

BOE

THIRD QUARTER REPORT 2019

October 2019

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

Part I Important Notes

The Board of Directors (or the “Board”), the Supervisory Committee as well as the directors, supervisors and senior management of BOE Technology Group Co., Ltd. (hereinafter referred to as the “Company”) hereby guarantee the factuality, accuracy and completeness of the contents of this Report and its summary, and shall be jointly and severally liable for any misrepresentations, misleading statements or material omissions therein.

All the Company’s directors have attended the Board meeting for the review of this Report and its summary.

Mr. Chen Yanshun, the Company’s legal representative, Mr. Liu Xiaodong, president of the Company’s Execution Committee (Chief Executive Officer), Ms. Sun Yun, the Company’s Chief Financial Officer, and Ms. Yang Xiaoping, head of the Company’s financial department (equivalent to financial manager) hereby guarantee that the Financial Statements carried in this Report are factual, accurate and complete.

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

Part II Key Corporate Information

I Key Consolidated Financial Information

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

√ Yes □ No

Reasons for the retrospective restatements:

Changes to the accounting policies.

Item	30 September 2019	31 December 2018		Change (%)
		Before	Restated	Restated
Total assets (RMB)	324,400,678,094.00	304,028,491,385.00	304,028,491,385.00	6.70%
Equity attributable to the listed company's shareholders (RMB)	86,762,736,301.00	85,856,748,703.00	85,856,748,703.00	1.06%
Item	Q3 2019	YoY change (%)	Q1-Q3 2019	YoY change (%)
Operating revenue (RMB)	30,682,823,546.00	18.05%	85,722,032,233.00	23.40%
Net profit attributable to the listed company's shareholders (RMB)	183,791,110.00	-54.49%	1,852,239,559.00	-45.18%
Net profit attributable to the listed company's shareholders before exceptional items (RMB)	-840,490,839.00	-332.16%	-189,000,405.00	-110.13%
Net cash generated from/used in operating activities (RMB)	--	--	16,526,989,409.00	-10.37%
Basic earnings per share (RMB/share)	0.005	-58.33%	0.053	-45.36%
Diluted earnings per share (RMB/share)	0.005	-58.33%	0.053	-45.36%
Weighted average return on equity (%)	0.21%	-55.32%	2.14%	-45.41%

Notes:

In the 2018 Annual Report, the net profit attributable to the listed company's shareholders before exceptional gains and losses was restated according to the audit results. According to the interpretations of the regulatory document CK [2018] No.15, government subsidies received, whether related to assets or income, shall be presented as cash generated from operating activities" in the cash flow statements. Above adjustment has no influence on total assets and equity attributable to the listed company's shareholders for the end of last year.

Exceptional gains and losses:

√ Applicable □ Not applicable

Unit: RMB

Item	Q1-Q3 2019	Note
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-offs)	-10,469,354.00	N/A

Tax rebates, reductions and exemptions with ultra vires approval or in lack of duly approved document	0.00	N/A
Government subsidies charged to current profit and loss (exclusive of government subsidies given in the Company's ordinary course of business at fixed quotas or amounts as per government's uniform standards)	1,433,252,399.00	N/A
Capital occupation charges on non-financial enterprises that are charged to current gains and losses	0.00	N/A
Income equal to the amount by which investment costs for the Company to obtain subsidiaries, associates and joint ventures are lower than the Company's enjoyable fair value of identifiable net assets of investees when making investments	0.00	N/A
Gains and losses on non-monetary asset swap	0.00	N/A
Gains and losses on investment or asset management entrustments to other entities	0.00	N/A
Allowance for asset impairments due to acts of God such as natural disasters	0.00	N/A
Gains and losses on debt restructuring	0.00	N/A
Restructuring costs in staff arrangement, integration, etc.	0.00	N/A
Gains and losses on over-fair value amount as a result of transactions with distinctly unfair prices	0.00	N/A
Current gains and losses on subsidiaries acquired through business mergers under same control from period-beginning to merger dates, net	0.00	N/A
Gains and losses on contingencies that do not arise in the Company's ordinary course of business	0.00	N/A
Gain or loss on fair-value changes in trading financial assets and liabilities and derivative financial assets and liabilities & investment income from disposal of trading financial assets and liabilities and derivative financial assets and liabilities, and other creditors' investment (exclusive of effective portion of hedges that arise in the Company's ordinary course of business)	86,944,711.00	N/A
Reversed portion of impairment allowance for accounts receivable and contract assets which are tested individually for impairment	393,516.00	N/A
Gains and losses on loan entrustment	0.00	N/A
Gains and losses on fair value changes in investment property of which subsequent measurement is carried out using fair value method	0.00	N/A
Effects of all adjustments required by taxation, accounting and other applicable laws and regulations on current gains and losses	0.00	N/A
Income from charges on entrusted management	0.00	N/A
Non-operating income and expense other than above	63,888,377.00	N/A
Other gains and losses that meet definition of nonrecurring gain/loss	795,126,980.00	N/A
Less: Income tax effects	87,489,641.00	N/A
Non-controlling interests effects (net of tax)	240,407,024.00	N/A

Total	2,041,239,964.00	--
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Explanation of why the Company reclassifies as recurrent an exceptional gain/loss item defined or listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Gain/Loss Items:

Applicable Not applicable

Item	Amount	Reason
Other gains and losses that meet definition of nonrecurring gain/loss	795,126,980.00	The Company undertook the transfer and share swap obligations for investments from non-controlling interests of the Company's subsidiary Hefei Xinsheng Optoelectronics Technology Co., Ltd. (hereinafter referred to as "Hefei Xinsheng"), which was recorded into financial liabilities as applicable accounting standards related to financial instruments. During the Reporting Period, the Company signed the Equity Transfer Agreement with Hefei Heping Investment Company Limited (hereinafter referred to as "Hefei Heping"), in which the Company was agreed to be transferred the 15.3846% shares in Hefei Xinsheng held by Hefei Heping. Once upon completion of this transfer, Hefei Xinsheng will be a wholly-owned subsidiary of the Company. The difference of RMB795,126,980.00 between the cash payment and carrying financial liabilities was recorded into the current profit or loss as required by standards.

II Total Number of Shareholders and Holdings of Top 10 Shareholders at 30 September 2019

1. Numbers of Ordinary Shareholders and Preferred Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders

Unit: share

Number of ordinary shareholders		1,434,390 (including 1,394,366 A-shareholders and 40,024 B-shareholders)				
Top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage	Number of shares	Restricted shares	Shares in pledge or frozen	
					Status	Shares
Beijing State-owned Capital Operation and Management Center	State-owned legal person	11.68%	4,063,333,333	0	N/A	0
Chongqing Capital Opto-electronic Industry Investment Co., Ltd.	State-owned legal person	7.60%	2,643,863,541	0	N/A	0
Hefei Jianxiang Investment Co., Ltd.	State-owned legal person	7.21%	2,510,142,953	0	N/A	0
Beijing Yizhuang Investment Holdings Co., Ltd	State-owned legal person	3.36%	1,168,209,006	0	N/A	0
Beijing BOE Investment & Development Co., Ltd.	State-owned legal person	2.36%	822,092,180	0	N/A	0

Hong Kong Securities Clearing Company Ltd.	Foreign legal person	1.37%	477,597,769	0	N/A	0
Beijing Electronics Holdings Co., Ltd.	State-owned legal person	0.79%	273,735,583	0	N/A	0
Central Huijin Assets Management Co., Ltd	State-owned legal person	0.71%	248,305,300	0	N/A	0
Xiamen Hengxing Group Co., Ltd.	Domestic non-state-owned legal person	0.47%	163,345,478	0	N/A	0
China Securities Finance Corporation Limited	Domestic non-state-owned legal person	0.38%	132,480,249	0	N/A	0
Top 10 unrestricted shareholders						
Name of shareholder	Unrestricted shares	Shares by type				
		Type	Shares			
Beijing State-owned Capital Operation and Management Center	4,063,333,333	RMB-denominated ordinary stock	4,063,333,333			
Chongqing Capital Opto-electronic Industry Investment Co., Ltd.	2,643,863,541	RMB-denominated ordinary stock	2,643,863,541			
Hefei Jianxiang Investment Co., Ltd.	2,510,142,953	RMB-denominated ordinary stock	2,510,142,953			
Beijing Yizhuang Investment Holdings Co., Ltd	1,168,209,006	RMB-denominated ordinary stock	1,168,209,006			
Beijing BOE Investment & Development Co., Ltd.	822,092,180	RMB-denominated ordinary stock	822,092,180			
Hong Kong Securities Clearing Company Ltd.	477,597,769	RMB-denominated ordinary stock	477,597,769			
Beijing Electronics Holdings Co., Ltd.	273,735,583	RMB-denominated ordinary stock	273,735,583			
Central Huijin Assets Management Co., Ltd	248,305,300	RMB-denominated ordinary stock	248,305,300			
Xiamen Hengxing Group Co., Ltd.	163,345,478	RMB-denominated ordinary stock	163,345,478			
China Securities Finance Corporation Limited	132,480,249	RMB-denominated ordinary stock	132,480,249			
Related or acting-in-concert parties among shareholders above	<p>1. Beijing State-owned Capital Operation and Management Center held 100% equities of Beijing Electronics Holdings Co., Ltd.</p> <p>2. Beijing Electronics Holdings Co., Ltd. held 66.25% equities of Beijing BOE Investment & Development Co., Ltd. and was its controlling shareholder.</p> <p>3. After the non-public issuing of BOE in 2014, Hefei Jianxiang Investment Co., Ltd. and</p>					

