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内蒙古伊泰煤炭股份有限公司

INNER MONGOLIA YITAI COAL CO., LTD.*

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

(Stock Code: 3948)

FIRST QUARTERLY REPORT FOR THE YEAR 2018

I. IMPORTANT NOTICE

- 1.1 The board of directors (“**the Board**”) of Inner Mongolia Yitai Coal Co., Ltd. (the “**Company**”) and the supervisory committee of the Company and its directors, supervisors and senior management shall warrant truthfulness, accuracy and completeness of the information contained in this quarterly report, that there are no false representations, misleading statements contained in or materials omissions herein, and jointly and severally accept legal responsibility in this respect.
- 1.2 All directors of the Company attended the Board meeting to review the quarterly report.
- 1.3 Mr. Zhang Donghai (the person-in-charge of the Company), Mr. Lv Guiliang (the person-in-charge of accounting affairs and the person responsible for the accounting institute, i.e., head of the accounting institute), warrant that the financial statements set out in this quarterly report are true, accurate and complete.
- 1.4 The first quarterly report of the Company has not been audited.

* *For identification purposes only*

II. BASIC CORPORATE INFORMATION

2.1 Major financial data

Unit: RMB0.00 Currency: RMB

	At the end of the reporting period	At the end of last year	Change from the end of last year (%)
Total assets	85,429,534,922.31	84,560,528,019.78	1.03
Net assets attributable to shareholders of the Company	29,638,597,741.41	28,682,872,442.32	3.33
	From the beginning of this year to the end of the reporting period	From the beginning of last year to the end of the reporting period of last year	Change from the same period last year (%)
Net cash flows from operating activities	486,645,596.99	2,809,753,473.04	-82.68
Operating revenue	8,177,577,528.06	7,114,577,370.72	14.94
Net profit attributable to shareholders of the Company	998,388,971.18	881,383,892.31	13.28
Net profit after non-recurring profit and loss attributable to shareholders of the Company	993,237,234.38	865,293,494.20	14.79
Weighted average return on net assets (%)	3.42	3.60	Decreased by 0.18 percentage point
Basic earnings per share (RMB/share)	0.31	0.27	14.81

Items of non-recurring profit and loss and relevant amounts

Unit: RMB0.00 Currency: RMB

Items	Amount for the reporting period
Gains or losses from disposal of non-current assets	417,753.93
Government subsidies included in profit or loss for the current period, excluding those closely related to the normal business operations of the Company and of fixed amount or fixed quantity granted on an on-going basis in accordance with certain standards and in compliance with the State policies	1,428,750.00
Profits or losses from entrusting others to invest or manage the assets	6,031,201.97
Non-operating income and expenses other than the above items	-965,541.00
Impact on minority interests (after taxation)	-901,640.88
Impact on income tax	-858,787.22
Total	5,151,736.80

2.2 Total number of shareholders, the top ten shareholders and the shareholding of the top ten circulating shareholders (or shareholders not subject to selling restrictions) as at the end of the reporting period

Unit: Share

Total number of shareholders (household) 76,352

Shareholdings of Top Ten Shareholders

Name of shareholder (in full name)	Shares held at the end of the reporting period	Ratio (%)	Shares held subject to selling restrictions	Pledged or frozen shares Condition	Number of shares	Type of shareholder
Inner Mongolia Yitai Group Co., Ltd.	1,600,000,000	49.17	1,600,000,000	Nil	0	Domestic non-state legal person
HKSCC NOMINEES LIMITED	325,953,600	10.02	0	Unknown	Unknown	Foreign legal person
Yitai Group (Hong Kong) Co., Ltd.	312,000,000	9.59	0	Nil	0	Foreign legal person
FTIF TEMPLETON ASIAN GROWTH FUND 5496	36,158,231	1.11	0	Unknown	Unknown	Foreign legal person
China Merchants Securities (HK) Co., Limited	22,033,900	0.68	0	Unknown	Unknown	Foreign legal person
VANGUARD EMERGING MARKETS STOCK INDEX FUND	17,723,998	0.54	0	Unknown	Unknown	Foreign legal person
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	15,079,543	0.46	0	Unknown	Unknown	Foreign legal person
Hu Jiaying	12,175,214	0.37	0	Unknown	Unknown	Domestic natural person
ISHARES CORE MSCI EMERGING MARKETS ETF	9,806,203	0.30	0	Unknown	Unknown	Foreign legal person
EMPLOYEES PROVIDENT FUND BOARD	7,551,506	0.23	0	Unknown	Unknown	Foreign legal person

