



**Jiangsu Expressway Company Limited**

(Hong Kong Stock Exchange Stock Code: 177)



**Quality**  
Our Priority

**2010** First Quarterly Report

## 1. IMPORTANT MESSAGE

- 1.1 The board of directors (the “Board”) and its directors of Jiangsu Expressway Company Limited (the “Company”) warrant that there are no false representations or misleading statements contained in, or material omissions from, this report, and jointly and severally accept responsibility for the truthfulness, accuracy and completeness of the content of this report.
- 1.2 Mr. Fan Cong Lai, independent director, did not attend the Board meeting and had appointed Mr. Chen Dong Hua, independent director, to vote on his behalf. Ms. Zhang Yang, director, did not attend the Board meeting and had appointed Mr. Qian Yong Xiang, director, to vote on her behalf.
- 1.3 This quarterly report is prepared in accordance with the Regulations on Disclosure of Information in Quarterly Reports for Listed Companies by the China Securities Regulatory Commission. This report is published simultaneously in Hong Kong and the People’s Republic of China.
- 1.4 The financial statements in this 2010 First Quarterly Report of the Company **are unaudited but have been reviewed by the Audit Committee of the Company.**
- 1.5
- |   |                 |
|---|-----------------|
| Legal representative of the Company               | Shen Chang Quan |
| General Manager of the Company                    | Qian Yong Xiang |
| The chief accounting officer                      | Liu Wei         |
| The person-in-charge of an accounting institution | Yu Lan Ying     |
- Mr. Shen Chang Quan, Chairman of the Company, Mr. Qian Yong Xiang, Director and General Manager, Madam Liu Wei, Financial Controller, and Yu Lan Ying, Manager of the Finance and Accounting Department, warrant the truthfulness and completeness of the financial statements in the quarterly report.

## 2. BASIC INFORMATION OF THE COMPANY

### 2.1 Major accounting data and financial indicators

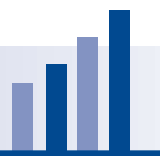
Unit: RMB'000

	End of the reporting period	End of last reporting year	% increase/ (decrease) at end of the reporting period compared to end of last reporting year
Total assets	25,810,724	25,496,204	1.23
Equity attributable to equity holders of the Company	17,304,821	16,756,571	3.27
Net assets per share attributable to equity holders of the Company (RMB)	3.44	3.33	3.27

	Beginning of the year to end of the reporting period (January-March)	% increase/(decrease) for the reporting period compared to the corresponding period of the previous year
Net cash flows from operating activities	545,511	-20.85
Net cash flows per share from operating activities (RMB)	0.11	-20.85

	The reporting period	Beginning of the year to end of the reporting period	% increase/ (decrease) for the reporting period compared to the corresponding period of the previous year
Net profit attributable to equity holders of the Company	595,866	595,866	39.48
Basic earnings per share (RMB)	0.12	0.12	39.48
Basic earnings per share excluding non-recurring profit/loss (RMB)	0.12	0.12	40.10
Diluted earnings per share (RMB)	N/A	N/A	N/A
Weighted-average return on net assets (%)	3.49	3.49	Increased by 0.85 percentage point
Weighted-average return on net assets excluding non-recurring profit/loss (%)	3.48	3.48	Increased by 0.86 percentage point

## 2. BASIC INFORMATION OF THE COMPANY



### Non-recurring profit/loss and amount

*Unit: RMB'000*

<b>Non-recurring profit/loss</b>	<b>Amount from the beginning of the year to the end of the reporting period</b>
Gain from changes in fair value	-756
Gain from disposal of held-for-trading financial assets	-14
Net loss from disposal of non-current assets	-472
Other non-operating incomes and expenses, net	3,723
Effects of income tax	-809
Effects of minority shareholders	119
Total	1,791

## 2. BASIC INFORMATION OF THE COMPANY

### 2.2 Table on the total number of shareholders as at the end of the reporting period and the top ten holders of circulating shares not subject to selling restrictions (after completion of the Share Segregation Reform)

