

Stock code: 200054

Stock Abbreviation: Jianmo B

Announcement No.: 2016-045

Chongqing Jianshe Motorcycle Co., Ltd.

The First Quarterly Report 2016

1 Important notes

The Board of Directors, the Supervisory Committee, the directors, the supervisors, and executives of the Company guarantee that there are no significant omissions, fictitious or misleading statements carried in the Quarterly Report and we will accept individual and joint responsibilities for the truthfulness, accuracy and completeness of the Quarterly Report.

All of the directors presented the board meeting at which this Quarterly Report was examined.

Mr. Li Huaguang, The Company Leader, Mr.Xue Gangyi , Chief financial officer and the Ms.Niu Yanli, the person in charge of the accounting department (the person in charge of the accounting)hereby confirm the authenticity and completeness of the financial report enclosed in the report.

II. Main financial data and changes of shareholders

I. Main financial data and financial index

Whether it has retroactive adjustment or re-statement on previous accounting data for accounting policy changed and accounting error correction or not.

Yes No

	This period	Same period of last year	Changes of this period over same period of last year (%)
Operating income (RMB)	208,588,488.00	355,351,388.28	-41.30%
Net profit attributable to the shareholders of the listed company (RMB)	4,399,465.71	-16,904,008.56	-126.03%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (RMB)	4,348,808.64	-17,459,103.30	-124.91%
Cash flow generated by business operation, net (RMB)	24,195,604.08	5,981,111.44	304.53%
Basic earning per share(RMB/Share)	0.0369	-0.1416	-126.03%
Diluted gains per share(RMB/Share)(RMB/Share)	0.0369	-0.1416	-126.03%
Weighted average return on equity (%)	1.70%	-190.59%	192.29%
	End of this period	End of last period	Changes of this period-end over same period-end of last year(%)
Gross assets (RMB)	1,364,672,524.54	1,311,765,831.44	4.03%
Net assets attributable to the shareholders of the listed company (RMB)	260,515,551.23	256,116,085.51	1.72%

Items and amount of non-current gains and losses

Applicable Not applicable

In RMB

Items	Amount (Year-beginning to the end of the report period.)	Notes
Government subsidy recognized in current gain and loss(excluding those closely related to the Company's business and granted under the state's policies)	71,000.00	

Other non-business income and expenditures other than the above	-20,342.93	
Total	50,657.07	--

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 Not applicable

None of Non-recurring gain /loss items recognized as recurring gain /loss/items as defined by the information disclosure explanatory Announcement No.1- Non –recurring gain/loss in the report period.

II. Total Shareholders and Shares Held by Top Ten Shareholders at the End of the Reporting Period

1. About Total Common Shareholders, Total Preference Shareholders with the Voting Power Recovered and the Shares Held by Top Ten Common Shareholders

In shares

Total number of common shareholders at the period-end	8,475	Total preference shareholders with the voting power recovered at the end of the reporting period(if any)	0			
Shares held by the top 10 shareholders						
Shareholder name	Properties of shareholder	Share proportion %	Quantity	Amount of tradable shares with Conditional held	Pledging or freezing	
					Status of the shares	Quantity
China Military Equipment Group Co., Ltd.	State-owned legal person	71.13%	84,906,250	84,906,250		
Gu Zuocheng	Domestic natural person	1.86%	2,218,750	2,218,750		
Anhui Hengsheng Economic Development Group Co., Ltd.	Domestic non-state-owned legal person	1.47%	1,750,000	1,750,000		
Feng Yonghui	Domestic natural person	0.42%	500,000	500,000		
Liu Dan	Domestic natural person	1.05%	1,249,401	0		
Chen Xinqiang	Domestic natural person	0.52%	625,000	0		
Xu Yuanhui	Domestic natural person	0.50%	600,989	0		
Xie Qingjun	Domestic natural person	0.44%	527,850	0		
Zhang Meilan	Domestic natural person	0.43%	513,560	0		
CREDIT SUISSE (HONG KONG) LIMITED	Overseas legal person	0.39%	467,960	0		
Shares held by the Top 10 Shareholders of Non-restricted shares						
Shareholders' Names	Number of the non-restricted shares held	Share type				
		Share type	Quantity			
Liu Dan	1,249,401	Foreign shares placed in domestic exchange		1,249,401		
Chen Xinqiang	625,000	Foreign shares placed in domestic exchange		625,000		
Xu Yuanhui	600,989	Foreign shares placed in domestic exchange		600,989		
Xie Qingjun	527,850	Foreign shares placed in domestic exchange		527,850		
Zhang Meilan	513,560	Foreign shares placed in domestic exchange		513,560		

CREDIT SUISSE (HONG KONG) LIMITED	467,960	Foreign shares placed in domestic exchange	467,960
Feng Yongxia	398,575	Foreign shares placed in domestic exchange	398,575
Yu Lingfeng	350,525	Foreign shares placed in domestic exchange	350,525
Wang Xianfeng	343,420	Foreign shares placed in domestic exchange	343,420
Zhang Huaian	330,000	Foreign shares placed in domestic exchange	330,000
Explanation on associated relationship among the aforesaid shareholders	There isn't any associated relationship between the sponsoring shareholder and the other shareholders among the top-10 list. None of them are regarded as 'Acting in concert' in accordance with 'The rules of information disclosure on change of shareholding.' Foreign shareholders are unknown for their condition of 'Associated relationship' and 'Acting in concert'.		