Shareholdings of Top Ten Shareholders Not Subject to Selling Restrictions

Name of shareholder	Number of shares held not subject to selling restrictions	Class and number of shares	
		Class	Number
HKSCC NOMINEES LIMITED	325,953,600	Overseas listed foreign shares	325,953,600
Yitai Group (Hong Kong) Co., Ltd.	312,000,000	Domestic listed foreign shares	312,000,000
FTIF TEMPLETON ASIAN GROWTH FUND 5496	36,158,231	Domestic listed foreign shares	36,158,231
China Merchants Securities (HK) Co., Limited	22,033,900	Domestic listed foreign shares	22,033,900
VANGUARD EMERGING MARKETS STOCK INDEX FUND	17,723,998	Domestic listed foreign shares	17,723,998
VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND	15,079,543	Domestic listed foreign shares	15,079,543
Hu Jiaying	12,175,214	Domestic listed foreign shares	12,175,214
ISHARES CORE MSCI EMERGING MARKETS ETF	9,806,203	Domestic listed foreign shares	9,806,203
EMPLOYEES PROVIDENT FUND BOARD	7,551,506	Domestic listed foreign shares	7,551,506
Liu Jingyuan	7,532,850	Domestic listed foreign shares	7,532,850

Details of the above shareholders who are connected to each other or acting in concert

Among the top ten shareholders of the Company, Yitai Group (Hong Kong) Co., Ltd. is a wholly-owned subsidiary of Inner Mongolia Yitai Group Co., Ltd., a holder of domestic legal person shares. The Company is not aware whether there are other holders of foreign shares who are connected to each other or acting in concert.

Details of the preference shareholders whose voting rights have been restored and the number of shares held

Not applicable

Note: The H shares held by HKSCC Nominees Limited are held on behalf of its multiple clients.

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

Not applicable

III. SIGNIFICANT EVENTS

3.1 Particulars and reasons of material changes in major accounting items and financial indicators of the Company

As at the end of the reporting period, the Company produced an aggregate of 8.3082 million tonnes of coal, representing a decrease of 10.09% from the same period of last year. The Company sold 16.9657 million tonnes of coal, representing an increase of 7.50% from the same period of last year. In particular, coal sold via railway transportation amounted to 12.2462 million tonnes and coal sold at local coal mines and transportation stations amounted to 4.7195 million tonnes. The sales revenue amounted to RMB8,177.5775 million, representing an increase of 14.94% from the same period of last year. Net profit attributable to the owner of the parent company amounted to RMB998.3890 million, representing an increase of 13.28% from the same period of last year.

Unit: RMB0.00 Currency: RMB

No.	Items	Closing balance (or balance of this period)	Opening balance (or balance of the previous period)	Ratio of change (%)	Reasons of changes
1	Financial assets at fair value through profit or loss for the current period	387,000.00	-	100.00	Mainly attributable to the book gains on changes in futures;
2	Other receivables	519,574,903.48	1,323,814,580.39	-60.75	Mainly attributable to the retrieval of equity transfer payments of quasi-shareholders for the period;
3	Short-term borrowings	1,500,000,000.00	2,200,000,000.00	-31.82	Mainly attributable to the repayment of short-term borrowings at the end of the period;
4	Staff remuneration payables	105,344,145.94	363,700,287.31	-71.04	Mainly attributable to the provision of last year's bonus for the period;
5	Interest payables	321,989,752.85	235,587,541.54	36.68	Mainly attributable to the accrued interest not yet paid during the period;
6	Other current liabilities	72,599,578.26	4,731,689.92	1,434.33	Mainly attributable to the increase in the tax to be written off during the period;
7	Deferred income tax liabilities	1,454,473.84	375,192,549.89	-99.61	Mainly attributable to the payment of income tax on the disposal of equity for last year during the period;
8	Investment income	20,565,095.00	6,861,708.04	199.71	Mainly attributable to the increase of dividend from investees and bank financial products income during the period;
9	Asset disposal income	-731,313.63	3,699,966.41	-119.77	Mainly attributable to the decrease in disposal of assets during the period;
10	Other income	1,428,750.00	535,000.00	167.06	Mainly attributable to the receipt of the Incentive Funds for Technology and Innovation Development from Technology Bureau for the period.

