



Chengde Nanjiang Co., Ltd.

THE THIRD QUARTERLY REPORT FOR 2015

October 2015

Section I. Important Notes

Board of Directors and the Supervisory Committee of Chengde Nanjiang Co., Ltd. (hereinafter referred to as the Company) and its directors, supervisors and senior executives hereby confirm that there are no any fictitious statements, misleading statements, or important omissions carried in this report, and shall take all responsibilities, individual and/or joint, for the reality, accuracy and completion of the whole contents.

All directors of the Company are attended the Meeting for quarterly report deliberation.

Principal of the Company Zhao Yongsheng, Person in Charge of Accounting Works Zhao Yongsheng and Person in Charge of Accounting Organ (Accounting Officer) Liu Fengguo hereby confirm that the Financial Report of the Third Quarterly Report is authentic, accurate and complete.

Section II. Main accounting data and changes of shareholders

I. Main accounting data and index

Whether it has retroactive adjustment or re-statement on previous accounting data for accounting policy changed and accounting error correction or not

☐ Yes ☒ No

	Current period-end		Period-end of last year	Increase/decrease	
Total assets(RMB)	614,936,432.32		642,501,296.47	-4.29%	
Net assets attributable to shareholders of listed company (RMB)	415,271,977.01		289,982,016.44	43.21%	
	Current period	Increase/decrease in comparison with same period of last year	Year-begin to end of the Period	Increase/decrease in comparison with year-begin to Period-end of last year	
Operating revenue (RMB)	107,993,371.65	-12.87%	465,813,996.25	36.69%	
Net profit attributable to shareholders of the listed company (RMB)	1,742,667.13	-89.56%	121,888,560.55	238.30%	
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	2,511,802.22	139.89%	21,798,757.95	224.57%	
Net cash flow arising from operating activities(RMB)	--	--	16,481,722.11	116.79%	
Basic earnings per share (RMB/Share)	0.002	-91.67%	0.173	239.22%	
Diluted earnings per share (RMB/Share)	0.002	-91.67%	0.173	239.22%	
Weighted average ROE	0.42%	-6.61%	34.73%	18.91%	

Items and amount of extraordinary profit (gains)/losses

☒ Applicable ☐ Not applicable

In RMB

Item	Amount from year-begin to end of the Period	Note
Gains/losses from the disposal of non-current asset (including the	103,610,779.62	Earnings from land assets transfer

write-off that accrued for impairment of assets)		
Other non-operating income and expenditure except for the aforementioned items	-3,520,977.02	
Total	100,089,802.60	--

Concerning the extraordinary profit (gain)/loss defined by *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, and the items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, explain reasons

☐ Applicable ☒ Not applicable

In reporting period, the Company has no particular about items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*.

II. Statement of the total shareholders and shares-held of top ten shareholders at end of the Period

1. Statement of the total common shareholders and shares-held of top ten common shareholders at end of the Period

In share

Total common shareholders in reporting period-end		19,555				
Shares-held of top ten common shareholders						
Shareholders	Nature of shareholder	Proportion of shares held	Amount of shares held	Amount of non-tradable shares held	Number of share pledged/frozen	
					State of share	Amount
Wang Dong	Domestic natural person	29.49%	208,324,800	208,324,800		
China Everbright Securities (HK) Limited	Foreign corporate	13.28%	93,833,093	0		
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	Foreign corporate	6.87%	48,524,062	0		
Chengde North Industrial Corporation	Domestic non-state owned legal person	2.62%	18,517,651	18,517,651		
Wang Zhengsong	Domestic natural person	1.89%	13,327,891	13,327,891		

Wang Wensheng	Domestic natural person	1.03%	7,258,007	0		
Zhou Haihong	Domestic natural person	0.95%	6,708,495	0		
Li Tianyun	Domestic natural person	0.73%	5,158,000	0		
Shanghai Wanguo (H.K) Securities	Foreign corporate	0.71%	4,995,920	0		
Chen Yan	Domestic natural person	0.57%	4,023,256	0		
Tradable shares held by top 10 shareholders						
Shareholders	Amount of tradable shares held	Type of shares		Type	Amount	
China Everbright Securities (HK) Limited	93,833,093	Domestically listed foreign shares			93,833,093	
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	48,524,062	Domestically listed foreign shares			48,524,062	
Wang Wensheng	7,258,007	Domestically listed foreign shares			7,258,007	
Zhou Haihong	6,708,495	Domestically listed foreign shares			6,708,495	
Li Tianyun	5,158,000	Domestically listed foreign shares			5,158,000	
Shanghai Wanguo (H.K) Securities	4,995,920	Domestically listed foreign shares			4,995,920	
Chen Yan	4,023,256	Domestically listed foreign shares			4,023,256	
Zhao Ziyang	3,286,616	Domestically listed foreign shares			3,286,616	
VANGUARD TOTAL	3,182,875	Domestically			3,182,875	

