



**SHENZHEN SPECIAL ECONOMIC ZONE REAL ESTATE
& PROPERTIES (GROUP) CO., LTD.**

FIRST QUARTER REPORT 2020

2020-037

April 2020

Part I Important Notes

The Board of Directors (or the “Board”), the Supervisory Committee as well as the directors, supervisors and senior management of ShenZhen Special Economic Zone Real Estate & Properties (Group) Co., Ltd. (hereinafter referred to as the “Company”) hereby guarantee the factuality, accuracy and completeness of the contents of this Report and its summary, and shall be jointly and severally liable for any misrepresentations, misleading statements or material omissions therein.

All the Company’s directors have attended the Board meeting for the review of this Report and its summary.

Liu Zhengyu, the Chairman of the Board, Chen Maozheng, the General Manager, Tang Xiaoping, the head for financial affairs, and Qiao Yanjun, the head of the financial department (equivalent to financial manager) hereby guarantee that the Financial Statements carried in this Report are factual, accurate and complete.

This Report and its summary have been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese versions shall prevail.

Part II Key Corporate Information

I Key Financial Information

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes No

	Q1 2020	Q1 2019	Change (%)
Operating revenue (RMB)	256,842,391.67	424,535,370.83	-39.50%
Net profit attributable to the listed company's shareholders (RMB)	28,114,908.77	84,028,728.24	-66.54%
Net profit attributable to the listed company's shareholders before exceptional items (RMB)	28,075,623.63	84,055,572.77	-66.60%
Net cash generated from/used in operating activities (RMB)	-435,258,963.67	217,157,204.59	-300.43%
Basic earnings per share (RMB/share)	0.0278	0.0831	-66.55%
Diluted earnings per share (RMB/share)	0.0278	0.0831	-66.55%
Weighted average return on equity (%)	0.76%	2.49%	-1.73%
	31 March 2020	31 December 2019	Change (%)
Total assets (RMB)	4,499,382,506.19	4,909,669,536.09	-8.36%
Equity attributable to the listed company's shareholders (RMB)	3,695,538,782.58	3,666,874,569.99	0.78%

Exceptional gains and losses:

Applicable Not applicable

Unit: RMB

Item	Q1 2020	Note
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-offs)	-17,928.00	
Non-operating income and expense other than the above	70,308.19	
Less: Income tax effects	13,095.05	
Total	39,285.14	--

Explanation of why the Company reclassifies as recurrent an exceptional gain/loss item defined or listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Gain/Loss Items:

Applicable Not applicable

No such cases for the Reporting Period.

II Total Number of Shareholders and Holdings of Top 10 Shareholders at 31 March 2020

1. Numbers of Ordinary Shareholders and Preferred Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders

Unit: share

Number of ordinary shareholders at the period-end		76,443	Number of preferred shareholders with resumed voting rights at the period-end (if any)	0		
Top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held	Restricted shares held	Shares in pledge or frozen	
					Status	Shares
Shenzhen Investment Holdings Co., Ltd	State-owned legal person	63.55%	642,884,262			
Shandong Gold Financial Holding Capital Management Co., Ltd. — Shandong Gold Financial Holding Sustaining Fund 1	Domestic non-state-owned legal person	1.02%	10,300,000			
Lu Zhigao	Domestic natural person	0.32%	3,246,949			
Tan Shiqing	Domestic natural person	0.13%	1,286,701			
Yang Shuilian	Domestic natural person	0.13%	1,273,700			
Yang Jianxiong	Domestic natural person	0.12%	1,255,750			
Central Huijin Asset Management Co., Ltd.	State-owned legal person	0.12%	1,165,500			
Peng Wei	Domestic natural person	0.11%	1,129,082			