	<p>Chongqing Capital Opto-electronic Industry Investment Co., Ltd., by entering into Implementation Protocol of Voting Right respectively, agreed to maintain all of the shares held by them respectively unanimous with Beijing BOE Investment & Development Co., Ltd. when executing the voting rights of the shareholders.</p> <p>4. After the non-public issuing of the Company in 2014, Beijing State-owned Capital Operation and Management Center handed over 70% of the shares directly held by it 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 the above relationships, the Company does not know any other connected party or acting-in-concert party among the top 10 shareholders.</p>
Top 10 ordinary shareholders involved in securities margin trading	<p>The Company's shareholder Beijing Yizhuang Investment Holdings Co., Ltd. decreased its shareholding in the Company of 30,709,600 shares for involved in refinancing business.</p> <p>The Company's shareholder Xiamen Hengxing Group Co., Ltd. holds 42,926,898 shares through the securities margin trading account.</p>

Indicate by tick mark whether any of the top 10 ordinary shareholders or the top 10 unrestricted ordinary shareholders of the Company conducted any promissory repo during the Reporting Period.

Yes No

No such cases in the Reporting Period.

2. Number of Preferred Shareholders and Shareholdings of Top 10 of Them

Applicable Not applicable

Part III Significant Events

I Changes in Key Financial Statement Line Items and Explanation of why

Applicable Not applicable

1. The Construction in progress as at 30 September 2019 rose 35% compared to 31 December 2018, primarily driven by increase with the progress of new projects in the Reporting Period.
2. Short-term borrowings as at 30 September 2019 rose 75% compared to 31 December 2018, primarily driven by optimization of debt structure and reduction of finance costs in the Reporting Period.
3. The current portion of non-current liabilities as at 30 September 2019 rose 88% compared to 31 December 2018, primarily driven by the transfer of the current portion of long-term borrowings into this item in the Reporting Period.
4. Bonds payable as at 30 September 2019 declined 96% compared to 31 December 2018, primarily driven by the advance cashing of corporate bonds in the Reporting period.
5. R&D expense went up 75% during the Reporting Period compared to the same period of last year, primarily driven by a higher amount of R&D investment in the Reporting Period.
6. Finance costs went down 38% during the Reporting Period compared to the same period of last year, primarily driven by reduction of finance costs arising from repayments of carrying convertible creditor's rights by the Company during the Reporting Period.
7. Asset impairment loss went up 51% during the Reporting Period compared to the same period of last year, primarily driven by an increase in the inventory valuation allowance recorded in the Reporting Period according to the lower of cost and net realizable value.
8. Return on investment went down 71% during the Reporting Period compared to the same period of last year, primarily driven by a decrease in mature wealth management products in the Reporting Period.
9. Net cash generated from/used in financing activities went up 38% during the Reporting Period compared to the same period of last year, primarily driven by the putting in place of the project company's investment funds as the progress of the new project.

II Progress, Influence and Solutions with regard to Significant Events

Applicable Not applicable

1. The wholly-owned subsidiary, BOE Technology (Hong Kong) Co., Ltd., filed lawsuits to Beijing Municipal Higher People's Court against following Defendants: Letv Mobile Intelligent Information Technology (Beijing) Co., Ltd. (referred to as "Letv Mobile hereinafter"), TV Plus Holdings (Beijing) Limited, Leseil Mobile Technology (Beijing) Co., Ltd. and Jia Yueting, with the total amount of claims being about US\$41.84 million. Beijing Municipal Higher People's Court issued Notice of Case Acceptance and Civil Ruling Paper for property preservation on 6 July 2017 and 31 July 2017 respectively. Letv Mobile raised the jurisdiction objection to Beijing Municipal Higher People's Court, which was rejected, and also instituted an appeal to the Supreme People's Court for verdict on jurisdiction objection. The final verdict of the Supreme People's Court is that the appeal of Letv Mobile is rejected and the original verdict is maintained. On 8 March 2019, the case was first heard in the Beijing Municipal Higher People's Court and the next step for the Company is to wait for notice or judgment from the court. For receivables corresponding to aforementioned amount of claims, the Company has counted provision for bad debts as per regulations in accounting standard accordingly; therefore, it has uncertain influences on the Company.

Summary of the significant event	Disclosure date	Index to the related announcement
Announcement on Signing Supplementary Agreement of Cooperation Agreement on Life Science and Technology Industrial Base Project (II)	8 September 2019	www.cninfo.com.cn

Progress of any share repurchases:

Applicable Not applicable

Progress of any reduction of the repurchased shares through centralized bidding:

Applicable Not applicable

III Commitments that the Company's Actual Controller, Shareholders, Related Parties, Acquirers, the Company Itself or Other Parties, Failed to Fulfill on Time during the Reporting Period

Applicable Not applicable

No such cases in the Reporting Period.

IV Securities Investments

√ Applicable □ Not applicable

Unit: RMB

Variety of security	Symbol of security	Name of security	Initial investment cost	Accounting measurement model	Beginning carrying value	Gain/loss of changes in fair value in the Reporting Period	Accumulative changes in fair value recorded into equities	Purchased in the Reporting Period	Sold in the Reporting Period	Gain/loss in Reporting Period	Ending carrying value	Accounting title	Capital source
Domestic and overseas stock	HK00903	TPV Technology	134,658,158.00	Fair value method	25,613,279.00	-24,470,177.00	-133,515,055.00	0.00	0.00	471,354.00	1,143,103.00	Other equity instruments investment	Self-owned funds
Domestic and overseas stock	SH600658	Electronic Zone	90,160,428.00	Fair value method	83,995,943.00	56,125,880.00	49,961,395.00	0.00	0.00	1,883,379.00	140,121,823.00	Other equity instruments investment	Self-owned funds
Domestic and overseas stock	HK01963	Bank of Chongqing	120,084,375.00	Fair value method	98,705,065.00	-4,000,184.00	-40,472,517.00	0.00	0.00	3,859,812.00	98,835,126.00	Other equity instruments investment	Self-owned funds
Domestic and overseas stock	HK06066	China Securities	70,041,364.00	Fair value method	44,412,577.00	12,415,268.00	-12,468,379.00	0.00	0.00	2,044,411.00	58,945,138.00	Other equity instruments investment	Self-owned funds
Domestic and overseas stock	HK01518	New Century	140,848,850.00	Fair value method	125,909,253.00	-72,588,144.00	-87,705,450.00	0.00	0.00	0.00	57,630,071.00	Other equity	Self-owned funds

overseas stock		Healthcare										instruments investment	
Other securities investments held at the period-end			0.00	--	0.00	0.00	0.00	0.00	0.00	0.00	0.00	--	--
Total			555,793,175.00	--	378,636,117.00	-32,517,357.00	-224,200,006.00	0.00	0.00	8,258,956.00	356,675,261.00	--	--
Disclosure date of the announcement about the board's consent for the securities investment			N/A										
Disclosure date of the announcement about the general meeting's consent for the securities investment (if any)			N/A										

V Wealth Management Entrustment

Applicable Not applicable

Unit: RMB'0,000 (in RMB ten thousand yuan)

Type of wealth management	Funding source	Principal	Outstanding amount before maturity	Overdue amount
Wealth management product purchased from bank and structural deposits	Self-funded	674,150	455,750	0
total		674,150	455,750	0

High-risk wealth management entrustments with amounts that are individually significant, or with low security, low liquidity, or no protection of the principal:

Applicable Not applicable

Wealth management entrustments with possible impairments including an expectedly unrecoverable principal:

Applicable Not applicable

VI Investments in Derivative Financial Instruments

Applicable Not applicable

No such cases in the Reporting Period.

