



Changchai Company, Limited
The Report for the First Quarter of 2016

April 2016

Section I Important Statements

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

All directors have attended the board session for reviewing this report.

Xue Guojun, company principal, He Jianguang, chief of the accounting work, and Jiang He, chief of the accounting organ (chief of accounting), hereby confirm that the financial statements enclosed in this report are factual, accurate and complete.

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

Section II Financial Results and Changes in Shareholders

I Financial results

Whether the Company performed any retroactive adjustments to or restatement of its accounting data due to changes of accounting policies or correction of accounting errors

Yes No

	January-March 2016	January-March 2015	+/-%
Operating revenues (RMB)	654,517,225.08	650,305,530.50	0.65%
Net profit attributable to shareholders of the Company (RMB)	24,282,056.99	17,279,138.61	40.53%
Net profit attributable to shareholders of the Company after exceptional profit and loss (RMB)	24,946,954.15	15,137,500.97	64.80%
Net operating cash flow (RMB)	-5,947,696.22	1,795,087.91	—
Basic earnings per share (RMB/share)	0.04	0.03	33.33%
Diluted earnings per share (RMB/share)	0.04	0.03	33.33%
Weighted average return on equity (%)	1.22%	0.87%	0.35%
	31 March 2016	31 December 2015	+/-%
Total assets (RMB)	3,197,334,506.97	3,232,406,102.20	-1.08%
Net assets attributable to shareholders of the Company (RMB)	1,972,518,668.00	2,002,910,311.01	-1.52%

Exceptional profit and loss

Applicable Inapplicable

Unit: RMB

Item	January-March 2016	Explanation
Gains/losses on the disposal of non-current assets (including the offset part of the asset impairment provisions)	198,012.66	
Government grants recognized in the current period, except for those acquired in the ordinary course of business or granted at certain quotas or amounts according to the government's unified standards	153,000.00	
Gains and losses on change in fair value from tradable financial assets and tradable financial liabilities, as well as investment income from disposal of tradable financial assets and tradable financial liabilities and financial	615,230.51	

assets available for sales except for effective hedging related with normal businesses of the Company		
Non-operating income and expense other than the above	-1,679,028.98	
Less: Income tax effects	-47,888.65	
Total	-664,897.16	--

Explain the reasons if the Company classifies an item as exceptional profit/loss according to the definition in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Profit and Loss, or classifies any exceptional profit/loss item mentioned in the said explanatory announcement as recurrent profit/loss

Applicable Not applicable

No such cases in the Reporting Period.

II Total number of shareholders at the period-end and shareholdings of top ten shareholders

1. Numbers of common shareholders and preference shareholders with resumed voting rights as well as shareholdings of top ten shareholders

Unit: share

Total number of common shareholders at the period-end	54,693	Total number of preference shareholders with resumed voting rights at the period-end (if any)	0			
Shareholdings of top ten shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage (%)	Number of shares held	Number of restricted shares held	Pledged or frozen shares	
					Status of shares	Number of shares
State-owned Assets Supervision and Administration Commission of Changzhou Municipal People's Government	On behalf of the State	30.43%	170,845,236			
Huang Lihou	Domestic individual	1.00%	5,600,000			
KGI Asia Limited	Overseas corporation	0.57%	3,224,845			
Zhou You	Domestic individual	0.56%	3,137,200			

