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中國能源建設股份有限公司
CHINA ENERGY ENGINEERING CORPORATION LIMITED*
(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 3996)

ANNOUNCEMENT
INSIDE INFORMATION

The announcement is made by China Energy Engineering Corporation Limited (the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the provisions of inside information under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Pursuant to the Listing Rules of the Shanghai Stock Exchange, China Gezhouba Group Stock Company Limited (中國葛洲壩集團股份有限公司) (“**CGGC**”), a subsidiary of the Company, published its unaudited 2017 first quarterly report for the three months ended March 31, 2017 (the “**CGGC Quarterly Report**”) on the website of the Shanghai Stock Exchange, a reproduction of which is enclosed to this announcement. For the avoidance of doubt, the “**Company**” contained in the CGGC Quarterly Report refers to CGGC. The CGGC Quarterly Report is originally prepared in Chinese. In case of any inconsistency between the Chinese version and English version, the Chinese version shall prevail.

Shareholders of the Company and potential investors should exercise caution when dealing in the shares of the Company.

By Order of the Board
CHINA ENERGY ENGINEERING CORPORATION LIMITED*
Wang Jianping
Chairman

Beijing, the PRC
April 28, 2017

As at the date of this announcement, the executive directors of the Company are Mr. Wang Jianping, Mr. Ding Yanzhang and Mr. Zhang Xianchong; the non-executive director is Mr. Ma Chuanjing; and the independent non-executive directors are Mr. Ding Yuanchen, Mr. Wang Bin, Mr. Zheng Qiyu and Mr. Cheung Yuk Ming.

* *For identification purpose only*

Stock Code: 600068

Company abbreviation: CGGC

**China Gezhouba Group Stock Company Limited
2017 First Quarterly Report**

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I. IMPORTANT NOTICES

- 1.1 The board of directors, the board of supervisors, the directors, the supervisors and senior management of the Company guarantee the authenticity, accuracy and completeness of the contents of the quarterly report, in which there are no false representations, misleading statements contained, or material omissions, and the several and joint responsibilities are assumed as well.
- 1.2 All the directors of the Company attended the board meeting to consider the quarterly report.
- 1.3 Nie Kai (person in charge of the Company), He Jiansheng (person in charge of the accounting work), Cui Daqiao (chief accountant) and Lu Zhongnian (person in charge of accounting (accounting supervisor)), guarantee the authenticity, accuracy and completeness of the financial statements in the quarterly report.
- 1.4 The Company's first quarterly report is not audited.

II. BASIC INFORMATION OF THE COMPANY

2.1 Major financial data

Unit: Yuan Currency: RMB

	End of the reporting period	End of last year	Change (%)
Total assets	159,673,951,986.64	151,228,830,823.89	5.58
Net assets attributable to shareholders of the listed Company	39,187,595,964.67	38,522,416,103.38	1.73
	At the beginning of the year through the end of the reporting period	At the beginning of last year through the end of last reporting period	Change (%)
Net cash flow from operating activities	-5,937,936,278.39	-3,340,660,304.65	N/A
	At the beginning of the year through the end of the reporting period	At the beginning of last year through the end of last reporting period	Change (%)
Operating revenue	23,184,690,131.49	16,816,977,780.65	37.86
Net profit attributable to shareholders of the listed Company	746,413,644.38	645,762,107.68	15.59
Net profit after non-recurring profit or loss attributable to shareholders of the listed Company	736,678,588.83	617,091,847.51	19.38
Weighted average return rate on net assets (%)	2.637	3.160	decrease of 0.523 percentage point
Basic earnings per share (Yuan/share)	0.131	0.140	-6.43
Diluted earnings per share (Yuan/share)	0.131	0.140	-6.43

Note: While calculating weighted average return on net assets and basic earnings per share, the net profit attributable to the Company's shareholders of ordinary shares for the period excluded the accrued interest of renewable corporate bonds of other interest instruments and perpetual medium-term notes amounting to RMB143,775,000, resulting in a year-on-year decrease in weighted average return on net assets and basic earnings per share.

Non-recurring profit or loss items and amount

✓Applicable □Not Applicable

Unit: Yuan Currency: RMB

Item	Amount for the current period	Description
Profit or loss on the disposal of non-current assets	-461,709.19	
Tax rebate or tax concessions with unauthorised approval or without official approval documents or on an occasional basis	-	
Government subsidies included in profit or loss for the current period, but excluding the sustained quota subsidized according to the state policies that are closely relevant to the Company's normal business	10,694,360.12	
Fund possession cost received from non-financial enterprises and included in profit or loss for the current period	-	
Profit arising from investment cost for acquisition of subsidiaries, associates and joint ventures less than the fair value of identifiable net assets of the invested entity at the time of acquisition	-	
Profit or loss from exchange of non-monetary assets	-	
Profit or loss from discretionary investment or asset management	-	
Provision for impairment of assets due to force majeure such as natural disaster	-	
Profit or loss from debt restructuring	-	
Corporate restructuring expenses, such as expenses on employee placement, integration costs, etc.	-	
Profit or loss from the excess of the fair value of a transaction of unfair consideration	-	
Current net profit or loss of subsidiaries resulting from merger of enterprises under common control from the beginning of the period to the date of merger	-	
Profit or loss from contingencies irrelevant to the Company's normal business	-	

