

Stock code: 200706

stock short form: *ST Wazhou B

Report code: 2017-17

Wafangdian Bearing Company Limited

The Q1 Report for 2017

§1 Important Notes

The Board of Directors, Board of Supervisors, directors, supervisors, and top management of the Company hereby guaranteed that there are no false records, misleading statements, and major omissions in this report, and assumed the individual and associated responsibilities for the truth, accuracy and completeness of the contents.

Chairman of the Board Mr. Meng Wei, Financial manager Ms. Sun Najuan, Accounting charger Mr. Wang Jiyuan hereby confirms that the Financial Report of the quarterly report is true and complete.

Besides the following directors, all the other directors attended the Board meeting and discussed the report.

Name	Post	Reasons	Assignee name
Tang Yurong	Director	Busy work	Fang Bo

§2 Major accounting data and shareholder change

1 Major accounting data and financial indexes

Unit: RMB

	Jan-Mar 2017	Jan-Mar 2016	+/- to previous
Operating income(Yuan)	566,558,889.45	534,404,100.68	6.02%
Net profit attributable to shareholders of the listed company(Yuan)	1,998,535.48	2,340,344.55	-14.61%
Net profit attributable to the shareholders of the listed company after deducting of non-recurring gain/loss(RMB)	615,347.36	-1,164,062.96	-152.86%
Net Cash flow generated by business operation (RMB)	3,495,485.07	16,496,758.57	-78.81%
Basic earnings per share(Yuan/share)	0.0050	0.0060	-16.67%
Diluted earnings per share(Yuan/share)	0.0050	0.0060	-16.67%
Net return on equity(%)	0.14%	0.17%	-0.03%
	Jan-Mar 2017	Jan-Mar 2016	+/- to previous
Total assets	3,560,273,989.24	3,553,947,227.09	0.18%
Owners' equity (shareholders' equity)	1,381,336,461.03	1,379,337,925.55	0.14%

Items of non-recurring gains and losses

Applicable Inapplicable

Unit: RMB

Items of non-recurring gains and losses	Amount	Note (if applicable)
Gain or loss from disposal of non-current assets	23,972.71	
Gains and losses included in the current period of government subsidies, excluding those government grants which are closely related to normal business and in line with national policy, or in accordance with fixed standards or quantities	1,285,388.97	
Profit of loss from debts restructuring	277,862.86	
Other non-business income and expenditures other than the above	-160,836.57	
Influenced amount of income tax	43,199.85	
Total	1,383,188.12	-

2 Total number of shareholders at the end of the report period and shares held by the top ten shareholders

Unit: Share

Total number of shareholder at the end of report period	7044		Total number of shareholder at the end of report period with preferred stock	0		
Shareholders with 5% or above Shares						
Name	Nature	Ratio (%)	Total shares held	Non-current shares held	Impawned or Frozen Shares	
					Status	Amount
Wafangdian Bearing Group Corporation	State-owned shareholder	60.61	244,000,000	244,000,000		
AKTIEBOLAGET SKF	Foreign shareholder	19.70	79,300,000			
Huang Junyue	Domestic shareholder	1.16	4,680,000			
BOCI SECURITIES LIMITED	Foreign shareholder	0.94	3,772,700			
Hu Xiaofeng	Domestic shareholder	0.47	1,879,277			
GUOTAI JUNAN SECURITIES(HONG KONG) LIMITED	Foreign shareholder	0.36	1,456,040			
Jin Yunhua	Foreign shareholder	0.33	1,311,256			
MAN,KWAI WING	Domestic shareholder	0.18	713,101			
Zhou Jie	Domestic shareholder	0.16	630,000			
Zhou Junlin	Domestic shareholder	0.14	545,600			
Top Ten Tradable Shareholders						
Name	Current shares held at end of year	Category of Shares				
		Categories	Amount			
AKTIEBOLAGET SKF	79,300,000	B	79,300,000			
Huang Junyue	4,680,000	B	4,680,000			
BOCI SECURITIES LIMITED	3,772,700		3,772,700			
Hu Xiaofeng	1,879,277	B	1,879,277			
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	1,456,040	B	1,456,040			
Jin Yunhua	1,311,256	B	1,311,256			
MAN,KWAI WING 文贵荣	713,101	B	713,101			
Zhou Jie	630,000	B	630,000			
Zhou Jun lin	545,600	B	545,600			
Liao Yun	514,500	B	514,500			
Explanation for the Affiliated Relations or United Action of the Top Ten Shareholders and the Top Ten Tradable Shareholders	There was no relationship and consistent activities between the first big shareholder and other shareholders or the top ten common stock holders; The relationship among other shareholders, top ten circulation shareholders, top ten circulation shareholders and other shareholders was not clear.					

