



Guangdong Electric Power Development Co., Ltd.

The First Quarterly Report 2020

April 2020

1 Important notes

The Board of Directors , the Supervisory Committee, the directors, the supervisors, and executives of the Company guarantee that there are no significant omissions, fictitious or misleading statements carried in the Quarterly Report and we will accept individual and joint responsibilities for the truthfulness, accuracy and completeness of the Quarterly Report.

Other directors attending the Meeting for Quarterly Report deliberation except for the followed:

Name of director absent	Title for absent director	Reasons for absent	Attorney
Wen Lianhe	Director	Due to business	Wang Jin
Chen Ze	Director	Due to business	Wang Jin
Li Fangji	Director	Due to business	Zheng Yunpeng
Yan Ming	Director	Due to business	Zheng Yunpeng
Mao Qinghan	Director	Due to business	Ma Xiaoqian
Yin Zhongyu	Director	Due to business	Sha Qilin

Mr. Wang Jin, Person in charge of the Company, Mr.Liu Wei , Person in charge of accounting works, Mr.Meng Fei ,CFO as well as person in charge of accounting institution represent and warrant the financial and accounting report in the first quarterly report is true and complete.

II. Basic information about the company

I. Main financial data and indices

Indicate by tick mark whether the Company needs to retroactively restate any of its accounting data.

☐ Yes ☒ No

	This period	Same period of last year	Changes of this period over same period of last year (%)
Operating revenue (Yuan)	4,703,863,816	5,589,715,802	-15.85%
Net profit attributable to the shareholders of the listed company (Yuan)	7,373,105	109,518,462	-93.27%
Net profit after deducting of non-recurring gain/loss attributable to the shareholders of listed company (Yuan)	-372,094	109,805,200	-100.34%
Net cash generated from /used in operating activities (Yuan)	1,170,574,344	1,805,095,658	-35.15%
Basic earning per share(Yuan/Share)	0.0014	0.0209	-93.30%
Diluted gains per share(Yuan/Share)	0.0014	0.0209	-93.30%
Weighted average return on equity (%)	0.03%	0.34%	-0.31%
	End of this period	End of last period	Changes of this period-end over same period-end of last year(%)
Total assets (Yuan)	76,358,861,961	75,472,027,123	1.18%
Net assets attributable to the shareholders of the listed company (Yuan)	26,155,872,112	26,178,241,077	-0.09%

Items and amount of non-current gains and losses

☒ Applicable ☐ Not applicable

In RMB

Items	Amount (Year-beginning 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)	-119,473	

Government subsidy recognized in current gain and loss(excluding those closely related to the Company's business and granted under the state's policies)	7,922,409	Mainly due to that Zhenheng Company received 4.2 million yuan due to reimbursement of unemployment insurance for affected companies in 2018 and Guangqian Company received a steady growth subsidy of 1 million yuan.
Other non-operating income and expenditure except for the aforementioned items	5,109,542	Mainly due to the subsidiaries' fine income from project engineering party at examination and the refund of taxes.
Less: Amount of influence of income tax	3,078,959	
Influenced amount of minor shareholders' equity (after tax)	2,088,320	
Total	7,745,199	--

For the Company's non-recurring gain/loss items as defined in the Explanatory Announcement No.1 on information disclosure for Companies Offering their Securities to the Public-Non-recurring Gains and Losses and its non-recurring gain/loss items as illustrated in the Explanatory Announcement No.1 on information Disclosure for Companies offering their securities to the public-non-recurring Gains and losses which have been defined as recurring gains and losses, it is necessary to explain the reason.

☐ Applicable ☒ Not applicable

None of Non-recurring gain /loss items recognized as recurring gain /loss/items as defined by the information disclosure explanatory Announcement No.1- Non - recurring gain/loss in the report period.

II. Total number of shareholders at the period-end and shareholdings of top 10 shareholders

1. About Total Common Shareholders, Total Preference Shareholders with the Voting Power Recovered and the Shares Held by Top Ten Common Shareholders

In shares

Total number of common shareholders at the period-end	94,679	Total preference shareholders with the voting power recovered at the end of the reporting period(if any)	0			
Shares held by the top 10 shareholders						
Shareholder name	Properties of shareholder	Share proportion %	Quantity	Amount of tradable shares with Conditional held	Pledging or freezing	
					Status of the shares	Quantity
Guangdong Energy Group Co., Ltd.	State-owned legal person	67.39%	3,538,005,285	1,893,342,621		