Wu Haoyuan	Foreign natural person	0.11%	1,109,300			
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	Foreign legal person	0.10%	1,015,683			
Top 10 unrestricted shareholders						
Name of shareholder	Unrestricted shares held			Shares by type		
				Type	Shares	
Shenzhen Investment Holdings Co., Ltd				RMB-denominated ordinary stock	642,884,262	642,884,262
Shandong Gold Financial Holding Capital Management Co., Ltd. — Shandong Gold Financial Holding Sustaining Fund 1				RMB-denominated ordinary stock	10,300,000	10,300,000
Lu Zhigao				RMB-denominated ordinary stock	3,246,949	3,246,949
Tan Shiqing				RMB-denominated ordinary stock	1,286,701	1,286,701
Yang Shuilian				RMB-denominated ordinary stock	1,273,700	1,273,700
Yang Jianxiong				Domestically listed foreign stock	1,255,750	1,255,750
Central Huijin Asset Management Co., Ltd.				RMB-denominated ordinary stock	1,165,500	1,165,500
Peng Wei				RMB-denominated ordinary stock	1,129,082	1,129,082
Wu Haoyuan				Domestically listed foreign stock	1,109,300	1,109,300
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED				Domestically listed foreign stock	1,015,683	1,015,683
Related or acting-in-concert parties among the shareholders above	The Company has found no related parties or acting-in-concert parties as defined in the Administrative Measures for Shareholding Changes in Listed Companies among the shareholders above.					

Top 10 ordinary shareholders involved in securities margin trading (if any)	The fourth shareholder holds all his shares in the Company in his accounts of credit. And the third shareholder holds some of his shares in the Company in such accounts.
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Indicate by tick mark whether any of the top 10 ordinary shareholders or the top 10 unrestricted ordinary shareholders of the Company conducted any promissory repo during the Reporting Period.

Yes No

No such cases in the Reporting Period.

2. Number of Preferred Shareholders and Shareholdings of Top 10 of Them

Applicable Not applicable

Part III Significant Events

I Changes in Key Financial Statement Line Items and Explanation of why

√ Applicable □ Not applicable

Operating revenue declined 39.50% during Q1 2020 compared to Q1 2019, primarily driven by a decrease in property sales revenue caused by the COVID-19 outbreak.

Selling expenses declined 73.92% during Q1 2020 compared to Q1 2019, primarily driven by a nearly full stop of marketing activities in Q1 2020 due to the COVID-19 outbreak.

Advances from customers rose 59.72% as at 31 March 2020 compared to 31 December 2019, primarily driven by an increase in engineering advances received by subsidiary Zhentong Engineering in Q1 2020.

Taxes payable declined 75.42% as at 31 March 2020 compared to 31 December 2019, primarily driven by the payment of land VAT for the Cuilinyuan project.

Net cash generated from operating activities declined 300.43% during Q1 2020 compared to Q1 2019, primarily driven by a decrease in sales revenue collected and an increase in taxes paid.

Net cash generated from investing activities declined 100% during Q1 2020 compared to Q1 2019, primarily driven by the recovery of the principal of a RMB900 million structured deposit with the corresponding interest on 22 March 2019.

II Progress, Influence and Solutions with regard to Significant Events

√ Applicable □ Not applicable

Since the controlling shareholder of the Company is planning a significant event that involves the Company, upon the application to the Shenzhen Stock Exchange, trading in the stocks of the Company (A-stock under the name of “SPG A” and the symbol of “000029”; B-stock under the name of “SPG B” and the symbol of “200029”) was suspended starting from the opening of 14 September 2016. The Company disclosed the *Announcement on Share Trading Suspension due to Planning of Significant Event* (No. 2016-022), the *Announcement on Continued Share Trading Suspension due to Planning of Significant Event* (No. 2016-023) and the *Announcement on Continued Share Trading Suspension due to Planning of Significant Event* (No. 2016-024) on 14 September 2016, 22 September 2016 and 29 September 2016, respectively. Upon ascertainment, the event constituted a material asset restructuring. The Company disclosed the *Announcement on Share Trading Suspension due to Planning of Major Assets Restructuring* (No. 2016-025) on 30 September 2016 and the *Announcement on Signing Cooperation Agreement on Restructuring and Listing* (No. 2016-027) on 10 October 2016.

The Company convened the 33rd Meeting of the 7th Board of the Directors on 11 November 2016, which the *Proposal on Continued Share Trading Suspension due to Planning of Major Assets Restructuring* was reviewed and approved. For details, see the *Announcement on Continued Share Trading Suspension after Expiration of Period of Share Trading Suspension due to Planning of Major Assets Restructuring* (No. 2016-039) disclosed on 14 November 2016.

