

China Fangda Group Co., Ltd.
2019 Third Quarter Report (Full)

October 2019

I Important Statement

The members of the Board and the Company guarantee that the quarterly report is free from any false information, misleading statement or material omission and are jointly and severally liable for the information' s truthfulness, accuracy and integrity.

All the Directors have attended the meeting of the board meeting at which this report was examined.

Mr. Xiong Jianming, the Chairman of Board, Mr. Lin Kebin, the Chief Financial Officer, and Mr. Wu Bohua, the manager of accounting department declare: the Financial Report carried in this report is authentic and completed.

II. General Information

1. Financial Highlight

Whether the Company needs to make retroactive adjustment or restatement of financial data of previous years

☐ Yes ☒ No

	End of the report period		End of last year		Year-on-year change	
Total asset (RMB)	10,888,421,106.10		10,658,854,133.73		2.15%	
Net profit attributable to the shareholders of the listed company (RMB)	5,051,483,434.60		5,195,187,621.88		-2.77%	
	This report period	Year-on-year change (%)	Between beginning of the year to the end of the report period		Change from the same period last year	
Turnover (yuan)	699,243,342.82	-11.85%	2,125,134,289.81		-4.93%	
Net profit attributable to shareholders of the listed company (yuan)	27,468,258.38	-69.93%	156,050,013.39		-51.46%	
Net profit attributable to the shareholders of the listed company and after deducting of non-recurring gain/loss (RMB)	15,661,279.22	-81.76%	129,038,343.28		-56.34%	
Net cash flow generated by business operation (RMB)	--	--	-408,455,390.94		-462.71%	
Basic earnings per share (yuan/share)	0.02	-75.00%	0.14		-50.00%	
Diluted Earnings per share (yuan/share)	0.02	-75.00%	0.14		-50.00%	
Weighted average net income/asset ratio	0.55%	-2.22%	3.11%		-6.66%	

Notes:

1. The above-mentioned decrease in “net profit attributable to shareholders of the listed company” was mainly due to the fact that the Shenzhen Fangda Town project which had a higher gross profit during the reporting period and contributed more to the profit in the previous year, was nearing the end of the planned sales area resulting in a decrease in operating income and profit. In addition, the operating income, net profit and gross profit margin of the curtain wall systems and materials industries and rail transit screen door equipment businesses have increased, as follows:

1. The real estate industry realized operating income of RMB 236,817,200 in the first three quarters of 2019, a decrease of 62.79% over the same period of the previous year; net profit of RMB 59,435,400 was reduced by RMB169,668,700 compared with the same period of the previous year with a decrease of 74.06%;

2. In the first three quarters of 2019, the curtain wall system and materials industry realized operating income of RMB1,537,801,300, an increase of 13.66% over the same period of the previous year; the net profit was RMB57,849,500, an increase of 4.48%; with a gross margin of 14.49%, up 0.89 percentages over the same period of last year;

3. In the first three quarters of 2019, the rail transit equipment industry realized operating income of RMB319,264,800, an increase of 51.99% over the same period of the previous year; the net profit was RMB52,927,400, an increase of 61.45%; with a gross margin of 28.03%, up 0.89 percentages over the same period of the previous year.

2. The decrease in the above-mentioned “net cash flow from operating activities” was mainly due to the decrease in the revenue of the Shenzhen Fangda town project due to the decrease in operating income during the reporting period, the annual corporate income tax settlement and payment of taxes, and the development investment of new projects. In addition, the cash flow of the curtain wall system and materials industry declined from the same period last year.

The cash flow of the rail transit equipment industry increased from the same period last year. The changes in the cash flow of the curtain wall system and material business and rail transit equipment business are within the reasonable range of fluctuations.

The details are disclosed as follows:

1. The net cash flow generated by the real estate industry in the first three quarters of 2019 was RMB-220,978,800, compared with RMB239,685,600 in the same period of the previous year, a decrease of RMB460,664,300 over the same period of the previous year;

2. The net cash flow generated by the operating activities of the curtain wall system and materials industry in the first three quarters of 2019 was RMB -188,369,400, compared with RMB-86,261,000 in the same period of last year, a decrease of RMB102,108,500 from the same period of the previous year;

3. The net cash flow generated by the operating activities of the rail transit screen door equipment industry in the first three quarters of 2019 was RMB-5,498,400, compared with RMB-36,846,700 in the same period of last year, which was improved compared with the same period of the previous year.

Accidental gain/loss item and amount

✓ Applicable ☐ Inapplicable

In RMB

Item	Amount from beginning of the year to the end of the report period	Notes
Non-current asset disposal gain/loss (including the write-off part for which assets impairment provision is made)	-35,159.35	
Subsidies accounted into the current income account (except the government subsidy closely related to the enterprise' s business and based on unified national standard quota)	4,712,514.15	
Capital using expense charged to non-financial enterprises and accounted into the current income account	585,760.51	
Gain from entrusted investment or assets management	5,533,960.61	
Gain/loss from change of fair value of transactional financial asset and liabilities, and investment gains from disposal of	1,494,278.09	

transactional and derivative financial assets and liabilities and sellable financial assets, other than valid period value instruments related to the Company's common businesses		
Gain/loss from commissioned loans	301,965.98	
Other non-business income and expenditures other than the above	4,603,867.26	
Less: Influenced amount of income tax	-9,786,470.36	
Influenced amount of minority shareholders' equity (after-tax)	-28,012.50	
Total	27,011,670.11	--

Explanation statement should be made for accidental gain/loss items defined and accidental gain/loss items defined as regular gain/loss items according to the Explanation Announcement of Information Disclosure No. 1 - Non-recurring gain/loss mentioned.

☐ Applicable ☒ Inapplicable

No circumstance that should be defined as recurrent profit and loss according to Explanation Announcement of Information Disclosure No. 1 - Non-recurring gain/loss occurs in the report period.

2. Total number of shareholders and shareholding of top 10 shareholders by the end of the report period

1. Ordinary shareholders, preference shareholders with resumed voting rights and top 10 shareholders

In share

Number of shareholders of common shares at the end of the report period		70,369	Number of shareholders of preferred stocks of which voting rights recovered in the report period (if any)		0	
Top 10 Shareholders						
Shareholder name	Nature of shareholder	Shareholding percentage	Shareholding number	Conditional shares	Pledging or freezing	
					Share status	Quantity
Shenzhen Banglin Technologies Development Co., Ltd.	Domestic non-state legal person	10.08%	113,202,154		Pledged	32,860,000
Shengjiu Investment Ltd.	Foreign legal person	8.52%	95,688,766			
Fang Wei	Domestic natural person	3.03%	34,071,739			
Gong Qing Cheng Shi Li He	Domestic non-state legal	2.38%	26,791,488			

Investment Management Partnership Enterprise (limited partner)	person					
Shenwan Hongyuan Securities (Hong Kong) Co., Ltd.	Foreign legal person	1.22%	13,705,232			
VANGUARD EMERGING MARKETS STOCK INDEX FUND	Foreign legal person	0.71%	7,946,483			
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	Foreign legal person	0.52%	5,872,007			
Qu Chunlin	Domestic natural person	0.38%	4,236,961			
First Shanghai Securities Limited	Foreign legal person	0.36%	4,001,704			
Essence International Securities (Hong Kong) Co., Ltd.	Foreign legal person	0.33%	3,757,707			
Top 10 holders of unconditional shares						
Shareholder name	Amount of shares without sales restriction	Category of shares				
		Category of shares	Quantity			
Shenzhen Banglin Technologies Development Co., Ltd.	113,202,154	RMB common shares	113,202,154			
Shengjiu Investment Ltd.	95,688,766	Foreign shares listed in domestic exchanges	95,688,766			
Fang Wei	34,071,739	RMB common shares	34,071,739			
Gong Qing Cheng Shi Li He	26,791,488	RMB common	26,791,488			

