Stock code: 000596, 200596 Stock name: Gujing Distillery, Gujing Distillery B Announcement No.: 2017-016

ANHUI GUJING DISTILLERY COMPANY LIMITED SEMI-ANNUAL REPORT 2017 (ABSTRACT)

I Important Notes

This Abstract is based on the full text of the Semi-Annual Report. In order for a full understanding of the operating results, financial condition and future development planning of the Company, investors are kindly reminded to read the full text carefully on the media designated by the China Securities Regulatory Commission (the "CSRC").

This Abstract has been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.

Modified auditor's opinion:

□ Applicable √ Not applicable

Proposal for profit distribution to or converting capital reserve into share capital for common shareholders for the Reporting Period, which has been considered and approved by the Board:

□ Applicable √ Not applicable

The Company plans not to distribute cash dividends or bonus shares or convert capital reserve into share capital.

Proposal for profit distribution to preference shareholders for the Reporting Period, which has been considered and approved by the Board:

□ Applicable √ Not applicable

II Company Profile

1. Stock Profile

Stock name	Gujing Distillery, Gujing Distillery B	Stock code	000596, 200596
Stock exchange	Shenzhen Stock Exchange		
Contact information	Board Secretary	Securities Representative	
Name	Ye Changqing	Mei Jia	
Office address	Gujing Town, Bozhou City, Anhui Province, P.R.China	Gujing Town, Bozhou City, Anhui Province, P.R.China	
Tel.	（0558）5712231	（0558）5710057	
E-mail	gjzqb@gujing.com.cn	gjzqb@gujing.com.cn	

2. Key Operating Results

Indicate by tick mark whether the Company needs to retroactively restate any of its accounting data.

□ Yes √ No

	Reporting Period	Same period of last year	+/- (%)
Operating revenues (RMB)	3,670,127,764.59	3,045,034,706.73	20.53%
Net profit attributable to shareholders of the Company (RMB)	548,889,891.65	431,055,462.62	27.34%

cninf 巨潮资讯 www.cninfo.com.cn 中国证监会指定信息披露网站

Net profit attributable to shareholders of the Company before exceptional profit and loss (RMB)	483,955,014.12	423,236,352.49	14.35%
Net cash generated by operating activities (RMB)	425,365,224.08	326,112,612.99	30.44%
Basic earnings per share (RMB/share)	1.09	0.86	26.74%
Diluted earnings per share (RMB/share)	1.09	0.86	26.74%
Weighted average return on equity (%)	9.86%	8.54%	1.32%
	End of Reporting Period	End of last year	+/- (%)
Total assets (RMB)	9,598,765,852.71	8,736,205,153.86	9.87%
Net assets attributable to shareholders of the Company (RMB)	5,821,954,803.53	5,595,121,383.96	4.05%

3. Shareholders and Their Holdings at Period-End

Unit: share

Total number of common shareholders at period-end		18,369	Total number of preference shareholders with resumed voting rights at period-end (if any)			0
Top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held	Restricted shares held	Pledged or frozen shares	
					Status	Number
ANHUI GUJING GROUP CO., LTD.	State-owned corporation	53.89%	271,404,022		Pledged	114,000,000
NORGES BANK	Foreign corporation	2.92%	14,712,309			
GAOLING FUND,L.P.	Foreign corporation	2.47%	12,446,408			
UBS (LUX) EQUITY FUND - CHINA OPPORTUNITY (USD)	Foreign corporation	1.41%	7,096,361			
CENTRAL HUIJIN ASSET MANAGEMENT CO., LTD.	State-owned corporation	1.30%	6,543,600			
CHINA INT'L CAPITAL CORP HONG KONG SECURITIES LTD	Foreign corporation	1.10%	5,560,083			
UBS (LUX) EQUITY FUND - GREATER CHINA (USD)	Foreign corporation	0.98%	4,949,038			
GREENWOODS CHINA ALPHA MASTER FUND	Foreign corporation	0.98%	4,939,963			
CHINA	Other	0.95%	4,805,534			

