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北京金隅集團股份有限公司

**BBMG Corporation\***

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

**(Stock Code: 2009)**

### **THIRD QUARTERLY REPORT FOR 2019**

This announcement is made in accordance with Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the provisions about inside information (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of BBMG Corporation\* 北京金隅集團股份有限公司 (the “**Company**”) is pleased to announce the unaudited results of the Company and its subsidiaries (collectively, the “**Group**”) for the nine months ended 30 September 2019 (the “**Reporting Period**”) and three months ended 30 September 2019 (the “**Period**”).

During the Reporting Period, the Group recorded operating revenue of approximately RMB67,363.8 million, net profit of approximately RMB5,314.0 million, with total net profit attributable to owners of the parent company amounting to approximately RMB3,716.2 million and basic earnings per share of RMB0.35.

All financial information set out in this quarterly report is unaudited and prepared in accordance with China Accounting Standards for Business Enterprises.

The contents of this report are consistent with the announcement published on the Shanghai Stock Exchange. This announcement is published simultaneously domestically and overseas.

## I. IMPORTANT NOTICE

1. The Board, the supervisory board, the directors, the supervisors and the senior management of the Company guarantee that the contents of this quarterly report are true, accurate and complete and that there are no false representations, misleading statements or material omissions in this quarterly report, for which they shall assume joint and several liabilities.
2. All directors attended the Board meeting for reviewing this quarterly report.
3. Jiang Deyi, the Chairman of the Company, Chen Guogao, the chief accountant and Zhu Yan, the head of the accounting department (Accounting Supervisor), guarantee that the financial statements contained in this quarterly report are true, accurate and complete.
4. The financial statements contained in the third quarterly report of the Company have not been audited.

## II. MAIN FINANCIAL DATA OF THE COMPANY AND CHANGES IN SHAREHOLDERS

### 1. Major financial data

Unit and Currency: RMB

	<b>End of the Reporting Period</b>	<b>As at the end of the previous year</b>	<b>Change (as compared with the end of the previous year) (%)</b>
Total assets	278,950,271,357.39	268,276,091,699.13	3.98
Net assets attributable to the shareholders of the listed company	60,584,667,129.34	57,665,471,499.88	5.06
	<b>From the beginning of the Reporting Period to the end of the Reporting Period (January to September)</b>	<b>From the beginning of the previous year to the end of the reporting period of the previous year (January to September)</b>	<b>Year-on-year change (%)</b>
Net cash flows from operating activities	4,229,689,326.95	-4,831,019,803.56	187.55
	<b>From the beginning of the Reporting Period to the end of the Reporting</b>	<b>From the beginning of the previous year to the end of the reporting period of the previous year</b>	<b>Year-on-year change (%)</b>

	Period (January to September)	(January to September)	
Operating revenue	67,363,848,512.88	56,064,386,250.71	20.15
Net profit attributable to equity holders of the listed company	3,716,227,625.61	3,103,194,348.13	19.75
Net profit attributable to the shareholders of the listed company after deducting non-recurring profit and loss	3,123,063,182.39	2,800,395,004.90	11.52
Weighted average return on net assets (%)	6.27	5.87	Increase by 0.40 percentage point
Basic earnings per share (RMB/share)	0.35	0.29	20.69
Diluted earnings per share (RMB/share)	0.35	0.29	20.69

Non-recurring profit and loss items and amounts

"√ Applicable" "□ Not applicable"

Unit and Currency: RMB

Items	Amount for the Period (July to September)	Amount from the beginning of the Reporting Period to the end of the Reporting Period (January to September)	Explanation
Profit or loss on disposal of non-current assets	-10,301,081.32	-21,989,676.59	
Tax rebate or tax concessions with unauthorised approval or without official approval documents or on an occasional basis			
Government grants recognised through profit or loss for the period (excluding those closely related to the Company's normal business operations, which comply with national policies and can be enjoyed continuously based on a fixed amount or quantity)	64,554,228.79	83,226,106.47	
Capital occupancy fee from non-financial enterprises recognized through profit or loss for the period	44,923,201.39	373,183,187.85	
Gain arising from investment costs for acquisition of subsidiaries, associates and joint ventures being less than the fair value of the share of the identifiable net assets of the investee entitled at the time of acquisition		9,248,144.36	
Profit or loss from exchange of non-monetary assets			
Gains or losses from discretionary investment or asset management			
Provision for impairment of assets due to force majeure such as natural disaster			
Profit or loss from debt restructuring	-383,147,259.37	-372,045,427.63	
Corporate restructuring expenses, such as expenses on employee placement, integration costs, etc.			

Profit or loss arising from the excess of the unfair consideration over the fair value of a transaction			
Net profit or loss for the period of subsidiaries formed by business combination under common control from the beginning of the period to the date of combination			
Profit or loss from contingencies irrelevant 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 gains from disposal of held-for-trading financial assets, held-for-trading financial liabilities and	-4,074,071.10	11,956,606.75	
Write back of the provision for impairment of receivables that are individually tested for impairment		87,623,789.11	
Gains or losses from external entrusted loans			
Profit or loss from changes in fair value of investment properties using the fair value model for subsequent measurement	-724,378.53	437,976,002.84	
Effects on profit or loss for the period of one-off adjustment to profit or loss for the period in accordance with laws and regulations on taxation and accounting, etc.			
Entrustment fees income from entrusted operations			
Other non-operating income and expenses other than the foregoing items	27,861,047.72	42,490,326.67	
Other profit and loss items falling within the meaning of nonrecurring profit and loss			
Investment gains from disposal of subsidiaries, associates and joint ventures	4,969,915.45	13,498,877.02	
Effect of minority interests (after tax)	204,530,742.39	94,288,490.58	
Effect of income tax	19,111,732.10	-166,291,984.21	
<b>Total</b>	-32,295,922.48	593,164,443.22	

2. Total number of shareholders, shareholding of the top ten shareholders and the top ten shareholders of tradable shares (or not subject to lock-up restrictions) as at the end of the Reporting Period

Unit: Share

<b>Total number of shareholders</b>				164,884		
<b>Particulars of the top 10 shareholders</b>						
Name of shareholder (in full)	End of the Reporting Period Number of shares held	Shareholding (%)	Number of trade restricted Shares held	Pledged or frozen		Nature of shareholder
				Status of Shares	Number of Shares	
Beijing State-owned Capital Operation and Management Center	4,797,357,572	44.93	0	Nil	0	State-owned legal person

HKSCC Nominees Limited	2,338,764,870	21.90	0	Nil	0	Unknown
China National Materials Company Limited	459,940,000	4.31	0	Nil	0	State-owned legal person
China Securities Finance Corporation Limited	320,798,573	3.00	0	Nil	0	Unknown
Hong Kong Securities Clearing Company Limited	98,998,797	0.93	0	Nil	0	Unknown
Winfirst Investment Group Company Limited	75,140,000	0.70	0	Pledged	75,140,000	Domestic non-state-owned legal person
Central Huijin Asset Management Ltd.	66,564,000	0.62	0	Nil	0	Unknown
Guangfa Securities Company Limited Customer Credit Transaction Guarantee Securities Account	52,789,225	0.49	0	Nil	0	Unknown
CITIC Securities Company Limited Customer Credit Transaction Guarantee Securities Account	45,656,950	0.43	0	Nil	0	Unknown
Beijing Jinguofa Equity Investment Fund (Limited Partnership)	43,115,900	0.40	0	Nil	0	Unknown
<b>Shareholding of top ten shareholders of shares not subject to lock-up restrictions</b>						
Name of shareholder	Number of tradable shares held not subject to lock-up restrictions	Type and number of shares				
		Type	Number			
Beijing State-owned Capital Operation and Management Center	4,608,678,328	RMB-denominated ordinary shares	4,608,678,328			
HKSC Nominees Limited	2,338,764,870	Foreign shares listed overseas	2,338,764,870			

