

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



安徽海螺水泥股份有限公司

ANHUI CONCH CEMENT COMPANY LIMITED

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock code: 0914)

2010 THIRD QUARTERLY REPORT

In accordance with the applicable rules of the Shanghai Stock Exchange of the People's Republic of China ("PRC"), the quarterly report ("Quarterly Report") of Anhui Conch Cement Company Limited ("Company") and its subsidiaries (together with the Company referred to as the "Group") for the third quarter as at 30 September of 2010 will be published in newspapers circulating in the PRC on 26 October 2010. The full text of the Quarterly Report is set out below pursuant to Rule 13.09(2) of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited:

§ 1. IMPORTANT NOTICE

- 1.1 The board ("Board") of directors ("Directors"), supervisory committee ("Supervisory Committee"), and the Directors, supervisors and members of the senior management of the Company warrant that in respect of the information contained in this Quarterly Report, there are no misrepresentations, misleading statements or material omission, and they individually and collectively accept full responsibility for the truthfulness, accuracy and completeness of the information contained in this Quarterly Report.
- 1.2 The financial report of this quarter has not been audited.
- 1.3 The Company's Chairman, Mr Guo Wensan, the officer-in-charge of the accounting functions, Mr Ji Qinying, and the head of the accounting department, Mr Zhou Bo, declare that the financial report contained in this Quarterly Report is warranted to be true and complete.
- 1.4 Unless stated otherwise, the currency unit in this Quarterly Report refers to Renminbi ("RMB"), the lawful currency of the PRC; unless stated otherwise, all financial information was prepared under the generally accepted accounting principles of the PRC.
- 1.5 The Reporting Period refers to 1 July 2010 to 30 September 2010.

§ 2. BASIC CORPORATE INFORMATION

2.1 Major accounting data and financial indicators of the Group

	As at the end of Reporting Period	As at the end of the previous year	Changes as at the end of the Reporting Period compared with that as at the end of the previous year (%)
Total assets (RMB)	55,726,851,523	47,148,497,829	18.19
Total equity attributable to equity shareholders of the Company (RMB)	31,631,199,946	28,759,638,990	9.98
Net assets per share attributable to equity shareholders of the Company (RMB/share) (restated)	8.95	8.14	9.98
	From the beginning of this year to the end of the Reporting Period		Changes as compared with that of the corresponding period of the previous year (%)
Net cash flow generated from operating activities (RMB)	2,416,742,463		(62.76)
Net cash flow generated from operating activities per share (RMB/share) (restated)	0.68		(62.76)
	Reporting Period	From the beginning of this year to the end of the Reporting Period	Changes for the Reporting Period compared with that of the corresponding period of the previous year (%)
Net profit attributable to equity shareholders of the Company (RMB)	1,362,575,861	3,159,257,471	45.28
Basic earnings per share (RMB/ share) (restated)	0.39	0.89	45.28
Basic earnings per share after extraordinary items (RMB/share) (restated)	0.37	0.83	42.01
Diluted earnings per share (RMB/share) (restated)	0.39	0.89	45.28
Return on weighted average net assets attributable to equity shareholders of the Company	4.45	10.45	Increased by 0.92 percentage point
Return on weighted average net assets attributable to equity shareholders of the Company after extraordinary items	4.29	9.68	Increased by 0.82 percentage point

Extraordinary items	Amount from the beginning of this year to the end of the Reporting Period (RMB)
Gain/ (loss) on disposals of non-current assets	1,550,645
Government subsidy	299,585,092
Other extraordinary items	7,614,723
Effect of extraordinary items on income tax	(70,872,846)
Effect of extraordinary items on minority interest	(4,379,406)
Total	233,498,208

Note: Given the implementation of the proposal of capitalization of capital reserve fund by the Group during the year, there were changes in the share capital. Accordingly, the “Net assets per share attributable to equity shareholders of the Company” as at the end of the previous year, and the comparative figures of “Net cash flow generated from operating activities per share”, “Basic earnings per share”, “Basic earnings per share after extraordinary items”, “Diluted earnings per share” of the corresponding period respectively were restated in the above table.