China Securities Finance Co., Ltd.	State-owned legal person	2.84%	148,862,420			
Shenzhen Guangfa Electric Power Investment Co., Ltd.	State-owned legal person	2.22%	116,693,602			
Guangdong Electric Power Development Corporation	State-owned legal person	1.80%	94,367,341			
Li Zhuo	Domestic Natural person	0.60%	31,623,523			
Zheng Jianxiang	Domestic Natural person	0.45%	23,372,798			
Harbin Hali Industry Co., Ltd.	Domestic Non-State owned legal person	0.40%	20,942,945			
CHINA INT'L CAPITAL CORP HONG KONG SECURITIES LTD	Overseas Legal person	0.29%	15,316,066			
Harbin Daoli District Charity Foundation	Domestic Non-State owned legal person	0.26%	13,660,906			
VANGUARD EMERGING MARKETS STOCK INDEX FUND	Overseas Legal person	0.25%	13,088,628			
Shares held by the Top 10 Shareholders of Non-restricted shares						
Shareholders' Names	Number of the non-restricted shares held	Share type		Share type	Quantity	
Guangdong Energy Group Co., Ltd.	1,644,662,664	RMB Common shares			1,644,662,664	
China Securities Finance Co., Ltd.	148,862,420	RMB Common shares			148,862,420	
Shenzhen Guangfa Electric Power Investment Co., Ltd.	116,693,602	RMB Common shares			116,693,602	
Guangdong Electric Power Development Corporation	94,367,341	RMB Common shares			94,367,341	
Li Zhuo	31,623,523	RMB Common shares			31,623,523	
Zheng Jianxiang	23,372,798	Foreign shares placed in domestic exchange			23,372,798	
Harbin Hali Industry Co., Ltd.	20,942,945	RMB Common shares			20,942,945	
CHINA INT'L CAPITAL CORP HONG KONG SECURITIES LTD	15,316,066	Foreign shares placed in domestic exchange			15,316,066	
Harbin Daoli District Charity Foundation	13,660,906	RMB Common shares			13,660,906	

VANGUARD EMERGING MARKETS STOCK INDEX FUND	13,088,628	Foreign shares placed in domestic exchange	13,088,628
Explanation on associated relationship or concerted action of the above shareholders	The fourth largest shareholder Guangdong Electric Power Development Corporation is the wholly-owned subsidiaries of the largest shareholder Guangdong Energy Group. These two companies have relationships; whether the other shareholders have relationships or unanimous acting was unknown.		
Note to the top 10 common stockholders involved in margin financing & securities lending (If any)	<p>The Fifth largest shareholder Li Zhuo holds 116,200 A shares of the Company through A shares ordinary stock account, and holds 31,507,323 A shares of the Company through stock account with credit transaction and guarantee, hold 31,623,523 shares of the Company's stock totally;</p> <p>The seventh largest shareholder Harbin Hali Industry Co., Ltd. holds 300 A shares of the Company through A shares ordinary stock account, and holds 20,942,645 A shares of the Company through stock account with credit transaction and guarantee. hold 20,942,945 shares of the Company's stock totally;</p> <p>The Ninth largest shareholder Harbin Daoli District Charity Foundation holds 10,300 A shares of the Company through A shares ordinary stock account, and holds 13,650,606 A shares of the Company through stock account with credit transaction and guarantee, holds 13,660,906 shares of the Company's stock totally.</p>		

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

☐ Applicable ☒ Not applicable

III. Significant Events

I. Particular about large-margin change of main accounting statement item and financial index and its reason.

√ Applicable ☐ Not applicable

Affected by the Spring Festival holiday and the New Coronary Pneumonia epidemic, the electricity consumption of the whole society in Guangdong Province decreased by 10.4% YOY in the first quarter of 2020, and the coal-fired power units in the province experienced a large-scale shutdown and peak regulation. The Company had completed 12.14 billion kWh of power generation as stated in the consolidated accounting, a decrease of 16.24% YOY; the cumulative on-grid electricity was 11.517 billion kWh, a decrease of 16.06% YOY; the average on-grid electricity price in the consolidated statement was 449.99 yuan / thousands kWh (including tax, the same below), a YOY decrease of RMB 14.81 / thousands kWh; it realized the operating income of RMB 4,703,863,800, a YOY decrease of 15.85%; due to a large decrease in the amount of on-grid electricity, the net cash flow generated by the Company's operating activities decreased by 35.15% YOY.

Affected by the sharp reduction in the industrial power demand of the whole society in Guangdong Province, the Company's on-grid electricity in the first quarter dropped significantly YOY, and the investment income of associates also declined, resulting in a significant YOY decline in the Company's gross profit and in the net profit attributable to parent company incurred from power generation. In the first quarter of 2020, the net profit attributable to shareholders of the parent company was 7.37 million yuan, a YOY decrease of 93.27%.

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

√ Applicable ☐ Not applicable

1. During the reporting period, Guangdong Yudean Bohe Coal and Electricity Co., Ltd., which is the company's holding subsidiary, received the Approval on Guangdong Yudean Maoming Bohe Power Plant 2 × 1 million kilowatts 'Developing large units and discourage small ones' Power Generation Project " by Guangdong Provincial Development and Reform Commission (Yuefa Gaike Approval No. 1-[2020]), agreeing to build the 2 × 1 million kilowatt 'Developing large units and discourage small ones' power generation project in Guangdong Yudean Maoming Bohe Power Plant. The project plans to build two 1-million-kilowatt ultra-supercritical coal-fired generating units, and simultaneously build flue gas desulfurization, denitrification, dust removal and other flue gas treatment environmental protection facilities and wastewater treatment facilities. The total investment of the project is 8.104 billion yuan, of which the project capital is 1.621 billion yuan, accounting for 20% of the total investment of the project, and the domestic loan is 6.483 billion yuan. The Company is fully promoting the project construction in accordance with the relevant requirements of the project approval document.

