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# 中航國際控股股份有限公司 AVIC INTERNATIONAL HOLDINGS LIMITED

*(formerly known as CATIC Shenzhen Holdings Limited (深圳中航集團股份有限公司))  
(a joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 00161)**

## OVERSEAS REGULATORY ANNOUNCEMENT

The document attached hereof is the announcement of Fiyta Holdings Limited in relation to the 2014 Third Quarterly Report of Fiyta Holdings Limited posted on the website of the Shenzhen Stock Exchange by Fiyta Holdings Limited. Fiyta Holdings Limited is a subsidiary of AVIC International Holdings Limited.

The aforesaid 2014 Third Quarterly Report is originally prepared in Chinese. In case of any inconsistency between the Chinese version and the English version, the Chinese version shall prevail.

By Order of the Board  
**AVIC International Holdings Limited**  
**Wu Guang Quan**  
*Chairman*

Shenzhen, the PRC, 24 October 2014

*As at the date of this announcement, the board of directors of AVIC International Holdings Limited comprises a total of 9 directors, Mr. Wu Guang Quan, Mr. You Lei, Mr. Lai Wei Xuan, Mr. Pan Lin Wu, Mr. Chen Hong Liang and Mr. Liu Jun as executive directors; and Ms. Wong Wai Ling, Mr. Wu Wei and Mr. Zhang Ping as independent non-executive directors.*



**FIYTA HOLDINGS LTD.**

**2014 3<sup>RD</sup> QUARTERLY REPORT**

**October 10, 2014**

## Section 1 Important Notice

The Board of Directors, the Supervisory Committee, directors, supervisors and senior executives hereby individually and collectively accept responsibility for the correctness, accuracy and completeness of the contents of this report and confirm that there are no material omissions or errors which would render any statement misleading.

All the directors attended the board meeting for reviewing the Quarterly Report.

Mr. Lai Weixuan, the head of the Company, Mr. Hu Xinglong, chief financial officer and Mr. Hu Xinglong, the person in charge of the accounting department (the person in charge of the accounting) hereby confirm the authenticity, accuracy and completeness of the financial report enclosed in the Quarterly Report.

## Section 2 Financial Highlights and Change of Shareholders

### I. Financial Data Summary

Have the accounting data of the previous year undergone retroactive adjustment or restatement due to the change of accounting policy and/or correction of accounting errors, etc.

☒ Yes ☐ No

	End of the reporting period	End of the previous year		Increase/decrease at the end of the reporting period vs the end of the previous year (%)
		Before adjustment	After adjustment	After adjustment
Total assets, in CNY	3,726,071,746.64	3,558,702,591.28	3,558,702,591.28	4.70%
Net assets attributable to the Company's shareholders, in CNY	1,626,633,778.92	1,536,434,684.56	1,536,434,684.56	5.87%
	Reporting Period	Increase/decrease in the reporting period vs the same period of the previous year (%)	Year beginning to the end of the reporting period	Increase/decrease at the year beginning vs the end of the reporting period
Revenues in CNY	848,840,097.66	3.48%	2,491,454,888.63	6.99%
Net profit attributable to the Company's shareholders, in CNY	38,765,648.21	8.61%	127,049,521.31	21.24%
Net profit attributable to the Company's shareholders less the non-recurring gains/losses, in CNY	38,452,376.89	9.22%	124,625,536.90	17.12%
Net cash flows arising from operating activities, in CNY	--	--	223,199,293.23	59.24%
Basic earning per share (CNY/share)	0.099	8.79%	0.323	20.97%
Diluted earning per share (CNY/share)	0.099	8.79%	0.323	20.97%
Net assets-income ratio , weighted average	2.49%	3.75%	8.07%	13.98%

Non-recurring gains/losses and the amount involved

In CNY

Items	From year beginning to the end of the reporting period	Notes
Gain/Loss from disposal of non-current assets (including the written-off part with provision for impairment of assets already)	-52,838.97	Gain/loss from disposal of partial obsolete office fixed assets in the reporting period
Government subsidy recognized in current gains and losses (excluding those closely related to the Company's business and granted under the state's policies according to certain quota of amount or volume)	1,736,500.00	Government subsidy counted to the current gains/losses in the reporting period
Non-operating revenue and expenditures other than the above items	1,315,925.18	Other non-operating revenue and expenditures
Amount influencing the income tax	575,601.80	
Total	2,423,984.41	--

For the Company's non-recurring gain/loss items as defined in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public – Non-recurring Gains and Losses and its non-recurring gain/loss items as illustrated in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public – Non-recurring Gains and Losses which have been defined as recurring gains and losses, it is necessary to explain the reason.