The Company convened the 1st Extraordinary General Meeting of 2016 on 12 December 2016, on which the *Proposal on Continued Share Trading Suspension due to Planning of Major Assets Restructuring* was reviewed and approved. For details, see the *Announcement on Application for Continued Share Trading Suspension after Expiration of Period of Share Trading Suspension due to Planning of Major Assets Restructuring* (No. 2016-047) disclosed on 13 December 2016.

The Company held an online illustration meeting to investors on 10 March 2017, communicating this major assets restructuring with them and answering questions that they were generally concerned about with the information allowed to be disclosed. For details, see the *Announcement on Online Illustration Meeting to Investors* (No. 2017-012) disclosed on 11 March 2017.

On 14 December 2019, the Company disclosed the Announcement on Signing the Supplementary Agreement VI of the Cooperation Agreement governing Restructuring and Listing (No. 2019-090), which extends the exclusivity period and validity period stipulated in the restructuring cooperation agreement to 31 December 2020.

To ensure the smooth progress of this major assets restructuring, prevent abnormal fluctuations in the prices of its stocks and protect the rights and interests of its non-controlling interests, the Company has applied to the Shenzhen Stock Exchange for continued share trading suspension for no more than 1 month as of 14 April 2020 and expects to disclose the major assets restructuring plan or report according to the requirements of the Standards for the Contents and Formats of Information Disclosure by Companies Offering Securities to the Public No. 26—*Major Assets Restructuring of Listed Companies* prior to 14 May 2020. For details, see the *Announcement on Delay of Share Trading Resumption of Planning of Major Assets Restructuring* (No. 2020-028) disclosed on 14 April 2020.

During the share trading suspension period, the Company shall disclose the progress of this major assets restructuring at least every five trading days in strict accordance with the requirements of applicable laws and regulations. At present, this major assets restructuring is proceeding smoothly.

This major assets restructuring is subject to great uncertainty. Therefore, investors are kindly reminded to pay attention to possible investment risk.

Summary of the significant event	Disclosure date	Index to the related announcement
Delay of share trading resumption due to the major assets restructuring	14 April 2020	<i>Announcement on Delay of Share Trading Resumption due to the Major Assets Restructuring in Planning</i> disclosed on www.cninfo.com.cn

Progress of any share repurchase:

Applicable Not applicable

Progress of any reduction of the repurchased shares through centralized bidding:

Applicable Not applicable

III Commitments that the Company's Actual Controller, Shareholders, Related Parties, Acquirers, the Company Itself or Other Parties, Failed to Fulfill on Time during the Reporting Period

Applicable Not applicable

No such cases in the Reporting Period.

IV Operating Performance Forecast for H1 2020

Warning of a forecast loss on or a forecast significant year-on-year change in the net profit of H1 2019, as well as explanation of why:

Applicable Not applicable

Forecast of operating results: Significant year-over-year decreases

Type of forecast data: Interval data

	January-June 2020			January-June 2019	Change			
Equity attributable to shareholders of the listed company (RMB'0,000)	8,000	--	12,000	33,315.58	Down	-75.99%	--	-63.98%
Basic earnings per share (RMB /share)	0.0791	--	0.1186	0.3293	Down	-75.98%	--	-63.98%
Note	Affected by COVID-19 epidemic, the sales carryforwards of the Company's real estate decreased year on year.							

V Securities Investments

Applicable Not applicable

No such cases in the Reporting Period.

VI Cash Entrusted for Wealth Management

Applicable Not applicable

No such cases in the Reporting Period.

VII Investments in Derivative Financial Instruments

Applicable Not applicable

No such cases in the Reporting Period.