3.2 Development of significant events, related impact and resolution

Not applicable

3.3 Undertaking matters which have passed the performance deadline and not yet performed during the reporting period

Not applicable

3.4 Warnings and explanations of any forecasted losses or significant changes to accumulated net profit from the beginning of the year to the end of the next reporting period or from the corresponding period of last year

Not applicable

IV. APPENDICES

4.1 Financial statement

Consolidated Balance Sheet

31 March 2018

Prepared by: Inner Mongolia Yitai Coal Co., Ltd.*

Unit: RMB0.00 Currency: RMB Audit status: Unaudited

Items	Closing balance	Balance for the beginning of the year
Current assets:		
Cash and bank balance	15,762,265,403.67	14,578,357,778.41
Financial assets at fair value through current profit or loss	387,000.00	
Bills receivable	122,887,376.65	111,874,208.32
Accounts receivable	2,439,504,731.03	2,175,195,092.36
Funds paid in advance	971,904,424.62	910,930,909.48
Dividends receivable	100,000,000.00	100,000,000.00
Other receivables	519,574,903.48	1,323,814,580.39
Purchases of resold financial assets		
Inventories	1,635,145,614.86	1,527,340,375.69
Other current assets	1,547,413,594.92	1,571,901,782.65
Total current assets	23,099,083,049.23	22,299,414,727.30
Non-current assets:		
Available-for-sale financial assets	8,970,738,480.83	8,872,576,422.80
Long-term equity investment	923,875,685.45	938,780,533.51
Investment property	522,549,235.75	529,013,172.42
Fixed assets	20,751,505,488.23	21,096,026,040.18
Construction in progress	24,470,876,993.19	24,065,113,498.10
Construction materials	1,563,019,678.29	1,582,661,380.66
Liquidation of fixed assets	48,278.80	
Intangible assets	2,313,774,348.07	2,149,123,476.21
Long-term deferred expenses	1,821,233,168.62	1,805,771,671.05
Deferred income tax assets	459,851,492.96	752,479,939.17
Other non-current assets	532,979,022.89	469,567,158.38
Total non-current assets	62,330,451,873.08	62,261,113,292.48

Items	Closing balance	Balance for the beginning of the year
Total assets	<u>85,429,534,922.31</u>	<u>84,560,528,019.78</u>
Current liabilities:		
Short-term borrowings	1,500,000,000.00	2,200,000,000.00
Financial liabilities at fair value through current profit or loss	–	3,600.00
Bills payable	1,215,285,003.20	1,251,641,160.43
Accounts payable	1,596,995,542.22	2,186,380,424.74
Funds received in advance	377,123,472.25	400,534,195.42
Staff remuneration payable	105,344,145.94	363,700,287.31
Taxes payable	936,995,899.14	1,038,570,156.14
Interest payable	321,989,752.85	235,587,541.54
Dividend payable	710,430.00	710,430.00
Other payables	3,735,668,164.62	3,597,858,957.69
Non-current liabilities due within one year	5,641,986,296.65	6,764,111,366.97
Other current liabilities	<u>72,599,578.26</u>	<u>4,731,689.92</u>
Total current liabilities	<u>15,504,698,285.13</u>	<u>18,043,829,810.16</u>
Non-current liabilities:		
Long-term borrowings	25,777,060,400.32	23,186,372,673.92
Bonds payable	4,491,861,458.74	4,490,584,828.99
Long-term payables	851,000,000.00	851,000,000.00
Projected liabilities	50,015,530.21	49,755,484.12
Deferred income	73,247,283.29	73,679,783.29
Deferred income tax liabilities	<u>1,454,473.84</u>	<u>375,192,549.89</u>
Total non-current liabilities	<u>31,244,639,146.40</u>	<u>29,026,585,320.21</u>
Total liabilities	<u>46,749,337,431.53</u>	<u>47,070,415,130.37</u>

