

Stock code: 000725, 200725

Stock name: BOE A, BOE B

Announcement No.: 2017-026

BOE TECHNOLOGY GROUP CO., LTD.

ABSTRACT OF FIRST QUARTER REPORT 2017

Section I Important Statements

The board of directors (the “Board”), the supervisory board (the “Supervisory Board”), as well as the directors, supervisors and senior executive officers of BOE Technology Group Co., Ltd. (the “Company”) hereby guarantee the factuality, accuracy and completeness of the contents of this Report, and shall be jointly and severally liable for any false representation, misleading statements or material omissions in this Report.

All directors attended the board meeting for the review of this Report.

Mr. Wang Dongsheng, head of the Company, Mr. Chen Yanshun, president of the Execution Committee (chief executive officer) of the Company, Ms. Sun Yun, accounting head for this Report, and Ms. Yang Xiaoping, head of the accounting department (head of accounting), hereby guarantee that the financial statements carried in this Report are factual, accurate and complete.

This Report and its abstract have been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.

Section II Company Profile

I Key financial results

Indicate by tick mark whether the Company retroactively restated any of its accounting data due to changes of accounting policies or correction of accounting errors.

Yes No

Item	January-March 2017	January-March 2016	+/-%
Operating revenues (RMB Yuan)	21,854,974,362.00	12,297,738,830.00	77.72%
Net profit attributable to shareholders of the Company (RMB)	2,413,015,650.00	108,325,454.00	2,127.56%
Net profit attributable to shareholders of the Company before exceptional profit and loss (RMB Yuan)	2,301,442,129.00	-1,356,749,356.00	-269.63%
Net cash flows from operating activities (RMB Yuan)	6,216,049,821.00	2,767,654,463.00	124.60%
Basic earnings per share (RMB Yuan/share)	0.069	0.003	2,200.00%
Diluted earnings per share (RMB Yuan/share)	0.069	0.003	2,200.00%
Weighted average return on equity (%)	3.02%	0.14%	2.88%
Item	March 31, 2017	December 31, 2016	+/-%
Total assets (RMB Yuan)	213,743,747,227.00	205,135,011,042.00	4.20%
Net assets attributable to shareholders of the Company (RMB Yuan)	80,974,386,351.00	78,699,988,493.00	2.89%

Exceptional profit/loss

Applicable Not applicable

Unit: RMB Yuan

Item	January-March 2017	Note
Profit/loss on disposal of non-current assets (including offset asset impairment provisions)	-16,105,130.00	N/A
Tax rebates, reductions and exemptions due to approval beyond authority or the lack of official approval documents	0.00	N/A
Government subsidies charged to the profit/loss for this Reporting Period (except for the government grants closely related to the business of the Company and given at a fixed quota or amount in accordance with the State's uniform standards)	136,068,201.00	N/A
Capital occupation charges on non-financial enterprises that are charged to the profit/loss for this Reporting Period	0.00	N/A

Profit due to the situation where investment costs for the Company to obtain subsidiaries, associates and joint ventures are lower than the enjoyable fair value of identifiable net assets of investees when making investments	0.00	N/A
Profit/loss on non-monetary asset swap	0.00	N/A
Profit/loss on entrusting others with investments or asset management	0.00	N/A
Asset impairment provisions due to acts of God such as natural disasters	0.00	N/A
Profit/loss on debt restructuring	0.00	N/A
Restructuring costs in staff arrangement, integration, etc.	0.00	N/A
Profit/loss on the part over the fair value due to transactions with distinctly unfair prices	0.00	N/A
Net Reporting Period profit/loss on subsidiaries acquired through business mergers under the same control from the period-beginning to merger dates	0.00	N/A
Profit/loss on contingencies irrelevant to the Company's routine business activities	0.00	N/A
Profit/loss on fair value changes of transactional financial assets and liabilities & investment income from disposal of transactional financial assets and liabilities as well as financial assets available for sale, except for effective hedges related to routine operations of the Company	3,096,278.00	N/A
Impairment provision reversal for accounts receivable on which the impairment test is carried out separately	29,398.00	N/A
Profit/loss on entrusted loans	0.00	N/A
Profit/loss on fair value changes in investing properties of which the subsequent measurement is carried out adopting the fair value method	0.00	N/A
Effect on Reporting Period profit/loss when a one-off adjustment is made to Reporting Period profit/loss according to requirements of taxation, accounting and other relevant laws and regulations	0.00	N/A
Custody fee income when entrusted with operations	0.00	N/A
Non-operating income and expense other than the above	6,953,716.00	N/A
Other profit/loss that meet the definition of exceptional profit/loss	0.00	N/A
Less: Corporate income tax	16,601,478.00	N/A
Minority interests (after tax)	1,867,464.00	N/A
Total	111,573,521.00	--

Explanation of why the Company classified an item as exceptional profit/loss according to the definition in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Profit and Loss, or reclassified any exceptional profit/loss item given as an example in the said explanatory announcement to recurrent profit/loss

Applicable Not applicable

No such cases in this Reporting Period.

