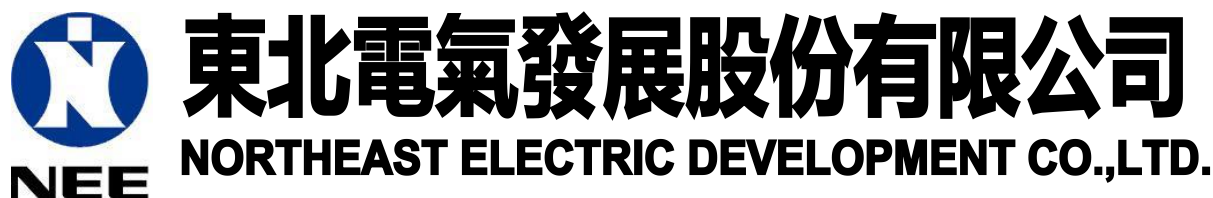


Hong Kong Exchanges and Clearing Limited and the Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance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



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

(Stock Code: 0042)

First Quarterly Report of 2016

The announce is made pursuant to Shenzhen Stock Exchange Stock Listing Rules and Rule 13.09 and 13.10B of Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The quarterly report contained in this announcement has been considered and approved by the Board of Directors of the Company and the Audit Committee.

§ 1 Financial Data Prepared under the PRC Accounting Standards and Regulations (unaudited)

1.1 Did the Company make retrospective adjustment to or restatement of the accounting data of prior years due to changes in accounting policies and correction of accounting errors?

Yes No

1.2 Principal accounting data and financial indicators

	Unit: RMB		
	As at the end of the reporting period	As at the end Of same period last year	Increase/Decrease Comparing with the Same Period Last Year
Total operating revenues (RMB)	17,984,374.39	28,813,616.47	-37.58%
Net profits attributable to shareholders of listed company	-4,664,568.84	-2,657,816.28	-75.50%

(RMB)			
Net profits attributable to shareholders of listed company (RMB) (Excluding non-recurring profit/loss items and amounts)	-4,714,175.72	-2,666,759.80	-76.78%
Net cash flow from operating activities (RMB)	-20,743,776.04	-22,130,564.06	6.69%
Basic earnings per share (RMB/share)	-0.0053	-0.0030	-233.33%
Diluted earnings per share (RMB/share)	-0.0053	-0.0030	-233.30%
Net assets ration(weighted average) (%)	-1.59%	-0.90%	Decreased by 0.69 percentage points
	The end of the reporting period(31 March 2015)	The end of the prior year (31 December 2014)	Increase/decrease as at the end of the reporting period compared to the end of the prior year
Total assets (RMB)	464,065,105.09	483,445,718.25	-4.01%
Net assets attributable to shareholders of listed company (RMB)	291,709,632.72	296,987,112.46	-1.78%

1.3 Excluding non-recurring profit/loss items and amounts

Unit: RMB		
Item	Amounts for the beginning of the year and the end of the reporting period	Reason
Gains/losses from fair value changes of trading financial assets and trading financial liabilities, and investment income from disposal of trading financial assets, trading financial liabilities and available-for-sale financial assets, except effective hedging activities related to the Company's normal operations	49,602.74	Due to the payment for acquisition of financial products
Other profit and loss items falling within the definition of extraordinary profit and loss	5.52	
Effect of income tax	1.38	
Total	49,606.88	

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 Not applicable

No extraordinary gain or loss items as defined or illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 - Extraordinary Gains or Losses were defined by the Company as its recurring gain or loss items during the reporting period.