Investment Management Partnership Enterprise (limited partner)		shares	
Shenwan Hongyuan Securities (Hong Kong) Co., Ltd.	13,705,232	Foreign shares listed in domestic exchanges	13,705,232
VANGUARD EMERGING MARKETS STOCK INDEX FUND	7,946,483	Foreign shares listed in domestic exchanges	7,946,483
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	5,872,007	Foreign shares listed in domestic exchanges	5,872,007
Qu Chunlin	4,236,961	RMB common shares	4,236,961
First Shanghai Securities Limited	4,001,704	Foreign shares listed in domestic exchanges	4,001,704
Essence International Securities (Hong Kong) Co., Ltd.	3,757,707	Foreign shares listed in domestic exchanges	3,757,707
Notes to top ten shareholder relationship or "action in concert"	Among the shareholders, Shenzhen Banglin Technology Development Co., Ltd. and Shengjiu Investment Co., Ltd. are parties action-in-concert. Shenzhen Banglin Technology Development Co., Ltd. and Gong Qing Cheng Shi Li He Investment Management Partnership Enterprise are related parties. The Company is not notified of other action-in-concert or related parties among the other holders of current shares.		
Top-10 common share shareholders participating in margin trade (if any)	None		

Agreed re-purchasing by the Company's top 10 shareholders of common shares and top 10 shareholders of unconditional common shares in the report period

☐ Yes ☒ No

No agreed re-purchasing by the Company's top 10 shareholders of common shares and top 10 shareholders of unconditional common shares in the report period

2. Total number of preferred shareholders and shareholding of top 10 preferred shareholders by the end of the report period

☐ Applicable ☒ Inapplicable

III Significant Events

1. Major changes in accounting items and financial data in the report period and reasons

✓ Applicable □ Inapplicable

In RMB

Item	Balance on September 30, 2019	Balance on December 31, 2018	YOY change (%)	Cause of change
Notes receivable	90,091,337.35	140,139,692.84	-35.71%	Due to payment of mature notes
Other current assets	119,263,124.05	51,698,111.14	130.69%	Mainly due to the increase in the input tax to be verified and to be deducted
Construction in process	95,403,024.12	58,269,452.72	63.73%	mainly due to the increase in investment in construction of the Shanghai East China Base.
Short-term loans	724,000,000.00	208,000,000.00	248.08%	Mainly due to increase in bank borrowings
Prepayment received	138,808,823.95	278,577,848.54	-50.17%	Due to the transfer for sales to settlement in the period
Employees' wage payable	24,458,669.74	44,513,062.17	-45.05%	Annual bonus paid
Taxes payable	20,872,749.79	107,709,999.19	-80.62%	Mainly due to the annual final settlement of the corporate income tax
Non-current liabilities due in 1 year	850,000,000.00	200,000,000.00	325.00%	Reclassified long-term loans due within 1 year
Long-term loans	599,198,144.39	1,193,978,153.39	-49.81%	Mainly due to the repayment and reclassification of non-current liabilities due in 1 year
Surplus reserves	54,042,195.07	120,475,221.40	-55.14%	Mainly due to the repurchase of B shares in the current period
Item	Total amount in this year	Last period	YOY change (%)	Cause of change
Taxes and surcharges	47,749,346.11	139,027,527.35	-65.65%	Mainly due to the decrease in real estate income which is due to the decrease in provision of the land VAT.

R&D cost	35,163,348.44	11,567,916.09	203.97%	Due to increased investment in research and development
Financial expenses	75,982,086.31	51,121,831.76	48.63%	Due to the increase in borrowings during the period and the suspension of capitalization of interest expenses of Fangda Town project
Investment income	6,163,431.10	57,877,044.56	-89.35%	Due to the decrease in the current wealth management investment
Gain caused by changes in fair value	-	-34,326,342.25	100.00%	Changes in the fair value of the fund investment in the previous period
Income tax expenses	14,924,568.34	84,216,677.45	-82.28%	Mainly due to the decrease in profits which is due to the decrease in income tax
Net profit	156,050,013.39	321,470,008.08	-51.46%	Mainly due to recognition of income from the Shenzhen Fangda Town project and decrease in the net profit
Cash flow generated by business operations, net	-408,455,390.94	112,612,558.74	-462.71%	Mainly due to the decrease in cash flow from real estate business activities
Cash flow generated by investment activities, net	-398,879,702.81	91,103,672.34	-537.83%	Mainly due to the increase in net investment expenditure during the period, the increase in construction investment in construction projects and investment real estate, and the increase in investment expenses of subsidiaries.
Net cash flow generated by financing activities	232,130,880.90	-431,042,206.35	153.85%	Mainly due to net increase in current period bank borrowings

2. Progress of key issues and its impacts and solutions

☐ Applicable ☒ Inapplicable

Progress in the implementation of share repurchase

☐ Applicable ☒ Inapplicable

Progress in the implementation of the reduction of shareholding shares by means of centralized bidding

☐ Applicable ☒ Inapplicable

3. Commitments that have not been fulfilled by actual controller, shareholders, related parties, acquirers of the Company

☐ Applicable ☒ Inapplicable

There is no commitment that has not been fulfilled by actual controller, shareholders, related parties, acquirers of the Company

4. Forecast of operating performance in 2019

Warning and reasons of possible net loss or substantial change from the last period between the beginning of the year and the end of the next report period

☒ Applicable ☐ Inapplicable

Forecast: substantial decrease from the same period last year

Data type: within a period of time

	Between beginning of the year to the end of the next report period			Same period last year	Change			
Net profit forecast (in RMB10,000)	20,000	to	30,000	224,616.46	Decrease	91.10%	t o	86.64%
Basic earnings per share (yuan/share)	0.18	to	0.27	1.91	Decrease	90.58%	t o	85.86%
Result forecast note	The main reason for the expected decline in 2019 results: 1. The sales of Shenzhen Fangda Town project is nearly completed, resulting in a decrease in operating income and net profit; 2. In 2018, as the 1# building of Shenzhen Fangda Town Project was recognized as an investment real estat, at the end of the period, the non recurring income of fair value change generated by the end of the period's evaluation and appreciation increased the net profit increased by approximately RMB 2.2 billion. In 2019, there was no such income from the above business.							

