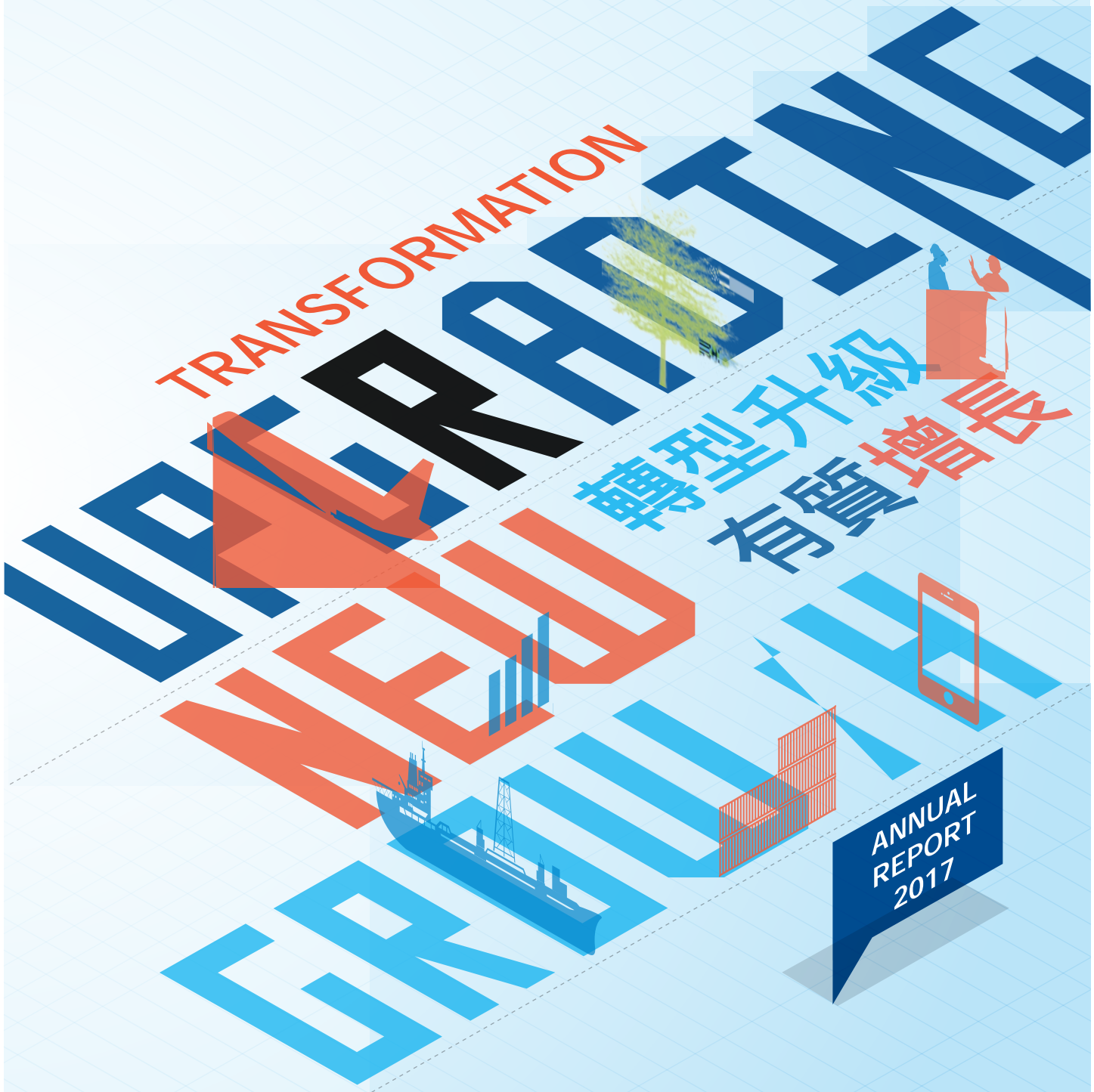


# CIMC

(a c c a c a e d e P e e R e b c f C a e d a b )



T Re , c a ce a f , ad - : g ae e , e ec ef a ca  
, ea a , e add e f e G . Te ef , ad - : g ae e  
ae , b e , a , e , bec g fca , ad ce a e beca e e , eae  
e e addeed c , d ace c a cc , e f , e ad ae be d ,  
c , . Te ef , e , ef , ad - : g ae e , e fec e G ' d , e e  
, e ec f f , e e ad ae a g a a ee f f , e ef , a ce . Ad a , e a  
d f e f , e f , a c a ed c f , ad - : g ae e .



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Financial Report of the Company

Items	Definitions
AS �e( ) ( � RMB-de S �e( ))	d e c � d � �e( ) a � a � e f RMB1.00 eac e � e ca a f e C a , c � e ed e S e e S c. E c a g e a d � aded Re b.
AS �e( ) S �e O l ce � e S c e e	�e ce � e ce e f C a l e � a a M � e C a e (G � ) C ., L.d.c de � e a d a � � e e � a � d � g e � a ee g f e C a 17 Se e be 2010.
A � ce f A ca	T e A � ce f C a l e � a a M � e C a e (G � ) C ., L.d.
B � d	e B � d f e C a .
C&C � c	C&C � c. C ., L.d. (集瑞聯合重工有限公司), a c a c � � a ed e PRC ed ab 2009 a d a - - ed � b d � f e C a .
CASBE	Acc � g S a d � d f � B e E e � e Ba c S a d � d a d 38 S ec f c Acc � g S a d � d � ed b e M � � f F a ce f e PRC, a d a ca � da ce a d e � e a CASBE a d e � e a ed, e � a .
CFE	C a F � e Safe E e � e G � L ed, a c a c � � a ed e Ca a l a d ed ab , e � e f c � e ed e a b � d f e H g K g S c. E c a g e (S c. C de: 445).
CIMC � C a	C a l e � a a M � e C a e (G � ) C ., L.d. (中國國際海運集裝箱(集團)股份有限公司), a c c a c � � a ed e PRC ed ab , e A � e f c � e ed e S e e S c. E c a g e a d e H S � e f c � e ed e a b � d f e H g K g S c. E c a g e.
CIMC E � c	CIMC E � c H d g L ed (中集安瑞科控股有限公司), a c a c � � a ed e Ca a l a d ed ab 2004, e � e f c � e ed e a b � d f e H g K g S c. E c a g e (H g K g c. c de: 3899) a d a - - ed � b d � f e C a .
CIMC F a ce C a	CIMC F a ce C ., L.d., a c a c � � a ed e PRC 2010 a d a - - ed � b d � f e C a .
CIMC F a ca Lea g C a	CIMC F a ca Lea g C ., L.d., a c a c � � a ed e PRC 2007 a d a - - ed � b d � f e C a .

CIMC HK

China International Marine Containers (HK) Limited (中國國際海運集裝箱(香港)有限公司), a company incorporated in Hong Kong, 1992 and listed on the Stock Exchange of Hong Kong.

CIMC Investment

Shenzhen CIMC Investment Co., Ltd.\* (深圳市中集投資有限公司), a company incorporated in PRC, 2011 and listed on the Stock Exchange of Hong Kong.

CIMC Modular

CIMC Modular Building Investment Co., Ltd. (中集模組化建築投資有限公司), a company incorporated in PRC, 2013 and listed on the Stock Exchange of Hong Kong.

CIMC Offshore

CIMC Offshore Holdings Limited, a company incorporated in Hong Kong, 2009, and listed on the Stock Exchange of Hong Kong.

CIMC Offshore Energy

CIMC Offshore Energy Co., Ltd., a company incorporated in PRC, 2016 and listed on the Stock Exchange of Hong Kong.

CIMC Quality League

CIMC Quality Factories League (Shenzhen) Co., Ltd., a company incorporated in PRC, 2014 and listed on the Stock Exchange of Hong Kong.

CIMC Raffaele



S a e d e (-)	e d e (-) f A a e (-) a d H a e (-) f e C a .
S e e L g R e	R e G L e r g e L g f S e r e e s e e S c : E c a g e.
S e e S c : E c a g e	e S e e S c : E c a g e.
S e r (-)	e r (-) f e C a .
S e r , C e e	e S e r , C e e f e C a .
SESKYC	S e e S i C a a C ., L d. (深圳天億投資有限公司), a c a c r , a e d e P R C 2011 a d a - e d b d a , f e C a .
US\$ , U.S. d a	U e d S a e d a , e a d r e c f e U e d S a e f A e c a.
Z e g e	A b e , Z e g e , G b H , a c a c r , a e d G e a a d a - - e d b d a , f e C a .
%	e c e a g e.



ONE M de

O a Ne e E d g, e ea a age e e f e G.

QHSE

A a age e e a de a dc a ga a e ec  
f Q a , Hea , Safe a d E e a a ec .

Se b e, be D, g Paf,

A e b e, be D, g af, a be, g: e e a f e  
c, e e g dec. a d e e a c e e  
e a c e ced b c . We e a , e  
e a e b e ged e a e. A e b e, be af,  
ge e a ed dee ea a e de a g g f, 600-3,600 .  
T e af, ca e ad a c g e f, g.

TEU

T e -f e a e , a a a a da d (ac a e,  
a e g f 20 fee, a e g f 8 fee a d 6 c e a da d f 8 fee),  
be g ed ea e e e fac a e.

# C a e l

The Company was established in Shanghai, P.R.C. on December 14, 1980 and is a public company listed on the Shanghai Stock Exchange since December 1992, and subsequently on the Hong Kong Stock Exchange since 1994. The Company was listed on the Hong Kong Stock Exchange since 1994. The Company was listed on the Shanghai Stock Exchange since December 1992. The Company was listed on the Hong Kong Stock Exchange since 1994. The Company was listed on the Shanghai Stock Exchange since December 1992. The Company was listed on the Hong Kong Stock Exchange since 1994.

The Group's principal activities include the operation of container terminals, the provision of container services, and the operation of container vessels. The Group's principal activities include the operation of container terminals, the provision of container services, and the operation of container vessels. The Group's principal activities include the operation of container terminals, the provision of container services, and the operation of container vessels. The Group's principal activities include the operation of container terminals, the provision of container services, and the operation of container vessels.

## A A


Legal Name in Chinese:  
 Abbreviated Chinese Name:  
 Chinese Name in English:  
 Abbreviated English Name:  
 Legal Representative:  
 Authorized Representative:  
 Registered Address and Head Office:  
 Principal Place of Business:  
 Headquarters:  
 Company Website:  
 Email Address:

中國國際海運集裝箱(集團)股份有限公司  
 中集集團  
 China International Marine Containers (Group) Co., Ltd.  
 CIMC  
 Wang Hong  
 Ma Baojun  
 8/F, CIMC R&D Center, 2 Gangqian Avenue, Siping, Nanhai District, Shunde, Guangdong, P.R.C.  
 518067  
 3101-211 Pasha Road, Victoria Harbour, Hong Kong  
 // .cn  
 ae.de@cn

Company

— A — A A A — A

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Facsimile: (86 755) 2682 6579  
E-mail Address : aede@c.c

Representative of Security Affairs : Wang X   
Contact Address : CIMC R&D Center, 2 Gaogang Avenue, Seil, Nanchang, China, PRC (Postal code: 518067)  
Contact Telephone: (86 755) 2680 2706  
Facsimile: (86 755) 2682 6579  
E-mail Address : aede@c.c

Annual Chairman Seçerler : Se Yang : 

A

A

S c E c a g e c A S a e  
a e L e d:

S e e S c E c a g e

Abb e a e d S c N a e f , A S a e :

CIMC

S c C d e:

000039

S c E c a g e c H S a e a e  
L e d:

H g K g S c E c a g e

Abb e a e d S c N a e f , H S a e :

CIMC, ZJHD (N e)

S c C d e:

02039, 299901 (N e)

N e: B e a b b e a e d c a e a d e c c d e e e e d b e , g a B S a e d e f e C a e P R C  
e e c f e , a d g f H S a e f e C a a f e , H S a e f e C a e e e d e H g K g S c E c a g e.

A

A

H g K g S a e R e g , a :

C e a e H g K g l e , S e c e L e d  
R 1712-1716, 17 F , H e e C e , e, 183 C e e ' R a d  
E a , W a C a , H g K g

H g K g L a e :

P a H a g  
21-22/F, B a . f C a T e , 1 G a , d e R a d , C e , a , H g K g

P R C L a e :

C e , c e & F a c e L a O f f c e  
6/F, N C I T e , A 12 J a e e a e e , B e g , P R C

A d :

P , c e a e , e C e , Z g T a L L P  
11 F , P , c e a e , e C e , e , C e , e, 2 L : S a e , 202 H  
B R a d , H a g D , c , S a g a , P R C

T e C e f e d b c A c c a a  
e S g a e :

Z W e , a , C a Z f e g

# Case II

Annual Report 2017

Annual Report 2017

Receivable and other receivables, net of allowance for doubtful accounts

Yes  No

Unit: RMB million



AAA A A A

Unit: RMB

For the year ended 31 December

	2017	2016	(Change) %	2015 (Revised)	2014	2013
Revenue	76,299,930	51,111,652	49.28%	58,685,804	70,070,855	57,874,411
Operating profit	4,171,685	1,202,884	246.81%	3,039,854	3,297,874	3,370,835
Profit before income tax	4,409,241	1,702,051	159.05%	3,302,470	3,570,416	3,562,720
Income tax expense	1,250,826	967,068	29.34%	951,825	536,488	928,222
Profit for the year	3,158,415	734,983	329.73%	2,350,645	3,033,928	2,634,498
Income tax:						
Share of income tax						
Deferred income tax	2,509,242	539,660	364.97%	2,026,613	2,477,802	2,180,321
Share of income tax	649,173	195,323	232.36%	324,032	556,126	454,177
Share of income tax						
Deferred income tax	1,367,068	511,420	167.31%	1,751,645	2,142,682	1,343,090

Unit: RMB

Unit: RMB million

Category	For the year ended 31 December					
	2017	2016	Change (%)	2015	2014	2013
Net financial assets	4,275,379	2,341,619	82.58%	(3,610,223)	6,434,477	2,749,926
Net financial liabilities	(1,580,105)	(6,854,655)	76.95%	(12,584,781)	(11,553,782)	(6,504,459)
Net financial assets	(3,537,153)	7,511,046	(147.09%)	16,505,663	3,940,986	3,632,937

Key indicators	Change (%) (Revised)					
	2017	2016	2015	2014	2013	
Basic earnings per share (RMB/ share)	0.81	0.14	478.57%	0.74	0.93	0.82
Diluted earnings per share (RMB/ share)	0.81	0.14				0.82

Unit: RMB

	2017			
	The first quarter	The second quarter	The third quarter	The fourth quarter
Revenue	14,675,987	18,711,165	20,575,554	22,337,224
Net profit attributable to shareholders	509,681	287,217	512,482	1,199,862
Net profit attributable to shareholders after deducting minority interests	452,699	412,384	519,601	(17,616)
Net cash flow from operating activities	95,458	(763,674)	4,300,859	642,736

Significant differences between the actual and expected results are as follows:

Yes  No

Call

Annual Report 2017

Annual Report 2017

Unit: RMB million

Item	2017	2016 (Revised)	2015
Gain/(Loss) on disposal of subsidiaries	15,635	264,552	(17,588)
Gain/(Loss) on disposal of associates	472,626	497,336	298,893
Gain/(Loss) on disposal of available-for-sale financial assets	125,295	399,704	122,659
Net gain/(Loss) on disposal of subsidiaries	458,808	361,353	3,333
Reclassification of available-for-sale financial assets to other financial assets	-	-	12,461
Other non-current financial assets	335,255	139,625	(18,689)
Other financial assets	143,549	(1,362,915)	18,330
Effective income tax	(326,880)	(422,180)	(101,996)
Effective income tax (after tax)	(82,114)	150,765	(42,435)
Total	1,142,174	28,240	274,968

Reclassification of available-for-sale financial assets to other financial assets  
 Available-for-sale financial assets are classified as available-for-sale financial assets at initial recognition and are measured at fair value less impairment. Changes in fair value are recognized in other comprehensive income. When the asset is disposed of, the cumulative gain or loss is recognized in profit or loss.

Available-for-sale financial assets

Effective income tax is calculated based on the tax rates applicable to the entities in the jurisdictions in which they operate. The effective income tax rate is affected by the tax rates applicable to the entities in the jurisdictions in which they operate.

A A A

Unit: RMB

	Balance at beginning of the Year	Profit or loss arising from changes in fair value for the Year	Cumulative changes in fair value recognised in equity	Impairment provisions accrued for the Year	Balance at end of the Year
F a c a a e :					
1. F a c a a e a f a i l a t e R e i g P e d e d g d e l u e f a c a a e )	138,072	56,175			183,303
2. D e l u e f a c a a e	326,969	20,202			328,751
3. H e d g g e	1,306		3,734		1,360
4. A a b e - f a e f a c a a e	33,244		(2,776)		440,656
S b - a f f a c a a e	499,591	76,377	958		954,070
I l e e e e	1,752,608	5,344	446,976		1,679,189
T a	2,252,199	81,721	447,934		2,633,259
F a c a a b e	(203,041)	29,595			(40,832)
T a	2,049,158	111,316	447,934		2,592,427

1. D f f e e c e e f a d e a e e a e d e l e a a A c c g S a d a d C A S B E A c a b e ✓ N A c a b e
2. D f f e e c e e f a d e a e e a e d e f e g a c c g a d a d C A S B E A c a b e ✓ N A c a b e
3. R e a f d f f e e c e a c c g d a d d e d e c a d f e g a c c g a d a d A c a b e ✓ N A c a b e





**MAIN**

**SEGMENTS**

**主要業務板塊**

C a e III

A

I 2017, e G, ' , e e e a ed RMB76.300 b (2016: RMB51.112 b ), e e e g a ea- - ea cea e f 49.28%; e e , f a , b a b e S a e d e a d e e d e f e C a a ed RMB2.509 b (2016: RMB0.540 b ), e e e g a ea- - ea cea e f 364.97%; a d e b a c ea, g e, a e a ed RMB0.81 (2016: RMB0.14), e e e g a ea- - ea cea e f 478.57%.

I 2017, e face f e, ec, e, e d e g ba a d d e c e c , e , c a b e e g e f e G, e ed e, a e a d a d e g f c a b e a, g c a e a a b e e g a , c a a d e , e c g c a g a d e, g ba a e e e, a a d , d c f e e, a f d :

D, g e Re , g P e, d, b e e f g f, e c ed , ec, e, e d g ba e c a d e e, b a e 2016, e G, ' c a e, a f a c t, g b e a d a g f c a ea-, R a e a e d f a, b a e a. 8.1 ca b, e c a e a e 5.2( c 1 a e, , 37.1 )] 1J0.003 Tc 19-1.333 TD[( e e, a d .5 f 36 -6(- )5(d )0 e b a 0)(- 1( )TJ0.003 Tc 11 -1.333 TD[( a e, c a g e, -6(- )5(d ) RM

A d e a a R M e a c e f a, e g P c e a d , g

In 2017, the company successfully completed a strategic transformation, achieving a significant increase in operating income. The company's operating income increased by 15.2% compared with the same period of the previous year, reaching 1.5 billion yuan. The company's operating profit increased by 12.5% compared with the same period of the previous year, reaching 1.2 billion yuan. The company's operating profit margin increased from 8.0% to 8.7%.

The company's operating income is mainly derived from the business of providing engineering services. The company's operating profit is mainly derived from the business of providing engineering services. The company's operating profit margin is mainly derived from the business of providing engineering services.

In 2017, the company's operating income increased by 15.2% compared with the same period of the previous year, reaching 1.5 billion yuan. The company's operating profit increased by 12.5% compared with the same period of the previous year, reaching 1.2 billion yuan. The company's operating profit margin increased from 8.0% to 8.7%.

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The company's operating income is mainly derived from the business of providing engineering services. The company's operating profit is mainly derived from the business of providing engineering services. The company's operating profit margin is mainly derived from the business of providing engineering services.



# AAA

In 2017, the Group continued to advance its business strategy, focusing on the core business of providing comprehensive financial services. With the support of the Group's strong financial strength and the Group's diversified business structure, the Group has achieved significant progress in various aspects.

The Group's operating income increased by 21.1% year-on-year, mainly due to the increase in net interest income and net fee income. The Group's operating expenses also increased, but the increase was lower than that of operating income, resulting in a significant increase in operating profit.

The Group's assets and liabilities also showed significant growth. The Group's total assets increased by 17.5% year-on-year, mainly due to the increase in loans and investments. The Group's total liabilities also increased, but the increase was lower than that of total assets, resulting in a significant increase in equity.

The Group's capital adequacy ratio remained stable, and the Group's risk management system continued to improve. The Group's risk management system is based on the principle of comprehensive risk management, covering credit risk, market risk, operational risk, and liquidity risk.

The Group's financial performance in 2017 is a testament to the Group's strong business strategy and the Group's strong financial strength. The Group will continue to focus on the core business of providing comprehensive financial services, and will continue to improve its risk management system and financial performance.

### AAA

In 2017, the Company's operating results were significantly affected by the global economic downturn and the decline in demand for steel products. The Company's operating income decreased by 10.2% compared with the same period last year. The Company's net profit decreased by 15.5% compared with the same period last year. The Company's operating cash flow decreased by 20.1% compared with the same period last year. The Company's operating assets decreased by 12.3% compared with the same period last year. The Company's operating liabilities decreased by 8.7% compared with the same period last year. The Company's operating equity decreased by 5.4% compared with the same period last year. The Company's operating performance was affected by the decline in demand for steel products, the increase in raw material prices, and the decline in the company's operating efficiency. The Company's operating performance was also affected by the decline in the company's operating assets and the increase in the company's operating liabilities. The Company's operating performance was also affected by the decline in the company's operating equity. The Company's operating performance was also affected by the decline in the company's operating assets and the increase in the company's operating liabilities. The Company's operating performance was also affected by the decline in the company's operating equity.

### AAA

In 2017, the Company's operating results were significantly affected by the global economic downturn and the decline in demand for steel products. The Company's operating income decreased by 10.2% compared with the same period last year. The Company's net profit decreased by 15.5% compared with the same period last year. The Company's operating cash flow decreased by 20.1% compared with the same period last year. The Company's operating assets decreased by 12.3% compared with the same period last year. The Company's operating liabilities decreased by 8.7% compared with the same period last year. The Company's operating equity decreased by 5.4% compared with the same period last year. The Company's operating performance was affected by the decline in demand for steel products, the increase in raw material prices, and the decline in the company's operating efficiency. The Company's operating performance was also affected by the decline in the company's operating assets and the increase in the company's operating liabilities. The Company's operating performance was also affected by the decline in the company's operating equity. The Company's operating performance was also affected by the decline in the company's operating assets and the increase in the company's operating liabilities. The Company's operating performance was also affected by the decline in the company's operating equity.

Based on the Company's 2017 operating results, the Company's operating income decreased by 10.2% compared with the same period last year. The Company's net profit decreased by 15.5% compared with the same period last year. The Company's operating cash flow decreased by 20.1% compared with the same period last year. The Company's operating assets decreased by 12.3% compared with the same period last year. The Company's operating liabilities decreased by 8.7% compared with the same period last year. The Company's operating equity decreased by 5.4% compared with the same period last year. The Company's operating performance was affected by the decline in demand for steel products, the increase in raw material prices, and the decline in the company's operating efficiency. The Company's operating performance was also affected by the decline in the company's operating assets and the increase in the company's operating liabilities. The Company's operating performance was also affected by the decline in the company's operating equity. The Company's operating performance was also affected by the decline in the company's operating assets and the increase in the company's operating liabilities. The Company's operating performance was also affected by the decline in the company's operating equity.

Looking ahead in 2018, the Company will continue to focus on improving its operating efficiency and reducing its operating costs. The Company will also focus on expanding its operating assets and reducing its operating liabilities. The Company will also focus on increasing its operating equity. The Company's operating performance will be affected by the decline in demand for steel products, the increase in raw material prices, and the decline in the company's operating efficiency. The Company's operating performance will also be affected by the decline in the company's operating assets and the increase in the company's operating liabilities. The Company's operating performance will also be affected by the decline in the company's operating equity. The Company's operating performance will also be affected by the decline in the company's operating assets and the increase in the company's operating liabilities. The Company's operating performance will also be affected by the decline in the company's operating equity.



# 集裝箱



# BRAND

BUSINESS



# Case IV

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## A

The ... engaged ... fact ... de ... a ... e ... ce ca  
ad ... df de ... ff ... ee ge ge ... e ada ... fac e, a e a e ... f  
ee a ... ce, ... d g ... ede g, a ... fac ... ead ... ce f ... a ... a da dd ... c a e,  
ee fe c a e, ... eg a ... eca c a e, a ... c a e, ... de c a e f ... bad ... ad a ... c,  
a ... a ga ... e ... ad a ca ... ad ... a ... a ... e c

Unit: RMB '000

	2017	2016	Percentage change
Revenue	76,299,930	51,111,652	49.28%
Operating Profit	4,171,685	1,202,884	246.81%
Net Profit attributable to Shareholders	2,509,242	539,660	364.97%
Net Cash Flow from Operating Activities	4,275,379	2,341,619	82.58%
Net (decrease)/increase in cash and cash equivalents	(895,810)	3,079,544	(129.09%)

2.

The Group's operating activities generated a decrease in cash and cash equivalents, reflecting a decrease in operating cash flows. The Group's operating cash flows decreased due to the decrease in operating cash flows. The decrease in operating cash flows was primarily due to the decrease in operating cash flows. The decrease in operating cash flows was primarily due to the decrease in operating cash flows.

In 2017, the Group's operating activities generated a decrease in cash and cash equivalents. The decrease in operating cash flows was primarily due to the decrease in operating cash flows. The decrease in operating cash flows was primarily due to the decrease in operating cash flows. The decrease in operating cash flows was primarily due to the decrease in operating cash flows.

In 2017, the Group's operating activities generated a decrease in cash and cash equivalents. The decrease in operating cash flows was primarily due to the decrease in operating cash flows. The decrease in operating cash flows was primarily due to the decrease in operating cash flows. The decrease in operating cash flows was primarily due to the decrease in operating cash flows.

C a e IV

D, g e Re, g Pe, d, affect ed b e c ed, ec, e, g ba, ade a d e e, ba e 2016, e G, c a e, a fact, g b e ada g fca ea- - ea, cea e e be, f, de. Re e, e a d e, f a e b g fca g, a g c, e acc aed ae, e f d a, d, c a e, eac ed 1,308,900 TEU (2016: 587,300 TEU ),, e, e e ga ea- - ea, cea e f 122.87%; e acc aed ae, e f, efe, c a e, eac ed 109,100 TEU (2016: 79,700 TEU ),, e, e e ga ea- - ea, cea e f 36.(3)00.6( )6e6( )6%0.5.(.7.5( 36.8( T18.54 )0.5(e)0.5( ac0.5( )0.5( )0.5(- 0.5(a)0.5 R2016:, eae ga ea f 13(230%).TJ0.005 T 0-12.667 D[(RI 20167,36( ) ec e, a fact, g) e f1 e G, af, r l

7 ac ae, 308900, 109100, 122.87, 13230, 0.005, 0-12.667, D, RI, 20167,36, ec, e, a, fact, g, e, f1, e, G, af, r, l

T18.(e a e )TJ0.005 T 0.086 Tcd0\*[( eg '55487 Da a a e d e 36.9(Y)6487 a g a e de, g)18797 a 2 a)18797 a f, e G ede de g f1 e G e G, cd e C e, l d ]7.1(A ca, e ge e, r, l e, 18.1(eage f1 e G ed)75.21- a Reageae l e, ea c 11112037 d 1374 g 20167,36(1, S e, CIMC(2a )) - ed b d, df1 e GC, a )G ee e, l e cac f d e G, 022548( ) f a e a e, d, add e G a, de, a e ca e d b, G 18795e e ae f, a

In 2017, the company's business performance was stable. The company's operating income decreased by 1.45% compared with the same period of 2016. The company's operating profit decreased by 1.45% compared with the same period of 2016. The company's net profit decreased by 1.45% compared with the same period of 2016. The company's basic earnings per share decreased by 1.45% compared with the same period of 2016. The company's diluted earnings per share decreased by 1.45% compared with the same period of 2016. The company's cash and cash equivalents increased by 1.45% compared with the same period of 2016. The company's total assets increased by 1.45% compared with the same period of 2016. The company's total liabilities increased by 1.45% compared with the same period of 2016. The company's total equity increased by 1.45% compared with the same period of 2016.

The company's operating income for the first quarter of 2017 was 163,000 (in million yuan) (2016: 123,100 (in million yuan)), an increase of 32.41%. The company's operating profit for the first quarter of 2017 was RMB19,521 billion (2016: RMB14,695 billion), an increase of 32.84%. The company's net profit for the first quarter of 2017 was RMB1,018 (2016: RMB767), an increase of 32.78%. The company's basic earnings per share for the first quarter of 2017 was 0.11 (2016: 0.08), an increase of 37.5%. The company's diluted earnings per share for the first quarter of 2017 was 0.10 (2016: 0.07), an increase of 42.86%. The company's cash and cash equivalents for the first quarter of 2017 were 1.45 billion (2016: 1.45 billion).

The company's operating income for the first quarter of 2017 was 163,000 (in million yuan) (2016: 123,100 (in million yuan)), an increase of 32.41%. The company's operating profit for the first quarter of 2017 was RMB19,521 billion (2016: RMB14,695 billion), an increase of 32.84%. The company's net profit for the first quarter of 2017 was RMB1,018 (2016: RMB767), an increase of 32.78%. The company's basic earnings per share for the first quarter of 2017 was 0.11 (2016: 0.08), an increase of 37.5%. The company's diluted earnings per share for the first quarter of 2017 was 0.10 (2016: 0.07), an increase of 42.86%. The company's cash and cash equivalents for the first quarter of 2017 were 1.45 billion (2016: 1.45 billion).

Environmental Protection

TeG, b da, CIMCE, c, c a e gaged e de g, de e e, a fac, g, e g ee, g  
 a d ae fu, a, a, age a d, ce ge, e de ed, ee ec, a e  
 e eg, ce ca a d, df de, e, a e a, f, ee a ec ca a d a e a ce e, ce.  
 l e eg a d ce ca e, e, d c a d e, ce a e ed, g C a a d a e e, ed  
 S, ea A a, e, e a d N, a d S, A e ca; a d f, d c ba e e, e, d f d  
 e, e, d c a d e, ce a e ffe, ed, d de. CIMCE, c a e ab ed a b e a d ca e  
 feat, g e, d' ca CIMC (地方智慧, 全球營運) ba ed, d c ba e ca ed C a a d  
 e.

l 2017, e, a a, ce c ea ed, g ba a, a ga a, e, ec, e, ed, e g e a, a ga  
 a, e g ba, e e ca e acce, a gg, fu, e f, a de, f LNG. T e PRC g, e, e  
 a c e, d ced a d e e ed a e, e f ce c ce, g e, a f a, a ga, c g  
 ec a, fa, c, ec, c a d e, a a age e, a d a, e N ce O  
 Acce, a g e U a f Nat, a Ga (《加快推進天然氣利用的意見》) ed b e Na a  
 De e e a d Ref, e [ a a e

... SOE a d c a ged a e Na g CIMC S Pac f c Off , e & E g ee , g C ., L.d. (南通中集太平洋海洋工程有限公司). N SOE a g ba eade, f e a - a d ed - ed efed ga  
... SOE e f f e e a a de g ee, g e, ce ca ab e f CIMC E, c' e , e at , a ga d ,  
... acc g , a eg c de e b a da da ea, e eb c e ga  
... Ba ed a d c 222 u e c a a , e , u ded b SOE' ba , c a age a d e a a ab c 22f , a  
... D , g d c Re , g Pe , d, a f , e , a , e , u f RMB105,549,000 a ade b CIMC E, c f ,  
... a d ef, SOE. T e a , e , u a c d ed , e 2017 c da ed f a c a , e , f e  
... G , . F , e e a c 22f , a , ea e, efe , e, e e a ca , ce e , b ed b e C a C a  
... Sec , e J , a , S a g a Sec , e Ne , Sec , e T e , C 22f eb e ( .c 22f .c .c ) , e eb e  
... f e H , g K , g S c E c a ge ( . . e e . ) a d e C a ' eb e ( .c c.c ) 4 A  
2017, 16 A 2017 a d 28 A 2017.