INTERNATIONAL STOCK INDEX FUND		listed foreign shares	
Peng Wei	2,978,525	Domestically listed foreign shares	2,978,525
Explanation on associated relationship among the aforesaid shareholders	The Company is unknown whether there exists associated relationship or belongs to consistent actor regulated by “management method for acquisition of listed company” among the above said shareholders.		
Explanation on shareholders involving margin business about top ten common shareholders (if applicable)	N/A		

Whether top ten common shareholders or top ten common shareholders with un-restrict shares held have a buy-back agreement dealing in reporting period

☐ Yes ☒ No

The ten common shareholders or top ten common shareholders with un-restrict shares held of the Company have no buy-back agreement dealing in reporting period.

2. Total of shareholders with preferred stock held and the top ten shareholdings in Period-end

☐ Applicable ☒ Not applicable

Section III. Important events

I. Particular about major changes from items of main accounting statements and financial indexes as well as reasons

√ Applicable □ Not applicable

1. Items of balance sheet						
Serial	Item	Closing balance	Opening balance	Changes		Reasons
				Amount	Ratio	
1	Monetary fund	79,966,390.15	36,998,545.17	42,967,844.98	116.13%	The house-selling money received in the Period increased
2	Account receivable	3,731,171.15	2,722,676.66	1,008,494.49	37.04%	Credit sale operation at period-end increased
3	Account paid in advance	22,136,445.52	7,780,145.39	14,356,300.13	184.52%	The account paid in advance for engineering increased during the Period
4	Other account receivables	89,395,601.44	11,008,292.44	78,387,309.00	712.08%	The receivable account for government land purchasing-and-storage increased in the Period
5	Other current assets	7,496,677.69	24,131,851.80	-16,635,174.11	-68.93%	The tax paid in advance was close to gains/losses
6	Intangible assets	5,461,790.60	11,902,512.97	-6,440,722.37	-54.11%	The government land purchasing-and-storage in the Period
7	Account receivable	21,665,650.35	10,425,920.41	11,239,729.94	107.81%	Procurement payment payable in the Period
8	Account received in advance	95,689,012.56	290,954,152.81	-195,265,140.25	-67.11%	House account received in advance was close to revenue
9	Other payables	46,586,448.33	14,624,828.17	31,961,620.16	218.54%	The intercourse funds received in the period increased
2. Items of profit statement						
Serial	Item	This Period	Last period	Changes		Reasons
				Amount	Ratio	
1	Operation revenue	465,813,996.25	340,773,707.74	125,040,288.51	36.69%	Real estate project close to revenue in the Period
2	Business tax and surcharge	23,682,943.35	175,909.40	23,507,033.95	13363.15%	Real estate project close to revenue in the Period

3	Sales expense	1,834,389.20	2,863,009.15	-1,028,619.95	-35.93%	Marketing expenses declined in the Period
4	Non-operation revenue	104,095,952.29	59,203,175.73	44,892,776.56	75.83%	Earnings from land transfer increased in the Period
5	Income taxes expenses	23,911,569.38	-23,637.85	23,935,207.23	101257.97%	The payable income tax increased in the Period
3. Items of cash flow statement						
Serial	Item	This Period	Last period	Changes		Reasons
				Amount	Ratio	
1	Net cash flow arising from operating activities	16,481,722.11	-98,162,930.60	114,644,652.71	116.79%	The house-selling money received in the Period increased
2	Net cash flow arising from investment activities	26,486,122.87	48,710,324.62	-22,224,201.75	-45.63%	Account received from land transfer decreased in the Period

II. Progress and influence of the main events as well as solution analysis specification

☐ Applicable ☒ Not applicable

III. Commitments made by the Company or shareholders holding above 5% shares of the Company in reporting period or made in previous period and extending to reporting period