§3 Significant items**1 Particulars dates changes over 30% in items of main accounting statement and financial index , and explanations of reasons**

√Applicable □Inapplicable

Unite: 0000RMB Yuan

No	Item	The end of year	Beginning of year	%	+/- to previous	Reason
1	Tax payable	448	1,914.10	-1,466.10	-76.60%	Mainly the added-value tax and the attached is the beginning
2	business tax and surcharges	510.1	248.4	261.7	105.30%	Mainly according to the provisions of the tax law, in May 2016 to implement the camp change increases, taxes and additional accounting business activities of consumption tax, urban construction tax, resource tax, educational expenses to add, property tax and land use tax, stamp duty and other relevant taxes, so will be in May 2016 after all management cost of the tax adjustment to tax and additional items, so the tax and additional year-on-year growth.
3	Loss of impairment of assets	10	0.1	9.9	9254.00%	Mainly cancel after Close the accounts receivable from 9.9 million Yuan
4	Non-operating revenue	163.8	442.3	-278.6	-63.00%	1.A fine income fell; 2.The government subsidies fell; 3.Debt restructuring gains fell
5	Other cash received relating to operating activities	73.3	130.7	-57.4	-43.90%	Mainly at the same time receive the first major technical equipment insurance premium subsidies to 76 million Yuan.
6	Tax payments	3,077.40	1,306.00	1,771.50	135.60%	Mainly operating income rose, make the added-value tax and its attached year-on-year increase
7	Tax payments		24	-24	-100.00%	Mainly because received from return of investment of 2014 from ME with 240 thousand Yuan.
8	Net cash received from disposal of fixed assets, intangible assets and other long-term assets	487.7		487.7		Mainly received income for sold Property Harbin
9	Cash paid to acquire fixed assets, intangible assets and other long-term assets	110.3	162.7	-52.4	-32.20%	Mainly because the cash paid on fix asset investment decline compared with last period.
10	Proceeds from borrowings	13,300.00	28,500.00	-15,200.00	-53.30%	Mainly due to the impact of credit, so that the current payment of debt to pay the cash reduction
11	Repayment of borrowings	11,800.00	22,000.00	-10,200.00	-46.40%	Mainly due to the impact of credit, so that the cash received in the current period to reduce the cash
12	Effects of foreign exchange rate changes on cash	-29.9	-54	24.1	-44.60%	Mainly in current dollars for RMB exchange rate fell 0.078 in January, the RMB appreciation is bigger, exchange loss is bigger, 2, 3 months exchange rates to rise, forming exchange earnings, the overall form exchange earnings, earnings fell

2 Progress of significant events, their influence, and analysis and explanation of their solutions

Applicable Inapplicable

3 The company, shareholders, actual controller, the acquirer, directors, supervisors and senior management personnel or other related parties to fulfill commitments and the final report has not been fulfilled in the reporting period

