

Stock Code: 000505, 200505

Stock Name: *ST Pearl River A, *ST Pearl River B

Announcement No.: 2016-023

HaiNan Pearl River Holdings Co., Ltd.

Abstract of the Report for the First Quarter of 2016

Section I Important Statements

The Board of Directors, the Supervisory Committee, directors, supervisors and senior management staff of HaiNan Pearl River Holdings Co., Ltd. (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.

Zheng Qing, company principal and chief of the accounting work and Wu Xiukun, chief of the accounting organ (chief of accounting), hereby confirm that the Financial Report enclosed in this report is 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)	80,025,245.10	78,326,856.68	2.17%
Net profit attributable to shareholders of the Company (RMB)	-38,541,192.11	69,940,735.03	-155.11%
Net profit attributable to shareholders of the Company after excluding exceptional profit and loss (RMB)	-38,415,455.62	-55,022,579.89	30.18%
Net operating cash flow (RMB)	124,823,160.52	-48,534,275.41	357.19%
Basic earnings per share (RMB/share)	-0.09	0.16	-156.25%
Diluted earnings per share (RMB/share)	-0.09	0.16	-156.25%
Weighted average return on equity (%)	0.00%	0.00%	0.00%
	31 March 2016	31 December 2015	+/-%
Total assets (RMB)	1,759,632,821.79	1,714,444,000.65	2.64%
Net assets attributable to shareholders of the Company (RMB)	-255,678,061.26	-217,136,869.15	-17.75%

Exceptional profit and loss

Applicable Not applicable

Unit: RMB

Item	January-March 2016	Note
Profit/loss on disposal of non-current assets (including offset amount of asset impairment provisions)	37,402.65	
Capital occupation charges on non-financial enterprises that are charged to the profit/loss for the Reporting Period	316,126.72	
Non-operating income and expense other than the above	-496,527.06	
Less: Income tax effects	-14,645.06	
Minority interests effects (after tax)	-2,616.14	
Total	-125,736.49	--

Explanation of why the Company classified 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 reclassified any exceptional profit/loss item given as an example in the said explanatory announcement to 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		40,864		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
Beijing Wanfa Real Estate Development Co., Ltd.	State-owned corporation	26.36%	112,479,478			
LI LEON ZHAN WEI	Foreign individual	2.58%	11,015,000			
YAO XIU GUANG	Foreign individual	2.31%	9,850,128			
Chongqing International Trust Co., Ltd.—Yuxin Innovation Advantage No. 11 Assembled Funds Trust	Domestic non-state-owned corporation	1.77%	7,560,563			
Xu Zhen	Domestic individual	0.58%	2,462,200			
BANK OF COMMUNICATIONS CO.—Chang Xin Quantitative Pioneer Hybrid Securities Investment Funds	Domestic non-state-owned corporation	0.55%	2,326,973			

Yao Liyuan	Overseas individual	0.47%	2,005,600			
Zhang Xiaoxia	Domestic individual	0.46%	1,949,250			
Zhong Yi	Domestic individual	0.39%	1,676,018			
Zeng Ping	Domestic individual	0.37%	1,600,000			
Shareholdings of top ten non-restricted shareholders						
Name of shareholder	Number of non-restricted shares held	Variety of shares		Variety	Number	
Beijing Wanfa Real Estate Development Co., Ltd.	112,479,478	RMB common shares			112,479,478	
LI LEON ZHAN WEI	11,015,000	Domestically listed shares	foreign		11,015,000	
YAO XIU GUANG	9,850,128	Domestically listed shares	foreign		9,850,128	
Chongqing International Trust Co., Ltd.—Yuxin Innovation Advantage No. 11 Assembled Funds Trust	7,560,563	Other			7,560,563	
Xu Zhen	2,462,200	RMB common shares			2,462,200	
BANK OF COMMUNICATIONS CO—Chang Xin Quantitative Pioneer Hybrid Securities Investment Funds	2,326,973	Other			2,326,973	
Yao Liyuan	2,005,600	Domestically listed shares	foreign		2,005,600	
Zhang Xiaoxia	1,949,250	Domestically listed shares	foreign		1,949,250	
Zhong Yi	1,676,018	RMB common shares			1,676,018	
Zeng Ping	1,600,000	RMB common shares			1,600,000	
Related or acting-in-concert parties among the above shareholders	Among shareholders above, there exists no related-party relationship between the principal shareholder and other shareholders of the Company. Nor they are parties with concerted					

	action as prescribed in the Information Disclosure Administrative Methods for Changes in Shareholding of Shareholders of Listed Companies. And it is unknown whether there is related-party relationship among other shareholders and whether they are prescribed parties with concerted action.
Top ten common shareholders conducting securities margin trading (if any)	The shareholder, Zhong Yi held 1,676,018 shares of the Company through the customer credit collateral securities trading account of Fortune Securities Co., Ltd.. The shareholder, Zeng Ping held 700,000 shares of the Company through common account and held 900,000 shares of the Company through the customer credit collateral securities trading account of CDB 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

Item	31 March 2016	31 December 2015	+/-%	Reason for change
Accounts receivable	21,565,339.62	17,161,981.62	25.66%	The property management and hotel revenue increased.
Accounts received in advance	621,006,892.30	428,054,670.19	45.08%	The advances from house buyers to subsidiary Hubei Pearl River increased.
Taxes and fares payable	-23,579,798.15	-5,255,663.63	-348.66%	Subsidiary Hubei Pearl River prepaid the taxes and fares in relation to the advances from its house buyers.
Non-current liabilities due within one year	281,035,064.06	353,287,364.69	-20.45%	Some borrowings were repaid in the current period.

Item	January-March 2016	January-March 2015	+/-%	Reason for change
Selling expenses	4,500,007.25	1,500,474.19	199.91%	The sales agency fees of subsidiary Hubei Pearl River increased.
Return on investment		124,156,283.22	-100.10%	The same period of last year saw an income from the

	-120,373.11			transfer of Southwest Securities shares, while there were no such events in the current period.
Corporate income tax	29,699.94	15,230,829.05	-99.81%	Deferred income tax assets were reversed and the corporate income tax increased in the same period of last year, while there were no such events in the current period.
Minority interest income	-2,335,161.42	-1,614,748.59	-44.61%	Loss on subsidiary Hubei Pearl River, Hebei Zhengshi Qinghui and Heilongjiang Longshi
Other composite income	0.00	-125,127,595.63	100.00%	The same period of last year saw an income from the transfer of Southwest Securities shares, while there were no such events in the current period.
Net operating cash flow	124,823,160.52	-48,534,275.41	357.19%	The advances from house buyers to subsidiary Hubei Pearl River increased.
Net investment cash flow	7,258,357.17	125,505,176.42	-94.22%	The same period of last year saw an income from the transfer of Southwest Securities shares, while there were no such events in the current period.
Net financing cash flow	-127,094,529.15	-37,423,511.48	239.61%	Some borrowings were repaid in the current period.

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

No such cases in the Reporting Period.

IV Operating result forecast for January-June 2016

Warning of a forecast deficit or considerable YoY change in the accumulative net profit made during the period from the beginning of the year to the end of the next reporting period, as well as explanation of why:

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
2016-01-08	Telephone communication	Individual	Known about the operation situation of the Company
2016-01-09	Telephone communication	Individual	Query name lists of shareholders
2016-01-22	Telephone communication	Individual	Known about the operation situation of the Company
2016-02-28	Telephone communication	Individual	Disclosure time of annual report
2016-03-24	Telephone communication	Individual	Known about the sale progress of the 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.