VII Communications with the Investment Community such as Researches, Inquiries and Interviews during the Reporting Period

Applicable Not applicable

Date	Way of communication	Type of communication party	Index to main information communicated
24 July 2019	One-on-one meeting	Institution	1. the main situations of the industry 2. main operating information of the Company 3. innovations of technology and products 4. future strategy layout For details, see www.cninfo.com.cn
27 August 2019	By phone	Institution	
4 September 2019	One-on-one meeting	Institution	
12 September 2019	One-on-one meeting	Institution	
25 September 2019	One-on-one meeting	Institution	
25 September 2019	One-on-one meeting	Institution	
26 September 2019	One-on-one meeting	Individual	

VIII Irregularities in the Provision of Guarantees

Applicable Not applicable

No such cases in the Reporting Period.

IX Occupation of the Company's Capital by the Controlling Shareholder or Its Related Parties for Non-Operating Purposes

Applicable Not applicable

No such cases in the Reporting Period.

Part IV Financial Statements

I Financial Statements

1. Consolidated Balance Sheet

Prepared by BOE Technology Group Co., Ltd.

Unit: RMB

Item	30 September 2019	31 December 2018
Current assets:		
Monetary capital	48,537,145,034.00	51,481,539,711.00
Settlement reserve	0.00	0.00
Interbank loans granted	0.00	0.00
Trading financial assets	3,868,390,729.00	0.00
Financial assets at fair value through profit or loss	0.00	0.00
Derivative financial assets	0.00	0.00
Notes receivable	178,506,526.00	656,781,577.00
Accounts receivable	20,394,423,858.00	19,880,680,518.00
Accounts receivable financing	0.00	0.00
Prepayments	1,150,697,091.00	770,633,448.00
Premiums receivable	0.00	0.00
Reinsurance receivables	0.00	0.00
Receivable reinsurance contract reserve	0.00	0.00
Other receivables	1,306,620,088.00	2,454,174,971.00
Including: Interests receivable	199,832,235.00	140,597,317.00
Dividends receivable	0.00	3,711,768.00
Financial assets purchased under resale agreements	0.00	0.00
Inventories	12,276,290,821.00	11,985,398,172.00
Contractual assets	0.00	0.00
Assets classified as held for sale	0.00	0.00
Current portion of non-current assets	0.00	0.00
Other current assets	9,932,441,785.00	12,463,073,779.00
Total current assets	97,644,515,932.00	99,692,282,176.00
Non-current assets:		

Loans and advances to customers	0.00	0.00
Investments in debt obligations	0.00	0.00
Available-for-sale financial assets	0.00	734,022,359.00
Investments in other debt obligations	0.00	0.00
Held-to-maturity investments	0.00	0.00
Long-term receivables	0.00	0.00
Long-term equity investments	2,533,559,094.00	2,389,166,886.00
Investments in other equity instruments	699,346,221.00	0.00
Other non-current financial assets	2,066,450.00	0.00
Investment property	1,251,323,201.00	1,283,867,651.00
Fixed assets	127,361,926,032.00	128,157,730,995.00
Construction in progress	76,098,791,074.00	56,423,354,887.00
Productive living assets	0.00	0.00
Oil and gas assets	0.00	0.00
Right-of-use assets	0.00	0.00
Intangible assets	6,961,496,297.00	5,937,679,394.00
R&D expense	0.00	0.00
Goodwill	904,370,509.00	904,370,509.00
Long-term prepaid expense	391,205,648.00	360,640,853.00
Deferred income tax assets	230,327,653.00	252,373,622.00
Other non-current assets	10,321,749,983.00	7,893,002,053.00
Total non-current assets	226,756,162,162.00	204,336,209,209.00
Total assets	324,400,678,094.00	304,028,491,385.00
Current liabilities:		
Short-term borrowings	9,510,291,178.00	5,449,954,885.00
Borrowings from central bank	0.00	0.00
Interbank loans obtained	0.00	0.00
Trading financial liabilities	0.00	0.00
Financial liabilities at fair value through profit or loss	0.00	0.00
Derivative financial liabilities	0.00	0.00
Notes payable	1,247,223,048.00	591,109,272.00
Accounts payable	19,207,745,420.00	22,213,956,616.00
Advances from customers	1,461,459,542.00	1,218,934,743.00
Contractual liabilities	0.00	0.00

Financial assets sold under repurchase agreements	0.00	0.00
Customer deposits and interbank deposits	0.00	0.00
Payables for acting trading of securities	0.00	0.00
Payables for underwriting of securities	0.00	0.00
Payroll payable	1,582,501,516.00	2,224,931,171.00
Taxes payable	585,637,520.00	970,108,298.00
Other payables	27,455,003,339.00	22,956,979,828.00
Including: Interest payable	369,070,169.00	1,016,761,921.00
Dividends payable	8,051,171.00	23,648,778.00
Handling charges and commissions payable	0.00	0.00
Reinsurance payable	0.00	0.00
Liabilities directly associated with assets classified as held for sale	0.00	0.00
Current portion of non-current liabilities	10,509,608,124.00	5,597,563,204.00
Other current liabilities	1,241,583,180.00	1,004,557,061.00
Total current liabilities	72,801,052,867.00	62,228,095,078.00
Non-current liabilities:		
Insurance contract reserve	0.00	0.00
Long-term borrowings	109,410,456,896.00	94,780,077,864.00
Bonds payable	384,965,694.00	10,288,666,233.00
Including: Preferred shares	0.00	0.00
Perpetual bonds	0.00	0.00
Lease liabilities	0.00	0.00
Long-term payables	1,123,611,940.00	1,416,092,239.00
Long-term payroll payable	0.00	0.00
Provisions	16,457,010.00	16,457,010.00
Deferred income	2,352,999,803.00	2,187,558,533.00
Deferred income tax liabilities	1,515,592,979.00	1,419,373,545.00
Other non-current liabilities	7,705,969,476.00	11,334,873,322.00
Total non-current liabilities	122,510,053,798.00	121,443,098,746.00
Total liabilities	195,311,106,665.00	183,671,193,824.00
Owners' equity:		
Share capital	34,798,398,763.00	34,798,398,763.00
Other equity instruments	0.00	0.00
Including: Preferred shares	0.00	0.00

Perpetual bonds	0.00	0.00
Capital reserves	38,240,644,938.00	38,213,100,596.00
Less: Treasury stock	0.00	0.00
Other comprehensive income	-255,541,230.00	-125,258,252.00
Special reserves	0.00	0.00
Surplus reserves	1,152,625,429.00	1,152,626,310.00
General reserve	0.00	0.00
Retained earnings	12,826,608,401.00	11,817,881,286.00
Total equity attributable to owners of the Company as the parent	86,762,736,301.00	85,856,748,703.00
Non-controlling interests	42,326,835,128.00	34,500,548,858.00
Total owners' equity	129,089,571,429.00	120,357,297,561.00
Total liabilities and owners' equity	324,400,678,094.00	304,028,491,385.00

Legal representative: Chen Yanshun

President of the Company's Execution Committee: Liu Xiaodong

Chief Financial Officer: Sun Yun

Head of the Company's Financial Department: Yang Xiaoping

2. Balance Sheet of the Company as the Parent

Unit: RMB

Item	30 September 2019	31 December 2018
Current assets:		
Monetary capital	1,382,345,299.00	3,829,814,050.00
Trading financial assets	0.00	0.00
Financial assets at fair value through profit or loss	0.00	0.00
Derivative financial assets	0.00	0.00
Notes receivable	0.00	1,500,000.00
Accounts receivable	1,141,481,714.00	36,952,623.00
Accounts receivable financing	0.00	0.00
Prepayments	66,494,516.00	25,020,734.00
Other receivables	3,273,800,460.00	2,015,828,460.00
Including: Interest receivable	11,375,624.00	9,659,279.00
Dividends receivable	10,404,147.00	14,115,915.00
Inventories	12,851,513.00	9,289,141.00
Contractual assets	0.00	0.00
Assets classified as held for sale	0.00	0.00