Applicable Inapplicable

4 Estimation of accumulative net profit from Jan to June 2017

Applicable Inapplicable

5 Particular about security investment

Applicable Inapplicable

6 Particular about derivatives

Applicable Inapplicable

7 Activities on receiving research, communication and interview in the report period

Time	Method	Object	Content and documents supplied
2017.01.24	Telephone communication	Private investor	Company earnings forecast, to verify
2017.02.08	Telephone communication	Private investor	Whether Company can turnaround and pick the cap
2017.02.23	Telephone communication	Private investor	Understand the company's second-largest shareholder SKF thaw
2017.02..24	Telephone communication	Private investor	The company's production and operation situation
2017.02.27	Telephone communication	Private investor	Understand the company's second-largest shareholder SKF thaw

8 Illegal external guarantee

Applicable Inapplicable

9 Controlling shareholder and its related parties to the listing Corporation's non operating funds

Applicable Inapplicable

§4 Appendix

1 Balance sheet

Consolidated Balance Sheet.

Unit: RMB Yuan

Item	Opening Balance	Closing Balance
Current assets :		
Monetary fund	132,266,945.30	184,416,042.97
Financial assets held-for-trading		
Bills receivable	131,022,178.08	109,181,156.69
Account receivable	1,349,894,849.79	1,249,891,874.39
Account paid in advance	12,501,011.77	16,084,843.68
Interest receivable		
Dividend receivable		
Other receivables	20,199,205.68	19,705,788.69
Inventory	804,872,590.26	842,429,282.92
Non-current assets due within 1 year		
Other current assets	5,293,146.62	7,202,729.14
Total current assets	2,456,049,927.50	2,428,911,718.48
Non-current assets		
Financial assets available-for-sale	2,000,000.00	2,000,000.00
Investments held-to-maturity		
Long-term receivable		
Long-term equity investment		
Investment property		
Fixed assets	764,805,631.07	785,568,617.02
Construction in progress	195,393,119.31	194,439,963.77
Construction materials		
Fixed assets disposal		
Biological assets		
Gas and petrol assets		
Intangible assets	129,891,806.94	130,876,465.81
Development expenditure		
Goodwill		
Long-term prepaid expense	504,404.08	521,361.67
Deferred tax assets	11,629,100.34	11,629,100.34
Other non-current assets		
Total non-current assets	1,104,224,061.74	1,125,035,508.61
Total assets	3,560,273,989.24	3,553,947,227.09
Current liabilities		
Short-term loan	564,900,000.00	549,900,000.00
Note payable	330,262,040.12	425,514,610.26
Accounts payable	939,991,282.61	833,899,714.83
Accounts received in advance	26,265,754.22	26,959,477.14
Employee benefits	17,113,749.84	17,256,851.42
Tax payable	4,480,227.38	19,141,230.94
Interest payable	1,047,000.00	927,000.00

Dividends payable		
Other payables	106,796,128.09	111,790,682.03
Non-current liabilities due within 1 year	90,000,000.00	90,000,000.00
Other current liabilities	4,519,772.50	4,704,022.50
Total current liabilities	2,085,375,954.76	2,080,093,589.12
Non-current liabilities		
Long-term loan	50,000,000.00	50,000,000.00
Debenture payable		
Long-term payables	1,597,305.72	1,597,305.72
Special payables	296,698.98	296,698.98
Contingent liabilities		
Deferred income	40,728,272.79	41,682,411.76
Deferred tax liabilities	939,295.96	939,295.96
Other non-current liabilities		
Total non-current liabilities	93,561,573.45	94,515,712.42
Total liabilities	2,178,937,528.21	2,174,609,301.54
Owner's equity (shareholders' equity)		
Capital stock	402,600,000.00	402,600,000.00
Capital public reserves	485,691,050.47	485,691,050.47
Less: treasury share		
Surplus reserve	131,442,909.11	131,442,909.11
Undistributed profit	361,602,501.45	359,603,965.97
Equity attributable to parent company	1,381,336,461.03	1,379,337,925.55
Minority interest		
Total owner's equity	1,381,336,461.03	1,379,337,925.55
Total owner's equity and liabilities	3,560,273,989.24	3,553,947,227.09

