



**Bengang Steel Plates Co., Ltd.**

**Third Quarter Report 2017**

**October 2017**

## **I. Important Notice**

The Board of Directors, the Supervisory Committee and the Directors, members of the Supervisory Committee and senior management of the Company guarantee that there are no misrepresentations or misleading statements, or material omission in this report, and individually and collectively accept full responsibility for the authenticity, accuracy and integrity of the information contained in this report.

All the members of the Board of Directors attended the board meeting on which this report was examined.

Wang Shu, Chairman of the Company, Han Ge, the principal in charge of the accounting, and Wang Shaoyu, Chief of Accounting Affairs, make the pledge for the authenticity, accuracy and integrity of the attached financial statements.

## II. Company Profile

### I. Summary of Accounting data and Financial index

Whether the Company makes retroactive adjustment or restatement of the accounting data of the previous year

Yes  No

	At the end of the current period	At the end of previous year	Increase or decrease in this reporting period over the previous year (%)	
Total assets (RMB)	56,692,375,310.29	54,155,710,718.91	4.68%	
Net assets attributable to shareholders of the listed company (RMB)	14,061,150,233.15	12,715,354,551.15	10.58%	
	This reporting period	Increase or decrease compared to the same period of the previous year	From the beginning of the year to the end of the current period	Compare to the same period of the previous year
Operating income (RMB)	9,640,672,901.66	31.12%	30,377,159,805.40	52.02%
Net profit attributable to the shareholders of the listed company (RMB)	810,662,349.27	106.76%	1,334,298,002.84	132.21%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (RMB)	803,806,749.08	111.39%	1,312,680,172.92	140.97%
Net Cash flow generated by business operation (RMB)	--	--	-4,105,433,271.11	-212.58%
Basic earnings per share(RMB/Share)	0.259	107.20%	0.425	132.24%
Diluted gains per share(RMB/Share)	0.259	107.20%	0.425	132.24%
Weighted average net assets yield (%)	6.18%	2.97%	9.97%	5.25%

Items and amount of non-recurring profit and loss

Applicable  Not applicable

Unit: RMB

Items	From the beginning of the year to the end of the current	Notes
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	period	
Profit or loss from disposal of non-current assets (including the write-off part for which assets impairment provision is made)	-4,990,694.81	
Details of government subsidies recorded into current profits and loss (except such government subsidy closely related to the company's normal business operation, meeting the regulation of national policy and enjoyed constantly in certain quota or quantity according to a certain standard)	22,993,400.00	
Profit or loss from investment or assets entrusted to others	3,294,593.14	
Profit or loss from debt restructuring	4,720,886.02	
Other non-operating revenue and expenditure other than above items	2,879,351.48	
Less: Impact of income tax	7,224,383.96	
Impact of minority interests (after tax)	55,321.95	
Total	21,617,829.92	--

For the Company's non-recurring profit and loss items as defined in "the Explanatory Announcement No.1 on information disclosure for Companies Offering their Securities to the Public-Non-recurring Profits and Losses" and its non-recurring profit and loss items as illustrated in "the Explanatory Announcement No.1 on information disclosure for Companies Offering their Securities to the Public-Non-recurring Profits and Losses" which have been defined as recurring profits and losses, it is necessary to explain the reason.

Applicable  Not applicable

None of Non-recurring profit and loss items recognized as recurring profit and loss items as defined by "the Explanatory Announcement No.1 on information disclosure for Companies Offering their Securities to the Public-Non-recurring Profits and Losses" in the report period.

## II. Total Number of Shareholders and Shareholding of top 10 shareholders

### 1. Total number of common shareholders, preferred shareholders whose voting rights restored, and shareholding of top 10 shareholders

Unit: Share

Total number of common shareholders at the end of the reporting period	68,506	The total number of preferred shareholders whose voting rights restored at the end of the reporting period (If any)	0			
Shareholding of top 10 shareholders						
Name of the shareholder	Nature of shareholder	Holding Percentage	Number of shares	Restricted shares held	Quantity of pledged or frozen shares	
					Status	Quantity
Benxi Steel &	State-owned legal	72.84%	2,284,411,202		Pledged	1,483,095,133

Iron (Group) Co., Ltd.	person				Frozen	45,000,000
Ma Tengyun	Domestic natural person	0.42%	13,298,900			
Bank of Communication Limited-Changxin Quantification Pioneer Mixed Securities Investment Fund	Others	0.30%	9,474,258			
BBH A/C VANGUARD EMERGING MARKETS STOCK INDEX FUND	Overseas legal person	0.26%	8,157,311			
Industrial and Commercial Bank of China Limited-South Big Data 100 Index Securities Investment Fund	Others	0.24%	7,452,851			
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	Overseas legal person	0.17%	5,376,122			
Chen Jinhong	Domestic natural person	0.16%	5,077,500			
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	Overseas legal person	0.15%	4,606,141			
Yu Xiaofan	Domestic natural person	0.14%	4,409,896			
Liu Shihong	Domestic natural person	0.12%	3,859,240			
Shareholding of top 10 shareholders of unrestricted shares						