China National Materials Company Limited	459,940,000	RMB-denominated ordinary shares	459,940,000
China Securities Finance Corporation Limited	320,798,573	RMB-denominated ordinary shares	320,798,573
Hong Kong Securities Clearing Company Limited	98,998,797	RMB-denominated ordinary shares	98,998,797
Winfirst Investment Group Company Limited	75,140,000	RMB-denominated ordinary shares	75,140,000
Central Huijin Asset Management Ltd.	66,564,000	RMB-denominated ordinary shares	66,564,000
Guangfa Securities Company Limited Customer Credit Transaction Guarantee Securities Account	52,789,225	RMB-denominated ordinary shares	52,789,225
CITIC Securities Company Limited Customer Credit Transaction Guarantee Securities Account	45,656,950	RMB-denominated ordinary shares	45,656,950
Beijing Jinguofa Equity Investment Fund (Limited Partnership)	43,115,900	RMB-denominated ordinary shares	43,115,900
Explanations on the related party relationship or parties acting in concert among the abovementioned shareholders	Beijing State-owned Capital Operation and Management Center and Beijing Jinguofa Equity Investment Fund (Limited Partnership) are parties acting in concert.		
Explanations on the preferential shareholders with resumed voting rights and number of shares held	Nil		

3. Total number of preferred shareholders, shareholding of the top ten preferred shareholders and the top ten preferred shareholders not subject to lock-up restrictions as at the end of the Reporting Period

Applicable"  Not applicable"

### III. SIGNIFICANT EVENTS

1. Significant changes in major financial statement items and financial indicators of the Company and the reasons thereof

Applicable"  Not applicable"

Held-for-trading financial assets	Increased by 98.1% as compared with that at the beginning of the Reporting Period, mainly attributable to the acquisition of monetary fund by the Company during the Reporting Period.
Bills receivable	Decrease by 37.6% as compared with that at the beginning of the Reporting Period, mainly attributable to the decrease in bills received by the Company during the Reporting Period and the improvement of the quality of the bills.
Contract assets	Increased by 100% as compared with that at the beginning of the Reporting Period, mainly attributable to the significant increase in the projects for construction contract commenced by the Company during the Reporting Period.
Assets classified as held-for-sale	Decrease by 100% as compared with that at the beginning of the Reporting Period, mainly attributable to the disposal of subsidiaries by the Company during the Reporting Period.
Debt investment	Increased by 100% as compared with that at the beginning of the Reporting Period, mainly attributable to the purchase of wealth management products by the Company during the Reporting Period.
Long-term equity investments	Increased by 31.3% as compared with that at the beginning of the Reporting Period, mainly attributable to the additional investments in associates by the Company during the Reporting Period.
Other non-current financial assets	Decrease by 98.1% as compared with that at the beginning of the Reporting Period, mainly attributable to the disposal of wealth management products by the Company during the Reporting Period.
Investment properties	Increased by 31.9% as compared with that at the beginning of the Reporting Period, mainly attributable to the addition of investment properties by the Company during the Reporting Period.
Other non-current assets	Decrease by 32% as compared with that at the beginning of the Reporting Period, mainly attributable to the classification into current assets by the Company during the Reporting Period.
Payroll payable	Decreased by 34.1% as compared with that at the beginning of the Reporting Period, mainly attributable to the payment of annual performance incentives of last year by the Company during the Reporting Period.
Taxes payable	Decreased by 37.1% as compared with that at the beginning of the Reporting Period, mainly attributable to the income tax paid by the Company during the Reporting Period.

Liabilities classified as held for sale	Decrease by 100% as compared with that at the beginning of the Reporting Period, mainly attributable to the disposal of subsidiaries by the Company during the Reporting Period.
Short-term financing bonds payable	Decrease by 67.7% as compared with that at the beginning of the Reporting Period, mainly attributable to the repayment of short-term financing bonds by the Company during the Reporting Period.
Long-term loans	Increased by 42.2% as compared with that at the beginning of the Reporting Period, mainly attributable to the increase in long-term borrowings by the Company during the Reporting Period.
Long-term payables	Decrease by 95.4% as compared with that at the beginning of the Reporting Period, mainly attributable to the adjustments made by the Company in accordance with the new accounting standard on lease during the Reporting Period.
Provisions	Decrease by 41.8% as compared with that at the beginning of the Reporting Period, mainly attributable to the classification into other current liabilities by the Company during the Reporting Period.
Other non-current liabilities	Decrease by 97.8% as compared with that at the beginning of the Reporting Period, mainly attributable to the classification into other current liabilities by the Company during the Reporting Period.
Specific reserve	Increased by 83.9% as compared with that at the beginning of the Reporting Period, mainly attributable to the increase in production safety costs by the Company during the Reporting Period.
Business tax and surcharges	Increased by 40.3% as compared with that of the corresponding period of the previous year, mainly attributable to the increase in the revenue of the cement business and property development business of the Company during the Reporting Period.
Research and development expenses	Increased by 43.5% as compared with that of the corresponding period of the previous year, mainly attributable to the year-on-year increase in research and development expenses of the cement companies of the Company during the Reporting Period.
Gains from changes in fair value	Increased by 72.3% as compared with that of corresponding period of the previous year, mainly attributable to the significant increase in the fair value of investment properties of the Company during the Reporting Period.



Assets impairment losses	Increased by 37.2% as compared with that of the corresponding period of the previous year, mainly attributable to the provision for impairment on inventory by the Company during the Reporting Period.
Credit impairment losses	Decreased by 359.1% as compared with that of the corresponding period of the previous year, mainly attributable to the year-on-year increase in the provision for bad debts by the Company during the Reporting Period.
Gains on disposal of assets	Decreased by 91.5% as compared with that of the corresponding period of the previous year, mainly attributable to the receipt of demolition compensation by the Company during the corresponding period of the previous year.
Non-operating income	Increased by 51.3% as compared with that of the corresponding period of the previous year, mainly attributable to other government grants and subsidies received by the Company during the Reporting Period.
Non-operating expenses	Increased by approximately 130.1% as compared with that of the corresponding period of the previous year, mainly attributable to the increase in loss from debt restructuring of the Company during the Reporting Period.
Net cash flows from operating activities	Increased by 187.6% as compared with that of the corresponding period of the previous year, mainly attributable to the year-on-year decrease in the land reserves acquisition by the Company during the Reporting Period.
Net cash flows arising from investing activities	Increased by 45.4% as compared with that of the corresponding period of the previous year, mainly attributable to the acquisition of Tianjin Building Materials Group and other companies by the Company during corresponding period of the previous year.
Net cash flows arising from financing activities	Decreased by 106.6% as compared with that of the corresponding period of the previous year, mainly attributable to the year-on-year decrease in the additional borrowings of the Company during the Reporting Period.