Chemical equipment business segment: d , g d c Re , g Pe , d, CIMC E, c , e , ed a d g  
... e f , a ce a d e e a , e c e . Sae fu a , e f a : c a e , ac e ed e ce e  
... Mea e, a a , ea d e , a ea ac ed c ea g , a ce e , u e e f  
... c a e , ' age , e , g eg , a d e a d f c , e eg e a cea ed u e e f ,  
... e de e e f , d c f , d e , e ca , e , e e , a ea - - ea , cea e f ea ,  
... 50% , d c f e e ca a : c a e , 2017. I add , d e e U ed Sae , e ea g C a'  
... a - d g ce , e f , g e a , a d C a' , ce d e ce , e a g u e a ce a d e  
... ee a f da ed a d , , d c ca ac e , e de a d f , ga a : c a e , f CIMC  
... E , c a g f ca cea ed , a ea - - ea , g f ca cea e , d c 2017. D , g d  
... Re , g Pe , d, e eg e ac u e , ed e ge ea a ca f a fe , a d , e eff ce e e  
... a d ec ge f , c a e , ed , age a d a , a , de , c da e ead g  
... e g ba a , e . I Ma 2017, X age , ed d ce ca , d c e , e , g e C a  
... e , e Ra a E , e ' Ne e ( X a g e , e Med e , a ea , eg ) f , e f , e , a f  
... e a : c a e , ed d , g e , a , f e e ce ca , d c a fac , ed b CIMC E , c . T e  
... a : c a e f CIMC E , c a ee ab ed a a d - ba ed c a e f , C a - e a : c a e , d  
... ce ca , a , a , c , e , e , ce a ga dec c de e e f ec , e a g  
e , e .

Liquid food equipment business segment: , g e .5 ( , ( : ) 37 ( , g ba , ) d TJ 0 . ( ) o e Z a g u ] TJ . a ( X a 222 ) 55 ( )

E ab ed de CIMC Raffe, a b da, f e G, ae 4 R&D ad de g c a e, 3 c c ba e ad ó e a ad a age e c a e, e e ga ed e a de c, e de g, c, e e, a fac, e, c c, c ad e a, ad e e e ca ab f a ad d, a ed c c f g-ed ff, e e g ee, ge e ad e, e ca e e. Te a e a e f e ead g c, ac, f g-ed ff, e e g ee, ge e C a ad a e a a c a e d e a a c e e ff, e e g ee, g a. e. Te, a, b e e d de e de g a d c c f e - b e, bed, g af, e - b e, be acc da af, ac, d, g af, ac, acc da af, ga c, e ac, f b a, f a g c, age e e, C a e e e, e-a g e e, OSV, cea g, d - g-ed ac a d e e e c c e, ga a, f ff, e e g ee, g, d c.

S ce 2000, d e e d c b OPEC, ce, ae d c a g f ca c e a e a d ed a b a a c a ge - de a d, f e f, c de a, d e d. Te, c g a e, f c de a bee fed f, a g a de a d-de e da a g a c - de e de. Mea e, e a a ge ca ca e e, e a ed a d a c fa e a a c de, ce, c, e ed e g ba ff, e e g ee, g d, e e, g a e, d f - de ad t e, a, e c, ac a d d, Off, e a d ga, ec a e a ed e g f, e c e, e de e f a e a a be f, gb, e ad, d c. S ce 2017, e a a, ce a e, e a f e, gb 2016 a d ff, e e e e a e, e b ded.

U de, e g f ca ac f e c ed d, e d, a d de e g f ca, e de, ac, ed, e, e e f CIMC Raffe de, e a ed g f ca, e, c e a ed d, g e Re, g Pe, d. l 2017, e ff, e e g ee, gb e f e G, ec, ded ae, e e f RMB2.485 b (2016: RMB4.306 b), e, e e g a ea - ea, de, e a e f 42.28%; e e a ed RMB1,039 (2016: f RMB213), e, e e g a ea - ea, c e a e f 388.82%.

Faced e e e e e, e e e a a ff, e e g ee, g a. e, CIMC Raffe a bee ac e, g b e, a f, a a d c, e ed g, e e a d e, fed b e e, a d ga d, a e c e b e, e ab ga b e, c, e ab e, d c f c a, a, ga b, e a, g f ca ab e ga e ead g de g / c, e e, e, e a, a d de e g e g ee, g e a a d g - e d e, ce d, e a, de, ac e e e, a f, a f, ac a a a a fac, e, g e e e a, e de c, e ff, e e g ee, gb e. CIMC Off, e E g ee, g e e, aged a d a age de g a d d, af, e ed g b e, a a d e, ca e ff, e e g ee, ge e ec. F, ec, a, ead e gaged, CIMC Off, e E g ee, g added, d c c a FLNG, FSRU, d a e b af, c e ff, e c e a d, e c e a f g af, . l a e a d b e e e ec, ca e d, a d e e e e g d, c c de, d c c a ff, e d, b e a d f a g e, ba ge.

I, e ec f e c c a d de, e f af, : 2017 B e W a e N . 1 f CIMC Raffe c ce c eed e a a - e e ea e f, d, g c b b e ce e S C a Sea. CR600 a ed, ed e Pe, b a ea e be f, e e ed f e ea. O e, ec de, c c e e ba ca ea, c e, de, e a, a d a e a ce. T ea, 2 af, - ba ed, ec a d 9, ec f e e ac a d a, e a c g af, a ec eed c c a d de, e, a g e, e V c, (S e g) 90 e e d, g af, a d HYSY 162 e d, g af, c c e d f, C a Na a Off, e O C, a (CNOOC) e ec, e e c eed e ad b d ge a d e e g acca ed b d e. W, e ga d e, ec c b e, a ge, e a, a d dfca, ec c a HYSY 981 a d e X g a g d, g af, e ec e ed.





W e be ef a e... e c a ge g c , ee... e g c b e ef d ed e  
 b e de f d a g c a a a... egaed g c , cea def ed , ee a ,  
 b e e , a e e... e R&D ad a fact , g... e ea e ea a de... e  
 g c e... ce . l f d ed , ee a , ec , a e a b e f d a d e e g a d c e ca  
 d , e . l ac... e d ea , d c a d d e e ed ed e c a . e . l : a... e  
 ff e e , d , b a d e e a , c , c f e ea e ea af , . l a  
 f d ed ec da a d c... a f e f... c a e... ce ea b e d ,  
 u a e a d d e e ed a e a f a e a g a d ec , c a a d a , g f g a c a g .

T e G... e a e e ea... c... b da , C&C... C&C... a  
 , d c e d e d g e d ea... a... e... d c d e e e , a e g f e ad g  
 d e c ec... e a d f... g f , e g ec... e a d e d e e e , a e g f a , g g e d  
 , d c , , l d g... a e... ce , a d c e a g f , -ca b a d . l e , d c c... e , d , a e  
 d e e a d , a d f... e e , a e , ac , , e... c , d... c , ca g... c a d e ca... e e ce .

I 2017, f... d... e b e M... f... ta... ce Ad... a... e R... e Hg a D... g f  
 Q... e ad g Ve ce (超限運輸車輛行駛公路管理規定), ed e c ea... c... d... e e e ced  
 e... e a g... , e ceed g... a... e ae f... e , 1,100,000... e ce , e 2 Tc -27 g2 c a g... g

Case IV

A. Investment Income

The Group's investment income for the year ended 31 December 2017, CIMC Tada and Zege. The Group's investment income for the year ended 31 December 2016, CFE, Le... Investment Income

In 2017, the Group's investment income for the year ended 31 December 2017, CIMC Tada and Zege. The Group's investment income for the year ended 31 December 2016, CFE, Le... Investment Income

In 2017, the Group's investment income for the year ended 31 December 2017, CIMC Tada and Zege. The Group's investment income for the year ended 31 December 2016, CFE, Le... Investment Income

The Group's investment income for the year ended 31 December 2017, CIMC Tada and Zege. The Group's investment income for the year ended 31 December 2016, CFE, Le... Investment Income

The Group's investment income for the year ended 31 December 2017, CIMC Tada and Zege. The Group's investment income for the year ended 31 December 2016, CFE, Le... Investment Income

The Group's investment income for the year ended 31 December 2017, CIMC Tada and Zege. The Group's investment income for the year ended 31 December 2016, CFE, Le... Investment Income

The Group's investment income for the year ended 31 December 2017, CIMC Tada and Zege. The Group's investment income for the year ended 31 December 2016, CFE, Le... Investment Income

The Group's investment income for the year ended 31 December 2017, CIMC Tada and Zege. The Group's investment income for the year ended 31 December 2016, CFE, Le... Investment Income

The Group's investment income for the year ended 31 December 2017, CIMC Tada and Zege. The Group's investment income for the year ended 31 December 2016, CFE, Le... Investment Income

W a a e g a e e G ' a , , f a c e e e e b e a d e c a e c e b e e , 4  
D e c e b e r 2 0 1 7 , e G , C F E a d , e e a a e e e e d a g e e e , , a c C F E a c , e d  
e e e P e a d e e T a d a f e G a d e , e e a a e e a g e e e .

Case IV

I, e ec f e d , a a. de e e a d e a b e : a de e ed a d a ced  
ead . D , g e Re , g Pe, d, e ec d a e f e CIMC I e ge ce Va e , ec  
S g a La, e, D g a , G a gd g, a c eed e e e e a ad e e a c a e  
a e e e e, b e e e a. T e b e e b a , eca ed , a e f e g e e ,  
ce a d e e. T e b e de f e d , a a. f e G e ad a d a d ead  
de e e . A a eed f e Re , g Pe, d, a a, f e CIMC I e ge ce Va e , ec  
D g a , e e e ed d , a a. , ec c: ded: CIMC Da aba e X , G a gd g a d  
Q g da Reefe, I b a Pa, Ja , Q g da . A , e e , e G e ac e eg a a d  
e ec f e e e a , ec e e a , eg .

I, e ec f e , ad a , e de a b e : ad e d e de e e e , a eg , . Ce a

During the reporting period, the effective capital adequacy ratio increased from RMB2.341 billion (2016: RMB2.302 billion), the equity capital adequacy ratio increased by 1.66%, and the risk-weighted assets increased from RMB992 billion (2016: RMB824 billion), the equity capital adequacy ratio increased by 20.46%.

In 2017, the company continued to adhere to the strategy of "improving the quality of assets, strengthening the management of risks, and enhancing the efficiency of capital use". The company has achieved a significant improvement in the quality of assets, with the non-performing assets ratio decreasing from 1.66% to 1.46%. The company has also strengthened its risk management, with the risk-weighted assets ratio decreasing from 120.46% to 118.46%. The company has further enhanced its capital efficiency, with the equity capital adequacy ratio increasing from 1.66% to 1.86%.

Case IV

Modular Building Business: CIMC M d a, a b d a, f e G, e a e d a b d g b e, a d  
 de e ed a e e ce de f Ma fact, g+F a ce+Se ce ega g d, a d f a ce.  
 D, g eRe, gPe, d, e ec f e e a a a e, CIMC M d a, f, e e a ded E g a d,  
 A e ca, A, a a, Ne Zea a d, Af, ca a d e c, e a d, eg ega ed c e e e g,  
 ca, e f c, a ed e e a da a e g a, e, a de a ded e g- e, ea g a e  
 a dede, e a, e. F g e de e, f, ec f e a a, e ed E g e a d  
 de, e de ce a a e f, d, e ed e, e, CIMC M d a, B d g l e e C a  
 L ed g ed, ec c, ac A e ca, e g a de, e b e a. I e A, a a a d Ne  
 Zea a d a, e, CIMC M d a, B d g l e e C a L ed ac e ed a b, ea, g de e e  
 a b a ed, de f, g e e b d g a d b c afe e, ce fac e. A f, ed e c a, e,  
 CIMC M d a, a c ed e e a, a, ec e d a b d g b e f ed e c a, e, a d  
 ec ca edge, e G, e b d f, e e a d f f c e b d g, ec e X g a e, ce

2.

In respect of the container manufacturing business, according to the annual report of CLARKSON (a public company), the operating profit margin increased 5.0% in 2017 and declined 1.5% in 2018. It recorded a gross profit margin of 3.6% and 4.0%, for 2017 and 2018, respectively. The operating profit margin increased 1.0 percentage point and decreased 0.5 percentage point in 2018, respectively. The operating profit margin in 2018 was affected by the increase in the cost of raw materials and the decrease in the selling price of containers.

Case IV

In respect of the logistics services business, 2018, the company has achieved significant progress in the field of logistics services. The company has completed the construction of the logistics center in the city, which has greatly improved the company's logistics efficiency and service quality. In addition, the company has also expanded its business scope to other regions, and has established a complete logistics network. The company's revenue in this field has increased significantly, and its market share has also increased. The company will continue to invest in the field of logistics services, and will continue to improve its service quality and efficiency, and will continue to expand its business scope to other regions.

In respect of the heavy truck business, 2018, the company has achieved significant progress in the field of heavy truck business. The company has completed the construction of the heavy truck production line, which has greatly improved the company's production efficiency and product quality. In addition, the company has also expanded its business scope to other regions, and has established a complete heavy truck sales network. The company's revenue in this field has increased significantly, and its market share has also increased. The company will continue to invest in the field of heavy truck business, and will continue to improve its product quality and production efficiency, and will continue to expand its business scope to other regions.

In respect of the airport facilities equipment business, 2018, the company has achieved significant progress in the field of airport facilities equipment business. The company has completed the construction of the airport facilities equipment production line, which has greatly improved the company's production efficiency and product quality. In addition, the company has also expanded its business scope to other regions, and has established a complete airport facilities equipment sales network. The company's revenue in this field has increased significantly, and its market share has also increased. The company will continue to invest in the field of airport facilities equipment business, and will continue to improve its product quality and production efficiency, and will continue to expand its business scope to other regions.

In respect of the industrial city development business, 2018, the company has achieved significant progress in the field of industrial city development business. The company has completed the construction of the industrial city development project, which has greatly improved the company's development efficiency and project quality. In addition, the company has also expanded its business scope to other regions, and has established a complete industrial city development network. The company's revenue in this field has increased significantly, and its market share has also increased. The company will continue to invest in the field of industrial city development business, and will continue to improve its development efficiency and project quality, and will continue to expand its business scope to other regions.

In respect of the financial business, the company's leading products are financial products, including bank deposits, loans, and other financial services. The company has established a comprehensive financial business system, covering various financial products and services. The company's financial business has achieved significant growth in 2018, with total assets increasing by 15% compared to 2017. The company's financial business has also achieved significant growth in 2018, with total assets increasing by 15% compared to 2017.

3.

The company's main business areas include manufacturing, services, and finance. The company's manufacturing business has achieved significant growth in 2018, with total revenue increasing by 10% compared to 2017. The company's services business has also achieved significant growth in 2018, with total revenue increasing by 8% compared to 2017. The company's finance business has achieved significant growth in 2018, with total revenue increasing by 12% compared to 2017.

In respect of the container manufacturing business, the company's container manufacturing business has achieved significant growth in 2018, with total revenue increasing by 10% compared to 2017. The company's container manufacturing business has also achieved significant growth in 2018, with total revenue increasing by 10% compared to 2017.

In respect of the road transportation vehicle business, the company's road transportation vehicle business has achieved significant growth in 2018, with total revenue increasing by 12% compared to 2017. The company's road transportation vehicle business has also achieved significant growth in 2018, with total revenue increasing by 12% compared to 2017.

In respect of the energy, chemical and liquid food equipment business

In respect of the heavy truck business, 2018, C&C Truck Company, Inc. ("C&C") has achieved significant milestones. The company has successfully completed the acquisition of the heavy truck business from the former owner, resulting in a more integrated and efficient operation. This acquisition has allowed C&C to leverage its existing resources and expertise to enhance the performance of the heavy truck business. The company has also implemented various cost-saving measures and operational improvements, which have contributed to an increase in profitability. Additionally, C&C has expanded its product line and market reach, resulting in a steady increase in sales and market share. The company's strong financial performance and strategic focus on the heavy truck business position it well for continued growth and success in the future.

In respect of the airport facilities equipment business, 2018, the company has achieved significant milestones. The company has successfully completed the acquisition of the airport facilities equipment business from the former owner, resulting in a more integrated and efficient operation. This acquisition has allowed the company to leverage its existing resources and expertise to enhance the performance of the airport facilities equipment business. The company has also implemented various cost-saving measures and operational improvements, which have contributed to an increase in profitability. Additionally, the company has expanded its product line and market reach, resulting in a steady increase in sales and market share. The company's strong financial performance and strategic focus on the airport facilities equipment business position it well for continued growth and success in the future.



# 1. A A A A

## 1. A

D, g eRe , gPe, d, ee ee g fca c age a a e f eC a .

## 2. A

A cabe ✓N A cabe

# . A A A A A

TeG, a f, eda d, a a e, a gb g c a de eg ec, e ab ed a, b e eg e d, ead ga d a age a dg d, ec, a d c e e e ad de e eg g d, e c e ge a eG, a d a age. W e, e f, c g edge, ad a d, e, eG, eda d, e de a d- e ed b e e a f, a fac, e e, ce, ffe, ed c, e e e c, e, g, ee, e fe c ce fa, d c, a de ab ed e, a egc ga d d, a ec e f a fac, e+ e, ce+ f a ce.

TeG, a a a bee c ed b e d, e fca a dg ba ed de e . TeG, e g, c a b e e c, e c a e, a fac, g b e, ad, a a l e ce b e, e eg, ce ca a d, d f d, e b e, ff, ee g ee, gb e, g c e, ce b e, ea, c b e a, fac e e, e b e, f a ca b e, ea e a ed e e b e ad e e eg gb e e, d c ba e, ead ac, A a, B, e, N, A e ca a d A, a a, ad b e e e a l e, e d, a c, e a d, eg . l a d a, ec a e, b e c, ed a e e ead e d, d de, e, ad, a a l e ce, e eg a d ce ca e, e ad ff, ee g ee, gb e e a e ga ed, g c e l e edge . Te eff ce e e a f b e d, e fca a dg ba ed de e effec e ff e e ad e, e ac f, e, d c, c a f eg ba a, e, ce e a, eG, e.

## A

TeG, a de e eda e f effec, e g l e, a ce de c, e, gb e g l e, a ce c, e ad a age e ec a . A a da d eda d effec, e c, a e g l e, a ce c, e e a a f e g ad f eG, a a be a d ea de e e . S ce 2010, eG, a a c ed e, a egc, gade ca ag f b d ga e e, g a f, f, a a be a d ea de e e f CIMC . Acc, d g e, ga a a a f, a d, ec f a e, g a age e, eG, a e ab ed a, ee e a age e a d c, de c, g e e ed, e c ee, e ca c ee a d e B a da e a a 5 S, e a age e, ce, a d, d ced e ea a age e c ce . A a, e, eG, a e ab ed a e a age e e a e, e a a be a d ea de e e f b e e e f, e.

## Case IV

W e a c d a f a g e - c a e , e a e d a d a d a d e d a a g e e e e e c e a d c a a b e e a e a f c a e a f a c t , g l e e e a a d c l e e a d g a d e , e e e G d c e e e a a a g e e c c e e e g a d b g a f c c e c a a b e a g e f f c e , a f e , g e e a d e a a f a c t , g e c g e a d c e a a g e e e e e e d b e O N E M d e a d e Q H S E a c b e e g e e a e e g a f c l e e .

## A A

I e e a b e e g e c a e , a d a a l e c e , e e g , c e c a a d d f d e e a d a , f a c e e e , e G a c e e d d a c d a g a e e f e g e a d a e , a d e g a e d c a , d c a d a f a c t , g e , c e a d

3.

At 31 December 2017, the ending balance of the RMB23,016,029,000 (2016: RMB20,774,432,000), and the ending balance of the RMB19,734,494,000 (2016: RMB17,495,053,000). Moreover, the ending balance of the RMB19,734,494,000 (2016: RMB17,495,053,000) is included in the IV.48, 49 Case XIII Financial Statement Prepared According to CASBE Regulations.

4.

The Group's Regulatory Capital Additions are calculated according to the applicable regulatory requirements.

5.

In 2017, the aggregate capital additions of the Group are a 30% of the Group's aggregate net profit after tax of the Group, and a 30% of the Group's net profit after tax of the Group, respectively. (8) If the Group's net profit after tax of the Group is less than the Group's net profit after tax of the Group, the Group's net profit after tax of the Group is used to calculate the Group's net profit after tax of the Group. The Group's net profit after tax of the Group is used to calculate the Group's net profit after tax of the Group.

The net profit of the Group is calculated according to the applicable regulatory requirements. The net profit of the Group is calculated according to the applicable regulatory requirements. The net profit of the Group is calculated according to the applicable regulatory requirements.

6.

The Group's Regulatory Capital Additions are calculated according to the applicable regulatory requirements.

7.

At 31 December 2017, the Group's Regulatory Capital Additions are calculated according to the applicable regulatory requirements.

8.

The Group's Regulatory Capital Additions are calculated according to the applicable regulatory requirements.

9.

The Group's Regulatory Capital Additions are calculated according to the applicable regulatory requirements.

10.

I acc, da ce e, l f e l d, d a l c e Ta La f e Pe e' Re b c f C a a d

15.

Ba ed e G' 2017 e a e a d a i g acc e G' l e a f a c a a d c a f a e B a d e c e d e d a f a d d e d f R M B 2 . 7 0 e e a e ( c d g a c a b e a e ) f e e a f 2 0 1 7 . T e d d e d a e a f e e a f 2 0 1 7 b e c S a e d e c d e a a d a l a e g e e a e e g f e C a . F d e a f e G' c a d d e d c a d d d d f e e e e e a e e e f e I . P f D f O d a S a e a d S a e C a a l c e a e b W a f T a f e f C a a R e e f e C a f C a e V I I I S g f c a E e a d e I V . 4 9 C a e X I I I F a c a S a e e P e a e d A c c d a c e C A S B E .

16.

D i g e R e g P e d e c a g e f D e c a d S e f e C a a e e d I V . C a g e f D e c e e a d S e M a a g e e f e C a f C a e X I f a D e c e e e e S e M a a g e e a d E e e R e .

17.

T e G a a c e g e a a c e e b e e l e a d e c e a d e c e a e e G' e l e a c a a d G L e a c e c a a b g l a e a e . T e C a b e d e 2 0 1 6 E L e a S c a a d G L e a c e R e a d e 2 0 1 7 S c a R e b & E L e a S c a a d G L e a c e R e C f e b e ( . c f . c . c ) e C a ' e b e ( . c c . c ) a d e e b e f e H g K g S c . E c a g e ( . e e . ) 3 0 e 2 0 1 7 a d 2 7 M a c 2 0 1 8 e e l e a c c d a c e e d e e f C a e L e d e S e e S c . E c a g e S c a R e b R e 1 3 . 9 1 a d E L e a S c a a d G L e a c e R e g d e f A e d 2 7 f e H g K g L g R e .

18.

F d e a f e f e G' a f e e b a a c e e d a e f e R e g P e d e a e e f e X I I C a e X I I I F a c a S a e e P e a e d A c c d a c e C A S B E R e .

# Case V

... A ... A ...

F, e, f e f e G, ' b e e d, g e Re, g Pe, d, ea e, efe, 1. Q e, e f II. R e e  
f P, c a B e e D, g e Re, g Pe, d de, C a e, IV Re, f e B a d Re, .

1. A A A A

# Annual Report 2017



Case V

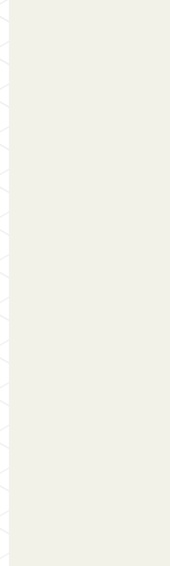
Annual Report 2017

(2)

# Answer A

(3)

Yes     No



Change V

(5)

Industry classification

Unit: RMB million

Industry classification	2017	2016	Year-on-year	
			Change	Percentage
Construction	17,344,980	7,610,009	5.08%	
Real estate	14,082,366	10,565,729	(0.21%)	
Other	1,464,155	2,961,039	(18.42%)	

Product classification

Unit: RMB million

Product classification	2017	2016	Year-on-year	
			Change	Percentage
Construction	17,344,980	7,610,009	5.08%	
Real estate	14,082,366	10,565,729	(0.21%)	
Other	1,464,155	2,961,039	(18.42%)	

(6)

Yes No

Director General, Chairman, Independent Director, CFO, Secretary, Auditor, etc. are not related to the company's business activities. The company is not a listed company on the Shanghai Stock Exchange.

(7)

Account  Non-Account

(8)

Information of the major customers of the Company

Total	12,489,770
% of total sales	16.37%
Account	0.00%

Information of the top five customers of the Company

Account  Non-Account

Unit: RMB

No.	Name of customer	Sales amount	% of the annual total sales amount
1	Chengde	3,953,720	5.18%
2	Medea	3,865,260	5.07%
3	Chengde	2,372,859	3.11%
4	Tea	1,194,748	1.57%
5	Chengde	1,103,183	1.44%
Total		12,489,770	16.37%

Other information of major customers

Account  Non-Account

The company has no other information of major customers.

Case V

Information of the major suppliers of the Company

Total purchase amount (Unit: RMB million)	5,570,997
% of the total purchase amount	8.94%
% of the total purchase amount	0.00%

Information of the top five suppliers of the Company

✓ All are non-associated companies

Unit: RMB million

No.	Name of supplier	Purchase amount	% of the annual total purchase amount
1	Saga Baee Industrial Group Co., Ltd.	1,457,491	2.34%
2	Raise Weic, Ltd.	1,255,155	2.01%
3	Agag See Co., Ltd.	1,149,757	1.85%
4	Canaha Hea DTC Group Co., Ltd.	916,558	1.47%
5	Saga Jgag Ued, Ltd.	792,036	1.27%
Total		5,570,997	8.94%

Other information of major suppliers

All are non-associated companies

The company has been selected as a supplier of the major suppliers, and the company has a 5% share of the total purchase amount. The company has a 5% share of the total purchase amount.

3.

Unit: RMB



2017

2016

Year-on-year change

2016 2017 2018 2019 2020 2021 2022 2023 2024 2025 2026 2027 2028 2029 2030 2031 2032 2033 2034 2035 2036 2037 2038 2039 2040 2041 2042 2043 2044 2045 2046 2047 2048 2049 2050

R&D investments of the Company

	2017	2016	Percentage change
Number of R&D employees (employees)	3,389	3,385	0.12%
Percentage of R&D employees	6.69%	6.60%	0.09%
Amount of R&D expenditure (RMB million)	725,386	563,792	28.66%
Percentage of R&D expenditure	0.95%	1.10%	(0.15%)
Capitalised amount of R&D expenditure (RMB million)	73,657	44,352	66.07%
Percentage of capitalised R&D expenditure to R&D expenditure	10.15%	7.87%	2.28%

Reasons for the significant change to the proportion of total R&D investments in revenue as compared with the previous year

Answer  No Answer

Reasons for the substantial change to the capitalisation rate of R&D investments and explanations for its reasonableness

Answer  No Answer

5.

Unit: RMB

Item	2017	2016	Year-on-year change
Subsidiary operating income	80,479,933	52,132,383	54.38%
Subsidiary operating income	76,204,554	49,790,764	53.05%
Net cash flow from operating activities	4,275,379	2,341,619	82.58%
Subsidiary operating income	11,439,481	2,010,159	469.08%
Subsidiary operating income	13,019,586	8,864,814	46.87%
Net cash flow from operating activities	(1,580,105)	(6,854,655)	76.95%
Subsidiary operating income	62,750,173	64,307,817	(2.42%)
Subsidiary operating income	66,287,326	56,796,771	16.71%
Net cash flow from operating activities	(3,537,153)	7,511,046	(147.09%)
Net (decrease)/increase in cash and cash equivalents	(895,810)	3,079,544	(129.09%)

Reasons for the major factors affecting significant changes in relevant information as compared with the same period of previous year

Available  Not available

During the Reporting Period, the Company's subsidiary operating income increased by 54.38% and 53.05% respectively compared with the same period of the previous year. The net cash flow from operating activities increased by 82.58% compared with the same period of the previous year. The subsidiary operating income increased by 469.08% and 46.87% respectively compared with the same period of the previous year. The net cash flow from operating activities decreased by 76.95% compared with the same period of the previous year. The subsidiary operating income decreased by 2.42% compared with the same period of the previous year. The subsidiary operating income increased by 16.71% compared with the same period of the previous year. The net cash flow from operating activities decreased by 147.09% compared with the same period of the previous year. The net (decrease)/increase in cash and cash equivalents decreased by 129.09% compared with the same period of the previous year.

Reasons for major differences between the net cash flows of operating activities of the Company and the net profit of the Year during the Reporting Period

Available  Not available

Capital

✓ Available      Non-available

Unit: RMB million

	Amount	Percentage	Description	Category
Intangible assets	510,351	11.57%	Majorly intangible assets include trademarks, patents, software, etc.	Non-current
Prepaid expenses	111,316	2.52%	Majorly prepaid expenses include prepaid advertising, etc.	Non-current
Accounts receivable	671,341	15.23%	Majorly accounts receivable include receivables from customers, etc.	Non-current
Non-current receivables	622,421	14.12%	Majorly non-current receivables include receivables from related parties, etc.	Non-current
Non-current receivables	384,865	8.73%	Majorly non-current receivables include receivables from related parties, etc.	Non-current

1. Accounts receivable

Unit: RMB million

	As at the end of 2017		As at the end of 2016		Category
	Amount	% of total assets	Amount	% of total assets	Description
Accounts receivable	16,396,726	12.55%	11,526,075	9.25%	Majorly accounts receivable include receivables from customers, etc.



C a e V

A A

2.

✓ A c a b e    N a c a b e

4.

(1)

✓ Available for sale

Unit: RMB

Securities	Stock code	Abbreviation of stock name	Initial investment cost	Modes of accounting measurement	Book value at the beginning of the Reporting Period	Profit or loss arising from changes in fair value during the Reporting Period	Cumulative changes in fair value recognised in equity	Purchases for the Reporting Period	Sales for the Reporting Period	Profit or loss during the Reporting Period	Book value at the end of the Reporting Period	Classification in accounting	Source of funds
HS 000001	6198	Qingda P...	128,589	Fair value	133,400	54,001					177,020	Fair value	Self-funded
HS 000002	368	S... S H	20,742	Fair value	3,860	1,421					4,985	Fair value	Self-funded
Other elements					812	753				767	1,298		
Total			149,331		138,072	56,175				767	183,303		
Available for sale				N									
Available for sale (fair value)				N									

(2)

Unit: RMB

Stock code	Abbreviation of stock name	Initial investment amount	Number of shares held (thousand shares)	Shareholding percentage (%)	Book value at the end of the year	Profit or loss during the Reporting Period	Change in equity during the Reporting Period	Classification in accounting	Source of shareholding
A... S c	O E eg	13,480	13,521	1.19%	3,995		568	Available for sale	Self-funded
E c a g e: OEL									
H g K g S c	TSC Off ... e G	167,591	92,800	13.12%	193,066	(6,614)	(13,225)	Long-term investment	Self-funded
E c a g e: 206	L ed								
H g K g S c	CFE	467,498	1,223,571	30.00%	532,763	(2,109)	49,597	Long-term investment	Self-funded
E c a g e: 00445									

Case V

(3)

✓ A cable N a cable

Unit: RMB 10,000

Name of derivatives investment operator	Relationship with the Group	Related party transaction or not	Type of derivatives investment	Initial investment amount of derivatives investment	Date of commencement	Date of termination	Investment amount at the beginning of the Reporting Period	Purchase during the Reporting Period	Sale during the Reporting Period	Provision for impairment (if any)	Investment amount at the end of the Reporting Period	Proportion of investment amount at the end of the Reporting Period to the net assets of the Company at the end of the Reporting Period	Actual profit or loss during the Reporting Period
HSBC, Standard Chartered Bank	N	N	Foreign exchange		2017/2/23	2018/12/7	219,820				314,821	0.97%	17,470
HSBC, ANZ Bank	N	N	Foreign exchange		2017/10/17	2018/11/15					270,588	0.83%	1,316
Bank of China, Deutsche Bank	N	N	Interest rate		2011/1/6	2021/6/28	10,302,060				9,491,309	29.24%	15,580
ING	N	N	Currency		2017/8/3	2018/6/29					65,359	0.20%	(1,351)
<b>Total</b>							<b>10,521,880</b>				<b>10,142,077</b>	<b>31.24%</b>	<b>33,015</b>

Self-defined  
N/A  
28 Mar 2017  
N/A

As of 31 December 2017, the derivative contracts entered into by the Company are as follows: (1) Foreign exchange contracts: The Company enters into foreign exchange contracts to hedge the foreign exchange risk of the Company's net assets and liabilities denominated in foreign currencies. (2) Interest rate contracts: The Company enters into interest rate contracts to hedge the interest rate risk of the Company's net assets and liabilities denominated in foreign currencies. (3) Currency contracts: The Company enters into currency contracts to hedge the currency risk of the Company's net assets and liabilities denominated in foreign currencies.

