

Stock Code: 200160

Short Form of the Stock: Dongfeng-B

Public Notice No.:2018-052

# **Dongfeng Sci-Tech Group CO., LTD.**

## **Text of Third Quarterly Report 2018**

## **Section I. Important Notes**

**Board of Directors and the Supervisory Committee of Dongfeng Sci-Tech Group Co., Ltd. (hereinafter referred to as the Company) and its directors, supervisors and senior executives hereby confirm that there are no any fictitious statements, misleading statements, or important omissions carried in this report, and shall take all responsibilities, individual and/or joint, for the reality, accuracy and completion of the whole contents.**

**All directors of the Company are attended the Meeting for quarterly report deliberation.**

**Principal of the Company Zhao Yongsheng, Person in Charge of Accounting Works Zhao Yongsheng and Person in Charge of Accounting Organ (Accounting Officer) Liu Fengguo hereby confirm that the Financial Report of the Third Quarterly Report is authentic, accurate and complete.**

## Section II. Basic information of Company

### I. Main accounting data and index

Whether it has retroactive adjustment or re-statement on previous accounting data or not

☐Yes ☒No

	Current period-end	Period-end of last year	Increase/decrease	
Total assets (RMB)	557,365,690.04	503,762,445.04	10.64%	
Net assets attributable to shareholders of listed company (RMB)	368,834,195.17	363,928,776.87	1.35%	
	Current period	Increase/decrease in comparison with same period of last year	Year-begin to end of the Period	Increase/decrease in comparison with year-begin to Period-end of last year
Operating revenue (RMB)	15,883,771.67	3,292.95%	95,699,640.45	-6.21%
Net profit attributable to shareholders of the listed company (RMB)	8,356,632.89	22,862.15%	3,145,874.67	198.85%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	-10,105,275.24	-5,916.25%	-18,321,182.88	-449.09%
Net cash flow arising from operating activities (RMB)	--	--	24,905,339.48	151.27%
Basic earnings per share (RMB/Share)	0.0118	11,900.00%	0.0045	200.00%
Diluted earnings per share (RMB/Share)	0.0118	11,900.00%	0.0045	200.00%
Weighted average ROE	2.27%	2.28%	0.86%	1.75%

Items and amount of extraordinary profit (gains)/losses

☒Applicable ☐Not applicable

In RMB

Item	Amount from year-begin to end of the Period	Note
Gains/losses from the disposal of non-current asset (including the write-off that accrued for impairment of assets)	219,005.95	

Governmental subsidy reckoned into current gains/losses (not including the subsidy enjoyed in quota or ration according to national standards, which are closely relevant to enterprise's business)	2,890,000.00	Received energy-saving subsidy from the government.
Gains and losses arising from contingent proceedings irrelevant to normal operation of the Company	18,502,300.54	Income from disposal of subsidiary.
Other non-operating income and expenditure except for the aforementioned items	-144,248.94	
Total	21,467,057.55	--

Concerning the extraordinary profit (gain)/loss defined by *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, and the items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, explain reasons

☐ Applicable ☒ Not applicable

In reporting period, the Company has no particular about items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*.

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

### 1. Number of common shareholders and preference shareholders with voting rights recovered and top ten common shareholders

In share

Total number of common shareholders at the end of report period	18,756	Total preference shareholders with voting rights recovered at end of reporting period (if applicable)	0			
Top ten shareholders						
Shareholders	Nature of shareholder	Proportion of shares held	Amount of shares held	Amount of non-tradable shares held	Number of share pledged/frozen	
					State of share	Amount
Wang Dong	Domestic natural person	29.49%	208,324,800	208,324,800		
China Everbright Securities (HK) Limited	Foreign corporate	12.80%	90,432,845	0		
GUOTAI JUNAN SECURITIES(H	Foreign corporate	6.73%	47,561,344	0		