2. Analysis and explanation on the development of significant events, and impacts and solutions thereof

Applicable"  Not applicable"

3. Undertakings that has not been duly fulfilled during the Reporting Period

Applicable"  Not applicable"

4. Warnings and explanations of forecasted loss or significant changes to the accumulated net profits from the beginning of the year to the end of the next reporting period or as compared with the corresponding period of the previous year

Applicable"  Not applicable"

By order of the Board  
**BBMG Corporation\***  
*Jiang Deyi*  
*Chairman*

Beijing, the PRC, 29 October 2019

*As at the date of this announcement, the executive directors of the Company are Jiang Deyi, Wu Dong and Zheng Baojin; the non-executive directors of the Company are Guo Yanming and Xue Chunlei; and the independent non-executive directors of the Company are Wang Guangjin, Tian Lihui, Tang Jun and Ngai Wai Fung.*

*\* English translation denotes for identification purposes only*

## APPENDIX

### IV.

#### 1. Financial Statements

#### Consolidated Balance Sheet

30 September 2019

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	30 September 2019	31 December 2018
<b>Current Assets:</b>		
Cash and bank balances	18,934,335,353.08	17,903,847,144.72
Settlement reserves		
Loans to banks or other financial institutions		
Held-for-trading financial assets	2,049,721,579.30	1,034,558,112.73
Financial assets at fair value through profit or loss		
Derivative financial assets		
Bills receivable and accounts receivable	7,001,558,939.80	11,225,781,814.50
Accounts receivable	8,777,751,699.22	7,440,085,450.85
Receivables financing		
Prepayments	2,275,353,292.75	2,008,371,750.64
Premiums receivable	0.00	0.00
Reinsurance accounts receivable	0.00	0.00
Reinsurance contract reserve receivable	0.00	0.00
Other receivables	12,538,067,688.67	9,941,619,578.19
<i>Including: Interests receivable</i>	<i>5,043,432.74</i>	<i>1,301,741.00</i>
<i>Dividends receivable</i>	<i>1,000,000.00</i>	<i>53,071,936.52</i>
Purchase and sell-back of financial assets		
Inventories	119,724,080,776.93	114,912,793,681.36
Contract assets	168,692,793.09	0.00
Assets classified as held for sale	0.00	109,534,153.31
Non-current assets due within one year		
Other current assets	4,754,159,253.90	3,710,725,422.82
<b>Total current assets</b>	<b>173,579,666,488.27</b>	<b>169,157,938,225.06</b>

<b>Non-current assets:</b>		
Loans and advances		
Debt investment	210,724,991.78	
Available-for-sale financial assets		
Other debt investment		
Held-to-maturity investments		
Long-term receivables	957,047,203.81	802,351,921.55
Long-term equity investments	3,987,579,012.27	3,036,757,009.85
Investment in other equity instruments	360,072,740.12	396,187,115.71
Other non-current financial assets	4,000,000.00	214,980,000.00
Investment properties	28,140,211,182.70	21,327,245,245.17
Fixed assets	43,240,342,028.77	44,692,772,001.56
Construction in progress	2,435,879,076.09	2,929,675,428.99
Capitalized biological assets		
Oil and gas assets		
Right-of-use assets	947,650,730.15	
Intangible assets	16,255,138,886.09	16,691,754,296.12
Development expenses		
Goodwill	2,741,468,983.05	2,740,287,649.80
Long-term prepaid expenses	1,432,206,991.34	1,242,705,854.17
Deferred income tax assets	3,578,314,114.16	3,454,590,218.09
Other non-current assets	1,079,968,928.79	1,588,846,733.06
<b>Total non-current assets</b>	<b>105,370,604,869.12</b>	<b>99,118,153,474.07</b>
<b>Total assets</b>	<b>278,950,271,357.39</b>	<b>268,276,091,699.13</b>
<b>Current liabilities:</b>		
Short-term loans	35,413,417,198.00	39,880,392,209.57
Borrowings from central bank		
Loans from banks and other financial institutions		
Held-for-trading financial liabilities		
Derivative financial liabilities		
Bills payable	2,689,303,035.63	2,080,749,336.98
Accounts payable	16,659,614,598.36	18,357,615,866.65
Receipts in advance	288,674,687.24	317,903,204.75
Contract liabilities	26,444,353,872.92	23,715,168,353.77
Financial assets sold for repurchase		
Deposits from customers and inter-bank deposits		
Amount paid for agency securities trading		
Amount paid for agency securities underwriting		

Payroll payable	259,366,766.70	393,840,303.30
Taxes payable	1,590,782,250.98	2,527,195,602.24
Other payables	9,313,958,284.66	8,352,595,483.33
<i>Including: Interests payable</i>	<i>1,022,279,146.53</i>	<i>1,006,889,605.80</i>
<i>Dividends payable</i>	<i>752,400,000.00</i>	<i>492,510,444.74</i>
Short-term financing bonds payable	2,100,000,000.00	6,500,000,000.00
Fees and commissions payable		
Reinsurance accounts payable		
Liabilities classified as held for sale	0.00	40,291,356.83
Non-current liabilities due within one year	17,243,319,750.71	18,543,864,543.14
Other current liabilities	9,596,982,491.99	8,492,714,136.95
<b>Total current liabilities</b>	<b>121,599,772,937.19</b>	<b>129,202,330,397.51</b>
<b>Non-current liabilities:</b>		
Insurance contract reserve		
Long-term loans	43,384,993,181.56	30,506,054,265.70
Bonds payable	22,493,935,000.00	20,231,089,289.70
<i>Including: Preferred</i>		
<i>Perpetual</i>		
Lease liabilities	853,147,717.17	
Long-term payables	14,608,876.97	315,856,652.08
Long-term payroll payable	666,282,402.18	674,179,502.11
Provisions	353,088,115.28	606,650,918.54
Deferred income	877,571,718.12	888,404,866.72
Deferred income tax liabilities	5,944,448,240.62	5,960,849,194.26
Other non-current liabilities	15,000,000.00	676,174,065.29
<b>Total non-current liabilities</b>	<b>74,603,075,251.90</b>	<b>59,859,258,754.40</b>
<b>Total liabilities</b>	<b>196,202,848,189.09</b>	<b>189,061,589,151.91</b>

<b>Owners' equity (or shareholders' equity)</b>		
Paid-up capital (or share capital)	10,677,771,134.00	10,677,771,134.00
Other equity instruments	14,962,000,000.00	14,962,000,000.00
<i>Including: Preferred</i>		
<i>Perpetual</i>	<i>14,962,000,000.00</i>	<i>14,962,000,000.00</i>
Capital reserve	5,680,970,400.75	5,273,970,842.54
Less: Treasury shares		
Other comprehensive income	214,994,223.85	206,951,321.03
Specific reserve	37,010,918.31	20,124,124.94
Surplus reserve	1,537,434,040.24	1,537,434,040.24
General risk provision	340,792,201.29	340,792,201.29
Retained earnings	27,133,694,210.90	24,646,427,835.84
<b>Total equity attributable to owners of the parent company</b>	<b>60,584,667,129.34</b>	<b>57,665,471,499.88</b>
Minority interests	22,162,756,038.96	21,549,031,047.34
<b>Total owners' equity (or shareholders' equity)</b>	<b>82,747,423,168.30</b>	<b>79,214,502,547.22</b>
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b>278,950,271,357.39</b>	<b>268,276,091,699.13</b>

Legal Representative: Jiang Deyi Chief Accountant: Chen Guogao Head of the Accounting Department: Zhu Yan

## Balance Sheet of the Parent Company

30 September 2019

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Balance at the end of the Reporting Period	Balance at the beginning of the Reporting Period
<b>Current Assets:</b>		
Cash and bank balances	6,589,757,628.25	6,490,366,382.70
Held-for-trading financial assets		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Bills receivable		
Accounts receivable	57,454.00	
Receivables financing		
Prepayments	20,272,540.40	13,098,540.40
Other receivables	74,164,596,007.82	66,901,797,608.27
<i>Including: Interests receivable</i>	<i>3,051,289,114.77</i>	<i>2,685,808,925.09</i>
<i>Dividends receivable</i>	<i>2,558,140,639.69</i>	<i>255,727,024.99</i>
Inventories		
Contract assets		
Assets classified as held for sale		
Non-current assets due within one year		
Other current assets	2,321,214.75	2,241,084.31
<b>Total current assets</b>	<b>80,777,004,845.22</b>	<b>73,407,503,615.68</b>
<b>Non-current assets:</b>		
Debt investment		
Other debt investment		
Long-term receivables		
Long-term equity investments	44,605,367,232.94	46,569,735,251.07
Investment in other equity instruments	200,000.00	200,000.00
Other non-current financial assets		
Investment properties	11,782,278,382.50	10,487,725,592.87
Fixed assets	1,110,847,915.46	1,162,385,959.60
Construction in progress		
Capitalized biological assets		
Oil and gas assets		
Intangible assets	375,008,443.24	368,789,672.92
Development expenses		
Goodwill		
Long-term prepaid expenses		
Deferred income tax assets	275,225,433.66	266,341,821.16

