has been approved for external parties at the end of the reporting period (A3)			0	Total actual guarantee balance for external parties at the end of the reporting period (A4)				0
Guarantees provided by the company for its subsidiaries								
Guaranteed party	Disclosure date on relevant announcement of guaranteed amount	Amount for guarantee	Actual occurrence date (date of agreement)	Actual guarantee amount	Type of guarantee	Period of guarantee	Executed or not	Guarantee for a related party or not
Ordos Yuansheng Optoelectronics Co., Ltd.	2 Apr. 2013	450,000	22 May 2013	443,453	Pledge	17 Jun. 2013 – 9 Jun. 2021	No	No
Beijing BOE Display Technology Co., Ltd.	14 Aug. 2014	1,050,000	30 Sep. 2014	539,588	Joint liability guarantee	27 Jan. 2011 – 26 Jan. 2020	No	No
Hefei Xin Sheng Optoelectronics Technology Co., Ltd.	14 Aug. 2014	300,000	8 Dec. 2014	86,000	Joint liability guarantee	25 Mar. 2014 – 28 Feb. 2019	No	No
Ordos Yuan Sheng Optoelectronics	14 Aug. 2014	450,000	30 Sep. 2014	443,453	Joint liability guarantee	17 Jun. 2013 – 9 Jun. 2021	No	No

Co., Ltd.								
Chongqing BOE Optoelectronics Technology Co., Ltd.	14 Aug. 2014	1,320,000	29 Sep. 2014	654,155	Joint liability guarantee	5 Nov. 2014 – 5 Nov. 2022	No	No
Hefei Xin Sheng Optoelectronics Technology Co., Ltd.	14 Aug. 2014	1,131,016	15 Jan. 2015	1,131,016	Joint liability guarantee	6 Jan. 2014 – 6 Jan. 2022	No	No
Hefei BOE Optoelectronics Co., Ltd.	14 Aug. 2014	705,224	12 Mar. 2015	514,265	Joint liability guarantee	23 Jun. 2010 – 23 Jun. 2019	No	No
Chongqing BOE Optoelectronics Technology Co., Ltd.	14 Aug. 2014	300,000	25 May 2015	60,000	Joint liability guarantee	From the date of the establishing the letter of guarantee – 31 Dec. 2020	No	No
The total amount of guarantee limits for subsidiaries approved in the reporting period (B1)				0	The total amount of actual occurrence of guarantee for subsidiaries in the reporting period (B2)		1,226,535	
The total amount of guarantee for subsidiaries approved up to the end of reporting period (B3)				5,256,240	The total balance of actual guarantee for subsidiaries up to the end of reporting period (B4)		3,428,477	
Guarantees provided by the subsidiaries for their subsidiaries								
Guaranteed party	Disclosure date on relevant announcement of guaranteed amount	Amount for guarantee	Actual occurrence date (date of agreement)	Actual guarantee amount	Type of guarantee	Period of guarantee	Executed or not	Guarantee for a related party or not
Ordos Yuan Sheng Optoelectronics Co., Ltd.	2 Apr. 2013	450,000	22 May 2013	443,453	Pledge	17 Jun. 2013 – 9 Jun. 2021	No	No
The total amount of guarantee limits for subsidiaries approved in the reporting period (C1)				0	The total amount of actual occurrence of guarantee for subsidiaries in the reporting period (C2)		0	
The total amount of guarantee for subsidiaries approved up to the end of reporting period (C3)				0	The total balance of actual guarantee for subsidiaries up to the end of reporting period		0	

		(C4)	
The total amount of guarantee by the Company (the total amount of the first three items)			
The total amount of guarantee limits approved in the reporting period (A1+B1+C1)	0	The total amount of actual occurrence of guarantee in the reporting period (A2+B2+C2)	1,226,535
The total amount of guarantee approved up to the end of reporting period (A3+B3+C3)	5,256,240	The total balance of actual guarantee up to the end of reporting period (A4+B4+C4)	3,428,477
Proportion of total amount of actual guarantee (A4+B4+C4) in the net assets of the Company			43.90%
Among which:			
Amount of guarantees provided for shareholders, actual controller and other related parties (D)			0
Amount of debt guarantees provided directly or indirectly for parties with asset-liability ratio exceeding 70% (E)			0
Proportion of total guarantee amount exceeding 50% of the Company's net assets (F)			0
Total amount of the above three guarantees (D+E+F)			0
Explanation on possibility of taking several and joint liability involving immature guarantees (if any)	Naught		
Explanation on external guarantees provided by violating regulated procedures (if any)	Naught		

Explanation on guarantee that adopts complex method

The Company provided a joint-liability guarantee for a syndicated loan for Erdos Yuansheng Optoelectronics Co., Ltd. In the meantime, the Company, Hefei BOE Optoelectronics Technology Co., Ltd. and Beijing BOE Display Technology Co., Ltd. provided guarantees for the said syndicated loan for Erdos Yuansheng Optoelectronics Co., Ltd. with their stakes in Erdos Haosheng Energy Investment Co., Ltd. as the pledges.

(1) Illegal provision of guarantees for external parties

☐ Applicable ☒ Inapplicable

The Company did not illegally provide any guarantee for any external party in the reporting period.

3. Other significant contracts

☐ Applicable ☒ Inapplicable

There was no other significant contract of the Company in the reporting period.

4. Other significant transactions

☐ Applicable ☒ Inapplicable

The Company was not involved in any other significant transaction in the reporting period.

X.Commitments made in the reporting period by the Company or its shareholders with equities of over 5% or such commitments carried down into the reporting period

☒ Applicable ☐ Inapplicable

Commitment	Commitment maker	Contents of commitment	Date of commitment	Period of commitment	Execution
Commitments made in a share reform					
Commitments made in acquisition reports or report on changes in equity					
Commitments made at the time of assets reorganization					
Commitments at the time of initial public issuance or re-financing	Beijing State-owned Capital Operation and Management Center, Hefei Jianxiang Investment Co., Ltd., Chongqing Capital Optoelectronics Investment Co., Ltd.	Committed that the shares acquired from purchasing would not be transferred from the first date of issuing the newly increased shares of the issuer within 36 months	8 Apr. 2014	36 months	Being executing
	HuaAn Funds Management Co., Ltd. Minsheng Royal Fund Management Co., Ltd., Ping An Uob Fund Management Co., Ltd.	Committed that the shares acquired from purchasing would not be transferred from the first date of issuing the newly increased shares of the issuer within 36 months	8 Apr. 2014	12 months	Completed executing

Other commitments made for medium and small shareholders of the Company					
Executed timely or not?	Yes				
Detailed reason for failing to execute and the next plan (if any)	Naught				

XI. Engagement and disengagement of the CPAs firm

Has the semi-annual financial report been audited?

☐ Yes ☒ No

The semi-annual report had not been audited.

XII. Punishments and rectifications

☐ Applicable ☒ Inapplicable

No punishment or rectification in the reporting period.

XIII. Delisting risk due to violation of laws or regulations

☐ Applicable ☒ Inapplicable

No such risk in the reporting period.

XIV. Other significant events

☒ Applicable ☐ Inapplicable

1. According to the Prompted Notice of BOE Technology Group Co., Ltd (Notice No.: 2015-008) released on 21 March, 2015 by the Company, the Company's controlling shareholder has been changed from Beijing BOE Investment & Development Co., Ltd to Beijing Electronics Holding Co., Ltd and the Company's actual controller remains unchanged, which is Beijing Electronics Holding Co., Ltd. Refer to the reference notice for specific information.

2. According to the Notice About Investment and Construction of 10.5G Thin Film Transistor Liquid Crystal Display Production-Line Project of BOE Technology Group Co., Ltd (Notice No.:

2015-021) released on 21 April, 2015 by the Company, it is planned to invest and set up 10.5G thin film transistor liquid Crystal Display production line in Hefei. The project has been approved by 2014 Annual General Meeting. Refer to the Notice for specific information.

3. According to the Share Buybacks Long-term Mechanism of BOE Technology Group Co., Ltd (2014-2016) released on 22 April, 2014 by the Company and Plan About Buyback of Partial Public Shares of BOE Technology Group Co., Ltd released on 29 July, 2014, currently the Plan has been approved by 2nd Extraordinary General Meeting in 2014. Up to the expiration of the buy-back period on 13 August 2015, we had bought back a total of 136,569,831 B-shares, which were cancelled on 18 August 2015. For details, see the Announcement of BOE Technology Group Co., Ltd. on Completion of Buy-back and Cancellation of Some Public Shares & Changes in Shares disclosed on 20 August 2015 (Notice No.: 2015-049).

4. According to the Notice About Signing Investment Framework Agreement (Notice No.: 2015-026) released on 21 April, 2015 by the Company and Notice About Investment and Construction of 8.5G New Semiconductor Display Device Production Line Project in Fuzhou of BOE Technology Group Co., Ltd (Notice No.: 2015-040) released on 19 June, 2015, it is planned to invest and set up 8.5G new semiconductor display device production line in Fuzhou. The project has been approved by the 2nd Extraordinary General Meeting in 2015. Refer to the Notice for specific information.

5. According to the Notice About Acquisition of All Stock Equity of Mingde Investment Co., Ltd and Addition of Registered Capital by BOE Technology Group Co., Ltd (Notice No.: 2015-041) released on 19 June, 2015 by the Company, currently the acquisition is in progress. The Company will hold 100% shares of Mingde Investment after acquisition for the better development of wisdom health and medical undertakings. After transaction, it is planned to develop Mingde Investment as the investment development platform for the Company's health and medical undertakings. Registered capital will be added to 3 billion Yuan to guarantee the follow-up project implementation. The project has been approved by the 2nd Extraordinary General Meeting in 2015. Refer to the Notice for specific information.

6. According to the Notice About Resolutions of the 2nd Extraordinary General Meeting of BOE Technology Group Co., Ltd (Notice No.: 2015-049) released on 7 July, 2015 by the Company, Mr. Zhang Jinsong is elected as the non-independent director in the 7th Board of Directors; Mr. Wang Huacheng is elected the independent director in the 7th Board of Directors; Mr. Chen Ming and Ms. Shi Hong are elected the supervisors in the 7th Board of Supervisors.

7. According to the Notice About Resolutions of the 26th Meeting of the 7th Board of Directors of BOE Technology Group Co., Ltd (Notice No.: 2015-055) released on 30 July, 2015 by the Company, Mr. Xie Xiaoming is elected deputy chairman in the 7th Board of Directors.

8. According to the Notice About Resolutions of the 11th Meeting of the 7th Board of Directors of BOE Technology Group Co., Ltd (Notice No.: 2015-056) released on 30 July, 2015 by the Company, Mr. Chen Ming is elected chairman in the 7th Board of Supervisors.

9. Up to 9 July 2015, Chongqing BOE had received a total of RMB 100 million from the special fund from the budget of Chongqing Liangjiang New District Administration Committee, which would be used for the Chongqing BOE 8.5G new-typed semi-conductor display device and system project.

Section VI. Change in Shares & Shareholders

I. Change in shares

Unit: share

Item	Before the change		Increase/decrease (+, -)		After the change	
	Number	Percentage	Other	Subtotal	Number	Percentage
I. Shares subject to trading moratorium	22,445,286,295	63.60%	-11,847,831,005	-11,847,831,005	10,597,455,290	30.03%
1. State-owned shares	0	0.00%	0	0	0	0.00%
2. Shares held by state-owned corporations	10,595,502,993	30.02%	0	0	10,595,502,993	30.02%
3. Shares held by domestic investors	11,849,783,302	33.58%	-11,847,831,005	-11,847,831,005	1,952,297	0.00%
Among which: shares held by domestic legal person	11,847,619,043	33.57%	-11,847,619,043	-11,847,619,043	0	0.00%
Shares held by domestic natural person	2,164,259	0.01%	-211,962	-211,962	1,952,297	0.01%
4. Shares held by foreign investors	0	0.00%	0	0	0	0.00%
Among which: shares held by foreign legal person	0	0.00%	0	0	0	0.00%
Shares held by foreign natural person	0	0.00%	0	0	0	0.00%
II. Shares not subject to trading moratorium	12,844,351,279	36.40%	11,847,831,005	11,847,831,005	24,692,182,284	69.97%
1. RMB ordinary shares	11,505,691,279	32.60%	11,847,831,005	11,847,831,005	23,353,522,284	66.18%
2. Domestically listed foreign shares	1,338,660,000	3.79%	0	0	1,338,660,000	3.79%
3. Overseas listed foreign shares	0	0.00%	0	0	0	0.00%
4. Others	0	0.00%	0	0	0	0.00%
III. Total shares	35,289,637,574	100.00%	0	0	35,289,637,574	100.00%

Reasons of changes in shares

√ Applicable □ Inapplicable

1. On 15 Apr. 2015, part of the 2014 non-public offering shares of the Company had unlocked with the number of the unlocked restricted shares of 11,847,619,043 shares.

2. On 26 Dec. 2014, there were changes of the senior executives and their whole shareholding had transferred to the shares subject to trading moratorium, while up the period-end, which were transferred as the shares not subject to trading moratorium with the total amount of 211,962 shares.

Approval of changes in shares

☐ Applicable ☒ Inapplicable

Particulars about transferring ownership of shares

☐ Applicable ☒ Inapplicable

Influence of changes in shares on financial indicators of the recent year or the recent term including basic EPS, diluted EPS, net asset value per share belonging to common stock holders of the Company, etc.

☐ Applicable ☒ Inapplicable

Other contents that the Company thinks necessary or is asked by securities regulators to be disclosed

☐ Applicable ☒ Inapplicable

Explanation of the changes in the sum of the shares and the structure of the shareholders and the structure of the assets as well as the liabilities of the Company

☐ Applicable ☒ Inapplicable

II. Number of shareholders and shareholding

Unit: share

Total number of common shareholders at the end of the reporting period	1,674,791 shareholders (including 1,629,450 A-share holders and 45,341 B-share holders)			Total number of preferred shareholders that had restored the voting right at the end of the reporting period (if any)		0		
Shareholding of common shareholders holding more than 5% shares or the top 10 of common shareholders								
Name of shareholder	Nature of shareholder	Holding percentage (%)	Number of shareholding at the end of the reporting period	Increase and decrease of shares during reporting period	Number of shares held subject to trading moratorium	Number of shares held not subject to trading moratorium	Pledged or frozen shares	
							Status of shares	Number of shares
Beijing State-owned Capital Management Center	State-owned corporation	11.51%	4,063,333,333	0	4,063,333,333	0		0
Chongqing Capital Photoelectricity Investment Co., Ltd.	State-owned corporation	8.50%	3,000,000,000	0	3,000,000,000	0	Pledged	1,414,150,000
Hefei Jianxiang Investment Co., Ltd.	State-owned corporation	8.10%	2,857,142,857	0	2,857,142,857	0		0
Hua An Fund — ICBC — Zhongrong	Other	4.43%	1,564,126,904	-340,635,000	0	1,564,126,904		0

International Trust — Zhongrong — RJ No. 1 Assembled Funds Trust Plan								
Beijing BOE Investment & Development Co., Ltd.	State-owned corporation	2.31%	815,781,080	-45,200,000	0	815,781,080		0
Beijing Economic-technolog ical Investment & Development Corp	State-owned corporation	1.92%	677,423,641	-170,226,359	0	677,423,641	Pledged	423,825,000
Hefei Rongke Project Investment Co., Ltd.	State-owned corporation	1.91%	675,026,803	0	675,026,803	0		0
Beijing BDA Technological Investment Development Co., Ltd.	Other	1.60%	564,000,000	-36,000,000	0	564,000,000		0
Beijing Electronics Holding Co. Ltd.	Nation	0.78%	273,503,883	-1,800,000	0	273,503,883		0
CSOP Asset Management Limited — CSOP A50 ETF	Foreign corporation	0.34%	120,101,700	58,617,200	0	120,101,700		0
Explanation on associated relationship or/and persons acting in concert among the above-mentioned shareholders	<p>1. Beijing Electronics Holdings Co., Ltd. held 66.25% equities of Beijing BOE Investment & Development Co., Ltd. and was its controlling shareholder.</p> <p>2. Beijing Economic-technological Investment & Development Corp held 49% equities of Beijing BDA Technological Investment Development Co., Ltd., and the above two companies were both controlled by Beijing Economic and Technological Development Zone Management Committee as well as were persons acting in concert.</p> <p>3. After the non-public issuing of the Company in 2014, Hefei Jianxiang Investment Co., Ltd. and Chongqing Capital Photoelectricity Investment Co., Ltd. agreed to maintain unanimous when executing the voting rights of the shareholders of the Company with the whole shareholdings according to the declaration of intention of Beijing BOE Investment & Development Co., Ltd. through the Implementation Protocol of Voting Right.</p> <p>4. After the non-public issuing of the Company in 2014, Beijing State-owned Capital Operation and Management Center handed over its 70% shares to Beijing Electronics Holdings Co., Ltd. for management through Stock Management Protocol, and Beijing Electronics Holdings Co., Ltd. gained the incidental shareholders' rights except for disposing right and usufruct of the shares, of which the rest 30% voting right maintained unanimous with Beijing Electronics</p>							

	Holdings Co., Ltd. through the agreement according to Implementation Protocol of Voting Right.		
	5. Except for relationship among the above shareholders, the Company is not aware of whether the other top ten shareholders exist associated relationship or not, or they are persons acting in concert or not.		
Particulars about shares held by top 10 common shareholders not subject to trading moratorium			
Name of shareholder	Number of shares held not subject to trading moratorium at the end of the period	Type of share	
		Type of share	Number
Hua An Fund — ICBC — Zhongrong International Trust — Zhongrong — RJ No. 1 Assembled Funds Trust Plan	1,564,126,904	RMB ordinary share	1,564,126,904
Beijing BOE Investment & Development Co., Ltd.	815,781,080	RMB ordinary share	815,781,080
Beijing Economic-Technological Investment & Development Corp.	677,423,641	RMB ordinary share	677,423,641
Beijing BDA Technological Investment Development Co., Ltd.	564,000,000	RMB ordinary share	564,000,000
Beijing Electronics Holdings Co., Ltd.	273,503,883	RMB ordinary share	273,503,883
CSOP Asset Management Limited—CSOP A50 ETF	120,101,700	RMB ordinary share	120,101,700
Chongqing Jiangbeizui CBD Investment Group Co., Ltd.	107,095,238	RMB ordinary share	107,095,238
Sinotrans Air Transportation Development Co., Ltd.	78,200,000	RMB ordinary share	78,200,000
Harbin Fangge Economic and Trade Co., Ltd.	66,705,000	RMB ordinary share	66,705,000
Guotai Junan — CCB — Hong Kong Shanghai HSBC Bank Co., Ltd.	60,764,441	RMB ordinary share	60,764,441
Explanation on associated relationship among the top ten shareholders of tradable share not subject to trading moratorium, as well as among the top ten shareholders of tradable share not subject to trading moratorium and top ten shareholders, or explanation on acting-in-concert	1. Beijing Electronics Holdings Co., Ltd. held 66.25% equities of Beijing BOE Investment & Development Co., Ltd. and was its controlling shareholder. 2. Beijing Economic-technological Investment & Development Corp held 49% equities of Beijing BDA Technological Investment Development Co., Ltd., and the above two companies were both controlled by Beijing Economic and Technological Development Zone Management Committee as well as were persons acting in concert. 3. After the non-public issuing of the Company in 2014, Hefei Jianxiang Investment Co., Ltd. and Chongqing Capital Photoelectricity Investment Co., Ltd. agreed to maintain unanimous when executing the voting rights of the shareholders of the Company with the whole shareholdings according to the		

	<p>declaration of intention of Beijing BOE Investment & Development Co., Ltd. through the Implementation Protocol of Voting Right.</p> <p>4. After the non-public issuing of the Company in 2014, Beijing State-owned Capital Operation and Management Center handed over its 70% shares to Beijing Electronics Holdings Co., Ltd. for management through Stock Management Protocol, and Beijing Electronics Holdings Co., Ltd. gained the incidental shareholders' rights except for disposing right and usufruct of the shares, of which the rest 30% voting right maintained unanimous with Beijing Electronics Holdings Co., Ltd. through the agreement according to Implementation Protocol of Voting Right.</p> <p>5. Except for relationship among the above shareholders, the Company is not aware of whether the other top ten shareholders exist associated relationship or not, or they are persons acting in concert or not.</p>
Particular about shareholder participate in the securities lending and borrowing business (if any)	Naught

Did any top 10 common shareholders or the top 10 common shareholders not subject to trading moratorium of the Company carry out an agreed buy-back in the reporting period?

☐ Yes ☒ No

The top 10 common shareholders or the top 10 common shareholders not subject to trading moratorium of the Company had not carried out any agreed buy-back in the reporting period.

III. Change of the controlling shareholder or the actual controller

Change of the controlling shareholder in the reporting period

☒ Applicable ☐ Inapplicable

Name of the new controlling shareholder	Beijing Electronics Holding Co., Ltd.
Change date	10 Mar. 2015
Index of the inquiry of the designate website	http://www.cninfo.com.cn
Disclosure date of the designate website	12 Mar. 2015

Change of the actual controller in the reporting period

☐ Applicable ☒ Inapplicable

There was no any change of the actual controller of the Company in the reporting period.

IV. Particulars on shareholding increase scheme during the reporting period proposed or implemented by the shareholders and act-in-concert persons

☒ Applicable ☐ Inapplicable

Name of the shareholders/name of the persons	Number of the shareholding increase scheme	Proportion of the shareholding increase scheme	Number of the actual increased shareholding	Proportion of the actual increased shareholding	Initial disclosure date of the shareholding	Disclosure date of the end of the execution of the
----------------------------------------------	--------------------------------------------	------------------------------------------------	---------------------------------------------	-------------------------------------------------	---------------------------------------------	----------------------------------------------------

acting in concert					increase scheme	shareholding increase scheme
Naught						

Notes of other situation

The controlling shareholder of the Company and the actual controller, Beijing Electronics Holding Co., Ltd. and Beijing BOE Investment & Development Co., Ltd. committed to increase the shareholding of the Company through the methods such as the directional asset management plan of the securities companies or the fund companies within 6 months on 9 Jul. 2015 with the increase amount of the shareholding of not less than RMB 23.47 million (of which the increased amount of the shareholding of BOE Investment was not less than RMB 22.62 million and Beijing Electronics Holding of not less than 0.85 million), and committed not to increase the shareholding within 6 months since the date of the shareholding increase.

Section VII. Situation of the Preferred Shares

☐ Applicable ☒ Inapplicable

There was no any preferred share of the Company during the reporting period.

Section VIII. Directors, Supervisors, Senior Management Staffs

I. Changes in shareholding of directors, supervisors and senior management staffs

√ Applicable □ Inapplicable

Name	Position	Current/former	Shareholding at the period-begin (share)	Shareholding increase during the reporting period (share)	Shareholding decrease during the reporting period (share)	Shareholding at the period-end (share)	Restricted shares held at the period-begin (share)	Restricted shares granted during this reporting period (share)	Restricted shares held at the period-end (share)
Wang Dongsheng	Chairman of the Board and Chief of Execution Committee	Current	299,905	0	0	299,905	0	0	0
Chen Yanshun	Executive Director, President	Current	260,000	0	0	260,000	0	0	0
Wang Jing	Director	Current	0			0	0	0	0
Xie Xiaoming	Director	Current	7,680	0	0	7,680	0	0	0
Liu Xiaodong	Director, Executive Vice President, COO	Current	250,000	0	0	250,000	0	0	0
Wang Jiaheng	Director, Executive Vice President, CO- COO	Current	250,000	0	0	250,000	0	0	0
Song Jie	Director	Current	0	0	0	0	0	0	0
Ji Guoping	Independent Director	Current	0	0	0	0	0	0	0
Yu Ning	Independent Director	Current	0	0	0	0	0	0	0

Lv Tingjie	Independent Director	Current	0	0	0	0	0	0	0
Xu Tao	Supervisor	Current	0	0	0	0	0	0	0
Mu Chengyuan	Supervisor	Current	2,991	0	0	2,991	0	0	0
Zhao Wei	Supervisor	Current	0	0	0	0	0	0	0
Zhuang Haoyu	Supervisor	Current	0	0	0	0	0	0	0
Zhong Huifeng	Employee Supervisor	Current	150,000	0	0	150,000	0	0	0
Zhou Yanwen	Employee Supervisor	Current	0	0	0	0	0	0	0
Xu Yangping	Employee Supervisor	Current	0	0	0	0	0	0	0
Song Ying	Executive Vice President, CHRO	Current	229,905	0	0	229,905	0	0	0
Dong Youmei	Senior Vice President, CTO	Current	200,000	0	0	200,000	0	0	0
Sun Yun	Senior Vice President, CFO	Current	155,981	0	0	155,981	0	0	0
Yao Xiangjun	Senior Vice President	Current	100,000	0	0	100,000	0	0	0
Li Xuezheng	Senior Vice President	Current	186,600	0	0	186,600	0	0	0
Yue Zhanqiu	Senior Vice President, CIO	Current	150,000	0	0	150,000	0	0	0
Feng Liqiong	Senior Vice President, Chief Counsel	Current	150,000	0	0	150,000	0	0	0
Xie Zhongdong	Senior Vice President, Chief Risk Control Officer, Chief Auditor	Current	110,000	0	0	110,000	0	0	0
Liu Hongfeng	Secretary of Board of Directors	Current	100,000	0	0	100,000	0	0	0

Wu Wenxue	Vice Chairman of the Board	Former	0	0	0	0	0	0	0
Geng Jianxin	Independent Director	Former	0	0	0	0	0	0	0
Zhang Jingsong	Supervisory Board Chairman	Former	0	0	0	0	0	0	0
Zhang Chunming	Supervisor	Former	0	0	0	0	0	0	0
Total	--	--	2,603,062	0	0	2,603,062	0	0	0

II. Change of directors, supervisors and senior management staff

√ Applicable □ Inapplicable

Name	Position	Type	Date	Reason
Wu Wenxue	Vice Chairman of the Board	Left	5 May 2015	Career moves
Geng Jianxin	Independent Director	Left as the term expired	5 May 2015	Left as the term expired
Zhang Jingsong	Supervisory Board Chairman	Left	5 May 2015	Career moves
Zhang Chunming	Supervisor	Left	17 Apr. 2015	Career moves

Section IX. Financial Report

I. Audit report

Has this semi-annual report been audited?

☐ Yes ☒ No

The semi-annual financial report has not been audited.

II. Financial statements

Currency unit for the statements in the notes to these financial statements: RMB Yuan

1. Consolidated balance sheet

Prepared by BOE Technology Group Co., Ltd.

Unit: RMB Yuan

Item	Closing balance	Opening balance
Current Assets:		
Monetary funds	35,265,302,750.00	40,172,401,999.00
Settlement reserves	0.00	0.00
Intra-group lendings	0.00	0.00
Financial assets measured by fair value with the changes be included in the current gains and losses	0.00	0.00
Derivative financial assets	0.00	0.00
Notes receivable	218,474,506.00	501,172,383.00
Accounts receivable	7,394,263,585.00	6,615,762,122.00
Accounts paid in advance	324,688,294.00	150,734,013.00
Premiums receivable	0.00	0.00
Reinsurance premiums receivable	0.00	0.00
Receivable reinsurance contract reserves	0.00	0.00
Interest receivable	241,603,019.00	275,877,747.00
Dividend receivable	0.00	0.00
Other accounts receivable	603,411,448.00	720,716,550.00
Financial assets purchased under agreements to resell	0.00	0.00
Inventories	5,713,761,409.00	4,163,304,029.00
Assets divided available for sale	0.00	0.00

Non-current assets due within 1 year	0.00	0.00
Other current assets	8,561,271,404.00	6,085,764,454.00
Total current assets	58,322,776,415.00	58,685,733,297.00
Non-current assets:		
Loans by mandate and advances granted	0.00	0.00
Available-for-sale financial assets	391,669,279.00	323,530,493.00
Held-to-maturity investments	0.00	0.00
Long-term accounts receivable	0.00	0.00
Long-term equity investment	658,876,472.00	638,819,435.00
Investing property	1,240,587,632.00	1,251,820,763.00
Fixed assets	48,184,498,059.00	49,398,396,189.00
Construction in progress	28,736,450,388.00	21,868,641,210.00
Engineering materials	0.00	0.00
Disposal of fixed assets	0.00	0.00
Production biological assets	0.00	0.00
Oil-gas assets	0.00	0.00
Intangible assets	2,065,601,239.00	2,158,510,516.00
R&D expense	0.00	0.00
Goodwill	51,502,898.00	51,502,898.00
Long-term deferred expenses	310,050,863.00	303,984,682.00
Deferred income tax assets	125,575,848.00	138,779,625.00
Other non-current assets	768,400,273.00	1,420,564,369.00
Total of non-current assets	82,533,212,951.00	77,554,550,180.00
Total assets	140,855,989,366.00	136,240,283,477.00
Current liabilities:		
Short-term borrowings	1,730,844,677.00	2,158,988,600.00
Borrowings from Central Bank	0.00	0.00
Customer bank deposits and due to banks and other financial institutions	0.00	0.00
Intra-group borrowings	0.00	0.00
Financial liabilities measured by fair value with the changes be included in the current gains and losses	0.00	0.00
Derivative financial liabilities	0.00	0.00
Notes payable	374,532,677.00	258,737,884.00
Accounts payable	7,635,913,251.00	6,691,237,683.00

Accounts received in advance	560,166,338.00	314,712,632.00
Financial assets sold for repurchase	0.00	0.00
Handling charges and commissions payable	0.00	0.00
Employee's compensation payable	958,619,433.00	1,151,622,921.00
Tax payable	264,262,867.00	318,219,650.00
Interest payable	275,780,996.00	219,407,964.00
Dividend payable	9,651,170.00	8,051,170.00
Other accounts payable	6,494,069,469.00	7,550,386,025.00
Reinsurance premiums payable	0.00	0.00
Insurance contract reserves	0.00	0.00
Payables for acting trading of securities	0.00	0.00
Payables for acting underwriting of securities	0.00	0.00
Liabilities divided available for sale	0.00	0.00
Non-current liabilities due within 1 year	881,030,022.00	15,000,000.00
Other current liabilities	373,827,226.00	290,588,570.00
Total current liabilities	19,558,698,126.00	18,976,953,099.00
Non-current liabilities:		
Long-term borrowings	36,049,803,922.00	33,631,104,669.00
Bonds payable	0.00	0.00
Of which: preferred shares	0.00	0.00
Perpetual capital securities	0.00	0.00
Long-term payables	0.00	0.00
Long-term payroll payables	0.00	0.00
Specific payables	0.00	0.00
Estimated liabilities	16,457,010.00	16,457,010.00
Deferred income	2,408,415,114.00	2,441,846,447.00
Deferred income tax liabilities	366,199,375.00	347,949,970.00
Other non-current liabilities	3,553,263,879.00	3,866,566,063.00
Total non-current liabilities	42,394,139,300.00	40,303,924,159.00
Total liabilities	61,952,837,426.00	59,280,877,258.00
Owners' equity		
Share capital	35,289,637,574.00	35,289,637,574.00
Other equity instruments	0.00	0.00
Of which: preferred shares	0.00	0.00

Perpetual capital securities	0.00	0.00
Capital reserves	39,082,597,284.00	39,084,393,441.00
Less: Treasury stock	277,055,776.00	198,004,581.00
Other comprehensive income	112,148,608.00	40,630,611.00
Specific reserves	0.00	0.00
Surplus reserves	550,734,504.00	503,668,861.00
Provisions for general risks	0.00	0.00
Retained profits	3,338,850,882.00	1,434,745,673.00
Total equity attributable to owners of the Company	78,096,913,076.00	76,155,071,579.00
Minority interests	806,238,864.00	804,334,640.00
Total owners' equity	78,903,151,940.00	76,959,406,219.00
Total liabilities and owners' equity	140,855,989,366.00	136,240,283,477.00

