

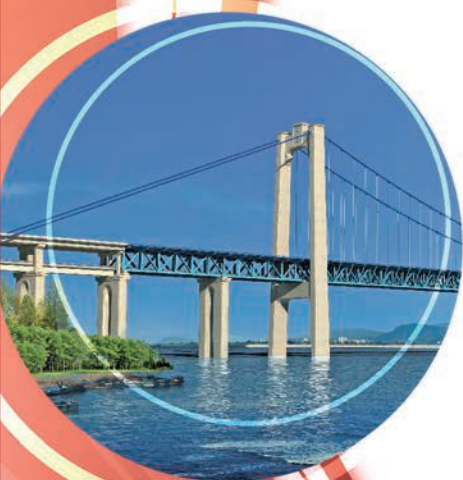


Jiangsu Expressway Company Limited

(Hong Kong Stock Exchange Stock Code: 00177)

# 2019

The First Quarterly Report



## I. IMPORTANT NOTICE

**1.1** The board of directors, supervisory committee, directors, supervisors and senior management of the Company warrant that the contents of this quarterly report are true, accurate and complete and that there are no false representations, misleading statements contained in, or material omissions from, this quarterly report, and they severally and jointly accept responsibility in respect thereof.

**1.2** Absent directors

<b>Name of absent director</b>	<b>Position held by absent director</b>	<b>Reason for absence</b>	<b>Name of proxy</b>
Wu Xinhua	Director	Due to business engagement	Yao Yongjia
Hu Yu	Director	Due to business engagement	Yao Yongjia
Zhang Zhuting	Independent Director	Due to business engagement	Lin Hui

**1.3** Mr. Gu Dejun, the legal representative of the Company, Mr. Sun Xibin, the accounting chief, and Ms. Ren Zhuohua, the person-in-charge of the accounting department (Accounting Supervisor), warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

**1.4** The first quarterly report of the Company is unaudited.

## II. BASIC INFORMATION OF THE COMPANY

### 2.1 Major financial data

Unit: Yuan Currency: RMB

	As at the end of the Reporting Period	As at the end of the previous year	Increase/decrease as at the end of the Reporting Period compared to the end of the previous year (%)
Total assets	<b>50,278,594,838</b>	48,162,728,833	4.39
Net assets attributable to shareholders of the Company	<b>27,865,228,137</b>	26,137,197,732	6.61
	From the beginning of the year to the end of the Reporting Period	From the beginning of the previous year to the end of the reporting period of the previous year	Increase/decrease compared to the corresponding period of the previous year (%)
Net cash flow generated from operating activities	<b>1,426,162,773</b>	1,204,204,675	18.43



## II. BASIC INFORMATION OF THE COMPANY

	From the beginning of the year to the end of the Reporting Period	From the beginning of the previous year to the end of the reporting period of the previous year	Increase/decrease compared to the corresponding period of the previous year (%)
Operating revenue	<b>2,362,097,802</b>	2,822,575,100	-16.31
Net profit attributable to shareholders of the Company	<b>1,034,435,704</b>	1,017,133,454	1.70
Net profit attributable to shareholders of the Company net of non- recurring profit or loss	<b>1,033,902,573</b>	1,017,764,735	1.59
Weighted average return on net assets (%)	<b>3.85</b>	4.16	Decreased by 0.31 percentage point
Basic earnings per share (RMB per share)	<b>0.2053</b>	0.2019	1.68
Diluted earnings per share (RMB per share)	-	-	-

## II. BASIC INFORMATION OF THE COMPANY

### Items and amounts of non-recurring profit/loss

Applicable  Not Applicable

Unit: Yuan Currency: RMB

Item	Amount for the Reporting Period	Explanation
Gain or loss from disposal of non-current assets	18,791	
Government grants included in profit or loss of the period (excluding those that are closely related to the ordinary operations of the Company and granted in compliance with national policies and regulations or subject to fixed amounts or fixed quantity under certain standards)	567,221	Compensation for construction of Ningchang Expressway recognized during the Reporting Period
Profit or loss from changes in fair values of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities and derivative financial liabilities, and investment gains from disposal of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and other debt investments, excluding effective hedging activities related to ordinary business operations of the Company	2,887,324	
Other non-operating income and expenses other than the aforesaid items	-2,438,420	
Effects attributable to minority interests (after tax)	-243,056	
Effects of income tax	-258,729	
Total	533,131	

## II. BASIC INFORMATION OF THE COMPANY

2.2 Table on total number of shareholders, and shareholdings of the top ten shareholders and the top ten holders of circulating shares (or holders of shares not subject to trading restrictions) as at the end of the Reporting Period

*Unit: Share*

Total number of shareholders 24,864

### Shareholdings of top ten shareholders

Name of shareholder (full name)	Number of shares held as at the end of the Reporting Period	Percentage (%)	Number of shares held subject to trading restrictions	Shares pledged or frozen		Type of shareholders
				Status of shares	Number of shares	
Jiangsu Communications Holding Company Limited	2,742,578,825	54.44	0	Nil	-	State-owned legal person
China Merchants Expressway Network & Technology Holdings Co., Ltd.	589,059,077	11.69	0	Nil	-	State-owned legal person
BlackRock, Inc.	146,504,474	2.91	0	Unknown	-	Foreign legal person
Commonwealth Bank of Australia	122,154,971	2.42	0	Unknown	-	Foreign legal person
JPMorgan Chase & Co.	116,098,393	2.30	0	Unknown	-	Foreign legal person
Guotai Junan Securities Co., Ltd.	66,852,075	1.33	0	Unknown	-	Others
Citigroup Inc.	61,432,721	1.22	0	Unknown	-	Foreign legal person
Jiantou Zhongxin Asset Management Co., Ltd.	21,410,000	0.42	0	Unknown	-	Others