Other non-current assets		
<b>Total non-current assets</b>	<b>58,148,927,407.80</b>	<b>58,855,178,297.62</b>
<b>Total assets</b>	<b>138,925,932,253.02</b>	<b>132,262,681,913.30</b>
<b>Current liabilities:</b>		
Short-term loans	26,806,300,000.00	24,931,850,000.00
Held-for-trading financial liabilities		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Bills payable		
Accounts payable	8,534,173.57	7,262,384.48
Receipts in advance	147,422,566.01	143,686,136.43
Contract liabilities		
Payroll payable	85,430.15	14,420,033.15
Taxes payable	78,617,811.40	82,674,779.38
Other payables	3,570,512,180.15	4,398,166,645.39
<i>Including: Interests payable</i>	686,400,105.88	870,259,849.55
<i>Dividends payable</i>	732,313,280.51	252,473,041.69
Liabilities classified as held for sale		
Short-term financing bonds payable		6,500,000,000.00
Non-current liabilities due within one year	14,139,200,000.00	8,769,671,412.11
Other current liabilities		
<b>Total current liabilities</b>	<b>44,750,672,161.28</b>	<b>44,847,731,390.94</b>
<b>Non-current liabilities:</b>		
Long-term loans	23,147,577,000.00	19,767,370,000.00
Bonds payable	23,423,529,748.59	18,518,190,202.83
<i>Including: Preferred</i>		
<i>Perpetual</i>		
Long-term payables		
Long-term payroll payable	365,218,292.46	363,676,960.00
Provisions		
Deferred income		
Deferred income tax liabilities	2,163,750,358.84	2,162,277,161.43
Other non-current liabilities		
<b>Total non-current liabilities</b>	<b>49,100,075,399.89</b>	<b>40,811,514,324.26</b>
<b>Total liabilities</b>	<b>93,850,747,561.17</b>	<b>85,659,245,715.20</b>



<b>Owners' equity (or shareholders' equity)</b>		
Paid-up capital (or share capital)	10,677,771,134.00	10,677,771,134.00
Other equity instruments	14,962,000,000.00	14,962,000,000.00
<i>Including: Preferred</i>		
<i>Perpetual</i>	<i>14,962,000,000.00</i>	<i>14,962,000,000.00</i>
Capital reserve	1,538,871,512.62	6,674,854,902.82
Less: Treasury shares		
Other comprehensive income	64,844,712.79	64,844,712.79
Specific reserve		
Surplus reserve	1,537,434,040.24	1,537,434,040.24
Retained earnings	16,294,263,292.20	12,686,531,408.25
<b>Total owners' equity (or shareholders' equity)</b>	<b>45,075,184,691.85</b>	<b>46,603,436,198.10</b>
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b>138,925,932,253.02</b>	<b>132,262,681,913.30</b>

Legal Representative: Jiang Deyi Chief Accountant: Chen Guogao Head of the Accounting Department:  
Zhu Yan

## Consolidated Income Statement

January to September 2019

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Amount for the Period (July to September)	Amount for the corresponding period for the previous year (July to September)	Amount for the period from the beginning of the Reporting Period to the end of the Reporting Period (January to September)	Amount for the period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
<b>I. Total operating revenue</b>	22,752,759,882.22	20,698,992,994.73	67,363,848,512.88	56,064,386,250.71
<i>Including: Operating revenue</i>	22,752,759,882.22	20,698,992,994.73	67,363,848,512.88	56,064,386,250.71
Interest income				
Premiums earned				
Fees and commissions income				
<b>II. Total operating costs</b>	20,739,229,791.52	18,975,588,840.19	60,968,099,944.22	51,248,521,184.35
<i>Including: Operating costs</i>	16,805,733,486.54	14,901,909,035.21	49,038,815,155.34	40,436,680,615.43
Interest expenses				
Fees and commissions expenses				
Surrenders				
Net compensation expenses				
Net insurance contract reserves				
Insurance policy dividend expenses				
Reinsurance expenses				
Business tax and surcharges	573,555,185.74	692,194,630.79	2,450,326,102.43	1,745,903,031.94
Selling expenses	860,224,368.37	818,761,719.91	2,250,696,012.08	1,982,427,063.09
Administrative expenses	1,704,101,636.43	1,643,546,976.09	4,897,610,990.56	4,737,137,065.22
Research and development expenses	79,761,778.02	76,394,704.19	200,376,642.69	139,644,966.64
Finance costs	715,853,336.42	842,781,774.00	2,130,275,041.12	2,206,728,442.03

<i>Including: Interest expenses</i>	865,182,661.51	799,360,522.25	2,574,657,316.03	2,093,034,821.47
<i>Interest income</i>	135,294,315.97	73,872,666.50	580,442,999.71	193,427,194.66
Add: Other gains	218,262,115.29	304,790,198.58	557,406,361.43	602,537,140.12
Investment gains (“-” indicating loss)	138,786,054.36	239,207,911.13	393,575,333.48	471,665,643.42
<i>Including: Share of profits of associates and joint ventures</i>	115,201,161.09	196,619,160.79	316,973,928.56	335,627,297.53
Derecognition of gains on financial assets measured at amortised cost				
Foreign exchange gains (“-” indicating loss)				
Net exposure hedging gains (“-” indicating loss)				
Gains from changes in fair value (“-” indicating loss)	-17,836,804.72	7,231,928.22	483,135,664.91	280,355,707.06
Impairment loss of credit (“-” indicating loss)	39,209,078.76	-306,041,746.10	-109,226,687.65	42,163,666.19
Impairment loss of assets (“-” indicating loss)	-134,062,089.26	-1,312,749.66	-201,053,450.89	-320,175,329.31
Gains on disposal of assets (“-” indicating loss)	258,811.35	14,569,280.18	2,838,726.61	33,400,481.97
<b>III. Operating profit (“-” indicating loss)</b>	<b>2,258,147,256.48</b>	<b>1,981,848,976.89</b>	<b>7,522,424,516.55</b>	<b>5,925,812,375.81</b>
Add: Non-operating income	103,969,430.01	60,223,945.38	224,818,302.18	148,605,570.07
Less: Non-operating expenses	457,374,232.52	142,163,277.53	577,862,336.27	251,108,282.77
<b>IV. Total profit (“-” indicating total loss)</b>	<b>1,904,742,453.97</b>	<b>1,899,909,644.74</b>	<b>7,169,380,482.46</b>	<b>5,823,309,663.11</b>
Less: Income tax expenses	555,728,021.09	487,726,506.72	1,855,393,327.20	1,483,383,294.48
<b>V. Net profit (“-” indicating net loss)</b>	<b>1,349,014,432.88</b>	<b>1,412,183,138.02</b>	<b>5,313,987,155.26</b>	<b>4,339,926,368.63</b>
(1) Classification according to continuing operations				

