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(A joint stock limited company incorporated in the People's Republic of China with limited liability) (Stock Code: 3606)

# **2017 THIRD QUARTERLY REPORT**

This announcement is made pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Hong Kong Listing Rules**") and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Set out below is the 2017 third quarterly report of Fuyao Glass Industry Group Co., Ltd. (the "**Company**") and its subsidiaries for the nine months ended September 30, 2017 (the "**Reporting Period**"). The financial report contained herein is prepared pursuant to the PRC Accounting Standards for Business Enterprises and has not been audited.

This announcement is prepared in both Chinese and English languages. In the event of any inconsistency between these two versions, the Chinese version shall prevail.

By order of the Board Fuyao Glass Industry Group Co., Ltd. Cho Tak Wong Chairman

Fuzhou, Fujian, the PRC, October 26, 2017

As at the date of this announcement, the board of directors of the Company comprises Mr. Cho Tak Wong, Mr. Chen Xiangming and Ms. Sun Yiqun, as executive directors; Mr. Tso Fai, Mr. Wu Shinong and Ms. Zhu Dezhen, as non-executive directors; Ms. Cheng Yan, Ms. Liu Xiaozhi and Mr. Wu Yuhui, as independent non-executive directors.

## I. IMPORTANT NOTICE

- 1.1 The board of directors, board of supervisors, directors, supervisors and senior management of the Company shall warrant the truthfulness, accuracy and completeness of the contents stated in the quarterly report and that there are no false presentations, misleading statements or material omissions thereof and shall assume joint and several legal liabilities.
- 1.2 Directors absent

Name of	Position of absent director	Reason for	Name of
absent director		absence	proxy
Tso Fai	A non-executive director	Business trip	Chen Xiangming
Wu Shinong	A non-executive director	Business trip	Zhu Dezhen

- 1.3 Cho Tak Wong, person-in-charge of the Company, Chen Xiangming, the principal-in-charge of accounting, and Lin Xuejuan, head of the Accounting Department (person-in-charge of accounting), warrant the truthfulness, accuracy and completeness of the financial statements set out in the quarterly report.
- 1.4 The 2017 third quarterly report of the Company has not been audited.

# **II. BASIC INFORMATION OF THE COMPANY**

# 2.1 Major financial data

	As at the end of this Reporting Period	As at the end of previous year	Increase/ decrease at the end of this Reporting Period as compared with the end of previous year (%)
Total assets Net assets attributable to shareholders of the	30,673,593,788	29,865,845,423	2.70
listed company	18,084,285,820	18,033,617,524	0.28
	From the beginning of 2017 to the end of the Reporting Period (January to September)	From the beginning of previous year to the end of the reporting period of previous year (January to September)	Increase/ decrease as compared with the corresponding period of previous year (%)
Net cash flows from operating activities	3,124,665,802	2,727,876,775	14.55

	From the beginning of 2017 to the end of the Reporting Period (January to September)	From the beginning of previous year to the end of the reporting period of previous year (January to September)	Increase/ decrease as compared with the corresponding period of previous year (%)
Operating revenue Net profit attributable to shareholders of the listed company	13,399,533,416 2,143,549,923	11,590,552,414 2,175,402,903	15.61 -1.46
Net profits attributable to shareholders of the listed company, net of non-recurring gains or losses	2,085,025,580	2,131,238,531	-2.17
Return rate on weighted average net assets (%)	11.87	13.06	Decreased by 1.19 percentage points
Basic earnings per share <i>(Yuan/share)</i>	0.85	0.87	-2.30
Diluted earnings per share (Yuan/share)	0.85	0.87	-2.30

During the Reporting Period, the Company realized operating revenue of RMB13,399,533,400, representing an increase of 15.61% as compared with the corresponding period last year; realized total profit of RMB2,601,397,700, representing a decrease of 2.76% as compared with the corresponding period last year, which was mainly due to an exchange loss of RMB303,737,400 (the exchange gains were RMB209,037,900 from January to September 2016) resulting from the RMB appreciation during the Reporting Period; without taking this factor into account, the total profit for the Reporting Period represented a year-on-year increase of 17.80%.

# Non-recurring profit and loss items and amounts

Items	Amount for the current period (July to September)	Amount from the beginning of 2017 to the end of the Reporting Period (January to September)
Profit and loss from disposal of non-current assets Government subsidies recorded under current profit and loss (except for those closely related to the normal business operation of the Company, in compliance with requirements of the national policies and entitled continuously to a fixed amount or fixed quantity under the	-11,008,329	-19,536,391
requirements of the State policies) Apart from hedging instruments relating to the normal operations of the Company, profit or loss from change in fair value of held-for- trading financial assets and held-for-trading financial liabilities, and investment income from disposal of held-for-trading financial assets, held-for-trading financial liabilities and	27,299,899	88,189,385
available-for-sale financial assets Other non-operating income and expenses other	6,690,518	-20,362,502
than the above items	-3,715,372	10,558,776
Impact on non-controlling interests (after tax)	11,426	11,058
Effect of income tax	996,119	-335,983
Total	20,274,261	58,524,343

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

As at September 30, 2017, the Company had 74,579 holders of A shares and 62 registered holders of H shares in total. The number of shareholders in aggregate is 74,641.

Unit: Shares

Total number of shareholders

74,641

Shareholding at the end of period	Percentage (%)	Number of shares held with selling restrictions	Pledge or m Status of shares		Nature of shareholder
491,734,400	19.60		Unknown		Unknown
390,578,816	15.57		Nil		Overseas legal entity
290,000,000	11.56		Nil		Domestic non- state-owned legal entity
257,760,233	10.27		Unknown		Unknown
38,653,598	1.54		Unknown		Unknown
34,277,742	1.37		Pledged	27,200,000	Domestic non- state-owned legal entity
32,319,406	1.29		Unknown		Unknown
24,598,300	0.98		Unknown		Unknown
20,633,938	0.82		Unknown		Unknown
20,632,159	0.82		Unknown		Unknown
	at the end of period 491,734,400 390,578,816 290,000,000 257,760,233 38,653,598 34,277,742 32,319,406 24,598,300 20,633,938	at the end of periodPercentage (%)491,734,40019.60390,578,81615.57290,000,00011.56257,760,23310.2738,653,5981.5434,277,7421.3732,319,4061.2924,598,3000.9820,633,9380.82	Shareholding at the end of period         Percentage (%)         shares held with selling restrictions           491,734,400         19.60	Shareholding at the end of period         Percentage (%)         shares held with selling restrictions         Pledge or m Status of shares           491,734,400         19.60         Unknown           390,578,816         15.57         Nil           290,000,000         11.56         Nil           257,760,233         10.27         Unknown           38,653,598         1.54         Unknown           34,277,742         1.37         Pledged           32,319,406         1.29 0.98         Unknown           20,633,938         0.82         Unknown	Shareholding at the end of periodPercentage (%)shares held with selling restrictionsPledge or moratorium Status of sharesNumber491,734,40019.60Unknown390,578,81615.57Nil290,000,00011.56Nil257,760,23310.27Unknown38,653,5981.54Unknown34,277,7421.37Pledged20,633,9380.82Unknown

