

Shenzhen China Bicycle Company (Holdings) Limited
THE THIRD QUARTERLY REPORT FOR 2016

October 2016

Section I. Important Notes

Board of Directors and the Supervisory Committee of SHENZHEN CHINA BICYCLE COMPANY (HOLDINGS) LIMITED (hereinafter referred to as the Company) and its directors, supervisors and senior executives hereby confirm that there are no any fictitious statements, misleading statements, or important omissions carried in this report, and shall take all responsibilities, individual and/or joint, for the reality, accuracy and completion of the whole contents.

All directors of the Company are attended the Meeting for quarterly report deliberation.

Principal of the Company Li Hai, Person in Charge of Accounting Works Sun Longlong and Person in Charge of Accounting Organ (Accounting Officer) Zhong Xiaojin hereby confirm that the Financial Report of the Third Quarterly Report is authentic, accurate and complete.

Section II. Main accounting data and changes of shareholders

I. Main accounting data and 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

	Current period-end	Period-end of last year	Increase/decrease	
Total assets (RMB)	63,419,158.18	45,869,094.97	38.26%	
Net assets attributable to shareholders of listed company (RMB)	13,845,614.31	11,765,046.11	17.68%	
	Current period	Increase/decrease in comparison with same period of last year	Year-begin to end of the Period	Increase/decrease in comparison with year-begin to Period-end of last year
Operating revenue (RMB)	54,175,577.57	-13.72%	119,949,590.90	-13.91%
Net profit attributable to shareholders of the listed company (RMB)	1,632,211.91	1,238.60%	2,080,568.20	286.65%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	1,467,114.11	2,204.37%	1,661,041.62	271.75%
Net cash flow arising from operating activities (RMB)	--	--	-5,707,875.47	7,195.74%
Basic earnings per share (RMB/Share)	0.0030	1,400.00%	0.0038	280.00%
Diluted earnings per share (RMB/Share)	0.0030	1,400.00%	0.0038	280.00%
Weighted average ROE	12.53%	11.53%	16.25%	11.83%

In RMB

Item	Amount from year-begin to end of the Period	Note
Other gains/losses qualify the definition of non-recurring gains and losses	560,519.82	

Less: impact on income tax	140,129.96	
Impact on minority shareholders' equity (post-tax)	863.28	
Total	419,526.58	--

Concerning the extraordinary profit (gain)/loss defined by *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, and the items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, explain reasons

Applicable Not applicable

In reporting period, the Company has no particular about items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*.

II. Statement of the total shareholders and shares-held of top ten shareholders at end of the Period

1. Number of common shareholders and preference shareholders with voting rights recovered and top ten common shareholders

In share

Total number of common shareholders at the end of report period	53,355	Total preference shareholders with voting rights recovered at end of reporting period (if applicable)	0			
Top ten shareholders						
Shareholders	Nature of shareholder	Proportion of shares held	Amount of shares held	Amount of restricted shares held	Number of share pledged/frozen	
					State of share	Amount
Shenzhen Guosheng Energy Investment Development Co., Ltd.	Domestic non-State-owned legal person	11.52%	63,508,747	0		
UOB (H.K.) Co., Ltd.	Foreign legal person	2.89%	15,907,850	0		
Guosen Securities (H.K.) Co., Ltd.	Foreign legal person	2.54%	13,988,425	0		
Shenwan Hongyuan Securities (Hongkong) Co., Ltd.	Foreign legal person	1.08%	5,959,357	0		
CMS H.K. Co., Ltd.	State-owned legal person	0.72%	3,964,790	0		
Li Huili	Domestic nature	0.71%	3,891,124	0		