II Total number of shareholders at the period-end and their shareholdings

1. Numbers of common shareholders and preference shareholders with resumed voting rights, as well as shareholdings of top ten shareholders

Unit: share

Total number of common shareholders at the period-end		1,056,889 (including 1,014,828 A-share holders and 42,061 B-share holders)		Total number of preference shareholders with resumed voting rights at the period-end (if any)		0
Top ten shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage (%)	Total shares held at the period-end	Number of restricted shares held	Pledged or frozen shares	
					Status	Number
Beijing State-owned Capital Operation and Management Center	State-owned corporation	11.56%	4,063,333,333	4,063,333,333	--	0
Chongqing Ezcapital Opto-electronics Industry Investment Co., Ltd.	State-owned corporation	8.53%	3,000,000,000	3,000,000,000	--	0
Hefei Jianxiang Investment Co., Ltd.	State-owned corporation	8.13%	2,857,142,857	2,857,142,857	--	0
Beijing Economic-Technological Investment & Development Corp.	State-owned corporation	3.53%	1,241,423,641		--	0
Tianan Property Insurance Co., Ltd. – Baoying No. 1	Other	3.45%	1,213,770,804		--	0
China Securities Finance Corp.	Other	2.49%	876,936,082		--	0
Beijing BOE Investment & Development Co., Ltd.	State-owned Corporation	2.34%	822,092,180		--	0
Hefei Rongke Project Investment Co., Ltd.	State-owned Corporation	1.92%	675,026,803		--	0
National Social Security Fund	Other	1.07%	375,538,914		--	0

Portfolio 108						
Beijing Electronics Holdings Co., Ltd.	On behalf of the government	0.78%	273,735,583		--	0
Top ten non-restricted shareholders						
Name of shareholder	Number of non-restricted shares held at the period-end	Type of shares				
		Type	Number			
Beijing Economic-Technological Investment & Development Corp.	1,241,423,641	RMB common share	1,241,423,641			
Tianan Property Insurance Co., Ltd. —Baoying No. 1	1,213,770,804	RMB common share	1,213,770,804			
China Securities Finance Corp.	876,936,082	RMB common share	876,936,082			
Beijing BOE Investment & Development Co., Ltd.	822,092,180	RMB common share	822,092,180			
Hefei Rongke Project Investment Co., Ltd.	675,026,803	RMB common share	675,026,803			
National Social Security Fund Portfolio 108	375,538,914	RMB common share	375,538,914			
Beijing Electronics Holdings Co., Ltd.	273,735,583	RMB common share	273,735,583			
Central Huijin Asset Management Co., Ltd.	248,305,300	RMB common share	248,305,300			
National Social Security Fund Portfolio 111	212,381,398	RMB common share	212,381,398			
Founder BEA Trust Co., Ltd- Founder BEA ·Hengsheng No.30 Securities Investment Single Fund Trust	208,652,800	RMB common share	208,652,800			
Related or acting-in-concert parties among the shareholders above	<p>1. Beijing State-owned Capital Operation and Management Center held 100% equities of Beijing Electronics Holdings Co., Ltd.</p> <p>2. Beijing Electronics Holdings Co., Ltd. held 66.25% equities of Beijing BOE Investment & Development Co., Ltd. and was its controlling shareholder.</p> <p>3. After the non-public issuing of BOE in 2014, Hefei Jianxiang Investment Co., Ltd. and Chongqing Capital Photoelectricity Investment Co., Ltd., by entering into Implementation Protocol of Voting Right respectively, agreed to maintain all of the shares held by them respectively unanimous with Beijing BOE Investment & Development Co., Ltd. when executing the voting rights of the shareholders.</p> <p>4. After the non-public issuing of the Company in 2014, Beijing State-owned Capital Operation and Management Center handed over 70% of the shares directly held by it to Beijing Electronics Holdings Co., Ltd. for management through Stock Management Protocol, and Beijing Electronics Holdings Co., Ltd. gained the incidental shareholders' rights except for disposing right and usufruct of the shares, of which the rest 30% voting right maintained unanimous with Beijing Electronics Holdings Co., Ltd. through the agreement according to Implementation Protocol of Voting Right.</p> <p>5. Except for relationship among the above shareholders, the Company is not</p>					

	aware of whether the other top ten shareholders exist associated relationship or not, or they are persons acting in concert or not.
Top ten common shareholders conducting securities margin trading (if any)	N/A

Indicate by tick mark whether any of the top ten common shareholders or the top ten non-restricted common shareholders of the Company conducted any promissory repo during this Reporting Period.