Name of the shareholder	Number of un-restricted shares held	Category of shares	
		Category of shares	Quantity
Benxi Steel & Iron (Group) Co., Ltd.	2,284,411,202	Common shares in RMB	2,284,411,202
Ma Tengyun	13,298,900	Common shares in RMB	13,298,900
Bank of Communication Limited-Changxin Quantification Pioneer Mixed Securities Investment Fund	9,474,258	Common shares in RMB	9,474,258
BBH A/C VANGUARD EMERGING MARKETS STOCK INDEX FUND	8,157,311	Foreign shares placed in domestic exchange	8,157,311
Industrial and Commercial Bank of China Limited-South Big Data 100 Index Securities Investment Fund	7,452,851	Common shares in RMB	7,452,851
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	5,376,122	Foreign shares placed in domestic exchange	5,376,122
Chen Jinhong	5,077,500	Common shares in RMB	5,077,500
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	4,606,141	Foreign shares placed in domestic exchange	4,606,141
Yu Xiaofan	4,409,896	Foreign shares placed in domestic exchange	4,409,896
Liu Shihong	3,859,240	Foreign shares placed in domestic exchange	3,859,240
Notes to relationship or 'action in concert' among the top 10 non-restricted shareholders, and among the top 10 non-restricted	It is unknown to the Company whether there is any related connection or action-in-concert parties among the top 10 un-restricted shareholders.		

shareholders and top 10 shareholders	
Shareholders among the top 10 participating in securities margin trading (if any)	None

Whether top 10 common shareholders and top 10 un-restricted common shareholders have a buy-back agreement dealing in reporting period

Yes  No

Top 10 common shareholders and top 10 un-restricted common shareholders had no buy-back agreement dealing in reporting period.

## 2. Total Number of Preferred Shareholders and Shareholding of Top 10 Preferred Shareholders

Applicable  Not applicable

### III. Important Events

#### I. Major Changes in Financial Data and Financial Index And Reason

√ Applicable □ Not applicable

- Items and reasons for the change of more than 30% compared with the beginning of the year in the consolidated statement

1. Items of Financial Position Statement	Increase/Decrease	Reasons
Notes receivables	126%	Due to an increase in debt collection
Interests receivables	-32%	Due to a decrease of interest accrued on fixed time deposits
Other receivables	30%	Due to an increase in receivables and payables
Other current assets	-48%	Due to the reduction of short-term banking products
Available-for-sale financial assets	-61%	Due to the transfer to long-term equity investments
Construction materials	-41%	Due to a decrease in using construction materials
Deferred tax assets	-60%	Due to the use of deferred tax assets to cover the deficit during the current period
Notes payables	-38%	Due to the solution pay of notes at maturity
Employee benefits payable	78%	Due to an increase on employee benefits
Current tax liabilities	-56%	Due to a decrease in current tax liabilities at the end of the current period
Non-current liabilities due within one year	373%	Due to an increase in long-term loans due within one year
Long-term loans	-38%	Due to a decrease in long-term loans
Special reserves	3085%	Due to a decrease in expenses for safety use
Undistributed profits	268%	Due to an increase in net profits

- Items and reasons for the change of more than 30% compared to January to September, 2016 in the consolidated statement

2. Statement of comprehensive income	Increase/Decrease	Reasons
Operating income	52%	The settlement price of products increased over the beginning of the year.
Operating cost	57%	Purchase price of materials increased over the beginning of the year.
Taxes and surcharges	212%	Property tax, land use tax, vehicle and vessel use tax, stamp tax are reclassified from "General and administrative expenses" to "Tax and surcharges" this period.
Selling and distribution expenses	32%	Freight expenses increased over the beginning of the year.
Financial expenses	-33%	Net exchange losses increased over the beginning of the year.
Asset impairment loss	1577%	The price of products increased and the preparation on



		inventory-valuation loss is offset.
Income on investment	479%	Income from short-term financial products increased over same period in previous year.
Non-operating expenses	7942%	Fixed assets disposal loss increased over the beginning of the year.
Attributable to owners of parent company	132%	The price of products increased over the beginning of the year.
Attributable to non-controlling shareholders	-82%	Profit of the holding subsidiaries decreased over the beginning of the year.
<b>3. Statement of cash flows</b>	<b>Increase/ Decrease</b>	<b>Reasons</b>
Tax rebate received	-30%	Tax rebate received decreased over the beginning of the year.
Cash paid for goods and services	102%	Cash paid for goods and services increased over the beginning of the year.
Cash paid for all types of taxes	62%	Cash paid for all types of taxes increased over the beginning of the year.
Net cash flows from operating activities	-213%	Cash flows from operating activities increased over the beginning of the year.
Cash received from return on investments	41%	Short-term banking products received this period increased over same period in previous year.
Cash received from distribution of dividends or profit	479%	Income from financial products increased over same period in previous year.
Cash paid for acquisition of investments	-34%	Short-term banking products purchased this period reduced.
Cash received from borrowings	51%	Cash received from bank loans increased over the beginning of the year.
Net cash flows from financing activities	522%	Net financed assets increased over the beginning of the year.