Legal representative: Wang Dongsheng

Person-in-charge of the accounting work: Sun Yun

Chief of the accounting division: Yang Xiaoping

2. Balance sheet of the Company

Unit: RMB Yuan

Item	Closing balance	Opening balance
Current Assets:		
Monetary funds	2,710,568,306.00	8,801,283,810.00
Financial assets measured by fair value with the changes be included in the current gains and losses	0.00	0.00
Derivative financial assets	0.00	0.00
Notes receivable	1,372,038.00	5,318,912.00
Accounts receivable	76,535,016.00	59,490,497.00
Accounts paid in advance	23,375,410.00	3,995,544.00
Interest receivable	69,462,707.00	131,061,842.00
Dividend receivable	540,784,707.00	88,741,079.00
Other accounts receivable	3,257,738,011.00	1,050,896,232.00
Inventories	5,330,056.00	5,055,934.00
Assets divided available for sale	0.00	0.00
Non-current assets due within 1 year	0.00	0.00
Other current assets	106,704,934.00	97,212,285.00

Total current assets	6,791,871,185.00	10,243,056,135.00
Non-current assets:		
Available-for-sale financial assets	198,570,386.00	166,058,318.00
Held-to-maturity investments	0.00	0.00
Long-term accounts receivable	0.00	0.00
Long-term equity investment	75,027,474,183.00	67,577,417,145.00
Investing property	172,315,450.00	174,907,073.00
Fixed assets	362,875,167.00	360,386,719.00
Construction in progress	523,240,834.00	439,161,911.00
Engineering materials	0.00	0.00
Disposal of fixed assets	0.00	0.00
Production biological assets	0.00	0.00
Oil-gas assets	0.00	0.00
Intangible assets	467,316,781.00	498,655,457.00
R&D expense	0.00	0.00
Goodwill	0.00	0.00
Long-term deferred expenses	114,970,953.00	107,514,008.00
Deferred income tax assets	0.00	0.00
Other non-current assets	6,769,393.00	12,851,569.00
Total of non-current assets	76,873,533,147.00	69,336,952,200.00
Total assets	83,665,404,332.00	79,580,008,335.00
Current liabilities:		
Short-term borrowings	0.00	0.00
Financial liabilities measured by fair value with the changes be included in the current gains and losses	0.00	0.00
Derivative financial liabilities	0.00	0.00
Notes payable	0.00	0.00
Accounts payable	24,854,519.00	23,725,287.00
Accounts received in advance	452,763,002.00	6,255,398.00
Employee's compensation payable	98,970,178.00	144,350,801.00
Tax payable	10,570,518.00	32,443,336.00
Interest payable	2,038,106.00	217,750.00
Dividend payable	6,451,171.00	6,451,170.00
Other accounts payable	4,823,688,365.00	4,678,071,031.00

Liabilities divided available for sale	0.00	0.00
Non-current liabilities due within 1 year	0.00	0.00
Other current liabilities	0.00	0.00
Total current liabilities	5,419,335,859.00	4,891,514,773.00
Non-current liabilities:		
Long-term borrowings	3,818,923,200.00	670,000,000.00
Bonds payable	0.00	0.00
Of which: preferred shares	0.00	0.00
Perpetual capital securities	0.00	0.00
Long-term payables	0.00	0.00
Long-term payroll payables	0.00	0.00
Specific payables	0.00	0.00
Estimated liabilities	0.00	0.00
Deferred income	74,929,485.00	90,395,075.00
Deferred income tax liabilities	0.00	0.00
Other non-current liabilities	0.00	0.00
Total non-current liabilities	3,893,852,685.00	760,395,075.00
Total liabilities	9,313,188,544.00	5,651,909,848.00
Owners' equity:		
Share capital	35,289,637,574.00	35,289,637,574.00
Other equity instruments	0.00	0.00
Of which: preferred shares	0.00	0.00
Perpetual capital securities	0.00	0.00
Capital reserves	38,218,959,047.00	38,218,959,047.00
Less: Treasury stock	277,055,776.00	198,004,581.00
Other comprehensive income	105,163,423.00	72,651,355.00
Specific reserves	0.00	0.00
Surplus reserves	550,734,504.00	503,668,861.00
Retained profits	464,777,016.00	41,186,231.00
Total owners' equity	74,352,215,788.00	73,928,098,487.00
Total liabilities and owners' equity	83,665,404,332.00	79,580,008,335.00

3. Consolidated income statement

Unit: RMB Yuan

Item	Jan.-Jun. 2015	Jan.-Jun 2014
I. Total operating revenues	22,970,848,112.00	16,113,171,584.00
Including: Sales income	22,970,848,112.00	16,113,171,584.00
Interest income	0.00	0.00
Premium income	0.00	0.00
Handling charge and commission income	0.00	0.00
II. Total operating cost	21,082,716,877.00	15,340,525,002.00
Including: Cost of sales	17,509,610,448.00	12,630,118,473.00
Interest expenses	0.00	0.00
Handling charge and commission expenses	0.00	0.00
Surrenders	0.00	0.00
Net claims paid	0.00	0.00
Net amount withdrawn for the insurance contract reserve	0.00	0.00
Expenditure on policy dividends	0.00	0.00
Reinsurance premium	0.00	0.00
Taxes and associate charges	114,336,421.00	37,970,365.00
Selling and distribution expenses	532,688,703.00	481,663,833.00
Administrative expenses	2,252,419,046.00	1,698,855,995.00
Financial expenses	176,341,089.00	106,739,572.00
Asset impairment loss	497,321,170.00	385,176,764.00
Add: Gain/(loss) from change in fair value (“-” means loss)	0.00	0.00
Gain/(loss) from investment (“-” means loss)	64,659,150.00	6,924,389.00
Including: share of profits in associates and joint ventures	10,557,037.00	4,390,960.00
Foreign exchange gains (“-” means loss)	0.00	0.00
III. Business profit (“-” means loss)	1,952,790,385.00	779,570,971.00
Add: non-operating income	424,771,458.00	548,360,205.00
Of which: gains from non-current asset disposal	1,481,675.00	1,072,418.00
Less: non-operating expense	13,347,411.00	9,012,209.00
Of which: losses from non-current asset disposal	9,248,574.00	2,964,174.00
IV. Total profit (“-” means loss)	2,364,214,432.00	1,318,918,967.00
Less: Income tax expense	411,060,664.00	156,020,200.00
V. Net profit (“-” means loss)	1,953,153,768.00	1,162,898,767.00
Attributable to owners of the Company	1,951,170,852.00	1,041,635,714.00
Minority shareholders’ income	1,982,916.00	121,263,053.00

VI. After-tax net amount of other comprehensive incomes	71,443,148.00	-27,145,356.00
After-tax net amount of other comprehensive incomes attributable to owners of the Company	71,517,997.00	-27,145,356.00
(I) Other comprehensive incomes that will not be reclassified into gains and losses	0.00	0.00
1. Changes in net liabilities or assets with a defined benefit plan upon re-measurement	0.00	0.00
2. Enjoyable shares in other comprehensive incomes in investees that cannot be reclassified into gains and losses under the equity method	0.00	0.00
(II) Other comprehensive incomes that will be reclassified into gains and losses	71,517,997.00	-27,145,356.00
1. Enjoyable shares in other comprehensive incomes in investees that will be reclassified into gains and losses under the equity method	0.00	0.00
2. Gains and losses on fair value changes of available-for-sale financial assets	72,615,730.00	-28,432,703.00
3. Gains and losses on reclassifying held-to-maturity investments into available-for-sale financial assets	0.00	0.00
4. Effective hedging gains and losses on cash flows	0.00	0.00
5. Foreign-currency financial statement translation difference	-1,097,733.00	1,287,347.00
6. Other	0.00	0.00
After-tax net amount of other comprehensive incomes attributable to minority shareholders	-74,849.00	0.00
VII. Total comprehensive incomes	2,024,596,916.00	1,135,753,411.00
Attributable to owners of the Company	2,022,688,849.00	1,014,490,358.00
Attributable to minority shareholders	1,908,067.00	121,263,053.00
VIII. Earnings per share		
(I) Basic earnings per share	0.055	0.050
(II) Diluted earnings per share	0.055	0.050

For the business combination under the same control of the current period, the net profits realized before the combination of the combined party were of RMB 000 and the net profits realized of the combined party of the last period were of RMB 000.

Legal representative: Wang Dongsheng

Person-in-charge of the accounting work: Sun Yun

Chief of the accounting division: Yang Xiaoping

4. Income statement of the Company

Unit: RMB Yuan

Item	Jan.-Jun. 2015	Jan.-Jun 2014
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I. Total sales	395,131,526.00	394,606,138.00
Less: cost of sales	65,325,004.00	56,752,883.00
Business taxes and surcharges	5,608,886.00	3,096,694.00
Distribution expenses	1,674,119.00	1,132,622.00
Administrative expenses	466,597,959.00	354,310,649.00
Financial costs	-74,073,299.00	-28,061,118.00
Impairment loss	0.00	0.00
Add: gain/(loss) from change in fair value (“-” means loss)	0.00	0.00
Gain/(loss) from investment (“-” means loss)	465,346,985.00	6,582,590.00
Of which: income from investment on associates and joint ventures	10,557,037.00	4,049,161.00
II. Business profit (“-” means loss)	395,345,842.00	13,956,998.00
Add: non-business income	75,382,251.00	14,162,919.00
Of which: gains from non-current asset disposal	24,000.00	2,100.00
Less: non-business expense	71,665.00	85,328.00
Of which: losses from non-current asset disposal	1,555.00	1,935.00
III. Total profit (“-” means loss)	470,656,428.00	28,034,589.00
Less: income tax expense	0.00	0.00
IV. Net profit (“-” means loss)	470,656,428.00	28,034,589.00
V. After-tax net amount of other comprehensive incomes	32,512,068.00	-22,042,649.00
(I) Other comprehensive incomes that will not be reclassified into gains and losses	0.00	0.00
1. Changes in net liabilities or assets with a defined benefit plan upon re-measurement	0.00	0.00
2. Enjoyable shares in other comprehensive incomes in investees that cannot be reclassified into gains and losses under the equity method	0.00	0.00
(II) Other comprehensive incomes that will be reclassified into gains and losses	32,512,068.00	-22,042,649.00
1. Enjoyable shares in other comprehensive incomes in investees that will be reclassified into gains and losses under the equity method	0.00	0.00
2. Gains and losses on fair value changes of available-for-sale financial assets	32,512,068.00	-22,042,649.00
3. Gains and losses on reclassifying held-to-maturity investments into available-for-sale financial assets	0.00	0.00
4. Effective hedging gains and losses on cash flows	0.00	0.00
5. Foreign-currency financial statement translation difference	0.00	0.00
6. Other	0.00	0.00

VI. Total comprehensive incomes	503,168,496.00	5,991,940.00
VII. Earnings per share		
(I) Basic earnings per share	0.013	0.001
(II) Diluted earnings per share	0.013	0.001

5. Consolidated cash flow statement

Unit: RMB Yuan

Item	Jan.-Jun. 2015	Jan.-Jun 2014
I. Cash flows from operating activities:		
Cash received from sale of commodities and rendering of service	22,930,542,755.00	17,820,222,805.00
Net increase of deposits from customers and dues from banks	0.00	0.00
Net increase of loans from the central bank	0.00	0.00
Net increase of funds borrowed from other financial institutions	0.00	0.00
Cash received from premium of original insurance contracts	0.00	0.00
Net cash received from reinsurance business	0.00	0.00
Net increase of deposits of policy holders and investment fund	0.00	0.00
Net increase of dispose of the financial assets measured by fair value with the changes be included in the current gains and losses	0.00	0.00
Cash received from interest, handling charges and commissions	0.00	0.00
Net increase of intra-group borrowings	0.00	0.00
Net increase of funds in repurchase business	0.00	0.00
Tax refunds received	1,552,640,958.00	696,134,294.00
Other cash received relating to operating activities	822,344,215.00	678,900,597.00
Subtotal of cash inflows from operating activities	25,305,527,928.00	19,195,257,696.00
Cash paid for goods and services	14,687,024,246.00	12,914,791,942.00
Net increase of customer lendings and advances	0.00	0.00
Net increase of funds deposited in the central bank and amount due from banks	0.00	0.00
Cash for paying claims of the original insurance contracts	0.00	0.00
Cash for paying interest, handling charges and commissions	0.00	0.00
Cash for paying policy dividends	0.00	0.00
Cash paid to and for employees	2,722,826,479.00	1,823,070,067.00
Various taxes paid	905,519,911.00	421,384,320.00
Other cash payment relating to operating activities	1,536,765,804.00	782,370,865.00

Subtotal of cash outflows from operating activities	19,852,136,440.00	15,941,617,194.00
Net cash flows from operating activities	5,453,391,488.00	3,253,640,502.00
II. Cash flows from investing activities:		
Cash received from withdrawal of investments	3,721,672,760.00	0.00
Cash received from return on investments	44,876,285.00	3,411,262.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	1,358,403.00	363,662.00
Net cash received from disposal of subsidiaries or other business units	0.00	0.00
Other cash received relating to investing activities	820,946,320.00	402,699,692.00
Subtotal of cash inflows from investing activities	4,588,853,768.00	406,474,616.00
Cash paid to acquire fixed assets, intangible assets and other long-term assets	10,480,124,471.00	9,255,316,417.00
Cash paid for investment	5,662,064,789.00	6,000,461.00
Net increase of pledged loans	0.00	0.00
Net cash paid to acquire subsidiaries and other business units	0.00	534,815,100.00
Other cash payments relating to investing activities	16,928,514.00	16,591,152.00
Subtotal of cash outflows from investing activities	16,159,117,774.00	9,812,723,130.00
Net cash flows from investing activities	-11,570,264,006.00	-9,406,248,514.00
III. Cash Flows from Financing Activities:		
Cash received from capital contributions	0.00	30,752,700,690.00
Including: Cash received from minority shareholder investments by subsidiaries	0.00	0.00
Cash received from borrowings	9,068,701,432.00	12,045,540,367.00
Cash received from issuance of bonds	0.00	0.00
Other cash received relating to financing activities	0.00	48,165,983.00
Subtotal of cash inflows from financing activities	9,068,701,432.00	42,846,407,040.00
Repayment of borrowings	6,579,675,703.00	10,518,896,513.00
Cash paid for interest expenses and distribution of dividends or profit	673,357,186.00	755,323,762.00
Including: dividends or profit paid by subsidiaries to minority shareholders	0.00	0.00
Other cash payments relating to financing activities	116,385,019.00	968,166,397.00
Sub-total of cash outflows from financing activities	7,369,417,908.00	12,242,386,672.00
Net cash flows from financing activities	1,699,283,524.00	30,604,020,368.00
IV. Effect of foreign exchange rate changes on cash and cash equivalents	-77,675,858.00	43,545,868.00
V. Net increase in cash and cash equivalents	-4,495,264,852.00	24,494,958,224.00

Add: Opening balance of cash and cash equivalents	36,504,707,160.00	16,474,975,849.00
VI. Closing balance of cash and cash equivalents	32,009,442,308.00	40,969,934,073.00

6. Cash flow statement of the Company

Unit: RMB Yuan

Item	Jan.-Jun. 2015	Jan.-Jun 2014
I. Cash flows from operating activities:		
Cash received from sale of commodities and rendering of service	95,679,936.00	73,929,641.00
Tax refunds received	0.00	698,357.00
Other cash received relating to operating activities	1,023,436,526.00	691,284,156.00
Subtotal of cash inflows from operating activities	1,119,116,462.00	765,912,154.00
Cash paid for goods and services	140,067,732.00	101,533,737.00
Cash paid to and for employees	271,101,912.00	213,401,635.00
Various taxes paid	30,543,680.00	21,738,682.00
Other cash payment relating to operating activities	301,950,992.00	209,045,481.00
Subtotal of cash outflows from operating activities	743,664,316.00	545,719,535.00
Net cash flows from operating activities	375,452,146.00	220,192,619.00
II. Cash flows from investing activities:		
Cash received from retraction of investments	0.00	0.00
Cash received from return on investments	193,252.00	3,373,429.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	24,000.00	67,400.00
Net cash received from disposal of subsidiaries or other business units		0.00
Other cash received relating to investing activities	137,529,798.00	15,236,429.00
Subtotal of cash inflows from investing activities	137,747,050.00	18,677,258.00
Cash paid to acquire fixed assets, intangible assets and other long-term assets	57,579,111.00	66,256,870.00
Cash paid for investment	7,457,064,789.00	12,001,000,461.00
Net cash paid to acquire subsidiaries and other business units	0.00	6,834,815,100.00
Other cash payments relating to investing activities	457,828.00	93,996.00
Subtotal of cash outflows from investing activities	7,515,101,728.00	18,902,166,427.00
Net cash flows from investing activities	-7,377,354,678.00	-18,883,489,169.00
III. Cash Flows from Financing Activities:		
Cash received from capital contributions	0.00	30,752,700,690.00

Cash received from borrowings	3,149,242,200.00	0.00
Cash received from issuance of bonds		0.00
Other cash received relating to financing activities	0.00	0.00
Subtotal of cash inflows from financing activities	3,149,242,200.00	30,752,700,690.00
Repayment of borrowings	0.00	0.00
Cash paid for interest expenses and distribution of dividends or profit	9,665,367.00	215,500,000.00
Other cash payments relating to financing activities	2,148,923,200.00	236,267,369.00
Sub-total of cash outflows from financing activities	2,158,588,567.00	451,767,369.00
Net cash flows from financing activities	990,653,633.00	30,300,933,321.00
IV. Effect of foreign exchange rate changes on cash and cash equivalents	-316,325.00	16,425.00
V. Net increase in cash and cash equivalents	-6,011,565,224.00	11,637,653,196.00
Add: Opening balance of cash and cash equivalents	8,671,876,589.00	1,702,470,760.00
VI. Closing balance of cash and cash equivalents	2,660,311,365.00	13,340,123,956.00

7. Consolidated Statement of Changes in Owners' Equity

Jan.-Jun. 2015

Unit: RMB Yuan

Item	Jan.-Jun. 2015												
	Equity attributable to owners of the Company											Minority interests	Total owners' equity
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive income	Specific reserve	Surplus reserve	General risk reserve	Retained profit		
		Preferred shares	Perpetual capital securities	Other									
I. Balance at the end of the previous year	35,289,637,574.00	0.00	0.00	0.00	39,084,393,441.00	198,004,581.00	40,630,611.00	0.00	503,668,861.00	0.00	1,434,745,673.00	804,334,640.00	76,959,406,219.00
Add: change of accounting policy	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Correction of errors in previous periods	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Business combination under the same control	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
II. Balance at	35,289,637,574.00	0.00	0.00	0.00	39,084,393,441.00	198,004,581.00	40,630,611.00	0.00	503,668,861.00	0.00	1,434,745,673.00	804,334,640.00	76,959,406,219.00

the period-begin													
III. Increase/ decrease in the period (“-” means decrease)	0.00	0.00	0.00	0.00	-1,796,157.00	79,051,195.00	71,517,997.00	0.00	47,065,643.00	0.00	1,904,105,209.00	1,904,224.00	1,943,745,721.00
(I) Total amount of the comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00	71,517,997.00	0.00	0.00	0.00	1,951,170,852.00	1,908,067.00	2,024,596,916.00
(II) Capital paid in and reduced by owners	0.00	0.00	0.00	0.00	-1,796,157.00	79,051,195.00	0.00	0.00	0.00	0.00	0.00	1,796,157.00	-79,051,195.00
1. Common shares invested by the shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Capital invested by the owners of other equity instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Amounts of share-based payments recognized in	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

owners' equity													
4. Others	0.00	0.00	0.00	0.00	-1,796,157.00	79,051,195.00	0.00	0.00	0.00	0.00	0.00	1,796,157.00	-79,051,195.00
(III) Profit distribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	47,065,643.00	0.00	-47,065,643.00	-1,800,000.00	-1,800,000.00
1. Appropriations to surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	47,065,643.00	0.00	-47,065,643.00	0.00	0.00
2. Appropriations to general risk provisions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Appropriations to owners (or shareholders)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-1,800,000.00	-1,800,000.00
4. Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(IV) Internal carry-forward of owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. New increase of capital (or share capital) from capital public reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

2. New increase of capital (or share capital) from surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Surplus reserves for making up losses	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(V) Specific reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. Withdrawn for the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Used in the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(VI) Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
IV. Closing balance	35,289,637,574.00	0.00	0.00	0.00	39,082,597,284.00	277,055,776.00	112,148,608.00	0.00	550,734,504.00	0.00	3,338,850,882.00	806,238,864.00	78,903,151,940.00

Jan.-Jun. 2014

Unit: RMB Yuan

Item	Jan.-Jun. 2014												
	Equity attributable to owners of the Company											Minority interests	Total owners' equity
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive income	Specific reserve	Surplus reserve	General risk reserve	Retained profit		
		Preferred	Perpetual	Other									

		shares	capital securities										
I. Balance at the end of the previous year	13,521,542,341.00	0.00	0.00	0.00	15,347,919,192.00	0.00	6,068,123.00	0.00	499,092,613.00	0.00	-1,122,806,908.00	9,902,448,043.00	38,154,263,404.00
Add: change of accounting policy	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Correction of errors in previous periods	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Business combination under the same control	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
II. Balance at the period-begin	13,521,542,341.00	0.00	0.00	0.00	15,347,919,192.00	0.00	6,068,123.00	0.00	499,092,613.00	0.00	-1,122,806,908.00	9,902,448,043.00	38,154,263,404.00
III. Increase/decrease in the period (“-” means decrease)	21,768,095,233.00	0.00	0.00	0.00	23,736,474,249.00	198,004,581.00	34,562,488.00	0.00	4,576,248.00	0.00	2,557,552,581.00	-9,098,113,403.00	38,805,142,815.00
(I) Total amount of the	0.00	0.00	0.00	0.00	0.00	0.00	34,562,488.00	0.00	0.00	0.00	2,562,128,829.00	153,859,989.00	2,750,551,306.00

comprehensive income													
(II) Capital paid in and reduced by owners	21,768,095,233.00	0.00	0.00	0.00	23,728,718,567.00	198,004,581.00	0.00	0.00	0.00	0.00	0.00	-9,239,251,750.00	36,059,557,469.00
1. Common shares invested by the shareholders	21,768,095,233.00	0.00	0.00	0.00	23,116,609,820.00	0.00	0.00	0.00	0.00	0.00	0.00		44,884,705,053.00
2. Capital invested by the owners of other equity instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Amounts of share-based payments recognized in owners' equity	0.00	0.00	0.00	0.00	612,108,747.00	0.00	0.00	0.00	0.00	0.00	0.00	-9,225,017,444.00	-8,612,908,697.00
4. Others	0.00	0.00	0.00	0.00	0.00	198,004,581.00	0.00	0.00	0.00	0.00	0.00	-14,234,306.00	-212,238,887.00
(III) Profit distribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4,576,248.00	0.00	-4,576,248.00	-12,721,642.00	-12,721,642.00
1. Appropriations to surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4,576,248.00	0.00	-4,576,248.00	0.00	0.00
2.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Appropriations to general risk provisions													
3. Appropriations to owners (or shareholders)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-12,721,642.00	-12,721,642.00
4. Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(IV) Internal carry-forward of owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. New increase of capital (or share capital) from capital public reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. New increase of capital (or share capital) from surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Surplus reserves for making up	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

losses													
4. Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(V) Specific reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. Withdrawn for the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Used in the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(VI) Other	0.00	0.00	0.00	0.00	7,755,682.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	7,755,682.00
IV. Closing balance	35,289,637,574.00	0.00	0.00	0.00	39,084,393,441.00	198,004,581.00	40,630,611.00	0.00	503,668,861.00	0.00	1,434,745,673.00	804,334,640.00	76,959,406,219.00

8. Statement of changes in owners' equity of the Company

Jan.-Jun. 2015

Unit: RMB Yuan

Item	Jan.-Jun. 2015										
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive income	Specific reserve	Surplus reserve	Retained profit	Total owners' equity
		Preferred shares	Perpetual capital securities	Other							
I. Balance at the end of the previous year	35,289,637,574.00	0.00	0.00	0.00	38,218,959,047.00	198,004,581.00	72,651,355.00	0.00	503,668,861.00	41,186,231.00	73,928,098,487.00
Add: change of accounting policy	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Correction of errors in	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

previous periods											
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
II. Balance at the period-begin	35,289,637,574.00	0.00	0.00	0.00	38,218,959,047.00	198,004,581.00	72,651,355.00	0.00	503,668,861.00	41,186,231.00	73,928,098,487.00
III. Increase/ decrease in the period (“-” means decrease)	0.00	0.00	0.00	0.00	0.00	79,051,195.00	32,512,068.00	0.00	47,065,643.00	423,590,785.00	424,117,301.00
(I) Total amount of the comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00	32,512,068.00	0.00	0.00	470,656,428.00	503,168,496.00
(II) Capital paid in and reduced by owners	0.00	0.00	0.00	0.00	0.00	79,051,195.00	0.00	0.00	0.00	0.00	-79,051,195.00
1. Common shares invested by the shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Capital invested by the owners of other equity instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Amounts of share-based payments recognized in owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Others	0.00	0.00	0.00	0.00	0.00	79,051,195.00	0.00	0.00	0.00	0.00	-79,051,195.00
(III) Profit distribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	47,065,643.00	-47,065,643.00	0.00
1. Appropriations to surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	47,065,643.00	-47,065,643.00	0.00
2. Appropriations to general risk provisions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

3. Appropriations to owners (or shareholders)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(IV) Internal carry-forward of owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. New increase of capital (or share capital) from capital public reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. New increase of capital (or share capital) from surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Surplus reserves for making up losses	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(V) Specific reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. Withdrawn for the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Used in the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(VI) Other	35,289,637,574.00	0.00	0.00	0.00	38,218,959,047.00	277,055,776.00	105,163,423.00	0.00	550,734,504.00	464,777,016.00	74,352,215,788.00

Jan.-Jun. 2014

Unit: RMB Yuan

Item	Jan.-Jun. 2014										
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive	Specific reserve	Surplus reserve	Retained profit	Total owners' equity
		Preferred	Perpetual	Other							

		shares	capital securities				income				
I. Balance at the end of the previous year	13,521,542,341.00	0.00	0.00	0.00	15,094,593,545.00	0.00	71,205,088.00	0.00	499,092,613.00	-809,388,608.00	28,377,044,979.00
Add: change of accounting policy	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Correction of errors in previous periods	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
II. Balance at the period-begin	13,521,542,341.00	0.00	0.00	0.00	15,094,593,545.00	0.00	71,205,088.00	0.00	499,092,613.00	-809,388,608.00	28,377,044,979.00
III. Increase/ decrease in the period (“-” means decrease)	21,768,095,233.00	0.00	0.00	0.00	23,124,365,502.00	198,004,581.00	1,446,267.00	0.00	4,576,248.00	850,574,839.00	45,551,053,508.00
(I) Total amount of the comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00	1,446,267.00	0.00	0.00	855,151,087.00	856,597,354.00
(II) Capital paid in and reduced by owners	21,768,095,233.00	0.00	0.00	0.00	23,116,609,820.00	198,004,581.00	0.00	0.00	0.00	0.00	44,686,700,472.00
1. Common shares invested by the shareholders	21,768,095,233.00	0.00	0.00	0.00	23,116,609,820.00	198,004,581.00	0.00	0.00	0.00	0.00	44,686,700,472.00
2. Capital invested by the owners of other equity instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Amounts of share-based payments recognized in owners’	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

equity											
4. Others	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(III) Profit distribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4,576,248.00	-4,576,248.00	0.00
1. Appropriations to surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4,576,248.00	-4,576,248.00	0.00
2. Appropriations to general risk provisions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Appropriations to owners (or shareholders)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(IV) Internal carry-forward of owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. New increase of capital (or share capital) from capital public reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. New increase of capital (or share capital) from surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Surplus reserves for making up losses	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(V) Specific reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. Withdrawn for the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

2. Used in the period	0.00	0.00	0.00	0.00	7,755,682.00	0.00	0.00	0.00	0.00	0.00	7,755,682.00
(VI) Other	35,289,637,574.00	0.00	0.00	0.00	38,218,959,047.00	198,004,581.00	72,651,355.00	0.00	503,668,861.00	41,186,231.00	73,928,098,487.00

III. Company profile

BOE Technology Group Company Limited (the “Company”) is a company limited by shares established on 9 April 1993 at Beijing, with its head office located in Beijing. The parent of the Company is Beijing Electronics Holdings Co., Ltd. (“Electronics Holdings”).

The Company was established with the approval of the Office of Economic Restructuring of Beijing Municipality JTGBZ [1992] No. 22, founded by the former Beijing Electronic Tube Factory as the main promoter by way of directional stock flotation. The former Beijing Electronic Tube Factory transferred its related assets and liabilities to the Company. Such assets and liabilities had been valued by the State-owned Assets Supervision and Administration Commission. The Company used the revaluation amount as the initial value for Company’s accounting records.

As approved by the State Council Securities Commission through document ZWF [1997] No. 32, the Company issued 115,000,000 B shares on 19 May 1997 at the Shenzhen Stock Exchange, with a face value of RMB 1.00 each, getting listed on 10 June 1997 at the Shenzhen Stock Exchange. As approved by the China Securities Regulatory Commission (“CSRC”) through document ZJGSZ [2000] No. 197, the Company issued 60,000,000 ordinary shares denominated in Renminbi on 23 November 2000 at Shenzhen Stock Exchange, with a face value of RMB 1.00 each, getting listed on 12 January 2001 at the Shenzhen Stock Exchange.

As approved by the CSRC through document ZJFXZ [2004] No. 2, “The Notice on approving BOE Technology Group Company Limited’s Further Share Offering”, the Company additionally issued 316,400,000 B shares on 16 Jan 2004, with a face value of RMB 1.00 each and issuing value of HKD 6.32, which raised capital amounting to HKD 1,999,648,000. After accounting for all the relevant issuance fees, the B shares further offering raised capital of HKD 1,922,072,431 (RMB 2,048,160,383), with total share capital increasing to RMB 975,864,800.

Pursuant to the resolution approved by the 2003 Annual General Meeting held on 28 May 2004, the Company implemented its plan of transferring capital reserve into share capital at the rate of “5 shares for every 10 shares” to all shareholders in June 2004. Upon the completion of the transfer, the Company’s total share capital increased to RMB 1,463,797,200.

Pursuant to the resolution passed by the 2005 First Special Shareholders’ General Meeting held on 5 July 2005, based on the total share capital of 1,463,797,200 shares as at 31 December 2004, the Company transferred capital reserve into share capital at the rate of “5 shares for every 10 share” to all shareholders on 19 July 2005. Upon completion of the transfer, the Company’s total share capital increased to RMB 2,195,695,800.

In accordance with “The Approval Notice on BOE’s State-owned Share Reform Plan” issued by Stated-owned Assets Supervision and Administration Commission of Beijing Municipality (JGZCQZ [2005] No. 119), the Company implemented its state-owned share reform plan agreed by the shareholders on 24 November 2005. According to the plan, those registered tradable RMB-denominated ordinary share shareholders on 29 November 2005 would receive 4.2 shares for every 10 listed shares. This had contributed to the change in percentage of tradable and non-tradable shares of the Company.

Pursuant to the 21st Session of the Forth Board of Directors and the Special Shareholders’ General Meeting held on 18 April 2006 and 19 May 2006 respectively, and the approval from the CSRC through document ZJFXZ [2006] No. 36, the Company issued 675,872,095 non-public targeted ordinary shares (A shares) with face value of RMB 1. On 9 October 2006, the Company completed shares registration and escrow in China Securities Depository and Clearing Corporation Limited Shenzhen branch. Upon completion of the issuance, the Company’s total share capital increased to RMB 2,871,567,895.

Pursuant to the Third Session of the Fifth Board of Directors and the 2007 Forth Special Shareholders’ General Meeting held on 29 August 2007 and 26 September 2007 respectively, and the approval from the CSRC through document ZJFXZ [2008] No. 587, the Company issued 411,334,552 non-public targeted RMB-denominated ordinary share with a face value of RMB 1. On 16 July 2008, the Company completed shares registration and escrow in China Securities Depository and Clearing Corporation Limited Shenzhen branch. Upon completion of the issuance, the Company’s total share capital increased to RMB 3,282,902,447.

Pursuant to the 17th Session of the Fifth Board of Directors and the 2008 Second Special General Meeting held on 7 November 2008 and 25 November 2008 respectively, and approval from the CSRC through document ZJFXZ [2009] No. 369, the Company issued 5,000,000,000 non-public targeted RMB-denominated ordinary share with a face value of RMB 1. On 4 June 2009, the Company

completed shares registration and escrow in China Securities Depository and Clearing Corporation Limited Shenzhen branch. Upon completion of the issuance, the Company's total share capital increased to RMB 8,282,902,447. The Company revised its Articles of Association on June 2009, and obtained the renewed the business license as legal person with No. 110000005012597 on 7 August 2009.

