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比亞迪股份有限公司
BYD COMPANY LIMITED

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

(Stock Code: 1211)

Website: <http://www.byd.com.cn>

2016 FIRST QUARTERLY REPORT

This announcement is published simultaneously in the mainland of People's Republic of China pursuant to the Rules Governing Listing of Stocks on Shenzhen Stock Exchange and in Hong Kong pursuant to the disclosure obligations under Rule 13.09, Rule 13.10B and Inside Information Provision of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

SECTION I IMPORTANT

The Board of Directors, Supervisory Committee and the Directors, Supervisors and senior management of the Company guarantee that the contents of this quarterly report are true, accurate and complete and do not contain false information, misleading statements or material omissions, and collectively and individually accept legal responsibility thereof.

All Directors have attended the Board meeting for the review of this quarterly report.

Mr. Wang Chuan-fu, the Chairman of the Company, Ms. Zhou Ya-lin, Person in charge of Accounting, and Ms. Liu Hui, Head of Accounting Department (Accounting Supervisor), hereby declare that they guarantee the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

Unless specified otherwise, the currency amounts in the text of this quarterly report are denominated in Renminbi.

DEFINITION

Term	Meaning
The Company, BYD	BYD Company Limited
The Group	BYD Company Limited and its subsidiaries
The Reporting Period	1 January 2016 to 31 March 2016

2016 FIRST QUARTERLY REPORT

SECTION II MAJOR FINANCIAL DATA AND CHANGES OF SHAREHOLDERS

I. Major Accounting Data and Financial Indicators

Retrospective adjustments to or restatement of the accounting data for prior years by the Company due to change of accounting policies and correction of its accounting errors

☐ Yes ☒ No

	The Reporting Period	The corresponding period of last year	Increase/ decrease for the Reporting Period compared with the corresponding period of last year
Operating income (RMB)	20,285,247,000.00	15,282,504,000.00	32.74%
Net profit attributable to shareholders of the listed company (RMB)	850,708,000.00	120,946,000.00	603.38%
Net profit after extraordinary profit and loss attributable to shareholders of the listed company (RMB)	794,597,000.00	40,387,000.00	1,867.46%
Net cash flow from operating activities (RMB)	-1,253,340,000.00	3,937,007,000.00	-131.83%
Basic earnings per share (RMB/share)	0.32	0.05	540.00%
Weighted average rate of return on net assets	2.73%	0.48%	2.25%
	As at the end of the Reporting Period	As at the end of the previous year	Increase/ decrease as at the end of the Reporting Period compared with the end of the previous year
Total assets (RMB)	112,205,554,000.00	115,485,755,000.00	-2.84%
Net asset attributable to shareholders of the listed company (RMB)	33,100,652,000.00	32,294,404,000.00	2.50%

2016 FIRST QUARTERLY REPORT

Extraordinary profit and loss items and amounts

☒ Applicable ☐ N/A

Item	Amount for the period from the beginning of the year to the end of the Reporting Period	Explanation
Gains or losses on disposal of non-current assets (including the written-off part that has been deducted from an asset which has been secured by the provision for impairment loss)	-9,648,000.00	
Government grants (except for government grants which are closely related to the Company's business and conform with the amount and quantities at a national standard) charged to gains or losses for the period	68,876,000.00	
Gains or losses on change in fair value arising from financial assets and financial liabilities held for trading, investment gains from disposal of financial assets and financial liabilities held for trading and financial assets available for sale, other than effective hedging activities associated with normal business operations of the Company	-3,209,000.00	
The reverse of the provision for impairment loss for receivables under the individual test for impairment loss	10,066,000.00	
Other non-operating income and expenses apart from the items stated above	5,422,000.00	
Less: Effect on income tax	10,539,000.00	
Effect on minority interests (after tax)	4,857,000.00	
Total	56,111,000.00	–

Notes for the Company's extraordinary gain or loss items as defined in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 – Extraordinary Gains or Losses and the extraordinary gain or loss items as illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 – Extraordinary Gains or Losses defined as its recurring gain or loss items

☐ Applicable ☒ N/A

During the Reporting period, no extraordinary gain or loss was deemed to be recurring gain or loss item as defined and illustrated in the “Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 – Extraordinary Gains or Losses”.

2016 FIRST QUARTERLY REPORT

II. Table showing total number of shareholders and shareholdings of top ten holders at the end of the Reporting Period

1. Table showing number of shareholders of ordinary shares and shareholders of preference shares with voting rights restored and shareholdings of top ten shareholders

Unit: shares

Total number of shareholders of ordinary shares at the end of the Reporting Period	69,565 (of which 69,406 were holders of A shares and 159 were holders of H shares)	Number of shareholders of preference shares with voting rights restored at the end of the Reporting Period (if any)	0			
Shareholding of top ten shareholders						
Name of Shareholder	Nature of Shareholders	Percentage of Shareholding	Number of shares held	Number of Shares subject to lock-up held	Pledged or frozen	
					Status of shares	Number
HKSCC NOMINEES LIMITED	Overseas legal person	27.81%	688,658,266 (Note 1)			
Wang Chuan-fu	Domestic natural person	20.70%	512,623,820 (Note 2)	384,467,865	Pledge	10,000,000
Lv Xiang-yang	Domestic natural person	9.66%	239,228,620	179,421,465	Pledge	89,115,556
BERKSHIRE HATHAWAY ENERGY (formerly known as MIDAMERICAN ENERGY HOLDINGS COMPANY)	Overseas legal person	9.09%	225,000,000			
Youngy Investment Holding Group Co., Ltd. (融捷投資控股集團有限公司)	Domestic non-state-owned legal person	6.57%	162,681,860	81,290,930	Pledge	107,820,001
Xia Zuo-quan	Domestic natural person	4.81%	118,977,060 (Note 3)	89,232,795	Pledge	19,350,000
Guolian Securities- China Construction Bank- The Guolian-BYD No.1 Collective Assets Management Plan (國聯證券－建設銀行－國聯比亞迪1號集合資產管理計劃)	Others	1.32%	32,590,612			
Yang Long-zhong	Domestic natural person	1.07%	26,500,000		Pledge	4,280,000
Central Huijin Investment Ltd. (中央匯金投資有限責任公司)	Domestic non-state-owned legal person	0.84%	20,873,400			
Wang Nian-qiang	Domestic natural person	0.77%	19,049,740	9,524,870	Pledge	7,244,000
Note 1: The number includes the 1,000,000 H shares that Mr. Wang Chuan-fu has held, the 195,000 and 305,000 H shares that have been respectively held by Mr. Xia Zuo-quan and SIGN INVESTMENTS LIMITED, an overseas company whose shares are held by him.						
Note 2: The number does not comprise the 1,000,000 H shares that have been held by Mr. Wang Chuan-fu and the 3,727,700 A shares that he has held through E Fund Asset BYD Zengchi No.1 Assets Management Plan .						
Note 3: The number does not include the 195,000 and 305,000 H shares that have been respectively held by Mr. Xia Zuo-quan and SIGN INVESTMENTS LIMITED, an overseas company whose shares are held by him.						

