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**北京金隅股份有限公司**  
**BBMG Corporation\***

*(a joint stock company incorporated in the People's Republic of China with limited liability)*  
**(Stock Code: 2009)**

**FIRST QUARTERLY REPORT FOR 2014**

This announcement is made in accordance with Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the provisions about inside information (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of BBMG Corporation\* 北京金隅股份有限公司 (the “**Company**” or “**BBMG**”) is pleased to announce the results of the Company and its subsidiaries (collectively, the “**Group**”) for the first quarter ended 31 March 2014 (the “**Reporting Period**”).

During the Reporting Period, the Group recorded operating revenue of approximately RMB9,305.7 million, with net profit attributable to owners of the parent company amounting to approximately RMB213.5 million.

All financial information set out in this quarterly report is unaudited and prepared in accordance with Accounting Standards for Business Enterprises of the PRC.

The contents of this report are consistent with the announcement published on the Shanghai Stock Exchange. This announcement is published simultaneously domestically and overseas.

**I. IMPORTANT NOTICE**

- 1.1** The Board, the supervisory board, the directors, the supervisors and the senior management of the Company guarantee that the contents of this quarterly report are true, accurate and complete and that there are no false representations, misleading statements or material omissions in this quarterly report, for which they shall assume joint and several liabilities.

1.2 All directors of the Company attended the Board meeting for reviewing this quarterly report.

1.3 Chairman of the Company Jiang Weiping  
 Chief Financial Officer Wang Hongjun  
 Head of Accounting Department Hu Juan  
 (Accounting Supervisor)

Jiang Weiping, Chairman of the Company, Wang Hongjun, Chief Financial Officer and Hu Juan, Head of Accounting Department (Accounting Supervisor), guarantee that the financial statements contained in this quarterly report are true, accurate and complete.

1.4 The financial statements contained in the first quarterly report of the Company are unaudited.

## II. MAJOR FINANCIAL DATA AND CHANGES IN SHAREHOLDING OF THE COMPANY

### 2.1 Major financial data

*Unit and Currency: RMB*

	As at the end of the Reporting Period	As at the end of the previous year	Change (as compared with the end of the previous year) (%)
Total assets	104,414,645,441.52	98,839,549,618.88	5.64
Net assets attributable to the shareholders of the Company	29,276,415,424.82	26,280,139,595.79	11.40
	From the beginning of the year to the end of the Reporting Period (January to March)	From the beginning of the previous year to the end of the corresponding period of the previous year (January to March)	Year-on-year change (%)
Net cash flows from operating activities	-3,948,959,002.19	-449,361,815.12	N/A
Voluntary inclusion of optional financial data at the point of time	-	-	N/A

	From the beginning of the year to the end of the Reporting Period	From the beginning of the previous year to the end of the corresponding period of the previous year	Year-on-year change (%)
Operating revenue	9,305,745,953.20	7,725,190,849.08	20.46
Net profit attributable to the shareholders of the Company	213,510,398.62	-61,210,043.75	N/A
Net profit attributable to the shareholders of the Company after deducting non-recurring profit and loss	188,243,176.58	-77,645,323.03	N/A
Weighted average return on net assets (%)	0.81	-0.27	Increased by 1.08 percentage points
Basic earnings per share (RMB/share)	0.05	-0.01	N/A
Diluted earnings per share (RMB/share)	0.05	-0.01	N/A
Basic earnings per share after deducting non-recurring profit and loss	0.04	-0.02	N/A
Weighted average return on net assets after deducting non-recurring profit and loss	0.71	-0.34	N/A

Excluding non-recurring profit and loss items and amounts:

*Unit and Currency: RMB*

Items	Amount for the Reporting Period (January to March)
Profit and loss from disposal of non-current assets	308,665.39
Government grants recognised through profit or loss for the period (excluding those closely related to the Company's normal business operations, which comply with national policies and can be enjoyed continuously based on a fixed amount or quantity)	16,510,034.34
Capital occupancy fee from non-financial enterprises recognized through profit or loss for the period	1,075,571.04
Profit and loss from debt restructuring	-209,886.58
Other non-operating income and expenses other than the foregoing items	9,026,504.29
Effect of income tax	-397,639.25
Effect of minority interests (after tax)	-1,046,027.19
Total	25,267,222.04

**2.2 Total number of shareholders, top ten shareholders and shareholding of the top ten shareholders not subject to trading moratorium as at the end of the Reporting Period**