Unit: share

<b>Total number of shareholders at the end of the reporting period</b>	As at 31 March 2010, there were a total of 68,269 shareholders whose names appeared on the register of shareholders of the Company, of whom 67,758 were domestic shareholders and 511 were foreign shareholders.	
<b>Top ten holders of circulating shares not subject to selling restrictions</b>		
<b>Name of shareholder</b>	<b>Number of shares not subject to selling restrictions held as at the end of the reporting period</b>	<b>Type of shares</b>
Mondrian Investment Partners Limited	98,534,000	Overseas-listed foreign shares
Capital Research and Management Company	85,269,000	Overseas-listed foreign shares
Wellington Management Company, LLP	73,000,288	Overseas-listed foreign shares
Columbia Wanger Asset Management, L.P.	63,878,000	Overseas-listed foreign shares
China AMC Large-cap Select Fund ( 華夏大盤精選證券投資基金 )	14,783,976	RMB-denominated ordinary shares
Shenyin & Wanguo Securities Co., Ltd. ( 申銀萬國證券股份有限公司 )	13,950,000	RMB-denominated ordinary shares
Kunshan Municipal Land Development Centre ( 昆山市土地開發中心 )	7,500,000	RMB-denominated ordinary shares
China AMC Income Fund ( 華夏收入股票型證券投資基金 )	7,300,538	RMB-denominated ordinary shares
Harvest Service Sector Capital Appreciation Fund ( 嘉實服務增值行業證券投資基金 )	7,221,126	RMB-denominated ordinary shares
Jiangsu Electric Power Company ( 江蘇省電力公司 )	6,534,627	RMB-denominated ordinary shares

In respect of the shareholdings of the top ten holders of circulating shares not subject to selling restrictions, the data for overseas listed foreign shares were based on reporting by the relevant parties pursuant to the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and the Register of Shareholders.

## 2. BASIC INFORMATION OF THE COMPANY

As at 31 March 2010, the shareholdings of the top ten holders of A shares not subject to selling restrictions:

Name of shareholder	Number of shares as at the end of the reporting period	Type of shares
China AMC Large-cap Select Fund ( 華夏大盤精選證券投資基金 )	14,783,976	RMB-denominated ordinary shares
Shenyin & Wanguo Securities Co., Ltd. ( 申銀萬國證券股份有限公司 )	13,950,000	RMB-denominated ordinary shares
Kunshan Municipal Land Development Centre ( 昆山市土地開發中心 )	7,500,000	RMB-denominated ordinary shares
China AMC Income Fund ( 華夏收入股票型證券投資基金 )	7,300,538	RMB-denominated ordinary shares
Harvest Service Sector Capital Appreciation Fund ( 嘉實服務增值行業證券投資基金 )	7,221,126	RMB-denominated ordinary shares
Harvest Growth and Income Fund ( 嘉實成長收益型證券投資基金 )	6,999,974	RMB-denominated ordinary shares
Jiangsu Electric Power Company ( 江蘇省電力公司 )	6,534,627	RMB-denominated ordinary shares
China AMC Return Fund ( 華夏回報證券投資基金 )	5,910,000	RMB-denominated ordinary shares
China AMC Dividend Fund ( 華夏紅利混合型開放式證券投資基金 )	4,999,930	RMB-denominated ordinary shares
Bosera Value Appreciation Fund ( 博時價值增長證券投資基金 )	4,099,982	RMB-denominated ordinary shares



### 3. SIGNIFICANT MATTERS

#### 3.1 Details and reasons for material changes in the major financial statement items and financial indicators of the Company