	person				
Xu Hongbo	Domestic nature person	0.57%	3,137,419	0	
Zong Bin	Domestic nature person	0.55%	3,053,800	0	
Zeng Ying	Domestic nature person	0.54%	3,000,000	0	
Specific account of property disposition for bankruptcy enterprise of CBC	Domestic non-State-owned legal person	0.47%	2,602,402	0	
Particular about top ten shareholders with un-restrict shares held					
Shareholders	Amount of un-restrict shares held	Type of shares			
		Type	Amount		
Shenzhen Guosheng Energy Investment Development Co., Ltd.	63,508,747	RMB ordinary shares	63,508,747		
UOB (H.K.) Co., Ltd.	15,907,850	Domestically listed foreign shares	15,907,850		
Guosen Securities (H.K.) Co., Ltd.	13,988,425	Domestically listed foreign shares	13,988,425		
Shenwan Hongyuan Securities (Hongkong) Co., Ltd.	5,959,357	Domestically listed foreign shares	5,959,357		
CMS H.K. Co., Ltd.	3,964,790	Domestically listed foreign shares	3,964,790		
Li Huili	3,891,124	Domestically listed foreign shares	3,891,124		
Xu Hongbo	3,137,419	Domestically listed foreign shares	3,137,419		
Zong Bin	3,053,800	RMB ordinary shares	3,053,800		
Zeng Ying	3,000,000	Domestically listed foreign shares	3,000,000		
Specific account of property disposition for bankruptcy enterprise of CBC	2,602,402	RMB ordinary shares	1,383,313		
		Domestically listed foreign shares	1,219,089		
Explanation on associated relationship among the aforesaid shareholders	Li Huili, the spouse of actual controller Ji Hanfei, holding B-share of the Company on behalf of Shenzhen Guosheng Energy Investment Development Co., Ltd., beyond that, the Company has no idea of whether other circulated shareholders belong to concerted action persons ruled in the Administration Norms for Information Disclosure of Change on Shareholding of Shareholders of Listed Companies.				

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 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 of shareholders with preferred stock held and the top ten shareholdings

Applicable Not applicable

Section III. Important events

I. Particular about major changes from items of main accounting statements and financial indexes as well as reasons

√ Applicable □ Not applicable

In RMB

Items	Closing Period or Current Period	Opening Period or same period last year	Changes	Reasons
Monetary Fund	18,084,366.19	26,752,065.66	-32.40%	Change of the settlement means and purchasing fixed assets
Note receivable	9,106,518.00			Change of the settlement means
Accounts receivable	20,449,192.45	9,195,296.32	122.39%	Mainly due to the receivable increased for peak seasons
Advance payment	2,878,925.12	397,833.20	623.65%	The agency fee, paid in advance for preparing the private placements
Fixed assets	3,813,112.98	1,007,906.43	278.32%	Purchasing fixed assets in the Period
Accounts payable	20,374,808.39	7,787,813.83	161.62%	Account receivable increased due to making up the order for peak season from subsidiary
Payment in advance	3,216,434.91	2,024,718.30	58.86%	Account received in advance increased due to making up the order for peak season from subsidiary
Tax payable	2,750,775.13	1,271,303.96	116.37%	The VAT and corporate income tax increased
Operating profit	3,362,745.50	1,014,676.17	231.41%	Mainly because the adjustment for product structure and sales costs declined
Income tax expense	1,014,665.68	345,032.59	194.08%	Total profit growth
Net profit	2,908,599.64	791,365.58	267.54%	Mainly because the adjustment for product structure and sales costs declined
Net cash flows from operating activities	-5,707,875.47	-78,235.71	7195.74%	The agency fee, paid in advance for preparing the private placements and change of the settlement means
Net cash flow from investing activities	-2,959,824.00	-253,346.61	1068.29%	Purchasing more fixed assets

II. Progress of significant events, their influences, and analysis and explanation of their solutions

√ Applicable □ Not applicable

The Company planning a private placement in July 2016, and the placement still in progress so far.

