

Shenzhen China Bicycle Company (Holdings) Limited
THE THIRD QUARTERLY REPORT FOR 2015

October 2015

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)	68,066,681.49	51,489,647.55	32.19%	
Net assets attributable to shareholders of listed company (RMB)	12,441,454.64	11,903,347.67	4.52%	
	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)	62,791,436.14	-17.69%	139,328,236.82	-13.97%
Net profit attributable to shareholders of the listed company (RMB)	121,934.11	-91.94%	538,106.97	-84.12%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	63,666.61	-105.16%	446,815.47	-111.38%
Net cash flow arising from operating activities(RMB)	--	--	-78,235.71	-102.45%
Basic earnings per share (RMB/Share)	0.0002	-92.59%	0.0010	-83.61%
Diluted earnings per share (RMB/Share)	0.0002	-92.59%	0.0010	-83.61%
Weighted average ROE	1.00%	-14.70%	4.42%	-34.50%

Items and amount of extraordinary profit (gains)/losses

Applicable Not applicable

In RMB

Item	Amount from year-begin to end of the Period	Note
Other gains/losses qualify the definition of non-recurring gains	121,722.00	

and losses		
Less: impact on income tax	30,430.50	
Total	91,291.50	--

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

In share

Total common shareholders in reporting period-end		45,495				
Shares-held of top ten common 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	2.22%	12,257,850	0		
China Railway Trust Co., Ltd. - CRTIC• Yin Tianshi Phase I Structured Securities Assembled Funds Trust Plan	Domestic non-State-owned legal person	1.74%	9,585,270	0		
Specific account	Domestic	1.53%	8,450,002	0		

of property disposition for bankruptcy enterprise of CBC	non-State-owned legal person				
Shang H.K. Wanguo Securities	Foreign legal person	1.24%	6,810,994	0	
Guosen Securities (H.K.) Co., Ltd.	Foreign legal person	0.99%	5,465,351	0	
Li Huili	Domestic nature person	0.71%	3,891,124	0	
CMS H.K. Co., Ltd.	State-owned legal person	0.68%	3,758,290	0	
Zhu Xiaowei	Domestic nature person	0.67%	3,695,753	0	
Yao Ming	Domestic nature person	0.64%	3,506,100	0	
Particular about top ten common shareholders with un-restrict shares held					
Shareholders	Amount of un-restrict common 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.	12,257,850	Domestically listed foreign shares	12,257,850		
China Railway Trust Co., Ltd. - CRTIC• Yin Tianshi Phase I Structured Securities Assembled Funds Trust Plan	9,585,270	RMB ordinary shares	9,585,270		
Specific account of property disposition for bankruptcy enterprise of CBC	8,450,002	RMB ordinary shares	4,655,913		
		Domestically listed foreign shares	3,794,089		
Shang H.K. Wanguo Securities	6,810,994	Domestically listed foreign shares	6,810,994		
Guosen Securities (H.K.) Co., Ltd.	5,465,351	Domestically listed foreign	5,465,351		

		shares	
Li Huili	3,891,124	Domestically listed foreign shares	3,891,124
CMS H.K. Co., Ltd.	3,758,290	Domestically listed foreign shares	3,758,290
Zhu Xiaowei	3,695,753	RMB ordinary shares	3,695,753
Yao Ming	3,506,100	Domestically listed foreign shares	3,506,100
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.		
Explanation on shareholders involving margin business about top ten common shareholders with un-restrict shares held (if applicable)	--		

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 in Period-end

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

Items	Current Period	Opening Period or same period last year	Changes	Reasons
Note receivable	4,414,642.00	2,200,000.00	100.67%	Change of settlement way
Account receivable	10,872,887.93	6,790,982.50	60.11%	Sales peak season for subsidiary
Account paid in advance	872,827.91	348,277.01	150.61%	Subsidiary prepare goods for the peak season
Inventory	16,488,188.83	6,171,307.53	167.17%	Subsidiary prepare goods for the peak season
Fixed assets	1,042,292.12	773,961.84	34.67%	New fixed assets are purchased in the Period
Account payable	26,436,244.73	10,278,377.96	157.20%	Subsidiary prepare goods for the peak season
Account received in advance	4,758,172.96	2,595,736.07	83.31%	Subsidiary prepare goods for the peak season
Wages payable	950,030.99	1,772,814.72	-46.41%	The wages payable are paid in the Period
Taxes payable	1,142,255.80	2,232,187.80	-48.83%	The enterprise income tax for year of 2014 paid in the Period
Administration expenses	3,799,261.70	8,232,826.01	-53.85%	Follow-up expenses of reorganization such as plant rent ect. are paid at same period of last year
Finance expenses	-647,841.20	-116,074.94	458.12%	Revenue from interest increased
Non-operation revenue	128,528.00	7,980,988.65	-98.39%	The operation fund for year of 2014 reserved by administartor are received at same period of last year

