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**上海大眾公用事業(集團)股份有限公司**

**Shanghai Dazhong Public Utilities (Group) Co., Ltd.\***

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

**(Stock Code: 1635)**

## **2017 FIRST QUARTERLY REPORT**

The board of directors (the “Board”) of Shanghai Dazhong Public Utilities (Group) Co., Ltd.\* (上海大眾公用事業(集團)股份有限公司) (the “Company”) is pleased to announce the unaudited results of the Company and its subsidiaries for the three months ended 31 March 2017 (the “Reporting Period”), prepared in accordance with the Accounting Standards for Business Enterprises of the People’s Republic of China. This announcement is made pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The contents of this announcement are consistent with the announcement published on the Shanghai Stock Exchange. This announcement is published simultaneously in Hong Kong and Shanghai.

### **I. IMPORTANT NOTICE**

- 1.1 The Board of Directors and the Supervisory Committee of the Company together with the Directors, Supervisors and the senior management of the Company confirm the contents in the quarterly report are true, accurate and complete and have no false representations, misleading statements or material omissions, and they will individually and collectively accept legal responsibility for such contents.
- 1.2 All Directors of the Company attended the Board meeting and considered the quarterly report.
- 1.3 Yang Guoping as Chairman of the Company, Zhong Jinxing as the person in charge of the accounting work and Hu Jun as head of the accounting department (accounting officer), have confirmed the truthfulness, accuracy and completeness of the financial statements in the first quarterly report.
- 1.4 The first quarterly report of the Company is unaudited.

## II. GENERAL INFORMATION OF THE COMPANY

### 2.1 Major financial data

*Unit and Currency: RMB*

	At the end of the Reporting Period	At the end of last year	Increase/decrease from the end of last year (%)
Total assets	18,624,434,760.58	17,355,389,530.60	7.31
Net assets attributable to shareholders of the Company	7,524,910,605.32	7,119,211,163.93	5.70
	From the beginning of the year to the end of the Reporting Period	From the beginning of last year to the end of the reporting period of last year	Increase/decrease from the corresponding period of last year (%)
Net cash flow from operating activities	212,421,994.59	95,469,888.07	122.50
	From the beginning of the year to the end of the Reporting Period	From the beginning of last year to the end of the reporting period of last year	Increase/decrease from the corresponding period of last year (%)
Operating revenue	1,343,862,457.53	1,352,117,398.25	-0.61
Net profit attributable to the shareholders of the Company	126,445,187.15	142,031,209.32	-10.97
Net profit attributable to the shareholders of the Company after deducting non-recurring profit and loss	125,195,787.00	153,370,417.53	-18.37
Weighted average return rate on net assets (%)	1.73	2.48	Decreased by 0.75 percentage point
Basic earnings per share (RMB per share)	0.0428	0.0576	-10.97
Diluted earnings per share (RMB per share)	0.0428	0.0576	-10.97

*Non-recurring profit and loss items and amounts*

Applicable       Not applicable

*Unit and Currency: RMB*

Item	Amount during the Reporting Period	Explanation
Gain or loss on disposal of non-current assets	<b>1,763,806.91</b>	
Ultra vires approval, or no formal approval document, or incidental tax return and reduction		
Government grant as included in profit and loss of the current period, other than those closely relating to the normal business of the Company in comply with the prescribed national policies and subject to a fixed amount or quantity under certain standard		
Fund occupation expense collected from the non-financial enterprises calculated into the current profits and losses		
Gain arising from investment costs for acquisition of subsidiaries, associates and joint ventures being less than the fair value of the share of the identifiable net assets of the investee entitled at the time of acquisition		
Profit and loss from exchange of non-monetary assets		
Profit and loss from investment or asset management entrusted to others		
Provision for impairment of assets due to force majeure factor, such as natural disasters		
Profit and loss from debt restructuring		
Enterprise restructuring expense, such as employee placement expenditure, integration expenses, etc.		
Profit or loss arising from the excess of the unfair consideration over the fair value of a transaction		
Current net profit or loss from the beginning of period to the combination date of the subsidiary company generated from enterprise combination under the same control		
Profit and loss generated from contingencies unrelated with normal operations of the Company		

Item	Amount during the Reporting Period	Explanation
Profit or loss from change in fair value of held-for-trading financial assets and held-for-trading financial liabilities, and investment gains from disposal of held-for-trading financial assets, held-for-trading financial liabilities and available-for-sale financial assets, other than effective hedging business relating to the normal operations of the Company		
Write back of the provision for impairment of receivables that are individually tested for impairment		
Profit and loss from external entrusted loan		
Profit and loss from changes in the fair value of the investment properties subject to subsequent measurement in fair value model		
Effects on profit or loss for the period from one-off adjustment to profit or loss for the period in accordance with laws and regulations on taxation and accounting, etc.		
Entrustment fees from entrusted operation		
Other non-operating income and expenses other than the above		
Other profit and loss items conforming to definition of non-recurring profit and loss		
Effect of minority interests (after tax)	474,238.25	
Effect of income tax	-988,645.01	
Total	1,249,400.15	

**2.2 Total number of shareholders and particulars of shareholdings of the top ten shareholders and the top ten shareholders with tradable shares (or shareholders not subject to selling restrictions) as at the end of the Reporting Period**