2016 FIRST QUARTERLY REPORT

Shareholding of top ten share holders not subject to lock-up			
Name of Shareholder	Number of shares not subject to lock-up	Class of shares	
		Class of shares	Number
HKSCC NOMINEES LIMITED	688,658,266 (Note 1)	Overseas listed foreign shares	688,658,266
BERKSHIRE HATHAWAY ENERGY (formerly known as MIDAMERICAN ENERGY HOLDINGS COMPANY)	225,000,000	Overseas listed foreign shares	225,000,000
Wang Chuan-fu	128,155,955 (Note 2)	RMB ordinary shares	128,155,955
Youngy Investment Holding Group Co., Ltd. (融捷投資控股集團有限公司)	81,390,930	RMB ordinary shares	81,390,930
Lv Xiang-yang	59,807,155	RMB ordinary shares	59,807,155
Guolian Securities- China Construction Bank- The Guolian- BYD No.1 Collective Assets Management Plan (國聯證券－建設銀行－ 國聯比亞迪1號集合資產管理計劃)	32,590,612	RMB ordinary shares	32,590,612
Xia Zuo-quan	29,744,265 (Note 3)	RMB ordinary shares	29,744,265
Yang Long-zhong	26,500,000	RMB ordinary shares	26,500,000
Central Huijin Investment Ltd. (中央匯金投資有限責任公司)	20,873,400	RMB ordinary shares	20,873,400
Mao De-he	13,721,150	RMB ordinary shares	13,721,150
<p>Note 1: The number includes the 1,000,000 H shares that Mr. Wang Chuan-fu has held, the 195,000 and 305,000 H shares that have been respectively held by Mr. Xia Zuo-quan and SIGN INVESTMENTS LIMITED, an overseas company whose shares are held by him.</p> <p>Note 2: The number does not comprise the 1,000,000 H shares that have been held by Mr. Wang Chuan-fu and the 3,727,700 A shares that he has held through E Fund Asset BYD Zengchi No.1 Assets Management Plan.</p> <p>Note 3: The number does not include the 195,000 and 305,000 H shares that have been respectively held by Mr. Xia Zuo-quan and SIGN INVESTMENTS LIMITED, an overseas company whose shares are held by him.</p>			
Details of the connected relationship amongst, or concerted actions amongst the above shareholders	<p>1. Mr. Wang Chuan-fu is the controlling shareholder and de facto controller of the Company; Mr. Lv Xiang-yang is a cousin of Mr. Wang Chuan-fu. Mr. Lv Xiang-yang and his spouse, Ms. Zhang Chang-hong are interested in the equity of Youngy Investment Holding Group Co., Ltd. (融捷投資控股集團有限公司) as to 89.5% and 10.5% respectively; 2. Shares held by HKSCC NOMINEES LIMITED are the aggregate of H shares of the Company traded on the trading platform of HKSCC NOMINEES LIMITED on its behalf held by shareholders; 3. The Company is not aware of any connected relationships among other shareholders nor any parties acting in concert as defined in the Administrative Measures for Acquisitions by Listed Companies.</p>		
Details of top ten shareholders of ordinary shares participating in securities margin trading (if any)	<p>As at the end of the Reporting Period, among top ten shareholders of shares not subject to lock-up, the shareholder Mr. Yang Longzhong holds 2,000,000 A shares of the Company through his credit account.</p>		

Whether ten shareholders of ordinary shares and top ten holders of ordinary shares not subject to lock-up of the Company made the agreed repurchase transactions during the Reporting Period

☐ Yes ☒ No

Top ten shareholders of ordinary shares and top ten shareholders of ordinary shares not subject to lock-up of the Company did not make the agreed repurchase transactions during the Reporting Period.

2016 FIRST QUARTERLY REPORT

2. Table showing total number of shareholders of preference shares of the Company and shareholdings of top ten shareholders of preference share

☐ Applicable ☒ N/A

SECTION III SIGNIFICANT EVENTS

I. Substantial changes in major accounting items and financial indicators of the Company and the reasons thereof

☒ Applicable ☐ N/A

Balance Sheet

Unit: RMB'000

Item	31 March 2016	31 December 2015	Change	Attributable Reasons
Cash and cash equivalent	3,910,076.00	6,596,426.00	-40.72%	Mainly due to the cash outflow from investment activities in the Reporting Period
Notes receivable	3,954,054.00	6,798,810.00	-41.84%	Mainly due to the decrease in note receivable from automobile business in the Reporting Period as compared with that for the Reporting Period of the fourth quarter of last year
Prepayments	341,440.00	226,962.00	50.44%	Mainly due to the increase in prepayments for materials in advance
Tax payable	397,087.00	641,187.00	-38.07%	Mainly due to the decrease in income tax
Interests payable	298,825.00	192,693.00	-55.08%	Mainly due to the increase in the interest of debentures payable
Deferred income tax liabilities	357,000.00	568,149.00	-37.16%	Mainly due to the decrease in deferred liabilities recognized as a result of decrease in value of available-for-sale financial assets held
Other comprehensive income	228,244.00	818,956.00	-72.13%	Mainly due to the decrease in value of available-for-sale financial assets held

Statement of Profit or Loss

Unit: RMB'000

Item	January to March 2016	January to March 2015	YoY Change	Attributable Reasons
Operating income	20,285,247.00	15,282,504.00	32.74%	Mainly due to an increase in the handset and automobile business
Impairment loss of assets	232,024.00	35,664.00	550.58%	Mainly due to the increase in impairment loss of development costs in the Reporting Period
Gains/(losses) from investment	-51,010.00	-27,016.00	88.81%	Mainly due to an increase in the loss from investment of the joint venture
Non-operating expense	31,825.00	9,329.00	241.14%	Mainly due to the increase in loss from disposal of assets
Income tax expense	250,884.00	50,703.00	394.81%	Mainly due to the increase in profitability of some subsidiaries

2016 FIRST QUARTERLY REPORT

Statement of Cash Flows Unit:

RMB'000

Item	January to March 2016	January to March 2015	YoY Change	Attributable Reasons
Net cash flow from operating activities	-1,253,340.00	3,937,007.00	-131.83%	Mainly due to an increase in the cash paid for the purchase of merchandise and receipt of labor
Net cash flow from investing activities	-2,512,597.00	-1,046,744.00	140.04%	Mainly due to a decrease in cash received for disposal of fixed assets, intangible assets and other long-term assets
Net cash flow from financing activities	1,139,467.00	-2,403,405.00	147.41%	Mainly due to the increase in cash received from borrowings

II. Progress of significant events and analysis of their impacts and solutions

☒ Applicable ☐ N/A

Outline of significant event

Disclosure date

Inquiry index on the website of the temporary report

Received the approval for the application of non-public issuance of A Shares from the CSRC

3 February 2016

For details, please refer to the “Announcement regarding the approval for the application of non-public issuance of A Shares from the CSRC” disclosed by China Securities Journal, Securities Times, Securities Daily, Shanghai Securities News and www.cninfo.com.cn (Announcement no.: 2016-004)