Income tax expenses	345,032.59	1,405,727.56	-75.46%	Total profit declined
Other cash received relating with operation activities	5,632,649.25	114,436,167.03	-95.08%	The enterprise income tax for year of 2014 are received by administrator at same period of last year
Taxes paid	2,985,300.96	95,009,998.10	-96.86%	The enterprise income tax for year of 2014 are paid at same period of last year
Other cash paid relating with operation activities	8,841,077.03	13,886,396.82	-36.33%	Follow-up expenses of reorganization such as plant rent ect. are paid at same period of last year

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

Applicable Not applicable

III. Commitments made by the Company or shareholders holding above 5% shares of the Company in reporting period or made in previous period and extending to reporting period.

Applicable Not applicable

The Company had no commitment made by the Company or shareholders holding above 5% shares of the Company in reporting

IV. Estimation of operation performance for year of 2015

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. Explanation on equity of other listed company held

Applicable Not applicable

No security investment in Period.

VII. Particulars about derivatives investment

Applicable Not applicable

The Company had no derivatives investment in Period.

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

Applicable Not applicable

Date	Place	Way	Type	Object	Content discussed and documents provided
From July to September 2015	The company office	Telephone	Personal	Shareholder of tradable shares	Reorganization of the Company

IX. External guarantee get out of line

Applicable Not applicable

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

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

Applicable Not applicable

There are no controlling shareholder and its related parties occupying non-business capital of the listed company in Period.

Section IV. Financial Statement

I. Financial statement

1. Consolidated Balance Sheet

Prepared by SHENZHEN CHINA BICYCLE COMPANY (HOLDINGS) LIMITED

2015-09-30

In RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	29,832,284.46	30,163,866.78
Settlement provisions		
Capital lent		
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes receivable	4,414,642.00	2,200,000.00
Accounts receivable	10,872,887.93	6,790,982.50
Accounts paid in advance	872,827.91	348,277.01
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Interest receivable		
Dividend receivable		
Other receivables	578,311.16	511,254.81
Purchase restituted finance asset		
Inventories	16,488,188.83	6,171,307.53
Divided into assets held for sale		
Non-current asset due within one year		
Other current assets		
Total current assets	63,059,142.29	46,185,688.63
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	1,042,292.12	773,961.84
Construction in progress		
Engineering material		
Disposal of fixed asset		
Productive biological asset		
Oil and gas asset		
Intangible assets	3,953,250.00	4,518,000.00
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned		
Deferred income tax asset	11,997.08	11,997.08
Other non-current asset		
Total non-current asset	5,007,539.20	5,303,958.92
Total assets	68,066,681.49	51,489,647.55
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	26,436,244.73	10,278,377.96
Accounts received in advance	4,758,172.96	2,595,736.07
Selling financial asset of repurchase		
Commission charge and commission payable		

Wage payable	950,030.99	1,772,814.72
Taxes payable	1,142,255.80	2,232,187.80
Interest payable		
Dividend payable		
Other accounts payable	20,492,505.36	21,114,424.93
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	53,779,209.84	37,993,541.48
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	53,779,209.84	37,993,541.48
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	627,834,243.83	627,834,243.83

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	-1,199,413,963.20	-1,199,952,070.17
Total owner's equity attributable to parent company	12,441,454.64	11,903,347.67
Minority interests	1,846,017.01	1,592,758.40
Total owner's equity	14,287,471.65	13,496,106.07
Total liabilities and owner's equity	68,066,681.49	51,489,647.55