*Unit: Share*

Total number of shareholders	209,672
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*Particulars of shareholdings of top ten shareholders*

Name of shareholder (Full name)	Number of shares held at the end of the Reporting Period	Percentage (%)	Number of shares held with selling restrictions	Pledged or frozen		Nature of shareholders
				Status of shares	Number	
HKSCC Nominees Limited	533,338,000	18.06	0	Nil	0	Overseas legal person
Shanghai Dazhong Business Management Co., Ltd.* (上海大眾企業管理有限公司)	495,143,859	16.77	0	Pledged	478,500,000	Domestic non-state- owned legal person
Shanghai Gas (Group) Co., Ltd.* (上海燃氣(集團)有限公司)	153,832,735	5.21	0	Nil	0	State-owned legal person
China Europe Fund-Ningbo Bank-Junyuan No.1 Stock-type Asset Management Plan* (中歐基金 — 寧波銀行 — 駿遠 1號股票型資產管理計劃)	17,403,760	0.59	0	Nil	0	Unknown
China Life Insurance Company Limited — Traditional-Ordinary Insurance Products — 005L-CT001 Shanghai* (中國人壽保險股份有限公司 — 傳統 — 普通保險產品 — 005L-CT001滬)	15,508,083	0.53	0	Nil	0	Unknown
Agricultural Bank of China — Fu Guo Tian Rui Strong Regional Selected Mixed Open-ended Securities Investment Fund* (中國農業銀行 — 富國天瑞強勢 地區精選混合型開放式證券 投資基金)	13,449,566	0.46	0	Nil	0	Unknown
Central Huijin Asset Management Co., Ltd.* (中央匯金資產管理 有限責任公司)	11,370,700	0.39	0	Nil	0	State-owned legal person
Lin Zhuangxi (林莊喜)	10,900,000	0.37	0	Nil	0	Domestic natural person
Qianhai Kaiyuan Fund — Minsheng Bank — Qianhai Kaiyuan Ronghui No.1 Asset Management Plan* (前海開源基金 — 民生銀行 — 前海開源融匯1號資產管理計畫)	8,593,251	0.29	0	Nil	0	Unknown
Agriculture Bank of China-China Securities 500 Index Fund* (中國農業銀行股份有限公司 — 中證500交易型開放式指數 證券投資基金)	7,872,526	0.27	0	Nil	0	Unknown

*Shareholding of the top ten shareholders not subject to selling restrictions*

Name of shareholders	Number of tradable shares held without selling restrictions	Type and number of shares	
		Type	Number
HKSCC Nominees Limited	533,338,000	Overseas listed foreign shares	533,338,000
Shanghai Dazhong Business Management Co., Ltd.* (上海大眾企業管理有限公司)	495,143,859	Ordinary shares denominated in RMB	495,143,859
Shanghai Gas (Group) Co., Ltd.* (上海燃氣(集團)有限公司)	153,832,735	Ordinary shares denominated in RMB	153,832,735
China Europe Fund-Ningbo Bank-Junyuan No.1 Stock-type Asset Management Plan* (中歐基金 — 寧波銀行 — 駿遠1號股票型資產管理計劃)	17,403,760	Ordinary shares denominated in RMB	17,403,760
China Life Insurance Company Limited — Traditional-Ordinary Insurance Products — 005L-CT001 Shanghai* (中國人壽保險股份有限公司 — 傳統 — 普通保險產品 — 005L-CT001滬)	15,508,083	Ordinary shares denominated in RMB	15,508,083
Agricultural Bank of China — Fu Guo Tian Rui Strong Regional Selected Mixed Open-ended Securities Investment Fund* (中國農業銀行 — 富國天瑞強勢地區精選混合型開放式證券投資基金)	13,449,566	Ordinary shares denominated in RMB	13,449,566
Central Huijin Asset Management Co., Ltd.* (中央匯金資產管理有限責任公司)	11,370,700	Ordinary shares denominated in RMB	11,370,700
Lin Zhuangxi (林莊喜)	10,900,000	Ordinary shares denominated in RMB	10,900,000
Qianhai Kaiyuan Fund — Minsheng Bank — Qianhai Kaiyuan Ronghui No.1 Asset Management Plan* (前海開源基金 — 民生銀行 — 前海開源融匯1號資產管理計畫)	8,593,251	Ordinary shares denominated in RMB	8,593,251
Agriculture Bank of China-China Securities 500 Index Fund* (中國農業銀行股份有限公司 — 中證500交易型開放式指數證券投資基金)	7,872,526	Ordinary shares denominated in RMB	7,872,526
Explanations on the connected relationship or parties acting in concert among the above shareholders	The Company is not aware that any top 10 shareholders of tradable shares are connected with each other.		
Explanations on the shareholders of preference shares with voting rights restored and the shareholding			

*Explanations on the shareholdings of shareholders:*

Shanghai Dazhong Business Management Co., Ltd.\* (上海大眾企業管理有限公司) holds 850,000 H shares of the Company through Shanghai-Hong Kong Stock Connect. Such shares are registered under the name of Hong Kong Securities Clearing Company Nominees Limited.