## Shareholding of top ten shareholders

Number of

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

	Number of tradable shares not subject to selling		of shares
Name of shareholders	restrictions	• •	Number
HKSCC NOMINEES LIMITED (Note)	491,734,400	Overseas listed foreign shares	491,734,400
Sanyi Development Limited	390,578,816	Ordinary shares denominated in RMB	390,578,816
Heren Charitable Foundation	290,000,000	Ordinary shares denominated in RMB	290,000,000
Hong Kong Securities Clearing Company Limited	257,760,233	Ordinary shares denominated in RMB	257,760,233
TEMASEK FULLERTON ALPHA PTE LTD	38,653,598	Ordinary shares denominated in RMB	38,653,598
Fujian Yaohua Industrial Village Development Co., Ltd.	34,277,742	Ordinary shares denominated in RMB	34,277,742
Bai Yongli	32,319,406	Ordinary shares denominated in RMB	32,319,406
Central Huijin Asset Management Ltd.	24,598,300	Ordinary shares denominated in RMB	24,598,300
Li Shengqing	20,633,938	Ordinary shares denominated in RMB	20,633,938
Li Haiqing	20,632,159	Ordinary shares denominated in RMB	20,632,159

Explanations on the connected The de facto controllers of Sanyi Development Limited and relationship or parties acting Fujian Yaohua Industrial Village Development Co., Ltd. are in concert among the above family members. Among the remaining eight shareholders not subject to selling restrictions, it is uncertain whether there is any connected relationship among the shareholders and whether such shareholders are parties acting in concert which fall within the meaning under the "Measures for the Administration of Information Disclosure of Change of Shareholdings Held by Shareholders of Listed Companies".

Note: HKSCC NOMINEES LIMITED (香港中央結算(代理人)有限公司) holds shares on behalf of several customers.

shareholders

#### **III. SIGNIFICANT EVENTS**

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

#### 3.1.1 Particulars and reasons of material changes in balance sheet items of the Company as at the end of the Reporting Period

Items	Balance as at the end of the period	Balance as at the beginning of the year	Increase/ decrease	Percentage of increase/ decrease
Financial assets at fair value				
through profit or loss	110,019,355	1,951,267	108,068,088	5,538.35%
Other receivables	272,699,929	118,430,342	154,269,587	130.26%
Other current assets	104,983,702	174,699,089	-69,715,387	-39.91%
Short-term borrowings	5,829,600,852	4,255,037,518	1,574,563,334	37.00%
Financial liabilities at fair value				
through profit or loss	19,429,785	0	19,429,785	100.00%
Notes payable	856,891,527	613,982,362	242,909,165	39.56%
Taxes payable	249,386,211	558,062,870	-308,676,659	-55.31%
Other current liabilities	0	608,604,575	-608,604,575	-100.00%

- (1) Increase in financial assets at fair value through profit or loss was due to the expected financial assets arising from the CCS Currency Swap Contract (CCS貨幣互換合同) during the Reporting Period and the purchase of principal-guaranteed wealth management products with income linked with J.P. Morgan MOZAIC WEEKLY Index (摩根大通MOZAIC WEEKLY指數) being designated as this item for accounting as a whole.
- (2) Increase in other receivables was mainly due to the principal and interest of loans of RMB128,000,000 due from Jinken Glass Industry Shuangliao Co., Ltd., an associate of the Company.
- (3) Decrease in other current assets was mainly due to the decrease in the input tax of value-added tax to be credited.
- (4) Increase in short-term borrowings was mainly due to an increase in working capital requirements.

- (5) Increase in financial liabilities at fair value through profit or loss was mainly due to the estimated unrealized loss incurred by the undue swap contracts as a result of movements in foreign exchange rates.
- (6) Increase in notes payable was mainly due to an increase in procurement amount and amount settled by notes.
- (7) Decrease in taxes payable was mainly due to the settlement and payment of the income tax payable last year during the Reporting Period.
- (8) Decrease in other current liabilities was due to the full repayment of ultra short-term financing bonds during the Reporting Period.

# 3.1.2 Analysis on the reasons for significant changes in items of the income statement of the Company during the Reporting Period

Items	Amount for the current period	Amount for the comparable period	Increase/ decrease	Percentage of increase/ decrease
Taxes and surcharges	144,640,541	97,520,649	47,119,892	48.32%
Financial expenses	313,515,459	-143,616,133	457,131,592	-318.30%
Gain or loss arising from				
changes in fair value	-7,201,698	403,685	-7,605,383	-1,883.99%
Investment income	28,943,238	43,976,478	-15,033,240	-34.18%
Other income	87,947,545	0	87,947,545	100.00%
Non-operating income	32,630,860	65,543,225	-32,912,365	-50.21%
Non-operating expenses	41,366,635	14,242,764	27,123,871	190.44%
Minority controlling interest	26,854	-780,283	807,137	-103.44%

- (1) Increase in taxes and surcharges was mainly due to reclassification of land use tax, property tax, vehicle and vessel usage tax and stamp duty under the "administrative expenses" into the "tax and surcharges" in accordance with "the Provisions on the Accounting Treatment of Value Added Tax" (Cai Kuai [2016] No. 22) issued by the Ministry of Finance since May 1, 2016.
- (2) Increase in financial expenses was mainly due to foreign exchange losses of RMB304 million as compared with foreign exchange gains of RMB209 million for the corresponding period of last year.