§ 2 Total number of shareholders and the shareholding of the top ten shareholders as at the end of the reporting period

Unit: Share

Total number of shareholders		124,433				
Shareholdings of top ten shareholders of ordinary shares						
Name of shareholders	Nature of shareholder	Percentage	Number of shares	Number of untradeable shares	Shares pledged or frozen	
					Status of shares	Number
HKSCC Nominees Limited	Overseas legal person	29.42%	256,983,999			
Suzhou Tsing Chuang Trading Group Co., Ltd.	Domestic non-state-owned legal person	9.33%	81,494,850			
Xu Kaidong	Domestic natural person	0.92%	8,000,000			
Shi Yubo	Domestic natural person	0.46%	4,050,400			
Donghai Funds – ICBC - Xinlong No.78 Asset Management Plan	Domestic non-state-owned legal person	0.42%	3,669,000			
Shenzhen Zhongda Software Development Ltd	Domestic non-state-owned legal person	0.41%	3,550,000	3,550,000		
Zeng Shaozhang	Domestic natural person	0.39%	3,383,200			
Liu Hui	Domestic natural person	0.31%	2,682,249			
Liang Liusheng	Domestic natural person	0.30%	2,615,500			
Hu Li	Domestic natural person	0.25%	2,166,760			

Shareholdings of the top ten shareholders of ordinary shares of non-restricted shares			
Name of shareholders	Number of non-restricted shares held	Class of shares	
		Class of shares	Number
HKSCC Nominees Limited	256,983,999	H shares	256,983,999
Suzhou Tsing Chuang Trading Group Co., Ltd.	81,494,850	A shares	81,494,850
Xu Kaidong	8,000,000	A shares	8,000,000
Shi Yubo	4,050,400	A shares	4,050,400
Donghai Funds – ICBC - Xinlong No.78 Asset Management Plan	3,669,000	A shares	3,669,000
Zeng Shaozhang	3,383,200	A shares	3,383,200
Liu Hui	2,682,249	A shares	2,682,249
Liang Liusheng	2,615,500	A shares	2,615,500
Hu Li	2,166,760	A shares	2,166,760
Central Huijin Investment Ltd.	2,078,800	A shares	2,078,800
Connections and concerted actions between the above shareholders:	So far as the company is aware, there is no connected relationship among the top ten shareholders or are parties acting in concert as required in “methods of information disclosure of shareholding changes of listed companies”.		
Shareholders involved in the margin trading business(if any)	<p>Xu Kaidong holds 8,000,000 shares through the guarantee securities account of customer credit transactions of Sinolink Securities Co., Ltd..</p> <p>Shi Yubo holds 3,636,900 shares through the guarantee securities account of customer credit transactions of Everbright Securities Co., Ltd..</p> <p>Zeng Shaozhang holds 3,362,200 shares through the guarantee securities account of customer credit transactions of China Galaxy Securities Co., Ltd .</p> <p>Liang Liusheng holds 1,171,800 shares through the guarantee securities account of customer credit transactions of China Securities Co., Ltd..</p>		

Agreement repurchase type negotiable securities transaction in the report period

Yes No

§ 3 Conditions of large-margin changes of main items in the accounting statement and financial indicators and reasons therefore

Unit: RMB

Item	At the end of the reporting period	At the end of last year	Change	Change Rate	Reason for Change
Cash and deposits	85,056,119.81	123,417,163.19	-38,361,043.38	-31.00%	Due to the decrease of cash income

Other receivables	10,827,591.93	7,059,843.56	3,767,748.37	53.00%	Due to the Internal borrowing's increase of Xinjinrong
Interest receivable Other current asset	722,376.66	1,042,604.52	-320,227.86	-31.00%	Due to the amortization of leasehold
Notes payable	13,009,640.00	20,508,400.00	-7,498,760.00	-37.00%	Due to the decrease of Bank acceptance bill
Taxes payable	368,578.55	1,984,295.27	-1,615,716.72	-81.00%	Due to the paid of taxes at the end of last year
Sales	17,984,374.39	28,813,616.47	-10,829,242.08	-38.00%	Due to market sluggishness and competing for a rock bottom price
Cost of Sales	14,394,109.58	23,684,497.29	-9,290,387.71	-39.00%	Due to the decrease of income
Taxes & Surcharges	108,879.18	73,656.31	35,222.87	48.00%	Due to the Value-added Taxes' increase of Xinjinrong
Finance expense	-55,223.41	34,129.30	-89,352.71	-262.00%	Due to the increase of interest incomes
Return on investments	49,602.74	204,775.34	-155,172.60	-76.00%	Due to the acquisition financing income's decrease

§ 4 Significant Events

4.1 Material litigation and arbitration

During the reporting period, the Company had no any material pending or threatened litigations and claims.