Applicable       Not applicable

During the first quarter of 2010, the Chinese economy maintained a relatively fast recovery growth, with a GDP growth of approximately 11.9% year-on-year, representing an increase of 5.7 percentage points over the corresponding period of the previous year. Driven by the improving macroeconomic environment, the Group was greeted with a steady rise in the demand for expressway goods and passenger transportation in its operating territory. At the same time, the structural adjustments to the toll-by-weight toll standards for trucks implemented in 2009 continued to exert their positive upon the Group's toll revenue during the reporting period. Affected by this, the Company delivered good performance in both traffic flows and toll revenues of its expressway and bridge projects, other than G312, during the reporting period. In the first quarter, the average daily full-trip traffic volume on Shanghai-Nanjing Expressway, the core asset of the Company, reached 56,121 vehicles, up 14.39% year-on-year, of which the average daily traffic volume of trucks was approximately 16,490 vehicles, an increase of approximately 26.52% year-on-year; and the average daily traffic volume of passenger vehicles was approximately 39,631 vehicles, up approximately 10% year-on-year. The percentage of the average daily traffic volume of trucks was approximately 29.38% in the first quarter, representing an increase of 2.82 percentage points from 26.56% for the corresponding period of 2009. Due to the substantial year-on-year growth in truck traffic and increased toll standards, the average daily toll revenue generated on the Shanghai-Nanjing Expressway amounted to approximately RMB10,844,300, up 24.42% year-on-year which growth rate was 10.03 percentage points higher than the growth rate in traffic volume.

### 3. SIGNIFICANT MATTERS

The operating performance of various roads and bridges during the period from January 2010 to March 2010 is as follows:

#### Data of average daily traffic volumes and average daily toll revenues of various roads and bridges during the period from January 2010 to March 2010:

Road/Bridge	Average daily traffic volume (Vehicle/Day)	Growth over the corresponding period of last year (%)	Average daily toll revenue (RMB'000/Day)	Growth over the corresponding period of last year (%)
Jiangsu Section of Shanghai – Nanjing Expressway	56,121	14.39	10,844.3	24.42
Shanghai-Nanjing Section of G312	20,434	-5.11	307.5	-10.18
Nanjing Section of Nanjing – Lianyungang Highway	5,614	13.84	125.8	41.56
Guangjing Expressway	37,941	9.99	575.4	8.56
Xicheng Expressway	38,624	8.45	1,069.0	13.60
Jiangyin Yangtze Bridge	44,396	11.24	2,037.0	12.29
Sujiahang Expressway	30,954	13.43	2,235.1	19.27

During the first quarter of 2010, according to the PRC Accounting Standards, the Group realized a total operating revenue of approximately RMB1,558,977,000, representing an increase of approximately 29.42% as compared to the corresponding period of 2009. Of such operating revenue, toll road revenue amounted to approximately RMB1,162,981,000, representing an increase of approximately 21.7% as compared to the corresponding period of 2009; revenue from ancillary businesses amounted to approximately RMB358,196,000, representing an increase of approximately 50.10% as compared to the corresponding period of 2009, which was mainly attributable to an increase in sales volume of oil products at the service areas due to an increase in traffic volume and an increase in prices of petroleum products. Revenue from other businesses amounted to approximately RMB37,800,000, representing an increase of approximately 267.19% as compared to the corresponding period of 2009. Of such revenue increase, while income from advertising business increased by approximately 14.89% year-on-year, income realized from the property sales business of Ninghu Investment during the quarter also accounted for a substantial increase year-on-year to amount to approximately RMB25,972,000.

During the reporting period, the total operating costs of the Group amounted to approximately RMB635,981,000, representing an increase of approximately 25.59% as compared to the corresponding period of 2009, which was mainly attributable to an increase in procurement costs of raw material due to an increase in sales volume in ancillary businesses and the addition of costs of property sales in other businesses.