2. In order to promote the landing implementation and the rapid progress of the Huizhou Dayawan Petrochemical Zone West Comprehensive Energy Station project, after reviewed by the second communication meeting in 2020 of the ninth board of directors of the Company held on February 14, 2020, the Company and the Huizhou Dayawan Petrochemical Industrial Zone Investment Co., Ltd. agreed to invest and establish a joint venture-Huizhou Dayawan Petrochemical District West Comprehensive Energy Station Project Company in accordance with the equity proportion of 80% : 20%. The upfront work shall be carried out upon by 3 H-class (660-800MW) gas units and 2 150t / h gas boilers (The final construction scale shall be reasonably determined at

the feasibility study stage), and the upfront work expense is controlled at 12 million yuan. The registered place of the project company is Dayawan District, Huizhou City, and the initial registered capital is 22 million yuan. The Company is currently carrying out the upfront work in accordance with the relevant requirements by the project approval.

3. According to the "Reply by the National Development and Reform Commission on the Approval on Guangdong Electric Power Development Co., Ltd.'s Issuance of Green Bonds" (Fagai Enterprise Bonds No. 21-[2020]), it's agreed that the Company shall issue no more than 4 billion green bonds, with 800 million funds raised will be used for Yudean Yangjiang Shapa Offshore Wind Power Project, 1 billion yuan will be used for Zhuhai Jinwan Offshore Wind Farm Project, 700 million yuan will be used for the Phase II of Guangdong Yudean Zhanjiang Wailuo Offshore Wind Power Project, and 1.5 billion yuan will be used to supplement the working capital. The Company is handling the related matters of this issuance of green bonds in accordance with the approval documents and other relevant requirements.

4. During the reporting period, the repayment of principal and interest and the delisting of the corporate bond "12 Yudean Bonds" was completed on March 18, 2020.

5. In the tenth meeting of the ninth board of directors of the Company held on January 17, 2020, the "Proposal on the Routine Related Transaction of the Company and Guangdong Energy Group Co., Ltd. in 2020", the "Proposal about the Company and Guangdong Yudean Finance Co., Ltd signing the "Financial Service Framework Agreement", the "Proposal on the Company and Guangdong Yudean Financial Leasing Co., Ltd. Signing the ' Financial Lease Cooperation Framework Agreement' " and the "Proposal on the Company and Guangdong Yudean Property Insurance Captive Insurance Co., Ltd. Signing the ' Framework Agreement on Cooperation in Insurance and Risk Management Services' "were reviewed and approved, and the above-mentioned related party transactions will be submitted to the Company's first provisional shareholders' general meeting of 2020 for approval.

Announcement	Date of disclosure	Website for disclosure
Announcement on Approval of 2×1 million kilowatts "Developing Large Units and Suppressing Small Ones" Power Generation Project of Guangdong Maoming Bohe Power Plant	January 11,2020	http://www.cninfo.com.cn .
Announcement of Resolutions of the Second Meeting of the Ninth Board of Directors by Correspondence of 2020	February 15,2020	http://www.cninfo.com.cn .
Announcement on having obtained the approval from the National Development and Reform Commission for the issuance of green bonds.	February 27,2020	http://www.cninfo.com.cn .

Announcement of Corporate “12 Yudean Bonds” Principal and Interest Payment and Delisting	March 12,2020	http://www.cninfo.com.cn .
Estimates announcement of the Daily Related Party Transactions of 2020	January 18,2020	http://www.cninfo.com.cn .
Announcement of Related Transactions on Signing of the Financial Services Framework Agreement, Framework Agreement on Financing Leasing Cooperation and Framework Agreement on Cooperation in Insurance and Risk Management Services	January 18,2020	http://www.cninfo.com.cn .

Progress in the implementation of share repurchase

☐ Applicable ☒ Not applicable

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

☐ Applicable ☒ Not applicable

III. Commitments finished in implementation by the Company, shareholders, actual controller, acquirer, directors, supervisors, senior executives or other related parties in the reporting period and commitments unfinished in implementation at the end of the reporting period

☐ Applicable ☒ Not applicable

No such cases in the reporting period.

IV. Securities investment

√ Applicable □ Not applicable

In RMB

Security category	Security code	Stock Abbreviation:	Initial investment cost	Mode of accounting measurement	Book value balance at the beginning of the reporting period	Changes in fair value of the this period	Cumulative fair value changes in equity	Purchase amount in the this period	Sale amount in the this period	Gain/loss of the reporting period	Book value balance at the end of the reporting period	Accounting items	Source of the shares
Domestic and foreign stocks	000027	Shenzhen Energy	15,890,628	FVM	78,246,000	-10,458,000	51,897,372				67,788,000	Other equity instrument Investment	Own-funds
Domestic and foreign stocks	600642	Shenergy	235,837,988	FVM	322,642,373	-29,432,093	57,372,292				293,210,280	Other equity instrument Investment	Own-funds
Domestic and foreign stocks	831039	NEEQ	3,600,000	FVM	7,182,000	234,000	3,816,000				7,416,000	Other equity instrument Investment	Own-funds

Total	255,328,616	--	408,070,373	-39,656,093	113,085,664	0	0	0	368,414,280	--	--
Disclosure date for the notice of approval by the Board (If any)	October 31, 2019										
Disclosure date for the notice of approval by shareholders' Meeting (If any)											

V. Entrusted Financial Management

☐ Applicable ☒ Not applicable

No such cases in the Reporting Period

VI. Investment in derivatives

☐ Applicable ☒ Not applicable

No such cases in the Reporting Period

VII. The registration form of acceptance of investigation, communication and interview in the report period for future reference

☐ Applicable ☒ Not applicable

No such cases in the Reporting Period

VIII. External guarantee get out of line

☐ Applicable ☒ Not applicable

No such cases in the reporting period.

