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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 2015**

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 three months ended 31 March 2015 (the “**Reporting Period**”).

During the Reporting Period, the Group recorded operating revenue of approximately RMB7,761.0 million, with net profit attributable to owners of the parent company amounting to approximately RMB146.3 million and net profit of approximately RMB92.7 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.

### **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 Jiang Weiping, the Chairman of the Company, Wang Hongjun, the Chief Financial Officer and Hu Juan, the director of the 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 have not been audited.

## 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	115,001,122,696.88	115,684,970,676.67	-0.59
Net assets attributable to the shareholders of the Company	31,260,230,297.11	31,107,268,197.80	0.49
	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 (%)
Net cash flows from operating activities	-1,700,798,262.94	-3,953,463,102.19	56.98
	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	7,760,976,662.72	9,305,745,953.20	-16.60
Net profit attributable to the shareholders of the Company	146,272,200.55	213,510,398.62	-31.49
Net profit attributable to the shareholders of the Company after deducting non-recurring profit and loss	106,739,159.52	188,243,176.58	-43.30
Weighted average return on net assets (%)	0.47	0.81	Decreased by 0.34 percentage point

Basic earnings per share (RMB/share)	0.03	0.05	-40.00
Diluted earnings per share (RMB/share)	0.03	0.05	-40.00
Basic earnings per share after deducting non-recurring profit and loss	0.02	0.04	-50.00

Non-recurring profit and loss items and amounts:

Applicable  Not applicable

Unit and Currency: RMB

Item	Amount for the Reporting Period	Explanation
Profit and loss from disposal of non-current assets	-524,026.90	-
Tax rebate or tax concessions with unauthorised approval or without official approval documents or on an occasional basis	0.00	-
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)	39,632,547.19	-
Capital occupancy fee from non-financial enterprises recognized through profit or loss for the period	1,001,477.70	-
Gain arising from investment costs for acquisition of subsidiaries, associates and joint ventures being less than the fair value of the share of the identifiable net assets of the investee entitled at the time of acquisition	0.00	-
Profit or loss from exchange of non-monetary assets	0.00	-

Gains or losses from discretionary investment or asset management	0.00	-
Provision for impairment of assets due to force majeure such as natural disaster	0.00	-
Profit or loss from debt restructuring	218,122.00	-
Corporate restructuring expenses, such as expenses on employee placement, integration costs, etc.	0.00	-
Profit or loss arising from the excess of the unfair consideration over the fair value of a transaction	0.00	-
Net profit or loss for the period of subsidiaries formed by business combination under common control from the beginning of the period to the date of combination	0.00	-
Profit or loss from contingencies irrelevant to the normal operations of the Company	0.00	-
Profit or loss from change in fair value of held-for-trading financial assets and held-for-trading financial liabilities, and investment gains from disposal of held-for-trading financial assets, held-for-trading financial liabilities and available-for-sale financial assets, other than effective hedging business relating to the normal operations of the Company	0.00	-
Write back of the provision for impairment of receivables that are individually tested for impairment	0.00	-
Gains or losses from external entrusted loans	0.00	-
Profit or loss from changes in fair value of investment properties using the fair value model for subsequent measurement	0.00	-

Effects on profit or loss for the period of one-off adjustment to profit or loss for the period in accordance with laws and regulations on taxation and accounting, etc.	0.00	-
Entrustment fees income from entrusted operations	0.00	-
Other non-operating income and expenses other than the foregoing items	19,567,826.77	-
Other profit and loss items falling within the meaning of nonrecurring profit and loss	0.00	-
Effect of minority interests (after tax)	-5,388,919.04	-
Effect of income tax	-14,973,986.69	-
Total	39,533,041.03	-

2.2 Total number of shareholders, top ten shareholders and shareholding of the top ten shareholders of tradable shares (or not subject to lock-up restrictions) as at the end of the Reporting Period

Unit : Share

Total number of shareholders				94,516		
Top ten shareholders						
Name of shareholder (Full name)	Shareholding as at the end of the Reporting Period	Pro- portion (%)	Number of shares subject to lock-up restrictions	Shares pledged or frozen		Nature of shareholders
				Status of shares	Number of shares	
BBMG Group Company Limited ("BBMG Group")	2,292,881,099	47.92	448,028,673	Nil	-	State-owned legal person
HKSCC NOMINEES LIMITED	1,163,877,844	24.33	0	Nil	-	Overseas legal person
China National Materials Company Limited	239,580,000	5.01	0	Nil	-	State-owned legal person
Tianjin Building Materials Group (Holding) Co., Ltd.	117,321,512	2.45	0	Pledged	58,000,000	State-owned legal person
Winfirst Investment Group Company Limited	60,000,000	1.25	0	Pledged	60,000,000	Domestic non-state-owned legal person
Beijing Jingguofa Equity Investment Fund (Limited Partnership)	52,874,551	1.11	52,874,551	Nil	-	Domestic non-state-owned legal person