5. Securities investment

☒ Applicable ☐ Inapplicable

In RMB

Securities	Code	Abbreviation	Initial investment cost	Accounting method	Opening book value	Gain/losses caused by changes in fair value	Accumulative changes in fair value accounting into	Amount purchased in the period	Amount sold in the period	Gain/losses	Closing book value	Accounting item	Capital source
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							the income account						
Fund	004400	Jinxin Minxing Bond A	200,000 ,000.00	Measure ment at fair value	0.00			200,000 ,000.00	200,000 ,000.00	761,235 .04	0.00	Transact ional financia l assets	Self-ow ned fund
Fund	002163	Dongfan g Huixin Flexible Configu ration Compou nd Securitie s Investm ent Fund Class C	200,000 ,000.00	Measure ment at fair value	0.00			200,000 ,000.00	200,000 ,000.00	783,043 .06	0.00	Transact ional financia l assets	Self-ow ned fund
Total			400,000 ,000.00	--	0.00	0.00	0.00	400,000 ,000.00	400,000 ,000.00	1,544,2 78.10	0.00	--	--
Disclosure date of approval by the Board of Directors of securities investment			September 10, 2018										
Disclosure date of securities investment approval by the Shareholders' Meeting (if any)			None										

6. Entrusted wealth management

✓ Applicable □ Inapplicable

In RMB10,000

Type	Source of fund	Amount	Undue balance	Due balance to be recovered
Bank financial products	Self-owned fund	54,828	499.09	0
Total		54,828	499.09	0

Specific circumstances of high-risk entrusted financing with large individual amount or low security, poor liquidity, and no cost protection

□ Applicable ✓ Inapplicable

Entrusted financial management expected to fail to recover the principal or likely result in impairment

☐ Applicable ☒ Inapplicable

7. Derivative investment

☒ Applicable ☐ Inapplicable

In RMB10,000

Derivative investment operator	Relationship	Related transaction	Type	Initial amount	Start date	End date	Initial investment amount	Amount in this period	Amount sold in this period	Impairment provision (if any)	Closing investment amount	Proportion of closing investment amount in the closing net assets in the report period	Actual gain/loss in the report period
Shanghai Futures Exchange	No	No	Shanghai aluminum	2,535.76	July 13, 2018	January 31, 2020	2,535.76	13,096.92	12,059.39		3,573.29	0.71%	104.64
Total				2,535.76	--	--	2,535.76	13,096.92	12,059.39		3,573.29	0.71%	104.64
Capital source				Self-owned fund									
Lawsuit (if any)				None									
Disclosure date of derivative investment approval by the Board of Directors (if any)				October 31, 2017									
Disclosure date of derivative investment approval by the Shareholders' Meeting (if any)				None									
Risk analysis and control measures for the derivative holding in the report period (including without limitation market, liquidity, credit, operation and legal risks)				To prevent the risk of fluctuation of raw material prices, the Company adopted the aluminum futures exchanged at the domestic futures exchange to provide hedging for aluminum as a raw material for the Company. The Company has set up and implemented the Provincial Regulations on China Fangda Group Domestic Futures Hedging to prevent risks.									
Changes in the market price or fair				Fair value of derivatives are measured at open prices in the futures market									

value of the derivative in the report period, the analysis of the derivative's fair value should disclose the method used and related assumptions and parameters.	
Material changes in the accounting policies and rules related to the derivative in the report period compared to last period	None
Opinions of independent directors on the Company's derivative investment and risk controlling	None

8. Reception of investigations, communications, or interviews in the reporting period

☒ Applicable ☐ Inapplicable

Time/date	Way	Visitor	Disclosure of information
August 28, 2019	Onsite investigation	Institution	Investor Relationship Record Form on www.cninfo.com.cn

9. Incompliant external guarantee

☐ Applicable ☒ Inapplicable

The Company made no incompliant external guarantee in the report period.

10. Non-operating capital use by the controlling shareholder or related parties in the reporting term

☐ Applicable ☒ Inapplicable

The controlling shareholder and its affiliates occupied no capital for non-operating purpose of the Company during the report period.

11. Performance of poverty relieving responsibilities

(I) As of the disclosure date of this report, the Company has donated RMB824,000 for the precision poverty alleviation project in 2019, as follows:

- (1) Donated RMB100,000 to the Ganzhou Charity Federation of Jiangxi Province to fund the Ruijin City Charity Association to purchase defibrillators at the Red Spot;
- (2) donated RMB20,000 to two poverty-stricken villages in Luxi County, Pingxiang City, Jiangxi Province for the construction of public facilities;
- (3) Donated RMB2,000 to the Social Assistance Center of Luxiang Town, Jinshan District, Shanghai for charity assistance activities.
- (4) In order to help the Lianhua County of Pingxiang City, Jiangxi Province to achieve poverty alleviation, the Company donated 500,000 yuan to Pingxiang City Charity Association of Jiangxi Province for the development of lily industry in Shanbei Village, Liushi Township, Lianhua County, and Tianyu Village, Fanglou Town, Lianhua County.

(5) The Company donated RMB102,500 to the Jiangxi Kaixuan Foundation to help the poor students in Suichuan county, Ji'an city and Jiangxi province.

(6) The Company donated RMB53,000 to the elder caring activity of the Shenzhen Longgang Dakang community.

(7) The Company donated RMB30,000 to the teenagers activity of the Shenzhen Longgang Dakang community.

(8) The Company donated RMB15,000 to the poor students at Zhenglong village, Shahe county, Zhanggong district, Ganzhou city, Jiangxi province.

(9) The Company donated RMB1,500 to the CPC Shenzhen Property Management Industry Committee to purchase measure equipment for the health center in the Liangshan Yi Autonomous Prefecture, Sichuan province.

(II) The Company will continue to fulfill its social responsibility for precision poverty alleviation, and make donations from time to time based on business development.

12. Others

Real estate:

(1) Shenzhen Fangda Town Project: In the first three quarters of 2019, the Fangda Town project achieved a sales area of 2,966.37 square meters and an accumulated sales area of 85,376.87 square meters.

(2) Nanchang Fangda Center Project (Fangda Center Project: The project is located in Fenghuangzhou Area, Honggutan New District, Nanchang City. Construction started in May 2018. The project covers an area of about 17,000 square meters and has a total construction area of about 93,000 square meters. With a total construction area of 66,000 square meters, Jirong is a commercial complex covering commercial, apartment and office buildings. The project plans to start pre-sale in the early 2020 and to complete at the end of 2020. At present, the project construction is progressing in accordance with the expected engineering nodes.

(3) Shenzhen Fangda Bangshen Industrial Park Project: The project is located in Fuhai sub-district, Bao'an District, Shenzhen. It covers an area of 20,714.9 square meters and is currently an industrial plant. As of the end of the third quarter of 2019, the project has been approved and established. The special planning phase has been applied for.

(4) Urban renewal project along the Dagang River in Henggang, Shenzhen: The project is located in Dakang Village, Yuanshan Street, Longgang District, Shenzhen. The area of the project to be demolished is about 80,000 square meters. The update direction is mainly residential function, and finally subject to government approval. The project work is currently being actively promoted.

IV Financial Statements

1. Financial statements

1. Consolidated Balance Sheet

Prepared by: China Fangda Group Co., Ltd.

September 30, 2019

In RMB

Item	September 30, 2019	December 31, 2018
Current asset:		
Monetary capital	1,103,139,175.15	1,389,062,083.76
Settlement provision		
Outgoing call loan		
Transactional financial assets	9,990,899.17	
Financial assets measured at fair value with variations accounted into current income account		
Derivative financial assets	166,875.00	
Notes receivable	90,091,337.35	140,139,692.84
Account receivable	2,136,208,395.20	1,920,075,031.85
Receivable financing		
Prepayment	46,395,302.30	46,454,844.74
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Other receivables	149,672,873.43	139,990,188.26
Including: interest receivable		
Dividend receivable		
Repurchasing of financial assets		
Inventory	826,209,926.06	651,405,832.29
Contract assets		
Assets held for sales		
Non-current assets due in 1 year		