Inapplicable

## II. Total Shareholders at the End of the Reporting Period and Shareholding of the Top Ten Shareholders

### 1. Total Shareholders of Ordinary Shares at the End of the Reporting Period and Ordinary Shares Held by the Top Ten Shareholders

In Shares

Total shareholders at the end of the reporting period		26,770				
Shareholding of the top 10 shareholders						
Names of Shareholders	Nature	Shareholding proportion (%)	Number of shares held	Number of shares held with trading limited conditions	Pledging or freezing	
					Status of the shares	Number
AVIC International	State-owned	41.49%	162,977,327	0		

Holdings Limited	corporate					
Bank of Communications - Factoring Securities Investment Fund Industry Boom	Domestic non-state corporate	1.35%	5,309,655	0		
GOLDEN CHINA PLUS MASTER FUND	Foreign corporate	0.87%	3,418,284	0		
China Merchants Securities (HK) Co., Ltd.	Foreign corporate	0.84%	3,286,289	0		
Essence International Securities (Hong Kong) Limited	Foreign corporate	0.79%	3,103,200	0		
National Social Security Fund 415 Portfolio	Domestic non-state corporate	0.70%	2,748,541	0		
GREENWOOD S CHINA ALPHA MASTER FUND	Foreign corporate	0.68%	2,666,297	0		
China Everbright Bank Limited by Share Ltd - UBS Investment Securities Investment Fund Industry Boom	Domestic non-state corporate	0.64%	2,500,096	0		
Agricultural Bank of China – Fullgoal Tianrui Powerful Region Selected Mixed Open-end Securities	Domestic non-state corporate	0.58%	2,267,036	0		

Investment Fund						
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	Foreign corporate	0.56%	2,186,801	0		
Shareholding of the top 10 shareholders of unrestricted ordinary shares						
Shareholder's Name	Quantity of unrestricted ordinary shares held	Share type		Type of shares	Quantity	
AVIC International Holdings Limited	162,977,327	A-shares			162,977,327	
Bank of Communications - Factoring Securities Investment Fund Industry Boom	5,309,655	A-shares			5,309,655	
GOLDEN CHINA PLUS MASTER FUND	3,418,284	B-shares			3,418,284	
China Merchants Securities (HK) Co., Ltd.	3,286,289	B-shares			3,286,289	
Essence International Securities (Hong Kong) Limited	3,103,200	B-shares			3,103,200	
National Social Security Fund 415 Portfolio	2,748,541	A-shares			2,748,541	
GREENWOODS CHINA ALPHA MASTER FUND	2,666,297	B-shares			2,666,297	
China Everbright Bank Limited by Share Ltd - UBS Investment Securities Investment Fund Industry Boom	2,500,096	A-shares			2,500,096	
Agricultural Bank of China – Fullgoal Tianrui Powerful Region Selected Mixed Open-end Securities Investment Fund	2,267,036	A-shares			2,267,036	
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	2,186,801	B-shares			2,186,801	
Explanation on associated relationship or consistent action of the above shareholders	The Company has found neither affiliation among the aforesaid shareholders nor concerted actor as specified in the Measures for Administration of Information on the Shareholder Equity Change of Listed Companies.					

Note to the top 10 shareholders of unrestricted ordinary shares involved in margin financing & securities lending (if any)	Inapplicable
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Did the top 10 shareholders of ordinary shares and the top 10 shareholders of unrestricted ordinary shares conduct contractual repurchase securities trading in the reporting period?

Inapplicable

## **2. Total Shareholders of Preferred Stockholders at the End of the Reporting Period and Shareholding of the Top Ten Preferred Stockholders**

Inapplicable



## Section 3 Significant Events

### I. Significant Changes in Principal Accounting Statement Items and Financial Indicators and the Causes

#### (I) Influence of the revised accounting standards upon the Company's consolidated statements

In accordance with the revised Accounting Standards for Enterprises No.2 - Long-term Equity Investments, in the reporting period, the Company had no common control over or significant influence upon the investees and there was no long term equity investment for which there was no quotation in the active market and whose fair value could not be reliably measured. In accordance with the Accounting Standards for Enterprises No. 22 – Recognition and Measurement of Financial Instruments, the long term equity investment was calculated as available-for-sale financial asset and measured based on cost and retroactive adjustment was made for the amounts in the consolidated statement at the beginning of the reporting period.