Item	Amount for the current period	Description
Profit or loss on changes in fair value resulted from holding of the trading financial assets and trading financial liabilities, and investment income on disposal of the trading financial assets, trading financial liabilities and available-for-sale financial assets, except the effective hedging related to the Company's normal business	4,064,471.16	
Write back of the provision for impairment of receivables that are individually tested for impairment	–	
Profit or loss from external entrusted loans	5,700,000.00	
Profit or loss from changes in fair value of investment properties using the fair value model for subsequent measurement	–	
Effect of one-off adjustment to current profit or loss in accordance with laws and regulations on taxation and accounting, etc.	–	
Income of entrustment fees from entrusted operations	–	
Other off-business income and expense besides items above	-8,663,264.67	
Other profit or loss items falling within the meaning of non-recurring profit or loss		
Effect of minority interests (after tax)	771,491.10	
Effect of income tax	-2,370,292.97	
Total	9,735,055.55	

2.2 Shareholdings of the total shareholders, the top ten shareholders and top ten holders of tradable shares (or holders of shares not subject to selling restrictions) as at the end of the reporting period

Unit: Share

Total shareholders (household)				243,870		
Shareholdings of the Top Ten Shareholders						
Name of shareholder (in full name)	Number of shares held as at the end of the period	Proportion (%)	Number of shares held subject to selling restrictions	Pledged or frozen shares		Class of shareholder
				Status of shares	Number of shares	
China Gezhouba Group Company Limited	1,949,448,239	42.34	0	Nil	0	state-owned legal person
Central Huijin Asset Management Limited Liability Company	70,785,800	1.54	0	Nil	0	state-owned legal person
The National Social Security Fund 106 Composition	61,902,495	1.34	0	Nil	0	other
China Securities Finance Corporation Limited	54,142,854	1.18	0	Nil	0	state-owned legal person
The National Social Security Fund 103 Composition	35,999,100	0.78	0	Nil	0	other
The National Social Security Fund 406 Composition	22,066,378	0.48	0	Nil	0	other
Hong Kong Securities Clearing Company Limited	21,719,240	0.47	0	Nil	0	other
Bank of China – Jiashi Growth and Income Securities Investment Fund	21,139,800	0.46	0	Nil	0	other
The National Social Security Fund 109 Composition	17,388,000	0.38	0	Nil	0	other
Agricultural Bank of China Co. Ltd. – Jiashi Leading and Growth Hybrid Securities Investment Fund	16,000,000	0.35	0	Nil	0	other

Top Ten Holders of Shares Not Subject to Selling Restrictions			
Name of shareholder	Number of shares held not subject to selling restrictions	Class and number of shares	
		Class	Number
China Gezhouba Group Company Limited	1,949,448,239	RMB ordinary shares	1,949,448,239
Central Huijin Asset Management Limited Liability Company	70,785,800	RMB ordinary shares	70,785,800
The National Social Security Fund 106 Composition	61,902,495	RMB ordinary shares	61,902,495
China Securities Finance Corporation Limited	54,142,854	RMB ordinary shares	54,142,854
The National Social Security Fund 103 Composition	35,999,100	RMB ordinary shares	35,999,100
The National Social Security Fund 406 Composition	22,066,378	RMB ordinary shares	22,066,378
Hong Kong Securities Clearing Company Limited	21,719,240	RMB ordinary shares	21,719,240
Bank of China – Jiashi Growth and Income Securities Investment Fund	21,139,800	RMB ordinary shares	21,139,800
The National Social Security Fund 109 Composition	17,388,000	RMB ordinary shares	17,388,000
Agricultural Bank of China Co. Ltd. – Jiashi Leading and Growth Hybrid Securities Investment Fund	16,000,000	RMB ordinary shares	16,000,000
Description on the connected relationship or acts in concert of the above shareholders	Among the top ten shareholders, the first shareholder is not connected to other shareholders. The Company is not aware whether there are other shareholders who are connected to each other or acting in concert.		
Descriptions on the preferential shareholders with resumed voting rights and number of shares held	N/A		

2.3 Shareholdings of the total holders of preference shares, the top ten holders of preference shares and top ten holders of preference shares not subject to selling restrictions as at the end of the reporting period

Applicable Not Applicable

III. SIGNIFICANT EVENTS

3.1 Information on material changes in major accounting statement items and financial indicators of the Company and the causes thereof