### 2.3 Total number of shareholders of preference shares, shareholding of top ten shareholders of preference shares and shareholding of top ten shareholders not subject to selling restrictions as at the end of the Reporting Period

Applicable       Not applicable

## III. SIGNIFICANT EVENTS

### 3.1 Details and reasons for material changes in major items of financial statements and financial indicators of the Company

Applicable       Not applicable

Major changes in balance sheet:

*Unit and Currency: RMB*

Item	Amount as at the end of the period	Amount as at the end of the period as a percentage of the total assets (%)	Amount as at the beginning of the period	Amount as at the beginning of the period as a percentage of the total assets (%)	Change in the amount as at the end of the period over the amount as at the beginning of the period (%)	Remarks
Bills receivables			4,150,000.00	0.02	-100.00	Collection of bills receivables
Prepayments	25,746,198.80	0.14	9,635,031.55	0.06	167.21	Prepayment for standard enhancement of wastewater treatment
Other receivables	89,838,559.69	0.48	57,027,857.75	0.33	57.53	Increase in the amount due to/ from Nantong Gas and Dazhong Gas
Salary payables	41,744,793.09	0.22	83,826,599.45	0.48	-50.20	Payment for outstanding salary payables
Taxes payable	-15,618,343.56	-0.08	-6,734,590.35	-0.04	131.91	Increase in deductible input tax
Interest payable	22,773,319.23	0.12	2,562,873.40	0.01%	788.59	Accrual of outstanding interest payables

Changes in profit or loss and cash flow:

*Unit and Currency: RMB*

<b>Item</b>	<b>Reporting Period</b>	<b>Corresponding period of the previous year</b>	<b>Percentage change in the amount at the end of the current period as compared to that of corresponding period of the previous year</b> (%)	<b>Remarks</b>
Impairment loss on assets	-365,469.36	1,400,482.35	-126.10	Reversals of impairment losses of Minhang Micro-credit
Investment gains (loss stated with “-”)	145,697,292.52	210,992,751.07	-30.95	Decrease in the dividends of investing entities, under the cost method
Income tax expense	20,359,219.69	34,749,053.13	-41.41	Decrease in the tax amount payable and entitlement to tax concessions
Net cash flow from operating activities	212,421,994.59	95,469,888.07	122.50	Increase in the settlement of sale of gas etc.
Net cash flow from investing activities	-558,272,763.48	-206,210,281.55	170.73	Investment in new projects such as HuaCan Fund
Net cash flow from financing activities	879,622,716.51	177,911,421.37	394.42	Receipt of proceeds from H Shares green-shoe and issuing ultra-short-term financing bonds



### 3.2 Progress and impact of significant events and the analysis on solutions

Applicable       Not applicable

On 11 March 2017, the Company published the Announcement on Outbound Investment of Shanghai Dazhong Public Utilities (Group) Co., Ltd. (Lin 2017-010) on the Shanghai Stock Exchange and the Announcement on Disclosable Transaction of Subscription of Interest in a Fund of Shanghai Dazhong Public Utilities (Group) Co., Ltd. on the Hong Kong Stock Exchange. The Company, Shanghai Hualin\* (上海華麟), Guosheng Asset\* (國盛資產), Dongfang Guoji\* (東方國際) and Huayi Investment\* (華誼投資) entered into the Shares Transfer and Partnership Admission Agreement and the Partnership Agreement in Shanghai. The Company has joined the partnership of Huacan Fund\* (華璨基金) and became the new limited partner of Huacan Fund\* (華璨基金) through receiving a contribution of RMB90 million and making a monetary contribution of RMB910 million. Currently, having completed its business registration, the fund raised a total of RMB830 million in the first phase and the actual capital secured amounted to RMB830 million. The Company has contributed RMB500 million, representing a 60.24% interest in the initial capitalization. In addition, after the voting at the partners' meeting, Liang Jiawei (an executive Director and Chief Executive Officer of the Company) will serve as a member of the Major Decision Committee and Jin Bo (the Secretary of the Board of Directors and investment director of the Company) will serve as a member of the Investment Decision Committee.

### 3.3 Undertakings that were not yet performed during the Reporting Period

Applicable       Not applicable

### 3.4 Warning on any potential loss in accumulated net profit for the period from the beginning of the year to the end of the next reporting period or any material changes in accumulated net profit as compared with the corresponding period of the previous year and the reason(s) thereof

Applicable       Not applicable

Company name	Shanghai Dazhong Public Utilities (Group) Co., Ltd.*
Legal representative	Yang Guoping
Date	27 April 2017

## IV. APPENDIX

### 4.1 Financial Statements

*Consolidated Balance Sheet*  
*31 March 2017*

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.\*

*Unit and Currency: RMB Audit Type: unaudited*

<b>Item</b>	<b>Closing balance</b>	<b>Opening balance</b>
<b>Current assets:</b>		
Cash and bank balances	<b>3,953,994,559.26</b>	3,417,732,920.83
Settlement provisions		
Loans to banks and other financial institutions		
Financial assets at fair value through profit or loss	<b>53,582,033.67</b>	74,102,880.53
Derivative financial assets		
Bills receivables		4,150,000.00
Accounts receivables	<b>345,905,538.11</b>	300,159,999.14
Prepayments	<b>25,746,198.80</b>	9,635,031.55
Premium receivables		
Reinsurance receivables		
Reinsurance contract reserves receivable		
Interest receivable	<b>26,455.13</b>	26,455.13
Dividend receivable	<b>876,260.00</b>	876,260.00
Other receivables	<b>89,838,559.69</b>	57,027,857.75
Financial assets purchased with agreement to resale		
Inventories	<b>377,980,945.95</b>	317,242,849.04
Assets classified as held for sale		
Non-current assets due within one year	<b>304,664,610.65</b>	442,163,036.02
Other current assets	<b>157,606,788.97</b>	169,661,133.82
Total current assets	<b>5,310,221,950.23</b>	4,792,778,423.81