Overview	Date for disclosure	Information index for temporary report disclosure
Notice of Suspension for Planning a Private Placement	2016-07-04	<i>Securities Times, Hong Kong Commercial Daily</i> and Juchao Website www.cninfo.com.cn
Notice of Progress of Planning a Private Placement	2016-07-15	<i>Securities Times, Hong Kong Commercial Daily</i> and Juchao Website www.cninfo.com.cn
Notice of Progress of Planning a Private Placement	2016-07-22	<i>Securities Times, Hong Kong Commercial Daily</i> and Juchao Website www.cninfo.com.cn
Notice of Resolution of the 19 th Session (temporary) of 9 th BOD	2016-07-28	<i>Securities Times, Hong Kong Commercial Daily</i> and Juchao Website www.cninfo.com.cn
Notice of Resolution of the 6 th Session (temporary) of 8 th Supervisory Committee	2016-07-28	<i>Securities Times, Hong Kong Commercial Daily</i> and Juchao Website www.cninfo.com.cn
Plan of the Private Placement of A-Share for Year of 2016 of CBC	2016-07-28	<i>Securities Times, Hong Kong Commercial Daily</i> and Juchao Website www.cninfo.com.cn
Notice of Outward Investment	2016-07-28	<i>Securities Times, Hong Kong Commercial Daily</i> and Juchao Website www.cninfo.com.cn
Notice of Resumption	2016-07-28	<i>Securities Times, Hong Kong Commercial Daily</i> and Juchao Website www.cninfo.com.cn

III. Commitments that the company, shareholders, actual controller, offeror, directors, supervisors, senior management or other related parties have fulfilled during the reporting period and have not yet fulfilled by the end of reporting period

Applicable Not applicable

The Company had no commitments that the company, shareholders, actual controller, offeror, directors, supervisors, senior management or other related parties have fulfilled during the reporting period and have not yet fulfilled by the end of reporting period.

IV. Estimation of operation performance for year of 2016

Estimation of accumulative net profit from the beginning of the year to the end of next report period to be loss probably or the warning of its material change compared with the corresponding period of the last year and explanation of reason

Applicable Not applicable

V. Particular about security investment

Applicable Not applicable

The Company had no security investment in Period.

VI. Particulars about derivatives investment

Applicable Not applicable

The Company had no derivatives investment in Period.

VII. Registration form of receiving research, communication and interview in the report period

Applicable Not applicable

Time	Way	Type	Basic situation index of investigation
July to September 2016	Telephone communication	Individual	Reorganization of the Company

VIII. Guarantee outside against the regulation

Applicable Not applicable

The Company had no guarantee outside against the regulation in the period.

IX. Non-operational fund occupation from controlling shareholders and its related party

Applicable Not applicable

The Company had no non-operational fund occupation form controlling shareholders and its related party in the period.

Section IV. Financial Statement

I. Financial statement

1. Consolidated Balance Sheet

Prepared by SHENZHEN CHINA BICYCLE COMPANY (HOLDINGS) LIMITED

2016-09-30

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	18,084,366.19	26,752,065.66
Settlement provisions		
Capital lent		
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes receivable	9,106,518.00	
Accounts receivable	20,449,192.45	9,195,296.32
Accounts paid in advance	2,878,925.12	397,833.20
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Interest receivable		
Dividend receivable		
Other receivables	850,851.60	395,523.78
Purchase restituted finance asset		
Inventories	4,946,875.53	4,057,247.68
Divided into assets held for sale		
Non-current asset due within one year		
Other current assets		209,155.59
Total current assets	56,316,728.89	41,007,122.23
Non-current assets:		
Loans and payments on behalf		

Finance asset available for sales		
Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment		
Investment property		
Fixed assets	3,813,112.98	1,007,906.43
Construction in progress		
Engineering material		
Disposal of fixed asset		
Productive biological asset		
Oil and gas asset		
Intangible assets	3,200,250.00	3,765,000.00
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned		
Deferred income tax asset	89,066.31	89,066.31
Other non-current asset		
Total non-current asset	7,102,429.29	4,861,972.74
Total assets	63,419,158.18	45,869,094.97
Current liabilities:		
Short-term loans		
Loan from central bank		
Absorbing deposit and interbank deposit		
Capital borrowed		
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes payable		
Accounts payable	20,374,808.39	7,787,813.83
Accounts received in advance	3,216,434.91	2,024,718.30
Selling financial asset of repurchase		
Commission charge and commission payable		