Specific adjustment of the amounts in the consolidated statement at the beginning of the reporting period is as follows:

Investee's name	Amount at the beginning of the reporting period before the adjustment			Amount at the beginning of the reporting period after the adjustment		
	Long term equity investment	Available-for-sale financial assets	Owner's equity attributable to the parent company	Long term equity investment	Available-for-sale financial assets	Owner's equity attributable to the parent company
Xi'an Tangcheng Co., Ltd.	85,000.00	0	0	0	85,000.00	0

#### (II) Analysis on the Changes of the Items and Financial Indicators of the Major Accounting Statements

Items	Ending balance	Opening balance	Changes	Notes
monetary fund	CNY152,290,074.81	CNY107,663,110.74	41.45%	<p>a. The operational net cash flow-in in the reporting period amounted to CNY 223.20 million,</p> <p>b. Cash payment for acquisition/construction of fixed assets, intangible assets and other long term assets in the reporting period amounted to about CNY 91.76 million,</p> <p>c. Investment for construction of Guangming New Zone amounted to about CNY 18.57 million,</p> <p>d. The net cash flow-in of the newly increased bank loan in the</p>

				reporting period was about CNY 50.43 million,  e. The total of the interest paid in the reporting period and the interest of the company bond in the first year was about CNY 116.85 million.
accounts receivable	CNY426,920,314.79	CNY324,457,339.19	31.58%	constant growth of the overall sales size and relatively lagging behind of the interim settlement.
advance payment	CNY30,838,800.55	CNY43,487,613.07	-29.09%	the shop refurbishment fee which was partially paid in advance has been settled this year.
the other current assets	CNY10,541,487.72	CNY30,811,991.07	-65.79%	the input VAT which should be offset at the beginning of the reporting period was actually offset in the reporting period.
the construction-in-progress	CNY26,367,994.89	CNY6,608,187.55	299.02%	the investment for construction of the watch industrial base project at Guangming New Zone in the reporting period.
advance receipt	CNY14,947,173.62	CNY9,667,278.30	54.62%	increase of the trade payment from the customers in the reporting period.
the other payables	CNY231,702,890.29	CNY38,454,934.30	502.53%	the Company replaced the bank short-term loan with the borrowings from AVIC International by CNY 150.00 million and borrowed loan from CATIC International Finance Co., Ltd. amounting to USD6.50 million.
other current liabilities	CNY9,870,125.35	CNY4,924,394.22	100.43%	the increase of the accrued expenses in the current year.
long-term loans	CNY227,985,682.56	CNY173,274,950.01	25.88%	the supplementation of the working capital and increase of the special-purpose loan by CNY 10.00 million for the Watch Industrial Base Project at Guangming New Zone.

## II. Progress of Significant Events, their Influences and Analysis and Note to the

**Solutions**

Inapplicable

**III. The commitments of the Company or its shareholder holding over 5% of the Company's total shares in the reporting period or extending to the reporting period from previous year(s)**

Inapplicable

**IV. Prediction of the Operation Performances of Year 2014**

Inapplicable

**V. Investment in Securities**

Inapplicable

**VI. Investment in Derivatives**

Inapplicable

**VII. Statement of such activities as reception, research, communication, interview in the reporting period**

Reception Time	Reception place	Way of reception	Types of Visitors	Visitors received	Discussion topics and provision of materials
July 16, 2014	Company	On-Site Survey	Institutions	Great Wall Fund Management Co. Ltd., Shenzhen Brightstar Investment Management Co., Ltd., Lion Fund Management Co., Ltd., Haitong Securities Assets Management Co., Ltd., Dacheng Fund Management Co., Ltd., Shenzhen Runfan Investment Co., Ltd., UBS SDIC Fund Management Co.,	Development trend of the domestic luxury goods sector, some measures concerning the Company's strategic development, brand construction, channel management in the past three years. Provision of the Company's public brochures in 2014.

				Ltd., Boshi Fund Management Co., Ltd., Baoying Fund Management Co., Ltd. , Pingan Securities Co., Ltd., Shenzhen Minsen Investment Co., Ltd.	
September 24, 2014	Company	On-Site Survey	Institutions	<p>Founder Securities Co., Ltd., Shenzhen Orient Harbor Investment Management Co., Ltd., China Galaxy Securities Co., Ltd., Dacheng Fund Management Co., Ltd., China Investment Securities Co., Ltd., Shenzhen Songyi Runbang Investment Co., Ltd. and Shanghai Tongcheng Assets Management Co., Ltd.</p>	<p>Development trend of the domestic luxury goods sector, some measures concerning the Company's strategic development, brand construction, channel management in the past three years. Provision of the Company's public brochures in 2014.</p>

## Section 4 Financial Statements

### I. Financial Statements

#### 1. Consolidated Balance Sheet

Prepared by Fiyta Holdings Ltd.