<b>Item</b>	<b>Closing balance</b>	<b>Opening balance</b>
<b>Non-current assets:</b>		
Loans and advances	<b>192,568,000.00</b>	224,885,000.00
Available-for-sale financial assets	<b>938,883,685.06</b>	791,988,818.76
Held-to-maturity investments		
Long-term receivables	<b>1,710,578,947.41</b>	1,696,952,223.48
Long-term equity investments	<b>5,395,688,583.96</b>	4,740,652,885.52
Investment properties	<b>64,398,703.01</b>	64,948,445.63
Fixed assets	<b>3,886,553,132.34</b>	4,049,438,931.36
Construction-in-progress	<b>678,870,471.66</b>	536,260,450.51
Construction materials		
Disposal of fixed assets		
Productive biological assets		
Oil and gas assets		
Intangible assets	<b>427,292,297.66</b>	430,916,491.24
Development expenses		
Goodwill	<b>1,311,712.51</b>	1,311,712.51
Long-term deferred expenses	<b>4,236,962.21</b>	4,761,192.59
Deferred income tax assets	<b>13,830,314.53</b>	20,494,955.19
Other non-current assets		
Total non-current assets	<b>13,314,212,810.35</b>	12,562,611,106.79
Total assets	<b>18,624,434,760.58</b>	17,355,389,530.60

<b>Item</b>	<b>Closing balance</b>	<b>Opening balance</b>
<b>Current liabilities:</b>		
Short-term borrowings	<b>1,885,496,768.81</b>	1,503,145,867.26
Borrowings from the central bank		
Receipts of deposits and deposits from other banks		
Loans from other banks		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Bills payable		
Accounts payable	<b>1,511,482,104.23</b>	1,289,528,786.61
Receipts in advance	<b>1,013,198,984.66</b>	940,161,387.54
Funds from selling out and repurchasing financial assets		
Fee and commission payable		
Salaries payable	<b>41,744,793.09</b>	83,826,599.45
Taxes payable	<b>-15,618,343.56</b>	-6,734,590.35
Interests payable	<b>22,773,319.23</b>	2,562,873.40
Dividends payable	<b>911,293.00</b>	911,293.00
Other payables	<b>533,407,113.07</b>	812,691,100.17
Reinsurance accounts payables		
Reserves for insurance contracts		
Customer deposits for trading in securities		
Amounts due to issuer for securities underwriting		
Liabilities classified as held for sale		
Non-current liabilities due within one year	<b>615,260,841.20</b>	652,430,841.20
Other current liabilities	<b>302,416,666.67</b>	303,052,148.46
Total current liabilities	<b>5,911,073,540.40</b>	5,581,576,306.74
<b>Non-current liabilities:</b>		
Long-term borrowings	<b>410,322,308.34</b>	378,154,784.11
Debentures payables	<b>2,095,052,347.49</b>	1,595,052,347.49
Including: Preference shares		
Perpetual liabilities		
Long-term payables	<b>171,276,896.14</b>	167,995,283.93
Long-term salaries payable	<b>39,087,000.00</b>	39,087,000.00
Specific payables		
Accrued liabilities	<b>19,159,710.73</b>	19,295,108.39
Deferred income	<b>1,224,784,100.74</b>	1,224,415,891.97
Deferred income tax liabilities	<b>95,242,376.47</b>	99,225,090.81
Other non-current liabilities		
Total non-current liabilities	<b>4,054,924,739.91</b>	3,523,225,506.70
Total liabilities	<b>9,965,998,280.31</b>	9,104,801,813.44

<b>Item</b>	<b>Closing balance</b>	<b>Opening balance</b>
<b>Shareholders' equity:</b>		
Share capital	<b>2,952,434,675.00</b>	2,902,704,675.00
Other equity instruments		
Including: Preference shares		
Perpetual liabilities		
Capital reserve	<b>1,141,992,713.26</b>	1,031,186,515.38
Less: Inventory shares		
Other comprehensive income	<b>1,467,133,028.25</b>	1,398,414,971.89
Specific reserve		
Surplus reserve	<b>462,237,514.64</b>	462,237,514.64
General risk reserve	<b>196,985.24</b>	196,985.24
Undistributed profits	<b>1,500,915,688.93</b>	1,324,470,501.78
Total equity interest attributable to the owner of the parent company	<b>7,524,910,605.32</b>	7,119,211,163.93
Minority interests	<b>1,133,525,874.95</b>	1,131,376,553.23
Total shareholders' equity	<b>8,658,436,480.27</b>	8,250,587,717.16
Total liabilities and shareholders' equity	<b>18,624,434,760.58</b>	17,355,389,530.60