### 3. SIGNIFICANT MATTERS

According to the PRC Accounting Standards, the Group realized an operating profit of approximately RMB794,700,000 during the reporting period, representing an increase of approximately 39.22% as compared to the corresponding period of 2009; net profit attributable to equity holders of the Company amounted to approximately RMB595,866,000, with earnings per share being approximately RMB0.12, representing an increase of approximately 39.48% as compared to the corresponding period of 2009. Material changes in major accounting statement items and financial indicators and reasons therefor are as follows:

#### Reasons for Material Changes in Balance Sheet Items as at 31 March 2010

*Unit: RMB'000*

Item	End of the reporting period	End of the last reporting year	Change	Reason
Bank balances and cash	735,678	517,820	42.07%	Mainly the net operating cash inflows during the reporting period.
Accounts receivable	70,386	55,325	27.22%	Mainly due to the changes in the allocated balance of receivable tolls.
Prepayments	1,552,164	1,241,573	25.02%	Mainly due to the prepayment of land grant fees, etc. for the subsidiary Ninghu Properties.
Construction-in-progress	7,718	10,174	-24.14%	Some projects under construction were changed into fixed assets after they were ready for use, resulting in a fall in the balance.
Accounts payable	121,302	161,521	-24.9%	Mainly the construction costs, etc. paid during the reporting period, resulting in a fall in the balance of accounts payable.
Interests payable	19,219	34,350	-44.05%	Payment of interests on the corporate bonds during the reporting period, resulting in a fall in the balance of interests payable.

### 3. SIGNIFICANT MATTERS

#### Reasons for Material Changes in Income Statement Items during the Reporting Period

Unit: RMB'000

Item	Beginning of the year to end of the reporting period	Corresponding period of last year	Change	Reason
Operating revenue	1,558,977	1,204,556	29.42%	Mainly due to the growth in toll revenue, sales revenue from ancillary services and sales revenue from the property projects of Ninghu Investment.
Costs of sales	635,981	506,407	25.59%	Mainly the increased procurement costs of raw materials due to the sales growth in ancillary services and the increased sales costs from the new property business.
Gain from fair value changes	-756	2,562	-129.51%	Due to a fall in market prices of the investments in gold held by the subsidiary Ninghu Investment.
Non-operating expenses	1,220	3,381	-63.92%	Non-operating expenses such as losses from the disposal of non-current assets and charitable donations during the reporting period dropped compared to the corresponding period of the previous year.
Income tax	189,508	132,680	42.83%	Profit growth led to a year-on-year increase in income tax during the reporting period.
Other comprehensive income	-30,326	79,571	-138.11%	Change in the fair value of the financial assets held for sale by Yangtze Bridge, an associate of the Company.

### 3. SIGNIFICANT MATTERS

#### Reason for Material Change in Cash Flow Statement Item during the Reporting Period

Unit: RMB'000

Item	Beginning of the year to end of the reporting period	Corresponding period of last year	Change	Reason
Net cash flows from operating activities	545,511	689,221	-20.85%	Mainly because operating cash outflows increased due to land grant fees paid by Ninghu Properties, a subsidiary.
Net cash flows from investing activities	-8,546	-72,469	88.21%	Mainly because cash outflows disbursed in acquisition of fixed assets, intangible assets and other long-term assets decreased year-on-year during the reporting period.
Net cash flows from financing activities	-319,107	-454,948	29.86%	Mainly because cash disbursed in repayment of borrowings and repayment of interests decreased in the reporting period.

#### 3.2 Analysis of progress and impact of significant events and solutions

Applicable       Not applicable

On 20 January 2010, by submitting biddings at an auction, Jiangsu Ninghu Properties Co., Ltd (“Ninghu Properties”), a wholly-owned subsidiary of the Company, won the bid for lots No. 02 and 03 in Jurong City, with a cadastral area of 23,900 square metres and 26,667 square metres respectively for total considerations of RMB53,800,000 and RMB60,000,000 respectively. The two lots, both for commercial and residential purposes, are close to the lots at Hongyan Community of Baohua Town, Jurong City which was won at an auction in 2009.