As of 31 December 2017, the derivative contracts entered into by the Company are as follows: (1) Foreign exchange contracts: The Company enters into foreign exchange contracts to hedge the foreign exchange risk of the Company's net assets and liabilities denominated in foreign currencies. (2) Interest rate contracts: The Company enters into interest rate contracts to hedge the interest rate risk of the Company's net assets and liabilities denominated in foreign currencies. (3) Currency contracts: The Company enters into currency contracts to hedge the currency risk of the Company's net assets and liabilities denominated in foreign currencies.

As of 31 December 2017, the derivative contracts entered into by the Company are as follows: (1) Foreign exchange contracts: The Company enters into foreign exchange contracts to hedge the foreign exchange risk of the Company's net assets and liabilities denominated in foreign currencies. (2) Interest rate contracts: The Company enters into interest rate contracts to hedge the interest rate risk of the Company's net assets and liabilities denominated in foreign currencies. (3) Currency contracts: The Company enters into currency contracts to hedge the currency risk of the Company's net assets and liabilities denominated in foreign currencies.

5.

✓ A cable N a cable

(1)

✓ A cable N a cable

Unit: HK\$

Year of raised proceeds	Method	Total proceeds raised	Total proceeds used in the Reporting Period	Total proceeds accumulatively used	Total proceeds raised with changes in usage during the Reporting Period	Accumulative proceeds raised with changes in usage	Proportion of accumulative total proceeds raised with changes in usage	Total amount of remaining proceeds raised	Use and direction for remaining proceeds raised	Raised proceeds not used in more than 2 years
2015	Internet	3,856,575,428	571,793	3,856,575,428			0.00%			
	HS a e	(a) a e	(a) a e	(a) a e						
		RMB3,227,639,131	RMB511,475	RMB3,227,639,131						
T a		3,856,575,428	571,793	3,856,575,428			0.00%			
		(a) a e	(a) a e	(a) a e						
		RMB3,227,639,131	RMB511,475	RMB3,227,639,131						

Description of overall utilisation of proceeds raised

Proceeds raised from the Internet and HS a e are used for the following purposes:

(2)

A cable ✓ N a cable

(3)

A cable ✓ N a cable

Case V

1. ... A ... A ... A ... A ...

2. ... A ... A ... A ... A ...

1. ... A ...

Accountable  Not accountable

2. ...

Accountable  Not accountable

Unit: RMB '000

Counterparty	Sold equity	Date of signing the sales agreement	Transaction price	Net profit contributed by the equity to the listed company from the beginning of the Period to the sale date	Influence on the Company by the sale	Proportion of the net profit contributed by the equity sale to the listed company to the total net profit	Pricing principle of equity sale	Connected transaction	Relationship with the counterparty	The involved equity has been transferred completely	Whether the schedule plan has been implemented; if not, describe the reason and the measures adopted by the Company	Date of disclosure	Disclosure index
See Hebei Technology Co., Ltd.	CIMC ELECTRICITY COMMERCE	2017.9.30	633,715	(144,711)	483,588	15%		N	N	Ye	Ye	2017.9.30, 2017.10.30	www.cninfo.com.cn, www.hkexnews.hk

... A ... A ... A ... A ... A ... A ...

Accountable  Not accountable

Pea e, efe e, e e a f, a c a e d II. Re e f P, c a B e e D, g e Re, g Pe, d e, C a e, IV Re, f e B a d f Re, f, e d e a f e a f, c a b d a e a d a c a e. T e d e a e b d a e a b e g a a d c e a e d b e c d a e d e a c c f e G, d, g e Re, g Pe, d a e e e V C a e, XIII F a c a S a e e P, e a e d Acc, d a c e CASBE Re, .

Subsidiaries or associates contributing to more than 10% of the Company's net profits

Unit: RMB '000

Company name	Company type	Principal activities	Registered capital	Total assets	Net assets	Revenues	Operating profits	Net profits
CIMC E, c	S b d a	E e g, c e c a a d, d f d e e e	17,793	14,167,219	5,860,978	10,671,276	481,090	420,181

Details on obtaining and disposing subsidiaries during the Reporting Period

✓ A cable      N a cable

Company name	Method of obtaining and disposing subsidiaries	Impact on overall production and operation and performance
Se e CIMCEec, c C e, ce ad L g c d a f a e d g Tec g C ., Ld.	d a f a e d g	N a e a ac e G ' l e a r d c a d e a . T e G ' L e e g a f, e R e , g P e d RMB483,588,000.
Hg fed D e e e C . SOE	d a f a e d g	N a e a ac
Z e g J e L g c A a S e C ., Ld.	a e f a e d g	N a e a ac
Q g da L e d a C e ca C ., Ld	a e f a e d g	N a e a ac
青島力達新橡製製品有限公司	a e f a e d g	N a e a ac

A cable      ✓ N a cable

F, de a f f, e f, e de e e f e G, ea e, efe III. f, e D e e e a d  
Q : f C a e, IV Re , f e B a d Re

Register of reception of research, communications and interviews during the Reporting Period

Date of reception	Venue of reception	Mode of reception	Type of party received	Party received	Brief description on research
9 January 2017	Caracas	Telematic conference	Individual	Ward Sector, Tarea	Productive cycle, investment, recovery and development
13 February 2017	Caracas	Federative	Individual	Peoples' Council, Caracas Mechanical Sector, Caracas Sector Head	Sustainable
13 February 2017	Caracas	TF Sector, Telematic conference	Individual	TF Sector, Caracas	Sustainable
14 February 2017	Caracas	Manufacturing	Individual	Basic Caracas, Caracas	Sustainable
15 February 2017	Caracas	Federative	Individual	GF Sector, Sector & Ward Sector, Caracas (玖石資本), P&A Sector, Zeng, Zeng, Seng, M Luis, Caracas Sector, Peugeot, Yald, Hila (紅土創新), Pacific Sector, Haig, A, Oe Sector, Caracas (雲嵩資本) and Hiale (懷真資產)	Sustainable
16 February 2017	Caracas	Federative	Individual	Berd	Sustainable
17 February 2017	Hong Kong	Interview	Individual	Ae Caracas Management, Lig Caracas Management, Decease Management (HK), Tease Management, LBN, Valpa	Sustainable
20 February 2017	Caracas	Telematic conference	Individual	Head Caracas	Sustainable

Date of reception	Venue of reception	Mode of reception	Type of party received	Party received	Brief description on research
20 February 2017	Canberra	House of Representatives Macquarie Senate Commonwealth	Individual	House of Representatives	Sustainable
21 February 2017	Canberra	Federal	Individual	Zhang	Sustainable
22 February 2017	Sydney Yagoona Lidcombe	Village Sage	Individual	Morgan	Building addition deed contract
24 February 2017	Sydney Yagoona Lidcombe	Village Sage	Individual	GF	Sustainable
24 February 2017	Sydney Sage Clyde	Village Zhang	Individual	EE	Building addition deed evidence contract
11 April 2017	Canberra	Federal	Individual	OE, Canada	Product contract deed deed deed
28 April 2017	Canberra	Teaching	Individual	CICCA	Ecology Q1
17 May 2017	Canberra	Federal	Individual	EE	Product contract deed deed deed

Case V

Date of reception	Venue of reception	Mode of reception	Type of party received	Party received	Brief description on research
18 Ma 2017	K a a d V a S a g a	K a a d V a S a g a	I		

Date of reception	Venue of reception	Mode of reception	Type of party received	Party received	Brief description on research
15 September 2017	Canada	Federally	Individual	Canadian, Hong Kong, and Macau	Product development, research, and design, development and production
20 September 2017	Canada	Federally	Individual	Taiwan, American, TF Securities, Sea and Securities	Serviceable
14 November 2017	Seattle	Federally	Individual and company	Banque Paribas, P. G. Y. C. a., GF Securities, 長城財富, CITIC Securities, E. e. ce Securities, TF Securities, C. a. S. e., Hong Kong, CICC, UBS, Z. g. a., India, a. S. e., C. a. Q. e. A. e. M. a. g. e. e., 亞商投資, C. a. L. f. e. l. a. ce, Ha. g. S. e. c. i. t. y. a. d. S. e. a. d. S. e. c. i. t. y.	Vertical and horizontal
1 December 2017	Seattle	Federally	Individual	Canadian, Mexico, and USA	Product development, research, and design, development and production
5 December 2017	Seattle	Federally	Individual	N. e. a. S. e. c. i. t. y. a. d.	Serviceable
8 December 2017	Seattle	Federally	Individual	F. d. S. e. c. i. t. y. a. d.	Serviceable
20 December 2017	Seattle	Federally	Individual	Sea and Securities	Serviceable
22 December 2017	Seattle	Federally	Individual and company	BOC, e. a. a., T. a. g. A. M. C., Z. g. a. M. a. c. e., 景泰利豐	



# TRANSPORT ROAD

道路  
運輸車輛業務

# OPERATION



BUSINESS



## Case VI

### A

The group has established a CASBE. The group has established a CASBE. The group has established a CASBE.

The group's operating profit for 2017 was RMB76,299.930 million (2016: RMB51,111.652 million), an increase of 49.28% and 364.97% year-on-year. The group's operating profit margin for 2017 was 18.36% (2016: 18.36%).

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Unit: RMB million

Segment	2017		2016	
	Gross profit	Gross profit margin (%)	Gross profit	Gross profit margin (%)
Construction	3,901,500	15.58%	1,177,195	10.64%
Real estate	3,581,717	18.35%	2,764,281	18.81%
Engineering	2,198,743	18.56%	1,775,192	18.98%
Other	(32,719)	(1.32%)	437,815	10.17%
Financial	749,391	20.84%	639,110	19.89%
Logistics	789,197	9.63%	778,894	10.93%
Finance	1,444,348	61.71%	1,290,337	56.04%
Real estate	424,836	42.20%	341,309	47.20%
Healthcare	132,473	5.16%	32,694	1.89%
Other	186,215	5.97%	252,046	11.36%
Other	631,514	-	140,762	-
Total	14,007,215	18.36%	9,629,635	18.84%

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D, g e Re , g Pe, d, e G, ' - e a g c e a ed RMB622.421 (2016: RMB761.241 ),, e, e e g a e a- - e a, de c e a e f 18.24%, a d e e G, , e c a f g g l e, e g a e, g a acc, da ce e , e ed Acc, g S a d a d f, B e E e, , e N . 16 G l e, e G a a d c a a b e d a a f 2016 b e g, e a e d d, g e Re , g Pe, d. F, de a , e a e, efe, e ll. 33 a d e IV. 61 C a e, XIII F a c a S a e e P, e a, ed Acc, da ce CASBE Re , .

D, g e Re , g Pe, d, e G, ' a d e , l f, a e a, e a g RMB880.764 (2016: RMB2,215.199 ),, e, e e g a e a- - e a, de c e a e f 60.24%, a d e e g f c a , l a d e b CIMC E, c, a - - e d b d a, f e G, , f, e e, a f e a c, f e e e SOE 2016. F, de a , e a e, efe, e IV. 23 C a e, XIII F a c a S a e e P, e a, ed Acc, da ce CASBE Re , .

D, g e Re , g Pe, d, e G, ' c e a e e e a ed RMB1,250.826 (2016: RMB967.068 ),, e, e e g a e a- - e a, c e a e f 29.34%. F, de a , e a e, efe, e IV. 63 C a e, XIII F a c a S a e e P, e a, ed Acc, da ce CASBE Re , .

I 2017, e G, ' , f a , D a b e S a e de, a ed RMB649.173 (2016: RMB195.323 ),, e, e e g a e a- - e a, c e a e f 232.36%, a d e e c a g e , f f b d a, e , S a e de, .

T e G, ' c a a b a , a d a d , a, c f c a a d b a , d e . A a 31 De c e b e, 2017, e G, ' c a a b a , a d a d a d a ed RMB5,596.314 (31 De c e b e, 2016: RMB6,325.998 ),, e, e e g a e a- - e a, de c e a e f 11.53%. De a a e e e IV. 1 C a e, XIII F a c a S a e e P, e a, ed Acc, da ce CASBE Re , .

F, de a f e c a f d a a f e G, d, g e Re , g Pe, d, ea e, efe, 5. Ca F f ll. A a f P, c a B e e e f A a 9, 2016: ( d, g 0.6 e G) 2 ( 20.5

Case VI

Assets

As at 31 December 2017, the Group's non-current assets, including property, plant and equipment (including construction in progress), aggregated to RMB52,014.876 (31 December 2016: RMB55,932.185). The following table details the Group's assets as at 31 December 2017 as set out in IV.25, 36, 37, 38 and 39. Case XIII Financial Statement Prepared according to CASBE is as follows.

Unit: RMB '000

	As at 31 December 2017	As at 31 December 2016
Property, plant and equipment	15,317,347	15,729,787
Construction in progress	3,982,626	3,525,710
Debtors	-	-
Long-term debtors	24,140,168	27,023,222
Debtors	7,986,500	7,986,500
Other receivables (including prepayments)	588,235	1,666,966
<b>Total</b>	<b>52,014,876</b>	<b>55,932,185</b>

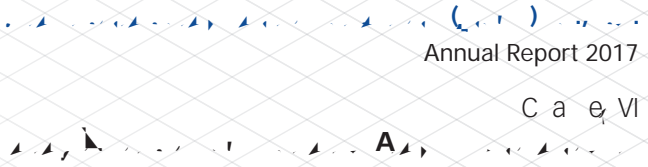
The carrying amount of the Group's assets as at 31 December 2017 is RMB517.890 (2016: RMB507.365).

The Group's bank balances are denominated in U.S. dollars, the reporting currency. As at 31 December 2017, the Group's bank balances consisted of RMB8,728.021 (31 December 2016: RMB8,123.960) and RMB34,712.120 (31 December 2016: RMB38,154.759). The Group's cash and equivalents are denominated in U.S. dollars. Case XIII Financial Statement Prepared according to CASBE is as follows.

The Group's total debtors are denominated in RMB, the reporting currency. As at 31 December 2017, the total debtors are RMB7,986.500 (31 December 2016: RMB7,986.500). For details, see the notes to IV.38 and IV.39. Case XIII Financial Statement Prepared according to CASBE is as follows.

The Group's cash and cash equivalents are denominated in U.S. dollars. As at 31 December 2017, the Group's cash and cash equivalents are RMB43,237.434 (31 December 2016: RMB39,134.792); the total amount of cash and cash equivalents is RMB87,366.945 (31 December 2016: RMB85,479.956) and the total amount of cash and cash equivalents is RMB130,604.379 (31 December 2016: RMB124,614.748). For details, see the notes to IV.36 and IV.37. The Group's cash and cash equivalents are denominated in U.S. dollars. Case XIII Financial Statement Prepared according to CASBE is as follows.

The Group's total debtors are denominated in U.S. dollars. As at 31 December 2017, the total debtors are RMB7,986.500 (31 December 2016: RMB7,986.500). For details, see the notes to IV.38 and IV.39. Case XIII Financial Statement Prepared according to CASBE is as follows.



Te G<sub>1</sub>'s direct fee G<sub>1</sub>'s be e<sub>1</sub> e<sub>1</sub> U.S. dollars, e<sub>1</sub> fee e<sub>1</sub> ed e<sub>1</sub> ade RMB. G<sub>1</sub>'s, e<sub>1</sub> PRC g<sub>1</sub> e<sub>1</sub> e<sub>1</sub> e<sub>1</sub> ed a<sub>1</sub> e<sub>1</sub> a<sub>1</sub> ed fa<sub>1</sub> g<sub>1</sub> e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> g<sub>1</sub>, a<sub>1</sub> e<sub>1</sub>, e<sub>1</sub> g<sub>1</sub> e<sub>1</sub> ba<sub>1</sub> ed a<sub>1</sub> e<sub>1</sub> e<sub>1</sub> adde<sub>1</sub> ad<sub>1</sub> e<sub>1</sub> fe<sub>1</sub> e<sub>1</sub> ce<sub>1</sub> a<sub>1</sub> a<sub>1</sub> e<sub>1</sub> fe<sub>1</sub> ce<sub>1</sub>. H<sub>1</sub> e<sub>1</sub> e<sub>1</sub>, Re<sub>1</sub> b<sub>1</sub> e<sub>1</sub>, e<sub>1</sub> g<sub>1</sub> a<sub>1</sub> ed ca<sub>1</sub> a<sub>1</sub> e<sub>1</sub> ce<sub>1</sub>. A<sub>1</sub> e<sub>1</sub> e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> g<sub>1</sub>, a<sub>1</sub> e<sub>1</sub> f<sub>1</sub> RMB a<sub>1</sub> e<sub>1</sub> affected b<sub>1</sub> d<sub>1</sub> e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> d<sub>1</sub> e<sub>1</sub>, a<sub>1</sub> a<sub>1</sub> e<sub>1</sub> ce<sub>1</sub> c<sub>1</sub> a<sub>1</sub> d<sub>1</sub> ca<sub>1</sub> a<sub>1</sub> a<sub>1</sub>, a<sub>1</sub> dde<sub>1</sub> a<sub>1</sub> d<sub>1</sub> f<sub>1</sub>, a<sub>1</sub> d<sub>1</sub> f<sub>1</sub> RMB, a<sub>1</sub> d<sub>1</sub> e<sub>1</sub> e<sub>1</sub> e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> g<sub>1</sub>, a<sub>1</sub> e<sub>1</sub> f<sub>1</sub> Re<sub>1</sub> b<sub>1</sub> a<sub>1</sub> ga<sub>1</sub> e<sub>1</sub> d<sub>1</sub> e<sub>1</sub> ce<sub>1</sub> a<sub>1</sub> a<sub>1</sub> g<sub>1</sub> f<sub>1</sub> ca<sub>1</sub> f<sub>1</sub>, e<sub>1</sub> d<sub>1</sub> e<sub>1</sub> ce<sub>1</sub> a<sub>1</sub> g<sub>1</sub>, a<sub>1</sub> e<sub>1</sub>, e<sub>1</sub> G<sub>1</sub>'s e<sub>1</sub> ed<sub>1</sub> e<sub>1</sub> a<sub>1</sub> f<sub>1</sub> e<sub>1</sub> g<sub>1</sub> e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> g<sub>1</sub>, a<sub>1</sub> e<sub>1</sub> a<sub>1</sub> g<sub>1</sub> f<sub>1</sub>, e<sub>1</sub> e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> g<sub>1</sub>, a<sub>1</sub> e<sub>1</sub> f<sub>1</sub> c<sub>1</sub> a<sub>1</sub> RMB a<sub>1</sub> ga<sub>1</sub> e<sub>1</sub> d<sub>1</sub> e<sub>1</sub> ce<sub>1</sub>, c<sub>1</sub> a<sub>1</sub> affected G<sub>1</sub>'s e<sub>1</sub> a<sub>1</sub> g<sub>1</sub>, e<sub>1</sub> a<sub>1</sub> d<sub>1</sub> f<sub>1</sub> a<sub>1</sub> c<sub>1</sub> a<sub>1</sub> c<sub>1</sub> d<sub>1</sub>. Te a<sub>1</sub> a<sub>1</sub> ge<sub>1</sub> e<sub>1</sub> f<sub>1</sub> e<sub>1</sub> G<sub>1</sub>'s a<sub>1</sub> c<sub>1</sub> e<sub>1</sub> e<sub>1</sub> d<sub>1</sub> f<sub>1</sub> e<sub>1</sub> g<sub>1</sub> e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> g<sub>1</sub>, a<sub>1</sub> e<sub>1</sub> a<sub>1</sub> a<sub>1</sub>, a<sub>1</sub> e<sub>1</sub> ea<sub>1</sub> e<sub>1</sub>, e<sub>1</sub> a<sub>1</sub> d<sub>1</sub> f<sub>1</sub> e<sub>1</sub> g<sub>1</sub> e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> g<sub>1</sub>, a<sub>1</sub> e<sub>1</sub>. F<sub>1</sub>, de<sub>1</sub> a<sub>1</sub>, ea<sub>1</sub> e<sub>1</sub>, efe<sub>1</sub>, e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> g<sub>1</sub> e<sub>1</sub> dg<sub>1</sub> g<sub>1</sub> c<sub>1</sub>, ac<sub>1</sub> ed b<sub>1</sub> e<sub>1</sub> G<sub>1</sub>'s d<sub>1</sub>, g<sub>1</sub> e<sub>1</sub> Re<sub>1</sub>, g<sub>1</sub> Pe<sub>1</sub>, d<sub>1</sub>, ea<sub>1</sub> e<sub>1</sub>, efe<sub>1</sub>, e<sub>1</sub> IV. 2 a<sub>1</sub> d<sub>1</sub> 26 C a<sub>1</sub> e<sub>1</sub>, XIII F a<sub>1</sub> c a<sub>1</sub> S a<sub>1</sub> e<sub>1</sub> e<sub>1</sub> P<sub>1</sub> e<sub>1</sub> a<sub>1</sub> ed Acc<sub>1</sub>, da<sub>1</sub> ce CASBE Re<sub>1</sub>.

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A a<sub>1</sub> 31 Dece<sub>1</sub> be<sub>1</sub>, 2017, e<sub>1</sub> G<sub>1</sub>'s a<sub>1</sub> d<sub>1</sub> ca<sub>1</sub> a<sub>1</sub> e<sub>1</sub> e<sub>1</sub> d<sub>1</sub>, e<sub>1</sub> c<sub>1</sub> e<sub>1</sub> f a<sub>1</sub>, a<sub>1</sub> e<sub>1</sub> RMB142.718 (31 Dece<sub>1</sub> be<sub>1</sub>, 2016: 417.786), c<sub>1</sub> a<sub>1</sub> a<sub>1</sub> e<sub>1</sub> d a<sub>1</sub> f e<sub>1</sub> d a<sub>1</sub> e<sub>1</sub> e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> e<sub>1</sub> c<sub>1</sub>, ac<sub>1</sub> e<sub>1</sub>, e<sub>1</sub> ed<sub>1</sub> b<sub>1</sub> e<sub>1</sub>, f<sub>1</sub>, ed<sub>1</sub>, e<sub>1</sub>, f<sub>1</sub>, ed<sub>1</sub> a<sub>1</sub>, a<sub>1</sub>, e<sub>1</sub> e<sub>1</sub>, a<sub>1</sub> l<sub>1</sub> e<sub>1</sub> e<sub>1</sub> c<sub>1</sub>, ac<sub>1</sub> e<sub>1</sub>, e<sub>1</sub> ed<sub>1</sub> b<sub>1</sub> e<sub>1</sub>, f<sub>1</sub>, ed<sub>1</sub>, e<sub>1</sub>, f<sub>1</sub>, ed<sub>1</sub> a<sub>1</sub>, a<sub>1</sub> a<sub>1</sub> d<sub>1</sub> e<sub>1</sub> e<sub>1</sub> a<sub>1</sub> f a<sub>1</sub> c<sub>1</sub> t<sub>1</sub>, ed f<sub>1</sub>, ae<sub>1</sub>, e<sub>1</sub>, ea<sub>1</sub> e<sub>1</sub>. F<sub>1</sub>, de<sub>1</sub> a<sub>1</sub>, ea<sub>1</sub> e<sub>1</sub>, efe<sub>1</sub>, e<sub>1</sub> XI. 1(1) C a<sub>1</sub> e<sub>1</sub>, XIII F a<sub>1</sub> c a<sub>1</sub> S a<sub>1</sub> e<sub>1</sub> e<sub>1</sub> P<sub>1</sub> e<sub>1</sub> a<sub>1</sub> ed Acc<sub>1</sub>, da<sub>1</sub> ce CASBE Re<sub>1</sub>.

Te G<sub>1</sub>'s e<sub>1</sub> ed<sub>1</sub> e<sub>1</sub> a<sub>1</sub>, e<sub>1</sub> e<sub>1</sub> e<sub>1</sub> e<sub>1</sub> a<sub>1</sub> e<sub>1</sub> c<sub>1</sub> a<sub>1</sub> g<sub>1</sub>, e<sub>1</sub> e<sub>1</sub> e<sub>1</sub>-ba<sub>1</sub>, e<sub>1</sub> g<sub>1</sub> ba<sub>1</sub>, a<sub>1</sub> a<sub>1</sub> d<sub>1</sub> e<sub>1</sub>, b<sub>1</sub> e<sub>1</sub> g<sub>1</sub>. T<sub>1</sub> e<sub>1</sub> e<sub>1</sub> e<sub>1</sub> ac<sub>1</sub> f<sub>1</sub> e<sub>1</sub>, e<sub>1</sub> a<sub>1</sub> e<sub>1</sub>, e<sub>1</sub>, e<sub>1</sub> G<sub>1</sub>'s e<sub>1</sub> e<sub>1</sub> ed<sub>1</sub> e<sub>1</sub>, e<sub>1</sub> e<sub>1</sub>, a<sub>1</sub> c<sub>1</sub>, ac<sub>1</sub> ce<sub>1</sub>, a<sub>1</sub> ba<sub>1</sub>. A a<sub>1</sub> 31 Dece<sub>1</sub> be<sub>1</sub>, 2017, e<sub>1</sub> G<sub>1</sub>'s e<sub>1</sub> d<sub>1</sub> 19 e<sub>1</sub> ed<sub>1</sub> e<sub>1</sub> e<sub>1</sub>, a<sub>1</sub> c<sub>1</sub>, ac<sub>1</sub> de<sub>1</sub> a<sub>1</sub> ed<sub>1</sub> U.S. d<sub>1</sub> a<sub>1</sub>, e<sub>1</sub> a<sub>1</sub> l<sub>1</sub> e<sub>1</sub> f a<sub>1</sub> c a<sub>1</sub> e<sub>1</sub> d<sub>1</sub> a<sub>1</sub> a<sub>1</sub> f a<sub>1</sub>, a<sub>1</sub> e<sub>1</sub> US\$1,452.170, c<sub>1</sub> b<sub>1</sub> ee<sub>1</sub>, e<sub>1</sub> d<sub>1</sub> f<sub>1</sub>, 1 e<sub>1</sub> 2018 28 e<sub>1</sub> 2021, e<sub>1</sub> e<sub>1</sub> c<sub>1</sub> l<sub>1</sub> e<sub>1</sub>. A a<sub>1</sub> 31 Dece<sub>1</sub> be<sub>1</sub>, 2017, e<sub>1</sub> fa<sub>1</sub>, l<sub>1</sub> a<sub>1</sub> e<sub>1</sub> f e<sub>1</sub> e<sub>1</sub>, e<sub>1</sub>, a<sub>1</sub> e<sub>1</sub> a<sub>1</sub> c<sub>1</sub>, ac<sub>1</sub> f e<sub>1</sub> G<sub>1</sub>'s a<sub>1</sub> e<sub>1</sub> d<sub>1</sub> RMB317.924. T<sub>1</sub> a<sub>1</sub> ac<sub>1</sub> c<sub>1</sub>, e<sub>1</sub>, a<sub>1</sub> a<sub>1</sub>, a<sub>1</sub> e<sub>1</sub> b<sub>1</sub> ee<sub>1</sub> c<sub>1</sub> de<sub>1</sub>, ed<sub>1</sub> e<sub>1</sub> ca<sub>1</sub> d<sub>1</sub> a<sub>1</sub> g<sub>1</sub> e<sub>1</sub> fa<sub>1</sub>, l<sub>1</sub> a<sub>1</sub> e<sub>1</sub>. F<sub>1</sub>, de<sub>1</sub> a<sub>1</sub>, ea<sub>1</sub> e<sub>1</sub>, efe<sub>1</sub>, e<sub>1</sub> IV. 2 a<sub>1</sub> d<sub>1</sub> 26 C a<sub>1</sub> e<sub>1</sub>, XIII F a<sub>1</sub> c a<sub>1</sub> S a<sub>1</sub> e<sub>1</sub> e<sub>1</sub> P<sub>1</sub> e<sub>1</sub> a<sub>1</sub> ed Acc<sub>1</sub>, da<sub>1</sub> ce CASBE Re<sub>1</sub>.

F<sub>1</sub>, e<sub>1</sub> b<sub>1</sub> d a<sub>1</sub>, e<sub>1</sub>, c<sub>1</sub>, e<sub>1</sub> d<sub>1</sub> c<sub>1</sub> a<sub>1</sub> e<sub>1</sub> a<sub>1</sub> d<sub>1</sub> a<sub>1</sub> c a<sub>1</sub> ed c<sub>1</sub> a<sub>1</sub> e<sub>1</sub> f e<sub>1</sub> G<sub>1</sub>'s a<sub>1</sub> a<sub>1</sub> 31 Dece<sub>1</sub> be<sub>1</sub>, 2017, ea<sub>1</sub> e<sub>1</sub>, efe<sub>1</sub>, e<sub>1</sub> IV. 13 a<sub>1</sub> d<sub>1</sub> e<sub>1</sub> VI C a<sub>1</sub> e<sub>1</sub>, XIII F a<sub>1</sub> c a<sub>1</sub> S a<sub>1</sub> e<sub>1</sub> e<sub>1</sub> P<sub>1</sub> e<sub>1</sub> a<sub>1</sub> ed Acc<sub>1</sub>, da<sub>1</sub> ce CASBE Re<sub>1</sub>, f<sub>1</sub>, de<sub>1</sub> a<sub>1</sub>.

Case VI

As of December 31, 2017, the total amount of the Company's receivables from related parties is RMB9,815.725 million (December 31, 2016: RMB9,756.883 million). The related parties are listed as follows:

A

As of December 31, 2017, the amount of the Company's receivables from related parties is RMB9,815.725 million (December 31, 2016: RMB9,756.883 million). The related parties are listed as follows:

As of December 31, 2017, the amount of the Company's receivables from related parties is RMB125.286 million (December 31, 2016: RMB83.248 million). The related parties are listed as follows:

A

As of December 31, 2017, the amount of the Company's receivables from related parties is RMB849.139 million. The related parties are listed as follows:

As of December 31, 2015, the amount of the Company's receivables from related parties is RMB3,228 million. The related parties are listed as follows:

A

As of December 31, 2017, the amount of the Company's receivables from related parties is RMB9.1 billion. The related parties are listed as follows:

As of December 31, 2017, the amount of the Company's receivables from related parties is 50,689 million yuan (December 31, 2016: 51,299 million yuan). The related parties are listed as follows:

As of December 31, 2017, the amount of the Company's receivables from related parties is RMB7,402.385 million (December 31, 2016: RMB5,925.685 million). The related parties are listed as follows:

A

TeC a a b a -ee ad c e ae  
 ,a g e c,e a e ,ce  
 f e e-,e eda d a b e , d d g: e  
 e ee ,a g ge ea , ,a g , fe a  
 ,a g, eade, ,a g , ga ead e, a a  
 ae ,a g , ga e.Mea e, eG, a a  
 ,L ded e ee a e ca,ee, de e e  
 , e .TeG, ,ba ed ,e e  
 e ae acc,d g ,a egc de e e , a  
 b e ee 'ca,ee, de e e a age (c a  
 a age e ,e g ee, g ec g, ea, f a ce ad  
 ec.) c d c effec e ca,ee, a age e ad ca f  
 ca,ee, de e e d,ec f, e ee a  
 L e c ea g e, ca ab e .

Te e e a f ae ce l e c e e  
 e e ab a ee a g ad,e ,a  
 ec a a g ed,ec , e a age e ad  
 ec,ee ee ,b c e a age e ca  
 be e,baa ce g-e, g a ad , -e, g a  
 a a ,ac a d,e a a d g a age e  
 ca dda e ad,e e ee ad a e a abe  
 L a e f ce l e c e e a ee e  
 abe de e e f e C a e g e,  
 a de a ce c e l e ,e g .F, de a f e  
 ae ce l e c e e f e C a ad  
 b da e , ea e,efe, XV.I e e a f e  
 C a ' S ae O l ce l e Sc e e, E ee  
 S c. O e, Sc e e , O e, E ee l ce l e  
 Mea, e f C a e, VIII S g f ca e  
 Re , .