In CNY

Items	Ending balance	Opening balance
Current assets:		
Monetary fund	152,290,074.81	107,663,110.74
Settlement Reserve		
Inter-bank lending		
Financial assets which is measured based on the fair value and whose change is counted to the current gain and loss		
Notes receivable	6,233,800.00	7,100,000.00
Accounts receivable	426,920,314.79	324,457,339.19
Prepayments	30,838,800.55	43,487,613.07
Insurance premium receivable		
Reinsurance accounts receivable		
Accounts receivable reinsurance reserve		
Interest receivable		
Dividends receivable		
Other receivables	48,667,246.08	40,436,640.10
Buying and selling back financial assets		
Inventories	2,133,356,762.35	2,123,342,820.93
Assets classified as that of held-for-sale		
Non-current assets due within a year		

Other current assets	10,541,487.72	30,811,991.07
Total current assets	2,808,848,486.30	2,677,299,515.10
Non-Current Assets:		
Disbursement of entrusted loans and advances		
Available-for-sale financial assets	85,000.00	85,000.00
Held –to-maturity investment		
Long-term accounts receivable		
Long-term equity investment	42,733,376.91	43,237,940.12
Investment based real estate	228,377,875.36	235,235,684.76
Fixed assets	321,546,770.50	306,888,964.31
Construction-in-process	26,367,994.89	6,608,187.55
Engineering supplies		
Disposal of fixed assets		
Productive biological assets		
Oil and gas asset		
Intangible assets	35,772,873.36	36,168,611.72
Development expenses		
Goodwill		
Long-term expenses to be apportioned	142,704,413.67	146,542,685.58
Deferred income tax asset	88,134,955.65	74,159,134.29
Other non-current assets	31,500,000.00	32,476,867.85
Total non-current assets	917,223,260.34	881,403,076.18
Total assets	3,726,071,746.64	3,558,702,591.28
Current liabilities:		
Short-term borrowing	830,000,000.00	1,023,000,000.00
Borrowings from central bank		
Receipt of deposits and deposits from other banks		
Loans from other banks		
Financial liabilities which are measured based on the fair value		

and whose change is counted to the current gain and loss		
Notes payable		
Accounts payable	224,882,732.40	222,347,620.47
Advance receipts	14,947,173.62	9,667,278.30
Funds from selling out and repurchasing financial assets		
Service charge and commission payable		
Salaries payable to the employees	19,531,680.89	31,173,812.15
Taxes payable	84,132,387.55	57,628,175.26
Interest payable	13,336,315.70	19,422,859.82
Dividends payable		
Other payables	231,702,890.29	38,454,934.30
Reinsurance payable		
Insurance contract reserve		
Funds from securities trading agency		
Funds from underwriting securities agency		
Liabilities classified as that of held-for-sale		
Non-current liabilities due within a year	39,695,000.00	39,310,000.00
Other current liabilities	9,870,125.35	4,924,394.22
Total current liabilities	1,468,098,305.80	1,445,929,074.52
Non-Current Liabilities:		
Long term borrowings	227,985,682.56	173,274,950.01
Bonds payable	398,505,981.58	397,728,975.00
Long term accounts payable		
Special accounts payable		
Predicted liabilities		
Deferred income tax liability		
Other non-current liabilities	3,430,000.00	2,950,000.00
Total non-current liabilities	629,921,664.14	573,953,925.01

Total liabilities	2,098,019,969.94	2,019,882,999.53
Owners' equity (or shareholders' equity):		
Paid up capital (or capital stock)	392,767,870.00	392,767,870.00
Capital reserve	525,508,211.79	525,506,952.78
Less: shares in stock		
Special reserve		
Surplus reserve	156,714,094.20	156,714,094.20
Generic risk reserve		
Retained earnings	557,479,334.98	469,706,600.67
Foreign Currency Capital	-5,835,732.05	-8,260,833.09
Total owner's equity attributable to the parent company	1,626,633,778.92	1,536,434,684.56
Minority equity	1,417,997.78	2,384,907.19
Owners' equity (or shareholders' equity)	1,628,051,776.70	1,538,819,591.75
Total liabilities and owners' equity (or shareholders' equity)	3,726,071,746.64	3,558,702,591.28

Legal Representative: Lai Weixuan      Chief Financial Officer: Hu Xinglong      Manager of the Accounting Department: Hu Xinglong

## 2. Balance Sheet, Parent Company

Prepared by Fiyta Holdings Ltd.

In CNY

Items	Ending balance	Opening balance
Current assets:		
Monetary fund	26,809,592.63	27,929,968.24
Financial assets which are measured based on fair value and whose change is counted to the current gain and loss		
Notes receivable		