- (3) Loss arising from changes in fair value was mainly due to the estimated unrealized loss incurred by the undue swap contracts as a result of movements in foreign exchange rates.
- (4) Investment income was mainly the income arising from the disposal of 100% equity interests in Fuzhou Fuyao Float Glass Co., Ltd. (福州福耀浮法玻璃有限公司), a subsidiary of the Company during the Reporting Period, as compared with the income arising from the disposal of 75% equity interests in Fuyao Group Shuangliao Ltd. (福耀集團雙遼有限公司), a subsidiary of the Company for the corresponding period of last year.
- (5) During the Reporting Period, based on "Notice of Issuance of Amendments on China Accounting Standard No. 16 – Government Grants" (Cai Kuai [2017] No. 15) issued by the Ministry of Finance, the Company accounted the government grants related to daily corporate activities as other income from January 1, 2017.
- (6) The decrease in non-operating income was mainly due to that, during the Reporting Period, based on "Notice of Issuance of Amendments on China Accounting Standard No. 16 – Government Grants" (Cai Kuai [2017] No. 15) issued by the Ministry of Finance, the Company reclassified the government grants related to daily corporate activities from non-operating income into other income.
- (7) Increase in non-operating expenses was mainly due to the increase in the loss from the disposal of non-current assets.
- (8) Changes in gains or losses on non-controlling interests were mainly due to the change in gains or losses of Xupu Fuyao Silica Sand Co., Ltd. (漵浦福耀硅砂有限公司), a non-wholly-owned subsidiary of the Company.

#### 3.1.3 Analysis on the reasons for substantial changes in cash flow items of the Company during the Reporting Period

Items	Amount for the current period	Amount for the comparable period	Increase/ decrease	Percentage of increase/ decrease
Refund of taxes and surcharges Cash received relating to other	227,098,930	147,274,889	79,824,041	54.20%
operating activities Cash received from returns on	202,773,335	121,739,376	81,033,959	66.56%
investments	0	9,800,000	-9,800,000	-100.00%
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	66,736,338	35,726,453	31,009,885	86.80%
Net cash received from disposal of subsidiaries and other business units	135,651,005	212,515,869	-76,864,864	-36.17%
Cash received relating to other investing activities Cash paid relating to other	361,855,189	52,500,000	309,355,189	589.25%
investing activities	400,000,000	200,000,000	200,000,000	100.00%
Cash received from issuance of debenture	0	800,000,000	-800,000,000	-100.00%
Cash received relating to other financing activities	0	1,200,000,000	-1,200,000,000	-100.00%
Cash paid relating to other financing activities	0	4,609,290	-4,609,290	-100.00%

- (1) Increase in refund of taxes and surcharges was mainly due to an increase in export tax refund rate for automotive glass (the tax refund rate has increased from 13% to 17% since November 2016).
- (2) Increase in cash received relating to other operating activities was mainly due to an increase in interest income and government subsidies during the Reporting Period.
- (3) Decrease in cash received from returns on investments was due to the receipt of dividends from joint ventures in the corresponding period last year.

- (4) Increase in net cash received from disposal of fixed assets, intangible assets and long-term assets was mainly due to the transfer of assets including the Land Use Right, the Industrial Plant and the Ancillary Facilities to Fujian Triplex Decoration during the Reporting Period.
- (5) Net cash received from disposal of subsidiaries and other business units mainly represented the amount received from disposal of the 100% equity interest in Fuzhou Fuyao Float Glass Co., Ltd., a subsidiary of the Company.
- (6) Cash received relating to other investing activities was mainly due to the recovery of principal and interests of bank wealth management products with guaranteed returns and for a term of six months that expired during the Reporting Period.
- (7) Cash paid relating to other investing activities was expense paid for purchasing bank wealth management products with guaranteed principal and for a term of more than three months during the Reporting Period.
- (8) Decrease in cash received from the issuance of bonds was due to issuing a 3-year term corporate bond of RMB800 million with an annual interest rate of 3% during the corresponding period last year. There was no such issuance during the Reporting Period.
- (9) Decrease in cash received relating to other financing activities was mainly due to the issuance of four ultra-short-term financial bonds in total with a total of RMB1.2 billion in the corresponding period last year. There was no such issuance during the Reporting Period.
- (10) Decrease in cash paid relating to other financing activities was mainly due to payment of issuance fees of corporate bonds and ultra-short-term financing bonds during the corresponding period of last year.

# 3.2 Progress of important events and their influence and analysis on the solution

Not applicable

# 3.3 Undertakings that have fallen due but not yet completed during the Reporting Period

Fulfill in

# 3.3.1 Undertakings to distribute dividends

Background of undertakings	Type of undertakings	Undertaking party	Content of undertakings	Time and term of the undertakings	Has performance period or not	a timely and strict manner or not
Other undertakings	Dividend distribution	Fuyao Glass Industry Group Co., Ltd.	The dividend distribution plan for the equity holders of the Company for the next three years (2015–2017) is as follows: 1. Method of profit distribution: Subject to relevant laws, regulations, normative documents, Articles of Association and relevant provisions and conditions under this plan, and on the premise that the consistency and stability of the profit distribution policy are guaranteed, the Company may distribute dividends in cash, in shares, in a combination of both cash and shares or otherwise as permitted by laws and regulations. The profit distribution shall not exceed the accumulative distributable profit without prejudice to the Company's ability of continuing operation. Among these distribution methods, preference will be given to cash dividend as compared to share dividend. Wherever the Company qualifies to distribute cash dividend, the cash dividend shall be adopted for profit distribution. If the Company decides to distribute profit by way of share dividend, such real and reasonable factors as the Company's growth and dilution of net asset value per shares shall be taken into consideration. 2. Frequency of profit distribution: On the premise that the Company can also declare interim cash dividend. In the next three years, the board of the Company can propose to declare interim dividend according to the current profit rate, condition of cash flow, development stage and capital needs. 3. The specific conditions of cash dividend and the minimum ratio of cash dividend: Under the precondition that the Company can maintain continuing operation and long-term development, if the Company has no such matters as major investment plans or major cash expenditures (other than investment projects funded with proceeds from fund raising), the Company shall, on the premise that the Company records profit for the year with positive accumulative profit achieved during that year. The specific dividend ratio for each year shall be proposed by the board according to the annual profit performance and the future capi	Publishing date of undertakings: March 12, 2015 Performance period of undertakings: between January 1, 2015 and December 31, 2017	Yes	Yes