Chairman: Meng Wei

General Accountant : Sun Najuan

Accounting charger: Wang Jiyuan

2. Balance Sheet Of Parent Company

Unit: RMB Yuan

Item	Opening Balance	Closing Balance
Current assets :		
Monetary fund	116,953,175.29	160,858,258.16
Financial assets held-for-trading		
Financial assets held-for-trading		
Bills receivable	126,896,438.08	105,343,542.29
Account receivable	1,363,185,747.16	1,271,216,667.68
Account paid in advance	9,609,539.90	14,150,176.66
Divident receivable		
Other receivables	19,343,431.28	18,675,828.91
Inventory	743,450,863.90	781,029,612.11
Non-current assets due within 1 year		
Other current assets	3,257,774.16	4,853,373.30
Total current assets	2,382,696,969.77	2,356,127,459.11
Non-current assets		
Financial assets available-for-sale	2,000,000.00	2,000,000.00

Investments held-to-maturity		
Long-term receivable		
Long-term equity investment	211,583,897.67	211,583,897.67
Investment property		
Fixed assets	524,032,186.46	540,414,895.87
Construction in progress	195,077,950.91	194,408,579.15
Construction materials		
Fixed assets disposal		
Biological assets		
Gas and petrol assets		
Intangible assets	110,569,055.46	111,375,548.98
Development expenditure		
Goodwill		
Long-term prepaid expense	504,404.08	521,361.67
Deferred tax assets	10,355,933.09	10,355,933.09
Other non-current assets		
Total non-current assets	1,054,123,427.67	1,070,660,216.43
Total assets	3,436,820,397.44	3,426,787,675.54
Current liabilities		
Short-term loan	564,900,000.00	549,900,000.00
Note payable	330,262,040.12	425,514,610.26
Accounts payable	864,312,507.18	754,015,698.35
Accounts received in advance	26,171,269.90	26,840,178.68
Commission charge payable		
Employee benefits	10,208,428.78	10,295,412.34
Tax payable	1,106,925.50	15,496,981.29
Interest payable	1,047,000.00	927,000.00
Dividends payable		
Other payables	67,595,165.78	72,962,085.99
Non-current liabilities due within 1 year	90,000,000.00	90,000,000.00
Other current liabilities	4,422,224.50	4,606,474.50
Total current liabilities	1,960,025,561.76	1,950,558,441.41
Non-current liabilities		
Long-term loan	50,000,000.00	50,000,000.00
Debenture payable		
Long-term payables		
Special payables	296,698.98	296,698.98
Contingent liabilities		
Deferred income	36,436,160.79	37,390,299.76
Deferred tax liabilities		
Other non-current liabilities		
Total non-current liabilities	86,732,859.77	87,686,998.74
Total liabilities	2,046,758,421.53	2,038,245,440.15
Owner's equity (shareholders' equity)		
Capital stock	402,600,000.00	402,600,000.00
Capital public reserves	485,678,443.26	485,678,443.26

Less: treasury share		
Surplus reserve	131,442,909.11	131,442,909.11
Undistributed profit	370,340,623.54	368,820,883.02
Difference of foreign currency translation		
Total owner's equity	1,390,061,975.91	1,388,542,235.39
Total owner's equity and liabilities	3,436,820,397.44	3,426,787,675.54

3. Income Sheet

Consolidated Income Sheet.