VIII Communications with the Investment Community such as Researches, Inquiries and Interviews during the Reporting Period

Applicable Not applicable

Date	Way of communication	Type of communication party	Index to main information communicated

13 January 2020	By phone	Individual	Asked about the progress of the assets restructuring and the development and sales of property projects, the annual operating, with no written materials provided by the Company
22 January 2020	By phone	Individual	Asked about the progress of the assets restructuring and the fundamentals of the Company, with no written materials provided by the Company
2 March 2020	By phone	Individual	Asked about the progress of the assets restructuring, the annual operating results and the expected disclosure date of the annual report, with no written materials provided by the Company
5 March 2020	By phone	Individual	Asked about the progress of assets restructuring and share trading resumption time of the Company, with no written materials provided by the Company
16 March 2020	By phone	Individual	Asked about the progress of assets restructuring and share trading resumption time of the Company, with no written materials provided by the Company
19 March 2020	By phone	Individual	Asked about the progress of the assets restructuring and the fundamentals of the Company, with no written materials provided by the Company
26 March 2020	By phone	Individual	Asked about the progress of the assets restructuring and plan and arrangement, with no written materials provided by the Company
31 March 2020	By phone	Individual	Asked about the progress of the assets restructuring, reason for long-time trading suspension and expected share trading resumption time, with no written materials provided by the Company

IX Irregularities in the Provision of Guarantees

Applicable Not applicable

No such cases in the Reporting Period.

X Occupation of the Company's Capital by the Controlling Shareholder or Its Related Parties for Non-Operating Purposes

Applicable Not applicable

No such cases in the Reporting Period.

Part IV Financial Statements

I Financial Statements

1. Consolidated Balance Sheet

Prepared by ShenZhen Special Economic Zone Real Estate & Properties (Group) Co., Ltd.

31 March 2020

Unit: RMB

Item	31 March 2020	31 December 2019
Current assets:		
Monetary assets	2,075,981,316.46	2,511,140,445.35
Settlement reserve		
Interbank loans granted		
Held-for-trading financial assets		
Derivative financial assets		
Notes receivable		
Accounts receivable	67,855,222.99	62,059,055.68
Accounts receivable financing		
Prepayments	5,863,208.45	219,948.17
Premiums receivable		
Reinsurance receivables		
Receivable reinsurance contract reserve		
Other receivables	22,301,519.57	28,275,228.26
Including: Interest receivable		
Dividends receivable	1,052,192.76	1,052,192.76
Financial assets purchased under resale agreements		
Inventories	1,493,846,098.94	1,462,229,048.18
Contractual assets		
Assets classified as held for sale		
Current portion of non-current assets		
Other current assets	105,408,753.00	102,781,855.48
Total current assets	3,771,256,119.41	4,166,705,581.12

Non-current assets:		
Loans and advances to customers		
Investments in debt obligations		
Investments in other debt obligations		
Long-term receivables		
Long-term equity investments	469,838.65	469,838.65
Investments in other equity instruments	32,890,635.69	33,126,730.04
Other non-current financial assets		
Investment property	625,480,049.40	632,241,900.20
Fixed assets	29,909,411.40	30,522,035.11
Construction in progress		
Productive living assets		
Oil and gas assets		
Use rights assets		
Intangible assets		
R&D expense		
Goodwill		
Long-term prepaid expense	157,951.27	162,125.72
Deferred income tax assets	39,218,500.37	46,441,325.25
Other non-current assets		
Total non-current assets	728,126,386.78	742,963,954.97
Total assets	4,499,382,506.19	4,909,669,536.09
Current liabilities:		
Short-term borrowings	50,380,946.52	51,647,260.17
Borrowings from the central bank		
Interbank loans obtained		
Held-for-trading financial liabilities		
Derivative financial liabilities		
Notes payable		
Accounts payable	181,369,294.21	244,224,478.46
Advances from customers	254,726,724.92	159,482,510.43
Contractual liabilities		
Financial assets sold under repurchase agreements		