## II. BASIC INFORMATION OF THE COMPANY

Name of shareholder (full name)	Number of shares held as at the end of the Reporting Period	Percentage (%)	Number of shares held subject to trading restrictions	Shares pledged or frozen		Type of shareholders
				Status of shares	Number of shares	
Agricultural Bank of China Co., Ltd. – Invesco Great Wall Energy and Infrastructure Mixed Securities Investment Fund	13,635,981	0.27	0	Unknown	–	Others
China Pacific Life Insurance Co., Ltd. – Entrusted Investment of China Pacific Life Insurance Dividend Products (Shou Zi Ying) (Yangtze River Pension) (中國太平洋人壽保險股份有限公司—中國太平洋人壽股票紅利型產品(壽自營)委託投資(長江養老))	12,616,416	0.25	0	Unknown	–	Others

### Shareholdings of top ten holders of shares not subject to trading restrictions

Name of shareholder	Number of circulating shares held not subject to trading restrictions	Type	Type and number of shares	
				Number
Jiangsu Communications Holding Company Limited	2,742,578,825	RMB-denominated ordinary shares		2,742,578,825
China Merchants Expressway Network & Technology Holdings Co., Ltd.	589,059,077	RMB-denominated ordinary shares		589,059,077
BlackRock, Inc.	146,504,474	Oversea-listed foreign shares		146,504,474

## II. BASIC INFORMATION OF THE COMPANY

Name of shareholder	Number of circulating shares held not subject to trading restrictions	Type and number of shares	
		Type	Number
Commonwealth Bank of Australia	122,154,971	Oversea-listed foreign shares	122,154,971
JPMorgan Chase & Co.	116,098,393	Oversea-listed foreign shares	116,098,393
Guotai Junan Securities Co., Ltd.	66,852,075	RMB-denominated ordinary shares	66,852,075
Citigroup Inc.	61,432,721	Oversea-listed foreign shares	61,432,721
Jiantou Zhongxin Asset Management Co., Ltd.	21,410,000	RMB-denominated ordinary shares	21,410,000
Agricultural Bank of China Co., Ltd. – Invesco Great Wall Energy and Infrastructure Mixed Securities Investment Fund	13,635,981	RMB-denominated ordinary shares	13,635,981
China Pacific Life Insurance Co., Ltd. – Entrusted Investment of China Pacific Life Insurance Dividend Products (Shou Zi Ying) (Yangtze River Pension) (中國太平洋人壽保險股份有限公司－中國太平洋人壽股票紅利型產品(壽自營)委托投資(長江養老))	12,616,416	RMB-denominated ordinary shares	12,616,416



## II. BASIC INFORMATION OF THE COMPANY

Name of shareholder	Number of circulating shares held not subject to trading restrictions	Type	Type and number of shares	Number
Explanation on the related party relationship or acting-in-concert arrangement with respect to the above shareholders	(1) The Company is not aware of the existence of related party relationship or acting-in-concert arrangement with respect to the above shareholders; (2) during the Reporting Period, there were no related parties, strategic investors or ordinary legal persons of the Company becoming the top ten shareholders of the Company as a result of placement of new shares; and (3) the number of shares held by H shareholders is based on the record of the register kept according to the Securities and Futures Ordinance of Hong Kong.			
Explanation on preference shareholders with voting rights restored and their shareholdings	Nil			

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

Applicable

Not Applicable



### III. SIGNIFICANT EVENTS

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

Applicable  Not Applicable

##### 1. Business Progress

During the Reporting Period, the Company and its subsidiaries (collectively known as the "Group") achieved operating revenue of approximately RMB2,362,098,000 in total from business operations, representing a decrease of approximately 16.31% as compared to the corresponding period of the previous year.

In particular:

- (1) Toll revenue generated from the principal business amounted to approximately RMB1,859,844,000, representing an increase of approximately 8.07% as compared to the corresponding period of the previous year. During the Reporting Period, the average daily toll revenue derived from Shanghai-Nanjing Expressway was approximately RMB13,744,390, representing a year-on-year increase of approximately 5.53%.

### III. SIGNIFICANT EVENTS

**Data of average daily traffic volume and average daily toll revenue of road and bridge projects from January to March 2019**

Road/Bridge Project	Average daily traffic volume (vehicle/day)			Average daily toll revenue (RMB'000/day)		
	January- March	Corresponding	Increase/ Decrease %	January- March	Corresponding	Increase/ Decrease %
		period of the previous year			period of the previous year	
Shanghai-Nanjing Expressway	<b>110,573</b>	97,970	12.86	<b>13,744.39</b>	13,024.33	5.53
Ningchang Expressway	<b>46,042</b>	46,092	-0.11	<b>2,622.29</b>	2,285.87	14.72
Zhenli Expressway	<b>15,594</b>	13,675	14.03	<b>678.67</b>	656.62	3.36
Guangjing Expressway	<b>78,448</b>	70,768	10.85	<b>889.54</b>	736.86	20.72
Xicheng Expressway	<b>84,180</b>	78,299	7.51	<b>1,645.59</b>	1,483.51	10.93
Xiyi Expressway	<b>22,091</b>	20,207	9.33	<b>812.92</b>	775.18	4.87
Zhendan Expressway	<b>14,665</b>	/	/	<b>176.38</b>	/	/
Jiangyin Yangtze Bridge	<b>97,728</b>	87,781	11.33	<b>3,333.95</b>	2,909.45	14.59
Sujiahang Expressway	<b>68,110</b>	63,132	7.89	<b>3,529.04</b>	2,989.49	18.05
Wuxi Huantaihu Expressway	<b>8,407</b>	8,082	4.02	<b>87.18</b>	80.69	8.04
Changjia Expressway	<b>17,541</b>	14,474	21.19	<b>317.48</b>	375.04	-15.35

- (2) The Company recorded revenue of approximately RMB304,826,000 from ancillary businesses, representing a decrease of approximately 12.74% as compared to the corresponding period of the previous year. In particular, revenue from oil products amounted to approximately RMB247,125,000, representing a year-on-year decrease of approximately 14.66%; revenue from lease amounted to approximately RMB50,002,000, representing a year-on-year increase of approximately 46.3%. The year-on-year decrease in the sales volume of oil products was mainly due to the upgrading of double-layer oil tanks in the service areas according to environmental protection requirements. Yet the gross profit margin of the Company's oil

### III. SIGNIFICANT EVENTS

products business and service area leasing business increased during the Reporting Period as compared with the same period of the previous year, leading to a year-on-year increase of approximately 1.92 percentage points in the gross profit margin of ancillary services business.

