

Shenzhen Nanshan Power Co., Ltd.
The First Quarterly Report 2013

2013-018

24April 2013

Section I. Important Notes

Board of Directors and the Supervisory Committee of Shenzhen Nanshan Power Co., Ltd. (hereinafter referred to as the Company) and its directors, supervisors and senior executives should guarantee the reality, accuracy and completion of the quarterly report, there are no any fictitious statements, misleading statements or important omissions carried in this report, and shall take legal responsibilities, individual and/or joint.

Yang Haixian, person in charge of the Company, Fu Bo and Lu Xiaoping, person in charge of accounting works and Huang Jian, person in charge of accounting organ (accounting officer) hereby confirm that the Financial Report of this Quarterly Report is authentic, accurate and complete.

All Directors are attended the Board Meeting for Quarterly Report deliberation.

Section II. Main financial data and changes of shareholders

I. Main financial data

Whether has retroactive adjustment or re-statement on financial data of previous' period in this report or not

Yes No

	Jan. – March 2013	Jan. – March 2012	Changes of this period over same period of last year (%)
Operating income (RMB)	210,612,299.28	432,815,711.38	-51.34%
Net profit attributable to shareholders of the listed company(RMB)	-64,339,706.87	-68,401,188.04	-5.94%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	-72,588,998.16	-68,454,444.78	6.04%
Net cash flow arising from operating activities(RMB)	312,733,181.47	301,024,997.40	3.89%
Basic earnings per share (RMB/Share)	-0.11	-0.11	0%
Diluted earnings per share (RMB/Share)	-	-	-
加权平均净资产收益率 (%)	-4.24%	-3.99%	-0.25%
	2013-3-31	2012-12-31	Changes of this period-end over same period-end of last year (%)
Total assets (RMB)	5,650,471,029.72	5,536,067,729.98	2.07%
Net assets attributable to shareholder of listed company (RMB)	1,484,579,720.93	1,548,919,427.80	-4.15%

Items of non-recurring gains and losses

Applicable Not applicable

Unit: RMB

Item	Amount from year-end to period-end	Note
Governmental subsidy reckoned into current gains/losses (not including the subsidy enjoyed in quota or ration according to national standards, which are closely relevant to enterprise's business)	739,415.34	-
Other non-operating income and expenditure except for the aforementioned items	-10,000.00	-
Import VAT refund of natural gas	10,739,822.79	-

Impact on minority shareholders' equity (post-tax)	3,219,946.84	-
Total	8,249,291.29	--
Item	Amount from year-begin to period-end	Note

II. Total number of shareholders at the end of this report period and top ten shareholders

Unit: Share

Total number of shareholders at the end of report period		Top ten shareholders				
Shareholder's name	Nature of shareholder	Proportion of shares held (%)	Amount of shares held	Amount of restricted shares held	Number of share pledged/frozen	
					State of share	Amount
Shenzhen Guangju Industrial Co., Ltd.	State-owned legal person	16.72%	100,769,712			
HONG KONG NAM HOI (INTERNATIONAL) LTD	Oversea legal person	15.28%	92,123,248			
SHENZHEN ENERGY (GROUP) CO., LTD.	State-owned legal person	10.8%	65,106,130			
BNP P P/PANDA INVESTMENT COMPANY LIMITED	Oversea legal person	8.2%	49,426,518			
STATE GRID SHENZHEN ENERGY DEVELOPMENT (GROUP) CO., LTD.	State-owned legal person	5.51%	33,233,560			
Wang Lan	Domestic nature person	0.27%	1,602,500			
Jinbang Security Holding Co., Ltd	Oversea legal person	0.25%	1,500,000			
Wu Shuhua	Domestic nature	0.2%	1,235,398			

	person					
Tang Rongbao	Domestic nature person	0.19%	1,124,401			
Naito Security Co., Ltd	Oversea legal person	0.18%	1,114,996			
Top ten shareholders with unrestricted shares held						
Shareholder's name	Amount of unrestricted shares held	Type of shares			Type	Amount
		Type				
Shenzhen Guangju Industrial Co., Ltd.	100,769,712					
HONG KONG NAM HOI (INTERNATIONAL) LTD	92,123,248					
SHENZHEN ENERGY (GROUP) CO., LTD.	65,106,130					
BNP P P/PANDA INVESTMENT COMPANY LIMITED	49,426,518					
STATE GRID SHENZHEN ENERGY DEVELOPMENT (GROUP) CO., LTD.	33,233,560					
Wang Lan	1,602,500					
Jinbang Security Holding Co., Ltd	1,500,000					
Wu Shuhua	1,235,398					
Tang Rongbao	1,124,401					
Naito Security Co., Ltd	1,114,996					
Explanation on associated relationship among the aforesaid shareholders	1. 100% equity of HONG KONG NAM HOI (INTERNATIONAL) LIMITED was held by SHENZHEN ENERGY (GROUP) CO., LTD 2. Among other social public shareholders, the Company did not know whether there were associated relationships or belonging to consistent actors.					