BNP Paribas Wealth Management Hong Kong Branch	Overseas corporation	0.55%	3,099,873			
Xu Xingying	Domestic individual	0.52%	2,944,700			
Wu Xiaoping	Domestic individual	0.49%	2,775,300			
Sun Haiyan	Domestic individual	0.47%	2,644,897			
Wang Jixiang	Domestic individual	0.46%	2,555,200			
Bank of Communications Co., Ltd.-Changxin Quantified Core Pioneer Mixed Investment Fund	Other	0.40%	2,271,889			
Shareholdings of top ten non-restricted shareholders						
Name of shareholder	Number of non-restricted shares held	Variety of shares				
		Variety	Number			
State-owned Assets Supervision and Administration Commission of Changzhou Municipal People's Government	170,845,236	RMB ordinary shares	170,845,236			
Huang Lihou	5,600,000	RMB ordinary shares	5,600,000			
KGI Asia Limited	3,224,845	Domestically listed foreign shares	3,224,845			
Zhou You	3,137,200	RMB ordinary shares	3,137,200			
BNP Paribas Wealth Management Hong Kong Branch	3,099,873	Domestically listed foreign shares	3,099,873			
Xu Xingying	2,944,700	RMB ordinary shares	2,944,700			
Wu Xiaoping	2,775,300	RMB ordinary shares	2,775,300			
Sun Haiyan	2,644,897	RMB ordinary shares	2,644,897			
Wang Jixiang	2,555,200	RMB ordinary shares	2,555,200			
Bank of Communications Co., Ltd.-Changxin Quantified Core Pioneer Mixed Investment Fund	2,271,889	RMB ordinary shares	2,271,889			
Related or acting-in-concert parties among the above shareholders	It is unknown whether there was any associated relationship among the top ten tradable shareholders and among the top ten shareholders not subject to trading moratorium, or whether they are persons acting in concert as described by Measures for the Administrative of					

	Disclosure of Shareholder Equity Changes.
Top ten common shareholders conducting securities margin trading (if any)	Shareholder Huang Lihou held a total of 5,600,000 shares in the Company, representing a stake of 1.00%, through a common securities account and a client account of collateral securities for margin trading. Shareholder Sun Haiyan held 2,644,897 shares in the Company (a stake of 0.47%) through a client account of collateral securities for margin trading in China Galaxy Securities Co. , Ltd.

Did any of the top ten common shareholders or the top ten non-restricted common shareholders of the Company conduct any promissory repo during the Reporting Period?

Yea No

No such cases in the Reporting Period.

2. Total number of preference shareholders and shareholdings of the top ten of them

Applicable Not applicable

Section III Significant Events

I Changes in major accounting statement items and financial indicators for the Reporting Period, as well as reasons for such changes

Applicable Not applicable

1. Accounts receivable increased 108.91% from the opening amount mainly because the Company properly allowed customers' buying on credit according to its relevant agreements and marketing plans to expand its market space, and the percentage of multi-cylinder engines in the total sales increased (longer payment days for these customers for they mostly procure our multi-cylinder engines as a component).
2. Other accounts receivable increased 220.69% from the opening amount mainly because of the temporary lendings from subsidiary Housheng Investment to Xuzhou East China Casting General Factory, etc.
3. Other current assets decreased 53.72% from the opening amount mainly because some bank financial produces became due and the overpaid VAT decreased.
4. Payroll payable decreased 38.70% from the opening amount mainly because some of the salary and bonus provisions made last year were paid in the Reporting Period.
5. Taxes and fares payable increased 58.08% from the opening amount mainly because the inventories of the Company (without subsidiaries) decreased and the input VAT decreased accordingly.
6. Net profit attributable to owners of the Company increased 40.53% from the same period of last year mainly because along with its product restructuring, the percentage of multi-cylinder engines in the total sales of the Company increased with its self-made components increasing accordingly, cost control produced remarkable results and the gross profit increased.

II Progress of significant events and analysis & explanations on their influence and solutions

Applicable Not applicable

III Commitments of the Company, its shareholders, actual controller, acquirer, directors, supervisors, senior management or other related parties fulfilled in the Reporting Period or ongoing at the period-end

Applicable Not applicable

Commitment	Commitment maker	Type of commitment	Contents	Date of commitment making	Term of commitment	Fulfillment
Commitments made in						

share reform						
Commitments made in acquisition documents or shareholding alteration documents						
Commitments made in time of asset restructuring						
Commitments made in time of IPO or refinancing						
Commitments concerning stock ownership incentive						
Other commitments made to minority shareholders	Changchai Company, Limited	Bonus commitment	Under the conditions of in future three years (2014-2016) the attributable profit (the remaining profits after the losses have been made up and common reserves have been drawn) of shareholders' reward plan in the year or half year is positive, and the cash flow is sufficient, the cash dividends had no influence to the follow-up continuously operation, the profit dividends in cash shall no lower than the 10% of attributable profit realized by the Company and in any three continuous accounting years the accumulative profit dividends in cash shall no less than 30% of the average annual attributable profits realized in three years.	2014-05-14	Y2014-2016	The commitment was under progress.
Executed on time	Yes					

IV Operating result forecast for January-June 2016

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

Applicable Not applicable

V Securities investments

Applicable Not applicable

No such cases in the Reporting Period.

