



**HaiNan Pearl River Holdings Co., Ltd.**

**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 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 shareholders above, there exists no related-party relationship between the principal					

among the above shareholders	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	-120,373.11	124,156,283.22	-100.10%	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.
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.



## Section IV Financial Statements

### I Financial statements

#### 1. Consolidated balance sheet

Prepared by HaiNan Pearl River Holdings Co., Ltd.

31 March 2016

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	210,749,120.08	205,762,131.54
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		
Accounts receivable	21,565,339.62	17,161,981.62
Accounts paid in advance	108,767,004.24	108,236,943.90
Premiums receivable		
Reinsurance premiums receivable		
Receivable reinsurance contract reserves		
Interest receivable		
Dividends receivable	260,015.00	260,015.00
Other accounts receivable	257,282,766.24	256,036,391.03
Financial assets purchased under agreement to resell		
Inventories	573,148,670.00	531,145,489.05
Assets held for sale		
Non-current assets due within one year		
Other current assets		

Total current assets	1,171,772,915.18	1,118,602,952.14
Non-current assets:		
Loans and advances to customers		
Available-for-sale financial assets	11,411,309.90	11,411,309.90
Held-to-maturity investments		
Long-term accounts receivable		
Long-term equity investments	35,156,116.71	35,284,761.64
Investment property	20,333,984.52	20,890,800.30
Fixed assets	402,383,930.14	409,326,778.05
Construction in progress	80,874,938.72	79,403,655.02
Engineering materials	393,706.60	393,706.60
Disposal of fixed assets		
Productive living assets		
Oil-gas assets		
Intangible assets	28,858,951.41	29,519,153.74
R&D expense		
Goodwill		
Long-term deferred expenses	6,865,128.61	8,029,043.26
Deferred income tax assets		
Other non-current assets	1,581,840.00	1,581,840.00
Total non-current assets	587,859,906.61	595,841,048.51
Total assets	1,759,632,821.79	1,714,444,000.65
Current liabilities:		
Short-term borrowings		
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		
Accounts payable	23,112,538.10	24,313,483.40

Accounts received in advance	621,006,892.30	428,054,670.19
Financial assets sold for repurchase		
Handling charges and commissions payable		
Payroll payable	11,509,506.95	13,353,268.66
Taxes and fares payable	-23,579,798.15	-5,255,663.63
Interest payable	202,574,737.08	178,429,980.05
Dividends payable	3,213,302.88	3,213,302.88
Other accounts payable	579,784,964.04	561,278,959.68
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	281,035,064.06	353,287,364.69
Other current liabilities		
Total current liabilities	1,698,657,207.26	1,556,675,365.92
Non-current liabilities:		
Long-term borrowings	334,416,666.67	390,333,333.34
Bonds payable		
Of which: Preference shares		
Perpetual bonds		
Long-term accounts payable		
Long-term payroll payable		
Special payables		
Estimated liabilities		
Deferred income		
Deferred income tax liabilities	629,227.79	629,227.79
Other non-current liabilities		
Total non-current liabilities	335,045,894.46	390,962,561.13
Total liabilities	2,033,703,101.72	1,947,637,927.05
Owners' equity:		
Share capital	426,745,404.00	426,745,404.00

Other equity instruments		
Of which: Preference shares		
Perpetual bonds		
Capital reserves	334,690,837.45	334,690,837.45
Less: Treasury stock		
Other composite income		
Special reserves		
Surplus reserves	109,487,064.39	109,487,064.39
Provisions for general risks		
Retained profit	-1,126,601,367.10	-1,088,060,174.99
Total equity attributable to owners of the Company	-255,678,061.26	-217,136,869.15
Minority interests	-18,392,218.67	-16,057,057.25
Total owners' equity	-274,070,279.93	-233,193,926.40
Total liabilities and owners' equity	1,759,632,821.79	1,714,444,000.65

Legal representative: Zheng Qing

Chief of the accounting work: Zheng Qing

Chief of the accounting organ: Wu Xiukun

## 2. Balance sheet of the Company

Unit: RMB

Item	Closing balance	Opening balance
Current Assets:		
Monetary funds	1,356,594.84	479,720.71
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		
Accounts receivable	1,725,348.46	1,701,828.46
Accounts paid in advance	58,277,830.00	50,277,830.00
Interest receivable		
Dividends receivable	260,015.00	260,015.00
Other accounts receivable	688,411,259.33	684,683,017.06
Inventories	4,824,035.45	4,824,035.45