2.2 The total number of shareholders and the shareholding of the top 10 holders of floating shares without trading restriction as at the end of the Reporting Period

Total number of shareholders as at the end of the Reporting Period	64,537		
Shareholding of the top 10 holders of floating shares without trading restriction			
Serial number	Name of shareholder (in full)	Number of floating shares without trading restriction held at the end of the Reporting Period	Class
1	Anhui Conch Holdings Company Limited	1,278,886,072	RMB-denominated ordinary shares
2	HKSCC Nominees Limited	865,159,994	Overseas listed foreign shares
3	Ping An Trust Company Limited – Conch’s Equity	232,897,359	RMB-denominated ordinary shares
4	Anhui Conch Venture Investment Company Limited	191,142,164	RMB-denominated ordinary shares
5	UBS AG	24,008,585	RMB-denominated ordinary shares
6	China Construction Bank – Hua An Hongli Stock Securities Investment Fund	15,990,000	RMB-denominated ordinary shares

7	CITIC Securities – ICBC - Credit Suisse (Hong Kong) Limited	15,976,296	RMB-denominated ordinary shares
8	Yale University	15,413,208	RMB-denominated ordinary shares
9	International Finance — HSBC — JP Morgan Chase Bank, National Association	13,702,083	RMB-denominated ordinary shares
10	Agricultural Bank of China — Bank of Communications Schroder Select Stock Securities Investment Fund	12,920,066	RMB-denominated ordinary shares

§ 3. MAJOR EVENTS

3.1 Significant changes and reasons for such changes in major items of the accounting statements and financial indicators of the Group

1. As at the end of the Reporting Period, the closing balances of bills receivable and receipts in advance of the Group increased by 49.97% and 68.71% respectively from those at the beginning of the year, which were mainly due to increases in the sales volume of the Group's products, price, and bank acceptance bills and advance payments received from customers;
2. as at the end of the Reporting Period, the closing balance of inventory of the Group increased by 41.17% from that at the beginning of the year, which was mainly due to the expansion of the Group's production capacity and a corresponding increase in inventory, and upsurge of the coal price;
3. as at the end of the Reporting Period, the closing balance of other current assets of the Group increased by 36.34% from that at the beginning of the year, which was mainly due to the increase in the accrued value-added tax on the equipment purchased by the Group;
4. as at the end of the Reporting Period, the closing balances of the available-for-sale equity securities and deferred income tax liabilities of the Group increased by 39.79% and 33.44% respectively from those at the beginning of the year, which were mainly due to a significant increase in the market value of the shares held by the Group in other listed companies of the same industry when compared with those at the beginning of the year;
5. as at the end of the Reporting Period, the closing balance of the Group's long-term equity investment increased by 107.58% from that at the beginning of the year, which was mainly due to the capital injection according to the original shareholding proportion in three joint venture companies, including Guiding Conch Panjiang Cement Co., Ltd.;
6. as at the end of the Reporting Period, the closing balance of other non-current assets of the

- Group increased by 88.91% from that at the beginning of the year, which was mainly due to the Group's prepayment of the fees in relation to the construction of ancillary facilities of the Group's newly commenced projects that shall be borne by the government;
7. as at the end of the Reporting Period, the closing balance of Group's bills payable was zero, representing a decrease of RMB941 million from that at the beginning of the year, which was mainly due to the Group's repayment of the bills payable whose respective maturity dates fell in the year;
 8. as at the end of the Reporting Period, the closing balance of wages payable of the Group decreased by 80.39% from that at the beginning of the year, which was mainly due to the distribution by the Group during the year of year-end bonus, which was provided for in the previous year;
 9. as at the end of the Reporting Period, the closing balances of short-term borrowings and long-term borrowings increased by 71.99% and 90.39% respectively from those at the beginning of the year, which were mainly due to the increase of borrowings obtained by the Group during the year; while the closing balance of interests payable increased by 757.81% when compared with that at the beginning of the year, which was mainly due to payment of the accrued interest which was provided for had not yet been due;
 10. as at the end of the Reporting Period, the closing balance of the Group's share capital increased by 100% from that at the beginning of the year, which was mainly due to the implementation of the proposal of capitalization of capital reserve fund by the Group during the year;
 11. during the Reporting Period, the Group's revenue increased by 32.00% from that of the same period last year, which was mainly due to the increase in the Group's sales volume and sales price during the Reporting Period;
 12. during the Reporting Period, the Group's operating cost increased by 30.98% from that of the same period last year, which was mainly due to the expansion in the scale of production and sales of the Group, as well as the rise in the price of bulk material;
 13. during the Reporting Period, the Group's administrative expenses increased by 35.74% from that of the same period last year, which was mainly due to the expansion of the scale of production and sale of the Group;
 14. during the Reporting Period, the Group's non-operating income increased by 102.27% from that of the same period last year, which was mainly due to the increase in