VI Investments in derivative financial instruments

Applicable Not applicable

No such cases in the Reporting Period.

VII Visits paid to the Company in the Reporting Period for purposes of research, communication, interview, etc.

Applicable Not applicable

Date of visit	Way of visit	Type of visitor	Index to main inquiry information
5 Jan. 2016	Other	Individual	Stock price trend of the Company
6 Jan. 2016	Other	Individual	Stock price trend of the Company
6 Jan. 2016	Other	Individual	Future development planning of the Company
8 Jan. 2016	Other	Individual	Future products planning of the Company
11 Jan. 2016	Other	Individual	Stock price trend of the Company
20 Jan. 2016	Other	Individual	Situation of the export business of the Company
21 Jan. 2016	Other	Individual	Situation of the export business of the Company
11 Feb. 2016	Other	Individual	Situation of the reform of the state-owned enterprises of the Company
23 Feb. 2016	Other	Individual	Number of the shareholders of the Company
24 Feb. 2016	Other	Individual	Situation of the joint stock company - Tsinghua Industrial Co., Ltd. of the Company
10 Mar. 2016	Other	Individual	Number of the shareholders of the Company
28 Mar. 2016	Other	Individual	Situation of the held financial assets of the Company

VIII Illegal provision of guarantees for external parties

Applicable Not applicable

No such cases in the Reporting Period.

IX Occupation of the Company's funds by the controlling shareholder or its related parties for non-operating purposes

Applicable Not applicable

No such cases in the Reporting Period.

Section IV Financial Statements

I Financial statements

1. Consolidated balance sheet

Prepared by Changchai Company, Limited

31 March 2016

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	562,434,957.86	601,312,715.62
Settlement reserves		
Lendings to banks and other financial institutions		
Financial assets measured at fair value with fair value changes included in the profit and loss for the Reporting Period		
Derivative financial assets		
Notes receivable	349,488,885.15	498,502,274.42
Accounts receivable	644,686,635.07	308,596,920.50
Accounts paid in advance	10,432,003.09	12,882,271.70
Premiums receivable		
Reinsurance premiums receivable		
Receivable reinsurance contract reserves		
Interest receivable		
Dividends receivable		
Other accounts receivable	18,031,185.95	5,622,539.81
Financial assets purchased under agreement to resell		
Inventories	299,166,586.04	397,290,012.36
Assets held for sale		
Non-current assets due within one year		
Other current assets	27,911,095.49	60,304,691.41

Total current assets	1,912,151,348.65	1,884,511,425.82
Non-current assets:		
Loans and advances to customers		
Available-for-sale financial assets	438,658,000.00	502,980,000.00
Held-to-maturity investments		
Long-term accounts receivable		
Long-term equity investments	21,099,310.93	20,769,304.76
Investment property	56,728,944.83	57,281,030.03
Fixed assets	584,467,640.40	554,601,893.23
Construction in progress	80,983,227.28	108,198,455.01
Engineering materials		
Disposal of fixed assets		
Productive living assets		
Oil-gas assets		
Intangible assets	102,283,504.00	103,101,462.47
R&D expense		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets	962,530.88	962,530.88
Other non-current assets		
Total non-current assets	1,285,183,158.32	1,347,894,676.38
Total assets	3,197,334,506.97	3,232,406,102.20
Current liabilities:		
Short-term borrowings	14,500,000.00	17,000,000.00
Borrowings from the Central Bank		
Money deposits accepted and inter-bank deposits		
Loans from banks and other financial institutions		
Financial liabilities measured at fair value with fair value changes included in the profit and loss for the Reporting Period		
Derivative financial liabilities		
Notes payable	248,060,000.00	238,200,000.00
Accounts payable	534,295,639.42	535,978,470.07