*Legal representative:*

**Yang Guoping**

*Person-in-charge of  
the accounting work:*

**Zhong Jinxing**

*Head of the accounting  
department:*

**Hu Jun**

***Balance Sheet of the Parent Company***  
*31 March 2017*

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.\*

*Unit and Currency: RMB Audit Type: unaudited*

<b>Item</b>	<b>Closing balance</b>	<b>Opening balance</b>
<b>Current assets:</b>		
Cash and bank balances	<b>1,927,469,650.68</b>	2,112,019,101.39
Financial assets measured at fair value through profit and loss	<b>35,640.00</b>	36,400.00
Derivative financial assets		
Bills receivable		
Accounts receivable		
Prepayments	<b>1,158,356.16</b>	1,158,356.16
Interest receivable		
Dividends receivable	<b>876,260.00</b>	876,260.00
Other receivables	<b>1,500,538,181.27</b>	603,129,367.46
Inventories		
Assets classified as held for sale		
Non-current assets due within one year	<b>7,938,329.46</b>	15,876,643.46
Other current assets	<b>142,054.65</b>	1,057,032.66
<b>Total current assets</b>	<b>3,438,158,472.22</b>	2,734,153,161.13
<b>Non-current assets:</b>		
Available-for-sale financial assets	<b>320,889,639.09</b>	326,693,739.90
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	<b>7,611,951,614.55</b>	6,660,564,721.44
Investment properties	<b>42,021,530.78</b>	42,359,700.02
Fixed assets	<b>506,686.92</b>	548,769.85
Construction-in-progress	<b>25,833,315.02</b>	19,957,361.14
Construction materials		
Disposal of fixed assets		
Productive biological assets		
Oil and gas assets		
Intangible assets	<b>290,599.43</b>	212,980.00
Development expenses		
Goodwill		
Long-term deferred expenses		

Item	Closing balance	Opening balance
Deferred income tax assets		
Other non-current assets		
Total non-current assets	<b>8,001,493,385.79</b>	7,050,337,272.35
Total assets	<b>11,439,651,858.01</b>	9,784,490,433.48
<b>Current liabilities:</b>		
Short-term borrowings	<b>999,300,000.00</b>	799,300,000.00
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Bills payable		
Accounts payable		
Receipts in advance	<b>675,000.00</b>	59,568.27
Salaries payable	<b>12,827,523.86</b>	23,100,537.56
Taxes payable	<b>-2,564,088.73</b>	960,288.45
Interests payable	<b>22,263,229.25</b>	915,433.34
Dividends payable	<b>911,293.00</b>	911,293.00
Other payables	<b>1,373,903,546.36</b>	702,637,919.01
Liabilities classified as held for sale		
Non-current liabilities due within one year		
Other current liabilities	<b>302,416,666.67</b>	302,440,182.41
Total current liabilities	<b>2,709,733,170.41</b>	1,830,325,222.04
<b>Non-current liabilities:</b>		
Long-term borrowings		
Debentures payables	<b>2,095,052,347.49</b>	1,595,052,347.49
Including: Preference shares		
Perpetual liabilities		
Long-term payables		
Long-term salaries payable		
Specific payables		
Accrued liabilities		
Deferred income		
Deferred income tax liabilities	<b>53,175,773.77</b>	54,626,988.97
Other non-current liabilities		
Total non-current liabilities	<b>2,148,228,121.26</b>	1,649,679,336.46
Total liabilities	<b>4,857,961,291.67</b>	3,480,004,558.50

<b>Item</b>	<b>Closing balance</b>	<b>Opening balance</b>
<b>Shareholders' equity:</b>		
Share capital	<b>2,952,434,675.00</b>	2,902,704,675.00
Other equity instruments		
Including: Preference shares		
Perpetual liabilities		
Capital reserve	<b>1,200,735,795.47</b>	1,089,929,597.59
Less: Inventory shares		
Other comprehensive income	<b>1,291,550,978.07</b>	1,248,420,468.50
Specific reserve		
Surplus reserve	<b>462,237,514.64</b>	462,237,514.64
Undistributed profits	<b>674,731,603.16</b>	601,193,619.25
Total shareholders' equity	<b>6,581,690,566.34</b>	6,304,485,874.98
Total liabilities and shareholders' equity	<b>11,439,651,858.01</b>	9,784,490,433.48