Pursuant to the Second Session of the Sixth Board of Directors and the 2010 Second Special Shareholders' General Meeting held on 21 Jul. 2010 as well as approval from the CSRC through document ZJFXZ [2010]1324 No. 1324, the Company issued 2,985,049,504 non-public targeted RMB-denominated ordinary share with a face value of RMB 1. On 7 Dec. 2010, the Company completed shares registration and escrow in China Securities Depository and Clearing Corporation Limited Shenzhen branch. Upon completion of the issuance, the Company's total share capital increased to RMB 11,267,951,951.

Pursuant to the Eighth Session of the Sixth Board of Directors held on 22 Apr. 2011 and the 2010 Shareholders' General Meeting held on 30 May 2011, basing on the total share capital of 11,267,951,951 up to 31 Dec. 2010, the Company implemented its plan of transferring capital reserve into share capital at the rate of "2 shares for every 10 shares" to all shareholders in Jun. 2011. Upon the completion of the transfer, the Company's total share capital increased to RMB 13,521,542,341.

Through the resolution of the 2nd Session of the 7th Board of Directors on 24 Jul. 2013 and the approval of the 3rd Extraordinary General Meeting on 12 Aug. 2013 as well as the approval of ZJXK [2013] No. 615 document of CSRC on 24 Dec. 2013, the Company increased the issuing of the non-public Renminbi common shares to the specified targets of RMB 1 that amounted to 21,768,095,233 shares, which completed the share register hosting in Shenzhen Branch of CSDC on 7 Apr. 2014 that after the increase, the share capital of the Company changed into RMB 35,289,637,574.

Through the approval from the 2014 2nd Extraordinary General Meeting held on 14 Aug. 2014, the Company repurchased part of the issued social public shares by the way of centralized competitive trading in SZSE within 12 months since the resolution date and completed the first repurchase on 26 Sep. 2014. Up to 30 Jun. 2015, the Company had repurchased 136,569,831 shares.

The Company and its subsidiaries (hereinafter referred to as "the Group") divided into three main business group: display devices business, intelligent system products and wisdom health services.

In 2015, the Company included BOE Technology Europe GmbH and Chongqing BOE Display Lighting Co., Ltd. into the consolidated scope, and for the relevant information please refer to Notes IX, Equities among other entities and Notes VIII, Changes of the consolidated scope.

IV. Basis for preparation of financial statements

1. Basis for the preparation

The financial statements have been prepared on the basis of going concern.

2. Continuing operations

The continuing operations ability of the Company was favorable.

V. Significant accounting policies and estimates

Reminder of the specific accounting policies and estimates:

Naught

1. Statement of Compliance with the Accounting Standards for Business Enterprises

The financial statements have been prepared in accordance with the requirements of Accounting Standards for Business Enterprises

issued by the Ministry of Finance (MOF) . These financial statements present truly and completely the consolidated financial position and financial position as of 30 Jun. 2015, the consolidated results of operations and results of operations and the consolidated cash flows and cash flows in the first half year of 2015 of the Company. These financial statements also comply with the disclosure requirements of “Regulation on the Preparation of Information Disclosures of Companies Issuing Public Shares, No. 15: General Requirements for Financial Reports” as revised by the China Securities Regulatory Commission (hereinafter referred to as “CSRC”) in 2014.

2. Accounting period

The accounting year of the Group is from 1 January to 31 December.

3. Operating cycle

The Company regarded the period from purchasing the assets for processing to realizing the cash or cash equivalents as the normal operating cycle. The operating cycle of the main business of the Company usually is less than 12 months.

4. Functional currency

The Company’s functional currency is Renminbi. These financial statements are presented in renminbi. The basis of choosing the functional currency for the Company and its subsidiaries is that it’s the pricing and settlement currency for the main business. The Company translates the foreign currency financial statement of subsidiaries when compiling the financial statement.

The currency where the overseas subsidiaries and their main economic circumstances of the operation involved is the functional currency. Renminbi is the bookkeeping base currency when preparing the financial statements for the reporting period.

5. Accounting treatments for a business combination involving entities under and those not under common control

(1) Business combination involving entities under common control

A business combination involving enterprises under common control is a business combination in which all of the combining enterprises are ultimately controlled by the same party or parties both before and after the business combination, and that control is not transitory. The assets and liabilities obtained are measured at the carrying amounts as recorded by the enterprise being combined at the combination date. The difference between the carrying amount of the net assets obtained and the carrying amount of consideration paid for the combination (or the total face value of shares issued) is adjusted to share premium in the capital reserve. If the balance of share premium is insufficient, any excess is adjusted to retained earnings. Other direct expenses occur when the Group conducting business combinations is recognized in current profit and loss. The combination date is the date on which one combining enterprise effectively obtains control of the other combining enterprises.

(2) Business combinations involving entities not under common control

A business combination involving entities not under common control is a business combination in which all of the combining entities are not ultimately controlled by the same party or parties both before and after the business combination. When the Group acts as the combination party, the cost of a business combination paid by the acquirer is the aggregate of the fair value at the acquisition date of assets given (including share equity of the acquiree held before the combination date), liabilities incurred or assumed, and equity securities issued by the acquirer. Any excess of the cost of a business combination over the acquirer’s interest in the fair value of the acquiree’s identifiable net assets is recognized as goodwill, while any excess of the acquirer’s interest in the fair value of the acquiree’s identifiable net assets over the cost of a business combination is recognized in profit or loss. The cost of equity securities

or liability securities as on combination consideration offering is recognized in initial recording capital on equity securities or liability securities. Other direct expenses occur when the Group conducting business combinations is recognized in current profit and loss. The difference between the fair value and the carrying amount of the assets given is recognized in profit or loss. The Group, at the acquisition date, recognized the acquiree's identifiable asset, liabilities and contingent liabilities at their fair value at that date. The acquisition date is the date on which the acquirer effectively obtains control of the acquiree.

In a business combination not under same control realized by two or more transactions of exchange, for the equities of the purchasees held before the purchase date, the Group will execute the remeasurement according to the fair value of the equity on the purchase date with the difference between the fair value and its book value be recorded in the current investment income. The other comprehensive income which could be reclassified in the gains and losses afterwards and the changes of the equities of the other owners under the measurement of the equity method that involved with the afterwards equity of the purchasees held before the purchase date should be transferred in the current investment income.

6. Preparation methods for consolidated financial statements

(1) General principle

The scope of consolidated financial statements is determined on the base of control, which comprise the Company and its subsidiaries. The term "control" is the power of the Group upon an investee, with which it can take part in relevant activities of the investee to obtain variable returns and is able to influence the amount of returns. When judging whether the Group owns the right on the investees or not, the Group only consider the substantive rights related to the investees (including the substantive rights enjoyed by the Group itself and by the other parties). The financial status, operating results and cash flow of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Equity, profit or loss attributable to minority shareholders is presented separately under the item of shareholders' equity in consolidated income statement and the net profits in the consolidated income statement.

If current loss shoulder by minority shareholders of a subsidy over the proportion enjoyed by minority shareholders in a subsidy at owners' equity at period-begin, its balance still offset minority shareholders' equity.

When the accounting period or accounting policies of a subsidiary are different from those of the Company, the Company makes necessary adjustments to the financial statements of the subsidiary based on the Company's own accounting period or accounting policies. Intra-group balances and transactions, and any unrealized profit or loss arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealized losses resulting from intra-group transactions are eliminated in the same way as unrealized gains but only to the extent that there is no evidence of impairment.

(2) Acquiring the subsidiaries from merger

Where a subsidiary was acquired during the reporting period, through a business combination involving entities under common control, the financial statements of the subsidiary are included in the consolidated financial statements as if the combination had occurred at the date that common control was established. Therefore the opening balances and the comparative figures of the consolidated financial statements are restated. In the preparation of the consolidated financial statements, the subsidiary's assets, liabilities and results of operations are included in the consolidated balance sheet based on their carrying amounts; while results of operations are included in the consolidated income statement, from the date that common control was established.

Where a subsidiary was acquired during the reporting period, through a business combination involving entities not under common control, when prepared the consolidated financial statements, the Company shall included the acquired subsidiaries into the consolidated scope from the acquisition date basing on the fair value of the identifiable assets, liabilities at the acquisition date.

Where a business combination involving entities not under common control was realized through two or more transactions and by several steps, for equity held by acquiree before the acquisition date, the Group will re-account the equity according to fair value at the acquisition date and the difference between the fair value and its carrying value is recognized as investment income. If the said equity is involving in other comprehensive income, other relevant comprehensive income is transferred into investment income at the

acquisition date.

Where the Company acquires a minority interest from a subsidiary's minority shareholders or disposes of a portion of an interest in a subsidiary without a change in control, the difference between the amount by which the minority interests are adjusted and the amount of the consideration paid or received is adjusted to the capital reserve (share premium) in the consolidated balance sheet. If the credit balance of capital reserve (share premium) is insufficient, any excess is adjusted to retained earnings.

(3) Disposing the subsidiaries

Where the control of former subsidiary was lost, the Group terminated to recognize the assets, liabilities, minority interest and other items of equities relevant to the subsidiary. As for remaining equity investment after disposal, the Group will re-account it according to the fair value at the date the control was lost. Any profit or loss occurred shall be recorded into the investment income during the period of losing control right.

Where the Group losses control on its original subsidiaries due to step by step disposal of equity investments through multiple transactions, should judge whether is the package deal according to the following principles:

- These deals are at the same time or under the condition of considering the influence of each other to concluded;
- These transactions only when be regarded as a whole could achieve a complete business result;
- The occurrence of a deal depends on at least one other transactions;
- A deal alone is not economical, it is economical with other trading together.

If each deal not belongs to a package deal, as for each deal before losing the control right on the subsidiaries, should be disposed according to the accounting policies of partly disposing the equity investment of the subsidiaries under the situation not losing the control right.

If each deal belongs to a package deal, considered as a transaction and conduct accounting treatment, however, before losing control, the differences between every disposal cost and the shares of the book value of the corresponding net assets continuously calculated since the purchase date of the subsidiary of disposal investment are confirmed as other comprehensive income in consolidated financial statements, which together transferred into the current profits and losses in the lose of control , when the Group losing control on its subsidiary.

(4) Changes of the equities of the minority shareholders

Where the Company acquires a minority interest from a subsidiary's minority shareholders or disposes of a portion of an interest in a subsidiary without a change in control, the difference between the amount by which the minority interests are adjusted and the amount of the consideration paid or received is adjusted to the capital reserve (share premium) in the consolidated balance sheet. If the credit balance of capital reserve (share premium) is insufficient, any excess is adjusted to retained earnings.

7. Classification of joint arrangements and accounting treatment of joint operations

A joint arrangement refers to an arrangement jointly controlled by two participants or above and all the participants are both restricted by the arrangement; and two or more participants execute the jointly control on the arrangement. Any of the participant should not individually control the arrangement, while any of the participant that owns the jointly control could stop other participants or the participants group from individually control the arrangement.

Joint arrangements divided into joint operations and joint ventures. A joint operation refers to a joint arrangement where the participant party enjoys assets and has to bear liabilities related to the arrangement. A joint venture refers to a joint arrangement where the participant party is only entitled to the net assets of the arrangement.

The participant party should confirm the following items related to the interests portion among the jointly operation and execute the accounting treatment according to the regulations of the relevant ASBE: recognizes the assets and liabilities that it holds and bears in the joint operation, and recognizes the jointly-held assets and jointly-borne liabilities according to the Group's stake in the joint operation; recognizes the income from sale of the Group's share in the output of the joint operation; recognizes the income from sale

of the joint operation's outputs according to the Group's stake in it; and recognizes the expense solely incurred to the Group and the expense incurred to the joint operation according to the Group's stake in it.

8. Recognition standard for cash and cash equivalents

In the Group's understanding, cash and cash equivalents include cash on hand, any deposit that can be used for cover, and short-term and high circulating investments, which are easily convertible into known amount of cash and whose risks in change of value are minimal.

9. Foreign currency businesses and translation of foreign currency financial statements

When the Group receives capital in foreign currencies from investors, the capital is translated to Renminbi at the spot exchange rate at the date of the receipt. Other foreign currency transactions are, on initial recognition, translated to renminbi at the spot exchange rates at the dates of the transactions.

Monetary items denominated in foreign currencies are translated to Renminbi at the spot exchange rate at the balance sheet date. The resulting exchange differences are recognized in profit or loss, except those arising from the principals and interests on foreign currency borrowings specifically for the purpose of acquisition, construction of qualifying assets. Non-monetary items denominated in foreign currencies that are measured at historical cost are translated to Renminbi using the foreign exchange rate at the transaction date. Non-monetary items denominated in foreign currencies that are measured at fair value are translated using the foreign exchange rate at the date the fair value is determined; the exchange differences, if it's the difference arising from the non-monetary item of available-for-sale financial assets, which shall be considered as other comprehensive income and recognized in capital reserve; other differences shall be recognized in current profit or loss.

The assets and liabilities of foreign operation are translated to Renminbi at the spot exchange rate at the balance sheet date. The equity items, excluding "Retained earning", are translated to Renminbi at the spot exchange rates at the transaction dates. The income and expenses of foreign operation are translated to Renminbi at rates that approximate the spot exchange rates at the transaction dates. The resulting exchange differences are recognized in a separate component of equity. Upon disposal of a foreign operation, the cumulative amount of the exchange differences recognized in equity which relates to that foreign operation is transferred to profit or loss in the period in which the disposal occurs.

10. Financial instruments

Financial instruments comprise monetary funds, bonds investment, equity investment other than long-term equity investment, receivables, payables, borrowings and share capital, etc.

(1) Recognition and measurement of the financial assets and financial liabilities

A financial asset or financial liability is recognized in the balance sheet when the Group becomes a party to the contractual provisions of a financial instrument.

The Group classifies financial assets and liabilities into different categories at initial recognition based on the purpose of acquiring assets or assuming liabilities: financial assets and financial liabilities at fair value through profit or loss, loans and receivables, held-to-maturity investments, available-for-sale financial assets and other financial liabilities.

Financial assets and liabilities are measured initially at fair value. For financial assets and liabilities at fair value through profit or loss, any directly attributable transaction costs are charged to profit or loss; for other categories of financial assets and financial liabilities, any attributed transaction costs are included in their initial costs. Subsequent to initial recognition financial assets and liabilities are measured as follows:

– Financial assets and financial liabilities at fair value through profit or loss (including financial assets or financial liabilities held for

trading)

A financial asset or financial liability held by the Group is classified as at fair value through profit or loss if it is acquired or incurred principally for the purpose of selling or repurchasing it in the near term or if it is a derivative.

Subsequent to initial recognition, financial assets and financial liabilities at fair value through profit or loss are measured at fair value, and changes therein are recognized in profit or loss.

– Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

Subsequent to initial recognition, receivables are subsequently stated at amortized cost using the effective interest method.

– Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity that the Group has the positive intention and ability to hold to maturity.

Subsequent to initial recognition, held-to-maturity investments are stated at amortized cost using the effective interest method.

– Available-for-sale financial assets

Available-for-sale financial assets include non-derivative financial assets that are designated upon initial recognition as available for sale and other financial assets which do not fall into any of the above categories.

As for the available-for-sale financial assets whose fair value cannot be reliably measured is measured at cost subsequent to initial recognition; except that, subsequent to initial recognition, other available-for-sale financial assets are measured at fair value and changes therein, except for impairment losses and foreign exchange gains and losses from monetary financial assets, which are recognized directly in profit or loss, are considered as other comprehensive income to be recognized directly in capital reserves. When an investment is derecognized, the cumulative gain or loss in equity is removed from equity and recognized in profit or loss. Dividend income from these equity instruments is recognized in profit or loss when the investee declares the dividends. Interest on available-for-sale financial assets calculated using the effective interest method is recognized in profit or loss.

– Other financial liabilities

Financial liabilities other than the financial liabilities at fair value through profit or loss are classified as other financial liabilities.

Other financial liabilities include the liabilities arising from financial guarantee contracts. Financial guarantees are contracts that require the issuer (i.e. the guarantor) to make specified payments to reimburse the beneficiary of the guarantee (the holder) for a loss the holder incurs because a specified debtor fails to make payment when due, in accordance with the terms of a debt instrument. Where the Group issues a financial guarantee, subsequent to initial recognition, the guarantee is measured at the higher of the amount initially recognized less accumulated amortization and the amount of a provision determined in accordance with the principles of contingent liabilities.

Except for the liabilities arising from financial guarantee contracts described above, subsequent to initial recognition, other financial liabilities are measured at amortized cost using the effective interest method.

(2) Presentation of financial assets and financial liabilities

The financial assets and financial liabilities are respectively presented in the balance sheet without mutual offset. However, for those simultaneously meet with the following conditions, should be presented in the balance sheet by the net amount after mutual offset:

- The Group owns the legal right of neutralizing the recognized amount and the right is executable at present:
- The Group plans to settle by the net amount or to realize the financial assets and to clear off the financial liabilities at the same time.

(3) Derecognition of financial assets and financial liabilities

A financial asset is derecognized if the Group's contractual rights to the cash flows from the financial asset expire or if the Group transfers substantially all the risks and rewards of ownership of the financial asset to another party.

Where a transfer of a financial asset in its entirety meets the criteria of derecognition, the difference between the two amounts below is recognized in profit or loss:

- Carrying amount of the financial asset transferred
- The sum of the consideration received from the transfer and any cumulative gain or loss that has been recognized directly in equity.

The Group derecognizes a financial liability (or part of it) only when the underlying present obligation (or part of it) is discharged.

(4) Impairment of financial assets

The carrying amounts of financial assets (other than those at fair value through profit or loss) are reviewed at each balance sheet date to determine whether there is objective evidence of impairment.

Objective evidence of impairment includes but not is limited to the followings:

- (a) A serious financial difficulty occurs to the issuer or debtor;
- (b) The debtor breaches any of the contractual stipulations, for example, fails to pay or delays the payment of interests or the principal, etc.;
- (c) The debtor will probably become bankrupt or carry out other financial reorganizations;
- (d) The financial asset can no longer continue to be traded in the active market due to serious financial difficulties of the issuer;
- (e) Any seriously disadvantageous change has occurred to technical, market, economic or legal environment, etc. wherein the issuer of instruments operates its business, which makes the investor of an equity instrument unable to take back its investment;
- (f) Where the fair value of the equity instrument investment drops significantly or not contemporarily (which the fair value declined of 50%) or not contemporarily (which the fair value constantly declined over than 9 months) etc.

For the methods of the impairment of the relevant accounts receivable, please refer to Notes V. 11. The methods of the impairment of other financial assets are as follows:

– Held-to-maturity investments

Held-to-maturity investments are assessed for impairment on an individual basis. An impairment loss in respect of a held-to-maturity investment is calculated as the excess of its carrying amount over the present value of the estimated future cash flows (exclusive of future credit losses that have not been incurred) discounted at the original effective interest rate. All impairment losses are recognized in profit or loss.

If, after an impairment loss has been recognized on held-to-maturity investments, there is objective evidence of a recovery in value of the financial asset which can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed through profit or loss. The reversed carrying amount shall not be any more than the post-amortization costs of the said financial asset on the day of reverse under the assumption that no provision is made for the impairment.

– Available-for-sale financial assets

Available-for-sale financial assets are assessed for impairment on an individual basis. When an available-for-sale financial asset is impaired, the cumulative loss arising from a decline in fair value that has been recognized directly in equity is removed from equity and recognized in profit or loss even though the financial asset has not been derecognized.

If, after an impairment loss has been recognized on an available-for-sale debt instrument, the fair value of the debt instrument increases in a subsequent period and the increase can be objectively related to an event occurring after the impairment loss was recognized, the impairment loss is reversed through profit or loss. An impairment loss recognized for an investment in an equity instrument classified as available-for-sale is not reversed through profit or loss. However, for the investment on the equity instruments without any quoted price among the active market with the fair value could not be reliable measured, should not be reversed.

(5) Equity investments

After the consideration received from issuing the equity instruments by the Company deducted the transaction expenses, should be recorded in the shareholders' equities. To repurchase the consideration and transaction expenses paid for the equity instruments and to decrease the shareholders' equities.

When repurchasing the shares of the Company, those repurchased shares should be managed as the treasury stocks, and the whole expenses should be transferred as the treasury stocks cost and at the same time executes the future reference registration. The treasury stocks would not participate in the profits distribution and would be represented as the allowance items of the shareholders' equities

among the sheet balance.

When executing the written-off of the treasury stocks, should decrease the share capital according to the total amount of the face value of the stocks and for the part that the cost of the treasury stocks exceeds the total amount of the face value, should successively write down the capital surplus (capital stock premium), earned surplus and retained earnings; for the cost of the treasury stocks less than the total amount of the face value, the part that lower than the total amount of the face value should increase the capital surplus (capital stock premium).

When transferring the treasury stocks, for the part of the revenues of the transfer that higher than the cost of the treasury stocks, should increase the capital surplus (capital stock premium); for the part that lower than the cost of the treasury stocks, should successively write down the capital surplus (capital stock premium), earned surplus and retained earnings.

(6) Convertible instruments

– Convertible instruments

For the convertible instruments issued by the Group which could be converted as the equity shares and when converting, the shares number and the amount of the consideration are fixed, the Group consider which as the compound instruments that includes the components of liabilities and equities.

When executing the initial recognition, the Group splits the relevant liabilities and equities and firstly recognizes the fair value of the liabilities (including the fair value of the non-equity embedded derivative possibly included) then deducts the fair value of the liabilities component from the fair value of the compound instruments as the value of the equities component as well as record which in the equities component. The transaction expenses occurred from issuing the compound instruments, should amortize which according to each proportion of the total issuance price between the liabilities component and the equities component.

After the initial recognition, for the liabilities component without appointed to be measured by fair value and to be recorded in the current gains and losses with the changes, should be measured by the effective interest method according to the amortized cost. And the equities component would not be remeasured after the initial measurement.

When converting the convertible instruments, the Group transfers the liabilities component and the equities component to the relevant subjects. When the convertible instruments are redeemed, the price paid and the occurred transaction expenses should be distributed to the equities and liabilities component. The methods of the distribution price and the transaction expenses are unanimous with the distribution methods adopt when issuing the instruments. After the distribution of the price and transaction expenses, for the differences between which and the book value of the equities component and between the book value of the liabilities component, the part related to the equities component should be recorded in the equity while the part related to the liabilities component should be recorded in the gains and losses.

– Other convertible instruments excluding the equities component

For the other convertible instruments excluding the equities component issued by the Group, when executing the initial recognition, the derivative instruments component of the convertible instruments should be measured by fair value while the remained part should be regarded as the initial recognized amount of the main debt instruments.

After the initial recognition, for the derivative instruments component, should be measured by fair value, and the gains or losses formed from the changes of the fair value should be recorded in the current gains and losses. As for the main debt instruments, should be measured by the effective interest rate according to the amortized cost.

When converting the convertible instruments, the Group transfers the main debt instruments and derivative instruments to the relevant subjects. When the convertible instruments are redeemed, the deference between the paid price and the book value of the main debt instruments as well as the derivative instruments should be recorded in the gains and losses.

11. Receivables

(1) Accounts receivable with significant single amount for which the bad debt provision is made individually

Judgement basis or monetary standards of provision for bad debts of the individually significant accounts receivable	Accounts receivable with the single amount of more than RMB 50,000,000
Method of individual provision for bad debts of the individually significant accounts receivable	On balance sheet day, the impairment test is carried on individually for the individually significant receivables; if it is impaired after the impairment test, the Company provides provision for impairment loss for the amount which is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows, and withdraws relevant bad debt provision.

(2) Accounts receivable which the bad debt provision is withdrawn by credit risk characteristics

Name of portfolios	Bad debt provision method
Portfolio of credit risk	Other method

In the groups, adopting aging analysis method to withdraw bad debt provision:

☐ Applicable ☒ Inapplicable

In the groups, adopting balance percentage method to withdraw bad debt provision

☐ Applicable ☒ Inapplicable

In the groups, adopting other methods to withdraw bad debt provision

☒ Applicable ☐ Inapplicable

Name of the group	Withdrawal proportion for accounts receivable	Withdrawal proportion for other accounts receivable
Portfolio of credit risk	0.00%	0.00%

(3) Accounts receivable with an insignificant single amount but for which the bad debt provision is made individually

Reason of individually withdrawing bad debt provision:	It refers to the receivables with the closing individual amount not reaching the monetary standards for the above said "accounts receivable with significant amount". On balance sheet day, the impairment test is carried on individually for the individually insignificant receivables; if it is impaired after the impairment test, the Company provides provision for impairment loss for the amount which is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows, and withdraws relevant bad debt provision.
Withdrawal method for bad debt provision:	The Company provides provision for impairment loss for the amount which is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows, and withdraws relevant bad debt provision.

12. Inventory

(1) Classification and cost of inventories

Inventories include raw materials, work in progress, finished goods and reusable materials. Reusable materials include low-value consumables, packaging materials and other materials, which can be used repeatedly but do not meet the definition of fixed assets.

Inventories are initially measured by the cost. Cost of inventories comprises all costs of purchase, costs of conversion and other costs. Inventories are initially measured at their actual cost. In addition to the purchasing cost of raw materials, work in progress and finished goods include direct labor costs and an appropriate allocation of production overheads.

(2) Pricing method for outgoing inventories

Cost of inventories is calculated using the weighted average method.

Revolving materials such as the low priced and easily worn articles and the packing materials should be amortized by adopting one-time amortization method and be recorded in the cost of the relevant assets or the current gains and losses.

(3) Recognition basis of net realizable value and withdrawal method of depreciation reserves for inventories

On the balance sheet day, inventories are carried at the lower of cost and net realizable value.

Net realizable value is the estimated selling price in the normal course of business less the estimated costs to completion and the estimated expenses and related taxes necessary to make the sale. The net realizable value of materials held for use in the production of inventories is measured based on the net realizable value of the finished goods in which they will be incorporated. The net realizable value of the quantity of inventory held to satisfy sales or service contracts is based on the contract price. If the quantities of inventories specified in sales contracts are less than the quantities held by the Group, the net realizable value of the excess portion of inventories shall be based on general selling prices.

Any excess of the cost over the net realizable value of each class of inventories is recognized as a provision for diminution in the value of inventories, and then recorded into current profit or loss.

(4) Inventory system for inventories:

The Group maintains a perpetual inventory system.

13. Divided as assets held for sale

The Group should divide the non-current assets which simultaneously meet with the following conditions as the assets held for sale. The disposal group refers to an asset group concurrently be disposed through selling or other methods as an entirety in a transaction and the liabilities directly related to the assets from the transfer among the transaction.

- The assets could be immediately sold only according to the usual terms of selling this kind of assets under the current condition;
- The Group had made resolutions on disposing the non-current assets;
- The enterprises had signed the irrevocable assignment agreement with the transferees; and the transfer will be completed within 1 year.

When the non-current assets be divided as assets held for sale, the Group measures the non-current assets held for sale, deferred income tax assets and the investment properties be follow-up measured by the fair value mode according to the lower one between the book value and the fair value after deducting the net amount of the disposal expenses, while the deference that the book value higher than the fair value which deducted the disposal expenses should be recognized as the impairment losses of the assets.

The fixed assets and intangible assets be divided as assets held for sale and the investment properties be follow-up measured by the cost mode would not be withdrawn, depreciated or amortized, while the long-term equity investment be divided as assets held for sale that measured by equity method should cease the equity method measurement.

14. Long-term equity investments

(1) Recognition of the investment cost of the long-term equity investment

(a) Investments in subsidiaries

– The initial investment cost of a long-term equity investment obtained through a business combination involving entities under common control is the Company's share of the subsidiary's equity at the combination date. The difference between the initial investment cost and the carrying amounts of the consideration given is adjusted to share premium in capital reserve. If the balance of the share premium is insufficient, any excess is adjusted to retained earnings. For the long-term equity investment of the subsidiaries formed from the enterprise merger under the same control that realized step by step of the multiple transaction not belong to package deal, the Company would adjust the capital stock premium among the capital surplus according to the difference between the initial investment cost of the long-term equity investment recognized according to the above principles and the sum of the book value of the long-term equity investment before reaching the merger and the book value of the newly paid consideration which be further received on the merger date, and if the balance of the share premium is insufficient, any excess is adjusted to retained earnings.

– For other long-term equity investment obtained through entities not under common control, the fair values, on the acquisition date, of the assets given, the liabilities incurred or assumed and the equity securities issued by the acquirer in exchange for the control on the acquiree shall be recognized as initial investment cost of the long-term equity investment. For long-term equity investment obtained through a business combination involving entities not under common control by two or more transactions and by several steps, the initial investment cost is recognized as the aggregation of the carrying value of acquirees' equity investment before the acquisition date held by the Company and newly investment cost at the acquisition date.

(b) Long-term equity investments acquired otherwise than through a business combination

– An investment in a subsidiary acquired otherwise than through a business combination is initially recognized at initial investment cost if the Group acquires the investment by cash, or at the fair value of the equity securities issued if an investment is acquired by issuing equity securities, or at the value stipulated in the investment contract or agreement if an investment is contributed by shareholders.

(2) Subsequent measurement and recognition of profits or losses of the long-term equity investment

(a) Investments in subsidiaries

In the Company's financial statements, investments in subsidiaries are accounted for using the cost method. Cash dividends or profit distributions declared by subsidiaries and attributed to the Company shall be recognized as investment income, without dividing whether it's the net profit realized by the investee before the investment or after the investment, except those that have been declared but unpaid at the time of acquisition and therefore included in the price paid or consideration.

– The investment of the subsidiaries is stated at cost less impairment losses in the balance sheet.

For the impairment test methods and the withdrawal methods of the impairment of the investment of the subsidiaries, please refer to the Notes V. 20.

– In the Group's consolidated financial statements, investments in subsidiaries are accounted for in accordance with the principles.

(b) Investment in jointly controlled enterprises and associates

The joint enterprise refers to an arrangement that the Group and other joint operation parties execute jointly control and only enjoy the rights of their own net assets.

An associate is an enterprise over which the Group has significant influence.

Upon the subsequent measurement, an investment in a jointly controlled enterprise or an associate is accounted for using the equity method, unless the investment is classified as held for sale.

The Group makes the following accounting treatments when using the equity method:

– Where the initial investment cost of a long-term equity investment exceeds the Group's interest in the fair value of the investee's identifiable net assets at the date of acquisition, the investment is initially recognized at the initial investment cost. Where the initial

investment cost is less than the Group's interest in the fair value of the investee's identifiable net assets at the date of acquisition, the investment is initially recognized at the investor's share of the fair value of the investee's identifiable net assets, and the difference is charged to profit or loss.

After the acquisition of the investment, the Group recognizes its share of the investee's net profits or losses after deducting the amortization of the debit balance of equity investment difference, which was recognized by the Group before the first-time adoption of CAS, as investment income or losses, and adjusts the carrying amount of the investment accordingly. The debit balance of the equity investment difference is amortized using the straight-line method over a period which is determined in accordance with previous accounting standards. Once the investee declares any cash dividends or profits distributions, the carrying amount of the investment is reduced by that attributable to the Group. As for the other changes of the owners' equities except for the net gains and losses, other comprehensive income and profits distribution of the joint ventures or associated enterprises (hereinafter referred to as "changes of other owners' equities"), the Group included which in the shareholders' equities according to the portion ought to be enjoyed or shared, and at the same time adjust the book value of the long-term equity investment.

The Group recognizes its share of the investee's net profits or losses, other comprehensive income and changes of other owners' equities after making appropriate adjustments to align the accounting policies or accounting periods with those of the Group based on the fair values of the investee's identifiable net assets at the date of acquisition. Unrealized profits and losses resulting from transactions between the Group and its associates or jointly controlled enterprises are eliminated to the extent of the Group's interest in the associates or jointly controlled enterprises. Unrealized losses resulting from transactions between the Group and its associates or jointly controlled enterprises are eliminated in the same way as unrealized gains but only to the extent that there is no evidence of impairment.

