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福耀玻璃工业集团股份有限公司
FUYAO GLASS INDUSTRY GROUP CO., LTD.

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 3606)

2016 THIRD QUARTERLY REPORT

This announcement is made pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Set out below is the 2016 third quarterly report of Fuyao Glass Industry Group Co., Ltd. (the “**Company**”) and its subsidiaries for the nine months ended September 30, 2016 (the “**Reporting Period**”). The financial report contained herein is prepared pursuant to the PRC Accounting Standards and has not been audited.

This announcement is prepared in both Chinese and English languages. In the event of any inconsistency between these two versions, the Chinese version shall prevail.

By order of the Board of
Fuyao Glass Industry Group Co., Ltd.
Cho Tak Wong
Chairman

Fuzhou, Fujian, the PRC, October 31, 2016

As at the date of this announcement, the board of directors of the Company comprises Mr. Cho Tak Wong and Mr. Chen Xiangming, as executive directors; Mr. Tso Fai, Mr. Wu Shinong and Ms. Zhu Dezhen, as non-executive directors; Ms. Cheng Yan, Ms. Liu Xiaozhi and Mr. Wu Yuhui, as independent non-executive directors.

FUYAO GLASS INDUSTRY GROUP CO., LTD.

2016 THIRD QUARTERLY REPORT

I. IMPORTANT NOTICE

- 1.1 The board of directors, supervisory board, directors, supervisors and senior management of the Company shall warrant the truthfulness, accuracy and completeness of the contents stated in the quarterly report and that there are no false presentations, misleading statements or material omissions thereof and shall assume joint and several legal liabilities.
- 1.2 All directors of the Company attended the board meeting to consider the quarterly report.
- 1.3 Cho Tak Wong, person-in-charge of the Company, Chen Xiangming, the principal-in-charge of accounting, and Lin Xuejuan, head of the Accounting Department (person-in-charge of accounting), warrant the truthfulness, accuracy and completeness of the financial statements set out in the 2016 third quarterly report.
- 1.4 The 2016 third quarterly report of the Company has not been audited.

II. MAJOR FINANCIAL DATA AND CHANGE OF SHAREHOLDERS OF THE COMPANY

2.1 Major Financial Data

Unit: Yuan Currency: RMB

	As at the end of this Reporting Period	As at the end of previous year	Increase/decrease as compared with the end of previous year (%)
Total assets	28,380,649,922	24,826,971,392	14.31
Net assets attributable to shareholders of the listed company	16,867,586,421	16,408,627,385	2.80
	From the beginning of 2016 to the end of the Reporting Period (January to September)	From the beginning of previous year to the end of the reporting period of previous year (January to September)	Increase/decrease as compared with the corresponding period of previous year (%)
Net cash flows from operating activities	2,727,876,775	2,261,596,793	20.62
	From the beginning of 2016 to the end of the Reporting Period (January to September)	From the beginning of previous year to the end of the reporting period of previous year (January to September)	Increase/decrease as compared with the corresponding period of previous year (%)
Operating revenue	11,590,552,414	9,695,288,530	19.55
Net profit attributable to shareholders of the listed company	2,175,402,903	1,848,767,879	17.67
Net profits attributable to shareholders of the listed company, net of non-recurring gains or losses	2,131,238,531	1,849,180,800	15.25
Return rate on weighted average net assets (%)	13.06	14.25	Decreased by 1.19 percentage points
Basic earnings per share (Yuan/share)	0.87	0.79	10.13
Diluted earnings per share (Yuan/share)	0.87	0.79	10.13

Note: In the corresponding period of last year, 10% tax rates difference was written-down, being RMB119.00 million in total calculated based on the original tax rate of 25% for the years from 2011 to 2014 as the subsidiaries located in western China were entitled to a 15% income tax rate under the preferential tax policy for western China development pursuant to the “State Administration of Taxation’s Announcement on Issues Concerning Enterprise Income Tax for the Catalog of Encouraged Industries in the Western Regions” (2015 No. 14) (國家稅務總局公告的2015年第14號《國家稅務總局關於執行<西部地區鼓勵類產業目錄>有關企業所得稅問題的公告》); if excluding the impact thereof, net profit attributable to shareholders of the listed company from the beginning of 2016 to the end of this Reporting Period (January to September) would increase by 25.76% year on year.

Non-recurring profit and loss items and amounts

Unit: Yuan Currency: RMB

Items	Amount for the current period (July to September)	Amount from the beginning of 2016 to the end of the Reporting Period (January to September)
Profit and loss from disposal of non-current assets	-885,524	-5,885,010
Tax refund or exemption in relation to unauthorised approval, non-official approval or contingency	-	-
Government subsidies recorded under current profit and loss (except for those closely related to the normal business operation of the Company, in compliance with requirements of the national policies and entitled continuously to a fixed amount or fixed quantity under the requirements of the State policies)	26,192,689	49,303,634
Fund possession cost paid by non-financial enterprises and recorded under current profit and loss	-	-
Profit arising from investment costs for acquisition of subsidiaries, associates and joint ventures less than the revenue generated from their identifiable net assets of the invested entity at fair value at the time of acquisition	-	-
Profit or loss of non-monetary asset swap	-	-

Items	Amount for the current period (July to September)	Amount from the beginning of 2016 to the end of the Reporting Period (January to September)
Profit or loss from entrusted investment or asset management	-	-
Provisions for impairment of assets due to force majeure such as natural disasters	-	-
Profit or loss from debt restructuring	-	-
Corporate restructuring fees such as expenses on employee placement, integration charges, etc.	-	-
Profit or loss from the excess of the fair value of a transaction of unfair consideration	-	-
Current net profit or loss of subsidiaries resulting from merger of enterprises under common control from the beginning of the period to the date of merger	-	-
Profit or loss from contingencies irrelevant to the normal operations of the Company	-	-
Apart from hedging instruments relating to the normal operations of the Company, profit or loss from change in fair value of held-for-trading financial assets and held-for-trading financial liabilities, and investment income from disposal of held-for-trading financial assets, held-for-trading financial liabilities and available-for-sale financial assets	-344,377	2,068,187