2016 FIRST QUARTERLY REPORT

III. UNDERTAKINGS PERFORMED BY THE COMPANY, SHAREHOLDERS, DE FACTO CONTROLLER, PURCHASER, DIRECTORS, SUPERVISORS, SENIOR MANAGEMENT OR OTHER RELATED PARTIES DURING THE REPORTING PERIOD AND THEIR OUTSTANDING UNDERTAKINGS AS AT THE END OF THE REPORTING PERIOD

✓ Applicable □ N/A

Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
Share Reform undertaking	N/A	N/A	N/A		N/A	N/A
Undertakings made in the reports of acquisition or equity changes	N/A	N/A	N/A		N/A	N/A
Undertakings made upon restructuring of assets	N/A	N/A	N/A		N/A	N/A
Undertakings made upon initial public offering or refinancing	<div><div>1.</div><div>Wang Chuan-fu, Lv Xiang-yang, Xia Zuoquan, Youngy Investment Holding Group Co., Ltd. (融捷投資控股集團有限公司) (“Youngy Investment”);</div></div> <div><div>2.</div><div>Wang Chuan – fu, Lv Xiang-yang, Wang Chuanfang, Wang Hai-tao, Wu Chang-hui, He Zhiqi, Youngy Investment, Guangzhou Xinhengtong Network Technology Co., Ltd., Hefei Xiaohan Commercial Trading Co., Ltd., other shareholders of non-overseas listed shares before the Company's initial public offering of A shares, Zhang Hui-bin, Lv Shou-guo, Lv Zi-han and Zhang Chang-hong;</div></div> <div><div>3.</div><div>Wang Chuan-fu</div></div>	Undertakings about restriction on share sales	<div><div>1.</div><div>In September 2009, the holders of A shares of over 5% shares of the Company, being Wang Chuan-fu, Lv Xiang-yang, Xia Zuo-quan and Youngy Investment, signed the “Non-competition Undertaking” and gave the Company their undertakings, respectively, as follows:</div></div> <div><div>a.</div><div>With effect from the date of the Letter of Undertaking, they will not engage in any manner including but not limited to individually or in partnership with others, in businesses which are directly or indirectly the same as, similar to or in any aspect in competition with the businesses of BYD and its controlling subsidiaries.</div></div> <div><div>b.</div><div>They will exert all possible efforts to prevent their other related enterprises from engaging in businesses which are the same as, similar to or in any aspect in competition with the businesses of BYD and its controlling subsidiaries. And they will not have direct or indirect investment holdings in companies, enterprises or other institutions or organizations that operate businesses which are the same as, similar to or in any aspect in competition with the businesses of BYD and its controlling subsidiaries.</div></div> <div><div>c.</div><div>If the companies in which they participating hold direct or indirect operate businesses in competition with BYD and its controlling subsidiaries, they will, in their capacity as participating shareholders or enable the participating shareholders controlled by them to, exercise their veto right in respect of this matter. They will not reveal commercial secrets on the proprietary technologies, sales channels or customer information, etc. of BYD and its controlling subsidiaries to other companies, enterprises or other institutions or organizations that operate businesses which are the same as, similar to or in any aspect in competition with the businesses of BYD and its controlling subsidiaries.</div></div>	Please refer to “Undertaking”	<div><div>1.</div><div>During the Reporting Period, the undertakers strictly performed the undertakings;</div></div> <div><div>2.</div><div>During the Reporting Period, the undertakers strictly performed the undertakings;</div></div> <div><div>3.</div><div>During the Reporting Period, no additional payment or payment of taxes, delayed payment charges or fines had occurred to the Company as a result of preferential tax treatment, social insurance or housing provident fund issues.</div></div>	

2016 FIRST QUARTERLY REPORT

Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
			<p>d. If they or other enterprises controlled by them in future are/is contemplating to engage in new businesses which may be in peer competition with BYD and its controlling subsidiaries, they will resolve the matter in consultation with BYD under the principle of giving the first right of refusal to BYD and its controlling subsidiaries.</p> <p>e. If they or other enterprises controlled by them receive(s) business opportunities which are in peer competition or possibly in peer competition with the primary businesses of BYD and its controlling subsidiaries, they/it undertake(s) to notify BYD of the aforesaid business opportunities, and if BYD and its controlling subsidiaries give an affirmation reply on its/their willingness to utilize such business opportunities, they and other enterprises controlled by them will abandon such business opportunities unconditionally to ensure the interests of BYD and all its shareholders and its controlling subsidiaries are not harmed. Nonreply or negative reply from BYD shall be deemed to be its abandonment of such business opportunities.</p> <p>f. After the issue and listing of A Shares by BYD, if circumstances of peer competition occurred between them and other enterprises controlled by them and BYD and its controlling subsidiaries, they will enable BYD to disclose the details on the nature of peer competition, the specific details of the relevant transactions involved in the peer competition and whether they have performed the undertaking to avoid peer competition in accordance with the information disclosure rules relating to peer competition and be subject to supervision by the investors.</p>			

2016 FIRST QUARTERLY REPORT

Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
			<p>2. (1) The controlling shareholder and de facto controller of the Company, Wang Chuan-fu, and the shareholders of the Company, Lv Xiangyang, Wang Chuan-fang, Wang Hai-tao, Wu Changhui, He Zhi-qi, Youngy Investment and Guangzhou Xinhengtong Network Technology Co., Ltd. (廣州信衡通網絡技術有限公司), gave their undertakings that: Within 36 months from the listing date of the shares of the Company, they will not transfer their shares or entrust the shares held by them to be in custody of someone else, nor allow their shares to be repurchased by the Company. After the above lock-up period, in respect of Wang Chuanfu, during his term of office as a director and senior management officer of the Company, and Lv Xiang-yang, during his term of office as a director of the Company, the number of shares may be transferred by them in each year shall not exceed 25% of the total transferable shares of the Company held by them, and they shall not transfer the shares of the Company held by them within six months after the termination of their appointments, and the number of shares sold through listed transactions at the stock exchange within 12 months after six months upon their reported termination shall not exceed 50% of the total number of shares of the Company held by them. In addition, Lv Xiangyang gave a further undertaking that: Within 36 months from the listing date of the shares of the Company, he shall not transfer or entrust to others for management the shares of the Company indirectly held by him through Youngy Investment and shall not allow the Company to repurchase the shares indirectly held by him through Youngy Investment. During his term of office as a director of the Company, the shareholding of Youngy Investment to be transferred by him per year shall not exceed 25% of the total shareholding of Youngy Investment held by him, and he will not transfer the shareholding of Youngy Investment held by him within six months after the termination of his appointment. And Youngy Investment gave a further undertaking that: During the period while Lv Xiang-yang is controlling Youngy Investment, the number of shares transferred by it per year shall not exceed 25% of the total number of shares of the Company held by it, and it will not transfer the shares of the Company held by it within six months after Lv Xiangyang has ceased to control it.</p>			