4.2 In the report period, reception of research, communication and interview

None

4.3 Progress of Important Matters and Analytical Description of Their Influences and Solutions

Applicable Not applicable

Two parties to the share transfer have already carried out the transfer registration of the share transfer on January 22, 2016. Meanwhile, the Company intends to sell equity investment and other assets, including New Northeast Electric (Jinzhou) Power Capacitors Co., Ltd., its

subsidiary. The Company intends to buy smart software development and intelligent hardware development, production, mobile Internet business related company's equity. The industry of underlying assets for this significant assets reorganization is the Internet software industry. Credit Suisse Founder Securities Limited appointed by the Company acts as the independent financial advisor of this significant assets reorganization, Ruihua Certified Public Accountants (special general partnership) acts as the audit institution, China Alliance Appraisal Co., Ltd. acts as the sold assets evaluation institution, Shanghai Shenwei Assets Appraisal Co., Ltd. acts as the acquired assets evaluation institution, and Beijing Dacheng Law Offices, LLP acts as the legal adviser of China. As of the disclosure date of this announcement, this significant asset reorganization matter is in progress, and the Company is organizing the related parties to actively promote the work related to this significant assets reorganization.

§ 5 Performance of publicly disclosed undertakings by the Company or shareholders representing 5% or more of the shareholdings

Suzhou Tsing Chuang Trading Group Co., Ltd. , the first major shareholder of the Company made a special undertaking that it will not sell the Shares which are publicly on Shenzhen Stock Exchange will not be less than RMB5 per share.

During the reporting period, Suzhou Tsing Chuang Trading Group Co., Ltd has strictly fulfilled the above promises.

Suzhou Tsing Chuang Trading Group Co., Ltd. made a special undertaking in the acquisition report or equity change report: it will avoid horizontal competition with the Listed Company; not buy or sell stocks of the Listed Company within 6 first months after signing of the Share Transfer Agreement; ensure independence of the Listed Company; strictly observe related regulations of CSRC on reduction of shares by major shareholders of listed companies.

During the reporting period, Suzhou Tsing Chuang Trading Group Co., Ltd. has strictly fulfilled the above commitments.

§ 6 Subsequent events

1. On April 25, 2016, we received a letter from Suzhou Tsing Chuang, the first major shareholder of the Company, informing us that the shareholder Shanghai Jingquan Investment Center (hereinafter referred to as “Shanghai Jingquan”), who holds 25% of equity investment of Suzhou Tsing Chuang through the capital contribution of RMB200 million, has transferred shares: the original shareholders of Shanghai Jingquan were Wang Zheng and Wu Yisha, who held 90% and 10% of Shanghai Jingquan’s shares respectively and have transferred the shares to Shan Xiaofei and Zhang Yao respectively (Shan Xiaofei holds 90% of the shares and Zhang Yao holds 10% of the shares).

The above share transfer behavior of shareholders does not affect the shareholder's shareholding structure of Suzhou Tsing Chuang, the actual controller is still Liu Jun, and Liu Jun still maintains the concerted action person relationship with Wang Zheng and Wu Yisha.

2. The Board of Directors of New Northeast Electric (Jinzhou) Power Capacitor Co., Ltd, a wholly-owned subsidiary of the Company, held a meeting on April 6, 2016 to unanimously agree to distribute its after-tax distributive profit of RMB 37,000,000.00 in accordance with the ratio of contributions by its shareholders Shenyang Kaiyi Power Co., Ltd and Gaocai Science and Technology Co., Ltd.

