

SHENZHEN CHIWAN PETROLEUM SUPPLY BASE CO., LTD.
FULL TEXT OF FIRST QUARTERLY REPORT OF 2016

Part I Important Notice

The directors, supervisors and senior management guarantee that there are no omissions, misstatement, or misleading information in this quarterly report. The directors, supervisors and senior management are responsible, individually and jointly, for the authenticity, accuracy and integrity of the information herein.

All directors attended the board meeting.

Mr. Tian Junyan, Chairman of the Board, Mdm. Yu Zhongxia, Deputy General Manager & Financial Controller and Mdm. Sun Yuhui, Financial Manager, all guarantee the authenticity and integrity of the financial result in this report.

The report is written in both Chinese and English. In case of conflict between the two versions, Chinese version shall prevail.

PART II Major Accounting Data and Change of Shareholders

I . Major Accounting Data

	January to March, 2016	January to March, 2015	Change (%)
Operating Revenue(RMB)	164,424,597.76	147,824,556.91	11.23%
Net Profit Attributed to Shareholders of Listed Company (RMB)	9,311,019.07	22,604,615.62	-58.81%
Net Profit after Deducting Non-recurring Gains & Losses(RMB)	8,553,393.49	21,078,656.96	-59.42%
Net Cash Flows from Operating Activities(RMB)	74,546,903.86	78,023,735.31	-4.46%
Basic Earnings per Share (RMB/Share)	0.04	0.10	-60.00%
Diluted Earnings per Share (RMB/Share)	0.04	0.10	-60.00%
Weighted Average Return on Equity (%)	0.53%	1.33%	-0.80%
	March 31, 2016	December 31, 2015	Change (%)
Total Assets(RMB)	6,531,641,866.64	5,643,956,639.17	15.73%
Owner's Equity Attributed to Shareholders of Listed Company(RMB)	1,763,599,152.91	1,754,085,176.85	0.54%

Items of Non-recurring Gains and Losses

√ Applicable □ Inapplicable

Item	Amount	Note
Disposal of non-current assets, including the part offset with the provision for impairment of assets	22,782.65	
Government grants recognized in current profit or loss (except for the fixed or quantitative government grants closely related to the enterprise businesses according to the national unified standard)	1,039,203.12	
Other non-operating revenue and expenditure excluding the above-mentioned items	177,119.54	
Less: Influence on income tax	310,626.94	
Influence on minority interest (after tax)	170,852.79	
Total	757,625.58	--

For the Company's non-recurring gain/loss items as defined in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public – Non-recurring Gains and Losses and its non-recurring gain/loss items as illustrated in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public – Non-recurring Gains and Losses which have been defined as recurring gains and losses, it is necessary to explain the reason.

□ Applicable √ Inapplicable

II. Total Number of Shareholders and Top Ten Shareholders at the End of Report Period

1. Numbers of Common Shareholders and Preference Shareholders with Resumed Voting Rights as well as Shareholdings of Top Ten Shareholders