1. Net profits from continuing operations (“-” indicating net loss)	1,349,014,432.88	1,412,183,138.02	5,313,987,155.26	4,339,926,368.63
2. Net profits from discontinued operations (“-” indicating net loss)				
(2) Classification according to attributable interests				
1. Net profit attributable to the owners of the parent company	670,653,617.39	692,988,232.07	3,716,227,625.61	3,103,194,348.13
2. Profits or loss for minority interests	678,360,815.49	719,194,905.95	1,597,759,529.65	1,236,732,020.50
<b>VI. Other comprehensive income (net of tax)</b>	<b>20,824,928.67</b>	<b>84,708,281.65</b>	<b>16,547,682.74</b>	<b>-65,537,087.47</b>
Other comprehensive income (net of tax) attributable to owners of the parent company	9,126,426.95	-1,526,452.08	8,042,902.82	-45,914,386.08
(1) Other comprehensive income that will not be reclassified into profit or loss subsequently	-3,316,046.03	-2,307,451.25	-4,569,395.63	-42,839,037.70
1. Changes arising from re-measurement of net liabilities or net assets of defined benefit plans	0.00	0.00	-5,000.00	-18,855,736.00
2. Share of other comprehensive income (that will not be reclassified to profit or loss) accounted for using equity method				
3. Changes in fair value of investment in other equity instruments	-3,316,046.03	-2,307,451.25	-4,564,395.63	-23,983,301.70
4. Changes in fair value of corporate credit risk				
(2) Other comprehensive income that will be reclassified to profit or loss subsequently	12,442,472.98	780,999.17	12,612,298.45	-3,075,348.38

1. Share of other comprehensive income (that will be reclassified to profit or loss subsequently) accounted for using equity method	-261,333.60	0.00	138,456.06	-685,072.50
2. Changes in fair value of other debt investment				
3. Profits or loss for changes in fair value of available-for-sale financial assets				
4. Financial assets reclassified to other comprehensive income				
5. Held-to-maturity investments reclassified as profit or loss for available-for-sale financial assets				
6. Credit impairment provision of other debt investment				
7. Cash flow hedging reserve (valid portion of the gains or losses arising from cash flow hedges instrument)				
8. Exchange differences on foreign currency translation	12,703,806.58	780,999.17	12,473,842.39	-2,390,275.88
9. Others	0.00	0.00	0.00	0.00
Other comprehensive income (net of tax) attributable to minority interests	11,698,501.72	86,234,733.73	8,504,779.92	-19,622,701.39
<b>VII. Total comprehensive income</b>	<b>1,369,839,361.55</b>	<b>1,496,891,419.67</b>	<b>5,330,534,838.00</b>	<b>4,274,389,281.16</b>
Total comprehensive income attributable to the owners of the parent company	679,780,044.34	691,461,779.99	3,724,270,528.43	3,057,279,962.05

Total comprehensive income attributable to minority interests	690,059,317.21	805,429,639.68	1,606,264,309.57	1,217,109,319.11
<b>VIII. Earnings per share:</b>				
<b>(1) Basic earnings per share (RMB/share)</b>	<b>0.06</b>	<b>0.06</b>	<b>0.35</b>	<b>0.29</b>
<b>(2) Diluted earnings per share (RMB/share)</b>	<b>0.06</b>	<b>0.06</b>	<b>0.35</b>	<b>0.29</b>

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

Legal Representative: Jiang Deyi Chief Accountant: Chen Guogao Head of the Accounting Department:  
Zhu Yan

## Income Statement of the Parent Company

January to September 2019

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Amount for the Period (July to September)	Amount for the corresponding period for the previous year (July to September)	Amount for the period from the beginning of the Reporting Period to the end of the Reporting Period (January to September)	Amount for the period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
I. Total operating revenue	265,411,342.38	237,431,151.81	785,883,321.00	749,222,576.57
Less: Operating costs	18,153,245.16	25,388,397.76	58,931,850.86	61,880,316.08
Business tax and surcharges	34,305,615.84	31,267,470.86	106,258,095.60	100,040,235.96
Selling expenses	0.00	14,301,147.30	20,575,656.07	37,464,938.70
Administrative expenses	58,567,132.11	96,478,507.51	128,049,107.09	160,222,031.46
Research and development expenses	0.00	0.00	0.00	0.00
Finance costs	294,053,288.62	295,061,243.44	656,140,366.54	715,012,583.32
<i>Including: Interest expenses</i>	<i>1,108,433,421.02</i>	<i>1,097,452,861.55</i>	<i>3,268,999,246.56</i>	<i>2,659,422,825.10</i>
<i>Interest income</i>	<i>840,237,197.15</i>	<i>834,308,288.40</i>	<i>2,719,615,420.37</i>	<i>2,021,752,899.91</i>
Add: Other gains	0.00	1,612,766.23	0.00	2,330,000.00
Investment gains (“-” indicating loss)	2,640,917,685.41	13,805,647.91	4,941,516,404.40	1,362,581,507.86
<i>Including: Share of profits of associates and joint ventures</i>	<i>6,840,296.78</i>	<i>35,805,647.91</i>	<i>24,355,905.86</i>	<i>37,930,170.69</i>

Derecognition of gains on financial assets measured at amortised cost				
Net exposure hedging gains (“-” indicating loss)				
Gains from changes in fair value (“-” indicating loss)	0.00	0.00	50,872,789.63	184,600,983.44
Impairment loss of credit (“-” indicating loss)	0.00	-8,673,796.65	0.00	-3,062,480.78
Impairment loss of assets (“-” indicating loss)	0.00	0.00	0.00	0.00
Gains on disposal of assets (“-” indicating loss)	0.00	0.00	0.00	0.00
II. Operating profit (“-” indicating loss)	2,501,249,746.06	-218,320,997.57	4,808,317,438.87	1,221,052,481.57
Add: Non-operating income	13,636,635.21	2,433,291.17	18,817,200.86	20,742,635.69
Less: Non-operating expenses	20,007,145.98	0.00	20,007,145.98	1,701.07
III. Total profit (“-” indicating total loss)	2,494,879,235.29	-215,887,706.40	4,807,127,493.75	1,241,793,416.19
Less: Income tax expenses	-3,306,866.30	0.00	12,718,197.41	29,580,247.93
IV. Net profit (“-” indicating net loss)	2,498,186,101.59	-215,887,706.40	4,794,409,296.34	1,212,213,168.26
(1) Net profits from continuing	2,498,186,101.59	-215,887,706.40	4,794,409,296.34	1,212,213,168.26



operations (“-” indicating net loss)				
(2) Net profits from discontinued operations (“-” indicating net loss)				
V. Other comprehensive income (net of tax)	0.00	0.00	0.00	-17,776,102.00
(1) Other comprehensive income that will not be reclassified into profit or loss subsequently	0.00	0.00	0.00	-17,776,102.00
1. Changes arising from re-measurement of net liabilities or net assets of defined benefit plans	0.00	0.00	0.00	-17,776,102.00
2. Share of other comprehensive income (that will not be reclassified to profit or loss) accounted for using equity method	0.00	0.00	0.00	0.00
3. Changes in fair value of investment in other equity instruments				
4. Changes in fair value of corporate credit risk				

(2) Other comprehensive income that will be reclassified to profit or loss subsequently	0.00	0.00	0.00	0.00
1. Share of other comprehensive income (that will be reclassified to profit or loss subsequently) accounted for using equity method	0.00	0.00	0.00	0.00
2. Changes in fair value of other debt investment				
3. Profits or loss for changes in fair value of available-for-sale financial assets				
4. Financial assets reclassified to other comprehensive income				
5. Held-to-maturity investments reclassified as profit or loss for available-for-sale financial assets				
6. Credit impairment provision of other debt investment				
7. Cash flow hedging reserve (valid portion of				

the gains or losses arising from cash flow hedges instrument)				
8. Exchange differences on foreign currency translation				
9. Others				
VI. Total comprehensive income	2,498,186,101.59	-215,887,706.40	4,794,409,296.34	1,194,437,066.26
VII. Earnings per share:				
(1) Basic earnings per share (RMB/share)				
(2) Diluted earnings per share (RMB/share)				

