

Shenzhen Nanshan Power Co., Ltd.
The First Quarterly Report 2014

April 2014

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, Director GM Fu Bo, person in charge of accounting works and CFO Lu Xiaoping as well as 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.

Section II. Main financial data and changes of shareholders

I. Main accounting data and financial indexes

Whether it has retroactive adjustment or re-statement on previous accounting data for accounting policy changed and accounting error correction or not

☐ Yes ☒ No

	Current Period	Same period of last year	Changes of this period over same period of last year (%)
Operating income (RMB)	163,144,349.56	210,612,299.28	-22.54%
Net profit attributable to shareholders of the listed company(RMB)	-52,176,712.55	-64,339,706.87	-18.9%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	-53,118,892.68	-68,454,444.78	-22.4%
Net cash flow arising from operating activities(RMB)	255,063,387.90	312,733,181.47	-18.44%
Basic earnings per share (RMB/Share)	-0.09	-0.11	-18.18%
Diluted earnings per share (RMB/Share)	Not applicable	Not applicable	Not applicable
Weighted average ROE (%)	-3.37%	-4.24%	-20.52%
	At the end of the reporting period	At the end of last year	Changes of this period-end over same period-end of last year (%)
Total assets (RMB)	5,434,280,856.76	5,440,291,369.21	-0.11%
Net assets attributable to shareholder of listed company (RMB)	1,548,878,827.32	1,601,055,539.87	-3.26%

Items of non-recurring gains and losses

☒ Applicable ☐ Not applicable

In RMB

Item	Amount from year-begin 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)	895,591.38	-
Other non-operating income and expenditure except for the aforementioned items	98,785.00	-
Impact on minority shareholders' equity (post-tax)	52,196.25	-

Total	942,180.13	--
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Concerning the extraordinary profit (gain)/loss defined by *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, and the items defined as recurring profit (gain)/loss according to the lists of extraordinary profit (gain)/loss in *Q&A Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public --- Extraordinary Profit/loss*, explain reasons

☐ Applicable ☒ Not applicable

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

In shares

Total shareholders at the end of report period		37,329				
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) LIMITED	Overseas 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	Overseas legal person	8.2%	49,426,518	-	-	-
STATE GRID SHENZHEN ENERGY DEVELOPMENT (GROUP) CO., LTD.	State-owned legal person	5.42%	32,673,560	-	-	-
Yang Fangping	Domestic nature person	0.42%	2,536,073	-	-	-
Jinbang Security Holding Co., Ltd	Overseas legal person	0.25%	1,500,000	-	-	-
Wang Tingsheng	Domestic nature person	0.22%	1,354,378	-	-	-
Xu Yingmu	Domestic nature	0.21%	1,267,645	-	-	-

	person					
Ji Hongjun	Domestic nature person	0.19%	1,167,000	-	-	-
Top ten shareholders with unrestricted shares held						
Shareholder’s name	Amount of unrestricted shares held	Type of shares				
		Type	Amount			
Shenzhen Guangju Industrial Co., Ltd.	100,769,712	RMB common shares	100,769,712			
HONG KONG NAM HOI (INTERNATIONAL) LIMITED	92,123,248	Domestically listed foreign shares	92,123,248			
SHENZHEN ENERGY (GROUP) CO., LTD.	65,106,130	RMB common shares	65,106,130			
BNP P P/PANDA INVESTMENT COMPANY LIMITED	49,426,518	Domestically listed foreign shares	49,426,518			
STATE GRID SHENZHEN ENERGY DEVELOPMENT (GROUP) CO., LTD.	32,673,560	RMB common shares	32,673,560			
Yang Fangping	2,536,073	Domestically listed foreign shares	2,536,073			
Jinbang Security Holding Co., Ltd	1,500,000	Domestically listed foreign shares	1,500,000			
Wang Tingsheng	1,354,378	RMB common shares	1,354,378			
Xu Yingmu	1,267,645	RMB common shares	1,267,645			
Ji Hongjun	1,167,000	RMB common shares	1,167,000			
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.					
Explanation on top ten shareholders involving margin business (if applicable)	N/A					

Whether has a buy-back agreement dealing in reporting period

☐ Yes ☒ No

Section III. Significant Events

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

1. Account receivable as at end of 31 March 2014 was RMB 196,031,254.99, an increase of 150.77% from beginning of the Year, mainly because payable natural gas amount increased.
2. Account received in advance as at end of 31 March 2014 was RMB 292,107.4, a decrease of 42.99% from beginning of the Year, mainly because the overcharge for oil was return.