*Unit: share*

Total number of shareholders		65,306			
Top ten shareholders					
Name of shareholder	Nature of shareholder	Shareholding (%)	Number of shares held	Number of shares subject to trading moratorium	Number of shares pledged or frozen
BBMG Group Company Limited	State-owned legal person	47.92	2,292,881,099	448,028,673	Nil
HKSCC NOMINEES LIMITED	Overseas legal person	24.32	1,163,651,344		Nil
China National Materials Company Limited	State-owned legal person	5.01	239,580,000		Nil
Tianjin Building Materials Group (Holding) Co., Ltd.	State-owned legal person	2.45	117,321,512		Pledged 56,000,000
Hua Xi Xin Yu Investment Co., Ltd.	Domestic non-state-owned legal person	1.43	68,400,000		Pledged 68,400,000
Jasmine Island Investment Limited	Overseas legal person	1.32	62,968,814		Nil
Winfirst Investment Group Company Limited	Domestic non-state-owned legal person	1.25	60,000,000		Pledged 60,000,000
Beijing Jinguofa Equity Investment Fund (Limited Partnership)	Domestic non-state-owned legal person	1.11	52,874,551	52,874,551	Nil
Tibet Taihong Investment Company Limited	Domestic non-state-owned legal person	0.61	29,201,004		Nil
Zhongrun Economic Development Company Limited	Unknown	0.45	21,400,000		Nil

Top ten shareholders of free floating shares not subject to lock-up restrictions		
<b>Name of shareholder (full name)</b>	<b>Number of tradable shares not subject to trading moratorium held as at the end of the Reporting Period</b>	<b>Types and number of shares</b>
BBMG Group Company Limited	1,844,852,426	RMB-denominated ordinary shares
HKSCC NOMINEES LIMITED	1,163,651,344	Overseas listed foreign shares
China National Materials Company Limited	239,580,000	RMB-denominated ordinary shares
Tianjin Building Materials Group (Holding) Co., Ltd.	117,321,512	RMB-denominated ordinary shares
Hua Xi Xin Yu Investment Co., Ltd.	68,400,000	RMB-denominated ordinary shares
Jasmine Island Investment Limited	62,968,814	RMB-denominated ordinary shares
Winfirst Investment Group Company Limited	60,000,000	RMB-denominated ordinary shares
Tibet Taihong Investment Company Limited	29,201,004	RMB-denominated ordinary shares
Zhongrun Economic Development Co., Ltd.	21,400,000	RMB-denominated ordinary shares
Huajian International Industry (Shenzhen) Company Limited	20,706,478	RMB-denominated ordinary shares
Explanations on the related party relationship or parties acting in concert among the abovementioned shareholders	The Company is not aware of any related party relationship or parties acting in concert among the abovementioned shareholders.	

### III. SIGNIFICANT EVENTS

#### 3.1 Significant changes in major financial statement items and financial indicators of the Company and the reasons thereof

Applicable  Not applicable

Bills receivable	Bills receivable decreased by RMB562 million as compared to the beginning of the Reporting Period, mainly attributable to the decrease of settlement through bills.
Interest receivable	Interest receivable increased by RMB1 million as compared to the beginning of the Reporting Period, mainly attributable to the interest accrued on loans to joint ventures during the Reporting Period.
Other payables	Other payables increased by RMB1.545 billion as compared to the beginning of the Reporting Period, mainly attributable to the increase in land compensation payable.
Short-term financing bonds payable	Short-term financing bonds payable increased by RMB2.6 billion as compared to the beginning of the Reporting Period, mainly attributable to the issuance of short-term financing bonds during the Reporting Period.
Capital reserve	Capital reserve increased by RMB2.274 billion as compared to the beginning of the Reporting Period, mainly attributable to the capital premium from the non-public placement during the Reporting Period.
Specialised reserve	Specialised reserve increased by RMB8 million as compared to the beginning of the Reporting Period, mainly attributable to the increase in provision for production safety cost for the Reporting Period.
Business tax and surcharges	Business tax and surcharges increased by RMB140 million over the same period last year, mainly attributable to a significant year-on-year increase in revenue from property development business.
Finance costs	Finance costs increased by RMB64 million over the same period last year, mainly attributable to the year-on-year increase in interests from borrowings.

Asset impairment losses	Asset impairment losses increased by RMB10 million over the same period last year, mainly attributable to the increases in provision for bad debts and impairments during the Reporting Period.
Investment losses	Investment losses decreased by RMB6 million from the same period last year, mainly attributable to a year-on-year improvement in results of associates.
Non-operating income	Non-operating income increased by RMB18 million over the same period last year, mainly attributable to the year-on-year increase in government grants.
Non-operating expenses	Non-operating expenses increased by RMB3 million over the same period last year, mainly attributable to the year-on-year increase in default penalties.
Income tax expenses	Income tax expenses increased by RMB145 million over the same period last year, mainly attributable to the increase in income tax for the Reporting Period due to the year-on-year increase in profit.
Minority interests	Minority interests increased by RMB52 million over the same period last year, mainly attributable to the year-on-year increase in profits of non-wholly owned subsidiaries.