- government subsidy income of the Group during the Reporting Period;
15. during the Reporting Period, the Group's total profits and net profit attributable to equity shareholders of the Company increased by 46.67% and 45.28% respectively from those of the same period last year, which was mainly due to the period-on-period increase in product sales volume and sales price during the Reporting Period;
 16. during the Reporting Period, the Group's income tax expenses increased by 49.52% from that of the same period last year, which was mainly due to the increase in the Group's total profits;
 17. during the Reporting Period, other comprehensive income of the Group increased by 3,986.89% from that of the same period last year, due to the increase in the market value of the shares held by the Group in other listed companies of the same industry during the Reporting Period from that of the same period last year;
 18. from the beginning of the year to the end of the Reporting Period, the Group's net cash flow generated from operating activities decreased by 62.76% from that of the same period last year. The decrease was mainly due to the repayment of a significant amount of the Group's bank acceptance bills payable whose maturity dates fell in the year, increase in inventory corresponding to production capacity expansion, and increase in bank acceptance bills receivables from customers;
 19. from the beginning of the year to the end of the Reporting Period, the Group's net cash outflow generated from investing activities increased by 31.32% from that of the same period last year. The increase was mainly due to the increases in investments in the Group's project construction, joint venture companies, and the shares of other listed companies of the same industry;
 20. from the beginning of the year to the end of the Reporting Period, the Group's net cash inflow generated from financing activities amounted to RMB4,402 million (same period of last year: -RMB4,025 million), representing an increase of RMB8,427 million from that of the same period last year, which was mainly due to the increase in the Group's borrowings. The Group had a net cash outflow from financing activities during the same period last year due to repayment of borrowings and the maturity of discounted bank acceptance bills.

3.2 Progress of significant events and analysis of their effects and solutions

The issue of corporate bonds in China in the aggregate principal amount of not exceeding RMB9.5 billion was approved at the 2008 annual general meeting of the Company on 5 June 2009. The resolution was valid for 24 months. As at the date of disclosure of this report, the issue of the corporate bonds was still pending the approval of the relevant governmental authorities.

3.3 Implementation of undertakings made by the Company, its shareholders and beneficial controllers

Applicable Not applicable

3.4 Warning of and explanation for the accumulated net profit from the beginning of the year to the end of the next reporting period forecast to be a probable loss or to be significantly differed from that of the corresponding period of the previous year

Applicable Not applicable

3.5 Implementation of cash dividend distribution

During the Reporting Period, the Company did not distribute any cash dividends.

Board of Anhui Conch Cement Company Limited
25 October 2010

§ 4 Appendix

4.1 Balance Sheet

Balance Sheet

Prepared by: Anhui Conch Cement Company Limited Unit: RMB Type of audit: Unaudited

Items	As at 30 September 2010 Consolidated	As at 31 December 2009 Consolidated	As at 30 September 2010 The Company	As at 31 December 2009 The Company
Current Assets:				
Monetary capital	2,969,518,025	3,627,038,896	1,155,939,120	2,263,753,520
Tradable equity securities	-	-	-	-
Bills receivable	3,921,815,379	2,615,027,343	953,128,874	792,307,927
Accounts receivable	375,521,839	442,496,851	26,417,634	34,622,159
Advance payments	379,681,471	380,408,669	43,438,116	15,287,586
Dividends receivable	-	-	-	-
Other receivables	374,754,121	319,028,324	4,185,708,795	4,355,559,079
Inventory	3,066,393,927	2,172,190,986	315,728,275	222,322,047
Other current assets	737,244,688	540,744,093	-	14,762
Total current assets	11,824,929,450	10,096,935,162	6,680,360,814	7,683,867,080
Non-current assets:				
Available-for-sale equity securities	3,276,658,769	2,343,992,410	3,276,658,769	2,343,992,410
Long-term equity investment	999,192,301	481,359,640	28,609,207,461	26,917,448,882
Fixed assets	29,612,785,436	25,609,417,223	908,119,554	949,935,913
Construction in progress	4,532,234,515	4,136,503,341	26,972,086	13,491,420
Construction materials	2,496,209,592	2,207,683,761	8,939,922	8,589,267
Intangible assets	2,646,090,254	2,064,374,818	235,212,091	214,987,098
Goodwill	16,119,621	16,119,621	-	-
Deferred income tax assets	73,527,904	60,250,205	-	-
Other non-current assets	249,103,681	131,861,648	-	-
Total non-current assets	43,901,922,073	37,051,562,667	33,065,109,883	30,448,444,990
Total assets	55,726,851,523	47,148,497,829	39,745,470,697	38,132,312,070

