Stock code: 200706 stock short form: Wazhou B Report code: 2018-10

Wafangdian Bearing Company Limited

The First Quarterly Report for 2017
(Main Text)

§1 Important Notes

1The Board of Directors, Board of Supervisors, directors, supervisors, and top management of the Company hereby guaranteed that there are no false records, misleading statements, and major omits in this report, and assumed the individual and associated responsibilities for the truth, accuracy and completeness of the contents.

Chairman of the Board Mr. Meng Wei , Financial manager Ms.Sun Najuan, Accounting charger Mr. Wang Jiyuan hereby confirms that the Financial Report of the quarterly report is true and complete.

Besides the following directors, all the other directors attended the Board meeting and discussed the report.

Name	Post	Reasons	Assignee name
Tang Yurong	Diretor	Busy work	Fang Bo
Sun Maolin	Diretor	Busy work	Chen Jiajun
Wan Shouyi	Independent director	Busy work	Liu Yuping

§2 Major accounting data and shareholder change

1 Major accounting data and financial indexes

Unit: RMB

	Jan-Mar 2018	Jan-Mar 2017	+/- to previous
Operating income(Yuan)	486,916,871.06	566,558,889.45	-14.06%
Net profits attributed Shareholders(Yuan)	1,020,973.46	1,998,535.48	-48.91%
Net cash flows from operation activities	-1,874,291.16	615,347.36	-404.59%
Basic gains on per share	0.003	0.005	-40.00%
Diluted gains on per share	0.003	0.005	-40.00%
	Jan-Mar 2018	Jan-Mar 2017	+/- to previous
Total assets	3,219,926,745.82	3,213,772,171.61	0.19%
Owners' equity (shareholders' equity)	1,386,515,848.17	1,385,494,874.71	0.07%

Items of non-recurring gains and losses

√ Applicable □ Inapplicable

Unit: RMB

Items of non-recurring gains and losses	Amount	Note（if applicable）
Gain or loss form disposal of non-current assets	238,213.97	
Gains and losses included in the current period of government subsidies, excluding those government grants which are closely related to normal business and in line with national policy, or in accordance with fixed standards or quantities	1,083,952.09	
Profit of loss from debts restructuring	347,273.01	
Other non-business income and expenditures other than the above	1,547,482.55	
Influenced amount of income tax	321,657.00	
Total	2,895,264.62	-

2 Total number of shareholders at the end of the report period and shares held by the top ten shareholders

Unit: Share

Total number of shareholder at the end of report period	6,736	Total number of shareholder at the end of report period with preferred stock				0
Shareholders with 5% or above Shares						
Name	Nature	Ratio	Total shares held	Non-current shares held	Impawned or Frozen Shares	
					Status	Amount
Wafangdian Bearing Group Corporation	State-owned shareholder	60.61%	244,000,000	244,000,000		
AKTIEBOLAGET SKF	Foreign shareholder	19.70%	79,300,000			
BOCI SECURITIES LIMITED	Foreign shareholder	1.46%	5,876,753			
Huang Junyue	Domestic shareholder	1.37%	5,509,218			
Hu Xiaofeng	Domestic shareholder	0.47%	1,879,277			
GUOTAI JUNAN SECURITIES(HONG KONG) LIMITED	Foreign shareholder	0.36%	1,431,206			
Jin Yunhua	Foreign shareholder	0.33%	1,311,256			
MAN,KWAI WING	Domestic shareholder	0.18%	713,101			
Ma Yuancheng	Domestic shareholder	0.15%	596,966			
Zhou Lin	Domestic shareholder	0.14%	575,100			

Top Ten Tradable Shareholders			
Name	Current shares held at end of year	Category of Shares	
		Categories	Amount
AKTIEBOLAGET SKF	79,300,000	B	79,300,000
BOCI SECURITIES LIMITED	5,876,753	B	5,876,753
Huang Junyue	5,509,218		5,509,218
Hu Xiaofeng	1,879,277	B	1,879,277
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	1,431,206	B	1,431,206
Jin Yunhua	1,311,256	B	1,311,256
MAN,KWAI WING	713,101	B	713,101
Ma Yuancheng	596,966	B	596,966
Zhou Lin	575,100	B	575,100
Meng Qinglliang	574,584	B	574,584
Explanation for the Affiliated Relations or United Action of the Top Ten Shareholders and the Top Ten Tradable Shareholders	There was no relationship and consistent activities between the first big shareholder and other shareholders or the top ten common stock holders; The relationship among other shareholders, top ten circulation shareholders, top ten circulation shareholders and other shareholders was not clear.		