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

During the reporting period, the Company prepare privately placement, the placement exist relatively major uncertainties, and stock of the Company suspended since opening dated 9 January 2014 in order to prevent the stock price volatility. Relevant plans are still in negotiation and preparation, with purpose of guarantee a fair information disclosure and protects interest of the investors, relevant notices will release on appointed medial after related events confirmed and the Company will apply for shares resume trading.

Overview	Date for disclosure	Information index for temporary report disclosure
Ruihua Certified Public Accountant (LLP) issued an unqualified auditor's report with explanatory paragraph for year of 2013. In the reporting period, relevant progress of the events involved in the modified opinion can be found in the Annual Report of 2013 released on 25 April 2014	2014-04-25	http://www.cninfo.com.cn/
Notice of Major Events Remained Suspended	2014-04-25	http://www.cninfo.com.cn/

III. Commitments from the Company or shareholders (with over 5% shares held) in or occurred in the previous period but continued to reporting period

Not applicable

IV. Predict of the business performance from January to June 2014

Warnings and reasons of the predict that the cumulative net profit from the begin of the year to the end of next report period may be loss or have great changes comparing with the same period of last year

☐Applicable ☒Not applicable

V. Securities Investment

Explanation on holding equity of other listed company

☐ Applicable ☒ Not applicable

VI. Derivative Investment

Not applicable

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

The Period has no research, communication and written inquiry from the investors

Section IV. Financial Statement

I. Financial statement

1. Consolidate balance sheet

Prepared by Shenzhen Nanshan Power Co., Ltd

In RMB

Items	Closing Balance	Opening Balance
Current assets:		
Monetary funds	685,935,381.46	543,054,829.52
Settlement provisions		
Capital lent		
Transaction finance asset		
Notes receivable		
Accounts receivable	763,633,377.16	876,368,547.41
Accounts paid in advance	8,534,956.27	11,000,834.97
Insurance receivable		
Reinsurance receivables		
Contract reserve of reinsurance receivable		
Interest receivable		
Dividend receivable		
Other receivables	46,896,936.59	42,191,268.26
Purchase restituted finance asset		
Inventories	1,293,260,001.10	1,288,814,086.30
Non-current asset due within one year		
Other current assets	551,207,903.32	565,589,166.99
Total current assets	3,349,468,555.90	3,327,018,733.45
Non-current assets:		
Granted loans and advances		
Finance asset available for sales		
Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment	83,097,541.87	83,681,000.00