Current portion of non-current assets	150,000,000.00	450,000,000.00
Other current assets	16,676,131.00	47,805,096.00
Total current assets	6,043,649,633.00	6,416,210,104.00
Non-current assets:		
Investments in debt obligations	0.00	0.00
Available-for-sale financial assets	0.00	128,297,254.00
Investments in other debt obligations	0.00	0.00
Held-to-maturity investments	0.00	0.00
Long-term receivables	0.00	0.00
Long-term equity investments	149,524,795,210.00	143,499,733,485.00
Investments in other equity instruments	159,952,958.00	0.00
Other non-current financial assets	0.00	0.00
Investment property	282,935,963.00	290,253,475.00
Fixed assets	946,496,644.00	969,371,352.00
Construction in progress	301,483,939.00	251,314,313.00
Productive living assets	0.00	0.00
Oil and gas assets	0.00	0.00
Right-of-use assets	0.00	0.00
Intangible assets	1,522,170,424.00	514,186,496.00
R&D expense	0.00	0.00
Goodwill	0.00	0.00
Long-term prepaid expense	107,306,817.00	99,701,797.00
Deferred income tax assets	224,671,813.00	290,794,548.00
Other non-current assets	82,216,747.00	284,243,667.00
Total non-current assets	153,152,030,515.00	146,327,896,387.00
Total assets	159,195,680,148.00	152,744,106,491.00
Current liabilities:		
Short-term borrowings	4,660,000,000.00	1,000,000,000.00
Trading financial liabilities	0.00	0.00
Financial liabilities at fair value through profit or loss	0.00	0.00
Derivative financial liabilities	0.00	0.00
Notes payable	0.00	0.00
Accounts payable	81,092,199.00	35,322,286.00
Advances from customers	1,427,418,603.00	1,577,035,515.00

Contractual liabilities	0.00	0.00
Payroll payable	132,962,108.00	201,139,261.00
Taxes payable	39,814,864.00	250,558,556.00
Other payables	5,361,530,234.00	8,209,736,090.00
Including: Interest payable	252,600,302.00	330,964,989.00
Dividends payable	6,451,171.00	6,451,171.00
Liabilities directly associated with assets classified as held for sale	0.00	0.00
Current portion of non-current liabilities	2,263,400,000.00	2,590,000,000.00
Other current liabilities	15,060,807.00	0.00
Total current liabilities	13,981,278,815.00	13,863,791,708.00
Non-current liabilities:		
Long-term borrowings	33,237,742,361.00	26,520,000,000.00
Bonds payable	0.00	9,976,533,425.00
Including: Preferred shares	0.00	0.00
Perpetual bonds	0.00	0.00
Lease liabilities	0.00	0.00
Long-term payables	0.00	0.00
Long-term payroll payable	0.00	0.00
Provisions	0.00	0.00
Deferred income	4,848,876,487.00	5,523,949,841.00
Deferred income tax liabilities	0.00	0.00
Other non-current liabilities	29,897,240,829.00	20,954,104,125.00
Total non-current liabilities	67,983,859,677.00	62,974,587,391.00
Total liabilities	81,965,138,492.00	76,838,379,099.00
Owners' equity:		
Share capital	34,798,398,763.00	34,798,398,763.00
Other equity instruments	0.00	0.00
Including: Preferred shares	0.00	0.00
Perpetual bonds	0.00	0.00
Capital reserves	37,599,121,411.00	37,590,966,191.00
Less: Treasury stock	0.00	0.00
Other comprehensive income	-82,341,718.00	-28,507,585.00
Special reserves	0.00	0.00
Surplus reserves	1,152,625,429.00	1,152,626,310.00

Retained earnings	3,762,737,771.00	2,392,243,713.00
Total owners' equity	77,230,541,656.00	75,905,727,392.00
Total liabilities and owners' equity	159,195,680,148.00	152,744,106,491.00

3. Consolidated Income Statement for Q3

Unit: RMB

Item	Q3 2019	Q3 2018
1. Revenue	30,682,823,546.00	25,990,508,323.00
Including: Operating revenue	30,682,823,546.00	25,990,508,323.00
Interest income	0.00	0.00
Premium income	0.00	0.00
Handling charge and commission income	0.00	0.00
2. Costs and expenses	31,097,785,874.00	25,699,006,841.00
Including: Cost of sales	27,057,692,052.00	21,245,420,721.00
Interest expense	0.00	0.00
Handling charge and commission expense	0.00	0.00
Surrenders	0.00	0.00
Net claims paid	0.00	0.00
Net amount provided as policy reserve	0.00	0.00
Expenditure on policy dividends	0.00	0.00
Reinsurance premium expense	0.00	0.00
Taxes and surcharges	214,937,325.00	200,057,483.00
Selling expense	631,659,702.00	751,560,070.00
Administrative expense	1,371,592,653.00	1,471,377,632.00
R&D expense	1,607,788,491.00	989,103,251.00
Finance costs	214,115,651.00	1,041,487,684.00
Including: Interest expense	64,529,664.00	852,142,227.00
Interest income	238,386,295.00	195,757,126.00
Add: Other income	274,484,937.00	357,114,751.00
Return on investment ("-" for loss)	62,422,694.00	91,641,762.00
Including: Share of profit or loss of joint ventures and associates	40,210,928.00	-2,412,689.00
Derecognition income of financial assets measured at amortized cost	0.00	0.00

Foreign exchange gain (“-” for loss)	0.00	0.00
Net gain on exposure hedges (“-” for loss)	0.00	0.00
Gain on changes in fair value (“-” for loss)	75,790,778.00	0.00
Credit impairment loss (“-” for loss)	-811,324.00	0.00
Assets impairment loss (“-” for loss)	-584,698,398.00	-325,305,398.00
Asset disposal income (“-” for loss)	-599,481.00	-431,247.00
3. Operating profit (“-” for loss)	-588,373,122.00	414,521,350.00
Add: Non-operating income	28,303,377.00	32,215,068.00
Less: Non-operating expense	18,339,210.00	25,909,519.00
4. Profit before tax (“-” for loss)	-578,408,955.00	420,826,899.00
Less: Income tax expense	218,461,783.00	279,701,576.00
5. Net profit (“-” for net loss)	-796,870,738.00	141,125,323.00
5.1 By operating continuity		
5.1.1 Net profit from continuing operations (“-” for net loss)	-796,870,738.00	141,125,323.00
5.1.2 Net profit from discontinued operations (“-” for net loss)	0.00	0.00
5.2 By ownership		
5.2.1 Net profit attributable to owners of the Company as the parent	183,791,110.00	403,860,235.00
5.2.2 Net profit attributable to non-controlling interests	-980,661,848.00	-262,734,912.00
6. Other comprehensive income, net of tax	40,095,872.00	-19,565,137.00
Attributable to owners of the Company as the parent	27,776,614.00	-68,881,892.00
6.1 Items that will not be reclassified to profit or loss	-23,120,769.00	0.00
6.1.1 Changes caused by remeasurements on defined benefit pension schemes	0.00	0.00
6.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method	0.00	0.00
6.1.3 Changes in the fair value of investments in other equity instruments	-23,120,769.00	0.00
6.1.4 Changes in the fair value of the company’s credit risks	0.00	0.00
6.1.5 Other	0.00	0.00
6.2 Items that will be reclassified to profit or loss	50,897,383.00	-68,881,892.00
6.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method	0.00	0.00
6.2.2 Changes in the fair value of investments in other debt obligations	0.00	0.00
6.2.3 Gain/Loss on changes in the fair value of available-for-sale	0.00	-51,328,248.00

financial assets		
6.2.4 Other comprehensive income arising from the reclassification of financial assets	0.00	0.00
6.2.5 Gain/Loss arising from the reclassification of held-to-maturity investments to available-for-sale financial assets	0.00	0.00
6.2.6 Allowance for credit impairments in investments in other debt obligations	0.00	0.00
6.2.7 Reserve for cash flow hedges	0.00	0.00
6.2.8 Differences arising from the translation of foreign currency-denominated financial statements	50,897,383.00	-17,553,644.00
6.2.9 Other	0.00	0.00
Attributable to non-controlling interests	12,319,258.00	49,316,755.00
7. Total comprehensive income	-756,774,866.00	121,560,186.00
Attributable to owners of the Company as the parent	211,567,724.00	334,978,343.00
Attributable to non-controlling interests	-968,342,590.00	-213,418,157.00
8. Earnings per share		
8.1 Basic earnings per share	0.005	0.012
8.2 Diluted earnings per share	0.005	0.012

Where business combinations under common control occurred in the current period, the net profit achieved by the acquirees before the combinations was RMB0.00, with the amount for the same period of last year being RMB0.00.