– The Group discontinues recognizing its share of net losses of the investee after the carrying amount of the long-term equity investment and any long-term interest that in substance forms part of the Group's net investment in the associate or the jointly controlled enterprise is reduced to zero, except to the extent that the Group has an obligation to assume additional losses. Where net profits are subsequently made by the associate or jointly controlled enterprise, the Group resumes recognizing its share of those profits only after its share of the profits equals the share of losses not recognized.

For the impairment test methods and the withdrawal methods of the impairment provision of the investment on the joint ventures and the associated enterprises by the Group, please refer to Notes V. 20.

(3) The basis for determination of joint control or significant influence over investee enterprise

Joint control refers to the control jointly owned on certain arrangement according to relevant agreement and the relevant activities of the arrangement (which are the activities cause significant influences on the arrangement) could only execute the decision-making through the unanimous consent of the parties sharing control.

The following evidences shall be considered when determining whether the Group can exercise joint control over an investee:

- No single venture is in a position to control the operating activities unilaterally;
- Operating decisions relating to the investee's economic activity require the unanimous consent of the parties sharing control.

Significant influence is the power to participate in the financial and operating policy decisions of an investee but is not control or joint control over those policies.

(4) Impairment test and method of provision for impairment loss

If any indication exists that an asset may be impaired, the recoverable amount of the asset is estimated. The recoverable amount of an asset, asset group or set of asset groups is the higher of its fair value less costs to sell and its present value of expected future cash flows. An asset group is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups. An asset group is composed of assets directly relating to cash-generation. Identification of an asset group is based on whether major cash inflows generated by the asset group are largely independent of the cash inflows from other assets or asset groups. In identifying an asset group, the Group also considers how management monitors the Group's operations and how management makes decisions about continuing or disposing of the Group's assets. An asset's fair value less costs

to sell is the amount determined by the price of a sale agreement in an arm's length transaction, less the costs that are directly attributable to the disposal of the asset. The present value of expected future cash flows of an asset is determined by discounting future cash flows, estimated to be derived from continuing use of the asset and from its ultimate disposal, to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. If the result of the recoverable amount calculation indicates that the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is recognized as an impairment loss and charged to profit or loss for the current period. A provision for impairment loss of the asset is recognized accordingly. For impairment losses related to an asset group or a set of asset groups, first reduce the carrying amount of any goodwill allocated to the asset group or set of asset groups, and then reduce the carrying amount of the other assets in the asset group or set of asset groups on a pro rata basis. However, the carrying amount of an impaired asset will not be reduced below the highest of its individual fair value less costs to sell (if determinable), the present value of expected future cash flows (if determinable) and zero. Once an impairment loss is recognized, it is not reserved in a subsequent period. For other long-term equity investments, the carrying amount is required to be tested for impairment at the balance sheet date. If there is objective evidence that the investments may be impaired, the impairment shall be assessed on an individual basis. The impairment loss is measured as the amount by which the carrying amount of the investment exceeds the present value of estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment losses are not reversed. The other long-term equity investments are stated at cost less impairment losses in the balance sheet.

15. Investment real estates

Measurement mode of investment real estates

Measurement of cost method

Depreciation or amortization method

An investment property is a property held either to earn rental income or for capital appreciation or both. After deducting the estimated net salvage and accumulative impairment provision of the cost by the Group, the investment property is depreciated or amortized using the straight-line method over its estimated useful life, unless the investment property is classified as held for sale.

The useful lives and estimated residual values as well as annual depreciation rate of each class of investment property are as follows:

	Useful life (years)	Residual value rate (%)	Annual depreciation rate (%)
Buildings	25 years-40 years	3%-10%	2.6%-3.9%
Land use rights	32 years-50 years	0%	2%-3.1%

If any indication exists that an asset may be impaired, the recoverable amount of the asset is estimated. The recoverable amount of an asset, asset group or set of asset groups is the higher of its fair value less costs to sell and its present value of expected future cash flows. An asset group is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups. An asset group is composed of assets directly relating to cash-generation. Identification of an asset group is based on whether major cash inflows generated by the asset group are largely independent of the cash inflows from other assets or asset groups. In identifying an asset group, the Group also considers how management monitors the Group's operations and how management makes decisions about continuing or disposing of the Group's assets.

An asset's fair value less costs to sell is the amount determined by the price of a sale agreement in an arm's length transaction, less the costs that are directly attributable to the disposal of the asset. The present value of expected future cash flows of an asset is determined by discounting future cash flows, estimated to be derived from continuing use of the asset and from its ultimate disposal, to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the result of the recoverable amount calculation indicates that the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is recognized as an impairment loss and charged

to profit or loss for the current period. A provision for impairment loss of the asset is recognized accordingly. For impairment losses related to an asset group or a set of asset groups, first reduce the carrying amount of any goodwill allocated to the asset group or set of asset groups, and then reduce the carrying amount of the other assets in the asset group or set of asset groups on a pro rata basis. However, the carrying amount of an impaired asset will not be reduced below the highest of its individual fair value less costs to sell (if determinable), the present value of expected future cash flows (if determinable) and zero.

Once an impairment loss is recognized, it is not reserved in a subsequent period.

16. Fixed assets

(1) Conditions for recognition

Fixed assets represent the tangible assets held by the Group for use in the production of goods or supply of services for rental to others or for operation and administrative purposes with useful lives over one year. The cost of a purchased fixed asset comprises the purchase price, related taxes, and any directly attributable expenditure for bringing the asset to working condition for its intended use. The cost of self-constructed assets is measured in accordance with the policy set out in Note IX (V) 17. Where parts of an item of fixed assets have different useful lives or provide benefits to the Group in different patterns thus necessitating use of different depreciation rates or methods, each part is recognized as a separate fixed asset. The subsequent costs, including the cost of replacing part of an item of fixed assets, are recognized in the carrying amount of the item if the recognition criteria are satisfied, and the carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of fixed assets are recognized in profit or loss as incurred. Fixed assets are stated in the balance sheet at cost less accumulated depreciation and impairment losses.

(2) Depreciation methods

Category of fixed assets	Method	Useful life	Expected net salvage value	Annual depreciation
Housing and building	Average method of useful life	20-40 years	10.00%	2.3%-4.9%
Machinery equipments	Average method of useful life	3-15 years	10.00%	6%-33.3%
Other equipments	Average method of useful life	2-10 years	0.00%	9%-50%

(3) Recognition basis, pricing and depreciation method of fixed assets by finance lease

On the begin date of the lease term, the financing leased assets of the Group should be recorded in the entry value according to the lower one between the fair value of the leasing assets and the net value of the minimum lease payment, and the minimum lease payment should be regarded as the entry value of the long-term account payable with the difference be recognized as the unrecognized financial charges. The Group record the initial direct costs of the financial lease in the leased assets value. If it is reasonable to be certain that the lessee will obtain the ownership of the leased assets when the lease term expires, the leased assets shall be fully depreciated within the available age limit. Otherwise, the leased assets shall be fully depreciated over the shorter one of the lease term or its available age limit. The Group amortizes the unrecognized financial charges by the effective interest rate method within each period during the lease term and manages according to the principles of the borrowing costs. On the balance sheet date, the Group will respectively list the difference from the long-term account payable related to the finance lease minuses the unrecognized financial charges as the long-term liabilities and the long-term liabilities due within 1 year.

17. Construction in progress

(1) Categories of construction in progress

The enterprise's self-constructed fixed asset includes self construction and contract construction. The cost of the self-constructed fixed asset including the engineering materials, direct labor, borrowing expenses met with the capitalization condition and the necessary expenses happened before the assets reach the expected available state.

(2) Standards and time of transferring construction in progress into fixed asset

When the self-constructed fixed asset reaches the available state, should transfer into the fixed assets, before which should be listed among the construction in progress and not withdraw the depreciation.

(3) Impairment test method and withdrawal method for impairment provision of construction in progress

If any indication exists that an asset may be impaired, the recoverable amount of the asset is estimated. The recoverable amount of an asset, asset group or set of asset groups is the higher of its fair value less costs to sell and its present value of expected future cash flows. An asset group is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups. An asset group is composed of assets directly relating to cash-generation. Identification of an asset group is based on whether major cash inflows generated by the asset group are largely independent of the cash inflows from other assets or asset groups. In identifying an asset group, the Group also considers how management monitors the Group's operations and how management makes decisions about continuing or disposing of the Group's assets.

An asset's fair value less costs to sell is the amount determined by the price of a sale agreement in an arm's length transaction, less the costs that are directly attributable to the disposal of the asset. The present value of expected future cash flows of an asset is determined by discounting future cash flows, estimated to be derived from continuing use of the asset and from its ultimate disposal, to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the result of the recoverable amount calculation indicates that the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is recognized as an impairment loss and charged to profit or loss for the current period. A provision for impairment loss of the asset is recognized accordingly. For impairment losses related to an asset group or a set of asset groups, first reduce the carrying amount of any goodwill allocated to the asset group or set of asset groups, and then reduce the carrying amount of the other assets in the asset group or set of asset groups on a pro rata basis. However, the carrying amount of an impaired asset will not be reduced below the highest of its individual fair value less costs to sell (if determinable), the present value of expected future cash flows (if determinable) and zero.

Once an impairment loss is recognized, it is not reserved in a subsequent period.

18. Borrowing costs

(1) Recognition principles for capitalization of borrowing costs

Borrowing costs of the Company incurred directly attributable to the acquisition, construction of a qualifying asset are capitalized as part of the cost of the asset.

(2) Capitalization period of borrowing costs

The capitalizations period is the period from the date of commencement of capitalization of borrowing costs to the date of cessation of capitalization, excluding any period over which capitalization is suspended.

When the capital expenses and the borrowing expenses had happened and the necessary purchasing and construction activity which was for leading the capital to reach the expected available state had began, the borrowing expenses had began capitalization.

When the qualified asset under acquisition and construction or production is ready for the intended use or sale, the capitalization of the borrowing costs shall be ceased.

If each part of the qualified asset under acquisition and construction or production is constructed and completed respectively, the Group shall determine the time of ceasing capitalization of the borrowing costs according to different situation.

Where each part of a qualified asset under acquisition and construction or production is completed separately and is ready for use or sale during the continuing construction of other parts, and if the acquisition and construction or production activities which are necessary to prepare this part of the asset for the intended use or sale have already been completed substantially, the capitalization of the borrowing costs in relation to this part of asset shall be ceased. Because such part of asset has reached the expected condition of use or sale.

(3) Period for suspending capitalization of borrowing costs

Where the acquisition and construction or production of a qualified asset is interrupted abnormally and the interruption period lasts for more than 3 months, the capitalization of the borrowing costs shall be suspended.

(4) Calculation method of capitalized amount of borrowing costs

– As for specifically borrowed loans for the acquisition and construction or production of assets eligible for capitalization, the to-be-capitalized amount of interests shall be determined in light of the actual cost incurred of the specially borrowed loan at the present period minus the income of interests earned on the unused borrowing loans as a deposit in the bank or as a temporary investment.

– Where a general borrowing is used for the acquisition and construction or production of assets eligible for capitalization, the enterprise shall calculate and determine the to-be-capitalized amount of interests on the general borrowing by multiplying the weighted average asset disbursement of the part of the accumulative asset disbursements minus the general borrowing by the capitalization rate of the general borrowing used. The capitalization rate shall be calculated and determined in light of the weighted average interest rate of the general borrowing.

– During the period of capitalization, the amount of interest capitalized during each accounting period shall not exceed the amount of interest actually incurred to the relevant borrowings in the current period.

When the Group recognizing the effective interest rate of the borrowings, that means to discount the future cash flow of the borrowings during the expected duration or the applicable shorter period to be the interest rate used of the recognized amount during the initial recognition of the borrowings.

During the capitalization period, should capitalize the exchange differences of the principal and the interests of the Foreign currency specific borrowings and record which in the cost of the assets that meet with the conditions of the capitalization. As for the exchange differences from the principal and the interests of the other foreign currency borrowings except for the foreign currency specific borrowings, should be regarded as the financial expenses and included in the current gains and losses.

19. Intangible assets

(1) Pricing method, useful life and impairment test

(a) Pricing method of intangible assets

Intangible assets are stated in the balance sheet at cost less accumulated amortization (where the estimated useful life is finite) and impairment losses. For an intangible asset with finite useful life, its cost less residual value and impairment losses are amortized on the straight-line method over its estimated useful life, unless the intangible assets are classified as held for sale.

(b) Estimated useful life of intangible assets with limited useful life

As for the intangible assets with limited useful life, after deducting the salvage of the cost and the impairment provision, the Group amortized the intangible assets through straight line method within the expected service life, unless the intangible assets are classified as held for sale.

Item	Estimated useful life	Basis
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Land use rights	40-50 years	Period stipulated by the Land Use Right Certificate
Special technology	9-20 years	Period agreed in the contract or estimated to bring economic benefits for the Company
Computer software	3-10 years	Period agreed in the contract or estimated to bring economic benefits for the Company
Patent and others	5-10 years	Period agreed in the contract or estimated to bring economic benefits for the Company

(c) Judgment basis of intangible assets with uncertain useful life

An intangible asset is regarded as having an indefinite useful life and is not amortized when there is no foreseeable limit to the period over which the asset is expected to generate economic benefits for the Group. At the balance sheet date, the Group doesn't have any intangible assets with indefinite useful lives.

(d) Withdrawal of impairment provision of intangible assets

If any indication exists that an asset may be impaired, the recoverable amount of the asset is estimated. The recoverable amount of an asset, asset group or set of asset groups is the higher of its fair value less costs to sell and its present value of expected future cash flows. An asset group is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups. An asset group is composed of assets directly relating to cash-generation. Identification of an asset group is based on whether major cash inflows generated by the asset group are largely independent of the cash inflows from other assets or asset groups. In identifying an asset group, the Group also considers how management monitors the Group's operations and how management makes decisions about continuing or disposing of the Group's assets.

An asset's fair value less costs to sell is the amount determined by the price of a sale agreement in an arm's length transaction, less the costs that are directly attributable to the disposal of the asset. The present value of expected future cash flows of an asset is determined by discounting future cash flows, estimated to be derived from continuing use of the asset and from its ultimate disposal, to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the result of the recoverable amount calculation indicates that the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is recognized as an impairment loss and charged to profit or loss for the current period. A provision for impairment loss of the asset is recognized accordingly. For impairment losses related to an asset group or a set of asset groups, first reduce the carrying amount of any goodwill allocated to the asset group or set of asset groups, and then reduce the carrying amount of the other assets in the asset group or set of asset groups on a pro rata basis. However, the carrying amount of an impaired asset will not be reduced below the highest of its individual fair value less costs to sell (if determinable), the present value of expected future cash flows (if determinable) and zero.

Once an impairment loss is recognized, it is not reserved in a subsequent period.

(2) Accounting policies of internal R & D expenses

(a) Criteria of dividing the research phase and development phase of internal R&D project

Research is original and planned investigation undertaken with the prospect of gaining new scientific or technical knowledge and understanding. Development is the application of research findings or other knowledge to a plan or design for the production of new or substantially improved materials, devices, or products before the start of commercial production or use.

(b) Calculation of the expenditures of internal R&D project

Expenditures of internal R&D project of the Group divides into expenditures on the research phase and expenditures on the development phase.

Expenditures on the research phase are recognized in profit or loss when incurred. Expenditures on the development phase are capitalized if development costs can be measured reliably, the product or process is technically and commercially feasible, and the Group intends to and has sufficient resources to complete development. Capitalized development costs are stated at cost less impairment losses in the balance sheet. Other development expenditures are recognized as expenses in the period in which they are

incurred.

20. Impairment of long-term assets

The Group executes the impairment test on the assets with impairment indication and evaluates the recoverable amount of the assets. Besides, whether there is impairment indication, the Group will evaluate the recoverable amount of the goodwill at the year-end. The Group will amortize the book value of the good according to the benefit situation in the synergistic effect from the enterprise merger by the relevant assets group or the combination of the assets group and based on which executes the impairment test of the goodwill.

The recoverable amount of an asset, asset group or set of asset groups is the higher of its fair value less costs to sell and its present value of expected future cash flows. An asset group is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups. Fair value refers to the price received from selling an asset or paid for transferring a liability in the orderly transaction on the measurement date by the market participants. When the Group evaluating the fair value, should consider the characteristics when executing pricing of the relevant assets or liabilities on the measurement date of the market participants (including the assets conditions and the location, the restrictions of the sales or use of the assets and so on) as well as adopt the evaluation technology that applicable under the current circumstance and owns adequate available data and supported by other information. The evaluation technology used mainly including the market method, equity method and cost method.

An asset group is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups. An asset group is composed of assets directly relating to cash-generation. Identification of an asset group is based on whether major cash inflows generated by the asset group are largely independent of the cash inflows from other assets or asset groups. In identifying an asset group, the Group also considers how management monitors the Group's operations and how management makes decisions about continuing or disposing of the Group's assets.

The present value of expected future cash flows of an asset is determined by discounting future cash flows, estimated to be derived from continuing use of the asset and from its ultimate disposal, to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the result of the recoverable amount calculation indicates that the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is recognized as an impairment loss and charged to profit or loss for the current period. A provision for impairment loss of the asset is recognized accordingly. For impairment losses related to an asset group or a set of asset groups, first reduce the carrying amount of any goodwill allocated to the asset group or set of asset groups, and then reduce the carrying amount of the other assets in the asset group or set of asset groups on a pro rata basis. However, the carrying amount of an impaired asset will not be reduced below the highest of its individual fair value less costs to sell (if determinable), the present value of expected future cash flows (if determinable) and zero.

Once an impairment loss is recognized, it is not reserved in a subsequent period.

21. Amortization method of long-term deferred expenses

Long-term deferred expenses are amortized on a straight-line method within the benefit period:

Item	Amortization period (years)
Cost of operating lease assets improvement	3-10 years
Cost of construction and use of public facilities	10-15 years
Others	3-10 years

22. Payroll

(1) Accounting treatment of short-term compensation

During the accounting period of an employee providing services, the Group recognizes the worker wages, bonuses and the social insurance charges such as the medical insurance premiums, industrial injury insurance premium and birth insurance premium that the Group pays according to the specified benchmark and proportion as well as the housing funds as the liabilities and records which in the current gains and losses or the relevant asset costs.

(2) Accounting treatment of the welfare after demission

Welfare after demission refers to the various of the compensation and welfare provided after the retirement of the employees or after the labor relation relieved by the enterprise owing to not receiving the service provided by the employees, except for the short-term compensation and the demission welfare. Specifically divided as defined contribution plans and defined benefit plans. The defined contribution plans participated by the Group including: the basic endowment insurance and unemployment insurance among the social security system set up and managed by the government institutions according to the requirements of the relevant Chinese regulations of the employees of the Group and the corporation pension plan approved and set up by the relevant departments according to the relevant policies of the state enterprise annuity system. The payment amount of the basic endowment insurance and the unemployment insurance should be calculated according to the benchmark and the proportion stipulated by the nation. The enterprise annuity should be withdrawn according to the certain proportion of the total amount of the worker wages of the employees voluntarily participated in the pension plan. During the accounting period of the employees providing the service, the Company recognizes the deposited amount as the liabilities and records in the current gains and losses or the relevant asset costs. The Group not involved with any defined benefit plans.

(3) Accounting treatment of the demission welfare

The Group relieves the labor relations with the employees before the maturity of the labor contracts or puts forward the advice for compensation for encouraging the employees voluntarily accept the reduction, and recognizes the liabilities caused from the demission welfare on the earlier date of the followings and at the same time records which in the current gains and losses:

- When the Group could not unilaterally withdraw the demission welfare provided owing to the termination of the labor relations or the reduction advice:
- The Group owns specific and formal reorganization plan that concerning the payment of the demission welfare; and the time when the reorganization plan had been executed or had announced the main content of the plan to the parties influenced by which, then led all parties formed the rational expectations about the Group is going to execute the reorganization.

(4) Accounting treatment of the welfare of other long-term staffs

The welfare of other long-term staffs refers to the all the employees compensation except for the short-term compensation, welfare after demission and demission welfare, which including the long-term compensated absences, long-term socisability benefits and long-term profit sharing plan and so on. The Group not involved with any other long-term employee's welfare.

23. Estimated liabilities

(1) Criteria of estimated liabilities

A provision is recognized for an obligation related to a contingency if the Group has a present obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

(2) Measurement of estimated liabilities

The estimated liabilities should be executed the initial measurement according to the best estimated number needed to be spent when caring out the relevant current obligations. As for those with significant influences on the time value of money, the estimated liabilities should be confirmed according to the amount after the discount of the estimated future cash flow. When recognizing the best estimated number, the Group comprehensively considers the factors such as the risks, uncertainty and the time value of money related to the contingencies. There is a contiguous range of the needed expenses and the possibility of various results within the range is the same and the best estimated number should be recognized according to the median within the range; under other circumstance, the best estimated number should be handled respectively according to the following situations:

- If the contingencies involve with a single item, should be recognized according to the most likely happened amount.
- If the contingencies involve with various items, should be recognized according to the calculation of various possible results and the relevant probabilities.

The Group executes the reexamination of the book value of the estimated liabilities on the balance sheet date and adjusts the book value according to the current best estimated number.

24. Revenue

Revenue is the gross inflow of economic benefit arising in the course of the Group's ordinary activities when the inflows result in increase in shareholder's equity, other than increase relating to contributions from shareholders.

(1) Selling commodities

Revenue is recognized in profit or loss when it is probable that the economic benefits will flow to the Group, the revenue and costs can be measured reliably and the following respective conditions are met:

Revenue from sale of goods is recognized when all of the general conditions stated above and following conditions are satisfied:

- The significant risks and rewards of ownership of goods have been transferred to the buyer;
- The Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold.

Revenue from the sale of goods is measured at the fair value of the considerations received or receivable under the sales contract or agreement.

(2) Providing labour services

The Group confirms amount of rendering services according to received or receivable contract or treaty.

In balance sheet date, if the outcome of labor services can be reliably estimated, revenue from rendering services shall be confirmed by percentage-of-completion method, progress of rendering services shall be affirmed by percentage of labor services have already provided to total labor services should be provided.

As for the outcome of labor services can not be reliably estimated, if labor services expenses estimated can receive compensation, revenue from rendering services shall be confirmed by labor services costs and carried down by the same amount; if labor services expenses estimated can not receive compensation, services costs shall be reckoned into current loss and gain and revenue from providing labor services shall not be confirmed.

(3) Construction contract revenue

On balance sheet date, if the results of the construction contract could be reliable evaluated, the contract income and the contract expenditure should be recognized according to the completion percentage method.

The Group recognized the progress of the contract completion according to the percentage of the accumulative actual happened contract cost among the expected total contract cost.

If the result of the construction contract couldn't be reliable evaluated, the Group should dispose according to the following situations respectively:

- If the contract cost could be returned, the contract income should be recognized according to the actual contract cost which could be returned, and the contract cost should be recognized as contract expenditure during the period when happened;
- If the contract cost could not be returned, should be recognized as contract expenditure at the time when happened, and not be recognized as contract income.

(4) Interest revenue

Interest revenue is recognized according to the calculation of the time of lending monetary capital and the effective interest rate.

(5) Royalty revenue of the intangible assets

Royalty revenue of the intangible assets is recognized according to the charging time and methods agreed by the contracts or the protocol.

25. Government subsidies

(1) Judgment basis and accounting treatment of government subsidies related to assets

The government grants gained by the Company and for purchasing and construction or for forming the long-term assets through other methods are as the government grants related to the assets.

A government grant related to an asset is recognized initially as deferred income and amortized to profit or loss on a straight-line basis over the useful life of the asset.

(2) Judgment basis and accounting treatment of government subsidies related to profits

The other government grants except for the assets-related grants that gained by the Group are as the government grants related to the revenues.

A grant that compensates the Group for expenses to be incurred in the subsequent periods is recognized initially as deferred income and recognized in profit or loss in the same periods in which the expenses are recognized. A grant that compensates the Group for expenses incurred is recognized in profit or loss immediately.

26. Deferred income tax assets/deferred income tax liabilities

(1) Recognition basis of deferred income tax assets

The Group uses the balance sheet liability method to calculate its income tax, which is recognized in accordance with a difference between the carrying amount of an asset or liability and its tax base (temporary difference). For any deductible loss that can be carried forward to the next year to deduct the income tax according to the stipulations of tax law, relevant deferred income tax assets shall be recognized. The deferred income tax asset shall be determined to the extent that the amount of taxable income to be offset by the deductible loss or tax deduction to be likely obtained. For the deductible temporary difference relating to the investments of the subsidiary companies, associated enterprises and joint enterprises, the enterprise shall recognize the corresponding deferred income tax assets for those that meet the following requirements: the temporary differences are likely to be reversed in the expected future; and it is likely to acquire any amount of taxable income that may be used for deducting the deductible temporary differences.

(2) Recognition basis of deferred income tax liabilities

The Group uses the balance sheet liability method to calculate its income tax, which is recognized in accordance with a difference between the carrying amount of an asset or liability and its tax base (temporary difference). As for the temporary difference from the

initial recognition of goodwill, no deferred income tax liabilities shall be recognized. The taxable temporary differences relating to the investments of subsidiary companies, associated enterprises and joint enterprises shall be recognized as corresponding deferred income tax liabilities, however, excluding those that simultaneously satisfy the following conditions: the investing enterprise can control the time of the reverse of temporary differences; and the temporary differences are unlikely to reverse in the excepted future.

27. Lease

(1) Accounting treatment of operating lease

(a) Operating lease charges

Rental payments under operating leases are recognized as costs or expenses on a straight-line basis over the lease term.

(b) Assets leased out under operating leases

Fixed assets leased out under operating leases, except for investment property (see Note IX (V) 16 (3)), are depreciated in accordance with the Group's depreciation policies described in Note IX (V) 22. Impairment losses are provided for in accordance with the accounting policy. Income derived from operating leases is recognized in the income statement using the straight-line method over the lease term. If initial direct costs incurred in respect of the assets leased out are material, the costs are initially capitalized and subsequently amortized in profit or loss over the lease term on the same basis as the lease income. Otherwise, the costs are charged to profit or loss immediately.

(2) Accounting treatments of financial lease

When the Group acquires an asset under a finance lease, the asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments, each determined at the inception of the lease. The minimum lease payments are recorded as long-term payables. The difference between the value of the leased assets and the minimum lease payments is recognized as unrecognized finance charges. Initial direct costs that are attributable to a finance lease incurred by the Group are added to the amounts recognized for the leased asset. Depreciation and impairment losses are accounted for in accordance with the accounting policies described in Note IX (V) 16 (3) and Note IX (V) 22, respectively.

If there is reasonable certainty that the Group will obtain ownership of a leased asset at the end of the lease term, the leased asset is depreciated over its estimated useful life. Otherwise, the leased asset is depreciated over the shorter of the lease term and its estimated useful life.

Unrecognized finance charge under finance lease is amortized using an effective interest method over the lease term. The amortization is accounted for in accordance with policies of borrowing costs.

At the balance sheet date, long-term payables arising from finance leases, net of the unrecognized finance charges, are presented into long-term payables and non-current liabilities due within one year, respectively in the balance sheet.

28. Other significant accounting policies and estimates

(1) Related parties

If a party has the power to control, jointly control or exercise significant influence over another party, or vice versa, or where two or more parties are subject to common control, joint control, or significant influence from another party, they are considered to be related parties. Related parties may be individuals or enterprises. Enterprises with which the Company is under common control only from the State and that have no other related party relationships are not regarded as related parties of the Group. Related parties of the Group and the Company include, but are not limited to:

(a) the Company's parent

- (b) the Company's subsidiaries
- (c) enterprises that are controlled by the Company's parent
- (d) investors that have joint control or over exercise significant influence over the Group
- (e) enterprise or individuals if a party has control, joint control or significant influence over both the enterprises or individuals and the Group
- (f) joint ventures of the Group, including subsidies of joint ventures
- (g) associates of the Group, including subsidies of associates
- (h) principal individual investors and close family members of such individuals
- (i) key management personnel of the Group and close family members of such individuals
- (j) key management personnel of the Company's parent
- (k) close family members of key management personnel of the Company's parent; and
- (l) other enterprises that are jointly controlled or significantly influenced by principal individual investors, key management personnel of the Group, and close family members of such individuals.

Besides the related parties stated above determined in accordance with the requirements of CAS, the following enterprises and individuals are considered as (but not restricted to) related parties based on the disclosure requirements of "Administrative Procedures on the Information Disclosures of Listed Companies" issued by the CSRC:

- (m) enterprises, or persons that act in concert, that hold 5% or more of the Company's shares
- (n) individuals and close family members of such individuals who directly or indirectly hold 5% or more of the Company's shares
- (o) enterprises that satisfy any of the aforesaid conditions in (a), (c) and (m) during the past 12 months or will satisfy them within the next 12 months pursuant to a relevant agreement
- (p) individuals who satisfy any of the aforesaid conditions in (i), (j) and (n) during the past 12 months or will satisfy them within the next 12 months pursuant to a relevant agreement; and
- (q) enterprises, other than the Company and subsidiaries controlled by the Company, which are controlled directly or indirectly by an individual defined in (i), (j), (n) or (p), or in which such an individual assumes the position of a director or senior executive.

(2) Segment reporting

Reportable segments are identified based on operating segments which are determined based on the structure of the Group's internal organization, management requirements and internal reporting system. An operating segment is recognized when all of the following conditions have been satisfied:

- the component engages in business activities from which it may earn revenues and incur expenses;
- whose operating results are regularly reviewed by the Group's management to make decisions about resource to be allocated to the segment and assess its performance; and
- for which financial information regarding financial position, results of operations and cash flows is available.

Two or more operating segments may be aggregated into a single operating segment if the segments have similar economic characteristics, and are similar in respect of the following conditions:

- The nature of products and services
- The nature of production processes
- The type or class of customers for the products and services
- The methods used to distribute the products or provide the services
- The nature of the regulatory environment

When the Group drafts the report of an operating segment, transaction income from operating segments is measured at the basis of actual transaction price. Policies adopts in preparing the report of an operating segment shall in accordance with accounting policies adopted in the preparation of financial statements of the Group.