Applicable Not Applicable

(1) Items of Balance Sheet

Unit: Yuan Currency: RMB

Name of item	Amount as at the end of the period	Percentage of amount at end of the period over total assets (%)	Amount at end of the last period	Percentage of amount at end of last period over total assets (%)	Change percentage year-on-year (%)	Reasons for changes
Notes receivable	1,633,451,317.03	1.02	2,437,092,739.16	1.61	-32.98	It is mainly due to acceptance as a result of maturity of notes receivable.
Prepayment	12,300,490,748.66	7.70	18,790,785,800.85	12.43	-34.54	It is mainly due to the completion of land handover procedure by the real estate enterprises and the transfer of prepayment for land into inventory.
Inventory	51,075,740,418.81	31.99	38,853,623,273.06	25.69	31.46	It is mainly due to the transfer of prepayment for land of the real estate enterprises into inventory and the increase in development costs.
Other receivables	12,104,522,193.51	7.58	7,054,817,680.43	4.66	71.58	It is mainly due to the payment of security by the Company during the period.
Other non-current assets	858,699,577.80	0.54	539,331,246.34	0.36	59.22	It is mainly due to the increase in investment prepayments.
Short-term borrowings	9,716,823,500.00	6.09	7,127,350,000.00	4.71	36.33	It is mainly due to the increase in short-term borrowings during the period.
Dividends payables	394,419,153.44	0.25	253,809,660.39	0.17	55.40	It is mainly due to the increase in dividends payables for other interest instruments of the Company.
Non-current liabilities due within one year	7,108,093,767.96	4.45	5,436,603,056.74	3.59	30.75	It is mainly due to the increase in long-term borrowings due within one year.

(2) Items of Statements of Profit

Unit: Yuan Currency: RMB

Name of item	Amount for the period	Amount for the corresponding period last year	Change percentage year-on-year (%)	Reasons for changes
Operating revenue	23,184,690,131.49	16,816,977,780.65	37.86	It is mainly due to the increase in revenue from the real estate development and environmental business as well as the increase in revenue from the construction segment.
Operating cost	20,574,711,390.14	14,299,102,854.47	43.89	It is mainly due to the increase in cost correspondingly resulted from the increase of revenue.
Selling expenses	212,844,124.57	143,846,328.06	47.97	It is mainly due to the increase in the transportation expenses from environmental and cement business as well as the selling expenses from real estate enterprises.
Gain from investment	-17,575,550.12	22,368,585.72	-178.57	It is mainly due to the changes in gain from investment in associates and joint ventures recognized.
Non-operating income	417,450,074.71	76,192,318.94	447.89	It is mainly due to the increase in the government subsidies towards environmental business.
Minority interests	239,194,776.36	94,379,394.44	153.44	It is mainly attributable to the fact that China Gezhouba Group Real Estate Development Co., Ltd., a holding subsidiary, confirmed that gain or loss attributable to minority interests of Beijing Gezhouba Longfor Property Co., Ltd., its holding subsidiary, was increased.
Other comprehensive income attributable to the owners of the parent company, net of tax	-41,455,010.63	-252,894,065.30	-83.61	It is mainly due to the decrease in the decline of the market value of available-for-sale financial assets over the corresponding period last year.
Net cash flows from operating activities	-5,937,936,278.39	-3,340,660,304.65	N/A	It is mainly due to the increase in investment in land auctions and project development by the real estate segment during the period.

Name of item	Amount for the period	Amount for the corresponding period last year	Change percentage year-on-year (%)	Reasons for changes
Net cash flows from investing activities	-870,507,196.22	-292,814,069.90	N/A	It is mainly due to the decrease in the investment funds received and the increase in the payment for the infrastructure investment of the cement segment during the period.
Net cash flows from financing activities	2,945,343,048.08	-545,364,842.61	N/A	It is mainly due to the increase in borrowings during the period.

3.2 Progress of significant events and their effect and analysis on the resolution

Applicable Not Applicable

3.3 Committed matters that have passed the performance deadline but not yet performed during the reporting period

Applicable Not Applicable

3.4 Warning of the prediction that the cumulative net profits from the beginning of the year to the end of the next reporting period may be a loss or a significant change as compared with the corresponding period last year and the causes thereof

Applicable Not Applicable

Name of company	China Gezhouba Group Stock Company Limited
Legal representative	Nie Kai
Date	27 April 2017