Other current assets	119,263,124.05	51,698,111.14
Total current assets	4,481,137,907.71	4,338,825,784.88
Non-current assets:		
Loan and advancement provided		
Debt investment		
Sellable financial assets		21,674,008.23
Other debt investment		
Investment held until mature		
Long-term receivable		
Long-term share equity investment	60,623,286.80	70,105,657.88
Investment in other equity tools	21,674,008.23	
Other non-current financial assets		
Investment real estate	5,287,170,813.77	5,256,442,406.63
Fixed assets	473,321,353.16	455,274,241.83
Construction in process	95,403,024.12	58,269,452.72
Productive biological assets		
Gas & petrol		
Use right assets		
Intangible assets	79,042,376.96	80,313,240.67
R&D expense		
Goodwill		
Long-term amortizable expenses	2,848,412.67	2,114,331.46
Deferred income tax assets	363,287,360.68	356,474,925.76
Other non-current assets	23,912,562.00	19,360,083.67
Total of non-current assets	6,407,283,198.39	6,320,028,348.85
Total of assets	10,888,421,106.10	10,658,854,133.73
Current liabilities		
Short-term loans	724,000,000.00	208,000,000.00
Loans from Central Bank		
Call loan received		
Transactional financial liabilities		
Financial liabilities measured at fair value with variations accounted into current income account		
Derivative financial liabilities		1,625,725.00

Notes payable	574,310,069.62	507,864,518.19
Account payable	942,136,009.60	1,039,630,798.64
Prepayment received	138,808,823.95	278,577,848.54
Contract liabilities		
Selling of repurchased financial assets		
Deposit received and held for others		
Entrusted trading of securities		
Entrusted selling of securities		
Employees' wage payable	24,458,669.74	44,513,062.17
Taxes payable	20,872,749.79	107,709,999.19
Other payables	842,141,293.22	813,118,699.84
Including: interest payable	2,411,435.97	2,098,971.44
Dividend payable		
Fees and commissions payable		
Reinsurance fee payable		
Liabilities held for sales		
Non-current liabilities due in 1 year	850,000,000.00	200,000,000.00
Other current liabilities	10,048,033.18	9,328,682.25
Total current liabilities	4,126,775,649.10	3,210,369,333.82
Non-current liabilities:		
Insurance contract provision		
Long-term loans	599,198,144.39	1,193,978,153.39
Bond payable		
Including: preferred stock		
Perpetual bond		
Lease liabilities		
Long-term payable		
Long-term employees' wage payable		
Anticipated liabilities	6,012,597.12	6,831,162.99
Deferred earning	10,879,551.33	10,401,161.30
Deferred income tax liabilities	1,043,689,588.60	1,042,086,700.35

Other non-current liabilities		
Total of non-current liabilities	1,659,779,881.44	2,253,297,178.03
Total liabilities	5,786,555,530.54	5,463,666,511.85
Owner' s equity:		
Share capital	1,123,384,189.00	1,155,481,686.00
Other equity tools		
Including: preferred stock		
Perpetual bond		
Capital reserves	1,454,191.59	1,454,191.59
Less: Shares in stock		10,831,437.66
Other miscellaneous income	3,832,489.79	7,382,087.59
Special reserves		
Surplus reserves	54,042,195.07	120,475,221.40
Common risk provisions		
Retained profit	3,868,770,369.15	3,921,225,872.96
Total of owner' s equity belong to the parent company	5,051,483,434.60	5,195,187,621.88
Minor shareholders' equity	50,382,140.96	
Total of owners' equity	5,101,865,575.56	5,195,187,621.88
Total of liabilities and owner' s interest	10,888,421,106.10	10,658,854,133.73

Legal representative: Xiong Jianming

CFO: Lin Keping

Accounting Manager: Wu Bohua

2. Balance Sheet of the Parent Company

In RMB

Item	September 30, 2019	December 31, 2018
Current asset:		
Monetary capital	122,357,849.68	410,118,157.55
Transactional financial assets		
Financial assets measured at fair value with variations accounted into current income account		
Derivative financial assets		
Notes receivable		200,000,000.00
Account receivable		471,039.12

Receivable financing		
Prepayment	369,977.96	6,733,047.16
Other receivables	2,381,200,854.60	822,543,653.04
Including: interest receivable		
Dividend receivable		100,000,000.00
Inventory		
Contract assets		
Assets held for sales		
Non-current assets due in 1 year		
Other current assets	789,549.44	919,388.18
Total current assets	2,504,718,231.68	1,440,785,285.05
Non-current assets:		
Debt investment		
Sellable financial assets		21,674,008.23
Other debt investment		
Investment held until mature		
Long-term receivable		
Long-term share equity investment	1,013,339,495.35	983,339,494.35
Investment in other equity tools	21,674,008.23	
Other non-current financial assets		
Investment real estate	293,570,141.37	309,189,866.37
Fixed assets	67,948,275.98	53,784,811.23
Construction in process		
Productive biological assets		
Gas & petrol		
Use right assets		
Intangible assets	1,878,062.26	2,112,301.97
R&D expense		
Goodwill		
Long-term amortizable expenses	707,499.62	917,499.68
Deferred income tax assets	41,874,360.60	34,555,598.81
Other non-current assets		
Total of non-current assets	1,440,991,843.41	1,405,573,580.64
Total of assets	3,945,710,075.09	2,846,358,865.69

Current liabilities		
Short-term loans	300,000,000.00	200,000,000.00
Transactional financial liabilities		
Financial liabilities measured at fair value with variations accounted into current income account		
Derivative financial liabilities		
Notes payable		
Account payable	606,941.85	676,941.85
Prepayment received	694,791.63	733,274.16
Contract liabilities		
Employees' wage payable	1,037,729.43	2,145,763.39
Taxes payable	1,119,390.01	341,004.65
Other payables	545,462,539.20	300,006,406.51
Including: interest payable	1,207,576.41	740,208.33
Dividend payable		
Liabilities held for sales		
Non-current liabilities due in 1 year	500,000,000.00	
Other current liabilities		
Total current liabilities	1,348,921,392.12	503,903,390.56
Non-current liabilities:		
Long-term loans	90,000,000.00	500,000,000.00
Bond payable		
Including: preferred stock		
Perpetual bond		
Lease liabilities		
Long-term payable		
Long-term employees' wage payable		
Anticipated liabilities		
Deferred earning		
Deferred income tax liabilities	63,979,716.40	64,130,617.41
Other non-current liabilities		
Total of non-current liabilities	153,979,716.40	564,130,617.41

Total liabilities	1,502,901,108.52	1,068,034,007.97
Owner' s equity:		
Share capital	1,123,384,189.00	1,155,481,686.00
Other equity tools		
Including: preferred stock		
Perpetual bond		
Capital reserves	360,835.52	360,835.52
Less: Shares in stock		10,831,437.66
Other miscellaneous income	3,590,127.88	8,756,553.46
Special reserves		
Surplus reserves	54,042,195.07	120,475,221.40
Retained profit	1,261,431,619.10	504,081,999.00
Total of owners' equity	2,442,808,966.57	1,778,324,857.72
Total of liabilities and owner' s interest	3,945,710,075.09	2,846,358,865.69

3. Consolidated Income Statement of the Report Period

In RMB

Item	Amount occurred in the current period	Occurred in previous period
1. Total revenue	699,243,342.82	793,250,321.93
Incl. Business income	699,243,342.82	793,250,321.93
Interest income		
Insurance fee earned		
Fee and commission received		
2. Total business cost	666,684,444.58	674,600,862.14
Incl. Business cost	562,481,963.87	568,150,146.71
Interest expense		
Fee and commission paid		
Insurance discharge payment		
Net claim amount paid		
Net insurance policy responsibility reserves provided		
Insurance policy dividend paid		
Reinsurance expenses		