29. Changes in main accounting policies and estimates**(1) Change of accounting policies**

☐ Applicable ☒ Inapplicable

(2) Change of main accounting estimates

☐ Applicable ☒ Inapplicable

30. Other

Naught

VI. Taxation**1. Main taxes and tax rate**

Category of taxes	Tax basis	Tax rate
VAT	Output VAT is calculated on product sales and taxable services revenue, based on tax laws. The remaining balance of output VAT, after subtracting the deductible input VAT of the period, is VAT payable.	6%, 13%, 17%
Consumption tax	Naught	Naught
Business tax	Based on taxable revenue of sales	3%, 5%
City maintenance and construction tax	Based on business tax paid and VAT payable	7%, 5%
Enterprise income tax	Based on taxable revenue	0-25%

Notes of the disclosure situation of the taxpaying bodies with different enterprises income tax rate

Name	Income tax rate
Beijing BOE Optoelectronics Technology Co., Ltd.	15%
Chengdu BOE Optoelectronics Technology Co., Ltd.	15%
Hefei BOE Optoelectronics Technology Co., Ltd.	15%
Beijing BOE Display Technology Co., Ltd.	15%
Beijing BOE CHATANI Electronics Co.,Ltd.	15%
Xiamen BOE Electronics Co.,Ltd.	15%
Hefei BOE Display Lighting Co., Ltd.	15%
Hefei Xinsheng Optoelectronics Technology Co., Ltd.	15%
BOE (Hebei) Mobile Display Technology Co., Ltd.	15%
BOE Optical Science and Technology Co., Ltd.	15%
BOE Hyundai LCD (Beijing) Display Technology Co., Ltd.	15%

Beijing BOE Vacuum Electronics Co., Ltd.	15%
Beijing BOE Semi-conductor Co., Ltd.	15%
Beijing Asahi Electron Glass Co., Ltd.	15%
Beijing BOE Vacuum Technology Co., Ltd.	15%
Beijing BOE Dedicated Display Technology Co., Ltd.	15%
Beijing BOE Energy Technology Co., Ltd.	15%
Beijing BOE Multimedia Technology Co., Ltd.	15%

2. Tax preference

Name of company enjoying the preferential policy	Basis of policy	Approval authority, approval document No. and valid period
Hefei BOE Optoelectronics Technology Co., Ltd.	In accordance with CS [2010] No. 100—Circular on Refund the Closing Retained Tax Deduction for the Imported Devices VAT of Partial Projects jointly issued by Ministry of Finance and State Administration of Taxation, approving to refund the closing retained tax deduction for the imported devices VAT of partial projects.	On 4 Nov. 2010, Ministry of Finance and State Administration of Taxation jointly issued the CS [2010] No. 100, approving to refund the closing retained tax deduction for the imported devices VAT of partial projects, such document executed from 1 Dec. 2010.
Beijing BOE Display Technology Co., Ltd. Hefei BOE Optoelectronics Technology Co., Ltd. Hefei Xinsheng Optoelectronics Technology Co., Ltd.	In accordance with CS [2011] No. 107—Circular on Refund the Closing Retained Tax Deduction for the Procured Equipments VAT of IC Enterprises jointly issued by Ministry of Finance and State Administration of Taxation, approving to refund the closing retained tax deduction for the procured equipments VAT of IC significant enterprises.	On 14 Nov. 2011, Ministry of Finance and State Administration of Taxation jointly issued the CS [2011] No. 107, approving to refund the closing retained tax deduction for the procured equipments VAT of IC significant enterprises, such document executed from 1 Jan. 2011.
Beijing BOE Display Technology Co., Ltd. Ordos Yuansheng Optoelectronics Co., Ltd.	In accordance with CGS [2012] No. 17—Circular on Relevant Policies about Installed Tax Payment for the VAT of Significant Imported Devices of New Flat Panel Display Items jointly issued by the Ministry of Finance and General Administration of Customs, approving the new flat panel display significant enterprises to pay the VAT of imported new devices by installment.	On 11 Apr. 2010, the Ministry of Finance and General Administration of Customs jointly issued the CGS [2012] No. 17, approving the new flat panel display significant enterprises to pay the VAT of imported new devices by installment, such document executed from 1 Jan. 2011.
Beijing BOE Display Technology Co., Ltd.	In Apr. 2012, the Ministry of Finance issued the CGS [2012] No. 16, stipulating to provide the tariff and import VAT exemption and deduction	On 4 Nov. 2012, the Ministry of Finance, General Administration of Customs and State Administration of Taxation jointly issued the

	for the building materials, auxiliary systems, equipment accessories in clean room (unavailable from domestic companies) imported by new display devices enterprises; and provide tariff exemption and deduction for production raw materials and consumption materials (unavailable from domestic companies) imported by new display devices enterprises.	CS [2012] No. 16, providing the tax preferential policy of VAT and tariff for y new display devices significant imported enterprises, the valid period of such document is from 1 Jan. 2012 to 31 Dec. 2015.
Beijing BOE Optoelectronics Technology Co., Ltd. Chengdu BOE Optoelectronics Technology Co., Ltd. Hefei BOE Optoelectronics Technology Co., Ltd. Beijing BOE Display Technology Co., Ltd.	In June 2012, the Ministry of Finance issued the Document CGS [2012] No. 18 to implement on new-typed display device makers, during the period from 1 January 2012 to 31 December 2015, a tariff and import VAT exemption or reduction policy for importing decontamination chamber building materials and mating systems, equipment parts, etc. that the country was unable to produce yet as well as a tariff exemption or reduction policy for importing productive raw materials and consumables that the country was unable to produce yet.	On 20 June 2012, the Ministry of Finance, the General Administration of Customs and the State Administration of Taxation jointly issued the Document CS [2012] No. 18 to unveil an import VAT and tariff preferential policy to enterprises responsible for significant new-typed display device projects, with a valid term from 1 January 2012 to 31 December 2015.
Hefei Xinsheng Optoelectronics Technology Co., Ltd. Ordos Yuansheng Optoelectronics Co., Ltd.	In Apr. 2013, the Ministry of Finance issued the CGS [2013] No. 25, affirmed that Hefei Xingchengguang Electronic Technology Co., Ltd. and Ordos Yuansheng Optoelectronics Co., Ltd. have the qualification of enjoying the enterprise import taxes policies of the new type display device production.	In Apr. 2013, the Ministry of Finance, General Administration of Customs and State Administration of Taxation jointly issued the CS [2013] No. 25, providing the tax preferential policy of VAT and tariff for y new display devices significant imported enterprises, the valid period lasts to the end of Y2015.
Hefei Xinsheng Optoelectronics Technology Co., Ltd.	As per CGS [2013] No. 63—The Notice of the Ministry of Finance and the General Administration of Customs Regarding a Tax Amortization Policy for a Third Batch of New-Typed Panel Display Device Projects, enterprises have been allowed to pay their import VAT by installments for the key new equipment for significant new-typed panel display device projects.	In September 2013, the Ministry of Finance and the General Administration of Customs jointly issued the Document CGS [2013] No. 63 to allow enterprises to pay their import VAT by installments for the key new equipment for significant new-typed panel display device projects, effective from March 2013.
Chongqing BOE Optoelectronics Technology Co., Ltd.	In Apr. 2014, the Ministry of Finance issued the CGS [2014] No. 46, affirmed that Chongqing BOE Optoelectronics Technology Co., Ltd. have the qualification of enjoying the enterprise import taxes policies of the new type display	In Apr. 2014, the Ministry of Finance, General Administration of Customs and State Administration of Taxation jointly issued the CS [2014] No. 46, providing the tax preferential policy of VAT and tariff for y new

	device production.	display devices significant imported enterprises, the valid period lasts to the end of Y2015.
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3. Other

Naught

VII. Notes on major items in consolidated financial statements of the Company

1. Monetary funds

Unit: RMB Yuan Unit: RMB Yuan

Item	Closing balance	Opening balance
Cash on hand	266,492.00	318,386.00
Bank deposits	32,009,175,816.00	36,504,388,774.00
Other monetary funds	3,255,860,442.00	3,667,694,839.00
Total	35,265,302,750.00	40,172,401,999.00
Of which: the total amount deposited in overseas	2,162,427,986.00	1,050,839,545.00

Other notes

Of which: the total amount deposited in overseas was equivalent to RMB 2,098,635,810 (Y2014: RMB 1,050,839,545).

On 30 Jun. 2015, the Company took RMB 789,130,000 and USD 9,347 among the other monetary capital (Y2014: RMB 748,564,299, USD 49,400,000) as the pledge for acquiring the short-term borrowings. The rest of the other monetary capital equivalent to RMB 2,280,514,181 (Y2014: RMB 2,616,851,940) was the margin deposit for security deposited in the commercial bank.

2. Notes receivable

(1) Notes receivable listed by category

Unit: RMB Yuan

Item	Closing balance	Opening balance
Bank acceptance bill	215,349,506.00	500,308,383.00
Commercial acceptance bill	3,125,000.00	864,000.00
Total	218,474,506.00	501,172,383.00

(2) Notes receivable pledged by the Company at the period-end

Unit: RMB Yuan

Item	Amount
Bank acceptance bill	0.00
Commercial acceptance bill	0.00
Total	0.00

(3) Notes receivable which had endorsed by the Company or had discounted and had not due on the balance sheet date at the period-end

Unit: RMB Yuan

Item	Amount of recognition termination at the period-end	Amount of not terminated recognition at the period-end
Bank acceptance bill	0.00	41,971,249.00
Commercial acceptance bill	0.00	2,185,000.00
Total	0.00	44,156,249.00

(4) Notes transferred to accounts receivable because drawer of the notes fails to executed the contract or agreement

Unit: RMB Yuan

Item	Amount of the notes transferred to accounts receivable at the period-end
Commercial acceptance bill	0.00
Total	0.00

Other notes

Naught

3. Accounts receivable

(1) Accounts receivable disclosed by category

Unit: RMB Yuan

Category	Closing balance					Opening balance				
	Book balance		Bad debt provision		Book value	Book balance		Bad debt provision		Book value
	Amount	Proportion	Amount	Withdrawal proportion		Amount	Proportion	Amount	Withdrawal proportion	
Accounts receivable with significant single amount for	0.00	0.00%	0.00	0.00%	0.00	0.00	0.00%	0.00	0.00%	0.00

which bad debt provision separately accrued										
Accounts receivable withdrawn bad debt provision according to credit risks characteristics	7,391,449,028.00	99.24%	0.00	0.00%	7,391,449,028.00	6,607,941,006.00	99.01%	0.00	0.00%	6,607,941,006.00
Accounts receivable with insignificant single amount for which bad debt provision separately accrued	56,695,947.00	0.76%	53,881,390.00	95.04%	2,814,557.00	66,121,414.00	0.99%	58,300,298.00	88.17%	7,821,116.00
Total	7,448,144,975.00	100.00%	53,881,390.00	0.72%	7,394,263,585.00	6,674,062,420.00	100.00%	58,300,298.00	0.87%	6,615,762,122.00

Accounts receivable with significant single amount for which bad debt provision separately accrued at the period-end

☐ Applicable ☒ Inapplicable

In the groups, accounts receivable adopting aging analysis method to accrue bad debt provision:

☐ Applicable ☒ Inapplicable

In the groups, accounts receivable adopting balance percentage method to withdraw bad debt provision

☐ Applicable ☒ Inapplicable

In the groups, accounts receivable adopting other methods to accrue bad debt provision:

Unit: RMB Yuan

Name of the group	Withdrawal method of the bad debt provision by group	Basic for recognizing the group	Closing balance	Closing balance of the bad debt provision	Withdrawal proportion
Credit risks portfolio	Other method	Owns the similar credit risks characteristics	7,391,449,028.00	0	0.00%

(2) Accounts receivable withdraw, reversed or collected during the reporting period

The withdrawal amount of the bad debt provision during the reporting period was of RMB 2,276,056.00 the amount of the reversed or collected part during the reporting period was of RMB 209,780.00.

Of which the significant amount of the reversed or collected part during the reporting period was of RMB 000:

Unit: RMB Yuan

Name of the units	Reversed or collected amount	Method
Naught		

(3) The actual write-off accounts receivable

Unit: RMB Yuan

Item	Amount
Credit risks portfolio	6,485,184.00

Of which the significant actual write-off accounts receivable:

Unit: RMB Yuan

Name of the units	Nature	Amount	Reason	Process	Whether occurred from the related transactions
Naught					

Notes of the write-off the accounts receivable: Naught

(4) Top 5 of the closing balance of the accounts receivable collected according to the arrears party

The total amount of the accounts receivable of the top 5 of the Group at the year-end was of 3,718,387,687.00 that covered 50% of the total amount of the closing balance of the accounts receivable at the year-end, which had not withdrawn the corresponding bad debt provision.

(5) Account receivable which terminate the recognition owing to the transfer of the financial assets

Naught

(6) The amount of the assets and liabilities formed by the transfer and the continues involvement of accounts receivable

Naught

Other notes: Naught

4. Prepayment**(1) List by aging analysis**

Unit: RMB Yuan

Aging	Closing balance		Opening balance	
	Amount	Proportion	Amount	Proportion
Within 1 year	319,797,446.00	98.49%	148,835,790.00	98.74%
1 to 2 years	4,465,958.00	1.38%	1,372,083.00	0.91%
2 to 3 years	206,247.00	0.06%	285,505.00	0.19%
Over 3 years	218,643.00	0.07%	240,635.00	0.16%

Total	324,688,294.00	--	150,734,013.00	--
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Notes of the reasons of the prepayment ages over 1 year with significant amount but failed settled in time: Naught

(2) Top 5 of the closing balance of the prepayment collected according to the prepayment target

Unit: RMB Yuan

Name of the units	Relationship	Amount	Proportion	Reason
Unit 1	External supplier	92,886,186.00	29%	Both were normal prepayments
Unit 2	External supplier	25,337,278.00	8%	Both were normal prepayments
Unit 3	External supplier	10,470,182.00	3%	Both were normal prepayments
Unit 4	External supplier	8,490,444.00	3%	Both were normal prepayments
Unit 5	External supplier	7,125,338.00	2%	Both were normal prepayments
Total	--	144,309,428.00	44%	--

Notes: Naught

5. Interest receivable

(1) Category of interest receivable

Unit: RMB Yuan

Item	Closing balance	Opening balance
Fixed time deposit	241,603,019.00	275,877,747.00
Entrust loans	0.00	0.00
Bond investment	0.00	0.00
Total	241,603,019.00	275,877,747.00

(2) Significant overdue interest

Borrower	Closing balance	Overdue time	Reason	Whether occurred impairment and its judgment basis
Naught				

Notes: Naught

6. Dividend receivable**(1) Dividend receivable**

Unit: RMB Yuan

Item (or investees)	Closing balance	Opening balance
Naught		
Total	0.00	0.00

(2) Significant dividend receivable aged over 1 year

Unit: RMB Yuan

Item (or investees)	Closing balance	Aging	Reason	Whether occurred impairment and its judgment basis
Naught				

Notes: Naught

7. Other accounts receivable**(1) Other accounts receivable disclosed by category**

Unit: RMB Yuan

Category	Closing balance					Opening balance				
	Book balance		Bad debt provision		Book value	Book balance		Bad debt provision		Book value
	Amount	Proportion	Amount	Withdrawal proportion		Amount	Proportion	Amount	Withdrawal proportion	
Other accounts receivable with significant single amount for which bad debt provision separately accrued	0.00	0.00%	0.00	0.00%	0.00	0.00	0.00%	0.00	0.00%	0.00
Other accounts receivable withdrawn bad debt provision according to credit risks characteristics	603,411,448.00	98.56%	0.00	0.00%	603,411,448.00	720,716,550.00	98.79%	0.00	0.00%	720,716,550.00
Other accounts	8,840,19	1.44%	8,840,19	100.00%	0.00	8,818,1	1.21%	8,818,190	100.00%	0.00

receivable with insignificant single amount for which bad debt provision separately accrued	6.00		6.00			90.00		.00		
Total	612,251,644.00	100.00%	8,840,196.00	1.44%	603,411,448.00	729,534,740.00	100.00%	8,818,190.00	1.21%	720,716,550.00

Other accounts receivable with significant single amount for which bad debt provision separately accrued at the period-end

☐ Applicable ☒ Inapplicable

In the groups, other accounts receivable adopting aging analysis method to accrue bad debt provision:

☐ Applicable ☒ Inapplicable

In the groups, other accounts receivable adopting balance percentage method to withdraw bad debt provision

☐ Applicable ☒ Inapplicable

In the groups, other accounts receivable adopting other methods to accrue bad debt provision:

☒ Applicable ☐ Inapplicable

Unit: RMB Yuan

Name of the group	Withdrawal method of the bad debt provision by group	Basic for recognizing the group	Closing balance	Closing balance of the bad debt provision	Withdrawal proportion
Credit risks portfolio	Other method	Owns the similar credit risks characteristics	603,411,448.00	0	0.00%

(2) Accounts receivable withdraw, reversed or collected during the reporting period

The withdrawal amount of the bad debt provision during the reporting period was of RMB 22,006.00; the amount of the reversed or collected part during the reporting period was of RMB 0.00.

Of which the significant amount of the reversed or collected part during the reporting period:

Unit: RMB Yuan

Name of units	Reversed or collected amount	Method
Naught		

(3) The actual write-off other accounts receivable

Unit: RMB Yuan

Item	Amount
Naught	

Notes of the significant write-off other accounts receivable:

Unit: RMB Yuan

Name of the units	Nature	Amount	Reason	Process	Whether from the
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					related transactions
Naught					

Notes of write-off other accounts receivable: Naught

(4) Other accounts receivable classified by the nature of accounts

Unit: RMB Yuan

Nature	Closing book balance	Opening book balance
VAT refunds	152,447,959.00	259,218,524.00
Equity transfer fee of accounts receivable	200,000,000.00	200,000,000.00
Cash deposit and cash pledge	31,695,545.00	29,873,154.00
Other	228,108,140.00	240,443,062.00
Total	612,251,644.00	729,534,740.00

(5) Top 5 of the closing balance of the other accounts receivable collected according to the arrears party

Unit: RMB Yuan

Name of units	Nature	Closing balance	Aging	Proportion of the total year end balance of the accounts receivable	Closing balance of bad debt provision
Company 1	Equity transfer account	200,000,000.00	Over 3 years	32.67%	0.00
Company 2	Export tax refunds	105,729,002.00	Within 1 year	17.27%	0.00
Company 3	Current account	41,200,000.00	1 to 2 years; over 3 years	6.73%	0.00
Company 4	Unauthorized input tax	30,753,432.00	Within 1 year; 1 to 2 years; 2 to 3 years; over 3 years	5.02%	0.00
Company 5	Cash deposit	26,000,000.00	2 to 3 years	4.25%	0.00
Total	--	403,682,434.00	--	65.93%	0.00

(6) Accounts receivable involved with government subsidies

Unit: RMB Yuan

Name of units	Project of government subsidies	Closing balance	Closing age	Estimated received time, amount and basis
Naught				

(7) Other account receivable which terminate the recognition owing to the transfer of the financial assets

Naught

(8) The amount of the assets and liabilities formed by the transfer and the continues involvement of other accounts receivable

Naught

Other notes: Naught

8. Inventory**(1) Category of inventory**

Unit: RMB Yuan

Item	Closing balance			Opening balance		
	Book balance	Falling price reserves	Book value	Book balance	Falling price reserves	Book value
Raw materials	1,920,910,589.00	85,155,777.00	1,835,754,812.00	1,427,203,733.00	105,944,450.00	1,321,259,283.00
Goods in process	703,664,811.00	68,147,473.00	635,517,338.00	590,133,599.00	53,862,026.00	536,271,573.00
Inventory goods	3,821,728,051.00	676,519,951.00	3,145,208,100.00	2,749,796,229.00	535,694,180.00	2,214,102,049.00
Turnover materials	97,404,229.00	123,070.00	97,281,159.00	91,671,124.00	0.00	91,671,124.00
Consumptive biological assets	0.00	0.00	0.00	0.00	0.00	0.00
Completed unsettled assets formed from the construction contacts	0.00	0.00	0.00	0.00	0.00	0.00
Total	6,543,707,680.00	829,946,271.00	5,713,761,409.00	4,858,804,685.00	695,500,656.00	4,163,304,029.00

(2) Falling price reserves of inventory

Unit: RMB Yuan

Item	Opening balance	Increased amount		Decreased amount		Closing balance
		Withdrawal	Other	Reverse or write-off	Other	
Raw materials	105,944,450.00	63,850,756.00	0.00	84,639,429.00	0.00	85,155,777.00
Goods in process	53,862,026.00	43,244,119.00	0.00	28,958,672.00	0.00	68,147,473.00

Inventory goods	535,694,180.00	569,734,595.00	0.00	428,908,824.00	0.00	676,519,951.00
Turnover materials	0.00	123,070.00	0.00	0.00	0.00	123,070.00
Consumptive biological assets	0.00	0.00	0.00	0.00	0.00	0.00
Completed unsettled assets formed from the construction contracts	0.00	0.00	0.00	0.00	0.00	0.00
Total	695,500,656.00	676,952,540.00	0.00	542,506,925.00	0.00	829,946,271.00

9. Assets divided as held-to-sold

Unit: RMB Yuan

Item	Closing book value	Fair value	Estimated disposal expense	Estimated disposal time
Naught				

Other notes: Naught

10. Non-current assets due within 1 year

Unit: RMB Yuan

Item	Closing balance	Opening balance
Naught		
Total	0.00	0.00

Other notes: Naught

11. Other current assets

Unit: RMB Yuan

Item	Closing balance	Opening balance
VAT to be deducted	4,079,958,976.00	3,533,043,636.00
Pre-paid Income tax	122,870.00	17,603,629.00
Finance products	4,468,870,003.00	2,520,714,295.00
Other	12,319,555.00	14,402,894.00
Total	8,561,271,404.00	6,085,764,454.00

Other notes: Naught

12. Available-for-sale financial assets

(1) List of available-for-sale financial assets

Unit: RMB Yuan

Item	Closing balance			Opening balance		
	Book balance	Depreciation reserves	Book value	Book balance	Depreciation reserves	Book value
Available-for-sale liabilities instruments:	0.00	0.00	0.00	0.00	0.00	0.00
Available-for-sale equity instruments:	541,948,934.00	150,279,655.00	391,669,279.00	473,810,148.00	150,279,655.00	323,530,493.00
Measured by fair value	477,012,823.00	150,099,655.00	326,913,168.00	416,524,662.00	150,099,655.00	266,425,007.00
Measured by cost	64,936,111.00	180,000.00	64,756,111.00	57,285,486.00	180,000.00	57,105,486.00
Total	541,948,934.00	150,279,655.00	391,669,279.00	473,810,148.00	150,279,655.00	323,530,493.00

(2) Available-for-sale financial assets measured by fair value at the period-end

Unit: RMB Yuan

Category of the available-for-sale financial assets	Available-for-sale equity instruments	Available-for-sale liabilities instruments	Total
Cost of the equity instruments/amortized cost of the liabilities instruments	344,902,961.00	0.00	344,902,961.00
Fair value	326,913,168.00	0.00	326,913,168.00
Changes amount of the fair value accumulatively recorded in other comprehensive income	132,109,862.00	0.00	132,109,862.00
Withdrawn impairment amount	150,099,655.00	0.00	150,099,655.00

(3) Available-for-sale financial assets measured by cost at the period-end

Unit: RMB Yuan

Investee	Book balance				Impairment provision				Shareholding proportion among the investees	Cash bonus of the reporting period
	Period-beg in	Increase	Decrease	Period-end	Period-beg in	Increase	Decrease	Period-end		

Teralane Semiconductor Inc	11,868,000.00	0.00	0.00	11,868,000.00	0.00	0.00	0.00	0.00	7.29%	0.00
Zhejiang BOE	570,032.00	0.00	0.00	570,032.00	0.00	0.00	0.00	0.00	7.03%	0.00
Beijing Digital TV National Engineering Laboratory Co., Ltd.	6,250,000.00	0.00	0.00	6,250,000.00	0.00	0.00	0.00	0.00	12.50%	0.00
Meta Company	30,733,954.00	0.00	0.00	30,733,954.00	0.00	0.00	0.00	0.00	7.24%	0.00
Danhua Capital, L.P.	7,683,500.00	7,650,625.00	0.00	15,334,125.00	0.00	0.00	0.00	0.00	5.48%	0.00
Other	180,000.00	0.00	0.00	180,000.00	180,000.00	0.00	0.00	180,000.00	0.00%	0.00
Total	57,285,486.00	7,650,625.00	0.00	64,936,111.00	180,000.00	0.00	0.00	180,000.00	--	0.00

(4) Changes of the impairment of the available-for-sale financial assets during the reporting period

Unit: RMB Yuan

Category of the available-for-sale financial assets	Available-for-sale equity instruments	Available-for-sale liabilities instruments	Total
Withdrawn impairment balance at the period-begin	150,279,655.00	0.00	150,279,655.00
Withdrawn amount of the period	0.00	0.00	0.00
Of which: transferred from other comprehensive income	0.00	0.00	0.00
Decreased in the period	0.00	0.00	0.00
Of which: recovered and reversed amount of the fair value after the period	0.00	0.00	0.00
Withdrawn impairment balance at the period-end	150,279,655.00	0.00	150,279,655.00

(5) Relevant notes of the fair value of the available-for-sale equity instruments which seriously fell or temporarily fell but not withdrawn the impairment provision

Unit: RMB Yuan

Item of available-for-sale equity instruments	Investment cost	Fair value of the period-end	Falling range of the fair value against the cost	Continued falling time (month)	Withdrawn amount of impairment	Reason of not withdrawn the impairment
Naught						

Other notes: Naught

13. Investment held-to-maturity

(1) List of investment held-to-maturity

Unit: RMB Yuan

Item	Closing balance			Opening balance		
	Book balance	Impairment provision	Book value	Book balance	Impairment provision	Book value
Convertible bonds for HYDIS Technology	17,960,946.00	17,960,946.00	0.00	17,960,946.00	17,960,946.00	0.00
Total	17,960,946.00	17,960,946.00	0.00	17,960,946.00	17,960,946.00	0.00

(2) Significant held-to-maturity investment at the period-end

Unit: RMB Yuan

Bond item	Par value	Nominal interest rate	Actual interest rate	Due date
Naught				

(3) Re-classified held-to-maturity investment during the reporting period

Naught

Other notes

The held-to-maturity investment of the Group and the Company was the originally held convertible bonds of HYDIS Technology Co., Ltd. (hereinafter referred to as "HYDIS Technology").

Due to poor operation, HYDIS Technology couldn't pay the remaining convertible bonds to the Company. The Company had withdrawn the provision for impairment of uncollected convertible bonds valued of RMB 17,960,946 (USD 2,170,000) in 2005.

On 30 Jun. 2015, the Company had not received any equities or interest, the collectability of such bonds had uncertainty, so the Group and the Company maintained the original withdrawn impairment provision.

14. Long-term equity investment

Unit: RMB Yuan

Investees	Opening balance	Increase/decrease								Closing balance	Closing balance of impairment provision
		Additional investment	Reduced investment	Gains and losses recognized under the equity method	Adjustment of other comprehensive income	Changes of other equity	Cash bonus or profits announced to issue	Withdrawal of impairment provision	Other		
I. Joint ventures											
II. Associated enterprises											
Beijing Nissin Electronics Precision Component Co., Ltd. (Nissin Electronics)	787,850.00	0.00	0.00	4,360,963.00	0.00	0.00	0.00	0.00	0.00	5,148,813.00	0.00
Beijing Nittan Electronics Co., Ltd. (Nittan Electronics)	26,604,013.00	0.00	0.00	2,223,450.00	0.00	0.00	0.00	0.00	0.00	28,827,463.00	0.00
Beijing Yingfei Hailin Venture Capital Management Co., Ltd. (Yingfei Hailin)	131,573.00	0.00	0.00	875,311.00	0.00	0.00	0.00	0.00	0.00	1,006,884.00	0.00
Ordos BOE Energy Investment Co., Ltd. (BOE Energy Investment)	907,483,229.00	0.00	0.00	-6,693.00	0.00	0.00	0.00	0.00	0.00	907,476,536.00	337,612,177.00
Beijing Fly Hailin Investment Center	26,731,396.00	0.00	0.00	-2,006,764.00	0.00	0.00	0.00	0.00	0.00	24,724,632.00	0.00

TPV Display Technology (China) Co., Ltd.	14,693,551.00	0.00	0.00	5,129,349.00	0.00	0.00	0.00	0.00	0.00	19,822,900.00	0.00
Fuzhou BOE Optoelectronics Technology Co., Ltd.	0.00	9,500,000.00	0.00	-18,579.00	0.00	0.00	0.00	0.00	0.00	9,481,421.00	0.00
Subtotal	976,431,612.00	9,500,000.00	0.00	10,557,037.00	0.00	0.00	0.00	0.00	0.00	996,488,649.00	337,612,177.00
Total	976,431,612.00	9,500,000.00	0.00	10,557,037.00	0.00	0.00	0.00	0.00	0.00	996,488,649.00	337,612,177.00

Other notes: Naught

15. Investment property

(1) Investment property adopted the cost measurement mode

√ Applicable □ Inapplicable

Unit: RMB Yuan

Item	Houses and buildings	Land use right	construction in progress	Total
I. Original book value				
1. Opening balance	838,438,988.00	659,779,216.00	0.00	1,498,218,204.00
2. Increased amount of the period	5,416,799.00	0.00	0.00	5,416,799.00
(1) Outsourcing	0.00	0.00	0.00	0.00
(2) Transfer of inventory\fixed assets\project under construction	5,416,799.00	0.00	0.00	5,416,799.00
(3) Increased from enterprise merger	0.00	0.00	0.00	0.00
3. Decreased amount of the period	0.00	0.00	0.00	0.00

(1) Disposal	0.00	0.00	0.00	0.00
(2) Other transfer	0.00	0.00	0.00	0.00
4. Closing balance	843,855,787.00	659,779,216.00	0.00	1,503,635,003.00
II. Accumulative depreciation and accumulative amortization				
1. Opening balance	174,662,880.00	71,734,561.00	0.00	246,397,441.00
2. Increased amount of the period	10,306,517.00	6,343,413.00	0.00	16,649,930.00
(1) Withdrawal or amortization	10,306,517.00	6,343,413.00	0.00	16,649,930.00
3. Decreased amount of the period	0.00	0.00	0.00	0.00
(1) Disposal	0.00	0.00	0.00	0.00
(2) Other transfer	0.00	0.00	0.00	0.00
4. Closing balance	184,969,397.00	78,077,974.00	0.00	263,047,371.00
III. Depreciation reserves	0.00	0.00	0.00	0.00
1. Opening balance	0.00	0.00	0.00	0.00
2. Increased amount of the period	0.00	0.00	0.00	0.00
(1) Withdrawal	0.00	0.00	0.00	0.00
3. Decreased amount of the period	0.00	0.00	0.00	0.00
(1) Disposal	0.00	0.00	0.00	0.00
(2) Other transfer	0.00	0.00	0.00	0.00
4. Closing balance	0.00	0.00	0.00	0.00
IV. Book value				
1. Closing book value	658,886,390.00	581,701,242.00	0.00	1,240,587,632.00
2. Opening book value	663,776,108.00	588,044,655.00	0.00	1,251,820,763.00

(2) Investment property adopted fair value measurement mode

□ Applicable √ Inapplicable

16. Fixed assets**(1) List of fixed assets**

Unit: RMB Yuan

Item	Plant & buildings	Equipment	Others	Total
I. Original book value				
1. Opening balance	14,182,678,253.00	57,622,804,472.00	359,349,156.00	72,164,831,881.00
2. Increased amount of the period	544,050,804.00	1,782,554,448.00	110,900,285.00	2,437,505,537.00
(1) Purchase	19,787,576.00	132,797,809.00	16,599,843.00	169,185,228.00
(2) Transfer of project under construction	524,263,228.00	1,649,520,856.00	94,300,442.00	2,268,084,526.00
(3) Increased from enterprise merger	0.00	235,783.00	0.00	235,783.00
3. Decreased amount of the period	46,161.00	163,891,424.00	3,527,260.00	167,464,845.00
(1) Disposal or scrap	46,161.00	148,619,397.00	2,409,976.00	151,075,534.00
4. Closing balance	14,726,682,896.00	59,241,467,496.00	466,722,181.00	74,434,872,573.00
II. Accumulative depreciation				
1. Opening balance	1,560,835,053.00	20,394,357,685.00	147,414,673.00	22,102,607,411.00
2. Increased amount of the period	271,207,612.00	3,295,846,867.00	38,966,663.00	3,606,021,142.00
(1) Withdrawal	271,207,612.00	3,295,846,867.00	329,205,910.00	3,599,975,070.00
3. Decreased amount of the period	0.00	112,502,749.00	3,355,469.00	115,858,218.00
(1) Disposal or scrap	0.00	112,502,749.00	3,355,469.00	115,858,218.00

4. Closing balance	1,832,042,665.00	23,577,701,803.00	183,025,867.00	25,592,770,335.00
III. Depreciation reserves	0.00	0.00	0.00	0.00
1. Opening balance	1,073,381.00	662,722,006.00	32,894.00	663,828,281.00
2. Increased amount of the period	2,944,708.00	0.00	4,941,303.00	7,886,011.00
(1) Withdrawal	2944708.00	0.00	4941303.00	7,886,011.00
3. Decreased amount of the period	0.00	14,025,989.00	84,124.00	14,110,113.00
(1) Disposal or scrap	0.00	14,025,989.00	84,124.00	14,110,113.00
4. Closing balance	4,018,089.00	648,696,017.00	4,890,073.00	657,604,179.00
IV. Book value				
1. Closing book value	12,890,622,142.00	35,015,069,676.00	278,806,241.00	48,184,498,059.00
2. Opening book value	12,620,769,819.00	36,565,724,781.00	211,901,589.00	49,398,396,189.00

(2) List of temporarily idle fixed asset

Unit: RMB Yuan

Item	Original book value	Accumulative depreciation	Impairment provision	Book value	Notes
Naught					

(3) Fixed assets leased in from financing lease

Unit: RMB Yuan

Item	Original book value	Accumulative depreciation	Impairment provision	Book value
Houses and buildings	4,860,855.00	3,215,405.00	0.00	1,645,449.00