cninf 巨潮资讯 www.cninfo.com.cn 中国证监会指定信息披露网站

CONSTRUCTION BANK CO., LTD.－YINHUA WEALTH THEME MIXED SECURITIES INVESTMENT FUND						
CHINA MERCHANTS SECURITIES (HK) CO., LIMITED	State-owned corporation	0.76%	3,808,036			
Related or acting-in-concert parties among shareholders above		Among the shareholders above, no affiliated relationship exists between the Company’s controlling shareholder—Anhui Gujing Group Company Limited—and other shareholders, nor they are parties acting in concert as defined in the Administrative Measures on Information Disclosure of Changes in Shareholding of Listed Companies. As for other shareholders, the Company does not know whether they are related parties or whether they belong to parties acting in concert as defined in the Administrative Measures on Information Disclosure of Changes in Shareholding of Listed Companies.				
Shareholders conducting securities margin trading (if any)		N/A				

4. Change of Controlling Shareholder or Actual Controller in Reporting Period

Change of the controlling shareholder in the Reporting Period:

□ Applicable √ Not applicable

The controlling shareholder remained the same in the Reporting Period.

Change of the actual controller in the Reporting Period:

□ Applicable √ Not applicable

The actual controller remained the same in the Reporting Period.

5. Number of Preference Shareholders and Shareholdings of Top 10 of Them

□ Applicable √ Not applicable

No preference shareholders in the Reporting Period.

6. Corporate bonds

Does the Company have any corporate bonds publicly offered and listed on the stock exchange, which were undue before the approval date of this Report or were due but could not be redeemed in full?

No.

III Performance Discussion and Analysis

1. Performance Review for Reporting Period

Is the Company subject to any disclosure requirements for special industries?

No.

cninf 巨潮资讯 www.cninfo.com.cn 中国证监会指定信息披露网站

In the first half of 2017, China's economy tried to seek growth in stability. After restructuring, the distilled spirits industry began to recover and experience increasingly fierce competition.

Under the common efforts of the Board and all the staff, for the six months from January to June 2017, the Company achieved, on a consolidated basis, operating revenues of RMB3.67 billion, up 20.53% compared to the same period of last year; and net profit attributable to the owners of the Company (as the parent company) of RMB549 million, representing a year-on-year growth of 27.34%. As such, the operating goals that the Company had set for the first half of 2017 at the beginning of the year were all accomplished. To achieve that, we took the following main measures in the Reporting Period: ① following a strategy of "from the high-end market to other markets, from the international market to the domestic market" to extend the influence of the Company's brands; ② optimizing the product mix; ③ further improving the brewing technique to increase product quality; ④ accelerating informatization through the "5.0" strategy; ⑤ furthering cost control step by step while tapping potential and increasing efficiency; ⑥ improving human resources management to provide a driving force; ⑦ strengthening safety and environmental protection management to ensure stable operations; and ⑧ furthering party committee-management integration to promote development through party committee improvement.

2. Matters Related to Financial Report

(1) Changes in Accounting Policies, Accounting Estimations and Measurement Methods Compared to Last Accounting Period

□ Applicable √ Not applicable

No such cases.

(2) Retroactive Restatements due to Correction of Significant Accounting Errors in Reporting Period

□ Applicable √ Not applicable

No such cases.

(3) Changes in Scope of Consolidated Financial Statements Compared to Last Accounting Period

√ Applicable □ Not applicable

Name of subsidiary	Principal place of business	Place of registration	Business nature	The Company's shareholding percentage (%)		Way of obtaining
				Direct	Indirect	
Anhui RunAnXinKe Testing Technology Co., Ltd.	Bozhou, Anhui province	Bozhou, Anhui province	Food testing		100.00	Investment
Suizhou Jun He Trading Co., Ltd.	SuiZhou, Hubei province	SuiZhou, Hubei province	Commercial trade		51.00	Investment

cninf 巨潮资讯 www.cninfo.com.cn 中国证监会指定信息披露网站