2016 FIRST QUARTERLY REPORT

Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
			<p>(2) The shareholder of the Company, Hefei Xiaohan Commercial Trading Co., Ltd. (合肥曉菡商貿有限公司), has given an undertaking that: Regarding the shares of the Company indirectly held by Lv Zihan through it, within 36 months from the listing date of the shares of the Company, it will not transfer or entrust to others for management the shares held by it, and it will not allow the Company to repurchase the shares held by it. And within 12 months from the listing date of the shares of the Company, it will not transfer or entrust to others for management other shares of the Company held by it, nor allow the Company to repurchase the shares held by it.</p> <p>(3) Other shareholders of non-overseas listed shares before the Company's initial public offering of A shares have given the undertakings that: Within 12 months from the listing date of the shares of the Company, they will not transfer or entrust to others for management the shares held by them, and they will not allow the Company to repurchase the shares held by them. Among them, Xia Zuo-quan, Yang Longzhong, Wang Nian-qiang, Wu Jingsheng, Mao De-he, He Long and Xia Zhi-bing, being the directors and senior management officers of the Company, have given further undertakings that: after the expiry of the above lock-up period, the number of shares transferred per year during their term of office in the Company will not exceed 25% of the total transferable shares of the Company held by them, and they will not transfer the shares of the Company held by them within six months after termination of their appointments, and the number of shares sold through listed transactions at the stock exchange within 12 months after six months upon their reported termination will not exceed 50% of the total number of shares of the Company held by them. In addition, Guangzhou Jianjin Information Technology Co., Ltd. (廣州漸進信息科技有限公司) has made further undertakings that: During the period while Zhang Huibin is controlling Guangzhou Jianjin Information Technology Co., Ltd., the number of shares transferred per year will not exceed 25% of the total number of shares of the Company held by it, and within six months after Zhang Hui-bin has ceased to control Guangzhou Jianjin Information Technology Co., Ltd., it will not transfer the shares of the Company held by it.</p>			

2016 FIRST QUARTERLY REPORT

Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
			<p>(4) Zhang Hui-bin, a Supervisor of the Company, has made an undertaking that: The shareholding of Guangzhou Jianjin Information Technology Co., Ltd. held by him will not be transferred or entrusted to others for management within 12 months from the listing date of the shares of the Company, and he will not allow Guangzhou Jianjin Information Technology Co., Ltd. to repurchase the shareholding held by him. During his term of office as a supervisor of the Company, the shareholding of Guangzhou Jianjin Information Technology Co., Ltd. may be transferred by him per year will not exceed 25% of the total shareholding of Guangzhou Jianjin Information Technology Co., Ltd. held by him, and he will not transfer the shareholding of Guangzhou Jianjin Information Technology Co., Ltd. held by him within six months after the termination of his appointment.</p> <p>(5) Lv Shou-guo, Lv Zi-han and Zhang Changhong have given their undertakings in respect of the shares of the Company indirectly held by them through Guangzhou Xinhengtong Network Technology Co., Ltd., Hefei Xiaohan Commercial Trading Co., Ltd. and Youngy Investment respectively that: Within 36 months from the listing date of the shares of the Company, they will not transfer or entrust to others for management the shares of the Company indirectly held by them through Guangzhou Xinhengtong Network Technology Co., Ltd., Hefei Xiaohan Commercial Trading Co., Ltd. and Youngy Investment, and will not allow the Company to repurchase the shares indirectly held by them through Guangzhou Xinhengtong Network Technology Co., Ltd., Hefei Xiaohan Commercial Trading Co., Ltd. and Youngy Investment.</p>			

2016 FIRST QUARTERLY REPORT

Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
			<p>3. The controlling shareholder and de facto controlling person of the Company, Mr. Wang Chuan-fu, has made undertakings in respect of the issues on the Company's preferential tax treatment, social insurance and housing provident fund.</p> <p>Undertaking: If the taxation authority confirms at any time that the preferential tax treatment for enterprise income tax in the Shenzhen Special Economic Zone enjoyed by the Company and its related subsidiaries (BYD Lithium Battery Co., Ltd., BYD Precision Manufacture Co., Ltd., BYD Automobile Industry Co., Ltd., Shenzhen BYD Electronic Component Co., Ltd., BYD Auto Sales Co., Ltd., Shenzhen BYD Battery Mould Co., Ltd., BYD Electronic Co., Ltd., Shenzhen BYD Technician School) are not legal and requests for additional payments on enterprise income tax, I shall be fully liable to the above additional payable amounts of tax and other charges for delayed payments or fines (if any), etc. and surrender the right to recourse against the Company and its subsidiaries, to indemnify the Company and its aforesaid subsidiaries from any losses arising therefrom.</p> <p>Undertaking: If the Company and its subsidiaries suffered any losses during the Period from 1 January 2008 to 30 June 2009 as a result of the inability to make timely and full payments of social insurance premiums for their employees, including but not limited to any delayed payment charges or fines imposed by the labour and social security authorities, social insurance authorities or other government authorities, and was required by employees to undertake any payment or compensation liabilities, such payments of delayed payment charges or fines or liabilities for payment and compensation shall be fully undertaken by me, and no consideration will be required to be paid by the Company and its subsidiaries, and the right to recourse against the Company and its subsidiaries will be surrendered, and the Company and its subsidiaries will be indemnified for any losses arising therefrom.</p> <p>Undertaking: If the Company and its subsidiaries suffered any losses during the period from 1 January 2008 to 31 December 2010 as a result of the inability to make timely and full payments of housing provident fund for their employees, including but not limited to any delayed payment charges or fines imposed by the housing provident fund administration authorities or other government authorities, and was required by employees to undertake any payment or compensation liabilities, such payments of delayed payment charges or fines or liabilities for payment and compensation shall be fully undertaken by me, and no consideration will be required to be paid by the Company and its subsidiaries, and the right to recourse against the Company and its subsidiaries will be surrendered, and the Company and its subsidiaries will be indemnified for any losses arising therefrom.</p>			

2016 FIRST QUARTERLY REPORT

Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
Equity incentive undertakings	N/A	N/A	N/A		N/A	N/A
Other undertakings made to the Company's minority shareholders	Wang Chuan-fu, Lv Xiang-yang	Other undertakings	Undertaking: no shares of the Company will be sold in any ways within six months starting from 14 January 2016.		Please refer to "Undertaking"	During the Reporting Period, the undertakers strictly performed the undertakings
Whether undertakings performed on time				Yes		
Specific reasons why undertakings were not performed on time and next steps				N/A		

IV. FORECAST ON THE RESULTS OF OPERATIONS FROM JANUARY TO JUNE 2016

Forecasted results of operations from January to June 2016: net profit attributable to shareholders of the listed company is positive but does not represent turning losses into gains

Change (in %) of net profit attributable to shareholders of the listed company from January to June 2016	382.15%	to	425.01%
Change (in range) of net profit attributable to shareholders of the listed company (RMB10,000) from January to June 2016	225,000	to	245,000
Net profit attributable to shareholders of the listed company (RMB10,000) from January to June 2015	46,666		
Reasons for changes in results	<p>Thanks to consumers' wide recognition and the state's strong support, the new energy vehicle market has entered into the stage of rapid development. As a result, it is expected that in the second quarter, the Group's sales of new energy vehicles will continue to grow with increasing sales volume, thus leading to continuous improvement in the revenue and profit. In regards to the conventional vehicle business, against the backdrop of mild growth in the overall market and persistently intensive competition, the Group's sales of conventional vehicles are anticipated to be under certain pressure. For the handset components and assembly business, benefiting from mass production of high-end flagship models by a number of the world's leading manufacturers, the Group's metal component sector will maintain fast growth, making a decent contribution to the Group's profit. In view of continuous growth in market and sales, it is expected that the solar business will achieve profitability in the second quarter.</p>		