*Legal representative:*

**Yang Guoping**

*Person-in-charge of  
the accounting work:*

**Zhong Jinxing**

*Head of the accounting  
department:*

**Hu Jun**



**Consolidated Income Statement**  
January to March 2017

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.\*

Unit and Currency: RMB Audit Type: unaudited

Item	Amount for the period	Amount for the previous period
<b>1. Total operating revenue</b>	<b>1,369,543,546.15</b>	1,371,759,255.42
Including: Operating revenue	<b>1,343,862,457.53</b>	1,352,117,398.25
Interest income	<b>25,681,088.62</b>	19,447,682.41
Premiums earned		
Fees and commission income		194,174.76
<b>2. Total operating costs</b>	<b>1,347,951,388.05</b>	1,377,284,851.40
Including: Operating costs	<b>1,202,685,775.77</b>	1,224,472,107.88
Interest expenses		
Fees and commission expense		
Surrender payment		
Net expenditure for compensation payment		
Net provisions for insurance contracts		
Expenditure for insurance policy dividend		
Reinsurance cost		
Business tax and surcharges	<b>9,913,446.71</b>	12,004,260.75
Selling expenses	<b>42,709,482.91</b>	35,466,919.60
Administrative expenses	<b>60,751,114.08</b>	63,798,733.87
Financial expenses	<b>32,257,037.94</b>	40,142,346.95
Loss on impairment of assets	<b>-365,469.36</b>	1,400,482.35
Add: Gains arising from changes in fair value (losses stated with "-")	<b>-570.00</b>	-8,617,540.27
Investment income (losses stated with "-")	<b>145,697,292.52</b>	210,992,751.07
Including: Investment income from associates and joint ventures	<b>97,346,905.92</b>	87,641,437.17
Gains from foreign exchange (losses stated with "-")		
<b>3. Operating profit (losses stated with "-")</b>	<b>167,288,880.62</b>	196,849,614.82
Add: Non-operating income	<b>987,465.62</b>	1,706,952.08
Including: Gains from the disposal of non-current assets		20,500.00
Less: Non-operating expenses	<b>1,780,698.52</b>	2,406,450.53
Including: Loss from the disposal of non-current assets	<b>1,763,806.91</b>	437,453.26

Item	Amount for the period	Amount for the previous period
<b>4. Total profit (total loss stated with “-”)</b>	<b>166,495,647.72</b>	196,150,116.37
Less: Income tax expense	<b>20,359,219.69</b>	34,749,053.13
<b>5. Net profit (net loss stated with “-”)</b>	<b>146,136,428.03</b>	161,401,063.24
Net profit attributable to owners of the parent company	<b>126,445,187.15</b>	142,031,209.32
Minority shareholders’ profit and loss	<b>19,691,240.88</b>	19,369,853.92
<b>6. Other comprehensive income after tax (net)</b>	<b>68,718,056.36</b>	-224,932,902.72
Other comprehensive income after tax attributable to owners of the parent company (net)	<b>68,718,056.36</b>	-224,932,902.72
(1) Other comprehensive income that cannot be reclassified to profit and loss in subsequent periods		
1. Changes in net liabilities or net assets arising from the re-measurement of defined benefit plans		
2. Share of other comprehensive income of investee that cannot be reclassified to profit and loss under equity method		
(2) Other comprehensive income that will be reclassified to profit and loss in subsequent periods	<b>68,718,056.36</b>	-224,932,902.72
1. Share of other comprehensive income of investee that will be reclassified to profit and loss under equity method in subsequent periods	<b>47,483,585.18</b>	-180,945,238.09
2. Gains and losses from changes in fair value of available-for-sale financial assets	<b>-1,953,841.21</b>	-45,509,994.84
3. Gains and losses from held-to-maturity investment reclassified as available-for-sale financial assets		
4. Effective portion of hedging gains and losses from cash flows		
5. Exchange differences from retranslation of financial statements	<b>23,188,312.39</b>	1,522,330.21
6. Others		
Other comprehensive income after tax attributable to minority shareholders (net)		

<b>Item</b>	<b>Amount for the period</b>	Amount for the previous period
<b>7. Total comprehensive income</b>	<b>214,854,484.39</b>	-63,531,839.48
Total comprehensive income attributable to owners of the parent company	<b>195,163,243.51</b>	-82,901,693.40
Total comprehensive income attributable to minority shareholders	<b>19,691,240.88</b>	19,369,853.92
<b>8. Earnings per share:</b>		
(1) Basic earnings per share ( <i>RMB/share</i> )	<b>0.0428</b>	0.0576
(2) Diluted earnings per share ( <i>RMB/share</i> )	<b>0.0428</b>	0.0576

*Legal representative:*

**Yang Guoping**

*Person-in-charge of  
the accounting work:*

**Zhong Jinxing**

*Head of the accounting  
department:*

**Hu Jun**

***Income Statement of the Parent Company***  
*January to March 2017*

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.\*

*Unit and Currency: RMB Audit Type: unaudited*

<b>Item</b>	<b>Amount for the period</b>	Amount for the previous period
<b>1. Operating Revenue</b>	<b>600,159.64</b>	540,111.11
Less: Operating cost		
Business tax and surcharges		95,948.52
Selling expenses		
Administrative expenses	<b>6,151,183.45</b>	5,935,812.34
Finance expenses	<b>24,980,230.91</b>	28,399,733.23
Impairment losses on assets		-990,378.37
Add: Gains arising from changes in fair value (loss stated with “-”)	<b>-570.00</b>	-3,318.75
Investment income (loss stated with “-”)	<b>92,555,819.92</b>	96,802,546.65
Including: Investment income from associates and joint ventures	<b>78,886,119.22</b>	83,814,822.45
<b>2. Operating profit (loss stated with “-”)</b>	<b>62,023,995.20</b>	63,898,223.29
Add: Non-operating income		440.00
Including: Gain on disposal of non-current assets		
Less: Non-operating expenses		
Including: Loss on disposal of non-current assets		
<b>3. Total profit (total loss stated with “-”)</b>	<b>62,023,995.20</b>	63,898,663.29
Less: Income tax expenses		
<b>4. Net profit (net loss stated with “-”)</b>	<b>62,023,995.20</b>	63,898,663.29