Assets held for sale		
Non-current assets due within one year		
Other current assets		
Total current assets	754,855,083.08	742,226,446.68
Non-current assets:		
Available-for-sale financial assets	11,411,309.90	11,411,309.90
Held-to-maturity investments		
Long-term accounts receivable		
Long-term equity investments	293,137,945.81	293,231,762.82
Investment property	6,610,494.98	6,686,104.13
Fixed assets	13,052,580.42	13,311,762.29
Construction in progress		
Engineering materials		
Disposal of fixed assets		
Productive living assets		
Oil-gas assets		
Intangible assets	1,398,133.77	1,410,049.68
R&D expense		
Goodwill		
Long-term deferred expenses	533,891.60	604,524.68
Deferred income tax assets		
Other non-current assets	0.00	
Total non-current assets	326,144,356.48	326,655,513.50
Total assets	1,080,999,439.56	1,068,881,960.18
Current liabilities:		
Short-term borrowings		
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		
Accounts payable	2,482,949.70	2,482,949.70
Accounts received in advance	38,896.41	38,896.41

Payroll payable	792,612.17	1,050,861.22
Taxes and fares payable	7,275,670.68	7,576,662.32
Interest payable	121,738,100.19	126,077,364.57
Dividends payable	3,213,302.88	3,213,302.88
Other accounts payable	535,410,832.43	430,555,824.81
Liabilities held for sale		
Non-current liabilities due within one year	208,805,351.92	272,856,962.92
Other current liabilities		
Total current liabilities	879,757,716.38	843,852,824.83
Non-current liabilities:		
Long-term borrowings		
Bonds payable		
Of which: Preference shares		
Perpetual bonds		
Long-term payables		
Long-term payroll payables		
Special payables		
Estimated liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities		
Total liabilities	879,757,716.38	843,852,824.83
Owners' equity:		
Share capital	426,745,404.00	426,745,404.00
Other equity instruments		
Of which: Preference shares		
Perpetual bonds		
Capital reserves	337,276,496.52	337,276,496.52
Less: Treasury stock		
Other composite income		
Special reserves		
Surplus reserves	109,487,064.39	109,487,064.39
Retained profit	-672,267,241.73	-648,479,829.56

Total owners' equity	201,241,723.18	225,029,135.35
Total liabilities and owners' equity	1,080,999,439.56	1,068,881,960.18

### 3. Consolidated income statement

Unit: RMB

Item	January-March 2016	January-March 2015
1. Operating revenues	80,025,245.10	78,326,856.68
Including: Sales income	80,025,245.10	78,326,856.68
Interest income		
Premium income		
Handling charge and commission income		
2. Total operating costs	120,292,401.17	119,232,663.04
Including: Cost of sales	62,053,529.67	53,409,013.11
Interest expenses		
Handling charge and commission expenses		
Surrenders		
Net claims paid		
Net amount provided as insurance contract reserves		
Expenditure on policy dividends		
Reinsurance premium		
Business tax and surtaxes	4,535,479.61	4,305,562.82
Selling expenses	4,500,007.25	1,500,474.19
Administrative expenses	24,208,857.95	26,076,008.37
Financial costs	24,749,365.53	33,736,503.64
Asset impairment loss	245,161.16	205,100.91
Add: Profit/loss on fair value changes ("-" means loss)		
Profit/loss on investment ("-" means loss)	-120,373.11	124,156,283.22
Including: Share of profit in associates and joint ventures	-128,644.93	-50,490.43
Foreign exchange profit ("-" means loss)		
3. Operating profit ("-" means loss)	-40,387,529.18	83,250,476.86

Add: Non-operating income	167,838.50	475,575.46
Including: Profit on disposal of non-current assets	37,402.65	6.53
Less: Non-operating expense	626,962.91	169,236.83
Including: Loss on disposal of non-current assets		
4. Total profit (“-” means loss)	-40,846,653.59	83,556,815.49
Less: Corporate income tax	29,699.94	15,230,829.05
5. Net profit (“-” means loss)	-40,876,353.53	68,325,986.44
Net profit attributable to owners of the Company	-38,541,192.11	69,940,735.03
Minority shareholders’ income	-2,335,161.42	-1,614,748.59
6. After-tax net amount of other composite income	0.00	-125,127,595.63
After-tax net amount of other composite income attributable to owners of the Company		-125,127,595.63
6.1 Other composite income that will not be reclassified into profit and loss		
6.1.1 Changes in net liabilities or assets with a defined benefit plan upon re-measurement		
6.1.2 Enjoyable share in other comprehensive income in investees that cannot be reclassified into profit and loss under the equity method		
6.2 Other composite income that will be reclassified into profit and loss		-125,127,595.63
6.2.1 Enjoyable share in other composite income in investees that will be reclassified into profit and loss under the equity method		
6.2.2 Profit and loss on fair value changes of available-for-sale financial assets		-125,127,595.63
6.2.3 Profit and loss on reclassifying held-to-maturity investments into available-for-sale financial assets		
6.2.4 Effective hedging profit and loss on cash flow		