2016 FIRST QUARTERLY REPORT

V. FINANCIAL ASSETS MEASURED AT FAIR VALUE

☒ Applicable ☐ N/A

Unit: RMB

Type of assets	Initial investment cost	Gain or loss from changes in fair value for the current period	Accumulated fair value changes included in equity	Purchase amount for the Reporting Period	Sales amount for the Reporting Period	Total gains from investment	Amount at the end of the Reporting Period	Source of funds
Available-for-sale financial assets	1,725,000,000.00	0.00	530,218,000.00	0.00	0.00	0.00	2,255,218,000.00	The Company disposed of its 100% equity interest in Shenzhen BYD Electronic Components Co., Ltd ("Electronic Components"), a wholly-owned subsidiary of the Company, to Holitech Technology Co., Ltd. ("Holitech"). The final consideration of this transaction was RMB2.3 billion, of which 75% was satisfied by Holitech by way of issuance of 179,127,725 consideration shares to the Company at the issuance price of RMB9.63 each and 25% was paid in cash.
Total	1,725,000,000.00	0.00	530,218,000.00	0.00	0.00	0.00	2,255,218,000.00	-

VI. THE VIOLATION OF REGULATIONS DUE TO THE PROVIDING OF GUARANTEE FOR EXTERNAL PARTIES

☐ Applicable ☒ N/A

The Company has not breached any requirements in relation to the providing of guarantee for external parties during the Reporting period.

2016 FIRST QUARTERLY REPORT

VII. THE USE OF THE CAPITAL FOR NON-OPERATING PURPOSE IN LISTED COMPANIES BY THE CONTROLLING SHAREHOLDERS AND THEIR RELATED PARTIES

☐ Applicable ☒ N/A

The controlling shareholder and their related parties have not made use of any capital for non-operating purpose during the Reporting period.

VIII. Register of reception, investigation, communication and interview activities during the Reporting Period

☒ Applicable ☐ N/A

Time of reception	Reception manner	Type of visitors	Index of basic information in the investigation
5 January 2016	Field investigation	institutions	see EasyIR platform of Shenzhen Stock Exchange at: http://irm.cninfo.com.cn/szse/index.html 《Register Of Investor Relations Activities Dated 5 January 2016》
15 January 2016	Field investigation	institutions	see EasyIR platform of Shenzhen Stock Exchange at: http://irm.cninfo.com.cn/szse/index.html 《Register Of Investor Relations Activities Dated 15 January 2016》
18 January 2016	other	institutions	see EasyIR platform of Shenzhen Stock Exchange at: http://irm.cninfo.com.cn/szse/index.html 《Register Of Investor Relations Activities Dated 18 January 2016》
19 January 2016	other	institutions	see EasyIR platform of Shenzhen Stock Exchange at: http://irm.cninfo.com.cn/szse/index.html 《Register Of Investor Relations Activities Dated 19 January 2016》
26 January 2016	Field investigation	institutions	see EasyIR platform of Shenzhen Stock Exchange at: http://irm.cninfo.com.cn/szse/index.html 《Register Of Investor Relations Activities Dated 26 January 2016》
27 January 2016	Field investigation	institutions	see EasyIR platform of Shenzhen Stock Exchange at: http://irm.cninfo.com.cn/szse/index.html 《Register Of Investor Relations Activities Dated 27 January 2016》

2016 FIRST QUARTERLY REPORT

SECTION IV FINANCIAL STATEMENTS

I. FINANCIAL STATEMENTS

1. Consolidated Balance Sheet

Prepared by: BYD Company Limited

As at 31 March 2016

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary fund	3,910,076,000.00	6,596,426,000.00
Balances with clearing companies		
Placements with banks and other financial institutions		
Financial assets at fair value through profit or loss		18,207,000.00
Derivative financial assets		
Notes receivable	3,954,054,000.00	6,798,810,000.00
Accounts receivable	22,671,297,000.00	21,519,093,000.00
Prepayments	341,440,000.00	226,962,000.00
Premiums receivable		
Reinsurance accounts receivable		
Deposits receivable from reinsurance treaty		
Interests receivable		
Dividends receivable		
Other receivable	399,314,000.00	509,414,000.00
Purchases of resold financial assets		
Inventories	16,490,447,000.00	15,750,550,000.00
Assets classified as held for sale		
Non-current assets due within one year	606,505,000.00	499,927,000.00
Other current assets	2,693,086,000.00	2,492,277,000.00
Total current asset	51,066,219,000.00	54,411,666,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

1. Consolidated Balance Sheet (Continued)

Prepared by: BYD Company Limited

As at 31 March 2016

Unit: RMB

Item	Closing balance	Opening balance
Non-current assets:		
Entrusted loans and advances granted		
Available-for-sale financial assets	2,290,360,000.00	3,071,357,000.00
Held-to-maturity investments		
Long-term receivables	59,070,000.00	65,773,000.00
Long-term equity investments	1,813,697,000.00	1,888,715,000.00
Investment properties		
Fixed assets	32,553,067,000.00	32,368,535,000.00
Construction in progress	5,946,868,000.00	5,757,798,000.00
Construction materials	4,203,642,000.00	3,729,764,000.00
Disposals of fixed assets		
Biological assets for production		
Fuel assets		
Intangible assets	9,073,892,000.00	8,790,228,000.00
Development costs	2,879,253,000.00	3,075,674,000.00
Goodwill	65,914,000.00	65,914,000.00
Long-term deferred expenditures		
Deferred income tax asset	1,075,444,000.00	1,080,416,000.00
Other non-current assets	1,178,128,000.00	1,179,915,000.00
Total non-current assets	61,139,335,000.00	61,074,089,000.00
Total assets	112,205,554,000.00	115,485,755,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

1. Consolidated Balance Sheet (Continued)

Prepared by: BYD Company Limited

As at 31 March 2016

Unit: RMB

Item	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	21,344,020,000.00	19,943,800,000.00
Borrowings from central bank		
Deposit taking and deposit in inter-bank market		
Placements from banks and other financial institutions		
Financial liabilities at fair value through profit or loss	1,534,000.00	
Derivative financial liabilities		
Notes payable	14,233,655,000.00	12,897,076,000.00
Accounts payable	13,483,268,000.00	18,581,611,000.00
Payments received in advance	1,986,353,000.00	2,438,009,000.00
Disposal of repurchased financial assets		
Handling charges and commissions payable		
Staff remuneration payable	1,840,265,000.00	2,118,495,000.00
Taxes payable	397,087,000.00	641,187,000.00
Interests payable	298,825,000.00	192,693,000.00
Dividends payable	10,000,000.00	10,000,000.00
Other payables	1,636,502,000.00	1,873,266,000.00
Reinsurance accounts payable		
Deposits for insurance contracts		
Customer deposits for trading in securities		
Amounts due to issuer for securities underwriting		
Liabilities classified as held for sale		
Estimated liabilities – current	720,486,000.00	778,577,000.00
Non-current liabilities due within one year	7,117,353,000.00	6,469,060,000.00
Other current liabilities	159,226,000.00	166,350,000.00
Total current liabilities	63,228,574,000.00	66,110,124,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