☒ Applicable ☐ Not applicable

Commitments	Commitment party	Contents	Dated for commitment	Commitment term	Implementation
Share Merger Reform					
Commitments in report acquisition or equity change	Controlling shareholder	1. Commitments in aspect of independency of listed company: For the equity changes, that is 208,324,800 shares of Chengde Dalu Co., Ltd held by Chen Rong was transfer, Wang Dong guarantee there are no influence on the independent of employee, financial, institution, business and integrity of assets of Chengde Dalu Co., Ltd. After transaction, Chengde Dalu Co., Ltd still has the ability of independent operation and owes independent legal person, and continues to owes the independency of institution, assts, employees, production and financial. 2. Commitments for horizontal competition: after 208,324,800 shares of Chengde Dalu Co., Ltd held by	2012-04-24	Duration of the Company	Implementing

		Chen Rong was transfer, Wang Dong guarantee there are no or potential horizontal competition between the Chengde Dalu Co., Ltd and Wang Dong and related parties of Wang Dong			
Commitments in assets reorganization	Controlling shareholder	The performance compensation commitment: net profit (deducting non-recurring gains and losses) for 2012, 2013, 2014 and 2015 for Runhua Rural Water (Tianjin) International Trade Co., Ltd. Respectively can't be less than 306,300 Yuan, 904,000 Yuan, 1,500,000 Yuan and 3,400,000 Yuan. If the actual net profit is less than the promised, the controlling shareholders shall perform the obligations of profit compensation accordingly.	2013-04-10	2012-2015	Implementing normally
Commitment made during the IPO or refinancing					
Other commitments to minority shareholders of the Company					
Completed on time or not	Yes				

IV. Estimation of operation performance for year of 2015

Estimation of accumulative net profit from the beginning of the year to the end of next report period to be loss probably or the warning of its material change compared with the corresponding period of the last year and explanation of reason

☐Applicable ☒Not applicable

V. Particular about security investment

☐ Applicable ☒ Not applicable

The Company had no security investment in Period.

VI. Explanation on equity of other listed company held

☐ Applicable ☒ Not applicable

No security investment in Period.

VII. Particulars about derivatives investment

☐ Applicable ☒ Not applicable

The Company had no derivatives investment in Period.

VIII. Registration form of receiving research, communication and interview in the report period

☒ Applicable ☐ Not applicable

Date	Place	Way	Type	Object	Content discussed and documents provided
2015-07-23	Securities department of the Company	Telephone	Personal	Investor	Suspension condition of the Company, no material required
2015-09-17	Securities department of the Company	Telephone	Personal	Investor	Current situation of the Company, no material required

IX. External guarantee get out of line

☐ Applicable ☒ Not applicable

The Company has no external guarantee get out of the line in the Period

X. Controlling shareholder and its related parties occupying non-business capital of the listed company

☐ Applicable ☒ Not applicable

There are no controlling shareholder and its related parties occupying non-business capital of the listed company in Period

Section IV. Financial Statement

I. Financial statement

1. Consolidated Balance Sheet

Prepared by Chengde Nanjiang Co., Ltd.

2015-09-30

In RMB

Items	Balance at period-end	Balance at period-begin
Current assets:		
Monetary funds	79,966,390.15	36,998,545.17
Settlement provisions		
Capital lent		
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes receivable		
Accounts receivable	3,731,171.15	2,722,676.66
Accounts paid in advance	22,136,445.52	7,780,145.39
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Interest receivable		
Dividend receivable		
Other receivables	89,395,601.44	11,008,292.44
Purchase restituted finance asset		
Inventories	376,471,664.72	515,713,286.09
Divided into assets held for sale		
Non-current asset due within one year		
Other current assets	7,496,677.69	24,131,851.80
Total current assets	579,197,950.67	598,354,797.55
Non-current assets:		
Loans and payments on behalf		
Finance asset available for sales		

Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment	6,960,162.95	6,684,960.46
Investment property		
Fixed assets	10,432,800.50	10,294,681.90
Construction in progress		
Engineering material		
Disposal of fixed asset		
Productive biological asset	6,971.15	640,727.71
Oil and gas asset		
Intangible assets	5,461,790.60	11,902,512.97
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned	6,841,167.73	8,588,027.16
Deferred income tax asset	834,223.19	834,223.19
Other non-current asset	5,201,365.53	5,201,365.53
Total non-current asset	35,738,481.65	44,146,498.92
Total assets	614,936,432.32	642,501,296.47
Current liabilities:		
Short-term loans		
Loan from central bank		
Absorbing deposit and interbank deposit		
Capital borrowed		
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes payable		
Accounts payable	21,665,650.35	10,425,920.41
Accounts received in advance	95,689,012.56	290,954,152.81
Selling financial asset of repurchase		
Commission charge and commission payable		
Wage payable	6,120,756.72	6,233,580.16
Taxes payable	11,406,907.15	10,023,172.67
Interest payable		

Dividend payable		
Other accounts payable	46,586,448.33	14,624,828.17
Reinsurance payables		
Insurance contract reserve		
Security trading of agency		
Security sales of agency		
Divided into liability held for sale		
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	181,468,775.11	332,261,654.22
Non-current liabilities:		
Long-term loans		
Bonds payable		
Including: preferred stock		
Perpetual capital securities		
Long-term account payable		
Long-term wages payable		
Special accounts payable		
Projected liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities		
Total liabilities	181,468,775.11	332,261,654.22
Owner's equity:		
Share capital	706,320,000.00	706,320,000.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	459,871,788.64	456,470,388.64
Less: Inventory shares		
Other comprehensive income		
Reasonable reserve		
Surplus public reserve	76,791,550.17	76,791,550.17

Provision of general risk		
Retained profit	-827,711,361.80	-949,599,922.37
Total owner's equity attributable to parent company	415,271,977.01	289,982,016.44
Minority interests	18,195,680.20	20,257,625.81
Total owner's equity	433,467,657.21	310,239,642.25
Total liabilities and owner's equity	614,936,432.32	642,501,296.47

Legal representative: Zhao Yongsheng

Person in charge of accounting works: Zhao Yongsheng

Person in charge of accounting institution: Liu Fengguo

2. Balance Sheet of parent company

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	62,432,875.87	18,291,266.59
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes receivable		
Accounts receivable	450,000.00	
Account paid in advance	2,680,000.00	1,372,194.98
Interest receivable		
Dividends receivable		
Other receivables	14,456,391.08	16,638,184.13
Inventories	364,716,890.28	490,087,338.82
Divided into assets held for sale		
Non-current assets maturing within one year		
Other current assets	5,565,960.37	19,420,345.47
Total current assets	450,302,117.60	545,809,329.99
Non-current assets:		
Available-for-sale financial assets		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	157,284,836.37	157,284,836.37
Investment property		
Fixed assets	1,913,319.30	1,183,425.73

Construction in progress		
Project materials		
Disposal of fixed assets		
Productive biological assets		
Oil and natural gas assets		
Intangible assets		
Research and development costs		
Goodwill		
Long-term deferred expenses	140,889.64	172,589.80
Deferred income tax assets	750.00	750.00
Other non-current assets		
Total non-current assets	159,339,795.31	158,641,601.90
Total assets	609,641,912.91	704,450,931.89
Current liabilities:		
Short-term borrowings		
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes payable		
Accounts payable	12,067,587.94	3,625,964.00
Accounts received in advance	79,295,162.55	277,140,032.59
Wage payable	-5,378.88	628.22
Taxes payable	1,575,803.62	49,975.30
Interest payable		
Dividend payable		
Other accounts payable	285,273,498.71	243,993,740.20
Divided into liability held for sale		
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	378,206,673.94	524,810,340.31
Non-current liabilities:		
Long-term loans		
Bonds payable		
Including: preferred stock		

Perpetual capital securities		
Long-term account payable		
Long-term wages payable		
Special accounts payable		
Projected liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities		
Total liabilities	378,206,673.94	524,810,340.31
Owners' equity:		
Share capita	706,320,000.00	706,320,000.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	452,767,424.55	449,366,024.55
Less: Inventory shares		
Other comprehensive income		
Reasonable reserve		
Surplus reserve	76,791,550.17	76,791,550.17
Retained profit	-1,004,443,735.75	-1,052,836,983.14
Total owner's equity	231,435,238.97	179,640,591.58
Total liabilities and owner's equity	609,641,912.91	704,450,931.89