Total shareholders in reporting period	6,971	Total Number of Preference Shareholders with Resumed Voting Rights at Period-end (if any)	0			
Top Ten Common Shareholders						
Name	Nature	Ratio (%)	Total shares held	Non-tradable shares	Impawned or Frozen Shares	
					Status	Shares
CHINA NANSHAN DEVELOPMENT (GROUP) INCORPORATION	Domestic Legal Person	51.79%	119,420,000	119,420,000	-	0
China Logistics Holding (12) PTE.LTD.	Foreign Legal Person	19.90%	45,890,000	0	-	Unknown
CHINA MECHANTS SECURITIES (HONGKONG) LTD	State-owned Legal Person	1.61%	3,717,134	0	-	Unknown
CREDIT SUISSE (HONG KONG) LIMITED	Foreign Legal Person	1.15%	2,653,799	0	-	Unknown
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	Foreign Legal Person	0.93%	2,133,542	0	-	Unknown
GREENWOODS CHINA ALPHA MASTER FUND	Foreign Legal Person	0.43%	984,693	0	-	Unknown
LI WEI	Domestic Natural Person	0.28%	636,000	0	-	Unknown
SHA SHU LI	Domestic Natural Person	0.21%	480,611	0	-	Unknown
YU LING FENG	Foreign Natural Person	0.20%	458,083	0	-	Unknown
PAN BO	Domestic Natural Person	0.18%	420,300	0	-	Unknown
Top Ten Tradable Shareholders						
Name	Shares Held	Type				
		Type	Shares			
China Logistics Holding (12) PTE.LTD.	45,890,000	B	45,890,000			
CHINA MECHANTS SECURITIES (HONGKONG) LTD	3,717,134	B	3,717,134			
CREDIT SUISSE (HONG KONG) LIMITED	2,653,799	B	2,653,799			
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	2,133,542	B	2,133,542			
GREENWOODS CHINA ALPHA MASTER FUND	984,693	B	984,693			
LI WEI	636,000	B	636,000			
SHA SHU LI	480,611	B	480,611			
YU LING FENG	458,083	B	458,083			
PAN BO	420,300	B	420,300			
LI MING YA	402,580	B	402,580			
Explanation for the Affiliated Relations or United Action of the Top Ten Shareholders	Among the top ten shareholders, the domestic legal entity shareholder, China Nanshan Development (Group) Incorporation has no affiliated relations with other shareholders and does not fall into the scope of united action person stipulated by "Regulation of Information Disclosure of the Change of Shareholding of listed company". It is unknown that whether other tradable-share shareholders fall into the scope of united action person.					

Whether top ten common shareholders or top ten non-restricted common shareholders appointed repurchase transaction during reporting period

Yes No

2. Particulars about Preferred Share

Applicable Inapplicable

Part III Significant Events

I. Explanation on the Significant Changes for Main Accounting Data and Financial Indicators

Unit: RMB

No	Items	1 st Quarter of 2016/ Mar 31, 2016	1 st Quarter of 2015/ Dec 31, 2015	Change (%)	Causes for Difference
1	Cash And Bank Balances	868,615,854.73	321,121,926.73	170.49%	Mainly due to receiving Blogis increased capital from Nanshan Group.
2	Notes Receivable	12,000,000.00			Mainly due to Nanjing Baowan receiving bank acceptance.
3	Prepayments	3,007,466.02	435,877.51	589.98%	Mainly due to prepaying underwriting fee of medium-term notes.
4	Interest Receivable		1,138,739.73	-100.00%	Mainly due to withdrawal of profit of financial products in last report period.
5	Other Receivables	93,582,957.86	58,666,231.60	59.52%	Mainly due to Xi'an Baowan's land prepayment transferring to cash deposit.
6	Other Current Assets	25,000,000.00	235,000,000.00	-89.36%	Mainly due to the redemption of financial products.
7	Disposal of Fixed Assets	72,322.02			Mainly due to disposal of fixed assets.
8	Other Non-Current Assets	488,077,511.78	277,619,704.84	75.81%	Mainly due to the increase of land prepayment.
9	Short-term Borrowings	200,000,000.00	300,000,000.00	-33.33%	Mainly due to payment of short-term borrowings.
10	Accounts Receivable	6,814,629.10	13,502,745.52	-49.53%	Mainly due to paying rental fee for last year.
11	Receipts in Advance	6,927,943.95	4,294,109.24	61.34%	Mainly due to receipts in advance of warehousing fee by Kunshan Baowan's client.
12	Employee Benefits Payable	14,025,916.25	26,233,258.02	-46.53%	Mainly due to the payment of annual bonus.
13	Other Non-Current Liabilities	300,000,000.00	6,000,000.00	4900.00%	Mainly due to the increase of borrowings from Nanshan Group.
14	Minority Interests	820,166,755.58	317,006,332.01	158.72%	Mainly due to receiving Blogis increased capital from Nanshan Group.
15	Selling Expenses	521,984.66	260,386.09	100.47%	Mainly due to the increase of agency fee.
16	Impairment Losses of Assets	14,810.26			Mainly due to provision for bad debts.
17	Investment Income	6,047,847.58	17,386,035.41	-65.21%	Mainly due to the decrease of Sembawang's profit.
18	Non-operating Income	1,314,930.35	2,506,166.09	-47.53%	Mainly due to the decrease of government subsidies.
19	Income Tax Expenses	6,749,297.02	4,875,065.99	38.45%	Mainly due to adjustment of accrued income tax according to final settlement and payment of enterprise income tax.
20	Cash payments for Goods Purchased and Services Received	37,114,019.69	27,008,442.07	37.42%	Mainly due to payment of rental fee of eastern costal line and wharf for last year.
21	Net cash Receipts from Disposal of Fixed Assets, Intangible Assets and Other Long-Term Assets	42,812.00	10,100.00	323.88%	Mainly due to disposal of fixed assets.
22	Other Cash Receipts Relating to Investing Activities	283,233,575.00	444,887,865.51	-36.34%	Mainly due to the decrease of purchasing financial products.
23	Cash Payments to Acquire or Construct Fixed Assets, Intangible Assets and Other Long-Term Assets	359,426,925.92	174,500,696.11	105.97%	Mainly due to the increase of land payment.