Taxes and surcharges	6,268,346.04	37,823,332.32
Sales expense	13,562,766.99	10,702,477.61
Administrative expense	37,409,946.41	37,002,879.24
R&D cost	20,460,675.32	3,572,516.18
Financial expenses	26,500,745.95	17,349,510.08
Including: interest cost	23,424,082.73	25,702,800.18
Interest income	1,208,273.71	3,207,162.41
Add: other gains	2,131,742.20	1,058,639.79
Investment gains ("-" for loss)	2,107,033.94	31,632,282.15
Incl. Investment gains from affiliates and joint ventures	-156,637.53	-159,703.29
Financial assets derecognised as a result of amortized cost		
Exchange gains ("-" for loss)		
Net open hedge gains ("-" for loss)		
Gains from change of fair value ("-" for loss)	-121,506.67	-25,429,705.00
Credit impairment ("-" for loss)	-18,366,483.61	
Investment impairment loss ("-" for loss)		-11,717,054.18
Investment gains ("-" for loss)	-8,050.57	-1,981,867.64
3. Operational profit ("-" for loss)	18,301,633.53	112,211,754.91
Plus: non-operational income	1,061,813.66	464,154.45
Less: non-operational expenditure	953,272.75	167,066.97
4. Gross profit ("-" for loss)	18,410,174.44	112,508,842.39
Less: Income tax expenses	-9,094,691.37	21,170,497.50
5. Net profit ("-" for net loss)	27,504,865.81	91,338,344.89
(1) By operating consistency		
1. Net profit from continuous operation ("-" for net loss)	27,504,865.81	91,338,344.89
2. Net profit from discontinuous operation ("-" for net loss)		
(2) By ownership		
1. Net profit attributable to the owners of parent company	27,468,258.38	91,338,344.89

2. Minor shareholders' equity	36,607.43	
6. After-tax net amount of other misc. incomes	227,053.45	1,286,962.78
After-tax net amount of other misc. incomes attributed to parent's owner	227,053.45	1,286,962.78
(1) Other misc. incomes that cannot be re-classified into gain and loss		
1. Re-measure the change in the defined benefit plan		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3. Fair value change of investment in other equity tools		
4. Fair value change of the company's credit risk		
5. Others		
(2) Other misc. incomes that will be re-classified into gain and loss	227,053.45	1,286,962.78
1. Other comprehensive income that can be transferred to profit or loss under the equity method		
2. Fair value change of other debt investment		
3. Change in the fair value of financial asset for sale		
4. Gains and losses from changes in fair value of available-for-sale financial assets		
5. Held-to-mature investment reclassified as gain and loss in the financial assets for sales		
6. Other credit investment credit impairment provisions		
7. Cash flow hedge reserve	127,075.00	1,232,080.00
8. Translation difference of foreign exchange statement	99,978.45	54,882.78
9. Others		

After-tax net of other misc. income attributed to minority shareholders		
7. Total of misc. incomes	27,731,919.26	92,625,307.67
Total of misc. incomes attributable to the owners of the parent company	27,695,311.83	92,625,307.67
Total misc gains attributable to the minor shareholders	36,607.43	
8. Earnings per share:		
(1) Basic earnings per share	0.02	0.08
(2) Diluted earnings per share	0.02	0.08

Net profit contributed by entities merged under common control in the report period was RMB0.00, net profit realized by parties merged during the previous period is RMB0.00.

Legal representative: Xiong Jianming

CFO: Lin Keping

Accounting Manager: Wu Bohua

4. Consolidated Income Statement of the Report Period

In RMB

Item	Amount occurred in the current period	Occurred in previous period
1. Turnover	7,375,435.58	7,795,537.50
Less: Operation cost	106,833.17	559,020.48
Taxes and surcharges	323,375.21	324,914.12
Sales expense	0.00	
Administrative expense	5,985,937.55	5,790,565.51
R&D cost	0.00	
Financial expenses	12,747,466.71	9,138,885.73
Including: interest cost	11,186,191.67	9,896,208.34
Interest income	72,058.89	408,881.16
Add: other gains	73,719.18	
Investment gains (“ - ” for loss)	1,000,481,381.24	11,500,427.84
Incl. Investment gains from affiliates and joint ventures	0.00	
Financial assets derecognised as a result of amortized cost		
Net open hedge gains (“ - ” for loss)		

Gains from change of fair value (“-” for loss)	0.00	-10,171,856.57
Credit impairment (“-” for loss)	1,191.25	
Investment impairment loss (“-” for loss)	0.00	17,615.04
Investment gains (“-” for loss)	0.00	-55,328.84
2. Operational profit (“-” for loss)	988,768,114.61	-6,726,990.87
Plus: non-operational income	0.00	2,500.00
Less: non-operational expenditure	607,774.57	5,494.62
3. Gross profit (“-” for loss)	988,160,340.04	-6,729,985.49
Less: Income tax expenses	-2,951,715.89	
4. Net profit (“-” for net loss)	991,112,055.93	-6,729,985.49
(1) Net profit from continuous operation (“-” for net loss)	991,112,055.93	-6,729,985.49
(2) Net profit from discontinuous operation (“-” for net loss)	0.00	
5. After-tax net amount of other misc. incomes		
(1) Other misc. incomes that cannot be re-classified into gain and loss		
1. Re-measure the change in the defined benefit plan		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3. Fair value change of investment in other equity tools		
4. Fair value change of the company's credit risk		
5. Others		
(2) Other misc. incomes that will be re-classified into gain and loss		
1. Other comprehensive income that can be transferred to profit or loss under the equity method		
2. Fair value change of		

other debt investment		
3. Change in the fair value of financial asset for sale		
4. Gains and losses from changes in fair value of available-for-sale financial assets		
5. Held-to-mature investment reclassified as gain and loss in the financial assets for sales		
6. Other credit investment credit impairment provisions		
7. Cash flow hedge reserve		
8. Translation difference of foreign exchange statement		
9. Others		
6. Total of misc. incomes	991,112,055.93	-6,729,985.49
7. Earnings per share:		
(1) Basic earnings per share		
(2) Diluted earnings per share		

5. Consolidated Income Statement Between the Beginning of the Year and End of the Report Period

In RMB

Item	Amount occurred in the current period	Occurred in previous period
1. Total revenue	2,125,134,289.81	2,235,301,218.46
Incl. Business income	2,125,134,289.81	2,235,301,218.46
Interest income		
Insurance fee earned		
Fee and commission received		
2. Total business cost	1,948,269,844.75	1,846,658,281.62
Incl. Business cost	1,628,547,934.43	1,503,636,322.43
Interest expense		
Fee and commission paid		
Insurance discharge payment		
Net claim amount paid		
Net insurance policy		

