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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 THIRD 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 July 2016 to 30 September 2016

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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

	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)	133,924,309,000.00	115,485,755,000.00	15.97%	
Net asset attributable to shareholders of the listed company (RMB)	50,567,699,000.00	32,294,404,000.00	56.58%	
	The Reporting Period	Increase/ decrease for the Reporting Period compared with the corresponding period of last year	From the beginning of the year to the end of the Reporting Period	Increase/Decrease for the period from the beginning of the year to the end of the Reporting Period compared with the corresponding period of last year
Operating income (RMB)	27,848,225,000.00	64.67%	72,797,790,000.00	50.12%
Net profit attributable to shareholders of the listed company (RMB)	1,404,430,000.00	-6.04%	3,664,126,000.00	86.82%
Net profit after extraordinary profit and loss attributable to shareholders of the listed company (RMB)	1,396,676,000.00	316.28%	3,463,612,000.00	609.77%
Net cash flow from operating activities (RMB)	-	-	-2,828,936,000.00	83.58%
Basic earnings per share (RMB/ share)	0.5342	-10.80%	1.3835	75.73%
Weighted average rate of return on net assets	3.73%	-1.77%	9.23%	2.01%

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Non-recurring gain or loss items and amount

Applicable N/A

Unit: RMB

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)	-76,919,000.00	Losses on disposal of fixed assets
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	475,196,000.00	Primarily attributable to government grants related to automobile
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	2,403,000.00	
The reverse of the provision for impairment loss for receivables under the individual test for impairment loss	1,025,000.00	
Other non-operating income and expenses apart from the items stated above	9,186,000.00	
Other items within the meanings of non-recurring gains or losses	-174,600,000.00	Investment losses from disposal of subsidiaries
Less: Effect on income tax	33,346,000.00	
Effect on minority interests (after tax)	2,431,000.00	
Total	200,514,000.00	-

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”.

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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	74,628 (of which 74,480 were holders of A shares and 148 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	25.26%	689,002,693 <i>(Note 1)</i>			
Wang Chuan-fu	Domestic natural person	18.79%	512,623,820 <i>(Note 2)</i>	384,467,865	Pledge	8,100,000
Lv Xiang-yang	Domestic natural person	8.77%	239,228,620	179,421,465	Pledge	124,424,445
BERKSHIRE HATHAWAY ENERGY (formerly known as MIDAMERICAN ENERGY HOLDINGS COMPANY)	Overseas legal person	8.25%	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	5.96%	162,681,860	40,645,465	Pledge	81,690,001
Xia Zuo-quan	Domestic natural person	4.25%	115,977,060 <i>(Note 3)</i>	89,232,795	Pledge	17,200,000
CCB Fund – Agricultural Bank – Huaxin Trust – Huaxin Trust • Huarong Financial Town – Jiuzhi No. 1 Collective Fund Trust Plan (建信基金 – 農業銀行 – 華鑫信託 – 華鑫信託 · 華融金融小鎮 – 九智1號集合資金信託計劃)	Others	2.75%	75,000,000	75,000,000		
China Life AMP Fund – Bohai Bank – Huaxin Trust – Huaxin Trust • Huarong Financial Town – Jiuzhi No.2 Collective Fund Trust Plan (國壽安保基金 – 渤海銀行 – 華鑫信託 – 華鑫信託 · 華融金融小鎮 – 九智2號集合資金信託計劃)	Others	2.04%	55,662,020	55,662,020		

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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
Shanghai Samsung Semiconductor Co., Ltd. (上海三星半導體有限公司)	Domestic non-state-owned legal person	1.92%	52,264,808	52,264,808		
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	1.19%	32,590,612			
<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>						

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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	689,002,693 <i>(note1)</i>	Overseas listed foreign shares	689,002,693
BERKSHIRE HATHWAY ENERGY (formerly known as MIDAMERICAN ENERGY HOLDINGS COMPANY)	225,000,000	Overseas listed foreign shares	225,000,000
Wang Chuan-fu	128,155,955 <i>(note2)</i>	RMB ordinary shares	128,155,955
Youngy Investment Holding Group Co., Ltd. (融捷投資控股集團有限公司)	122,036,395	RMB ordinary shares	122,036,395
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	26,744,265 <i>(note3)</i>	RMB ordinary shares	26,744,265
Yang Long-zhong	25,500,000	RMB ordinary shares	25,500,000
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 1,000,000 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.