1. Consolidated Balance Sheet (Continued)

Prepared by: BYD Company Limited

As at 31 March 2016

Unit: RMB

Item	Closing balance	Opening balance
Non-current liabilities:		
Long-term borrowings	5,591,491,000.00	6,745,955,000.00
Debentures payable	4,486,254,000.00	4,483,946,000.00
Including: Preferred shares		
Perpetual bonds		
Long-term payables		
Long-term staff remuneration payable		
Special payables		
Estimated liabilities		
Deferred income		
Deferred income tax liabilities	357,000,000.00	568,149,000.00
Other non-current liabilities	1,658,889,000.00	1,548,340,000.00
Total non-current liabilities	12,093,634,000.00	13,346,390,000.00
Total liabilities	75,322,208,000.00	79,456,514,000.00
Owners' equity:		
Share capital	2,476,000,000.00	2,476,000,000.00
Other equity instruments	3,795,800,000.00	3,200,000,000.00
Including: Preferred shares		
Perpetual bonds	3,795,800,000.00	3,200,000,000.00
Capital reserve	10,312,422,000.00	10,311,853,000.00
Less: Treasury stocks		
Other comprehensive income	228,244,000.00	818,956,000.00
Special reserve		
Surplus reserve	2,383,551,000.00	2,383,551,000.00
General risk provision		
Undistributed profit	13,904,635,000.00	13,104,044,000.00
Total owners' equity attributable to the parent company	33,100,652,000.00	32,294,404,000.00
Minority interests	3,782,694,000.00	3,734,837,000.00
Total owners' equity	36,883,346,000.00	36,029,241,000.00
Total liabilities and owners' equity	112,205,554,000.00	115,485,755,000.00

Legal representative:
Wang Chuan-fu

Person in charge of Accounting: Head of Accounting Department:
Zhou Ya-lin Liu Hui

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

2. Balance Sheet of the Parent Company

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary fund	75,014,000.00	1,349,540,000.00
Financial assets at fair value through profit or loss		3,746,000.00
Derivative financial assets		
Notes receivables	21,810,000.00	16,745,000.00
Accounts receivable	1,452,529,000.00	3,265,865,000.00
Prepayments	967,000.00	2,259,000.00
Interests receivable		
Dividends receivable	120,000,000.00	
Other receivable	23,633,526,000.00	22,844,575,000.00
Inventories	86,135,000.00	79,497,000.00
Assets classified as held for sale		
Non-current assets due within one year	15,340,000.00	15,340,000.00
Other current assets	26,630,000.00	2,137,000.00
Total current assets	25,431,951,000.00	27,579,704,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

2. Balance Sheet of the Parent Company (Continued)

Unit: RMB

Item	Closing balance	Opening balance
Non-current assets:		
Available-for-sale financial assets	2,260,218,000.00	3,041,215,000.00
Held-to-maturity investments		
Long-term receivables	14,840,000.00	14,840,000.00
Long-term equity investments	7,640,638,000.00	7,638,574,000.00
Investment properties		
Fixed assets	1,900,603,000.00	1,675,750,000.00
Construction in progress	6,692,000.00	5,700,000.00
Construction materials	35,450,000.00	31,394,000.00
Disposals of fixed assets		
Biological assets for production		
Fuel assets		
Intangible assets	140,250,000.00	140,358,000.00
Development expenses		
Goodwill		
Long-term deferred expenditures		
Deferred income tax asset	80,935,000.00	80,935,000.00
Other non-current assets	4,274,000.00	4,274,000.00
Total non-current assets	12,083,900,000.00	12,633,040,000.00
Total assets	37,515,851,000.00	40,212,744,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

2. Balance Sheet of the Parent Company (Continued)

Unit: RMB

Item	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	6,060,000,000.00	6,764,235,000.00
Financial liabilities at fair value through profit or loss	1,534,000.00	
Derivative financial liabilities		
Notes payable	29,627,000.00	49,790,000.00
Accounts payable	860,850,000.00	2,745,486,000.00
Payments received in advance	9,343,000.00	8,282,000.00
Staff remuneration payable	94,461,000.00	94,843,000.00
Taxes payable	4,303,000.00	44,059,000.00
Interests payable	281,042,000.00	175,500,000.00
Dividends payable		
Other payables	1,945,894,000.00	1,770,351,000.00
Liabilities classified as held for sale		
Non-current liabilities due within one year	4,811,320,000.00	4,509,900,000.00
Other current liabilities	414,000.00	804,000.00
Total current liabilities	14,098,788,000.00	16,163,250,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

2. Balance Sheet of the Parent Company (Continued)

Unit: RMB

Item	Closing balance	Opening balance
Non-current liabilities:		
Long-term borrowings	2,432,456,000.00	2,819,710,000.00
Debentures payable	4,486,254,000.00	4,483,946,000.00
Including: Preferred shares		
Perpetual bonds		
Long-term payables		
Long-term staff remuneration payable		
Special payables		
Estimated liabilities		
Deferred income		
Deferred income tax liabilities	357,000,000.00	568,149,000.00
Other non-current liabilities	1,295,000.00	1,295,000.00
Total non-current liabilities	7,277,005,000.00	7,873,100,000.00
Total liabilities	21,375,793,000.00	24,036,350,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

2. Balance Sheet of the Parent Company (Continued)

Unit: RMB

Item	Closing balance	Opening balance
Non-current liabilities:		
Share capital	2,476,000,000.00	2,476,000,000.00
Other equity instruments	3,795,800,000.00	3,200,000,000.00
Including: Preferred shares		
Perpetual bonds	3,795,800,000.00	3,200,000,000.00
Capital reserve	5,854,958,000.00	5,854,958,000.00
Less: Treasury stocks		
Other comprehensive income	397,663,000.00	983,411,000.00
Special reserve		
Surplus reserve	601,028,000.00	601,028,000.00
Undistributed profit	3,014,609,000.00	3,060,997,000.00
Total owners' equity	16,140,058,000.00	16,176,394,000.00
Total liabilities and owners' equity	37,515,851,000.00	40,212,744,000.00

Legal representative:
Wang Chuan-fu

Person in charge of Accounting: Head of Accounting Department:
Zhou Ya-lin Liu Hui