Customer deposits and interbank deposits		
Payables for acting trading of securities		
Payables for underwriting of securities		
Payroll payable	42,386,925.57	53,909,576.49
Taxes payable	143,938,430.44	585,700,815.36
Other payables	259,683,895.05	277,319,174.53
Including: Interest payable	16,535,277.94	16,535,277.94
Dividends payable		
Handling charges and commissions payable		
Reinsurance payables		
Liabilities directly associated with assets classified as held for sale		
Current portion of non-current liabilities		
Other current liabilities		
Total current liabilities	932,486,216.71	1,372,283,815.44
Non-current liabilities:		
Insurance contract reserve		
Long-term borrowings		
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities		
Long-term payables	7,975,195.54	7,499,192.92
Long-term payroll payable		
Provisions		
Deferred income		
Deferred income tax liabilities	4,903,293.58	4,903,293.58
Other non-current liabilities		
Total non-current liabilities	12,878,489.12	12,402,486.50
Total liabilities	945,364,705.83	1,384,686,301.94
Owners' equity:		
Share capital	1,011,660,000.00	1,011,660,000.00

Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserves	978,244,910.11	978,244,910.11
Less: Treasury stock		
Other comprehensive income	21,380,307.95	20,831,004.13
Specific reserve		
Surplus reserves	191,222,838.94	191,222,838.94
General reserve		
Retained earnings	1,493,030,725.58	1,464,915,816.81
Total equity attributable to owners of the Company as the parent	3,695,538,782.58	3,666,874,569.99
Non-controlling interests	-141,520,982.22	-141,891,335.84
Total owners' equity	3,554,017,800.36	3,524,983,234.15
Total liabilities and owners' equity	4,499,382,506.19	4,909,669,536.09

Legal representative: Liu Zhengyu

Head for financial affairs: Tang Xiaoping

Head of the financial department: Qiao Yanjun

2. Balance Sheet of the Company as the Parent

Unit: RMB

Item	31 March 2020	31 December 2019
Current assets:		
Monetary assets	1,721,050,662.69	1,967,688,122.55
Held-for-trading financial assets		
Derivative financial assets		
Notes receivable		
Accounts receivable	585,081.41	156,935.84
Accounts receivable financing		
Prepayments	200,000.00	200,000.00
Other receivables	1,114,451,965.99	835,275,498.69
Including: Interest receivable		
Dividends receivable		
Inventories	400,772,626.44	419,453,091.86

Contractual assets		
Assets classified as held for sale		
Current portion of non-current assets		
Other current assets	417,291.38	407,560.64
Total current assets	3,237,477,627.91	3,223,181,209.58
Non-current assets:		
Investments in debt obligations		
Investments in other debt obligations		
Long-term receivables		
Long-term equity investments	150,676,516.92	150,676,516.92
Investments in other equity instruments	13,396,131.37	13,229,501.03
Other non-current financial assets		
Investment property	516,315,435.53	522,038,731.16
Fixed assets	18,980,278.57	19,586,720.47
Construction in progress		
Productive living assets		
Oil and gas assets		
Use rights assets		
Intangible assets		
R&D expense		
Goodwill		
Long-term prepaid expense		
Deferred income tax assets	136,142.81	162,125.72
Other non-current assets	20,975,294.54	20,975,294.54
Total non-current assets	720,479,799.74	726,668,889.84
Total assets	3,957,957,427.65	3,949,850,099.42
Current liabilities:		
Short-term borrowings		
Held-for-trading financial liabilities		
Derivative financial liabilities		
Notes payable		
Accounts payable	101,027,919.97	103,915,931.14
Advances from customers	61,448,878.38	59,409,454.38

Contractual liabilities		
Payroll payable	25,525,958.33	25,544,403.23
Taxes payable	135,449,969.53	143,434,273.95
Other payables	179,738,349.54	190,666,487.82
Including: Interest payable	16,535,277.94	16,535,277.94
Dividends payable		
Liabilities directly associated with assets classified as held for sale		
Current portion of non-current liabilities		
Other current liabilities		
Total current liabilities	503,191,075.75	522,970,550.52
Non-current liabilities:		
Long-term borrowings		
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities		
Long-term payables		
Long-term payroll payable		
Provisions		
Deferred income		
Deferred income tax liabilities	1,295,046.51	1,295,046.51
Other non-current liabilities		
Total non-current liabilities	1,295,046.51	1,295,046.51
Total liabilities	504,486,122.26	524,265,597.03
Owners' equity:		
Share capital	1,011,660,000.00	1,011,660,000.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserves	964,711,931.13	964,711,931.13
Less: Treasury stock		
Other comprehensive income	1,088,756.11	922,125.77
Specific reserve		