Hua Xi Xin Yu Investment Co., Ltd	34,000,000	0.71	0	Nil	-	Domestic non-state-owned legal person
Jasmine Island Investment Limited	28,181,186	0.59	0	Nil	-	Overseas legal person
Guosen Securities Company Limited Margin Clients' Securities Collateral Accounts	22,255,601	0.47	0	Nil	-	Unknown
Qian Hai Life Insurance Co., Ltd. – Own Funds Huatai Portfolio	16,378,931	0.34	0	Nil	-	Unknown
Top ten shareholders of shares not subject to lock-up restrictions						
Name of shareholder (full name)	Number of tradable shares held not subject to lock-up restrictions	Type and number of shares				
		Type	Number			
BBMG Group	1,844,852,426	RMB-denominated ordinary shares	1,844,852,426			
HKSCC NOMINEES LIMITED	1,163,877,844	Foreign shares listed domestically	1,163,877,844			
China National Materials Company Limited	239,580,000	RMB-denominated ordinary shares	239,580,000			
Tianjin Building Materials Group (Holding) Co., Ltd	117,321,512	RMB-denominated ordinary shares	117,321,512			
Winfirst Investment Group Company Limited	60,000,000	RMB-denominated ordinary shares	60,000,000			
Hua Xi Xin Yu Investment Co., Ltd	34,000,000	RMB-denominated ordinary shares	34,000,000			
Jasmine Island Investment Limited	28,181,186	RMB-denominated ordinary shares	28,181,186			
Guosen Securities Company Limited Margin Clients' Securities Collateral Accounts	22,255,601	RMB-denominated ordinary shares	22,255,601			
Qian Hai Life Insurance Co., Ltd. – Own Funds Huatai Portfolio	16,378,931	RMB-denominated ordinary shares	16,378,931			
China Galaxy Securities Company Limited Margin Clients' Securities Collateral Accounts	14,073,613	RMB-denominated ordinary shares	14,073,613			
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. °					

2.3 Total number of preferred shareholders, top ten preferred shareholders and shareholding of the top ten preferred shareholders not subject to lock-up restrictions as at the end of the Reporting Period

Applicable  Not applicable

### 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 payable	Increased by 97.6% as compared with that at the beginning of the Reporting Period, mainly attributable to the increase in bills used for the Company's business settlement.
Taxes payable	Decreased by 65.3% as compared with that at the beginning of the Reporting Period, mainly attributable to the payment of tax provided for in the previous year during the Reporting Period.
Short-term financing bonds payable	Decreased by 69.7% as compared with that at the beginning of the Reporting Period, mainly attributable to the repayment of short-term financing bonds during the Reporting Period.
Bonds payable	Increased by 49.7% as compared with that at the beginning of the Reporting Period, mainly attributable to the issuance of additional private placement bonds during the Reporting Period.
Specific reserve	Increased by 84.4% as compared with that at the beginning of the Reporting Period, mainly attributable to the provision for production safety costs during the Reporting Period.
Tax and surcharges	Increased by 30.4% as compared with that of the corresponding period of the previous year, mainly attributable to the increase in profits recognized from the property development segment of the Group, resulting in the corresponding increase in tax.
Asset impairment losses	Decreased by 42.2% as compared with that of the corresponding period of the previous year, mainly attributable to the year-on-year decrease in provision for bad debt losses during the Reporting Period.
Minority interests	Decreased by 365.3% as compared with that of the corresponding period of the previous year, mainly attributable to the year-on-year decrease in profits of the non-wholly-owned subsidiaries of the Group during the Reporting Period.
Cash paid for investment	Increased by RMB167 million as compared with that of the corresponding period of the previous year, mainly attributable to the payment of the consideration for the acquisition of Xingtai Yongning Cement by the Group during the Reporting Period.