### **3.2 Analysis and explanation on the development of significant events, and impacts and solutions thereof**

Applicable  Not applicable

### 3.3 Fulfillment of undertakings by the Company and shareholders with shareholding of 5% or more

✓ Applicable  Not applicable

Background of undertaking	Type of undertaking	Undertaken party	Undertaking	Time and duration of undertaking	Timely performance of undertaking	Note
Undertaking in relation to initial public offer	Others	BBMG Group Company Limited (“BBMG Group”)	<p>BBMG Group furnished on 29 December 2010 a Letter of Undertaking of BBMG Group Company Limited in connection with a Voluntary Transfer of Trademarks at Nil Consideration (北京金隅集團有限責任公司關於商標無償轉讓的承諾函), whereby BBMG Group made the following irrevocable undertakings in respect of its voluntary transfer of all its existing trademarks and trademarks under application at nil consideration to the Company:</p> <ol style="list-style-type: none"> <li>(1) BBMG Group shall transfer voluntarily all existing trademarks and trademarks under application that it owns as at the date of issuance of this undertaking letter to the Company or its subsidiaries at nil consideration, upon receiving approval or consent from its internal decision-making bodies and the competent government authorities and subsequent to performing the relevant legal procedures as required by applicable laws. Both parties shall sign the relevant transfer agreements regarding the transfer of existing trademarks and trademarks under application in accordance with laws and regulations and as required by the competent government authorities and perform all necessary legal procedures.</li> <li>(2) BBMG Group and its subsidiaries (excluding the Company and its subsidiaries) shall neither apply within or outside the PRC for registering trademarks that are the same or similar to the existing registered trademarks of the Company under classes related to the core businesses of the Company nor apply for registering existing trademarks under other classes related to the core businesses of the Company other than those under which BBMG Group’s existing trademarks are registered.</li> <li>(3) The Master Agreement on Trademarks Licensing (商標許可使用總協議) entered into between the parties on 8 July 2009 shall cease to be effective upon completion of the transfer of the existing trademarks and trademarks under application, being the day on which the Company or its subsidiaries become the legal owners of the existing trademarks and the applicants in terms of the trademarks under application. BBMG Group will enter into further agreements or arrangements with the Company in respect of the termination of the agreement and the subsequent matters in due course.</li> </ol>	Performing internal decision-making procedures and seeking approvals from relevant government authorities as soon as practicable for the undertakings with effect from 29 October 2010	Yes	Yes



Background of undertaking	Type of undertaking	Undertaken party	Undertaking	Time and duration of undertaking	Timely performance of undertaking	Note
			BBMG Group, the controlling shareholder of the Company, undertakes that it will not transfer via any means or entrust other party to manage the issued shares of the Company held directly or indirectly by it prior to the initial public offering of the Company and will not sell such shares to the Company within 36 months from the listing of the A shares of the Company on the Shanghai Stock Exchange.	1 March 2011 – 1 March 2014	Yes	Yes
Undertaking in relation to non-public placement	Others	BBMG Group	BBMG Group, the controlling shareholder of the Company, undertakes that it will not transfer via any means the 448,028,673 A shares that were subscribed for by it through the non-public placement of the Company within 36 months from the completion of the non-public placement.	26 March 2014 – 26 March 2017	Yes	Being fulfilled

*Note:* BBMG Group entered into the Transfer Agreement on Registered Trademarks at Nil Consideration with the Company on 8 April 2014, whereby BBMG Group has fully fulfilled its undertaking on transfer of trademarks at nil consideration. For details, please refer to the Announcement on Completion of Undertaking on Transfer of Trademarks at Nil Consideration by the Controlling Shareholder BBMG Group as published by the Company on 10 April 2014.

### **3.4 Warnings and explanations of forecasted loss or significant changes to the accumulated net profits from the beginning of the year to the end of the next reporting period or as compared to the corresponding period of last year**

Applicable  Not applicable

By order of the Board  
**BBMG Corporation\***  
**Jiang Weiping**  
*Chairman*

Beijing, the PRC, 24 April 2014

*As at the date of this announcement, the executive Directors are Jiang Weiping, Jiang Deyi, Shi Xijun, Zang Feng, Wang Hongjun and Wang Shizhong; the non-executive Director is Yu Shiliang; and the independent non-executive Directors are Hu Zhaoguang, Zhang Chengfu, Xu Yongmo and Yip Wai Ming.*

\* English translation denotes for identification purposes only

## 4 APPENDIX

### Consolidated balance sheet

As at 31 March 2014

Prepared by: BBMG Corporation

Item	<i>Unit and Currency: RMB</i>	
	Balance at the end of the Reporting Period	Balance at the beginning of the year
<b>Current Assets:</b>		
Cash and bank balances	<b>9,558,370,753.91</b>	8,595,510,330.36
Settlement reserves	<b>0.00</b>	0.00
Loans to banks or other financial institutions	<b>0.00</b>	0.00
Financial assets held for trading	<b>0.00</b>	0.00
Bills receivable	<b>811,764,303.79</b>	1,373,660,444.38
Accounts receivable	<b>5,213,124,889.47</b>	5,005,865,494.62
Prepayments	<b>3,655,789,527.74</b>	3,640,625,094.32
Premiums receivable	<b>0.00</b>	0.00
Reinsurance accounts receivable	<b>0.00</b>	0.00
Reinsurance contract reserve receivable	<b>0.00</b>	0.00
Interests receivable	<b>3,716,846.78</b>	2,641,275.74
Dividends receivable	<b>0.00</b>	0.00
Other receivables	<b>2,264,228,679.93</b>	2,639,819,809.34
Purchase and sell-back of financial assets	<b>0.00</b>	0.00
Inventories	<b>43,150,661,315.54</b>	37,602,014,262.50
Non-current assets due within one year	<b>0.00</b>	0.00
Other current assets	<b>1,227,551,570.79</b>	1,297,088,888.16
<b>Total current assets</b>	<b>65,885,207,887.95</b>	60,157,225,599.42