 Background of Type of Undertakings
 Undertakings
 Content of undertakings
 Time and term of the performance
 manner or manner or

distribution of dividend in share matches with the current operation size, profit growth and dilution of net asset value per share of the Company while the influence on cost of future debt financing shall be taken into consideration to ensure the profit distribution plan in compliance with the overall interest and long-term benefit of the shareholders as a whole. 5. Differential cash dividend policy: the board of the Company shall take into comprehensive consideration on such factors as the characteristics and development stage of the industry where the Company operates its business, its operational model, earnings level and the existence of major capital expenditure arrangements, to classify the followings and propose differential cash dividend policy according to the procedures stipulated in the Articles of Association: (1) where the Company is at developed stage without any major capital expenditure arrangement, the minimum ratio taken by cash dividend in the profit distribution shall be 80% when distributing profit; (2) where the Company is at developed stage with major capital expenditure arrangement, the minimum ratio taken by cash dividend in the profit distribution shall be 40% when distributing profit; (3) where the Company is at developing stage with major capital expenditure arrangement, the minimum ratio taken by cash dividend in the profit distribution shall be 20% when distributing profit; where it is hard to classify the development stage of the Company and there is any major capital expenditure arrangement, the Company may deal with the profit distribution according to the former item. 6. If the Company recorded profit in the previous financial year but the board of the Company did not propose any cash dividend plan at the end of the previous financial year, the Company shall consult with its independent directors and disclose reasons for not to propose cash dividend plan and the purpose of reserving such capital which has not been used for dividend distribution in the periodic report. Independent directors shall express independent opinions and disclose the same publicly. 7. Formulation and implementation of profit distribution plan: at the end of each financial year, the board of the Company shall propose a profit distribution plan and submit to the general meeting for consideration. The profit distribution plan of the Company on which the Company welcomes any suggestion from shareholders, independent directors and the supervisory committee, is under the supervision of the shareholders, independent directors and the supervisory committee. After the profit distribution plan is resolved at the general meeting of the Company, the board of the Company shall complete the distribution of dividend (or share) within two months after convening the general meeting.

#### 3.3.2 Non-competition and lock-up undertakings

Reference is made to the prospectus of the Company dated March 19, 2015 (the "**Prospectus**"), which contained relevant disclosure on undertakings made by Mr. Cho Tak Wong, a substantial shareholder (as defined in the Hong Kong Listing Rules) of the Company, and his associates (as defined in the Hong Kong Listing Rules) to the Company in the section headed "Substantial Shareholders".

#### 3.3.2.1 Non-competition undertakings

In order to eliminate any future competition with us, each of Mr. Cho Tak Wong, Ms. Chan Fung Ying (陳鳳英) (Mr. Cho's spouse and the controlling shareholder of Yaohua), Sanyi Development Limited ("Sanyi"), Home Bridge Overseas Limited ("Home Bridge") and Fujian Yaohua Industrial Village Development Co., Ltd ("Yaohua") undertook to the Company on February 8, 2002 that, so long as they remain substantial shareholders of the Company, they will not, and will procure all companies they control not to engage in or develop any business competing or potentially competing with our main business or key products, including investment in, mergers and acquisitions of any companies, entities or economic organizations engaged in the same or similar core business or primarily manufacturing the same or similar products (the "Non-competition Undertakings"). In addition, they acknowledged that the Company shall have priority to develop any new business in the future, and they will not, and will procure any companies controlled by him/ her/it not to develop such new business. In addition to Mr. Cho Tak Wong, Sanyi, Home Bridge and their respective associates, none of other Directors of the Company or their respective associates are interested in any business which is, whether directly or indirectly, in competition with businesses of the Company.

The Company confirms with the above substantial shareholders as to whether they have been in compliance with the Non-competition Undertakings on a annal basis. The Company has confirmed that, after making specific enquiries with each substantial shareholder, all the above substantial shareholders have been in full compliance with the Noncompetition Undertakings for the financial year ended December 31, 2016. In addition, based on the Company's observation and monitoring over the bussinessed engaged in by these substantial shareholders, the Company had found no breach of such undertakings by substantial shareholders.

In view of the foregoing, the Company confirms that the substantial shareholders who had made the Non-competition Undertakings had fully complied with their undertakings for the year ended December 31, 2016.

#### 3.3.2.2 Lock-up Undertakings

Each of Yaohua, Ms. Chan Fung Ying and Mr. Cho Tak Wong has undertaken to each of the Company and the Hong Kong Stock Exchange that it, she/he shall not and shall procure that the relevant registered holder(s) controlled by it, her/him shall not, in the period commencing from March 12, 2015 and ending on the date which is 12 months from the listing date of H shares of the Company (the "Listing **Date**") (the "Lock-up Period"), dispose of, or enter into any agreement to dispose of or otherwise create any options, rights, interests or encumbrance (save and except that 22,340,000 A Shares have been pledged by Yaohua to China Merchants Securities Co., Ltd.) in respect of any of those Shares of which Yaohua, Ms. Chan Fung Ying and Mr. Cho Tak Wong or the relevant registered holder(s) controlled by it, her/him (the "Relevant Parties"), as shown in the Prospectus to be the beneficial owner(s), save for a pledge or charge of any securities of the Company as security in favor of an authorized institution (as defined in the Banking Ordinance, Chapter 155 of the Laws of Hong Kong) for a bona fide commercial loan.

Each of Ms. Chan Fung Ying and Mr. Cho Tak Wong has further undertaken to each of the Company and the Hong Kong Stock Exchange that, in the period commencing from March 12, 2015 and ending on the date which is 12 months from the Listing Date, she/he will:

- (a) when any of the Relevant Parties pledge or charge any securities of the Company beneficially owned by herself/ himself or the relevant registered holder(s) controlled by her/him in favor of an authorized institution (as defined in the Banking Ordinance, Chapter 155 of the Laws of Hong Kong) for a bona fide commercial loan, immediately inform the Company of such pledge or charge together with the number of Shares so pledged or charged; and
- (b) when any of the Relevant Parties receive indications, whether verbal or written, from the pledgee or chargee that any of the pledged/charged Shares will be disposed of, immediately inform the Company of such indications.