Investment real estate	3,876,002.65	3,986,674.03
Fixed assets	1,867,418,155.60	1,892,316,932.05
Construction in progress	46,552,924.21	48,692,441.81
Engineering material		
Disposal of fixed asset		
Productive biological asset		
Oil and gas asset		
Intangible assets	58,196,700.64	58,924,611.98
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned		
Deferred income tax asset	2,788,794.11	2,788,794.11
Other non-current asset	22,882,181.78	22,882,181.78
Total non-current asset	2,084,812,300.86	2,113,272,635.76
Total assets	5,434,280,856.76	5,440,291,369.21
Current liabilities:		
Short-term loans	2,939,923,209.20	2,998,961,917.89
Loan from central bank		
Absorbing deposit and interbank deposit		
Capital borrowed		
Transaction financial liabilities		
Notes payable	50,000,000.00	50,000,000.00
Accounts payable	196,031,254.99	78,171,109.54
Accounts received in advance	292,107.40	512,402.70
Selling financial asset of repurchase		
Commission charge and commission payable		
Wage payable	41,893,818.96	43,361,677.73
Taxes payable	23,579,396.19	22,682,243.56
Interest payable	101,847,432.05	98,775,045.80
Dividend payable		
Other accounts payable	261,846,779.14	263,833,902.66
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	3,615,413,997.93	3,556,298,299.88
Non-current liabilities:		
Long-term loans	6,000,000.00	6,000,000.00
Bonds payable		
Long-term account payable		
Special accounts payable		
Projected liabilities	27,500,000.00	27,500,000.00
Deferred income tax liabilities		
Other non-current liabilities	49,834,225.44	50,713,516.50
Total non-current liabilities	83,334,225.44	84,213,516.50
Total liabilities	3,698,748,223.37	3,640,511,816.38
Owner's equity (or shareholders' equity):		
Paid-in capital (or share capital)	602,762,596.00	602,762,596.00
Capital public reserve	362,670,442.46	362,670,442.46
Less: Inventory shares		
Reasonable reserve		
Surplus public reserve	332,908,397.60	332,908,397.60
Provision of general risk		
Retained profit	250,537,391.26	302,714,103.81
Balance difference of foreign currency translation		
Total owner's equity attributable to parent company	1,548,878,827.32	1,601,055,539.87
Minority interests	186,653,806.07	198,724,012.96
Total owners' equity (or shareholders' equity)	1,735,532,633.39	1,799,779,552.83
Total liability and owners' equity (or shareholders' equity)	5,434,280,856.76	5,440,291,369.21

Legal Representative: President Yang Haixian

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

Person in charge of accounting institute: Financial Manager Huang Jian

2. Balance sheet of parent company

Prepared by Shenzhen Nanshan Power Co., Ltd

In RMB

Items	Closing Balance	Opening Balance
Current assets:		
Monetary funds	527,514,226.91	269,557,683.68
Transaction finance asset		
Notes receivable		
Accounts receivable	389,566,880.42	561,165,822.31
Accounts paid in advance	252,386.60	92,985.00
Interest receivable		
Dividend receivable	654,140,866.58	654,140,866.58
Other receivables	1,585,448,815.24	1,589,545,170.22
Inventories	83,021,775.93	84,396,527.41
Non-current asset due within one year		
Other current assets	407,744,558.66	418,542,707.70
Total current assets	3,647,689,510.34	3,577,441,762.90
Non-current assets:		
Finance asset available for sales		
Held-to-maturity investment		
Long-term account receivable		
Long-term equity investment	749,297,849.76	749,297,849.76
Investment real estate		
Fixed assets	269,254,313.17	269,217,021.95
Construction in progress	37,090,665.41	37,711,980.01
Engineering material		
Disposal of fixed asset		
Productive biological asset		
Oil and gas asset		
Intangible assets	7,646,697.47	8,010,181.91
Expense on Research and Development		
Goodwill		
Long-term expenses to be apportioned		

Deferred income tax asset		
Other non-current asset		
Total non-current asset	1,063,289,525.81	1,064,237,033.63
Total assets	4,710,979,036.15	4,641,678,796.53
Current liabilities:		
Short-term loans	1,899,000,000.00	1,929,000,000.00
Transaction financial liabilities		
Notes payable	50,000,000.00	50,000,000.00
Accounts payable	242,499,183.23	140,299,583.60
Accounts received in advance		162,402.70
Wage payable	24,058,605.49	24,911,363.28
Taxes payable	13,658,576.22	11,566,882.79
Interest payable	2,712,312.97	3,526,868.54
Dividend payable		
Other accounts payable	799,721,815.12	769,598,877.74
Non-current liabilities due within 1 year		
Other current liabilities		
Total current liabilities	3,031,650,493.03	2,929,065,978.65
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	33,001,737.90	33,655,528.23
Total non-current liabilities	33,001,737.90	33,655,528.23
Total liabilities	3,064,652,230.93	2,962,721,506.88
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	421,886,679.15	454,517,163.58
Balance difference of foreign currency translation		
Total owners' equity (or shareholders' equity)	1,646,326,805.22	1,678,957,289.65
Total liability and owners' equity (or shareholders' equity)	4,710,979,036.15	4,641,678,796.53