#### 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	Under-taken by	Undertaking	Time and duration of undertaking	Duration of performance / Timely performance of undertaking in strict compliance
Undertaking in relation to re-financing	Share lock-up	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 to 26 March 2017	Yes

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 with the corresponding period of the previous year

Applicable  Not applicable

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

Beijing, the PRC, 22 April 2015

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

\* *English translation denotes for identification purposes only*



## 4 APPENDIX

### 4.1 Financial statements

#### Consolidated balance sheet

As at 31 March 2015

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	Closing balance as at the end of the Reporting Period	Opening balance of the Reporting Period
<b>Current Assets:</b>		
Cash and bank balances	7,882,143,664.51	10,980,171,602.68
Settlement reserves	0.00	0.00
Loans to banks or other financial institutions	0.00	0.00
Financial assets at fair value through profit or loss	0.00	0.00
Derivative financial assets	0.00	0.00
Bills receivable	2,455,223,854.27	2,651,027,709.78
Accounts receivable	5,240,022,020.75	5,404,832,534.14
Advances to suppliers	4,042,482,370.56	3,526,981,050.00
Premiums receivable	0.00	0.00
Reinsurance accounts receivable	0.00	0.00
Reinsurance contract reserve receivable	0.00	0.00
Interests receivable	2,491,512.68	2,641,275.74
Dividends receivable	2,190,000.00	2,190,000.00
Other receivables	1,736,458,417.41	1,875,875,683.44
Purchase and sell-back of financial assets	0.00	0.00
Inventories	51,222,749,761.15	48,853,159,420.39
Assets classified as held for sale	0.00	0.00
Non-current assets due within one year	0.00	0.00
Other current assets	1,504,799,292.00	1,721,926,542.06
<b>Total current assets</b>	<b>74,088,560,893.33</b>	<b>75,018,805,818.23</b>
<b>Non-current assets:</b>		
Loans and advances	0.00	0.00
Available-for-sale financial assets	1,105,113,250.00	1,105,113,250.00
Held-to-maturity investments	0.00	0.00
Long-term receivables	0.00	0.00
Long-term equity investments	308,071,732.30	313,866,323.17
Investment properties	14,051,809,039.03	14,051,809,039.03
Fixed assets	18,083,720,487.17	18,021,194,232.60
Construction in progress	978,770,616.17	834,891,670.62
Construction materials	13,027,355.49	10,744,028.39
Disposal of fixed assets	0.00	0.00
Productive biological assets	0.00	0.00
Oil and gas assets	0.00	0.00

Intangible assets	3,999,625,037.88	3,977,201,603.72
Development expenses	0.00	0.00
Goodwill	261,109,608.57	261,109,608.57
Long-term prepaid expenses	327,392,305.18	289,777,104.17
Deferred tax assets	1,408,237,507.05	1,400,919,003.46
Other non-current assets	375,684,864.71	399,538,994.71
<b>Total non-current assets</b>	<b>40,912,561,803.55</b>	<b>40,666,164,858.44</b>
<b>Total assets</b>	<b>115,001,122,696.88</b>	<b>115,684,970,676.67</b>
<b>Current liabilities:</b>		
Short-term loans	12,872,586,499.51	11,635,636,481.02
Borrowings from central bank	0.00	0.00
Deposits from customers and inter-bank deposits	0.00	0.00
Loans from banks and other financial institutions	0.00	0.00
Financial liabilities at fair value through profit or loss	0.00	0.00
Derivative financial liabilities	0.00	0.00
Bills payable	468,791,256.42	237,215,529.94
Accounts payable	8,533,820,449.13	9,297,548,205.02
Receipts in advance	16,166,487,136.23	16,529,668,285.63
Financial assets sold for repurchase	0.00	0.00
Fees and commissions payable	0.00	0.00
Payroll payable	105,050,393.80	124,579,259.90
Taxes payable	284,354,595.77	819,948,626.81
Interests payable	528,618,623.40	493,293,223.16
Dividends payable	40,547,792.04	55,522,242.70
Other payables	3,054,196,134.02	3,078,343,439.23
Short-term financing bonds payable	2,000,000,000.00	6,600,000,000.00
Reinsurance accounts payable	0.00	0.00
Insurance contract reserve payable	0.00	0.00
Amount paid for agency securities trading	0.00	0.00
Amount paid for agency securities underwriting	0.00	0.00
Liabilities classified as held for sale	0.00	0.00
Non-current liabilities due within one year	5,564,953,000.00	6,116,513,981.62
Other current liabilities	4,845,327,029.35	4,525,386,360.91
<b>Total current liabilities</b>	<b>54,464,732,909.67</b>	<b>59,513,655,635.94</b>