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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	30 September 2016	31 December 2015	Change	Attributable Reasons
Financial assets held for trading	2,220.00	18,207.00	-87.81%	Mainly due to the decrease in foreign currency forward business
Accounts receivable	33,985,044.00	21,519,093.00	57.93%	Mainly due to the increase in revenue from automobile business as well as mobile handset components and assembly business
Prepayments	343,889.00	226,962.00	51.52%	Mainly due to the increase in prepayments for materials
Long-term receivables	40,621.00	65,773.00	-38.24%	Mainly due to the fact that certain of the long-term receivables during the period has been transferred as receivables due within one year
Payments received in advance	1,588,813.00	2,438,009.00	-34.83%	Mainly due to the delivery of certain projects involving prepayments
Interests payable	89,209.00	192,693.00	-53.70%	Mainly due to the bond interest payable falling due
Estimated liabilities – current	1,091,545.00	778,577.00	40.20%	Mainly due to the increase in provision for after-sales services

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Statement of Profit or Loss

Unit: RMB'000

Item	January to September 2016	January to September 2015	YoY Change	Attributable Reasons
Revenue from operations	72,797,790.00	48,493,574.00	50.12%	Mainly due to the increase in revenue from automobile business as well as mobile handset components and assembly business
Cost of operations	57,454,150.00	39,890,192.00	44.03%	Mainly due to the increase in cost resulting from higher revenue
Selling expenses	2,863,831.00	1,738,371.00	64.74%	Mainly due to the increase in expenses from advertising and after-sales services
Administrative expenses	5,440,908.00	3,742,275.00	45.39%	Mainly due to the increase in depreciation and amortisation as well as employees' remuneration
Impairments loss of assets	353,221.00	192,832.00	83.18%	Mainly due to the increase in impairment loss on development expenses during the period
Gains/(losses) from change in fair value	-15,987.00			Mainly due to the settlement of certain foreign currency forward
Gains/(losses) from investment	-307,718.00	1,261,713.00	-124.39%	Mainly due to the investment gains from disposal of subsidiaries during the last period
Non-operating expense	164,410.00	58,346.00	181.78%	Mainly due to the disposal of certain equipment assets
Income tax expense	878,649.00	563,016.00	56.06%	Mainly due to the effect of the increase in profit

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Statement of Cash Flows

Unit: RMB'000

Item	January to September 2016	January to September 2015	YoY Change	Attributable Reasons
Net cash flow from operating activities	-2,828,936.00	-1,541,010.00	83.58%	Mainly due to an increase in the cash paid for the purchase of merchandise and receipt of labor
Net cash flow from financing activities	12,651,613.00	9,358,272.00	35.19%	Mainly due to the increase in cash received from investment
Net increase in cash and cash equivalents	1,032,990	489,945	110.84%	Mainly due to the increase in net cash from financing activities

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
Non-public issuance of A Shares and the listing of such A Shares	22 July 2016	For details, please refer to the “Report on the Results of the Non-public Issuance of A Shares and Announcement Regarding the Listing of Such A Shares” disclosed by China Securities Journal, Securities Times, Securities Daily, Shanghai Securities News and www.cninfo.com.cn (Announcement no.: 2016-030)

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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	<p>1. 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”);</p> <p>2. Wang Chuan - fu, Lv Xiang-yang, Youngy Investment, other shareholders of nonoverseas listed shares before the Company’s initial public offering of A shares;</p>	Undertakings about restriction on share sales	<p>1. In September 2009, the holders of A shares of over 5% shares of the Company, being Wang Chuan-fu, Lv Xiang-yang, Xia Zuoquan and Youngy Investment, signed the “Non-competition Undertaking” and gave the Company their undertakings, respectively, as follows:</p> <p>a. 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.</p>	Please refer to “Undertaking”		<p>1. During the Reporting Period, the undertakers strictly performed the undertakings;</p> <p>2. During the Reporting Period, the undertakers strictly performed the undertakings;</p>

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Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
	3. Wang Chuan-fu		<p>b. 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.</p> <p>c. 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.</p> <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>3. 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.</p>

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Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
			<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>			

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Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
			<p>2. (1) The controlling shareholder and de facto controller of the Company, Wang Chuanfu, and the shareholders of the Company, Lv Xiangyang, Youngy Investment, gave their undertakings that: 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:</p> <p>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>			

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Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
			<p>(2) 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, Wang Nian-qiang, Wu Jingsheng and He Long, 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>			

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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>			