IX. Controlling shareholder and its related parties occupying non-business capital of the listed company

☐ Applicable ☒ Not applicable

No such cases in the reporting period.

IV. Financial Statement

I. Financial statement

1. Consolidated balance sheet

Prepared by: Guangdong Electric Power Development Co., Ltd.

March 31, 2020

In RMB

Items	March 31,2020	December 31,2019
Current asset :		
Monetary fund	5,337,734,076	5,081,641,969
Settlement provision		
Outgoing call loan		
Transactional financial assets		
Derivative financial assets		
Notes receivable		
Account receivable	2,559,444,787	3,197,690,464
Financing receivable		
Prepayments	807,453,150	605,314,333
Insurance receivable		
Reinsurance receivable		
Provisions of Reinsurance contracts receivable		
Other account receivable	189,144,729	272,801,588
Including: Interest receivable	21,710,725	20,866,069
Dividend receivable		
Repurchasing of financial assets		
Inventories	2,109,021,555	1,817,059,269
Contract assets		
Assets held for sales		
Non-current asset due within 1 year	76,755,317	28,865,131
Other current asset	550,591,741	305,595,567
Total of current assets	11,630,145,355	11,308,968,321
Non-current assets:		

Loans and payment on other' s behalf disbursed		
Creditor's Investment		
Other Creditor's Investment		
Long-term receivable	18,581,834	65,856,346
Long term share equity investment	6,519,457,716	6,455,784,562
Other equity instruments investment	3,102,715,280	3,142,371,373
Other non-current financial assets		
Property investment	51,455,928	52,093,631
Fixed assets	40,656,253,717	38,555,718,718
Construction in progress	8,717,069,165	10,882,003,846
Production physical assets		
Oil & gas assets		
Use right assets		
Intangible assets	1,781,760,599	1,787,738,640
Development expenses		
Goodwill	2,449,886	2,449,886
Long-germ expenses to be amortized	18,581,836	19,473,586
Deferred income tax asset	466,722,128	445,709,226
Other non-current asset	3,393,668,517	2,753,858,988
Total of non-current assets	64,728,716,606	64,163,058,802
Total of assets	76,358,861,961	75,472,027,123
Current liabilities		
Short-term loans	6,909,596,729	5,904,132,791
Loan from Central Bank		
Borrowing funds		
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable	1,312,229,196	1,364,236,650
Account payable	2,526,951,096	2,465,154,162
Advance receipts	113,164	432,714
Contract liabilities	183,915	
Selling of repurchased financial assets		

Deposit taking and interbank deposit		
Entrusted trading of securities		
Entrusted selling of securities		
Employees' wage payable	267,405,716	242,510,538
Tax payable	334,699,526	571,377,151
Other account payable	4,392,695,118	4,042,117,097
Including: Interest payable		
Dividend payable	9,771,322	9,771,322
Fees and commissions payable		
Reinsurance fee payable		
Liabilities held for sales		
Non-current liability due within 1 year	2,967,304,196	3,182,980,482
Other current liability	2,112,043,575	1,912,282,192
Total of current liability	20,823,222,231	19,685,223,777
Non-current liabilities:		
Reserve fund for insurance contracts		
Long-term loan	16,396,563,419	16,587,103,380
Bond payable	1,497,184,090	1,496,631,799
Including: preferred stock		
Sustainable debt		
Lease liability		
Long-term payable	2,416,600,683	2,485,346,245
Long-term remuneration payable to staff	131,161,515	134,988,860
Expected liabilities		
Deferred income	138,673,572	139,256,513
Deferred income tax liability	533,631,784	537,385,614
Other non-current liabilities	216,405,569	216,405,569
Total non-current liabilities	21,330,220,632	21,597,117,980
Total of liability	42,153,442,863	41,282,341,757
Owners' equity		
Share capital	5,250,283,986	5,250,283,986
Other equity instruments		

Including: preferred stock		
Sustainable debt		
Capital reserves	5,096,918,174	5,096,918,174
Less: Shares in stock		
Other comprehensive income	1,646,400,974	1,676,143,044
Special reserve		
Surplus reserves	8,245,767,593	8,245,767,593
Common risk provision		
Retained profit	5,916,501,385	5,909,128,280
Total of owner's equity belong to the parent company	26,155,872,112	26,178,241,077
Minority shareholders' equity	8,049,546,986	8,011,444,289
Total of owners' equity	34,205,419,098	34,189,685,366
Total of liabilities and owners' equity	76,358,861,961	75,472,027,123