<b>Non-current liabilities:</b>		
Long-term loans	6,329,500,000.00	6,779,500,000.00
Bonds payable	13,574,861,084.25	9,069,911,156.24
Including: Premium	0.00	0.00
Perpetual	0.00	0.00
Long-term payables	22,209,372.56	22,209,372.56
Long-term payroll payable	444,185,934.00	444,185,934.00
Specific payables	0.00	0.00
Provisions	104,904,971.28	101,078,282.54
Deferred income	636,361,703.98	641,674,749.80
Deferred income tax liabilities	2,540,452,783.73	2,551,167,406.15
Other non-current liabilities	314,199,998.01	314,199,998.01
<b>Total non-current liabilities</b>	<b>23,966,675,847.81</b>	<b>19,923,926,899.30</b>
<b>Total liabilities</b>	<b>78,431,408,757.48</b>	<b>79,437,582,535.24</b>
<b>Owners' equity</b>		
Share capital	4,784,640,284.00	4,784,640,284.00
Other equity instruments	0.00	0.00
Including: Premium	0.00	0.00
Perpetual	0.00	0.00
Capital reserve	7,898,685,039.67	7,898,685,039.67
Less: Treasury shares	0.00	0.00
Other comprehensive income	234,801,371.21	234,799,933.63
Specialised reserve	14,613,946.48	7,925,485.30
Surplus reserve	828,495,276.27	828,495,276.27
General risk provision	37,637,667.87	37,637,667.87
Retained earnings	17,461,356,711.61	17,315,084,511.06
<b>Total equity attributable to owners of the parent company</b>	<b>31,260,230,297.11</b>	<b>31,107,268,197.80</b>
Minority interests	5,309,483,642.29	5,140,119,943.63
<b>Total owners' equity</b>	<b>36,569,713,939.40</b>	<b>36,247,388,141.43</b>
<b>Total liabilities and owners' equity</b>	<b>115,001,122,696.88</b>	<b>115,684,970,676.67</b>

Legal Representative: Jiang Weiping  
Chief Financial Officer: Wang Hongjun  
Head of the Accounting Department: Hu Juan

## Balance sheet of the parent company

As at 31 March 2015

Prepared by BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	Closing balance as at the end of the Reporting Period	Opening balance of the Reporting Period
<b>Current Assets:</b>		
Cash and bank balances	3,397,180,786.12	3,990,411,184.97
Financial assets at fair value through profit or loss	0.00	0.00
Derivative financial assets	0.00	0.00
Bills receivable	0.00	0.00
Accounts receivable	531,095.49	531,095.49
Advances to suppliers	0.00	0.00
Interests receivable	256,118,153.05	297,231,546.37
Dividends receivable	1,182,111,838.69	1,229,423,193.59
Other receivables	28,213,105,354.30	26,209,553,076.06
Inventories	0.00	0.00
Assets classified as held for sale	0.00	0.00
Non-current assets due within one year	0.00	0.00
Other current assets	0.00	2,595,024.86
<b>Total current assets</b>	<b>33,049,047,227.65</b>	<b>31,729,745,121.34</b>
<b>Non-current assets:</b>		
Available-for-sale financial assets	500,200,000.00	500,200,000.00
Held-to-maturity investments	0.00	0.00
Long-term receivables	0.00	0.00
Long-term equity investments	24,000,695,081.99	23,561,454,792.85
Investment properties	9,045,893,879.03	9,045,893,879.03
Fixed assets	1,372,146,553.51	1,389,520,144.73
Construction in progress	0.00	0.00
Construction materials	0.00	0.00
Disposal of fixed assets	0.00	0.00
Productive biological assets	0.00	0.00
Oil and gas assets	0.00	0.00
Intangible assets	448,783,315.96	452,246,643.94
Development expenses	0.00	0.00
Goodwill	0.00	0.00
Long-term prepaid expenses	0.00	0.00
Deferred income tax assets	0.00	0.00
Other non-current assets	0.00	0.00
<b>Total non-current assets</b>	<b>35,367,718,830.49</b>	<b>34,949,315,460.55</b>
<b>Total assets</b>	<b>68,416,766,058.14</b>	<b>66,679,060,581.89</b>