The Lock-up Period expired on March 31, 2016. According to the Company's records on its shareholding status, and confirmations by Yaohua, Ms. Chan Fung Ying and Mr. Cho Tak Wong, Ms. Chan Fung Ying, Yaohua and Mr. Cho Tak Wong did not dispose of any shares held by them since the Listing Date and therefore had complied with their respective Lock-up Undertakings for the year ended December 31, 2016.

3.4 Explanation on the warning on and reason for the predicted loss in the accumulative net profit for the period from the beginning of the year to the end of next reporting period or possible substantial changes as compared to the corresponding period of last year

Not applicable

Name of the CompanyFuyao Glass Industry Group Co., Ltd.Legal representativeCho Tak WongDateOctober 25, 2017

#### **IV. APPENDIX**

## 4.1 Financial statements

### **Consolidated Balance Sheets**

September 30, 2017

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Items	Closing balance	Opening balance
Current assets:		
Cash at bank and on hand	6,556,562,871	7,211,178,987
Settlement provisions		
Placement		
Financial assets at fair value		
through profit or loss	110,019,355	1,951,267
Derivative financial assets		
Notes receivable	1,078,348,567	871,597,857
Accounts receivable	3,282,077,178	3,636,343,106
Advances to suppliers	167,416,787	150,956,724
Premiums receivable		
Reinsurance receivable		
Deposits receivable from reinsurance treaty		
Interest receivable		
Dividends receivable		
Other receivables	272,699,929	118,430,342
Financial assets purchased for resale		
Inventories	3,049,257,000	2,785,865,099
Assets of disposal groups classified as held-for-sale		
Non-current assets due within one year	<b>20,874,735</b>	16,936,288
Other current assets	104,983,702	174,699,089
Total current assets	14,642,240,124	14,967,958,759

Items	Closing balance	Opening balance
Non-current assets:		
Loans and advances		
Available-for sale financial assets		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	101,072,239	101,536,425
Investment properties		
Fixed assets	10,913,925,390	9,267,464,872
Construction in progress	3,287,941,820	3,821,964,355
Construction materials		
Fixed assets pending for disposal		
Bearer biological assets		
Oil and gas assets		
Intangible assets	1,098,943,798	1,148,077,027
Development costs		
Goodwill	74,678,326	74,678,326
Long-term prepaid expenses	362,257,608	290,472,267
Deferred tax assets	192,503,727	193,403,942
Other non-current assets	30,756	289,450
Total non-current assets	16,031,353,664	14,897,886,664
Total assets	30,673,593,788	29,865,845,423

Items	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	5,829,600,852	4,255,037,518
Borrowings from the central bank		
Customer and interbank deposits		
Borrowing from interbank		
Financial liabilities at fair value through profit	40,400,705	
or loss	19,429,785	
Derivative financial liabilities	050 001 507	010 000 000
Notes payable	856,891,527	613,982,362
Accounts payable	1,246,556,003	1,300,220,344
Advances from customers	25,809,869	21,435,585
Amount from sales of repurchased financial		
assets		
Bank charges and commissions due	997 497 471	420,291,759
Employee benefits payable	337,437,471 249,3 <b>86</b> ,211	420,291,759 558,062,870
Taxes payable Interest payable	18,395,919	15,286,048
Interest payable Dividends payable	10,333,313	13,200,040
Other payables	1,019,139,561	1,090,612,474
Reinsurance accounts payable	1,013,133,301	1,030,012,474
Provisions for insurance contracts		
Customer deposits for trading in securities		
Amounts due to issuer for securities		
underwriting		
Liabilities of disposal groups classified as		
held-for-sale		
Non-current liabilities due within one year	760,000,000	808,000,000
Other current liabilities	, ,	608,604,575
Total current liabilities	10,362,647,198	9,691,533,535
Non-current liabilities:		
Long-term borrowings	937,500,000	776,000,000
Debentures payables	798,320,244	797,530,999
Including: Preference shares		
Perpetual liabilities		
Long-term pavables		

Long-term payables

Items		Closing balance	Opening balance
Long-term salaries payable Specific payables Accrued liabilities Deferred income Deferred tax liabilities Other non-current liabilities		396,744,844 89,140,558	481,827,522 80,407,573
Total non-current liabilities	2,	221,705,646	2,135,766,094
Total liabilities	12,	584,352,844	11,827,299,629
<b>Owners' equity</b> Share capital Other equity instruments Including: Preference shares	2,	508,617,532	2,508,617,532
Perpetual liabilities Capital surplus		228,753,097	6,228,753,097
Less: inventory shares Other comprehensive income Special reserve	-	120,380,355	91,038,123
Surplus reserve General risk reserve	1,	634,319,463	1,634,319,463
Undistributed profits	7,	832,976,083	7,570,889,309
Total equity attributable to equi holders of the Company	•	084,285,820	18,033,617,524
Minority interests		4,955,124	4,928,270
Total owners' equity	18,	089,240,944	18,038,545,794
Total liabilities and owners' equ	ity <u>30,</u>	673,593,788	29,865,845,423
Legal representative:	Principal in charge of accounting:		he Accounting partment:

Cho Tak Wong

Chen Xiangming

Lin Xuejuan

## **Balance Sheet of the Company**

September 30, 2017

Prepared by: Fuyao Glass Industry Group Co.,Ltd

tems Closin balan		Opening balance
Current assets:		
Cash at bank and on hand	6,289,668,248	6,587,731,042
Financial assets at fair value		
through profit or loss	110,019,355	
Derivative financial assets		
Notes receivable	1,031,661,414	800,076,560
Accounts receivable	710,042,783	361,285,253
Advances to suppliers	23,340,051	23,564,221
Interest receivable		
Dividends receivable	242,501,543	213,608,642
Other receivables	12,260,657,737	9,856,598,443
Inventories	370,609,029	426,578,001
Assets of disposal groups classified as held-for-sale		
Non-current assets due within one year	1,711,219	839,850
Other current assets	23,996,134	21,912,456
Total current assets	21,064,207,513	18,292,194,468

Items	Closing balance	Opening balance
Non-current assets:		
Available-for sale financial assets		
Held-to-maturity investments		
Long-term receivables	148,666,560	155,388,800
Long-term equity investments	6,407,066,741	5,554,988,875
Investment properties		
Fixed assets	626,684,444	616,052,406
Construction in progress	156,909,308	40,770,551
Construction materials		
Fixed assets pending for disposal		
Bearer biological assets		
Oil and gas assets		
Intangible assets	53,673,952	57,781,176
Development costs		
Goodwill	48,490,007	48,490,007
Long-term prepaid expenses	13,587,454	17,335,425
Deferred tax assets	7,515,661	5,892,522
Other non-current assets		
Total non-current assets	7,462,594,127	6,496,699,762
Total assets	28,526,801,640	24,788,894,230