Items	Closing balance	Balance for the beginning of the year
Owners' equity		
Share capital	3,254,007,000.00	3,254,007,000.00
Capital reserve	2,122,846,543.92	2,164,500,485.08
Other comprehensive income	8,045,212.30	9,054,943.23
Surplus reserve	1,628,613,990.72	1,628,613,990.72
Undistributed profit	22,625,084,994.47	21,626,696,023.29
Total equity attributable to owners of the parent company	29,638,597,741.41	28,682,872,442.32
Minority interests	<u>9,041,599,749.37</u>	<u>8,807,240,447.09</u>
Total owners' equity	<u><u>38,680,197,490.78</u></u>	<u><u>37,490,112,889.41</u></u>
Total liabilities and owners' equity	<u><u>85,429,534,922.31</u></u>	<u><u>84,560,528,019.78</u></u>

Legal representative:
Zhang Donghai

*Person-in-charge of
accounting affairs:*
Lv Guiliang

*Person responsible for the
accounting institute:*
Lv Guiliang

Balance Sheet of the Parent Company

31 March 2018

Prepared by: Inner Mongolia Yitai Coal Co., Ltd.*

Unit: RMB0.00 Currency: RMB Audit status: Unaudited

Items	Closing balance	Balance for the beginning of the year
Current assets:		
Cash and bank balances	6,647,749,877.54	7,502,271,539.22
Financial assets at fair value through current profit or loss	387,000.00	
Bills receivable	31,018,695.00	97,771,525.85
Accounts receivable	1,162,623,588.11	874,644,016.03
Funds paid in advance	742,925,388.82	695,761,782.54
Dividends receivable	100,000,000.00	100,000,000.00
Other receivables	8,846,226,575.51	8,425,151,029.12
Inventories	524,085,863.61	1,168,052,704.11
Other current assets	4,120,633.65	10,771,116.15
Total current assets	18,059,137,622.24	18,874,423,713.02
Non-current assets:		
Available-for-sale financial assets	8,247,060,855.83	8,248,898,797.80
Long-term equity investment	13,289,131,415.15	13,203,536,453.45
Investment property	497,753,554.36	503,921,286.48
Fixed assets	4,036,701,279.08	4,133,361,499.30
Construction in progress	220,382,719.71	203,284,761.25
Intangible assets	787,815,255.51	795,348,463.78
Long-term deferred expenses	856,528,702.05	848,495,943.44
Deferred income tax assets	399,313,200.47	687,890,946.84
Other non-current assets	10,459,543.00	10,459,543.00
Total non-current assets	28,345,146,525.16	28,635,197,695.34
Total assets	46,404,284,147.40	47,509,621,408.36

Items	Closing balance	Balance for the beginning of the year
Current liabilities:		
Short-term borrowings	1,300,000,000.00	2,000,000,000.00
Financial liabilities at fair value through current profit or loss	–	3,600.00
Bills payable	361,793,063.79	386,376,415.37
Accounts payable	1,723,728,232.64	2,499,361,775.69
Funds received in advance	112,426,681.89	263,637,721.75
Staff remuneration payable	58,843,358.94	207,016,901.65
Taxes payable	661,346,050.48	740,328,064.26
Interest payable	267,914,919.36	173,116,717.97
Other payables	1,214,018,747.02	814,891,979.88
Non-current liabilities due within one year	5,004,091,207.66	5,504,216,277.98
Other current liabilities	4,535,833.13	
Total current liabilities	<u>10,708,698,094.91</u>	<u>12,588,949,454.55</u>
Non-current liabilities:		
Long-term borrowings	6,703,000,000.00	6,053,000,000.00
Bonds payable	4,491,861,458.74	4,490,584,828.99
Projected liabilities	19,606,664.63	19,346,618.54
Deferred income	1,955,000.00	2,150,000.00
Deferred income tax liabilities	1,454,473.84	375,192,549.89
Total non-current liabilities	<u>11,217,877,597.21</u>	<u>10,940,273,997.42</u>
Total liabilities	<u>21,926,575,692.12</u>	<u>23,529,223,451.97</u>

Items	Closing balance	Balance for the beginning of the year
Owners' equity:		
Share capital	3,254,007,000.00	3,254,007,000.00
Capital reserve	1,284,178,194.73	1,474,939,506.63
Other comprehensive income	8,763,680.15	8,763,680.15
Surplus reserve	1,628,613,990.72	1,628,613,990.72
Undistributed profit	<u>18,302,145,589.68</u>	<u>17,614,073,778.89</u>
Total owners' equity	<u>24,477,708,455.28</u>	<u>23,980,397,956.39</u>
Total liabilities and owners' equity	<u>46,404,284,147.40</u>	<u>47,509,621,408.36</u>