24	Cash Payments to Acquire Subsidiaries and Other Business Companies	171,489,525.52			Mainly due to the acquirement of Jinmu Cao Ye.
25	Other Cash Payments Relating to Investing Activities	61,056,699.50	363,000,000.00	-83.18%	Mainly due to the decrease of purchasing financial products.
26	Cash Received from Investing Activities	498,080,000.00			Mainly due to receiving Blogis increased capital from Nanshan Group.
27	Cash Receipts from Borrowings	101,670,000.00	64,517,851.59	57.58%	Mainly due to the increase of newly-added long-term borrowings.
28	Other Cash Received from Financing Activities	294,000,000.00			Mainly due to the increase of borrowings from Nanshan Group.
29	Cash repayments of borrowings	103,155,000.00	1,051,000.00	9714.94%	Mainly due to paying back short-term borrowings.

II. Significant Event and its Impact

Applicable Inapplicable

In view of planning significant events, the Company's stock suspended trading on March 7, 2016. On March 21, the Company disclosed announcement of significant asset reorganization. On April 5, the Company disclosed announcement of continuously suspending stock trading. Till now, the Company is actively promoting the work of significant asset reorganization.

Introduction	Disclosure Date	Disclosure Index
Suspending Stock Trading for Significant Event	2016.3.7	www.cninfo.com.cn
	2016.3.14	www.cninfo.com.cn
Significant Asset Reorganization	2016.3.21	www.cninfo.com.cn
	2016.3.28	www.cninfo.com.cn
	2016.4.5	www.cninfo.com.cn
	2016.4.12	www.cninfo.com.cn
	2016.4.19	www.cninfo.com.cn
	2016.4.26	www.cninfo.com.cn

III. Fulfillment of Commitment by Shareholders with More than 5% Shares

Commitments	Promisee	Content	Commitment Time	Commitment Period	Status
Other Commitments	Nanshan Group	to land use	1997-8-1	25 years	On duty
	Nanshan Group	to resolve payment difficulties in opening the Finance Limited	2014-1-6	3 years	On duty
	The Company	to provide regular monthly financial reports to the controlling shareholder	2007-10-25	Long term effective	On duty
	The Company	About the issue of "medium-term notes for 2012" Commitment	2012-3-7	5 years	On duty
	The Company	About the issue of "12 base debt" commitment	2013-1-9	7 years	On duty
Fulfill commitments timely	Yes				

IV. Prediction of Business Performance for the first half year of 2016

Prediction and explanation on important changes of profit in next report period

Applicable Inapplicable

V. Stock Investment

Stock investment

Applicable Inapplicable

VI. Investment of Financial Derivatives

Applicable Inapplicable

VII. Reception of Investors and Medias

Applicable Inapplicable

Time	Method	Type of Visitors	Disclosure Index
2016.1.21	Field Research	Individual	www.cninfo.com.cn on January 22, 2016