Items	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	3,837,464,352	426,672,868
Financial liabilities at fair		
value through profit or loss	19,355,014	
Derivative financial liabilities		
Notes payable	1,453,191,941	2,123,644,487
Accounts payable	202,316,535	196,871,770
Advances from customers	233,705,150	157,361,156
Employee benefits payable	72,492,025	102,322,228
Taxes payable	1,922,445	147,655,124
Interest payable	17,856,281	12,384,795
Dividends payable		
Other payables	5,524,562,157	4,807,963,309
Liabilities of disposal groups classified as held-for-sale		
Non-current liabilities due within one year	760,000,000	808,000,000
Other current liabilities		608,604,575
Total current liabilities	12,122,865,900	9,391,480,312

Items		Closing balance	Opening balance
Non-current liabilities:			
Long-term borrowings		937,500,000	776,000,000
Debentures payables		798,320,244	797,530,999
Including: Preference shares			
Perpetual liabiliti	es		
Long-term payables			
Long-term salaries payable			
Specific payables			
Accrued liabilities			
Deferred income		27,834,446	27,189,358
Deferred tax liabilities		41,017,366	35,782,179
Other non-current liabilities			
Total non-current liabilities		1,804,672,056	1,636,502,536
Total liabilities		13,927,537,956	11,027,982,848
Owners' equity:			
Share capital		2,508,617,532	2,508,617,532
Other equity instruments		, , ,	, , ,
Including: Preference share	es		
Perpetual liabili	ties		
Capital surplus		6,202,552,740	6,202,552,740
Less: inventory shares			
Other comprehensive incom	е		
Special reserve			
Surplus reserve		1,634,319,463	1,634,319,463
Undistributed profits		4,253,773,949	3,415,421,647
Total owners' equity		14,599,263,684	13,760,911,382
Total liabilities and owners' o	equity	28,526,801,640	24,788,894,230
	Principal in char	ve Head of	the Accounting
Legal representative:	of accounting:		partment:
Cho Tak Wong	Chen Xiangmin		Xueinan

Cho Tak Wong

**Chen Xiangming** 

Lin Xuejuan

### **Consolidated Income Statement**

January to September 2017

# Prepared by: Fuyao Glass Industry Group Co., Ltd

Iten	15	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
Ι	<b>Total operating revenue</b> Including: Operating revenue Interest income Premiums earned Income from handling fees and commissions	4,685,570,791 4,685,570,791	4,006,127,458 4,006,127,458	13,399,533,416 13,399,533,416	11,590,552,414 11,590,552,414
II.	Total cost of sales Including: Cost of sales Interest expenses Handling fees and commissions expenses Surrender payment Net expenditure for compensation payment Net provisions for insurance contracts Expenditure for insurance policy dividend	3,834,091,098 2,694,262,896	3,184,893,520 2,300,343,892	10,899,089,015 7,662,875,073	9,011,000,142 6,606,873,612
	Reinsurance cost Taxes and surcharges Selling and distribution	48,917,700	28,978,776	144,640,541	97,520,649
	expenses General and administrative	289,264,825	289,875,678	900,916,965	851,557,177
	expenses Financial expenses Asset impairment losses	644,939,107 155,028,782 1,677,788	557,135,066 8,708,306 -148,198	1,873,057,882 313,515,459 4,083,095	1,593,582,055 -143,616,133 5,082,782

Item	S		Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
	Add:	Profit arising from changes in fair value (losses are represented by "-") Investment income	21,783,513	604,742	-7,201,698	403,685
		(losses are represented by"-") Including: Share in profit of associates	29,189,342	41,910,595	28,943,238	43,976,478
		and joint ventures Gains from foreign exchange (losses are	-218,082	25,144	-464,186	1,907,232
		represented by "-") Other income	27,058,059		87,947,545	
III.	<b>Operatin</b> (losse: Add:	<b>g profit</b> s are represented by "-") Non-operating income Including: Gains on disposal of non-current	929,510,607 3,500,101	863,749,275 35,196,401	2,610,133,486 32,630,860	2,623,932,435 65,543,225
	Less:	assets Non-operating expenses Including: Losses on disposal of non-current	-864,123 17,981,962	1,971,117 2,962,867	12,662,659 41,366,635	4,539,566 14,242,764
		assets	10,144,206	2,856,641	32,199,050	10,424,576
IV.		ofit (total losses are sented by "-") Income tax expenses	915,028,746 156,123,749	895,982,809 178,871,472	2,601,397,711 457,820,934	2,675,232,896 500,610,276
V.		i <b>t</b> s <b>are represented by "-")</b> ibutable to the equity	758,904,997	717,111,337	2,143,576,777	2,174,622,620
	holders	s of the Company controlling interest	757,363,095 1,541,902	718,593,311 -1,481,974	2,143,549,923 26,854	2,175,402,903 -780,283

Iten	15	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
VI.	Net amount of other comprehensive	440 202 040	70.004.700		
	<b>income after tax</b> Net amount of other comprehensive income after tax attributable to the	-110,707,842	70,294,736	-211,418,478	165,198,637
	<ul> <li>equity holders of the Company</li> <li>(I) Other comprehensive income which will not be reclassified subsequently to gain or loss</li> <li>1. Changes in re-measurement of net liabilities or net assets of defined benefit plans</li> <li>2. Shares in other comprehensive income which will not be reclassified into profit and loss of investee entities under the equity method</li> <li>(II) Other comprehensive income which will be reclassified</li> </ul>	-110,707,842	70,294,736	-211,418,478	165,198,637
	subsequently to gain or loss <ol> <li>Shares in other         <ul> <li>comprehensive income             which will be reclassified             into profit and loss of             investee entities under             equity method</li> </ul> </li> <li>Gain or loss from changes         <ul> <li>in fair value of available-             for-sale financial assets</li> </ul> </li> <li>Gain or loss from         reclassification of held-         to-maturity investments         as available-for-sale         financial assets</li> </ol>	-110,707,842	70,294,736	-211,418,478	165,198,637