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

Applicable  Not applicable

## III. The Under-Fulfillment Commitments by the End of the Period Made by Actual Controller, Acquirer, Director, Supervisor, Senior Management Personnel and other Related Parties.

Applicable  Not applicable

There was no under-fulfillment commitment by the end of the period made by actual controller, acquirer, director, supervisor, senior management personnel and other related parties.

## IV. Forecast towards Operating Performance of 2017

Warning and reason for that forecast of the cumulative net profit from the beginning of the year to the end of the next reporting period might be a loss or due to significant change compared to the previous year

Applicable  Not applicable

**V. Investment in Securities**

Applicable  Not applicable

There is no investment in securities during the reporting period.

**VI. Investment in Derivatives**

Applicable  Not applicable

There is no investment in derivatives during the reporting period.

**VII. Registration form of Activities such as Research, Communication, Interview in this Reporting Period**

Applicable  Not applicable

Reception time	Way of reception	Types of visitors	Basic index
20 July, 2017	Onsite investigation	Organization	<a href="http://www.cninfo.com.cn">http://www.cninfo.com.cn</a>

**VIII. Violation of Regulations in Provision of External Guaranty**

Applicable  Not applicable

There is no violation of regulations in provision of external guaranty during the reporting period.

**IX. Illustrations of Non-Operating Occupation of Funds by the Controlling Shareholder and Related Parties**

Applicable  Not applicable

There are no non-operating occupation of funds by the controlling shareholder and related parties

**X. Performing Corporation Social Responsibility of Targeted Poverty Alleviation**

The company has not carried out targeted poverty alleviation work during the reporting period, and has no plan for follow-up targeted poverty alleviation.

**IV. Financial Statements****I. Financial Statements****1. CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

Prepared by: Bengang Steel Plates Co., Ltd.

30 September 2017

Unit: RMB

Items	Ending balance	Beginning balance
<b>Current assets:</b>		
Cash at bank and on hand	12,382,277,330.45	12,931,912,017.84
Settlement provisions		
Capital lent		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable	4,591,065,268.47	2,030,681,138.03
Accounts receivable	593,371,229.51	623,865,427.25
Prepayments	597,926,580.84	493,839,659.44
Premium receivable		
Reinsurance accounts receivable		
Receivable deposit for reinsurance contract		
Interests receivable	2,873,285.16	4,208,818.85
Dividends receivable		
Other receivables	153,329,935.10	117,909,972.49
Redemptory financial assets for sale		
Inventories	10,737,088,464.68	9,782,173,936.74
Assets classified as held for sale		
Non-current assets due within one year		
Other current assets	266,731,866.97	513,398,815.83
<b>Total current assets</b>	<b>29,324,663,961.18</b>	<b>26,497,989,786.47</b>
<b>Non-current assets:</b>		
Loan and advances issued		
Available-for-sale financial assets	5,856,585.63	14,856,585.63
Held-to-maturity investment		
Long-term receivables		
Long-term equity investments		
Investment properties		
Fixed assets	19,220,677,904.84	20,688,468,637.44
Construction in progress	7,692,896,205.61	6,210,673,674.11
Construction materials	4,558,919.60	7,783,370.29

Disposal of fixed assets		
Productive biological assets		
Oil and gas assets		
Intangible assets	255,376,344.53	259,837,410.93
Development expenditure		
Goodwill		
Long-term deferred expenses		
Deferred tax assets	188,345,388.90	476,101,254.04
Other non-current assets		
Total non-current assets	27,367,711,349.11	27,657,720,932.44
Total assets	56,692,375,310.29	54,155,710,718.91
Current Liabilities:		
Short-term loans	23,691,178,750.00	18,762,472,779.48
Loan from central bank		
Absorbed deposit and interbank deposit		
Loan from other financial institutions		
Financial liabilities at fair value through profit or loss		
Advance from customers		
Notes payable	3,958,342,631.60	6,372,173,897.13
Accounts payable	4,648,449,675.39	5,680,244,661.52
Advance from customers	3,148,966,302.80	3,679,477,129.80
Financial assets sold for repurchase		
Handling charges and commission payable		
Employee benefits payable	42,905,543.60	24,063,493.70
Current tax liabilities	20,253,168.60	45,771,585.46
Interests payable	62,437,326.76	75,115,265.66
Dividends payable		
Other payables	441,012,518.96	460,009,213.78
Reinsurance accounts payable		
Provision for insurance contract		
Receipt from vicariously traded securities		