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

3. Consolidated Income Statement

Unit: RMB

Item	Amount for the current period	Amount for the previous period
I. Total revenue from operations	20,285,247,000.00	15,282,504,000.00
Including: Revenue from operations	20,285,247,000.00	15,282,504,000.00
Interest income		
Premiums earned		
Income from fees and commissions		
II. Total cost of operations	19,146,072,000.00	15,148,695,000.00
Including: Cost of operations	16,419,554,000.00	12,659,597,000.00
Interest expenses		
Fee and commission expenses		
Surrender payment		
Net expenditure for compensation payments		
Net provision for insurance contracts		
Expenditures for insurance policy dividend		
Reinsurance costs		
Business tax and surcharge	307,648,000.00	334,688,000.00
Selling expenses	602,332,000.00	611,312,000.00
Administrative expenses	1,298,477,000.00	1,104,840,000.00
Finance expenses	286,037,000.00	402,594,000.00
Impairments loss of assets	232,024,000.00	35,664,000.00
Add: Gains from change in fair value (loss is represented by “-”)	-4,285,000.00	
Gains from investment (loss is represented by “-”)	-51,010,000.00	-27,016,000.00
Including: Gains from investment in associates and joint ventures	-52,402,000.00	-27,016,000.00
Gains from exchange (loss is represented by “-”)		

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

3. Consolidated Income Statement (continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
III. Operating profit (loss is represented by “-”)	1,083,880,000.00	106,793,000.00
Add: Non-operating income	96,475,000.00	106,530,000.00
Including: Gain from disposal of non-current assets		19,873,000.00
Less: Non-operating expense	31,825,000.00	9,329,000.00
Including: Loss from disposal of non-current assets	9,648,000.00	
IV. Total profit (total loss is represented by “-”)	1,148,530,000.00	203,994,000.00
Less: Income tax expense	250,884,000.00	50,703,000.00
V. Net profit (net loss is represented by “-”)	897,646,000.00	153,291,000.00
Net profit attributable to the owners of the parent company	850,708,000.00	120,946,000.00
Minority interests	46,938,000.00	32,345,000.00
VI. Other comprehensive income, net of tax	-589,788,000.00	11,494,000.00
Other comprehensive income attributable to owners of the parent company, net of tax	-590,712,000.00	11,425,000.00
(I) Other comprehensive income that will not be reclassified subsequently to profit or loss		
1. Changes in net liabilities or net assets arising from re-measurement of defined benefit plans		
2. Share of other comprehensive income of the investee that will not be reclassified subsequently to profit or loss accounted for using the equity method		

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

3. Consolidated Income Statement (continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
(II) Other comprehensive income that may be reclassified subsequently to profit or loss	-590,712,000.00	11,425,000.00
1. Share of other comprehensive income of the investee that may be reclassified subsequently to profit or loss accounted for using the equity method		
2. Profit or loss from changes in fair value of available-for-sale financial assets	-585,748,000.00	
3. Profit or loss from held-to-maturity investments reclassified as available-for-sale financial assets		
4. Valid part of hedging profit or loss of cash flows		
5. Difference on foreign currency translation	-4,964,000.00	11,425,000.00
6. Other		
Other comprehensive income attributable to minority shareholders, net of tax	924,000.00	69,000.00
VII. Total comprehensive income	307,858,000.00	164,785,000.00
Total comprehensive income attributable to the owners of the parent company	259,996,000.00	132,371,000.00
Total comprehensive income attributable to minority interests	47,862,000.00	32,414,000.00
VIII. Earnings per share:		
(I) Basic Earnings per share	0.32	0.05
(II) Diluted Earnings per share	N/A	N/A

For the business combination under common control effected in the current period, the net profit recognized by the merged party before the combination was RMB0.00, and the net profit recognized by the merged party in the previous period was RMB0.00.

Legal representative:
Wang Chuan-fu

Person in charge of Accounting:
Zhou Ya-lin

Head of Accounting Department:
Liu Hui

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

4. Income Statement of the Parent Company for the Reporting Period

Unit: RMB

Item	Amount for the current period	Amount for the previous period
I. Revenue from operations	1,183,596,000.00	1,545,248,000.00
Less: Cost of operations	997,704,000.00	1,285,396,000.00
Business tax and surcharge	10,553,000.00	4,211,000.00
Selling expenses	1,046,000.00	3,654,000.00
Administrative expenses	70,799,000.00	81,757,000.00
Finance expenses	239,116,000.00	214,015,000.00
Impairments loss of assets	-972,000.00	1,507,000.00
Add: Gains from change in fair value (loss is represented by “-”)	-4,285,000.00	
Gains from investment (loss is represented by “-”)	121,373,000.00	312,994,000.00
Including: Gains from investment in associates and joint ventures	2,064,000.00	-1,793,000.00
II. Operating profit (loss is represented by “-”)	-17,562,000.00	267,702,000.00
Add: Non-operating income	5,359,000.00	12,830,000.00
Including: Gain from disposal of non-current assets		8,165,000.00
Less: Non-operating expense	542,000.00	2,415,000.00
Including: Loss from disposal of non-current assets	353,000.00	
III. Total profit (total loss is represented by “-”)	-12,745,000.00	278,117,000.00
Less: Income tax expense	-15,899,000.00	-7,779,000.00
IV. Net profit (net loss is represented by “-”)	3,154,000.00	285,896,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

4. Income Statement of the Parent Company for the Reporting Period (Continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
V. Other comprehensive income, net of tax	-585,748,000.00	
(I) Other comprehensive income that will not be reclassified subsequently to profit or loss		
1. Changes in net liabilities or net assets arising from re-measurement of defined benefit plans		
2. Share of other comprehensive income of the investee that will not be reclassified subsequently to profit or loss accounted for using the equity method		
(II) Other comprehensive income that may be reclassified subsequently to profit or loss	-585,748,000.00	
1. Share of other comprehensive income of the investee that may be reclassified subsequently to profit or loss accounted for using the equity method		
2. Profit or loss from changes in fair value of available-for-sale financial assets	-585,748,000.00	
3. Profit or loss from held-to-maturity investments reclassified as available-for-sale financial assets		
4. Valid part of hedging profit or loss of cash flows		
5. Difference on foreign currency translation		
6. Other		
VI. Total comprehensive income	-582,594,000.00	285,896,000.00
VII. Earnings per share:		
(I) Basic Earnings per share	-0.02	0.12
(II) Diluted Earnings per share	N/A	N/A

Legal representative:
Wang Chuan-fu

Person in charge of Accounting: Head of Accounting Department:
Zhou Ya-lin Liu Hui

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

5. Consolidated Cash Flow Statement

Unit: RMB

Item	Amount for the current period	Amount for the previous period
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of laboring	23,067,988,000.00	21,132,216,000.00
Net increase in customer and interbank deposits		
Net increase in borrowings from central bank		
Net increase in borrowings from other financial institutions		
Cash received from premiums under original insurance		
Net cash received from reinsurance business		
Net increase in deposits of policy holders and investment		
Net increase in financial assets at fair value through profit or loss		
Cash received from interests, fees and commissions		
Net increase in borrowings from other financial institutions		
Net increase in capital from repurchase business		
Tax rebates	327,665,000.00	141,851,000.00
Other cash received from activities relating to operation	255,005,000.00	244,829,000.00
Sub-total of cash inflows from operating activities	23,650,658,000.00	21,518,896,000.00
Cash paid for goods and laboring service	19,624,868,000.00	12,890,056,000.00
Net increase in customer loans and advances		
Net increase in deposit in central bank and interbank		
Cash paid for compensation payments under original insurance contract		
Cash paid for interests, fees and commissions		
Cash paid for insurance policy dividend		
Cash paid to and on behalf of employees	3,530,761,000.00	2,811,644,000.00
Tax payments	1,127,175,000.00	739,618,000.00
Other cash payments relating to operating activities	621,194,000.00	1,140,571,000.00
Sub-total of cash outflows from operating activities	24,903,998,000.00	17,581,889,000.00
Net cash flow from operating activities	-1,253,340,000.00	3,937,007,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