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Item	Undertakers	Types of Undertaking	Undertaking	Time	Period	Performance
			<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>			
Equity incentive undertakings	N/A	N/A	N/A		N/A	N/A
Other undertakings made to the Company's minority shareholders	N/A	N/A	N/A		N/A	N/A
Whether undertakings performed on time					Yes	
Specific reasons why undertakings were not performed on time and next steps					N/A	

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IV. FORECAST ON THE RESULTS OF OPERATIONS OF 2016

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

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 in 2016	77.09%	to	84.17%
Change (in range) of net profit attributable to shareholders of the listed company (RMB10,000) in 2016	500,000	to	520,000
Net profit attributable to shareholders of the listed company (RMB10,000) in 2015	282,344		
Reasons for changes in results	<p>In the fourth quarter, it is expected that the strong demand for new energy vehicle in market will continue, the Group's new energy vehicles will continue to sell well, thus the business of new energy vehicles will maintain a good momentum of development. In regards to the conventional vehicle business, the increasing sales volume in the SUV models of the Group will drive the sales volume increasing in the conventional vehicles of the Group steadily. For the handset components and assembly business, the increasing sales volume in the metal component sector has made a decent contribution to the Group's profit. In regards to the solar business, with the weak demand in the domestic and international market as well as the impact of downturn prices, it is expected that the solar business will still face much pressure in operation in the fourth quarter.</p>		

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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		1,013,863,000.00				2,738,863,000.00	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		1,013,863,000.00				2,738,863,000.00	

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.

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.

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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
6 July 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 6 July 2016»
6 July 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 6 July 2016»
14 July 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 14 July 2016»
19 July 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 19 July 2016»
20 July 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 20 July 2016»

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Time of reception	Reception manner	Type of visitors	Index of basic information in the investigation
21 July 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 21 July 2016»
28 July 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 28 July 2016»
31 August 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 31 August 2016»
1 September 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 1 September 2016»
19 September 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 19 September 2016»

2016 THIRD QUARTERLY REPORT

SECTION IV FINANCIAL STATEMENTS

I. FINANCIAL STATEMENTS

1. Consolidated Balance Sheet

Prepared by: **BYD Company Limited**

As at 30 September 2016

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary fund	7,588,506,000.00	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	2,220,000.00	18,207,000.00
Derivative financial assets	-	-
Notes receivable	6,581,799,000.00	6,798,810,000.00
Accounts receivable	33,985,044,000.00	21,519,093,000.00
Prepayments	343,889,000.00	226,962,000.00
Premiums receivable	-	-
Reinsurance accounts receivable	-	-
Deposits receivable from reinsurance treaty	-	-
Interests receivable	-	-
Dividends receivable	-	-
Other receivable	477,357,000.00	509,414,000.00
Purchases of resold financial assets	-	-
Inventories	17,792,667,000.00	15,750,550,000.00
Assets classified as held for sale	-	-
Non-current assets due within one year	430,574,000.00	499,927,000.00
Other current assets	3,212,535,000.00	2,492,277,000.00
Total current asset	70,414,591,000.00	54,411,666,000.00

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

1. Consolidated Balance Sheet (Continued)

Prepared by: BYD Company Limited

As at 30 September 2016

Unit: RMB

Item	Closing balance	Opening balance
Non-current assets:		
Entrusted loans and advances granted	–	–
Available-for-sale financial assets	2,774,004,000.00	3,071,357,000.00
Held-to-maturity investments	–	–
Long-term receivables	40,621,000.00	65,773,000.00
Long-term equity investments	1,829,503,000.00	1,888,715,000.00
Investment properties	–	–
Fixed assets	35,430,943,000.00	32,368,535,000.00
Construction in progress	4,754,746,000.00	5,757,798,000.00
Construction materials	4,444,872,000.00	3,729,764,000.00
Disposals of fixed assets	–	–
Biological assets for production	–	–
Fuel assets	–	–
Intangible assets	9,053,848,000.00	8,790,228,000.00
Development costs	2,500,712,000.00	3,075,674,000.00
Goodwill	65,914,000.00	65,914,000.00
Long-term deferred expenditures	–	–
Deferred income tax asset	1,213,433,000.00	1,080,416,000.00
Other non-current assets	1,401,122,000.00	1,179,915,000.00
Total non-current assets	63,509,718,000.00	61,074,089,000.00
Total assets	133,924,309,000.00	115,485,755,000.00