Items	Amount for the current period (July to September)	Amount from the beginning of 2016 to the end of the Reporting Period (January to September)
Write back of the provision for impairment of accounts receivable that is individually tested for impairment	-	-
Profit or loss from external entrusted loans	-	-
Profit or loss from changes in fair value of investment properties using the fair value model for subsequent measurement	-	-
Effect of one-off adjustment to current profit or loss in accordance with laws and regulations on taxation and accounting, etc.	-	-
Income of entrustment fees from entrusted operations	-	-
Other non-operating income and expenses other than the above items	6,926,369	7,881,837
Other profit and loss items falling within the meaning of non-operating profit or losses	-	-
Effect of income tax	-4,329,951	-9,204,409
Impact on non-controlling interests (after tax)	171	133
	<hr/>	<hr/>
Total	<u>27,559,377</u>	<u>44,164,372</u>

2.2 Total number of shareholders, the shareholdings of the top ten shareholders and top ten shareholders with tradable shares (or shareholders not subject to selling restrictions) as at the end of the Reporting Period

Unit: Shares

Total number of shareholders 52,244 holders of A shares and 70 registered holders of H shares

Shareholding of top ten shareholders

Name of shareholders (Full name)	Shareholding at the end of period	Percentage (%)	Number of shares held with selling restrictions	Pledge or moratorium Status of shares	Number	Nature of shareholder
HKSCC NOMINEES LIMITED (Note)	505,560,000	20.15	Nil	Unknown		Unknown
Sanyi Development Limited	390,578,816	15.57	Nil	Nil		Overseas legal person
Heren Charitable Foundation	290,000,000	11.56	Nil	Nil		Domestic non-state-owned legal person
Hong Kong Securities Clearing Company Limited	249,204,871	9.93	Nil	Unknown		Unknown
China Securities Finance Corporation Limited	53,332,566	2.13	Nil	Unknown		Unknown
TEMASEK FULLERTON ALPHA PTE LTD	38,653,598	1.54	Nil	Unknown		Unknown
Fujian Yaohua Industrial Village Development Co., Ltd.	34,277,742	1.37	Nil	Pledged	22,340,000	Domestic non-state-owned legal person
Central Huijin Asset Management Ltd.	24,598,300	0.98	Nil	Unknown		Unknown
Bai Yongli	20,331,819	0.81	Nil	Unknown		Unknown
Li Shengqing	18,089,375	0.72	Nil	Unknown		Unknown

**Shareholdings of the top ten shareholders
not subject to selling restrictions**

Name of shareholders	Number of tradable shares not subject to selling restrictions	Types and number of shares	
		Types	Number
HKSCC NOMINEES LIMITED (<i>Note</i>)	505,560,000	Overseas listed foreign shares	505,560,000
Sanyi Development Limited	390,578,816	Ordinary shares denominated in RMB	390,578,816
Heren Charitable Foundation	290,000,000	Ordinary shares denominated in RMB	290,000,000
Hong Kong Securities Clearing Company Limited	249,204,871	Ordinary shares denominated in RMB	249,204,871
China Securities Finance Corporation Limited	53,332,566	Ordinary shares denominated in RMB	53,332,566
TEMASEK FULLERTON ALPHA PTE LTD	38,653,598	Ordinary shares denominated in RMB	38,653,598
Fujian Yaohua Industrial Village Development Co., Ltd.	34,277,742	Ordinary shares denominated in RMB	34,277,742
Central Huijin Asset Management Ltd.	24,598,300	Ordinary shares denominated in RMB	24,598,300
Bai Yongli	20,331,819	Ordinary shares denominated in RMB	20,331,819
Li Shengqing	18,089,375	Ordinary shares denominated in RMB	18,089,375

Explanations on the connected relationship or parties acting in concert among the above shareholders

The de facto controllers of Sanyi Development Ltd. and Fujian Yaohua Industrial Village Development Co., Ltd. are family members. Among the remaining eight shareholders not subject to selling restrictions, it is uncertain whether there is any connected relationship among the shareholders and whether such shareholders are parties acting in concert which fall within the meaning under the “Measures for the Administration of Information Disclosure of Change of Shareholdings Held by Shareholders of Listed Companies”.

Note: HKSCC NOMINEES LIMITED (香港中央結算(代理人)有限公司) holds shares on behalf of the customers of all securities firms in Hong Kong and other CCASS participants.

III. SIGNIFICANT EVENTS

3.1 Particulars and reasons of material changes in major accounting items and financial indicators of the Company

1. Particulars and reasons of material changes in the balance sheet of the Company in the Reporting Period

Unit: Yuan Currency: RMB

Item	Balance as at the end of the period	Balance as at the beginning of the year	Increase/decrease	Percentage of increase/decrease
Other receivables	137,548,597	86,561,210	50,987,387	58.90%
Assets of disposal groups classified as held-for-sale	-	320,467,619	-320,467,619	-100.00%
Long-term equity investment	103,556,573	46,449,341	57,107,232	122.95%
Short-term borrowings	4,057,441,596	2,636,462,068	1,420,979,528	53.90%
Financial liabilities at fair value through profit or loss	2,006,250	925,435	1,080,815	116.79%
Interests payable	9,321,748	22,642,760	-13,321,012	-58.83%
Liabilities of disposal group classified as held-for-sale	-	9,551,912	-9,551,912	-100.00%
Non-current liabilities due within one year	532,000,000	1,234,589,400	-702,589,400	-56.91%
Other current liabilities	1,212,598,859	-	1,212,598,859	100.00%
Debentures payables	797,447,823	-	797,447,823	100.00%

(1) Increase in other receivables was mainly due to the balance of receivables resulting from the transfer of equity interests in Baoding Fuyao Glass Co., Ltd. (保定福耀玻璃有限公司) (registered capital of RMB25 million) and an increase in deposits of natural gas.