Accounts receivable		239,193,039.81
Prepayments		
Interest receivable		
Dividends receivable	9,860,144.49	
Other receivables	1,632,539,054.34	1,337,631,334.01
Inventories		
Assets classified as that of held-for-sale		
Non-current assets due within a year		
Other current assets		308,119.88
Total current assets	1,669,208,791.46	1,605,062,461.94
Non-Current Assets:		
Available-for-sale financial assets	85,000.00	85,000.00
Held –to-maturity investment		
Long-term accounts receivable		
Long-term equity investment	773,533,096.91	775,437,660.12
Investment based real estate	228,377,875.36	235,235,684.76
Fixed assets	117,856,171.62	108,094,045.84
Construction-in-process	26,367,994.89	6,608,187.55
Engineering supplies		
Disposal of fixed assets		
Productive biological assets		
Oil and gas asset		
Intangible assets	29,433,501.73	29,820,750.12
Development expenses		
Goodwill		
Long-term expenses to be apportioned	5,128,176.56	5,679,969.47
Deferred income tax asset	775,806.46	775,806.46
Other non-current assets		10,976,867.85
Total non-current assets	1,181,557,623.53	1,172,713,972.17
Total assets	2,850,766,414.99	2,777,776,434.11

Current liabilities:		
Short-term borrowing	663,000,000.00	823,000,000.00
Financial liabilities which are measured based on fair value and whose change is counted to the current gain and loss		
Notes payable		
Accounts payable	1,423,712.81	1,273,442.81
Advance receipts	1,908,301.85	1,368,593.44
Salaries payable to the employees	3,375,033.76	5,700,000.00
Taxes payable	6,001,226.65	2,909,411.40
Interest payable	13,069,965.02	18,444,077.78
Dividends payable		
Other payables	165,708,257.60	15,261,230.72
Liabilities classified as that of held-for-sale		
Non-current liabilities due within a year		
Other current liabilities		
Total current liabilities	854,486,497.69	867,956,756.15
Non-Current Liabilities:		
Long term borrowings	101,861,928.00	87,361,928.00
Bonds payable	398,505,981.58	397,728,975.00
Long term accounts payable		
Special accounts payable		
Predicted liabilities		
Deferred income tax liability		
Other non-current liabilities	3,430,000.00	2,950,000.00
Total non-current liabilities	503,797,909.58	488,040,903.00
Total liabilities	1,358,284,407.27	1,355,997,659.15
Owners' equity (or shareholders' equity):		
Paid up capital (or capital stock)	392,767,870.00	392,767,870.00
Capital reserve	531,163,752.89	531,162,493.88

Less: shares in stock		
Special reserve		
Surplus reserve	156,714,094.20	156,714,094.20
Generic risk reserve		
Retained earnings	411,836,290.63	341,134,316.88
Foreign Currency Capital		
Owners' equity (or shareholders' equity)	1,492,482,007.72	1,421,778,774.96
Total liabilities and owners' equity (or shareholders' equity)	2,850,766,414.99	2,777,776,434.11

Legal Representative: Lai Weixuan      Chief Financial Officer: Hu Xinglong      Manager of the Accounting Department: Hu Xinglong

### 3. Consolidated Profit Statement of the Reporting Period

Prepared by Fiyta Holdings Ltd.

In CNY

Items	Amount in the reporting period	Amount in the previous period
I. Gross Revenue	848,840,097.66	820,332,993.90
Including: revenue	848,840,097.66	820,332,993.90
Interest income		
Earned premium		
Service charge and commission income		
II. Total operating cost	802,612,994.57	774,975,862.76
Including: operating costs	538,744,992.26	533,805,232.73
Interest payment		
Service charge and commission payment		
Refunded premiums		
Compensation pay-out, net		
Net amount of reserves for reinsurance contract		
Policy dividend payment		

Reinsurance expenses		
Business taxes and surcharge	6,801,537.77	6,225,551.59
Sales costs	183,433,057.62	165,283,534.28
Administrative expenses	46,388,346.56	43,592,235.02
Financial expenses	27,057,229.46	26,089,252.66
Loss from impairment of assets	187,830.90	-19,943.52
Add: Income from change of fair value (loss is stated with "-")		
Investment income (loss is stated with "-")		40,309.27
Including: income from investment in associates and joint ventures		40,309.27
Exchange income (loss is stated with "-")		
III. Operating Profit (loss is stated with "-")	46,227,103.09	45,397,440.41
Plus: Non-operating income	529,067.52	1,186,094.30
Less: Non-operating expenses	168,823.00	540,864.82
Including: Loss from disposal of non-current assets	59,547.54	64.00
IV. Total profit (total loss is stated with "-")	46,587,347.61	46,042,669.89
Less: Income tax expense	7,497,224.00	10,465,419.98
V. Net Profit (net loss is stated with "-")	39,090,123.61	35,577,249.91
Including: The consolidatee's net profit of realized before the consolidation		
Net profit attributable to the parent company's owner	38,765,648.21	35,691,788.41
Minority shareholders' gain/loss	324,475.40	-114,538.50