Legal representative:
Zhang Donghai

*Person-in-charge of
accounting affairs:*
Lv Guiliang

*Person responsible for the
accounting institute:*
Lv Guiliang

Consolidated Income Statement

January to March 2018

Prepared by: Inner Mongolia Yitai Coal Co., Ltd.*

Unit: RMB0.00 Currency: RMB Audit status: Unaudited

Items	Amount for the period	Amount for the last period
I. Total operating revenue	8,177,577,528.06	7,114,577,370.72
Of which: Revenue from operations	8,177,577,528.06	7,114,577,370.72
II. Total operating cost	6,653,787,843.81	5,755,866,907.00
Of which: Operating cost	5,586,240,229.79	4,755,486,675.20
Business tax and surcharges	247,187,182.89	303,053,271.36
Selling expenses	312,787,368.41	246,230,602.90
Administrative expenses	311,776,849.99	256,375,014.69
Finance costs	195,796,212.73	194,666,486.85
Assets impairments loss	-	54,856.00
Add: Gains from changes in fair value (loss is represented by “-”)	390,600.00	522,720.00
Investment income (loss is represented by “-”)	20,565,095.00	6,861,708.04
Of which: Gains from investment in associates and joint ventures	7,295,151.94	-15,481,078.68
Asset disposal income (loss is represented by “-”)	-731,313.63	3,699,966.41
Other income	1,428,750.00	535,000.00
III. Profit from operations (loss is represented by “-”)	1,545,442,815.62	1,370,329,858.17
Add: Non-operating income	2,954,519.32	4,107,716.61
Less: Non-operating expense	2,770,992.76	115,438.00
IV. Total profit (total loss is represented by “-”)	1,545,626,342.18	1,374,322,136.78
Less: Income tax expenses	337,378,068.72	303,657,595.66
V. Net profit (net loss is represented by “-”)	1,208,248,273.46	1,070,664,541.12
(I) Classified on a going concern basis		
1. Net profit from continuing operations (net loss is represented by “-”)	1,208,248,273.46	1,070,664,541.12
2. Net profit from discontinued operations (net loss is represented by “-”)		
(II) Classified according to the ownership		
1. Minority interests	209,859,302.28	189,280,648.81
2. Net profit attributable to shareholders of the parent company	998,388,971.18	881,383,892.31

Items	Amount for the period	Amount for the last period
VI. Net other comprehensive income after taxes	-1,009,730.93	-122,326.62
Net other comprehensive income attributable to owners of the parent company after taxes	-1,009,730.93	-122,326.62
(I) Other comprehensive income that may not be reclassified subsequently to profit or loss		
(II) Other comprehensive income that may be subsequently reclassified to profit or loss	-1,009,730.93	-122,326.62
1. Shares of other comprehensive income of investees that may be reclassified to profit or loss under the equity method subsequently		
2. Gains or losses from changes in fair value of available-for-sale financial assets		
3. Gains or losses from reclassifying held-to- maturity investments to available-for-sale financial assets		
4. Effective portion of cash flow adjusted for hedging gains or losses		
5. Exchange differences from retranslation of financial statements	-1,009,730.93	-122,326.62
6. Others		
Net other comprehensive income attributable to minority interests after taxes		
VII. Total comprehensive income	1,207,238,542.53	1,070,542,214.50
Total comprehensive income attributable to the owners of the parent company	997,379,240.25	881,261,565.69
Total comprehensive income attributable to minority shareholders	209,859,302.28	189,280,648.81
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.31	0.27
(II) Diluted earnings per share (RMB/share)	/	/

For business combinations under common control occurred during this period, the net profit of the party being acquired realised before combination is RMB0, that of the previous period was RMB0.