VIII. Illegal Guarantee

Applicable Inapplicable

IX. Non-operation Oriented Fund Occupancy by the Controlling Shareholder and/or Related Parties

Applicable Inapplicable

Part IV Financial Statements

I. Financial Report

1. Balance Sheet

Consolidated

Currency: RMB

Items	Ending Balance	Beginning Balance
Current Assets:		
Cash and bank balances	868,615,854.73	321,121,926.73
Notes receivable	12,000,000.00	-
Accounts receivable	48,030,918.35	50,257,814.22
Prepayments	3,007,466.02	435,877.51
Interest receivable	-	1,138,739.73
Dividends receivable	-	-
Other receivables	93,582,957.86	58,666,231.60
Inventories	865,279.60	914,543.44
Other current assets	25,000,000.00	235,000,000.00
Total Current Assets	1,051,102,476.56	667,535,133.23
Non-current Assets:	-	-
Long-term equity investments	574,711,957.21	582,600,360.74
Investment properties	1,417,746,209.56	1,425,593,724.71
Fixed assets	956,729,518.63	842,722,056.06
Construction in progress	434,272,626.15	368,965,477.50
Disposal of fixed assets	72,322.02	
Intangible assets	1,575,944,185.27	1,450,042,826.68
Goodwill	-	
Deferred tax assets	32,985,059.46	28,877,355.41
Other non-current assets	488,077,511.78	277,619,704.84
Total Non-current Assets	5,480,539,390.08	4,976,421,505.94
TOTAL ASSETS	6,531,641,866.64	5,643,956,639.17
Current Liabilities:	-	-
Short-term borrowings	200,000,000.00	300,000,000.00
Accounts payable	6,814,629.10	13,502,745.52
Receipts in advance	6,927,943.95	4,294,109.24
Employee benefits payable	14,025,916.25	26,233,258.02
Taxes payable	23,531,698.00	20,937,276.95
Interest payable	30,690,764.15	28,404,479.52
Other payables	574,322,820.84	480,066,219.49
Non-current liabilities due within one year	707,002,353.40	707,396,728.40
Other current liabilities	300,000,000.00	6,000,000.00
Total Current Liabilities	1,863,316,125.69	1,586,834,817.14
Non-current Liabilities:	-	-
Long-term borrowings	588,743,625.45	489,834,250.45
Bonds payable	967,530,000.00	967,159,500.00

Long-term payables	251,417,853.31	251,417,853.31
Deferred income	50,838,133.15	51,251,151.07
Deferred tax liabilities	-	
Other non-current liabilities	226,030,220.55	226,367,558.34
Total Non-current Liabilities	2,084,559,832.46	1,986,030,313.17
TOTAL LIABILITIES	3,947,875,958.15	3,572,865,130.31
SHAREHOLDERS' EQUITY:	-	-
Share capital	230,600,000.00	230,600,000.00
Capital reserve	234,141,186.09	234,141,186.09
Other comprehensive income	652,079.14	652,079.14
Special reserve	6,144,728.47	5,941,771.48
Surplus reserve	317,245,288.81	317,245,288.81
Unappropriated profits	974,815,870.40	965,504,851.33
Total shareholders' equity attributable to equity holders of the Company	1,763,599,152.91	1,754,085,176.85
Minority interests	820,166,755.58	317,006,332.01
TOTAL SHAREHOLDERS' EQUITY	2,583,765,908.49	2,071,091,508.86
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	6,531,641,866.64	5,643,956,639.17