- (3) As no new property project was delivered during the Reporting Period, the sales revenue carried forward decreased as compared to the corresponding period of the previous year. Operating revenue recognized for the real estate business was approximately RMB188,439,000, representing a year-on-year decrease of approximately 74.44%.
- (4) As the Company was integrating and handing over the advertising business and negotiating certain contracts during the Reporting Period, revenue realized from advertising and other businesses amounted to approximately RMB8,989,000 in total, representing a year-on-year decrease of approximately 40.99%.

According to the PRC Accounting Standards, the Group realized operating profit of approximately RMB1,369,333,000 for the Reporting Period. Net profit attributable to the shareholders of the Company amounted to approximately RMB1,034,436,000; and earnings per share amounted to approximately RMB0.2053, representing a year-on-year increase of approximately 1.68%.

### III. SIGNIFICANT EVENTS

#### 2. Changes in the financial indicators

##### *Reasons for material changes in balance sheet items as at 31 March 2019*

Unit: Yuan Currency: RMB

Item	As at the end of the Reporting Period	As at the end of the previous year	Increase/ decrease (%)	Reasons for changes
Cash and bank balances	<b>500,083,321</b>	649,761,591	-23.04	Mainly due to the payment for project construction by Changyi Company and Yichang Company, both being subsidiaries of the Company, during the Reporting Period.
Held-for-trading financial assets	<b>1,386,823,149</b>	683,326,861	102.95	Mainly due to the increase in the wealth management products held by the Group as at the end of the Reporting Period as compared to the beginning of the period.
Prepayments	<b>63,625,895</b>	29,060,041	118.95	Mainly due to the increase in prepayments for projects as at the end of the Reporting Period as compared to the beginning of the period.
Other current assets	<b>194,427,614</b>	130,656,171	48.81	Mainly due to the increase in the prepayments for value-added tax by the Group as at the end of the Reporting Period as compared to the beginning of the period.

### III. SIGNIFICANT EVENTS

Item	As at the end of the Reporting Period	As at the end of the previous year	Increase/ decrease (%)	Reasons for changes
Other equity instruments investment	<b>3,883,451,936</b>	3,035,293,680	27.94	Mainly due to the increase in the carrying amounts of other equity instrument investments recognized at fair values by the Group during the Reporting Period and the increase of shareholding in Fuanda Funds Asset Management Scheme during the Reporting Period.
Deferred tax assets	<b>132,184,160</b>	197,447,059	-33.05	Mainly due to the adjustments to other comprehensive income and the corresponding adjustments to deferred tax assets based on the fair value of equity interests in Jiangsu Bank held by the Company during the Reporting Period; and the reversal of deferred tax assets arising from the compensation for losses for previous years by Ningchang Zhenli Company, a subsidiary of the Company.
Notes and accounts payable	<b>826,392,853</b>	1,090,607,320	-24.23	Mainly due to the decrease in construction payables as at the end of the Reporting Period.
Receipts in advance	<b>93,615,925</b>	73,454,895	27.45	Mainly due to the increase in the rent received in advance for service areas as at the end of the Reporting Period as compared to the beginning of the period.

### III. SIGNIFICANT EVENTS

Item	As at the end of the Reporting Period	As at the end of the previous year	Increase/ decrease (%)	Reasons for changes
Other payables	<b>352,128,540</b>	270,459,371	30.20	Mainly due to the increase in the interest payable on mid-term notes at the end of the Reporting Period.
Provisions	<b>0</b>	461,700	-100	Mainly due to the relevant expenses incurred by road management and maintenance of Nanjing – Lianyungang Highway.
Deferred tax liabilities	<b>382,891,617</b>	250,660,721	52.75	Mainly due to the adjustments to other comprehensive income and the corresponding adjustments to deferred tax liabilities based on the fair value of other equity instrument investments held by the Group during the Reporting Period.
Other comprehensive income	<b>1,531,422,368</b>	837,827,667	82.78	Mainly due to the adjustments to other comprehensive income based on the fair value of other equity instrument investments held by the Group during the Reporting Period.



### III. SIGNIFICANT EVENTS

#### *Reasons for material changes in income statement items during the Reporting Period*

Unit: Yuan Currency: RMB

Item	From the beginning of the year to the end of the Reporting Period	Corresponding period of last year	Increase/decrease (%)	Reasons for changes
Operating revenue	<b>2,362,097,802</b>	2,822,575,100	-16.31	During the Reporting Period, although the Group recorded year-on-year increase in the toll revenue, the operating revenue decreased year on year due to the decrease in the sales revenue from the delivery of property units and therefore the decrease in the revenue carried forward for the real estate business as compared to the corresponding period of last year.
Operating costs	<b>947,984,334</b>	1,298,214,043	-26.98	Mainly due to the year-on-year decrease in the costs of the real estate business as a result of the decrease in the number of property units delivered and the revenue carried forward by Ninghu Properties, a subsidiary of the Company, during the Reporting Period as compared to the corresponding period of last year.
Taxes and levies	<b>25,754,183</b>	84,225,721	-69.42	Mainly due to the decrease in the number of property units delivered and the revenue carried forward by Ninghu Property, a subsidiary of the Company, during the Reporting Period as compared to the corresponding period of last year.