§ 7 FINANCIAL REPORT
7.1 CONSOLIDATED BALANCE SHEET

Date: Mar. 31, 2016

Prepared by: Northeast Electric Development Co., Ltd

Unit: RMB

Assets	As at 31 March 2016	As at 31 December 2015	Liabilities and shareholder/equity	As at 31 March 2016	As at 31 December 2015
Current Assets:			current liabilities:		
Cash and deposits	85,056,119.81	123,417,163.19	Short-term borrowings	9,000,000.00	9,000,000.00
Settlement excess reserve			Borrowings from central bank		
Funds offered in inter-bank markets			Deposits received &by inter-bank		
Financial assets designated to be measured by fair value And which change is recorded in current incomes			Funds received from inter-bank markets		
Notes receivable	1,831,500.00	2,109,500.00	Financial liabilities designated to be measured by fair value and which change is recorded in current incomes		
Accounts receivable	140,094,608.75	134,014,154.00	Bills payable	13,009,640.00	20,508,400.00
Prepayments	327,058.46	385,450.80	Account payable	33,590,255.27	37,336,706.17
Premium receivable			Advance	8,306,896.54	7,738,572.04
Reinsurance receivable			Buyback financial assets sold		
Reserve of reinsurance arrangement receivable			Fees payable & commission		
Interest receivable			Employee compensation payable	2,649,150.61	2,628,964.40
Dividends receivable			Taxes payable	368,578.55	1,984,295.27
Other receivables	10,827,591.93	7,059,843.56	Insert payable		
Purchase of buyback financial assets			Dividends payable	40,017.86	40,017.86
Inventories	30,383,783.42	28,181,314.33	Other payables	43,818,259.14	45,647,350.73
Non-current assets due within 1 year	10,600.00	16,960.00	Reinsurance payable		
Other current assets	722,376.66	1,042,604.52	Reserve of reinsurance arrangement		
--			Payment of entrusted purchase &selling storks		
			Payment of entrusted underwriting storks		

			Non-current liabilities due within 1 year		
Total current Assets:	269,253,639.03	296,226,990.40	Other current liabilities		
non-current assets:			Total current liabilities:	110,782,797.97	124,884,306.47
Issue entrusted loans and disbursements			Non-current liabilities:		
Financial assets available for sale	79,121,632.93	69,446,681.85	Long-term borrowings		
Held-to-maturity investments			Bonds payable		
Long-term receivables			Long-term payables		
Long-term investment	40,724,620.15	41,020,089.96	Special payables	500,000.00	500,000.00
Investment real estate			Estimated liabilities	60,721,078.25	60,721,078.25
Fixed assets	57,059,527.01	58,783,415.15	Deferred tax liability		
Construction in progress	6,070,928.52	6,070,928.55	Other non-current liabilities		
Engineering material			Total non-current liabilities	61,221,078.25	61,221,078.25
Liquidation of fixed assets			Total liabilities	172,003,876.22	186,105,384.72
Productive biological assets			Owners' Equity:		
Oil and gas assets			Capital stock	873,370,000.00	873,370,000.00
Intangible Assets	4,030,826.69	4,064,699.21	Capital reserve	883,422,403.92	883,422,403.92
Development expenditures			Less: treasury stock		
			Other comprehensive income	-31,414,420.47	-30,801,509.57
Goodwill			Special reserve		
Long-term deferred expenses	461,662.90	490,645.27	Surplus reserves	108,587,124.40	108,587,124.40
Deferred tax assets	7,342,267.86	7,342,267.86	Provision for general risk		
Other non-current assets			Retained earnings	-1,542,255,475.13	-1,537,590,906.29
			Total owners' equity attribute to the parent company	291,709,632.72	296,987,112.46
			Minority shareholders' equity	351,596.15	353,221.07
Total non-current assets	194,811,466.06	187,218,727.85	Total owners' equity	292,061,228.87	297,340,333.53
Total Assets	464,065,105.09	483,445,718.25	Total liabilities and owners' equity	464,065,105.09	483,445,718.25

