

**Xiamen C&D Inc.**  
**Consolidated Balance Sheet**  
As at 31 December 2018

(In RMB Yuan)

	<b>December 31, 2018</b>	<b>January 1, 2018</b>
<b>Current assets</b>		
Monetary funds	23,699,191,045.81	16,439,898,766.55
Financial assets at fair value through profit or loss	89,725,527.24	137,283,970.80
Derivative financial assets	34,321,806.37	17,881,082.98
Notes receivable	606,737,144.91	2,701,374,501.58
Accounts receivable	6,729,264,904.83	3,269,667,341.55
Prepayment	9,689,219,916.39	18,596,703,227.18
Interest receivable	21,451,481.59	5,535,524.75
Other account receivable	12,652,073,200.51	14,691,479,239.84
Inventories	135,540,256,790.30	86,499,063,694.54
Non-current assets due within one year	1,046,543,669.49	608,401,502.37
Other current assets	3,466,220,198.80	6,838,869,015.11
<b>Total current assets</b>	<b>193,553,554,204.65</b>	<b>149,800,622,342.50</b>
<b>Non-current assets</b>		
Disposable financial assets	997,141,365.41	1,289,089,476.35
Long-term receivable	3,449,009,396.84	6,667,754,072.43
Long-term equity investment	3,143,457,733.59	2,828,893,958.67
Property investment	8,032,193,620.05	7,968,120,316.78
Fixed assets	1,872,361,514.68	1,362,504,957.10
Construction in process	198,755,905.53	43,077,200.41
Intangible assets	636,505,270.68	493,804,270.75
R&D expense	1,214,358.21	
Goodwill	225,139,406.31	245,275,135.76
Long-term prepaid expenses	450,230,005.74	412,606,091.46
Differed income tax assets	4,113,942,519.19	2,747,685,823.55
Other non-current assets	780,434,925.81	1,570,924,004.59
<b>Total non-current assets</b>	<b>23,900,386,022.04</b>	<b>25,629,735,307.85</b>
<b>Total assets</b>	<b>217,453,940,226.69</b>	<b>175,430,357,650.35</b>
<b>Current liabilities</b>		
Short-term loans	780,434,925.81	1,570,924,004.59

Derivative financial liabilities	30,643,486.67	19,338,530.59
Notes payable and accounts payable	22,704,220,030.88	16,966,650,017.39
Accounts received in advance	49,044,061,818.80	33,461,691,775.62
Employee compensation payable	2,033,058,103.82	1,681,230,284.97
Tax payable	4,379,714,447.49	2,793,978,795.43
Interest payable	695,857,592.99	476,078,712.83
Dividends payable	75,313.36	75,313.36
Other account payable	19,465,383,058.98	12,215,474,216.31
Non-current liabilities due within one year	5,324,319,630.18	6,167,617,520.75
Other current liabilities	3,971,332,644.39	3,462,574,676.74
<b>Total current liabilities</b>	<b>110,774,225,661.80</b>	<b>83,982,926,766.06</b>
<b>Non-current liabilities</b>		
Long-term borrowings	23,511,880,548.57	26,015,344,880.47
Bond payable	20,741,801,244.23	16,886,736,582.75
Long-term payable	3,556,686,325.14	1,264,237,577.92
Estimated liabilities	98,270,815.85	115,461,972.25
Deferred income	145,312,669.54	121,525,314.32
Differed income tax liabilities	619,547,802.55	693,411,099.57
Other non-current liabilities	3,588,400,000.00	2,603,800,000.00
<b>Total non-current liabilities</b>	<b>52,261,899,405.88</b>	<b>47,700,517,427.28</b>
<b>Total liabilities</b>	<b>163,036,125,067.68</b>	<b>131,683,444,193.34</b>
<b>Owners' Equity</b>		
Share capital	2,835,200,530.00	2,835,200,530.00
Capital reserves	2,444,742,869.30	2,440,713,465.74
Other comprehensive income	-30,430,303.34	155,661,984.70
Surplus reserves	1,185,854,725.11	1,105,994,577.43
Generic risk reserve	30,379,603.20	23,661,331.20
Undistributed profit	21,089,827,441.03	17,064,704,109.75
<b>Total equity attributable to the parent company owners</b>	<b>27,555,574,865.30</b>	<b>23,625,935,998.82</b>
Minority interest	26,862,240,293.71	20,120,977,458.19
<b>Total owners' equity</b>	<b>54,417,815,159.01</b>	<b>43,746,913,457.01</b>
<b>Total liabilities and owners' equity</b>	<b>217,453,940,226.69</b>	<b>175,430,357,650.35</b>

**Xiamen C&D Inc.**  
**Consolidated Income Statement**

For the year ended 31 December 2018

(In RMB Yuan)