ONGKONG) LIMITED						
Chengde North Industrial Corporation	Domestic non-state owned legal person	2.62%	18,517,651	18,517,651		
Shen wan Hongyuan securities (Hong Kong) Co., LTD.	Foreign corporate	2.01%	14,181,761	0		
Wang Zhengsong	Domestic natural person	1.89%	13,327,891	13,327,891		
Wang Wensheng	Domestic natural person	1.03%	7,258,007	0		
Zhou Haihong	Domestic natural person	0.95%	6,708,495	0		
Li Tianyun	Domestic natural person	0.72%	5,111,100	0		
Zhao Ziyang	Domestic natural person	0.46%	3,248,916	0		
Tradable shares held by top 10 shareholders						
Shareholders	Amount of tradable shares held	Type of shares		Type	Amount	
China Everbright Securities (HK) Limited	90,432,845	Domestically listed foreign shares			90,432,845	
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	47,561,344	Domestically listed foreign shares			47,561,344	
Shen wan Hongyuan securities (Hong Kong) Co., LTD.	14,181,761	Domestically listed foreign shares			14,181,761	
Wang Wensheng	7,258,007	Domestically listed foreign shares			7,258,007	
Zhou Haihong	6,708,495	Domestically listed foreign shares			6,708,495	
Li Tianyun	5,111,100	Domestically listed foreign			5,111,100	

		shares	
Zhao Ziyang	3,248,916	Domestically listed foreign shares	3,248,916
Peng Wei	2,978,525	Domestically listed foreign shares	2,978,525
Su Youhe	2,242,373	Domestically listed foreign shares	2,242,373
Tang Haiming	1,866,800	Domestically listed foreign shares	1,866,800
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 about top ten common shareholders (if applicable)	N/A		

Whether top ten common shareholders or top ten common shareholders with un-restrict shares held have a buy-back agreement dealing in reporting period

☐ Yes ☒ No

The ten common shareholders or top ten common shareholders with un-restrict shares held of the Company have no buy-back agreement dealing in reporting period.

## 2. Total of shareholders with preferred stock held and the top ten shareholdings

☐ Applicable ☒ Not applicable

### Section III. Important events

#### I. Particular about major changes from items of main accounting statements and financial indexes as well as reasons

√ Applicable    □ Not applicable

Serial	Item	Closing balance /Amount in the period	Opening balance /Amount in last period	Changes		Reasons
				Amount	Ratio	
1	Monetary fund	31,703,301.18	74,805,209.06	-43,101,907.88	-57.62%	Caused by the account paid in advance for engineering
2	Account paid in advance	220,202,936.74	183,595.06	220,019,341.68	119839.47%	Caused by the account paid in advance for engineering
3	Other receivables	31,122,942.26	58,740,204.94	-27,617,262.68	-47.02%	Account of lands collected in the period
4	Stocks	157,152,871.56	234,653,825.84	-77,500,954.28	-33.03%	The development products are carry-over in the period
5	Other current assets	3,804,572.09	34,559,505.29	-30,754,933.20	-88.99%	The tax paid in advance was carry-over to gains/losses and financial products redemption in the period
6	Investment real estate		4,236,346.34	-4,236,346.34	-100.00%	Investment real estate declined due to the subsidiary disposal in the period
7	Fixed assets	19,313,525.12	9,674,396.99	9,639,128.13	99.64%	Purchase new houses and buildings in the period
8	Construction in progress	10,165,795.82	2,267,164.04	7,898,631.78	348.39%	Costs from construction in progress increased in the period
9	Development expenditure	9,391,639.44	3,513,561.56	5,878,077.88	167.30%	Costs from development projects increased in the period
10	Other non current assets		10,427,021.55	-10,427,021.55	-100.00%	Account paid in advance for lands are transfer to intangible assets
11	Account payable	6,524,693.67	15,487,833.06	-8,963,139.39	-57.87%	Caused by the account paid for engineering
12	Account received in advance	33,897,963.50	64,165,709.37	-30,267,745.87	-47.17%	Account received in advance for houses are carry-over to revenue in the period
13	Employee compensation payable	725,445.80	2,201,668.93	-1,476,223.13	-67.05%	Salary are paid in the period