Legal Representative: Tian Junyan

Chief Financial Officer: Yu Zhongxia

Financial Manager: Sun Yuhui

2. Balance Sheet

Parent company

Currency: RMB

Items	Ending Balance	Beginning Balance
Current Assets:		
Cash and bank balances	44,015,988.75	28,808,779.96
Accounts receivable	18,827,680.29	22,290,192.64
Prepayments	1,350,961.62	174,357.15
Interest receivable		1,031,342.47
Dividends receivable		-
Other receivables	10,045,968.17	1,519,389,018.64
Inventories	624,339.90	665,307.48
Other current assets	25,000,000.00	235,000,000.00
Total Current Assets	99,864,938.73	1,807,358,998.34
Non-current Assets:		-
Long-term equity investments	3,180,257,716.93	1,486,226,120.45
Investment properties	120,151,004.19	121,605,608.97
Fixed assets	60,246,030.82	62,672,792.29
Construction in progress	2,736,283.00	2,600,283.00
Intangible assets	288,580,597.45	292,794,849.40
Deferred tax assets	13,272,081.67	9,635,782.89
Other non-current assets	216,000.00	255,366.60
Total non-current assets	3,665,459,714.06	1,975,790,803.60
TOTAL ASSETS	3,765,324,652.79	3,783,149,801.94
Current Liabilities:		-
Short-term borrowings	200,000,000.00	300,000,000.00
Accounts payable	6,615,811.00	13,115,420.11
Employee benefits payable	10,390,684.56	17,261,742.30
Taxes payable	1,818,495.33	2,508,111.41
Interest payable	30,398,617.40	28,118,306.33
Other payables	69,059,088.21	67,373,561.98
Non-current liabilities due within one year	701,349,351.16	701,349,351.16
Other current liabilities		-
Total Current Liabilities	1,019,632,047.66	1,129,726,493.29
Non-current Liabilities:		-
Long-term borrowings	281,224,302.04	181,224,302.04
Bonds payable	967,530,000.00	967,159,500.00
Deferred tax liability		-
Other non-current liabilities	16,030,220.55	16,367,558.34
Total Non-current Liabilities	1,264,784,522.59	1,164,751,360.38
TOTAL LIABILITIES	2,284,416,570.25	2,294,477,853.67
SHAREHOLDERS' EQUITY:		-

Share capital	230,600,000.00	230,600,000.00
Capital reserve	204,534,849.49	204,534,849.49
Special reserve	5,937,415.65	5,775,987.68
Surplus reserve	317,245,288.81	317,245,288.81
Unappropriated profits	722,590,528.59	730,515,822.29
TOTAL SHAREHOLDERS' EQUITY	1,480,908,082.54	1,488,671,948.27
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	3,765,324,652.79	3,783,149,801.94

Legal Representative: Tian Junyan

Chief Financial Officer: Yu Zhongxia

Financial Manager: Sun Yuhui

3.Income Statements

Consolidated

Currency: RMB

Items	Current Period	Same Period Last Year
I. Total operating income	164,424,597.76	147,824,556.91
Including: Operating income	164,424,597.76	147,824,556.91
Less: Total operating costs	150,582,765.73	135,622,593.88
Including: Operating costs	71,965,168.10	68,137,919.07
Business taxes and levies	9,677,584.67	9,241,038.32
Selling expenses	521,984.66	260,386.09
General and administrative expenses	25,257,563.56	21,167,031.86
Financial expenses	43,145,654.48	36,816,218.54
Impairment losses of assets	14,810.26	0.00
Add: Investment income	6,047,847.58	17,386,035.41
Including: Income from investments in associates and joint ventures	5,020,395.05	15,904,356.20
II. Operating profit	19,889,679.61	29,587,998.44
Add: Non-operating income	1,314,930.35	2,506,166.09
Including: Gains from disposal of non-current assets	27,777.65	0.00
Less: Non-operating expenses	75,825.04	85,398.55
Including: Losses from disposal of non-current assets	4,995.00	4,137.29
III. Gross profit	21,128,784.92	32,008,765.98
Less: Income tax expenses	6,749,297.02	4,875,065.99
IV. Net profit	14,379,487.90	27,133,699.99
Net profit attributable to owners of the Company	9,311,019.07	22,604,615.62
Profit or loss attributable to minority shareholders	5,068,468.83	4,529,084.37
V. Post-tax net value of other comprehensive income		-1,095,838.66
Post-tax net value of other comprehensive income attributable to owners of the Company		-847,740.79
Including: Translation differences arising on translation of financial statements denominated in foreign currencies		-847,740.79
Post-tax net value of other comprehensive income attributable to minority shareholders		-248,097.87
VI. Total comprehensive income:	14,379,487.90	26,037,861.33
Total comprehensive income attributable to owners of the Company	9,311,019.07	21,756,874.83
Total comprehensive income attributable to minority shareholders	5,068,468.83	4,280,986.50
VII. Earnings per share:		
(I) Basic earnings per share	0.04	0.10
(II) Diluted earnings per share	Not applicable	Not applicable