#### 3.3 Undertakings made by the Company, shareholders and the de facto controller and their implementation

Applicable       Not applicable

#### 3.4 Warning and explanation in the forecast of the possible aggregate net profits from the beginning of the year to the end of the next reporting period becoming a loss or significant changes compared to the corresponding period of the previous year

Applicable       Not applicable

### 3. SIGNIFICANT MATTERS

#### 3.5 Implementation of cash dividends policy during the reporting period

During the reporting period, the ninth meeting of the sixth session of the Board considered and approved the profit distribution scheme for 2009 - a cash dividend of RMB0.31 for every share (tax inclusive). Such profit distribution scheme is submitted for approval to the 2009 annual general meeting to be held on 19 May 2010.

By Order of the Board

**Shen Chang Quan**

*Legal Representative of the Company*

Nanjing, the PRC, 28 April 2010

*As at the date of this report, directors of the Company are:*

*Shen Chang Quan, Chen Xiang Hui, Cheng Chang Yung Tsung, Alice, Fang Hung, Kenneth, Zhang Yang, Qian Yong Xiang, Du Wen Yi, Fan Cong Lai\*, Chen Dong Hua\*, Gao Bo\* and Xu Chang Xin\*.*

\* *Independent Non-executive Directors*

## 4. APPENDIX

### 4.1 Consolidated Balance Sheet

As at 31 March 2010

*Unit: RMB*

Item	At the end of the reporting period	At the beginning of the year
<b>Current assets:</b>		
Bank balances and cash	735,678,456	517,820,151
Held-for-trading financial assets	51,344,463	52,100,463
Bills receivable	1,128,480	1,000,000
Accounts receivable	70,385,790	55,325,397
Prepayments	1,552,164,309	1,241,573,473
Other receivables	52,013,770	45,312,944
Inventories	77,252,995	89,157,159
Total current assets	2,539,968,263	2,002,289,587
<b>Non-current assets:</b>		
Long-term equity investments	2,061,445,881	2,067,385,735
Investment properties	14,683,013	14,803,573
Fixed assets	1,316,254,475	1,347,540,291
Construction-in-progress	7,717,978	10,174,106
Intangible assets	19,864,950,210	20,048,562,525
Long-term deferred assets	492,959	237,065
Deferred tax assets	5,211,470	5,211,470
Total non-current assets	23,270,755,986	23,493,914,765
Total assets	25,810,724,249	25,496,204,352
<b>Current liabilities:</b>		
Short-term borrowings	2,865,850,000	3,075,850,000
Accounts payable	121,301,596	161,521,388
Advances from customers	29,609,857	25,555,692
Salary payable	11,899,038	12,204,461
Taxes payable	167,961,232	137,741,583
Interests payable	19,219,030	34,349,657
Dividend payable	47,062,654	47,062,654
Other payables	60,517,195	75,385,784
Non-current liabilities due within 1 year	201,691,762	201,691,762
Total current liabilities	3,525,112,364	3,771,362,981

## 4. APPENDIX

Unit: RMB

Item	At the end of the reporting period	At the beginning of the year
<b>Non-current liabilities:</b>		
Long-term borrowings	3,419,605,869	3,420,451,713
Bonds payable	1,094,558,167	1,093,579,583
Deferred tax liabilities	3,824,159	4,013,109
Total non-current liabilities	4,517,988,195	4,518,044,405
Total liabilities	8,043,100,559	8,289,407,386
<b>Owners' equity (or shareholders' equity):</b>		
Paid-in capital (or share capital)	5,037,747,500	5,037,747,500
Capital reserves	7,644,656,113	7,692,272,440
Surplus reserves	1,747,725,629	1,747,725,629
Retained profits	2,874,691,433	2,278,825,336
Equity attributable to equity holders of the Company	17,304,820,675	16,756,570,905
Minority interests	462,803,015	450,226,061
Total owners' equity	17,767,623,690	17,206,796,966
Total liabilities and owners' equity	25,810,724,249	25,496,204,352