Legal Representative: President Yang Haixian

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

Person in charge of accounting institute: Financial Manager Huang Jian

3. Profit statement

Prepared by Shenzhen Nanshan Power Co., Ltd

In RMB

Items	Current Period	Last Period
I. Total operating income	163,144,349.56	210,612,299.28
Including: Operating income	163,144,349.56	210,612,299.28
Interest income		
Insurance gained		
Commission charge and commission income		
II. Total operating cost	333,164,911.65	435,709,710.55
Including: Operating cost	256,116,502.72	352,724,963.07
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	1,650,478.68	1,457,696.68
Sales expenses	438,614.29	342,498.68
Administration expenses	20,438,201.83	24,428,912.05
Financial expenses	54,521,114.13	56,755,640.07
Losses of devaluation of asset		

Add: Changing income of fair value(Loss is listed with “-”)		
Investment income (Loss is listed with “-”)	-583,458.13	
Including: Investment income on affiliated company and joint venture		
Exchange income (Loss is listed with “-”)		
III. Operating profit (Loss is listed with “-”)	-170,604,020.22	-225,097,411.27
Add: Non-operating income	106,366,315.78	153,103,579.33
Less: Non-operating expense	9,215.00	10,000.00
Including: Disposal loss of non-current asset		
IV. Total Profit (Loss is listed with “-”)	-64,246,919.44	-72,003,831.94
Less: Income tax		
V. Net profit (Net loss is listed with “-”)	-64,246,919.44	-72,003,831.94
Including: Net profit realized by combined party before combination		
Net profit attributable to owner's equity of parent company	-52,176,712.55	-64,339,706.87
Minority shareholders' gains and losses	-12,070,206.89	-7,664,125.07
VI. Earnings per share	--	--
i. Basic earnings per share	-0.09	-0.11
ii. Diluted earnings per share	0	0
VII. Other consolidated income		
VIII. Total consolidated income	-64,246,919.44	-72,003,831.94
Total consolidated income attributable to owners of parent company	-52,176,712.55	-64,339,706.87
Total consolidated income attributable to minority shareholders	-12,070,206.89	-7,664,125.07

Legal Representative: President Yang Haixian

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

Person in charge of accounting institute: Financial Manager Huang Jian

4. Profit statement of parent company

Prepared by Shenzhen Nanshan Power Co., Ltd

In RMB

Items	Current Period	Last Period
I. Operating income	61,889,360.14	53,046,808.29
Less: operating cost	122,786,010.12	127,175,498.19
Operating tax and extras	1,244,405.58	1,210,027.57
Sales expenses		
Administration expenses	7,717,156.04	6,557,177.19
Financial expenses	18,630,364.16	16,901,582.54
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 "-")	-88,488,575.76	-98,797,477.20
Add: Non-operating income	55,858,091.33	70,466,690.33
Less: Non-operating expense		
Including: Disposal loss of non-current asset		
III. Total Profit (Loss is listed with "-")	-32,630,484.43	-28,330,786.87
Less: Income tax		
IV. Net profit (Net loss is listed with "-")	-32,630,484.43	-28,330,786.87
V. Earnings per share	--	--
i. Basic earnings per share		
ii. Diluted earnings per share		
VI. Other consolidated income		
VII. Total consolidated income	-32,630,484.43	-28,330,786.87