Receipt from vicariously underwriting securities		
Liabilities held for sale		
Non-current liabilities due within one year	2,071,159,300.00	437,669,535.66
Other current liabilities		
Total current liabilities	38,084,705,217.71	35,536,997,562.19
Non-current liabilities:		
Long-term loans	2,127,071,927.87	3,448,931,721.62
Bonds payable	1,498,275,260.78	1,494,825,782.32
Including: Preferred stock		
Perpetual bond		
Long-term payables		
Long-term employee benefits payable		
Special accounts payable		
Estimated liabilities		
Deferred income	388,878,500.00	410,399,000.00
Deferred tax liabilities		
Other non-current liabilities		
Total non-current liabilities	4,014,225,688.65	5,354,156,503.94
Total liabilities	42,098,930,906.36	40,891,154,066.13
Shareholders' equity:		
Share capital	3,136,000,000.00	3,136,000,000.00
Other equity instruments		
Including: Preferred stock		
Perpetual bond		
Capital reserves	9,114,845,542.05	9,114,845,542.05
Less: treasury shares		
Other comprehensive income		
Special reserves	11,870,401.02	372,721.86
Surplus reserves	961,105,529.85	961,105,529.85
General risk reserve		
Undistributed profits	837,328,760.23	-496,969,242.61
Total equity attributable to equity holders of the parent company	14,061,150,233.15	12,715,354,551.15

Non-controlling interests	532,294,170.78	549,202,101.63
Total shareholder's equity	14,593,444,403.93	13,264,556,652.78
Total liabilities and shareholder's equity	56,692,375,310.29	54,155,710,718.91

Legal Representative: Wang Shu

Person in charge of accounting: Han Ge

Accounting Dept. Leader: Wang Shaoyu

**1. BALANCE SHEET OF THE PARENT COMPANY**

Unit: RMB

Items	Ending balance	Beginning balance
<b>Current assets:</b>		
Cash at bank and on hand	11,802,294,961.74	12,402,995,087.03
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable	4,326,785,270.23	1,870,384,367.64
Accounts receivable	533,431,999.97	455,070,302.00
Prepayments	597,389,713.18	487,869,713.72
Interests receivable	2,873,285.16	4,208,818.85
Dividends receivable		
Other receivables	188,862,951.00	210,089,804.88
Inventories	9,186,877,171.69	8,308,291,029.07
Assets classified as held for sale		
Non-current assets due within one year		
Other current assets	237,628,505.09	431,675,085.33
<b>Total current assets</b>	<b>26,876,143,858.06</b>	<b>24,170,584,208.52</b>
<b>Non-current assets:</b>		
Available-for-sale financial assets	3,888,980.00	12,888,980.00
Held-to-maturity investment		
Long-term receivables		
Long-term equity investments	1,756,981,902.16	1,700,981,902.16
Investment properties		
Fixed assets	16,910,808,981.22	18,125,714,092.15
Construction in progress	7,671,941,238.07	6,196,524,880.06
Construction materials	4,134,133.28	4,134,139.52
Disposal of fixed assets		

Productive biological assets		
Oil and gas assets		
Intangible assets	152,908,849.57	155,388,452.53
Development expenditure		
Goodwill		
Long-term deferred expenses		
Deferred tax assets	90,940,739.88	378,696,605.02
Other non-current assets		
Total non-current assets	26,591,604,824.18	26,574,329,051.44
Total assets	53,467,748,682.24	50,744,913,259.96
Current Liabilities:		
Short-term loans	21,908,769,350.00	17,376,963,500.00
Financial liabilities at fair value through profit or loss		
Advance from customers		
Notes payable	3,372,632,631.27	5,768,523,196.16
Accounts payable	5,467,695,605.54	5,939,417,729.46
Advance from customers	3,044,873,924.58	3,671,944,099.35
Employee benefits payable	42,463,682.22	22,386,057.59
Current tax liabilities	4,185,733.81	28,902,954.65
Interests payable	62,238,801.13	70,109,821.13
Dividends payable		
Other payables	288,583,226.21	289,522,026.53
Liabilities held for sale		
Non-current liabilities due within one year	2,071,159,300.00	437,669,535.66
Other current liabilities		
Total current liabilities	36,262,602,254.76	33,605,438,920.53
Non-current liabilities:		
Long-term loans	2,127,071,927.87	3,448,931,721.62
Bonds payable	1,498,275,260.78	1,494,825,782.32
Including: Preferred stock		
Perpetual bond		
Long-term payables		
Long-term employee benefits payable		