responsibility reserves provided		
Insurance policy dividend paid		
Reinsurance expenses		
Taxes and surcharges	47,749,346.11	139,027,527.35
Sales expense	40,738,405.49	37,762,618.85
Administrative expense	120,088,723.97	103,542,065.13
R&D cost	35,163,348.44	11,567,916.09
Financial expenses	75,982,086.31	51,121,831.76
Including: interest cost	63,900,969.21	56,940,394.38
Interest income	3,647,364.62	6,869,263.66
Add: other gains	6,133,192.71	3,757,831.37
Investment gains ("-" for loss)	6,163,431.10	57,877,044.56
Incl. Investment gains from affiliates and joint ventures	-482,371.08	-1,230,704.06
Financial assets derecognised as a result of amortized cost		
Exchange gains ("-" for loss)		
Net open hedge gains ("-" for loss)		
Gains from change of fair value ("-" for loss)		-34,326,342.25
Credit impairment ("-" for loss)	-22,736,143.99	
Investment impairment loss ("-" for loss)		-13,572,017.23
Investment gains ("-" for loss)	-35,159.35	-3,533,733.22
3. Operational profit ("-" for loss)	166,389,765.53	398,845,720.07
Plus: non-operational income	5,935,705.81	7,530,192.86
Less: non-operational expenditure	1,331,838.55	689,227.40
4. Gross profit ("-" for loss)	170,993,632.79	405,686,685.53
Less: Income tax expenses	14,924,568.34	84,216,677.45
5. Net profit ("-" for net loss)	156,069,064.45	321,470,008.08
(1) By operating consistency		
1. Net profit from continuous operation ("-" for net loss)	156,075,582.20	321,470,008.08
2. Net profit from discontinuous	-6,517.75	

operation ("-" for net loss)		
(2) By ownership		
1. Net profit attributable to the owners of parent company	156,050,013.39	321,470,008.08
2. Minor shareholders' equity	19,051.06	
6. After-tax net amount of other misc. incomes	1,616,827.78	-592,793.39
After-tax net amount of other misc. incomes attributed to parent's owner	1,616,827.78	-592,793.39
(1) Other misc. incomes that cannot be re-classified into gain and loss		
1. Re-measure the change in the defined benefit plan		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3. Fair value change of investment in other equity tools		
4. Fair value change of the company's credit risk		
5. Others		
(2) Other misc. incomes that will be re-classified into gain and loss	1,616,827.78	-592,793.39
1. Other comprehensive income that can be transferred to profit or loss under the equity method		
2. Fair value change of other debt investment		
3. Change in the fair value of financial asset for sale		
4. Gains and losses from changes in fair value of available-for-sale financial assets		
5. Held-to-mature investment reclassified as gain and loss in the financial assets for sales		
6. Other credit investment credit impairment provisions		
7. Cash flow hedge reserve	1,523,710.00	-606,921.25

8. Translation difference of foreign exchange statement	93,117.78	14,127.86
9. Others		
After-tax net of other misc. income attributed to minority shareholders		
7. Total of misc. incomes	157,685,892.23	320,877,214.69
Total of misc. incomes attributable to the owners of the parent company	157,666,841.17	320,877,214.69
Total misc gains attributable to the minor shareholders	19,051.06	
8. Earnings per share:		
(1) Basic earnings per share	0.14	0.28
(2) Diluted earnings per share	0.14	0.28

Net profit contributed by entities merged under common control in the report period was RMB0.00, net profit realized by parties merged during the previous period is RMB0.00.

Legal representative: Xiong Jianming

CFO: Lin Keping

Accounting Manager: Wu Bohua

6. Income Statement of the Parent Between the Beginning of the Year and to of the Report Period

In RMB

Item	Amount occurred in the current period	Occurred in previous period
1. Turnover	24,517,458.46	22,907,827.70
Less: Operation cost	3,603,421.23	1,232,598.73
Taxes and surcharges	969,078.70	975,716.94
Sales expense		
Administrative expense	17,272,507.40	15,924,036.36
R&D cost		
Financial expenses	34,116,846.72	16,687,577.76
Including: interest cost	28,509,177.79	18,446,237.53
Interest income	423,187.78	1,990,291.21
Add: other gains	307,786.17	114,556.59
Investment gains (“-” for loss)	1,001,636,564.66	19,638,911.06
Incl. Investment gains from affiliates and joint ventures		
Financial assets derecognised as a result of amortized		

cost		
Net open hedge gains (“-” for loss)		
Gains from change of fair value (“-” for loss)		-13,600,985.30
Credit impairment (“-” for loss)	5,923.64	
Investment impairment loss (“-” for loss)		-81,061.84
Investment gains (“-” for loss)		-55,902.90
2. Operational profit (“-” for loss)	970,505,878.88	-5,896,584.48
Plus: non-operational income	13,947.68	261,144.66
Less: non-operational expenditure	714,163.21	6,232.62
3. Gross profit (“-” for loss)	969,805,663.35	-5,641,672.44
Less: Income tax expenses	-7,497,054.35	1,531,510.40
4. Net profit (“-” for net loss)	977,302,717.70	-7,173,182.84
(1) Net profit from continuous operation (“-” for net loss)	977,302,717.70	-7,173,182.84
(2) Net profit from discontinuous operation (“-” for net loss)		
5. After-tax net amount of other misc. incomes		
(1) Other misc. incomes that cannot be re-classified into gain and loss		
1. Re-measure the change in the defined benefit plan		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3. Fair value change of investment in other equity tools		
4. Fair value change of the company's credit risk		
5. Others		
(2) Other misc. incomes that will be re-classified into gain and loss		
1. Other comprehensive		

income that can be transferred to profit or loss under the equity method		
2. Fair value change of other debt investment		
3. Change in the fair value of financial asset for sale		
4. Gains and losses from changes in fair value of available-for-sale financial assets		
5. Held-to-mature investment reclassified as gain and loss in the financial assets for sales		
6. Other credit investment credit impairment provisions		
7. Cash flow hedge reserve		
8. Translation difference of foreign exchange statement		
9. Others		
6. Total of misc. incomes	977,302,717.70	-7,173,182.84
7. Earnings per share:		
(1) Basic earnings per share		
(2) Diluted earnings per share		

7. Consolidated Cash Flow Statement Between the Beginning of the Year and End of the Report Period

In RMB

Item	Amount occurred in the current period	Occurred in previous period
1. Net cash flow from business operations:		
Cash received from sales of products and providing of services	1,891,062,422.83	2,207,987,021.72
Net increase of customer deposits and capital kept for brother company		
Net increase of loans from central bank		
Net increase of inter-bank loans from other financial bodies		
Cash received against original		

insurance contract		
Net cash received from reinsurance business		
Net increase of client deposit and investment		
Cash received as interest, processing fee, and commission		
Net increase of inter-bank fund received		
Net increase of repurchasing business		
Net cash received from trading securities		
Tax refunded	3,159,514.49	4,988,463.29
Other cash received from business operation	79,255,080.98	292,273,568.66
Sub-total of cash inflow from business operations	1,973,477,018.30	2,505,249,053.67
Cash paid for purchasing products and services	1,499,926,065.43	1,429,144,992.91
Net increase of client trade and advance		
Net increase of savings in central bank and brother company		
Cash paid for original contract claim		
Net increase in funds dismantled		
Cash paid for interest, processing fee and commission		
Cash paid for policy dividend		
Cash paid to and for the staff	237,800,254.07	210,878,995.88
Taxes paid	211,775,200.67	272,518,173.65
Other cash paid for business activities	432,430,889.07	480,094,332.49
Sub-total of cash outflow from business operations	2,381,932,409.24	2,392,636,494.93
Cash flow generated by business operations, net	-408,455,390.94	112,612,558.74