(2) Decrease in assets of disposal groups classified as held-for-sale was mainly due to the completion of transferring 75% equity interests in Fuyao Group Shuangliao Ltd. (福耀集團雙遼有限公司) (“Shuangliao Float”) held by the Company during this Reporting Period;

- (3) Increase in long-term equity investment was mainly due to the fact that the Group still held 25% equity interests in Shuangliao Float upon the completion of transfer of 75% of its equity interests during this Reporting Period, and hence Shuangliao Float would be accounted for as an affiliate instead of a subsidiary;
- (4) Increase in short-term borrowings was mainly due to an increase in working capital requirements;
- (5) Increase in financial liabilities at fair value through profit or loss was due to unrealized losses resulting from revaluation of some of the unsettled forward foreign exchange settlement contracts of the subsidiaries;
- (6) Decrease in interests payable was mainly due to the payment of the principal and interest for mid-term notes in this Reporting Period (provision for the interests for mid-term notes at the beginning of this year being RMB15.12 million);
- (7) Decrease in liabilities of disposal group classified as held-for-sale was due to completion of transferring 75% equity interests in Shuangliao Float held by the Company during this Reporting Period;
- (8) Decrease in non-current liabilities due within one year was mainly due to repayment of the mid-term notes of RMB400 million and some of the long-term borrowings due in this year;
- (9) Increase in other current liabilities was mainly due to the issuance of four tranches of ultra short-term financial bonds in total during the Reporting Period with annual interest rates ranging from 2.69% to 3.09%;
- (10) Increase in debentures payables was due to the issuance of a 3-year term corporate bonds of RMB800 million with an annual interest rate of 3% in this Reporting Period.

2. *Analysis of the change of the financial results of the Reporting Period*

Unit: Yuan Currency: RMB

Item	Amount for the current period	Amount for the comparable period	Increase/decrease	Percentage of increase/decrease
Asset impairment loss	5,082,782	10,015,117	-4,932,335	-49.25%
Profit arising from changes in fair value	403,685	-4,309,659	4,713,344	-109.37%
Investment income	43,976,478	22,705,384	21,271,094	93.68%
Non-operating expenses	14,242,764	83,932,582	-69,689,818	-83.03%
Income tax expenses	500,610,276	251,685,294	248,924,982	98.90%
Gains or losses on minority interest	-780,283	1,967,830	-2,748,113	-139.65%

- (1) Decrease in asset impairment loss was mainly due to a decrease in provision made for construction-grade float glass inventory during the Reporting Period;
- (2) Profit arising from changes in fair value was mainly unrealized profits resulting from revaluation of the forward foreign exchange settlement contracts of the Company and its subsidiaries;
- (3) Increase in investment income was mainly due to the disposal of 75% equity interests in Shuangliao Fuyao during the Reporting Period;
- (4) Decrease in non-operating expenses was mainly due to the donation of US\$7 million by Fuyao Glass America Inc. to University of Dayton during the corresponding period of last year;
- (5) Increase in income tax expenses was mainly due to an increase of total profits in this year and the written-down of 10% tax rates difference in the corresponding period of last year, being RMB119.00 million in total calculated based on the original tax rate of 25% for the years from 2011 to 2014 as the subsidiaries located in western China were entitled to a 15% income tax rate under the preferential tax policy for western China development pursuant to the “State Administration of Taxation’s Announcement on Issues Concerning Enterprise Income Tax for the Catalog of Encouraged Industries in the Western Regions” (2015 No. 14) (國家稅務總局公告的2015年第14號《國家稅務總局關於執行<西部地區鼓勵類產業目錄>有關企業所得稅問題的公告》);
- (6) Changes in gains or losses on non-controlling interests were mainly due to the change in gains or losses of Xupu Fuyao Silica Sand Co., Ltd. (溱浦福耀硅砂有限公司), a non-wholly-owned subsidiary of the Company.

3. *Analysis of the change in cash and cash equivalents*

Unit: Yuan Currency: RMB

Item	Amount for the current period	Amount for the comparable period	Increase/ decrease	Percentage of increase/ decrease
Cash received relating to other operating activities	121,739,376	81,882,056	39,857,320	48.68%
Cash paid to and on behalf of employees	2,086,554,640	1,501,864,616	584,690,024	38.93%
Cash received from returns on investments	9,800,000	85,583,855	-75,783,855	-88.55%
Net cash received from disposal of subsidiaries and other business units	212,515,869	52,793,206	159,722,663	302.54%
Cash received relating to other investing activities	52,500,000	34,741,980	17,758,020	51.11%
Cash paid relating to other investing activities	200,000,000	–	200,000,000	100.00%
Cash received from capital contributions	–	6,554,491,086	-6,554,491,086	-100.00%
Cash received from issuance of debentures	800,000,000	–	800,000,000	100.00%
Cash received relating to other financing activities	1,200,000,000	170,000,000	1,030,000,000	605.88%
Cash paid relating to other financing activities	4,609,290	31,495,114	-26,885,824	-85.37%

- (1) Increase in cash received relating to other operating activities was mainly due to an increase in interest income during the Reporting Period;
- (2) Increase in cash paid to and on behalf of employees was mainly due to an increase in employee benefits payable as result of the commencement of production of automobile glass and float glass projects in the United States;
- (3) Decrease in cash received from returns on investments was due to a decrease in dividends received from joint ventures;

- (4) Increase in net cash received from disposal of subsidiaries and other business units was mainly due to the disposal of the two subsidiaries, Shuangliao Float and Fuzhou Fuyao Mold Technology Co., Ltd. (福州福耀模具科技有限公司), during the Reporting Period;
- (5) Cash received relating to other investing activities was the government subsidies received during the Reporting Period in relation to assets;
- (6) Cash paid relating to other investing activities was expense paid for purchasing a 5-month term guaranteed-return bank wealth management product;
- (7) Decrease in cash received from capital contributions was mainly due to the proceeds raised from issuing H shares in the corresponding period of last year;
- (8) Increase in cash received from the issuance of bonds was due to issuing a 3-year term corporate bond of RMB800 million with an annual interest rate of 3% during the Reporting Period;
- (9) Increase in cash received relating to other financing activities was mainly due to the issuance of four ultra short-term financial bonds in total during the Reporting Period with annual interest rates ranging from 2.69% to 3.09%;
- (10) Decrease in cash paid relating to other financing activities was due to the expense paid on issuing H shares in the corresponding period of last year.