Accounts received in advance	19,857,553.77	26,665,671.38
Financial assets sold for repurchase		
Handling charges and commissions payable		
Payroll payable	36,966,883.82	60,309,349.29
Taxes and fares payable	17,069,477.97	10,798,062.93
Interest payable		
Dividends payable	3,891,433.83	3,891,433.83
Other accounts payable	224,040,462.19	201,151,632.46
Reinsurance premiums payable		
Insurance contract reserves		
Payables for acting trading of securities		
Payables for acting underwriting of securities		
Liabilities held for sale		
Non-current liabilities due within one year		
Other current liabilities	2,565,499.03	2,403,287.06
Total current liabilities	1,101,246,950.03	1,096,397,907.02
Non-current liabilities:		
Long-term borrowings		
Bonds payable		
Of which: Preference shares		
Perpetual bonds		
Long-term accounts payable		
Long-term payroll payable		
Special payables		
Estimated liabilities		
Deferred income	52,855,512.29	53,121,605.70
Deferred income tax liabilities	52,737,525.00	62,385,825.00
Other non-current liabilities		
Total non-current liabilities	105,593,037.29	115,507,430.70
Total liabilities	1,206,839,987.32	1,211,905,337.72
Owners' equity:		
Share capital	561,374,326.00	561,374,326.00
Other equity instruments		
Of which: Preference shares		

Perpetual bonds		
Capital reserves	164,328,665.43	164,328,665.43
Less: Treasury stock		
Other composite income	298,845,975.00	353,519,675.00
Special reserves	10,069,746.98	10,069,746.98
Surplus reserves	305,758,285.91	305,758,285.91
Provisions for general risks		
Retained profit	632,141,668.68	607,859,611.69
Total equity attributable to owners of the Company	1,972,518,668.00	2,002,910,311.01
Minority interests	17,975,851.65	17,590,453.47
Total owners' equity	1,990,494,519.65	2,020,500,764.48
Total liabilities and owners' equity	3,197,334,506.97	3,232,406,102.20

Legal representative: Xue Guojun

Chief of the accounting work: He Jianguang

Chief of the accounting organ: Jiang He

2. Balance sheet of the Company

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	543,924,499.35	572,530,396.20
Financial assets measured at fair value of which changes are recorded in current profits and losses		
Derivative financial assets		
Notes receivable	343,288,885.15	490,777,874.42
Accounts receivable	599,575,757.76	263,878,166.23
Accounts paid in advance	6,072,839.66	6,512,574.55
Interest receivable		
Dividend receivable		
Other accounts receivable	6,276,129.42	4,885,363.01
Inventories	241,811,749.28	348,179,430.41
Assets held for sale		
Non-current assets due within 1 year		
Other current assets	10,000,000.00	41,403,182.61
Total current assets	1,750,949,860.62	1,728,166,987.43
Non-current assets:		
Available-for-sale financial assets	431,458,000.00	495,780,000.00
Held-to-maturity investments		
Long-term accounts receivable		
Long-term equity investment	205,565,810.93	205,235,804.76
Investing real estate	56,728,944.83	57,281,030.03
Fixed assets	477,346,533.42	445,343,167.61
Construction in progress	80,961,005.06	108,198,455.01
Engineering materials		
Disposal of fixed assets		
Production biological assets		

Oil-gas assets		
Intangible assets	80,488,175.70	81,159,855.82
R&D expense		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets	962,530.88	962,530.88
Other non-current assets		
Total of non-current assets	1,333,511,000.82	1,393,960,844.11
Total assets	3,084,460,861.44	3,122,127,831.54
Current liabilities:		
Short-term borrowings		
Financial liabilities measured at fair value of which changes are recorded in current profits and losses		
Derivative financial liabilities		
Notes payable	224,060,000.00	218,200,000.00
Accounts payable	523,597,730.22	527,416,373.82
Accounts received in advance	18,646,628.29	24,537,940.90
Payroll payable	32,941,229.17	55,068,743.12
Tax payable	16,085,172.95	8,521,233.87
Interest payable		
Dividend payable	3,243,179.97	3,243,179.97
Other accounts payable	217,534,236.13	194,650,090.70
Liabilities held for sale		
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	1,036,108,176.73	1,031,637,562.38
Non-current liabilities:		
Long-term borrowings		
Bonds payable		
Of which: preference shares		
Perpetual bonds		
Long-term payables		