Special accounts payable		
Estimated liabilities		
Deferred income	388,878,500.00	410,399,000.00
Deferred tax liabilities		
Other non-current liabilities		
Total non-current liabilities	4,014,225,688.65	5,354,156,503.94
Total liabilities	40,276,827,943.41	38,959,595,424.47
Shareholders' equity:		
Share capital	3,136,000,000.00	3,136,000,000.00
Other equity instruments		
Including: Preferred stock		
Perpetual bond		
Capital reserves	8,694,693,859.93	8,694,693,859.93
Less: treasury shares		
Other comprehensive income		
Special reserves	8,994,342.20	230,735.89
Surplus reserves	961,105,529.85	961,105,529.85
Undistributed profits	390,127,006.85	-1,006,712,290.18
Total shareholder's equity	13,190,920,738.83	11,785,317,835.49
Total liabilities and shareholder's equity	53,467,748,682.24	50,744,913,259.96

### 3. CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME OF THE CURRENT REPORTING PERIOD

Unit: RMB

Items	The Current Period	The Previous Period
1. Total operating income	9,640,672,901.66	7,352,413,667.74
Including: Operating income	9,640,672,901.66	7,352,413,667.74
Interest income		
Premium earned		
Income from handling charges and commission		
2. Total operating cost	8,643,165,739.54	6,782,057,523.51
Including: Operating cost	8,007,060,516.58	6,125,972,410.63
Interest cost		



Expenditure for handling charges and commission		
Surrender value		
Net expenditure for compensation		
Net provision for insurance contract appropriated		
Bonus payment for policy		
Reinsurance premium		
Taxes and surcharges	32,838,776.98	27,088,709.48
Selling and distribution expenses	268,471,511.83	219,452,625.67
General and administrative expenses	185,027,450.47	200,432,767.91
Financial expenses	151,946,049.78	209,946,899.42
Asset impairment loss	-2,178,566.10	-835,889.60
Add: Gains from the change in fair value ("- for loss)		
Income on investment ("- for loss)		569,498.63
Including: Income from associates and joint ventures		
Exchange Income ("- for loss)		
Other Income		
3. Operating profit ("- for loss)	997,507,162.12	570,925,642.86
Add: Non-operating income	13,070,744.52	15,234,307.48
Including: Gain on disposal of non-current assets	476,301.60	2,475,142.83
Less: Non-operating expenses	3,888,870.11	
Including: Loss on disposal of non-current assets	3,888,870.11	
4. Total profit ("- for loss)	1,006,689,036.53	586,159,950.34
Less: Income tax expenses	194,797,871.77	174,795,525.68
5. Net Profit ("- for loss)	811,891,164.76	411,364,424.66
Attributable to: Owners of parent company	810,662,349.27	392,077,397.20

Non-controlling shareholders	1,228,815.49	19,287,027.46
6. Other comprehensive income after tax		
Other comprehensive income attributable to owners of parent company after tax		
1) Other comprehensive income unable to be reclassified into profit and loss afterwards		
(1) .Change of net liabilities or net assets through re-measuring defined benefit plan		
(2) .Share of other comprehensive income of investee not to be classified into profit or loss afterwards under equity method		
2) Other comprehensive income to be reclassified into profit and loss afterwards		
(1) .Share of other comprehensive income of investee to be classified into profit or loss afterwards under equity method		
(2) .Gains and losses on re-measuring available-for-sale financial assets		
(3) .Gains and losses resulting from reclassification of held-to-maturity investment to financial assets held-for sale		
(4) .Effective portion of gains or losses from cash flow hedging		
(5) .Gains and losses resulting from translating the foreign currency financial statements		
(6) .Others		
Other comprehensive income attributable to non-controlling shareholders after tax		
7. Total comprehensive income	811,891,164.76	411,364,424.66

Total comprehensive income attributable to owners of parent company	810,662,349.27	392,077,397.20
Total comprehensive income attributable to non-controlling shareholders	1,228,815.49	19,287,027.46
8. Earnings per share:		
1) Basic earnings per share	0.259	0.125
2) Diluted earnings per share	0.259	0.125

The current business combination under common control, the net profits of the combined party before achieved: Yuan, net profit of previous period of the combined party realized: Yuan.

Legal Representative: Wang Shu

Person in charge of accounting: Han Ge

Accounting Dept. Leader: Wang Shaoyu

#### 4. INCOME STATEMENT OF THE PARENT COMPANY DURING THE CURRENT REPORTING PERIOD

Unit: RMB

Items	The Current Period	The Previous Period
1. Turnover	9,431,303,159.07	7,541,752,295.18
Less: Operating cost	7,944,761,205.42	6,506,196,116.23
Taxes and surcharges	24,005,387.31	24,375,185.52
Selling and distribution expenses	182,143,490.01	155,519,980.97
General and administrative expenses	173,001,531.44	185,740,284.28
Financial expenses	136,168,153.13	195,326,877.96
Asset impairment loss	-2,177,456.19	-368,932.75
Add: Gains from the change in fair value ("- " for loss)		
Income on investment ("- " for loss)		569,498.63
Including: Income from associates and joint ventures		
Other Income		
2. Operating profit ("- " for loss)	973,400,847.95	475,532,281.60
Add: Non-operating income	12,947,899.28	15,117,388.95