Legal representative: Guo Wensan

Officer-in-charge of the accounting functions: Ji Qinying

Head of the accounting department: Zhou Bo

Balance Sheet (Continued)

Prepared by: Anhui Conch Cement Company Limited Unit: RMB Type of audit: Unaudited

Items	As at 30 September 2010 Consolidated	As at 31 December 2009 Consolidated	As at 30 September 2010 The Company	As at 31 December 2009 The Company
Current liabilities:				
Short-term borrowings	2,933,703,379	1,705,719,775	831,341,575	410,000,000
Bills payable	-	940,943,452	650,000,000	1,294,177,995
Accounts payable	3,558,527,926	3,339,169,076	957,176,017	745,013,845
Receipts in advance	931,100,202	551,897,980	82,251,167	93,116,740
Wages payable	38,381,101	195,765,047	5,884,270	33,340,622
Tax payable	622,574,499	499,965,426	74,297,542	48,388,069
Interests payable	147,895,379	17,241,105	2,048,013	8,794,476
Dividends payable	-	-	-	-
Other payables	2,688,839,289	2,329,226,871	4,685,581,137	6,140,679,645
Non-current liabilities due within one year	1,781,458,438	2,493,382,181	150,000,000	550,000,000
Total current liabilities	12,702,480,213	12,073,310,913	7,438,579,721	9,323,511,392
Non-current liabilities:				
Long-term borrowings	10,268,909,092	5,393,621,819	790,000,000	800,000,000
Long-term payables	66,959,659	72,375,147	-	-
Deferred income tax liabilities	402,627,684	301,722,467	383,461,821	282,238,937
Other non-current liabilities	4,340,833	4,587,333	-	-
Total non-current liabilities	10,742,837,268	5,772,306,766	1,173,461,821	1,082,238,937
Total liabilities:	23,445,317,481	17,845,617,679	8,612,041,542	10,405,750,329
Owners' equity:				
Share capital	3,532,868,386	1,766,434,193	3,532,868,386	1,766,434,193
Capital reserve	13,629,176,006	15,065,054,747	19,746,703,163	21,209,468,705
Surplus reserve	759,003,834	759,003,834	759,003,834	759,003,834
Unappropriated profits	13,710,151,720	11,169,146,216	7,094,853,772	3,991,655,009
Equity attributable to owners of the Company	31,631,199,946	28,759,638,990	-	-
Minority interests	650,334,096	543,241,160	-	-
Total owners' equity	32,281,534,042	29,302,880,150	31,133,429,155	27,726,561,741
Total liabilities and owners' equity	55,726,851,523	47,148,497,829	39,745,470,697	38,132,312,070

Legal representative: Guo Wensan
Officer-in-charge of the accounting functions: Ji Qinying
Head of the accounting department: Zhou Bo

4.2 Income Statement

Income Statement

Prepared by: Anhui Conch Cement Company Limited Unit: RMB Type of audit: Unaudited

Items	2010 Q3 Consolidated	2009 Q3 Consolidated	2010 Q3 The Company	2009 Q3 The Company
I. Operating revenue	8,490,074,900	6,431,873,471	2,086,733,839	1,717,911,430
Less: Operating cost	(6,011,863,291)	(4,589,889,509)	(1,932,802,314)	(1,591,398,487)
Business tax and surcharges	(35,415,001)	(33,941,345)	(3,379,466)	(3,019,944)
Selling expenses	(398,354,304)	(361,765,453)	(24,205,551)	(26,758,894)
Administrative expenses	(287,889,501)	(212,090,408)	(34,942,136)	(29,828,490)
Financial expenses	(116,735,410)	(101,220,423)	(11,588,295)	(17,677,665)
Loss on impairment of assets	2,286,621	-	1,147,291	(1,350,880)
Add: Gain or loss on changes of fair value	-	-	-	-
Add: Investment income	9,548,576	13,976,010	14,812,810	17,639,559
Including: investment income from associates and jointly controlled entities	9,548,576	1,682,713	14,812,810	1,682,713
II. Operating profit	1,651,652,590	1,146,942,343	95,776,178	65,516,629
Add: Non-operating income	97,789,264	48,346,499	3,003,225	14,398,568
Less: Non-operating expenses	(352,051)	(2,750,489)	(16,250)	(90,751)
Including: Loss from disposal of non-current assets	(178,041)	(296,257)	(4,250)	(53,241)
III. Total profits	1,749,089,803	1,192,538,353	98,763,153	79,824,446
Less: Income tax expenses	(339,681,638)	(227,185,450)	(20,043,429)	(18,269,922)
IV. Net profit	1,409,408,165	965,352,903	78,719,724	61,554,524
Net profit attributable to owners of the Company	1,362,575,861	937,926,752		
Minority interests	46,832,304	27,426,151		
V. Earnings per share				
(1) Basic earnings per share	0.39	0.27		
(2) Diluted earnings per share	0.39	0.27		
VI. Other comprehensive income	712,460,672	17,432,817	699,740,672	17,432,817
VII. Total comprehensive income attributable to	2,121,868,837	982,785,721	778,460,396	78,987,341
owners of the Company	2,075,036,533	955,359,570		
minority interest	46,832,304	27,426,151		