	2018	2017
<b>Operating income</b>	280,381,790,726.29	218,601,583,976.54
<b>Operating cost</b>	257,656,045,816.39	204,549,791,909.51
Business taxes and surcharges	3,427,509,776.28	1,971,488,903.69
Selling expenses	6,246,692,624.40	4,961,219,463.64
General and administrative expenses	379,643,227.22	343,746,528.47
Finance expenses	1,885,636,001.04	1,242,610,076.78
Loss on impairment of assets	923,765,070.48	764,905,696.66
Add: Income from change in fair value	-7,465,147.45	-9,734,557.87
Investment income	548,813,392.21	1,815,195,733.82
Including: Investment income from associates and joint ventures	-226,062,506.23	63,273,466.45
Income from disposal of assets	2,734,591.96	-3,421,157.64
Other income	78,130,517.96	59,834,537.77
<b>Operating profit</b>	10,475,214,698.30	6,628,861,497.54
Add: Non-operating income	93,051,776.44	112,395,662.28
Less: Non-operating expenses	75,264,165.33	124,357,660.26
<b>Profit before tax</b>	10,493,002,309.41	6,616,899,499.56
Less: Income tax expenses	2,861,474,476.87	1,791,321,249.09
<b>Net profit</b>	7,631,527,832.54	4,825,578,250.47
Net profit attributable to the parent company owners	4,672,023,584.96	3,330,831,518.57
Minority shareholders' income	2,959,504,247.58	1,494,746,731.90
<b>Other comprehensive income</b>	-211,333,608.23	-26,665,258.49
<b>Total comprehensive income for the year</b>	-186,092,288.04	-45,441,667.60
Total comprehensive income attributable to owners of the parent company	3,285,413,642.99	2,787,394,195.81
Total comprehensive income attributable to minority shareholders	-25,241,320.19	18,776,409.11
<b>Earnings per share</b>		
Basic earnings per share	1.65	1.17

**Xiamen C&D Inc.**  
**Consolidated Cash Flow Statement**

For the year ended 31 December 2018

(In RMB Yuan)

	<b>2018</b>	<b>2017</b>
<b>Cash flows from operating activities</b>		
Cash received from selling commodities and providing labor services	309,043,065,944.60	239,551,504,643.40
Refunds of taxes and levies	1,314,391,016.02	1,181,600,450.55
Cash received relating to other operating activities	12,770,498,009.80	10,227,549,085.96
Subtotal of cash inflows from operating activities	323,127,954,970.42	250,960,654,179.91
Cash paid for goods and services	290,616,851,299.10	243,003,009,878.36
Cash paid to and on behalf of employees	3,356,874,610.36	2,491,181,437.08
Cash paid for taxes	7,955,054,226.99	5,401,511,315.40
Cash paid relating to other operating activities	16,418,909,534.52	18,652,757,803.39
Subtotal of cash outflows from operating activities	318,347,689,670.97	269,548,460,434.23
<b>Net cash flows from operating activities</b>	4,780,265,299.45	-18,587,806,254.32
<b>Cash flows from investing activities</b>		
Cash received from sales of investments	32,923,450,416.19	17,628,162,025.49
Cash received from return on investments	795,880,364.88	2,150,289,887.52
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	360,863,572.81	71,111,617.53
Net cash received from disposal of subsidiaries or other operational units	215,354,525.09	669,447,204.38
Cash received relating to other investing activities	6,423,035,396.51	3,982,591,141.34
Subtotal of cash inflows from investing activities	40,718,584,275.48	24,501,601,876.26
Cash paid to acquire fixed assets, intangible assets and other long-term assets	524,130,658.29	567,633,726.95
Cash paid on investments	27,610,091,874.88	18,153,689,587.51

Net cash paid for acquisition of subsidiaries and other business units	977,314,785.73	2,009,318,174.42
Other cash paid for investment activities	7,347,016,453.39	7,171,003,733.49
Subtotal of cash outflows from investing activities	36,458,553,772.29	27,901,645,222.37
<b>Net cash flows from investing activities</b>	4,260,030,503.19	-3,400,043,346.11
<b>Cash flows from financing activities</b>		
Cash received from capital contributions	3,611,665,962.75	7,317,162,668.52
Including: Cash received from subsidiary company absorbed investment of minority shareholders' equity	3,609,221,178.21	7,307,162,668.52
Cash received from borrowings	53,610,641,295.72	78,293,703,382.34
Cash received from issuing bonds	12,939,274,205.74	12,692,247,589.32
Other cash received from financing activities	11,463,383,426.12	2,988,344,202.92
Subtotal of cash inflows from financing activities	81,624,964,890.33	101,291,457,843.10
Repayment of borrowings	67,846,199,065.04	68,287,548,472.81
Cash paid for distributing dividends and profit or paying interests	5,270,675,816.34	5,495,621,286.11
Including: Dividend and profit paid by subsidiaries to minority shareholders	727,461,288.28	532,003,899.49
Cash payments relating to other financing activities	12,453,852,271.58	1,682,854,150.27
Subtotal of cash outflows from financing activities	85,570,727,152.96	75,466,023,909.19
<b>Net cash flows from financing activities</b>	-3,945,762,262.63	25,825,433,933.91
<b>Foreign exchange rate fluctuation consequences on cash and cash equivalents</b>	137,329,252.26	9,681,466.37
<b>Net increase in cash and cash equivalents</b>	5,231,862,792.27	3,847,265,799.85
Add: Balance of cash and cash equivalents at the beginning of the year	13,680,171,206.46	9,832,905,406.61
<b>Balance of cash and cash equivalents at the end of the year</b>	18,912,033,998.73	13,680,171,206.46