VI. Earnings per share:	--	--
(I) Basic earnings per share	0.099	0.091
(II) Diluted earnings per share	0.099	0.091
VII. Other comprehensive income	170,490.57	1,141,916.94
Where: the other comprehensive income items which cannot be reclassified in the gain and loss in the subsequent fiscal period		
Other comprehensive gain and loss items which shall be reclassified in the gain and loss when they satisfy the specified conditions in the subsequent fiscal period	170,490.57	1,141,916.94
VIII. Total comprehensive income	39,260,614.18	36,719,166.85
Total comprehensive income attributable to the owner of the parent company	38,934,557.58	36,832,650.49
Total comprehensive income attributable to minority shareholders	326,056.60	-113,483.64

Legal Representative: Lai Weixuan      Chief Financial Officer: Hu Xinglong      Manager of the Accounting Department: Hu Xinglong

#### 4. Profit Statement of the Reporting Period, Parent Company

Prepared by Fiyta Holdings Ltd.

In CNY

Items	Amount in the reporting period	Amount in the previous period
I. Revenue	20,672,145.67	29,486,566.23
Less: Business costs	3,192,125.13	10,725,103.31
Business taxes and surcharge	1,199,186.19	1,295,178.41
Sales costs		1,677,558.97
Administrative expenses	11,420,921.93	11,287,692.20
Financial expenses	-306,105.46	2,903,876.84

Loss from impairment of assets		
Add: Income from change of fair value (loss is stated with "-")		
Investment income (loss is stated with "-")		40,309.27
Including: return on investment in associates and joint ventures		40,309.27
II. Operating Profit (loss is stated with "-")	5,166,017.88	1,637,465.77
Plus: Non-operating income	-63,000.00	1,169,960.82
Less: Non-operating expenses	52,482.77	500,000.00
Including: Loss from disposal of non-current assets	32,482.77	
III. Total profit (total loss is stated with "-")	5,050,535.11	2,307,426.59
Less: Income tax expense	1,271,244.82	816,779.33
IV. Net Profit (net loss is stated with "-")	3,779,290.29	1,490,647.26
V. Earnings per share	--	--
(I) Basic earnings per share	0.010	0.004
(II) Diluted earnings per share	0.010	0.004
VI. Other comprehensive income		
Where: the other comprehensive income items which cannot be reclassified in the gain and loss in the subsequent fiscal period		
Other comprehensive gain and loss items which shall be reclassified in the gain and loss when they satisfy the specified conditions in the subsequent fiscal period		
VII. Total comprehensive income	3,779,290.29	1,490,647.26

Legal Representative: Lai Weixuan

Chief Financial Officer: Hu Xinglong

Manager of the Accounting Department:

Hu Xinglong

**5. Consolidated Profit Statement from Year Beginning to the End of the Reporting Period**

Prepared by Fiyta Holdings Ltd.

In CNY

Items	Amount in the reporting period	Amount in the previous period
I. Gross Revenue	2,491,454,888.63	2,328,686,760.76
Including: revenue	2,491,454,888.63	2,328,686,760.76
Interest income		
Earned premium		
Service charge and commission income		
II. Total operating cost	2,342,405,735.91	2,201,785,410.65
Including: operating costs	1,576,805,702.03	1,504,674,899.37
Interest payment		
Service charge and commission payment		
Refunded premiums		
Compensation pay-out, net		
Net amount of reserves for reinsurance contract		
Policy dividend payment		
Reinsurance expenses		
Business taxes and surcharge	17,116,254.81	15,824,371.16
Sales costs	533,194,378.01	480,619,406.14
Administrative expenses	131,240,538.95	121,816,218.76
Financial expenses	81,253,907.95	73,912,661.46
Loss from impairment of assets	2,794,954.16	4,937,853.76
Add: Income from change of fair value (loss is stated with "-")		
Investment income	-504,563.21	148,750.00

(loss is stated with "-")		
Including: income from investment in associates and joint ventures	-504,563.21	148,750.00
Exchange income (loss is stated with "-")		
III. Operating Profit (loss is stated with "-")	148,544,589.51	127,050,100.11
Plus: Non-operating income	3,719,050.09	2,747,532.50
Less: Non-operating expenses	719,463.88	787,051.03
Including: Loss from disposal of non-current assets	90,594.16	27,379.73
IV. Total profit (total loss is stated with "-")	151,544,175.72	129,010,581.58
Less: Income tax expense	24,070,751.31	24,220,605.75
V. Net Profit (net loss is stated with "-")	127,473,424.41	104,789,975.83
Including: The consolidatee's net profit realized before the consolidation		
Net profit attributable to the parent company's owner	127,049,521.31	104,789,208.28
Minority shareholders' gain/loss	423,903.10	767.55
VI. Earnings per share:	--	--
(I) Basic earnings per share	0.323	0.267
(II) Diluted earnings per share	0.323	0.267
VII. Other comprehensive income	2,434,288.53	-2,406,743.12
Where: the other comprehensive income items which cannot be reclassified in the gain and loss in the subsequent fiscal period		
Other comprehensive gain and loss items which shall be reclassified in the gain and loss when they satisfy the specified conditions in the subsequent fiscal	2,434,288.53	-2,406,743.12



period		
VIII. Total comprehensive income	129,907,712.94	102,383,232.71
Total comprehensive income attributable to the owner of the parent company	129,474,622.35	102,396,133.42
Total comprehensive income attributable to minority shareholders	433,090.59	-12,900.71