### III. SIGNIFICANT EVENTS

Item	From the beginning of the year to the end of the Reporting Period	Corresponding period of last year	Increase/decrease (%)	Reasons for changes
Selling expenses	<b>8,711,111</b>	2,500,645	248.35	Mainly due to the exclusion of Hanwei Company in the scope of consolidation in the corresponding period of last year, and the year-on-year increase in the advertising and promotion expenses relating to the real estate business of Ninghu Property, a subsidiary of the Company, during the Reporting Period.
Gains from changes in fair value	<b>1,186,005</b>	424,161	179.61	Mainly due to the increase in fair value of the held-for-trading financial assets held by Ninghu Investment (a subsidiary of the Company) during the Reporting Period.
Investment income	<b>145,076,684</b>	85,157,760	70.36	Mainly due to the year-on-year increase in investment income contributed by the associated companies during the Reporting Period.
Gains from disposal of assets	<b>18,791</b>	-69,626	-	Mainly due to the year-on-year increase in the gains from disposal of assets.
Non-operating income	<b>275,647</b>	82,113	235.69	Mainly due to the year-on-year increase in other non-operating income received during the Reporting Period.
Non-operating expenses	<b>2,714,067</b>	5,276,789	-48.57	Mainly due to the year-on-year decrease in expenses for maintenance and repair of road assets during the Reporting Period.
Other comprehensive income, net of tax	<b>721,235,951</b>	1,515,656,602	-52.41	Mainly due to the decrease in the fair value of other equity instruments investment held by the Group during the Reporting Period, resulting in the decrease in other comprehensive income.

### III. SIGNIFICANT EVENTS

#### ***Analysis of reasons for changes in cash flow statement items during the Reporting Period***

Unit: Yuan Currency: RMB

Item	From the beginning of the year to the end of the Reporting Period	Corresponding period of last year	Increase/decrease (%)	Reasons for changes
Net cash flows from financing activities	160,997,251	433,102,500	-62.83	Mainly due to the decrease in proceeds from loans obtained for road and bridge projects under construction during the Reporting Period, resulting in the year-on-year decrease in net cash inflows from financing activities.

#### 3.2 Analysis of progress of significant events and their impacts and solutions

Applicable

Not Applicable

On 12 April 2019, as considered and approved at the eighth meeting of the ninth session of the board of directors of the Company, and in an effort to maximize the utilization of and gains from the capital of the Company, the Company made an additional investment of not more than RMB1 billion in “Fuanda-Fuxiang No. 15 Equity – Based Asset Management Scheme” set up by Fuanda Fund, with the aggregate investment of not more than RMB2 billion. The term of the asset management scheme will not exceed four years.

### III. SIGNIFICANT EVENTS

As considered and approved at the eighth meeting of the ninth session of the board of directors of the Company, Jiangsu Ninghu Investment Development Co., Ltd., a wholly-owned subsidiary of the Company, participated in the establishment of the second phase of parent real estate fund using no more than RMB300 million of its internal funds, provided that it ensures the working capital as required for its normal operation. The investment is beneficial to the promotion of the effective use of its internal resources, the increase of cash management return and the full utilization of the Company's equity investment platform, so as to lay the foundation of the Company's sustainable development.

For the details of the above two matters, please refer to the announcements of the Company dated 13 April 2019.

On 26 April 2019, as considered and approved at the ninth meeting of the ninth session of the board of directors of the Company, and in an effort to further expand the scale of the Company's principal business assets in toll road and bridges, consolidate its leading position in the expressway networks in southern Jiangsu, and to facilitate the steady growth of the Company's future income from its principal business; the Company will make a capital contribution of not more than RMB1.4 billion in the construction of Longtan Cross-river Channel Project. The construction period is approximately five years. The Longtan Cross-river Channel Project has an approved total investment amount of RMB5,793 million and capital funds of RMB2,318 million (approximately 40% of the total investment amount), and the remaining investment of RMB3,475 million will be financed via bank loans. The Company will invest approximately RMB1,243 million as capital contribution, amounting to approximately 53.6% the total capital contributions. The full-scale construction will commence in 2019.



### III. SIGNIFICANT EVENTS

As considered and approved at the ninth meeting of the ninth session of the board of directors of the Company, in order to further develop the Company's principal business in toll road and bridges, leverage on the Company's scale in operation management of regional expressway networks, and also to further improve the Company's market share in regional expressway networks, the Company intends to make a capital contribution of RMB50 million to establish Yangtze River Management Company. Yangtze River Management Company will be mainly responsible for the operation and management of expressways and bridges.

For the details of the above two matters, please refer to the announcements of the Company dated 26 April 2019.

#### 3.3 Undertakings not being fully performed timely during the Reporting Period

Applicable  Not Applicable

#### 3.4 Warning and explanation of reasons in the forecast of the possible aggregate net profits from the beginning of the year to the end of the next reporting period becoming a loss or significant changes compared to the corresponding period of the previous year

Applicable  Not Applicable

Company **Jiangsu Expressway Company Limited**  
Legal representative **Gu Dejun**  
Date 26 April 2019

## IV. APPENDIX

### 4.1 Financial statements

#### Consolidated Balance Sheet

31 March 2019

Prepared by: Jiangsu Expressway Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items	31 March 2019	31 December 2018
<b>Current assets:</b>		
Cash and bank balances	<b>500,083,321</b>	649,761,591
Held-for-trading financial assets	<b>1,386,823,149</b>	683,326,861
Notes receivable and accounts receivable	<b>367,082,236</b>	322,839,992
Including: Notes receivable	<b>470,000</b>	1,681,265
Accounts receivable	<b>366,612,236</b>	321,158,727
Prepayments	<b>63,625,895</b>	29,060,041
Other receivables	<b>38,085,891</b>	37,833,951
Including: Interests receivable	–	–
Dividends receivable	<b>4,989,960</b>	4,989,960
Inventories	<b>4,025,894,451</b>	4,045,555,776
Other current assets	<b>194,427,614</b>	130,656,171
<b>Total current assets</b>	<b>6,576,022,557</b>	5,899,034,383