<b>Item</b>	<b>Balance at the end of the Reporting Period</b>	Balance at the beginning of the year
<b>Non-current assets:</b>		
Entrusted loans and advances	<b>0.00</b>	0.00
Available-for-sale financial assets	<b>505,404,297.22</b>	505,404,297.22
Held-to-maturity investment	<b>0.00</b>	0.00
Long-term receivables	<b>0.00</b>	0.00
Long-term equity investments	<b>339,721,603.98</b>	345,799,792.73
Investment properties	<b>13,545,900,000.00</b>	13,545,900,000.00
Fixed assets	<b>16,865,458,803.27</b>	16,934,316,116.16
Construction in progress	<b>1,627,104,446.16</b>	1,699,222,835.50
Construction materials	<b>7,959,666.98</b>	7,869,443.85
Disposal of fixed assets	<b>0.00</b>	0.00
Productive biological assets	<b>0.00</b>	0.00
Oil and gas assets	<b>0.00</b>	0.00
Intangible assets	<b>3,955,200,184.12</b>	3,962,675,437.19
Development expenses	<b>0.00</b>	0.00
Goodwill	<b>307,562,412.28</b>	307,562,412.28
Long-term deferred expenditures	<b>212,512,221.92</b>	204,694,176.91
Deferred income tax assets	<b>1,162,613,917.64</b>	1,168,879,507.62
Other non-current assets	<b>0.00</b>	0.00
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<b>Total non-current assets</b>	<b>38,529,437,553.57</b>	38,682,324,019.46
	<hr/>	<hr/>
<b>Total assets</b>	<b>104,414,645,441.52</b>	98,839,549,618.88
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<b>Item</b>	<b>Balance at the end of the Reporting Period</b>	Balance at the beginning of the year
<b>Current liabilities:</b>		
Short-term loans	<b>12,291,034,375.00</b>	13,516,500,000.00
Borrowings from central bank	<b>0.00</b>	0.00
Deposits from customers and inter-bank deposits	<b>0.00</b>	0.00
Loans from banks and other financial institutions	<b>0.00</b>	0.00
Financial liabilities held for trading	<b>0.00</b>	0.00
Bills payable	<b>538,361,870.87</b>	506,106,696.49
Accounts payable	<b>7,693,871,851.82</b>	8,516,698,306.54
Receipts in advance	<b>14,341,173,163.82</b>	15,567,949,491.14
Financial assets sold for repurchase	<b>0.00</b>	0.00
Fees and commissions payable	<b>0.00</b>	0.00
Wages payable	<b>104,883,255.58</b>	143,861,648.17
Tax payable	<b>717,892,914.72</b>	750,894,143.53
Interests payable	<b>291,046,258.20</b>	253,810,076.41
Dividends payable	<b>43,055,664.64</b>	45,192,199.03
Other payables	<b>4,302,089,800.45</b>	2,757,269,782.36
Short-term financing bonds payable	<b>5,600,000,000.00</b>	3,000,000,000.00
Reinsurance accounts payables	<b>0.00</b>	0.00
Insurance contract reserve payable	<b>0.00</b>	0.00
Amount paid for agency securities trading	<b>0.00</b>	0.00
Amount paid for agency securities underwriting	<b>0.00</b>	0.00
Non-current liabilities due within one year	<b>3,257,075,904.61</b>	3,199,218,336.70
Other current liabilities	<b>4,035,120,722.03</b>	3,802,471,794.62
<b>Total current liabilities</b>	<b>53,215,605,781.74</b>	52,059,972,474.99

Item	Balance at the end of the Reporting Period	Balance at the beginning of the year
<b>Non-current liabilities:</b>		
Long-term loans	8,227,420,000.00	6,879,920,000.00
Bonds payable	6,327,834,682.89	6,305,600,000.00
Long-term payables	445,209,232.18	445,209,232.18
Special payables	0.00	0.00
Accrued liabilities	101,465,678.26	101,979,128.78
Deferred income tax liabilities	2,472,516,771.55	2,418,825,799.17
Other non-current liabilities	582,806,427.61	602,729,940.01
<b>Total non-current liabilities</b>	<b>18,157,252,792.49</b>	<b>16,754,264,100.14</b>
<b>Total liabilities</b>	<b>71,372,858,574.23</b>	<b>68,814,236,575.13</b>
<b>Owners' equity (or shareholders' equity):</b>		
Paid-up capital (or share capital)	4,784,640,284.00	4,283,737,060.00
Capital reserve	8,124,879,842.36	5,851,047,176.44
Less: Treasury shares	0.00	0.00
Specialized reserve	21,818,925.25	13,788,160.64
Surplus reserve	711,195,322.63	711,195,322.63
General risk provision	698,454.78	698,454.78
Retained earnings	15,633,314,202.73	15,419,803,804.11
Exchange differences on foreign currency translation	-131,606.93	-130,382.81
Equity attributable to owners of the parent company	29,276,415,424.82	26,280,139,595.79
Minority interests	3,765,371,442.47	3,745,173,447.96
<b>Total owners' equity</b>	<b>33,041,786,867.29</b>	<b>30,025,313,043.75</b>
<b>Total liabilities and owners' equity</b>	<b>104,414,645,441.52</b>	<b>98,839,549,618.88</b>