2. Cash flow generated by investment:		
Cash received from investment recovery	4,552,412,407.01	6,215,580,000.00
Cash received as investment profit	57,732,090.85	64,596,027.07
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	13,225,319.48	16,523,904.33
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received		
Sub-total of cash inflow generated from investment	4,623,369,817.34	6,296,699,931.40
Cash paid for construction of fixed assets, intangible assets and other long-term assets	138,895,689.84	49,609,863.23
Cash paid as investment	4,821,419,000.00	6,155,986,395.83
Net increase of loan against pledge		
Net cash paid for acquiring subsidiaries and other operational units	61,934,830.31	
Other cash paid for investment		
Subtotal of cash outflows	5,022,249,520.15	6,205,596,259.06
Cash flow generated by investment activities, net	-398,879,702.81	91,103,672.34
3. Cash flow generated by financing activities:		
Cash received from investment		
Incl. Cash received from investment attracted by subsidiaries from minority shareholders		
Cash received from borrowed loans	939,219,991.00	708,000,000.00
Other cash received from financing activities	39,406.61	
Subtotal of cash inflow from financing activities	939,259,397.61	708,000,000.00
Cash paid to repay debts	368,000,000.00	780,577,298.43
Cash paid as dividend, profit, or	299,128,516.71	258,660,130.40

interests		
Incl. Dividend and profit paid by subsidiaries to minority shareholders		
Other cash paid for financing activities	40,000,000.00	99,804,777.52
Subtotal of cash outflow from financing activities	707,128,516.71	1,139,042,206.35
Net cash flow generated by financing activities	232,130,880.90	-431,042,206.35
4. Influence of exchange rate changes on cash and cash equivalents	506,834.88	3,084,851.98
5. Net increase in cash and cash equivalents	-574,697,377.97	-224,241,123.29
Plus: Balance of cash and cash equivalents at the beginning of term	956,190,890.68	931,285,535.55
6. Balance of cash and cash equivalents at the end of the period	381,493,512.71	707,044,412.26

8. Cash Flow Statement of the Parent Between the Beginning of the Year and End of the Report Period

In RMB

Item	Amount occurred in the current period	Occurred in previous period
1. Net cash flow from business operations:		
Cash received from sales of products and providing of services	19,933,171.21	153,999,350.74
Tax refunded		
Other cash received from business operation	2,110,545,435.02	1,409,325,820.93
Sub-total of cash inflow from business operations	2,130,478,606.23	1,563,325,171.67
Cash paid for purchasing products and services	2,295,025.64	1,250,558.30
Cash paid to and for the staff	12,369,917.61	10,320,094.96
Taxes paid	1,788,240.77	19,134,230.81
Other cash paid for business activities	3,522,929,091.82	1,684,835,834.03
Sub-total of cash outflow from business	3,539,382,275.84	1,715,540,718.10

operations		
Cash flow generated by business operations, net	-1,408,903,669.61	-152,215,546.43
2. Cash flow generated by investment:		
Cash received from investment recovery	1,805,000,000.00	2,273,880,000.00
Cash received as investment profit	1,101,636,564.66	20,659,911.06
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets		5,000.00
Net cash received from disposal of subsidiaries or other operational units		10,000,000.00
Other investment-related cash received		
Sub-total of cash inflow generated from investment	2,906,636,564.66	2,304,544,911.06
Cash paid for construction of fixed assets, intangible assets and other long-term assets	52,697.00	576,678.00
Cash paid as investment	1,835,000,001.00	2,321,870,000.00
Net cash paid for acquiring subsidiaries and other operational units		
Other cash paid for investment		
Subtotal of cash outflows	1,835,052,698.00	2,322,446,678.00
Cash flow generated by investment activities, net	1,071,583,866.66	-17,901,766.94
3. Cash flow generated by financing activities:		
Cash received from investment		
Cash received from borrowed loans	400,000,000.00	700,000,000.00
Other cash received from financing activities	39,406.61	
Subtotal of cash inflow from financing activities	400,039,406.61	700,000,000.00
Cash paid to repay debts	10,000,000.00	250,000,000.00
Cash paid as dividend, profit, or interests	252,206,781.54	199,919,295.82

Other cash paid for financing activities		99,804,777.52
Subtotal of cash outflow from financing activities	262,206,781.54	549,724,073.34
Net cash flow generated by financing activities	137,832,625.07	150,275,926.66
4. Influence of exchange rate changes on cash and cash equivalents	405.76	-169,472.11
5. Net increase in cash and cash equivalents	-199,486,772.12	-20,010,858.82
Plus: Balance of cash and cash equivalents at the beginning of term	281,594,621.80	310,049,329.68
6. Balance of cash and cash equivalents at the end of the period	82,107,849.68	290,038,470.86

II. Financial Statement Adjustment

1. The first implementation of the new financial instruments guidelines, new income standards, new lease standards, adjustments the first implementation of the financial statements at the beginning of the year

✓ Applicable ☐ Inapplicable

Consolidated Balance Sheet

In RMB

Item	December 31, 2018	January 1, 2019	Adjustment
Current asset:			
Monetary capital	1,389,062,083.76	1,389,062,083.76	
Settlement provision			
Outgoing call loan			
Transactional financial assets			
Financial assets measured at fair value with variations accounted into current income account			
Derivative financial assets			
Notes receivable	140,139,692.84	140,139,692.84	
Account receivable	1,920,075,031.85	1,932,765,689.04	12,690,657.19
Receivable financing			

Prepayment	46,454,844.74	46,454,844.74	
Insurance receivable			
Reinsurance receivable			
Provisions of Reinsurance contracts receivable			
Other receivables	139,990,188.26	142,135,200.55	2,145,012.29
Including: interest receivable			
Dividend receivable			
Repurchasing of financial assets			
Inventory	651,405,832.29	651,405,832.29	
Contract assets			
Assets held for sales			
Non-current assets due in 1 year			
Other current assets	51,698,111.14	51,698,111.14	
Total current assets	4,338,825,784.88	4,353,661,454.36	14,835,669.48
Non-current assets:			
Loan and advancement provided			
Debt investment			
Sellable financial assets	21,674,008.23		-21,674,008.23
Other debt investment			
Investment held until mature			
Long-term receivable			
Long-term share equity investment	70,105,657.88	70,105,657.88	
Investment in other equity tools		21,674,008.23	21,674,008.23
Other non-current financial assets			
Investment real estate	5,256,442,406.63	5,230,896,067.50	
Fixed assets	455,274,241.83	455,274,241.83	

Construction in process	58,269,452.72	58,269,452.72	
Productive biological assets			
Gas & petrol			
Use right assets			
Intangible assets	80,313,240.67	80,313,240.67	
R&D expense			
Goodwill			
Long-term amortizable expenses	2,114,331.46	2,114,331.46	
Deferred income tax assets	356,474,925.76	356,474,925.76	-3,305,914.45
Other non-current assets	19,360,083.67	19,360,083.67	
Total of non-current assets	6,320,028,348.85	6,316,722,434.40	-3,305,914.45
Total of assets	10,658,854,133.73	10,670,383,888.76	11,529,755.03
Current liabilities			
Short-term loans	208,000,000.00	208,000,000.00	
Loans from Central Bank			
Call loan received			
Transactional financial liabilities			
Financial liabilities measured at fair value with variations accounted into current income account			
Derivative financial liabilities	1,625,725.00	1,625,725.00	
Notes payable	507,864,518.19	507,864,518.19	
Account payable	1,039,630,798.64	1,039,630,798.64	
Prepayment received	278,577,848.54	278,577,848.54	
Contract liabilities			
Selling of repurchased financial assets			
Deposit received and held for others			
Entrusted trading of			