<b>Current liabilities:</b>		
Short-term loans	12,630,000,000.00	11,430,000,000.00
Financial liabilities at fair value through profit or loss	0.00	0.00
Derivative financial liabilities	0.00	0.00
Bills payable	0.00	0.00
Accounts payable	7,883,071.33	7,883,071.33
Receipts in advance	61,631,116.91	96,859,820.45
Payroll payable	109,430.15	109,430.15
Taxes payable	1,015,661.55	5,751,228.26
Interests payable	408,909,722.23	486,964,793.76
Dividends payable	21,300,208.09	21,300,208.09
Other payables	5,169,659,522.44	4,319,269,438.21
Liabilities classified as held for sale		
Short-term financing bonds payable	2,000,000,000.00	6,600,000,000.00
Non-current liabilities due within one year	5,335,000,000.00	4,870,000,000.00
Other current liabilities		
<b>Total current liabilities</b>	<b>25,635,508,732.70</b>	<b>27,838,137,990.25</b>
<b>Non-current liabilities:</b>		
Long-term loans	4,949,000,000.00	5,449,000,000.00
Bonds payable	13,375,487,796.58	8,869,911,156.24
Including: Premium	0.00	0.00
Perpetual	0.00	0.00
Long-term payables	0.00	0.00
Long-term payroll payable	435,040,166.97	435,040,166.97
Specific payables	0.00	0.00
Provisions	0.00	0.00
Deferred income	1,448,621.13	1,048,621.13
Deferred income tax liabilities	1,730,841,212.22	1,730,841,212.22
Other non-current liabilities	0.00	0.00
<b>Total non-current liabilities</b>	<b>20,491,817,796.90</b>	<b>16,485,841,156.56</b>
<b>Total liabilities</b>	<b>46,127,326,529.60</b>	<b>44,323,979,146.81</b>

<b>Owners' equity</b>		
Share capital	4,784,640,284.00	4,784,640,284.00
Other equity instruments	0.00	0.00
Including: Premium	0.00	0.00
Perpetual	0.00	0.00
Capital reserve	7,930,110,712.98	7,930,110,712.98
Less: Treasury shares	0.00	0.00
Other comprehensive income	62,510,991.79	62,510,991.79
Specialised reserve	0.00	0.00
Surplus reserve	828,495,276.27	828,495,276.27
Retained earnings	8,683,682,263.50	8,749,324,170.04
<b>Total owners' equity</b>	<b>22,289,439,528.54</b>	<b>22,355,081,435.08</b>
<b>Total liabilities and owners' equity</b>	<b>68,416,766,058.14</b>	<b>66,679,060,581.89</b>

Legal Representative: Jiang Weiping  
Chief Financial Officer: Wang Hongjun  
Head of the Accounting Department: Hu Juan

Consolidated Income Statement

January to March 2015

Prepared by BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
<b>I. Total operating revenue</b>	<b>7,760,976,662.72</b>	<b>9,305,745,953.20</b>
Including: Operating revenue	7,760,976,662.72	9,305,745,953.20
Interest income	0.00	0.00
Premiums earned	0.00	0.00
Fees and commissions income	0.00	0.00
<b>II. Total operating costs</b>	<b>7,491,662,896.89</b>	<b>8,884,503,045.58</b>
Including: Operating costs	5,575,080,801.28	7,131,081,342.14
Interest expenses	0.00	0.00
Fees and commissions expenses	0.00	0.00
Surrenders	0.00	0.00
Net compensation expenses	0.00	0.00
Net insurance contract reserves	0.00	0.00
Insurance policy dividend expenses	0.00	0.00
Reinsurance expenses	0.00	0.00
Business tax and surcharges	481,321,097.30	369,106,963.69
Selling expenses	322,916,619.65	313,056,583.70
Administrative expenses	811,312,678.30	787,195,655.63
Finance costs	295,633,666.46	274,724,354.33
Asset impairment losses	5,398,033.90	9,338,146.09
Add: Gains from changes in fair value ("-" indicating loss)	0.00	0.00
Investment gains ("-" indicating loss)	-5,794,590.87	-6,078,188.75
Including: Share of profits of associates and joint ventures	-5,794,590.87	-6,078,188.75
Foreign exchange gains ("-" indicating loss)	0.00	0.00
<b>III. Operating profit ("-" indicating loss)</b>	<b>263,519,174.96</b>	<b>415,164,718.87</b>
Add: Non-operating income	83,079,894.57	72,811,911.81
Including: Gains on disposal of non-current assets	529,274.57	956,963.06
Less: Non-operating expenses	10,323,638.81	10,945,258.81
Including: Losses on disposal of non-current assets	1,053,301.47	648,297.67
<b>IV. Total profit ("-" indicating total loss)</b>	<b>336,275,430.72</b>	<b>477,031,371.87</b>
Less: Income tax expenses	243,580,853.95	243,322,978.74
<b>V. Net profit ("-" indicating net loss)</b>	<b>92,694,576.77</b>	<b>233,708,393.13</b>
Net profit attributable to the owners of the parent company	146,272,200.55	213,510,398.62
Gains/losses of minority interests	-53,577,623.78	20,197,994.51