Legal representative: Chen Yanshun

President of the Company's Execution Committee: Liu Xiaodong

Chief Financial Officer: Sun Yun

Head of the Company's Financial Department: Yang Xiaoping

4. Income Statement of the Company as the Parent for Q3

Unit: RMB

Item	Q3 2019	Q3 2018
1. Operating revenue	804,092,949.00	880,896,282.00
Less: Cost of sales	4,639,853.00	11,375,516.00
Taxes and surcharges	13,328,825.00	10,756,707.00
Selling expense	0.00	114,342.00
Administrative expense	177,461,557.00	208,556,956.00
R&D expense	562,250,371.00	333,106,008.00
Finance costs	247,532,655.00	287,967,713.00
Including: Interest expense	241,987,314.00	296,503,529.00
Interest income	6,493,528.00	10,680,666.00

Add: Other income	234,796,640.00	230,746,114.00
Return on investment (“-” for loss)	40,393,087.00	-2,272,624.00
Including: Share of profit or loss of joint ventures and associates	40,210,928.00	-2,281,972.00
Derecognition income of financial assets measured at amortized cost	0.00	0.00
Net gain on exposure hedges (“-” for loss)	0.00	0.00
Gain on changes in fair value (“-” for loss)	0.00	0.00
Credit impairment loss (“-” for loss)	0.00	0.00
Assets impairment loss (“-” for loss)	0.00	0.00
Asset disposal income (“-” for loss)	0.00	0.00
2. Operating profit (“-” for loss)	74,069,415.00	257,492,530.00
Add: Non-operating income	127,852.00	1,026,267.00
Less: Non-operating expense	126,852.00	1,532,297.00
3. Profit before tax (“-” for loss)	74,070,415.00	256,986,500.00
Less: Income tax expense	20,460,727.00	30,344,396.00
4. Net profit (“-” for net loss)	53,609,688.00	226,642,104.00
4.1 Net profit from continuing operations (“-” for net loss)	53,609,688.00	226,642,104.00
4.2 Net profit from discontinued operations (“-” for net loss)	0.00	0.00
5. Other comprehensive income, net of tax	17,375,934.00	-4,076,480.00
5.1 Items that will not be reclassified to profit or loss	17,375,934.00	0.00
5.1.1 Changes caused by remeasurements on defined benefit pension schemes	0.00	0.00
5.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method	0.00	0.00
5.1.3 Changes in the fair value of investments in other equity instruments	17,375,934.00	0.00
5.1.4 Changes in the fair value of the company’s credit risks	0.00	0.00
5.1.5 Other	0.00	0.00
5.2 Items that will be reclassified to profit or loss	0.00	-4,076,480.00
5.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method	0.00	0.00
5.2.2 Changes in the fair value of investments in other debt obligations	0.00	0.00
5.2.3 Gain/Loss on changes in the fair value of available-for-sale financial assets	0.00	-4,076,480.00

5.2.4 Other comprehensive income arising from the reclassification of financial assets	0.00	0.00
5.2.5 Gain/Loss arising from the reclassification of held-to-maturity investments to available-for-sale financial assets	0.00	0.00
5.2.6 Allowance for credit impairments in investments in other debt obligations	0.00	0.00
5.2.7 Reserve for cash flow hedges	0.00	0.00
5.2.8 Differences arising from the translation of foreign currency-denominated financial statements	0.00	0.00
5.2.9 Other	0.00	0.00
6. Total comprehensive income	70,985,622.00	222,565,624.00
7. Earnings per share		
7.1 Basic earnings per share	0.0015	0.0065
7.2 Diluted earnings per share	0.0015	0.0065

5. Consolidated Income Statement for Q1~Q3

Unit: RMB

Item	Q1~Q3 2019	Q1~Q3 2018
1. Revenue	85,722,032,233.00	69,464,413,289.00
Including: Operating revenue	85,722,032,233.00	69,464,413,289.00
Interest income	0.00	0.00
Premium income	0.00	0.00
Handling charge and commission income	0.00	0.00
2. Operating costs and expenses	84,988,854,900.00	67,386,014,248.00
Including: Cost of sales	72,870,025,283.00	56,390,002,852.00
Interest expense	0.00	0.00
Handling charge and commission expense	0.00	0.00
Surrenders	0.00	0.00
Net claims paid	0.00	0.00
Net amount provided as policy reserve	0.00	0.00
Expenditure on policy dividends	0.00	0.00
Reinsurance premium expense	0.00	0.00
Taxes and surcharges	639,790,732.00	502,623,237.00
Selling expense	1,996,946,988.00	2,046,342,664.00
Administrative expense	3,568,776,147.00	3,615,086,182.00

R&D expense	4,532,446,727.00	2,589,297,974.00
Finance costs	1,380,869,023.00	2,242,661,339.00
Including: Interest expense	1,600,091,473.00	2,279,883,467.00
Interest income	637,209,152.00	541,745,812.00
Add: Other income	1,392,437,864.00	2,261,274,910.00
Investment income (“-” for loss)	75,988,065.00	258,565,775.00
Including: Share of profit or loss of joint ventures and associates	23,638,967.00	-31,991,268.00
Derecognition income of financial assets measured at amortized cost	0.00	0.00
Foreign exchange gain (“-” for loss)	0.00	0.00
Net gain on exposure hedges (“-” for loss)	0.00	0.00
Gain on changes in fair value (“-” for loss)	131,456,933.00	0.00
Credit impairment loss (“-” for loss)	-21,041,769.00	0.00
Assets impairment loss (“-” for loss)	-1,182,805,265.00	-783,454,658.00
Asset disposal income (“-” for loss)	-225,802.00	-589,758.00
3. Operating profit (“-” for loss)	1,128,987,359.00	3,814,195,310.00
Add: Non-operating income	124,646,909.00	128,856,936.00
Less: Non-operating expense	30,187,550.00	33,563,330.00
4. Profit before tax (“-” for loss)	1,223,446,718.00	3,909,488,916.00
Less: Income tax expense	892,236,824.00	939,270,136.00
5. Net profit (“-” for net loss)	331,209,894.00	2,970,218,780.00
5.1 By operating continuity (“-” for net loss)		
5.1.1 Net profit from continuing operations (“-” for net loss)	331,209,894.00	2,970,218,780.00
5.1.2 Net profit from discontinued operations (“-” for net loss)	0.00	0.00
5.2 By ownership		
5.2.1 Net profit attributable to owners of the Company as the parent	1,852,239,559.00	3,379,066,735.00
5.2.2. Net profit attributable to non-controlling interests	-1,521,029,665.00	-408,847,955.00
6. Other comprehensive income, net of tax	88,992,377.00	-242,834,533.00
Attributable to owners of the Company as the parent	75,908,403.00	-307,168,409.00
6.1 Items that will not be reclassified to profit or loss	-46,727,821.00	0.00
6.1.1 Changes in net liabilities or assets caused by remeasurements on defined benefit pension schemes	0.00	0.00
6.1.2 Share of other comprehensive income of investees that will	0.00	0.00

not be reclassified to profit or loss under equity method		
6.1.3 Changes in the fair value of investments in other equity instruments	-46,727,821.00	0.00
6.1.4 Changes in the fair value of the company's credit risks	0.00	0.00
6.1.5 Other	0.00	0.00
6.2 Items that may subsequently be reclassified to profit or loss	122,636,224.00	-307,168,409.00
6.2.1 Share of other comprehensive income of investees that will be reclassified to profit or loss under equity method	175,359,777.00	0.00
6.2.2 Changes in the fair value of investments in other debt obligations	0.00	0.00
6.2.3 Gain/Loss on changes in fair value of available-for-sale financial assets	0.00	-142,383,300.00
6.2.4 Other comprehensive income arising from the reclassification of financial assets	0.00	0.00
6.2.5 Gain/Loss arising from reclassification of held-to-maturity investments to available-for-sale financial assets	0.00	0.00
6.2.6 Allowance for credit impairments in investments in other debt obligations	0.00	0.00
6.2.7 Reserve for cash flow hedges	0.00	0.00
6.2.8 Differences arising from translation of foreign currency-denominated financial statements	-52,723,553.00	-164,785,109.00
6.2.9 Other	0.00	0.00
Attributable to non-controlling interests	13,083,974.00	64,333,876.00
7. Total comprehensive income	420,202,271.00	2,727,384,247.00
Attributable to owners of the Company as the parent	1,928,147,962.00	3,071,898,326.00
Attributable to non-controlling interests	-1,507,945,691.00	-344,514,079.00
8. Earnings per share		
8.1 Basic earnings per share	0.053	0.097
8.2 Diluted earnings per share	0.053	0.097

Where business combinations under common control occurred in the current period, the net profit achieved by the acquirees before the combinations was RMB0.00, with the amount for the same period of last year being RMB0.00.