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

1. Consolidated Balance Sheet (Continued)

Prepared by: BYD Company Limited

As at 30 September 2016

Unit: RMB

Item	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	19,170,364,000.00	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	–	–
Derivative financial liabilities	–	–
Notes payable	14,049,464,000.00	12,897,076,000.00
Accounts payable	18,147,881,000.00	18,581,611,000.00
Payments received in advance	1,588,813,000.00	2,438,009,000.00
Disposal of repurchased financial assets	–	–
Handling charges and commissions payable	–	–
Staff remuneration payable	2,253,095,000.00	2,118,495,000.00
Taxes payable	827,837,000.00	641,187,000.00
Interests payable	89,209,000.00	192,693,000.00
Dividends payable	10,000,000.00	10,000,000.00
Other payables	1,919,435,000.00	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	1,091,545,000.00	778,577,000.00
Non-current liabilities due within one year	7,288,111,000.00	6,469,060,000.00
Other current liabilities	196,394,000.00	166,350,000.00
Total current liabilities	66,632,148,000.00	66,110,124,000.00

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

1. Consolidated Balance Sheet (Continued)

Prepared by: BYD Company Limited

As at 30 September 2016

Unit: RMB

Item	Closing balance	Opening balance
Non-current liabilities:		
Long-term borrowings	6,090,552,000.00	6,745,955,000.00
Debtures payable	4,489,583,000.00	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	448,540,000.00	568,149,000.00
Other non-current liabilities	1,631,699,000.00	1,548,340,000.00
Total non-current liabilities	12,660,374,000.00	13,346,390,000.00
Total liabilities	79,292,522,000.00	79,456,514,000.00
Owners' equity:		
Share capital	2,728,143,000.00	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	24,450,477,000.00	10,311,853,000.00
Less: Treasury stocks	–	–
Other comprehensive income	605,631,000.00	818,956,000.00
Special reserve	–	–
Surplus reserve	2,383,551,000.00	2,383,551,000.00
General risk provision	–	–
Undistributed profit	16,604,097,000.00	13,104,044,000.00
Total owners' equity attributable to the parent company	50,567,699,000.00	32,294,404,000.00
Minority interests	4,064,088,000.00	3,734,837,000.00
Total owners' equity	54,631,787,000.00	36,029,241,000.00
Total liabilities and owners' equity	133,924,309,000.00	115,485,755,000.00

Legal representative:
Wang Chuan-fu

Person in charge of Accounting:
Zhou Ya-lin

Head of Accounting Department:
Liu Hui

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

2. Balance Sheet of the Parent Company

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary fund	295,465,000.00	1,349,540,000.00
Financial assets at fair value through profit or loss	2,220,000.00	3,746,000.00
Derivative financial assets	-	-
Notes receivable	16,124,000.00	16,745,000.00
Accounts receivable	4,482,933,000.00	3,265,865,000.00
Prepayments	757,000.00	2,259,000.00
Interests receivable	-	-
Dividends receivable	120,000,000.00	-
Other receivable	22,427,583,000.00	22,844,575,000.00
Inventories	104,881,000.00	79,497,000.00
Assets classified as held for sale	-	-
Non-current assets due within one year	500,000.00	15,340,000.00
Other current assets	5,245,000.00	2,137,000.00
Total current asset	27,455,708,000.00	27,579,704,000.00

2016 THIRD 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	2,743,863,000.00	3,041,215,000.00
Held-to-maturity investments	-	-
Long-term receivables	14,840,000.00	14,840,000.00
Long-term equity investments	18,725,616,000.00	7,638,574,000.00
Investment properties	-	-
Fixed assets	1,768,944,000.00	1,675,750,000.00
Construction in progress	3,627,000.00	5,700,000.00
Construction materials	56,137,000.00	31,394,000.00
Disposals of fixed assets	-	-
Biological assets for production	-	-
Fuel assets	-	-
Intangible assets	132,871,000.00	140,358,000.00
Development costs	-	-
Goodwill	-	-
Long-term deferred expenditures	-	-
Deferred income tax asset	44,750,000.00	80,935,000.00
Other non-current assets	-	4,274,000.00
Total non-current assets	23,490,648,000.00	12,633,040,000.00
Total assets	50,946,356,000.00	40,212,744,000.00