IV. APPENDICES

4.1 Financial Statements

Consolidated Balance Sheet

31 March 2017

Prepared by: China Gezhouba Group Stock Company Limited

	Unit: Yuan	Currency: RMB	Type of audit: Unaudited
Item		Closing balance	Opening balance
Current assets:			
Monetary fund		17,545,754,222.05	21,424,438,244.61
Settlement reserves fund		–	–
Call money		–	–
Financial assets at fair value and whose changes are included in the profit or loss of the current period		–	–
Derivative financial assets		–	–
Notes receivables		1,633,451,317.03	2,437,092,739.16
Accounts receivables		12,337,951,491.30	10,598,548,786.17
Prepayment		12,300,490,748.66	18,790,785,800.85
Premiums receivable		–	–
Reinsurance accounts receivable		–	–
Reinsurance contract reserve receivable		–	–
Interest receivables		32,500.00	32,500.00
Dividend receivables		–	–
Other receivables		12,104,522,193.51	7,054,817,680.43
Financial assets bought back for resale		–	–
Inventories		51,075,740,418.81	38,853,623,273.06
Classified as held-for-sale assets		–	–
Non-current assets due within one year		557,823,941.14	518,106,624.29
Other current assets		1,041,038,376.16	858,774,864.99
Total current assets		108,596,805,208.66	100,536,220,513.56

Item	Closing balance	Opening balance
Non-current assets:		
Loans and advances extended	–	–
Available-for-sale financial assets	5,269,748,682.71	5,203,701,539.95
Held-to-maturity investments	–	–
Long-term receivables	5,341,548,831.68	5,508,960,773.15
Long-term equity investments	5,395,416,397.83	5,428,309,189.22
Investment real estate	39,424,165.20	39,742,039.48
Fixed assets	13,776,156,974.85	13,908,967,607.15
Construction in progress	2,930,286,612.64	2,688,670,129.90
Engineering materials	–	–
Liquidation of fixed assets	4,680,706.32	2,278,945.19
Productive biological assets	–	–
Oil and gas assets	–	–
Intangible assets	15,285,545,786.19	15,352,289,550.91
Development expenditure	162,219,556.34	155,229,489.99
Goodwill	1,362,641,444.04	1,250,132,251.58
Long-term prepaid expenses	251,551,816.77	253,017,925.57
Deferred income tax assets	399,226,225.61	361,979,621.90
Other non-current assets	858,699,577.80	539,331,246.34
Total non-current assets	51,077,146,777.98	50,692,610,310.33
Total assets	159,673,951,986.64	151,228,830,823.89

Item	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	9,716,823,500.00	7,127,350,000.00
Borrowings from the central bank	–	–
Absorption of deposits and inter-bank deposits	–	–
Loans from banks and other financial institutions	–	–
Financial liabilities at fair value and whose changes are included in the profit or loss of the current period	–	–
Derivative financial liabilities	–	–
Notes payables	691,133,640.93	795,335,941.75
Accounts payables	23,678,813,299.00	22,519,693,332.12
Receipts in advance	9,864,714,971.65	8,441,237,719.02
Gain on disposal of repurchased financial assets	–	–
Handling fee and commission payable	–	–
Salary payable to employees	322,043,901.70	344,038,656.53
Tax payables	1,637,562,037.42	1,910,953,474.26
Interest payables	240,411,540.28	261,837,119.51
Dividends payables	394,419,153.44	253,809,660.39
Other payables	13,918,781,099.24	12,497,319,752.38
Reinsurance accounts payable	–	–
Reserve fund for insurance contracts	–	–
Acting sale of securities	–	–
Acting underwriting securities	–	–
Liabilities classified as held-for-sale	–	–
Non-current liabilities due within one year	7,108,093,767.96	5,436,603,056.74
Other current liabilities	152,565.62	486,418.42
Total current liabilities	67,572,949,477.24	59,588,665,131.12

Item	Closing balance	Opening balance
Non-current liabilities:		
Long-term borrowings	25,137,589,867.46	26,152,971,306.00
Bonds payables	11,800,000,000.00	11,800,000,000.00
Including: Preferred shares	–	–
Perpetual bonds	–	–
Long-term payables	1,790,276,291.46	1,790,776,291.46
Long-term salary payable to employees	1,976,631,753.76	1,918,191,800.00
Special payables	–	–
Anticipated liabilities	–	–
Deferred revenue	167,346,491.45	168,231,110.54
Deferred income tax liabilities	888,907,634.37	874,432,918.59
Other non-current liabilities	–	–
Total non-current liabilities	41,760,752,038.50	42,704,603,426.59
Total liabilities	109,333,701,515.74	102,293,268,557.71

Item	Closing balance	Opening balance
Equity attributable to the owners		
Share capital	4,604,777,412.00	4,604,777,412.00
Other equity instruments	16,000,000,000.00	16,000,000,000.00
Including: Preferred shares	–	–
Perpetual bonds	16,000,000,000.00	16,000,000,000.00
Capital reserve	7,663,355,589.69	7,585,306,269.73
Less: Treasury shares	–	–
Other comprehensive income	1,171,948,144.37	1,213,403,155.00
Special reserve	55,718,555.32	29,771,647.74
Surplus reserve	1,201,812,079.83	1,201,812,079.83
Provision for general risk	–	–
Undistributed profit	8,489,984,183.46	7,887,345,539.08
Total equity attributable to owners of the parent company	39,187,595,964.67	38,522,416,103.38
Minority interests	11,152,654,506.23	10,413,146,162.80
Total owners' equity	50,340,250,470.90	48,935,562,266.18
Total liabilities and owners' equity	159,673,951,986.64	151,228,830,823.89