(4) Fixed assets leased out from operation leas

Unit: RMB Yuan

Item	Closing book value
Naught	

(5) Details of fixed assets failed to accomplish certification of property

Unit: RMB Yuan

Item	Book value	Reason
Naught		

Other notes: Naught

17. Construction in progress**(1) List of construction in progress**

Unit: RMB Yuan

Item	Closing balance			Opening balance		
	Book balance	Impairment provision	Book value	Book balance	Impairment provision	Book value
The 8.5 th Generation TFT-LCD Project of BOE Display	311,275,005.00	0.00	311,275,005.00	553,302,360.00	0.00	553,302,360.00
Operation, research and development Center	330,927,843.00	0.00	330,927,843.00	274,695,231.00	0.00	274,695,231.00
AM-OLED Project of Yuansheng Optoelectronics	9,516,061,897.00	0.00	9,516,061,897.00	9,162,623,595.00	0.00	9,162,623,595.00
The 8.5 th Generation TFT-LCD Project of Hefei Xinsheng and the touchscreen project	3,319,673,710.00	0.00	3,319,673,710.00	3,906,050,826.00	0.00	3,906,050,826.00
P6 project of the expansion of BOE Optoelectronics	16,465,816.00	0.00	16,465,816.00	40,397,835.00	0.00	40,397,835.00
The 8.5 th Generation TFT-LCD Project of Chongqing BOE	14,451,400,983.00	0.00	14,451,400,983.00	7,103,041,619.00	0.00	7,103,041,619.00
Other	791,956,590.00	1,311,456.00	790,645,134.00	829,841,200.00	1,311,456.00	828,529,744.00
Total	28,737,761,844.00	1,311,456.00	28,736,450,388.00	21,869,952,666.00	1,311,456.00	21,868,641,210.00

(2) Changes of significant construction in progress

Unit: RMB Yuan

Name of item	Estimated number	Opening balance	Increased amount of the period	Amount that transferred to fixed assets of the period	Other decreased amount of the period	Closing balance	Proportion estimated of the project accumulations	Project progress	Accumulative amount of capitalized interests	Of which: the amount of the capitalized interests of the period	Capitalization rate of the interests of	Capital resources

							ative input				the period	
The 8.5 th Generation TFT-LCD Project of BOE Display	29,262,860,000.00	553,302,360.00	155,140,934.00	397,168,289.00	0.00	311,275,005.00	84.00%	84.00%	651,239,090.00			Self-fin ancing and borrowin gs
Operation, research and development Center	435,000,000.00	274,695,231.00	56,232,612.00	0.00	0.00	330,927,843.00	80.00%	80.00%	0.00	0.00		Self-fin ancing,
AM-OLED Project of Yuansheng Optoelectroni cs	20,500,000,000.00	9,162,623,595.00	378,467,061.00	0.00	25,028,759.00	9,516,061,897.0 0	48.00%	48.00%	441,962,943.00	76,244,138.00	5.27%	Self-fin ancing, borrowin gs and Capital-r aising r
The 8.5 th Generation TFT-LCD Project of Hefei Xinsheng and the touchscreen project	33,897,000,000.00	3,906,050,826.00	584,864,884.00	1,171,242,000.0 0	0.00	3,319,673,710.0 0	70.00%	70.00%	932,592,650.00	101,033.00	3.11%	Self-fin ancing, borrowin gs and Capital-r aising
P6 project of the expansion of BOE	108,120,000.00	40,397,835.00	1,432,000.00	25,364,019.00	0.00	16,465,816.00	88.00%	88.00%	0.00	0.00		Self-fin ancing,

Optoelectronics Technology												
The 8.5 th Generation TFT-LCD Project of Chongqing BOE	30,000,000,000.00	7,103,041,619.00	7,910,787,187.00	43,166,470.00	519,261,353.00	14,451,400,983.00	26.00%	26.00%	245,797,858.00	223,278,477.00	4.48%	Self-financing, borrowings and Capital-raising
Other	0.00	829,841,200.00	435,761,049.00	469,183,722.00	4,461,937.00	791,956,590.00	0.00%	0.00%	0.00	0.00		Other
Total	114,202,980,000.00	21,869,952,666.00	9,522,685,727.00	2,106,124,500.00	548,752,049.00	28,737,761,844.00	--	--	2,271,592,541.00	299,623,648.00		--

(3) List of the withdrawal of the impairment provision of the construction in progress

Unit: RMB Yuan

Item	Withdrawn amount	Reason
Naught		

Other notes:

Naught

18. Intangible assets**(1) Information**

Unit: RMB Yuan

Item	Land use right	Patent	Non-patents	Software	Total
I. Total original book value					
1. Opening balance	1,019,618,912.00	520,195,356.00	1,006,133,623.00	534,171,311.00	3,080,119,202.00
2. Increase in the reporting period	0.00	1,198,063.00	304,668.00	13,745,677.00	15,248,408.00
(1) Purchase	0.00	1,198,063.00	304,668.00	13,745,677.00	15,248,408.00
(2) Internal R &D	0.00	0.00	0.00	0.00	0.00
(3) Increase from enterprise combination	0.00	0.00	0.00	0.00	0.00
3. Decrease in the reporting period	0.00	0.00	0.00	0.00	0.00
(1) Purchase	0.00	0.00	0.00	0.00	0.00
4. Closing balance	1,019,618,912.00	521,393,419.00	1,006,438,291.00	547,916,988.00	3,095,367,610.00
II. Total accrued amortization					
1. Opening balance	88,512,122.00	119,201,638.00	449,709,106.00	263,714,367.00	921,137,233.00
2. Increase in the reporting period	10,172,573.00	33,973,090.00	35,926,626.00	28,085,396.00	108,157,685.00
(1) Withdrawal	10,172,573.00	33,973,090.00	35,926,626.00	28,085,396.00	108,157,685.00
3. Decrease in the reporting period	0.00	0.00	0.00	0.00	0.00
(1) Disposal	0.00	0.00	0.00	0.00	0.00
4. Closing balance	98,684,695.00	153,174,728.00	485,635,732.00	291,799,763.00	1,029,294,918.00

III. Total impairment provision					
1. Opening balance	0.00	0.00	0.00	471,453.00	471,453.00
2. Increase in the reporting period	0.00	0.00	0.00	0.00	0.00
(1) Withdrawal	0.00	0.00	0.00	0.00	0.00
3. Decrease in the reporting period	0.00	0.00	0.00	0.00	0.00
(1) Disposal	0.00	0.00	0.00	0.00	0.00
4. Closing balance	0.00	0.00	0.00	471,453.00	471,453.00
IV. Total book value of intangible assets					
1. Book value of the period-end	920,934,217.00	368,218,691.00	520,802,559.00	255,645,772.00	2,065,601,239.00
2. Book value of the period-begin	931,106,790.00	400,993,718.00	556,424,517.00	269,985,491.00	2,158,510,516.00

The proportion the intangible assets formed from the internal R&D through the Company amount the balance of the intangible assets at the period-end was 0.00%.

(2) Details of fixed assets failed to accomplish certification of land use right

Unit: RMB Yuan

Item	Book value	Reason
Naught		

Other notes: Naught

19. Goodwill

(1) Original book value of goodwill

Unit: RMB Yuan

Name of the investees or the events formed goodwill	Opening balance	Increase		Decrease		Closing balance
Beijing Yinghe Century Co., Ltd.	42,940,434.00	0.00	0.00	0.00	0.00	42,940,434.00
K-Tronics (Suzhou) Technology Co., Ltd	8,562,464.00	0.00	0.00	0.00	0.00	8,562,464.00
Beijing BOE Optoelectronics Technology Co., Ltd.	4,423,876.00	0.00	0.00	0.00	0.00	4,423,876.00
Total	55,926,774.00	0.00	0.00	0.00	0.00	55,926,774.00

(2) Impairment provision of goodwill

Unit: RMB Yuan

Name of the investees or the events formed goodwill	Opening balance	Increase		Decrease		Closing balance
Beijing BOE Optoelectronics Technology Co., Ltd.	4,423,876.00	0.00	0.00	0.00	0.00	4,423,876.00
Total	4,423,876.00	0.00	0.00	0.00	0.00	4,423,876.00

Notes of the testing process of goodwill impairment, parameters and the recognition method of goodwill impairment losses:

Whether there is the indication of impairment or not, the Group shall estimate the recoverable amount of goodwill at the end of each fiscal year. The Group amortizes the book value of goodwill in accordance with the situation of related asset group or combination of asset groups gaining benefits from the synergy effect of enterprise merger, and conducts the impairment test of goodwill basing on such situation.

Other notes: Naught

20. Long-term unamortized expenses

Unit: RMB Yuan

Item	Opening balance	Increase	Amortization amount	Decrease	Closing balance
Cost of operating lease assets improvement	11,954,227.00	0.00	849,877.00	0.00	11,104,350.00
Cost of construction and use of public facilities	159,553,685.00	0.00	7,685,112.00	0.00	151,868,573.00
Other	132,476,770.00	33,473,390	18,872,220	0.00	147,077,940
Total	303,984,682.00	33,473,390	27,407,209	0.00	310,050,863

Other notes: Naught

21. Deferred income tax assets/deferred income tax liabilities**(1) Deferred income tax assets had not been off-set**

Unit: RMB Yuan

Item	Closing balance		Opening balance	
	Deductible temporary difference	Deferred income tax assets	Deductible temporary difference	Deferred income tax assets
Assets impairment provision	168,773,461.00	42,066,768.00	169,685,860.00	42,223,368.00
Unrealized profits of the internal transactions	0.00	0.00	0.00	0.00
Deductible losses	136,619,056.00	34,154,764.00	185,140,308.00	46,285,077.00
Differences of depreciation and amortization	23,677.00	3,553.00	23,677.00	3,553.00
Assessment of value-added to	161,549,307.00	40,387,327.00	164,326,226.00	41,081,557.00

the investment of Yinghe Century				
Employee payroll payable	591,429.00	100,543.00	1,901,035.00	323,177.00
Other	35,451,577.00	8,862,893.00	35,451,577.00	8,862,893.00
Total	503,008,507.00	125,575,848.00	556,528,683.00	138,779,625.00

(2) Deferred income tax liabilities had not been off-set

Unit: RMB Yuan

Item	Closing balance		Opening balance	
	Deductible temporary difference	Deferred income tax liabilities	Deductible temporary difference	Deferred income tax liabilities
Asset evaluation increment of the enterprise merger not under the same control	937,394,208.00	234,348,552.00	950,655,360.00	237,663,840.00
Changes of the fair value of the available-for-sale financial assets	0.00	0.00	0.00	0.00
Difference of the depreciation amortization	297,124,928.00	44,568,739.00	154,002,972.00	23,100,446.00
Finance products	21,492,740.00	3,223,911.00	20,714,295.00	3,127,511.00
Long-term equity investment	560,387,820.00	84,058,173.00	560,387,820.00	84,058,173.00
Total	1,816,399,696.00	366,199,375.00	1,685,760,447.00	347,949,970.00

(3) Deferred income tax assets or liabilities listed by net amount after off-set

Unit: RMB Yuan

Item	Mutual set-off amount of deferred income tax assets and liabilities at the period-end	Amount of deferred income tax assets or liabilities after off-set at the period-end	Mutual set-off amount of deferred income tax assets and liabilities at the period-begin	Amount of deferred income tax assets or liabilities after off-set at the period-begin
Deferred income tax assets	0.00	125,575,848.00	0.00	138,779,625.00
Deferred income tax liabilities	0.00	366,199,375.00	0.00	347,949,970.00

(4) List of unrecognized deferred income tax assets

Unit: RMB Yuan

Item	Closing amount	Opening amount
Deductible temporary difference	3,681,644,240	2,945,109,382.00
Deductible losses	1,567,613,417	1,137,178,435.00
Total	5,249,257,657	4,082,287,817.00

(5) Deductible losses of unrecognized deferred income tax assets will due the following years

Unit: RMB Yuan

Years	Closing amount	Opening amount	Note
Y 2015	334,564,948.00	276,900,139.00	
Y 2016	239,551,456.00	147,477,751.00	
Y 2017	345,700,921.00	303,999,410.00	
Y 2018	194,199,145.00	179,737,332.00	
Y 2019	177,731,940.00	229,063,803.00	
Y 2020	275,865,008.00	0.00	
Total	1,567,613,418.00	1,137,178,435.00	--

Other notes: Naught

22. Other non-current assets

Unit: RMB Yuan

Item	Closing balance	Opening balance
Prepayment for construction	51,597,840.00	115,232,105.00
Prepayment for procurement of fixed assets	417,169,101.00	804,249,999.00
The VAT collection of imported equipment	66,293,839.00	485,986,004.00
Other	233,339,493.00	15,096,261.00
Total	768,400,273.00	1,420,564,369.00

Other notes: N/A

23. Short-term loans

(1) Category of short-term loans

Unit: RMB Yuan

Item	Closing balance	Opening balance
Pledge loan	976,606,990.00	1,046,392,788.00
Mortgage loan	30,000,000.00	30,000,000.00

Guarantee loan	0.00	0.00
Credit loan	724,237,687.00	1,082,595,812.00
Total	1,730,844,677.00	2,158,988,600.00

Other notes: N/A

(2) List of the short-term loans overdue but not return

The total amount of the overdue but not return short-term borrowings at the period-end was of RMB 000, of which the situation of the significant overdue but not return short-term borrowings as follows:

Unit: RMB Yuan

Borrower	Closing balance	Borrowing rate	Overdue time	Overdue rate
N/A				

Other notes: N/A

24. Notes payable

Unit: RMB Yuan

Category	Closing balance	Opening balance
Trade acceptance bill	374,532,677.00	258,737,884.00
Bank acceptance bill	0.00	0.00
Total	374,532,677.00	258,737,884.00

The total amount of the due but not pay notes payable at the period-end was of RMB 000.

25. Accounts payable**(1) List of accounts payable**

Unit: RMB Yuan

Category	Closing balance	Opening balance
Related party payable	2,430,806.00	12,976,023.00
Third party payable	7,633,482,445.00	6,678,261,660.00
Total	7,635,913,251.00	6,691,237,683.00

(2) Notes of the accounts payable aging over one year

Unit: RMB Yuan

Name of creditor	Amount	Unpaid reason
N/A		

Other notes: N/A

26. Advance from customers**(1) List of advance from customers**

Unit: RMB Yuan

Category	Closing balance	Opening balance
Advance from related party	3,823.00	100,928.00
Advance from third party	560,162,515.00	314,611,704.00
Total	560,166,338.00	314,712,632.00

(2) Significant advance from customers aging over one year

Unit: RMB Yuan

Item	Closing balance	Unpaid/ Un-carry-over reason
N/A		

(3) Particulars of settled but unfinished projects formed by construction contract at period-end.

Unit: RMB Yuan

Item	Amount
Cost accumulatively occurred	0.00
Gross margin accumulatively recognized	0.00
Less: estimate losses	0.00
Amount had conduct the settlement	0.00
Completed unsettlement project formed by the construction contract	0.00

Other notes: N/A

27. Payroll payable**(1) List of Payroll payable**

Unit: RMB Yuan

Item	Opening balance	Increase	Decrease	Closing balance
I. Short-term salary	1,101,654,236.00	2,700,240,364.00	2,878,610,364.00	923,284,236.00
II. Post-employment benefit - defined contribution plans	34,848,353.00	207,688,173.00	222,321,661.00	20,214,865.00
III. Demission welfare	15,120,332.00	1,220,327.00	1,220,327.00	15,120,332.00
IV. Other welfare due within one year	0.00	0.00	0.00	0.00

Total	1,151,622,921.00	2,909,148,864.00	3,102,152,352.00	958,619,433.00
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(2) List of Short-term salary

Unit: RMB Yuan

Item	Opening balance	Increase	Decrease	Closing balance
1. Salary, bonus, allowance, subsidy	888,236,228.00	2,191,416,206.00	2,370,868,697.00	708,783,737.00
2. Employee welfare	0.00	239,595,512.00	239,595,512.00	0.00
3. Social insurance	34,142,462.00	102,001,517.00	103,742,761.00	32,401,218.00
Including: 1. Medical insurance premiums	32,329,441.00	85,483,877.00	87,159,028.00	30,654,290.00
Work-related injury insurance	606,425.00	8,957,904.00	9,094,427.00	469,902.00
Maternity insurance	1,206,596.00	7,559,736.00	7,489,306.00	1,277,026.00
4. Housing fund	11,509,770.00	84,442,872.00	87,223,672.00	8,728,970.00
5. Labor union budget and employee education budget	158,223,788.00	52,898,574.00	45,475,677.00	165,646,685.00
6. Short-term absence with payment	0.00	0.00	0.00	0.00
7. Employee bonus and welfare fund	7,282,591.00	0.00	0.00	7,282,591.00
8. Other	2,259,397.00	29,885,683.00	31,704,045.00	441,035.00
Total	1,101,654,236.00	2,700,240,364.00	2,878,610,364.00	923,284,236.00

(3) List of drawing scheme

Unit: RMB Yuan

Item	Opening balance	Increase	Decrease	Closing balance
1. Basic pension benefits	23,742,078.00	186,514,182.00	193,248,594.00	17,007,666.00
2. Unemployment insurance	1,312,546.00	11,343,383.00	11,551,652.00	1,104,277.00
3. Annuity	9,793,729.00	9,830,608.00	17,521,415.00	2,102,922.00
Total	34,848,353.00	207,688,173.00	222,321,661.00	20,214,865.00

Other notes: N/A

28. Taxes payable

Unit: RMB Yuan

Item	Closing balance	Opening balance
VAT	3,313,399.00	31,074,915.00
Consumption tax	0.00	0.00
Business tax	2,959,198.00	2,951,913.00

Corporate income tax	140,824,319.00	166,876,477.00
Personal income tax	14,914,362.00	20,207,177.00
Urban maintenance and construction tax	45,010,147.00	22,602,452.00
Educational surcharges and local educational surcharges	32,155,023.00	16,347,348.00
Other	25,086,419.00	58,159,368.00
Total	264,262,867.00	318,219,650.00

Other notes: N/A

29. Interest payable

Unit: RMB Yuan

Item	Closing balance	Opening balance
Interest payable on long-term borrowings that interest was paid by stages and principle was repay upon due	273,220,773.00	215,818,523.00
Interest of corporate bond	0.00	0.00
Interest payable on short-term borrowings	2,560,223.00	3,589,441.00
Interest of preferred stock/perpetual bond classified as financial liabilities	0.00	0.00
Other	0.00	0.00
Total	275,780,996.00	219,407,964.00

Particulars of significant overdue unpaid interest:

Unit: RMB Yuan

Entity	Overdue amount	Overdue reason
N/A		

Other notes: N/A

30. Dividends payable

Unit: RMB Yuan

Item	Closing balance	Opening balance
Common stock dividends	9,651,170.00	8,051,170.00
Stock dividends of preferred stock/perpetual bond classified as equity instrument	0.00	0.00
Other	0.00	0.00
Total	9,651,170.00	8,051,170.00

Note: Including significant unpaid dividends payable over one year, the unpaid reason shall be disclosed:

As of 30 Jun. 2015, dividends payable is unpaid mainly because non-current shareholders did not claim relevant dividends and the unpaid cash dividends of the minority shareholders of Vacuum Appliance.

31. Other accounts payable**(1) Other accounts payable listed by nature of the account**

Unit: RMB Yuan

Item	Closing balance	Opening balance
Engineering and equipment	4,744,843,357.00	5,419,231,049.00
The VAT collection of imported equipment	707,343,191.00	914,032,323.00
Purchase of patent right	178,730,106.00	152,169,522.00
Margin	142,066,534.00	162,396,662.00
Pre-withdrawal water and electricity	145,371,255.00	156,822,593.00
Logistics freight	52,587,459.00	62,611,588.00
External agency fee	12,791,646.00	15,638,959.00
Royalties payment of technology	8,884,378.00	45,467,483.00
Tender offers	177,294,400.00	195,206,440.00
Other	324,157,143.00	426,809,406.00
Total	6,494,069,469.00	7,550,386,025.00

(2) Other significant accounts payable with aging over one year

Unit: RMB Yuan

Item	Closing balance	Unpaid/ Un-carry-over reason
N/A		

Other notes: N/A

32. Non-current liabilities due within 1 year

Unit: RMB Yuan

Item	Closing balance	Opening balance
Long-term loan due within 1 year	881,030,022.00	15,000,000.00
Bonds payable due within 1 year	0.00	0.00
Long-term accounts payable due within 1 year	0.00	0.00
Total	881,030,022.00	15,000,000.00

Other notes: N/A

33. Other current-liabilities

Unit: RMB Yuan

Item	Closing balance	Opening balance
Short term bond	0.00	0.00

Quality assurance deposit	373,827,226.00	290,588,570.00
Total	373,827,226.00	290,588,570.00

Changes on short term bonds payable:

Unit: RMB Yuan

Name of the bond	Book value	Issue date	Period	Issue amount	Opening balance	The current issue	Withdraw interest at par	Overflow discount amortization	Pay in current period	Closing period
N/A										

Other notes: N/A

34. Long-term loan

(1) Category of long-term loan

Unit: RMB Yuan

Item	Closing balance	Opening balance
Pledge loan	22,200,000.00	17,495,000.00
Mortgage loan	31,982,481,142.00	32,099,191,292.00
Guarantee loan	0.00	0.00
Credit loan	4,045,122,780.00	1,514,418,377.00
Total	36,049,803,922.00	33,631,104,669.00

Notes: N/A

Other notes including interest rate range: N/A

35. Accrued liabilities

Unit: RMB Yuan

Item	Closing balance	Opening balance	Formation reasons
External guaranty	0.00	0.00	
Pending litigation	0.00	0.00	
PQA	0.00	0.00	
Restructuring obligations	0.00	0.00	
Loss contract to be executed	0.00	0.00	
Other	16,457,010.00	16,457,010.00	In 2009, the Group ceased producing several products and stopped fulfilling the purchase contract related to production. Due to the indemnity incurred accordingly, the Group withdrew the relevant estimated liabilities according to reasonable estimation of losses.

Total	16,457,010.00	16,457,010.00	--
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Other notes, including related important assumptions and estimates of accrued liabilities:

36. Deferred income

Unit: RMB Yuan

Item	Opening balance	Increase	Decrease	Closing balance	Formation reasons
Government subsidies	2,441,846,447.00	200,019,316.00	233,450,649.00	2,408,415,114.00	Government subsidies
Total	2,441,846,447.00	200,019,316.00	233,450,649.00	2,408,415,114.00	--

Items involved in government subsidies:

Unit: RMB Yuan

Item	Opening balance	Amount of newly subsidy	Amount accrued in non-business income	Other changes	Closing balance	Related to the assets/ income
-The 8.5 th Generation TFT-LCD Project	848,409,935.00	0.00	70,809,524.00	0.00	777,600,411.00	Related to the assets
-The 6 th Generation TFT-LCD Project	215,238,096.00	0.00	34,285,714.00	0.00	180,952,382.00	Related to the assets
-Research platform of common technology on panel display	6,071,429.00	0.00	1,071,429.00	0.00	5,000,000.00	Related to the assets
-Contracted for construction plant in industrial zone of Hebei	10,240,000.00	0.00	360,000.00	0.00	9,880,000.00	Related to the assets
-Construction of National Engineering Laboratory for TFT-LCD technology	12,142,857.00	0.00	2,142,857.00	0.00	10,000,000.00	Related to the assets
-Government grants on other technology project	1,283,785,303.00	114,910,910.00	89,493,357.00	0.00	1,309,202,856.00	Related to the assets

Full HD large size technological development of TFT-LCD platform use for TV	180,000.00	0.00	180,000.00	0.00	0.00	Related to income
Technological development of array substrate integration	170,000.00	0.00	170,000.00	0.00	0.00	Related to income
-Government grants on other technology project	65,608,827.00	85,108,406.00	34,937,768.00	0.00	115,779,465.00	Related to income
Total	2,441,846,447.00	200,019,316.00	233,450,649.00	0.00	2,408,415,114.00	--

Other notes: N/A

37. Other non-current liabilities

Unit: RMB Yuan

Item	Closing balance	Opening balance
Convertible obligatory right	3,486,970,040.00	3,380,580,059.00
The VAT of collection of imported equipment	66,293,839.00	485,986,004.00
Total	3,553,263,879.00	3,866,566,063.00

Other notes: N/A

38. Share capital

Unit: RMB Yuan

	Opening balance	Increase/decrease (+/-)					Closing balance
		Newly issue share	Bonus shares	Capitalization of public reserves	Other	Subtotal	
The sum of shares	35,289,637,574.00	0.00	0.00	0.00	0.00	0.00	35,289,637,574.00

Other notes: N/A

39. Capital reserves

Unit: RMB Yuan

Item	Opening balance	Increase	Decrease	Closing balance
Capital premium	38,181,665,280.00	0.00	0.00	38,181,665,280.00
Other capital reserves	902,728,161.00	520,303.00	2,316,460.00	900,932,004.00
Total	39,084,393,441.00	520,303.00	2,316,460.00	39,082,597,284.00

Other notes, including changes and reason of change:

40. Treasury stock

Unit: RMB Yuan

Item	Opening balance	Increase	Decrease	Closing balance
Shareholder repurchase stock	198,004,581.00	79,051,195.00	0.00	277,055,776.00
Total	198,004,581.00	79,051,195.00	0.00	277,055,776.00

Other notes, including changes and reason of change:

41. Other comprehensive income

Unit: RMB Yuan

Item	Opening balance	Reporting period					Closing balance
		Amount incurred before income tax	Less: Amount transferred into profit and loss in the current period that recognized into other comprehensive income in prior period	Less: income tax expense	After-tax attribute to the parent company	After-tax attribute to minority shareholder	
I. Other comprehensive income will be reclassified into income or loss in the future	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Of which: changes in net assets and liabilities of recalculated defined benefit plans	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Share of other comprehensive income of investees measured by the equity method not reclassifiable to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00	0.00
II. Other comprehensive income reclassified into profit and loss in future	40,630,611.00	73,546,139.00	0.00	2,102,991.00	71,517,997.00	-74,849.00	112,148,608.00
Of which, shares in other comprehensive income reclassified into profits or losses in future in investee entity under the equity method	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Profits or losses from the change of fair value of available for sale financial assets	89,133,636.00	74,643,872.00	0.00	2,102,991.00	72,615,730.00	-74,849.00	161,749,366.00

Gain or loss on reclassification of held-to-maturity investments to available-for-sale financial assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Effective elements of gain or loss of cash flow hedges	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Converted amount of foreign currency financial statements	-48,503,025.00	-1,097,733.00	0.00	0.00	-1,097,733.00	0.00	-49,600,758.00
Total	40,630,611.00	73,546,139.00	0.00	2,102,991.00	71,517,997.00	-74,849.00	112,148,608.00

Other notes, including the adjustment of the recognition of initial amount of effective part of the cash flow hedging gains and losses transfer into arbitrated items:

42. Surplus reserves

Unit: RMB Yuan

Item	Opening balance	Increase	Decrease	Closing balance
Statutory surplus reserves	213,997,552.00	47,065,643.00	0.00	261,063,195.00
Discretionary surplus reserves	289,671,309.00	0.00	0.00	289,671,309.00
Reserve fund	0.00	0.00	0.00	0.00
Enterprise development fund	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00
Total	503,668,861.00	47,065,643.00	0.00	550,734,504.00

Other note, including changes and reason of change

43. Retained profits

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Opening balance of retained profits before adjustments	1,434,745,673.00	-1,122,806,908.00
Total of opening balance of retained profits before adjustments (Add +, Less -)	0.00	0.00
Opening balance of retained profits after adjustments	1,434,745,673.00	-1,122,806,908.00
Add: Net profit attributable to owners of the Company	1,951,170,852.00	1,041,635,714.00
Less: Withdrawal of statutory surplus reserves	47,065,643.00	0.00
Withdrawal of discretionary surplus reserves	0.00	0.00
Withdrawal of provision for general risk	0.00	0.00
Dividend of common stock payable	0.00	0.00
Dividend of common stock converted into share capital	0.00	0.00
Closing retained profits	3,338,850,882.00	-81,171,194.00

List of adjustment of opening retained profits:

- 1) RMB 000 opening retained profits was affected by retrospective adjustment conducted according to the Accounting Standards for Business Enterprises and relevant new regulations.
- 2) RMB 000 opening retained profits was affected by changes on accounting policies.
- 3) RMB 000 opening retained profits was affected by correction of significant accounting errors.
- 4) RMB 000 opening retained profits was affected by changes in combination scope arising from same control.
- 5) RMB 000 opening retained profits was affected totally by other adjustments.