Legal representative: Chen Yanshun

President of the Company's Execution Committee: Liu Xiaodong

Chief Financial Officer: Sun Yun

Head of the Company's Financial Department: Yang Xiaoping

6. Income Statement of the Company as the Parent for Q1~Q3

Unit: RMB

Item	Q1~Q3 2019	Q1~Q3 2018
1. Operating revenue	3,693,788,781.00	3,027,757,238.00
Less: Cost of sales	13,866,441.00	24,162,249.00
Taxes and surcharges	32,091,950.00	34,788,558.00
Selling expense	0.00	547,948.00
Administrative expense	480,568,050.00	535,278,413.00
R&D expense	1,496,046,336.00	826,657,662.00
Finance costs	737,047,649.00	666,905,601.00
Including: Interest expense	746,772,224.00	696,539,636.00
Interest income	24,854,626.00	31,590,749.00
Add: Other income	702,776,927.00	763,173,779.00
Investment income (“-” for loss)	832,587,366.00	882,196,406.00
Including: Share of profit or loss of joint ventures and associates	23,691,240.00	-19,884,534.00
Derecognition income of financial assets measured at amortized cost	0.00	0.00
Net gain on exposure hedges (“-” for loss)	0.00	0.00
Gain on changes in fair value (“-” for loss)	0.00	0.00
Credit impairment loss (“-” for loss)	-7,044,401.00	0.00
Assets impairment loss (“-” for loss)	0.00	0.00
Asset disposal income (“-” for loss)	0.00	0.00
2. Operating profit (“-” for loss)	2,462,488,247.00	2,584,786,992.00
Add: Non-operating income	2,575,137.00	4,344,115.00
Less: Non-operating expense	975,890.00	2,108,640.00
3. Profit before tax (“-” for loss)	2,464,087,494.00	2,587,022,467.00
Less: Income tax expense	305,734,696.00	244,757,659.00
4. Net profit (“-” for net loss)	2,158,352,798.00	2,342,264,808.00
4.1 Net profit from continuing operations (“-” for net loss)	2,158,352,798.00	2,342,264,808.00
4.2 Net profit from discontinued operations (“-” for net loss)	0.00	0.00
5. Other comprehensive income, net of tax	202,267,125.00	-38,943,481.00
5.1 Items that will not be reclassified to profit or loss	26,907,348.00	0.00
5.1.1 Changes in net liabilities or assets caused by remeasurements on defined benefit pension schemes	0.00	0.00
5.1.2 Share of other comprehensive income of investees that will not be reclassified to profit or loss under equity method	0.00	0.00

5.1.3 Changes in the fair value of investments in other debt obligations	26,907,348.00	0.00
5.1.4 Changes in the fair value of the company's credit risks	0.00	0.00
5.1.5 Other	0.00	0.00
5.2 Items that may subsequently be reclassified to profit or loss	175,359,777.00	-38,943,481.00
5.2.1 Share of other comprehensive income of investees that will be reclassified to profit or loss under equity method	175,359,777.00	0.00
5.2.2 Changes in the fair value of investments in other debt obligations	0.00	0.00
5.2.3 Gain/Loss on changes in fair value of available-for-sale financial assets	0.00	-38,943,481.00
5.2.4 Other comprehensive income arising from the reclassification of financial assets	0.00	0.00
5.2.5 Gain/Loss arising from reclassification of held-to-maturity investments to available-for-sale financial assets	0.00	0.00
5.2.6 Allowance for credit impairments in investments in other debt obligations	0.00	0.00
5.2.7 Reserve for cash flow hedges	0.00	0.00
5.2.8 Differences arising from translation of foreign currency-denominated financial statements	0.00	0.00
5.2.9 Other	0.00	0.00
6. Total comprehensive income	2,360,619,923.00	2,303,321,327.00
7. Earnings per share		
7.1 Basic earnings per share	0.0620	0.0673
7.2 Diluted earnings per share	0.0620	0.0673

7. Consolidated Cash Flow Statement for Q1~Q3

Unit: RMB

Item	Q1~Q3 2019	Q1~Q3 2018
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	90,795,247,871.00	60,772,530,957.00
Net increase in customer deposits and interbank deposits	0.00	0.00
Net increase in borrowings from central bank	0.00	0.00
Net increase in loans from other financial institutions	0.00	0.00
Premiums received on original insurance contracts	0.00	0.00

Net proceeds from reinsurance	0.00	0.00
Net increase in deposits and investments of policy holders	0.00	0.00
Interest, handling charges and commissions received	0.00	0.00
Net increase in interbank loans obtained	0.00	0.00
Net increase in proceeds from repurchase transactions	0.00	0.00
Net proceeds from acting trading of securities	0.00	0.00
Tax rebates	5,540,874,958.00	6,005,591,808.00
Cash generated from other operating activities	5,004,310,777.00	4,658,687,543.00
Subtotal of cash generated from operating activities	101,340,433,606.00	71,436,810,308.00
Payments for commodities and services	68,399,418,986.00	38,239,152,251.00
Net increase in loans and advances to customers	0.00	0.00
Net increase in deposits in central bank and in interbank loans granted	0.00	0.00
Payments for claims on original insurance contracts	0.00	0.00
Net increase in interbank loans granted	0.00	0.00
Interest, handling charges and commissions paid	0.00	0.00
Policy dividends paid	0.00	0.00
Cash paid to and for employees	8,056,691,079.00	7,486,983,925.00
Taxes paid	2,790,851,592.00	2,335,162,753.00
Cash used in other operating activities	5,566,482,540.00	4,935,757,639.00
Subtotal of cash used in operating activities	84,813,444,197.00	52,997,056,568.00
Net cash generated from/used in operating activities	16,526,989,409.00	18,439,753,740.00
2. Cash flows from investing activities:		
Proceeds from disinvestment	26,937,918,625.00	56,395,382,400.00
Return on investment	341,466,867.00	640,439,103.00
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	33,905,351.00	24,665,452.00
Net proceeds from the disposal of subsidiaries and other business units	0.00	0.00
Cash generated from other investing activities	1,110,244,320.00	3,274,861,792.00
Subtotal of cash generated from investing activities	28,423,535,163.00	60,335,348,747.00
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	37,854,619,360.00	37,753,522,657.00
Payments for investments	24,285,645,875.00	54,265,549,688.00
Net increase in pledged loans granted	0.00	0.00

Net payments for the acquisition of subsidiaries and other business units	0.00	0.00
Cash used in other investing activities	81,359,067.00	505,424,898.00
Subtotal of cash used in investing activities	62,221,624,302.00	92,524,497,243.00
Net cash generated from/used in investing activities	-33,798,089,139.00	-32,189,148,496.00
3. Cash flows from financing activities:		
Capital contributions received	9,396,220,000.00	4,212,024,400.00
Including: Capital contributions by non-controlling interests to subsidiaries	9,396,220,000.00	4,212,024,400.00
Borrowings obtained	37,923,426,290.00	28,080,875,769.00
Cash generated from other financing activities	357,634,475.00	1,831,147,947.00
Subtotal of cash generated from financing activities	47,677,280,765.00	34,124,048,116.00
Repayments of borrowings	25,867,488,701.00	16,354,302,160.00
Payments for interest and dividends	5,442,071,700.00	5,874,569,087.00
Including: Dividends paid by subsidiaries to non-controlling interests	36,394,420.00	0.00
Cash used in other financing activities	259,564,952.00	213,480,875.00
Subtotal of cash used in financing activities	31,569,125,353.00	22,442,352,122.00
Net cash generated from/used in financing activities	16,108,155,412.00	11,681,695,994.00
4. Effect of foreign exchange rate changes on cash and cash equivalents	457,359,826.00	827,974,389.00
5. Net increase in cash and cash equivalents	-705,584,492.00	-1,239,724,373.00
Add: Cash and cash equivalents, beginning of the period	43,350,696,520.00	47,913,287,583.00
6. Cash and cash equivalents, end of the period	42,645,112,028.00	46,673,563,210.00