3.2 Progress of important events and their influence and analysis on the solution

Not applicable

3.3 Performance of undertakings of the Company and shareholders holding over 5% shares of the Company

Background of undertakings	Type of undertakings	Undertaking party	Content of undertakings	Time and term of the undertakings	Has performance period or not	Fulfill in a timely and strict manner or not
Other undertakings	Dividend distribution	Fuyao Glass Industry Group Co., Ltd.	<p>The dividend distribution plan for the equity holders of the Company for the next three years (2015-2017) is as follows: 1. Method of profit distribution: Subject to relevant laws, regulations, normative documents, Articles of Association and relevant provisions and conditions under this plan, and on the premise that the consistency and stability of the profit distribution policy are guaranteed, the Company may distribute dividends in cash, in shares, in a combination of both cash and shares or otherwise as permitted by laws and regulations. The profit distribution shall not exceed the accumulative distributable profit without prejudice to the Company's ability of continuing operation. Among these distribution methods, preference will be given to cash dividend as compared to share dividend. Wherever the Company qualifies to distribute cash dividend, the cash dividend shall be adopted for profit distribution. If the Company decides to distribute profit by way of share dividend, such real and reasonable factors as the Company's growth and dilution of net asset value per shares shall be taken into consideration. 2. Frequency of profit distribution: On the premise that the Company records profit for the year with positive accumulative profit undistributed, it shall make profit distribution at least once a year. The Company can also declare interim cash dividend. In the next three years, the Board of the Company can propose to declare interim dividend according to the current profit rate, condition of cash flow, development stage and capital needs. 3. The specific conditions of cash dividend and the minimum ratio of cash dividend: Under the precondition that the Company can maintain continuing operation and long-term development, if the Company has no such matters as major investment plans or major cash expenditures (other than investment projects funded with proceeds from fund raising), the Company shall, on the premise that the Company records profit for the year with positive accumulative profit undistributed, distribute dividend in cash and the profit of the Company distributed in cash shall be no less than 20% of the distributable profit achieved during that year. The specific dividend ratio for each year shall be proposed by the Board according to the annual profit performance and the future capital use plan of the Company. 4. Specific conditions under which shares will be issued in lieu of dividends: Where the Company's business is in a sound condition and the Board considers that the earning per share, stock price and net asset value per share of the Company do not reflect its share capital size, the Company may propose dividend distribution in shares, provided that the above conditions of dividend distribution in cash are fully satisfied. When determining the specific amount of profit distribution in shares, full consideration shall be given to whether the total share capital upon distribution of dividend in share matches with the current operation size, profit growth and dilution of net asset value per share of the Company while the influence on cost of future debt financing shall be taken into consideration to ensure the profit distribution plan in compliance with the overall interest and long-term benefit of the shareholders as a whole. 5. Differential cash dividend policy: the Board of the Company shall take into comprehensive consideration on such factors as the characteristics and development stage of the industry where the Company operates its business, its operational model, earnings level and the existence of major capital expenditure arrangements, to classify the followings and propose differential cash dividend policy according to the procedures stipulated in the Articles of Association: (1) where the Company is at developed stage without any major capital expenditure arrangement, the minimum ratio taken by cash dividend in the profit distribution shall be 80% when distributing profit; (2) where the Company is at developed stage with major capital expenditure arrangement, the minimum ratio taken by cash dividend in the profit distribution shall be 40% when distributing profit; (3) where the Company is at developing stage with major capital expenditure arrangement, the minimum ratio taken by cash dividend in the profit distribution shall be 20% when distributing profit; where it is hard to classify the development stage of the Company and there is any major capital expenditure arrangement, the Company may deal with the profit distribution according to the former item. 6. If the Company recorded profit in the previous financial year but the Board of the Company did not propose any cash dividend plan at the end of the previous financial year, the Company shall consult with its independent directors and disclose reasons for not to propose cash dividend plan and the purpose of reserving such capital which has not been used for dividend distribution in the periodic report. Independent directors shall express independent opinions and disclose the same publicly. 7. Formulation and implementation of profit distribution plan: at the end of each financial year, the Board of the Company shall propose a profit distribution plan and submit to the general meeting for consideration. The profit distribution plan of the Company on which the Company welcomes any suggestion from shareholders, independent directors and the supervisory committee, is under the supervision of the shareholders, independent directors and the supervisory committee. After the profit distribution plan is resolved at the general meeting of the Company, the Board of the Company shall complete the distribution of dividend (or share) within two months after convening the general meeting.</p>	<p>Publishing date of undertakings: March 12, 2015 Performance period of undertakings: between January 1, 2015 and December 31, 2017</p>	Yes	Yes

According to relevant disclosure in the section headed “Substantial Shareholders” as set out in the prospectus published by the Company on March 19, 2015 in relation to the listing of the H Shares, Ms. Chan Fung Ying (“**Ms. Chan**”) and Fujian Yaohua Industrial Village Development Co., Ltd. (福建省耀華工業村開發有限公司) (“**Yaohua**”) undertook that Yaohua and Ms. Chan would jointly make donation of any notional gain to the Company within 15 business days after the lock-up expiry date, being the last day of the 12 months from the H share listing of the Company (i.e. March 31, 2016) (the “**Lock-up Expiry Date**”), from the acquisition of an additional 10,047,792 A Shares (the “**Subject Shares**”) of the Company at an average price of RMB14.916 per A Share on March 2, 2015 in compliance with any lock-up requirements as stipulated in the PRC’s securities laws, rules and regulations. Specific calculation formula is as follows: total amount to be donated to the Company = (the average closing price of the A Shares as traded on the Shanghai Stock Exchange for the five trading days immediately preceding the Lock-up Expiry Date – RMB14.916) × 10,047,792 Shares. If the average closing price of the A Shares as traded on the Shanghai Stock Exchange for the five trading days immediately preceding the Lock-up Expiry Date per Share is lower than RMB14.916 per Share, then the total amount to be donated to the Company by Yaohua and Ms. Chan would be zero. Notional gain to be donated would not require Yaohua and Ms. Chan to dispose the Subject Shares. As the average closing price of the A Shares as traded on the Shanghai Stock Exchange for the five trading days immediately preceding the Lock-up Expiry Date is RMB14.724 per Share, which was lower than RMB14.916 per Share, Yaohua and Ms. Chan are not required to donate to the Company any notional gain obtained through the Subject Shares.