Legal Representative: Wang Jin Person in charge of accounting: Liu Wei Accounting Dept Leader: Meng Fei

2. Parent Company Balance Sheet

In RMB

Items	March 31, 2020	December 31, 2019
Current asset:		
Monetary fund	385,438,613	224,504,289
Transactional financial assets		
Derivative financial assets		
Notes receivable		
Account receivable	113,493,594	209,249,102
Financing receivable		
Prepayments	43,331,700	43,002,000
Other account receivable	39,690,808	108,149,278
Including: Interest receivable	2,659,176	689,092
Dividend receivable	2,652,502	2,652,502
Inventories	161,912,273	151,518,056
Contract assets		

Assets held for sales		
Non-current asset due within 1 year		
Other current asset	1,228,009	1,228,009
Total of current assets	745,094,997	737,650,734
Non-current assets:		
Creditor's right investment		
Other Creditor's right investment		
Long-term receivable	421,000,000	340,000,000
Long term share equity investment	26,785,555,453	26,514,106,513
Other equity instruments investment	3,102,715,280	3,142,371,373
Other non-current financial assets		
Property investment	6,866,544	7,025,443
Fixed assets	675,773,988	706,435,221
Construction in progress	19,079,373	14,945,019
Production physical assets		
Oil & gas assets		
Use right assets		
Intangible assets	84,782,548	85,839,959
Development expenses		
Goodwill		
Long-germ expenses to be amortized		
Deferred income tax asset		
Other non-current asset	356,004,000	356,004,000
Total of non-current assets	31,451,777,186	31,166,727,528
Total of assets	32,196,872,183	31,904,378,262
Current liabilities		
Short-term loans	1,712,005,125	1,401,641,708
Transactional financial liabilities		
Derivative financial liabilities		
Notes payable		
Account payable	86,264,581	156,122,676
Advance receipts		
Contract Liabilities		

Employees' wage payable	79,201,725	63,480,425
Tax payable	14,676,483	44,298,675
Other account payable	49,267,140	71,126,853
Including: Interest payable		
Dividend payable	9,771,322	9,771,322
Liabilities held for sales		
Non-current liability due within 1 year	1,520,826,303	1,554,314,700
Other current liability	2,111,290,685	1,912,282,192
Total of current liability	5,573,532,042	5,203,267,229
Non-current liabilities:		
Long-term loan		
Bond payable	799,057,333	798,857,333
Including: preferred stock		
Sustainable debt		
Lease liability		
Long-term payable		3,466,237
Long-term remuneration payable to staff	35,316,758	36,570,958
Expected liabilities		
Deferred income	39,984,807	39,984,807
Deferred income tax liability	525,279,663	535,193,684
Other non-current liabilities		
Total non-current liabilities	1,399,638,561	1,414,073,019
Total of liability	6,973,170,603	6,617,340,248
Owners' equity		
Share capital	5,250,283,986	5,250,283,986
Other equity instruments		
Including: preferred stock		
Sustainable debt		
Capital reserves	5,599,980,903	5,599,980,903
Less: Shares in stock		
Other comprehensive income	1,646,400,974	1,676,143,044
Special reserve		

Surplus reserves	8,245,767,593	8,245,767,593
Retained profit	4,481,268,124	4,514,862,488
Total of owners' equity	25,223,701,580	25,287,038,014
Total of liabilities and owners' equity	32,196,872,183	31,904,378,262

3.Consolidated Income statement

In RMB

Items	Report period	Same period of the previous year
I. Income from the key business	4,703,863,816	5,589,715,802
Including: Business income	4,703,863,816	5,589,715,802
Interest income		
Insurance fee earned		
Fee and commission received		
II. Total business cost	4,690,246,724	5,448,292,472
Including: Business cost	4,232,870,861	4,937,475,435
Interest expense		
Fee and commission paid		
Insurance discharge payment		
Net claim amount paid		
Net amount of withdrawal of insurance contract reserve		
Insurance policy dividend paid		
Reinsurance expenses		
Business tax and surcharge	37,570,428	41,001,643
Sales expense	10,259,734	6,295,103
Administrative expense	133,741,951	132,305,459
R & D costs	490,566	77,830
Financial expenses	275,313,184	331,137,001
Including: Interest expense	291,475,183	345,801,584
Interest income	17,673,491	16,268,357
Add: Other income	8,534,600	36,893,397
Investment gain ("-" for loss)	63,673,155	91,517,161

Including: investment gains from affiliates	63,673,155	91,517,161
Termination of recognition of gains on financial assets at amortized cost		
Gains from currency exchange		
Net exposure hedging income		
Changing income of fair value		8,454
Loss of credit impairment	20,911	
Impairment losses on assets		
Income on disposal of assets	-137	
III. Operational profit (“-” for loss)	85,845,621	269,842,342
Add : Non-operational income	4,627,807	987,834
Less: Non-operating expense	249,929	2,688,294
IV. Total profit(“-” for loss)	90,223,499	268,141,882
Less: Income tax expenses	44,747,697	75,526,858
V. Net profit	45,475,802	192,615,024
(I) Classification by business continuity		
1.Net continuing operating profit	45,475,802	192,615,024
2.Termination of operating net profit		
(II) Classification by ownership		
Net profit attributable to the owners of parent company	7,373,105	109,518,462
Minority shareholders’ equity	38,102,697	83,096,562
VI. Net after-tax of other comprehensive income	-29,742,070	43,672,399
Net of profit of other comprehensive income attributable to owners of the parent company.	-29,742,070	43,672,399
(1) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period	-29,742,070	43,672,399