44. Revenue and Cost of Sales

Unit: RMB Yuan

Item	Reporting period		Same period of last year	
	Revenue	Cost	Revenue	Cost
Main operation	21,917,479,361.00	16,736,885,573.00	15,402,900,295.00	12,101,199,679.00
Other operation	1,053,368,751.00	772,724,875.00	710,271,289.00	528,918,794.00
Total	22,970,848,112.00	17,509,610,448.00	16,113,171,584.00	12,630,118,473.00

45. Business tax and surcharges

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Consumption tax	0.00	0.00
Business tax	16,468,247.00	14,339,614.00
Urban maintenance and construction tax	56,145,938.00	13,605,585.00
Education surtax	40,468,922.00	10,025,166.00
Resources tax	0.00	0.00
Other	1,253,314.00	0.00
Total	114,336,421.00	37,970,365.00

Other notes: N/A

46. Sales expenses

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Labor cost	134,349,195.00	100,744,554.00
Logistics transport	92,303,114.00	83,833,403.00
Products quality guarantee deposit	161,630,644.00	128,686,529.00
Other	144,405,750.00	168,399,347.00
Total	532,688,703.00	481,663,833.00

Other notes: N/A

47. Administrative expenses

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Labor cost	586,790,222.00	565,596,273.00
Depreciation and amortization	165,605,068.00	130,944,235.00
Research and development expense	751,855,875.00	462,927,945.00

Maintenance cost	324,289,194.00	256,644,271.00
Other	423,878,687.00	282,743,271.00
Total	2,252,419,046.00	1,698,855,995.00

Other notes: N/A

48. Financial expenses

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Interest expenses	757,095,045.00	424,150,685.00
Interest income (incomes: negative)	-414,387,936.00	-384,942,552.00
Net amount of exchange loss (gains: negative)	-162,626,091.00	58,164,204.00
Other	-3,739,929.00	9,367,235.00
Total	176,341,089.00	106,739,572.00

Other notes: N/A

49. Asset impairment loss

Unit: RMB Yuan

Item	Reporting period	Same period of last year
I. Bad debts losses	2,088,282.00	-4,762,214.00
II. Inventory falling price losses	495,232,888.00	389,938,978.00
III. Impairment losses of available-for-sale financial assets	0.00	0.00
IV. Impairment losses of held-to-maturity of investment	0.00	0.00
V. Impairment losses of long-term equity investment	0.00	0.00
VI. Impairment losses of investment property	0.00	0.00
VII. Impairment losses of fixed assets	0.00	0.00
VIII. Impairment losses of engineering materials	0.00	0.00
IX. Impairment loss of construction in progress	0.00	0.00
X. Impairment losses of productive biological assets	0.00	0.00
XI. Impairment losses of oil and gas assets	0.00	0.00
XII. Impairment losses of intangible assets	0.00	0.00
XIII. Impairment losses of goodwill	0.00	0.00
XIV. Other	0.00	0.00
Total	497,321,170.00	385,176,764.00

Other notes: N/A

50. Gains on the changes in the fair value

Unit: RMB Yuan

Source	Reporting period	Same period of last year
Financial assets measured at fair value and changes recorded into current profits or losses	0.00	0.00
Of which: income from change in fair value of derivative financial instruments	0.00	0.00
Financial liabilities measured at fair value and changes recorded into current profits or losses	0.00	0.00
Investment property measured at fair value	0.00	0.00
Total	0.00	0.00

Other notes: N/A

51. Investment income

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Long-term equity investment income accounted by equity method	10,557,037.00	4,390,960.00
Investment income arising from disposal of long-term equity investments	0.00	0.00
Investment income from financial assets measured at fair value and changes recorded into current profits or losses during holding period	0.00	0.00
Investment income from disposal of financial assets measured by fair value with changes in fair value recognised in profit or loss	0.00	0.00
Investment income received from holding of held-to-maturity investments during holding period	0.00	0.00
Investment income received from available for sale financial assets during holding period	54,102,113.00	2,533,429.00
Investment income from disposal of available for sale financial assets	0.00	0.00
Investment income from the remaining equity recalculated by fair value after losing control	0.00	0.00
Total	64,659,150.00	6,924,389.00

Other notes: N/A

52. Non-operating gains

Unit: RMB Yuan

Item	Reporting period	Same period of last year	Recorded in the amount of the non-recurring gains and losses
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Total gains from disposal of non-current assets	1,481,675.00	1,072,418.00	1,481,675.00
Including: Gains from disposal of fixed assets	1,481,675.00	1,063,257.00	1,481,675.00
Gains from disposal of intangible assets	0.00	0.00	0.00
Gains from debt reconstruction	0.00	0.00	0.00
Gains from non-monetary assets exchange	0.00	0.00	0.00
Acceptance of donations	0.00	0.00	0.00
Government grants	406,391,203.00	513,933,311.00	406,391,203.00
Other	16,898,580.00	33,354,476.00	16,898,580.00
Total	424,771,458.00	548,360,205.00	424,771,458.00

Government subsidies recorded into current profits and losses

Unit: RMB Yuan

Item	Reporting period	Same period of last year	Related to the assets/ income
Discount on loan for project	26,176,481.00	18,134,285.00	Related to the assets
Government grants on other science and research project	171,986,400.00	141,355,204.00	Related to the assets
Government grants on other science and research project	208,228,322.00	354,443,822.00	Related to the income
Total	406,391,203.00	513,933,311.00	--

Other notes: N/A

53. Non-operating expenses

Unit: RMB Yuan

Item	Reporting period	Same period of last year	The amount included in the current non-recurring gains and losses
Loss on disposal of non-current assets	9,248,574.00	2,964,174.00	9,248,574.00
Including: Loss on disposal of fixed assets	9,248,574.00	2,964,174.00	9,248,574.00
Loss on disposal of intangible assets	0.00	0.00	0.00
Loss on debt reconstruction	0.00	0.00	0.00
Loss on exchange of non-monetary assets	0.00	0.00	0.00
External donation	5,000.00	5,000.00	5,000.00
Other	4,093,837.00	6,043,035.00	4,093,837.00
Total	13,347,411.00	9,012,209.00	13,347,411.00

Other notes: N/A

54. Income tax expense**(1) Lists of income tax expense**

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Current income tax expense	379,607,482.00	142,450,350.00
Deferred income tax expense	31,453,182.00	13,569,850.00
Total	411,060,664.00	156,020,200.00

55. Other comprehensive income

Refer to the notes (41), VII

56. Supplementary information to cash flow statement**(1) Other cash received relevant to operating activities**

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Government grants related to income	198,151,361.00	353,236,009.00
Interest income	103,723,264.00	99,159,654.00
Tender bond / performance bond received	18,220,402.00	52,267,837.00
Exchange earning from carry-forward, repurchase	1,084,048.00	769,518.00
Restrictive deposit in financial institutions recovered	0.00	0.00
Other	501,165,140.00	173,467,579.00
Total	822,344,215.00	678,900,597.00

Notes: N/A

(2) Other cash paid relevant to operating activities

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Daily spending paid	1,124,698,063.00	706,861,919.00
Exchange income arising from carry-forward, repurchase	0.00	1,156,143.00
Bank service charges	17,745,833.00	27,527,093.00
Cash deposit	16,816,831.00	7,516,752.00

Restrictive deposit in financial institutions increased	72,862,647.00	0.00
Other	304,642,430.00	39,308,958.00
Total	1,536,765,804.00	782,370,865.00

Notes: N/A

(3) Other cash received relevant to investment activity

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Interest incomes	349,454,085.00	159,855,821.00
Tender shall / guarantee money for a bid	5,888,410.00	104,879,260.00
Government subsidies related to formation of assets	179,740,000.00	129,635,609.00
Restrictive deposit in financial institutions recovered	278,070,265.00	0.00
Other	7,793,560.00	8,329,002.00
Total	820,946,320.00	402,699,692.00

Notes: N/A

(4) Other cash paid relevant to investment activity

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Refund on bid/performance bond / safety construction bond	2,709,050.00	15,138,000.00
Restrictive deposit in financial institutions increased	0.00	0.00
Other	14,219,464.00	1,453,152.00
Total	16,928,514.00	16,591,152.00

Notes: N/A

(5) Other cash received relevant to financing activities

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Interest income arising from deposit of guarantee money	0.00	47,313,117.00
Government subsidy related to project loan discount	0.00	849,000.00
Other	0.00	3,866.00
Total	0.00	48,165,983.00

Notes: N/A

(6) Other cash paid relevant to financing activities

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Paid the bank loan principal and interest	0.00	71,708,072.00
Bank charges	75,393,744.00	4,356,990.00
Cash receive from withdrawing the action	0.00	8,228,880.00
Paid raise interest	0.00	110,956.00
Restrictive deposit in financial institutions increased	0.00	647,494,130.00
Issuance expenses paid and the like	0.00	236,267,369.00
Paid raise interest	40,991,275.00	0.00
Total	116,385,019.00	968,166,397.00

Notes: N/A

57. Supplementary information to cash flow statement**(1) Information of net profit to net cash flows generated from operating activities**

Unit: RMB Yuan

Supplemental information	Reporting period	Same period of last year
1. Reconciliation of net profit to net cash flows generated from operations:	--	--
Net profit	1,953,153,768.00	1,162,898,767.00
Add: Provision for assets impairments	497,321,170.00	385,176,764.00
Depreciation of fixed assets, oil-gas assets and productive biological assets	3,590,977,357.00	2,318,091,904.00
Amortization of intangible assets	122,743,131.00	105,142,402.00
Amortization of long-term deferred expense	47,685,498.00	23,631,886.00
Losses/gains on disposal of property, intangible asset and other long-term assets (gains: negative)	7,713,598.00	-4,215,514.00
Losses/gains on scrapped of fixed assets (gains: negative)	-731,624.00	-200,112.00
Losses/gains from variation of fair value (gains: negative)	0.00	0.00
Financial cost (income: negative)	176,341,089.00	106,739,572.00
Investment loss (gains: negative)	-64,659,152.00	-6,582,590.00
Decrease in deferred tax assets (increase: negative)	13,203,777.00	147,688.00
Increase in deferred tax liabilities (decrease: negative)	18,249,405.00	-806,973.00
Decrease in inventory (increase: negative)	-1,684,902,995.00	-648,569,543.00

Decrease in accounts receivable from operating activities (increase: negative)	-2,460,643,170.00	-752,208,857.00
Increase in accounts payable from operating activities (decrease: negative)	3,465,067,596.00	564,395,108.00
Others	-228,127,960.00	0.00
Net cash flows generated from operating activities	5,453,391,488.00	3,253,640,502.00
2. Significant investing and financing activities without involvement of cash receipts and payments	--	--
Debt converted into capital	0.00	0.00
Convertible company bonds due within 1 year	0.00	0.00
Financing leased fixed assets	0.00	0.00
3. Change of cash and cash equivalent:	--	--
Closing balance of Cash	32,009,442,308.00	40,969,934,073.00
Less: opening balance of cash	36,504,707,160.00	16,474,975,849.00
Plus: closing balance of cash equivalent	0.00	0.00
Less: opening balance of cash equivalents	0.00	0.00
The net increase in cash and cash equivalents	-4,495,264,852.00	24,494,958,224.00

(2) Net Cash paid of obtaining the subsidiary

Unit: RMB Yuan

	Amount
Cash and cash equivalents paid for enterprise combination in reporting period	389,007.00
Of which:	--
Less: cash and cash equivalents the subsidiaries held on purchase date	1,131,875.00
Of which:	--
Add: cash and cash equivalents paid in reporting period for enterprise combination in previous period	0.00
Of which:	--
Net cash from obtaining the subsidiaries	-742,868.00

Notes: N/A

(3) Net Cash receive of disposal of the subsidiary

Unit: RMB Yuan

	Amount
Cash and cash equivalents received from disposal of subsidiaries in reporting period	0.00

Of which:	--
Less: cash and cash equivalents the subsidiary held on losing control date	0.00
Of which:	--
Add: cash and cash equivalents received in reporting period for disposal of subsidiaries in previous period	0.00
Of which:	--
Net cash received from disposal of subsidiaries	0.00

Notes: N/A

(4) Cash and cash equivalents

Unit: RMB Yuan

Item	Closing balance	Opening balance
I. Cash	32,009,442,308.00	36,504,707,160.00
Including: Cash on hand	266,492.00	318,386.00
Bank deposit on demand	32,009,175,816.00	36,504,388,774.00
Other monetary funds on demand	0.00	0.00
Central Bank deposit on demand	0.00	0.00
Due from banks	0.00	0.00
Call loan to banks	0.00	0.00
II. Cash equivalents	0.00	0.00
Including: bond investments due in three months	0.00	0.00
III. Closing balance of cash and cash equivalents	32,009,442,308.00	36,504,707,160.00
Of which: cash and cash equivalents with use right restricted of subsidiaries in the parent company or Group	3,255,860,442.00	3,667,694,839.00

Notes: N/A

58. Note of statement of changes in the owner's equity

Explain "other" project name and adjustment amount of the adjustment of closing balance in previous year, etc.:

59. The assets with the ownership or use right restricted

Unit: RMB Yuan

Item	Closing book value	Restricted reason
Monetary capital	3,255,860,442.00	The pledge use for guarantee and margin deposit
Notes receivable	44,156,249.00	Has been endorsement for transfer and the right of recourse attached
inventory	0.00	Naught

fixed assets	41,423,756,406.00	The pledge use for guarantee
Intangible assets	718,381,677.00	The pledge use for guarantee
Investment property	173,439,006.00	The pledge use for guarantee
Construction in progress	553,302,360.00	The pledge use for guarantee
Total	46,168,896,140.00	--

Notes: N/A

60. Foreign currency monetary items**(1) Foreign currency monetary items**

Unit: RMB Yuan

Item	Closing foreign currency balance	Exchange rate	Closing convert to RMB balance
Monetary capital	--	--	5,154,919,127.00
Including: USD	805,292,403.00	6.1136	4,923,235,633.00
EUR	687,604.00	6.8699	4,723,773.00
HKD	7,498,771.00	0.7886	5,913,606.00
Yen	4,285,562,395.00	0.0501	214,500,969.00
HKD	7,498,771.00	0.7886	5,913,606.00
GBP	397.00	9.6422	3,831.00
SF	710.00	6.5979	4,685.00
SGD	208,682.00	4.5580	951,171.00
KRW	1,467,662,271.00	0.0055	8,013,436.00
TWD	6,110,880.00	0.1998	1,221,041.00
MYR	1,416.00	1.6387	2,321.00
Receivables	--	--	5,357,841,774.00
Including: USD	876,292,769.00	6.1136	5,357,303,473.00
EUR	586.00	6.8699	4,026.00
HKD	0.00	0.7886	0.00
SGD	117,217.00	4.5580	534,275.00
Long-term loan	--	--	2,321.00
Including: USD	4,789,939,119.00	6.1136	29,283,771,797.00
EUR	0.00	6.8699	0.00
HKD	0.00	0.7886	0.00
Long-term loans due within one year		--	642,657,230.00

Including: USD	105,119,280.00	6.1136	642,657,230.00
Other receivables		--	16,796,869.00
Including: USD	2,063,337.00	6.1136	12,614,417.00
Yen	2,377,446.00	0.0501	118,996.00
Other foreign currency			4,063,456.00
Short- term loan		--	1,700,844,677.00
Including: USD	278,206,732.00	6.1136	1,700,844,677.00
Payables		--	7,635,913,251.00
Including: USD	616,414,620.00	6.1136	3,768,512,421.00
Yen	15,703,249,561.00	0.0501	786,732,803.00
SGD	950.00	4.5580	4330.00
TWD	4,590,035.00	0.1998	917,089.00
EUR	12,442.00	6.8699	85,476.00
Other payables		--	6,494,069,469.00
Including: USD	264,086,326.00	6.1136	1,614,518,163.00
Yen	13,038,942,315.00	0.0501	653,251,010.00
KRW	130,101,091.00	0.0055	715,556.00
TWD	6,150,811.00	0.1998	1,228,932.00
EUR	918,839.00	6.8699	6,312,331.00

Notes: N/A

(2) Note to overseas entities including: for significant overseas entities, shall disclose main operating place, recording currency and selection basis, if there are changes into recording currency, shall also disclose the reason.

☐ Applicable ☒ Inapplicable

61. Other

N/A

VIII. Changes of merge scope

1. Business merger not under same control

(1) Business merger not under same control in reporting period

Unit: RMB Yuan

Name of acquiree	Time and place of gaining the stock rights	Cost of gaining the stock rights	Proportion of stock rights	Way to gain the stock rights	Purchase date	Recognition basis of purchase date	Income of acquiree during the purchase date to period-end	Net profits of acquiree during the purchase date to period-end
BOETechnologyEuropeGmbH	19 Feb. 2015	389,007.00	100.00%	Enterprise combination not under same control	19 Feb. 2015	Completed the industrial and commercial registration and shareholding rights transfer, and the directors were appointed by the Company	2,184,542.00	1,454,399.00

Notes: N/A

(2) Combined cost and goodwill

Unit: RMB Yuan

Combined cost	BOE Technology Europe GmbH
--Cash	389,007.00
--Fair value of non-cash assets	0.00
-- Fair value of liabilities issued or born	0.00
-- Fair value of equity securities issued	0.00
-- Fair value of contingent consideration	0.00
-- Fair value of equity on purchase date held before purchase date	0.00
--Other	0.00
Total combined cost	389,007.00
Less: received definable net assets fair proportion	1,388,046.00
Amount that Goodwill / combined cost less than definable net assets fair proportion	-999,039.00

Notes to determination method, consideration and changes of fair value of combined cost: N/A

The main formation reason for the large goodwill: N/A

Other notes: N/A

(3) The identifiable assets and liabilities of acquiree on purchase date

Unit: RMB Yuan

	BOE Technology Europe GmbH	
	Fair value on purchase date	Book value on purchase date
Assets:	1,443,989.00	1,443,989.00
Monetary capital	1,131,875.00	1,131,875.00
Account receivables	0.00	0.00
Inventor	0.00	0.00
Fixed assets	110,755.00	110,755.00
Intangible assets	0.00	0.00
Other current assts	201,358.00	201,358.00
Liabilities:	55,943.00	55,943.00
Borrowings	0.00	0.00
Account payables	12,532.00	12,532.00
Deferred income tax liabilities	0.00	0.00
Other current liabilities	8,298.00	8,298.00

Other non-current liabilities	35,113.00	35,113.00
Net assets	1,388,046.00	1,388,046.00
Less: minority equity	0.00	0.00
Net assets received	1,388,046.00	1,388,046.00

The recognition method of the fair value of identifiable assets and liabilities: N/A

Contingent liability of acquiree undertaken by business merger: N/A

Other notes: N/A

(4) The profit or loss from equity held by the date before acquisition in accordance with the fair value measured again

Whether there is a transaction that through multiple transaction step by step to realize enterprises merger and gaining the control during the reporting period

☐ Yes ☒ No

(5) Note to merger could not be determined reasonable consideration or Identifiable assets, Fair value of liabilities of the acquiree at acquisition date or closing period of the merge

N/A

(6) Other notes:

N/A

2. Other reasons for the changes in combination scope

Notes to reasons for the changes in combination scope (Newly established subsidiary and subsidiary of liquidation) and relevant information:

BOE Optical Science and Technology Co., Ltd. (BOEOST), a subsidiary of the Company, incorporated sub-subsidiary Chongqing BOE Display Lighting Co., Ltd. and the Company indirectly held a stake of 90.51% in the new sub-subsidiary at the time. Later on, the Company increased its investment in BOEOST, which consequently increased the Company's indirect stake in the new sub-subsidiary to 91.2%.

N/A

3. Other

N/A

IX. Equity in other entities

1. Equity in subsidiary

(1) The structure of the enterprise group

Name of the subsidiary	Main operating place	Registration place	Nature of business	Proportion of shareholding		Way of gaining
				Directly	Indirectly	
Beijing BOE Vacuum Electronics Co., Ltd. (Vacuum Electronics)	Beijing, China	Beijing, China	Manufacture and sale of vacuum electronic products	55.00%	0.00%	Investment
Beijing BOE Vacuum Technology Co., Ltd. (Vacuum Technology)	Beijing, China	Beijing, China	Manufacture and sale of electronic tubes	100.00%	0.00%	Investment
Beijing BOE Special Display Technology Co., Ltd. (Special Display)	Beijing, China	Beijing, China	Development of display products and sale of electronic products	100.00%	0.00%	Investment
Beijing Yinghe Century Co., Ltd. (Yinghe Century)	Beijing, China	Beijing, China	Development and research of real estate, motor vehicles public parking service; market research	100.00%	0.00%	Investment
BOE Optical Science and Technology Co., Ltd. (BOEOST)	Suzhou, China	Suzhou, China	Development and manufacture of backlight and related parts and components for LCD	91.20%	0.00%	Investment
BOE Hyundai LCD (Beijing) Display Technology Co., Ltd. (BOE Hyundai)	Beijing, China	Beijing, China	Development, manufacture and sale of liquid display for mobile termination	75.00%	0.00%	Investment
Beijing BOE Optoelectronics Technology Co., Ltd. (BOEOT)	Beijing, China	Beijing, China	Research, development, design and manufacture of TFT-LCD	82.49%	17.51%	Investment
BOE (Hebei) Mobile Technology Co., Ltd. (BOE Hebei)	Langfang, China	Langfang, China	Manufacture and sale of mobile flat screen display technical products and related services	100.00%	0.00%	Investment
Beijing BOE Display Technology Co., Ltd. (BOE Display)	Beijing, China	Beijing, China	Development of TFT-LCD, manufacture and sale of LCD	100.00%	0.00%	Investment
Beijing BOE Multimedia Technology Co. Ltd. (Multimedia BOE)	Beijing, China	Beijing, China	Sale of computer software and hardware, the numeral regards the audio frequency technology	100.00%	0.00%	Investment

Beijing BOE Energy Technology Co., Ltd. (BOE Energy)	Beijing, China	Beijing, China	Integration and application of photovoltaic system sale of photovoltaic system and ancillary facilities	100.00%	0.00%	Investment
Beijing BOE Vision-Electronic Technology Co., Ltd. (BOEVT)	Beijing, China	Beijing, China	Manufacture of LCD TV, LCD; technology development of terminal products and systems such as TFT-LCD display and TV	100.00%	0.00%	Investment
Beijing Zhongpingxun Technology Co., Ltd. (Beijing Zhongpingxun)	Beijing, China	Beijing, China	Technology promotion, property management, and sale of electronic products	100.00%	0.00%	Investment
Beijing Zhongxiangying Technology Co., Ltd. (Beijing Zhongxiangying)	Beijing, China	Beijing, China	Technology promotion, property management, and sale of electronic products	100.00%	0.00%	Investment
Ordos Haosheng Energy Investment Co., Ltd. ("Haosheng Energy")	Ordos, China	Ordos, China	Energy investment	20.00%	80.00%	Investment
Ordos Yuansheng Optoelectronics Co., Ltd. (Yuansheng Optoelectronics)	Ordos, China	Ordos, China	Manufacture and sales of AM-OLED products and auxiliary products	100.00%	0.00%	Investment
Beijing BOE Semi-conductor Co., Ltd. (BOE Semi-conductor)	Beijing, China	Beijing, China	Processing, manufacturing and sales of precision electronic components, semi-conductor devices and micro module; micro-electronics devices and electronic materials; import and export of goods	80.77%	0.00%	Investment
BOE Optoelectronics Holding Co.,Ltd (Optoelectronics Holding)	Beijing, China	British Virgin Islands	Design, manufacture, trade, investment and financing activities of electronic information industry	100.00%	0.00%	Investment
Chengdu BOE Optoelectronics Technology Co., Ltd. (Chengdu Optoelectronics)	Chengdu, China	Chengdu, China	TFT-LCD; R&D, production and sales of TFT-LCD	100.00%	0.00%	Enterprise combination not under same control
Beijing Asahi Glass Electronics Co., Ltd. (Asahi Glass)	Beijing, China	Beijing, China	Sales of TV bracket glass rod and CTV low-melting-point solder glass	100.00%	0.00%	Enterprise combination not under same control
Hefei BOE Optoelectronics Technology Co., Ltd. (Hefei BOE)	Hefei, China	Hefei, China	R&D, production and sales of TFT-LCD	100.00%	0.00%	Enterprise combination

						not under same control
Beijing Matsushita Color CRT Co., Ltd. (Matsushita Color CRT)	Beijing, China	Beijing, China	Colour TV set, Display tube, materials of color RPTV projection tube, and electronic parts; property management and parking service, etc.	88.80%	0.00%	Enterprise combination not under same control
Hefei Xinsheng Optoelectronics Technology Co., Ltd.	Hefei, China	Hefei, China	R&D, production and sales of TFT-LCD	84.59%	0.03%	Enterprise combination not under same control
Chongqing BOE Optoelectronics Technology Co., Ltd. (Chongqing BOE)	Chongqing, China	Chongqing, China	TFT-LCD; R&D, production and sales of TFT-LCD	96.92%	0.00%	Enterprise combination not under same control
Beijing BOE SalesCo., LTD	Beijing, China	Beijing, China	Sale of electronic products	100.00%	0.00%	Investment
BOE (Korea) Co., Ltd.	Seongnam, Gyeonggi	Seongnam, Gyeonggi	Sale of electronic products	100.00%	0.00%	Investment
Beijing BOE Digital Technology Co., Ltd.(Digital Technology)	Beijing, China	Beijing, China	Domestic film and television, equipment manufacturing	100.00%	0.00%	Investment
Beijing BOE Land Co., Ltd. (BOE Land)	Beijing, China	Beijing, China	Property management service, toll parking lots	70.00%	0.00%	Investment

Notes: holding proportion in subsidiary different from voting proportion: N/A

Basis of holding half or less voting rights but still been controlled investee and holding more than half of the voting rights not been controlled investee: N/A

Significant structure entities and controlling basis in the scope of combination: N/A

Basis of determine whether the Company is the agent or the principal: N/A

Other notes: N/A

(2) Significant not wholly owned subsidiary

Unit: RMB Yuan

Name	Shareholding proportion of minority shareholder	The profits and losses arbitrate to the minority shareholders	Declaring dividends distribute to minority shareholder	Balance of minority shareholder at closing period
N/A				

Holding proportion of minority shareholder in subsidiary different from voting proportion: N/A

Other notes: N/A

(3) The main financial information of significant not wholly owned subsidiary

Unit: RMB Yuan

Name	Closing balance						Opening balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liability	Total liability	current assets	Non-current assets	Total assets	Current liabilities	Non-current liability	Total liability
N/A												

Unit: RMB Yuan

Name	Reporting period				Same period of last year			
	Operation revenue	Net profit	Total comprehensive income	Operating cash flow	Operation revenue	Net profit	Total comprehensive income	Operating cash flow
N/A								

Other notes: N/A

2. The transaction of the Company with its owner's equity share changed but still controlling the subsidiary**(1) Note to owner's equity share changed in subsidiary**

N/A

(2) The transaction's influence to equity of minority shareholders and attributable to the owner's equity of the parent company

Unit: RMB Yuan

	Chongqing BOE	BOEOST
--Cash	640,000,000.00	30,000,000.00
--Fair value of non-cash assets	0.00	0.00
Total of purchase cost/disposal of consideration	640,000,000.00	30,000,000.00

Less: net assets proportion of subsidiaries measured at obtaining/disposal of equity proportion	640,520,303.00	27,683,540.00
Difference	0.00	0.00
Of which: Adjustment of capital reserves	520,303.00	-2,316,460.00
Adjustment of surplus reserves	0.00	0.00
Adjustment of retained profits	0.00	0.00

Other notes: N/A

3. Equity in joint venture arrangement or associated enterprise

(1) Insignificant joint venture arrangement or associated enterprise

Unit: RMB Yuan

	Closing balance /2015	Opening balance/2014
Joint venture:	--	--
The total of following items according to the shareholding proportions	--	--
Associated enterprise:	--	--
Total of investment book value	658,876,472.00	638,819,435.00
The total of following items according to the shareholding proportions	--	--
--Net profits	10,557,037.00	3,569,978.00
-- Other comprehensive income	0.00	0.00
--Total of comprehensive income	10,557,037.00	3,569,978.00

Other notes: N/A

(2) Note to the significant restrictions of the ability of joint venture or associated enterprise transfer funds to the Company

There was no significant restriction of the ability of invested enterprise transfer funds to the Company

(3) The excess loss of joint venture or associated enterprise

Unit: RMB Yuan

Name	The cumulative recognized losses in previous accumulatively derecognized	The derecognized losses or the share of net profit in reporting period	The noncumulative unrecognized losses in reporting period
N/A			

Other notes: N/A

(4) The unrecognized commitment related to joint venture investment

N/A

(5) Contingent liabilities related to joint venture or associated enterprise investment

N/A

4. Significant common operation

Name	Main operating place	Registration place	Business nature	Proportion /share portion	
				Directly	Indirectly
N/A					

Note to holding proportion or share portion in common operation different from voting proportion: N/A

Basis of common operation as a single entity, classify as common operation: N/A

Other notes: N/A

5. Equity of structure entity not including in the scope of consolidated financial statements

Related notes to structure entity not including in the scope of consolidated financial statements: N/A

6. Other

N/A

X. Risks related to financial instruments

Risks related to financial instruments in daily activities for the Group include:

- Credit risk
- Liquidity risk
- Interest rate risk
- Foreign exchange risk
- Other price risks

The risk exposure and causes, changes in this year, risk management objectives, policies and procedures, methods of measuring risks and changes in this year will be discussed below.

Risk management objective of the Company is to balance the risks and profits, minimize the negative effects to business performance and maximize the profits for stockholders and other equity investors. On the basis of risk management objectives, basic strategies of risk management are to determine and analyze all possible risks, establish appropriate risk baseline, control and manage risks and monitor all risks timely and reliably within defined scope. The Group will regularly review the risk management policies and internal control system to adapt to the market and changes of operating activities. The Internal Audit Department will regularly review or randomly inspect whether implementation of internal control system satisfies risk management policies.

(1) Credit risk

Credit risk is the possibility of financial loss to one party of financial instruments from unfulfillment of obligations of the other party. Credit risk of the Group mainly comes from accounts receivable. The management of this group will monitor the credit risk exposure.

Except that the monetary capital (other than cash) is deposited in financing institution with good credit, the management does not believe that other important credit risks exist or losses are not expected to be made to the group due to the other party's breach.

For the accounts receivable, the board of directors has formulated the credit policies according to actual conditions to determine the credit sale limit and credit term by credit assessment. Credit assessment is performed according to customer's financial situation, external ratings and transaction history. Relevant accounts receivable will expire within 15-120 days after billing date. Debtor of accounts receivable overdue will be required to pay off the outstanding balance to obtain the credit line.

In order to monitor the credit risk, this group will analyze the customer data by aging, maturity date and other factors.

Credit risk of this group is affected by the customer characteristics, but not the industry, country or region. Therefore, concentration of important credit risk is relied on the important accounts receivable of individual customers. On balance sheet date, accounts receivable of the Group and top 5 customers account for 50% and 69% respectively of all receivables (47% and 85% in 2014). Furthermore, accounts receivable without expiry or decrease in value are most related to customers without arrears recently.

The largest credit risk exposure of this group is the book amount of each financial asset on the balance sheet. Until June 30, 2015, the group did not provide any guaranty that may cause credit risk.

(2) Liquidity risk

Liquidity risk refers to that with capital shortage when the Company is fulfilling obligations of cash payment or payment by other financial assets methods. The Company and its subsidiaries are responsible for its own cash management, including short-term investment of cash surplus and loan financing to satisfy prospective cash needs (if the borrowing exceeds preauthorized upper limit, it shall be approved by the board of directors). It is the group's policy to regularly monitor short-term and long-term circulating capital needs and confirm whether it satisfies loan agreement in order to keep sufficient cash reserve and negotiable securities available for realization and obtain sufficient reserve fund as promised by financing institution to satisfy the demands of short-term and long-term circulating capital.

(3) Interest rate risk

Interest bearing financial instruments of fixed interest rate and floating interest rate will impose interest rate risks of fair value and cash flow on the Group. Proportion of fixed interest rate and floating interest rate instruments is decided by marketing environment. The Group will regularly review and maintain the combination of fixed and floating interest rate instruments. The Group will not hedge interest rate risk by derivative financial instruments.

Until 30 June, 2015, under the circumstance without changes of other variables, it is supposed that the rising/ falling interest rate rises/ falls at 100 base point will result in reduction/ increase of RMB 217,260,000 Yuan (RMB 81,680,000 Yuan in 2014) for net profits and stockholders' equity and increase/ reduction of 11,170,000 Yuan (1,260,000 Yuan in 2014) for net profits and stockholders' equity.

Until balance sheet date, the group has not held any financial instruments that may impose fair value interest rate risk on the Group. For the floating interest rate but not derivative instruments held by the Group and imposing the Group with interest rate risk of cash flow on balance sheet date, the net profits and owners' equity in the above sensitivity analysis will affect the annual interest expenses or income due to above variation of interest rate.

(4) Foreign exchange risk

For the monetary capital, accounts receivable and payable, short-term borrowing and other foreign currency assets and liabilities not valued by bookkeeping base currency, if short-term unbalance occurs, the Group will buy or sell the foreign currencies at market exchange rate to maintain net risk exposure at an acceptable level.

Until 30 June, under the circumstance without changes of other variables, 5% fluctuation in exchange rate of RMB against U.S. dollar, Japanese yen and Hong Kong dollar will result in increase/ reduction of 1,217,030,000 Yuan and 65,670,000 Yuan for stockholders' equity and increase/ reduction of 1,227,070,000 Yuan and 67,500,000 Yuan for gains and losses regardless of capitalization.

Above sensitivity analysis is performed based on changes of exchange rate on balance sheet date and re-measurement of financial instruments of foreign exchange risk according to changed exchange rate held by the Group on balance sheet date. Above analysis

excludes differences of the foreign currency conversion. Analysis of the last year is based on similar assumption and methods.

(5) Other price risks

Other price risks include equity price risk, commodity price risk, etc.

XI. The disclosure of the fair value

1. Closing fair value of assets and liabilities calculated by fair value

Unit: RMB Yuan

Item	Closing fair value			
	Fair value measurement items at level 1	Fair value measurement items at level 2	Fair value measurement items at level 3	Total
I. Consistent fair value measurement	--	--	--	--
(I) Financial assets measured by fair value and changes recorded into current profits and losses	0.00	0.00	0.00	0.00
1. Tradable financial assets	0.00	0.00	0.00	0.00
(1) Debt instrument investment	0.00	0.00	0.00	0.00
(2) Equity instrument investment	0.00	0.00	0.00	0.00
(3) Derivative financial assets	0.00	0.00	0.00	0.00
2. Appointed financial assets calculated by fair value and changes record into current profits or losses	0.00	0.00	0.00	0.00
(1) Debt instrument investment	0.00	0.00	0.00	0.00
(2) Equity instrument investment	0.00	0.00	0.00	0.00
(II) Available for sale financial assets	326,913,168.00	0.00	4,468,870,003.00	4,795,783,171.00
(1) Debt instrument investment	0.00	0.00	0.00	0.00
(2) Equity instrument	326,913,168.00	0.00	0.00	326,913,168.00

investment				
(3) Other	0.00	0.00	4,468,870,003.00	4,468,870,003.00
(III) Investment property	0.00	0.00	0.00	0.00
1. Rental land use right	0.00	0.00	0.00	0.00
2. Rental buildings	0.00	0.00	0.00	0.00
3. Land use right held and ready to transfer after appreciation	0.00	0.00	0.00	0.00
(IV) Biological assets	0.00	0.00	0.00	0.00
1. Consumptive biological assets	0.00	0.00	0.00	0.00
2. Productive biological asset	0.00	0.00	0.00	0.00
Total assets consistently calculated by fair value	326,913,168.00	0.00	4,468,870,003.00	4,795,783,171.00
(V) Trading financial liabilities	0.00	0.00	0.00	0.00
Of which; Trading bond issued	0.00	0.00	0.00	0.00
Financial derivative liabilities	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00
(IV) Appointed financial liabilities calculated by fair value and changes record into current profits or losses	0.00	0.00	0.00	0.00
Total liabilities consistently calculated by fair value	0.00	0.00	0.00	0.00
II. Inconsistent fair value measurement	--	--	--	--
(I) Assets held for sale	0.00	0.00	0.00	0.00
Total assets inconsistently calculated by fair value	0.00	0.00	0.00	0.00
Total liabilities inconsistently calculated by fair value	0.00	0.00	0.00	0.00

2. Market price recognition basis for consistent and inconsistent fair value measurement items at level 1

The unadjusted offer in active market obtaining same assets or liabilities on calculation date

3. Valuation technique adopted and nature and amount determination of important parameters for consistent and inconsistent fair value measurement items at level 2

Observable input value of related assets or liabilities except level 1 input value

4. Valuation technique adopted and nature and amount determination of important parameters for consistent and inconsistent fair value measurement items at level 3

The unobservable input value of related assets or liabilities

5. Sensitiveness analysis on unobservable parameters and adjustment information between opening and closing book value of consistent fair value measurement items at level 3

N/A

6. Explain the reason for conversion and the policy governing when the conversion happens if conversion happens among consistent fair value measurement items at different levels

N/A

7. Changes in the valuation technique in the current period and the reason for change

N/A

8. Fair value of financial assets and liabilities not measured at fair value

N/A

9. Other

N/A

XII. Related party and related Transaction**1. Information related to parent company of the Company**

Name of parent company	Registered place	Business scope	Registered capital	Proportion of share held by parent company against the Company (%)	Proportion of voting rights owned by parent company against the Company (%)
------------------------	------------------	----------------	--------------------	--------------------------------------------------------------------	-----------------------------------------------------------------------------

Electronics Holding	No.12 Jiuxian Bridge, Zhaoyang District, Beijing	Operation and management of state-owned assets within authorization	RMB 1,307,370,000	0.81%	8.84%
BOID	No.10 Jiuxian Bridge, Zhaoyang District, Beijing	Manufacture and sale of electronic products	RMB 680,982,000	2.40%	6.45%

Notes: N/A

The final control of the Company was Electronics Holding

Other notes: N/A

2. Subsidiaries of the Company

See details to Notes 1, IX.