Legal Representative: Lai Weixuan      Chief Financial Officer: Hu Xinglong      Manager of the Accounting Department: Hu Xinglong

## 6. Profit Statement from Year Beginning to the End of the Reporting Period, Parent Company

Prepared by Fiyta Holdings Ltd.

In CNY

Items	Amount in the reporting period	Amount in the previous period
I. Revenue	63,638,348.74	74,259,652.04
Less: Business costs	9,689,141.20	17,531,103.73
Business taxes and surcharge	3,635,978.14	4,321,718.46
Sales costs		5,523,585.63
Administrative expenses	34,078,330.75	32,450,408.38
Financial expenses	1,129,857.68	3,364,699.62
Loss from impairment of assets	-4,394.68	210,607.55
Add: Income from change of fair value (loss is stated with "-")		
Investment income (loss is stated with "-")	98,096,881.70	75,120,228.14
Including: return on investment in associates and joint ventures	-504,563.21	148,750.00
II. Operating Profit (loss is stated with "-")	113,206,317.35	85,977,756.81
Plus: Non-operating income	798,031.28	2,170,795.44
Less: Non-operating expenses	202,482.77	680,000.00

Including: Loss from disposal of non-current assets	32,482.77	
III. Total profit (total loss is stated with “-“)	113,801,865.86	87,468,552.25
Less: Income tax expense	3,823,105.11	3,214,395.78
IV. Net Profit (net loss is stated with “-“)	109,978,760.75	84,254,156.47
V. Earnings per share	--	--
(I) Basic earnings per share	0.280	0.215
(II) Diluted earnings per share	0.280	0.215
VI. Other comprehensive income		
Where: the other comprehensive income items which cannot be reclassified in the gain and loss in the subsequent fiscal period		
Other comprehensive gain and loss items which shall be reclassified in the gain and loss when they satisfy the specified conditions in the subsequent fiscal period		
VII. Total comprehensive income	109,978,760.75	84,254,156.47

Legal Representative: Lai Weixuan      Chief Financial Officer: Hu Xinglong      Manager of the Accounting Department: Hu Xinglong

## 7. Consolidated Cash Flow Statement from Year Beginning to the End of the Reporting Period

Prepared by Fiyta Holdings Ltd.

In CNY

Items	Amount in the reporting period	Amount in the previous period
I. Net cash flows arising from operating activities:		
Cash received from sales of goods and supply of labor	2,738,548,888.14	2,525,213,280.51
Net increase of customers' deposit and due from banks		

Net increase of borrowings from the central bank		
Net increase of borrowings from other financial institutions		
Cash received from former insurance contract premium		
Net cash received from reinsurance business		
Net increase of insurance reserve and investment		
Net increase from disposal of transactional financial asset		
Cash received from interest, service charge and commission		
Net increase of borrowings		
Net increase of fund from repurchases		
Rebated taxes received		
Other operation activity related cash receipts	27,323,472.93	27,305,927.43
Subtotal of cash flow in from operating activity	2,765,872,361.07	2,552,519,207.94
Cash paid for purchase of goods and reception of labor services	1,791,523,107.29	1,735,951,264.18
Net increase of loans and advances to customers		
Net increase of due from central bank and due from banks		
Cash paid for indemnity of original insurance contract		
Cash paid for interest, service charge and commission		
Cash paid for insurance policy dividend		
Cash paid to and for staff	331,642,712.75	291,952,406.85
Taxes paid	154,287,983.30	134,878,406.55
Other business related cash	265,219,264.50	249,574,783.44

payments		
Subtotal of cash flow out from operating activity	2,542,673,067.84	2,412,356,861.02
Net cash flow arising from operating activities	223,199,293.23	140,162,346.92
II. Cash flows arising from investment activities:		
Cash received from recovery of investment		
Cash received from investment income		
Net amount of cash received from disposal of fixed assets, intangible assets and other long term assets	6,231.04	681,662.51
Net cash received from disposal of subsidiaries and other operating units		
Other investment related cash receipts		
Subtotal of cash flow in from investment activity	6,231.04	681,662.51
Cash paid for construction/purchase of fixed assets, intangible assets and other long term assets	110,333,566.60	82,149,345.20
Cash paid for investment		
Net increase of hypothecated loans		
Net cash received from payment by subsidiaries and other operating units		
Other investment related cash payments		
Subtotal of cash flow out from investment activity	110,333,566.60	82,149,345.20
Net cash flow arising from investment activities	-110,327,335.56	-81,467,682.69
III. Cash flows arising from fund		