Legal representative: Nie Kai Person in charge of the accounting work: He Jiansheng
Chief accountant: Cui Daqiao Person in charge of accounting: Lu Zhongnian

Balance Sheet of Parent Company

31 March 2017

Prepared by: China Gezhouba Group Stock Company Limited

Unit: Yuan Currency: RMB Type of audit: Unaudited

Item	Closing balance	Opening balance
Current assets:		
Monetary fund	5,257,133,592.82	7,124,567,530.95
Financial assets at fair value and whose changes are included in the profit or loss of the current period	–	–
Derivative financial assets	–	–
Notes receivables	49,900,000.00	59,700,000.00
Accounts receivables	5,546,035,653.00	6,237,192,301.52
Prepayments	849,275,764.72	326,701,802.38
Interest receivables	–	–
Dividends receivables	–	–
Other receivables	29,746,087,381.94	23,623,213,754.29
Inventories	3,855,465,923.63	2,364,615,842.35
Assets classified as held-for-sale	–	–
Non-current assets due within one year	200,000,000.00	200,000,000.00
Other current assets	17,943,655.46	12,430,176.60
Total current assets	45,521,841,971.57	39,948,421,408.09

Item	Closing balance	Opening balance
Non-current assets:		
Available-for-sale financial assets	4,780,189,219.88	4,750,265,196.76
Held-to-maturity investments	8,008,000,000.00	9,837,000,000.00
Long-term receivables	1,016,498,054.00	1,074,630,945.00
Long-term equity investments	26,328,737,498.37	26,191,091,616.83
Investment properties	–	–
Fixed assets	359,909,120.07	375,446,391.90
Construction in progress	–	–
Engineering materials	–	–
Liquidation of fixed assets	719,224.53	914,483.08
Productive biological assets	–	–
Oil and gas assets	–	–
Intangible assets	231,196,125.96	233,254,134.72
Development expenditure	13,551,951.47	13,548,951.47
Goodwill	–	–
Long-term prepaid expenses	11,623,545.26	11,660,295.57
Deferred income tax assets	9,103,620.19	9,148,686.91
Other non-current assets	20,000.00	35,000.00
Total non-current assets	40,759,548,359.73	42,496,995,702.24
Total assets	86,281,390,331.30	82,445,417,110.33

Item	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	8,251,965,000.00	6,113,850,000.00
Financial liabilities at fair value and whose changes are included in the profit or loss of the current period	–	–
Derivative financial liabilities	–	–
Notes payables	–	–
Accounts payables	8,004,841,131.21	7,381,125,372.80
Receipts in advance	1,931,278,287.72	1,149,738,111.74
Salary payable to employees	102,883,513.77	97,232,195.88
Tax payables	81,956,506.68	100,320,391.83
Interest payables	230,056,916.67	257,870,666.67
Dividends payables	378,519,946.49	234,744,946.49
Other payables	12,717,907,103.98	11,321,592,582.49
Liabilities classified as held-for-sale	–	–
Non-current liabilities due within one year	3,141,920,559.68	2,694,450,000.00
Other current liabilities	–	–
Total current liabilities	34,841,328,966.20	29,350,924,267.90
Non-current liabilities:		
Long-term borrowings	5,393,000,000.00	7,053,000,000.00
Bonds payables	11,150,000,000.00	11,150,000,000.00
Including: Preferred shares	–	–
Perpetual bonds	–	–
Long-term payables	–	–
Long-term salary payable to employees	56,950,000.00	56,950,000.00
Special payables	–	–
Anticipated liabilities	–	–
Deferred revenue	–	–
Deferred income tax liabilities	253,695,179.03	258,334,075.56
Other non-current liabilities	–	–
Total non-current liabilities	16,853,645,179.03	18,518,284,075.56
Total liabilities	51,694,974,145.23	47,869,208,343.46

Item	Closing balance	Opening balance
Equity attributable to the owners:		
Share capital	4,604,777,412.00	4,604,777,412.00
Other equity instruments	16,000,000,000.00	16,000,000,000.00
Including: Preferred shares	–	–
Perpetual bonds	16,000,000,000.00	16,000,000,000.00
Capital reserves	6,601,329,051.79	6,660,463,481.15
Less: Treasury shares	–	–
Other comprehensive income	1,406,888,722.60	1,437,922,818.67
Special reserve	4,098,501.36	–
Surplus reserves	1,201,812,079.83	1,201,812,079.83
Undistributed profit	4,767,510,418.49	4,671,232,975.22
Total owners' equity	34,586,416,186.07	34,576,208,766.87
Total liabilities and owners' equity	86,281,390,331.30	82,445,417,110.33

Legal representative: Nie Kai Person in charge of the accounting work: He Jiansheng
Chief accountant: Cui Daqiao Person in charge of accounting: Lu Zhongnian