3.4 Explanation on the warning on and reason for the predicted loss in the accumulative net profit for the period from the beginning of the year to the end of next reporting period or possible substantial changes as compared to the corresponding period of last year

Not applicable

Name of the Company	Fuyao Glass Industry Group Co., Ltd.
Legal representative	Cho Tak Wong
Date	October 29, 2016

IV. APPENDIX

4.1 Financial statements

Consolidated Balance Sheet

September 30, 2016

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	Closing balance	Opening balance
Current assets:		
Cash at bank and on hand	7,331,479,239	5,918,845,168
Settlement provisions		
Placement		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable	713,228,919	569,748,367
Accounts receivable	2,929,704,559	2,762,405,078
Advances to suppliers	184,764,655	178,812,459
Premiums receivable		
Reinsurance receivable		
Deposits receivable from reinsurance treaty		
Interest receivable		
Dividends receivable		
Other receivables	137,548,597	86,561,210
Financial assets purchased for resale		
Inventories	2,805,682,592	2,494,920,809
Assets of disposal groups classified as held-for-sale		320,467,619
Non-current assets due within one year	15,280,906	14,065,004
Other current assets	132,200,481	186,051,895
Total current assets	14,249,889,948	12,531,877,609

Items	Closing balance	Opening balance
Non-current assets:		
Loans and advances		
Available-for sale financial assets		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	103,556,573	46,449,341
Investment properties		
Fixed assets	8,748,324,133	7,688,519,842
Construction in progress	3,568,451,915	2,842,566,308
Construction materials		
Fixed assets pending for disposal		
Bearer biological assets		
Oil and gas assets		
Intangible assets	1,143,814,991	1,179,236,213
Development costs		
Goodwill	74,678,326	74,678,326
Long-term prepaid expenses	276,683,061	258,995,035
Deferred tax assets	215,250,975	204,648,718
Other non-current assets		
	<hr/>	<hr/>
Total non-current assets	<u>14,130,759,974</u>	<u>12,295,093,783</u>
Total assets	<u>28,380,649,922</u>	<u>24,826,971,392</u>

Items	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	4,057,441,596	2,636,462,068
Borrowings from the central bank		
Customer and interbank deposits		
Borrowing from interbank		
Financial liabilities at fair value through profit or loss	2,006,250	925,435
Derivative financial liabilities		
Notes payable	371,231,276	460,160,232
Accounts payable	1,128,652,750	909,111,745
Advances from customers	24,496,292	33,985,494
Amount from sales of repurchased financial assets		
Bank charges and commissions due		
Employee benefits payable	327,715,053	353,759,783
Taxes payable	390,560,705	335,339,211
Interest payable	9,321,748	22,642,760
Dividends payable		
Other payables	1,030,729,611	1,087,807,096
Reinsurance accounts payable		
Provisions for insurance contracts		
Customer deposits for trading in securities		
Amounts due to issuer for securities underwriting		
Liabilities of disposal groups classified as held-for-sale		9,551,912
Non-current liabilities due within one year	532,000,000	1,234,589,400
Other current liabilities	1,212,598,859	_____
Total current liabilities	<u>9,086,754,140</u>	<u>7,084,335,136</u>

Items	Closing balance	Opening balance
Non-current liabilities:		
Long-term borrowings	1,101,000,000	848,000,000
Debentures payables	797,447,823	
Including: Preference shares		
Perpetual liabilities		
Long-term payables		
Long-term salaries payable		
Specific payables		
Accrued liabilities		
Deferred income	426,219,657	386,986,443
Deferred tax liabilities	95,983,117	92,583,381
Other non-current liabilities		
	<hr/>	<hr/>
Total non-current liabilities	<u>2,420,650,597</u>	<u>1,327,569,824</u>
Total liabilities	<u>11,507,404,737</u>	<u>8,411,904,960</u>

Items	Closing balance	Opening balance
Owners' equity:		
Share capital	2,508,617,532	2,508,617,532
Other equity instruments		
Including: Preference shares		
Perpetual liabilities		
Capital surplus	6,228,753,097	6,228,932,452
Less: inventory shares		
Other comprehensive income	-106,168,544	-271,367,181
Special reserve		
Surplus reserve	1,343,078,789	1,343,078,789
General risk reserve		
Undistributed profits	6,893,305,547	6,599,365,793
Total equity attributable to equity holders of the Company	<u>16,867,586,421</u>	<u>16,408,627,385</u>
Minority interests	<u>5,658,764</u>	<u>6,439,047</u>
Total owners' equity	<u>16,873,245,185</u>	<u>16,415,066,432</u>
Total liabilities and owners' equity	<u>28,380,649,922</u>	<u>24,826,971,392</u>
<i>Legal representative:</i>	<i>Principal in charge of</i>	<i>Head of the Accounting</i>
Cho Tak Wong	<i>accounting:</i>	<i>Department:</i>
	Chen Xiangming	Lin Xuejuan

Balance Sheet of the Company

September 30, 2016

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	Closing balance	Opening balance
Current assets:		
Cash at bank and on hand	6,814,067,851	5,809,618,357
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable	649,504,762	493,126,974
Accounts receivable	462,841,385	366,023,268
Advances to suppliers	20,590,639	34,202,453
Interest receivable		
Dividends receivable	204,111,775	92,000,633
Other receivables	9,432,603,218	6,277,685,420
Inventories	442,345,657	519,827,284
Assets of disposal groups classified as held-for-sale		280,000,000
Non-current assets due within one year	848,202	529,847
Other current assets	12,814,592	20,195,349
Total current assets	<u>18,039,728,081</u>	<u>13,893,209,585</u>