7.2 BALANCE SHEET (PARENT COMPANY)

Date: Mar.31, 2016

Prepared by: Northeast Electric Development Co., Ltd

Unit: RMB

Assets	As at 31 March 2016	As at 31 December 2015	Liabilities and shareholder/ equity	As at 31 March 2016	As at 31 December 2015
Current Assets:			current liabilities:		
Cash and deposits	2,405.24	2,658.47	Short-term borrowings		
Financial assets designated to be measured by fair value And which change is recorded in current incomes			Financial liabilities designated to be measured by fair value and which change is recorded in current incomes		
Notes receivable			Bills payable		
Accounts receivable			Account payable		
Prepayments	1,244,511.79	1,244,511.79	advance	665,000.00	665,000.00
Interest receivable			Employee compensation payable	8,576.52	8,576.52
Dividends receivable			Taxes payable	-648.32	31,456.26
Other receivables			Insert payable		
Inventories	340,926,842.79	342,198,702.69	Dividends payable		
Non-current assets due within 1 year			Other payables	77,983,342.79	78,156,633.29
Other current assets			Non-current liabilities due within 1 year		
Total current Assets:			Other current liabilities		
non-current assets:			Total current liabilities:	78,656,270.99	78,861,666.07
Financial assets available for sale	342,173,759.82	343,445,872.95	Non-current liabilities:		
Held-to-maturity investments			Long-term borrowings		
Long-term receivables			Bonds payable		
Long-term investment			Long-term payables		
Investment real estate			Special payables		
Fixed assets	90,413,551.10	90,413,551.10	Estimated liabilities	60,721,078.25	60,721,078.25
Construction in progress			Deferred tax liability		
Engineering material	20,107.84	23,528.65	Other non-current liabilities		
Liquidation of fixed assets			Total non-current liabilities	60,721,078.25	60,721,078.25
Productive biological assets			Total liabilities	139,377,349.24	139,582,744.32
Oil and gas assets			Owners' Equity:		
Intangible Assets			Capital stock	873,370,000.00	873,370,000.00
Development expenditures			Capital reserve	979,214,788.45	979,214,788.45
Goodwill			Less: treasury stock		
Long-term deferred expenses			Other comprehensive income		
			Special reserve		

Deferred tax assets			Surplus reserves	108,587,124.40	108,587,124.40
Other non-current assets			Provision for general risk		
			Retained earnings	-1,667,941,843.33	-1,666,871,704.47
Total non-current assets	90,433,658.94	90,437,079.75	Total owners' equity	293,230,069.52	294,300,208.38
Total Assets	432,607,418.76	433,882,952.70	Total liabilities and owners' equity	432,607,418.76	433,882,952.70

7.3 CONSOLIDATED INCOME STATEMENT

Date: Jan.-Mar. 2016

Prepared by: Northeast Electric Development Co., Ltd

Unit: RMB

term	as at the end of the reporting period	as at the end of the reporting period last year
I. Main operating income	17,984,374.39	28,813,616.47
Including: Sales income	17,984,374.39	28,813,616.47
Interest income		
Premium earned		
Fee and commission income		
II. Main operating costs	22,700,176.41	31,688,158.33
Including: Cost of sales	14,394,109.58	23,684,497.29
Interest expenses		
Fee and commission expense		
Surrender value		
Net payments for insurance claims		
Net insurance reserve paid		
Premium expenses		
Expenses of reinsurance		
Business taxes and surcharges	108,879.18	73,656.31
Selling expenses	1,354,661.51	1,706,679.65
Administrative expenses	6,897,749.55	6,189,195.78
Financial expenses	-55,223.41	34,129.30
Assets Impairment loss		
Add: Income of fair value variance (loss is posed as "-")		
Return on investments (loss is posed as "-")	49,602.74	204,775.34
Including.: return on investments to associates and related parties		
Exchange gain (loss is posed as "-")		
III. Operational Profit (Loss is posed as "-")	-4,666,199.28	-2,669,766.52
Add: Income of non-operational activities	5.52	8,943.60
Less: Expense of non-operational activities		
Including.: loss of disposal of non-current assets		
IV. Total Profit (Total loss is posed as "-")	-4,666,193.76	-2,660,822.92
Less: Income tax expenses		
V. Net Profit (Net loss is posed as "-")	-4,666,193.76	-2,660,822.92
Net profit attribute to parent company's shareholders	-4,664,568.84	-2,657,816.28
Minority interests	-1,624.92	-3,006.64
VI. net other comprehensive income after tax	-542,887.28	166,871.98
Total comprehensive income attributable to the equity holders of the company	-542,887.28	166,871.98
(1) other comprehensive income not to be recategorized into profit&loss		
(2) other comprehensive income to be recategorized into profit&loss	-542,887.28	166,871.98
VII. Total Comprehensive Income	-5,209,081.04	-2,493,950.94