Legal Representative: Jiang Deyi Chief Accountant: Chen Guogao Head of the Accounting Department: Zhu Yan

## Consolidated Statement of Cash Flows

January to September 2019

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Amount for the period from the beginning of the Reporting Period to the end of the Reporting Period (January to September)	Amount for the period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
<b>I. Cash flows from operating activities:</b>		
Cash received from sale of goods and rendering of services	60,330,094,605.92	57,506,311,943.22
Net increase in deposits from customers and inter- bank deposits		
Net increase in borrowings from central bank		
Net decrease in deposits in central bank		256,103,652.88
Net increase in loans from other financial institutions		
Cash received as premiums of original insurance contracts		
Net cash received from reinsurance business		
Net increase in policy holder deposits and investment		
Cash received from interests, fees and commissions		
Net increase in loans from banks and other financial institutions		
Net increase in capital from repurchase business		
Net cash received for agency securities trading		
Refund of taxes and levies	430,515,028.18	413,543,687.46
Cash received from other operating activities	4,285,510,007.61	2,144,039,546.87
<b>Subtotal of cash inflows from operating activities</b>	<b>65,046,119,641.71</b>	<b>60,319,998,830.43</b>
Cash paid for purchasing goods and receiving services	43,418,628,909.35	46,125,497,997.22

Net increase in customers' loans and advances		
Net increase in deposits in central bank and inter- bank deposits	248,532,257.98	
Cash paid for compensation payout under original insurance contracts		
Net increase in Loans to banks or other financial institutions		
Cash paid for interests, fees and commissions		
Cash paid for policy dividends		
Cash paid to and for the benefit of employees	4,527,773,427.52	4,144,728,289.32
Taxes and levies paid	7,592,857,064.42	6,211,271,979.22
Cash paid for other operating activities	5,028,638,655.49	8,669,520,368.23
<b>Subtotal of cash outflows from operating activities</b>	<b>60,816,430,314.76</b>	<b>65,151,018,633.99</b>
<b>Net cash flows from operating activities</b>	<b>4,229,689,326.95</b>	<b>-4,831,019,803.56</b>
<b>II. Cash flows from investing activities:</b>		
Cash received from redemption of investments	236,597,428.74	27,000,000.00
Cash received from return on investments	413,266,634.43	281,267,557.19
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	65,506,232.08	114,300,497.74
Net cash received from disposal of subsidiaries and other business entities	703,628,908.97	
Cash received from other investing activities	2,670,267,041.76	7,111,278,650.00
<b>Subtotal of cash inflows from investing activities</b>	<b>4,089,266,245.98</b>	<b>7,533,846,704.93</b>
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	6,640,190,633.21	3,062,256,978.63
Cash paid for investments	100,820,000.00	1,293,968,421.40
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other business entities	54,453,538.56	4,391,590,822.00
Cash paid for other investing activities	2,814,526,006.19	8,892,558,130.00
<b>Subtotal of cash outflows from investing activities</b>	<b>9,609,990,177.96</b>	<b>17,640,374,352.03</b>

<b>Net cash flows arising from investing activities</b>	<b>-5,520,723,931.98</b>	<b>-10,106,527,647.10</b>
<b>III. Cash flows from financing activities:</b>		
Cash received from capital contributions	23,754,000.00	900,853,542.47
<i>Including: Cash received by subsidiaries from investments of minority interests</i>	<i>23,754,000.00</i>	<i>900,853,542.47</i>
Cash received from borrowings	40,369,814,400.00	49,694,275,854.32
Cash received from issuance of bonds	10,269,000,000.00	21,500,000,000.00
Cash received from other financing activities	35,000,000.00	0.00
<b>Subtotal of cash inflows from financing activities</b>	<b>50,697,568,400.00</b>	<b>72,095,129,396.79</b>
Cash paid for debts settlement	37,918,716,467.73	38,217,519,192.59
Cash paid for the distribution of dividends, profits or interest payments	5,333,008,763.58	4,890,749,710.15
<i>Including: Dividends and profits paid by subsidiaries to minority interests</i>	<i>200,035,558.58</i>	<i>9,490,509.40</i>
Cash paid for bonds settlement	7,932,370,000.00	13,570,000,000.00
Cash paid for other financing activities	484,564,382.84	796,399,894.84
<b>Subtotal of cash outflows from financing activities</b>	<b>51,668,659,614.15</b>	<b>57,474,668,797.58</b>
<b>Net cash flows arising from financing activities</b>	<b>-971,091,214.15</b>	<b>14,620,460,599.21</b>
<b>IV. Effects of exchange rate fluctuations on cash and cash equivalents</b>	1,879,070.09	-1,693,917.24
<b>V. Net increase in cash and cash equivalents</b>	<b>-2,260,246,749.09</b>	<b>-318,780,768.69</b>
Add: Opening balance of cash and cash equivalents	13,520,047,307.82	12,914,086,803.47
<b>VI. Closing balance of cash and cash equivalents</b>	<b>11,259,800,558.73</b>	<b>12,595,306,034.78</b>

Legal Representative: Jiang Deyi Chief Accountant: Chen Guogao Head of the Accounting Department: Zhu Yan

## Statement of Cash Flows of the Parent Company

January to September 2019

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Amount for the period from the beginning of the Reporting Period to the end of the Reporting Period (January to September)	Amount for the period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
<b>I. Cash flows from operating activities:</b>		
Cash received from sale of goods and rendering of services	886,959,988.44	855,109,876.22
Refund of taxes and levies	387,520.06	0.00
Cash received from other operating activities	40,469,058,615.46	46,898,038,355.62
<b>Subtotal of cash inflows from operating activities</b>	<b>41,356,406,123.96</b>	<b>47,753,148,231.84</b>
Cash paid for purchasing goods and receiving services	10,803,683.93	14,654,375.12
Cash paid to and for the benefit of employees	45,550,682.41	43,949,410.67
Taxes and levies paid	202,611,998.81	144,266,131.11
Cash paid for other operating activities	36,315,003,286.11	59,486,609,702.97
<b>Subtotal of cash outflows from operating activities</b>	<b>36,573,969,651.26</b>	<b>59,689,479,619.87</b>
<b>Net cash flows from operating activities</b>	<b>4,782,436,472.70</b>	<b>-11,936,331,388.03</b>
<b>II. Cash flows from investing activities:</b>		
Cash received from redemption of investments	7,343,071.04	0.00
Cash received from return on investments	1,282,647,274.33	2,490,016,944.16
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	650.00	0.00
Net cash received from disposal of subsidiaries and other business entities	1,577,668,300.00	0.00
Cash received from other investing activities	0.00	0.00
<b>Subtotal of cash inflows from investing activities</b>	<b>2,867,659,295.37</b>	<b>2,490,016,944.16</b>

Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	1,193,739.00	2,956,392.14
Cash paid for investments	4,452,032,303.91	5,259,661,609.40
Net cash paid for acquisition of subsidiaries and other business entities	230,377,538.20	0.00
Cash paid for other investing activities	5,342,364,186.00	935,440,712.00
<b>Subtotal of cash outflows from investing activities</b>	<b>10,025,967,767.11</b>	<b>6,198,058,713.54</b>
<b>Net cash flows arising from investing activities</b>	<b>-7,158,308,471.74</b>	<b>-3,708,041,769.38</b>
<b>III. Cash flows from financing activities:</b>		
Cash received from capital contributions	0.00	0.00
Cash received from borrowings	34,240,500,000.00	47,661,550,000.00
Cash received from issuance of bonds	2,000,000,000.00	
Cash received from other financing activities	0.00	5,886.87
<b>Subtotal of cash inflows from financing activities</b>	<b>36,240,500,000.00</b>	<b>47,661,555,886.87</b>
Cash paid for debts settlement	30,216,108,000.00	29,677,550,000.00
Cash paid for the distribution of dividends, profits or interest payments	3,546,960,578.34	3,127,891,114.24
Cash paid for other financing activities	160.00	480.00
<b>Subtotal of cash outflows from financing activities</b>	<b>33,763,068,738.34</b>	<b>32,805,441,594.24</b>
<b>Net cash flows arising from financing activities</b>	<b>2,477,431,261.66</b>	<b>14,856,114,292.63</b>
<b>IV. Effects of exchange rate fluctuations on cash and cash equivalents</b>	<b>-2,168,017.07</b>	<b>-5,078,550.08</b>
<b>V. Net increase in cash and cash equivalents</b>	<b>99,391,245.55</b>	<b>-793,337,414.86</b>
Add: Opening balance of cash and cash equivalents	6,440,358,384.99	6,209,927,405.16
<b>VI. Closing balance of cash and cash equivalents</b>	<b>6,539,749,630.54</b>	<b>5,416,589,990.30</b>

Legal Representative: Jiang Deyi Chief Accountant: Chen Guogao Head of the Accounting Department: Zhu Yan



2. Adjustment to relevant items in the financial statements at the beginning of the year in which the new accounting standards on financial instrument, revenue standard and lease are initially implemented

"√ Applicable" "□ Not applicable"

### Consolidated Balance Sheet

Unit and Currency: RMB

Items	31 December 2018	1 January 2019	Adjustment
<b>Current Assets:</b>			
Cash and bank balances	18,774,468,260.66	18,774,468,260.66	
Settlement reserves			
Loans to banks or other financial institutions			
Held-for-trading financial assets	1,034,558,112.73	1,034,558,112.73	
Financial assets at fair value through profit or loss			
Derivative financial assets			
Bills receivable	11,225,781,814.50	11,225,781,814.50	
Accounts receivable	7,440,085,450.85	7,440,085,450.85	
Receivables financing			
Prepayments	2,008,371,750.64	2,008,371,750.64	
Premiums receivable			
Reinsurance accounts receivable			
Reinsurance contract reserve receivable			
Other receivables	9,941,619,578.19	9,941,619,578.19	
<i>Including: Interests receivable</i>	<i>1,301,741.00</i>	<i>1,301,741.00</i>	
<i>Dividends receivable</i>	<i>53,071,936.52</i>	<i>53,071,936.52</i>	
Purchase and sell-back of financial assets			
Inventories	114,912,793,681.36	114,912,793,681.36	
Contract assets			
Assets classified as held-for-sale	109,534,153.31	109,534,153.31	
Non-current assets due within one year			
Other current assets	3,710,725,422.82	3,710,725,422.82	
<b>Total current assets</b>	<b>169,157,938,225.06</b>	<b>169,157,938,225.06</b>	
<b>Non-current assets:</b>			
Loans and advances			

Debt investment			
Available-for-sale financial assets			
Other debt investment			
Held-to-maturity investments			
Long-term receivables	802,351,921.55	802,351,921.55	
Long-term equity investments	3,036,757,009.85	3,036,757,009.85	
Investment in other equity instruments	396,187,115.71	396,187,115.71	
Other non-current financial assets	214,980,000.00	214,980,000.00	
Investment properties	21,327,245,245.17	21,327,245,245.17	
Fixed assets	44,692,772,001.56	44,667,521,680.58	-25,250,320.98
Construction in progress	2,929,675,428.99	2,929,675,428.99	
Capitalized biological assets			
Oil and gas assets			
Right-of-use assets		1,054,491,464.75	1,054,491,464.75
Intangible assets	16,691,754,296.12	16,691,754,296.12	
Development expenses			
Goodwill	2,740,287,649.80	2,740,287,649.80	
Long-term prepaid expenses	1,242,705,854.17	1,242,705,854.17	
Deferred income tax assets	3,454,590,218.09	3,454,590,218.09	
Other non-current assets	1,588,846,733.06	1,588,846,733.06	
Total non-current assets	99,118,153,474.07	100,147,394,617.84	1,029,241,143.77
Total assets	268,276,091,699.13	269,305,332,842.90	1,029,241,143.77
<b>Current liabilities:</b>			
Short-term loans	39,880,392,209.57	39,880,392,209.57	
Borrowings from central bank			
Loans from banks and other financial institutions			
Held-for-trading financial liabilities			
Financial liabilities at fair value through profit or loss			-
Derivative financial liabilities	-	-	
Bills payable	2,080,749,336.98	2,080,749,336.98	
Accounts payable	18,357,615,866.65	18,357,615,866.65	
Receipts in advance	317,903,204.75	317,903,204.75	
Contract liabilities	23,715,168,353.77	23,715,168,353.77	
Financial assets sold for repurchase	-	-	

Deposits from customers and inter-bank deposits	-	-	
Amount paid for agency securities trading	-	-	
Amount paid for agency securities underwriting			
Payroll payable	393,840,303.30	393,840,303.30	
Taxes payable	2,527,195,602.24	2,527,195,602.24	
Other payables	8,352,595,483.33	8,352,595,483.33	
<i>Including: Interests payable</i>	<i>1,006,889,605.80</i>	<i>1,006,889,605.80</i>	
<i>Dividends payable</i>	<i>492,510,444.74</i>	<i>492,510,444.74</i>	
Short-term financing bonds payable	6,500,000,000.00	6,500,000,000.00	
Fees and commissions payable			
Reinsurance accounts payable			
Liabilities classified as held for sale	40,291,356.83	40,291,356.83	
Non-current liabilities due within one year	18,543,864,543.14	18,541,426,105.02	-2,438,438.12
Other current liabilities	8,492,714,136.95	8,492,714,136.95	
<b>Total current liabilities</b>	<b>129,202,330,397.51</b>	<b>129,199,891,959.39</b>	<b>-2,438,438.12</b>
<b>Non-current liabilities:</b>			
Insurance contract reserve payable			
Long-term loans	30,506,054,265.70	30,506,054,265.70	
Bonds payable	20,231,089,289.70	20,231,089,289.70	
<i>Including: Preferred</i>			
<i>Perpetual</i>			
Lease liabilities		1,146,303,871.03	1,146,303,871.03
Long-term payables	315,856,652.08	302,387,775.11	-13,468,876.97
Long-term payroll payable	674,179,502.11	674,179,502.11	
Provisions	606,650,918.54	606,650,918.54	
Deferred income	888,404,866.72	888,404,866.72	
Deferred income tax liabilities	5,960,849,194.26	5,960,849,194.26	
Other non-current liabilities	676,174,065.29	676,174,065.29	
<b>Total non-current liabilities</b>	<b>59,859,258,754.40</b>	<b>60,992,093,748.46</b>	<b>1,132,834,994.06</b>
<b>Total liabilities</b>	<b>189,061,589,151.91</b>	<b>190,191,985,707.85</b>	<b>1,130,396,555.94</b>
<b>Owners' equity (or shareholders' equity):</b>			
Paid-up capital (or share capital)	10,677,771,134.00	10,677,771,134.00	

Other equity instruments	14,962,000,000.00	14,962,000,000.00	
<i>Including: Preferred</i>			
<i>Perpetual</i>	<i>14,962,000,000.00</i>	<i>14,962,000,000.00</i>	
Capital reserve	5,273,970,842.54	5,273,970,842.54	
Less: Treasury shares			
Other comprehensive income	206,951,321.03	206,951,321.03	
Specific reserve	20,124,124.94	20,124,124.94	
Surplus reserve	1,537,434,040.24	1,537,434,040.24	
General risk provision	340,792,201.29	340,792,201.29	
Retained earnings	24,646,427,835.84	24,616,723,371.77	-29,704,464.07
<b>Total owners' equity (or shareholders' equity) attributable to the parent company</b>	<b>57,665,471,499.88</b>	<b>57,635,767,035.81</b>	<b>-29,704,464.07</b>
Minority interests	21,549,031,047.34	21,477,580,099.24	-71,450,948.10
<b>Total owners' equity (or shareholders' equity)</b>	<b>79,214,502,547.22</b>	<b>79,113,347,135.05</b>	<b>-101,155,412.17</b>
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b>268,276,091,699.13</b>	<b>269,305,332,842.90</b>	<b>1,029,241,143.77</b>

Explanation of adjustments to the items:

"√ Applicable" "□ Not applicable"

Please refer to 4.3 for details.