TeG, a ,L ded e ba c e ,a ce  
 f, ee ee a, a ged b ca ab, a d ca  
 ed, b, ea .TeG, a e c , b  
 e e ,a ce a e a cab e, ae  
 ba ed e a a ed b e g l e, e  
 ,ga a .W e e ee ,e, e, e ca ab, a d  
 ca ed, b, ea ae, e bef, e a e  
 f e ba c e be ef, e, e, ede ee .  
 Te a f e ,a ce a abe ca d a ed  
 acc, d g e ab l e, ee a ae, ec g ed a  
 ab e d, g e e, d e ee ee ,e de,  
 e, ce a da e c a ged , f , ca a ed  
 c f, ea ed a e .F, de a , ea e,efe, e  
 ll. 24 a d e IV. 55 C a e, XIII F a ca S ae e  
 P, e a ed Acc, da ce CASBE Re , .

ENERGY



LIFE  
EQUIPMENT



AND  
LIQUID  
FOOD



能源、  
食品裝備業務  
化工及液態



# INTELLIGENT BUSINESS



## Case VII

Dear Shareholder,

During the year 2017, the Company has effectively addressed the above concerns and achieved the following PRCC and LAAR objectives.

•



Session of meeting	Date	Supervisor attended	Name of proposal	Resolution	Searching index for the resolution published on designated websites	Disclosure date of the information cited in the resolution
--------------------	------	---------------------	------------------	------------	---	--

T e 2 d e e g 2017 f e 8 e	2017.4.21	Z a g M g e L S e g X g B	1. P, a, e g a d g e a d t e f e b e f A a e b e e d, e f a c e, c e, e , c e d e e a d a e a d e e e f e a d e, d f e, e f a d e a, a f e g e a e e g; 2. P, a, e g a d g e, e e d a f, e b c f a c e f A a e b e c a ; 3. P, a, e g a d g e f e a b , e, e f, c e e d , a e d f e b c f a c e f A a e b e c a (2017 a e d e ); 4. P, a, e g a d g e, e, e, e f, c e e d f, e f d a g a c t e b e C a ; 5. P, a, e g a d g e a c f d f f e (e 0100 b 0.743 a d 1.89 TD(C a )T b c f a c e)T T*( f f a )18(e b e c a , c e e e f a d c 18\TD\C a )T-T ca , 2017 a. f e 8 5.			
----------------------------------	-----------	---------------------------------	---	--	--	--

Session of meeting	Date	Supervisor attended	Name of proposal	Resolution	Searching index for the resolution published on designated websites	Disclosure date of the information cited in the resolution
Te 6 ee g 2017 f e 8 e ( ead ee c fee ce)	2017.8.28	Z a g M g e L S e g X g B	1. P, a, e g a d g e 2017 e, r e ; 2. P, a, e g a d g e, l f, a e a, e f e C a f, e f, a f f 2017; 3. P, a, e g a d g a g e e A c c g S a d a d f, B e E e, e ; 4. R e f e e a c, f, e f, a f f 2017.	A d e, e e a a e, e g a d g e 6 ee g 2017	.c f.c .c .e e .	2017.8.29
Te 7 ee g 2017 f e 8 e	2017.10.27	Z a g M g e W a g H g a X g B	R e g a d g e, a e, e, f 2017	A d e, e, a e, e, f 2017	.c f.c .c www.hkxnews.hk	2017.10.28

A e b e f e S e, r C ee a e a e d e, e a, ee g c l e e d b e B a d d, g e, e, g e d.

1.

T e S e, r C ee f e C a c c e e f, d e a c c, d a c e e a c a b e, l f e P R C C a L a a d e A, c e f A, c a . D, g e e a, e e b e f e S e, r C ee a e d e a b a d e e g. T e c d c e d e, e c l e g a d d e c - a, g, c e d, e f e S a e d e, ' e e g a d e B a d e e g, e a c a e e a f e e a e d a e S a e d e, ' e e g b e B a d a e a e d e c - a, g, c e a d b e e a, c e f e C a a c c, d a c e e a c a b e a a d, e g a . T e S e, r C ee c d e d a, d, g e e a, e C a a a d e a d e c a c c, d a c e e g a, c e d, e a d e a c, e e d. T e a e f e e a e f e D, e c, e CEO a d, e d e a e a e, a a g e e f e C a l a e d e C a ' A, c e f A, c a, e e d e, e a e e e f e C a d, g e, a c t, e f, e f, e e a e e a b e d e, e, d a a g e e e e f S a e d e, e e e.

2.

3.

D, g e Y e a, e S e, r C ee a e a e d e C a ' b e a d f a c a a, a d e d e a a e, a d e, e, a e, e, a d e d e b e d b e B a d. T e S e, r C ee f e e a e e f a c a a e e a d f a, e, e e e C a, f a c a a d e a a, e.

3. **Annual Report 2017**

# Case VIII Significant Events



For the year ended December 31, 2017, the Company has completed the following significant events:

✓ Acquisition of Nanhai

The Company has completed the acquisition of Nanhai Container Terminal (Nanhai) Limited (Nanhai) from the former shareholders of Nanhai. The acquisition was completed on December 31, 2017. The Company has acquired 100% of the equity interest of Nanhai. The acquisition price is RMB 1,000 million. The Company has issued 100 million shares of ordinary shares to the former shareholders of Nanhai. The acquisition of Nanhai is a significant event for the Company as it expands the Company's business scope and enhances its market position in the container terminal industry.

For the year ended December 31, 2017, the Company has completed the following significant events:

Particulars of Cash Dividend Policy

Whether the Company has adopted a cash dividend policy	Yes
Whether the Company has adopted a cash dividend policy for the year ended December 31, 2017	Yes
Whether the Company has adopted a cash dividend policy for the year ended December 31, 2016	Yes
Whether the Company has adopted a cash dividend policy for the year ended December 31, 2015	Yes
Whether the Company has adopted a cash dividend policy for the year ended December 31, 2014	Yes
Whether the Company has adopted a cash dividend policy for the year ended December 31, 2013	Yes





✓ Available Non-availability

Number of shares (10 shares)	0
Amount (RMB) (10 shares)	2.70
Number of shares (10 shares)	0
Balance of cash (10 shares)	2,982,889,136
Total amount (RMB) (10 shares)	805,380,067
Dividend (RMB)	2,189,653
% of cash dividend	100%

Description of cash dividend

Wee eC a de e g age b a a ca a e e d, e a, a ge e, e d de d d, b ed ef, fca a be e a 80% f e a, f d, b e d, b g, f. Wee eC a a de e ed age b a a ca a e e d, e a, a ge e, e d de d d, b ed ef, fca a be e a 40% f e a, f d, b e d, b g, f.

Description of details of profit distribution or share capital increase by way of transfer from capital reserves

Based on the 2017 earnings, the accumulated earnings of the Company for the year ended December 31, 2017 are RMB0.27 per share (including the cash dividend) for the year 2017. The dividend is to be distributed for 2017 by the Shareholders' Meeting.

# A

## 1. A

✓ A      N a      cab e

Commitment	Promisor	Contents of commitment	Date of commitment	Commitment period	Implementation
O e c      e      ade f e C      a      S a e      d e	T e C      a	l a c c , d a c e      e , e e a , e g a , d e c , e d e a e      e g b e      , c a e f , e g      c , d e c , , d e c , e d e c a d , e      H S a e f e C a f c e e g a e d e      e c a g e f g c a f c i f e C a , e a e e g b e , b c b e e a e f e C a a d e H a e , e , e e a c , a d a a f e e a e f H a e f e C a , e a e c e , b e e , a f e , e d e a a d . T e C a , e d e c , e d e a b e f , e e a e f e e , c a e e e a c , e C a f a c e b e e a f a e .	2012/8/15	Bef , e d e c      l , g e , e d e a e f e e e e a c .	
	T e C      a	S a e d e ' b , e t , a (2016 - 2018)	2016/4/8	2016 - 2018	l , g e
T e c      e      f e d      Y e a e a e ,					

## 2. A

A      cab e      ✓ N a      cab e

A/cabe ✓ N/a/cabe

Thee a a a a f d f e ed C a f , - e a g , e b c , g S a e d e a d e , e a e d a e d , g e R e , g P e d .

A/cabe ✓ N/a/cabe

✓ A/cabe N/a/cabe

Significant changes in accounting policy: government grants and non-current assets held for sale, disposal groups and discontinued operation

A c d e d a d a , l e d b e B a d a d e s e , C e e f e C a 28 A g 2017, e C a d e d e d c a g e a c c , g c a c c , d a c e e , e e f e N c e , l , g e R e e d A c c , g S a d a d f , B e E e , e N . 16 G l e e G a ( C a K a [ 2017 ] N . 15 ) a d e N c e l , g e A c c , g S a d a d f , B e E e , e N . 42 N - c , e A e H e d f , S a e , D a G , a d D c l e d O e a ( C a K a [ 2017 ] N . 13 ) , b l e d b e M , f F a c e . T e c a g e c a e f , c e 12 J e 2017 a d 28 M a 2017 , e e c l e e l a e a e d , e a .

S b e e e C a g e A c c , g P c , ( 1 ) e C a a d e A c c , g S a d a d f , B e E e , e N . 16 G l e e G a ( C a K a [ 2017 ] N . 15 ) . T e g l e e g a , e a g e d a a c l e f e e , e a b e d e d e c e b a e d e a t e f e c c l e ; e g l e e g a , e a g e d a a c l e f e e , e a b e d e d - e a g c e a d e e e . F , g l e e g a , a 1 J a a 2017 , e , e c l e a c a e d a b e a e d , a d f , e g l e e g a d e d f , 1 J a a 2017 e d a e c e a d a d c a e f , c e , a d e a b e a d e a c c , d g e a d a d . T e c a a e f a c a a e e f , e e a f 2016 e e , e a e d . ( 2 ) e C a , e a e e A c c , g S a d a d f , B e E e , e N . 42 N - c , e A e H e d f , S a e , D a G , a d D c l e d O e a . T e c a g e a c c , g c a a e a a c e G , f a c a a e e f , e e a f 2017 . P e a e , e f e , e I I . 33 , e I V . 8 , e I V . 42 a d e I V . 59 C a e , X I I I F a c a S a e e P e a e d A c c , d a c e C A S B E R e , f , d e a .

A/cabe ✓ N/a/cabe

D , g e R e , g P e d , e e e e , e e e e e f g f c a a c c , g e , c c , e d e C a .

A  N

Pea e, efe, e V C a e, XIII F a ca Sae e Pe a, ed Acc, da ce CASBE a e  
Re, f, e e, e e, e, a d e e c a e.

### The firms of accountants engaged currently

Tee gaged f, f acc a e a a d P, ce a e e C e, Z g Ta LLP  
Pa e f, e acc a RMB13,460,000  
( d d g: e a d g fee a g RMB11,660,000 a d e  
a d g fee f, e e a c, a g RMB1,800,000)  
C g e, ce ea, f e acc a 6 ea  
CPA f e acc a Z We, a, Ca Z fe g

Whether to appoint another accounting firm during the Reporting Period

Ye  N

T e C a d d c a g e a d, e e e a f e ea.

Particulars on recruitment of accounting firms, financial consultants or sponsors for internal control and auditing purposes

A  N

D, g e Re, g Pe, d, e C a e gaged P, ce a e e C e, Z g Ta LLP a acc g  
f, f, e e a c, a d a d g, e. T e a d g fee f, e e a c, f, e ea, 2017 e, e  
RMB1.80.

A  N

A  N

D, g e Re, g Pe, d, e e e e ba, c, e, ga a, eaed e f e C a.

A  N

D, g e Re, g Pe, d, e e e e a e a a, a b, a f e C a

1. A

A cable ✓ N a cable

D, g e Re, g Pe, d, e e e e e a e, e e e d e f e C a .

D, g e Re, g Pe, d, e e a e f e c e d g e f e c, f a e d b e a f e d b e C a  
e a e a g e a f d e b d e a d a d g.

1. A

I, d e e a b a d e e e c e e c a e c a a d e f e c e c b e e e e

Number of underlying shares comprised in A share options granted by the Company as at 31 December 2017 are as follows:

	Date of grant	Number of underlying shares comprised in A share options							Exercise price per share (RMB)	Exercise period
		Balance as at 1 January 2017 (share)	Exercisable during the year (share)	Transferred to/from other categories during the year (share)	Granted during the year	Exercised during the year (share)	Lapsed during the year (share)	Balance as at 31 December 2017 (share)		
Director, Mr. Bao	2010.9.28	2,850,000	2,850,000					2,850,000	10.49	2015.6.2 2020.9.27
Director, Mr. Tang	2010.9.28	5,662,000	5,662,000 (None)	(351,250)				5,310,750	10.49	2015.6.2 2020.9.27
Director, Mr. Tang	2010.9.28	13,051,890	13,051,890 (None)	351,250		3,821,050		9,582,090	10.49	2015.6.2 2020.9.27
	2011.9.22	3,665,650	3,665,650			491,100		3,174,550	16.02	2015.10.24 2020.9.27
<b>Total</b>		<b>25,229,540</b>	<b>25,229,540</b>			<b>4,312,150</b>		<b>20,917,390</b>		

Note:

Director Reig Pe, d, a e f e 2009 E, c S a e O a d e 2011 E, c S a e O e e a e d. 1,384,000 a e f e 2014 E, c S a e O e e a e d. T e a b e b e e e c a g e e a e g a e d d e e a e c e l e a f C I M C E, c f, e e a e d e d 31 D e c e m b e r, 2017:

Number of underlying shares comprised in share options

	Date of Grant	Balance as at 1 January 2017	Granted during the year	Exercised during the year	Transferred to/from other categories during the year	Lapsed during the year	Balance as at 31 December 2017	Exercise price per share HK\$	Exercise period
Director of CIMCE, c Ga Xa g	2009.11.11	1,000,000					1,000,000	4.00	2010.11.11-2019.11.10
	2011.10.28	500,000					500,000	2.48	2013.10.28-2021.10.27
	2014.06.05	400,000					400,000	11.24	2016.06.05-2024.06.04
Ya g Xa	2009.11.11	164,000					164,000	4.00	2010.11.11-2019.11.10
	2011.10.28	200,000					200,000	2.48	2013.10.28-2021.10.27
	2014.06.05	400,000					400,000	11.24	2016.06.05-2024.06.04
J Ja g	2009.11.11	800,000					800,000	4.00	2010.11.11-2019.11.10
	2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
	2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04
J Y g e g	2009.11.11	698,000					698,000	4.00	2010.11.11-2019.11.10
	2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
	2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04
W g C H	2009.11.11	500,000					500,000	4.00	2010.11.11-2019.11.10
	2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
	2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04

## Number of underlying shares comprised in share options

	Date of Grant	Balance as at 1 January 2017	Granted during the year	Exercised during the year	Transferred to/from other categories during the year	Lapsed during the year	Balance as at 31 December 2017	Exercise price per share HK\$	Exercise period
T h e P a g e	2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
	2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04
Z a g e a	2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
	2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04
E e f C I M C E , c	2009.11.11	8,422,000		(246,000)			8,176,000	4.00	2010.11.11-2019.11.10
	2011.10.28	22,172,000		(3,304,000)			18,868,000	2.48	2013.10.28-2021.10.27
	2014.06.05	29,254,000			(1,384,000)		27,870,000	11.24	2016.06.05-2024.06.04
O e a c a	2009.11.11	8,330,000		(2,000,000)			6,330,000	4.00	2010.11.11-2019.11.10
	2011.10.28	1,882,000		(264,000)			1,618,000	2.48	2013.10.28-2021.10.27
	2014.06.05	4,750,000					4,750,000	11.24	2016.06.05-2024.06.04
T a		83,572,000		(5,814,000)	(1,384,000)		76,374,000		

1. Related Party Transactions

(1) Significant transactions with related parties

Unit: RMB million



Related party	Relationship with the Group	Type of the connected transaction	Details of the connected transaction	Pricing principle	Price
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Related party	Relationship with the Group	Type of the connected transaction	Details of the connected transaction	Pricing principle	Price	Amount	Proportion to transaction amount of the same category	Approved Cap	Whether approved cap has been exceeded	Settlement Method	Available market price of the same transaction category	Disclosure Date	Disclosure index
Fire C a e L i e (SPV)L	S b d a f e d g f c a	S a e f g d	S a e f g d	R e s a c e c a e		372,760						2016.11.12	.c f. c .c
F i r e C a e S a e C a L e d	S b d a f S a e d e g f c a	S a e f g d	S a e f g d	R e s a c e c a e		171,003						2016.11.12	.c f. c .c
S C r r a	M r a e d e f a b d a	S a e f g d	S a e f g d	R e s a c e c a e		108,475							
Z e a g X g B a b I d r C ., L d.	A c a e d c a	S a e f g d	S a e f g d	R e s a c e c a e		78,943							

(2)

Accountable  Not accountable

(3)

Accountable  Not accountable

(4)

Accountable  Not accountable

Whether the above-mentioned related party transactions are conducted on an

arm's length basis  Yes  No

Claims receivable from the related party

Unit: RMB million

Related party	Relationship with the Group	Reason	Any appropriation of funds for non-operating purposes	Opening Balance	Amount increased during the current period	Amount recovered during the current period	Interest rate	Interest for the current period	Closing balance
Zhejiang CIMC E-bei Real Estate Co., Ltd.	Associate	Other receivables	No	824,391		496,601		3,460	331,250
Sagaya Fengyuan Real Estate Development Co., Ltd.	Associate	Other receivables	No	34,204					34,204
Ningbo Aac Feidong Co., Ltd.	Associate	Other receivables	No	10,629	2,266			918	13,813
Xiangwangdong Kegang Co., Ltd.	Associate	Other receivables	No	4,361		286			4,075
Sagaya Xibaqi Venture Co., Ltd.	Jointly controlled entity	Other receivables	No		12,300			108	12,408
Effectiveness of the above-mentioned transactions: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No									

Liabilities payable to the related party

Unit: RMB 100,000

(2)

The Company entered a Sale and Leaseback Agreement (the Framework Agreement) on November 2016 with COSCO SHIPPING Development Co., Ltd. (referred to as COSCO SHIPPING Development), a company controlled by COSCO SHIPPING Development Group (referred to as COSCO SHIPPING Development Group) and entered into an agreement to purchase the shares of COSCO SHIPPING Development Group on December 31, 2017, 2018 and 2019.

1) Purchase of Framework Agreement:

Purchase price of the shares:

The purchase price of the shares of COSCO SHIPPING Development Group is RMB785.052 million, which is paid in three installments: (a) RMB100 million on December 31, 2017; (b) RMB100 million on December 31, 2018; and (c) RMB585.052 million on December 31, 2019. The purchase price is subject to the audit of the net assets of COSCO SHIPPING Development Group as of December 31, 2017, 2018 and 2019. The purchase price is subject to the audit of the net assets of COSCO SHIPPING Development Group as of December 31, 2017, 2018 and 2019.

Terms:

The agreement is valid for a period of 1 January 2017 to December 31, 2019 (both dates included). During the term of the agreement, each party shall bear its own costs and expenses.

2) Transaction in 2017:

In 2017, the Company purchased 100 million shares of COSCO SHIPPING Development Group for RMB785.052 million, of which RMB450,000 million was paid on December 31, 2017 and agreed to pay the remaining amount in 2018 and 2019.

The purchase price of the shares of COSCO SHIPPING Development Group is RMB785.052 million, which is paid in three installments: (1) RMB100 million on December 31, 2017; (2) RMB100 million on December 31, 2018; and (3) RMB585.052 million on December 31, 2019. The purchase price is subject to the audit of the net assets of COSCO SHIPPING Development Group as of December 31, 2017, 2018 and 2019. The purchase price is subject to the audit of the net assets of COSCO SHIPPING Development Group as of December 31, 2017, 2018 and 2019.

and the -de ad c d f e c a e a fact, e a. e. Aga bac. d, COSCO SHIPPING G, ' , d, e e f c a e f e G, ge da a ca ; a d ( ) T e c ec a d, e e f e , ca , a ac f, a f e C , g C eced T a ac be ee e G, a d , b da e , a age a , f e a d g , a a , e c , ded Dece be, 2017, e, e f, e, e C a dd f d , a e c , g c eced , a ac , de, e F, a e , Agree e f, 2017 ad e ceeded e a , a ca f, 2017 , d , g e , e a a f Re , .

The ee g 2018 f e e g, e f e B a d f e C a c de, e d a d a , L ed e Re , f, a f g e e ec f, d a , e a ed- a , a ac /c , g c eced , a ac COSCO SHIPPING De e e C ., L d. 2017 . I a agreeed , a f e ac t a

- 4) De c... f... ec ed (ea ed), ea... be ee e a e e ,a ac :
- COSCO SHIPPING De e e e d g c a f L g H , l e e L ed ( Long Honour ) a d COSCO C a e l d , e L ed ( COSCO Container Industries

7) I de e de -e ec L e D, ec , 'c f, a :

I ,ea ec g c ec ed ,a ac /, d a ,ea ed- ,a ac be ee e G, a d COSCO SHIPPING De e e a d b da e a da ca ed c a e d, g e Re , g Pe, d, e de e de -e ec L e D, ec , f e C a a e, e e da d c f, ed a:

T e ,a ac e ed ab L e a e e, e e f e, e a a a d, e a a e a e A, ce f A ca , a e bee c d ced a fa, e a d b a a d a e bee a d ed , g, e e a , ced, e, a d ac a e bee f d c a e d, e a e e e f e C a a d e S a e de, e e ca e , S a e de;

T e ,a ac e ed ab L e a e bee e e ed e , d a, a d a c, e f b e f e C a ;

T e ,a ac e ed ab L e a e bee e e ed , a c e, ca e, be e e ; a d

T e ,a ac e ed ab L e a e bee e e ed acc, da ce e e, f e e a a g e e g l e, g e a d e, a a e fa, a d, ea a b e a d e e e f e a e de, f e C a a a e.

8) A d , 'c f, a :

I c a ce e, e e f ec 14A.56 f e H g K g L g R e, e a d, f e C a a e e da a f e d c d e c g c ec ed ,a ac e ed ab L e a d a e c f, ed e B a d b c , e de ce , ea e e a:

N g a c e a d , 'a e a ca e e be e a e c g c ec ed ,a ac e ed ab L e a e bee a , L e d b e B a d;

I ,ea e ,a ac , e g a d g , f c d e , e, ce b e G, g a c e a d , 'a e a ca e e be e a e c g c ec ed ,a ac e ed ab L e e e , a a e a, e ec , acc, da ce e , c g ce f e G;

N g a c e a d , 'a e a ca e e be e a e c g c ec ed ,a ac e ed ab L e e e e e ed , a a e a, e ec , acc, da ce e a g e e , ea c , a ac ; a d

F, e ea, e ded 31 Dece be, 2017, e a a f c g c ec ed ,a ac e ed ab L e a RMB785,052,000, e ceed g, e a a ca f RMB450,000,000 f, c , a ac a d c ed b e C a ea ce e da ed 11 N L e be, 2016.

(3)

F, de a f e G, 'c ec ed ,a ac a d, ea ed- a, ,a ac d, g e Re , g Pe, d, ea e, e fe, e VIII. 5 C a e, XIII F a ca S a e e Pe a ed Acc, da ce CASBE Re , E ce f, e c ec ed ,a ac a d c g c ec ed ,a ac a d c ed ec , e e a e e c ec ed ,a ac , e, ed be d c ed , a C a e, 14A f e H g K g L g R e.

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A. A. A. A. A.

1.1.1

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A. A. A. A. A.

D. g e Re g Pe, d, e, e a ee f e C a ge e, a ga f c  
c b ed 10% e f e a f f e C a d, g e Re g Pe, d.

(2)

A. A. A. A. A.

D. g e Re g Pe, d, e, e a c ac g f e C a ge e, a ga f c  
c b ed 10% e f e a f f e C a d, g e Re g Pe, d.

(3)

A. A. A. A. A.

D. g e Re g Pe, d, e, e a ea g f e C a ge e, a ga f c c b ed  
10% e f e a f f e C a d, g e Re g Pe, d.

2.1

A. A. A. A. A.

(1)

Unit: RMB 10,000

External guarantees undertaken by the Company and its subsidiaries (excluding guarantees for subsidiaries)									
Name of the guaranteed	Disclosure date of the announcement about the guarantee facilities	Guarantee facilities	Actual date (date of the agreement)	Actual amount of guarantee	Type of guarantee	Guarantee period	Fulfilled or not	Related party guarantee or not	
Guarantee for the bank loan of CIMC Vehicle (Guangdong)	2017.3.28	2,650,000	2017.1.1	820,271	Warranty	1-2 years	N	N	
Guarantee for the bank loan of CIMC Construction Machinery	2017.3.28	1,600,000	2017.1.1	339,442	Warranty	1-2 years	N	N	
Guarantee for the bank loan of CIMC Finance Leasing	2017.3.28	740,000	2017.1.1	627,323	Warranty	1-2 years	N	N	
Guarantee for CIMC Raffinerie	2017.3.28	382,000	2017.1.1	258,646	Warranty	1-2 years	N	N	
Guarantee for the bank loan of CIMC Finance Leasing (A1)				1,122,000	Guarantee				885,969
Guarantee for the bank loan of CIMC Finance Leasing (A3)				5,372,000	Guarantee				2,045,682

The Company's guarantees for subsidiaries									
Name of the guaranteed	Disclosure date of the announcement about guarantee facilities	Guarantee facilities	Actual date (date of the agreement)	Actual amount of guarantee	Type of guarantee	Guarantee period	Fulfilled or not	Related Party Guarantee or not	
Guarantee for CIMC Finance Leasing	2017.3.28	24,172,570	2017.1.1	7,436,520	Warranty	1-2 years	N	N	
Guarantee for CIMC Finance Leasing	2017.3.28	30,000,000	2017.1.1	22,358,040	Warranty	1-2 years	N	N	
Guarantee for the bank loan of CIMC Finance Leasing (B1)				35,651,530	Guarantee				11,738,790
Guarantee for the bank loan of CIMC Finance Leasing (B3)				54,172,570	Guarantee				29,794,560

Subsidiaries' guarantees for subsidiaries									
Name of the guaranteed	Disclosure date of the announcement about guarantee facilities	Guarantee facilities	Actual date (date of the agreement)	Actual amount of guarantee	Type of guarantee	Guarantee period	Fulfilled or not	Related Party Guarantee or not	
Guarantee for the bank loan of CIMC Finance Leasing	2017.3.28	12,573,650	2017.1.1	4,307,420	Warranty	1-2 years	N	N	
Guarantee for the bank loan of CIMC Finance Leasing (C1)				6,731,980	Guarantee				269,960
Guarantee for the bank loan of CIMC Finance Leasing (C3)				12,573,650	Guarantee				4,307,420
Total guarantee of the Company (total of the above three items)									
Guarantee for the bank loan of CIMC Finance Leasing (A1+B1+C1)				43,505,510	Guarantee				12,894,719
Guarantee for the bank loan of CIMC Finance Leasing (A3+B3+C3)				72,118,220	Guarantee				36,147,662

(2)

Applicable  Not applicable

3.

(1)

Applicable  Not applicable

(2)

Applicable  Not applicable

Entrusted Loans During the Reporting Period

Unit: RMB million

Total amount of entrusted loans	Source of funds for entrusted loans	Remaining balance not yet due	The amount due but not recovered
	Self-raised	3,249	

The specific circumstances of a high-risk entrusted loan with a single significant amount or low security, poor liquidity, and no guarantee for principal repayment.

None

Unable to recover the principal of entrusted loans or other circumstances that may result in impairment

Applicable  Not applicable

4.

Applicable  Not applicable

1.

Applicable  Not applicable

During the reporting period, the Company did not engage in entrusted loans. There are no entrusted loans that may result in impairment.

2.

The Company has completed the 2016 Environmental Protection, Safety and Health, and 2017 Safety and Health, Safety and Health, Safety and Health, Safety and Health (Occupational Safety and Health), Safety and Health (Occupational Safety and Health) and Environmental Protection and Health (Occupational Safety and Health) on March 27, 2018.

We have conducted a comprehensive environmental impact assessment for the 55% share acquisition of the Company.

Yes      N      N/A      None

Name of Company or subsidiary	Name of major and specific pollutants	Emission method	Number of Emission outlets	Distribution of emission outlets	Emission concentration	P55 pollutant emission standards in effect	Total emission	Approved total emission	Excessive emission
Shenzhen CIMC East Logistics Manufacturing Co., Ltd.	VOC, Toluene, Benzene, Xylene	Condensation, Adsorption	17	Adsorption, Filtration, Absorption	Toluene: 4.57 g/m <sup>3</sup> Benzene: 0.08 g/m <sup>3</sup> Xylene: 0.039 g/m <sup>3</sup> (Average from Dec 2017)	Toluene: 90 g/m <sup>3</sup> Benzene: 20 g/m <sup>3</sup> Xylene: 10 g/m <sup>3</sup> Total VOC: 121.2656 (calculated based on actual data)	121.2656	121.2656	N
Ningbo CIMC Shipping Co., Ltd.	Paint, Solvent	Evaporation	3+6	Adsorption	Average: 2.87 g/m <sup>3</sup>	Legal limit: 2.639 g/m <sup>3</sup> Standard: GB16297-1996	2.68	2.68	N
CIMC East Logistics Manufacturing Co., Ltd.	Methane, Xylene	Evaporation	3+6	Adsorption	Average: 0.7936 g/m <sup>3</sup> Average: 19.902 g/m <sup>3</sup>	Standard: GB16297-1996	13.85	13.85	N
Shenzhen CIMC East Logistics Manufacturing Co., Ltd.	VOC	Evaporation			0.0513	Standard: DB12524-2014 Standard: GB16297-1996	24.51 71.78	24.51 71.78	N N

Name of Company or subsidiary	Name of major and specific pollutants	Emission method	Number of Emission outlets	Distribution of emission outlets	Emission concentration	Pollutant emission standards in effect	Total emission	Approved total emission	Excessive emission
SOE	Wa e a e	E c r i a e d e e a g e c e c e f	1				45000	45360 /a	N
	COD( g/)	E c r i a e d e e a g e c e c e f	1		91	500	4.095	4.534 /a	N
	NH3-N( g/)	E c r i a e d e e a g e c e c e f	1		7.04	45	0.2	0.2/a	N
	Pa t a e a e	E c e r a e d e e	1		7.8 g/ <sup>3</sup>	120 g/ <sup>3</sup>			
	Me b e e e	E c e r a e d e e	1		0.46 g/ <sup>3</sup>	40 g/ <sup>3</sup>			
	X e e	E c e r a e d e e	1		0.34 g/ <sup>3</sup>	70 g/ <sup>3</sup>			
Se e CIMC-Ta da Ar i s i C . Ld.	E a r a - a a f i d g a b e e e c g e e , TVOC , e e a t a e a e	A f e c e c r e a e e c f c a c i a e d e e e r e a e a d e	3	S t c t e e d g a . f .	Be e e c g e e : 0.102-0.147, f e b e e e a d e e : 6.74-10.6 g/ <sup>3</sup> , a VOC : 13-21.6 g/ <sup>3</sup> ; a t a e a e : 4.37-4.62 g/ <sup>3</sup>	Sec d a d a d d e e I I f DB44/21-2001, E S a d a d f V a e Q g a c C d f , r i a c e c a g ( e c e a f a c t r i g d r )	Be e e : 76.2 g/ e a , f e b e e e a d e e : 5512 g/ e a , TVOC : 9934.8 g/ e a , Pa t a e a e : 2782 g/ e a	1,528 a d a d t b c e r e / e a ( a e a e a e e a g e e )	E e e c a c e a d a d e e a g e e )
	S a d g e a d a d c e a g e e a a t a e a e	D f a d e a a - e d e u a r c e e b a g f e a d e e e r e a e a d e	5	S t c t e e d g a . f .	3.52-9.15 g/ <sup>3</sup>	DB44/21-2001 e I I S a d a d L e e 2	Pa t a e a e : 1212 g/ e a		E e e c a c e a d a d
	f e f i c a e e	A f e f g r e u e a e f e d g , r e a e a c t r i f e a d e a g a d e	1	T f e c a e e ( f 3 - r e b d g )	H e e c c e r a : 0.6-0.7 g/ <sup>3</sup>	DB44/21-2001 e I I S a d a d L e e 2	26.3 g/ e a		E e e c a c e a d a d
	E a f i b a c t g e e a r	T e g e e a r e e e . G a c b b e e e d a g a t d e a f e a e b a d r e u a r c e .	1	B a c t g e e a r e e f e f f c e b d g	R g e a e a c e < 1	DB44/21-2001 e I I S a d a d L e e 2	R g e a e a c e < 1		E e e c a c e a d a d

Construction and operation of pollution prevention and control facilities

Name of subsidiary	Construction and operation of pollution prevention and control facilities
S e e S e CIMC Ea e, L g c E e Ma fact, g C., L d.	E a : ,ea e a ad c f e,+ac, aed cab ad , + de , + ae, ,a+UV ec g.C c c eeda d Wa e ae: ,ea e a ad c ag a ed e a +Fe e d+UASB+MBf ec g.Afe, be, g, ea ed e a e, ec c g e, e a e ae, be, e eda d ac e g e e C c c eeda d , a e.
Na g CIMC-S eca Ta a e E e Ma fact, e C., L d.	D , d ced f, e a d g, ce be ga e, ed b d ced fa a d T e a a d g f e f, d e a. S eca Ta , a e c a d, g eca g, ce, ae feda d, ea ed b e a e d, a , a + a f e, + - age ac, aed cab ad , + l e, ec, e, de ce. T eca g ec d- e f S eca Ta , a e c a e a e d, a , a + a f e,+ac, aed cab ad , ad de , ca a c c b de ce f, e d , ea e .
CIMC Ve ce (G ) C., L d.	1 e f, d c a e ae, ea e fac e c e, ea e ec e fce ca , ec a f, ec ced a e ae f, ae- ba ed a ed c a g e. T e, ea e ca ac 5 <sup>3</sup> / <sub>1</sub> e, e 7 e fe a ,ea e fac e c e e, ea e ec e f a e d, a f e,+ac, aed cab ad , . T a d e 450,000 <sup>3</sup> / <sub>1</sub> . E a ga be e eda g a de afe, ea e .
Na g CIMC Ta , E e C., L d.	P e e a d c, fac e f, a e ga a d ae, ea d d a e, d ced d, g e, d c, ce f e C a ae ace a d , a e.
SOE	T e a e ae, ea e a a c eeda d e a 2008. T e C a , a e ae, a e ga ed e e e f e a, a e ae, ea e a 2012, a d ef e e, e e a eda g COD g. T e a a eda age e e a c eed 2008 a d d e e ad g d g, de. S ee ae e, ea e e (f e, bag, d, e l g ca, dge, ac, aed cab a , ea e ) ae, a e. I de be ed g e f e, (3 e ), a af g e a ae g d g, de. S d a ec ec a d , age fac e ae , a e.
S e e CIMC-Ta Da A, S , L d.	E ed e age, ea e fac (1 e), a e gaged e ea e f a a g a e ae, ec c ga d e f e, ea ed ae a d a e ae-fee, d c T e e e d e , a ea d de, eg a, a e a ce. E ed , a a e a ea e fac e (3 e ). T e e e d e , a e. E ed a d ge a , ea e de ce (3 e ). T e e e d e a e. E ed a d cea g- e a , ea e de ce (2 e ) T e e e d e , a e. E ed c , g f e f e, de ce (1 e ). T e e e d e , a e. E ed e ge e a, e a , ea e de ce (1 e ). T e e e d e a e. E ed 1 e , a , age ca f, a ad a e, a face a ea fa , ae 30 ae e e. T e fac d e a e.