1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
3. Changes in the fair value of investments in other equity instruments	-29,742,070	43,672,399
4. Changes in the fair value of the company's credit risks		
5.Other		
(II) Other comprehensive income that will be reclassified into profit or loss.		
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2. Changes in the fair value of investments in other debt obligations		
3. Other comprehensive income arising from the reclassification of financial assets		
4. Allowance for credit impairments in investments in other debt obligations		
5. Reserve for cash flow hedges		
6. Translation differences in currency financial statements		
7.Other		
Net of profit of other comprehensive income attributable to Minority shareholders' equity		
VII. Total comprehensive income	15,733,732	236,287,423
Total comprehensive income attributable to the owner of the parent company	-22,368,965	234,920,763

Total comprehensive income attributable minority shareholders	38,102,697	1,366,660
VIII. Earnings per share		
(I) Basic earnings per share	0.0014	0.0209
(II)Diluted earnings per share	0.0014	0.0209

Legal Representative: Wang Jin Person in charge of accounting: Liu Wei Accounting Dept Leader: Meng Fei

4. Income statement of the Parent Company

In RMB

Items	Report period	Same period of the previous year
I. Revenue	208,902,754	393,185,298
Including: Business cost	235,016,646	424,777,175
Business tax and surcharge	1,352,528	2,653,793
Sales expense	537,974	350,336
Administrative expense	16,929,915	16,792,181
R & D costs		
Financial expenses	55,643,798	50,152,227
Including: Interest expenses	56,202,961	50,952,925
Interest income	1,338,054	1,394,554
Add: Other income		
Investment gain (“-” for loss)	66,125,625	161,309,228
Including: investment gains from affiliates	61,448,940	89,089,146
Termination of recognition of gains on financial assets at amortized cost		
Net exposure hedging income		
Changing income of fair value		8,454
Credit impairment loss	20,911	
Impairment losses on assets		
Income on disposal of assets		
II. Operational profit (“-” for loss)	-34,431,571	59,777,267
Add : Non-operational income	895,086	7,642
Less: Non -operational expenses	57,879	

III. Total profit(“-” for loss)	-33,594,364	59,784,909
Less: Income tax expenses		
IV. Net profit	-33,594,364	59,784,909
1.Net continuing operating profit	-33,594,364	59,784,909
2.Termination of operating net profit		
V. Net after-tax of other comprehensive income	-29,742,070	43,672,399
(I) Other comprehensive income items that will not be reclassified into gains/losses in the subsequent accounting period	-29,742,070	43,672,399
1.Re-measurement of defined benefit plans of changes in net debt or net assets		
2.Other comprehensive income under the equity method investee can not be reclassified into profit or loss.		
3. Changes in the fair value of investments in other equity instruments	-29,742,070	43,672,399
4. Changes in the fair value of the company's credit risks		
5.Other		
(II) Other comprehensive income that will be reclassified into profit or loss.		
1.Other comprehensive income under the equity method investee can be reclassified into profit or loss.		
2. Changes in the fair value of investments in other debt obligations		
3. Other comprehensive income arising from the reclassification of financial assets		
4. Allowance for credit impairments in investments in other debt obligations		
5. Reserve for cash flow hedges		

6. Translation differences in currency financial statements		
7.Other		
VI. Total comprehensive income	-63,336,434	103,457,308
VII. Earnings per share		
(I) Basic earnings per share		
(II) Diluted earnings per share		

5. Consolidated Cash flow statement

In RMB

Items	Report period	Same period of the previous year
I. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	5,951,197,187	7,198,521,146
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 from interest, commission charge and commission		
Net increase of inter-bank fund received		
Net increase of repurchasing business		
Net cash received by agent in securities trading		
Tax returned		4,664,390

Other cash received from business operation	66,524,155	433,730,029
Sub-total of cash inflow	6,017,721,342	7,636,915,565
Cash paid for purchasing of merchandise and services	3,839,441,128	4,805,190,930
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 for Outgoing call loan		
Cash paid for interest, processing fee and commission		
Cash paid for policy dividend		
Cash paid to staffs or paid for staffs	356,577,920	413,894,277
Taxes paid	472,161,097	460,397,105
Other cash paid for business activities	178,966,853	152,337,595
Sub-total of cash outflow from business activities	4,847,146,998	5,831,819,907
Net cash generated from /used in operating activities	1,170,574,344	1,805,095,658
II. Cash flow generated by investing		
Cash received from investment retrieving		
Cash received as investment gains		121,345
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	112,300,704	592,258
Net cash received from disposal of subsidiaries or other operational units		
Other investment-related cash received		
Sub-total of cash inflow due to investment activities	112,300,704	713,603