Surplus reserves	168,093,225.53	168,093,225.53
Retained earnings	1,307,917,392.62	1,280,197,219.96
Total owners' equity	3,453,471,305.39	3,425,584,502.39
Total liabilities and owners' equity	3,957,957,427.65	3,949,850,099.42

3. Consolidated Income Statement

Unit: RMB

Item	Q1 2020	Q1 2019
1. Revenue	256,842,391.67	424,535,370.83
Including: Operating revenue	256,842,391.67	424,535,370.83
Interest income		
Premium income		
Handling charge and commission income		
2. Costs and expenses	216,220,676.90	325,163,686.57
Including: Cost of sales	165,557,827.24	202,277,666.23
Interest expense		
Handling charge and commission expense		
Surrenders		
Net claims paid		
Net amount provided as policy reserve		
Expenditure on policy dividends		
Reinsurance premium expense		
Taxes and surcharges	34,413,593.98	98,423,101.84
Selling expense	3,479,194.67	13,343,017.90
Administrative expense	15,804,366.15	13,778,473.34
R&D expense		
Finance costs	-3,034,305.14	-2,658,572.74
Including: Interest expense		28,275.01
Interest income	2,928,449.72	3,125,874.09
Add: Other income	238,643.87	

Return on investment (“-” for loss)		9,083,234.25
Including: Share of profit or loss of joint ventures and associates		
Income from the derecognition of financial assets at amortized cost (“-” for loss)		
Foreign exchange gain (“-” for loss)		
Net gain on exposure hedges (“-” for loss)		
Gain on changes in fair value (“-” for loss)		
Credit impairment loss (“-” for loss)		
Asset impairment loss (“-” for loss)		
Asset disposal income (“-” for loss)		
3. Operating profit (“-” for loss)	40,860,358.64	108,454,918.51
Add: Non-operating income	662,480.93	181.09
Less: Non-operating expense	610,100.74	35,973.80
4. Profit before tax (“-” for loss)	40,912,738.83	108,419,125.80
Less: Income tax expense	12,764,075.66	24,342,268.36
5. Net profit (“-” for net loss)	28,148,663.17	84,076,857.44
5.1 By operating continuity		
5.1.1 Net profit from continuing operations (“-” for net loss)	28,148,663.17	84,076,857.44
5.1.2 Net profit from discontinued operations (“-” for net loss)		
5.2 By ownership		
5.2.1 Net profit attributable to owners of the Company as the parent	28,114,908.77	84,028,728.24
5.2.1 Net profit attributable to non-controlling interests	33,754.40	48,129.20
6. Other comprehensive income, net of tax	885,903.03	2,286,558.31
Attributable to owners of the Company as the parent	549,303.82	1,600,590.82
6.1 Items that will not be reclassified to profit or loss	-236,094.35	

6.1.1 Changes caused by remeasurements on defined benefit pension schemes		
6.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
6.1.3 Changes in the fair value of investments in other equity instruments	-236,094.35	
6.1.4 Changes in the fair value of the company's credit risks		
6.1.5 Other		
6.2 Items that will be reclassified to profit or loss	785,398.17	1,600,590.82
6.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
6.2.2 Changes in the fair value of investments in other debt obligations		
6.2.3 Other comprehensive income arising from the reclassification of financial assets		
6.2.4 Allowance for credit impairments in investments in other debt obligations		
6.2.5 Reserve for cash flow hedges		
6.2.6 Differences arising from the translation of foreign currency-denominated financial statements	785,398.17	1,600,590.82
6.2.7 Other		
Attributable to non-controlling interests	336,599.21	685,967.49
7. Total comprehensive income	29,034,566.20	86,363,415.75
Attributable to owners of the Company as the parent	28,664,212.59	85,629,319.06
Attributable to non-controlling interests	370,353.61	734,096.69
8. Earnings per share		
8.1 Basic earnings per share	0.0278	0.0831
8.2 Diluted earnings per share	0.0278	0.0831

Where business combinations under common control occurred in the current period, the net profit achieved by the acquirees before

the combinations was RMB0.00, with the amount for the same period of last year being RMB0.00.