Wage payable	1,256,448.60	1,384,667.20
Taxes payable	2,750,775.13	1,271,303.96
Interest payable		
Dividend payable		
Other accounts payable	19,521,860.19	20,010,360.36
Reinsurance payables		
Insurance contract reserve		
Security trading of agency		
Security sales of agency		
Divided into liability held for sale		
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	47,120,327.22	32,478,863.65
Non-current liabilities:		
Long-term loans		
Bonds payable		
Including: preferred stock		
Perpetual capital securities		
Long-term account payable		
Long-term wages payable		
Special accounts payable		
Projected liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities		
Total liabilities	47,120,327.22	32,478,863.65
Owner's equity:		
Share capital	551,347,947.00	551,347,947.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	627,834,297.85	627,834,297.85

Less: Inventory shares		
Other comprehensive income		
Reasonable reserve		
Surplus public reserve	32,673,227.01	32,673,227.01
Provision of general risk		
Retained profit	-1,198,009,857.55	-1,200,090,425.75
Total owner's equity attributable to parent company	13,845,614.31	11,765,046.11
Minority interests	2,453,216.65	1,625,185.21
Total owner's equity	16,298,830.96	13,390,231.32
Total liabilities and owner's equity	63,419,158.18	45,869,094.97

Legal Representative: Li Hai

Person in charge of Accounting Works: Sun Longlong

Person in charge of Accounting Institution: Zhong Xiaojin

2. Balance Sheet of Parent Company

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	822,908.65	1,199,934.09
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes receivable		
Accounts receivable	103,804.81	
Account paid in advance	2,661,527.11	82,848.00
Interest receivable		
Dividends receivable		
Other receivables	7,553,166.52	12,579,547.00
Inventories		
Divided into assets held for sale		
Non-current assets maturing within one year		
Other current assets		
Total current assets	11,141,407.09	13,862,329.09

Non-current assets:		
Available-for-sale financial assets		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	10,379.73	10,379.73
Investment property		
Fixed assets	3,587,925.14	740,727.77
Construction in progress		
Project materials		
Disposal of fixed assets		
Productive biological assets		
Oil and natural gas assets		
Intangible assets	3,200,250.00	3,765,000.00
Research and development costs		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets		
Other non-current assets		
Total non-current assets	6,798,554.87	4,516,107.50
Total assets	17,939,961.96	18,378,436.59
Current liabilities:		
Short-term borrowings		
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes payable		
Accounts payable		
Accounts received in advance		
Wage payable	129,385.25	290,130.11
Taxes payable	-429,006.58	-278,741.70
Interest payable		
Dividend payable		
Other accounts payable	10,107,761.43	10,383,721.15

Divided into liability held for sale		
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	9,808,140.10	10,395,109.56
Non-current liabilities:		
Long-term loans		
Bonds payable		
Including: preferred stock		
Perpetual capital securities		
Long-term account payable		
Long-term wages payable		
Special accounts payable		
Projected liabilities		
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities		
Total liabilities	9,808,140.10	10,395,109.56
Owners' equity:		
Share capita	551,347,947.00	551,347,947.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	627,834,297.85	627,834,297.85
Less: Inventory shares		
Other comprehensive income		
Reasonable reserve		
Surplus reserve	32,673,227.01	32,673,227.01
Retained profit	-1,203,723,650.00	-1,203,872,144.83
Total owner's equity	8,131,821.86	7,983,327.03
Total liabilities and owner's equity	17,939,961.96	18,378,436.59

3. Consolidated Profit Statement (Current Period)

In RMB

Item	Current Period	Last Period
I. Total operating income	54,175,577.57	62,791,436.14
Including: Operating income	54,175,577.57	62,791,436.14
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	51,187,078.04	62,565,197.62
Including: Operating cost	48,076,785.50	58,921,893.66
Interest expense		
Commission charge and commission expense		
Cash surrender value		
Net amount of expense of compensation		
Net amount of withdrawal of insurance contract reserve		
Bonus expense of guarantee slip		
Reinsurance expense		
Operating tax and extras	206,942.50	161,507.12
Sales expenses	1,545,358.06	2,265,217.29
Administration expenses	1,372,408.89	1,244,192.30
Financial expenses	-14,416.91	-27,612.75
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with "-")		
Investment income (Loss is listed with "-")		
Including: Investment income on affiliated company and joint venture		
Exchange income (Loss is listed with "-")		
III. Operating profit (Loss is listed with "-")	2,988,499.53	226,238.52