<b>VI. Other comprehensive income (net of tax)</b>	<b>1,437.58</b>	<b>-1,224.12</b>
Other comprehensive income (net of tax) attributable to shareholders of the parent company	1,437.58	-1,224.12
(1) Other comprehensive income that will not be reclassified into profit or loss subsequently	0.00	0.00
1. Changes arising from re-measurement of net liabilities or net assets of defined benefit plans	0.00	0.00
2. Share of other comprehensive income (that will not be reclassified to profit or loss subsequently) of investees accounted for using equity method	0.00	0.00
(2) Other comprehensive income that will be reclassified to profit or loss subsequently	1,437.58	-1,224.12
1. Share of other comprehensive income (that will be reclassified to profit or loss subsequently) of investees accounted for using equity method	0.00	0.00
2. Gains or losses arising from changes in fair value of available-for-sale financial assets	0.00	0.00
3. Gains or losses from reclassifying held-to-maturity investments to available-for-sale financial assets	0.00	0.00
4. Effective portion of cash flow adjusted for hedging gains or losses	0.00	0.00
5. Exchange differences on foreign currency translation	1,437.58	-1,224.12
6. Others	0.00	0.00
Other comprehensive income (net of tax) attributable to minority interests	0.00	0.00
<b>VII. Total comprehensive income</b>	<b>92,696,014.35</b>	<b>233,707,169.01</b>
Total comprehensive income attributable to the owners of the parent company	146,273,638.13	213,509,174.50
Total comprehensive income attributable to minority interests	-53,577,623.78	20,197,994.51
<b>VIII. Earnings per share:</b>		
(1) Basic earnings per share (RMB/share)	<b>0.03</b>	<b>0.05</b>
(2) Diluted earnings per share (RMB/share)	<b>0.03</b>	<b>0.05</b>

Legal Representative: Jiang Weiping  
Chief Financial Officer: Wang Hongjun  
Head of the Accounting Department: Hu Juan



## Income Statement of the parent company

January to March 2015

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
<b>I. Total operating revenue</b>	<b>205,017,411.94</b>	<b>179,510,333.27</b>
Less: Operating revenue	7,998,917.41	6,067,416.69
Business tax and surcharges	11,480,975.04	10,052,578.72
Selling expenses	4,141,000.00	2,634,719.95
Administrative expenses	56,874,911.13	58,893,592.27
Finance costs	185,062,506.17	180,069,552.61
Asset impairment losses	0.00	0.00
Add: Gains from changes in fair value (“-” indicating loss)	0.00	0.00
Investment gains (“-” indicating loss)	-5,794,590.87	-6,078,188.75
Including: Share of profits of associates and joint ventures	-5,794,590.87	-6,078,188.75
<b>II. Operating profit (“-” indicating loss)</b>	<b>-66,335,488.68</b>	<b>-84,285,715.72</b>
Add: Non-operating income	701,826.14	3,465,065.31
Including: Gains on disposal of non-current assets	0.00	15,352.00
Less: Non-operating expenses	8,244.00	0.00
Including: Losses on disposal on non-current assets	0.00	0.00
<b>III. Total profit (“-” indicating total loss)</b>	<b>-65,641,906.54</b>	<b>-80,820,650.41</b>
Less: Income tax expenses	0.00	0.00
<b>IV. Net profit (“-” indicating net loss)</b>	<b>-65,641,906.54</b>	<b>-80,820,650.41</b>
<b>V. Other comprehensive income (net of tax)</b>	<b>0.00</b>	<b>0.00</b>
(1) Other comprehensive income that will not be reclassified into profit or loss subsequently	0.00	0.00
1. Changes arising from re-measurement of net liabilities or net assets of defined benefit plans	0.00	0.00
2. Share of other comprehensive income (that will not be reclassified to profit or loss subsequently) of investees accounted for using equity method	0.00	0.00
(2) Other comprehensive income that will be reclassified to profit or loss subsequently	0.00	0.00
1. Share of other comprehensive income (that will be reclassified to profit or loss subsequently) of investees	0.00	0.00