Section III. Significant Events

I. Particulars about material changes in items of main accounting statement and financial index and explanations of reasons

Item	Balance at period-end (RMB)	Balance at period-begin (RMB)	Changes	Reasons
Monetary fund	768,840,277.64	526,852,121.41	45.93%	Cash inflow from operation activity increased in this year
Account paid in advance	17,221,372.58	12,132,738.08	41.94%	The account paid in advance for natural gas increased in this year
Account payable	270,397,352.09	70,970,449.91	281.00%	The account payable for natural gas increased in this year
Operation income	210,612,299.28	432,815,711.38	-51.34%	Electricity sales decreased in this year
Operation cost	352,724,963.07	669,915,764.47	-47.35%	Electricity sales decreased in this year
Non-operation income	153,103,579.33	233,985,916.13	-34.57%	Fuel subsidy decreased due to the decline of electricity sales in this year
Income tax expenses	-	44,939.46	-100.00%	Income tax expenses decreased in this year

II. Analysis and explanation of significant events and their influence and solutions

For year of 2012, Deloitte Touche Tohmatsu CPA issued qualified audit opinions with explanatory notes. In reporting period, concerning the progress of event with modified opinions involved, please found the Annual Report of 2012 (Notice No.: 2013-010) disclosed dated 23 April 2013 for more details.

III. Forecast of operation performance from Jan. – June of 2013

Estimation of accumulative net profit from the beginning of the year to the end of next report period to be loss probably or the warning of its material change compared with the corresponding period of the last year and explanation of reason

Applicable Not applicable

IV. Derivative Investment

Derivative investment held at period-end

Applicable Not applicable

Explanation

Not applicable

V. Registration form for receiving research, communication and interview in the report period

No investors' field research, telephone communication and written inquiries are received in the report period.

Section IV. Financial Statement

I. Financial statement

1. Consolidate balance sheet

Prepared by Shenzhen Nanshan Power Co., Ltd

Unit: RMB

Items	Balance at period-end	Balance at period-begin
Current assets:		
Monetary funds	768,840,277.64	526,852,121.41
Settlement provisions		
Capital lent		
Transaction finance asset		
Notes receivable		
Accounts receivable	829,168,513.04	924,997,868.15
Accounts paid in advance	17,221,372.58	12,132,738.08
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Interest receivable		
Dividend receivable		
Other receivables	18,738,938.42	16,297,883.22
Purchase restituted finance asset		
Inventories	1,222,091,171.53	1,220,486,524.51
Non-current asset due within one year		
Other current assets	590,677,082.04	606,661,855.88
Total current assets	3,446,737,355.25	3,307,428,991.25
Non-current assets:		
Granted loans and advances		
Finance asset available for sales		
Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment	57,315,000.00	49,315,000.00

Investment real estate	4,318,688.17	4,429,359.55
Fixed assets	2,008,333,886.68	2,040,100,204.81
Construction in progress	47,371,596.31	47,177,164.98
Engineering material		
Disposal of fixed asset	-350,000.00	
Productive biological asset		
Oil and gas asset		
Intangible assets	61,619,374.01	62,471,514.35
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned	33,325.64	45,822.68
Deferred income tax asset	2,782,546.88	2,782,546.88
Other non-current asset	22,309,256.78	22,317,125.48
Total non-current asset	2,203,733,674.47	2,228,638,738.73
Total assets	5,650,471,029.72	5,536,067,729.98
Current liabilities:		
Short-term loans	3,240,361,552.86	3,210,361,552.86
Loan from central bank		
Absorbing deposit and interbank deposit		
Capital borrowed		
Transaction financial liabilities		
Notes payable	28,190,000.00	29,670,000.00
Accounts payable	270,397,352.09	70,970,449.91
Accounts received in advance	14,816,000.00	14,586,000.00
Selling financial asset of repurchase		
Commission charge and commission payable		
Wage payable	30,797,858.72	35,431,332.25
Taxes payable	2,177,420.93	2,961,440.37
Interest payable	89,303,126.69	86,232,475.82
Dividend payable		
Other accounts payable	264,344,216.25	303,027,729.31
Reinsurance payables		
Insurance contract reserve		
Security trading of agency		