Legal Representative: Tian Junyan

Chief Financial Officer: Yu Zhongxia

Financial Manager: Sun Yuhui

4. Income Statements

Parent company

Currency: RMB

Items	Current Period	Same Period Last Year
I. Operating income	33,189,253.37	41,244,801.46
Less: Operating costs	21,523,151.84	27,526,838.14
Business taxes and levies	1,369,402.67	1,414,233.85
General and administrative expenses	10,976,181.41	10,401,190.06
Financial expenses	16,921,308.04	15,738,088.12
Impairment loss of assets	-35,125.53	0.00
Add: Investment income	6,047,847.58	17,330,364.17
Including: Income from investments in associates and joint ventures	5,020,395.05	15,904,356.20
II. Operating profit	-11,517,817.48	3,494,815.46
Add: Non-operating income	7,225.00	1,533.00
Including: Gains from disposal of non-current assets		0.00
Less: Non-operating expenses	51,000.00	0.00
Including: Losses from disposal of non-current assets	1,000.00	0.00
III. Gross profit	-11,561,592.48	3,496,348.46
Less: Income tax expenses	-3,636,298.78	-3,102,001.93
IV. Net profit	-7,925,293.70	6,598,350.39
V. Other comprehensive income		
VI. Total comprehensive income	-7,925,293.70	6,598,350.39
VII. Earnings per share:		
(I) Basic earnings per share	Not applicable	Not applicable
(II) Diluted earnings per share	Not applicable	Not applicable

Legal Representative: Tian Junyan

Chief Financial Officer: Yu Zhongxia

Financial Manager: Sun Yuhui

5. Cash Flow Statements

Consolidated

Currency: RMB

Items	Current Period	Same Period Last Year
I. Cash Flows from Operating Activities:		
Cash receipts from sales of goods and rendering of services	176,001,114.88	159,179,891.36
Refund of tax and levies		-
Other cash receipts relating to operating activities	10,802,596.87	14,325,008.93
Sub-total of cash inflows from operating activities	186,803,711.75	173,504,900.29
Cash payments for goods purchased and services received	37,114,019.69	27,008,442.07
Cash payments to and on behalf of employees	35,317,136.51	32,722,930.92
Payments of various taxes	32,618,165.50	25,614,287.25
Other cash payments relating to operating activities	7,207,486.19	10,135,504.74
Sub-total of cash outflows from operating activities	112,256,807.89	95,481,164.98
Net Cash Flows from Operating Activities	74,546,903.86	78,023,735.31
II. Cash Flows from Investing Activities:	-	-
Cash receipts from investment income	12,908,798.55	14,329,928.96
Net cash receipts from disposal of fixed assets, intangible assets and other long-term assets	42,812.00	10,100.00
Other cash receipts relating to investing activities	283,233,575.00	444,887,865.51
Sub-total of cash inflows from investing activities	296,185,185.55	459,227,894.47
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	359,426,925.92	174,500,696.11
Cash payments to acquire investments		-
Net cash outflows of procurement of subsidiaries and other business units	171,489,525.52	-
Other cash payments relating to investing activities	61,056,699.50	363,000,000.00
Sub-total of cash outflows from investing activities	591,973,150.94	537,500,696.11
Net Cash Flows from Investing Activities	-295,787,965.39	-78,272,801.64
III. Cash Flows from Financing Activities:	-	-
Cash receipts from capital contributions	498,080,000.00	-
Cash receipts from borrowings	101,670,000.00	64,517,851.59
Other cash receipts relating to financing activities	294,000,000.00	-
Sub-total of cash inflows from financing activities	893,750,000.00	64,517,851.59
Cash repayments of borrowings	103,155,000.00	1,051,000.00