Legal representative: Guo Wensan

Officer-in-charge of the accounting functions: Ji Qinying

Head of the accounting department: Zhou Bo

Income Statement (Continued)

Prepared by: Anhui Conch Cement Company Limited Unit: RMB Type of audit: Unaudited

Items	2010 Q1 to Q3 Consolidated	2009 Q1 to Q3 Consolidated	2010 Q1 to Q3 The Company	2009 Q1 to Q3 The Company
I. Operating revenue	22,358,348,958	17,667,929,572	6,695,776,451	4,949,483,994
Less: Operating cost	(16,381,175,942)	(12,971,296,075)	(6,293,352,775)	(4,612,190,388)
Business tax and surcharges	(93,807,246)	(91,690,758)	(11,629,821)	(8,469,304)
Selling expenses	(1,110,084,962)	(1,065,883,684)	(66,076,933)	(77,704,361)
Administrative expenses	(730,915,144)	(622,221,829)	(96,983,687)	(92,967,065)
Financial expenses	(349,055,580)	(285,543,317)	(38,043,803)	(17,341,178)
Loss on impairment of assets	3,574,771		(456,099)	(4,241,123)
Add: Gain or loss on changes of fair value	-	-	-	-
Investment income	12,126,210	20,496,386	3,562,044,035	165,813,536
Including: investment income from associates and jointly controlled entities	12,126,210	1,822,136	27,005,888	1,822,136
II. Operating profit	3,709,011,065	2,651,790,295	3,751,277,368	302,384,111
Add: Non-operating income	384,556,684	146,975,831	26,139,668	20,319,264
Less: Non-operating expenses	(1,757,991)	(4,627,618)	(172,186)	(253,241)
Including: Loss from disposal of non-current assets	(475,036)	(1,251,772)	(13,400)	(53,241)
III. Total profits	4,091,809,758	2,794,138,508	3,777,244,850	322,450,134
Less: Income tax expenses	(807,804,134)	(497,581,632)	(55,794,119)	(26,912,823)
IV. Net profit	3,284,005,624	2,296,556,876	3,721,450,731	295,537,311
Net profit attributable to owners of the Company	3,159,257,471	2,235,048,220		
Minority interests	124,748,153	61,508,656		
V. Earnings per share				
(1) Basic earnings per share	0.89	0.63		
(2) Diluted earnings per share	0.89	0.63		
VI. Other comprehensive income	331,990,452	584,984,151	303,668,652	543,638,551
VII. Total comprehensive income attributable to	3,615,996,076	2,881,541,028	4,025,119,383	839,175,862
owners of the Company	3,489,812,923	2,817,064,872		
minority interest	126,183,153	64,476,156		

Legal representative: Guo Wensan

Officer-in-charge of the accounting functions: Ji Qinying

Head of the accounting department: Zhou Bo

4.3 Cash Flow Statement

Cash Flow Statement

Prepared by: Anhui Conch Cement Company Limited Unit: RMB Type of audit: Unaudited