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	834,683.76	1,363,097.01
Financial liability measured by fair value and with variation reckoned into current gains/losses		
Derivative financial liability		
Notes receivable		
Accounts receivable	656,916.00	694,416.00
Account paid in advance	89,024.10	140,275.00
Interest receivable		
Dividends receivable		
Other receivables	11,690,445.32	13,714,033.12
Inventories	238,294.63	
Divided into assets held for sale		
Non-current assets maturing within one year		
Other current assets		
Total current assets	13,509,363.81	15,911,821.13

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	767,508.39	624,330.89
Construction in progress		
Project materials		
Disposal of fixed assets		
Productive biological assets		
Oil and natural gas assets		
Intangible assets	3,953,250.00	4,518,000.00
Research and development costs		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets		
Other non-current assets		
Total non-current assets	4,731,138.12	5,152,710.62
Total assets	18,240,501.93	21,064,531.75
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		294,300.00
Accounts received in advance		
Wage payable	19,597.81	568,210.39
Taxes payable	-324,278.36	309,944.51
Interest payable		
Dividend payable		
Other accounts payable	10,400,721.15	11,694,785.72

Divided into liability held for sale		
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	10,096,040.60	12,867,240.62
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	10,096,040.60	12,867,240.62
Owners' equity:		
Share capita	551,347,947.00	551,347,947.00
Other equity instrument		
Including: preferred stock		
Perpetual capital securities		
Capital public reserve	627,834,243.83	627,834,243.83
Less: Inventory shares		
Other comprehensive income		
Reasonable reserve		
Surplus reserve	32,673,227.01	32,673,227.01
Retained profit	-1,203,710,956.51	-1,203,658,126.71
Total owner's equity	8,144,461.33	8,197,291.13
Total liabilities and owner's equity	18,240,501.93	21,064,531.75

3. Consolidated Profit Statement (Current Period)

In RMB

Item	Current Period	Last Period
I. Total operating income	62,791,436.14	76,284,807.38
Including: Operating income	62,791,436.14	76,284,807.38
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	62,565,197.62	77,003,467.33
Including: Operating cost	58,921,893.66	70,033,488.38
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	161,507.12	148,363.52
Sales expenses	2,265,217.29	3,683,959.98
Administration expenses	1,244,192.30	3,155,455.97
Financial expenses	-27,612.75	-17,800.52
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 “-”)	226,238.52	-718,659.95

Add: Non-operating income	79,140.00	3,078,630.28
Including: Disposal gains of non-current asset		
Less: Non-operating expense	1,450.00	698.00
Including: Disposal loss of non-current asset		
IV. Total Profit (Loss is listed with “-”)	303,928.52	2,359,272.33
Less: Income tax expense	105,139.80	616,041.31
V. Net profit (Net loss is listed with “-”)	198,788.72	1,743,231.02
Net profit attributable to owner’s of parent company	121,934.11	1,513,462.59
Minority shareholders’ gains and losses	76,854.61	229,768.43
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	198,788.72	1,743,231.02
Total comprehensive income attributable to owners of parent Company	121,934.11	1,513,462.59
Total comprehensive income attributable to minority shareholders	76,854.61	229,768.43
VIII. Earnings per share:		
(i) Basic earnings per share	0.0002	0.0027
(ii) Diluted earnings per share	0.0002	0.0027

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	1,620,464.44	1,919,458.42
Less: Operating cost	799,954.71	818,991.53
Operating tax and extras	85,047.01	102,065.06
Sales expenses		
Administration expenses	871,047.64	2,760,401.20
Financial expenses	-501.58	-66.99
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 “-”)	-135,083.34	-1,761,932.38
Add: Non-operating income	79,140.00	3,065,293.24
Including: Disposal gains of non-current asset		
Less: Non-operating expense	1,450.00	698.00
Including: Disposal loss of non-current asset		
III. Total Profit (Loss is listed with “-”)	-57,393.34	1,302,662.86
Less: Income tax expense		325,326.61
IV. Net profit (Net loss is listed with “-”)	-57,393.34	977,336.25
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	-57,393.34	977,336.25
VII. Earnings per share:		
(i) Basic earnings per share	-0.0001	0.0018
(ii) Diluted earnings per share	-0.0001	0.0018