§3 Significant items

1 Particulars dates changes over 30% in items of main accounting statement and financial index , and explanations of reasons

√Applicable□Inapplicable **Unite: 0000RMB Yuan**

No	Item	The end of year	Beginning of year	%	+/- to previous	Reason
1	Monetary capital	15, 754. 4	8, 286. 1	7, 468. 3	90. 1%	Mainly operating activities net cash flow in current is 60.68 million yuan, combined with the current margin year increase, so the monetary capital year increase
2	Notes recivable	10, 652. 1	20, 992. 4	−10, 340. 2	−49. 3%	Mainly the current bill collected less than bill payment to supplier, so bill balance for the year to reduce
3	Account collected in advance	2, 148. 4	3, 163. 5	−1, 015. 0	−32. 1%	Mainly is the partial customers deferred revenue is beginning to decrease
4	Tax payable	638. 9	1, 385. 0	−746. 1	−53. 9%	Mainly VAT and tax fell 7.44 million yuan at the beginning
5	Interest payable	−	119	−119. 0	−100. 0%	This final no provision to deal with the interest on borrowing
6	Non-current liabilities due within one year.	−	5, 000	−5, 000. 0	−100. 0%	Mainly is the beginning of non-current liabilities due within one year this period was due payment of 50 million yuan.
7	Financial cost	999. 7	617. 0	382. 7	62. 0%	Primarily this bill discount year-on-year increase of 2.079 million yuan, net exchange loss year-on-year increase of 2.336 million yuan
8	Assets impairment loss	−1. 3	10. 0	−11. 3	−112. 8%	Mainly in the same period verification form loss accounts receivable
9	Asset disposal income	24. 3	2. 8	21. 6	782. 7%	Property sold primarily confirmed in current PuLanDian income 236000 yuan
10	Nonbusiness income	191. 3	28. 1	163. 3	582. 0%	Evaluation is mainly to collect 2017 agents in current deposit deductions 1.42 million, precision motor company debt restructuring gains 300000
11	Non-business expenditure	1. 8	18. 2	−16. 4	−89. 9%	A Shanghai branch to pay a house early penalty due to breach of contract is the same period of 96000, the second is to pay fine for delaying payment of 68000 over the same period
12	Net Profit	102. 1	199. 9	−97. 8	−48. 9%	Main increase profits: one is the sales cost is 30.73 million yuan, fell 4.02 million yuan, the second is non-operating income is 1.91 million yuan, year-on-year increase of 1.63 million yuan, the profit is mainly to reduce: one is the main business profit of 57.21 million yuan, fell 1.24 million yuan, the second is management cost year-on-year increase of 2.06 million yuan, the second is financial expenses year-on-year increase of 3.83 million yuan

13	Pay cash to buy goods and receiving services	5, 282. 9	13, 921. 4	-8, 638. 5	-62. 1%	The first is this compression of the supplier's payment, the second is to supplier issue the bills due payments fell
14	Disposal of fixed assets, intangible assets and other long-term assets back by net cash	125. 1	487. 7	-362. 6	-74. 3%	Property sold received dalian income 1.251 million, at the same time receive sale Harbin real estate income 4.868 million yuan
15	Construction of fixed assets, intangible assets and other long-term assets that pay cash	68. 4	110. 3	-41. 9	-38. 0%	Mainly compression of the supplier's payment for this issue
16	Borrow money received in cash	9, 000. 0	13, 300. 0	-4, 300. 0	-32. 3%	Is mainly influenced by pour loans, to borrow money this issue received cash fell
17	The impact of exchange rate movements of cash and cash equivalents	-73. 5	-29. 9	-43. 6	145. 9%	Mainly dollar's decline of the yuan exchange loss increased

2 Progress of significant events, their influence, and analysis and explanation of their solutions

□Applicable √Inapplicable

3 The company, shareholders, actual controller, the acquirer, directors, supervisors and senior management personnel or other related parties to fulfill commitments and the final report has not been fulfilled in the reporting period

□Applicable √Inapplicable

4 Estimation of accumulative net profit from Jan to June 2017

□Applicable √Inapplicable

5 Particular about security investment

□Applicable √Inapplicable

6 Particular about derivatives

□Applicable √Inapplicable

7 Activities on receiving research, communication and interview in the report period

Time	Method	Object	Content and documents supplied
2018.03.12	Telephone communication	Private investor	The company's production and operation situation
2018.03.23	Telephone communication	Private investor	The company's production and operation situation

8 Illegal external guarantee

□Applicable √Inapplicable

9 Controlling shareholder and its related parties to the listing Corporation's non operating funds

□Applicable √Inapplicable