## 4. APPENDIX

### Balance Sheet of the Company

As at 31 March 2010

*Unit: RMB*

Item	At the end of the reporting period	At the beginning of the year
<b>Current assets:</b>		
Bank balances and cash	332,097,935	242,978,247
Accounts receivable	53,566,317	46,572,442
Prepayments	17,109,511	13,268,187
Other receivables	1,421,200,747	1,084,482,220
Inventories	13,923,728	12,894,850
Total current assets	1,837,898,238	1,400,195,946
<b>Non-current assets:</b>		
Long-term equity investments	4,164,602,238	4,169,200,755
Fixed assets	1,136,211,816	1,160,590,705
Construction-in-progress	7,568,279	10,024,407
Intangible assets	18,018,686,844	18,181,263,109
Deferred tax assets	5,004,735	5,004,735
Total non-current assets	23,332,073,912	23,526,083,711
Total assets	25,169,972,150	24,926,279,657
<b>Current liabilities:</b>		
Short-term borrowings	3,365,850,000	3,575,850,000
Accounts payable	103,455,997	126,119,044
Advances from customers	7,685,689	5,458,616
Salary payable	10,526,140	10,648,470
Taxes payable	94,319,633	66,877,748
Interests payable	19,796,230	34,926,857
Dividend payable	47,062,654	47,062,654
Other payables	51,263,914	59,620,865
Non-current liabilities due within 1 year	201,691,762	201,691,762
Total current liabilities	3,901,652,019	4,128,256,016

## 4. APPENDIX

*Unit: RMB*

<b>Item</b>	<b>At the end of the reporting period</b>	<b>At the beginning of the year</b>
<b>Non-current liabilities:</b>		
Long-term borrowings	3,419,605,869	3,420,451,713
Bonds payable	1,094,558,167	1,093,579,583
Total non-current liabilities	4,514,164,036	4,514,031,296
Total liabilities	8,415,816,055	8,642,287,312
<b>Owners' equity (or shareholders' equity):</b>		
Paid-in capital (or share capital)	5,037,747,500	5,037,747,500
Capital reserves	7,626,230,881	7,673,847,208
Surplus reserves	1,521,845,627	1,521,845,627
Retained profits	2,568,332,087	2,050,552,010
Total owners' equity (or shareholders' equity)	16,754,156,095	16,283,992,345
Total liabilities and owners' equity (or shareholders' equity)	25,169,972,150	24,926,279,657



## 4. APPENDIX

### 4.2 Consolidated Income Statement

January 2010 - March 2010

Unit: RMB

Item	The reporting period	Corresponding period of the previous year
<b>1. Total operating revenue</b>	1,558,976,856	1,204,555,826
Including: operating revenue	1,558,976,856	1,204,555,826
<b>2. Total costs of sales</b>	805,196,650	677,279,318
Including: Costs of sales	635,980,518	506,407,452
Sales taxes and surcharges	41,069,951	33,998,493
Sales expenses	344,240	280,360
General and administrative expenses	34,012,838	35,029,645
Finance expenses	93,789,103	101,563,368
Add: Gain from changes in fair value (loss is stated by "-")	-756,000	2,562,000
Investment income (loss is stated by "-")	41,675,903	40,992,973
Including: Share of profits from associates and jointly controlled entities	41,690,023	40,992,973
<b>3. Operating profit (loss is stated by "-")</b>	794,700,109	570,831,481
Add: Non-operating income	4,470,820	4,296,793
Less: Non-operating expenses	1,219,976	3,381,316
Including: Loss from disposal of non-current assets	472,293	670,407
<b>4. Profit before tax (loss is stated by "-")</b>	797,950,953	571,746,958
Less: Income tax expense	189,507,902	132,680,021
<b>5. Net profit (loss is stated by "-")</b>	608,443,051	439,066,937
Net profit attributable to equity holders of the Company	595,866,097	427,207,445
Minority shareholders profit/(loss)	12,576,954	11,859,492
<b>6. Earnings per share:</b>		
(a) Basic earnings per share	0.1183	0.0848
(b) Diluted earnings per share	N/A	N/A
<b>7. Other comprehensive income</b>	-30,325,888	79,570,517
<b>8. Total comprehensive income</b>	578,117,163	518,637,454
Total comprehensive income attributable to equity holders of the Company	565,540,209	506,777,962
Total comprehensive income attributable to minority interests	12,576,954	11,859,492