accounted for using equity method		
2.Gains or losses arising from changes in fair value of available-for-sale financial assets	0.00	0.00
3.Gains or losses from reclassifying held-to-maturity investments to available-for-sale financial assets	0.00	0.00
4.Effective portion of cash flow adjusted for hedging gains or losses	0.00	0.00
5.Exchange differences on foreign currency translation	0.00	0.00
6.Others	0.00	0.00
<b>VI. Total comprehensive income</b>	<b>-65,641,906.54</b>	<b>-80,820,650.41</b>
<b>VII. Earnings per share:</b>		
<b>(1) Basic earnings per share (RMB/share)</b>	-	-
<b>(2) Diluted earnings per share (RMB/share)</b>	-	-

Legal Representative: Jiang Weiping  
Chief Financial Officer: Wang Hongjun  
Head of the Accounting Department: Hu Juan

## Consolidated Statement of Cash Flows

January to March 2015

Prepared by : BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	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 and rendering of services	6,468,845,461.04	6,830,924,177.04
Net increase in deposits from customers and inter-bank deposits	0.00	0.00
Net increase in borrowings from central bank	0.00	0.00
Net increase in loans from other financial institutions	0.00	0.00
Cash received as premiums of original insurance contracts	0.00	0.00
Net cash received from reinsurance business	0.00	0.00
Net increase in policy holder deposits and investment	0.00	0.00
Net increase in disposal of financial assets at fair value through profit or loss	0.00	0.00
Cash received from interests, fees and commissions	0.00	0.00
Net increase in loans from banks and other financial institutions	0.00	0.00
Net increase in capital from repurchase business	0.00	0.00
Refund of taxes and levies	67,444,249.71	53,500,189.10
Cash received from other operating activities	593,431,637.70	359,195,979.78
<b>Subtotal of cash inflows from operating activities</b>	<b>7,129,721,348.45</b>	<b>7,243,620,345.92</b>
Cash paid for purchasing goods and receiving services	6,371,653,519.16	8,891,066,523.11
Net increase in customers' loans and advances	0.00	0.00
Net increase in deposits in central bank and inter-bank deposits	0.00	0.00
Cash paid for compensation payout under original insurance contracts	0.00	0.00
Cash paid for interests, fees and commissions	0.00	0.00
Cash paid for policy dividends	0.00	0.00

Cash paid to and for the benefit of employees	832,308,117.47	783,499,284.09
Taxes and levies paid	943,751,994.47	857,862,197.31
Cash paid for other operating activities	682,805,980.29	664,655,443.60
<b>Subtotal of cash outflows from operating activities</b>	<b>8,830,519,611.39</b>	<b>11,197,083,448.11</b>
<b>Net cash flows arising from operating activities</b>	<b>-1,700,798,262.94</b>	<b>-3,953,463,102.19</b>
<b>II. Cash flows from investing activities:</b>		
Cash received from redemption of investments	0.00	0.00
Cash received from return on investments	0.00	1,293,685.98
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	18,450,775.21	14,244,367.00
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
<b>Subtotal of cash inflows from investing activities</b>	<b>18,450,775.21</b>	<b>15,538,052.98</b>
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	471,416,325.56	293,121,500.74
Cash paid for investments	166,534,880.00	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 for other investing activities	0.00	0.00
<b>Subtotal of cash outflows from investing activities</b>	<b>637,951,205.56</b>	<b>293,121,500.74</b>
<b>Net cash flows arising from investing activities</b>	<b>-619,500,430.35</b>	<b>-277,583,447.76</b>
<b>III. Cash flows from financing activities:</b>		
Cash received from capital contributions	19,000,000.00	2,779,239,989.92
Including: Cash received by subsidiaries from investments of minority interests	19,000,000.00	0.00
Cash received from borrowings	4,357,000,000.00	5,836,930,587.50
Cash received from issuance of bonds	4,500,000,000.00	4,600,000,000.00
Cash received from other financing activities	0.00	0.00
<b>Subtotal of cash inflows from financing activities</b>	<b>8,876,000,000.00</b>	<b>13,216,170,577.42</b>