Long-term payroll payables		
Specific payables		
Estimated liabilities		
Deferred income	52,855,512.29	53,121,605.70
Deferred income tax liabilities	52,737,525.00	62,385,825.00
Other non-current liabilities		
Total non-current liabilities	105,593,037.29	115,507,430.70
Total liabilities	1,141,701,214.02	1,147,144,993.08
Owners' equity:		
Share capital	561,374,326.00	561,374,326.00
Other equity instruments		
Of which: preference shares		
Perpetual bonds		
Capital reserves	183,071,147.70	183,071,147.70
Less: Treasury stock		
Other comprehensive income	298,845,975.00	353,519,675.00
Specific reserves	10,069,746.98	10,069,746.98
Surplus reserves	305,758,285.91	305,758,285.91
Retained profits	583,640,165.83	561,189,656.87
Total owners' equity	1,942,759,647.42	1,974,982,838.46
Total liabilities and owners' equity	3,084,460,861.44	3,122,127,831.54

3. Consolidated income statement

Unit: RMB

Item	January-March 2016	January-March 2015
I. Operating revenues	654,517,225.08	650,305,530.50
Including: Sales income	654,517,225.08	650,305,530.50
Interest income		
Premium income		
Handling charge and commission income		
II. Operating costs	624,697,612.11	631,372,352.57
Including: Cost of sales	558,899,175.07	581,556,792.13
Interest expenses		
Handling charge and commission expenses		
Surrenders		
Net claims paid		
Net amount withdrawn for the insurance contract reserve		
Expenditure on policy dividends		
Reinsurance premium		
Taxes and associate charges	147,752.78	51,569.72
Selling and distribution expenses	25,269,299.51	26,292,007.54
Administrative expenses	34,596,836.45	25,983,523.18
Financial expenses	-1,367,596.96	-2,511,540.00
Asset impairment loss	7,152,145.26	
Add: Gain/(loss) from change in fair value (“-” means loss)		16,200.33
Gain/(loss) from investment (“-” means loss)	945,236.68	1,039,660.19
Including: share of profits in associates and joint ventures		
Foreign exchange gains (“-” means loss)		
III. Business profit (“-” means loss)	30,764,849.65	19,989,038.45

Add: non-operating income	984,455.09	2,741,907.52
Including: Gains on disposal of non-current assets		
Less: non-operating expense	2,132,964.56	1,403,902.58
Including: Losses on disposal of non-current assets		
IV. Total profit (“-” means loss)	29,616,340.18	21,327,043.39
Less: Income tax expense	4,948,885.01	3,712,400.09
V. Net profit (“-” means loss)	24,667,455.17	17,614,643.30
Net profit attributable to owners of the Company	24,282,056.99	17,279,138.61
Minority shareholders’ income	385,398.18	335,504.69
VI. After-tax net amount of other comprehensive incomes	-64,322,000.00	79,240,825.00
After-tax net amount of other comprehensive incomes attributable to owners of the Company	-64,322,000.00	79,240,825.00
(I) Other comprehensive incomes that will not be reclassified into gains and losses		
1. Changes in net liabilities or assets with a defined benefit plan upon re-measurement		
2. Enjoyable shares in other comprehensive incomes in investees that cannot be reclassified into gains and losses under the equity method		
(II) Other comprehensive incomes that will be reclassified into gains and losses	-64,322,000.00	79,240,825.00
1. Enjoyable shares in other comprehensive incomes in investees that will be reclassified into gains and losses under the equity method		
2. Gains and losses on fair value changes of	-64,322,000.00	79,240,825.00

available-for-sale financial assets		
3. Gains and losses on reclassifying held-to-maturity investments into available-for-sale financial assets		
4. Effective hedging gains and losses on cash flows		
5. Foreign-currency financial statement translation difference		
6. Other		
After-tax net amount of other comprehensive incomes attributable to minority shareholders		
VII. Total comprehensive incomes	-39,654,544.83	96,855,468.30
Attributable to owners of the Company	-40,039,943.01	96,519,963.61
Attributable to minority shareholders	385,398.18	335,504.69
VIII. Earnings per share		
(I) Basic earnings per share	0.04	0.03
(II) Diluted earnings per share	0.04	0.03