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

In RMB

Item	Current Period	Last Period
I. Total operating income	139,328,236.82	161,951,441.78
Including: Operating income	139,328,236.82	161,951,441.78
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	138,313,560.65	164,398,652.97
Including: Operating cost	128,914,415.77	150,360,289.00
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	392,747.65	394,294.96
Sales expenses	5,876,825.16	5,540,562.80
Administration expenses	3,799,261.70	8,232,826.01
Financial expenses	-647,841.20	-116,074.94
Losses of devaluation of asset	-21,848.43	-13,244.86
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 “-”)	1,014,676.17	-2,447,211.19
Add: Non-operating income	128,528.00	7,980,988.65
Including: Disposal gains of non-current asset		
Less: Non-operating expense	6,806.00	23,752.00
Including: Disposal loss of non-current asset		
IV. Total Profit (Loss is listed with “-”)	1,136,398.17	5,510,025.46
Less: Income tax expense	345,032.59	1,405,727.56
V. Net profit (Net loss is listed with “-”)	791,365.58	4,104,297.90
Net profit attributable to owner’s of parent company	538,106.97	3,388,112.05
Minority shareholders’ gains and losses	253,258.61	716,185.85
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	791,365.58	4,104,297.90
Total consolidated income attributable to owners of parent company	538,106.97	3,388,112.05
Total consolidated income attributable to minority shareholders	253,258.61	716,185.85
VIII. Earnings per share:		
(i) Basic earnings per share	0.0010	0.0061
(ii) Diluted earnings per share	0.0010	0.0061

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	5,459,397.77	5,623,224.52
Less: operating cost	2,630,101.44	3,355,023.84
Operating tax and extras	235,705.41	294,261.71
Sales expenses		
Administration expenses	2,766,763.66	7,492,215.81
Financial expenses	-139.47	1,065.91
Losses of devaluation of asset		1,356.41
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 “-”)	-173,033.27	-5,520,699.16
Add: Non-operating income	128,528.00	7,827,920.15
Including: Disposal gains of non-current asset		
Less: Non-operating expense	6,806.00	17,872.00
Including: Disposal loss of non-current asset		
III. Total Profit (Loss is listed with “-”)	-51,311.27	2,289,348.99
Less: Income tax expense	1,518.53	572,337.25
IV. Net profit (Net loss is listed with “-”)	-52,829.80	1,717,011.74
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	-52,829.80	1,717,011.74
VII. Earnings per share:		
(i) Basic earnings per share	-0.0001	0.0031
(ii) Diluted earnings per share	-0.0001	0.0031

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	71,823,069.90	81,044,841.72
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	5,632,649.25	114,436,167.03
Subtotal of cash inflow arising from operating activities	77,455,719.15	195,481,008.75
Cash paid for purchasing commodities and receiving labor service	60,378,877.42	75,834,435.01
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	5,328,699.45	7,554,518.21
Taxes paid	2,985,300.96	95,009,998.10
Other cash paid concerning operating activities	8,841,077.03	13,886,396.82
Subtotal of cash outflow arising from operating activities	77,533,954.86	192,285,348.14
Net cash flows arising from operating activities	-78,235.71	3,195,660.61
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		100,500.00
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities		100,500.00
Cash paid for purchasing fixed, intangible and other long-term assets	253,346.61	464,588.02
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	253,346.61	464,588.02
Net cash flows arising from investing activities	-253,346.61	-364,088.02
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	-331,582.32	2,831,572.59
Add: Balance of cash and cash equivalents at the period -begin	30,163,866.78	26,834,171.59
VI. Balance of cash and cash equivalents at the period -end	29,832,284.46	29,665,744.18

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	9,867,887.05	120,458,163.36
Subtotal of cash inflow arising from operating activities	9,906,137.05	120,458,163.36
Cash paid for purchasing commodities and receiving labor service	643,453.70	
Cash paid to/for staff and workers	1,967,399.00	5,047,958.38
Taxes paid	926,193.21	93,125,142.32
Other cash paid concerning operating activities	6,675,282.17	21,583,654.23
Subtotal of cash outflow arising from operating activities	10,212,328.08	119,756,754.93
Net cash flows arising from operating activities	-306,191.03	701,408.43
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	222,222.22	333,100.00
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	222,222.22	333,100.00
Net cash flows arising from investing activities	-222,222.22	-333,100.00
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	-528,413.25	368,308.43

Add: Balance of cash and cash equivalents at the period -begin	1,363,097.01	1,080,836.82
VI. Balance of cash and cash equivalents at the period -end	834,683.76	1,449,145.25

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