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
<ul> <li>4. Valid part of profit and loss from hedging cash flow</li> <li>5. Difference on translation of foreign financial statements</li> <li>6. Others</li> <li>Net amount of other comprehensive income after tax attributable to minority interest</li> </ul>	-110,707,842	70,294,736	-211,418,478	165,198,637
VII. Total comprehensive income Total comprehensive income	648,197,155	787,406,073	1,932,158,299	2,339,821,257
attributable to the equity holders of the Company Total comprehensive income attributable to minority	646,655,253	788,888,047	1,932,131,445	2,340,601,540
shareholders	1,541,902	-1,481,974	26,854	-780,283
VIII. Earnings per share (1) Basic earnings per share				
(RMB/share)	0.3	0.29	0.85	0.87
(2) Diluted earnings per share <i>(RMB/share)</i>	0.3	0.29	0.85	0.87

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

Cho Tak Wong	Chen Xiangming	Lin Xuejuan
Legal representative:	of accounting:	Department:
	Principal in charge	Head of the Accounting

## **Income Statement of the Company**

January to September 2017

# Prepared by: Fuyao Glass Industry Group Co., Ltd

			Amount for the current	corresponding period of	Amount for the period from the beginning of 2017 to the end of the Reporting period	Amount for the corresponding period of previous year to the end of the previous reporting period
			period (July to	year (July to	(January to	(January to
Iten	15		September)	September)	September)	September)
I.	Operatin	g revenue	1,128,442,597	1,014,670,659	3,137,264,282	3,341,393,167
	Less:	Cost of sales	1,032,182,718	913,248,731	2,866,760,230	2,934,891,909
		Taxes and surcharges Selling and distribution	1,822,413	3,281,060	8,104,506	11,195,410
		expenses General and administrative	48,916,378	37,303,574	160,422,632	136,966,843
		expenses	86,226,655	80,652,985	269,879,943	238,820,328
		Financial expenses	171,931,969	-60,629,643	336,302,081	-224,737,558
		Asset impairment losses	1,813,788	537,559	3,918,523	5,708,756
	Add:	Profit arising from changes in fair value (losses are				
		represented by "-") Investment income (losses are	8,941,225		-5,175,659	675,290
		represented by "-") Including: Share in profit of associates and	765,741	16,085,374	3,222,577,137	2,465,372,314
		joint ventures Other income	765,741 2,925,520	877,874	2,174,145 8,578,870	2,759,962
II.	Operatin	g profit				
		s are represented by"-")	-201,818,838	56,361,767	2,717,856,715	2,704,595,083
	Add:	Non-operating income Including: Gains on disposal of non-current	594,020	7,352,058	11,575,025	15,036,044
		assets	205,090		3,142,746	17,194
	Less:	Non-operating expenses Including: Losses on disposal of non-current	4,551,064	265,841	6,724,149	2,452,558
		assets	4,551,064	237,841	6,688,249	2,415,590

Item	8	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
III.	Total Profit (total losses are represented by "-")	-205,775,882	63,447,984	2,722,707,591	2,717,178,569
	Less: Income tax expenses	443,983	11,309,392	2,892,140	39,593,300
IV.	Net Profit (net losses are represented by "-")	-206,219,865	52,138,592	2,719,815,451	2,677,585,269
V.	<ul> <li>Net amount of other comprehensive income after tax</li> <li>(I) Other comprehensive income which will not be reclassified subsequently to gain or loss</li> <li>1. Changes in re-measurement of net liabilities or net assets of defined benefit plans</li> <li>2. Shares in other comprehensive income which will not be reclassified into profit and loss of investee entities under the equity method</li> <li>(II) Other comprehensive income which will be reclassified subsequently to gain or loss</li> <li>1. Shares in other comprehensive income which will be reclassified subsequently to gain or loss</li> <li>1. Shares in other comprehensive income which will be reclassified subsequently to gain or loss</li> <li>1. Shares in other comprehensive income which will be reclassified into profit and loss of investee entities under equity method</li> <li>2. Gain or loss from changes in fair value of available-forsale financial assets</li> </ul>				

Items	Amount for the current period (July to September)	Amount for the corresponding period of previous year (July to September)	Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
3. Gain or loss from reclassification of held-to-maturity investments as available- for-sale financial assets				
4. Valid part of profit and loss from hedging cash flow				
<ol> <li>Difference on translation of foreign financial statements</li> <li>Others</li> </ol>				
VI. Total comprehensive income	-206,219,865	52,138,592	2,719,815,451	2,677,585,269
VII. Earnings per share:				
<ul> <li>(1) Basic earnings per share (<i>RMB/share</i>)</li> <li>(2) Diluted carpings per share</li> </ul>	Not applicable	Not applicable	Not applicable	Not applicable
(2) Diluted earnings per share ( <i>RMB/share</i> )	Not applicable	Not applicable	Not applicable	Not applicable
Legal representative: Cho Tak Wong	Principal in c of account Chen Xiang	ing:	Head of the A Departm Lin Xue	nent:

## **Consolidated Cash Flow Statement**

January to September 2017

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Items	Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
<ul> <li>I. Cash flows from operating activities: Cash received from sale of goods or rendering of services</li> <li>Net increase in customer and interbank deposits Net increase in borrowing from the central bank</li> <li>Net increase in intra-bank borrowing from other financial institutions</li> <li>Cash received from premiums under original insurance contract</li> <li>Net cash received from reinsurance business</li> <li>Net increase in deposits of policy holders and investment</li> <li>Net increase in disposal of financial assets at fair value and its changes are calculated into profit or loss in the current period</li> <li>Cash received from interest, fees and commissions</li> <li>Net increase in borrowings from interbank</li> <li>Net increase in cash received from repurchase</li> </ul>	14,894,311,643	12,449,591,043
business Refund of taxes and surcharges Cash received relating to other operating activities	227,098,930 202,773,335	147,274,889 121,739,376
Sub-total of cash inflows from operating activities	15,324,183,908	12,718,605,308