<i>Legal representative:</i> Zhang Donghai	<i>Person-in-charge of accounting affairs:</i> Lv Guiliang	<i>Person responsible for the accounting institute:</i> Lv Guiliang
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Income Statement of the Parent Company

January to March 2018

Prepared by: Inner Mongolia Yitai Coal Co., Ltd.*

Unit: RMB0.00 Currency: RMB Audit status: Unaudited

Items	Amount for the period	Amount for last period
I. Revenue from operations	4,010,538,351.91	6,500,223,908.75
Less: Operating cost	2,691,202,558.45	5,067,690,592.32
Business tax and surcharges	165,072,497.32	198,397,118.64
Selling expenses	12,516,312.34	72,182,839.99
Administrative expenses	216,013,212.87	164,836,629.85
Financial costs	200,166,310.55	190,209,644.23
Add: Gains from changes in fair value (loss is represented by “-”)	390,600.00	522,720.00
Investment income (loss is represented by “-”)	19,122,401.66	10,722,264.38
Of which: Gains from investment in associates and joint ventures	7,794,961.70	-10,618,489.52
Asset disposal income (loss is represented by “-”)	-731,313.63	2,875,319.97
Other income	195,000.00	195,000.00
II. Profit from operations (loss is represented by “-”)	744,544,148.41	821,222,388.07
Add: Non-operating income	1,249,392.38	3,306,403.76
Less: Non-operating expense	2,613,009.70	85,417.80
III. Total profit (total loss is represented by “-”)	743,180,531.09	824,443,374.03
Less: Income tax expenses	55,108,720.30	208,764,764.82

Items	Amount for the period	Amount for last period
IV. Net profit (net loss is represented by “-”)	688,071,810.79	615,678,609.21
(I) Net profit from continuing operations (net loss is represented by “-”)	688,071,810.79	615,678,609.21
(II) Net profit from discontinued operations (net loss is represented by “-”)		
V. Net other comprehensive income after taxes		
(I) Other comprehensive income that may not be reclassified subsequently to profit or loss		
(II) Other comprehensive income that may be subsequently reclassified to profit or loss		
VI. Total comprehensive income	688,071,810.79	615,678,609.21

VII. Earnings per share:

<i>Legal representative:</i> Zhang Donghai	<i>Person-in-charge of accounting affairs:</i> Lv Guiliang	<i>Person responsible for the accounting institute:</i> Lv Guiliang
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Consolidated Cash Flow Statement

January to March 2018

Prepared by: Inner Mongolia Yitai Coal Co., Ltd.*

Unit: RMB0.00 Currency: RMB Audit status: Unaudited

Items	Amount for the period	Amount for last period
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of services	9,613,945,371.19	9,779,214,401.59
Other cash received from activities related to operation	45,851,908.71	35,851,018.91
Sub-total of cash inflows from operating activities	9,659,797,279.90	9,815,065,420.50
Cash paid for goods purchased and service rendered	6,794,492,216.92	5,517,441,383.88
Cash paid to and on behalf of employees	547,379,733.92	330,937,961.78
Taxes paid	1,589,278,363.05	1,079,690,610.20
Other cash paid for activities relating to operation	242,001,369.02	77,241,991.60
Sub-total of cash outflow from operating activities	9,173,151,682.91	7,005,311,947.46
Net cash flows from operating activities	486,645,596.99	2,809,753,473.04
II. Cash flow from investment activities:		
Cash received from reclaim of investments	973,587,941.97	3,268,176.98
Cash received from gains in investments	5,296,238.00	8,852,306.26
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	52,000.00	4,958,428.82
Other cash received relating to investment activities	42,505,808.22	
Sub-total of cash inflow from investment activities	1,021,441,988.19	17,078,912.06
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	633,157,767.08	905,126,640.65
Cash paid for investment	100,000,000.00	201,514,726.10
Sub-total of cash outflow from investment activities	733,157,767.08	1,106,641,366.75
Net cash flow from investment activities	288,284,221.11	-1,089,562,454.69

Items	Amount for the period	Amount for last period
III. Cash flow from financing activities:		
Proceeds received from investments	24,500,000.00	
Of which: Proceeds received by subsidiaries from minority shareholder's investment	24,500,000.00	
Cash received from borrowings	3,250,000,000.00	1,087,000,000.00
Cash received from issuing bonds		
Other cash received relating to financing activities		
Sub-total of cash inflow from financing activities	3,274,500,000.00	1,087,000,000.00
Cash repayments of borrowing	2,483,262,273.60	2,155,705,520.17
Cash payments for dividend and profit distribution or interest repayment	379,079,245.72	351,906,533.98
Sub-total of cash outflow from financing activities	2,862,341,519.32	2,507,612,054.15
Net cash flow from financing activities	412,158,480.68	-1,420,612,054.15
IV. Effect on cash and cash equivalents due to changes in foreign exchange rates		
V. Net increase in cash and cash equivalents		
Add: Balance of cash and cash equivalents at the beginning of the period	1,187,088,298.78	299,578,964.20
	13,733,098,201.57	4,632,759,492.15
VI. Balance of cash and cash equivalents at the end of the period		
	14,920,186,500.35	4,932,338,456.35