6.2.5 Foreign-currency financial statement translation difference		
6.2.6 Other		
After-tax net amount of other composite income attributable to minority shareholders		
7. Total composite income	-40,876,353.53	-56,801,609.19
Attributable to owners of the Company	-38,541,192.11	-55,186,860.60
Attributable to minority shareholders	-2,335,161.42	-1,614,748.59
8. Earnings per share		
8.1 Basic earnings per share	-0.09	0.16
8.2 Diluted earnings per share	-0.09	0.16

Where business mergers under the same control occurred in the Reporting Period, net profit achieved by the merged parties before the business mergers was RMB0.00, with the corresponding amount for the same period of last year being RMB0.00.

Legal representative: Zheng Qing

Chief of the accounting work: Zheng Qing

Chief of the accounting organ: Wu Xiukun

#### 4. Income statement of the Company

Unit: RMB

Item	January-March 2016	January-March 2015
1. Operating revenues	24,000.00	256,035.63
Less: Operating costs	88,898.40	88,898.40
Business tax and surtaxes	1,344.00	10,978.01
Selling expenses		
Administrative expenses	3,345,978.22	3,903,142.59
Financial costs	19,802,710.81	23,969,887.33
Asset impairment loss	10,508.69	13,154.43
Add: profit/loss on fair value changes (“-” means loss)		
Profit/loss on investment (“-” means loss)	-93,817.01	124,292,264.62
Including: Income from investment on associates and joint ventures	-93,817.01	-50,490.43
2. Operating profit (“-” means loss)	-23,319,257.13	96,562,239.49

Add: Non-operating income	37,402.65	
Including: Profit on disposal of non-current assets	37,402.65	
Less: Non-operating expense	505,557.69	77.22
Including: Loss on disposal of non-current assets		
3. Total profit (“-” means loss)	-23,787,412.17	96,562,162.27
Less: Corporate income tax		15,210,270.77
4. Net profit (“-” means loss)	-23,787,412.17	81,351,891.50
5. After-tax net amount of other composite income		-125,127,595.63
5.1 Other composite income that will not be reclassified into profit and loss		
5.1.1 Changes in net liabilities or assets with a defined benefit plan upon re-measurement		
5.1.2 Enjoyable share in other composite income in investees that cannot be reclassified into profit and loss under the equity method		
5.2 Other composite income that will be reclassified into profit and loss		-125,127,595.63
5.2.1 Enjoyable share in other composite income in investees that will be reclassified into profit and loss under the equity method		
5.2.2 Profit and loss on fair value changes of available-for-sale financial assets		-125,127,595.63
5.2.3 Profit and loss on reclassifying held-to-maturity investments into available-for-sale financial assets		
5.2.4 Effective hedging profit and loss on cash flow		
5.2.5 Foreign-currency financial statement translation difference		
5.2.6 Other		
6. Total composite income	-23,787,412.17	-43,775,704.13
7. Earnings per share		
7.1 Basic earnings per share	0.00	0.00

7.2 Diluted earnings per share	0.00	0.00
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**5. Consolidated cash flow statement**

Unit: RMB

Item	January-March 2016	January-March 2015
1. Operating cash flow:		
Cash received from sale of commodities and rendering of service	271,878,051.01	65,399,109.89
Net increase in money deposits from customers and inter-bank placements		
Net increase in loans from the Central Bank		
Net increase in funds borrowed from other financial institutions		
Cash received from premium of original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits of policy holders and investment fund		
Net increase in disposal of financial assets measured at fair value with fair value changes included in the profit and loss for the Reporting Period		
Cash received from interest, handling charges and commissions		
Net increase in loans from banks and other financial institutions		
Net increase in funds in repurchase business		
Tax refunds received		
Other operating cash received	36,012,845.76	8,099,911.91
Subtotal of operating cash inflow	307,890,896.77	73,499,021.80
Cash paid for goods and services	55,351,676.42	54,192,670.13
Net increase in loans and advances to customers		
Net increase in funds deposited in the Central Bank and inter-bank placements		
Cash for paying claims of original insurance contracts		
Cash for paying interest, handling		