Total Comprehensive Income of Parent Company	-5,207,456.12	-2,490,944.30
Total Comprehensive Income of Minority shareholders	-1,624.92	-3,006.64
VIII. Earnings per share		
(A) Primary earnings per share	-0.0053	-0.0030
(B) Diluted earnings per share	-0.0053	-0.0030

7.4 INCOME STATEMENT (PARENT COMPANY)

Date: Jan.-Mar. 2016

Prepared by: Northeast Electric Development Co., Ltd

Unit: RMB

term	as at the end of the reporting period	as at the end of the reporting period last year
I. Main operating income	0.00	3,011,965.76
Less: Cost of sales	0.00	2,650,529.91
Business taxes and surcharges		3,875.90
Selling expenses		
Administrative expenses	1,069,701.15	669,869.87
Financial expenses	437.71	470.54
Assets Impairment loss		
Add: Income of fair value variance (loss is posed as "--")		
Return on investments (loss is posed as "--")		
Including: return on investments to associates and related parties		
II. Operational Profit (Loss is posed as "--")	-1,070,138.86	-312,780.46
Add: Income of non-operational activities		
Less: Expense of non-operational activities		
Including: loss of disposal of non-current assets		
III. Total Profit (Total loss is posed as "--")	-1,070,138.86	-312,780.46
Less: Income tax expenses		
IV. Net Profit (Net loss is posed as "--")	-1,070,138.86	-312,780.46
V. Net other comprehensive income after tax		
(1)other comprehensive income not to be recategorized into profit&loss		
(2)other comprehensive income to be recategorized into profit&loss		
VI. Total Comprehensive Income	-1,070,138.86	-312,780.46

7.5 CONSOLIDATED CASH FLOW STATEMENT

Date: Jan.-Mar. 2016

Prepared by: Northeast Electric Development Co., Ltd

Unit: RMB

term	as at the end of the reporting period	as at the end of the reporting period last year
I. Cash flow from operational activities		
Cash received from sales of goods or rendering services	15,503,320.95	24,621,375.87
Net cash increased of customer deposit and trade deposit		
Net cash increased of borrowing funds from central bank		
Net cash increased of borrowing funds from other financial institutions		
Cash received from original insurance premium		
Net cash received from reinsurance premium		
Net cash increased of deposit of insured and investment		
Net cash increased of trading financial assets disposal		
Interest, commission and fees received in cash		
Net cash increased of borrowing funds		
Net cash increased of buyback business		
Tax refunds received		
Cash received relating to other operating activities	836,306.35	1,057,592.66
Sub-total of cash inflows	16,339,627.30	25,678,968.53
Cash paid to goods purchased and labor service received	17,068,225.22	29,380,929.00
Net cash increased of customer loans and disbursements		
Net cash increased of deposit in central bank and other financial institutions.		
Original insurance indemnity paid in cash		
Interest, commission and fees paid in cash		
Cash paid to policy dividend		
Cash paid to employees and for employees	5,872,663.30	6,039,497.80
Payments of taxes and surcharges	3,944,103.89	2,968,263.76
Cash payments relating to other operating activities	10,198,410.93	9,420,842.03
Sub-total of cash outflows	37,083,403.34	47,809,532.59
Net Cash Flow from operating activities	-20,743,776.04	-22,130,564.06
II. Cash flow from investing activities		
Cash received from return of investments	10,000,000.00	
Cash received from earnings on investments	49,602.74	
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received in disposing subsidiaries and other operating units		
Cash received relating to other investing activities		