Legal Representative: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of Accounting Department: Hu Juan

## Balance sheet of the parent company

31 March 2014

Prepared by: BBMG Corporation

*Unit and Currency: RMB*

<b>Items</b>	<b>Balance at the end of the Reporting Period</b>	Balance at the beginning of the year
<b>Current assets:</b>		
Cash and bank balances	<b>4,308,908,436.17</b>	1,890,829,405.71
Financial assets held for trading	<b>0.00</b>	0.00
Bills receivable	<b>1,000,000.00</b>	0.00
Accounts receivable	<b>60,332.04</b>	60,332.04
Prepayments	<b>0.00</b>	0.00
Interests receivable	<b>201,987,830.69</b>	182,081,098.70
Dividends receivable	<b>920,414,910.65</b>	974,975,154.14
Other receivables	<b>26,444,019,807.02</b>	19,705,837,953.34
Inventories	<b>0.00</b>	0.00
Non-current assets due within one year	<b>0.00</b>	0.00
Other current assets	<b>0.00</b>	0.00
<b>Total current assets</b>	<b><u>31,876,391,316.57</u></b>	<u>22,753,783,943.93</u>

<b>Items</b>	<b>Balance at the end of the Reporting Period</b>	Balance at the beginning of the year
<b>Non-current assets:</b>		
Available-for-sale financial assets	<b>500,200,000.00</b>	500,200,000.00
Held-to-maturity investments	<b>0.00</b>	0.00
Long-term receivables	<b>0.00</b>	0.00
Long-term equity investments	<b>19,611,978,194.38</b>	19,666,506,383.12
Investment properties	<b>8,257,191,000.00</b>	8,257,191,000.00
Fixed assets	<b>1,307,251,760.15</b>	1,323,329,966.27
Construction in progress	<b>4,980,000.00</b>	4,980,000.00
Construction materials	<b>0.00</b>	0.00
Disposal of fixed assets	<b>0.00</b>	0.00
Productive biological assets	<b>0.00</b>	0.00
Oil and gas assets	<b>0.00</b>	0.00
Intangible assets	<b>462,937,045.78</b>	466,580,823.46
Development costs	<b>0.00</b>	0.00
Goodwill	<b>0.00</b>	0.00
Long-term deferred expenses	<b>0.00</b>	0.00
Deferred income tax assets	<b>0.00</b>	0.00
Other non-current assets	<b>0.00</b>	0.00
	<hr/>	<hr/>
<b>Total non-current assets</b>	<b>30,144,538,000.31</b>	30,218,788,172.85
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<b>Total assets</b>	<b>62,020,929,316.88</b>	52,972,572,116.78
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<b>Items</b>	<b>Balance at the end of the Reporting Period</b>	Balance at the beginning of the year
<b>Current liabilities:</b>		
Short-term loans	<b>12,063,034,375.00</b>	12,818,500,000.00
Financial liabilities held for trading	<b>0.00</b>	0.00
Bills payable	<b>0.00</b>	0.00
Accounts payable	<b>5,050,771.04</b>	5,050,771.04
Receipts in advance	<b>19,131,073.86</b>	64,497,785.03
Wages payable	<b>374,749.52</b>	374,749.52
Tax payable	<b>27,939,463.59</b>	30,850,868.54
Interests payable	<b>284,659,444.45</b>	246,525,930.56
Dividends payable	<b>21,101,776.09</b>	21,101,776.09
Other payables	<b>6,357,052,181.01</b>	3,336,506,200.51
Short-term financing bonds payable	<b>5,600,000,000.00</b>	3,000,000,000.00
Non-current liabilities due within one year	<b>2,324,000,000.00</b>	2,324,228,475.57
Other current liabilities		
	<hr/>	<hr/>
<b>Total current liabilities</b>	<b>26,702,343,834.56</b>	21,847,636,556.86