2016 THIRD 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	5,220,000,000.00	6,764,235,000.00
Financial liabilities at fair value through profit or loss	-	-
Derivative financial liabilities	-	-
Notes payable	35,586,000.00	49,790,000.00
Accounts payable	2,070,793,000.00	2,745,486,000.00
Payments received in advance	5,678,000.00	8,282,000.00
Staff remuneration payable	111,308,000.00	94,843,000.00
Taxes payable	31,521,000.00	44,059,000.00
Interests payable	67,929,000.00	175,500,000.00
Dividends payable	-	-
Other payables	949,721,000.00	1,770,351,000.00
Liabilities classified as held for sale	-	-
Non-current liabilities due within one year	4,454,059,000.00	4,509,900,000.00
Other current liabilities	829,000.00	804,000.00
Total current liabilities	12,947,424,000.00	16,163,250,000.00

2016 THIRD 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	2,178,994,000.00	2,819,710,000.00
Debentures payable	4,489,583,000.00	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	448,540,000.00	568,149,000.00
Other non-current liabilities	881,000.00	1,295,000.00
Total non-current liabilities	7,117,998,000.00	7,873,100,000.00
Total liabilities	20,065,422,000.00	24,036,350,000.00

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

2. Balance Sheet of the Parent Company (Continued)

Unit: RMB

Item	Closing balance	Opening balance
Owners' equity:		
Share capital	2,728,143,000.00	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	19,971,885,000.00	5,854,958,000.00
Less: Treasury stocks	-	-
Other comprehensive income	760,397,000.00	983,411,000.00
Special reserve	-	-
Surplus reserve	601,028,000.00	601,028,000.00
Undistributed profit	3,023,681,000.00	3,060,997,000.00
Total owners' equity	30,880,934,000.00	16,176,394,000.00
Total liabilities and owners' equity	50,946,356,000.00	40,212,744,000.00

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

3. Consolidated Income Statement for the Reporting Period

Unit: RMB

Item	Amount for the current period	Amount for the previous period
I. Total revenue from operations	27,848,225,000.00	16,911,208,000.00
Including: Revenue from operations	27,848,225,000.00	16,911,208,000.00
Interest income	-	-
Premiums earned	-	-
Income from fees and commissions	-	-
II. Total cost of operations	25,975,396,000.00	16,452,335,000.00
Including: Cost of operations	21,865,709,000.00	13,814,442,000.00
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	312,371,000.00	222,928,000.00
Selling expenses	1,059,784,000.00	537,241,000.00
Administrative expenses	2,418,512,000.00	1,439,737,000.00
Finance expenses	333,158,000.00	406,902,000.00
Impairments loss of assets	-14,138,000.00	31,085,000.00
Add: Gains from change in fair value (loss is represented by "-")	-2,825,000.00	-
Gains from investment (loss is represented by "-")	-214,513,000.00	1,351,052,000.00
Including: Gains from investment in associates and joint ventures	-39,941,000.00	-87,111,000.00
Gains from exchange (loss is represented by "-")	-	-

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

3. Consolidated Income Statement for the Reporting Period (Continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
III. Operating profit (loss is represented by “-”)	1,655,491,000.00	1,809,925,000.00
Add: Non-operating income	296,251,000.00	142,643,000.00
Including: Gain from disposal of non-current assets	-	-
Less: Non-operating expense	110,517,000.00	37,548,000.00
Including: Loss from disposal of non-current assets	54,521,000.00	10,572,000.00
IV. Total profit (total loss is represented by “-”)	1,841,225,000.00	1,915,020,000.00
Less: Income tax expense	338,641,000.00	356,674,000.00
V. Net profit (net loss is represented by “-”)	1,502,584,000.00	1,558,346,000.00
Net profit attributable to owners of the parent company	1,404,430,000.00	1,494,700,000.00
Minority interests	98,154,000.00	63,646,000.00
VI. Other comprehensive income, net of tax	17,054,000.00	-24,090,000.00
Other comprehensive income attributable to owners of the parent company, net of tax	9,028,000.00	-17,956,000.00
(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 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