3. Consolidated Profit Statement (this report period)

In RMB

Item	Current Period	Last Period
I. Total operating income	107,993,371.65	123,941,291.65
Including: Operating income	107,993,371.65	123,941,291.65
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	95,771,869.56	132,303,509.76
Including: Operating cost	84,234,941.60	124,972,799.23
Interest expense		

Commission charge and commission expense		
Cash surrender value		
Net amount of expense of compensation		
Net amount of withdrawal of insurance contract reserve		
Bonus expense of guarantee slip		
Reinsurance expense		
Operating tax and extras	5,929,190.33	-59,605.53
Sales expenses	516,169.32	1,116,742.37
Administration expenses	5,064,969.99	4,977,054.74
Financial expenses	26,598.32	1,296,518.95
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)	237,643.40	-55,909.46
Including: Investment income on affiliated company and joint venture		
Exchange income (Loss is listed with “-”)		
III. Operating profit (Loss is listed with “-”)	12,459,145.49	-8,418,127.57
Add: Non-operating income	19,621.03	24,365,707.35
Including: Disposal gains of non-current asset		21,005,400.00
Less: Non-operating expense	788,756.12	1,370,417.38
Including: Disposal loss of non-current asset		
IV. Total Profit (Loss is listed with “-”)	11,690,010.40	14,577,162.40
Less: Income tax expense	10,982,085.40	
V. Net profit (Net loss is listed with “-”)	707,925.00	14,577,162.40
Net profit attributable to owner’s of parent company	1,742,667.13	16,698,152.14
Minority shareholders’ gains and losses	-1,034,742.13	-2,120,989.74
VI. Net after-tax of other comprehensive income		
Net after-tax of other comprehensive income attributable to owners of parent company		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		
2. Share of the other comprehensive		

income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
Net after-tax of other comprehensive income attributable to minority shareholders		
VII. Total comprehensive income	707,925.00	14,577,162.40
Total comprehensive income attributable to owners of parent Company	1,742,667.13	16,698,152.14
Total comprehensive income attributable to minority shareholders	-1,034,742.13	-2,120,989.74
VIII. Earnings per share:		
(i) Basic earnings per share	0.002	0.024
(ii) Diluted earnings per share	0.002	0.024

Enterprise combine under the same control in the Period, the combined party realized net profit of 0 Yuan before combination, and realized 0 Yuan at last period for combined party

Legal representative: Zhao Yongsheng

Person in charge of accounting works: Zhao Yongsheng

Person in charge of accounting institution: Liu Fengguo

4. Profit Statement of parent company (this report period)

In RMB

Item	Current Period	Last Period
I. Operating income	78,382,617.45	298,332.72
Less: Operating cost	53,498,980.90	298,332.72
Operating tax and extras	5,867,010.50	

Sales expenses	20,290.00	184,781.10
Administration expenses	2,633,347.65	2,599,400.39
Financial expenses	-46,403.75	194,417.07
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)		
Including: Investment income on affiliated company and joint venture		
II. Operating profit (Loss is listed with “-”)	16,409,392.15	-2,978,598.56
Add: Non-operating income		24,281,444.10
Including: Disposal gains of non-current asset		21,005,400.00
Less: Non-operating expense	1,178,407.00	533,165.53
Including: Disposal loss of non-current asset		
III. Total Profit (Loss is listed with “-”)	15,230,985.15	20,769,680.01
Less: Income tax expense	1,616,711.09	
IV. Net profit (Net loss is listed with “-”)	13,614,274.06	20,769,680.01
V. Net after-tax of other comprehensive income		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		
2. Share of the other comprehensive income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or		

losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
VI. Total comprehensive income	13,614,274.06	20,769,680.01
VII. Earnings per share:		
(i) Basic earnings per share	0.02	0.03
(ii) Diluted earnings per share	0.02	0.03

5. Consolidated profit statement (from year-begin to end of this period)

In RMB

Item	Current Period	Last Period
I. Total operating income	465,813,996.25	340,773,707.74
Including: Operating income	465,813,996.25	340,773,707.74
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	422,440,817.00	362,588,181.51
Including: Operating cost	379,938,918.56	343,116,036.53
Interest expense		
Commission charge and commission expense		
Cash surrender value		
Net amount of expense of compensation		
Net amount of withdrawal of insurance contract reserve		
Bonus expense of guarantee slip		
Reinsurance expense		
Operating tax and extras	23,682,943.35	175,909.40
Sales expenses	1,834,389.20	2,863,009.15
Administration expenses	16,745,696.81	15,169,482.60
Financial expenses	239,269.08	1,263,743.83
Losses of devaluation of asset	-400.00	
Add: Changing income of fair value(Loss is listed with "-")		
Investment income (Loss is listed with "-")	275,202.49	65,487.42