Add: Non-operating income	220,577.00	79,140.00
Including: Disposal gains of non-current asset		
Less: Non-operating expense	638.00	1,450.00
Including: Disposal loss of non-current asset		
IV. Total Profit (Loss is listed with “-”)	3,208,438.53	303,928.52
Less: Income tax expense	818,770.47	105,139.80
V. Net profit (Net loss is listed with “-”)	2,389,668.06	198,788.72
Net profit attributable to owner’s of parent company	1,632,211.91	121,934.11
Minority shareholders’ gains and losses	757,456.15	76,854.61
VI. Net after-tax of other comprehensive income		
Net after-tax of other comprehensive income attributable to owners of parent company		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		
2. Share of the other comprehensive income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		

3. Gains or losses arising from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
Net after-tax of other comprehensive income attributable to minority shareholders		
VII. Total comprehensive income	2,389,668.06	198,788.72
Total comprehensive income attributable to owners of parent Company	1,632,211.91	121,934.11
Total comprehensive income attributable to minority shareholders	757,456.15	76,854.61
VIII. Earnings per share:		
(i) Basic earnings per share	0.0030	0.0002
(ii) Diluted earnings per share	0.0030	0.0002

Enterprise combine under the same control in the Period, the combined party realized net profit of 0 Yuan before combination, and realized 0 Yuan at last period for combined party

Legal Representative: Li Hai

Person in charge of Accounting Works: Sun Longlong

Person in charge of Accounting Institution: Zhong Xiaojin

4. Profit Statement of Parent Company (Current Period)

In RMB

Item	Current Period	Last Period
I. Operating income	1,265,426.67	1,620,464.44
Less: Operating cost	688,506.70	799,954.71
Operating tax and extras		85,047.01
Sales expenses		
Administration expenses	932,878.31	871,047.64
Financial expenses	-195.57	-501.58
Losses of devaluation of asset		

Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)		
Including: Investment income on affiliated company and joint venture		
II. Operating profit (Loss is listed with “-”)	-355,762.77	-135,083.34
Add: Non-operating income	220,577.00	79,140.00
Including: Disposal gains of non-current asset		
Less: Non-operating expense		1,450.00
Including: Disposal loss of non-current asset		
III. Total Profit (Loss is listed with “-”)	-135,185.77	-57,393.34
Less: Income tax expense		
IV. Net profit (Net loss is listed with “-”)	-135,185.77	-57,393.34
V. Net after-tax of other comprehensive income		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		
2. Share of the other comprehensive income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		

2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
VI. Total comprehensive income	-135,185.77	-57,393.34
VII. Earnings per share:		
(i) Basic earnings per share	-0.0002	-0.0001
(ii) Diluted earnings per share	-0.0002	-0.0001

5. Consolidated Cash Flow Statement (year-begin to end of this period)

In RMB

Item	Current Period	Last Period
I. Total operating income	119,949,590.90	139,328,236.82
Including: Operating income	119,949,590.90	139,328,236.82
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	116,586,845.40	138,313,560.65
Including: Operating cost	108,398,018.87	128,914,415.77
Interest expense		
Commission charge and commission expense		
Cash surrender value		
Net amount of expense of compensation		
Net amount of withdrawal of insurance contract reserve		
Bonus expense of guarantee slip		
Reinsurance expense		