Yea No

No such cases in this Reporting Period.

2. Total number of preference shareholders and shareholdings of the top ten of them

Applicable Not applicable

Section III Significant Events

I Changes in the key financial results of this Reporting Period, as well as the reasons for such changes

Applicable Not applicable

1. Operating revenues increased 78% from the same period of last year, mainly because of a larger business size and the higher product prices.
2. Operating costs increased 35% from the same period of last year, mainly because of the increased operating revenues.
3. Selling expenses increased 122% from the same period of last year, mainly because of the increased operating revenues.
4. Non-operating revenues decreased 90% from the same period of last year, mainly because of the decreased governmental subsidies.
5. Corporate income tax increased 3395% from the same period of last year, mainly because of the considerable growth in earnings.
6. Other current assets increased 73% from the opening amount, mainly because of more investment in wealth management products.
7. Long-term equity investments increased 48% from the opening amount, mainly because of more investment in associates.
8. Construction in progress increased 37% from the opening amount, mainly because the new projects proceeded.
9. Long-term accounts payable increased 78% from the opening amount, mainly because of the increased financial leasing.
10. Net cash inflows from operating activities increased 125% from the same period of last year, mainly because of a larger business size and better operating profit.
11. Net cash outflows from investing activities increased 1040% from the same period of last year, mainly because of a higher expenditure on new construction projects.
12. Net cash inflows from financing activities increased 271% from the same period of last year, mainly because more borrowings were secured.

II Progress of significant events and their influence and solutions

Applicable Not applicable

1. According to the Notice About the Resolution of the 10th Meeting of the 8th Board of Directors(Notice No.: 2017-005) released on March 4, 2017 by the Company, the Bill of Investing and Subscribing the Stock of Conga was approved that the Company would subscribe the stock of Cnoga through its wholly owned subsidiary BOE Optoelectronics Co., Ltd with investment of USD50 million, carrying out strategic cooperation with Cnoga Company, and developing products, like noninvasive multi-parameters detectors, combination of glucose meter, and etc. for details, see the Notice of Investing and Subscribing the Stock of Conga (2017-006)

disclosed on that day by the Company.

2. The Company Securities issued publicly for Qualified Investors in 2016 of BOE Technology Group Co., Ltd issued from March 21, 2016 to March 22, 2016 by the Company is about to be issued for one year to March 21, 2017. According to the rules, interests should be paid once a year within the interest-bearing period. According to the Notice about Payment of Interest in 2017 of "16BOE01"(Notice No.: 2017-007) disclosed on March 15, 2017, interest should be paid for RMB31.5 Yuan (including tax) per 10 bonds in this payment of interest plan.

3. On July 17, 2016, the Company disclosed the "Proposal on Repurchasing Some Public Shares of the Company", which was considered and approved at the Third Special Shareholders' General Meeting in 2016. On September 20, 2016, the company implemented the program of repurchasing part of the public shares for the first time. Up to March 31, 2017, the Company had repurchased 88,692,299 A shares and 110,500,528 B shares. For details, please refer to the "Notice on Progress in Repurchase of Some Public Shares" (Announcement No.: 2017-012) disclosed by the Company on 6 April.

4. On March 31, 2017, the Company disclosed the Announcement on the Agreement on Signing Investment Cooperation Framework (Announcement No.: 2017-010). The Company and Yunnan North Oreide Optoelectronic Sci-tech Co., Ltd., Gao Ping Sci-tech (Shenzhen) Co., Ltd. signed the "Investment Cooperation Framework Agreement", intending to cooperate in research and development, production and sales of OLED micro-display in the field of consumer electronics.

5. The 9th board meeting of the 8th board of Directors was held on 11th January 2017, and the Bill of participating in subscribing New Century Healthcare Initial Public offering stocks was approved during the meeting. BOE would subscribe 21.55 million stocks of New Century Healthcare listed on The Stock Exchange of Hong Kong Ltd. through its wholly owned subsidiary BOE (Hongkong), paying 160,206386.05 HKD (Relevant fees included).