Items	Balance at the end of the Reporting Period	Balance at the beginning of the year
<b>Non-current liabilities:</b>		
Long-term loans	5,697,500,000.00	4,220,000,000.00
Bonds payable	6,327,834,682.89	6,305,600,000.00
Long-term payables	414,142,674.22	414,142,674.22
Special payables	0.00	0.00
Accrued liabilities	0.00	0.00
Deferred income tax liabilities	1,578,510,245.70	1,578,510,245.70
Other non-current liabilities	0.00	0.00
	<hr/>	<hr/>
<b>Total non-current liabilities</b>	<b>14,017,987,602.81</b>	<b>12,518,252,919.92</b>
	<hr/>	<hr/>
<b>Total liabilities</b>	<b>40,720,331,437.37</b>	<b>34,365,889,476.78</b>
	<hr/>	<hr/>
<b>Owners' equity (or shareholders' equity):</b>		
Paid-up capital (or share capital)	4,784,640,284.00	4,283,737,060.00
Capital reserve	8,027,125,412.77	5,753,292,746.85
Less: Treasury shares	0.00	0.00
Specialized reserve	0.00	0.00
Surplus reserve	711,195,322.63	711,195,322.63
General risk provision	0.00	0.00
Retained earnings	7,777,636,860.11	7,858,457,510.52
	<hr/>	<hr/>
<b>Total owners' equity (or shareholders' equity)</b>	<b>21,300,597,879.51</b>	<b>18,606,682,640.00</b>
	<hr/>	<hr/>
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b>62,020,929,316.88</b>	<b>52,972,572,116.78</b>
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Legal Representative: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of Accounting Department: Hu Juan

## Consolidated income statement

January to March 2014

*Unit and Currency: RMB*

Items	Amount for the Reporting Period	Amount for the corresponding period of the previous year
1. Total operating revenue	<b>9,305,745,953.20</b>	7,725,190,849.08
Including: Operating revenue	<b>9,305,745,953.20</b>	7,725,190,849.08
Interest income	<b>0.00</b>	0.00
Premiums earned	<b>0.00</b>	0.00
Fees and commissions income	<b>0.00</b>	0.00
2. Total operating costs	<b>8,884,503,045.58</b>	7,754,672,403.98
Including: Operating costs	<b>7,131,081,342.14</b>	6,314,770,276.71
Interest expenses	<b>0.00</b>	0.00
Fees and commissions expenses	<b>0.00</b>	0.00
Surrenders	<b>0.00</b>	0.00
Net compensation expenses	<b>0.00</b>	0.00
Net insurance contract reserves	<b>0.00</b>	0.00
Insurance policy dividend expenses	<b>0.00</b>	0.00
Reinsurance expenses	<b>0.00</b>	0.00
Business tax and surcharges	<b>369,106,963.69</b>	229,525,131.07
Selling expenses	<b>313,056,583.70</b>	275,281,265.69
Administrative expenses	<b>787,195,655.63</b>	725,133,475.66
Finance costs	<b>274,724,354.33</b>	211,046,713.22
Asset impairment losses	<b>9,338,146.09</b>	-1,084,458.37
Add: Gains from changes in fair value (losses represented by “-”)	<b>0.00</b>	0.00
Investment gains (losses represented by “-”)	<b>-6,078,188.75</b>	-12,250,879.43
Including: Share of profits of associates and joint ventures	<b>-6,078,188.75</b>	-12,250,879.43
Foreign exchange gains (losses represented by “-”)	<b>0.00</b>	0.00

Unit and Currency: RMB

Items	Amount for the Reporting Period	Amount for the corresponding period of the previous year
3. Operating profit (loss represented by “-”)	<b>415,164,718.87</b>	-41,732,434.33
Add: Non-operating income	<b>72,811,911.81</b>	54,733,226.91
Less: Non-operating expenses	<b>10,945,258.81</b>	7,480,530.11
Including: Loss on disposal of non-current assets	<b>648,297.67</b>	713,483.63
4. Total profit (total loss represented by “-”)	<b>477,031,371.87</b>	5,520,262.47
Less: Income tax expenses	<b>243,322,978.74</b>	98,584,303.89
5. Net profit (net loss represented by “-”)	<b>233,708,393.13</b>	-93,064,041.42
Net profit attributable to owners of the parent company	<b>213,510,398.62</b>	-61,210,043.75
Minority interests	<b>20,197,994.51</b>	-31,853,997.67
6. Earnings per share		
(1) Basic earnings per share	<b>0.05</b>	-0.01
(2) Diluted earnings per share	<b>0.05</b>	-0.01
7. Other comprehensive income	<b>0.00</b>	-269.89
8. Total comprehensive income	<b>233,708,393.13</b>	-93,064,311.31
Total comprehensive income attributable to owners of the parent company	<b>213,510,398.62</b>	-61,210,313.64
Total comprehensive income attributable to minority interests	<b>20,197,994.51</b>	-31,853,997.67

Legal Representative: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of Accounting Department: Hu Juan