Legal representative:
Zhang Donghai

*Person-in-charge of
accounting affairs:*
Lv Guiliang

*Person responsible for the
accounting institute:*
Lv Guiliang

Cash Flow Statement of the Parent Company

January to March 2018

Prepared by: Inner Mongolia Yitai Coal Co., Ltd.*

Unit: RMB0.00 Currency: RMB Audit status: Unaudited

Items	Amount for the period	Amount for last period
I. Cash flow from operating activities:		
Cash received from sales of goods and rendering service	3,651,271,294.05	8,388,049,903.87
Refunds of taxes		
Other cash received from activities related to operation	28,303,968.81	32,355,336.60
Sub-total of cash inflows from operating activities	3,679,575,262.86	8,420,405,240.47
Cash paid for goods purchased and service rendered	2,117,586,006.57	4,977,188,134.10
Cash paid to and on behalf of employees	217,578,788.10	162,190,465.16
Taxes paid	1,153,983,354.55	668,680,183.76
Other cash paid for activities relating to operation	156,762,313.29	66,595,644.21
Sub-total of cash outflow from operating activities	3,645,910,462.51	5,874,654,427.23
Net cash flows from operating activities	33,664,800.35	2,545,750,813.24
II. Cash flow from investment activities:		
Cash received from claim of investments	973,587,941.97	3,768,176.98
Cash received from gains in investments	5,296,238.00	297,951,499.25
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	-	3,903,274.05
Other cash received relating to investment activities	156,479,495.77	113,359,563.92
Sub-total of cash inflows from investment activities	1,135,363,675.74	418,982,514.20
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	75,464,799.36	115,284,503.66
Cash paid for investment	100,000,000.00	1,585,000,000.00
Other cash paid for activities related to investment	1,174,476,017.22	1,742,958,724.96
Sub-total of cash outflow from investment activities	1,349,940,816.58	3,443,243,228.62
Net cash flow from investment activities	-214,577,140.84	-3,024,260,714.42

Items	Amount for the period	Amount for last period
III. Cash flow from financing activities:		
Proceeds received from investments	700,000,000.00	500,000,000.00
Sub-total of cash inflow from financing activities	700,000,000.00	500,000,000.00
Cash repayments of borrowing	1,252,000,000.00	97,000,000.00
Cash payments for dividend and profit distribution or interest repayment	126,498,638.93	136,966,472.26
Other cash paid relating to financing activities		
Sub-total of cash outflow from financing activities	1,378,498,638.93	233,966,472.26
Net cash flow from financing activities	-678,498,638.93	266,033,527.74
IV. Effect on cash and cash equivalents due to changes in foreign exchange rates		
V. Net increase in cash and cash equivalents		
Add: Balance of cash and cash equivalents at the beginning of the period	-859,410,979.42	-212,476,373.44
	7,460,758,225.51	3,322,099,621.16
VI. Balance of cash and cash equivalents at the end of the period		
	6,601,347,246.09	3,109,623,247.72

Legal representative:
Zhang Donghai

*Person-in-charge of
accounting affairs:*
Lv Guiliang

*Person responsible for the
accounting institute:*
Lv Guiliang

4.2 Audit Report

Not applicable

By order of the Board
Inner Mongolia Yitai Coal Co., Ltd.*
Zhang Donghai
Chairman

Inner Mongolia, the PRC, 26 April 2018

As at the date of this announcement, the executive directors of the Company are Mr. Zhang Donghai, Mr. Liu Chunlin, Mr. Ge Yaoyong, Mr. Zhang Dongsheng, Mr. Wang Sanmin, Mr. Lv Guiliang and Mr. Song Zhanyou; and the independent non-executive directors of the Company are Mr. Yu Youguang, Mr. Zhang Zhiming, Mr. Huang Sujian and Mr. Wong Hin Wing.