3. Information on the joint ventures and associated enterprises of the Company

For the details of significant joint venture and associated enterprise of the Company, see Notes 3, IX.

Information on other joint venture and associated enterprise of occurring related party transactions with the Company in reporting period, or from balance due to related party transactions in previous period:

Name	Relationship
Beijing Nissin Electronics Precision Component Co., Ltd.	Associated enterprise with the Group and the Company
Beijing Nittan Electronics Co., Ltd.	Associated enterprise with the Group and the Company
TPV Technology (Beijing) Co., Ltd.	Associated enterprise with the Group and the Company

Other notes: N/A

4. Information on other related parties of the Company

Name	Relationship
Beijing State-owned Assets Management Co., Ltd.	Corporation that holds over 5% shares of the Company during past 12 months
Being E-TOWN International Investment & Development Co., Ltd.	Corporation that holds over 5% shares of the Company during past 12 months
Beijing Economic-Technological Investment & Development Corp.	Corporation controlled by the same ultimate controlling company
Beijing Sevenstar Huasheng Electronics Machinery Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing Senvenstar Front Electronics Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing Sevenstar Huachuang Integrated Circuit Equipment Co., Ltd.	Corporation controlled by the same ultimate controlling company

Beijing Sevenstar Hongtai Electronics Equipment Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing Sevenstar Electronics Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing Sevenstar Flight Electronic Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing Jile Electronics Group Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing BBEF Science & Technology Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing Zhengdong Electronic Power Group Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing YanDong Microelectronics Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing Oriental Electronic Materials Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing Dongdian Industrial Development Co., Ltd.	Corporation controlled by the same ultimate controlling company
Beijing PCB Source Corporation	Corporation controlled by the same ultimate controlling company
Beijing Xinyihua Technology Co., Ltd.	Associated individual in the entity performed as a senior management personnel in the past 12 months
Fuyang Xinyihua Materials Technology Co., Ltd.	Associated individual in the entity performed as a senior management personnel in the past 12 months
Hefei Xinyihua Intelligent Machine Co., Ltd.	Associated individual in the entity performed as a senior management personnel in the past 12 months

Other notes: N/A

5. List of related-party transactions

(1) Information on acquisition of goods and reception of labor service (unit: ten thousand Yuan)

Acquisition of goods and reception of labor service

Unit: RMB Yuan

Related-party	Content	Reporting period	Trading limit approved	Over the trading limit or not?	Same period of last year
Beijing Electronics Holding Co., Ltd and its subsidiaries	Purchase of goods	18,695,212.00	180,000,000.00	No	118,009,222.00
Beijing Electronics Holding Co., Ltd and its subsidiaries	Receiving labor services	942,193.00	3,100,000.00	No	1,015,136.00
Beijing Nissin Electronics Precision Component Co., Ltd.	Purchase of goods	339,217.00	3,000,000.00	No	1,118,865.00
Beijing Xinyihua Technology Co., Ltd. and its subsidiaries	Purchase of goods	85,112,371.00	170,000,000.00	No	4,563,000.00

Information of sales of goods and provision of labor service

Unit: RMB Yuan

Related-party	Content	Reporting period	Same period of last year
Beijing Electronics Holding Co., Ltd and	Sale of goods	65,818.00	133,135.00

its subsidiaries			
Beijing Nittan Electronics Co., Ltd.	Sale of goods	374,741.00	366,008.00
TPV Technology (Beijing) Co., Ltd.	Sale of goods	137,492,894.00	230,994,417.00
Beijing Xinyihua Technology Co., Ltd. and its subsidiaries	Sale of goods	1,335,043.00	0.00
Beijing Xinyihua Technology Co., Ltd. and its subsidiaries	Rendering of service	913,536.00	13,800.00

Notes: N/A

(2) Related trusteeship/contract

Lists of related trusteeship/contract:

Unit: RMB Yuan

Name of the entruster/contractee	Name of the trustee/contractor	Type	Initial date	Due date	Pricing basis	Income recognized in the reporting period
N/A						

Notes: N/A

Lists of entrust/contractee

Unit: RMB Yuan

Name of the entruster/contractee	Name of the trustee/contractor	Type	Initial date	Due date	Pricing basis	Charge recognized in the reporting period
N/A						

Notes: N/A

(3) Information of related lease

The Company was lessor:

Unit: RMB Yuan

Name of lessee	Category of leased assets	The lease income confirmed in this year	The lease income confirmed in last year
Beijing Electronics Holding Co., Ltd and its subsidiaries	Investment property	348,087.00	394,183.00
Other related parties	Investment property	708,622.00	708,591.00

The Company was lessee:

Unit: RMB Yuan

Lessor	Category of leased assets	The lease income confirmed in this year	Category of leased assets
Beijing Electronics Holding Co., Ltd and its subsidiaries	Investment property	15,461.00	0.00

Notes: N/A

(4) Related-party guarantee

The Company was guarantor:

Unit: RMB Yuan

Secured party	Guarantee amount	Start date	End date	Execution accomplished or not
N/A				

The Company was Secured party

Unit: RMB Yuan

Guarantor:	Guarantee amount	Start date	End date	Execution accomplished or not
N/A				

Notes: N/A

(5) Inter-bank lending of capital of related parties:

Unit: RMB Yuan

Related party	Amount borrowed and loaned	Initial date	Due date	Explanation
Borrowed				
N/A				
Loaned				
N/A				

(6) Related party asset transfer and debt restructuring

Unit: RMB Yuan

Related party	Content	Reporting period	Same period of last year
N/A			

(7) Rewards for the key management personnel

Unit: RMB Yuan

Item	Reporting period	Same period of last year
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Rewards for the key management personnel	10,210,728.00	11,794,344.00
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(8) Other related-party transactions

N/A

6. Receivables and payables of related parties**(1) Receivables**

Unit: RMB Yuan

Item	Related party	Closing period		Opening period	
		Book balance	Bad debt provision	Book balance	Bad debt provision
Account receivable	Beijing Electronics Holding Co., Ltd and its subsidiaries	427,065.00	66,118.00	66,118.00	66,118.00
Account receivable	Other related parties	40,100,385.00	55,623.00	105,562,106.00	55,623.00
Other account receivable	Beijing Electronics Holding Co., Ltd and its subsidiaries	0.00	0.00	33,637.00	0.00
Other account receivable	Other related parties	802,524.00	0.00	246,819.00	0.00
Prepayment	Beijing Electronics Holding Co., Ltd and its subsidiaries	168,791.00	0.00	0.00	0.00
Prepayment	Other related parties	28,799,341.00	0.00	0.00	0.00

(2) Payables

Unit: RMB Yuan

Item	Related party	Closing book value	Opening book value
Accounts payable	Beijing Electronics Holding Co., Ltd and its subsidiaries	2,162,570.00	12,271,609.00
Accounts payable	Other related parties	268,236.00	704,414.00
Other accounts payable	Beijing Electronics Holding Co., Ltd and its subsidiaries	44,813,295.00	43,726,125.00
Other accounts payable	Other related parties	20,427,214.00	15,000.00
Account receivable in advance	Beijing Electronics Holding Co., Ltd and its subsidiaries	2,700.00	16,108.00
Account receivable in advance	Other related parties	1,123.00	84,820.00

7. Related party commitment

N/A

8. Other

N/A

XIII. Commitments and contingency**Significant commitments at balance sheet date****(1) Capital commitments**

	30 Jun. 2015	31, Dec, 2014
External investment contracts entered into but not performed or partially performed	9,810,094,467.00	12,480,876,966.00
External investment contracts authorized but not entered into contact	37,204,051,715.00	21,630,781,244.00
Total	47,014,146,182.00	34,111,658,210.00

(2) Operating commitments

	30 Jun. 2015	31, Dec, 2014
Within 1 year (including 1 year)	4,370,902.00	2,476,476.00
1 years to 2 years (including 2 year)	2,481,296.00	1,749,144.00
2 years to 3 years (including 2 year)	2,351,097.00	1,847,097.00
Over 3 years	657,925.00	1,077,473.00
Total	9,861,220.00	7,150,190.00

2. Contingency**(1) Significant contingency at balance sheet date**

N/A

(2) The Company have no significant contingency to disclose, also should be stated

There was no significant contingency in the Company.

3. Other

N/A

XIV. Events after the balance sheet date**1. Profit distribution**

Unit: RMB Yuan

Profits or dividends intended to be distributed	351,530,677.43
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Profits or dividends declared for distribution upon review and approval	351,530,677.43
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XV. Other significant events

1. Pension plan

Since 2014, the Group established pension plan in line with the related policies of private pension system and replies of related department; withdraw enterprise pension in line with the total amount of employees' voluntary participation in pension plan.

2. Segment information

(1) Recognition basis and accounting policies of reportable segment

The Group was based on the internal organizational structure, management requirements, internal reporting system recognized the operating segments and based on the operating segments to recognize reportable segment. Operating segments were referred to constituent part in the Group satisfying the following conditions simultaneously:

- The generate revenue and expenses of the constituent part occurred in daily activities;
- The management of the Group could make regular assessment on the operating results of the constituent part, decided to deploy resources to it and evaluate its performance;
- The management of the Group could obtain the related accounting information such as financial position, operating results and cash flows etc. of the constituent part.

If there are similar economic characteristics between the two or more operating segments and are same or similar simultaneously in following aspects, which could be combined as one operating segment:

- Nature of each product or labor;
- Nature of production process;
- Client type of product or labor
- Way of selling products or rendering of service
- The production of products and rendering of service were influence by the law, administrative laws and regulations.

When preparing the reportable segment, the transaction income between segments measured by the actual price as the basis, the accounting policies adopted when preparing the reportable segment was the same with the accounting policies when preparing financial statement of the Group.

(2) The financial information of reportable segment

Unit: RMB Yuan

Item	Display devices business	Intelligent system products and services	Wisdom health services	Other	Offset between segment	Total
Operation revenue	20,865,124,037.00	3,812,170,284.00	348,512,370.00	325,890,582.00	-2,380,849,161.00	22,970,848,112.00
Main business		3,583,948,108.00	0.00	0.00	-2,047,222,000.00	

income	20,380,753,253.00					21,917,479,361.00
Other operating revenue	484,370,784.00	228,222,176.00	348,512,370.00	325,890,582.00	-333,627,161.00	1,053,368,751.00
Operating costs	15,697,850,851.00	3,520,053,099.00	218,288,374.00	5,956,099.00	-1,932,537,975.00	17,509,610,448.00
Main business cost	15,311,438,322.00	3,306,393,483.00	0.00	0.00	-1,880,946,232.00	16,736,885,573.00
Other operational costs	386,412,529.00	213,659,616.00	218,288,374.00	5,956,099.00	-51,591,743.00	772,724,875.00

(3) There was no reportable segment, or the total amount of assets and liabilities of each part of reportable segment, shall disclose the reason.

N/A

(4) Other notes

N/A

XII. Notes of main items in the financial statements of the Company

1. Accounts receivable

(1) Accounts receivable classified by category

Unit: RMB Yuan

Category	Closing balance					Opening balance				
	Book balance		Provision for bad debts		Book value	Book balance		Provision for bad debts		Book value
	Amount	Proportion (%)	Amount	Withdrawal Proportion (%)		Amount	Proportion (%)	Amount	Withdrawal Proportion (%)	
Accounts receivable with significant single amount individually withdraw bad debt provision	0.00	0.00%	0.00	0.00%	0.00	0.00	0.00%	0.00	0.00%	0.00
Accounts receivable withdrawal of bad debt provision of by credit risks characteristics:	50,249,128.00	0.67%	0.00	0.00%	50,249,128.00	29,949,896.00	47.68%	0.00	0.00%	29,949,896.00
Accounts receivable with insignificant single amount individually withdraw bad debt provision	29,605,947.00	0.40%	3,320,059.00	11.21%	26,285,888.00	32,860,660.00	52.32%	3,320,059.00	10.10%	29,540,601.00
Total	79,855,075.00	1.07%	3,320,059.00	4.16%	76,535,016.00	62,810,556.00	100.00%	3,320,059.00	5.29%	59,490,497.00

Accounts receivable with significant single amount individually withdraw bad debt provision at period-end

√Applicable □ Inapplicable

In the groups, accounts receivable adopting aging analysis method to withdraw bad debt provision:

√Applicable □ Inapplicable

In the groups, accounts receivable adopting balance percentage method to withdraw bad debt provision:

□ Applicable √ Inapplicable

In the groups, accounts receivable adopting other methods to withdraw bad debt provision:

Unit: RMB Yuan

Name of the group	Withdraw methods for bad debt provision by group	Basis	Closing balance	Closing balance of bad debt provision	Withdrawal proportion
Credit risk group	Other methods	With similar credit risks characteristics	50,249,128.00	0	0.00%

(2) Bad debt provision withdrawal, reversed or recovered in the report period

The amount of bad debt provision was RMB 000; the amount of reversed or recovered bad debt provision in the report period was of RMB 000.

Significant amount of reversed or recovered bad debt provision

Unit: RMB Yuan

Entity	Amount	Method
N/A		

(3) Particulars of the actual verification of accounts receivable during the reporting period

Unit: RMB Yuan

Item	Amount
N/A	

Of which: significant actual verification of accounts receivable

Unit: RMB Yuan

Name of the entity	Nature	Amount	Reason	Procedure	Whether occurred because of related party transactions
N/A					

Notes: N/A

(4) Top five of account receivable of closing balance collected by arrears party

Unit: RMB Yuan

The total balance of account receivable of top five was RMB 54,763,480.00, 69% of the closing balance of account receivable, the relevant closing balance of bad debt provision was RMB 787,797.

(5) Derecogniton of account receivable due to the transfer of financial assets

N/A

(6) The amount of the assets and liabilities formed by the transfer and the continues involvement of accounts receivable

N/A

Other notes: N/A

2. Other account receivable

(1) Other account receivable classified by category

Unit: RMB Yuan

Category	Closing balance					Opening balance				
	Book balance		Provision for bad debts		Book value	Book balance		Provision for bad debts		Book value
	Amount	Proportion (%)	Amount	Withdrawal proportion		Amount	Proportion (%)	Amount	Withdrawal proportion	
Other accounts receivable with significant single amount individually withdraw bad debt provision	0.00	0.00%	0.00	0.00%	0.00	0.00	0.00%	0.00	0.00%	0.00
Other accounts receivable withdrawal of bad debt provision of by credit risks characteristics:	3,257,738,011.00	100.00%	0.00	0.00%	3,257,738,011.00	1,050,896,232.00	100.00%	0.00	0.00%	1,050,896,232.00
Other accounts receivable with insignificant single amount individually withdraw bad debt provision	0.00	0.00%	0.00	0.00%	0.00	0.00	0.00%	0.00	0.00%	0.00
Total	3,257,738,011.00	100.00%	0.00	0.00%	3,257,738,011.00	1,050,896,232.00	100.00%	0.00	0.00%	1,050,896,232.00

Other accounts receivable with significant single amount individually withdraw bad debt provision at period-end

☒ Applicable ☐ Inapplicable

In the groups, other accounts receivable adopting aging analysis method to withdraw bad debt provision:

☒ Applicable ☐ Inapplicable

In the groups, other accounts receivable adopting balance percentage method to withdraw bad debt provision:

☐ Applicable ☒ Inapplicable

In the groups, other accounts receivable adopting other methods to withdraw bad debt provision:

☒ Applicable ☐ Inapplicable

Unit: RMB Yuan

Name of the group	Withdraw methods for bad debt provision by group	Basis	Closing balance	Closing balance of bad debt provision	Name of the group
Credit risk group	Other methods	With similar credit risks characteristics	3,257,738,011.00	0	0.00%

(2) Bad debt provision withdrawal, reversed or recovered in the report period

The amount of bad debt provision was RMB 000; the amount of reversed or recovered bad debt provision in the report period was of RMB 000.

Significant amount of reversed or recovered bad debt provision

Unit: RMB Yuan

Entity	Amount	Method
N/A		

(3) Particulars of the actual verification of other accounts receivable during the reporting period

Unit: RMB Yuan

Item	Amount
N/A	

Of which: significant actual verification of other accounts receivable

Unit: RMB Yuan

Name of the entity	Nature	Amount	Reason	Procedure	Whether occurred because of related party transactions
N/A					

Notes: N/A

(4) Other account receivable classified by account nature

Unit: RMB Yuan

Nature	Closing book value	Opening book value
Current account	2,932,358,901.00	691,910,521.00
Rent receivable	196,493,200.00	210,031,545.00
Technology using costs	85,516,796.00	97,945,776.00
Other	43,369,114.00	51,008,390.00
Total	3,257,738,011.00	1,050,896,232.00

(5) The top five other account receivable classified by debtor at period end

Unit: RMB Yuan

Entity	Nature	Closing balance	Aging	Proportion%	Closing balance of bad debt provision
Subsidiary 1	Current account & technology using costs	1,959,367,668.00	Within 1 year, 1-2 years	60.15%	0.00
Subsidiary 2	Current account & technology using costs	696,134,480.00	Within 1 year	21.37%	0.00
Subsidiary 3	Current account & technology using costs	222,482,699.00	Within 1 year	6.83%	0.00
Subsidiary 4	Rent receivable	189,702,568.00	1-2 years	5.82%	0.00
Subsidiary 5	Current account & technology using costs	50,177,298.00	Within 1 year	1.54%	0.00
Total	--	3,117,864,713.00	--	95.71%	0.00

(6) Accounts receivable involved with government subsidies

Unit: RMB Yuan

Name of units	Project of government subsidies	Closing balance	Closing age	Estimated received time, amount and basis
N/A				

(7) Other account receivable which terminate the recognition owing to the transfer of the financial assets

N/A

(8) The amount of the assets and liabilities formed by the transfer and the continues involvement of other accounts receivable

N/A

Other notes:

3. Long term equity investment

Unit: RMB Yuan

Item	Closing balance			Opening balance		
	Book balance	bad debt provision	Book value	Book balance	bad debt provision	Book value
Investment to the subsidiary	75,001,402,083.00	72,416,550.00	74,928,985,533.00	67,571,402,083.00	72,416,550.00	67,498,985,533.00
Investment to joint venture & associated enterprise	98,488,650.00	0.00	98,488,650.00	78,431,612.00	0.00	78,431,612.00
Total	75,099,890,733.00	72,416,550.00	75,027,474,183.00	67,649,833,695.00	72,416,550.00	67,577,417,145.00

(1) Investment to the subsidiary

Unit: RMB Yuan

Entity	Opening balance	Increase	Decrease	Closing balance	Withdrawn impairment provision in the reporting period	Closing balance of impairment provision
Beijing BOE Optoelectronics Technology Co., Ltd.	4,172,288,084.00	0.00	0.00	4,172,288,084.00	0.00	0.00
Chengdu BOE Optoelectronics Technology Co., Ltd.	1,833,149,991.00	1,000,000,000.00	0.00	2,833,149,991.00	0.00	0.00
Hefei BOE Optoelectronics Technology Co., Ltd. (“Optoelectronics Technology”)	9,000,000,000.00	0.00	0.00	9,000,000,000.00	0.00	0.00
Beijing BOE Display Technology Co., Ltd. (BOE Display) (“Display Technology”)	17,418,713,599.00	0.00	0.00	17,418,713,599.00	0.00	0.00
Beijing Matsushita Color CRT Co., Ltd. (Matsushita Color CRT)	424,823,089.00	0.00	0.00	424,823,089.00	0.00	0.00
Ordos Yuansheng Optoelectronics Co., Ltd. (“Yuansheng Optoelectronics”)	6,104,000,000.00	0.00	0.00	6,104,000,000.00	0.00	0.00
Beijing BOE Vision-Electronic Technology Co., Ltd. (BOEVT)	560,000,000.00	0.00	0.00	560,000,000.00	0.00	0.00

BOE Optical Science and Technology Co., Ltd. (BOEOST)	329,961,914.00	30,000,000.00	0.00	359,961,914.00	0.00	0.00
Beijing Yinghe Century Co., Ltd. (Yinghe Century)	333,037,433.00	0.00	0.00	333,037,433.00	0.00	0.00
Beijing BOE Land Co., Ltd. (BOE Land)	7,731,474.00	0.00	0.00	7,731,474.00	0.00	0.00
BOE (Hebei) Mobile Technology Co., Ltd	553,651,020.00	0.00	0.00	553,651,020.00	0.00	0.00
BOE Hyundai LCD (Beijing) Display Technology Co., Ltd. (BOE Hyundai)	31,038,525.00	0.00	0.00	31,038,525.00	0.00	0.00
Beijing BOE Special Display Technology Co., Ltd ("Special Display")	100,000,000.00	0.00	0.00	100,000,000.00	0.00	60,000,000.00
Beijing BOE Vacuum Electronics Co., Ltd. (Vacuum Electronics)	19,250,000.00	0.00	0.00	19,250,000.00	0.00	0.00
Beijing BOE Semi-conductor Co., Ltd. (BOE Semi-conductor)	9,450,000.00	0.00	0.00	9,450,000.00	0.00	0.00
Beijing Asahi Glass Electronics Co., Ltd. (Asahi Glass)	30,888,470.00	0.00	0.00	30,888,470.00	0.00	0.00
Beijing BOE Vacuum Technology Co., Ltd. ("Vacuum Technology")	32,000,000.00	0.00	0.00	32,000,000.00	0.00	0.00
Beijing BOE Energy Science and Technology Co., Ltd.	50,000,000.00	0.00	0.00	50,000,000.00	0.00	0.00
BOE (Korea) Co., Ltd.	788,450.00	0.00	0.00	788,450.00	0.00	0.00
Beijing BOE SalesCo., LTD	500,000.00	0.00	0.00	500,000.00	0.00	0.00
BOE Optoelectronics Holding Co., Ltd. (Optoelectronics Holding)	210,894,285.00	0.00	0.00	210,894,285.00	0.00	0.00
Beijing BOE Digital Technology Co., Ltd.	12,416,550.00	0.00	0.00	12,416,550.00	0.00	12,416,550.00
Beijing BOE Multimedia Technology Co. Ltd. ("Multimedia Technology")	400,000,000.00	0.00	0.00	400,000,000.00	0.00	0.00
Beijing Zhongxiangying Technology Co., Ltd. (Beijing	10,000,000.00	0.00	0.00	10,000,000.00	0.00	0.00

Zhongxiangying)						
Beijing Zhongpingxun Technology Co., Ltd. (Beijing Zhongpingxun)	10,000,000.00	0.00	0.00	10,000,000.00	0.00	0.00
Ordos Haosheng Energy Investment Co., Ltd. (“Haosheng Energy”)	2,000,000.00	0.00	0.00	2,000,000.00	0.00	0.00
Hefei Xinsheng Optoelectronics Technology Co., Ltd.	16,575,150,000.00	0.00	0.00	16,575,150,000.00	0.00	0.00
Chongqing BOE Optoelectronics Technology Co., Ltd. (Chongqing BOE)	9,339,669,199.00	6,400,000,000.00	0.00	15,739,669,199.00	0.00	0.00
Total	67,571,402,083.00	7,430,000,000.00	0.00	75,001,402,083.00	0.00	72,416,550.00

(2) Investment to joint ventures and associated enterprises

Unit: RMB Yuan

Name of investee	Opening balance	Increase/decrease in reporting period								Closing balance	Closing balance of impairment provision
		Additional investment	Negative investment	Investment profit and loss recognized under the equity method	Adjustment of other comprehensive income	Other equity changes	Declaration of cash dividends or profits	Withdrawn impairment provision	Other		
I. Joint ventures											
II. Associated enterprises											
Beijing Nissin Electronics Precision Component Co., Ltd. (Nissin Electronics)	787,850.00	0.00	0.00	4,360,963.00	0.00	0.00	0.00	0.00	0.00	5,148,813.00	0.00
Beijing Nittan Electronics Co., Ltd.	26,604,013.00	0.00	0.00	2,223,450.00	0.00	0.00	0.00	0.00	0.00	28,827,463.00	0.00

(Nittan Electronics)											
Beijing Yingfei Hailin Venture Capital Management Co., Ltd. (Yingfei Hailin)	131,573.00	0.00	0.00	875,311.00	0.00	0.00	0.00	0.00	0.00	1,006,884.00	0.00
Ordos BOE Energy Investment Co., Ltd. (BOE Energy Investment)	9,483,229.00	0.00	0.00	-6,693.00	0.00	0.00	0.00	0.00	0.00	9,476,536.00	0.00
Beijing Fly Hailin Investment Center	26,731,396.00	0.00	0.00	-2,006,764.00	0.00	0.00	0.00	0.00	0.00	24,724,632.00	0.00
TPV display technology (China) Co., Ltd.	14,693,551.00	0.00	0.00	5,129,349.00	0.00	0.00	0.00	0.00	0.00	19,822,900.00	0.00
Fuzhou BOE Optoelectronics Technology Co., Ltd.	0.00	9,500,000.00	0.00	-18,578.00	0.00	0.00	0.00	0.00	0.00	9,481,422.00	0.00
Subtotal	78,431,612.00	9,500,000.00	0.00	10,557,038.00	0.00	0.00	0.00	0.00	0.00	98,488,650.00	0.00
Total	78,431,612.00	9,500,000.00	0.00	10,557,038.00	0.00	0.00	0.00	0.00	0.00	98,488,650.00	0.00

(3) Other notes

N/A

4. Revenues and operating costs

Unit: RMB Yuan

Item	Reporting period		Same period of last year	
	Revenues	Operating costs	Revenues	Operating costs
Main operations	0.00	0.00	0.00	0.00
Other operations	395,131,526.00	65,325,004.00	394,606,138.00	56,752,883.00
Total	395,131,526.00	65,325,004.00	394,606,138.00	56,752,883.00

Other notes: N/A

5. Investment income

Unit: RMB Yuan

Item	Reporting period	Same period of last year
Long-term equity investment income accounted by cost method	452,043,628.00	0.00
Long-term equity investment income accounted by equity method	10,557,037.00	4,049,161.00
Investment income arising from disposal of long-term equity investments	0.00	0.00
Investment income from financial assets measured at fair value and changes recorded into current profits or losses during holding period	0.00	0.00
Investment income from disposal of financial assets measured at fair value and changes recorded into current profits or losses	0.00	0.00
Investment income from held to maturity investment during reporting period	0.00	0.00
Investment income from available for sale financial assets during holding period	2,746,320.00	2,533,429.00
Investment income from disposal of available for sale financial assets	0.00	0.00
Income from the remaining equity recalculated by fair value, after losing control	0.00	0.00
Total	465,346,985.00	6,582,590.00

6. Other

N/A

XVIII. Supplementary information**1. Items and amounts of extraordinary gains and losses**

√Applicable □ Inapplicable

Unit: RMB Yuan

Item	Amount	Explanation
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Gains/losses on the disposal of non-current assets (including the offset part of asset impairment provisions)	-7,766,899.00	No
Tax rebates, reductions or exemptions due to approval beyond authority or the lack of official approval documents	0.00	No
Government grants recognized in the current period, except for those acquired in the ordinary course of business or granted at certain quotas or amounts according to the country's unified standards	406,391,203.00	No
Capital occupation charges on non-financial enterprises that were recorded into current gains and losses	0.00	No
Gains due to that the investment costs for the Company to obtain subsidiaries, associates and joint ventures are lower than the enjoyable fair value of the identifiable net assets of the investees when making the investments	0.00	No
Gain/loss on non-monetary asset swap	0.00	No
Gain/loss on entrusting others with investments or asset management	0.00	No
Asset impairment provisions due to acts of God such as natural disasters	0.00	No
Gain/loss on debt restructuring	0.00	No
Expenses for business reorganization, such as expenses for staffing, reorganization etc.	0.00	No
Gain/loss on the part over the fair value due to transactions with distinctly unfair prices	0.00	No
Current gains and losses of subsidies acquired from business combination under the same control as from period-begin to combination date	0.00	No
Gain/loss on contingent events irrelevant to the Company's normal business	0.00	No
Gains and losses on change in fair value from tradable financial assets and tradable financial liabilities, as well as investment income from disposal of tradable financial assets and tradable financial liabilities and financial assets available for sales except for effective hedging related with normal businesses of the Company	0.00	No
Reversal of impairment provisions for the accounts receivable on which the impairment test was carried out separately	0.00	No
Gain/loss on loans obtained by entrusting others	0.00	No
Gain/loss on change of the fair value of investing real estate of which the subsequent measurement is carried out adopting the fair value method	0.00	No
Effect on current gains/losses when a one-off adjustment is made to current gains/losses according to requirements of taxation, accounting and other relevant laws and regulations	0.00	No
Custody fee income when entrusted with operation	0.00	No
Non-operating income and expenses other than the above	12,799,743.00	No
Other gain/loss items that meet the definition of an extraordinary gain/loss	0.00	No
Less: Income tax effects	35,414,794.00	No
Minority interests effects (after tax)	1,236,338.00	No
Total	374,772,915.00	--

Explain the reasons if the Company classifies an item as an extraordinary gain/loss according to the definition in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Extraordinary Gains and Losses, or classifies any extraordinary gain/loss item mentioned in the said explanatory announcement as a recurrent gain/loss item

☐ Applicable ☒ Inapplicable

2. Return on equity (ROE) and earnings per share (EPS)

Profit as of reporting period	Weighted average ROE (%)	EPS (Yuan/share)	
		EPS-basic	EPS-diluted
Net profit attributable to common shareholders of the Company	2.53%	0.055	0.055
Net profit attributable to common shareholders of the Company after deduction of non-recurring profit and loss	2.04%	0.045	0.045

3. Differences between accounting data under domestic and overseas accounting standards

(1) Differences of net profit and net assets disclosed in financial reports prepared under international and Chinese accounting standards

☐ Applicable ☒ Inapplicable

(2) Differences of net profit and net assets disclosed in financial reports prepared under overseas and Chinese accounting standards

☐ Applicable ☒ Inapplicable

(3) Explain reasons for the differences between accounting data under domestic and overseas accounting standards, for audit data adjusting differences had been foreign audited, should indicate the name of the foreign institutions

N/A

4. Other

N/A

Section X. Documents Available For Reference

(I) The Financial Report has been signed by the head of the Company, President and Chief Financial Officer.

(II) In the reporting period, all originals of the Company's documents and public notices have been publicly disclosed on Securities Times, Ta Kung Pao and <http://www.cninfo.com.cn>.

All the abovementioned documents are available at the Office of the Board of Directors.

Chairman of the Board: Mr. Wang Dongsheng (signature)

Date of the Board of Directors approving to report: 21 Aug 2015