Legal representative: Xue Guojun

Chief of the accounting work: He Jianguang

Chief of the accounting organ: Jiang He

4. Income statement of the Company

Unit: RMB

Item	January-March 2016	January-March 2015
I. Total sales	640,749,505.25	653,717,912.77
Less: cost of sales	553,421,857.04	590,131,833.35
Business taxes and surcharges		
Distribution expenses	23,769,408.12	25,475,290.53
Administrative expenses	30,006,219.55	21,862,823.16
Financial costs	-1,638,329.38	-2,958,248.10
Impairment loss	7,152,145.26	
Add: gain/(loss) from change in fair value (“-” means loss)		
Gain/(loss) from investment (“-” means loss)	509,513.02	0.00
Including: income from investment on associates and joint ventures	330,006.17	
II. Business profit (“-” means loss)	28,547,717.68	19,206,213.83
Add: non-operating income	807,500.77	2,226,636.67
Including: Gains on disposal of non-current assets		
Less: non-operating expense	2,132,964.56	1,403,902.58
Including: Losses on disposal of non-current assets		
III. Total profit (“-” means loss)	27,222,253.89	20,028,947.92
Less: Income tax expense	4,771,744.93	3,504,342.19
IV. Net profit (“-” means loss)	22,450,508.96	16,524,605.73
V. After-tax net amount of other comprehensive incomes	-64,322,000.00	79,240,825.00
(I) Other comprehensive incomes that will not be reclassified into gains and losses		
1. Changes in net liabilities or assets with a defined benefit		

plan upon re-measurement		
2. Enjoyable shares in other comprehensive incomes in investees that cannot be reclassified into gains and losses under the equity method		
(II) Other comprehensive incomes that will be reclassified into gains and losses	-64,322,000.00	79,240,825.00
1. Enjoyable shares in other comprehensive incomes in investees that will be reclassified into gains and losses under the equity method		
2. Gains and losses on fair value changes of available-for-sale financial assets	-64,322,000.00	79,240,825.00
3. Gains and losses on reclassifying held-to-maturity investments into available-for-sale financial assets		
4. Effective hedging gains and losses on cash flows		
5. Foreign-currency financial statement translation difference		
6. Other		
VI. Total comprehensive incomes	-41,871,491.04	95,765,430.73
VII. Earnings per share		
(I) Basic earnings per share		
(II) Diluted earnings per share		

5. Consolidated cash flow statement

Unit: RMB

Item	January-March 2016	January-March 2015
I. Cash flows from operating activities:		
Cash received from sale of commodities and rendering of service	570,710,622.97	625,633,539.16
Net increase of deposits from customers and dues from banks		
Net increase of loans from the central bank		
Net increase of funds borrowed from other financial institutions		
Cash received from premium of original insurance contracts		
Net cash received from reinsurance business		
Net increase of deposits of policy holders and investment fund		
Net increase of disposal of financial assets measured at fair value of which changes are recorded into current gains and losses		
Cash received from interest, handling charges and commissions		
Net increase of intra-group borrowings		
Net increase of funds in repurchase business		
Tax refunds received	15,643,486.32	17,902,474.19
Other cash received relating to operating activities	3,992,946.72	4,650,532.01
Subtotal of cash inflows from operating activities	590,347,056.01	648,186,545.36
Cash paid for goods and	464,404,385.99	539,391,667.22

services		
Net increase of customer lendings and advances		
Net increase of funds deposited in the central bank and amount due from banks		
Cash for paying claims of the original insurance contracts		
Cash for paying interest, handling charges and commissions		
Cash for paying policy dividends		
Cash paid to and for employees	100,039,282.31	85,163,263.66
Various taxes paid	11,273,422.74	11,994,626.47
Other cash payment relating to operating activities	20,577,661.19	9,841,900.10
Subtotal of cash outflows from operating activities	596,294,752.23	646,391,457.45
Net cash flows from operating activities	-5,947,696.22	1,795,087.91
II. Cash flows from investing activities:		
Cash received from withdrawal of investments	10,000,000.00	
Cash received from return on investments	534,897.17	918,882.41
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	21,690.00	
Net cash received from disposal of subsidiaries or other business units		
Other cash received relating to investing activities		0.00
Subtotal of cash inflows from investing activities	10,556,587.17	918,882.41
Cash paid to acquire fixed	25,322,380.08	18,697,864.76