Items	Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
Cash paid for goods and services Net increase in customer loans and advance Net increase in deposits in the central bank and interbank deposits Cash paid for compensation payments under origina insurance contract Cash paid for interest, fees and commissions Cash paid for insurance policy dividend	<b>7,965,966,339</b> al	6,515,581,011
Cash paid to and on behalf of employees	2,503,292,516	2,086,554,640
Payments of taxes and surcharges	1,553,596,890	1,242,074,145
Cash paid relating to other operating activities	176,662,361	146,518,737
Sub-total of cash outflows from		
operating activities	12,199,518,106	9,990,728,533
Net cash flows from operating activities	3,124,665,802	2,727,876,775
The cash hous from operating activities		2,121,010,110
<b>II. Cash flows from investing activities:</b> Cash received from disposal of investments		
Cash received from returns on investments		9,800,000
Net cash received from disposal of fixed assets,		
intangible assets and other long-term assets	66,736,338	35,726,453
Net cash received from disposal of subsidiaries and		
other business units	135,651,005	212,515,869
Cash received relating to other investing activities	361,855,189	52,500,000
Sub-total of cash inflows from		
investing activities	564,242,532	310,542,322
		010,010,000

		Amount for
	Amount for	the
	the period	corresponding
	from the	period of
	beginning of	previous year
	2017 to the	to the end of
	end of the	the previous
	Reporting	reporting
	period	period
	(January to	(January to
Items	September)	September)
Cash paid to acquire fixed assets, intangible assets		
and other long-term assets	2,746,773,539	2,756,605,117
Cash paid to acquire investments		
Net increase in secured loans		
Net cash paid to acquire subsidiaries and other		
business units		
Cash paid relating to other investing activities	400,000,000	200,000,000
Sub-total of cash outflows from		
investing activities	3,146,773,539	2,956,605,117
Net cash flows from investing activities	-2,582,531,007	-2,646,062,795
o de la companya de l	,,,	, , ,
III. Cash flows from financing activities:		
Cash received from capital contributions		
Including: Cash received from capital		
contributions by minority		
shareholders of subsidiaries		
Cash received from borrowings	8,263,226,104	7,090,695,435
Cash received from issuance of debentures		800,000,000
Cash received relating to other financing activities		1,200,000,000
Sub-total of cash inflows from		
financing activities	8,263,226,104	9,090,695,435
0		

Items		Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
Cash repayments of borrowings	tion of dividends	7,175,162,769	6,119,715,905
Cash payment relating to distribution of dividends and profits or repayment of interest Including: Cash payments for dividends or profit to minority shareholders of subsidiaries		2,049,909,318	2,010,052,492
Cash payment relating to other financing activities _			4,609,290
Sub-total of cash outflows from financing activities	=	9,225,072,087	8,134,377,687
Net cash flows from financing a	ctivities	-961,845,983	956,317,748
IV. Effect of fluctuations in exchange rates on cash and cash equivalents		-243,180,569	174,383,861
V. Net increase in cash and cash equivalents Add: Cash and cash equivalents balance at the beginning of the period		-662,891,757	1,212,515,589
		7,198,834,331	5,906,233,126
VI. Cash and cash equivalents balance at the end of the period		6,535,942,574	7,118,748,715
Legal representative: Cho Tak Wong	Principal in charge of accounting: Chen Xiangming	Depa	e Accounting artment: <b>Kuejuan</b>

## **Cash Flow Statement of the Company**

January to September 2017

Prepared by: Fuyao Glass Industry Group Co., Ltd.

Items	Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
I. Cash flows from operating activities:		
Cash received from sale of goods or rendering of		0 410 010 550
services	2,738,866,359	3,418,913,559
Refund of taxes and surcharges	208,015,208	119,197,402
Cash received relating to other operating activities	191,233,702	109,365,703
Sub-total of cash inflows from operating activities	3,138,115,269	3,647,476,664
Cash paid for goods and services	3,169,048,893	2,647,403,112
Cash paid to and on behalf of employees	237,016,611	242,744,477
Payments of taxes and surcharges	254,277,624	109,392,224
Cash paid relating to other operating activities	2,492,220,397	2,198,500,801
Sub-total of cash outflows from operating activities	6,152,563,525	5,198,040,614
Net cash flows from operating activities	-3,014,448,256	-1,550,563,950

Items	Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
II. Cash flows from investing activities:		
Cash received from disposal of investments		100,207,500
Cash received from returns on investments	3,191,510,090	2,328,232,310
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	21,511,401	718,284
Net cash received from disposal of subsidiaries and		
other business units		190,061,400
Cash received relating to other investing activities	308,605,479	45,000,000
Sub total of each inflows from investing		
Sub-total of cash inflows from investing activities	3,521,626,970	2,664,219,494
Cash paid to acquire fixed assets, intangible assets		
and other long-term assets	234,900,575	35,842,230
Cash paid to acquire investments	849,903,720	69,606,200
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	400,000,000	200,000,000
Sub-total of cash outflows from investing		
activities	1,484,804,295	305,448,430
Net cash flows from investing activities	2,036,822,675	2,358,771,064
<ul> <li>III. Cash flows from financing activities:</li> <li>Cash received from capital contributions</li> <li>Cash received from borrowings</li> <li>Cash received from issuance of debentures</li> <li>Cash received relating to other financing activities</li> </ul>	7,330,787,369	2,846,092,233 800,000,000 1,200,000,000
Sub-total of cash inflows from financing activities	7,330,787,369	4,846,092,233
ατιγιάτο		1,010,036,603

Items		Amount for the period from the beginning of 2017 to the end of the Reporting period (January to September)	Amount for the corresponding period of previous year to the end of the previous reporting period (January to September)
Cash repayments of borrowin Cash payment relating to dist and profits or repayment of Cash payment relating to othe	ribution of dividends of interest	4,406,495,884 2,003,060,781	3,070,084,906 1,942,675,422 4,609,290
Sub-total of cash outflows fi activities	<u> </u>	6,409,556,665	5,017,369,618
Net cash flows from financi	ng activities	921,230,704	-171,277,385
IV. Effect of fluctuations in exc and cash equivalents	hange rates on cash	-241,667,917	167,519,765
V. Net increase in cash and cas	-	-298,062,794	804,449,494
Add: Cash and cash equivaler beginning of the period	iits Dalaiice at the	6,587,731,042	5,809,618,357
VI. Cash and cash equivalents b the period	palance at the end of =	6,289,668,248	6,614,067,851
Legal representative: Cho Tak Wong	Principal in charge of accounting: Chen Xiangming	Dep	ne Accounting artment: <b>Xuejuan</b>
.2 Audit Report			

Not applicable