Including: Investment income on affiliated company and joint venture		
Exchange income (Loss is listed with “-”)		
III. Operating profit (Loss is listed with “-”)	43,648,381.74	-21,748,986.35
Add: Non-operating income	104,095,952.29	59,203,175.73
Including: Disposal gains of non-current asset	106,610,779.62	55,653,179.07
Less: Non-operating expense	4,006,149.69	5,674,494.08
Including: Disposal loss of non-current asset		
IV. Total Profit (Loss is listed with “-”)	143,738,184.34	31,779,695.30
Less: Income tax expense	23,911,569.38	-23,637.85
V. Net profit (Net loss is listed with “-”)	119,826,614.96	31,803,333.15
Net profit attributable to owner’s of parent company	121,888,560.55	36,029,302.24
Minority shareholders’ gains and losses	-2,061,945.59	-4,225,969.09
VI. Net after-tax of other comprehensive income		
Net after-tax of other comprehensive income attributable to owners of parent company		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		
2. Share of the other comprehensive income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on		

translation of foreign currency financial statements		
6. Other		
Net after-tax of other comprehensive income attributable to minority shareholders		
VII. Total comprehensive income	119,826,614.96	31,803,333.15
Total comprehensive income attributable to owners of parent Company	121,888,560.55	36,029,302.24
Total comprehensive income attributable to minority shareholders	-2,061,945.59	-4,225,969.09
VIII. Earnings per share:		
(i) Basic earnings per share	0.173	0.051
(ii) Diluted earnings per share	0.173	0.051

Enterprise combine under the same control in the Period, the combined party realized net profit of 0 Yuan before combination, and realized 0 Yuan at last period for combined party

6. Profit Statement of parent company (from year-begin to end of this period)

In RMB

Item	Current Period	Last Period
I. Operating income	314,809,355.99	4,366,378.34
Less: Operating cost	227,719,964.07	766,378.34
Operating tax and extras	23,566,674.58	198,000.00
Sales expenses	209,500.76	464,629.10
Administration expenses	9,353,453.99	7,478,437.27
Financial expenses	-105,812.02	539,116.73
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with "-")		
Investment income (Loss is listed with "-")		
Including: Investment income on affiliated company and joint venture		
II. Operating profit (Loss is listed with "-")	54,065,574.61	-5,080,183.10
Add: Non-operating income		58,929,223.17
Including: Disposal gains of non-current asset		55,653,179.07
Less: Non-operating expense	4,055,616.13	4,757,165.53
Including: Disposal loss of non-current asset		
III. Total Profit (Loss is listed with "-")	50,009,958.48	49,091,874.54

Less: Income tax expense	1,616,711.09	
IV. Net profit (Net loss is listed with “-”)	48,393,247.39	49,091,874.54
V. Net after-tax of other comprehensive income		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		
2. Share of the other comprehensive income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
VI. Total comprehensive income	48,393,247.39	49,091,874.54
VII. Earnings per share:		
(i) Basic earnings per share	0.07	0.07
(ii) Diluted earnings per share	0.07	0.07

7. Consolidated Cash Flow Statement (from year-begin to end of this period)

In RMB

Item	Current Period	Last Period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	290,981,255.51	493,464,533.91