Items	2010 Q1 to Q3 Consolidated	2009 Q1 to Q3 Consolidated	2010 Q1 to Q3 The Company	2009 Q1 to Q3 The Company
1. Cash flow generated from operating activities:				
Cash received from sale of goods and rendering of services	27,614,806,964	25,045,372,854	7,721,197,041	6,740,088,207
Tax and charges refund	52,041,272	36,486,856	6,455,755	18,213,864
Cash received relating to other operating activities	359,671,844	186,001,875	2,447,131,323	2,317,580,415
Sub-total of cash inflow from operating activities	28,026,520,080	25,267,861,585	10,174,784,119	9,075,882,486
Cash paid for goods and services	(21,510,118,660)	(15,486,883,902)	(7,845,193,590)	(4,397,722,905)
Cash paid to and on behalf of employees	(1,117,209,169)	(756,908,156)	(104,578,682)	(92,991,511)
Various types of tax paid	(2,714,800,196)	(2,191,789,623)	(192,587,640)	(174,720,070)
Cash paid relating to other operating activities	(267,649,592)	(342,591,818)	(3,765,351,348)	(729,868,718)
Sub-total of cash outflow from operating activities	(25,609,777,617)	(18,778,173,499)	(11,907,711,260)	(5,395,303,204)
Net cash flow generated from operating activities	2,416,742,463	6,489,688,086	(1,732,927,141)	3,680,579,282
2. Cash flow generated from investing activities:				
Cash received from sales of investments	-	77,211,325	-	73,709,438
Cash received from investment income	4,173,227	15,966,423	3,539,211,374	295,966,423
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	4,014,938	3,603,155	3,444,247	-
Net cash received from disposal of subsidiaries and other operation entities	-	80,000,000	-	80,000,000
Cash received from other investing activities	57,624,650	116,799,177	23,013,681	88,907,192
Sub-total of cash inflow from investing activities	65,812,815	293,580,080	3,565,669,302	538,583,053
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	(6,413,269,313)	(5,857,333,163)	(66,379,998)	(9,779,084)
Cash paid for investments	(527,774,823)	(30,656,603)	(527,774,823)	(27,501,115)
Net cash paid for acquisition of subsidiaries and other operation entities	(528,440,000)	(80,000,000)	(1,660,565,918)	(4,015,704,906)
Cash paid for other investing activities	(75,276,084)	(21,000,000)	-	(1,223,990,320)
Sub-total of cash outflow from investing activities	(7,544,760,220)	(5,988,989,766)	(2,254,720,739)	(5,276,975,425)
Net cash flow generated from investing activities	(7,478,947,405)	(5,695,409,686)	1,310,948,563	(4,738,392,372)

3. Cash flow generated from financing activities:				
Cash received from contribution of investments	-	1,000,000	-	-
Cash received from borrowings	9,024,155,204	1,990,000,000	882,492,471	100,000,000
Cash received from other financing activities	-	-	-	-
Sub-total of cash inflow from financing activities	9,024,155,204	1,991,000,000	882,492,471	100,000,000
Cash paid for repaying borrowings	(3,632,444,328)	(4,984,948,412)	(871,150,896)	(1,353,949,503)
Cash paid for distribution of dividends, profits or payment of interest	(990,003,261)	(1,030,967,199)	(685,318,003)	(627,847,568)
Cash paid for other financing activities	-	-	-	-
Sub-total of cash outflow from financing activities	(4,622,447,589)	(6,015,915,611)	(1,556,468,899)	(1,981,797,071)
Net cash flow generated from financing activities	4,401,707,615	(4,024,915,611)	(673,976,428)	(1,881,797,071)
4. Effect of changes in foreign exchange rates on cash and cash equivalents	-	-	-	-
5. Net increase in cash and cash equivalents	(660,497,327)	(3,230,637,211)	(1,095,955,006)	(2,939,610,161)
Add: Cash and cash equivalents at the beginning of the period	3,572,876,327	6,751,210,705	2,237,132,961	5,395,168,650
6. Cash and cash equivalents at the end of the period	2,912,379,000	3,520,573,494	1,141,177,955	2,455,558,489

Legal representative: Guo Wensan
Officer-in-charge of the accounting functions: Ji Qinying
Head of the accounting department: Zhou Bo

By order of the Board
Anhui Conch Cement Company Limited
Zhang Mingjing
Company Secretary

Wuhu City, Anhui Province, the PRC

25 October 2010

As at the date of this announcement, the Board comprises (i) Mr Guo Wensan, Mr Guo Jingbin, Mr Ji Qinying, Mr Qi Shengli and Mr Wu Jianping as executive Directors, and (ii) Mr Kang Woon, Mr Chan Yuk Tong, and Mr Ding Meicai as independent non-executive Directors.