Contingency plans for unexpected environment-related events

The Company, the Company's subsidiaries, and the Company's branches have established contingency plans for unexpected environment-related events. The Company has established a contingency plan for unexpected environment-related events, which includes the following content: (1) Identification of potential environment-related risks; (2) Assessment of the impact of environment-related risks; (3) Establishment of a response mechanism; (4) Establishment of a communication mechanism; (5) Establishment of a reporting mechanism; (6) Establishment of a recovery mechanism.

Self-monitoring environmental program

The Company, the Company's subsidiaries, and the Company's branches have established a self-monitoring environmental program. The Company has established a self-monitoring environmental program, which includes the following content: (1) Identification of potential environment-related risks; (2) Assessment of the impact of environment-related risks; (3) Establishment of a response mechanism; (4) Establishment of a communication mechanism; (5) Establishment of a reporting mechanism; (6) Establishment of a recovery mechanism.

Other discloseable environmental information

None

Other environment-related information

None

Whether the Company publishes social responsibility report

Yes  No

Nature of the Company	Social responsibility report			Report disclosure standards	
	Whether includes information on environment	Whether includes information on society	Whether includes information on corporate governance	Disclosed	Referenced
Other	Yes	Yes	Yes	GSRI-CHINA 2.0 and the Environmental, Social and Governance Reporting Guidelines issued by the Hong Kong Stock Exchange	GRI

Detailed description:

1. We e e e C a , e c a , e d A a f 28 b d a e f e C a , e c a , e d e e a e e a a a g e e a g e e e c e f c a (ISO 14001)
2. T e a a e e e f e 540,000 C a , e e c f e e a , e c (RMB a d)
3. T e C a ' e e f , a c e f a e g a , a e a e a d a e , e d e C a e , e g e : a f e , d c a c a g e d f , - b a e d a e - b a e d a , V O C e e , e d c e d b 60- 70% ; e a e d a d , e e d d , a a e a e , d c a g e e e e , e ; c e d a a d , e a f ,

## VIII. Case VIII

1. On July 7, 2017, China Merchants Port Holdings Company Limited, a subsidiary of China Merchants Group, transferred a 5% shareholding interest to the subsidiary, Saseel Limited (directed and controlled by China Merchants Group), a subsidiary of China Merchants (CIMC) International (a subsidiary of China Merchants), China Merchants Industrial Holdings Company Limited (China Merchants Industrial Holdings).

5. On 12 March 2018, the court dealt with the application for enforcement of the award of 2018, the award of the High Court of the Republic of China (Taiwan) in the matter of the Republic of China (Taiwan) v. the Republic of China (Taiwan). The award was made on 9 February 2017 and was for the sum of NT\$ 1,000,000,000 (one billion New Taiwan dollars). The award was made in favour of the Republic of China (Taiwan) against the Republic of China (Taiwan). The award was made pursuant to the provisions of the Arbitration Act (Article 380) and the Enforcement of Arbitral Awards Act (Article 24). The award was made in the matter of the Republic of China (Taiwan) v. the Republic of China (Taiwan) on 12 March 2018.

### III. A. A. A. A.

1. On 5 February 2017, the court dealt with the application for enforcement of the award of 2017, the award of the Republic of China (Taiwan) v. the Republic of China (Taiwan). The award was made on 16 August 2017 and was for the sum of NT\$ 1,000,000,000 (one billion New Taiwan dollars). The award was made in favour of the Republic of China (Taiwan) against the Republic of China (Taiwan). The award was made pursuant to the provisions of the Arbitration Act (Article 380) and the Enforcement of Arbitral Awards Act (Article 24). The award was made in the matter of the Republic of China (Taiwan) v. the Republic of China (Taiwan) on 6 February 2017, 4 August 2017 and 16 August 2017.

2. On 17 February 2017, the court dealt with the application for enforcement of the award of 2017, the award of the Republic of China (Taiwan) v. the Republic of China (Taiwan). The award was made on 17 February 2017 and was for the sum of RMB926,322,300 (926,322,300 Renminbi Yuan). The award was made in favour of the Republic of China (Taiwan) against the Republic of China (Taiwan). The award was made pursuant to the provisions of the Arbitration Act (Article 380) and the Enforcement of Arbitral Awards Act (Article 24). The award was made in the matter of the Republic of China (Taiwan) v. the Republic of China (Taiwan) on 17 February 2017.

3. On 3 August 2017, the court dealt with the application for enforcement of the award of 2017, the award of the Republic of China (Taiwan) v. the Republic of China (Taiwan). The award was made on 3 August 2017 and was for the sum of RMB494,894,588 (494,894,588 Renminbi Yuan). The award was made in favour of the Republic of China (Taiwan) against the Republic of China (Taiwan). The award was made pursuant to the provisions of the Arbitration Act (Article 380) and the Enforcement of Arbitral Awards Act (Article 24). The award was made in the matter of the Republic of China (Taiwan) v. the Republic of China (Taiwan) on 3 August 2017 and 26 September 2017.

4.

8. On 12 March 2018, CIMC Transportation Services (Shouzhong) Limited (Shouzhong (Hong Kong))



Chapter IX

Article 4

Article 4.4985

Approval for changes in share capital

Article 4.4986

Article 4.4986

2.

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U :S a e



Name of Shareholders	Number of shares with selling restrictions at the beginning of the Period	Number of shares with selling restrictions expired in the Period	Increase in number of shares with selling restrictions in the Period	Number of shares with selling restrictions at the end of the Period	Reasons for selling restrictions
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Chapter IX

Annual Report 2017

1. Share repurchase plan

1. Share repurchase plan

Annual Report 2017

2. Share repurchase plan

Annual Report 2017

During the reporting period, a total of 4,312,150 shares were repurchased at a total cost of RMB13.86 million. The shares were repurchased under the share repurchase plan approved by the Board of Directors on May 15, 2016 and the General Meeting of Shareholders on May 28, 2016. The shares were repurchased under the share repurchase plan approved by the Board of Directors on May 15, 2016 and the General Meeting of Shareholders on May 28, 2016. The shares were repurchased under the share repurchase plan approved by the Board of Directors on May 15, 2016 and the General Meeting of Shareholders on May 28, 2016.

3. Share repurchase plan

Annual Report 2017

4. Share repurchase plan

On August 1, 2016, the Company issued a total of 386,263,593 shares at a price of RMB13.86 per share, totaling RMB5,349,874,272. The shares were issued under the share repurchase plan approved by the Board of Directors on May 15, 2016 and the General Meeting of Shareholders on May 28, 2016. The shares were issued under the share repurchase plan approved by the Board of Directors on May 15, 2016 and the General Meeting of Shareholders on May 28, 2016. The shares were issued under the share repurchase plan approved by the Board of Directors on May 15, 2016 and the General Meeting of Shareholders on May 28, 2016.

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Unit: Share

Total Shares Held	71,371	Total Shares Held	76,311
of Registered		of Registered	
and Unregistered		and Unregistered	

Shareholdings of the Shareholders who held above 5% or the top ten Shareholders at the end of the Reporting Period

Name of Shareholders	Nature of Shareholders	Percentage of shareholding	Number of shares held at the end of the Reporting Period	Changes during the Reporting Period	Number of shares held with selling restrictions	Number of shares held without selling restrictions	Pledged or frozen shares	
							Status	Number
HKSCC Limited (N e 1)	Foreign entity	58.02%	1,730,538,352	79,225,281		1,730,538,352		
COSCO China Limited (N e 2)	Foreign entity	14.49%	432,171,843	0		432,171,843		
China Securities Finance Limited	State-owned entity	2.61%	77,885,620					

State-owned entity 0  
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## Shareholdings of top ten Shareholders without selling restrictions at the end of the Reporting Period

Name of Shareholders	Number of shares without selling restrictions held at the end of Reporting Period	Type of shares	
		Type of shares	Number
HKSCC N e e L ed (N e 1)	1,716,411,609	Q e e a ed f e g a e	1,716,411,609
	14,126,743	RMB-de a ed d a e	14,126,743
COSCO C a e l d e L ed (N e 2)	432,171,843	RMB-de a ed d a e	432,171,843
C a S e r e F a ce C a L ed	77,885,620	RMB-de a ed d a e	77,885,620
C e a H A e M a a g e e L d.	37,993,800	RMB-de a ed d a e	37,993,800
N a a S ca S e r H d 413 BT000	9,999,839	RMB-de a ed d a e	9,999,839

Chapter IX

2.

Applicable  Not applicable

The company's shareholding structure is as follows: 

3.

Applicable  Not applicable

The de facto controller is the Company's Director, Mr. Pei Ding, who is a shareholder.

Whether there are any Shareholders at the ultimate controlling level with shareholdings above 10% in the Company

Yes  No

Name of the corporate Shareholder	Legal representative/ Company leader	Date of establishment	Registered capital	Main business or management activities
China Meichuan (CIMC) Limited	Wang Qian, Hu Xiaofei	17 January 1995	HK\$10,000	Iron and steel
COSCO China Limited	Li Chang, Zhang Meng, Li Feng, Meng Dong	26 April 2004	US\$50,000	Iron and steel

Changes in de facto controller during the Reporting Period

Applicable  Not applicable

De facto controller controls the Company through trust or other asset management

Applicable  Not applicable

4.

Applicable  Not applicable

10%

5.

Applicable  Not applicable

Shareholders as at the end of the financial year 31 December 2017, are as follows:

Name of Shareholder	Nature of shareholding	Number of shares	Capacity	Percentage of such shares in the issued share capital of the same class (%)	Percentage of such shares in the total share capital (%)
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Case IX

The basis of the fee calculation is the amount of the COSCO S

China Merchants Group's share of the PRC's foreign exchange reserves of RMB10.05 billion as of the end of December 2016. The amount of the fee is calculated based on the amount of the PRC's foreign exchange reserves as of the end of December 2016, multiplied by the fee rate of 10%. The amount of the fee is RMB1.005 billion. The amount of the fee is included in the operating expenses of the COSCO S

China COSCO Shipping Group's share of the PRC's foreign exchange reserves of RMB11.0 billion as of the end of February 2016. The amount of the fee is calculated based on the amount of the PRC's foreign exchange reserves as of the end of February 2016, multiplied by the fee rate of 10%. The amount of the fee is RMB1.1 billion. The amount of the fee is included in the operating expenses of the COSCO S

Each of the above cases is based on the amount of the COSCO S's share of the PRC's foreign exchange reserves as of the end of the reporting period (the end of HKSCC N





海洋工程  
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# C a e X

## 1. Directors

Information on the Directors is set out below:

Name	Gender	Age	Position	Term of Office	Number of shares held	
					31 December 2016	31 December 2017
Wahid H. G.	M	55	Chairman and Director	31 March 2016 to 31 March 2018	N	Nil
Wahid A. G.	M	56	Vice Chairman and Director	31 March 2016 to 31 March 2018	N	Nil
Ma B. A. G.	M	58	Executive Director, CEO and Managing Director	31 March 2016 to 31 March 2018	494,702 (AS Shares)	494,702 (A Shares)
H. X. A.	M	48	Non-Executive Director	26 September 2017 to 31 March 2018	N	Nil
L. C. G.	M	47	Non-Executive Director	31 March 2016 to 31 March 2018	N	Nil
Pa C. e. G. e	M	71	Independent Non-Executive Director	31 March 2016 to 31 March 2018	N	Nil
Pa Z. e. G.	M	64	Independent Non-Executive Director	31 March 2016 to 31 March 2018	N	Nil
W. G. K. A. H. e. A. B. e.	M	66	Independent Non-Executive Director	31 March 2016 to 31 March 2018	N	Nil

B, ef b g a f D, ec , :

Mr. Wang Hong (王宏), aged 55, a bee e c a, a f e C a ce 28 Dece be, 2015 a d a D, ec , f e C a ce A, 2007. M, Wa g H g a bee e de, ge e, a a age, f C a Me, c a G, ce Ma, c 2015, e ge e, a a age, f e a g de a, e f C a Me, c a G, f, Feb, a, 2011 Ma, c 2015, a d c ef ec f, Feb, a, 2012 A, 2015. M, Wa g H g a a bee a e ed, e d, ec , f C a Me, c a H d g (l e, a a) C a L ed (c, e, e a ed a C a Me, c a P, H d g C a L ed, e a e a be ) (H g K g c. c de: 144) ce Ma 2005, e c a, a f e, e, c ee f C a Me, c a E e g S g C., L d f, A, 2014 16, e 2016, a d, ec , f C a Me, c a S e, l d, a Z e H d g C., L d. (招商局蛇口工業區控股股份有限公司) f, 26, e 30 Dece be, 2015 a d a de e de d, ec , f G a g S a d l e, a a C a L ed f, e N, e be, 2014. M, Wa g H g a bee a d, ec , f C a Me, c a E e g S g C., L d. (招商局能源運輸股份有限公司) (S a g a c. c de: 601872) f, Ma 2010 A, 2014, a d a d, ec , f C a Me, c a P, e, D e e e C., L d. (S e e c. c de: 000024, a a c a ed S ga, e) f, A, 2011 2014. He, ed a, ce c a, a f S a g a l e, a a P, (G,) C., L d. (S a g a c. c de: 600018) f, e 2005 2009, c a, a f C a Me, c a H d g (Pacfc) L ed (a c a ed S ga, e) f, Ma 2005 Feb, a, 2009, de, a ag g d, ec , f C a Me, c a P, H d g C a L ed (H g K g c. c de: 144) f, 2005 2009 a d c ef e, a a f ce, f, 2007 2009. P, a, M, Wa g H g, ed a a ge e, a a age, f e, f, a ce a, a a de a, e, a, e, ce de a, e a d, a eg c, e e a c de a, e f C a Me, c a G,. He a e, ed a a ag g d, ec , f H g Ma, e Mac e, S e, L ed, ge e, a a age, f f a c a de a, e, g de a, e a d, ce a age, f C a C ca l, & E C, a a d e a, e e g ee f COSCO G a g Ocea S g C a (中遠廣州遠洋運輸公司). M, Wa g H g g a d a ed f, b e a age e a, Da a Ma, e U, e, 1982 a d b a ed a Ma, e Deg ee f B e Ad, a f, G a d a e Sc f U, e f S ce ce a d Tec g Be g 1991 a d a P. Be 7( )37 de e f 199 a ge e a G a d a e f

C a e X

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Mr. Mai Boliang (麥伯良), aged 58, a bee e ,e de f eC a ce7 Maç 1994, CEO a d ,e de f eC a ce 27 A g 2015 a da e ed ,e Dec , f eC a ce 8 Maç 1994. Mr. Ma ed eC a 1982 a d e , ed a a age, f , d c ec ca de a , e a d e de

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Mr. Pan Chengwei (潘承偉), aged 71, graduated from the Management College of Tsinghua University, holding a Bachelor's degree in Accounting. Mr. Pan joined the Company in 1965 and served as

C a e X

; Xad Sf[a` a` 6[dWfadh EgbWh[ad? S` SYW Wf S` V 7\_ b`akWd

2.

I f, a e d, e S e, e be :

					N be f a e ed eC a ( a e )	
					31 Dece be 2016	31 December 2017
Na e	Ge de	Age	P	Te		
Z a g M g e	M	39	C a, a f e S e, e C ee	f, 31 Ma 2016 2018 a V a ge e, a ee g	0	0
Wa g H g a	M	42	S e, e	f, 26 Se e be 2017 2018 a V a ge e, a ee g	0	0
X g B	M	582	S e, e			

Mr. Wang Hongyuan (王洪源), age 42, graduated from the Department of Management, East China University of Technology, degree in Economics, 1997. He worked in the Department of Management, East China University of Technology, from 1997 to 2001. He graduated from the Department of Management, East China University of Technology, degree in Economics, 2001. From 1997 to 2001, Mr. Wang worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor. He worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor, from 2003 to 2005. He worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor, from 2005 to 2008. He worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor, from 2008 to 2011. He worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor, from 2011 to 2012. He worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor, from 2012 to 2013. He worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor, from 2013 to 2014. He worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor, from 2014 to 2015. He worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor, from 2015 to 2016. He worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor, from 2016 to 2017. He worked in the Department of Management, East China University of Technology, as a Lecturer, Associate Professor, and Professor, from 2017 to the present.

Mr. Xiong Bo (熊波), aged 58, graduated from the Department of Management, East China University of Technology, degree in Economics, 1991. He worked in the Department of Management, East China University of Technology, from 1991 to 1996. He graduated from the Department of Management, East China University of Technology, degree in Economics, 1996. He worked in the Department of Management, East China University of Technology, from 1996 to 1998. He worked in the Department of Management, East China University of Technology, from 1998 to the present.

C a e X

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3.

l f , a d e e be f e e , a age e e be :

Name	Gender	Age	Position	Term	Number of shares held	
					31 December 2016	31 December 2017
Ma B a g	M	58	CEO a d ,e de	f, 28 Ma c 2016 2019 a d a B a d ee g	494,702 (A S a e )	494,702 (A Shares)
L X eb	M	58	V ce ,e de	f, 28 Ma c 2016 2019 a d a B a d ee g	96,000 (A S a e )	72,000 (A Shares)
					2,400 (H S a e )	2,400 (H Shares)
W Fa e	M	59	V ce ,e de	f, 28 Ma c 2016 2019 a d a B a d ee g	0	0
L Y	M	50	V ce ,e de	f, 28 Ma c 2016 2019 a d a B a d ee g	0	0
Y Ya	M	62	V ce ,e de	F, 24 Ma c 2015 31 Ma c 2018	100,000 (A S a e )	100,000 (A Shares)
Z a g Ba g	M	61	V ce ,e de	,ee ea f, 24 Ma c 2015	0	0
Ga Xa g	M	52	V ce ,e de	,ee ea f, 1 A , 2015	0	0
Y Y	M	52	Sec e a e B a d, C a Sec e a	f, 28 Ma c 2016 2019 a d a B a d ee g	0	0
Ze g Ha	M	42	Ge e a a age, f f a ca de a e	f, 27 Ma c 2017 2020 a d a B a d ee g	0	0
Ya g R g	F	42	Ge e a a age, f ca a a age e de a e	f, 28 Ma c 2016 8 Ja a 2018 ( e)	0	0

N e : O 8 Ja a 2018, M . Ya g R g ,e g ed a Ge e a a age, f ca a a age e de a e f , e , a ,ea . O 15 Ja a 2018, a f e d e c de a f f , ee g 2018 f e e g e a f e b a d f e C a , c da e d e , g a f a ca a age e de a e a d e ca a a age e de a e a e e f a ca a age e de a e , a da ed M . Ze g Ha a e ge e a a age, f e f a ca a age e de a e .

B, ef b g a f e e , a age e :

Mr. Mai Boliang (麥伯良), a e ed e D, ec , CEO a d , e de f e C a . F, de a f M, Ma B a g, ea e, efe 1. D, ec , f B, ef B g a f e D, ec , , S e , , a d Se , Ma age e C a e .

Mr. Liu Xuebin (劉學斌), aged 58, a bee a, ce , e de f e C a ce Ma c 2004. He ed e G, 1982, a d ce , ed e C a , P, c , e e De a, e f, 1982 1990, de ge e, a a age, f Na g S da C a e, C ., L.d. (南通順達集裝箱有限公司) f, 1990 1994, de ge e, a a age, f e C a e, B, a c f e C a f, 1994 1995, a d ge e, a a age, f X CIMC C a e, C ., L.d. (新會中集集裝箱有限公司) f, 1995 1997. F, 1997 2013, e a a ed a ge e, a a age, f S e e S e, CIMC C a e, Ma fact, e C ., L.d. (深圳南方中集集裝箱製造有限公司) a d Dece be, 1998, e ed e f ea a e, e de f e C a a d c a, a f X CIMC C a e, C ., L.d. (新會中集集裝箱有限公司). S ce Ja a, 2011, e a a ed a de ge e, a a age, f CIMC C a e, H d g C ., L.d. (中集集裝箱控股有限公司). M, L g ad a ed f, S e e U l e, a bac e , deg ee b e ad , a A g 1990.

Mr. Wu Fapei (吳發沛), aged 59, a bee a, ce , e de f e C a ce Ma c 2004. He ed e C a 1996, a a ed a e a age, f l f, a Ma age e De a, e Dece be, 1996, e e a a e, e de Dece be, 1998 a d f, e, e e e a, f e B a, d f, Dece be, 1999 Ma c 2004. Bef, e a, e ed be a eac e, a da cae , fe , f Sc f B e Ad , a S C a U l e, f Tec g a d e de ge e, a a age, f Z a, g Na a B c ce R g

C a e X

Yad Sf[a` a` 6[dWfadh EgbWh[eadh EW[ad? S` SYW Wf S` V 7\_ b'akW6

Mr. Yu Ya (于亞), aged 62, a bee a ce ,e de f eC a ce Ma c 2010. Mr. a bee ,: g eC a ce A d 2007, e ga ce e e a f e Pa C ee a d ge e a a age f H b c affa, de a e . He a a bee e ca, a , ad, ec , fa be f b da e f e C a ce Oc be, 2009. He ce ,: ed f, ce ,a , e a de d, ec , f, C a Lg l d , C , ,a a ce ,e de a d f, Ca ge a e ec l e d, ec , a d e ed l e ce ,e de Gea e C a Reg . Mr. g ad a ed f e Mec a ca E g ee g De a e f Ta Lg l d , V ca a Tec ca C ege 1984 a d b a ed a MBA deg ee f Na g U e 1997.

Mr. Zhang Baoqing (張寶清), aged 61, a a ed a a ce ,e de f eC a Ma c 2012. S ce Ma 1995, Mr. Z a g a bee e ge e a a age, f X CIMC W d C ., Ld. f 1995 Ma 2016, Mr. Z a g a e de ge e a a age, a d e e ge e a a age, f X CIMC C a e C ., Ld. (新會中集集裝箱有限公司), a d f, Ja a, 2003 Ma 2016, e a a e ge e a a age, f G a gd g X CIMC S eca Ta , a e C ., Ld. (廣東新會中集特種運輸設備有限公司). Mr. Z a g ce ac ed a e a e ,e de f e G f Ma c 2004 Ma c 2012, e ge e a a age, f CIMC W d De e e C ., Ld f, Feb a, 2009 Ma c 2013, e de ge e a a age, f CIMC C a e H d g C ., Ld. (中集集團集裝箱控股有限公司) de e G ce 2011 a d e ge e a a age, f CIMC M d a B d g l e e C a L ed (中集模塊化建築投資有限公司) de e G ce Ma c 2014. Bef ,e a, e ce ,: ed a a a e ge e a a age, a d a age, f ec ca de a e f Na g S da C a e C ., Ld. (南通順達集裝箱有限公司). Mr. Z a g a e , e g ee. He g ad a ed f S C a U e f Tec g a bac e , deg ee ec a ca de g a da a ce ce 1982.

Mr. Gao Xiang (高翔), aged 52, a bee a ce ,e de f eC a ce 1 A , 2015. Mr. Ga g ad a ed f Ta U e a , g a e ad b d g e g ee g. He a a e , e g ee. Mr. Ga ac ed a e ge e a a age, f Ta CIMC N , Ocea C a e C ., Ld., Ta CIMC C a e C ., Ld., Ta CIMC L g c e C ., Ld., Ta CIMC Ve ce L g c e C ., Ld. a d Ta CIMC S eca Ve ce C ., Ld., ,e ec l e , f, 1999 2008. He ,: ed a e a e ,e de f CIMC f 2004 2008. He e d a e e ec l e d, ec , a d ge e a a age, f CIMC E , c H d g L ed 2009 a d e e ca, a f c a ce 1 A , 2015. Mr. Ga a e ca, a f ce a b da e f CIMC E , c H d g L ed.

Mr. Yu Yuqun (于玉群), aged 52, a bee e ece a e B ad f e C a ce Ma c 2004 a d a bee e C a Sece a ce 25 Oc be, 2012. He ed e C a 1992 a d b ce e ed a de a age, a age, f F a ca Affa, De a, e a d a age, f e ffe ce f ece a, e B ad, e bef, ae de, ea, le, ea a d d a age e. M. beca e e e, e e a u ef, ed, e affa, f e C a ce g e S e e S c. E c a ge 1994. M. a bee a ed a a e ec led, ec, f CIMC E, c (H g K g c. c de: 3899) ce Se e be, 2007 a d a, e-de ga ed a a -e ec led, ec, 5 Se e be, 2016. He a a -e ec led, ec, f TSC G, H d g L ed (f, e a TSC Off, e G, L ed a d e ae ae ed e Ma B ad f e S c. E c a ge) f, 2011 2016. M. ce a -e ec led, ec, f CFE ( e ae ae ed e Ma B ad f e S c. E c a ge), a -e ec led, ec, f P e G ba L ed a d e ca, a f S e e S. Ca a C., Ld. M. e e be, f e A ea a d R e C ee f e S e e S c. E c a ge a d e e be, f e f, e f Me ge a d A e. F a ce C ee f C a A ca f, f b c C a e. F, 1987 Oc be, 1989, e ed e S a e P, ce C, B, ea. M. g ad a ed f, Be g U L e, a d b a ed a bac e, deg ee ec c 1987 a d a a e' deg ee ec c 1992.

Mr. Zeng Han (曾邗), aged 42, a bee e ge e a a age, f e F a ca Ma age e De a, e f e C a ce Ma c 2017. M. Ze g ed e C a 1999 a d a cce le e ed a a age, f e Acc g D, f e F a ca Ma age e De a, e, a a e ge e a a age, f e F a ca Ma age e De a, e, de ge e a a age, a de ec led e ge e a a age, f e F a ca Ma age e De a, e. He a ed a c ce a a age, f e F a ca De a, e f CIMC E, c (H g K g S c. C de: 3899) f, 2009 2010. S ce 2015, e a bee a ed a d, ec, f a be, f b da, e a d a a ed a e ca, a f e F a ca l f, a a Dec - a. g C ee f e G, 2016. M. Ze g g ad a ed f, Ha g l e f E ec, c E g ee, g a bac e, deg ee ec c 1996, a d a e, g ad a ed f, Ja g U L e, f S ce ce a d Tec g a a e' deg ee a age e e 1999. M. Ze g Ha a ce, fed b c acc a C a.

Ms. Yang Rong (楊榕), aged 42, a bee e ge e a a age, f Ca a Ma age e De a, e f e C a ce Ma c 2016. M. Ya g e, ed a e f a ce a age, b f, Q e, ea B e D, a d l f, a Ne, B e D, f K a G, C., Ld. add e, a e ge e a a age, f F a ce De a, e f, A, 1999 Dece be, 2004. F, Ja a, 2005 N, e be, 2009, e e, ed a e de d, ec, f F a ce De a, e f OCT E e, e C., a d c eff a ca ffe (a - e) a d de d, ec, f A d De a, e f OCT (HK) C a L ed. M. Ya g e, ed a ec eff a ca ffe, f K a G, C., Ld. f, N, e be, 2009 Ma 2014 a d a e, ed a e de ge e a a age, f Ca a Ma age e De a, e f e C a ce e 2014. G ad a ed f, N, e e P ec ca U L e, M. Ya g b a ed a bac e, deg ee a age e e g ee, g a d a a e, deg ee f a ca a age e 1996 a d A, 1999, e ec l e.

C a e X

;` Xad\_ Sf[a` a` 6[dWfadh EgbWh[eadh EW[ad? S` SYW\_ Wf S` V 7\_ b^akWd



2.

F, dea f e e e e de, g a e f e C a ed b a D,ec , S e , a d c ef  
e ed e f e C a a a 31 Dece be, 2017, ea e, efe, XV. I e e a f e C a '  
S a e O I ce e Sc e e, E ee S c. O e, Sc e e , O e E ee I ce e Mea , e f  
C a e, VIII S g fca E e Re , .

3.

A



C a e X

; Yad\_ Sfja` a` 6[dWfadh EgbWh[eadh EW[ad? S` SYW\_ Wf S` V 7\_ b^akW6

F, e, fe a bac g d a d a, i, ge e e ce f d, e Dec, S e, a d Se,  
Ma age e a d e, a e b e C a, ea e, efe, l. B, ef B ga f e Dec,  
S e, a d Se, Ma age e C a e.

1.

Name	Name of Shareholders' company	Position in Shareholders' company	Start of term of office	End of term of office	With compensation allowance from Shareholders' company or not
Wa g H g	C a Me c a G L ed	De ge e a a age	Ma c 2015		Ye
Wa g a g	C a COSCO S Me c a G L ed	a De ge e a a age	Ja a 2016		Ye
H X a	C a Me c a I d H d g L ed	Ge e a a age	Dece be 2017		Ye
L C g	COSCO SHIPPING De e e C.,L.d.	Ma ag g d, ec	Ma c 2016		Ye
Z a g M g e	COSCO SHIPPING De e e C.,L.d.	C ef acc a	Ja a 2014		Ye
Wa g H g a	C a Me c a I d H d g L ed	De ge e a a age a d ge e a a age f S, a e g a d De e e De a e	Dece be 2016		Ye

;` Xad\_ Sf[a` a` 6[dWfadel EgbWh[eadel EW[ad? S` SYW\_ Wf S` V 7\_ b^akWb

2.