14	Tax payable	228,844.77	13,171,059.13	-12,942,214.36	-98.26%	Income tax paid in the period
15	Other payable	18,991,964.49	25,952,193.34	-6,960,228.85	-26.82%	Intercourse funds declined in the period
16	Long-term loans	99,910,000.00		99,910,000.00		Bank loans increased in the period
17	Business tax and surcharge	3,324,122.85	2,411,037.70	913,085.15	37.87%	Accrual taxes increased due to the increase of sales in houses
18	Management expense	21,114,670.20	17,175,859.65	3,938,810.55	22.93%	The enterprises included in combination scope increased over that of last year
19	Other income	2,890,000.00		2,890,000.00		Received energy-saving subsidy from the government in the period
20	Investment income	18,683,998.38		18,683,998.38		Income from disposal of subsidiary in the period
21	Net cash flow arising from operating activities	24,905,339.48	-48,576,810.42	73,482,149.90	151.27%	Received more intercourse funds in the period
22	Net cash flow arising from investment activities	-167,207,550.45	85,141,448.45	-252,348,998.90	-296.39%	Account paid for construction in progress in the period
23	Net cash flow arising from financing activities	102,850,300.00	-675,500.00	103,525,800.00	15325.80%	Received loans from the bank in the period

## II. Progress and influence of the main events as well as solution analysis specification

√ Applicable □ Not applicable

No follow-up

Highlights	Date of disclosure	Interim report disclosure website query index
On August 14, 2018, the second meeting of the seventh board of directors of the company deliberated and passed the motion on selling 100% equity of the wholly-owned subsidiary, agreeing to transfer 100% equity of chengde nanjiang trading co., ltd. held by the company to chengde chengjin trading co., ltd. in chengde county at the transfer price of	2018-08-15	For details, please refer to the announcement of selling 100% equity of the wholly-owned subsidiary disclosed by the company on August 15, 2018 in the securities times, the Hong Kong commercial daily and the giant wave information website (www.cninfo.com.cn) : 2018-028.
	2018-09-01	For details, please refer to the notice of



22,639.5 thousand yuan. The company received the equity transfer payment of 22,639.5 thousand yuan on August 29, 2018. The profit and loss resulting from the sale of 100% stake in nanjiang trading is 18,502.3 thousand yuan.		completion of the sale of 100% equity of the wholly-owned subsidiary disclosed by the company on September 1, 2018 in the securities times, the Hong Kong commercial daily and the giant wave information website (www.cninfo.com.cn) : 2018-033.
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### III. Commitments that the actual controller, shareholders, related parties, offeror and the Company have fulfilled during the reporting period and have not yet fulfilled by the end of reporting period

☐ Applicable ☒ Not applicable

There are no Commitments that the actual controller, shareholders, related parties, offeror and the Company have fulfilled during the reporting period and have not yet fulfilled by the end of reporting period.

### IV. Estimation of operation performance for year of 2018

Estimation of accumulative net profit from the beginning of the year to the end of next report period to be loss probably or the warning of its material change compared with the corresponding period of the last year and explanation of reason

☐ Applicable ☒ Not applicable

### V. Particular about security investment

☐ Applicable ☒ Not applicable

The Company had no security investment in Period.

### VI. Trust financing

☒ Applicable ☐ Not applicable

In 10 thousand Yuan

Type	Capital resources	Amount for entrust	Balance un-expired	Overdue amount
Bank financing product	Own funds	2,790	200	0
Total		2,790	200	0

Details of the single major amount, or high-risk trust investment with low security, poor fluidity and non-guaranteed:

☐ Applicable ☒ Not applicable

Entrust financial expected to be unable to recover the principal or impairment might be occurred

☐ Applicable ☒ Not applicable

**VII. Particulars about derivatives investment**

☐ Applicable    ☒ Not applicable

The Company had no derivatives investment in Period.

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

☒ Applicable    ☐ Not applicable

Time	Way	Type	Basic situation index of investigation
2018-08-02	Telephone	Personal	Operation condition of the Company, no material provided
2018-09-28	Telephone	Personal	Current status of the Company and no material provided

**IX. Guarantee outside against the regulation**

☐ Applicable    ☒ Not applicable

The Company had no guarantee outside against the regulation in the reporting period.

**X. Non-operational fund occupation from controlling shareholders and its related party**

☐ Applicable    ☒ Not applicable

The Company had no non-operational fund occupation from controlling shareholders and its related party in the period.