Consolidated Statements of Profit

January to March 2017

Prepared by: China Gezhouba Group Stock Company Limited

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	Amount for the period	Amount for the last period
I. Total operating revenue	23,184,690,131.49	16,816,977,780.65
Including: Operating revenue	23,184,690,131.49	16,816,977,780.65
Interest income	-	-
Premiums earned	-	-
Handling fee and commission income	-	-
II. Total operating costs	22,362,345,302.39	15,953,985,821.29
Including: Operating cost	20,574,711,390.14	14,299,102,854.47
Interest expenses	-	-
Handling fee and commission expenses	-	-
Surrenders value	-	-
Net expenditure for insurance claims settlement	-	-
Net drawing on provision for insurance contracts	-	-
Expenditures for policy dividend	-	-
Reinsurance expenditures	-	-
Tax and surcharges	252,125,659.07	296,291,185.61
Selling expenses	212,844,124.57	143,846,328.06
Management expenses	992,793,675.80	806,388,407.35
Finance cost	333,791,737.28	411,893,676.70
Impairment loss of assets	-3,921,284.47	-3,536,630.90
Add: Gains from change in fair value (loss is represented by “-”)	-	-15,943,982.62
Gain from investment (loss is represented by “-”)	-17,575,550.12	22,368,585.72
Including: Gains from investment in associates and joint ventures	-37,799,417.19	-12,522,537.76
Gains from exchange (loss is represented by “-”)	-	-

Items	Amount for the period	Amount for the last period
III. Operating profit (loss is represented by “-”)	804,769,278.98	869,416,562.46
Add: Non-operating income	417,450,074.71	76,192,318.94
Including: Gain from disposal of non-current assets	4,912,098.00	1,288,809.39
Less: Non-operating expense	21,875,119.41	16,697,256.02
Including: Loss from disposal of non-current assets	5,373,807.19	8,742,264.94
IV. Total profit (total loss is represented by “-”)	1,200,344,234.28	928,911,625.38
Less: Income tax expense	214,735,813.54	188,770,123.26
V. Net profit (net loss is represented by “-”)	985,608,420.74	740,141,502.12
Net profit attributable to the owners of the parent company	746,413,644.38	645,762,107.68
Minority interests	239,194,776.36	94,379,394.44
VI. Other comprehensive income, net of tax	-41,455,010.63	-252,779,094.61
Other comprehensive income attributable to the owners of the parent company, net of tax	-41,455,010.63	-252,894,065.30
(I) Other comprehensive income not reclassified subsequently to profit or loss:	-	-
1. Changes as a result of re-measurement of net liabilities or assets under defined benefit plan	-	-
2. Share of other comprehensive income of investees which cannot be reclassified to profit or loss under equity method	-	-

Items	Amount for the period	Amount for the last period
(II) Items to be reclassified subsequently to profit or loss:	-41,455,010.63	-252,894,065.30
1. Share of other comprehensive income of investee to be subsequently reclassified to profit or loss under equity method	-	-
2. Gains or loss arising from changes in fair value of available-for-sale financial assets	-26,287,080.35	-263,206,000.58
3. Profit or loss from held-to-maturity investment reclassified as available-for-sale financial assets	-	-
4. Effective portion of gains/(losses) on cash flow hedging	-	-
5. Differences on translation of foreign currency statements	-15,167,930.28	10,311,935.28
6. Others	-	-
Other comprehensive income attributable to minority interests, net of tax	-	114,970.69
VII. Total comprehensive income	944,153,410.11	487,362,407.51
Total comprehensive income attributable to the owners of the parent company	704,958,633.75	392,868,042.38
Total comprehensive income attributable to minority interests	239,194,776.36	94,494,365.13
VIII. Earnings per share:		
(I) Basic earnings per share (Yuan per share)	0.131	0.140
(II) Diluted earnings per share (Yuan per share)	0.131	0.140

For the business combination under common control during the current period, the net profit achieved by the combined party before the combination is Nil, the net profit of last period achieved by the combined party is Nil.

Legal representative: Nie Kai Person in charge of the accounting work: He Jiansheng
Chief accountant: Cui Daqiao Person in charge of accounting: Lu Zhongnian