8. Cash Flow Statement of the Company as the Parent for Q1~Q3

Unit: RMB

Item	Q1~Q3 2019	Q1~Q3 2018
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	3,672,204,949.00	3,396,625,349.00
Tax rebates	0.00	25,803,518.00
Cash generated from other operating activities	348,439,553.00	624,672,967.00
Subtotal of cash generated from operating activities	4,020,644,502.00	4,047,101,834.00
Payments for commodities and services	2,417,299,531.00	398,673,820.00
Cash paid to and for employees	911,369,102.00	699,458,250.00

Taxes paid	662,913,180.00	367,901,747.00
Cash used in other operating activities	430,459,939.00	234,107,331.00
Subtotal of cash used in operating activities	4,422,041,752.00	1,700,141,148.00
Net cash generated from/used in operating activities	-401,397,250.00	2,346,960,686.00
2. Cash flows from investing activities:		
Proceeds from disinvestment	366,360,000.00	506,160,000.00
Return on investment	638,155,513.00	785,144,132.00
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	740.00	232,676.00
Net proceeds from the disposal of subsidiaries and other business units	0.00	0.00
Cash generated from other investing activities	568,637,974.00	3,516,832,697.00
Subtotal of cash generated from investing activities	1,573,154,227.00	4,808,369,505.00
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	986,386,306.00	221,434,709.00
Payments for investments	6,011,944,700.00	18,757,457,360.00
Net payments for the acquisition of subsidiaries and other business units	0.00	0.00
Cash used in other investing activities	2,317,224,712.00	200,000,400.00
Subtotal of cash used in investing activities	9,315,555,718.00	19,178,892,469.00
Net cash generated from/used in investing activities	-7,742,401,491.00	-14,370,522,964.00
3. Cash flows from financing activities:		
Capital contributions received	0.00	0.00
Borrowings obtained	15,791,142,361.00	10,367,000,000.00
Cash generated from other financing activities	9,161,162,232.00	16,993,246,939.00
Subtotal of cash generated from financing activities	24,952,304,593.00	27,360,246,939.00
Repayments of borrowings	14,143,195,075.00	3,932,732,992.00
Payments for interest and dividends	1,912,890,527.00	2,255,848,689.00
Cash used in other financing activities	3,201,796,768.00	7,500,000,000.00
Subtotal of cash used in financing activities	19,257,882,370.00	13,688,581,681.00
Net cash generated from/used in financing activities	5,694,422,223.00	13,671,665,258.00
4. Effect of foreign exchange rate changes on cash and cash equivalents	1,907,767.00	98,891,103.00
5. Net increase in cash and cash equivalents	-2,447,468,751.00	1,746,994,083.00
Add: Cash and cash equivalents, beginning of the period	3,829,814,050.00	2,990,801,501.00

6. Cash and cash equivalents, end of the period	1,382,345,299.00	4,737,795,584.00
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II Adjustments to the Financial Statements

1. Adjustments to the Financial Statements at the Beginning of the Execution of any New Standards Governing Financial Instruments, Revenue or Leases from 2019

√ Applicable □ Not applicable

Consolidated Balance Sheet

Unit: RMB

Item	31 December 2018	1 January 2019	Adjusted
Current assets:			
Monetary capital	51,481,539,711.00	51,481,539,711.00	0.00
Settlement reserve	0.00	0.00	0.00
Interbank loans granted	0.00	0.00	0.00
Trading financial assets	0.00	5,534,413,566.00	5,534,413,566.00
Financial assets at fair value through profit or loss	0.00	0.00	0.00
Derivative financial assets	0.00	0.00	0.00
Notes receivable	656,781,577.00	656,781,577.00	0.00
Accounts receivable	19,880,680,518.00	19,874,667,809.00	-6,012,709.00
Accounts receivable financing	0.00	0.00	0.00
Prepayments	770,633,448.00	770,633,448.00	0.00
Premiums receivable	0.00	0.00	0.00
Reinsurance receivables	0.00	0.00	0.00
Receivable reinsurance contract reserve	0.00	0.00	0.00
Other receivables	2,454,174,971.00	2,453,289,708.00	-885,263.00
Including: Interest receivable	140,597,317.00	140,597,317.00	0.00
Dividends receivable	3,711,768.00	3,711,768.00	0.00
Financial assets purchased under resale agreements	0.00	0.00	0.00
Inventories	11,985,398,172.00	11,985,398,172.00	0.00
Contractual assets	0.00	0.00	0.00
Assets classified as held for sale	0.00	0.00	0.00
Current portion of non-current assets	0.00	0.00	0.00
Other current assets	12,463,073,779.00	6,928,660,213.00	-5,534,413,566.00

Total current assets	99,692,282,176.00	99,685,384,204.00	-6,897,972.00
Non-current assets:			
Loans and advances to customers	0.00	0.00	0.00
Investments in debt obligations	0.00	0.00	0.00
Available-for-sale financial assets	734,022,359.00	0.00	-734,022,359.00
Investments in other debt obligations	0.00	0.00	0.00
Held-to-maturity investments	0.00	0.00	0.00
Long-term receivables	0.00	0.00	0.00
Long-term equity investments	2,389,166,886.00	2,389,166,886.00	0.00
Investments in other equity instruments	0.00	721,155,927.00	721,155,927.00
Other non-current financial assets	0.00	12,866,432.00	12,866,432.00
Investment property	1,283,867,651.00	1,283,867,651.00	0.00
Fixed assets	128,157,730,995.00	128,157,730,995.00	0.00
Construction in progress	56,423,354,887.00	56,423,354,887.00	0.00
Productive living assets	0.00	0.00	0.00
Oil and gas assets	0.00	0.00	0.00
Right-of-use assets	0.00	0.00	0.00
Intangible assets	5,937,679,394.00	5,937,679,394.00	0.00
R&D expense	0.00	0.00	0.00
Goodwill	904,370,509.00	904,370,509.00	0.00
Long-term prepaid expense	360,640,853.00	360,640,853.00	0.00
Deferred income tax assets	252,373,622.00	252,373,622.00	0.00
Other non-current assets	7,893,002,053.00	7,893,002,053.00	0.00
Total non-current assets	204,336,209,209.00	204,336,209,209.00	0.00
Total assets	304,028,491,385.00	304,021,593,413.00	-6,897,972.00
Current liabilities:			
Short-term borrowings	5,449,954,885.00	5,449,954,885.00	0.00
Borrowings from central bank	0.00	0.00	0.00
Interbank loans obtained	0.00	0.00	0.00
Trading financial liabilities	0.00	0.00	0.00
Financial liabilities at fair value through profit or loss	0.00	0.00	0.00
Derivative financial liabilities	0.00	0.00	0.00
Notes payable	591,109,272.00	591,109,272.00	0.00

Accounts payable	22,213,956,616.00	22,213,956,616.00	0.00
Advances from customers	1,218,934,743.00	1,218,934,743.00	0.00
Contractual liabilities	0.00	0.00	0.00
Financial assets sold under repurchase agreements	0.00	0.00	0.00
Customer deposits and interbank deposits	0.00	0.00	0.00
Payables for acting trading of securities	0.00	0.00	0.00
Payables for underwriting of securities	0.00	0.00	0.00
Payroll payable	2,224,931,171.00	2,224,931,171.00	0.00
Taxes payable	970,108,298.00	970,108,298.00	0.00
Other payables	22,956,979,828.00	22,956,979,828.00	0.00
Including: Interest payable	1,016,761,921.00	1,016,761,921.00	0.00
Dividends payable	23,648,778.00	23,648,778.00	0.00
Handling charges and commissions payable	0.00	0.00	0.00
Reinsurance payables	0.00	0.00	0.00
Liabilities directly associated with assets classified as held for sale	0.00	0.00	0.00
Current portion of non-current liabilities	5,597,563,204.00	5,597,563,204.00	0.00
Other current liabilities	1,004,557,061.00	1,004,557,061.00	0.00
Total current liabilities	62,228,095,078.00	62,228,095,078.00	0.00
Non-current liabilities:			
Insurance contract reserve	0.00	0.00	0.00
Long-term borrowings	94,780,077,864.00	94,780,077,864.00	0.00
Bonds payable	10,288,666,233.00	10,288,666,233.00	0.00
Including: Preferred shares	0.00	0.00	0.00
Perpetual bonds	0.00	0.00	0.00
Lease liabilities	0.00	0.00	0.00
Long-term payables	1,416,092,239.00	1,416,092,239.00	0.00
Long-term payroll payable	0.00	0.00	0.00
Provisions	16,457,010.00	16,457,010.00	0.00
Deferred income	2,187,558,533.00	2,187,558,533.00	0.00
Deferred income tax liabilities	1,419,373,545.00	1,419,373,545.00	0.00
Other non-current liabilities	11,334,873,322.00	11,334,873,322.00	0.00
Total non-current liabilities	121,443,098,746.00	121,443,098,746.00	0.00
Total liabilities	183,671,193,824.00	183,671,193,824.00	0.00