Including: Gain on disposal of non-current assets	476,301.60	2,406,422.22
Less: Non-operating expenses	3,888,870.11	
Including: Loss on disposal of non-current assets	3,888,870.11	
3. Total profit ("-" for loss)	982,459,877.12	490,649,670.55
Less: Income tax expenses	187,447,328.04	170,060,434.17
4. Net Profit ("-" for loss)	795,012,549.08	320,589,236.38
5. Other comprehensive income after tax		
1) Other comprehensive income unable to be reclassified into profit and loss afterwards		
(1) .Change of net liabilities or net assets through re-measuring defined benefit plan		
(2) .Share of other comprehensive income of investee not to be classified into profit or loss afterwards under equity method		
2) Other comprehensive income to be reclassified into profit and loss afterwards		
(1) .Share of other comprehensive income of investee to be classified into profit or loss afterwards under equity method		
(2) Gains and losses on re-measuring available-for-sale financial assets		
(3) .Gains and losses resulting from reclassification of held-to maturity investment to financial assets held-for sale		
(4) .Effective portion of gains or losses from cash flow hedging		
(5) .Gains and losses resulting from translating the foreign currency financial statements		

(6) .Others		
6. Total comprehensive income	795,012,549.08	320,589,236.38
7. Earnings per share:		
1) Basic earnings per share		
2) Diluted earnings per share		

## 5. CONSOLIDATED STATEMENT OF INCOME STATEMENT FROM THE BEGINNING OF THE YEAR TO THE END OF THE CURRENT REPORTING PERIOD

Unit: RMB

Items	The Current Period	The Previous Period
1. Total operating income	30,377,159,805.40	19,981,998,237.09
Including: Operating income	30,377,159,805.40	19,981,998,237.09
Interest income		
Premium earned		
Income from handling charges and commission		
2. Total operating cost	28,752,295,499.49	19,089,375,328.26
Including: Operating cost	26,697,726,482.69	17,040,154,712.67
Interest cost		
Expenditure for handling charges and commission		
Surrender value		
Net expenditure for compensation		
Net provision for insurance contract appropriated		
Bonus payment for policy		
Reinsurance premium		
Taxes and surcharges	166,595,508.05	53,421,604.24
Selling and distribution expenses	856,104,219.26	649,513,688.81
General and administrative expenses	543,978,855.55	552,387,486.39
Financial expenses	533,459,454.58	796,614,724.61
Asset impairment loss	-45,569,020.64	-2,716,888.46
Add: Gains from the change in fair		

value ("- for loss)		
Income on investment ("- for loss)	3,294,593.14	569,498.63
Including: Income from associates and joint ventures		
Exchange Income ("- for loss)		
Other Income		
3. Operating profit ("- for loss)	1,628,158,899.05	893,192,407.46
Add: Non-operating income	34,085,233.10	39,430,977.03
Including: Gain on disposal of non-current assets	3,491,595.60	4,595,601.72
Less: Non-operating expenses	8,482,290.41	105,474.99
Including: Loss on disposal of non-current assets	8,482,290.41	105,474.99
4. Total profit ("- for loss)	1,653,761,841.74	932,517,909.50
Less: Income tax expenses	311,902,932.93	314,857,746.97
5. Net Profit ("- for loss)	1,341,858,908.81	617,660,162.53
Attributable to: Owners of parent company	1,334,298,002.84	574,615,573.52
Non-controlling shareholders	7,560,905.97	43,044,589.01
6. Other comprehensive income after tax		
Other comprehensive income attributable to owners of parent company after tax		
1) Other comprehensive income unable to be reclassified into profit and loss afterwards		
(1) .Change of net liabilities or net assets through re-measuring defined benefit plan		
(2) .Share of other comprehensive income of investee not to be classified into profit or loss afterwards under equity method		
2) Other comprehensive income to be reclassified into profit and loss		

afterwards		
(1) .Share of other comprehensive income of investee to be classified into profit or loss afterwards under equity method		
(2) .Gains and losses on re-measuring available-for-sale financial assets		
(3) .Gains and losses resulting from reclassification of held-to-maturity investment to financial assets held-for sale		
(4) .Effective portion of gains or losses from cash flow hedging		
(5) .Gains and losses resulting from translating the foreign currency financial statements		
(6) .Others		
Other comprehensive income attributable to non-controlling shareholders after tax		
7. Total comprehensive income	1,341,858,908.81	617,660,162.53
Total comprehensive income attributable to owners of parent company	1,334,298,002.84	574,615,573.52
Total comprehensive income attributable to non-controlling shareholders	7,560,905.97	43,044,589.01
8. Earnings per share:		
1) Basic earnings per share	0.425	0.183
2) Diluted earnings per share	0.425	0.183

The current business combination under common control, the net profits of the combined party before achieved: Yuan, net profit of previous period of the combined party realized: Yuan.