Legal representative: Liu Zhengyu

Head for financial affairs: Tang Xiaoping

Head of the financial department: Qiao Yanjun

4. Income Statement of the Company as the Parent

Unit: RMB

Item	Q1 2020	Q1 2019
1. Operating revenue	83,770,856.13	193,299,003.22
Less: Cost of sales	25,213,820.41	31,591,927.69
Taxes and surcharges	23,716,419.18	79,883,135.16
Selling expense	747,374.05	10,905,238.86
Administrative expense	8,557,010.42	5,229,110.88
R&D expense		
Finance costs	-11,823,080.33	-2,692,984.60
Including: Interest expense		
Interest income		7,768,291.80
Add: Other income	22,591.96	
Return on investment ("-" for loss)		9,083,234.25
Including: Share of profit or loss of joint ventures and associates		
Income from the derecognition of financial assets at amortized cost ("-" for loss)		
Net gain on exposure hedges ("-" for loss)		
Gain on changes in fair value ("-" for loss)		
Credit impairment loss ("-" for loss)		
Asset impairment loss ("-" for loss)		
Asset disposal income ("-" for loss)		
2. Operating profit ("-" for loss)	37,381,904.36	77,465,809.48
Add: Non-operating income	100,000.00	40.01

Less: Non-operating expense	500,000.00	
3. Profit before tax (“-” for loss)	36,981,904.36	77,465,849.49
Less: Income tax expense	9,261,731.70	17,108,190.61
4. Net profit (“-” for net loss)	27,720,172.66	60,357,658.88
4.1 Net profit from continuing operations (“-” for net loss)	27,720,172.66	60,357,658.88
4.2 Net profit from discontinued operations (“-” for net loss)		
5. Other comprehensive income, net of tax	166,630.34	
5.1 Items that will not be reclassified to profit or loss		
5.1.1 Changes caused by remeasurements on defined benefit pension schemes		
5.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
5.1.3 Changes in the fair value of investments in other equity instruments		
5.1.4 Changes in the fair value of the company’s credit risks		
5.1.5 Other		
5.2 Items that will be reclassified to profit or loss	166,630.34	
5.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
5.2.2 Changes in the fair value of investments in other debt obligations	166,630.34	
5.2.3 Other comprehensive income arising from the reclassification of financial assets		
5.2.4 Allowance for credit impairments in investments in other debt obligations		
5.2.5 Reserve for cash flow hedges		
5.2.6 Differences arising from the translation of foreign currency-denominated financial statements		

5.2.7 Other		
6. Total comprehensive income	27,886,803.00	60,357,658.88
7. Earnings per share		
7.1 Basic earnings per share		
7.2 Diluted earnings per share		

5. Consolidated Cash Flow Statement

Unit: RMB

Item	Q1 2020	Q1 2019
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	261,043,476.47	687,255,636.15
Net increase in customer deposits and interbank deposits		
Net increase in borrowings from the central bank		
Net increase in loans from other financial institutions		
Premiums received on original insurance contracts		
Net proceeds from reinsurance		
Net increase in deposits and investments of policy holders		
Interest, handling charges and commissions received		
Net increase in interbank loans obtained		
Net increase in proceeds from repurchase transactions		
Net proceeds from acting trading of securities		
Tax rebates		74,607.97
Cash generated from other operating activities	29,955,959.84	10,152,937.27
Subtotal of cash generated from operating activities	290,999,436.31	697,483,181.39
Payments for commodities and services	97,053,822.51	207,428,364.66
Net increase in loans and advances to customers		