## IV. APPENDIX

Items	31 March 2019	31 December 2018
<b>Non-current assets:</b>		
Long-term equity investments	6,035,946,661	5,702,454,036
Investments in other equity instruments	3,883,451,936	3,035,293,680
Other non-current financial assets	1,121,611,342	1,111,415,422
Investment properties	18,981,333	19,207,033
Fixed assets	1,776,284,446	1,814,133,323
Construction in progress	10,778,305,523	10,087,826,331
Intangible assets	19,940,019,087	20,280,056,629
Long-term deferred expenses	1,580,001	1,654,145
Deferred tax assets	132,184,160	197,447,059
Other non-current assets	14,207,792	14,207,792
<b>Total non-current assets</b>	<b>43,702,572,281</b>	<b>42,263,694,450</b>
<b>Total assets</b>	<b>50,278,594,838</b>	<b>48,162,728,833</b>
<b>Current liabilities:</b>		
Short-term borrowings	1,310,000,000	1,580,000,000
Notes payable and accounts payable	826,392,853	1,090,607,320
Receipts in advance	93,615,925	73,454,895
Employee benefits payable	1,427,742	2,917,980
Taxes payable	346,982,930	271,704,890
Other payables	352,128,540	270,459,371
Including: Interest payable	109,024,102	93,089,893
Dividends payable	88,979,103	88,979,103
Contract liabilities	1,022,535,339	962,200,983
Non-current liabilities due within one year	351,668,299	381,700,433
Other current liabilities	2,230,655,236	2,212,191,672
<b>Total current liabilities</b>	<b>6,535,406,864</b>	<b>6,845,237,544</b>

## IV. APPENDIX

Items	31 March 2019	31 December 2018
<b>Non-current liabilities:</b>		
Long-term borrowings	<b>8,200,008,172</b>	7,688,853,902
Bonds payable	<b>3,983,182,105</b>	3,980,548,108
Including: Preference shares	–	–
Perpetual bonds	–	–
Provisions	–	461,700
Deferred income	<b>42,542,695</b>	43,109,916
Deferred tax liabilities	<b>382,891,617</b>	250,660,721
	<u><b>12,608,624,589</b></u>	<u>11,963,634,347</u>
<b>Total non-current liabilities</b>	<b>12,608,624,589</b>	11,963,634,347
<b>Total liabilities</b>	<b>19,144,031,453</b>	18,808,871,891



## IV. APPENDIX

Items	31 March 2019	31 December 2018
<b>Owners' equity (or shareholders' equity):</b>		
Paid-up capital (or share capital)	5,037,747,500	5,037,747,500
Other equity instruments	-	-
Including: Preference shares	-	-
Perpetual bonds	-	-
Capital reserve	10,428,388,235	10,428,388,235
Less: Treasury shares	-	-
Other comprehensive income	1,531,422,368	837,827,667
Surplus reserve	3,411,194,285	3,411,194,285
General risk provision	-	-
Retained profits	7,456,475,749	6,422,040,045
<b>Total owners' equity (or shareholders' equity) attributable to the parent company</b>	<b>27,865,228,137</b>	<b>26,137,197,732</b>
Minority interests	3,269,335,248	3,216,659,210
<b>Total owners' equity (or shareholders' equity)</b>	<b>31,134,563,385</b>	<b>29,353,856,942</b>
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b>50,278,594,838</b>	<b>48,162,728,833</b>

Legal representative:

**Gu Dejun**

Accounting chief:

**Sun Xibin**

Person-in-charge of the  
accounting department:

**Ren Zhuohua**



## IV. APPENDIX

### Balance Sheet of the Parent Company

31 March 2019

Prepared by: Jiangsu Expressway Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items	31 March 2019	31 December 2018
<b>Current assets:</b>		
Cash and bank balances	85,565,548	100,931,394
Held-for-trading financial assets	739,000,000	193,000,000
Notes receivable and accounts receivable	253,014,253	218,353,103
Including: Notes receivable	-	-
Accounts receivable	253,014,253	218,353,103
Prepayments	12,812,514	8,598,094
Other receivables	53,763,177	44,321,154
Including: Interests receivable	37,729,689	30,590,068
Dividends receivable	4,989,960	4,989,960
Inventories	12,320,099	11,305,004
Other current assets	18,590,331	7,000,000
<b>Total current assets</b>	<b>1,175,065,922</b>	<b>583,508,749</b>
<b>Non-current assets:</b>		
Long-term equity investments	14,630,813,509	14,290,944,294
Investments in other equity instruments	2,535,611,936	1,933,153,680
Fixed assets	927,443,497	948,663,656
Construction in progress	38,207,915	50,503,852
Intangible assets	9,919,458,326	10,087,165,531
Deferred tax assets	-	45,120,214
Other non-current assets	2,610,299,655	2,604,419,552
<b>Total non-current assets</b>	<b>30,661,834,838</b>	<b>29,959,970,779</b>
<b>Total assets</b>	<b>31,836,900,760</b>	<b>30,543,479,528</b>