Item	Amount for the period	Amount for the previous period
<b>5. Other comprehensive income after tax (net)</b>	<b>43,130,509.57</b>	-238,962,528.88
(1) Other comprehensive income which cannot be reclassified into profit or loss in subsequent periods		
1. Changes in net liabilities or net assets from the re-measurement of defined benefit plans		
2. Shares of other comprehensive income which cannot be reclassified to profit or loss of the investees under equity method		
(2) Other comprehensive income which will be subsequently reclassified into profit or loss	<b>43,130,509.57</b>	-238,962,528.88
1. Share of other comprehensive income of investees which can be reclassified in profit or loss under equity method	<b>47,483,585.18</b>	-189,899,139.08
2. Profit or loss from the change at fair value of available-for-sale financial assets	<b>-4,353,075.61</b>	-49,063,389.80
3. Profit or loss from held-to-maturity investment reclassified as available-for-sale financial assets		
4. Effective portion of hedging gains and losses from cash flows		
5. Exchange differences from re-translation of financial statements		
6. Others		
<b>6. Total comprehensive income</b>	<b>105,154,504.77</b>	-175,063,865.59
<b>7. Earnings per share:</b>		
(1) Basic earnings per share (RMB/share)	<b>0.02</b>	0.03
(2) Diluted earnings per share (RMB/share)	<b>0.02</b>	0.03

*Legal representative:*

**Yang Guoping**

*Person-in-charge of  
the accounting work:*

**Zhong Jinxing**

*Head of the accounting  
department:*

**Hu Jun**

***Consolidated Statement of Cash Flows***  
*January to March 2017*

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.\*

*Unit and Currency: RMB Audit Type: unaudited*

<b>Item</b>	<b>Amount for the period</b>	Amount for the previous period
<b>1. Cash flow from operating activities:</b>		
Cash received from sales of goods and rendering of services	<b>1,635,362,635.17</b>	1,459,803,168.75
Net increase in customer and interbank deposits		
Net increase in borrowings from the central bank		
Net cash increase in placements from other financial institutions		
Cash received from premiums under original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits of policy holders and investment funds		
Net increase in disposal of financial assets at fair value through profit or loss		
Cash received from interest, fees and commissions		
Net increase in placements		
Net increase in cash received from repurchase business		
Refund of taxes and levies	<b>890,196.25</b>	1,355,243.71
Other cash received relating to operating activities	<b>53,104,641.31</b>	36,722,294.45
Sub-total of cash inflows from operating activities	<b>1,689,357,472.73</b>	1,497,880,706.91
Cash paid for purchase of goods and receipt of services	<b>1,059,371,588.47</b>	1,143,474,159.87
Net increase in customer loans and advances to customers		
Net increase in deposits in the central bank and interbank deposits		
Cash paid for compensation payments under original insurance contracts		
Cash paid for interest, fees and commissions		
Cash paid for insurance policy dividend		
Cash paid to and on behalf of employees	<b>132,109,404.71</b>	145,753,711.80
Payments of all types of taxes	<b>100,758,391.20</b>	79,231,206.70
Other cash paid relating to operating activities	<b>184,696,093.76</b>	33,951,740.47
Sub-total of cash outflows from operating activities	<b>1,476,935,478.14</b>	1,402,410,818.84
Net cash flows generated from operating activities	<b>212,421,994.59</b>	95,469,888.07

Item	Amount for the period	Amount for the previous period
<b>2. Cash flows generated from investing activities:</b>		
Cash received from return of investments	<b>344,325,780.35</b>	103,450,567.63
Cash received on investment income	<b>100,839,252.10</b>	151,126,093.65
Net cash received from disposals of fixed assets, intangible assets and other long-term assets		95,500.00
Net cash received from disposals of subsidiaries and other operating units		
Other cash received relating to investing activities	<b>2,748,722,292.66</b>	136,226,097.95
Sub-total of cash inflows from investing activities	<b>3,193,887,325.11</b>	390,898,259.23
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	<b>90,899,069.89</b>	78,487,935.21
Cash paid for investment	<b>1,069,687,212.75</b>	509,094,605.57
Net increase in secured loans		
Net cash paid for acquisition of subsidiaries and other operating units		
Other cash paid relating to investing activities	<b>2,591,573,805.95</b>	9,526,000.00
Sub-total of cash outflows from investing activities	<b>3,752,160,088.59</b>	597,108,540.78
Net cash flows generated from investing activities	<b>-558,272,763.48</b>	-206,210,281.55
<b>3. Cash flows generated from financing activities:</b>		
Cash received from investments	<b>176,421,169.45</b>	
Including: Cash received from minority shareholders' equity investment in subsidiaries		
Cash received from borrowings	<b>935,399,525.86</b>	739,223,586.38
Cash received from issuing bonds	<b>499,375,000.00</b>	
Other cash received relating to financing activities	<b>366,902.89</b>	
Sub-total of cash inflows from financing activities	<b>1,611,562,598.20</b>	739,223,586.38
Cash paid on repayment of debts	<b>504,811,764.24</b>	541,148,144.67
Cash paid for distribution of dividends and profit or interest expenses	<b>30,163,576.57</b>	18,683,698.81
Including: Dividends and profit paid to minority shareholders by subsidiaries		
Other cash paid relating to financing activities	<b>196,964,540.88</b>	1,480,321.53
Sub-total of cash outflows from financing activities	<b>731,939,881.69</b>	561,312,165.01
Net cash flows generated from financing activities	<b>879,622,716.51</b>	177,911,421.37