5. Consolidated Cash Flow Statement (Continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
II. Cash flow generated from investing activities:		
Cash received from disposals of investments	500,000.00	
Cash received from gains in investment	16,847,000.00	
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	6,449,000.00	1,497,594,000.00
Net cash received from disposals of subsidiaries and other operating entities		
Other cash received from activities relating to investment	234,230,000.00	27,581,000.00
Sub-total of cash inflows from investing activities	258,026,000.00	1,525,175,000.00
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	2,718,536,000.00	2,490,939,000.00
Cash paid for investment	52,087,000.00	80,980,000.00
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other operating entities		
Other cash paid for activities relating to investment		
Sub-total of cash outflows from investing activities	2,770,623,000.00	2,571,919,000.00
Net cash flow generated from investing activities	-2,512,597,000.00	-1,046,744,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

5. Consolidated Cash Flow Statement (Continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
III. Cash flow generated from fund-raising activities:		
Cash received from investment		
Including: Cash received by subsidiaries from minority shareholders' investment		
Cash received from borrowings	6,175,695,000.00	3,784,670,000.00
Cash received from issuing of bonds		
Cash invested by holders of other equity instruments	595,800,000.00	
Other cash received from activities relating to fund-raising activities	51,949,000.00	
Sub-total of cash inflows from fund-raising activities	6,823,444,000.00	3,784,670,000.00
Cash repayments of debts	5,282,345,000.00	5,760,684,000.00
Cash paid for distribution of dividends and profit or payment of interests	401,632,000.00	340,276,000.00
Including: Dividend and profit paid by subsidiaries to minority shareholders		
Interest paid for other equity instrument	49,547,000.00	
Other cash paid for activities relating to fund-raising activities		87,115,000.00
Sub-total of cash outflows from fund-raising activities	5,683,977,000.00	6,188,075,000.00
Net cash flows from fund-raising activities	1,139,467,000.00	-2,403,405,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

5. Consolidated Cash Flow Statement (Continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
IV. Effects of Changes in Exchange Rate on Cash and Cash Equivalents	-7,931,000.00	28,313,000.00
V. Net Increase in Cash and Cash Equivalents	-2,634,401,000.00	515,171,000.00
Add: Balances of cash and cash equivalents at the beginning of the period	6,279,531,000.00	4,089,466,000.00
VI. Balances of Cash and Cash Equivalents at the End of the Period	3,645,130,000.00	4,604,637,000.00

Legal representative:
Wang Chuan-fu

Person in charge of Accounting:
Zhou Ya-lin

Head of Accounting Department:
Liu Hui

6. Cash Flow Statement of the Parent Company

Unit: RMB

Item	Amount for the current period	Amount for the previous period
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of laboring	3,189,910,000.00	3,178,542,000.00
Tax rebates		12,205,000.00
Other cash received from activities relating to operation	185,870,000.00	124,801,000.00
Sub-total of cash inflows from operating activities	3,375,780,000.00	3,315,548,000.00
Cash paid for goods and laboring service	2,965,527,000.00	2,684,995,000.00
Cash paid to and on behalf of employees	128,297,000.00	218,103,000.00
Tax payments	85,577,000.00	33,349,000.00
Other cash payments relating to operating activities	816,349,000.00	230,696,000.00
Sub-total of cash outflows from operating activities	3,995,750,000.00	3,167,143,000.00
Net cash flow from operating activities	-619,970,000.00	148,405,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

6. Cash Flow Statement of the Parent Company (Continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
II. Cash flow generated from investing activities:		
Cash received from disposals of investments		
Cash received from gains in investment	304,000.00	
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	10,000.00	170,661,000.00
Net cash received from disposals of subsidiaries and other operating entities		
Other cash received from activities relating to investment		
Sub-total of cash inflows from investing activities	314,000.00	170,661,000.00
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	284,720,000.00	73,569,000.00
Cash paid for investment		16,000,000.00
Net cash paid for acquiring subsidiaries and other operating entities		
Other cash paid for activities relating to investment		
Sub-total of cash outflows from investing activities	284,720,000.00	89,569,000.00
Net cash flow generated from investing activities	-284,406,000.00	81,092,000.00
III. Cash flow generated from fund-raising activities:		
Cash received from investment		
Cash received from borrowings	1,750,000,000.00	1,627,171,000.00
Cash received from issuing of bonds		
Cash invested by holders of other equity instruments	595,800,000.00	
Other cash received from activities relating to fund-raising activities	564,000.00	
Sub-total of cash inflows from fund-raising activities	2,346,364,000.00	1,627,171,000.00
Cash repayments of debts	2,544,338,000.00	1,715,656,000.00
Cash paid for distribution of dividends and profit or payment of interests	168,574,000.00	107,280,000.00
Including: Interest paid for other equity instruments	49,547,000.00	
Other cash paid for activities relating to fund-raising activities		19,730,000.00
Sub-total of cash outflows from fund-raising activities	2,712,912,000.00	1,842,666,000.00
Net cash flows from fund-raising activities	-366,548,000.00	-215,495,000.00

2016 FIRST QUARTERLY REPORT

I. FINANCIAL STATEMENTS (CONTINUED)

6. Cash Flow Statement of the Parent Company (Continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
IV. Effects of Changes in Exchange Rate on Cash and Cash Equivalents	-3,038,000.00	2,505,000.00
V. Net Increase in Cash and Cash Equivalents	-1,273,962,000.00	16,507,000.00
Add: Balances of cash and cash equivalents at the beginning of the period	1,347,846,000.00	317,227,000.00
VI. Balances of Cash and Cash Equivalents at the End of the Period	73,884,000.00	333,734,000.00

Legal representative:
Wang Chuan-fu

Person in charge of Accounting:
Zhou Ya-lin

Head of Accounting Department:
Liu Hui

II. AUDIT REPORT

Whether the first quarterly report is audited or not

☐ Yes ☒ No

The first quarterly report of the Company is unaudited.

BYD Company Limited
Wang Chuan-fu
Chairman

Shenzhen, P.R.C., 28 April 2016

As at the date of this announcement, the Board of Directors of BYD Company Limited comprises Mr. Wang Chuan-fu being the executive Director, Mr. Lv Xiang-yang and Mr. Xia Zuo-quan being the non-executive Directors, and Mr. Wang Zi-dong, Mr. Zou Fei and Ms. Zhang Ran being the independent non-executive Directors.

This announcement is prepared in Chinese and translated into English, and the Chinese text shall prevail over the English text in case of any inconsistency.