Name

Name of other company

C a e X

; Yad\_ Sfja` a` 6[dWfadh EgbWh[eadh EW[ad? S` SYW\_ Wf S` V 7\_ b'akW6

# 1. A A A A

I acc, da ce e, l f eA, ce fA ca ,,e e, ea f eC a ' D,ec , a d S e, a be de e, ed b e Ge e, a Mee g, e, e, ea f e Se , Ma age e a be de e, ed b e B a, d. D, g e Re , g Pe, d, e D,ec , (a a, f, de e de - e ec l e D,ec , ) a d S e, f eC a a ,eca e, e, ea d e d g e, e e a f d,ec , a d e, . Se , Ma age e a ,eca e, e, ea f, eC a , b da e. Te C a a e ab ed c ee aa, e a d, e, ea , e a , a d eC a ad a a aa, e . Te B a, d f eC a a a a, e, ea e Se , Ma age e acc, d g e Re a f, A a Pe, f, a ce A e e a d i ce l e f, e Pe, e E ed b e CIMC B a, d .

U c de, a a da , l a f e B a, da d e Ge e, a Mee g, e de e de -e ec l e D,ec , a a a, ded RMB200,000 e, ea, a de e de d,ec , a a ce d, g e Re , g Pe, d. I add , de e de D,ec , dd ,eca e e, e, ea d, g e Re , g Pe, d. Te aff , e, e e a, e S e, M, X g B ,eca ed, e, ea f, eC a d e e e, e eda eC a .

T e de a f, e, ea ( , e - a ) f e D,ec , , S e, a d Se , Ma age e a, e de c, bed ef g, e, ea abef, D,ec , , S e, a d Se , Ma age e .

2.

U :RMB a d

Name	Position	Gender	Age	Status	Total remuneration before tax from the Company	Remuneration Received from related parties of the Company
Wag Hong	Chairman of the Board	M	55	Retiree		
Wag Kang	Vice Chairman of the Board	M	56	Retiree		
Ma Bag (N e1)	Executive Director, CEO and Chairman of the Board	M	58	Retiree	4,675	
Wag Zha	Executive Director	M	52	Retiree		
H Xia	Executive Director	M	48	Retiree		
L Cg	Executive Director	M	47	Retiree		
Pa Cegge	Independent Director	M	71	Retiree	200	
Pa Zeg	Independent Director	M	64	Retiree	200	
Wg Kaher, Abe	Independent Director	M	66	Retiree	200	
Zag Mge	Chief Financial Officer	M	39	Retiree		
L Seg	Secretary	M	54	Retiree		
Wag Hga	Secretary	M	42	Retiree		
XgB (N e2)	Secretary	M	58	Retiree	348	
L Xeb	Vice President	M	58	Retiree	2,183	
W Fa e	Vice President	M	59	Retiree	2,169	
L Y	Vice President	M	50	Retiree	1,472	
Y Ya	Vice President	M	62	Retiree	1,834	
Zag Bag	Vice President	M	61	Retiree	2,222	
Ga Xag	Vice President	M	52	Retiree	2,455	
Y Y	Secretary of the Board	M	52	Retiree	2,131	
J Jag (N e3)	General Manager of Finance and Accounting Department	M	64	Retiree	330	
ZegHa (N e3)	General Manager of Finance and Accounting Department	M	42	Retiree	1,033	
YagRg (N e3)	General Manager of Customer Service Department	F	42	Retired 8 January 2018	1,846	
T a					23,298	

N e1: A ee ed leD,ec , f eC a ,M. Ma B a g a ,eca ed e,e e a f eC a d e fCEO a d ,e de eC a .

N e2: M. X gB a ,eca ed,e e a f eC a d e ed eC a e a e e e .

N e3: A ,led b e f, ee g 2017 f eeg e f eB ad f eC a ,M. J Ja g, ef ffce de e e ,a f e e M. Ze gHa a a eda ege e a a age, ff a ce a age e de a e .O 8 Ja a , 2018, M. Ya gR g, e g ed a ge e a a age, fca a a age e de a e f, e a ,ea .O 15 Ja a , 2018, afe, dec de a ff, ee g 2018 f eeg e f eB ad f eC a ,c daed e ,g a f a ca a age e de a e ad eca a a age e de a e a e e f a ca a age e de a e ,a da ed M. Ze gHa a ege e a a age, f ec daed f a ca a age e de a e .

T e f e e e ,eca ed e g e ,e e a f eG, 2017 g e bee ed e ab, e abe.

C a e X

; Yãd\_ Sfja` a` 6[dWfãd EgbWãhãdã EWãdã? S` SYW\_ Wf S` V 7\_ b`ãkWWã

3.



Name	Position	Exercisable during the Reporting Period (shares)	Exercised during the Reporting Period (shares)	Exercise price of Exercised during the Reporting Period (RMB/share)	Market price at the end of the Reporting Period (RMB/share)	Number of Restricted shares at the beginning of the Period (shares)	Number of newly granted restricted shares during the Reporting Period (shares)	Grant price of restricted Shares (RMB/share)	Number of restricted shares held at the end of the Period (shares)
Ma B a g	E d l e D, ec r, CEO a d e de	2,850,000	0	10.49	22.85	0	0	0	0
L X eb	Vce e de	997,000	0	10.49	22.85	0	0	0	0
W Fa e	Vce e de	750,000	0	10.49	22.85	0	0	0	0
L Y	Vce e de	750,000	0	10.49	22.85	0	0	0	0
Y a	Vce e de	650,000	0	10.49	22.85	0	0	0	0
Z a g Ba g	Vce e de	750,000	0	10.49	22.85	0	0	0	0
Ga Xa g	Vce e de	375,000	0	10.49	22.85	0	0	0	0
Y a	Se e a e B a d	750,000	0	10.49	22.85	0	0	0	0
Ze gHa	Ge e a Ma age f Fa ca Ma age e De a e	288,750	0	10.49	22.85	0	0	0	0
T a	-	8,160,750	0	-	-	0	0	0	0

N e: O 27 Ma c 2017, e C a ' e r a age e M. J Ja g e, ed. A a 31 Dece be, 2017, M. J Ja g ad 516,000 e e c ed A a e f e C a a d 140,000 e e c ed f CIMC E, c.

4.

T e, e e a c f e Se r Ma age e f e C a a be bec e Re a f, A a Pe f, a ce A e e a d l ce l e f, e Pe e E ed b e CIMC B a d. T e C a e r a age e e e a c f a ca e e f e e r a age e e G e a g e a d e e f, a ce f a e e a e.

A

1.

N be, f - e, ce e ee f e C a	265
N be, f - e, ce e ee f, c a b da e	50,424
T a be, f - e, ce e ee	50,689
T a be, f e ee ,eca ed aa e d, g e Re , g Pe, d	50,689
N be, f, e, ede ee ee e e d be a ed b e C a	
a d, c a b da e	98

Professional composition

Professional composition	Number of employees
P, d c e, e	33,384
Sae e, e	2,544
Tec ca e, e	9,086
F a ca e, e	1,161
Ad ,a e, e	4,514
T a	50,689

Education background

Education degree	Number of employees
PHD	32
Ma e, e	1,108
Bac e, e	8,347
C ege	7,477
Se , g c a d be	33,725
T a	50,689

2.

F, de a f e C a , e e a ce , ea e, efe E ee a d Re e, a P ce f C a e, VI Ma age e D c a d A a P, e a ed Acc , da ce e H g K g Sec , e Reg a , Re Re , .

3.

T e G, c, c, ed , a f e e- , e ed a d a b e a d c a de e ae f, e d , g b d ga ae , a g e CIMC c a, ac e, c. T e e e a d c e ae , a g e f e G, c de e e ee , a g, ge e a , a g, fe a , a g, eade , a g, ga e a d e a a ae , a g, ga e.

4.

A a cabe ✓ N a a cabe

# C a e XI

## 5adbadSfW9ahW S` UWS` V 5adbadSfW9ahW S` UMDWbadf

T e C a a , e a e d e C , , a e G l e , a c e W , Re , a d e C , , a e G l e , a c e Re ,  
acc , da ce d f f e e , e e e f , a d c e f P R C e c , e e e a , a , e a d e H g K g  
L g R e , e e c l e . T e e e e e a l c d a d a d d e e e , a c , e f e e c g a , a c  
a b e e a d e d .



### 1. - A A A

D , g e Re , g P e , d , e C a c l e d e a c e a d , l e e C a ' c , , a e  
g l e , a c e a d a d a d e d e a , c c a c e e e e e f a a d e a  
c d g e P R C C a L a , C , , a e G l e , a c e d e e f , L e d C a e , G d a c e O  
E a b g a S e f l d e e d e D , e c , L e d C a e , R e f G e e a M e e g f L e d  
C a e a d d e e e A , c e f A c a f L e d C a e a e a e e , e e  
f e L g R e . T e C a a e a b e d a c , , a e g l e , a c e l c e c e e e  
e e e f a a g e e f d e e e e a d e l e e e a d b a a c e d e f , a c e f a  
f c . l a c c , d a c e a e e f e a d e a f e C a l c a e R e f P , c e d , e  
f , S a e d e ' M e e g , e R e f P , c e d , e f , B a d , e R e f P , c e d , e f , S e , C e e  
a d e W , g l e f , e P , e d e , e C a e e e d e f f e c l e c , , a e g l e , a c e b g g  
f a e e e f B a d c e e . T e c a d e b f e g e e a e e g , e B a d  
a d e S e , C e e e e e f , e d a d b a a c e d , c a f e a d e d e e e  
f e S a e d e , a d e C a e f f e c l e e l e d e a a b e a d e a d e e e f e  
C a . l N l e b e , 2 0 1 7 , a e f e e e e a a a d a d f I S O 3 7 0 0 1 A - b , b e  
M a a g e e S e , e C a a l e d a c a e e G b a S f , B e P , a c c e f A -  
b , b e , M a a g e e , a d , b d a , C I M C T a d a a e f , b e a a d e d e I S O 3 7 0 0 1 A - b , b e  
M a a g e e S e a c c e d a c e f c a e C a .

l a c c , d a c e a d a d f , e c , , a e g l e , a c e f e d c a e b C S R C , C S R C S e e  
B , e a , S e e S c . E c a g e a d e H g K g S c . E c a g e , e C a l e a d e  
c e e d c , , a e g l e , a c e , e c f c a , e c a e c a d e e e a b e a a , e d b  
e e a , e e a , a , e . l 2 0 1 7 , e C a a a a d e d e N a a S c e c e a d T e c g  
P , g e A a d b e S a e C l c a d a , a l e d 3 7 a g e T 5 0 0 E e , e G a g d g  
P , l c e b e G a g d g P , l c a E e , e C f e d e a .

l 2 0 1 7 , e C a c l e d a c e e a a d a c e d , l g l e , e a  
a a g e e . A c c , d g , e e a a a d e , a l c a e C a L a , e S e c , e L a , a d  
e M a a f , l e , R e a M a a g e e f L e d C a e a d e e , e e f e A , c e f  
A c a , e C a f e d e , c e f a d c a c e d c l e f f , a , e a  
f a l e , e a d e g , a d e a c l e c l a g a a g e e  
f e l e , e a . l e e e f e d a d a l e , e C a a d e d e f f e c l e a d  
c l e e e a l e d a , a d e e e f a , e e e g e a - a , d a d e f f e c l e e  
c l a S a e d e , a d l e , . S e e c l e d c l e a a d e d e l e e e e  
f e d a d a S a e d e , e e c f b a g c , a e f , a a f a , a d a e . l  
e a e c d c e d d a , e c e , a e a e e d e f l e , , g e c a , a c a e d  
a a l e e c f e e c e a d e a c e e g e d b d e c a d e a a e d , e b , e  
a d c d c e d e e e , e a c l a a l e , l e e c f e

... e ... e ... ce ... ed b S a e de a d l e ... e C a r e ed e e ...  
... e l e a c E a a d l e a c l e P a f ... f l e ... R e a f e S e e S c ...  
E c a g e a c e e e , a e a d b e c l e c ... c a ... e d a d a l e ... I 2017, e ...  
C a r e e d e d ... e e a c e a d a l f l a ... a l e ... f f d a d l e e ...  
c a e , e d , e c a e a d d a l e ... f a ... a e 35 e ... a . C I M C a , a g e d f ...  
... a l e ... c a e d , e b l e a d f d c d c f e d , e e a c e ... e C a e e a ...  
e l e e e a a b a e ... e c f a ... a g c , c a e , a b e a d a ...  
b e e , e a b g e d e e ... d e a d e d e e e f a e g c a e e g g d ... e a d e ...  
b e e a ... f e C a . T ... g d e ... a f e c g c a , e e a c , e l a d d e e e ...  
b e c l e f l a ... b e e g e e , e C a e a b e d l e ... a d S a e d e ... e ...  
e c g e e e l e e l a e e a c e d e c f d e c e f l e ... , a f e g a d e d e r , g ... f ...  
e d a d a l e ... , e g e e d e e e f b e g g f S a e d e ... e C a a d c e a e d ...  
g d S a e d e ... e l a d d ... e C a e d e D c ... e M e e g f A ... a R e ... f 2016 ...  
a e e d f M a c a d D c ... e M e e g f l e ... R e ... f 2017 a e e d f A g ... e e c l e , a d ...  
l d e d l e b , a d c a f e e e g d e c l e ... , g e l e e b c a g a f ... . A ... e , e ...  
C a d ... b e d 2017 e c e f e f f c a e b e f e C a ... g e b e a f ...  
a e a e ... a e e r c f ... a ... c e f ... e d a d a l e ...

Any difference between corporate governance and the standards of the normative documents regarding corporate governance of listed companies issued by the CSRC

Ye  N

#### Formulation and implementation of registration and management system of insiders

T e C a a e a b e d a l d e R e g ... a a d M a a g e e S e a c c , d g l a ... e c ... e ...  
... e a ... e e . T e a b l e e , c e c f e e c e f d e f ... a a d d e , e ...  
a ... l a ... e g ... a a d f g e f d e f ... a a d c f d e a b g a , a b e c e a ...  
... a a f e C a ... e r a c ... e l ... e e c f ... e e a f d e f ... a ...  
a d d e , a a g e e ... e , e C a c a r e d ... a e f f e c l e ... e l ... e a c r ... a a d ...  
d c ... e f d e f ... a ... a c c , d a c e ... e a ... e a d ... e e ... a ... c b a . S e f ...  
e a a ... e l ... a ... d e , a e l e d a ... d e f ... a ... a d e e C a ... a e ...  
b e f ... e d c ... e f ... a ... e l e f ... a ... a f f e c g e C a ... a e ... c e 2017.

5Z[ S ; fW Sfja` S^? Sq W5a` fS[ W e /9dagbfi5až >fVž

Annual Report 2017

C a e XI

5abadSfW9ahWf S` UWS` V 5abadSfW9ahWf S` UMDVbadf

2.

3.

A

A cabe ✓ N a cabe

C a M e c a (C I M C) l e e , a d , e c S a e d e f e C a , a - e d b d a f C a  
M e c a l d , H d g a d d e f a c c , e C a M e c a G . S f a a e C a  
a a e , C a M e c a (C I M C) l e e e g a g e d a b e , e a e d e , c a d e e  
, g 0 f f , e , e & g & , e & g & , e & , e , e & V U 6 f f , ( ) a e g a b a . 2 e



(1)

Independent Directors' Attendance to the Board Meetings

Name of independent Director	Required number of Board meetings to attend during the Reporting Period	Attendance in person	Attendance by means of telecommunication	Attendance by proxy	Absence	Not attending in person for two consecutive meetings
Pa C e g e	21	3	18	0	0	N
Pa Z e g e	21	3	18	0	0	N
W g K a H e , A b e	21	3	18	0	0	N

(2)

D, g e Re, g Pe, d, e de e de D, ec, d d, e e a, e e a, a f e C a .

(3)

N e

6.

T e B a d a e f e e c a c e e, .e. A d C e e, R e e a a d A, a a C e e, S, a e g c D e e e C e e, N a C e e a d R. M a a g e e C e e. T e e e c a c e e c c e e f, e d e, d e a c c, d a c e e G, e, a c e d d e e f L e d C a, e H g K g L g R e, e A, c e f A c a, e R e f P, c e d, e f e B a d, a d e a, e a d b g a a d a e d b e e e a e f e a c e c a c e e. F, e e e g f e a c e c a c e e d e, e B a d d, g e R e, g P e, d, e a e, e f e, 3. S e c a C e e f e B a d d e, P a, I l: C, a e G, e, a c e R e, (P e a e d A c c, d a c e e R e, e e f e H g K g L g R e) c a e.

C a e XI

5abacSfW9ahW S` UWS` V 5abacSfW9ahW S` UMDVbaf

7.

A

A f eC a d c u e d b e S e C ee e d g e Re g Pe d  
Ye ✓ N

8.

A A A A A A  
I de e eC a ' de e e a a da d ed, da d de a e, a ac e  
ae a d a a e ab f e e a age e e B ad a f aed e Re a f  
A a Pe f a ce A e e a d l ce l e f e Pe e E ed b e CIMC B ad, a de ab ed  
e ef a ce a a a a d ce l e a d e a e ca c e e e a f e  
a age e b eC a ' e f a ce a d d a e f a ce.

O 17 Se e be, 2010, a c de ed a da l ed a e f e a d a ge e a ee g 2010 f e  
C a , eC a a c e da d e e e da ce l e c e e f e ae f AS ae . F  
e e a f a , ea e e fe XV. I e e a f eC a ' S ae O l ce l e S ce e,  
E ee S c. O e S ce e , O e E ee l ce l e Mea e f C a e VIII S g f ca E e  
Re . Te AS ae ( ) ae ce l e c e e c d e e e a g a d e c  
e ca be ee e S ae de , e a age e a d i e aff. Te a age e ca be e ba a ce  
e ad g e age ; a ac a d e a e ce e a age e e e a d e bac. b e ;  
c e ce a e ce l e u a e e e g e ab e d e e f eC a a d e f i ce  
c e l e e f eC a .

9.

A

(1)

Ye ✓ N  
Acc d g e f d g de f g eC a ' g fca defce c e a c l e f a ca  
e g a a e ba e e da e f e e a c a e e e (31 Dece be, 2017), eC a  
a g fca defce c e a c l e f a ca e g. Te B ad f e a e  
C a a d c ed e c e a be c a f e e e e e a c a d e e e e  
f e e e a l a a effec l e e a c l e f a ca e g a a e a a ec .

Acc d g e f d g de f g eC a ' g fca defce c e a c l e f a ca  
e g a a e ba e e da e f e e a c a e e e (31 Dece be, 2017), eC a  
C a a f da g fca defce c e a c l e f a ca e g.

(2)

→ -A →

D c , e d a e f f e f e a c , a e e , e ,  
D c , e d e f f e f e a c , a e e , e ,  
P , , f a a e f e t c , a e d e a e e c e e

27 Märç 2018  
.c f.c .c

Ca eg,	F a ca,e , g	Defce c de fca C e a	N -f a ca,e , g
	I , a defce c :		Ge e a defce c :
	Defce c e a c , ef g a e a , c	Pae ed ec g , , e a , ec g	
	af e ge e a a a ca e , e e a e c ,	f , ged , c fde a c , ed	
	acc , ac a d , e ab f e f a ca a e e	d be , de , g a , e c e , e e f e a e ed	
	de e , ed be , a defce c :	e ' e , e , d c ; b e effec	
		a .	
	I e a c , ec ce a da ca f		
	acc , g ce acc , d g ge e a acce ed		
	acc , g a da d ;		
	A -fa d , ced , e a dc , ;		
	I e a c , c l e a , - e a c		
	a ac ;		
	I e a c , e d - e d f a ca , e , g		
	, ce e ;		
	I e a c , f , a e , e a g		
	f a ca , e , g ;		
	Fa , e c a ce , e , c a		
	ca a e a a , ac e , e ab ff a ca		
	, e , g ;		
	Pe a a c b e a e a , e c a e		
	aced e ga , e e a e ede ' , e a		
	, e , g d c , e ;		
	F , c a e a a e , ed , ace e a		
	a d g , a e e f c f , effec , e		
	, g , e fa , e f c c .		
	Ge e a defce c :		
	Pe a a c b , l ca ( c l e ) , e e e		
	a , e c a e aced e ga , e e		
	a e ede ' , e a , e , g d c , e .		

Caeg	F a ca, e g	Defce c de fca c, e a	N - f a ca, e g
Q a a e be c a;	(T e e, e e, e da (X) f a ca ae e fa be ee ef g(a ge)		Sg fca defce c: 1. Fa e a a a d/ daed e a c e f, e e ac, e f, 3 ea a d, e cce, a dfa, e ea af e f, g a e f, e a c a g c ec ; 2. C e f, a e, ce f, a e, d f, e 48 c a b c IT e af, a c, ae c ca e ( d d g e, c e de ce, ee e), ERP e, f a ca f, a e, PDM e, OA e a d
	Sg fca defce c: 1. 0.5% f a ae e e; 2. 5% f a f ; 3. 1% f a a e ; 4. 1% f a ae de' e e .		I a defce c: 1. Fa e a a a d/ daed e a c e f, e e ac, e f, 2 ea cce, a dfa, e ea af e f, g a e f, e a c a g c ec ; 2. C e f, a e, ce f, a e, d f, e 24 b e a 48 c a b c IT e af, a c, aec ca e ( d d g e, c e de ce, ee e), ERP e, f a ca f, a e, PDM e, OA e a d .
	I a defce c: 1. 0.1% f a ae e e <0.5% f a ae e e; 2. 1% f a f <5% f a f ; 3. 0.2% f a a e <1% f a a e ; 4. 0.2% f a ae de' e e <1% f a ae de' e e .		Ge e a defce c: 1. Fa e e f, a a a e a ce a d dae f e ac, e d e a, a dfa, e ea af e f, g a e f, e a c a g c ec ; 2. I ab e cca a e, ce e, f c a b c IT e af, a c, aec ca e ( d d g e, c e de ce, ee e), ERP e, f a ca f, a e, PDM e, OA e a d ; ea ca be, ec, e d a e, d f 24

Ca eg,	F a ca, e, g	Defce c de fca ç e a	N -f a ca, e, g
Ge e a defce c :			
1. <0.1% f a ae, e e ;			
2. <1% f a, f ;			
3. <0.2% f a a e ;			
4. <0.2% f a a e de, ' e e .			
N be, f g fca	defce c ff a ca, e, g		0
N be, f g fca	defce c f -f a ca, e, g		0
N be, f, a	defce c ff a ca, e, g		0
N be, f, a	defce c f -f a ca, e, g		0

10.

A

A

A cab e       N a cab e

The paragraphs of opinions on approval in the internal control audit report

In our opinion, CIMC has maintained effective internal controls in respect of financial reporting in all material aspects in accordance with the Basic Norms for Enterprise Internal Controls and relevant requirements on 31 December 2017.

D c, e f e a c, a d, e, g      D c ed  
 D c, e dae f e f e a c, a d, e, g      27 Ma, c 2018  
 D c, e de f e f e a c, a d, e, g      .c f.c .c  
 Ca eg, f e a c, a d, e, g      U a fed  
 W e e, e e a e a e a defce ce -f a ca, e, g      N e

W e e, e acc a f, e ç be e a c, a d, e, f - a da, d, e

Ye  N

W e e, e e, a c, a d, e, e ç bed b acc a f, c e e ef-e a a  
 e, f e B a d

Ye       N

## A A ( A ) A A

T e C a a bee c ed e a c g c , a e g l e , a ce a da d . T , g , c c , a e g l e , a ce , a c ce , e C a , l e e a ce c , a e l a e a d e , e , g - e , a a b e d e e e , a d f c , a e e b a a e d c a a e a a e g - e . S a e d e , l a e . T e C a a c ed e c d e , l d e , e C , a e G l e , a ce C d e e A e d 14 f e H g K g L g R e d , g e R e , g P e , d e c e f , d e a f c d e , l A . 1 . 1 , A . 2 . 7 , A . 6 . 7 a d E . 1 . 2 . T e d e a f d e a f e c d e , l f C , a e G l e , a ce C d e a d c d e a a e d c ed , e e a a a g a b e .

### 1. A A A

T e C a a ad ed e , l , e a d e a g a e f e C a b D , e c , a d S e , a e A e d 10 f e H g K g L g R e . H a g a d e e , e a D , e c , a d S e , e a c D , e c , a d S e , a c f , e d e C a a e a c f e a c ed e , e e e e M d e C d e d , g e R e , g P e , d .

### 2. A

#### (1) A

T e B a d f e C a e e c e d b e g e e a e e g f e C a , g l g a d ed acc a b e e g e e a e e g . T e , a , e b e f e B a d a e , l d e , a e g c d a ce e C a , e e c e effe c l e e , l e e e , a a g e e , e , e a e C a , e e a e , e c e d a d a e a c c a b e e s a e d e . A c d e d e d a d a l e d a e f , e e g 2017 f e e g e f e B a d e d 27 M a c 2017 , e C a a a d e l d e , R e g , a a d M a a g e e S e f C a l e a a M a e C a e ( G ) C . , L d . a d e l e e a R e f e R . M a a g e e C e e f e B a d f D , e c , f C a l e a a M a e C a e ( G ) C . , L d . . T e f e f e c e e b e d C f e b e ( . c f . c . c ) , e H g K g S c . E c a g e ' e b e ( . . e e . . ) a d e C a ' e b e ( . c c . c ) 28 M a c 2017 .

l acc, da ce eA, ce fA ca a d eR e fP, ced, e f eB ad, ea , e f e  
 B ad d: de: (1) c l e ege ea ee g ad, e , e ee g; (2) e e e, e  
 a ed a ge ea ee g; (3) dee, e eC a ' b e a ad l e e c e e; (4)  
 , e ae eC a ' a f a ca b dge ad f a acc ; (5) f, ae eC a ' , f  
 d , b a ad , ec l e, a; (6) f, ae , a f, cea e , ed c f eC a '  
 , eg eed ca a ad f, e f a ce ad g fc, , aeb d , e, ec, e; (7) d, af a f,  
 ae, a ac, , ae, e, cae, ege, d , d c age c, , aef, ; (8) dee, e  
 a e, ea g eC a ' e e, a l e e, a e ac, add a, a e , gage, a d  
 e e, a g a a ee ea , a f ege ea ee g; (9) dee, e ee ab e f e  
 C a ' e, a a age e , c, e; (10) a , d eC a ' , e de a d e eC ea,  
 f eB ad; a d , a e, e de ' a , a , d e , ffce, d d g ce  
 , e de a dc eff a ca ffce, f eC a a d decde e, e e, a , e ad a de a e;  
 (11) f, ae eC a ' ba c a age e e; (12) f, ae e , ed a ed e e  
 A, ce fA ca ; (13) dea f, a d c , e f eC a ; (14) , e ege ea  
 ee gf, a e , e ace e f e acc, gf, e, ga ea d , f eC a ;  
 (15) , eca e , e , b ed b e, e de a d , e e e, f, a ce; (16) e a a e ad  
 dee, e e a , e a de e f, eC a g a e ac e g , a egc bec l e, a d  
 e , e a eC a e ab e a d a a a , , a e a d effec l e, a age e a d e, a

(2)

Accid g eA, ce fA ca , eB ad c feg D,ec , , d d g e c a, a , e ce  
c a, a a d ,ee de e de -e ec l eD,ec , .

D, g eRe , gPe, d, 7 A d 2017, M, Wa gZ a , a -e ec l eD,ec , , e g ed f, e  
f -e ec l eD,ec , f eC a a da eR ; Ma age e C ee a d e  
Re , e a a d A , a a C ee f eB ad d e e c a ge ba g e . O 26 Se e be,  
2017, a , l a b S a e de, a ef, e , a , d a, ge e a ee g 2017, M, H Xa f a  
bee a ed a a -e ec l eD,ec , f eeg e f eB ad f eC a , a d e  
f, ee ee g 2017 f eeg e f eB ad f eC a , M, H Xa f a bee e e c e d a  
e c a, a f eR ; Ma age e C ee a d a e be, f eRe , e a a d A , a a C ee.  
F, de a , ea e, efe IV. C a ge f D,ec , , S e, , a d Se , Ma age e f eC a f  
C a e Xl f, a D,ec , , S e, , a d Se , Ma age e a d E ee Re , .

A g e d , e D,ec , , ef, -e ec l eD,ec , a e a a d e e l ee e e ce b e  
a d a age e ; e , ee de e de -e ec l eD,ec , a , f d a c a d e c a d , fe a  
a f c a a d , c d , e e e ce g, f a ce, ega a d a age e . E e c a , M, Pa  
C e g e , a de e de -e ec l eD,ec , a a , , a e acc , g a d f a c a a age e  
e e, e. T e, fe a a f c a a d a d a e e e ce f, e D,ec , e e B ad , g ,  
e e a d , a age e , ced, e e , e e e e fa S a e de, , d d g ,  
S a e de, . P, fe f D,ec , f eC a a e e , e ec e ad e d B, ef B g a f e  
D,ec , , de, C a e Xl f, a D,ec , , S e, , Se , Ma age e a d E ee f

(3)

▲ . . . . .  
▲ . . . . . A . . . . .

The Board held 21 Board meetings and 16 general meetings from 2017 to 2018. The Board held 27 general meetings from 2017 to 2018.

Session of meeting of the Board	Date	Resolutions of the Board considered
T e 1 e e g e 8 e 2017 f	27 M a r c h 2017	1. Re f e f e e g 2017; 2. Re e f a c g c e e f 2017; 3. Re e g a d g b a g f a c a d e c a a e e f e b d a e f e C a 2017; 4. Re e g a d g e c e d a a e e g a g e a l d e d b S e e C I M C S a c e R e a E a e D e e e C . L d . a d c e d b d a e f c a e f c d e ; 5. Re e g a d g e c e d a a e e l d e d b C I M C V e c e ( G ) C . L d . a d c e d b d a e e r d b a d e ; 6. Re e g a d g e a c a f e e a g a a e e l d e d b C I M C F a c e C a L d . e b e f e G ; 7. Re e g a d g e c e d a a e e l d e d b C & C i c . C . L d . a d c e d b d a e e r d b a d d e ; 8. Re e g a d g e e e d f d a e a e d - a a a c / c g c e c e d a a c 2016; 9. Re e g a d g e a a f l e e a a g e e e C E O a d e d e ; 10. Re e g a d g e a a g e e f e c a g e a e e 2017.
T e 2 d e e g e 8 e 2017 f	21 A p r 2017	Re f e e c d e e g 2017 f e e g e f e B a d
T e 3 d e e g e 8 e 2017 f	27 A p r 2017	Re e f a e e f 2017
T e 4 e e g e 8 e 2017 f	8 M a y 2017	Re e e c g a D e c a e 2016 a g e e a e e g a d e f 2017 A a e d e ' H a e d e ' c a e e g
T e 5 e e g e 8 e 2017 f	29 M a y 2017	Re e C I M C E l e a S c a a d G l e a c e R e 2016
T e 6 e e g e 8 e 2017 f	14 J u n 2017	Re a d g e f e d e e a f M . M a B a g e C a ' C E O a d e d e f 2017
T e 7 e e g e 8 e 2017 f	14 J u n 2017	Re e g a d g e d c f a e g c l e S e e C I M C S a c e R e a E a e D e e e C . L d
T e 8 e e g e 8 e 2017 f	20 J u n 2017	Re e a e a d e e e e c e c e f e A S a e O l c e l e S c e e
T e 9 e e g e 8 e 2017 f	3 A u g 2017	Re e a e d e a d a a d e c a c e a C a M e c a S e e a e P e B a L a d
T e 10 e e g e 8 e 2017 f	11 A u g 2017	Re e e e e g 2017
T e 11 e e g e 8 e 2017 f	28 A u g 2017	1. Re e e e e e e g 2017 2. Re e a l a f e f e d a e d a

Session of meeting of the Board	Date	Resolutions of the Board considered
T e 12 e e g e 8 e	2017 f 13 Se e be 2017	1. Re eac f e e e Se e CIMC Eec,c C e,cea dL g c Tec g C.,Ld. 2. Re e,a fe f e e e Se e CIMC Eec,c C e,cea dL g c Tec g C.,Ld. 3. Re ea ,L a fe e g e ,a egcc e a fa e , agree e S.F.E ,e C.,Ld.
T e 13 e e g e 8 e	2017 f 22 Se e be 2017	Re eec gaD,ec , c a, ef, e ,a ,d a ge e a ee g 2017
T e 14 e e g e 8 e	2017 f 26 Se e be 2017	Re de e g e be f e Re e a a d A ,a a C ee a d e R . Ma age e C ee
T e 15 e e g e 8 e	2017 f 9 Oc be 2017	Re e e g e Qa a La d P,e a a Fa e ,. Agree e
T e 16 e e g e 8 e	2017 f 27 Oc be 2017	Re e ,d a e ,e , f 2017
T e 17 e e g e 8 e	2017 f 4 Dece be 2017	Re ec f 78.15% e e Pe G ba L ed., C a F,e Safe E e , e G L ed
T e 18 e e g e 8 e	2017 f 5 Dece be 2017	Re a e f e ae de f ,e e ,e g e ,a fe fe e e CIMC Ve ce (G ) C.,Ld.
T e 19 e e g e 8 e	2017 f 11 Dece be 2017	N ,e
T e 20 e e g e 8 e	2017 f 18 Dece be 2017	N
T e 21 e e g e 8 e	2017 f 22 Dece be 2017	Re ec ,e g f ef, e ,a ,d a ge e a ee g 2018

C , a e G , e a ce C de A.1.1, e ,e a T e b a d d ee ,e a , a d b a d ee g d be e d a ea f , e a ea , a a , ae , a e , e a . D , g e Re , g Pe d, e C a ed 21 B a d ee g , f c 3 ee g e e ed - e. T e e ed ,e D ,ec , f e C a a age a d , e b e e a a d , e d B a d

(4)

Re b e a d a r e f e B a d a d e a a g e e a e c e a d e f e d . F r d e a f  
r e b e f e B a d , e a e , e f e e A c e f A c a a d e r e f P c e d r e f e B a d ,  
a d f r e b e f e e , e a e , e f e (1) A r e f e B a d f 2 . T e B a d c a e f  
R e . T e a a g e e r e b e f r e d a e a a d a c c a b e e B a d b e r d g  
a d e a e d a a a d e c a c e e e r e e f r e d e c - a g .