3. Consolidated Income Statement for the Reporting Period (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	9,028,000.00	-17,956,000.00
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	-1,344,000.00	-
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	10,372,000.00	-17,956,000.00
6. Others	-	-
Other comprehensive income attributable to minority shareholders, net of tax	8,026,000.00	-6,134,000.00
VII. Total comprehensive income	1,519,638,000.00	1,534,256,000.00
Total comprehensive income attributable to owners of the parent company	1,413,458,000.00	1,476,744,000.00
Total comprehensive income attributable to minority interests	106,180,000.00	57,512,000.00
VIII. Earnings per share:	-	-
(I) Basic Earnings per share	0.5342	0.5989
(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 THIRD 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. Total revenue from operations	5,084,796,000.00	762,809,000.00
Less: Cost of operations	4,736,865,000.00	707,168,000.00
Business tax and surcharge	9,959,000.00	2,572,000.00
Selling expenses	2,949,000.00	1,709,000.00
Administrative expenses	62,182,000.00	71,593,000.00
Finance expenses	226,429,000.00	317,393,000.00
Impairments loss of assets	2,361,000.00	6,330,000.00
Add: Gains from change in fair value (loss is represented by “-”)	-2,825,000.00	-
Gains from investment (loss is represented by “-”)	10,335,000.00	1,578,506,000.00
Including: Gains from investment in associates and joint ventures	10,335,000.00	-2,892,000.00
II. Operating profit (loss is represented by “-”)	51,561,000.00	1,234,550,000.00
Add: Non-operating income	7,960,000.00	10,178,000.00
Including: Gain from disposal of non-current assets		487,000.00
Less: Non-operating expense	1,302,000.00	10,159,000.00
Including: Loss from disposal of non-current assets	978,000.00	
III. Total profit (total loss is represented by “-”)	58,219,000.00	1,234,569,000.00
Less: Income tax expense	13,799,000.00	291,323,000.00
IV. Net profit (net loss is represented by “-”)	44,420,000.00	943,246,000.00

2016 THIRD 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	-1,344,000.00	—
(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	-1,344,000.00	—
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	-1,344,000.00	—
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. Others	—	—
VI. Total comprehensive income	43,076,000.00	943,246,000.00
VII. Earnings per share:	—	—
(I) Basic earnings per share	-0.0029	0.3761
(II) Diluted earnings per share	N/A	N/A

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

5. Consolidated Income Statement from the beginning of the year till the end of the Reporting Period

Unit: RMB

Item	Amount for the current period	Amount for the previous period
I. Total revenue from operations	72,797,790,000.00	48,493,574,000.00
Including: Revenue from operations	72,797,790,000.00	48,493,574,000.00
Interest income	-	-
Premiums earned	-	-
Income from fees and commissions	-	-
II. Total cost of operations	68,031,248,000.00	47,483,074,000.00
Including: Cost of operations	57,454,150,000.00	39,890,192,000.00
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	928,700,000.00	883,858,000.00
Selling expenses	2,863,831,000.00	1,738,371,000.00
Administrative expenses	5,440,908,000.00	3,742,275,000.00
Finance expenses	990,438,000.00	1,035,546,000.00
Impairments loss of assets	353,221,000.00	192,832,000.00
Add: Gains from change in fair value (loss is represented by "-")	-15,987,000.00	-
Gains from investment (loss is represented by "-")	-307,718,000.00	1,261,713,000.00
Including: Gains from investment in associates and joint ventures	-154,740,000.00	-177,916,000.00
Gains from exchange (loss is represented by "-")	-	-

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

5. Consolidated Income Statement from the beginning of the year till the end of the Reporting Period (Continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
III. Operating profit (loss is represented by “-”)	4,442,837,000.00	2,272,213,000.00
Add: Non-operating income	571,873,000.00	531,691,000.00
Including: Gain from disposal of non-current assets	-	-
Less: Non-operating expense	164,410,000.00	58,346,000.00
Including: Loss from disposal of non-current assets	76,919,000.00	14,335,000.00
IV. Total profit (total loss is represented by “-”)	4,850,300,000.00	2,745,558,000.00
Less: Income tax expense	878,649,000.00	563,016,000.00
V. Net profit (net loss is represented by “-”)	3,971,651,000.00	2,182,542,000.00
Net profit attributable to owners of the parent company	3,664,126,000.00	1,961,360,000.00
Minority interests	307,525,000.00	221,182,000.00
VI. Other comprehensive income, net of tax	-191,599,000.00	-18,093,000.00
Other comprehensive income attributable to owners of the parent company, net of tax	-213,325,000.00	-10,844,000.00
(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 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

5. Consolidated Income Statement from the beginning of the year till the end of the Reporting Period (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	-213,325,000.00	-10,844,000.00
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	-223,014,000.00	-
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	9,689,000.00	-10,844,000.00
6. Others	-	-
Other comprehensive income attributable to minority shareholders, net of tax	21,726,000.00	-7,249,000.00
VII. Total comprehensive income	3,780,052,000.00	2,164,449,000.00
Total comprehensive income attributable to owners of the parent company	3,450,801,000.00	1,950,516,000.00
Total comprehensive income attributable to minority interests	329,251,000.00	213,933,000.00
VIII. Earnings per share:	-	-
(I) Basic earnings per share	1.3835	0.7873
(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.