<b>Item</b>	<b>Amount for the period</b>	Amount for the previous period
<b>4. Effect of foreign exchange rate changes on cash and cash equivalents</b>	<b>2,489,690.81</b>	-842,677.45
<b>5. Net increase in cash and cash equivalents</b>	<b>536,261,638.43</b>	66,328,350.44
Add: Balance of cash and cash equivalents at the beginning of the period	<b>3,258,732,920.83</b>	1,549,654,675.24
<b>6. Balance of cash and cash equivalents at the end of the period</b>	<b>3,794,994,559.26</b>	1,615,983,025.68

*Legal representative:*

**Yang Guoping**

*Person-in-charge of  
the accounting work:*

**Zhong Jinxing**

*Head of the accounting  
department:*

**Hu Jun**



**Statement of Cash Flows of the Parent Company**  
*January to March 2017*

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.\*

*Unit and Currency: RMB Audit Type: unaudited*

<b>Item</b>	<b>Amount for the period</b>	Amount for the previous period
<b>1. Cash flow from operating activities:</b>		
Cash received from sales of goods and rendering of services	<b>900,000.00</b>	1,220,000.00
Refund of tax and levies received		
Other cash received relating to operating activities	<b>8,544,183.69</b>	837,753.08
Sub-total of cash inflow from operating activities	<b>9,444,183.69</b>	2,057,753.08
Cash paid for purchase of goods and receipt of services		
Cash paid to and on behalf of employees	<b>9,202,137.12</b>	12,843,793.46
Cash paid for all types of taxes	<b>6,211,450.33</b>	56,562.28
Other cash paid relating to operating activities	<b>11,909,978.34</b>	9,488,088.55
Sub-total of cash outflow from operating activities	<b>27,323,565.79</b>	22,388,444.29
Net cash flow from operating activities	<b>-17,879,382.10</b>	-20,330,691.21
<b>2. Cash flow from investing activities:</b>		
Cash received from return of investments	<b>27,092,714.00</b>	1,068,487.50
Cash received from investment income	<b>14,456,196.75</b>	25,942,537.43
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other operating units		
Other cash received relating to investing activities	<b>1,210,259,190.00</b>	115,844,575.00
Sub-total of cash inflow from investing activities	<b>1,251,808,100.75</b>	142,855,599.93
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	<b>6,597,167.08</b>	
Cash paid for investment	<b>813,503,200.00</b>	328,176,236.48
Net cash paid for acquisition of subsidiaries and other operating units		
Other cash paid relating to investing activities	<b>1,280,118,790.00</b>	
Sub-total of cash outflow from investing activities	<b>2,100,219,157.08</b>	328,176,236.48
Net cash flow from investing activities	<b>-848,411,056.33</b>	-185,320,636.55

Item	Amount for the period	Amount for the previous period
<b>3. Cash flow from financing activities:</b>		
Cash received from investments	176,421,169.45	
Cash received from borrowings	797,675,000.00	170,000,000.00
Other cash received relating to financing activities	278,882.06	
Sub-total of cash inflow from financing activities	974,375,051.51	170,000,000.00
Cash paid for repayment of debts	98,300,000.00	
Cash paid for distribution of dividends and profit or interest expense	8,084,395.26	6,511,059.65
Other cash paid relating to financing activities	189,445,519.11	
Sub-total of cash outflow from financing activities	295,829,914.37	6,511,059.65
Net cash flow from financing activities	678,545,137.14	163,488,940.35
<b>4. Effect on cash and cash equivalents due to change in foreign currency exchange rate</b>	<b>3,195,850.58</b>	91,624.46
<b>5. Net increase in cash and cash equivalents</b>	<b>-184,549,450.71</b>	-42,070,762.95
Add: Balance of cash and cash equivalents at the beginning of the period	1,954,019,101.39	372,616,666.17
<b>6. Balance of cash and cash equivalents at the end of the period</b>	<b>1,769,469,650.68</b>	330,545,903.22
<i>Legal representative:</i>	<i>Person-in-charge of the accounting work:</i>	<i>Head of the accounting department:</i>
<b>Yang Guoping</b>	<b>Zhong Jinxing</b>	<b>Hu Jun</b>

#### 4.2 Audit Report

Applicable       Not applicable

If the Certified Public Accountant has issued unqualified opinion with emphasis of matter or other events in respect of the Company's quarterly report, the Company shall disclose the full text of such audit report.

By Order of the Board  
**Shanghai Dazhong Public Utilities (Group) Co., Ltd.\***  
**Yang Guoping**  
*Chairman*

Shanghai, the People's Republic of China  
27 April 2017

*As of the date of this announcement, the Board of Directors comprises Mr. YANG Guoping, Mr. ZHONG Jinxing, Mr. LIANG Jiawei, Ms. YU Min, Mr. YANG Jicai and Mr. ZHUANG Jianhao as executive Directors; Mr. LI Songhua as non-executive Director; and Mr. CAI Jianmin, Mr. CHOW Siu Lui, Mr. YAN Xuehai and Mr. YAO Cho Fai Andrew as independent non-executive Directors.*

*\* For identification purpose only*