Security sales of agency		
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	3,940,387,527.54	3,753,240,980.52
Non-current liabilities:		
Long-term loans	16,000,000.00	16,000,000.00
Bonds payable		
Long-term account payable		
Special accounts payable		
Projected liabilities		
Deferred income tax liabilities		
Other non-current liabilities	43,276,050.30	44,015,465.64
Total non-current liabilities	59,276,050.30	60,015,465.64
Total liabilities	3,999,663,577.84	3,813,256,446.16
Owner's equity (or shareholders' equity):		
Paid-in capital (or share capital)	602,762,596.00	602,762,596.00
Capital public reserve	363,633,446.84	363,633,446.84
Less: Inventory shares		
Reasonable reserve		
Surplus public reserve	332,908,397.60	332,908,397.60
Provision of general risk		
Retained profit	185,275,280.49	249,614,987.36
Balance difference of foreign currency translation		
Total owner's equity attributable to parent company	1,484,579,720.93	1,548,919,427.80
Minority interests	166,227,730.95	173,891,856.02
Total owners' equity (or shareholders' equity)	1,650,807,451.88	1,722,811,283.82
Total liability and owners' equity (or shareholders' equity)	5,650,471,029.72	5,536,067,729.98

Legal Representative: Yang Haixian

Person in charge of accounting works: Fu Bo, Lu Xiaoping

Person in charge of accounting institute: Huang Jian

2. Balance sheet of parent company

Prepared by Shenzhen Nanshan Power Co., Ltd

Unit: RMB

Items	Balance at period-end	Balance at period-begin
Current assets:		
Monetary funds	472,624,916.67	204,114,395.05
Transaction finance asset		
Notes receivable		
Accounts receivable	530,672,476.64	589,569,090.03
Accounts paid in advance	331,198.21	394,954.21
Interest receivable		
Dividend receivable	654,140,866.58	654,140,866.58
Other receivables	1,502,603,986.81	1,391,822,925.79
Inventories	88,928,333.46	88,668,143.49
Non-current asset due within one year		
Other current assets	419,249,357.86	435,035,629.99
Total current assets	3,668,551,136.23	3,363,746,005.14
Non-current assets:		
Finance asset available for sales		
Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment	749,297,849.76	741,297,849.76
Investment real estate		
Fixed assets	276,750,170.67	279,009,436.68
Construction in progress	36,041,186.23	35,828,374.94
Engineering material		
Disposal of fixed asset		
Productive biological asset		
Oil and gas asset		
Intangible assets	9,058,068.02	9,419,549.87
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned	33,325.64	45,822.68
Deferred income tax asset		
Other non-current asset		
Total non-current asset	1,071,180,600.32	1,065,601,033.93

Total assets	4,739,731,736.55	4,429,347,039.07
Current liabilities:		
Short-term loans	2,029,000,000.00	1,929,000,000.00
Transaction financial liabilities		
Notes payable		
Accounts payable	168,060,189.57	9,875,959.85
Accounts received in advance	14,586,000.00	14,586,000.00
Wage payable	15,370,325.54	17,344,092.23
Taxes payable	1,974,087.45	1,073,552.54
Interest payable	4,025,499.35	4,066,892.25
Dividend payable		
Other accounts payable	884,146,377.48	801,846,707.84
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	3,117,162,479.39	2,777,793,204.71
Non-current liabilities:		
Long-term loans		
Bonds payable		
Long-term account payable		
Special accounts payable		
Projected liabilities		
Deferred income tax liabilities		
Other non-current liabilities	35,616,899.22	36,270,689.55
Total non-current liabilities	35,616,899.22	36,270,689.55
Total liabilities	3,152,779,378.61	2,814,063,894.26
Owner's equity (or shareholders' equity):		
Paid-in capital (or share capital)	602,762,596.00	602,762,596.00
Capital public reserve	288,769,132.47	288,769,132.47
Less: Inventory shares		
Reasonable reserve		
Surplus public reserve	332,908,397.60	332,908,397.60
Provision of general risk		
Retained profit	362,512,231.87	390,843,018.74
Balance difference of foreign currency translation		

Total owners' equity (or shareholders' equity)	1,586,952,357.94	1,615,283,144.81
Total liability and owners' equity (or shareholders' equity)	4,739,731,736.55	4,429,347,039.07