Owners' equity:			
Share capital	34,798,398,763.00	34,798,398,763.00	0.00
Other equity instruments	0.00	0.00	0.00
Including: Preferred shares	0.00	0.00	0.00
Perpetual bonds	0.00	0.00	0.00
Capital reserves	38,213,100,596.00	38,213,100,596.00	0.00
Less: Treasury stock	0.00	0.00	0.00
Other comprehensive income	-125,258,252.00	-331,449,633.00	-206,191,381.00
Specific reserve	0.00	0.00	0.00
Surplus reserves	1,152,626,310.00	1,152,625,429.00	-881.00
General reserve	0.00	0.00	0.00
Retained earnings	11,817,881,286.00	12,018,320,805.00	200,439,519.00
Total equity attributable to owners of the Company as the parent	85,856,748,703.00	85,850,995,960.00	-5,752,743.00
Non-controlling interests	34,500,548,858.00	34,499,403,629.00	-1,145,229.00
Total owners' equity	120,357,297,561.00	120,350,399,589.00	-6,897,972.00
Total liabilities and owners' equity	304,028,491,385.00	304,021,593,413.00	-6,897,972.00

Note for adjustment:

The Group began to implement the Accounting Standards for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments, the Accounting Standards for Business Enterprises No. 23 - Transfer of Financial Assets, the Accounting Standards for Business Enterprises No. 24 - Hedging Accounting, and the Accounting Standards for Business Enterprises No. 37 - Presentation of Financial Instruments revised in 2017 from 1 January 2019. The Company adjusted related items of the Financial Statements at the Beginning of the First Execution Year according to the requirements of the standards.

Balance Sheet of the Company as the Parent

Unit: RMB

Item	31 December 2018	1 January 2019	Adjusted
Current assets:			
Monetary capital	3,829,814,050.00	3,829,814,050.00	0.00
Trading financial assets	0.00	0.00	0.00
Financial assets at fair value through profit or loss	0.00	0.00	0.00
Derivative financial assets	0.00	0.00	0.00
Notes receivable	1,500,000.00	1,500,000.00	0.00
Accounts receivable	36,952,623.00	36,952,623.00	0.00
Accounts receivable financing	0.00	0.00	0.00
Prepayments	25,020,734.00	25,020,734.00	0.00

Other receivables	2,015,828,460.00	2,015,819,544.00	-8,916.00
Including: Interest receivable	9,659,279.00	9,659,279.00	0.00
Dividends receivable	14,115,915.00	14,115,915.00	0.00
Inventories	9,289,141.00	9,289,141.00	0.00
Contractual assets	0.00	0.00	0.00
Assets classified as held for sale	0.00	0.00	0.00
Current portion of non-current assets	450,000,000.00	450,000,000.00	0.00
Other current assets	47,805,096.00	47,805,096.00	0.00
Total current assets	6,416,210,104.00	6,416,201,188.00	-8,916.00
Non-current assets:			
Investments in debt obligations	0.00	0.00	0.00
Available-for-sale financial assets	128,297,254.00	0.00	-128,297,254.00
Investments in other debt obligations	0.00	0.00	0.00
Held-to-maturity investments	0.00	0.00	0.00
Long-term receivables	0.00	0.00	0.00
Long-term equity investments	143,499,733,485.00	143,499,733,485.00	0.00
Investments in other equity instruments	0.00	128,297,254.00	128,297,254.00
Other non-current financial assets	0.00	0.00	0.00
Investment property	290,253,475.00	290,253,475.00	0.00
Fixed assets	969,371,352.00	969,371,352.00	0.00
Construction in progress	251,314,313.00	251,314,313.00	0.00
Productive living assets	0.00	0.00	0.00
Oil and gas assets	0.00	0.00	0.00
Right-of-use assets	0.00	0.00	0.00
Intangible assets	514,186,496.00	514,186,496.00	0.00
R&D expense	0.00	0.00	0.00
Goodwill	0.00	0.00	0.00
Long-term prepaid expense	99,701,797.00	99,701,797.00	0.00
Deferred income tax assets	290,794,548.00	290,794,548.00	0.00
Other non-current assets	284,243,667.00	284,243,667.00	0.00
Total non-current assets	146,327,896,387.00	146,327,896,387.00	0.00
Total assets	152,744,106,491.00	152,744,097,575.00	-8,916.00
Current liabilities:			
Short-term borrowings	1,000,000,000.00	1,000,000,000.00	0.00

Trading financial liabilities	0.00	0.00	0.00
Financial liabilities at fair value through profit or loss	0.00	0.00	0.00
Derivative financial liabilities	0.00	0.00	0.00
Notes payable	0.00	0.00	0.00
Accounts payable	35,322,286.00	35,322,286.00	0.00
Advances from customers	1,577,035,515.00	1,577,035,515.00	0.00
Contractual liabilities	0.00	0.00	0.00
Payroll payable	201,139,261.00	201,139,261.00	0.00
Taxes payable	250,558,556.00	250,558,556.00	0.00
Other payables	8,209,736,090.00	8,209,736,090.00	0.00
Including: Interest payable	330,964,989.00	330,964,989.00	0.00
Dividends payable	6,451,171.00	6,451,171.00	0.00
Liabilities directly associated with assets classified as held for sale	0.00	0.00	0.00
Current portion of non-current liabilities	2,590,000,000.00	2,590,000,000.00	0.00
Other current liabilities	0.00	0.00	0.00
Total current liabilities	13,863,791,708.00	13,863,791,708.00	0.00
Non-current liabilities:			
Long-term borrowings	26,520,000,000.00	26,520,000,000.00	0.00
Bonds payable	9,976,533,425.00	9,976,533,425.00	0.00
Including: Preferred shares	0.00	0.00	0.00
Perpetual bonds	0.00	0.00	0.00
Lease liabilities	0.00	0.00	0.00
Long-term payables	0.00	0.00	0.00
Long-term payroll payable	0.00	0.00	0.00
Provisions	0.00	0.00	0.00
Deferred income	5,523,949,841.00	5,523,949,841.00	0.00
Deferred income tax liabilities	0.00	0.00	0.00
Other non-current liabilities	20,954,104,125.00	20,954,104,125.00	0.00
Total non-current liabilities	62,974,587,391.00	62,974,587,391.00	0.00
Total liabilities	76,838,379,099.00	76,838,379,099.00	0.00
Owners' equity:			
Share capital	34,798,398,763.00	34,798,398,763.00	0.00
Other equity instruments	0.00	0.00	0.00

Including: Preferred shares	0.00	0.00	0.00
Perpetual bonds	0.00	0.00	0.00
Capital reserves	37,590,966,191.00	37,590,966,191.00	0.00
Less: Treasury stock	0.00	0.00	0.00
Other comprehensive income	-28,507,585.00	-284,608,843.00	-256,101,258.00
Specific reserve	0.00	0.00	0.00
Surplus reserves	1,152,626,310.00	1,152,625,429.00	-881.00
Retained earnings	2,392,243,713.00	2,648,336,936.00	256,093,223.00
Total owners' equity	75,905,727,392.00	75,905,718,476.00	-8,916.00
Total liabilities and owners' equity	152,744,106,491.00	152,744,097,575.00	-8,916.00

Note for adjustment:

The Group began to implement the Accounting Standards for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments, the Accounting Standards for Business Enterprises No. 23 - Transfer of Financial Assets, the Accounting Standards for Business Enterprises No. 24 - Hedging Accounting, and the Accounting Standards for Business Enterprises No. 37 - Presentation of Financial Instruments revised in 2017 from 1 January 2019. The Company adjusted related items of the Financial Statements at the Beginning of the First Execution Year according to the requirements of the standards.

2. Retrospective Restatement of Previous Comparative Data due to the Execution of any New Standards Governing Financial Instruments or Leases from 2019

Applicable Not applicable

III Independent Auditor's Report

Indicate by tick mark whether the financial statements above have been audited by an independent auditor.

Yes No

These financial statements have not been audited by such an auditor.

Chairman of the Board (signature): Chen Yanshun

Date of the Board's approval of this Report: 30th October 2019