charges and commissions		
Cash for paying policy dividends		
Cash paid to and for employees	56,510,933.73	45,894,097.60
Taxes and fares paid	24,943,567.32	6,982,734.31
Other cash payment relating to operating activities	46,261,558.78	14,963,795.17
Subtotal of operating cash outflow	183,067,736.25	122,033,297.21
Net operating cash flow	124,823,160.52	-48,534,275.41
2. Investment cash flow:		
Cash received from retraction of investments	12,000,000.00	139,371,794.42
Cash received from return on investments	8,767.17	
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	1,250,200.00	
Net cash received from disposal of subsidiaries or other business units		
Other cash received relating to investment activities		
Subtotal of investment cash inflow	13,258,967.17	139,371,794.42
Cash paid to acquire fixed assets, intangible assets and other long-term assets	617,966.30	2,906,618.00
Cash paid for investment	4,000,000.00	10,960,000.00
Net increase in pledged loans		
Net cash paid to acquire subsidiaries and other business units		
Other cash payments relating to investment activities	1,382,643.70	
Subtotal of investment cash outflow	6,000,610.00	13,866,618.00
Net investment cash flow	7,258,357.17	125,505,176.42
3. Financing cash flow:		
Cash received from capital contributions		
Including: Cash received from minority shareholder investments by subsidiaries		
Cash received as borrowings	25,582,000.00	236,350,000.00
Cash received from issuance of		

bonds		
Other financing cash received	5,890,876.56	
Subtotal of financing cash inflow	31,472,876.56	236,350,000.00
Repayment of borrowings	135,739,611.00	245,101,666.67
Cash paid for interest expenses and distribution of dividends or profit	20,454,822.21	21,011,716.87
Including: dividends or profit paid by subsidiaries to minority shareholders		
Other cash payments relating to financing activities	2,372,972.50	7,660,127.94
Sub-total of financing cash outflow	158,567,405.71	273,773,511.48
Net financing cash flow	-127,094,529.15	-37,423,511.48
4. Effect of foreign exchange rate changes on cash and cash equivalents		
5. Net increase in cash and cash equivalents	4,986,988.54	39,547,389.53
Add: Opening balance of cash and cash equivalents	205,762,131.54	97,404,192.62
6. Closing balance of cash and cash equivalents	210,749,120.08	136,951,582.15

## 6. Cash flow statement of the Company

Unit: RMB

Item	January-March 2016	January-March 2015
1. Operating cash flow:		
Cash received from sale of commodities and rendering of service	3,010,360.00	265,603.61
Tax refunds received		
Other operating cash received	81,546,191.96	89,618,432.60
Subtotal of operating cash inflow	84,556,551.96	89,884,036.21
Cash paid for goods and services		
Cash paid to and for employees	2,077,411.96	1,654,450.77
Taxes and fares paid	400,383.73	69,345.90
Other operating cash payments	8,282,131.06	51,576,104.80
Subtotal of operating cash outflow	10,759,926.75	53,299,901.47
Net operating cash flow	73,796,625.21	36,584,134.74
2. Investment cash flow:		
Cash received from retraction of investments	8,000,000.00	139,371,794.42

Cash received from return on investments		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	50,000.00	
Net cash received from disposal of subsidiaries or other business units		
Other cash received relating to investment activities		
Subtotal of investment cash inflow	8,050,000.00	139,371,794.42
Cash paid to acquire fixed assets, intangible assets and other long-term assets	5,999.00	
Cash paid for investment	10,000,000.00	11,476,000.00
Net cash paid to acquire subsidiaries and other business units		
Other investment cash payments		
Subtotal of investment cash outflow	10,005,999.00	11,476,000.00
Net investment cash flow	-1,955,999.00	127,895,794.42
3. Financing cash flow:		
Cash received from capital contributions		
Cash received as borrowings	1,000,000.00	58,850,000.00
Cash received from issuance of bonds		
Other financing cash received		
Subtotal of financing cash inflow	1,000,000.00	58,850,000.00
Repayment of borrowings	66,739,611.00	211,355,000.00
Cash paid for interest expenses and distribution of dividends or profit	5,105,311.08	9,087,039.50
Other cash payments relating to financing activities	118,830.00	2,660,127.94
Sub-total of financing cash outflow	71,963,752.08	223,102,167.44
Net financing cash flow	-70,963,752.08	-164,252,167.44
4. Effect of foreign exchange rate changes on cash and cash equivalents		
5. Net increase in cash and cash equivalents	876,874.13	227,761.72
Add: Opening balance of cash and cash equivalents	479,720.71	2,034,649.76

6. Closing balance of cash and cash equivalents	1,356,594.84	2,262,411.48
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## II Auditor's report

Is this Report audited?

Yes  No

This Report is not audited.