Unit: RMB Yuan

Item	Account for the current period	Account for the prior period
1.Total operating income	566,558,889.45	534,404,100.68
Including: Operating revenue	566,558,889.45	534,404,100.68
Interest income		
Handling charge and commission income		
2.Total operating cost	565,986,741.94	536,186,588.49
Including: Operating cost	505,497,968.51	474,543,771.67
Interest expenses		
Handling charge and commission income		
Tax & surcharges for main operations		
Selling expenses	34,751,390.67	35,418,510.77
Administrative expense	14,366,313.30	17,484,083.53
Financial expense	6,169,799.50	6,254,731.49
Loss of impairment of assets	99,810.61	1,067.04
Add: Gains of change of fair value of assets(loss with "-")		
Investment income(loss with "-")		
Including: Income form investment on associated enterprise and jointly enterprise		
3.Operating profit (loss with "-")	572,147.51	-1,782,487.81
Add: Non-operating revenue	1,637,735.74	4,423,429.08
Less: Non-operating cost	211,347.77	300,596.72
Including: loss on disposal of non-current assets		
4.Total profit(loss with "-")	1,998,535.48	2,340,344.55
Less: Income tax expenses		264,036.88
5. Net profit(Loss with "-")	1,998,535.48	2,340,344.55
Net profit attributable to shareholders of parent company	1,998,535.48	2,340,344.55
Minority interests		
6. Total comprehensive returns	1,998,535.48	2,340,344.55
Total comprehensive returns available for parent company	1,998,535.48	2,340,344.55
Total comprehensive returns available for minority shareholders		
7.Earnings per share		
(1) Basic earnings per share	0.0050	0.0060
(2) Diluted earnings per share	0.0050	0.0060

Chairman: Meng Wei

General Accountant : Sun Najuan

Accounting charger: Wang Jiyuan

Income Sheet of Parent Company.**Unit: RMB Yuan**

Item	Account for the current period	Account for the prior period
1.Total operating income	578,832,790.50	547,810,933.56
less: Operating cost	525,737,899.81	493,808,513.55
Tax & surcharges for main operations	4,453,304.97	2,245,292.52
Selling expenses	34,274,027.82	34,948,306.61
Administrative expense	7,774,695.18	10,870,534.87
Financial expense	6,205,397.25	6,257,369.95
Loss of impairment of assets	99,810.61	1,067.04
Add: Gains of change of fair value of assets(loss with "-")		
Investment income(loss with "-")		
Including: Income form investment on associated enterprise and jointly enterprise		
2.Operating profit (loss with "-")	287,654.86	-320,150.98
Add: Non-operating revenue	1,410,722.23	3,513,983.78
Less: Non-operating cost	178,636.57	300,596.72
Including: loss on disposal of non-current assets		
3.Total profit(loss with "-")	1,519,740.52	2,893,236.08
Less: Income tax expenses		
4 Net profit(Loss with "-")	1,519,740.52	2,893,236.08
5.othercomprehensive returns		
6. Total comprehensive returns	1,519,740.52	2,893,236.08
7.Earnings per share		
(1) Basic earnings per share	0.0040	0.0070
(2) Diluted earnings per share	0.0040	0.0070

3 Cash Flow Statement**Consolidated Cash Flow Statement.****Unit: RMB yuan**

Item	Account for the current period	Account for the prior period
1.Cash from operating activities		
Cash received from sale of goods or rendering of services	258,463,428.40	274,271,178.10
Refund of taxes and fares		
Other cash received relating to operating activities	733,337.81	1,307,313.60
Sub-total of cash inflows	259,196,766.21	275,578,491.70
Cash paid for goods and services	139,213,588.09	141,358,864.87
Cash paid to or on behalf of the employees	60,632,595.73	80,393,546.42
Tax payments	30,774,210.27	13,059,673.43
Other cash paid relating to operating activities	25,080,887.05	24,269,648.41