(5)

(6)

A, a eA, ce fA ca , eD,ec , f eC a a be eec ed a ege e, a ee g  
a d e, e a e, f ffce , ee ea .U ee , f e, e, f ffce, eD,ec , a be, e-ec ed  
f, a e, e , , U ded a de e de -e ec U eD,ec , a be, e-ec ed f, , e a  
e .D,ec , e, ce c , ac a be g ed be ee eC a a d, e e a D,ec , e

T e C a e e d e c e c i a c Z a g M g e ( e c a r a f e s e i C e e ) ,  
t S e g ( s e i e g e d 25 S e e b e r 2017 ) , W a g H g a ( s e i ) a d X g B

C a e XI

5acbadSfW9ahWf S` UWS` V 5acbadSfW9ahWf S` UMDVbaf

(8)

.....

D, g eRe , gPe, d, e f eD,ec , , S e, , f eC a ada a e, a  
e, a e, e, e e, d,ec , d,ec , a , a ac , a, a ge e , c , ac f g fca ce  
e e eC a , a f b da, e a a a .

.....

M, Wa gH g, a -e ed eD,ec , f eC a , e, e a ede ge e, a a age, fC a  
Me,ca G. M, H Xa f e, e a ege e, a a age, fC a Me,ca Id , H d g. M,  
Wa gH g, a, a e, , f eC a , e, e a ede ge e, a a age, fC a Me,ca  
Id , H d g ad ege e, a a age, f e, a egc de e e de a, e .C a Me,ca  
Id , H d g ad c , g a e de, C a Me,ca G, a e e age S a e de, f  
eC a .Te ff , e e g ee, g e fC a Me,ca G, c ee a f e  
G, .F, dea , ea e, efe, 3. H, a C e f C a e XIC , a eG, e, a ce ad  
C , a eG, e, a ce Re , Re , .

M, Wa g, a g, a -e ed eD,ec , f eC a , e, e a ede ge e, a a age, f  
C a COSCO S g C , a .M, L C g e, e a e a ag g, d,ec , f COSCO SHIPPING  
De e e M, Z a g M g e, a e, , f eC a , e, e a ec ef acc a f  
COSCO SHIPPING De e e ad c , g a e de, C a COSCO S g a e e ec d  
a ge S a e de, f eC a .Te, c a e, a fact, g, g c e, ce ad f a ca ea g  
b e c ee e f eG, .F, dea , ea e, efe, 3. H, a C e f  
C a e XIC , a eG, e, a ce ad C , a eG, e, a ce Re , Re , .

Sa e a d c ed ab, e, e f eD,ec , , S e, , , a e , e a ed c D,ec , /  
S e, , a e, a e e e, ada e e ab e a c ee , a c eed,ec ,  
d,ec eb e f eG, .

(9)

a. U a f d b e D, e c , , e C a a , U de, e e a , c a e, a .  
I f, a ab e C a ' b e a d e, a a be, U ded a, e e a ba a e .  
T e d a c f, a , e e a e a a d, e e a a d - , ( d) 0.55 (g) 0. 4 (e) 0.4 (e) 0 b 5 (g) 0. c (g) 0.5 ( ) 0.5 (a ) 0

C a e XI

5acbadSfW9ahW S` UWS` V 5acbadSfW9ahW S` UMDVbadf

### 3. A A

U de e B ad, e e a e Re e a a d A a a C ee, N a C ee, A d C ee,  
S, a eg C ee a d R Ma age e C ee. T e, a e b e dec -  
a g f e B ad. D, ec a c ae e eca c ee f e, e ea c f ce a e  
ba ed ed f a d de gge a d e e a de a ce e a age e  
f e C a .

#### (1) A

A A

T e a d e a d e b e f e Re e a a d A a a C ee f e C a  
ae: (1) d a d f, a e a a c e a f, e a age e, e f, e a a a d  
e, e e a ce a d a ; (2) a, e, ec e da, e g a d g e e a a  
c e, a a d, e e a ce f, D, ec ; (3) f, a e a e ce e ce e  
a f, e e a a, e a a d, a u e d e ; (4) b e, e b e f,  
e a age e f a e ce e ce e, d d g e ed, e e e a fca  
f g a ee, g a c d a d c d f, e e c g e a e; a d (5) ca, e, a e,  
a ed b e B ad.

A A

T e Re e a a d A a a C ee c e f e D, ec, d d g, ee de e de -  
e ed e D, ec a d e ed e D, ec. D, e e b e d e c a, a, a e, M.  
Pa Z e g, a d e b e, a e, M. Pa C e g e, M. W g K a H e, A b e, M. H X a a d M.  
L C g.



The Board of Directors of the Company has considered the following resolutions:

Session of meeting	Date	Resolutions considered
1st Session	27 March 2017	Resolution of the Board of Directors for the year 2017
2nd Session	8 May 2017	Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)
3rd Session	12 May 2017	Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)
4th Session	10 June 2017	Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)

The Board of Directors of the Company has considered the following resolutions:

- Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)
- Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)
- Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)
- Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)

Accordingly, the Board of Directors of the Company has considered the following resolutions:

Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)

Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)

Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)

Resolution of the Board of Directors for the year 2016 and for the year 2017 (Resolution of the Board of Directors for the year 2016 and for the year 2017)

(2)

T e a d e a d e b e f e N a C e e a e: (1) e e e c f e e a d c f e B a d a a a e a b a ( c d g e a e c f ; e d g e a d e e e c e ) a d a e e c e d a a e d c a g e e B a d e e e C a a e g ; (2) d e f d d a a f e d b e c e B a d e b e a d e e c a d a e e c e d a e B a d e e e c f d d a a e d f d e c ; (3) a e e d e d e c e f d e e d e e e c e D e c ; (4) a e e c e d a e B a d e e a a e e a g e a e e e a e f D e c a d c c e a f D e c ( e e c a e c a a f e B a d a d e d e ) ; (5) e a a e e D e c a e g g e e d a e e a c e e f D e c b a e d e e a a e ( f a c a b e ) ; (6) c d e e c a c d e f B a d e b e e f f g e b e e e e e c f c a d d a e f e B a d b e b a e d a d e e a g e f c e a c d g b e d g e d e a g e c a a d e c a a b a c g d f e a e e e c e a d e d g e ; f e a b e c d a e c a e c a d d a e c e e e e a e e c a b e a d d e e e / e e a c e B a d a d e e e d e f e B a d e b e b e a e a c c e e f a d e c a d e ; (7) e e e e a e e c a c d e f B a d e b e a e a e e a a b e g a a d g e f c e e a e e e f f c e c ; a d (8) e f e d e a e d b e B a d .

T e N a C e e c e e D e c c d g d e e d e e e D e c a d e e e c e D e c e e e b e c d e c a a a e M . W g K a H e , A b e a d e b e a e M . W a g H g a d M . P a C e g e .

Member of the Nomination Committee	Time of attendance in person	Time of attendance by proxy
M. W g K a H e , A b e ( c a a )	2	0
M. W a g H g ( e b e )	2	0
M. P a C e g e ( e b e )	2	0

T e N a C e e e d 2 e e g d e g e R e g P e d a d e a d e b e a e d a e a f :

Session of meeting	Date	Resolutions considered
T e 1 e e g e 8 e	2017 f 27 M a c 2017	O a e c c e g e 1 e e g 2017
T e 2 d e e g f e 8 e	2017 11 A g 2017	O e a f M . H X a f a a c a d d a e f d e c f e 8 e f e B a d



(3) A

A

The a d e a d e b e f e A d C e e d d e: a d e e, e a e e e a d g b d f e C a , e e e f a c a f, a f e C a a d e C a ' f a c a e, g e a d e, a c, c e d, e. F, d e a, e a e, e f e, T e l e e a R e f e A d C e e d e, e B a d f C a l e, a a M a, e C a e, (G) C., L. d. b e d e e b e f e S e e S c. E c a g e, C f e b e ( . c f. c . c), e e b e f e H g K g S c. E c a g e ( . . e e .) a d e C a ' e b e 9 A, 2016.

A

The A d C e e c, e, e e d e e d e - e e d, e D, e c, . C, e e e b e, c t d e, c a, a, M. Pa C e g e a d e b e, M. Pa Z e g, a d M. W g K a H e, A b e.

Member of the Audit Committee	Time of attendance in person	Time of attendance by proxy
M. Pa C e g e (c a, a)	8	0
M. Pa Z e g ( e b e)	8	0
M. W g K a H e, A b e ( e b e)	8	0

A

D, g e R e, g P e, d, e A d C e e e d 8 e e g, 6 f c e, e e d b a f e e e.

Session of meeting	Date	Resolutions considered
T e 1 e e g e 8 e	2017 f 10 M a, c 2017	N
T e 2 d e e g e 8 e	2017 f 26 M a, c 2017	O a e, c c e, g e 2 d e e g 2017 f e A d C e e f e B a d
T e 3 d e e g e 8 e	2017 f 26 A, 2017	O a d g e f, a, e f a c a, e, f 2017
T e 4 e e g e 8 e	2017 f 3 A g 2017	O a d g e, e, f e a e d a d a d, e c a c e a f, e P, c e B a P, e c L a d C a M e, c a S e.
T e 5 e e g e 8 e	2017 f 27 A g 2017	O a e, c c e, g e 5 e e g 2017
T e 6 e e g e 8 e	2017 f 27 O c b e, 2017	O a d g e, d, a, e f a c a, e, f 2017
T e 7 e e g e 8 e	2017 f 16 N, e b e, 2017	O a d g e e c f 78.15% e, e P e, G b a L e d e d C F E
T e 8 e e g e 8 e	2017 f 18 D e c e b e, 2017	N

(4)

T e a d e a d, e b e f e S, a e g C e e f e C a a e: d a d a e  
ec e da e C a ' g- e, a e g c d e e e a, e a, l e e, g a e  
a bec e a, l a f e B a d, a d e a, c a a e a a d a e a a g e e, ec  
a a b e bec e a, l a f e B a d; a d e f, e d e a, e d b e B a d.

Me b e f S, a e g C e e c, e -e e d, l e D, ec, a d e e e d, l e D, ec, e, e

5Z[ S ; fW Sfja` S^? Sq W5a` fS[ Wd/9dagbfI5až >fVž

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C a e XI

5abadSfW9ahWf S` UWS` V 5abadSfW9ahWf S` UMDVbadf

(6) , . ▲▲, ▲▲ . . . ▲▲ . . .

D, g e Re , g Pe, d, e R, Ma age e C ee ed 3 ee g. 2 f e ee g f e  
 R, Ma age e C ee ee ed b a f, e, e

Session of meeting	Date	Resolutions considered
T e 1 ee g 2017 f e 8 e	26 Ma c 2017	O a e, c ce, g e 1 ee g 2017
T e 2 d ee g 2017 f e 8 e	27 A g 2017	N
T e 3 d ee g 2017 f e 8 e	26 Se e be, 2017	Re e eec f c a, a

#### 4. A, A, A

##### (1)

T e, e a a S ae de, f e C a e, a, g a de e ce e, g effec e, e  
 C a c l ee ege ea ee g ee, ea, a eA, ce fA ca .

T e C a a a a i e g d c ca e S ae de, b, e, g e ef, a ce  
 ad ea f e G, e S ae de, g ed c, e fa a e, e, e,  
 ad a e, e, a e a e ea ef, ac ca c a e. A e a e e, e e  
 a de- a e, ce a e a a be f, e S ae de, e, e e, e e e e c e e, g. T e  
 a e a e e b e a e, e a daed ee e S ae de, a d e b c ed e, e ce  
 de e e f e C a a e a e.

T e da e, c e, de e, e d, a ce e e d a d e S ae de, g, ce d, e f  
 e C a ' c, d a, ad ce f ge ea ee g, c c e, e e a, l f e  
 PRC a La, eA, ce fA ca ad e H g K g L g R e e, e ee c e f e  
 S ae de, g a e d e ge ea ee g. A, a eA, ce fA ca, e S ae de, ( )  
 (a) e ed e, e e ea f e C a, a e, ec e da, e, e e C a .

D, g e Re, g Pe, d, e C a e da a f 5 ge ea ee g, d d g: 3 ge ea ee g, 1 A  
 S ae de, 'ca ee g a d 1 H S ae de, 'ca ee g.

(2) A.....

Position	Name	General meeting attended	5 general meetings convened in this year Time of attendance	Attendance rate(%)
C a, a	Wa g H g	Sec de , a , d a, ge e, a ee gf, 2017	1	25
Vce c a, a	Wa g a g		0	0
D,ec ,	Ma B a g	A a ge e, a ee gf, 2016, f, AS a, e de, 'ca ee g f, 2017, f, HS a, e de, 'ca ee gf, 2017, ec d e, a, d a, ee gf, 2017	4	80
D,ec , ( : ffce 26 H Xa			0	0
Se e be, 2017)				
D,ec , (e g ed 7	Wa g Z a		0	0
A 2017)				
D,ec ,	L C g	A a ge e, a ee gf, 2016, f, AS a, e de, 'ca ee g f, 2017, f, HS a, e de, 'ca ee gf, 2017, f, e, a, d a, ee gf, 2017	4	80
I de e de d,ec ,	Pa C e g e	A a ge e, a ee gf, 2016, f, AS a, e de, 'ca ee g f, 2017, f, HS a, e de, 'ca ee gf, 2017	3	60
I de e de d,ec ,	Pa Z e g	A a ge e, a ee gf, 2016, f, AS a, e de, 'ca ee g f, 2017, f, HS a, e de, 'ca ee gf, 2017, f, e, a, d a, ee gf, 2017	4	80
I de e de d,ec ,	W g K a H e , A be,	A a ge e, a ee gf, 2016, f, AS a, e de, 'ca ee g f, 2017, f, HS a, e de, 'ca ee gf, 2017	3	60

De a ,e a eda e ab, e ge e, a ee g a e bee e e, e e a a ce e b ed e eb e f e S e e S c. E c a ge, C f eb e ( .c f.c .c), e eb e f e H g K g S c. E c a ge ( .e e .) a d e C a ' eb e.

C , a e G e, a ce C de A.6.7, e, e a de e de -e ed e d,ec , a d e, - e ed e d,ec , d a a e d ge e, a ee g a d de e a ba a ced de, a d g f e, e f a e de . D, g e Re , g Pe, d, e C a ed 5 ge e, a ee g . De e, e b a a affa, d, g e a e e, d, a d,ec , e, e abe a e d e, ge e, a ee g . F, D,ec , ' a e da ce, ea e, efe, e abe ab, e.

C de, L E.1.2 f eC, aeG, e a ceC de, e a T eC a, a f eB a, d da e d  
ea a ge e a ee g. He da l e e c a, e f e a d, e e a, a a da  
e, c ee (a a, ae) a e d. T e, ee de e de -e e c l e D, e c, f eC a a  
a e ded e ge e a ee g c l e e d d, g e R e, g P e, d. T e -e e c l e D, e c, Wa g H g,  
( eC a, a f e B a, d), Wa g a g (V ce- c a, a f e B a, d) a d Wa g Z a ( eC a, a f e  
R. Ma age e C ee f e B a, d, e g ed 7 A g 2017) fa ed a e d e af, e ad ge e a



7. **A** **A**

T e C a a c a g e d a d e a f l e e a . F , f , a , e a g e e  
e e a e c e e d b e a d , f , e , e l c e e C a d , g e R e , g P e d , e a e  
e f e , I X . E g a g e e a d D e g a g e e f F , f A c c a f C a e , V I I I S g f c a E e  
R e .

8. **A** **A**

T e C a S e c e a , M . , a b e , e b e f , f a c a g e B a d , c e d , e f e C a  
a d e c c a a g D , e c , b e e e D , e c , a d e S a e d e , a d a g e  
a a g e e . T e , e f M . e l . B e f B g a f e D , e c , S e , a d S e ,  
M a a g e e f e C a f C a e , X I f , a D , e c , S e , S e , M a a g e e a d  
E e e f R e . I 2017 , M . e c e , e d , a g f e a 15 a d a c e f e a  
a d . e d g e .

9. **A**

F , e b e f S a e d e , a d a , e f a e f e C a a a e e d f 2017 , e a e , e f e , 1 .  
N b e f S a e d e , a d S a e d g f e C a f I I I . S a e d e , a d D e F a c C , e d e ,  
C a e , I X C a g e S a e C a a a d l f , a S a e d e , f R e .

10. A A A A

(1)

I 2017, eC a e ab edac ,e e le, a age e a d e a c , e c  
c a ce e e e fC a Sed, e Re a , C , e CSRC S e e B, ea a d  
e H g K g S c. Ec a ge. Acc, d g e C e a B e c a, f, E e, e l e a C , a d  
g da ce ed b f e e a d de a, e fC a, e e e f e C, ae G le a ce  
C de a d e C, ae G le a ce Re, de, e H g K g L g R e a d b, efe, g d g  
d e c a COSO C, ae R. Ma age e Q e a F a e, a d ISO31000 R. Ma age e  
P, c e a d d e e, eC a a de g ed, e e ed a d ed e, a age e  
a d e a c, e. T e c f f e a, a e, a age e a eg, g  
e f, a age e, ed, e f, a age e, f, a e f, a age e  
a d, a age e d, e. T e, de e de ce a d e g a g eac a, a, e e effec, e e f  
e, a age e a d e a c, e. Fea, ed b d c d, f e, a d e b e,

(2)

TeC a ace , a ce de fca a da e e f a , , cee f, a , e  
 a d , e e e e a , , e . Teef, e, eC a e ab eda, de fca  
 , ced, e ba ed b , ca e e e ce ad ce fcf, eca . Te , ced, e, e a e ead  
 ffce a d e be, f eC a a c ec, a , e e cd, ed ac, e e be,  
 a a a e dca d, e a ba a d de f e, a eC a a c f, b c d c g  
 e ea c a d f, eca e a, e a dec cc d , de, ad a d dae e, da aba e  
 a d , g c, e f eC a a d , e, da aba e f e e be, f eC a ,  
 f, a ga l, e a , da aba e f e G . Te G e ab ed ec a f, e dca d  
 e a a g f e, ce f, e, da aba e a e a c ca a d, a g ea ,  
 de fca ea, e a de e e ce a g a c , ef g e, de fca , ced, e f e  
 C a .

TeC a e a e e a , f eC a a a a e dca . T ca,  
 e, a e e ced, e, a age e da a, a e e a, e acc, d g  
 e, da aba e ad, e a a c e a f eC a a d d, e e a age e f e  
 C a a d e e be, f eC a f a a a a da g , de, de e e a e f e  
 a d f, aea a , e e ce. Te e a age e f eC a d d g e CEO ca, e  
 e e a d c ca a de e e e e ce. Te, a age e ea c d c  
 e ea c a d e e e f e, e c f, ed, e e ce, de, de e e ea ,  
 e ce a d f e, a d, e a e a a a a e e e . Tee , be b ed  
 e B a d f, a l a .

TeC a e ab ed ac , e e e e e ced, e f, a , . F, de fed a , e  
 e be b e de a e a f, aea, e e a a d e e e a a a l ed  
 b e B a da d e a age e . Te, a age e ea a be, be f, g e e ed  
 f e, e e a a d e, e e ed e a age e e, dca . I add , eC a  
 e ab ed a, g a d a g e . F, de fed a , e e be, de a e  
 a ace, e e a g dca a d, ac, d e g dca f, a ,  
 e, dca . Te ab, a dca a d, ed a be, e ed e a age e a d e  
 a age e a de e ac, e e eb e e be, de a e .

I 2017, acc, da ce e a age e e e e f e B a d, e ga d g a g , c a  
 , a e e e de, e G , ac, e de f a , fac a de ab e e a c  
 ea, e . Te e a c e a ac, e age, a e f l e 95% e e e de, e G .

(3)

T e C a a ca ed e e e effec e e f a age e a d e a c e .T e

**A**

KEY AUDIT MATTERS (Continued)

Key Audit Matters	How our audit addressed the Key Audit Matter
<p>1. Impairment of long-term receivables</p> <p>Refer to Note II.10 Accounts receivable, Note II.34 (1) Other receivables, Note IV.9 Other receivables and Note IV.12 Long-term receivables for details.</p> <p>As at 31 December 2017, the carrying amount of accounts receivable, other receivables (including related party receivables) was RMB16,807,361,000. In 2017, the carrying amount of accounts receivable (including related party receivables) was RMB123,659,000.</p> <p>The management has assessed the impairment of accounts receivable, other receivables and long-term receivables based on the expected credit loss model. The management has assessed the impairment of accounts receivable, other receivables and long-term receivables based on the expected credit loss model.</p> <p>The expected credit loss model is based on the management's assessment of the credit risk of accounts receivable, other receivables and long-term receivables. The management has assessed the impairment of accounts receivable, other receivables and long-term receivables based on the expected credit loss model.</p> <p>Under the expected credit loss model, the management has assessed the impairment of accounts receivable, other receivables and long-term receivables based on the expected credit loss model.</p> <p>We performed the following procedures to address this key audit matter:</p> <p>• We assessed the management's assessment of the credit risk of accounts receivable, other receivables and long-term receivables.</p> <p>• We tested the management's assessment of the credit risk of accounts receivable, other receivables and long-term receivables.</p> <p>• We tested the management's assessment of the credit risk of accounts receivable, other receivables and long-term receivables.</p>	<p>We performed the following procedures to address this key audit matter:</p> <p>• We assessed the management's assessment of the credit risk of accounts receivable, other receivables and long-term receivables.</p> <p>• We tested the management's assessment of the credit risk of accounts receivable, other receivables and long-term receivables.</p> <p>• We tested the management's assessment of the credit risk of accounts receivable, other receivables and long-term receivables.</p>

KEY AUDIT MATTERS (Continued)

Key Audit Matters	How our audit addressed the Key Audit Matter
<p>2. Impairment of goodwill allocated to the offshore engineering asset group, the heavy truck asset group and Energy, Chemicals and Liquid Food Equipment asset group</p> <p>Refer to Note II.20 Accounting policy on impairment of goodwill, Note II.34 (2) Company accounting estimates and disclosures on impairment of goodwill and Note IV.19 Goodwill impairment.</p> <p>As at 31 December 2017, the carrying amount of goodwill was RMB2,112,445,000, and the carrying amount of goodwill was RMB229,460,000, RMB38,815,000, RMB1,036,235,000, respectively. In 2017, the carrying amount of goodwill was RMB38,000,000 and the carrying amount of goodwill was RMB38,000,000, respectively. In 2017, the carrying amount of goodwill was RMB38,000,000 and the carrying amount of goodwill was RMB38,000,000, respectively.</p> <p>In 2017, the carrying amount of goodwill was RMB38,000,000 and the carrying amount of goodwill was RMB38,000,000, respectively. In 2017, the carrying amount of goodwill was RMB38,000,000 and the carrying amount of goodwill was RMB38,000,000, respectively.</p> <p>We performed the following procedures:</p> <p>1. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>2. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>3. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>4. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>5. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p>	<p>We performed the following procedures:</p> <p>1. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>2. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>3. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>4. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>5. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>6. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>7. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>8. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>9. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p> <p>10. We obtained the management's calculation of the carrying amount of goodwill and the impairment test results, and checked the calculation process and the supporting documents.</p>

**KEY AUDIT MATTERS (Continued)**

Key Audit Matters	How our audit addressed the Key Audit Matter
<p>3. Impairment of fixed assets</p> <p>Refer to Note II.20 Accounting Policy and Note II.34 (2) Company Accounting Policy and Note IV.15 Financial Statement.</p> <p>As at 31 December 2017, the carrying amount of the property, plant and equipment was RMB22,941,021,000. In 2017, the carrying amount of the property, plant and equipment was RMB20,252,000.</p> <p>The management has assessed the impairment of property, plant and equipment at the end of each reporting period. The impairment test is performed by comparing the carrying amount of the property, plant and equipment with its recoverable amount. The recoverable amount is the maximum of the fair value less costs of disposal and the value in use.</p> <p>In 2017, the management has assessed the impairment of property, plant and equipment. The management has assessed the impairment of property, plant and equipment at the end of each reporting period. The impairment test is performed by comparing the carrying amount of the property, plant and equipment with its recoverable amount. The recoverable amount is the maximum of the fair value less costs of disposal and the value in use.</p> <p>We performed the following procedures to address this matter:</p>	<p>We performed the following procedures to address this matter:</p> <p>We checked the calculation of the carrying amount of the property, plant and equipment. We checked the calculation of the impairment loss. We checked the calculation of the recoverable amount. We checked the calculation of the fair value less costs of disposal. We checked the calculation of the value in use.</p> <p>We performed the following procedures to address this matter:</p> <p>We checked the calculation of the carrying amount of the property, plant and equipment. We checked the calculation of the impairment loss. We checked the calculation of the recoverable amount. We checked the calculation of the fair value less costs of disposal. We checked the calculation of the value in use.</p> <p>We performed the following procedures to address this matter:</p> <p>We checked the calculation of the carrying amount of the property, plant and equipment. We checked the calculation of the impairment loss. We checked the calculation of the recoverable amount. We checked the calculation of the fair value less costs of disposal. We checked the calculation of the value in use.</p>

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### KEY AUDIT MATTERS (Continued)

Key Audit Matter	How it was addressed	Key Audit Matter
5. Purchase price allocation for acquisition of SOE		
<p>Refer to Note 5.5 Accounting for the acquisition of SOE, Note 1.1 Business combination and the related disclosures.</p> <p>On 4 August 2017, the Company acquired 100% of the equity of Haidig (Shanghai) Ltd. (EIHL) for a total consideration of RMB799,800,000. The acquisition of EIHL is accounted for as a business combination under common control.</p> <p>According to the relevant provisions of the Company's articles of association, the Company shall acquire the equity of EIHL for a total consideration of RMB799,800,000. The acquisition of EIHL is accounted for as a business combination under common control.</p>		

## OTHER INFORMATION

Management of CIMC is responsible for the financial statements. The financial statements for the period ended 2017 are prepared by CIMC in accordance with the applicable accounting standards.

The financial statements are prepared on the basis of the information provided by the management and the Board of Directors.

In case of any doubt regarding the financial statements, the Board of Directors is responsible for the audit, the audit report and the financial statements. The Board of Directors is also responsible for the preparation and the presentation of the financial statements. If, based on the information provided, the Board of Directors is unable to provide an opinion on the financial statements, it will issue a qualified opinion. We are responsible for the audit.

## RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

Management of CIMC is responsible for the preparation and the presentation of the financial statements in accordance with the CAS, and for the accuracy and the reliability of the information provided. The Board of Directors is responsible for the audit of the financial statements.

In the event of any doubt regarding the financial statements, the Board of Directors is responsible for the audit of CIMC's accounts. The Board of Directors is also responsible for the preparation and the presentation of the financial statements. If, based on the information provided, the Board of Directors is unable to provide an opinion on the financial statements, it will issue a qualified opinion. We are responsible for the audit.

The Board of Directors is responsible for the preparation and the presentation of the financial statements of CIMC for the period ended 2017.

## AUDITOR'S RESPONSIBILITIES FOR THE AUDIT

P.C.Z.S. e Z (2018) N.10078  
(Page 9 of 9)

### AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS (Continued)

We are required to give assurance on the accuracy of the financial statements. We are required to give assurance on the accuracy of the financial statements. We are required to give assurance on the accuracy of the financial statements.

For the purpose of the audit, we are required to give assurance on the accuracy of the financial statements. We are required to give assurance on the accuracy of the financial statements. We are required to give assurance on the accuracy of the financial statements.

PricewaterhouseCoopers LLP

Chartered Accountants

Z. We are  
(E. Page 9 of 9)

S. A. G. A. e. Pe. e. Re. b. c. f. C. a  
27. Mar. 2018

Chartered Accountants

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## Financial Statements Prepared in Accordance with CASBE

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## CONSOLIDATED BALANCE SHEET

N e	31 December 2017	31 Decem be 2016	
<b>ASSETS</b>			
Current assets:			
Ca a ba : a d a d	IV.1	5,596,314	6,325,998
F a c a a e a fa, L a t e i g i f i	IV.2	194,880	141,160
N e i e c a a b e	IV.3	1,376,864	1,536,191
Acc i e c a a b e	IV.4	16,396,726	11,526,075
A d a c e e	IV.6	2,147,721	2,165,982
I e e i e c a a b e		19,092	9,250
D e d e c a a b e		4,408	41,959
O e i e c a a b e	IV.5	8,259,736	9,347,887
I l e e	IV.7	19,258,327	17,409,515
A e e d f i a e	IV.8	235,309	203,847
O e i e i f - d i e a e	IV.9	4,314,250	3,941,689
O e i d i e a e	IV.10	1,198,296	702,478
<b>Total current assets</b>		<b>59,001,923</b>	<b>53,352,031</b>
Non-current assets:			
F a c a a e a fa, L a t e i g i f i	IV.2	318,534	325,187
A a a b e - f i - a e f a c a a e	IV.11	441,581	442,726
L g - e i e c a a b e	IV.12	12,880,540	13,220,242
L g - e i e e l e e	IV.13	2,398,495	2,162,217
I l e e e i e e	IV.14	1,679,189	1,752,608
F e d a e	IV.15	22,941,021	22,037,261
C i c i g e	IV.16	22,194,585	22,769,189
D a f f e d a e	IV.17	147,661	130,050
I a g b e a e	IV.18	4,711,244	4,654,757
D e e e c	IV.18	67,399	49,990
G d	IV.19	2,112,445	2,127,893
L g - e i e a d e e e	IV.20	205,239	246,574
D e f e r e d a a e	IV.21	1,416,637	1,257,670
O e i d i e a e	IV.22	87,886	86,353
<b>Total non-current assets</b>		<b>71,602,456</b>	<b>71,262,717</b>
<b>TOTAL ASSETS</b>		<b>130,604,379</b>	<b>124,614,748</b>

**A**

(Amount in RMB'000)  
(Except for Reference to otherwise indicated)



As at 31 December, 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English text has prevailed in case of discrepancy)

## BALANCE SHEET

Note	31 December 2017	31 December 2016
<b>ASSETS</b>		
<b>Current assets:</b>		
Cash and bank balances	XVI.1 1,366,876	2,660,222
Due from related parties	XVI.2 4,918,369	4,755,818
Other receivables	XVI.3 13,197,142	13,131,416
Other financial assets	5,771	9,272
<b>Total current assets</b>	<b>19,488,158</b>	<b>20,556,728</b>
<b>Non-current assets:</b>		
Available-for-sale financial assets	XVI.4 388,905	388,905
Long-term equity investments	XVI.5 9,583,886	9,375,276
Fixed assets	XVI.6 143,131	102,372
Contract rights	56,326	844
Deferred tax assets	1,117	
Intangible assets	14,207	14,466
Long-term prepayments	29,627	40,730
Deferred tax liabilities	XVI.15 73,140	52,280
<b>Total non-current assets</b>	<b>10,290,339</b>	

Appendix A

(All amounts in RMB'000 unless otherwise specified)  
 (Except as otherwise specified, Reference to 'Company')  
 As at 31 December 2017

Name	31 December 2017	31 December 2016
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current liabilities:</b>		
Shareholders' loans	350,000	2,710,000
1,266,712,708,660 (AND S Tda a c g :)/T/T1 a fa, u a e i g i f i 10 Td(XVI.7)/T181 Tf7.864 0 Td9.81.7ot gs/Ac.3430,00		

## Financial Statements Prepared in Accordance with CASBE

For the period ended 31 December, 2017

(All amounts in RMB'000 unless otherwise stated)

(Except for the reference to otherwise)

# CONSOLIDATED INCOME STATEMENT

Item	Net	2017	2016
I. Revenue	IV.50	76,299,930	51,111,652
Less: Cost of sales	IV.50	62,292,715	41,482,017
Transportation charges	IV.51	516,723	503,099
Selling expenses	IV.52	2,926,718	2,156,980
General administrative expenses	IV.53	5,482,054	4,208,598
Financial expenses	IV.54	1,446,321	719,109
Assets impairment loss	IV.60	671,341	2,089,634
Add: Profit from disposal of assets	IV.56	111,316	613,913
Income tax	IV.57	510,351	234,410
Losses from disposal of assets		30,675	87,266
Gain from disposal of assets	IV.58	113,334	402,346
Other income	IV.59	472,626	
II. Operating profit		4,171,685	1,202,884
Add: Non-operating income	IV.61	622,421	761,241
Less: Non-operating expenses	IV.62	384,865	262,074
III. Total profit		4,409,241	1,702,051
Less: Income tax	IV.63	1,250,826	967,068
IV. Net profit		3,158,415	734,983
Classified by business continuity			
Net profit from continuing operations		3,158,415	734,983
Net profit from discontinued operations		-	-
Classified by ownership			
Owner's share		2,509,242	539,660
Non-owner's share		649,173	195,323
V. Other comprehensive income, net of tax	IV.47		

## Financial Statements Prepared in Accordance with CASBE

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English text prevails over Chinese text)

## INCOME STATEMENT

Item	Note	2017	2016
I. Revenue	XVI.19	331,166	156,526
Less: Cost of sales	XVI.19	1,452	24,006
Transportation charges		1	3,373
General administrative expenses		385,532	(285,476)
Finance expenses	XVI.20	690,060	(353,608)
Add: Profit from disposal of assets	XVI.21	2,747	10,895
Income tax	XVI.22	959,649	1,259,065
Government subsidies		30	116
Others		33,855	
II. Operating profit		250,402	2,038,307
Add: Non-operating income	XVI.23	7,408	33,057
Less: Non-operating expenses	XVI.24	199,564	79,573
III. Total profit		58,246	1,991,791
Less: Income tax (expense)	XVI.25	(20,860)	164,168
IV. Net profit		79,106	1,827,623
Classified by business continuity			
Continuing operations		79,106	1,827,623
Discontinued operations		-	-
V. Other comprehensive income, net of tax	XVI.17	-	-
VI. Total comprehensive income		79,106	1,827,623

The accompanying notes are an integral part of these financial statements.