Summary of significant event	Disclosure date	Disclosure website
Announcement on Signing Investment Agreement	02/07/2017	www.cninfo.com.cn
Announcement on Signing Investment and Cooperation Agreement	03/24/2017	www.cninfo.com.cn

III Overdue commitments of the Company's actual controller, shareholders, related parties and acquirer, as well as the Company and other commitment makers in this Reporting Period or ongoing at the period-end

√ Applicable □ Not applicable

Commitment	Commitment maker	Type of commitment	Contents	Date of commitment making	Period of commitment	Fulfillment
Commitments made in share reform						
Commitments made in acquisition documents or shareholding alteration documents						
Commitments made in time of asset restructuring						
Commitments made in time of IPO or refinancing	Beijing State-owned Capital Operation and Management Center, Hefei Jianxiang Investment Co., Ltd., Chongqing Capital Optoelectronics Investment Co., Ltd.	Restricted shares commitments	Committed that the shares acquired from purchasing would not be transferred from the first date of issuing the newly increased shares of the issuer within 36 months	04/08/2014	36 months	Ongoing
Commitments concerning stock ownership incentive						
Other commitments made to minority interests						
Fulfilled on time or not	Yes					
Specific reasons for failing to fulfill commitments on time and plans for next step	N/A					

IV Operating result forecast for January-June 2017

Warning of a forecast deficit or considerable YoY change in the accumulative net profit made during the period from the beginning of the year to the end of the next reporting period, as well as

explanation of why: □ Applicable √ Not applicable

V Securities investments

√ Applicable □ Not applicable

Variety of securities	Code of securities	Name of securities	Initial investment cost (RMB Yuan)	Opening shareholding (share)	Opening shareholding percentage	Closing shareholding (share)	Closing shareholding percentage	Closing book value (RMB Yuan)	Profit/loss in this Reporting Period (RMB Yuan)	Accounting title	Source
Stock	HK00903	TPV Technology	134,658,158.00	24,360,191	1.04%	24,360,191	1.04%	45,759,912.00	0.00	Available-for-sale financial asset	Subscribed for
Stock	SH600658	Electronic Zone	90,160,428.00	9,819,493	1.69%	9,819,493	1.69%	132,563,156.00	0.00	Available-for-sale financial asset	Obtained in a stock swap
Stock	HK01963	Bank of Chongqing	120,084,375.00	25,195,000	0.93%	25,195,000	0.93%	150,561,178.00	0.00	Available-for-sale financial asset	Subscribed for
Stock	HK06066	China Securities	70,041,364.00	11,387,500	0.16%	11,387,500	0.16%	72,802,193.00	0.00	Available-for-sale financial asset	Subscribed for
Stock	HK01518	New Century Healthcare	142,474,623.00	21,550,000	4.49%	21,550,000	4.49%	138,538,161.00	0.00	Available-for-sale financial asset	Subscribed for
Stock	BLK	Black Rock Global Allocation Fund A2 USD	4,004,297.00	16,989	0.06%	16,989	0.06%	6,186,680.00	0.00	Available-for-sale financial asset	Subscribed for
Other securities investments held at the period-end			0.00	0	--	0	--	0.00	0.00	--	--
Total			561,423,245.00	92,329,173.00	--	92,329,173.00	--	546,411,280.00	0.00	--	--
Disclosure date of the announcement about the board's consent for the securities investment			N/A								
Disclosure date of the announcement about the general meeting's consent for the securities investment (if any)			N/A								

VI Investments in derivative financial instruments

Applicable Not applicable

No such cases in the Reporting Period.

VII Visits paid to the Company in the Reporting Period for purposes of research, communication, interview, etc.

Applicable Not applicable

Date of visit	Way of visit	Type of visitor	Main inquiry information
01/04/2017	Field survey	Institution	Main discussions: 1. The status quo and future outlook of the Company; 2. The status quo and development trends of the industry; and 3. The production lines of the Company.
01/05/2017	Field survey	Institution	
01/09/2017	Field survey	Institution	
01/12/2017	Field survey	Institution	
01/12/2017	Field survey	Institution	
01/19/2017	Field survey	Institution	
02/08/2017	Field survey	Institution	
02/08/2017	Field survey	Institution	
02/08/2017	Phone talk	Institution	
02/16/2017	Phone talk	Institution	
02/20/2017	Phone talk	Institution	
02/21/2017	Field survey	Institution	
02/28/2017	Field survey	Institution	
02/28/2017	Field survey	Institution	
02/28/2017	Phone talk	Institution	
02/28/2017	Field survey	Institution	
02/28/2017	Phone talk	Institution	
03/07/2017	Field survey	Institution	
03/14/2017	Field survey	Institution	
03/14/2017	Field survey	Institution	
03/20/2017	Field survey	Institution	
03/22/2017	Phone talk	Institution	
03/23/2017	Field survey	Institution	
03/28/2017	Field survey	Institution	

VIII Illegal provision of guarantees for external parties

Applicable Not applicable

No such cases in the Reporting Period.

IX Occupation of the Company's funds by the controlling shareholder or its related parties for non-operating purposes

Applicable Not applicable

No such cases in the Reporting Period.

Board Chairman: Mr. Wang Dongsheng

Date of the Approval of this Report by the Board: April 24, 2017