Operating tax and extras	278,067.89	392,747.65
Sales expenses	4,773,540.42	5,876,825.16
Administration expenses	3,721,048.96	3,799,261.70
Financial expenses	-558,942.46	-647,841.20
Losses of devaluation of asset	-24,888.28	-21,848.43
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)		
Including: Investment income on affiliated company and joint venture		
Exchange income (Loss is listed with “-”)		
III. Operating profit (Loss is listed with “-”)	3,362,745.50	1,014,676.17
Add: Non-operating income	562,666.82	128,528.00
Including: Disposal gains of non-current asset		
Less: Non-operating expense	2,147.00	6,806.00
Including: Disposal loss of non-current asset		
IV. Total Profit (Loss is listed with “-”)	3,923,265.32	1,136,398.17
Less: Income tax expense	1,014,665.68	345,032.59
V. Net profit (Net loss is listed with “-”)	2,908,599.64	791,365.58
Net profit attributable to owner’s of parent company	2,080,568.20	538,106.97
Minority shareholders’ gains and losses	828,031.44	253,258.61
VI. Net other comprehensive income after-tax		
Net other comprehensive income after-tax attributable to owners of parent company		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		
2. Share of the other comprehensive income of the investee accounted for using equity method which		

will not be reclassified subsequently to profit and loss		
(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
Net other comprehensive income after-tax attributable to minority		
VII. Total other consolidated income	2,908,599.64	791,365.58
Total consolidated income attributable to owners of parent company	2,080,568.20	538,106.97
Total consolidated income attributable to minority shareholders	828,031.44	253,258.61
VIII. Earnings per share:		
(i) Basic earnings per share	0.0038	0.0010
(ii) Diluted earnings per share	0.0038	0.0010

As for the business merger under the same control in the Period, 0.00 Yuan net profit realized before merger by the combined party, the net profit for combined party in last period was 0.00 Yuan.

6. Profit Statement of parent company (from year-begin to end of this period)

In RMB

Item	Current period	Prior period
I. Operating income	4,742,196.93	5,459,397.77
Less: operating cost	2,780,550.26	2,630,101.44
Operating tax and extras	27,518.91	235,705.41
Sales expenses		
Administration expenses	2,247,781.72	2,766,763.66
Financial expenses	-23.34	-139.47
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)		
Including: Investment income on affiliated company and joint venture		
II. Operating profit (Loss is listed with “-”)	-313,630.62	-173,033.27
Add: Non-operating income	558,192.00	128,528.00
Including: Disposal gains of non-current asset		
Less: Non-operating expense	1,509.00	6,806.00
Including: Disposal loss of non-current asset		
III. Total Profit (Loss is listed with “-”)	243,052.38	-51,311.27
Less: Income tax expense	94,557.55	1,518.53
IV. Net profit (Net loss is listed with “-”)	148,494.83	-52,829.80
V. Net other comprehensive income after-tax		
(I) Other comprehensive income items which will not be reclassified subsequently to profit of loss		
1. Changes as a result of re-measurement of net defined benefit plan liability or asset		
2. Share of the other comprehensive income of the investee accounted for using equity method which will not be reclassified subsequently to profit and loss		

(II) Other comprehensive income items which will be reclassified subsequently to profit or loss		
1. Share of the other comprehensive income of the investee accounted for using equity method which will be reclassified subsequently to profit or loss		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		
3. Gains or losses arising from reclassification of held-to-maturity investment as available-for-sale financial assets		
4. The effect hedging portion of gains or losses arising from cash flow hedging instruments		
5. Translation differences arising on translation of foreign currency financial statements		
6. Other		
VI. Total comprehensive income	148,494.83	-52,829.80
VII. Earnings per share:		
(i) Basic earnings per share	0.0003	-0.0001
(ii) Diluted earnings per share	0.0003	-0.0001

7. Consolidated Cash Flow Statement (from year-begin to end of this period)

In RMB

Item	Current period	Prior period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	51,251,394.74	71,823,069.90
Net increase of customer deposit and interbank deposit		
Net increase of loan from central bank		
Net increase of capital borrowed from other financial institution		
Cash received from original insurance contract fee		