Whether top ten common shareholders or top ten common shareholders with un-restrict shares held have a buy-back agreement dealing in reporting period.

Yes No

The top ten common shareholders or top ten common shareholders with un-restrict shares held of the Company have no buy-back agreement dealing in reporting period.

2.Total number of preferred shareholders and shareholding of top 10 preferred shareholders by the end of the report period

Applicable Not applicable

III. Significant Events

I. Particular about large-margin change of main accounting statement item and financial index and its reason.

Applicable Not applicable

The reporting period, compared with the beginning of prepayments increase of 8.93 million yuan, an increase of 96%, mainly due to the air-conditioning company purchased the imported parts and equipment led to increased prepayments; main income statement indicators fell major asset reorganization, the current consolidation scope changes (last year including motorcycles business).

II. The progress of significant events and influence, as well as the analysis and explanation on resolving proposal.

Applicable Not applicable

For the progress situation and explanation of financial institute's debt transfer involved with the significant asset reorganization implemented by the Company in 2015, please refer to the point 9 of this report

III. Commitments finished in implementation by the Company, shareholders, actual controller, acquirer, directors, supervisors, senior executives or other related parties in the reporting period and commitments unfinished in implementation at the end of the reporting period

Applicable Not applicable

Commitment	Commitment maker	Type	Contents	Time of making commitment	Period of commitment	Fulfillment
Commitment made upon the assets replacement	Jianshe Mechanical and electrical	Commitments on horizontal competition, related transaction and capital occupation	The reason why listed companies offer external guarantee is that the conditioning company, as the subsidiary corporation of Jianshe stock, provided credit guarantee 186 million yuan for its parent company'	October 20, 2015	After the guarantee period stipulated in the contract expires, the above financing assurance will be lifted	

		<p>bank loan. And as the relevant liabilities of Jianshe stock's motorbike business has been transferred into Jianshe Mechanical and Electrical , corresponding secured party should be Jianshe Mechanical and Electrical .Moreover,Jianshe Stock provided credit guarantee 30 million yuan for the wholly-owned subsidiary, the sales company, after this transaction, Jianshe Mechanical and Electrical , whose' sales company is subsidiary corporation of Construction and</p>		
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		<p>Mechanical and Electrical , will be wholly-owned subsidiaries under Military Equipment Group control.Above-mentioned the guarantees formed the external guarantees of the conditioning company, which has gained the permission from the company’ s general meeting of stockholders. Jianshe stock and the conditioning company has made promise respectively on October 20, 2015,after guarantee expires in the guarantee period, above financing guarantee will be lifted . For the Jianshe stock’s guarantee for</p>			
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			<p>the sales company, Mechanical and Electrical has promised that it will ensure the debtor to repay its creditors to protect listed company's legal interests, and if there are any loss for the listed company, Jianshe Mechanical and Electrical will give first dollar coverage for Jianshe stock. And Jianshe Mechanical and Electrical has presented Commitment to provide counter guarantee after the reorganization about above related-party guarantee. 1, after the sales of substantial assets and the relevant matters of related-party guarantee</p>			
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			<p>provided by Jianshe stock, which has been approved by general meeting of stockholders of Jianshe stock the company will provide the equal counter guarantee for Jianshe stock</p> <p>2.If the company violates the above pledge and caused any damages or negative effects for Jianshe stock,the Company will assume full financial responsibility and liability.</p>		
<p>If the commitments failed to complete the execution when expired, should specifically explain the reasons of unfulfillment and the net stage of the working plan</p>	<p>Yes</p>				

IV. Anticipation of Business Performance from January to June, 2016

Alert of loss or significant change in net profit from the beginning of year to the end of next report period or comparing with the same period of last year, and statement of causations.