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

6. Income statement of the parent company from the beginning of the year to the end of the reporting period

Unit: RMB

Item	Amount for the current period	Amount for the previous period
I. Revenue from operations	9,657,182,000.00	3,137,510,000.00
Less: Cost of operations	8,801,536,000.00	2,814,677,000.00
Business tax and surcharge	25,350,000.00	15,979,000.00
Selling expenses	5,223,000.00	7,397,000.00
Administrative expenses	170,145,000.00	220,289,000.00
Finance expenses	723,949,000.00	748,838,000.00
Impairments loss of assets	2,613,000.00	11,589,000.00
Add: Gains from change in fair value (loss is represented by “-”)	-1,526,000.00	-
Gains from investment (loss is represented by “-”)	149,638,000.00	1,889,902,000.00
Including: Gains from investment in associates and joint ventures	27,243,000.00	-6,283,000.00
II. Operating profit (loss is represented by “-”)	76,478,000.00	1,208,643,000.00
Add: Non-operating income	23,444,000.00	37,796,000.00
Including: Gain from disposal of non-current assets		8,731,000.00
Less: Non-operating expense	2,978,000.00	15,065,000.00
Including: Loss from disposal of non-current assets	1,333,000.00	
III. Total profit (total loss is represented by “-”)	96,944,000.00	1,231,374,000.00
Less: Income tax expense	-8,116,000.00	224,641,000.00
IV. Net profit (net loss is represented by “-”)	105,060,000.00	1,006,733,000.00

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

6. Income statement of the parent company from the beginning of the year to the end of the reporting period (Continued)

Unit: RMB

Item	Amount for the current period	Amount for the previous period
V. Other comprehensive income, net of tax	-223,014,000.00	—
(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	-223,014,000.00	—
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	-223,014,000.00	—
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. Others	—	—
VI. Total comprehensive income	-117,954,000.00	1,006,733,000.00
VII. Earnings per share:		
(I) Basic Earnings per share	-0.0221	0.4018
(II) Diluted Earnings per share	N/A	N/A

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

7. Consolidated Cash Flow Statement from the beginning of the year till the end of the Reporting Period

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	66,846,239,000.00	52,458,430,000.00
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	882,895,000.00	948,637,000.00
Other cash received from activities relating to operation	707,442,000.00	626,017,000.00
Sub-total of cash inflows from operating activities	68,436,576,000.00	54,033,084,000.00
Cash paid for goods and laboring service	55,822,292,000.00	42,178,635,000.00
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	10,219,816,000.00	9,106,944,000.00
Tax payments	3,063,688,000.00	2,383,742,000.00
Other cash payments relating to operating activities	2,159,716,000.00	1,904,773,000.00
Sub-total of cash outflows from operating activities	71,265,512,000.00	55,574,094,000.00
Net cash flow from operating activities	-2,828,936,000.00	-1,541,010,000.00

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

7. Consolidated Cash Flow Statement from the beginning of the year till the end of the Reporting Period (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	950,000,000.00	–
Cash received from disposals of investments	5,700,000.00	–
Cash received from gains in investment	22,154,000.00	1,466,000.00
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	56,338,000.00	1,640,829,000.00
Net cash received from disposals of subsidiaries and other operating entities	10,000,000.00	–
Other cash received from activities relating to investment	45,644,000.00	258,889,000.00
Sub-total of cash inflows from investing activities	1,089,836,000.00	1,901,184,000.00
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	9,087,425,000.00	8,452,217,000.00
Cash paid for investment	843,047,000.00	793,280,000.00
Net increase in pledged loans	–	–
Net cash paid for acquiring subsidiaries and other operating entities	–	–
Other cash paid for activities relating to investment	1,000,000.00	48,820,000.00
Sub-total of cash outflows from investing activities	9,931,472,000.00	9,294,317,000.00
Net cash flow generated from investing activities	-8,841,636,000.00	-7,393,133,000.00