## 6. STATEMENT OF COMPREHENSIVE INCOME OF THE PARENT COMPANY FROM THE BEGGING OF THE YEAR TO THE END OF THE CURRENT REPORTING PERIOD

Unit: RMB

Items	The Current Period	The Previous Period
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1.Turnover	30,628,819,938.27	20,727,140,742.37
Less: Operating cost	27,427,737,279.74	18,236,082,900.44
Taxes and surcharges	140,788,803.31	39,015,159.45
Selling and distribution expenses	555,662,676.40	507,779,490.30
General and administrative expenses	509,371,807.46	507,214,377.27
Financial expenses	486,344,038.55	750,350,717.43
Asset impairment loss	-45,567,910.73	-2,249,931.61
Add: Gains from the change in fair value ("-" for loss)		
Income on investment ("-" for loss)	105,369,227.90	14,282,827.08
Including: Income from associates and joint ventures		
Other Income		
2.Operating profit ("-" for loss)	1,659,852,471.44	703,230,856.17
Add: Non-operating income	33,224,981.14	38,679,929.93
Including: Gain on disposal of non-current assets	3,491,595.60	4,456,927.98
Less: Non-operating expenses	8,482,290.41	105,474.99
Including: Loss on disposal of non-current assets	8,482,290.41	105,474.99
3.Total profit ("-" for loss)	1,684,595,162.17	741,805,311.11
Less: Income tax expenses	287,755,865.14	308,151,093.24
4.Net Profit ("-" for loss)	1,396,839,297.03	433,654,217.87
5.Other comprehensive income after tax		
1) Other comprehensive income unable to be reclassified into profit and loss afterwards		
(1) .Change of net liabilities or net assets through re-measuring defined benefit plan		
(2) .Share of other comprehensive income of investee not to be classified into profit or loss afterwards under equity method		



2) Other comprehensive income to be reclassified into profit and loss afterwards		
(1) .Share of other comprehensive income of investee to be classified into profit or loss afterwards under equity method		
(2) Gains and losses on re-measuring available-for-sale financial assets		
(3) .Gains and losses resulting from reclassification of held-to-maturity investment to financial assets held-for sale		
(4) .Effective portion of gains or losses from cash flow hedging		
(5) .Gains and losses resulting from translating the foreign currency financial statements		
(6) .Others		
6.Total comprehensive income	1,396,839,297.03	433,654,217.87
7.Earnings per share:		
3) Basic earnings per share		
4) Diluted earnings per share		

## 7. CONSOLIDATED STATEMENT OF CASH FLOWS FROM THE BEGGINING OF THE YEAR TO THE END OF THE CURRENT PERIOD

Unit: RMB

Items	The Current Period	The Previous Period
1.Cash flow from operating activities:		
Cash received from sale of goods or rendering of services	21,053,946,910.03	16,580,702,769.37
Net increase of customers' deposit and interbank deposit		
Net increase of loan from central bank		
Net increase of loans from other financial institutions		

Cash received for premium of original insurance contract		
Net cash received for reinsurance business		
Net increase of deposit and investment of the insured		
Net increase of Financial assets at fair value through profit or loss		
Cash from receiving interest, handling charge and commission		
Net increase of loans from other financial institutions		
Net increase of fund for buy-back business		
Tax rebate received	247,722,320.84	353,037,007.15
Other cash received relating to operating activities	93,241,794.79	84,677,742.77
Subtotal of cash inflow received from operation activities	21,394,911,025.66	17,018,417,519.29
Cash paid for goods and services	23,277,409,481.43	11,511,671,889.04
Net increase of customer's loan and advances		
Net increase of deposit in central bank and interbank deposit		
Cash for payment of compensation for original insurance contract		
Cash for payment of interest, handling charge and commission		
Cash for payment of policy bonus		
Cash paid to and on behalf of employees	1,372,504,441.92	1,247,371,996.56
Cash paid for all types of taxes	443,361,163.06	273,035,353.99
Other cash paid relating to operating activities	407,069,210.36	339,714,850.94
Subtotal of cash outflow received from operation activities	25,500,344,296.77	13,371,794,090.53
Net cash flows generated from operating activities	-4,105,433,271.11	3,646,623,428.76