Net increase in deposits in the central bank and in interbank loans granted		
Payments for claims on original insurance contracts		
Net increase in interbank loans granted		
Interest, handling charges and commissions paid		
Policy dividends paid		
Cash paid to and for employees	43,783,011.73	41,274,575.65
Taxes paid	499,313,151.21	155,769,904.37
Cash used in other operating activities	86,108,414.53	75,853,132.12
Subtotal of cash used in operating activities	726,258,399.98	480,325,976.80
Net cash generated from/used in operating activities	-435,258,963.67	217,157,204.59
2. Cash flows from investing activities:		
Proceeds from disinvestment		900,000,000.00
Return on investment		11,365,734.25
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	1,000.00	
Net proceeds from the disposal of subsidiaries and other business units		
Cash generated from other investing activities		
Subtotal of cash generated from investing activities	1,000.00	911,365,734.25
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	28,007.52	42,278.00
Payments for investments		
Net increase in pledged loans granted		
Net payments for the acquisition of subsidiaries and other business units		
Cash used in other investing activities		
Subtotal of cash used in investing activities	28,007.52	42,278.00

Net cash generated from/used in investing activities	-27,007.52	911,323,456.25
3. Cash flows from financing activities:		
Capital contributions received		
Including: Capital contributions by non-controlling interests to subsidiaries		
Borrowings obtained		
Cash generated from other financing activities		
Subtotal of cash generated from financing activities		
Repayments of borrowings		
Payments for interest and dividends		
Including: Dividends paid by subsidiaries to non-controlling interests		
Cash used in other financing activities		
Subtotal of cash used in financing activities		
Net cash generated from/used in financing activities		
4. Effect of foreign exchange rate changes on cash and cash equivalents	126,842.30	-229,218.70
5. Net increase in cash and cash equivalents	-435,159,128.89	1,128,251,442.14
Add: Cash and cash equivalents, beginning of the period	1,507,189,760.35	1,148,522,435.93
6. Cash and cash equivalents, end of the period	1,072,030,631.46	2,276,773,878.07

6. Cash Flow Statement of the Company as the Parent

Unit: RMB

Item	Q1 2020	Q1 2019
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	76,737,396.13	401,066,898.41
Tax rebates		2,122.45
Cash generated from other operating activities	3,015,470.24	20,292,638.39

Subtotal of cash generated from operating activities	79,752,866.37	421,361,659.25
Payments for commodities and services	8,991,236.23	40,363,877.13
Cash paid to and for employees	9,672,170.29	10,332,086.06
Taxes paid	45,295,329.10	28,622,025.86
Cash used in other operating activities	262,405,440.61	5,750,799.60
Subtotal of cash used in operating activities	326,364,176.23	85,068,788.65
Net cash generated from/used in operating activities	-246,611,309.86	336,292,870.60
2. Cash flows from investing activities:		
Proceeds from disinvestment		900,000,000.00
Return on investment		11,365,734.25
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets		
Net proceeds from the disposal of subsidiaries and other business units		
Cash generated from other investing activities		
Subtotal of cash generated from investing activities		911,365,734.25
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	26,150.00	
Payments for investments		
Net payments for the acquisition of subsidiaries and other business units		
Cash used in other investing activities		
Subtotal of cash used in investing activities	26,150.00	
Net cash generated from/used in investing activities	-26,150.00	911,365,734.25
3. Cash flows from financing activities:		
Capital contributions received		
Borrowings obtained		
Cash generated from other financing activities		

Subtotal of cash generated from financing activities		
Repayments of borrowings		
Payments for interest and dividends		
Cash used in other financing activities		
Subtotal of cash used in financing activities		
Net cash generated from/used in financing activities		
4. Effect of foreign exchange rate changes on cash and cash equivalents		
5. Net increase in cash and cash equivalents	-246,637,459.86	1,247,658,604.85
Add: Cash and cash equivalents, beginning of the period	963,737,437.55	444,486,378.53
6. Cash and cash equivalents, end of the period	717,099,977.69	1,692,144,983.38

II Adjustments to the Financial Statements

1. Adjustments to the Financial Statements at the Beginning of the First Execution Year of any New Standards Governing Revenue or Leases from 2020

Applicable Not applicable

2. Retrospective Restatement of Previous Comparative Data due to the First Execution of any New Standards Governing Revenue or Leases from 2020

Applicable Not applicable

III Independent Auditor's Report

Indicate by tick mark whether the financial statements above have been audited by an independent auditor.

Yes No

These financial statements have not been audited by such an auditor.