

Stock Code: 200160

Short Form of the Stock: Dongfeng-B

Notice No: 2018-031

# Dongfeng Sci-Tech Group Co., Ltd.

## Summary of Semi-Annual Report 2018

### I. Important Notice

The summary is abstract from full-text of semi-annual report, for more details of operating results, financial condition and future development plan of the Company; investors should found in the full-text that published on media appointed by CSRC.

Objection statement of directors, supervisors and senior executives

Name	Position	Content and reason
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Statement

Other directors attending the Meeting for semi-annual report deliberation except for the followed

Name of director absent	Title for absent director	Reasons for absent	Attorney
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Prompt of non-standard audit opinion

Applicable     Not applicable

Profit distribution pre-plan of common stock or capitalizing of common reserves pre-plan deliberated by the Board in the reporting period

Applicable     Not applicable

There is no plan of cash bonus, dividend distribution and capitalizing of common reserves carried out by the Company

Profit distribution pre-plan of preferred stock deliberated and approved by the Board in the reporting period

Applicable     Not applicable

### II. Company profile

#### 1. Company Profile

Short form of the stock	Dongfeng-B	Stock code	200160
Stock exchange for listing	Shenzhen Stock Exchange		
Short form of the Stock after changed (if applicable)	Nanjiang B		
Person/Way to contact	Secretary of the Board	Rep. of security affairs	
Name	Li Wenying	Wang Haijian	
Office add.	XiaBanCheng Town, Chengde County, Hebei Province	XiaBanCheng Town, Chengde County, Hebei Province	
Tel.	0314-3115048	0314-3115048	
E-mail	liwy@dftechgroup.com	wanghj@dftechgroup.com	

## 2. Main financial data and indexes

Whether it has retroactive adjustment or re-statement on previous accounting data

Yes  No

	Current period	Same period of last year	Changes over last year
Operating income (RMB)	79,815,868.78	101,563,994.47	-21.41%
Net profit attributable to shareholders of the listed company (RMB)	-5,210,758.22	-3,145,668.96	-65.65%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	-8,215,907.64	-3,168,677.19	-159.29%
Net cash flow arising from operating activities (RMB)	33,925,293.02	28,687,301.69	18.26%
Basic earnings per share (RMB/Share)	-0.007	-0.004	-75.00%
Diluted earnings per share (RMB/Share)	-0.007	-0.004	-75.00%
Weighted average ROE	-1.44%	-0.88%	-0.56%
	Current period-end	Period-end of last year	Changes over end of last year
Total assets (RMB)	461,628,113.57	503,762,445.04	-8.36%
Net assets attributable to shareholder of listed company (RMB)	358,718,018.65	363,928,776.87	-1.43%

## 3. Number of shares and share-holding

In Share

Total common stock shareholders in reporting period-end	18,755	Total preference shareholders with voting rights recovered at end of reporting period (if applicable)	0			
Top ten shareholders						
Full name of Shareholders	Nature of shareholder	Proportion of shares held	Amount of shares held	Amount of non-circulation shares held	Number of share pledged/frozen	
					State of share	Amount
Wang Dong	Domestic nature person	29.49%	208,324,800	208,324,800		
Everbright Securities (H.K.) Co., Ltd.	Overseas legal person	13.78%	97,364,256	0		
GUOTAI	Overseas legal	6.76%	47,717,944	0		

JUNAN SECURITIES(HONGKONG) LIMITED	person					
Chengde North Industrial Corporation	Domestic non-state owned legal person	2.62%	18,517,651	18,517,651		
Shenwan Hong Yuan Securities (Hong Kong) Co., Ltd.	Overseas legal person	2.01%	14,181,761	0		
Wang Zhongsong	Domestic nature person	1.89%	13,327,891	13,327,891		
Wang Wensheng	Domestic nature person	1.03%	7,258,007	0		
Zhou Haihong	Domestic nature person	0.95%	6,708,495	0		
Li Tianyun	Domestic nature person	0.60%	4,218,900	0		
Zhao Ziyang	Domestic nature person	0.46%	3,248,916	0		
Explanation on associated relationship among the aforesaid shareholders	The Company is unknown whether there exists associated relationship or belongs to consistent actor regulated by “management method for acquisition of listed company” among the above said shareholders.					
Explanation on shareholders involving margin business (if applicable)	N/A					

**4. Changes of controlling shareholders or actual controller**

Controlling shareholder changed in the Period

Applicable  Not applicable

Controlling shareholders had no change in reporting period.

Actual controller changed in the Period

Applicable  Not applicable

Actual controller had no change in reporting period.