## Income statement of the parent company

January to March 2014

*Unit and Currency: RMB*

<b>Items</b>	<b>Amount for the Reporting Period</b>	<b>Amount for the corresponding period of the previous year</b>
1. Operating revenue	<b>179,510,333.27</b>	155,266,893.62
Less: Operating costs	<b>6,067,416.69</b>	10,416,290.46
Business tax and surcharges	<b>10,052,578.72</b>	8,694,946.09
Selling expenses	<b>2,634,719.95</b>	3,066,839.00
Administrative expenses	<b>58,893,592.27</b>	62,991,332.80
Finance costs	<b>180,069,552.61</b>	71,339,001.23
Asset impairment losses	<b>0.00</b>	0.00
Add: Gains from changes in fair value (losses represented by “-”)	<b>0.00</b>	0.00
Investment income (losses represented by “-”)	<b>-6,078,188.75</b>	-12,390,785.83
Including: Share of profits of associates and joint ventures	<b>-6,078,188.75</b>	-12,390,785.83
2. Operating profit (loss represented by “-”)	<b>-84,285,715.72</b>	-13,632,301.79
Add: Non-operating income	<b>3,465,065.31</b>	1,407,809.96
Less: Non-operating expenses	<b>0.00</b>	200,000.00
Including: Loss on disposal of non-current assets	<b>0.00</b>	0.00
3. Total profit (total loss represented by “-”)	<b>-80,820,650.41</b>	-12,424,491.83
Less: Income tax expenses	<b>0.00</b>	0.00
4. Net profit (net loss represented by “-”)	<b>-80,820,650.41</b>	-12,424,491.83
5. Earnings per share:		
(1) Basic earnings per share	<b>0.00</b>	0.00
(2) Diluted earnings per share	<b>0.00</b>	0.00
6. Other comprehensive income	<b>0.00</b>	0.00
7. Total comprehensive income	<b>-80,820,650.41</b>	-12,424,491.83

Legal Representative: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of Accounting Department: Hu Juan

## Consolidated statement of cash flow

January to March 2014

*Unit and Currency: RMB*

Items	Amount for the Reporting Period	Amount for the corresponding period of the previous year
<b>I. Cash flows from operating activities:</b>		
Cash received from sale of goods or rendering of services	<b>6,830,924,177.04</b>	7,973,713,799.73
Net increase in deposits from customers and inter-bank deposits	<b>0.00</b>	0.00
Net increase in borrowings from central bank	<b>0.00</b>	0.00
Net increase in loans from other financial institutions	<b>0.00</b>	0.00
Cash received as premiums of original insurance contracts	<b>0.00</b>	0.00
Net cash received from reinsurance business	<b>0.00</b>	0.00
Net increase in policy holder deposits and investment	<b>0.00</b>	0.00
Net increase in disposal of financial assets held for trading	<b>0.00</b>	0.00
Cash received from interest, fees and commissions	<b>0.00</b>	0.00
Net increase in loans from banks and other financial institutions	<b>0.00</b>	0.00
Net increase in capital from repurchase business	<b>0.00</b>	0.00
Refunds of taxes	<b>53,500,189.10</b>	48,018,695.56
Cash received from other operating activities	<b>359,195,979.78</b>	994,906,713.90
Subtotal of cash inflows from operating activities	<b>7,243,620,345.92</b>	9,016,639,209.19
Cash paid for goods and services	<b>8,891,066,523.11</b>	7,438,611,098.36
Net increase in customer loans and advances	<b>0.00</b>	0.00
Net increase in deposits in central bank and inter-bank deposits	<b>0.00</b>	0.00
Cash paid for compensation payout under original insurance contracts	<b>0.00</b>	0.00
Cash paid for interest, fees and commissions	<b>0.00</b>	0.00
Cash paid for policy dividends	<b>0.00</b>	0.00
Cash paid to and on behalf of employees	<b>783,499,284.09</b>	733,257,429.06
Cash paid for all types of taxes	<b>857,862,197.31</b>	640,636,922.41
Cash paid relating to other operating activities	<b>660,151,343.60</b>	653,495,574.48
Subtotal of cash outflows from operating activities	<b>11,192,579,348.11</b>	9,466,001,024.31
<b>Net cash flows from operating activities</b>	<b>-3,948,959,002.19</b>	-449,361,815.12

Items	Amount for the Reporting Period	Amount for the corresponding period of the previous year
<b>II. Cash flows from investing activities:</b>		
Cash received from redemption of investments	0.00	0.00
Cash received from return on investments	1,293,685.98	3,923,049.94
Net cash received from disposal of fixed assets, intangible assets and other long- term assets	14,244,367.00	2,703,692.71
Net cash received from disposal of subsidiaries and other business entities	0.00	0.00
Cash received from other investing activities	0.00	0.00
	<hr/>	<hr/>
Subtotal of cash inflows from investing activities	15,538,052.98	6,626,742.65
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	293,121,500.74	437,898,111.77
Cash paid for acquisition of investments	0.00	
Net increase in pledged loans	0.00	0.00
Net cash paid for acquisition of subsidiaries and other business entities	0.00	0.00
Cash paid relating to investing activities	0.00	0.00
	<hr/>	<hr/>
Subtotal of cash outflows from investing activities	293,121,500.74	437,898,111.77
<b>Net cash flows from investing activities</b>	<b>-277,583,447.76</b>	<b>-431,271,369.12</b>