Legal Representative: Yang Haixian

Person in charge of accounting works: Fu Bo, Lu Xiaoping

Person in charge of accounting institute: Huang Jian

3. Profit statement

Prepared by Shenzhen Nanshan Power Co., Ltd

Unit: RMB

Items	Amount in this period	Amount in last period
I. Total operating income	210,612,299.28	432,815,711.38
Including: Operating income	210,612,299.28	432,815,711.38
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	435,709,710.55	748,813,540.33
Including: Operating cost	352,724,963.07	669,915,764.47
Interest expense		
Commission charge and commission expense		
Cash surrender value		
Net amount of expense of compensation		
Net amount of withdrawal of insurance contract reserve		
Bonus expense of guarantee slip		
Reinsurance expense		
Operating tax and extras	1,457,696.68	1,726,019.81
Sales expenses	342,498.68	287,581.15
Administration expenses	24,428,912.05	24,989,853.86
Financial expenses	56,755,640.07	51,894,321.04
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)		

Including: Investment income on affiliated company and joint venture		
Exchange income (Loss is listed with “-”)		
III. Operating profit (Loss is listed with “-”)	-225,097,411.27	-315,997,828.95
Add: Non-operating income	153,103,579.33	233,985,916.13
Less: Non-operating expense	10,000.00	23,607.37
Including: Disposal loss of non-current asset		
IV. Total Profit (Loss is listed with “-”)	-72,003,831.94	-82,035,520.19
Less: Income tax		44,939.46
V. Net profit (Net loss is listed with “-”)	-72,003,831.94	-82,080,459.65
Including: Net profit realized by combined party before combination		
Net profit attributable to owner's equity of parent company	-64,339,706.87	-68,401,188.04
Minority shareholders' gains and losses	-7,664,125.07	-13,679,271.61
VI. Earnings per share	--	--
i. Basic earnings per share	-0.11	-0.11
ii. Diluted earnings per share	0	0
VII. Other consolidated income		
VIII. Total consolidated income	-72,003,831.94	-82,080,459.65
Total consolidated income attributable to owners of parent company	-64,339,706.87	-68,401,188.04
Total consolidated income attributable to minority shareholders	-7,664,125.07	-13,679,271.61

Legal Representative: Yang Haixian

Person in charge of accounting works: Fu Bo, Lu Xiaoping

Person in charge of accounting institute: Huang Jian

4. Profit statement of parent company

Prepared by Shenzhen Nanshan Power Co., Ltd

Unit: RMB

Items	Amount in this period	Amount in last period
I. Operating income	53,046,808.29	190,594,298.26
Less: operating cost	127,175,498.19	278,081,758.04

Operating tax and extras	1,210,027.57	1,396,470.09
Sales expenses		
Administration expenses	6,557,177.19	10,554,361.74
Financial expenses	16,901,582.54	14,309,295.76
Losses of devaluation of asset		
Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)		
Including: Investment income on affiliated company and joint venture		
II. Operating profit (Loss is listed with “-”)	-98,797,477.20	-113,747,587.37
Add: Non-operating income	70,466,690.33	134,156,400.00
Less: Non-operating expense		2,785.84
Including: Disposal loss of non-current asset		
III. Total Profit (Loss is listed with “-”)	-28,330,786.87	20,406,026.79
Less: Income tax		
IV. Net profit (Net loss is listed with “-”)	-28,330,786.87	20,406,026.79
V. Earnings per share	--	--
i. Basic earnings per share	0	0
ii. Diluted earnings per share	0	0
VI. Other consolidated income		
VII. Total consolidated income	-28,330,786.87	20,406,026.79

Legal Representative: Yang Haixian

Person in charge of accounting works: Fu Bo, Lu Xiaoping

Person in charge of accounting institute: Huang Jian

5. Consolidate cash flow statement

Prepared by Shenzhen Nanshan Power Co., Ltd

Unit: RMB

Items	Amount in this period	Amount in last period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor	301,469,187.58	648,812,849.64

services		
Net increase of customer deposit and interbank deposit		
Net increase of loan from central bank		
Net increase of capital borrowed from other financial institution		
Cash received from original insurance contract fee		
Net cash received from reinsurance business		
Net increase of insured savings and investment		
Net increase of disposal of transaction financial asset		
Cash received from interest, commission charge and commission		
Net increase of capital borrowed		
Net increase of returned business capital		
Write-back of tax received		
Other cash received concerning operating activities	193,714,673.26	171,144,186.43
Subtotal of cash inflow arising from operating activities	495,183,860.84	819,957,036.07
Cash paid for purchasing commodities and receiving labor service	126,882,917.77	459,716,776.66
Net increase of customer loans and advances		
Net increase of deposits in central bank and interbank		
Cash paid for original insurance contract compensation		
Cash paid for interest, commission charge and commission		
Cash paid for bonus of guarantee slip		
Cash paid to/for staff and workers	31,867,846.95	30,200,830.03
Taxes paid	5,447,739.55	8,629,147.25
Other cash paid concerning operating activities	18,252,175.10	20,385,284.73