Net cash received from reinsurance business		
Net increase of insured savings and investment		
Net increase of amount from disposal financial assets that measured by fair value and with variation reckoned into current gains/losses		
Cash received from interest, commission charge and commission		
Net increase of capital borrowed		
Net increase of returned business capital		
Write-back of tax received		
Other cash received concerning operating activities	4,616,717.46	5,632,649.25
Subtotal of cash inflow arising from operating activities	55,868,112.20	77,455,719.15
Cash paid for purchasing commodities and receiving labor service	45,331,191.15	60,378,877.42
Net increase of customer loans and advances		
Net increase of deposits in central bank and interbank		
Cash paid for original insurance contract compensation		
Cash paid for interest, commission charge and commission		
Cash paid for bonus of guarantee slip		
Cash paid to/for staff and workers	4,832,051.33	5,328,699.45
Taxes paid	1,889,273.30	2,985,300.96
Other cash paid concerning operating activities	9,523,471.89	8,841,077.03
Subtotal of cash outflow arising from operating activities	61,575,987.67	77,533,954.86
Net cash flows arising from operating activities	-5,707,875.47	-78,235.71
II. Cash flows arising from investing activities:		
Cash received from recovering investment		
Cash received from investment income		

Net cash received from disposal of fixed, intangible and other long-term assets		
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities		
Cash paid for purchasing fixed, intangible and other long-term assets	2,959,824.00	253,346.61
Cash paid for investment		
Net increase of mortgaged loans		
Net cash received from subsidiaries and other units		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	2,959,824.00	253,346.61
Net cash flows arising from investing activities	-2,959,824.00	-253,346.61
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Including: Cash received from absorbing minority shareholders' investment by subsidiaries		
Cash received from loans		
Cash received from issuing bonds		
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities		
Cash paid for settling debts		
Cash paid for dividend and profit distributing or interest paying		
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities		

Subtotal of cash outflow from financing activities		
Net cash flows arising from financing activities		
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate		
V. Net increase of cash and cash equivalents	-8,667,699.47	-331,582.32
Add: Balance of cash and cash equivalents at the period -begin	26,752,065.66	30,163,866.78
VI. Balance of cash and cash equivalents at the period -end	18,084,366.19	29,832,284.46

8. Cash Flow Statement of parent company (from year-begin to end of this period)

In RMB

Item	Current period	Prior period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services		38,250.00
Write-back of tax received		
Other cash received concerning operating activities	10,988,782.41	9,867,887.05
Subtotal of cash inflow arising from operating activities	10,988,782.41	9,906,137.05
Cash paid for purchasing commodities and receiving labor service	32,356.80	643,453.70
Cash paid to/for staff and workers	1,428,400.08	1,967,399.00
Taxes paid	408,315.93	926,193.21
Other cash paid concerning operating activities	6,536,911.04	6,675,282.17
Subtotal of cash outflow arising from operating activities	8,405,983.85	10,212,328.08
Net cash flows arising from operating activities	2,582,798.56	-306,191.03
II. Cash flows arising from investing activities:		
Cash received from recovering investment		
Cash received from investment income		
Net cash received from disposal of fixed, intangible and other long-term		

assets		
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities		
Cash paid for purchasing fixed, intangible and other long-term assets	2,959,824.00	222,222.22
Cash paid for investment		
Net cash received from subsidiaries and other units		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	2,959,824.00	222,222.22
Net cash flows arising from investing activities	-2,959,824.00	-222,222.22
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Cash received from loans		
Cash received from issuing bonds		
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities		
Cash paid for settling debts		
Cash paid for dividend and profit distributing or interest paying		
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities		
Net cash flows arising from financing activities		
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate		
V. Net increase of cash and cash equivalents	-377,025.44	-528,413.25

Add: Balance of cash and cash equivalents at the period -begin	1,199,934.09	1,363,097.01
VI. Balance of cash and cash equivalents at the period -end	822,908.65	834,683.76

II. Audit report

Whether the third quarter report was audited or not

Yes No

The third quarter report of the Company has not been audited

Board of Director of
Shenzhen China Bicycle Company (Holdings) Limited
27 October 2016