raising activities:		
Cash received from absorption of investment		
Incl.: Cash received from subsidiaries' absorption of minority shareholders' investment		
Cash received from borrowings	1,111,311,527.15	1,411,242,441.63
Cash received from bond issuing		
Other fund-raising related cash receipts	1,259.01	
Subtotal of cash flow in from fund raising activity	1,111,312,786.16	1,411,242,441.63
Cash paid for liabilities repayment	1,060,885,718.23	1,360,719,147.65
Cash paid for dividend/profit distribution or repayment of interest	116,849,348.74	93,413,745.70
Including: Dividend and profit paid by subsidiaries to minority shareholders		
Other fund-raising related cash payments	2,295,383.00	1,702,986.00
Subtotal of cash flow out from fund raising activity	1,180,030,449.97	1,455,835,879.35
Net cash flow arising from fund-raising activities	-68,717,663.81	-44,593,437.72
IV. Influence from change of exchange rate upon cash and cash equivalents	472,670.21	-640,169.61
V. Net increase of cash and cash equivalents	44,626,964.07	13,461,056.90
Plus: Opening balance of cash and cash equivalents	107,663,110.74	140,420,994.71
VI. Ending balance of cash and cash equivalents	152,290,074.81	153,882,051.61

Legal Representative: Lai Weixuan  
Hu Xinglong

Chief Financial Officer: Hu Xinglong

Manager of the Accounting Department:

## 8. Cash Flow Statement from Year Beginning to the End of the Reporting Period, Parent Company

Prepared by Fiyta Holdings Ltd.

In CNY

Items	Amount in the reporting period	Amount in the previous period
I. Net cash flows arising from operating activities:		
Cash received from sales of goods and supply of labor	304,278,335.75	68,908,634.11
Rebated taxes received		
Other operation activity related cash receipts	3,155,227.35	221,828,454.56
Subtotal of cash flow in from operating activity	307,433,563.10	290,737,088.67
Cash paid for purchase of goods and reception of labor services		5,318,017.56
Cash paid to and for staff	33,040,768.68	30,929,894.43
Taxes paid	5,812,634.45	12,156,114.65
Other business related cash payments	239,770,318.05	420,895,162.38
Subtotal of cash flow out from operating activity	278,623,721.18	469,299,189.02
Net cash flow arising from operating activities	28,809,841.92	-178,562,100.35
II. Cash flows arising from investment activities:		
Cash received from recovery of investment	1,400,000.00	
Cash received from investment income	88,741,300.42	
Net amount of cash received from disposal of fixed assets, intangible assets and other long term assets	3,000.00	672,000.00
Net cash received from disposal of subsidiaries and other		

operating units		
Other investment related cash receipts		
Subtotal of cash flow in from investment activity	90,144,300.42	672,000.00
Cash paid for construction/purchase of fixed assets, intangible assets and other long term assets	22,365,762.49	7,309,977.32
Cash paid for investment		
Net cash received from payment by subsidiaries and other operating units		
Other investment related cash payments		
Subtotal of cash flow out from investment activity	22,365,762.49	7,309,977.32
Net cash flow arising from investment activities	67,778,537.93	-6,637,977.32
III. Cash flows arising from fund raising activities:		
Cash received from absorption of investment		
Cash received from borrowings	715,000,000.00	1,066,900,000.00
Cash received from bond issuing		
Other fund-raising related cash receipts	1,259.01	
Subtotal of cash flow in from fund raising activity	715,001,259.01	1,066,900,000.00
Cash paid for liabilities repayment	710,500,000.00	809,800,000.00
Cash paid for dividend/profit distribution or repayment of interest	101,314,631.47	76,346,233.52
Other fund-raising related cash payments	895,383.00	1,702,986.00
Subtotal of cash flow out from fund	812,710,014.47	887,849,219.52

raising activity		
Net cash flow arising from fund-raising activities	-97,708,755.46	179,050,780.48
IV. Influence from change of exchange rate upon cash and cash equivalents		
V. Net increase of cash and cash equivalents	-1,120,375.61	-6,149,297.19
Plus: Opening balance of cash and cash equivalents	27,929,968.24	51,372,778.02
VI. Ending balance of cash and cash equivalents	26,809,592.63	45,223,480.83

Legal Representative: Lai Weixuan  
Hu Xinglong

Chief Financial Officer: Hu Xinglong

Manager of the Accounting Department:

## II. Auditors' Report

Has the Company's 3<sup>rd</sup> Quarterly Report been audited

No