**5. Total preferred shareholders and top 10 shares held by preferred shareholders**

Applicable  Not applicable

The Company has no preferred shareholders

## 6. Corporate bond

Whether the Company has a corporation bonds that issuance publicly and listed on stock exchange and without due on the date when semi-annual report approved for released or fail to cash in full on due

No

## III. Discussion and analysis of operation

### 1. Operation status in the period

Does the Company need to comply with the disclosure requirements of the special industry

No

(I) Situation analysis of the industry during the reporting period

In the first half of 2018, the real estate market continued the main tone of strict regulation and control, the central government clearly stated that the regulation and control shall not be loosened, many cities implemented the local entity responsibilities, policies were intensively introduced, and regulation and control continued to be strengthened. During the reporting period, the real estate market in Hebei Province strictly implemented the policy requirements of “housing for living instead of vicious speculation”, which maintained the continuity and stability of a series of regulation and control policies such as purchase restriction, loan restriction and price limit, and the real estate market steadily declined. In the first half of 2018, the investment in real estate development in Hebei Province was 196.4 billion Yuan, a decrease of 12.3% over the same period of last year, the sales area of commercial housing was 18,743,000 square meters, a year-on-year decrease of 29.2%, the area of commercial housing for sale was 8,921,000 square meters, a year-on-year decrease of 32.7%. Development and sales for real estate are turns to downtrend as a whole.

(II) The operation of the company during the reporting period

During the reporting period, under the general background of continuous high-pressure regulation on real estate, on the one hand, the company conformed to the market situation and actively decreased the stock of real estate, at the same time, it controlled the project quality, optimized the product design, and focused on planning and developing a new real estate project—Tianxi Housing Estate; on the one hand, the company steadily promoted the equipment industrialization project of Dongfeng New Energy, and accelerated the construction of plant area and the layout of production lines. At present, the nine factories have all been capped, and the equipment customization and purchase for the first production line of ceramic staple fiber has been completed, which is in tight and orderly installation and debugging and is expected to be put into production in the fourth quarter. At the same time, the company increased the business market expansion and product promotion, and provided strong guarantee for the industrialization and marketization of projects.

1. In the reporting period, developments of the property for the Company are as:

Item	Area	Type of operation	Equity ratio	Floor area (square metters)	Meter capacity building are	Completed construction are	Total investment estimated (100 million Yuan)
Tianxi Community	Chengde	Residence, Commerce	100%	25128.90	In planning	0	3.8

2. In the reporting period, sales of the property for the Company are as:

Item	Type of	Area available for	Area presale in	Clearing the	Operation	Operation cost	Gross profit
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	operation	sales at period-begin (m <sup>2</sup> )	the period (m <sup>2</sup> )	area in the period (m <sup>2</sup> )	income (Yuan)	(Yuan)	margin (%)
Nanjiang Huijing Tiandi	Residence	11,242.07	4,154.33	15,015.77	61,015,827.41	53,084,696.93	13%
	Commerce	14,190.11	9,430.55	3,448.88	15,965,947.65	15,770,155.88	1%
	Total	25,432.18	13,584.88	18,464.65	76,981,775.06	68,854,852.81	

3. In the reporting period, financing for the Company are as:

Type of financing	Credit amount (10 thousand Yuan)	Balance of financing (in 10 thousand Yuan)	Cost of financing	Term of financing
Bank loans	20000	20000	7.105%	5-year

4. In the reporting period, the Company provided guarantees to its commercial housing purchasers for bank mortgage loans:

As of the end of the reporting period, the balance of the guarantee provided by the Company for commercial housing purchasers due to bank mortgage loans was RMB 120.21 million. During the reporting period, there was no liability guarantees or amount involved accounting for 10% of the Company's audited net profit in the latest period.

5. In the reporting period, the Company has no new land reserves.

## 2. Matters relevant to financial report

### (1) Particulars about the changes in aspect of accounting policy, estimates and calculation method compared with the accounting period of last year

Applicable  Not applicable

The Company had no particulars about the changes in aspect of accounting policy, estimates or calculation method in the reporting period.

### (2) Particulars about retroactive restatement on major correction for accounting errors in reporting period

Applicable  Not applicable

The company had no particulars about retroactive restatement on major correction for accounting errors in the reporting period.

### (3) Particulars about the change of consolidation range compared with the accounting period of last year

Applicable  Not applicable

1. After the review and approval of the 25th meeting of the sixth board meeting of the company, Dongfeng technology development Co., Ltd., a subsidiary of the company, increased its capital and expanded its shares in Dongguan Haizhuo energy technology Co., Ltd., and completed the capital increase on March 6, 2018. After the capital increase, Haizhuo energy Co., Ltd was incorporated into the company's merger scope.