Subtotal of cash outflow arising from operating activities	182,450,679.37	518,932,038.67
Net cash flows arising from operating activities	312,733,181.47	301,024,997.40
II. Cash flows arising from investing activities:		
Cash received from recovering investment		106,342,100.00
Cash received from investment income		
Net cash received from disposal of fixed, intangible and other long-term assets	320,000.00	
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities	320,000.00	106,342,100.00
Cash paid for purchasing fixed, intangible and other long-term assets	1,971,826.96	22,945,634.47
Cash paid for investment	8,000,000.00	
Net increase of mortgaged loans		
Net cash received from subsidiaries and other units		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	9,971,826.96	22,945,634.47
Net cash flows arising from investing activities	-9,651,826.96	83,396,465.53
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Including: Cash received from absorbing minority shareholders' investment by subsidiaries		
Cash received from loans	590,000,000.00	770,000,000.00
Cash received from issuing bonds		
Other cash received concerning financing activities		

Subtotal of cash inflow from financing activities	590,000,000.00	770,000,000.00
Cash paid for settling debts	560,000,000.00	1,101,824,953.89
Cash paid for dividend and profit distributing or interest paying	91,056,370.38	65,914,040.04
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	651,056,370.38	1,167,738,993.93
Net cash flows arising from financing activities	-61,056,370.38	-397,738,993.93
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate	-36,827.90	-67,665.61
V. Net increase of cash and cash equivalents	241,988,156.23	-13,385,196.61
Add: Balance of cash and cash equivalents at the period -begin	526,852,121.41	629,318,992.12
VI. Balance of cash and cash equivalents at the period -end	768,840,277.64	615,933,795.51

Legal Representative: Yang Haixian

Person in charge of accounting works: Fu Bo, Lu Xiaoping

Person in charge of accounting institute: Huang Jian

6. Cash flow statement of parent company

Prepared by Shenzhen Nanshan Power Co., Ltd

Unit: RMB

Items	Amount in this period	Amount in last period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	62,423,039.45	323,709,231.00
Write-back of tax received		
Other cash received concerning operating activities	273,080,935.35	477,764,857.40
Subtotal of cash inflow arising from operating activities	335,503,974.80	801,474,088.40
Cash paid for purchasing	8,369,180.64	115,066,044.66

commodities and receiving labor service		
Cash paid to/for staff and workers	17,159,241.30	17,438,062.54
Taxes paid	2,754,346.68	3,839,356.92
Other cash paid concerning operating activities	96,272,600.32	352,463,357.46
Subtotal of cash outflow arising from operating activities	124,555,368.94	488,806,821.58
Net cash flows arising from operating activities	210,948,605.86	312,667,266.82
II. Cash flows arising from investing activities:		
Cash received from recovering investment		106,342,100.00
Cash received from investment income		
Net cash received from disposal of fixed, intangible and other long-term assets		
Net cash received from disposal of subsidiaries and other units		
Other cash received concerning investing activities		
Subtotal of cash inflow from investing activities		106,342,100.00
Cash paid for purchasing fixed, intangible and other long-term assets	223,830.17	15,195,678.77
Cash paid for investment	8,000,000.00	
Net cash received from subsidiaries and other units		
Other cash paid concerning investing activities		
Subtotal of cash outflow from investing activities	8,223,830.17	15,195,678.77
Net cash flows arising from investing activities	-8,223,830.17	91,146,421.23
III. Cash flows arising from financing activities		
Cash received from absorbing investment		
Cash received from loans	520,000,000.00	435,000,000.00
Cash received from issuing bonds		

Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities	520,000,000.00	435,000,000.00
Cash paid for settling debts	420,000,000.00	741,824,953.89
Cash paid for dividend and profit distributing or interest paying	34,213,923.28	36,139,740.61
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	454,213,923.28	777,964,694.50
Net cash flows arising from financing activities	65,786,076.72	-342,964,694.50
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate	-330.79	203.79
V. Net increase of cash and cash equivalents	268,510,521.62	60,849,197.34
Add: Balance of cash and cash equivalents at the period -begin	204,114,395.05	303,150,447.89
VI. Balance of cash and cash equivalents at the period -end	472,624,916.67	363,999,645.23

Legal Representative: Yang Haixian

Person in charge of accounting works: Fu Bo, Lu Xiaoping

Person in charge of accounting institute: Huang Jian

II. Audit report

Whether the 1st quarterly report has been audited or not

Yes No