Cash paid for construction of fixed assets, intangible assets and other long-term assets	1,084,293,124	745,025,118
Cash paid as investment		78,692,039
Net increase of loan against pledge		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities		
Sub-total of cash outflow due to investment activities	1,084,293,124	823,717,157
Net cash flow generated by investment	-971,992,420	-823,003,554
III.Cash flow generated by financing		
Cash received as investment		
Including: Cash received as investment from minor shareholders		
Cash received as loans	4,318,742,335	2,526,712,472
Other financing – related cash received	20,000,000	
Sub-total of cash inflow from financing activities	4,338,742,335	2,526,712,472
Cash to repay debts	3,928,566,618	3,704,558,354
Cash paid as dividend, profit, or interests	351,311,235	432,017,527
Including: Dividend and profit paid by subsidiaries to minor shareholders		
Other cash paid for financing activities	1,354,531	712,667
Sub-total of cash outflow due to financing activities	4,281,232,384	4,137,288,548
Net cash flow generated by financing	57,509,951	-1,610,576,076
IV. Influence of exchange rate alternation on cash and cash equivalents	232	-237
V.Net increase of cash and cash equivalents	256,092,107	-628,484,209

Add: balance of cash and cash equivalents at the beginning of term	5,079,641,969	5,570,382,893
VI ..Balance of cash and cash equivalents at the end of term	5,335,734,076	4,941,898,684

6. Cash Flow Statement of the Parent Company

In RMB

Items	Amount in this period	Amount in last period
I.Cash flows from operating activities		
Cash received from sales of goods or rendering of services	324,942,952	560,862,026
Tax returned		
Other cash received from business operation	17,887,749	9,331,847
Sub-total of cash inflow	342,830,701	570,193,873
Cash paid for purchasing of merchandise and services	271,756,794	430,841,917
Cash paid to staffs or paid for staffs	64,253,609	73,493,740
Taxes paid	24,790,894	26,279,908
Other cash paid for business activities	13,024,976	7,758,990
Sub-total of cash outflow from business activities	373,826,273	538,374,555
Net cash generated from /used in operating activities	-30,995,572	31,819,318
II. Cash flow generated by investing		
Cash received from investment retrieving	16,460,000	300,000,000
Cash received as investment gains	3,042,532	71,804,024
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets		589,130
Net cash received from disposal of subsidiaries or other operational units		

Other investment-related cash received		
Sub-total of cash inflow due to investment activities	19,502,532	372,393,154
Cash paid for construction of fixed assets, intangible assets and other long-term assets	5,514,986	7,473,223
Cash paid as investment	241,157,389	117,379,238
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities		
Sub-total of cash outflow due to investment activities	246,672,375	124,852,461
Net cash flow generated by investment	-227,169,843	247,540,693
III. Cash flow generated by financing		
Cash received as investment		
Cash received as loans	2,299,450,000	899,700,000
Other financing – related ash received		
Sub-total of cash inflow from financing activities	2,299,450,000	899,700,000
Cash to repay debts	1,800,000,000	900,000,000
Cash paid as dividend, profit, or interests	80,325,978	36,399,727
Other cash paid for financing activities	24,515	84,195
Sub-total of cash outflow due to financing activities	1,880,350,493	936,483,922
Net cash flow generated by financing	419,099,507	-36,783,922
IV. Influence of exchange rate alternation on cash and cash equivalents	232	-237
V. Net increase of cash and cash equivalents	160,934,324	242,575,852

Add: balance of cash and cash equivalents at the beginning of term	224,504,289	385,577,464
VI ..Balance of cash and cash equivalents at the end of term	385,438,613	628,153,316

II Adjustments to the Financial Statements

1. Adjustment of the relevant items of the financial statements at the current year beginning according to the new standards for financial instruments, the new standards for revenues and the new standards for lease implemented commencing from year 2020

√ Applicable □ Not applicable

Consolidated balance sheet

In RMB

Items	December 31, 2019	January 1, 2020	Adjustment
Current asset :			
Monetary fund	5,081,641,969	5,081,641,969	
Account receivable	3,197,690,464	3,197,690,464	
Prepayments	605,314,333	605,314,333	
Other account receivable	272,801,588	272,801,588	
Including: Interest receivable	20,866,069	20,866,069	
Inventories	1,817,059,269	1,817,059,269	
Non-current asset due within 1 year	28,865,131	28,865,131	
Other current asset	305,595,567	305,595,567	
Total of current assets	11,308,968,321	11,308,968,321	
Non-current assets:			
Long-term receivable	65,856,346	65,856,346	
Long term share equity investment	6,455,784,562	6,455,784,562	
Other equity instruments investment	3,142,371,373	3,142,371,373	
Property investment	52,093,631	52,093,631	
Fixed assets	38,555,718,718	38,555,718,718	