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

7. Consolidated Cash Flow Statement from the beginning of the year till the end of the Reporting Period (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	14,364,452,000.00	–
Including: Cash received by subsidiaries from minority shareholders' investment	–	–
Cash received from borrowings	21,019,222,000.00	20,897,390,000.00
Cash received from issuing of bonds	–	1,494,000,000.00
Cash invested by holders of other equity instruments	595,800,000.00	1,700,000,000.00
Other cash received from activities relating to fund-raising activities	44,295,000.00	38,764,000.00
Sub-total of cash inflows from fund-raising activities	36,023,769,000.00	24,130,154,000.00
Cash repayments of debts	21,686,397,000.00	13,384,611,000.00
Cash paid for distribution of dividends and profit or payment of interests	1,684,777,000.00	1,381,271,000.00
Including: Dividend and profit paid by subsidiaries to minority shareholders	–	–
Interest paid for other equity instrument	142,376,000.00	9,100,000.00
Other cash paid for activities relating to fund-raising activities	982,000.00	6,000,000.00
Sub-total of cash outflows from fund-raising activities	23,372,156,000.00	14,771,882,000.00
Net cash flows from fund-raising activities	12,651,613,000.00	9,358,272,000.00
IV. Effects of Changes in Exchange Rate on Cash and Cash Equivalents	51,949,000.00	65,816,000.00
V. Net Increase in Cash and Cash Equivalents	1,032,990,000.00	489,945,000.00
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	7,312,521,000.00	4,579,411,000.00

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

8. Cash Flow Statement of the Parent Company from the beginning of the year till the end of the Reporting Period

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	10,066,795,000.00	4,194,881,000.00
Tax rebates	2,225,000.00	20,191,000.00
Other cash received from activities relating to operation	453,648,000.00	139,042,000.00
Sub-total of cash inflows from operating activities	10,522,668,000.00	4,354,114,000.00
Cash paid for goods and laboring service	10,479,557,000.00	5,176,651,000.00
Cash paid to and on behalf of employees	405,168,000.00	449,169,000.00
Tax payments	212,973,000.00	121,927,000.00
Other cash payments relating to operating activities	865,677,000.00	5,079,041,000.00
Sub-total of cash outflows from operating activities	11,963,375,000.00	10,826,788,000.00
Net cash flow from operating activities	-1,440,707,000.00	-6,472,674,000.00
II. Cash flow generated from investing activities:		
Cash received from disposals of investments	300,000,000.00	-
Cash received from gains in investment	2,395,000.00	314,786,000.00
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	9,802,000.00	212,136,000.00
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	312,197,000.00	526,922,000.00
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	377,422,000.00	217,753,000.00
Cash paid for investment	11,300,000,000.00	127,800,000.00
Net cash paid for acquiring subsidiaries and other operating entities	-	-
Other cash paid for activities relating to investment	1,000,000.00	-
Sub-total of cash outflows from investing activities	11,678,422,000.00	345,553,000.00
Net cash flow generated from investing activities	-11,366,225,000.00	181,369,000.00

2016 THIRD QUARTERLY REPORT

I. FINANCIAL STATEMENTS (Continued)

8. Cash Flow Statement of the Parent Company from the beginning of the year till the end of the Reporting Period (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	14,364,452,000.00	–
Cash received from borrowings	5,420,000,000.00	7,857,714,000.00
Cash received from issuing of bonds	–	1,494,000,000.00
Cash invested by holders of other equity instruments	595,800,000.00	1,700,000,000.00
Other cash received from activities relating to fund-raising activities	1,694,000.00	6,681,000.00
Sub-total of cash inflows from fund-raising activities	20,381,946,000.00	11,058,395,000.00
Cash repayments of debts	7,695,164,000.00	4,029,634,000.00
Cash paid for distribution of dividends and profit or payment of interests	935,851,000.00	704,478,000.00
Including: Interest paid for other equity instruments	142,376,000.00	9,100,000.00
Other cash paid for activities relating to fund-raising activities	982,000.00	6,000,000.00
Sub-total of cash outflows from fund-raising activities	8,631,997,000.00	4,740,112,000.00
Net cash flows from fund-raising activities	11,749,949,000.00	6,318,283,000.00
IV. Effects of Changes in Exchange Rate on Cash and Cash Equivalents	2,431,000.00	16,585,000.00
V. Net Increase in Cash and Cash Equivalents	-1,054,552,000.00	43,563,000.00
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	293,294,000.00	360,790,000.00

2016 THIRD QUARTERLY REPORT

II. AUDIT REPORT

Whether the third quarterly report is audited or not

Yes No

The third quarterly report of the Company is unaudited.

BYD Company Limited
Wang Chuan-fu
Chairman

Shenzhen, P.R.C., 28 October 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.