Legal Representative: President Yang Haixian

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

Person in charge of accounting institute: Financial Manager Huang Jian

5. Consolidate cash flow statement

Prepared by Shenzhen Nanshan Power Co., Ltd

In RMB

Items	Current Period	Last Period
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I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	164,738,655.36	301,469,187.58
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	249,834,128.57	193,714,673.26
Subtotal of cash inflow arising from operating activities	414,572,783.93	495,183,860.84
Cash paid for purchasing commodities and receiving labor service	110,120,326.75	126,882,917.77
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	31,061,968.02	31,867,846.95
Taxes paid	3,784,314.39	5,447,739.55
Other cash paid concerning operating activities	14,542,786.87	18,252,175.10
Subtotal of cash outflow arising from operating activities	159,509,396.03	182,450,679.37
Net cash flows arising from operating activities	255,063,387.90	312,733,181.47
II. Cash flows arising from investing activities:		
Cash received from recovering investment		
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
Cash paid for purchasing fixed, intangible and other long-term assets	143,067.20	1,971,826.96
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	143,067.20	9,971,826.96
Net cash flows arising from investing activities	-143,067.20	-9,651,826.96
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	980,923,209.20	590,000,000.00
Cash received from issuing bonds		
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities	980,923,209.20	590,000,000.00
Cash paid for settling debts	1,039,961,917.89	560,000,000.00
Cash paid for dividend and profit distributing or interest paying	53,072,432.97	91,056,370.38
Including: Dividend and profit of minority shareholder paid by subsidiaries		
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	1,093,034,350.86	651,056,370.38
Net cash flows arising from financing activities	-112,111,141.66	-61,056,370.38
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate	71,372.90	-36,827.90
V. Net increase of cash and cash equivalents	142,880,551.94	241,988,156.23
Add: Balance of cash and cash equivalents at the period -begin	538,054,829.52	526,852,121.41
VI. Balance of cash and cash equivalents at the period -end	680,935,381.46	768,840,277.64

Legal Representative: President Yang Haixian

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

Person in charge of accounting institute: Financial Manager Huang Jian

6. Cash flow statement of parent company

Prepared by Shenzhen Nanshan Power Co., Ltd

In RMB

Items	Current Period	Last Period
I. Cash flows arising from operating activities:		
Cash received from selling commodities and providing labor services	88,343,832.50	62,423,039.45
Write-back of tax received		

Other cash received concerning operating activities	273,213,893.34	273,080,935.35
Subtotal of cash inflow arising from operating activities	361,557,725.84	335,503,974.80
Cash paid for purchasing commodities and receiving labor service	13,791,830.14	8,369,180.64
Cash paid to/for staff and workers	17,830,655.21	17,159,241.30
Taxes paid	2,122,858.70	2,754,346.68
Other cash paid concerning operating activities	5,372,037.01	96,272,600.32
Subtotal of cash outflow arising from operating activities	39,117,381.06	124,555,368.94
Net cash flows arising from operating activities	322,440,344.78	210,948,605.86
II. Cash flows arising from investing activities:		
Cash received from recovering investment		
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		
Cash paid for purchasing fixed, intangible and other long-term assets	49,420.00	223,830.17
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	49,420.00	8,223,830.17
Net cash flows arising from investing activities	-49,420.00	-8,223,830.17
III. Cash flows arising from financing		

activities		
Cash received from absorbing investment		
Cash received from loans	850,000,000.00	520,000,000.00
Cash received from issuing bonds		
Other cash received concerning financing activities		
Subtotal of cash inflow from financing activities	850,000,000.00	520,000,000.00
Cash paid for settling debts	880,000,000.00	420,000,000.00
Cash paid for dividend and profit distributing or interest paying	34,434,614.22	34,213,923.28
Other cash paid concerning financing activities		
Subtotal of cash outflow from financing activities	914,434,614.22	454,213,923.28
Net cash flows arising from financing activities	-64,434,614.22	65,786,076.72
IV. Influence on cash and cash equivalents due to fluctuation in exchange rate	232.67	-330.79
V. Net increase of cash and cash equivalents	257,956,543.23	268,510,521.62
Add: Balance of cash and cash equivalents at the period -begin	264,557,683.68	204,114,395.05
VI. Balance of cash and cash equivalents at the period -end	522,514,226.91	472,624,916.67

Legal Representative: President Yang Haixian

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

Person in charge of accounting institute: Financial Manager Huang Jian

II. Audit report

Whether the 1st quarterly report has been audited or not

☐ Yes ☒ No

1Q report of the Company is unaudited