Net increase of customer deposit and interbank deposit		
Net increase of loan from central bank		
Net increase of capital borrowed from other financial institution		
Cash received from original insurance contract fee		
Net cash received from reinsurance business		
Net increase of insured savings and investment		
Net increase of amount from disposal financial assets that measured by fair value and with variation reckoned into current gains/losses		
Cash received from interest, commission charge and commission		
Net increase of capital borrowed		
Net increase of returned business capital		
Write-back of tax received		1,326,925.90
Other cash received concerning operating activities	72,171,366.82	32,988,319.10
Subtotal of cash inflow arising from operating activities	363,152,622.33	527,779,778.91
Cash paid for purchasing commodities and receiving labor service	223,026,143.92	522,817,068.09
Net increase of customer loans and advances		
Net increase of deposits in central bank and interbank		
Cash paid for original insurance contract compensation		
Cash paid for interest, commission charge and commission		
Cash paid for bonus of guarantee slip		
Cash paid to/for staff and workers	7,794,384.63	5,693,324.00
Taxes paid	34,284,472.79	21,779,585.23
Other cash paid concerning operating activities	81,565,898.88	75,652,732.19
Subtotal of cash outflow arising from operating activities	346,670,900.22	625,942,709.51
Net cash flows arising from operating activities	16,481,722.11	-98,162,930.60
II. Cash flows arising from investing activities:		
Cash received from recovering investment		
Cash received from investment income		171,000.00

Net cash received from disposal of fixed, intangible and other long-term assets	27,500,000.00	50,202,731.60
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities	27,500,000.00	50,373,731.60
Cash paid for purchasing fixed, intangible and other long-term assets	1,013,877.13	1,663,406.98
Cash paid for investment		
Net increase of mortgaged loans		
Net cash received from subsidiaries and other units obtained		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	1,013,877.13	1,663,406.98
Net cash flows arising from investing activities	26,486,122.87	48,710,324.62
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Including: Cash received from absorbing minority shareholders' investment by subsidiaries		
Cash received from loans		
Cash received from issuing bonds		
Other cash received concerning financing activities		2,600,000.00
Subtotal of cash inflow from financing activities		2,600,000.00
Cash paid for settling debts		
Cash paid for dividend and profit distributing or interest paying		
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities	1,894,100.00	51,500.00
Subtotal of cash outflow from financing activities	1,894,100.00	51,500.00
Net cash flows arising from financing activities	-1,894,100.00	2,548,500.00
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate		
V. Net increase of cash and cash equivalents	41,073,744.98	-46,904,105.98
Add: Balance of cash and cash equivalents at the period -begin	35,582,359.90	77,981,488.06

VI. Balance of cash and cash equivalents at the period -end	76,656,104.88	31,077,382.08
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8. Cash Flow Statement of parent company (from year-begin to end of this period)

In RMB

Item	Current Period	Last Period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	113,417,193.42	158,574,101.65
Write-back of tax received		
Other cash received concerning operating activities	50,073,767.65	34,269,930.67
Subtotal of cash inflow arising from operating activities	163,490,961.07	192,844,032.32
Cash paid for purchasing commodities and receiving labor service	48,400,490.93	162,636,915.74
Cash paid to/for staff and workers	4,825,500.45	4,424,014.96
Taxes paid	11,092,152.53	14,030,841.19
Other cash paid concerning operating activities	54,044,330.75	87,778,507.42
Subtotal of cash outflow arising from operating activities	118,362,474.66	268,870,279.31
Net cash flows arising from operating activities	45,128,486.41	-76,026,246.99
II. Cash flows arising from investing activities:		
Cash received from recovering investment		
Cash received from investment income		
Net cash received from disposal of fixed, intangible and other long-term assets		50,000,000.00
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities		50,000,000.00
Cash paid for purchasing fixed, intangible and other long-term assets	986,877.13	60,090.00
Cash paid for investment		5,000,166.64
Net cash received from subsidiaries and other units		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	986,877.13	5,060,256.64
Net cash flows arising from investing activities	-986,877.13	44,939,743.36
III. Cash flows arising from financing activities		

Cash received from absorbing investment		
Cash received from loans		43,700,000.00
Cash received from issuing bonds		
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities		43,700,000.00
Cash paid for settling debts		10,200,000.00
Cash paid for dividend and profit distributing or interest paying		
Other cash paid concerning financing activities	1,894,100.00	
Subtotal of cash outflow from financing activities	1,894,100.00	10,200,000.00
Net cash flows arising from financing activities	-1,894,100.00	33,500,000.00
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate		
V. Net increase of cash and cash equivalents	42,247,509.28	2,413,496.37
Add: Balance of cash and cash equivalents at the period -begin	17,625,400.53	5,681,141.82
VI. Balance of cash and cash equivalents at the period -end	59,872,909.81	8,094,638.19

II. Audit Report

Whether the third quarter report was audited or not

☐Yes ☒No

The third quarter report of the Company has not been audited.