Sub-total of cash outflows	255,701,281.14	259,081,733.13
Net cash flows from operating activities	3,495,485.07	16,496,758.57
2.Cash flows from investing activities		
Cash received from return of investment		240,000.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	4,876,900.00	
Proceeds from sale of subsidiaries and other operating units		
Other cash received relating to investing activities		
Sub-total of cash inflows	4,876,900.00	240,000.00
Cash paid to acquire fixed assets, intangible assets and other long-term assets	1,102,634.77	1,626,653.53
Cash paid to acquire investment		
Net cash used in acquiring subsidiaries and other operating units		
Other cash paid relating to investing activities		
Sub-total of cash outflows	1,102,634.77	1,626,653.53
Net cash flows from investment activities	3,774,265.23	-1,386,653.53
3.Cash flows from financing activities		
Cash received from absorbing investment		
Including: Cash received from increase in minority interest		
Proceeds from borrowings	133,000,000.00	285,000,000.00
Other proceeds relating to financing activities	75,122,872.22	97,963,750.00
Sub-total of cash inflows	208,122,872.22	382,963,750.00
Repayment of borrowings	118,000,000.00	220,000,000.00
Distribution of dividends or profits & interest expenses	7,553,772.89	9,254,570.05
Including: dividends or profit paid to minority interest		
Cash paid for other financing activities	140,000,000.00	140,000,000.00
Sub-total of cash outflows	265,553,772.89	369,254,570.05
Net cash flows from financing activities	-57,430,900.67	13,709,179.95
4. Effects of foreign exchange rate changes on cash	-299,085.97	-539,983.94
5.Net increases in cash and cash equivalents	-50,460,236.34	28,279,301.05
Add: cash and cash equivalent, at the beginning of year	142,233,376.52	78,556,030.56
6.Cash and cash equivalent at the end of the year	91,773,140.18	106,835,331.61

Cash Flow Statement Of Parent Company. 母公司现金流量表

Unit: RMB yuan

Item	Account for the current period	Account for the prior period
1.Cash from operating activities		
Cash received from sale of goods or rendering of services	253,401,401.34	270,016,517.86
Refund of taxes and fares		
Other cash received relating to operating activities	413,886.66	1,045,722.24
Sub-total of cash inflows	253,815,288.00	271,062,240.10
Cash paid for goods and services	144,789,732.13	154,491,640.64
Cash paid to or on behalf of the employees	47,299,447.64	66,051,711.98
Tax payments	26,733,496.94	10,750,789.10

Other cash paid relating to operating activities	23,254,522.62	22,488,603.33
Sub-total of cash outflows	242,077,199.33	253,782,745.05
Net cash flows from operating activities	11,738,088.67	17,279,495.05
2.Cash flows from investing activities		
Cash received from return of investment		240,000.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	4,867,900.00	
Proceeds from sale of subsidiaries and other operating units		
Other cash received relating to investing activities		
Sub-total of cash inflows	4,867,900.00	240,000.00
Cash paid to acquire fixed assets, intangible assets and other long-term assets	1,094,354.77	1,329,504.22
Cash paid to acquire investment		11,250,000.00
Net cash used in acquiring subsidiaries and other operating units		
Other cash paid relating to investing activities		
Sub-total of cash outflows	1,094,354.77	1,329,504.22
Net cash flows from investment activities	3,773,545.23	-1,089,504.22
3.Cash flows from financing activities		
Cash received from absorbing investment		
Including: Cash received from increase in minority interest		
Proceeds from borrowings	133,000,000.00	285,000,000.00
Other proceeds relating to financing activities	75,122,872.22	97,963,750.00
Sub-total of cash inflows	208,122,872.22	382,963,750.00
Repayment of borrowings	118,000,000.00	220,000,000.00
Distribution of dividends or profits & interest expenses	7,551,641.69	9,253,847.45
Cash paid for other financing activities	140,000,000.00	140,000,000.00
Sub-total of cash outflows	265,551,641.69	369,253,847.45
Net cash flows from financing activities	-57,428,769.47	13,709,902.55
4. Effects of foreign exchange rate changes on cash	-299,085.97	-539,983.94
5.Net increases in cash and cash equivalents	-42,216,221.54	29,359,909.44
Add: cash and cash equivalent, at the beginning of year	118,675,591.71	70,822,241.27
6.Cash and cash equivalent at the end of the year	76,459,370.17	100,182,150.71

2 Audited Report

The Q1 Report is not audited.