Items	Closing balance	Opening balance
Non-current assets:		
Available-for sale financial assets		
Held-to-maturity investments		
Long-term receivables	149,582,720	380,242,480
Long-term equity investments	5,380,134,649	5,155,115,571
Investment properties		
Fixed assets	649,201,338	733,180,369
Construction in progress	22,692,068	17,047,132
Construction materials		
Fixed assets pending for disposal		
Bearer biological assets		
Oil and gas assets		
Intangible assets	55,710,124	62,233,769
Development expenses		
Goodwill	48,490,007	48,490,007
Long-term prepaid expenses	18,351,412	16,155,873
Deferred tax assets	16,893,928	9,474,509
Other non-current assets		
	_____	_____
Total non-current assets	<u>6,341,056,246</u>	<u>6,421,939,710</u>
Total assets	<u>24,380,784,327</u>	<u>20,315,149,295</u>

Items	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	274,838,396	248,831,068
Financial liabilities at fair value through profit or loss	1,584,500	775,290
Derivative financial liabilities		
Notes payable	1,938,742,469	1,378,159,656
Accounts payable	167,449,614	148,644,790
Advances from customers	216,976,612	214,568,954
Employee benefits payable	80,992,459	92,507,010
Taxes payable	72,397,438	114,678,332
Interest payable	6,042,445	16,728,166
Dividends payable		
Other payables	4,366,447,056	3,445,367,180
Liabilities of disposal group classified as held-for-sale		
Non-current liabilities due within one year	532,000,000	1,034,589,400
Other current liabilities	1,212,598,859	<hr/>
Total current liabilities	<u>8,870,069,848</u>	<u>6,694,849,846</u>
Non-current liabilities:		
Long-term borrowings	1,101,000,000	848,000,000
Debentures payables	797,447,823	
Including: Preference shares		
Perpetual liabilities		
Long-term payables		
Long-term salaries payable		
Specific payables		
Accrued liabilities		
Deferred income	53,854,329	10,009,242
Deferred tax liabilities	32,322,416	32,322,416
Other non-current liabilities	<hr/>	<hr/>
Total non-current liabilities	<u>1,984,624,568</u>	<u>890,331,658</u>
Total liabilities	<u>10,854,694,416</u>	<u>7,585,181,504</u>

Items	Closing balance	Opening balance
Owners' equity:		
Share capital	2,508,617,532	2,508,617,532
Other equity instruments		
Including: Preference shares		
Perpetual liabilities		
Capital reserve	6,202,552,740	6,202,552,740
Less: inventory shares		
Other comprehensive income		
Special reserve		
Surplus reserve	1,343,078,789	1,343,078,789
Undistributed profits	<u>3,471,840,850</u>	<u>2,675,718,730</u>
Total owners' equity	<u><u>13,526,089,911</u></u>	<u><u>12,729,967,791</u></u>
Total liabilities and owners' equity	<u><u>24,380,784,327</u></u>	<u><u>20,315,149,295</u></u>
<i>Legal representative:</i>	<i>Principal in charge of</i>	<i>Head of the Accounting</i>
Cho Tak Wong	<i>accounting:</i>	<i>Department:</i>
	Chen Xiangming	Lin Xuejuan

Consolidated Income Statement

January to September 2016

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
I. Total revenue	4,006,127,458	3,103,963,068	11,590,552,414	9,695,288,530
Including: Operating revenue	4,006,127,458	3,103,963,068	11,590,552,414	9,695,288,530
Interest income				
Premiums earned				
Income from handling fees and commissions				
II. Total cost of sales	3,184,893,520	2,321,218,728	9,011,000,142	7,598,602,764
Including: Cost of sales	2,300,343,892	1,831,437,705	6,606,873,612	5,613,713,565
Interest expenses				
Handling fees and commissions expenses				
Surrender payment				
Net expenditure for compensation payment				
Net provisions for insurance contracts				
Expenditure for insurance policy dividend				
Reinsurance cost				
Taxes and surcharges	28,978,776	26,574,801	97,520,649	78,198,119
Selling and distribution expenses	289,875,678	236,496,568	851,557,177	731,209,380
General and administrative expenses	557,135,066	481,621,354	1,593,582,055	1,330,392,836
Financial expenses	8,708,306	-260,078,073	-143,616,133	-164,926,253
Asset impairment losses	-148,198	5,166,373	5,082,782	10,015,117

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
Add: Profit arising from changes in fair value (losses are represented by "-")	604,742	-8,796,142	403,685	-4,309,659
Investment income (losses are represented by "-")	41,910,595	1,599,346	43,976,478	22,705,384
Including: Share in profit of associates and joint ventures	25,144	1,599,346	1,907,232	4,482,851
Gains from foreign exchange (losses are represented by "-")				
III. Operating profit (losses are represented by "-")	863,749,275	775,547,544	2,623,932,435	2,115,081,491
Add: Non-operating income	35,196,401	29,840,885	65,543,225	71,272,094
Including: Gains on disposal of non-current assets	1,971,117	1,009,490	4,539,566	2,136,818
Less: Non-operating expenses	2,962,867	21,021,121	14,242,764	83,932,582
Including: Losses on disposal of non-current assets	2,856,641	20,704,825	10,424,576	39,679,698
IV. Total profit (total losses are represented by "-")	895,982,809	784,367,308	2,675,232,896	2,102,421,003
Less: Income tax expenses	178,871,472	151,761,716	500,610,276	251,685,294

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
V. Net profit (net losses are represented by “-”)	717,111,337	632,605,592	2,174,622,620	1,850,735,709
Profit attributable to equity holders of the Company	718,593,311	633,260,656	2,175,402,903	1,848,767,879
Minority interest	-1,481,974	-655,064	-780,283	1,967,830
VI. Net amount of other comprehensive income after tax	70,294,736	2,996,046	165,198,637	-2,688,629
Net amount of other comprehensive income after tax attributable to the equity holders of the Company	70,294,736	2,996,046	165,198,637	-2,688,629
(I) Other comprehensive income which will not be reclassified subsequently to gain or loss				
1. Changes in re-measurement of net liabilities or net assets of defined benefit plans				
2. Shares in other comprehensive income which will not be reclassified into profit and loss of investee entities under the equity method				