## 4. APPENDIX

### Income Statement of the Company

January 2010 - March 2010

Unit: RMB

Item	The reporting period	Corresponding period of the previous year
<b>1. Operating revenue</b>	1,368,362,324	1,057,490,266
Less: Costs of sales	576,819,118	466,165,994
Sales taxes and surcharges	35,912,674	29,414,445
General and administrative expenses	27,701,307	29,660,281
Finance expenses	99,065,293	110,725,930
Add: Investment income (loss is stated by "-")	43,017,811	38,287,620
Including: Share of profits from associates and jointly controlled entities	43,017,811	38,287,620
<b>2. Operating profit (loss is stated by "-")</b>	671,881,743	459,811,236
Add: Non-operating income	4,470,820	4,106,593
Less: Non-operating expenses	318,611	2,767,664
Including: Loss from disposal of non-current assets	8,420	669,690
<b>3. Profit before tax (loss is stated by "-")</b>	676,033,952	461,150,165
Less: Income tax expense	158,253,875	105,715,636
<b>4. Net profit (loss is stated by "-")</b>	517,780,077	355,434,529
<b>5. Earnings per share:</b>		
(a) Basic earnings per share	0.1028	0.0706
(b) Diluted earnings per share	N/A	N/A
<b>6. Other comprehensive income</b>	-30,325,888	79,570,517
<b>7. Total comprehensive income</b>	487,454,189	435,005,046

## 4. APPENDIX

### 4.3 Consolidated Cash Flow Statement

January 2010 - March 2010

Unit: RMB

Item	The reporting period	Corresponding period of the previous year
<b>1. Cash flows from operating activities:</b>		
Cash received from sale of goods and rendering of services	1,607,841,894	1,253,012,658
Cash received relating to other operating activities	8,805,713	10,252,317
Sub-total of cash inflows from operating activities	1,616,647,607	1,263,264,975
Cash paid for goods and services	771,548,545	315,847,161
Cash paid to and on behalf of employees	82,934,054	84,440,540
Taxes paid	208,002,614	139,806,691
Cash paid relating to other operating activities	8,651,215	33,949,992
Sub-total of cash outflows from operating activities	1,071,136,428	574,044,384
Net cash flows from operating activities	545,511,179	689,220,591
<b>2. Cash flows from investing activities:</b>		
Cash received from disposal of investment	252,800	—
Cash received from investment income	—	42,116,727
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,078,500	1,200
Sub-total of cash inflows from investing activities	2,331,300	42,117,927
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	10,624,722	114,586,815
Cash paid for purchase of investments	252,800	—
Sub-total of cash outflows from investing activities	10,877,522	114,586,815
Net cash flows from investing activities	-8,546,222	-72,468,888
<b>3. Cash flows from financing activities:</b>		
Cash received from borrowings	540,000,000	1,240,000,000
Sub-total of cash inflows from financing activities	540,000,000	1,240,000,000
Cash paid for repayment of borrowings	750,845,844	1,530,847,095
Cash paid for distribution of dividends, profits or interests	108,260,808	164,100,768
Sub-total of cash inflows from financing activities	859,106,652	1,694,947,863
Net cash flows from financing activities	-319,106,652	-454,947,863
<b>4. Effects of foreign exchange rate changes on cash and cash equivalents</b>		
<b>5. Net increase in cash and cash equivalents</b>	217,858,305	161,803,840
Add: Cash and cash equivalents at the beginning of the period	517,820,151	460,593,264
<b>6. Cash and cash equivalents at the end of the period</b>	735,678,456	622,397,104