2. Cash flows from investing activities:		
Cash received from return on investments	424,000,000.00	300,000,000.00
Cash received from distribution of dividends or profit	3,294,593.14	569,498.63
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		4,296,555.00
Net cash received from disposal of subsidiary and other operating units		
Other cash paid relating to investing activities		
Subtotal of cash inflow received from investing activities	427,294,593.14	304,866,053.63
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	947,149,945.24	1,016,048,866.75
Cash paid for acquisition of investments	380,000,000.00	572,000,000.00
Net increase of mortgage loan		
Net cash received from subsidiary and other operating unit		
Other cash paid relating to investing activities		
Subtotal of cash outflows from investing activities	1,327,149,945.24	1,588,048,866.75
The net cash flow generated by investment activities	-899,855,352.10	-1,283,182,813.12
3. Cash flows from financing activities:		
Proceeds from investment		
Including: Proceeds from investment of non-controlling shareholders of subsidiary		
Proceeds from borrowings	19,545,352,799.54	12,925,514,125.63
Cash received from bond issuance		
Other proceeds relating to financing activities		210,000,000.00
Subtotal cash inflow received from	19,545,352,799.54	13,135,514,125.63

financing activities		
Cash repayments of borrowings	14,264,079,011.29	11,692,619,787.29
Cash payments for distribution of dividends, profit or interest expenses	895,675,683.07	737,477,171.35
Including: Cash paid to non-controlling shareholders as dividend and profit by subsidiaries		
Other cash payments relating to financing activities		
Subtotal of cash outflows from financing activities	15,159,754,694.36	12,430,096,958.64
The net cash flow generated by financing activities	4,385,598,105.18	705,417,166.99
4. Effect of foreign exchange rate changes on cash and cash equivalents	-92,924,890.05	39,845,240.81
5. Net increase in cash and cash equivalents	-712,615,408.08	3,108,703,023.44
Add: Cash and cash equivalents at the beginning of the period	12,273,574,488.67	4,612,782,772.98
6. Cash and cash equivalents at the ending of the period	11,560,959,080.59	7,721,485,796.42

## 8. CASH FLOW STATEMENT OF THE PARENT COMPANY FROM THE BEGINNING OF THE YEAR TO THE END OF THE CURRENT PERIOD

Unit: RMB

Items	The Current Period	The Previous Period
1. Cash flow from operating activities:		
Cash received from sale of goods or rendering of services	20,467,726,400.98	17,325,991,437.46
Tax rebate received	172,271,080.18	343,392,974.16
Other cash received relating to operating activities	87,160,373.20	76,149,013.82
Subtotal of cash inflow received from operation activities	20,727,157,854.36	17,745,533,425.44
Cash paid for goods and services	23,052,858,946.77	12,379,218,031.50
Cash paid to and on behalf of employees	1,304,133,489.37	1,181,632,960.47

Cash paid for all types of taxes	363,002,738.78	146,872,420.32
Other cash paid relating to operating activities	344,550,652.82	295,590,912.91
Subtotal of cash outflow received from operation activities	25,064,545,827.74	14,003,314,325.20
Net cash flows generated from operating activities	-4,337,387,973.38	3,742,219,100.24
2. Cash flows from investing activities:		
Cash received from return on investments	424,000,000.00	300,000,000.00
Cash received from distribution of dividends or profit	105,369,227.90	569,498.63
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		4,107,574.00
Net cash received from disposal of subsidiary and other operating units		
Other cash paid relating to investing activities		
Subtotal of cash inflow received from investing activities	529,369,227.90	304,677,072.63
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	930,544,967.24	996,101,897.66
Cash paid for acquisition of investments	380,000,000.00	572,000,000.00
Net cash received from subsidiary and other operating unit		
Other cash paid relating to investing activities		
Subtotal of cash outflows from investing activities	1,310,544,967.24	1,568,101,897.66
The net cash flow generated by investment activities	-781,175,739.34	-1,263,424,825.03
3. Cash flows from financing activities:		
Proceeds from investment		
Proceeds from borrowings	18,182,352,799.54	11,862,514,125.63
Cash received from bond issuance		

Other proceeds relating to financing activities		210,000,000.00
Subtotal cash inflow received from financing activities	18,182,352,799.54	12,072,514,125.63
Cash repayments of borrowings	13,159,153,564.72	10,841,064,067.53
Cash payments for distribution of dividends, profit or interest expenses	701,660,667.03	691,202,152.71
Other cash payments relating to financing activities		
Subtotal of cash outflows from financing activities	13,860,814,231.75	11,532,266,220.24
The net cash flow generated by financing activities	4,321,538,567.79	540,247,905.39
4. Effect of foreign exchange rate changes on cash and cash equivalents	-92,971,403.22	39,834,229.35
5. Net increase in cash and cash equivalents	-889,996,548.15	3,058,876,409.95
Add: Cash and cash equivalents at the beginning of the period	11,876,536,613.66	4,489,630,951.08
6. Cash and cash equivalents at the ending of the period	10,986,540,065.51	7,548,507,361.03

## II. Audit report

Whether the third quarter report is audited

Yes  No

The third quarter report is not audited.