Statements of Profit Of Parent Company

January to March 2017

Prepared by: China Gezhouba Group Stock Company Limited

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	Amount for the period	Amount for the last period
I. Operating revenue	3,729,931,345.87	2,181,359,124.28
Less: Operating cost	3,459,760,210.17	1,929,974,694.05
Tax and surcharges	4,330,444.47	50,702,040.82
Selling expenses	-	-
Management expenses	160,343,048.59	105,922,522.57
Finance cost	-118,582,109.52	-66,587,649.57
Impairment loss of assets	-177,866.88	-509,869.99
Add: Gains from change in fair value (loss is represented by “-”)	-	-
Gain from investment (loss is represented by “-”)	27,768,248.32	5,763,333.34
Including: Gains from investment in associates and joint ventures	8,577,481.91	-
II. Operating profit (loss is represented by “-”)	252,025,867.36	167,620,719.74
Add: Non-operating income	26,543.28	460,585.01
Including: Gain from disposal of non-current assets	-	52,868.32
Less: Non-operating expense	2,208,857.68	1,193,962.12
Including: Loss from disposal of non-current assets	1,386,258.92	134,634.91
III. Total profit (total loss is represented by “-”)	249,843,552.96	166,887,342.63
Less: Income tax expense	9,791,109.69	583,335.19
IV. Net profit (net loss is represented by “-”)	240,052,443.27	166,304,007.44
V. Other comprehensive income, net of tax	-31,034,096.07	-261,910,780.60
(I) Other comprehensive income not reclassified subsequently to profit or loss:	-	-
1. Changes as a result of re-measurement of net liabilities or assets under defined benefit plan	-	-
2. Share of other comprehensive income of investees which cannot be reclassified to profit or loss under equity method	-	-

Items	Amount for the period	Amount for the last period
(II) Items to be reclassified subsequently to profit or loss:	-31,034,096.07	-261,910,780.60
1. Share of other comprehensive income of investee to be subsequently reclassified to profit or loss under equity method	-	-
2. Gains or loss arising from changes in fair value of available-for-sale financial assets	-26,287,080.35	-263,325,663.96
3. Profit or loss from held-to-maturity investment reclassified as available-for-sale financial assets	-	-
4. Effective portion of gains/(losses) on instruments designated as cash flow hedges	-	-
5. Differences on translation of foreign currency statements	-4,747,015.72	1,414,883.36
6. Others	-	-
VI. Total comprehensive income	209,018,347.20	-95,606,773.16
VII. Earnings per share:		
(I) Basic earnings per share (Yuan per share)		
(II) Diluted earnings per share (Yuan per share)		

Legal representative: Nie Kai Person in charge of the accounting work: He Jiansheng
Chief accountant: Cui Daqiao Person in charge of accounting: Lu Zhongnian

Consolidated Cash Flows Statement

January to March 2017

Prepared by: China Gezhouba Group Stock Company Limited

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	Amount for the period	Amount for the last period
I. Cash flows from operating activities:		
Cash received from the sales of goods and the rendering of labor services	25,090,976,252.48	16,829,367,067.09
Net increase in deposits from customers 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 contracts	-	-
Net cash received from reinsurance business	-	-
Net increase in deposits from policyholder and investment funds	-	-
Net increase in disposal of financial assets at fair value and whose changes are included in the profit or loss of the current period	-	-
Cash received from interest, handling fee and commission	-	-
Net increase in capital borrowed	-	-
Net increase in capital from repurchase business	-	-
Refund of taxes and levies	359,738,271.31	56,883,604.10
Cash received relating to other operating activities	4,190,235,364.51	1,805,146,283.87
Sub-total of cash inflows from operating activities	29,640,949,888.30	18,691,396,955.06
Cash paid for goods purchased and labor services received	25,922,508,926.63	16,606,352,796.58
Net increase in loans and advances to customers	-	-
Net increase in deposits with central bank and interbank deposits	-	-
Cash paid for compensation payments under original insurance contracts	-	-
Cash paid for interest, handling fee and commission	-	-
Cash paid for policyholder dividend	-	-
Cash paid to and for employees	1,572,748,656.87	1,431,833,059.82
Payments of all types of taxes	1,980,351,280.67	951,174,343.06
Cash payments relating to other operating activities	6,103,277,302.52	3,042,697,060.25
Sub-total of cash outflows from operating activities	35,578,886,166.69	22,032,057,259.71

Items	Amount for the period	Amount for the last period
Net cash flow from operating activities	-5,937,936,278.39	-3,340,660,304.65
II. Cash flow from investing activities:		
Cash received from investment recovery	420,000,000.00	912,692,901.96
Cash received from returns on investments	16,159,395.91	28,338,333.34
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	282,474.65	1,198,261.34
Net cash received from disposals of subsidiaries and other operating units	-	-
Cash received relating to other investing activities	6,922,095.00	-
Sub-total of cash inflows from investing activities	443,363,965.56	942,229,496.64
Cash paid to acquire fixed assets, intangible assets and other long-term assets	850,937,761.09	660,311,069.20
Cash paid for investments	389,983,400.69	574,732,497.34
Net increase of mortgaged loans	-	-
Net cash paid for acquisition of subsidiaries and other operating units	72,950,000.00	-
Cash payments relating to other investing activities	-	-
Sub-total of cash outflows from investing activities	1,313,871,161.78	1,235,043,566.54
Net cash flow from investing activities	-870,507,196.22	-292,814,069.90
III. Cash flow from financing activities:		
Cash received from capital contribution	378,759,200.00	-
Including: Cash received by subsidiaries from investments of minority shareholders	378,759,200.00	-
Cash received from borrowings	10,664,162,349.96	7,107,664,540.67
Cash received from issuance of bonds	-	3,000,000,000.00
Cash payments relating to other financing activities	47,037,176.66	868,781,203.86
Sub-total of cash inflows from financing activities	11,089,958,726.62	10,976,445,744.53
Cash payments for debts settlement	7,359,324,805.12	10,668,678,900.79
Cash payments for distribution of dividends, profits, or interest expenses	733,814,611.55	652,337,755.10
Including: Dividends and profits paid by subsidiaries to minority shareholders	42,259,322.22	101,431.29
Cash payments relating to other financing activities	51,476,261.87	200,793,931.25
Sub-total of cash outflows from financing activities	8,144,615,678.54	11,521,810,587.14