Sub-total of cash inflows	10,049,602.74	
Cash paid in purchase/construction of fixed assets, intangible assets and other long-term assets	28,429.25	2,070,386.98
Cash paid for investment	20,000,000.00	26,000,000.00
Net cash increased in hypothecated loan		
Net cash paid in disposing subsidiaries and other operating units		
Cash paid relating to other investing activities		
Sub-total of cash outflows	20,028,429.25	28,070,386.98
Net Cash Flow from investing activities	-9,978,826.51	-28,070,386.98
III. Cash flow from financing activities		
Cash received by absorbing investment		
Including: cash received by subsidiaries from minority shareholders		
Cash received from borrowings	1,000,000.00	1,000,000.00
Cash received from bond issued		
Cash received relating to other financing activities		
Sub-total of cash inflows	1,000,000.00	1,000,000.00
Cash paid for repayments of debts	1,000,000.00	1,000,000.00
Cash paid for distribution of dividends, profits and interest	137,655.77	166,108.38
Including: cash paid by subsidiaries to minority shareholders		
Cash paid relating to other financing activities		
Sub-total of cash outflows	1,137,655.77	1,166,108.38
Net Cash Flow from financing activities	-137,655.77	-166,108.38
IV. Effect of change of foreign currency rates on cash and cash equivalents	-2,025.06	62,918.49
V. Net increase of cash and equivalents	-30,862,283.38	-50,304,140.93
Add: Balance at beginning of period of cash and equivalents	101,603,025.69	124,218,516.86
VI. Balance of Cash and equivalents by end of period	70,740,742.31	73,914,375.93

7.6 CASH FLOW STATEMENT (PARENT COMPANY)

Date: Jan.-Mar., 2016

Prepared by: Northeast Electric Development Co., Ltd

Unit: RMB

Item	as at the end of the reporting period	as at the end of the reporting period last year
I. Cash flow from operational activities		
Net cash increased of buyback business		
Tax refunds received		
Cash received relating to other operating activities	1,475,643.29	12,195,488.68
Sub-total of cash inflows	1,475,643.29	12,195,488.68
Cash paid to policy dividend		
Cash paid to employees and for employees	167,109.50	40,319.43
Payments of taxes and surcharges	92,036.00	47,870.74
Cash payments relating to other operating activities	1,216,751.02	12,110,624.72
Sub-total of cash outflows	1,475,896.52	12,198,814.89
Net Cash Flow from operating activities	-253.23	-3,326.21
II. Cash flow from investing activities		
Cash received from return of investments		
Cash received from earnings on investments		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received in disposing subsidiaries and other operating units		
Cash received relating to other investing activities		
Sub-total of cash inflows		
Cash paid in purchase/construction of fixed assets, intangible assets and other long-term assets		
Net cash increased in hypothecated loan		
Net cash paid in disposing subsidiaries and other operating units		
Cash paid relating to other investing activities		
Sub-total of cash outflows		
Net Cash Flow from investing activities		
III. Cash flow from financing activities		
Including: cash received by subsidiaries from minority shareholders		
Cash received from borrowings		
Cash received from bond issued		
Cash received relating to other financing activities		
Sub-total of cash inflows		

Cash paid for repayments of debts		
Including: cash paid by subsidiaries to minority shareholders		
Cash paid relating to other financing activities		
Sub-total of cash outflows		
Net Cash Flow from financing activities		
IV. Effect of change of foreign currency rates on cash and cash equivalents		
V. Net increase of cash and equivalents	-253.23	-3,326.21
Add: Balance at beginning of period of cash and equivalents	2,658.47	21,532.17
VI. Balance of Cash and equivalents by end of period	2,405.24	18,205.96

Legal Representative: Su Jianghua Chief Financial Officer: Feng Xiaoyu Chief Accounting Officer: Qian Kouming

By order of the Board

Su Jianghua

Chairman

Yingkou, Liaoning Province, the PRC

28 April, 2016

As at the date of the Statement, the Board of Directors comprises of six directors, namely Mr. Su Jianghua, Mr. Su Weiguo, Mr. Wang Zheng, Mr. Liu Jun, Mr. Li Min, and Mr. Feng Xiaoyu ; and three independent directors, namely Mr. Zhang Luyang , Mr. Jin Wenhong and Mr. Qian Fengsheng.