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
(II) Other comprehensive income which will be reclassified subsequently to gain or loss	70,294,736	2,996,046	165,198,637	-2,688,629
1. Shares in other comprehensive income which will be reclassified into profit and loss of investee entities under equity method				
2. Gain or loss from changes in fair value of available-for-sale financial assets				
3. Gain or loss from reclassification of held-to-maturity investments as available-for-sale				
4. Valid part of profit and loss from hedging cash flow				
5. Difference on translation of foreign currency in financial statements	70,294,736	2,996,046	165,198,637	-2,688,629
6. Others				
Net amount of other comprehensive income after tax attributable to minority shareholders				

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
VII. Total comprehensive income	787,406,073	635,601,638	2,339,821,257	1,848,047,080
Total comprehensive income attributable to the equity holders of the Company	788,888,047	636,256,702	2,340,601,540	1,846,079,250
Total comprehensive income attributable to minority shareholders	-1,481,974	-655,064	-780,283	1,967,830
VIII. Earnings per share:				
(1) Basic earnings per share (RMB/share)	0.29	0.25	0.87	0.79
(2) Diluted earnings per share (RMB/share)	0.29	0.25	0.87	0.79

For the merger of enterprise under common control during the period, the net profit recorded by the merged party before the merger is RMB0, and the net profit recorded by the merged party in the previous period is RMB0.

<i>Legal representative:</i>	<i>Principal in charge of accounting:</i>	<i>Head of the Accounting Department:</i>
Cho Tak Wong	Chen Xiangming	Lin Xuejuan

Income Statement of the Company

January to September 2016

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
I. Operating revenue	1,014,670,659	1,045,564,418	3,341,393,167	3,342,818,697
Less: Cost of sales	913,248,731	920,453,768	2,934,891,909	2,903,528,992
Taxes and surcharges	3,281,060	4,194,456	11,195,410	13,076,560
Selling and distribution expenses	37,303,574	36,290,218	136,966,843	109,357,034
General and administrative expenses	80,652,985	84,761,638	238,820,328	228,607,317
Financial expenses	-60,629,643	-267,366,207	-224,737,558	-190,275,671
Asset impairment losses	537,559	4,854,834	5,708,756	9,340,043
Add: Profit arising from changes in fair value (losses are represented by “-”)		-3,871,778	675,290	-1,336,341
Investment income (losses are represented by “-”)	16,085,374	613,219,346	2,465,372,314	2,085,477,773
Including: Share of profit of associates and joint ventures	877,874	1,599,346	2,759,962	4,482,851
II. Operating profit (losses are represented by “-”)	56,361,767	871,723,279	2,704,595,083	2,353,325,854
Add: Non-operating income	7,352,058	6,426,269	15,036,044	14,674,412
Including: Gains on the disposal of non-current assets		1,279	17,194	7,027

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
Less: Non-operating expenses	265,841	478,216	2,452,558	653,420
Including: Loss on the disposal of non-current assets	237,841	477,575	2,415,590	561,525
III. Total profit (total losses are represented by “-”)	63,447,984	877,671,332	2,717,178,569	2,367,346,846
Less: Income tax expense	11,309,392	57,938,169	39,593,300	60,809,382
IV. Net profit (net losses are represented by “-”)	52,138,592	819,733,163	2,677,585,269	2,306,537,464
V. Net amount of other comprehensive income after tax				
(I) Other comprehensive income which will not be reclassified subsequently to profit and loss				
1. Changes in re-measurement of net liabilities or net assets of defined benefit plans				
2. Shares of other comprehensive income which cannot be reclassified into profit and loss of investee entities under the equity method				
(II) Other comprehensive income which will be reclassified into profit and loss subsequently				

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
1. Shares of other comprehensive income which will be reclassified into profit and loss of investee entities under the equity method				
2. Gain or loss from changes in fair value of available-for-sale financial assets				
3. Gain or loss from reclassification of held-to-maturity investments as available-for-sale financial assets				
4. Valid part of gain and loss from hedging cash flow				
5. Difference on translation in foreign financial statements				
6. Others				
VI. Total comprehensive income	52,138,592	819,733,163	2,677,585,269	2,306,537,464
VII. Earnings per share:				
(1) Basic earnings per share (RMB/share)	N/A	N/A	N/A	N/A

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
(2) Diluted earnings per share (RMB/share)	N/A	N/A	N/A	N/A

Legal representative: **Cho Tak Wong** *Principal in charge of accounting:* **Chen Xiangming** *Head of the Accounting Department:* **Lin Xuejuan**

Consolidated Cash Flow Statement

January to September 2016

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
I. Cash flows from operating activities:		
Cash received from sale of goods or rendering of services	12,449,591,043	11,063,782,245
Net increase in customer and interbank deposits		
Net increase in borrowing from the central bank		
Net cash increase in intra-bank borrowing from other financial institutions		

Items	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
Cash received from premiums under original insurance contract		
Net cash received from reinsurance business		
Net increase in deposits of policy holders and investment		
Net increase in disposal of financial assets at fair value through profit or loss in the current period		
Cash received from interest, fees and commissions		
Net increase in borrowings from interbank		
Net increase in cash received from repurchase business		
Refund of taxes and surcharges	147,274,889	138,384,375
Cash received relating to other operating activities	121,739,376	81,882,056
Sub-total of cash inflows from operating activities	12,718,605,308	11,284,048,676
Cash paid for goods and services	6,515,581,011	6,318,296,098
Net increase in customer loans and advance		
Net increase in deposits in the central bank and interbank deposits		
Cash paid for compensation payments under original insurance contract		
Cash paid for interest, fees and commissions		
Cash paid for insurance policy dividend		
Cash paid to and on behalf of employees	2,086,554,640	1,501,864,616
Payments of taxes and surcharges	1,242,074,145	999,924,689
Cash paid relating to other operating activities	146,518,737	202,366,480
Sub-total of cash outflows from operating activities	9,990,728,533	9,022,451,883
Net cash flows from operating activities	2,727,876,775	2,261,596,793