Applicable Not applicable

V Securities investments

Applicable Not applicable

No such cases in the Reporting Period

VI. Investment in derivatives

Applicable Not applicable

No such cases in the Reporting Period

VII. Reception of investigations, communications, or interviews

Applicable Not applicable

Reception time	Way of reception	Types of visitors	Basic index
January 12,2016	By phone		Q: When will the Company issue the earnings pre-announcement? A: The earnings pre-announcement of 2015 will be completed by the end of this month.
January 29,2016	By phone	Individual	Q:Has the implementation of the Company’s significant asset reorganization completed? A:Up to now, the Company has completed the changes procedure in registration of Jianshe Mechanical and Electrical and has received the deal payment from Military Equipment Group. The asset transfer and the transfer of creditor’s rights and liability related with this reorganization are being orderly promoted.
February 1,2016	By phone	Individual	Q: What’s the progress of CRSC’s application for exempting the tender offer obligation of Jianshe Mechanical and Electrical? A: On January 26, 2016, Jianshe Mechanical and Electric received “Reply on Approving Exempting Chongqing Jianshe Jianshe Mechanical and Electrical Co., Ltd.’s tender offer obligation of Chongqing Jianshe Motorcycle Co., Ltd.”from CSRC, see details at the announcement published by the Company on January 29, 2016.
February 16,2016	By phone	Individual	Q: At this sales of significant asset, all motorcycle capital was offered for sales, but why Shangjian Jianshe was kept? A:At present, Shanghai Jianshe has engaged in the production and sales of moped, moreover, the Company has a plan of disposing the holding share rights of Shanghai Jianshe, thus which has not been included in the reorganization scope.

VIII. External guarantee get out of line

Applicable Not applicable

The Company has no external guarantee get out of the line in the Period

IX. Controlling shareholder and its related parties occupying non-business capital of the listed company

√ Applicable □ Not applicable

In RMB'0000

Shareholder or associate name	Time occupied	Reasons	Amount at the beginning	The newly increased occupancy amount	The total amount of reimbursement in the reimbursement	Amount at the end of period	Expected repayment method	Expected amount of payment	Expected payback time(month)
Import and Export Co.	December 31, 2015	Business and financial dealings	62.17	0	62.17		Cash Settlement	3,461.67	Repaid on March 31, 2016
Jianshe mechanical and electrical	December 31, 2015	Financial dealings	3,461.67	0		3,461.67	Cash Settlement		Repaid on April 26, 2016
Jianshe mechanical and electrical	December 31, 2015	Financial debt restructuring process is not yet completed the procedures for transferring formed	21,399.2	0	0	21,399.2	Other	3,461.67	December 31, 2016
Total			24,923.04	0	62.17	24,860.87	--	3,461.67	--
The end of the latest issue of the total value of accounts audited net assets ratio	97.07%								
Relevant decision-making procedures	截止 2016 年 4 月 26 日已全部偿还完。								
Add the current major shareholder and its affiliated non-operating capital occupation reasons, the case be held responsible and the Board has developed a description of measures taken.	公司重大资产重组工作经 2015 年 11 月 17 日公司 2015 年第一次临时股东大会审议通过后实施。本次资产重组将公司摩托车业务涉及的主要资产和债务剥离至建设机电并将其转让给兵装集团，其中应转移的金融机构债务总计为 80,750 万元。因本次资产重组工作涉及的资产及债务转移工作体量较大，时间较紧。且部分金融机构的审批流程长，截至 2016 年 4 月 30 日，已完成金融机构债务转移共计 59,350 万元。尚有 21,400 万元的金融机构债务转移正在办理过程中。一、对未转移金融机构债务的风险说明经立信会计师事务所审计，截至 2016 年 4 月 30 日，公司未转移的金融机构债务共计								

	<p>21,400 万元，暂作了其他应收款的账务处理。根据公司与建设机电签署的《资产负债注入安排协议》（详见 2015 年 11 月 11 日披露于巨潮咨询的关于公司重大资产重组的相关公告）约定：双方最晚不得迟于 2016 年 12 月 31 日完成资产及债务的转移手续，且因上述债务均为未到期债务，公司无需偿付且金融机构也未追缴，并未形成资金流，也不存在公司代建设机电偿还债务的情形，此账务的处理不构成建设机电对公司的实质性的非经营性资金占用。为此，公司董事会认为，尚未完成转移的金融机构债务仅是公司的暂时的账务处理，不会对公司形成债务风险。二、金融机构债务转移的后续措施自重组实施以来，公司与建设机电一直遵循《资产负债注入安排协议》的约定有序推进相关的资产过户及债务转移工作。将于 2016 年 12 月 31 日到期前完成相关资产债务的转移工作。在此期间，若遇债权人要求公司清偿的，应由建设机电直接向债权人清偿或者由建设机电通过公司向债权人清偿。若必须由公司履行的，建设机电应承担公司因履行债务遭受的全部损失。到期后仍未完成上述债务转移，建设机电将对未转移且已到期的债务额度向公司支付该笔款项。</p>
Failed to explain measures planned liquidation of non-operating capital occupation reasons, conditions and accountability of the Board of Directors proposed action	Not applicable
Disclosure date for specific approval opinion on fund occupation from CPA	April 30,2016
Disclosure index for specific approval opinion on fund occupation from CPA	Refer to www.cninfo.com.cn on April 30, 2016, Announcement No. 2016-041 , <i>Chongqing Jianshe Motorcycle Co., Ltd. the Statement of Special Auditing on Capital Appropriation by Holding Shareholder or Related Parties</i>

Chongqing Jianshe Motorcycle Co., Ltd.

Chairman of the board:Li Huaguang

April 27,2016