Items	Amount for the Reporting Period	Amount for the corresponding period of the previous year
<b>III. Cash flows from financing activities:</b>		
Cash received from capital contributions	2,779,239,989.92	847,251,560.00
Including: Cash received by subsidiaries from minority shareholders	0.00	847,251,560.00
Cash received from borrowings	5,836,930,587.50	3,540,693,359.27
Cash received from issue of bonds	4,600,000,000.00	2,000,000,000.00
Cash received from other financing activities	0.00	0.00
Subtotal of cash inflows from financing activities	<b>13,216,170,577.42</b>	6,387,944,919.27
Cash repayment for borrowings	7,632,565,625.00	4,115,200,000.00
Cash paid for distribution of dividends or profits and for interest expenses	464,718,934.16	347,981,962.54
Including: Dividends and profits paid by subsidiaries to minority interests	4,185,519.87	0.00
Cash paid relating to other financing activities	4,504,100.00	0.00
Subtotal of cash outflows from financing activities	<b>8,101,788,659.16</b>	4,463,181,962.54
<b>Net cash flows from financing activities</b>	<b>5,114,381,918.26</b>	1,924,762,956.73
<b>IV. Effect of changes in exchange rate on cash and cash equivalents</b>	<b>3,792.12</b>	-855.68
<b>V. Net increase in cash and cash equivalents</b>	<b>887,843,260.43</b>	1,044,128,916.81
Add: Cash and cash equivalents at the beginning of the period	5,866,492,301.67	3,557,703,110.20
<b>VI. Cash and cash equivalents at the end of the period</b>	<b>6,754,335,562.10</b>	4,601,832,027.01

Legal Representative: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of Accounting Department: Hu Juan

## Statement of cash flows of the parent company

January to March 2014

*Unit and Currency: RMB*

<b>Item</b>	<b>Amount for the Reporting Period</b>	<b>Amount for the corresponding period of the previous year</b>
<b>I. Cash flows from operating activities:</b>		
Cash received from sale of goods or rendering of services	<b>170,152,981.32</b>	160,153,419.29
Refunds of taxes	<b>0.00</b>	0.00
Cash received from other operating activities	<b>7,436,433,903.11</b>	9,868,756,434.87
Subtotal of cash inflows from operating activities	<b>7,606,586,884.43</b>	10,028,909,854.16
Cash paid for goods and services	<b>6,002,153.69</b>	11,643,933.96
Cash paid to and on behalf of employees	<b>24,587,040.86</b>	28,635,857.46
Cash paid for all types of taxes	<b>24,201,170.50</b>	14,380,453.75
Cash paid relating to other operating activities	<b>10,803,906,329.83</b>	9,526,478,225.05
Subtotal of cash outflows from operating activities	<b>10,858,696,694.88</b>	9,581,138,470.22
<b>Net cash flows from operating activities</b>	<b>-3,252,109,810.45</b>	447,771,383.94



<b>Item</b>	<b>Amount for the Reporting Period</b>	Amount for the corresponding period of the previous year
<b>II. Cash flows from investing activities:</b>		
Cash received from redemption of investments	<b>0.00</b>	0.00
Cash received from return on investments	<b>0.00</b>	1,215,425.00
Net cash received from disposal of fixed assets, intangible assets and other long- term assets	<b>0.00</b>	0.00
Net cash received from disposal of subsidiaries and other business entities	<b>0.00</b>	0.00
Cash received from other investing activities	<b>0.00</b>	0.00
Subtotal of cash inflows from investing activities	<b>0.00</b>	1,215,425.00
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	<b>25,434,397.48</b>	29,280,698.16
Cash paid for acquisition of investments	<b>35,600,000.00</b>	341,991,912.00
Net cash paid for acquisition of subsidiaries and other business entities	<b>0.00</b>	0.00
Cash paid relating to other investing activities	<b>0.00</b>	0.00
Subtotal of cash outflows from investing activities	<b>61,034,397.48</b>	371,272,610.16
<b>Net cash flows from investing activities</b>	<b>-61,034,397.48</b>	-370,057,185.16

<b>Item</b>	<b>Amount for the Reporting Period</b>	Amount for the corresponding period of the previous year
<b>III. Cash flows from financing activities:</b>		
Cash received from capital contributions	2,779,239,989.92	0.00
Cash received from borrowings	6,260,200,000.00	3,310,000,000.00
Cash received from issue of bonds	4,600,000,000.00	2,000,000,000.00
Cash received from other financing activities	<u>0.00</u>	<u>0.00</u>
Subtotal of cash inflows from financing activities	<b>13,639,439,989.92</b>	5,310,000,000.00
Cash repayment for borrowings	7,538,165,625.00	3,923,000,000.00
Cash paid for distribution of dividends or profits and for interest expenses	370,051,126.53	214,516,953.05
Cash paid relating to other financing activities	<u>0.00</u>	<u>0.00</u>
Subtotal of cash outflows from financing activities	<b>7,908,216,751.53</b>	4,137,516,953.05
<b>Net cash flows from financing activities</b>	<b>5,731,223,238.39</b>	1,172,483,046.95
<b>IV. Effect of changes in exchange rate on cash and cash equivalents</b>	<b>0.00</b>	0.00
<b>V. Net increase in cash and cash equivalents</b>	<b>2,418,079,030.46</b>	1,250,197,245.73
Add: Balance of cash and cash equivalents at the beginning of the period	1,890,829,405.71	998,549,054.78
<b>VI. Balance of cash and cash equivalents at the end of the period</b>	<b><u>4,308,908,436.17</u></b>	<b><u>2,248,746,300.51</u></b>

Legal Representative: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of Accounting Department: Hu Juan