## 4. APPENDIX

### Cash Flow Statement of the Company

January 2010 - March 2010

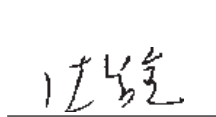
Unit: RMB

Item	The reporting period	Corresponding period of the previous year
<b>1. Cash flows from operating activities:</b>		
Cash received from sale of goods and rendering of services	1,420,500,435	1,101,123,671
Cash received relating to other operating activities	2,397,214	7,597,613
Sub-total of cash inflows from operating activities	1,422,897,649	1,108,721,284
Cash paid for goods and services	429,322,771	287,289,131
Cash paid to and on behalf of employees	65,595,015	67,996,396
Taxes paid	168,893,058	115,117,468
Cash paid relating to other operating activities	7,543,803	31,195,618
Sub-total of cash outflows from operating activities	671,354,647	501,598,613
Net cash flows from operating activities	751,543,002	607,122,671
<b>2. Cash flows from investing activities:</b>		
Cash received from investment income	—	42,116,727
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,078,500	—
Sub-total of cash inflows from investing activities	2,078,500	42,116,727
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	10,395,162	114,017,075
Cash paid for purchase of investments	330,000,000	—
Sub-total of cash outflows from investing activities	340,395,162	114,017,075
Net cash flows from investing activities	-338,316,662	-71,900,348
<b>3. Cash flows from financing activities:</b>		
Cash received from borrowings	540,000,000	1,440,000,000
Sub-total of cash inflows from financing activities	540,000,000	1,440,000,000
Cash paid for repayment of borrowings	750,845,844	1,730,847,095
Cash paid for distribution of dividends, profits or interests	113,260,808	172,104,530
Sub-total of cash inflows from financing activities	864,106,652	1,902,951,625
Net cash flows from financing activities	-324,106,652	-462,951,625
<b>4. Effects of foreign exchange rate changes on cash and cash equivalents</b>		
<b>5. Net increase in cash and cash equivalents</b>	89,119,688	72,270,698
Add: Cash and cash equivalents at the beginning of the period	242,978,247	224,385,656
<b>6. Cash and cash equivalents at the end of the period</b>	332,097,935	296,656,354

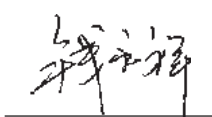
## 5. CONFIRMATION OPINION TO 2010 FIRST QUARTERLY REPORT BY DIRECTORS AND SENIOR MANGEMENT

The Company's directors and senior management hereby confirm in writing that they have reviewed the quarterly report for the year and are of the opinion that there are no false representations or misleading statements contained in or material omissions from this report; and that they shall be severally and jointly accept responsibility for the truthfulness, accuracy and completeness of the content of this report.

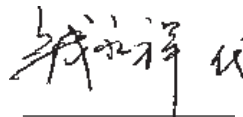
### Diectors




Shen Chang Quan



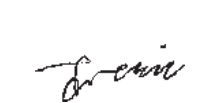
Qian Yong Xiang



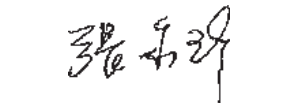
Zhang Yang



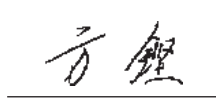
Chen Xiang Hui



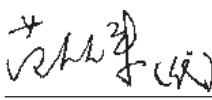
Du Wen Yi



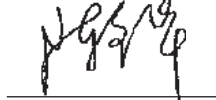
Cheng Chang Yung Tsung, Alice



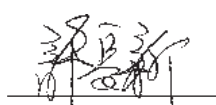
Fang Hung, Kenneth




Fan Cong Lai



Chen Dong Hua




Xu Chang Xin

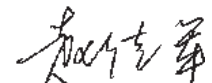


Gao Bo


### Senior Management Members




Liu Wei



Zhao Jia Jun



Shang Hong



Tian Yafei



Yao Yong Jia

Jiangsu Expressway Company Limited

28 April 2010