Items	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
II. Cash flows from investing activities:		
Cash received from disposal of investments		
Cash received from returns on investments	9,800,000	85,583,855
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	35,726,453	48,697,931
Net cash received from disposal of subsidiaries and other business units	212,515,869	52,793,206
Cash received relating to other investing activities	52,500,000	34,741,980
	<u>310,542,322</u>	<u>221,816,972</u>
Sub-total of cash inflows from investing activities		
Cash paid to acquire fixed assets, intangible assets and other long-term assets	2,756,605,117	2,296,465,807
Cash paid to acquire investments		
Net increase in secured loans		
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	200,000,000	
	<u>2,956,605,117</u>	<u>2,296,465,807</u>
Sub-total of cash outflows from investing activities		
Net cash flows from investing activities	<u><u>-2,646,062,795</u></u>	<u><u>-2,074,648,835</u></u>

Items	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
III. Cash flows from financing activities:		
Cash received from capital contributions		6,554,491,086
Including: Cash received from capital contributions by minority shareholders of subsidiaries		
Cash received from borrowings	7,090,695,435	5,649,377,910
Cash received from issuance of debentures	800,000,000	
Cash received relating to other financing activities	1,200,000,000	170,000,000
Sub-total of cash inflows from financing activities	<u>9,090,695,435</u>	<u>12,373,868,996</u>
Cash repayments of borrowings	6,119,715,905	5,372,787,278
Cash payments for interest expenses and distribution of dividends or profits	2,010,052,492	1,719,892,894
Including: Cash payments for dividends or profit to minority shareholders of subsidiaries		
Cash payment relating to other financing activities	4,609,290	31,495,114
Sub-total of cash outflows from financing activities	<u>8,134,377,687</u>	<u>7,124,175,286</u>
Net cash flows from financing activities	<u>956,317,748</u>	<u>5,249,693,710</u>

Items	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
IV. Effect of fluctuations in exchange rates on cash and cash equivalents	174,383,861	
V. Net increase in cash and cash equivalents	1,212,515,589	5,436,641,668
Add: Cash and cash equivalents balance at the beginning of the period	5,906,233,126	499,324,931
VI. Cash and cash equivalents balance at the end of the period	7,118,748,715	5,935,966,599
<i>Legal representative:</i> Cho Tak Wong	<i>Principal in charge of accounting:</i> Chen Xiangming	<i>Head of the Accounting Department:</i> Lin Xuejuan

Cash Flow Statement of the Company
January to September 2016

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
I. Cash flows from operating activities:		
Cash received from sales of goods and rendering of services	3,418,913,559	3,925,508,254
Refund of taxes and surcharges	119,197,402	103,773,304
Cash received relating to other operating activities	<u>109,365,703</u>	<u>43,300,413</u>
Sub-total of cash inflows from operating activities	<u><u>3,647,476,664</u></u>	<u><u>4,072,581,971</u></u>
Cash paid for goods and services	2,647,403,112	2,628,309,222
Cash paid to and on behalf of employees	242,744,477	208,439,911
Payment of taxes and surcharges	109,392,224	23,313,135
Cash paid relating to other operating activities	<u>2,198,500,801</u>	<u>1,682,715,816</u>
Sub-total of cash outflows from operating activities	<u><u>5,198,040,614</u></u>	<u><u>4,542,778,084</u></u>
Net cash flows from operating activities	<u><u>-1,550,563,950</u></u>	<u><u>-470,196,113</u></u>

Items	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
II. Cash flows from investing activities:		
Cash received from disposal of investments	100,207,500	
Cash received from returns on investments	2,328,232,310	2,049,162,401
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	718,284	1,379,371
Net cash received from disposal of subsidiaries and other business units	190,061,400	137,285,473
Cash received relating to other investing activities	45,000,000	
Sub-total of cash inflows from investing activities	2,664,219,494	2,187,827,245
Cash paid to acquire fixed assets, intangible assets and other long-term assets	35,842,230	41,976,098
Cash paid to acquire investments	69,606,200	736,999,150
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	200,000,000	
Sub-total of cash outflows from investing activities	305,448,430	778,975,248
Net cash flows from investing activities	2,358,771,064	1,408,851,997
III. Cash flows from financing activities:		
Cash received from capital contributions		6,554,491,086
Cash received from borrowings	2,846,092,233	2,865,999,082
Cash received relating to other financing activities	2,000,000,000	50,000,000
Sub-total of cash inflows from financing activities	4,846,092,233	9,470,490,168

Items	Amount from the beginning of the year to the end of the Reporting Period (January to September)	Amount from the beginning of the previous year to the end of the previous reporting period (January to September)
Cash repayments of borrowings	3,070,084,906	3,299,228,450
Cash paid for distribution of dividends, profits and repayment of interests	1,942,675,422	1,674,321,617
Cash paid relating to other financing activities	<u>4,609,290</u>	<u>16,494,454</u>
Sub-total of cash outflows from financing activities	<u>5,017,369,618</u>	<u>4,990,044,521</u>
Net cash flows from financing activities	<u>-171,277,385</u>	<u>4,480,445,647</u>
IV. Effect of fluctuations in exchange rates on cash and cash equivalents	167,519,765	
V. Net increase in cash and cash equivalents	804,449,494	5,419,101,531
Add: Balance of cash and cash equivalents at the beginning of the period	5,809,618,357	288,829,838
VI. Balance of cash and cash equivalents at the end of the period	<u>6,614,067,851</u>	<u>5,707,931,369</u>
<i>Legal representative:</i>	<i>Principal in charge of accounting:</i>	<i>Head of the Accounting Department:</i>
Cho Tak Wong	Chen Xiangming	Lin Xuejuan

4.2 Audit Report

Applicable Not applicable