## IV. APPENDIX

Items	31 March 2019	31 December 2018
<b>Current liabilities:</b>		
Short-term borrowings	1,620,000,000	1,690,000,000
Notes payable and accounts payable	366,252,901	491,880,235
Receipts in advance	88,626,319	68,061,949
Employee benefits payable	906,446	2,242,393
Taxes payable	174,009,729	135,467,755
Other payables	213,924,455	169,847,846
Including: Interest payable	101,138,213	61,780,551
Dividends payable	88,979,103	88,979,103
Non-current liabilities due within one year	1,668,299	1,700,433
Other current liabilities	2,230,655,236	2,212,191,672
<b>Total Current Liabilities</b>	<b>4,696,043,385</b>	<b>4,771,392,283</b>
<b>Non-current liabilities:</b>		
Long-term borrowings	14,408,172	15,303,902
Bonds payable	3,983,182,105	3,980,548,108
Including: Preference shares	-	-
Perpetual bonds	-	-
Provisions	-	461,700
Deferred tax liabilities	70,494,350	-
<b>Total non-current liabilities</b>	<b>4,068,084,627</b>	<b>3,996,313,710</b>
<b>Total liabilities</b>	<b>8,764,128,012</b>	<b>8,767,705,993</b>

## IV. APPENDIX

Items	31 March 2019	31 December 2018
<b>Owners' equity (or shareholders' equity):</b>		
Paid-up capital (or share capital)	<b>5,037,747,500</b>	5,037,747,500
Other equity instruments	–	–
Including: Preference shares	–	–
Perpetual bonds	–	–
Capital reserve	<b>7,327,650,327</b>	7,327,650,327
Less: Treasury shares	–	–
Other comprehensive income	<b>826,446,903</b>	289,485,952
Surplus reserve	<b>2,518,873,750</b>	2,518,873,750
Retained profits	<b>7,362,054,268</b>	6,602,016,006
<b>Total owners' equity (or shareholders' equity)</b>	<b>23,072,772,748</b>	21,775,773,535
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b>31,836,900,760</b>	30,543,479,528
<i>Legal representative:</i> <b>Gu Dejun</b>	<i>Accounting chief:</i> <b>Sun Xibin</b>	<i>Person-in-charge of the accounting department:</i> <b>Ren Zhuohua</b>



## IV. APPENDIX

### Consolidated Income Statement

January–March 2019

Prepared by: Jiangsu Expressway Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items	First quarter of 2019	First quarter of 2018
<b>I. Total operating income</b>	<b>2,362,097,802</b>	2,822,575,100
Including: Operating income	<b>2,362,097,802</b>	2,822,575,100
<b>II. Total operating costs</b>	<b>1,139,613,553</b>	1,547,704,367
Including: Operating costs	<b>947,984,334</b>	1,298,214,043
Taxes and levies	<b>25,754,183</b>	84,225,721
Selling expenses	<b>8,711,111</b>	2,500,645
Administrative expenses	<b>41,410,711</b>	41,330,035
Financial expenses	<b>115,753,214</b>	121,433,923
Including: Interest expenses	<b>117,138,864</b>	121,059,827
Interest income	<b>-1,639,881</b>	-1,007,582
Add: Other income	<b>567,221</b>	524,464
Investment income (Loss is indicated by "-")	<b>145,076,684</b>	85,157,760
Including: Income from investments in associates and joint ventures	<b>143,375,366</b>	81,723,741
Gains from changes in fair value (Loss is indicated by "-")	<b>1,186,005</b>	424,161
Gains from disposal of assets (Loss is indicated by "-")	<b>18,791</b>	-69,626

## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
<b>III. Operating profit (Loss is indicated by “-”)</b>	<b>1,369,332,950</b>	1,360,907,492
Add: Non-operating income	<b>275,647</b>	82,113
Less: Non-operating expenses	<b>2,714,067</b>	5,276,789
<b>IV. Total profit (Total loss is indicated by “-”)</b>	<b>1,366,894,530</b>	1,355,712,816
Less: Income tax expenses	<b>307,424,037</b>	318,182,335
<b>V. Net profit (Net loss is indicated by “-”)</b>	<b>1,059,470,493</b>	1,037,530,481
(I) Classified by continuity of operation		
1. Net profit from continuing operations (Net loss is indicated by “-”)	<b>1,059,470,493</b>	1,037,530,481
2. Net profit from discontinued operations (Net loss is indicated by “-”)	—	—
(II) Classified by ownership of equity		
1. Net profit attributable to owners of the parent company (Net loss is indicated by “-”)	<b>1,034,435,704</b>	1,017,133,454
2. Minority interests (Net loss is indicated by “-”)	<b>25,034,789</b>	20,397,027



## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
<b>VI. Other comprehensive income, net of tax</b>	<b>721,235,951</b>	1,515,656,602
Other comprehensive income attributable to owners of the parent company, net of tax	<b>693,594,701</b>	1,286,041,679
(I) Other comprehensive income that cannot be reclassified to profit or loss	<b>693,594,701</b>	-
1. Re-measurement of changes in defined benefit plan	-	-
2. Other comprehensive income that cannot be reclassified to profit or loss under equity method	<b>190,117,259</b>	-
3. Changes in fair value of investments in other equity instruments	<b>503,477,442</b>	-
4. Changes in fair value of the enterprise's own credit risk	-	-

## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
(II) Other comprehensive income that will be reclassified to profit or loss	-	1,286,041,679
1. Other comprehensive income that will be reclassified to profit or loss under equity method	-	-15,109,555
2. Changes in fair value of other debt investment	-	-
3. Gains/losses from changes in fair value of available-for-sale financial assets	-	1,301,151,234
4. Financial assets that will be reclassified to other comprehensive income	-	-
5. Gains/losses from held-to-maturity investments reclassified as available-for-sale financial assets	-	-
6. Credit impairment losses from other debt investment	-	-
7. Reserves for cash flow hedging (Effective part of gains/losses from cash flow hedging)	-	-
8. Exchange differences from retranslation of financial statements	-	-
9. Others	-	-
Other comprehensive income attributable to minority shareholders, net of tax	<b>27,641,250</b>	229,614,923



## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
<b>VII.Total comprehensive income</b>	<b>1,780,706,444</b>	2,553,187,083
Total comprehensive income attributable to owners of the parent company	<b>1,728,030,406</b>	2,303,175,133
Total comprehensive income attributable to minority shareholders	<b>52,676,038</b>	250,011,950
<b>VIII. Earnings per share:</b>		
(1) Basic earnings per share (RMB/share)	<b>0.2053</b>	0.2019
(2) Diluted earnings per share ( <i>RMB/ share</i> )	—	—

For the merger of enterprise under common control during the Reporting Period, the net profit recorded by the merged party before the merger was RMB0, and the net profit recorded by the merged party in the previous period was RMB0.