Cash payments for distribution of dividends or profits or settlement of interest expenses	33,495,554.54	30,296,793.30
Other cash payments relating to financing activities	1,314,455.93	1,201,200.00
Sub-total of cash outflows from financing activities	137,965,010.47	32,548,993.30
Net Cash Flows from Financing Activities	755,784,989.53	31,968,858.29
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	-	6,900.17
V. Net Increase(Decrease)in Cash and Cash Equivalents	534,543,928.00	31,726,692.13
Add: Opening balance of Cash and Cash Equivalents	321,121,926.73	375,328,861.18
VI. Closing Balance of Cash and Cash Equivalents	855,665,854.73	407,055,553.31

Legal Representative: Tian Junyan

Chief Financial Officer: Yu Zhongxia

Financial Manager: Sun Yuhui

6. Cash Flow Statements

Parent company

Currency: RMB

Items	Current Period	Same Period Last Year
I. Cash Flows from Operating Activities:		
Cash receipts from sales of goods and rendering of services	38,087,039.54	53,272,167.52
Refund of tax and levies		-
Other cash receipts relating to operating activities	2,767,227.94	3,378,121.68
Sub-total of cash inflows from operating activities	40,854,267.48	56,650,289.20
Cash payments for goods purchased and services received	16,605,825.49	9,074,775.80
Cash payments to and on behalf of employees	22,687,878.29	18,639,656.62
Payments of various taxes	3,543,510.01	5,929,924.01
Other cash payments relating to operating activities	140,046.76	6,689,778.39
Sub-total of cash outflows from operating activities	42,977,260.55	40,334,134.82
Net Cash Flows from Operating Activities	-2,122,993.07	16,316,154.38
II. Cash Flows from Investing Activities:		
Cash receipts from investment income	12,908,798.55	14,329,928.96
Net cash receipts from disposal of fixed assets, intangible assets and other long-term assets	1,012.00	-
Other cash receipts relating to investing activities	451,058,795.00	364,668,336.74
Sub-total of cash inflows from investing activities	463,968,605.55	378,998,265.70
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	1,583,827.98	5,330,185.47
Cash paid to acquire investments	280,210,000.00	13,500,000.00
Other cash payments relating to investing activities	148,696,643.62	401,226,716.58
Sub-total of cash outflows from investing activities	430,490,471.60	420,056,902.05
Net Cash Flows from Investing Activities	33,478,133.95	-41,058,636.35
III. Cash Flows from Financing Activities:		
Cash receipts from borrowings	100,000,000.00	-
Other cash receipts relating to financing activities	2,149,452.09	1,485,914.67
Sub-total of cash inflows from financing activities	102,149,452.09	1,485,914.67
Cash repayments of borrowings	100,000,000.00	-
Cash payments for distribution of dividends or profits or settlement of interest expenses	29,643,289.34	26,809,606.74
Other cash payments relating to financing activities	1,604,094.84	4,200,488.98
Sub-total of cash outflows from financing activities	131,247,384.18	31,010,095.72
Net Cash Flows from Financing Activities	-29,097,932.09	-29,524,181.05
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents		
V. Net Increase(Decrease) in Cash and Cash Equivalents	2,257,208.79	-54,266,663.02
Add: Opening balance of Cash and Cash Equivalents	28,808,779.96	110,176,958.92
VI. Closing Balance of Cash and Cash Equivalents	31,065,988.75	55,910,295.90

Legal Representative: Tian Junyan

Chief Financial Officer: Yu Zhongxia

Financial Manager: Sun Yuhui

II. Audit Report

Audit Opinion

The first quarterly report is unaudited.

Board of Directors
Shenzhen Chiwan Petroleum Supply Base Co., Ltd.
April 30, 2016