Cash paid for debts settlement	8,826,822,000.00	7,632,565,625.00
Cash paid for the distribution of dividends, profits or interest payments	639,005,515.61	464,718,934.16
Including: Dividends and profits paid by subsidiaries to minority interests	5,039,650.00	4,185,519.87
Cash paid for other financing activities	0.00	0.00
<b>Subtotal of cash outflows from financing activities</b>	<b>9,465,827,515.61</b>	<b>8,097,284,559.16</b>
<b>Net cash flows arising from financing activities</b>	<b>-589,827,515.61</b>	<b>5,118,886,018.26</b>
<b>IV. Effects of exchange rate fluctuations on cash and cash equivalents</b>	<b>-7,718.46</b>	<b>3,792.12</b>
<b>V. Net increase in cash and cash equivalents</b>	<b>-2,910,133,927.36</b>	<b>887,843,260.43</b>
Add: Opening balance of cash and cash equivalents	6,479,735,571.22	5,866,492,301.67
<b>VI. Closing balance of cash and cash equivalents</b>	<b>3,569,601,643.86</b>	<b>6,754,335,562.10</b>

Legal Representative: Jiang Weiping  
Chief Financial Officer: Wang Hongjun  
Head of the Accounting Department: Hu Juan

**Statement of cash flows of the parent company**

January to March 2015

Prepared by : BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	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 and rendering of services	202,994,296.69	170,152,981.32
Refund of taxes and levies	0.00	0.00
Cash received from other operating activities	6,915,268,891.22	7,436,433,903.11
<b>Subtotal of cash inflows from operating activities</b>	<b>7,118,263,187.91</b>	<b>7,606,586,884.43</b>
Cash paid for purchasing goods and receiving services	8,225,516.87	6,002,153.69
Cash paid to and for the benefit of employees	22,226,527.01	24,587,040.86
Taxes and levies paid	24,451,150.28	24,201,170.50
Cash paid for other operating activities	8,162,930,911.95	10,803,906,329.83
<b>Subtotal of cash outflows from operating activities</b>	<b>8,217,834,106.11</b>	<b>10,858,696,694.88</b>
<b>Net cash flows arising from operating activities</b>	<b>-1,099,570,918.20</b>	<b>-3,252,109,810.45</b>
<b>II. Cash flows from investing activities:</b>		
Cash received from redemption of investments	0.00	0.00
Cash received from return on investments	31,288,959.12	0.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	0.00	0.00
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
<b>Subtotal of cash inflows from investing activities</b>	<b>31,288,959.12</b>	<b>0.00</b>

Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	19,961,628.84	25,434,397.48
Cash paid for investments	166,534,880.00	35,600,000.00
Net cash paid for acquisition of subsidiaries and other business entities	0.00	0.00
Cash paid for other investing activities	0.00	0.00
<b>Subtotal of cash outflows from investing activities</b>	<b>186,496,508.84</b>	<b>61,034,397.48</b>
<b>Net cash flows arising from investing activities</b>	<b>-155,207,549.72</b>	<b>-61,034,397.48</b>
<b>III. Cash flows from financing activities:</b>		
Cash received from capital contributions	0.00	2,779,239,989.92
Cash received from borrowings	8,800,000,000.00	10,860,200,000.00
Cash received from other financing activities	0.00	0.00
<b>Subtotal of cash inflows from financing activities</b>	<b>8,800,000,000.00</b>	<b>13,639,439,989.92</b>
Cash paid for debts settlement	7,735,000,000.00	7,538,165,625.00
Cash paid for the distribution of dividends, profits or interest payments	575,449,376.57	370,051,126.53
Cash paid for other financing activities	0.00	0.00
<b>Subtotal of cash outflows from financing activities</b>	<b>8,310,449,376.57</b>	<b>7,908,216,751.53</b>
<b>Net cash flows arising from financing activities</b>	<b>489,550,623.43</b>	<b>5,731,223,238.39</b>
<b>IV. Effects of exchange rate fluctuations on cash and cash equivalents</b>	<b>0.00</b>	<b>0.00</b>
<b>V. Net increase in cash and cash equivalents</b>	<b>-765,227,844.49</b>	<b>2,418,079,030.46</b>
Add: Opening balance of cash and cash equivalents	3,990,411,184.97	1,890,829,405.71
<b>VI. Closing balance of cash and cash equivalents</b>	<b>3,225,183,340.48</b>	<b>4,308,908,436.17</b>

Legal Representative: Jiang Weiping  
Chief Financial Officer: Wang Hongjun  
Head of the Accounting Department: Hu Juan