Legal representative:  
**Gu Dejun**

Accounting chief:  
**Sun Xibin**

Person-in-charge of the  
accounting department:  
**Ren Zhuohua**



## IV. APPENDIX

### Income Statement of the Parent Company

January–March 2019

Prepared by: Jiangsu Expressway Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items	First quarter of 2019	First quarter of 2018
<b>I. Operating income</b>	<b>1,530,683,994</b>	1,515,256,273
Less: Operating costs	<b>565,070,325</b>	607,696,168
Taxes and levies	<b>10,456,183</b>	10,379,002
Administrative expenses	<b>28,972,047</b>	30,436,176
Financial expenses	<b>70,315,514</b>	91,215,657
Including: Interest expenses	<b>70,481,325</b>	91,280,023
Interest income	<b>-353,737</b>	-468,405
Add: Other income	-	-
Investment income (Loss is indicated by "-")	<b>125,548,821</b>	69,305,829
Including: Income from investments in associates and joint ventures	<b>102,751,956</b>	48,058,511
Gains from disposal of assets (Loss is indicated by "-")	-	78,594
<b>II. Operating profit (Loss is indicated by "-")</b>	<b>981,418,746</b>	844,913,693
Add: Non-operating income	<b>268,470</b>	
Less: Non-operating expenses	<b>2,553,519</b>	4,408,243

## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
<b>III. Total profit (Total loss is indicated by “-”)</b>	<b>979,133,697</b>	840,505,450
Less: Income tax expenses	<b>219,095,435</b>	198,111,735
<b>IV. Net profit (Net loss is indicated by “-”)</b>	<b>760,038,262</b>	642,393,715
(I) Net profit from continuing operations (Net loss is indicated by “-”)	<b>760,038,262</b>	642,393,715
(II) Net profit from discontinued operations (Net loss is indicated by “-”)	-	-
<b>V. Other comprehensive income, net of tax</b>	<b>536,960,951</b>	-15,109,555
(I) Other comprehensive income that cannot be reclassified to profit or loss	<b>536,960,951</b>	-
1. Re-measurement of changes in defined benefit plan	-	-
2. Other comprehensive income that cannot be reclassified into profit or loss under equity method	<b>190,117,259</b>	-
3. Changes in fair value of investments in other equity instruments	<b>346,843,692</b>	-
4. Changes in fair value of the enterprise’s own credit risk	-	-
(II) Other comprehensive income that will be reclassified to profit or loss	-	-15,109,555
1. Other comprehensive income that will be reclassified to profit or loss under equity method	-	-15,109,555
2. Changes in fair value of other debt investment	-	-

## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
3. Gains/losses from changes in fair value of available-for-sale financial assets	-	-
4. Financial assets that will be reclassified to other comprehensive income	-	-
5. Gains/losses from held-to-maturity investments reclassified as available-for-sale financial assets	-	-
6. Credit impairment losses from other debt investment	-	-
7. Reserves for cash flow hedging (Effective part of gains/losses from cash flow hedging)	-	-
8. Exchange differences from retranslation of financial statements	-	-
9. Others	-	-
<b>VI. Total comprehensive income</b>	<b>1,296,999,213</b>	627,284,160
<b>VII. Earnings per share</b>		
(1) Basic earnings per share (RMB/share)	<b>0.1509</b>	0.1275
(2) Diluted earnings per share (RMB/share)	-	-

Legal representative:  
**Gu Dejun**

Accounting chief:  
**Sun Xibin**

Person-in-charge of the  
accounting department:  
**Ren Zhuohua**



## IV. APPENDIX

### Consolidated Cash Flow Statement

January–March 2019

Prepared by: Jiangsu Expressway Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items	First quarter of 2019	First quarter of 2018
<b>I. Cash flows from operating activities:</b>		
Cash receipts from the sale of goods and the rendering of services	<b>2,748,176,679</b>	2,275,392,859
Other cash receipts relating to operating activities	<b>42,603,399</b>	27,198,472
<b>Sub-total of cash inflows from operating activities</b>	<b>2,790,780,078</b>	2,302,591,331
Cash payments for goods purchased and service received	<b>756,217,622</b>	509,870,415
Cash payments to and on behalf of employees	<b>222,439,841</b>	216,779,049
Payments of various types of taxes	<b>343,017,521</b>	337,601,081
Other cash payments relating to operating activities	<b>42,942,321</b>	34,136,111
<b>Sub-total of cash outflows from operating activities</b>	<b>1,364,617,305</b>	1,098,386,656
<b>Net cash flows from operating activities</b>	<b>1,426,162,773</b>	1,204,204,675

## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
<b>II. Cash flows from investing activities:</b>		
Cash receipts from disposals and recovery of investments	<b>1,041,644,828</b>	953,380,000
Cash receipts from investment income	<b>4,571,371</b>	83,395,264
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	<b>706</b>	10,800
Other cash receipts relating to investing activities	-	369,000,000
<b>Sub-total of cash inflows from investing activities</b>	<b>1,046,216,905</b>	1,405,786,064
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	<b>827,169,130</b>	1,162,566,138
Cash payments to acquire investments	<b>1,894,645,011</b>	1,343,704,150
Other cash payments relating to investing activities	-	480,000,000
<b>Sub-total of cash outflows from investing activities</b>	<b>2,721,814,141</b>	2,986,270,288
<b>Net cash flows from investing activities</b>	<b>-1,675,597,236</b>	-1,580,484,224



## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
<b>III. Cash flows from financing activities:</b>		
Cash receipts from capital contributions	–	4,260,000
Including: Cash receipts from capital contributions from minority owners of subsidiaries	–	4,260,000
Cash receipts from borrowings	<b>512,400,000</b>	2,631,000,000
<b>Sub-total of cash inflows from financing activities</b>	<b>512,400,000</b>	2,635,260,000
Cash repayments of borrowings	<b>300,927,864</b>	2,101,528,802
Cash payments for distribution of dividends or profits or settlement of interest expenses	<b>49,981,501</b>	96,608,263
Including: Payments for distribution of dividends or profits to minority owners of subsidiaries	–	–
Other cash payments relating to financing activities	<b>493,384</b>	4,020,435
<b>Sub-total of cash outflows from financing activities</b>	<b>351,402,749</b>	2,202,157,500
<b>Net cash flows from financing activities</b>	<b>160,997,251</b>	433,102,500

## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
<b>IV. Effects of foreign exchange rate changes on cash and cash equivalents</b>		
<b>V. Net increase (decrease) in cash and cash equivalents</b>	<b>-88,437,212</b>	56,822,951
Add: Opening balance of cash and cash equivalents	<b>515,126,921</b>	262,758,700
<b>VI. Closing balance of cash and cash equivalents</b>	<b>426,689,709</b>	319,581,651

*Legal representative:*

**Gu Dejun**

*Accounting chief:*

**Sun Xibin**

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

**Ren Zhuohua**



## IV. APPENDIX

### Cash Flow Statement of the Parent Company

January–March 2019

Prepared by: Jiangsu Expressway Company Limited

Unit: Yuan Currency: RMB Type of Audit: Unaudited

Items	First quarter of 2019	First quarter of 2018
<b>I. Cash flows from operating activities:</b>		
Cash receipts from the sale of goods and the rendering of services	<b>1,740,087,914</b>	1,624,569,266
Other cash receipts relating to operating activities	<b>14,840,575</b>	8,292,477
Sub-total of cash inflows from operating activities	<b>1,754,928,489</b>	1,632,861,743
Cash payments for goods purchased and service received	<b>494,772,232</b>	377,992,218
Cash payments to and on behalf of employees	<b>145,992,090</b>	143,627,923
Payments of various types of taxes	<b>261,506,402</b>	256,545,752
Other cash payments relating to operating activities	<b>20,194,501</b>	18,001,692
<b>Sub-total of cash outflows from operating activities</b>	<b>922,465,225</b>	796,167,585
<b>Net cash flows from operating activities</b>	<b>832,463,264</b>	836,694,158



## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
<b>II. Cash flows from investing activities:</b>		
Cash receipts from disposals and recovery of investments	<b>448,034,452</b>	754,000,000
Cash receipts from investment income	<b>17,162,468</b>	100,301,756
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	-	9,000
Other cash receipts relating to investing activities	-	369,000,000
Sub-total of cash inflows from investing activities	<b>465,196,920</b>	1,223,310,756
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	<b>33,698,576</b>	28,391,423
Cash payments to acquire investments	<b>1,181,000,000</b>	1,133,239,800
Other cash payments relating to investing activities	<b>11,000,000</b>	530,000,000
<b>Sub-total of cash outflows from investing activities</b>	<b>1,225,698,576</b>	1,691,631,223
<b>Net cash flows from investing activities</b>	<b>-760,501,656</b>	-468,320,467



## IV. APPENDIX

Items	First quarter of 2019	First quarter of 2018
<b>III. Cash flows from financing activities:</b>		
Cash received from borrowings	200,000,000	1,530,000,000
Sub-total of cash inflows from financing activities	200,000,000	1,530,000,000
Cash repayments of borrowings	270,927,864	1,895,528,802
Cash payments for distribution of dividends or profits or settlement of interest expenses	15,906,206	63,851,889
Other cash payments relating to financing activities	493,384	4,020,435
<b>Sub-total of cash outflows from financing activities</b>	<b>287,327,454</b>	<b>1,963,401,126</b>
<b>Net cash flows from financing activities</b>	<b>-87,327,454</b>	<b>-433,401,126</b>
<b>IV. Effects of foreign exchange rate changes on cash and cash equivalents</b>		
<b>V. Net increase (decrease) in cash and cash equivalents</b>		
	<b>-15,365,846</b>	-65,027,435
Add: Opening balance of cash and cash equivalents	100,931,394	135,125,679
<b>VI. Closing balance of cash and cash equivalents</b>	<b>85,565,548</b>	70,098,244

Legal representative:  
Gu Dejun

Accounting chief:  
Sun Xibin

Person-in-charge of the  
accounting department:  
Ren Zhuohua

## IV. APPENDIX

4.2 Adjustments to relevant items of financial statements at the beginning of the year upon initial adoption of New Financial Instrument Standard, New Revenue Standard and New Lease Standard

Applicable

Not Applicable

4.3 Explanation on retroactive adjustments to comparative data in the previous periods upon initial adoption of New Financial Instrument Standard and New Lease Standard

Applicable

Not Applicable

4.4 Auditor's Report

Applicable

Not Applicable

By Order of the Board  
**Yao Yong Jia**  
*Secretary to the Board*

Nanjing, the PRC, 26 April 2019

As at the date of this report, the Directors of the Company are:

*Gu Dejun, Sun Xibin, Yao Yongjia, Chen Yanli, Chen Yongbing, Wu Xinhua, Hu Yu, Ma Chung Lai, Lawrence, Zhang Zhuting\*, Chen Liang\*, Lin Hui\*, Zhou Shudong\*, Liu Xiaoxing\**

\* *Independent Non-executive Directors*