### Balance Sheet of the Parent Company

Unit and Currency: RMB

Items	31 December 2018	1 January 2019	Adjustment
<b>Current Assets:</b>			
Cash and bank balances	6,490,366,382.70	6,490,366,382.70	
Held-for-trading financial assets			
Financial assets at fair value through profit or loss			
Derivative financial assets			
Bills receivable			
Accounts receivable			
Receivables financing			
Prepayments	13,098,540.40	13,098,540.40	
Other receivables	66,901,797,608.27	66,901,797,608.27	
<i>Including: Interests receivable</i>	<i>2,685,808,925.09</i>	<i>2,685,808,925.09</i>	

<i>Dividends receivable</i>	255,727,024.99	255,727,024.99	
Inventories			
Contract assets			
Assets classified as held-for-sale			
Non-current assets due within one year			
Other current assets	2,241,084.31	2,241,084.31	
<b>Total current assets</b>	<b>73,407,503,615.68</b>	<b>73,407,503,615.68</b>	
<b>Non-current assets:</b>			
Debt investment			
Available-for-sale financial assets			
Other debt investment			
Held-to-maturity investments			
Long-term receivables			
Long-term equity investments	46,569,735,251.07	46,569,735,251.07	
Investment in other equity instruments	200,000.00	200,000.00	
Other non-current financial assets			
Investment properties	10,487,725,592.87	10,487,725,592.87	
Fixed assets	1,162,385,959.60	1,162,385,959.60	
Construction in progress			
Capitalized biological assets			
Oil and gas assets			
Right-of-use assets			
Intangible assets	368,789,672.92	368,789,672.92	
Development expenses			
Goodwill			
Long-term prepaid expenses			
Deferred income tax assets	266,341,821.16	266,341,821.16	
Other non-current assets			
<b>Total non-current assets</b>	<b>58,855,178,297.62</b>	<b>58,855,178,297.62</b>	
<b>Total assets</b>	<b>132,262,681,913.30</b>	<b>132,262,681,913.30</b>	
<b>Current liabilities:</b>			
Short-term loans	24,931,850,000.00	24,931,850,000.00	
Held-for-trading financial liabilities			
Financial liabilities at fair value through profit or loss			

Derivative financial liabilities			
Bills payable			
Accounts payable	7,262,384.48	7,262,384.48	
Receipts in advance	143,686,136.43	143,686,136.43	
Contract liabilities			
Payroll payable	14,420,033.15	14,420,033.15	
Taxes payable	82,674,779.38	82,674,779.38	
Other payables	4,398,166,645.39	4,398,166,645.39	
<i>Including: Interests payable</i>	870,259,849.55	870,259,849.55	
<i>Dividends payable</i>	252,473,041.69	252,473,041.69	
Liabilities classified as held for sale			
Short-term financing bonds payable	6,500,000,000.00	6,500,000,000.00	
Non-current liabilities due within one year	8,769,671,412.11	8,769,671,412.11	
Other current liabilities			
<b>Total current liabilities</b>	<b>44,847,731,390.94</b>	<b>44,847,731,390.94</b>	
<b>Non-current liabilities:</b>			
Long-term loans	19,767,370,000.00	19,767,370,000.00	
Bonds payable	18,518,190,202.83	18,518,190,202.83	
<i>Including: Preferred</i>			
<i>Perpetual</i>			
Lease liabilities			
Long-term payables			
Long-term payroll payable	363,676,960.00	363,676,960.00	
Provisions			
Deferred income			
Deferred income tax liabilities	2,162,277,161.43	2,162,277,161.43	
Other non-current liabilities			
<b>Total non-current liabilities</b>	<b>40,811,514,324.26</b>	<b>40,811,514,324.26</b>	
<b>Total liabilities</b>	<b>85,659,245,715.20</b>	<b>85,659,245,715.20</b>	
<b>Owners' equity (or shareholders' equity):</b>			
Paid-up capital (or share capital)	10,677,771,134.00	10,677,771,134.00	
Other equity instruments	14,962,000,000.00	14,962,000,000.00	
<i>Including: Preferred</i>			
<i>Perpetual</i>	14,962,000,000.00	14,962,000,000.00	
Capital reserve	6,674,854,902.82	6,674,854,902.82	
Less: Treasury shares			

Other comprehensive income	64,844,712.79	64,844,712.79	
Specific reserve			
Surplus reserve	1,537,434,040.24	1,537,434,040.24	
Retained earnings	12,686,531,408.25	12,686,531,408.25	
<b>Total owners' equity (or shareholders' equity)</b>	<b>46,603,436,198.10</b>	<b>46,603,436,198.10</b>	
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b>132,262,681,913.30</b>	<b>132,262,681,913.30</b>	

Explanation of adjustments to the items:

Applicable"  Not applicable"

3. Retrospective adjustments to comparative figures for the previous period due to the initial implementation of the new accounting standards on financial instrument standard and lease

Applicable"  Not applicable"

#### I. Details of the change of accounting policies

In 7 December 2018, the Ministry of Finance amended and issued the Accounting Standards for Business Enterprises No. 21 – Leases (《企業會計準則第21號－租賃》) and required s companies that are listed both domestically and overseas, and companies that are listed overseas and adopt the International Financial Reporting Standards or the Accounting Standards for Business Enterprises for the preparation of financial statements to adopt the new lease standard from 1 January 2019. As an A+H Share enterprise, the Company implemented the Accounting Standards for Business Enterprises No. 21 – Leases on 1 January 2019.

The New Lease Standard introduces significant changes in requirements on the leasee's identification, initial recognition, subsequent measurement, presentation and disclosure of leases and other areas. The New Lease Standard cancels the lessee's classification of finance lease and operating lease, and requires the lessee to separately recognize the right-of-use assets and lease liabilities for all asset leases taking into

consideration the discount of future lease payments and other factors; in subsequent measurement, the corresponding assets are depreciated and the interest expenses for the corresponding liabilities are calculated using the effective interest rate method; for short-term leases and low-value asset leases, it is allowed to elect not to recognize the right-of-use assets and lease liabilities. For the accounting treatment of leased assets, there is no substantial change in the new lease standard.

II. The impact of change of accounting policies on the figures of the Group's financial statements at the beginning of the period

The Company has a leasing business, and the implementation of the new standard will increase the Company's right-of-use assets and lease liabilities. For lease liabilities, the interest expenses are provided for using the effective interest rate method. Depreciation expenses are provided for right-of-use assets. The total expenses of the same lease contract will be characterized by "a gradual decline from a high level at the beginning (i.e. the total expenses will be high at the beginning of the lease term but will gradually decline year-by-year)", but the total expenses for the lease term are equal to those under the original lease standards. The finance leases under the original lease standard are accounted for in accordance with the new lease standard. The accounting method did not change. The accounting item is reclassified from "fixed assets" to "right-of-use assets" and from "long-term liabilities due within one year" and "long-term payables" to "lease liabilities".

Such changes in accounting policies will increase the total assets and total liabilities of the Company, but will not have a material impact on the Company's net profit.

#### 4. Audit Report

Applicable"  Not applicable"