assets, intangible assets and other long-term assets		
Cash paid for investment		17,000,000.00
Net increase of pledged loans		
Net cash paid to acquire subsidiaries and other business units		
Other cash payments relating to investing activities	11,000,000.00	11,000,000.00
Subtotal of cash outflows from investing activities	36,322,380.08	46,697,864.76
Net cash flows from investing activities	-25,765,792.91	-45,778,982.35
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Including: Cash received from minority shareholder investments by subsidiaries		
Cash received from borrowings		
Cash received from issuance of bonds		
Other cash received relating to financing activities		
Subtotal of cash inflows from financing activities		
Repayment of borrowings	2,500,000.00	
Cash paid for interest expenses and distribution of dividends or profit	222,291.66	389,999.99
Including: dividends or profit paid by subsidiaries to minority shareholders		
Other cash payments relating to financing activities		
Sub-total of cash outflows from financing activities	2,722,291.66	389,999.99

Net cash flows from financing activities	-2,722,291.66	-389,999.99
IV. Effect of foreign exchange rate changes on cash and cash equivalents		
V. Net increase in cash and cash equivalents	-34,435,780.79	-44,373,894.43
Add: Opening balance of cash and cash equivalents	526,716,238.21	464,761,820.50
VI. Closing balance of cash and cash equivalents	492,280,457.42	420,387,926.07

6. Cash flow statement of the Company

Unit: RMB

Item	January-March 2016	January-March 2015
I. Cash flows from operating activities:		
Cash received from sale of commodities and rendering of service	543,059,255.40	628,848,753.52
Tax refunds received	15,643,486.32	17,902,474.19
Other cash received relating to operating activities	3,610,928.20	3,870,921.63
Subtotal of cash inflows from operating activities	562,313,669.92	650,622,149.34
Cash paid for goods and services	460,862,240.63	553,755,368.09
Cash paid to and for employees	90,442,815.25	75,589,704.96
Various taxes paid	8,725,658.60	11,517,533.51
Other cash payment relating to operating activities	18,518,292.09	7,615,099.14
Subtotal of cash outflows from operating activities	578,549,006.57	648,477,705.70
Net cash flows from operating activities	-16,235,336.65	2,144,443.64
II. Cash flows from investing activities:		
Cash received from retraction of investments	10,000,000.00	
Cash received from return on investments	179,506.85	
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	21,690.00	
Net cash received from disposal of subsidiaries or other business units		
Other cash received relating to investing activities		
Subtotal of cash inflows from	10,201,196.85	0.00

investing activities		
Cash paid to acquire fixed assets, intangible assets and other long-term assets	24,129,780.08	16,769,264.76
Cash paid for investment		10,000,000.00
Net cash paid to acquire subsidiaries and other business units		
Other cash payments relating to investing activities		
Subtotal of cash outflows from investing activities	24,129,780.08	26,769,264.76
Net cash flows from investing activities	-13,928,583.23	-26,769,264.76
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Cash received from borrowings		
Cash received from issuance of bonds		
Other cash received relating to financing activities		
Subtotal of cash inflows from financing activities		
Repayment of borrowings		
Cash paid for interest expenses and distribution of dividends or profit		
Other cash payments relating to financing activities		
Sub-total of cash outflows from financing activities		
Net cash flows from financing activities		
IV. Effect of foreign exchange rate changes on cash and cash equivalents		

V. Net increase in cash and cash equivalents	-30,163,919.88	-24,624,821.12
Add: Opening balance of cash and cash equivalents	503,933,918.79	430,758,675.98
VI. Closing balance of cash and cash equivalents	473,769,998.91	406,133,854.86

II Auditor's report

Is this Report audited?

Yes No

This Report is not audited.