Construction in progress	10,882,003,846	10,882,003,846	
Intangible assets	1,787,738,640	1,787,738,640	
Goodwill	2,449,886	2,449,886	
Long-term expenses to be amortized	19,473,586	19,473,586	
Deferred income tax asset	445,709,226	445,709,226	
Other non-current asset	2,753,858,988	2,753,858,988	
Total of non-current assets	64,163,058,802	64,163,058,802	
Total of assets	75,472,027,123	75,472,027,123	
Current liabilities			
Short-term loans	5,904,132,791	5,904,132,791	
Notes payable	1,364,236,650	1,364,236,650	
Account payable	2,465,154,162	2,465,154,162	
Advance payment	432,714	248,799	-183,915
Contract liabilities		183,915	183,915
Employees' wage payable	242,510,538	242,510,538	
Tax payable	571,377,151	571,377,151	
Other account payable	4,042,117,097	4,042,117,097	
Dividend payable	9,771,322	9,771,322	
Non-current liability due within 1 year	3,182,980,482	3,182,980,482	
Other current liability	1,912,282,192	1,912,282,192	
Total of current liability	19,685,223,777	19,685,223,777	
Non-current liabilities:			
Long-term loan	16,587,103,380	16,587,103,380	
Bond payable	1,496,631,799	1,496,631,799	
Long-term payable	2,485,346,245	2,485,346,245	
Long-term remuneration payable to staff	134,988,860	134,988,860	
Deferred income	139,256,513	139,256,513	
Deferred income tax liability	537,385,614	537,385,614	
Other non-current liabilities	216,405,569	216,405,569	

Total non-current liabilities	21,597,117,980	21,597,117,980	
Total of liability	41,282,341,757	41,282,341,757	
Owners' equity			
Share capital	5,250,283,986	5,250,283,986	
Capital reserves	5,096,918,174	5,096,918,174	
Other comprehensive income	1,676,143,044	1,676,143,044	
Surplus reserves	8,245,767,593	8,245,767,593	
Retained profit	5,909,128,280	5,909,128,280	
Total of owner's equity belong to the parent company	26,178,241,077	26,178,241,077	
Minority shareholders' equity	8,011,444,289	8,011,444,289	
Total of owners' equity	34,189,685,366	34,189,685,366	
Total of liabilities and owners' equity	75,472,027,123	75,472,027,123	

Adjustment statement

The Ministry of Finance revised and released the "No. 14 Accounting Standards for Business Enterprises -Revenue" in 2017, and required domestic listed companies to implement the new revenue standard from January 1, 2020. Therefore, at the beginning of this year, the Company adjusted the relevant amount in the "advances received" to the "contract liability" account for reporting.

Parent Company Balance Sheet

In RMB

Items	December 31, 2019	January 1, 2020	Adjustment
Current asset :			
Monetary fund	224,504,289	224,504,289	
Account receivable	209,249,102	209,249,102	
Prepayments	43,002,000	43,002,000	
Other account receivable	108,149,278	108,149,278	
Including: Interest receivable	689,092	689,092	
Dividend receivable	2,652,502	2,652,502	
Inventories	151,518,056	151,518,056	

Other current assets	1,228,009	1,228,009	
Total of current assets	737,650,734	737,650,734	
Non-current assets:			
Long-term payable	340,000,000	340,000,000	
Long term share equity investment	26,514,106,513	26,514,106,513	
Other equity Instrument investment	3,142,371,373	3,142,371,373	
Property investment	7,025,443	7,025,443	
Fixed assets	706,435,221	706,435,221	
Construction in process	14,945,019	14,945,019	
Intangible assets	85,839,959	85,839,959	
Other non-current assets	356,004,000	356,004,000	
Total of non-current assets	31,166,727,528	31,166,727,528	
Total of assets	31,904,378,262	31,904,378,262	
Current liabilities			
Short-term loans	1,401,641,708	1,401,641,708	
Account payable	156,122,676	156,122,676	
Employees' wage payable	63,480,425	63,480,425	
Tax payable	44,298,675	44,298,675	
Other account payable	71,126,853	71,126,853	
Dividend payable	9,771,322	9,771,322	
Non-current liabilities due within 1 year	1,554,314,700	1,554,314,700	
Non-current liabilities:	1,912,282,192	1,912,282,192	
Total of liability	5,203,267,229	5,203,267,229	
Non-current liabilities:			
Bonds payable	798,857,333	798,857,333	
Long-term payable	3,466,237	3,466,237	
Employees' wage payable	36,570,958	36,570,958	
Deferred income	39,984,807	39,984,807	
Deferred income tax liability	535,193,684	535,193,684	
Total non-current liabilities	1,414,073,019	1,414,073,019	

Total of liability	6,617,340,248	6,617,340,248	
Owners' equity			
Share capital	5,250,283,986	5,250,283,986	
Capital reserves	5,599,980,903	5,599,980,903	
Other comprehensive income	1,676,143,044	1,676,143,044	
Surplus reserves	8,245,767,593	8,245,767,593	
Retained profit	4,514,862,488	4,514,862,488	
Total of owners' equity	25,287,038,014	25,287,038,014	
Total of liabilities and owners' equity	31,904,378,262	31,904,378,262	

Adjustment statement

2. Note to the retroactive adjustment of the previous comparative data according to the new standards for financial instruments and the new standards for lease implemented commencing from year 2020

☐ Applicable ☒ Not applicable

III. Auditors' Report

Is the First Quarterly Report be audited?

☐ Yes ☒ No

The First Quarterly report is not audited.