securities			
Entrusted selling of securities			
Employees' wage payable	44,513,062.17	44,513,062.17	
Taxes payable	107,709,999.19	107,709,999.19	
Other payables	813,118,699.84	813,118,699.84	
Including: interest payable	2,098,971.44	2,098,971.44	
Dividend payable			
Fees and commissions payable			
Reinsurance fee payable			
Liabilities held for sales			
Non-current liabilities due in 1 year	200,000,000.00	200,000,000.00	
Other current liabilities	9,328,682.25	9,328,682.25	
Total current liabilities	3,210,369,333.82	3,210,369,333.82	
Non-current liabilities:			
Insurance contract provision			
Long-term loans	1,193,978,153.39	1,193,978,153.39	
Bond payable			
Including: preferred stock			
Perpetual bond			
Lease liabilities			
Long-term payable			
Long-term employees' wage payable			
Anticipated liabilities	6,831,162.99	6,831,162.99	
Deferred earning	10,401,161.30	10,401,161.30	
Deferred income tax liabilities	1,042,086,700.35	1,042,086,700.35	
Other non-current			

liabilities			
Total of non-current liabilities	2,253,297,178.03	2,253,297,178.03	
Total liabilities	5,463,666,511.85	5,463,666,511.85	
Owner' s equity:			
Share capital	1,155,481,686.00	1,155,481,686.00	
Other equity tools			
Including: preferred stock			
Perpetual bond			
Capital reserves	1,454,191.59	1,454,191.59	
Less: Shares in stock	10,831,437.66	10,831,437.66	
Other miscellaneous income	7,382,087.59	2,215,662.01	-5,166,425.58
Special reserves			
Surplus reserves	120,475,221.40	121,000,081.43	524,860.03
Common risk provisions			
Retained profit	3,921,225,872.96	3,937,397,193.54	16,171,320.58
Total of owner' s equity belong to the parent company	5,195,187,621.88	5,206,717,376.91	11,529,755.03
Minor shareholders' equity			
Total of owners' equity	5,195,187,621.88	5,206,717,376.91	11,529,755.03
Total of liabilities and owner' s interest	10,658,854,133.73	10,670,383,888.76	11,529,755.03

About the adjustment

In 2017, the Ministry of Finance revised and released the "Accounting Standards for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments", "Accounting Standards for Business Enterprises No. 23 - Transfer of Financial Assets", "Accounting Standards for Business Enterprises No. 24 - Hedge Accounting" "Accounting Standards for Business Enterprises No. 37 - Financial Instruments Presentation" (hereinafter collectively referred to as the "New Financial Instruments Standards"), and requires enterprises listed in China to implement the above accounting standards from January 1, 2019.

In accordance with the above requirements, the Company will implement the new financial instrument standard from January 1, 2019 and reclassify the original financial assets into transactional financial assets, derivative financial assets, other equity instrument investments and other non-current financial assets. Non-transaction equity instrument investment is designated as financial assets measured at fair value through other comprehensive income and is presented in "other equity instrument investment" items. At the same time, the loss provision prepared by the original financial instrument standard is adjusted to be in accordance with the new financial instrument. According to the regulations, it is not necessary to repeat the data of the 2018 comparative period when preparing the report for each period of 2019, but it is necessary to make retrospective adjustments to the retained earnings or other

comprehensive income at the beginning of 2019.

Balance Sheet of the Parent Company

In RMB

Item	December 31, 2018	January 1, 2019	Adjustment
Current asset:			
Monetary capital	410,118,157.55	410,118,157.55	
Transactional financial assets			
Financial assets measured at fair value with variations accounted into current income account			
Derivative financial assets			
Notes receivable	200,000,000.00	200,000,000.00	
Account receivable	471,039.12	471,039.12	8,595.25
Receivable financing			
Prepayment	6,733,047.16	6,733,047.16	
Other receivables	822,543,653.04	822,543,653.04	100,970.95
Including: interest receivable			
Dividend receivable	100,000,000.00	100,000,000.00	
Inventory			
Contract assets			
Assets held for sales			
Non-current assets due in 1 year			
Other current assets	919,388.18	919,388.18	
Total current assets	1,440,785,285.05	1,440,894,851.25	109,566.20
Non-current assets:			
Debt investment			
Sellable financial assets	21,674,008.23		-21,674,008.23
Other debt investment			
Investment held until mature			

Long-term receivable			
Long-term share equity investment	983,339,494.35	983,339,494.35	
Investment in other equity tools		21,674,008.23	21,674,008.23
Other non-current financial assets			
Investment real estate	309,189,866.37	309,189,866.37	
Fixed assets	53,784,811.23	53,784,811.23	
Construction in process			
Productive biological assets			
Gas & petrol			
Use right assets			
Intangible assets	2,112,301.97	2,112,301.97	
R&D expense			
Goodwill			
Long-term amortizable expenses	917,499.68	917,499.68	
Deferred income tax assets	34,555,598.81	34,528,207.26	-27,391.55
Other non-current assets			
Total of non-current assets	1,405,573,580.64	1,405,546,189.09	-27,391.55
Total of assets	2,846,358,865.69	2,846,441,040.34	82,174.65
Current liabilities			
Short-term loans	200,000,000.00	200,000,000.00	
Transactional financial liabilities			
Financial liabilities measured at fair value with variations accounted into current income account			
Derivative financial liabilities			
Notes payable			
Account payable	676,941.85	676,941.85	
Prepayment received	733,274.16	733,274.16	

Contract liabilities			
Employees' wage payable	2,145,763.39	2,145,763.39	
Taxes payable	341,004.65	341,004.65	
Other payables	300,006,406.51	300,006,406.51	
Including: interest payable	740,208.33	740,208.33	
Dividend payable			
Liabilities held for sales			
Non-current liabilities due in 1 year			
Other current liabilities			
Total current liabilities	503,903,390.56	503,903,390.56	
Non-current liabilities:			
Long-term loans	500,000,000.00	500,000,000.00	
Bond payable			
Including: preferred stock			
Perpetual bond			
Lease liabilities			
Long-term payable			
Long-term employees' wage payable			
Anticipated liabilities			
Deferred earning			
Deferred income tax liabilities	64,130,617.41	64,130,617.41	
Other non-current liabilities			
Total of non-current liabilities	564,130,617.41	564,130,617.41	
Total liabilities	1,068,034,007.97	1,068,034,007.97	
Owner' s equity:			
Share capital	1,155,481,686.00	1,155,481,686.00	

Other equity tools			
Including: preferred stock			
Perpetual bond			
Capital reserves	360,835.52	360,835.52	
Less: Shares in stock	10,831,437.66	10,831,437.66	
Other miscellaneous income	8,756,553.46	3,590,127.88	-5,166,425.58
Special reserves			
Surplus reserves	120,475,221.40	121,000,081.43	524,860.03
Retained profit	504,081,999.00	508,805,739.20	4,723,740.20
Total of owners' equity	1,778,324,857.72	1,778,407,032.37	82,174.65
Total of liabilities and owner's interest	2,846,358,865.69	2,846,441,040.34	82,174.65

About the adjustment

In 2017, the Ministry of Finance revised and released the "Accounting Standards for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments", "Accounting Standards for Business Enterprises No. 23 - Transfer of Financial Assets", "Accounting Standards for Business Enterprises No. 24 - Hedge Accounting" "Accounting Standards for Business Enterprises No. 37 - Financial Instruments Presentation" (hereinafter collectively referred to as the "New Financial Instruments Standards"), and requires enterprises listed in China to implement the above accounting standards from January 1, 2019.

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2. Description of the 2019 implementation of the new financial instrument criteria, new lease standard retrospective adjustment of the previous period comparison data

☐ Applicable ☒ Inapplicable

3. Auditor's Report

Whether the Q3 report is audited

☐ Yes ☒ No

The Q3 Report is not audited.