Items	Amount for the period	Amount for the last period
Net cash flow from financing activities	2,945,343,048.08	-545,364,842.61
IV. Effect of foreign exchange rate changes on cash and cash equivalents	2,097,039.48	10,774,460.67
V. Net increase in cash and cash equivalents	-3,861,003,387.05	-4,168,064,756.49
Add: Balance of cash and cash equivalent at the beginning of the period	21,206,495,692.96	17,217,280,898.48
VI. Balance of cash and cash equivalents at the end of the period	17,345,492,305.91	13,049,216,141.99

Legal representative: Nie Kai Person in charge of the accounting work: He Jiansheng
Chief accountant: Cui Daqiao Person in charge of accounting: Lu Zhongnian

Cash Flows Statement of Parent Company

January to March 2017

Prepared by: China Gezhouba Group Stock Company Limited

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	Amount for the period	Amount for the last period
I. CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from the sales of goods and the rendering of labor services	3,306,445,187.33	2,096,161,799.91
Refund of taxes and levies	22,366,559.03	34,040,560.91
Cash received relating to other operating activities	2,066,738,107.50	666,225,947.71
Sub-total of cash inflows from operating activities	5,395,549,853.86	2,796,428,308.53
Cash paid for goods purchased and labor services received	2,785,371,755.12	2,573,317,967.27
Cash paid to and for employees	116,952,647.19	119,915,930.88
Payments of all types of taxes	65,470,797.45	45,447,346.70
Cash payments relating to other operating activities	1,026,809,253.89	1,704,514,698.36
Sub-total of cash outflows from operating activities	3,994,604,453.65	4,443,195,943.21
Net cash flow from operating activities	1,400,945,400.21	-1,646,767,634.68
II. CASH FLOW FROM INVESTING ACTIVITIES:		
Cash received from investment recovery	1,829,000,000.00	1,640,000,000.00
Cash received from returns on investments	15,778,992.58	5,763,333.34
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	-	700.00
Net cash received from disposals of subsidiaries and other operating units	-	-
Cash received relating to other investing activities	-	-
Sub-total of cash inflows from investing activities	1,844,778,992.58	1,645,764,033.34
Cash paid to acquire fixed assets, intangible assets and other long-term assets	3,968,336.00	984,236.57
Cash paid for investments	186,500,000.00	1,781,350,000.00
Net cash paid for acquisition of subsidiaries and other operating units	-	-
Cash payments relating to other investing activities	-	-
Sub-total of cash outflows from investing activities	190,468,336.00	1,782,334,236.57
Net cash flow from investing activities	1,654,310,656.58	-136,570,203.23

Items	Amount for the period	Amount for the last period
III. CASH FLOW FROM FINANCING ACTIVITIES:		
Cash received from capital contribution	–	–
Cash received from borrowings	7,376,965,000.00	6,362,403,960.00
Cash received from issuance of bonds	–	3,000,000,000.00
Cash payments relating to other financing activities	175,885,344.84	2,382,547.86
Sub-total of cash inflows from financing activities	7,552,850,344.84	9,364,786,507.86
Cash payments for debts settlement	6,449,465,000.00	8,496,403,960.00
Cash payments for distribution of dividends, profits, or interest expenses	186,402,953.81	171,075,902.09
Cash payments relating to other financing activities	5,839,658,851.00	15,800,000.00
Sub-total of cash outflows from financing activities	12,475,526,804.81	8,683,279,862.09
Net cash flow from financing activities	-4,922,676,459.97	681,506,645.77
IV. EFFECT OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	–	3,192,922.91
V. NET INCREASE IN CASH AND CASH EQUIVALENTS	-1,867,420,403.18	-1,098,638,269.23
Add: Balance of cash and cash equivalent at the beginning of the period	7,124,380,534.80	3,128,411,104.06
VI. BALANCE OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5,256,960,131.62	2,029,772,834.83

Legal representative: Nie Kai Person in charge of the accounting work: He Jiansheng
Chief accountant: Cui Daqiao Person in charge of accounting: Lu Zhongnian

4.2 Audit Report

Applicable Not Applicable