Legal representative:  
 Director: Ma Baogang

Chief financial officer:  
 Accounting officer: Zhang Ha

Head of accounting department:  
 Zhang Ha

For the year ended 31 December, 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English text has priority over Chinese text)

## CONSOLIDATED CASH FLOW STATEMENT

Item	Net	2017	2016
<b>I. Cash flows from operating activities</b>			
Cash received from sale of goods, services and other operating activities		76,044,774	49,660,627
Receivables and other receivables		2,743,233	1,996,152
Cash received from disposal of subsidiaries	IV.65(1)	1,691,926	475,604
<b>Sub-total of cash inflows</b>		<b>80,479,933</b>	<b>52,132,383</b>
Cash paid for purchase of goods and services		61,590,642	37,875,868
Cash paid for acquisition of subsidiaries		6,210,535	6,052,008
Payments for acquisition of subsidiaries		2,585,689	1,292,403
Cash paid for disposal of subsidiaries	IV.65(2)	5,817,688	4,570,485
<b>Sub-total of cash outflows</b>		<b>76,204,554</b>	<b>49,790,764</b>
<b>Net cash inflows from operating activities</b>	IV.66(1)	<b>4,275,379</b>	<b>2,341,619</b>
<b>II. Cash flows from investing activities</b>			
Cash received from disposal of subsidiaries		9,728,843	227,461
Cash received from disposal of subsidiaries		58,824	224,760
Net cash received from disposal of subsidiaries, acquisition of subsidiaries and other subsidiaries		986,733	904,597
Net cash received from disposal of subsidiaries	IV.66(3)	475,629	206,421
Cash received from disposal of subsidiaries	IV.65(3)	189,452	446,920
<b>Sub-total of cash inflows</b>		<b>11,439,481</b>	<b>2,010,159</b>
Cash paid for acquisition of subsidiaries and other subsidiaries		1,707,232	7,239,592
Cash paid for acquisition of subsidiaries		10,748,209	886,860
Net cash paid for acquisition of subsidiaries	IV.66(2)	564,145	738,362
<b>Sub-total of cash outflows</b>		<b>13,019,586</b>	<b>8,864,814</b>
<b>Net cash outflows from investing activities</b>		<b>(1,580,105)</b>	<b>(6,854,655)</b>

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English text prevails over Chinese text)

Item	Net	2017	2016
III. Cash flows from financing activities			
Cash received from issuing debt		2,803,150	1,768,906
Less: Cash received from issuing debt		2,771,957	1,760,575
Cash received from issuing equity		59,930,549	54,548,656
Cash received from disposal of subsidiaries		-	7,986,500
Cash received from other financing activities	IV.65(4)	16,474	3,755
Sub-total of cash inflows		62,750,173	64,307,817
Cash paid for acquisition of subsidiaries		62,807,109	52,820,203
Cash paid for acquisition of subsidiaries		2,866,790	3,228,079
Less: Cash paid for acquisition of subsidiaries		396,376	161,253
Cash paid for other financing activities	IV.65(5)	613,427	748,489
Sub-total of cash outflows		66,287,326	56,796,771
Net cash (outflows)/inflows from financing activities		(3,537,153)	7,511,046
IV. Effect of foreign exchange rate changes on cash and cash equivalents		(53,931)	81,534
V. Net (decrease)/increase in cash and cash equivalents	IV.66(1)	(895,810)	3,079,544
Add: Cash and cash equivalents at the beginning of the year		6,338,667	3,259,123
VI. Cash and cash equivalents at the end of the year	IV.66(4)	5,442,857	6,338,667

The data is derived from the consolidated financial statements of the Company and its subsidiaries.

For the year ended 31 December, 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (English text prevails over Chinese text)

## CASH FLOW STATEMENT

Item	Net	2017	2016
<b>I. Cash flows from operating activities</b>			
Cash received from sale of goods and services		274,870	156,526
Cash received from sale of fixed assets		2,036,017	257,702
Sub-total of cash inflows		2,310,887	414,228
Cash paid for purchase of goods		-	39,842
Cash paid for purchase of fixed assets		120,634	219,452
Payment for acquisition of intangible assets		2,787	16,698
Cash paid for sale of fixed assets		658,489	4,933,042
Sub-total of cash outflows		781,910	5,209,034
Net cash inflows/(outflows) from operating activities	XVI.26	1,528,977	(4,794,806)
<b>II. Cash flows from investing activities</b>			
Cash received from disposal of fixed assets		9,500,000	
Cash received from disposal of intangible assets		511,092	245,460
Net cash received from disposal of financial assets		74	3,037
Net cash received from disposal of investments		50	8,944
Sub-total of cash inflows		10,011,216	257,441
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets		110,485	41,191
Cash paid for acquisition of investments		9,500,000	
Net cash paid for acquisition of investments		81,616	77,991
Cash paid for disposal of fixed assets		58,000	
Sub-total of cash outflows		9,750,101	119,182
Net cash inflows from investing activities		261,115	138,259
<b>III. Cash flows from financing activities</b>			
Cash received from issue of shares		31,193	8,331
Cash received from bank borrowings		9,970,000	8,176,000
Cash received from disposal of investments		-	7,986,500
Sub-total of cash inflows		10,001,193	16,170,831
Cash received from disposal of investments		12,334,000	9,319,881
Cash received from disposal of investments		806,492	1,126,037
Cash received from sale of fixed assets		30,960	6,189
Sub-total of cash outflows		13,171,452	10,452,107
Net cash (outflows)/inflows from financing activities		(3,170,259)	5,718,724
<b>IV. Effect of foreign exchange rate changes on cash and cash equivalents</b>		427	428
<b>V. Net (decrease)/increase in cash and cash equivalents</b>	XVI.26	(1,379,740)	1,062,605
Add: Cash and cash equivalents at the beginning of the year		1,715,470	652,865
<b>VI. Cash and cash equivalents at the end of the year</b>	XVI.26	335,730	1,715,470

The accompanying notes are an integral part of these financial statements.

# CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the period ended 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (See Table 13 for Reference)

Note	2017						2016												
	Share capital	Other equity instruments	Capital surplus	Comprehensive income	Other income	Surplus reserve	Undistributed profits	Minority interest	Total shareholders' equity	Share capital	Other equity instruments	Capital surplus	Comprehensive income	Other income	Surplus reserve	Undistributed profits	Minority interest	Total shareholders' equity	

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise indicated)  
 (English text prevails over Chinese text)

# STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	2017					2016							
	Share capital instruments	Other Equity instruments	Capital surplus	Other comprehensive income	Surplus reserve	Undistributed profits	Total shareholders' equity	Share capital	Other equity	Capital surplus	Other comprehensive income	Undistributed profits	Total shareholders' equity
I. Balance at 31 December 2016	2,978,577	2,049,035	3,287,149	43,754	3,279,379	2,380,348	14,018,242	2,977,820	2,033,043	3,279,575	43,754	3,203,578	14,403,140
II. Movements for the year	-	87,808	-	-	-	(8,702)	79,106	119,792	-	-	-	-	1,827,623
(I) Total comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-
1. Net income	-	-	-	-	-	-	-	-	-	-	-	-	-
2. Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-
Sub-total of I & 2	-	87,808	-	-	-	(8,702)	79,106	119,792	-	-	-	-	1,827,623
(II) Capital contribution and withdrawal by owners	-	-	-	-	-	-	-	-	-	-	-	-	-
1. Increase/decrease in share-based payments	-	-	-	-	-	-	-	-	-	-	-	-	-
2. Increase/decrease in share-based payments	4,312	-	43,746	-	-	-	48,058	757	-	7,574	-	-	8,331
(III) Profit distribution	-	-	-	-	2,156	(2,156)	-	-	-	-	-	75,801	(75,801)
1. Dividend	-	-	-	-	-	(179,837)	(179,837)	-	-	-	-	(654,822)	(654,822)
3. Share repurchase	-	(103,800)	-	-	-	-	(103,800)	(103,800)	-	-	-	-	(103,800)
III. Balance at 31 December 2017	2,982,889	2,033,043	3,330,895	43,754	3,281,535	2,189,653	13,861,769	2,978,577	2,049,035	3,281,149	43,754	3,279,379	14,018,242

Table prepared in accordance with the accounting standards for financial instruments issued by the Ministry of Finance of the PRC.

Legal representative: [Signature]      Treasurer: [Signature]

Ma B a g      Ze g Ha

Financial year ended 31 December 2017  
(Amount in RMB'000 unless otherwise stated)  
(English text prevails in case of discrepancy)

# NOTES TO THE FINANCIAL STATEMENTS

## I. GENERAL INFORMATION

China Aamerica Energy (Group) Co., Ltd. (the Company), formerly China Aamerica Energy Co., Ltd., a state-owned enterprise established in the USA under the name of America Energy Co., Ltd. (the predecessor company) in December, 1992, was listed on the Shanghai Stock Exchange [1992] 1736 established General Office of Petroleum Geological Survey and Seismicity Research Institute (2017) 261 established Securities Exchange of Petroleum and Petrochemicals, the Company was established in the form of a public company in the People's Republic of China in 2007. On 31 December, 1993 and 17 January, 1994, respectively, the Company was established as a limited liability company in the USA and the People's Republic of China (ASAE) and the Company (BSAE), respectively, as a public company in the USA and the People's Republic of China. The Company's registered office is located at No. 22, Zhongyuan Road, Zhongyuan Road, Beijing, 100004, PRC. The Company's headquarters are located at No. 8, Fuyuan Road, CIMC R&D Center, 2 Gaogang Avenue, Seaside, Nantong, Jiangsu, PRC.

On 19 December, 2012, the Company's predecessor (BSAE) was incorporated in the USA as a public company under the name of America Energy Co., Ltd. The Company's headquarters are located at No. 8, Fuyuan Road, CIMC R&D Center, 2 Gaogang Avenue, Seaside, Nantong, Jiangsu, PRC.

The Company's principal activities are (1) providing services (including engineering, construction, etc.) and manufacturing of gas turbine engines, gas turbine engine components, gas turbine engine accessories, etc.; (2) providing services (including engineering, construction, etc.) and manufacturing of gas turbine engines, gas turbine engine components, gas turbine engine accessories, etc.; (3) providing services (including engineering, construction, etc.) and manufacturing of gas turbine engines, gas turbine engine components, gas turbine engine accessories, etc.; (4) providing services (including engineering, construction, etc.) and manufacturing of gas turbine engines, gas turbine engine components, gas turbine engine accessories, etc.; (5) providing services (including engineering, construction, etc.) and manufacturing of gas turbine engines, gas turbine engine components, gas turbine engine accessories, etc.; (6) providing services (including engineering, construction, etc.) and manufacturing of gas turbine engines, gas turbine engine components, gas turbine engine accessories, etc.; (7) providing services (including engineering, construction, etc.) and manufacturing of gas turbine engines, gas turbine engine components, gas turbine engine accessories, etc.; (8) providing services (including engineering, construction, etc.) and manufacturing of gas turbine engines, gas turbine engine components, gas turbine engine accessories, etc.; (9) providing services (including engineering, construction, etc.) and manufacturing of gas turbine engines, gas turbine engine components, gas turbine engine accessories, etc.; (10) providing services (including engineering, construction, etc.) and manufacturing of gas turbine engines, gas turbine engine components, gas turbine engine accessories, etc.

CIMC Energy Holdings Limited, established in the USA, is the parent company of the Company.

For the year ended 31 December 2017  
(All amounts in RMB'000 unless otherwise stated)  
(Except for the reference to the Company's financial statements)

### I. GENERAL INFORMATION (CONTINUED)

The Company is a public company listed on the Shanghai Stock Exchange. The Company's registered office is located at No. 1111, Zhongyuan Road, Pudong District, Shanghai, P.R. China. The Company's principal place of business is located at No. 1111, Zhongyuan Road, Pudong District, Shanghai, P.R. China.

The Company's fiscal year is from January 1 to December 31 of each year. The Company's financial statements are prepared in accordance with the accounting standards and practices generally accepted in the People's Republic of China.

### II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

The Company's accounting policies and estimates are consistent with those of the Company's subsidiaries and are based on the accounting standards and practices generally accepted in the People's Republic of China.

**A**

Financial statements as at 31 December 2017  
(Amounts in RMB'000 unless otherwise stated)  
(English translation of Chinese Reference Copy)

II.

For the year ended 31 December, 2017  
(Amount in RMB'000 unless otherwise stated)  
(English text prevails over Chinese text)

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 6. Preparation of consolidated financial statements

The consolidated financial statements are prepared on the basis of the accounting policies and estimates adopted by the Group. The Group uses the accrual basis of accounting. The consolidated financial statements are prepared in accordance with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB").

Where a transaction or event is not clearly defined by IFRS, the Group applies the principles and concepts of IFRS to the facts and circumstances of the transaction or event. The Group also applies its own accounting policies and estimates in the absence of specific guidance in IFRS. The Group's accounting policies and estimates are consistent with those of the individual entities included in the consolidation.

Where a transaction or event is not clearly defined by IFRS, the Group applies the principles and concepts of IFRS to the facts and circumstances of the transaction or event. The Group also applies its own accounting policies and estimates in the absence of specific guidance in IFRS.

For the purpose of consolidation, the Group uses the cost of acquisition method to measure the fair value of the identifiable intangible assets acquired in a business combination. The Group also uses the cost of acquisition method to measure the fair value of the identifiable intangible assets acquired in a business combination.

Where the Group acquires an entity, the Group uses the cost of acquisition method to measure the fair value of the identifiable intangible assets acquired in a business combination. The Group also uses the cost of acquisition method to measure the fair value of the identifiable intangible assets acquired in a business combination.

Where the Group acquires an entity, the Group uses the cost of acquisition method to measure the fair value of the identifiable intangible assets acquired in a business combination. The Group also uses the cost of acquisition method to measure the fair value of the identifiable intangible assets acquired in a business combination.

Where the Group acquires an entity, the Group uses the cost of acquisition method to measure the fair value of the identifiable intangible assets acquired in a business combination. The Group also uses the cost of acquisition method to measure the fair value of the identifiable intangible assets acquired in a business combination.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 6. Preparation of consolidated financial statements (Continued)

We use accrual basis of accounting. All assets and liabilities are recorded at historical cost. The cost of an asset is the fair value of the consideration given in exchange for the asset. The cost of an asset includes all costs directly attributable to the acquisition of the asset, and it excludes taxes levied on the acquisition of the asset. The cost of an asset is reduced by any accumulated depreciation and impairment losses.

Assets and liabilities are measured at historical cost. The cost of an asset is the fair value of the consideration given in exchange for the asset. The cost of an asset includes all costs directly attributable to the acquisition of the asset, and it excludes taxes levied on the acquisition of the asset. The cost of an asset is reduced by any accumulated depreciation and impairment losses. Intangible assets are measured at cost less accumulated amortization and impairment losses. Intangible assets are identifiable non-monetary assets without physical substance. Intangible assets are recognized if they are identifiable and the cost can be measured reliably. Intangible assets are amortized over their useful lives. Intangible assets are tested for impairment at the end of each reporting period. Intangible assets are measured at the lower of carrying amount and fair value less costs to sell.

The difference between the carrying amount of an asset and its fair value less costs to sell is recognized as a gain or loss in profit or loss.

### 7. Cash and cash equivalents

Cash and cash equivalents are defined as assets that are readily convertible into known amounts of cash, are subject to an insignificant risk of changes in value, and are held primarily for the purpose of meeting short-term cash commitments.

### 8. Foreign currency transactions and translation of financial statements denominated in foreign currency

We use the Renminbi as the functional currency. Transactions in foreign currencies are recorded at the exchange rate prevailing at the date of the transaction. At the end of each reporting period, foreign currency monetary items are translated into Renminbi at the closing rate. Foreign currency non-monetary items are translated into Renminbi at the historical rate. Foreign currency income and expense items are translated into Renminbi at the average rate.

Assets and liabilities denominated in foreign currencies are translated into Renminbi at the closing rate. Income and expense items denominated in foreign currencies are translated into Renminbi at the average rate. The exchange differences arising from the translation of foreign currency items are recognized in profit or loss.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (C)

Accounting Policies

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II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

9. Financial instruments (Continued)

(1) Financial Assets (Continued)

(a) Classification of financial assets (Continued)

b. Receivables

Receivables are initially measured at fair value less expected credit losses and are subsequently measured at amortized cost less expected credit losses.

c. Available-for-sale financial assets

Available-for-sale financial assets are measured at fair value less expected credit losses. Changes in fair value are recognized in other comprehensive income, except for impairment losses and foreign exchange gains and losses, which are recognized in profit or loss. Interest income is recognized in profit or loss. Dividends are recognized in profit or loss when the company receives cash dividends. Upon disposal, the cumulative gain or loss is recognized in profit or loss.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 9. Financial instruments (Continued)

#### (1) Financial Assets (Continued)

##### (c) Impairment of financial assets

The Group assesses the carrying amount of financial assets at each reporting date to determine whether there is any objective evidence of impairment. If there is objective evidence of impairment, the Group determines the amount of impairment loss.

Objective evidence of impairment includes the following: (i) the issuer of the financial asset has become a debtor in liquidation; (ii) the issuer of the financial asset has become a debtor in liquidation; (iii) the issuer of the financial asset has become a debtor in liquidation; (iv) the issuer of the financial asset has become a debtor in liquidation.

The Group uses the following criteria to determine whether there is objective evidence of impairment: (i) the issuer of the financial asset has become a debtor in liquidation; (ii) the issuer of the financial asset has become a debtor in liquidation; (iii) the issuer of the financial asset has become a debtor in liquidation; (iv) the issuer of the financial asset has become a debtor in liquidation.

**A**

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II.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 9. Financial instruments (Continued)

#### (3) Determination of fair value

The fair value of financial assets and liabilities is determined based on the following methods: (1) For financial assets and liabilities that are traded in an active market, the fair value is determined based on the quoted market price in an active market; (2) For financial assets and liabilities that are not traded in an active market, the fair value is determined based on the valuation techniques that are most appropriate in the circumstances; (3) For financial assets and liabilities that are measured at fair value, the fair value is determined based on the valuation techniques that are most appropriate in the circumstances.

**A**

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(English translation of Chinese Reference Copy)

II.

Financial year ended 31 December, 2017  
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 (English translation of Reference Only)

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 10. Receivables (Continued)

#### (3) Receivables that are assessed for impairment on a collective group basis

Financial receivables are assessed for impairment on a collective basis (1) and (2), respectively, as follows:

December 31, 2017

Accounted for under the 18.89% discount rate (55.9%)

Accounted for under the 8.0% discount rate

Accounted for under the 1.0% discount rate

Accounted for under the 0.5% discount rate

Accounted for under the 0.2% discount rate

Accounted for under the 0.1% discount rate

Accounted for under the 0.05% discount rate

Group 1

Chapter

Group 2

Radical change

Group 3

Employee compensation and benefits

Group 4

Arrears

Group 5

Logistics

Group 6

Others

Group 7

Financial

Balance sheet

Balance sheet

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 10. Receivables (Continued)

#### (3) Receivables that are assessed for impairment on a collective group basis (Continued)

Management has assessed the collectability of receivables based on the ageing of receivables (based on age group, as explained below).

Contract receivables	Provisional	debtors based on age group	(Quarterly)
Radical receivables	Provisional	debtors based on age group	(Quarterly)
Engineering contracts	Provisional	debtors based on age group	(Quarterly)
Other receivables	Provisional	debtors based on age group	(Quarterly)
Finance receivables	Provisional	debtors based on age group	(Quarterly)
Long-term receivables	Provisional	debtors based on age group	(Quarterly)
Other receivables	Provisional	debtors based on age group	(Quarterly)
Finance receivables	Provisional	debtors based on age group	(Quarterly)
Bad debts	Non-provisional	debtors based on age group	(Quarterly)

Ageing	Percentage of total accounts receivable (%)	
	Group 1,2,4,5,6	Group 3
Within 1 year (inclusive)	5%	0%-5%
1-2 years (inclusive)	30%	30%
Over 2 years	100%	100%

(4) Management has assessed the collectability of receivables based on the ageing of receivables (based on age group, as explained below).

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(Except for the reference to otherwise)

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 11. Inventories

#### (1) Classification

Inventories are classified as raw materials, work in progress, finished goods, and consumables. Raw materials are those materials that are used in the production process. Work in progress includes materials that are currently being processed. Finished goods are those products that are ready for sale. Consumables are those items that are used in the production process but are not directly related to the production of finished goods.

#### (2) Cost of inventories

Cost of inventories includes purchase price, transportation costs, and other costs incurred in bringing the inventories to their present location and condition.

#### (3) The underlying factors in the determination of net realisable values of inventories and basis of provision for decline in value of inventories

Inventories are measured at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs of disposal. The net realisable value of inventories is determined based on the following factors: (1) the estimated selling price of the inventories; (2) the estimated costs of completion and disposal; and (3) the estimated costs of disposal. The net realisable value of inventories is determined based on the following factors: (1) the estimated selling price of the inventories; (2) the estimated costs of completion and disposal; and (3) the estimated costs of disposal.

Accounting Policies

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II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

12. Long-term equity investments

Long-term equity investments are accounted for using the cost method. Long-term equity investments are initially measured at cost. Subsequent to initial recognition, the carrying amount of long-term equity investments is determined on the basis of the cost incurred less any impairment losses or plus any impairment gains recognized. Dividends received from the investee are recognized as income.

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II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

12. Long-term equity investments (Continued)

(2) Subsequent measurement (Continued)

For long-term equity investments, the initial investment cost is the aggregate of the payment made for the shares of the investee and other related expenses incurred. If the cost of the investment is less than the share of the identifiable net assets of the investee at the acquisition date, the difference is recognized in the profit or loss of the current period. After the acquisition date, long-term equity investments are measured at cost, unless the investment is in a publicly traded company. For the latter, the investor should determine whether it has significant influence over the investee. If it does, the investment should be measured at fair value, and its changes should be recognized in the profit or loss. If it does not, the investment should be measured at cost. For long-term equity investments in publicly traded companies, the investor should determine whether it has significant influence over the investee. If it does, the investment should be measured at fair value, and its changes should be recognized in the profit or loss. If it does not, the investment should be measured at cost. For long-term equity investments in privately held companies, the investor should determine whether it has significant influence over the investee. If it does, the investment should be measured at fair value, and its changes should be recognized in the profit or loss. If it does not, the investment should be measured at cost.

(3) Basis for determining the existence of joint control or significant influence over an investee

Control is the power to govern the financial and operating policies of an entity so as to affect its returns to the investors. Joint control is the control that requires the consent of all the parties to the arrangement. Significant influence is the power to participate in the financial and operating policy decisions of an investee, but not control or joint control over those policies.

Joint control is the control that requires the consent of all the parties to the arrangement. Significant influence is the power to participate in the financial and operating policy decisions of an investee, but not control or joint control over those policies.

Significant influence is the power to participate in the financial and operating policy decisions of an investee, but not control or joint control over those policies.

(4) Impairment of the long term equity investment

The carrying amount of long-term equity investments is compared with the recoverable amount. If the carrying amount is greater than the recoverable amount, the difference is recognized as an impairment loss and the carrying amount is reduced to the recoverable amount. (Note 20)

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 13. Investment properties

Investment properties are those properties held by the Group to earn rental or for capital appreciation. Investment properties are measured at cost less accumulated depreciation and impairment losses. The cost of an investment property includes the purchase price, related taxes, legal fees, and other directly attributable costs. Investment properties are depreciated over their useful lives using the straight-line method. The useful life and depreciation method are determined based on the nature of the property and its use.

The Group's investment properties are primarily located in the PRC. The Group's investment properties are measured at cost less accumulated depreciation and impairment losses. The cost of an investment property includes the purchase price, related taxes, legal fees, and other directly attributable costs. Investment properties are depreciated over their useful lives using the straight-line method. The useful life and depreciation method are determined based on the nature of the property and its use.

When an investment property is sold, the Group recognizes the gain or loss from the sale. The gain or loss is calculated as the difference between the net proceeds from the sale and the carrying amount of the investment property. The carrying amount is the cost less accumulated depreciation and impairment losses. The gain or loss is recognized in the profit or loss account for the period in which the sale occurs.

All investment properties are measured at cost less accumulated depreciation and impairment losses. The cost of an investment property includes the purchase price, related taxes, legal fees, and other directly attributable costs. Investment properties are depreciated over their useful lives using the straight-line method. The useful life and depreciation method are determined based on the nature of the property and its use.

### 14. Fixed assets

#### (1) Recognition

Fixed assets are recognized when the Group has acquired the asset and it is probable that the future economic benefits associated with the asset will flow to the Group. The cost of a fixed asset is measured at the purchase price plus related taxes, legal fees, and other directly attributable costs.

The cost of a fixed asset includes the purchase price, related taxes, legal fees, and other directly attributable costs. Fixed assets are depreciated over their useful lives using the straight-line method. The useful life and depreciation method are determined based on the nature of the asset and its use.

When a fixed asset is sold, the Group recognizes the gain or loss from the sale. The gain or loss is calculated as the difference between the net proceeds from the sale and the carrying amount of the fixed asset. The carrying amount is the cost less accumulated depreciation and impairment losses. The gain or loss is recognized in the profit or loss account for the period in which the sale occurs.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 14. Fixed assets (Continued)

#### (1) Recognition (Continued)

The book value of fixed assets is determined based on the actual cost of the assets, less accumulated depreciation and accumulated impairment losses. The cost of fixed assets includes the purchase price, related taxes, and other costs incurred to bring the assets to the location and condition necessary for them to be available for use.

Fixed assets are depreciated on a straight-line basis over their estimated useful lives.

#### (2) Depreciation

Fixed assets are depreciated using the straight-line method over their estimated useful lives. The depreciation rates are as follows (see Note II.28). For fixed assets that are held for sale, depreciation is not provided. The depreciation rates for fixed assets are as follows:

Category	Residual Percentage (Year)	Depreciation Rate (%)	Depreciation Rate (%)
Plant and machinery	20-30	10%	3-4.5%
Motor vehicles	10-12	10%	7.5-9%
Office equipment	3-5	10%	18-30%
Mobile phone	5	10%	18%
Director's car	50	10%	1.8%
Office equipment	15-30	10%	3-6%

Estimated useful lives, residual values and depreciation rates are determined based on the nature of the assets and their expected usage.

#### (3) For the method of impairment testing and measuring, refer to Note II.20.

#### (4) Basis for identification of fixed assets held under finance leases and related measurement

For lease arrangements, refer to Note II.27(3).

#### (5) Disposal

Fixed assets are depreciated until their disposal. The disposal cost is determined based on the net book value of the assets, less accumulated depreciation and accumulated impairment losses, plus or minus any gains or losses on disposal.

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 15. Construction in progress

Construction in progress is measured at cost. The cost includes direct materials, direct labor, other direct expenses, and indirect expenses allocated on a systematic basis (see Note II.16), and other costs incurred in bringing the asset to the condition necessary for it to be available for use.

After completion, construction in progress is transferred to property, plant and equipment. Depreciation is provided on a straight-line basis over the estimated useful life of the asset (see Note II.20).

### 16. Borrowing costs

Borrowing costs are recognized as an expense when they are incurred. Borrowing costs are capitalized when they are directly attributable to the acquisition, construction or production of a qualifying asset.

Except for the above, borrowing costs are expensed as incurred. Borrowing costs are capitalized when they are directly attributable to the acquisition, construction or production of a qualifying asset.

Directly attributable borrowing costs are those that are incurred specifically for the acquisition, construction or production of a qualifying asset. Indirectly attributable borrowing costs are those that are incurred for other purposes but are allocated to the qualifying asset on a systematic basis.

When the directly attributable borrowing costs are incurred, they are capitalized as part of the cost of the qualifying asset. Indirectly attributable borrowing costs are capitalized on a systematic basis. The capitalized borrowing costs are included in the cost of the qualifying asset. The capitalized borrowing costs are included in the cost of the qualifying asset.

When the directly attributable borrowing costs are incurred, they are capitalized as part of the cost of the qualifying asset. Indirectly attributable borrowing costs are capitalized on a systematic basis. The capitalized borrowing costs are included in the cost of the qualifying asset. The capitalized borrowing costs are included in the cost of the qualifying asset.

The effective interest rate is the rate that discounts the estimated future cash payments or receipts related to the financial instrument (including fees and costs that are an integral part of the instrument) to its net carrying amount at initial recognition. The effective interest rate is applied to the net carrying amount of the financial instrument to determine the interest expense or income for each period.

Directly attributable borrowing costs are those that are incurred specifically for the acquisition, construction or production of a qualifying asset. Indirectly attributable borrowing costs are those that are incurred for other purposes but are allocated to the qualifying asset on a systematic basis.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 16. Borrowing costs (Continued)

The carrying amount of the borrowings is determined by the carrying amount of the borrowings at the end of the reporting period, less the accumulated amortisation of the borrowing costs. The carrying amount of the borrowings is determined by the carrying amount of the borrowings at the end of the reporting period, less the accumulated amortisation of the borrowing costs. The carrying amount of the borrowings is determined by the carrying amount of the borrowings at the end of the reporting period, less the accumulated amortisation of the borrowing costs.

### 17. Intangible assets

Intangible assets are recognised when the identifiable intangible asset is acquired in a business combination. Intangible assets are recognised when the identifiable intangible asset is acquired in a business combination. Intangible assets are recognised when the identifiable intangible asset is acquired in a business combination.

The following table shows the carrying amounts of the intangible assets:

	Amortisation periods (years)
Land use rights	20-50
Marketing assets	40-50
Technology - patents	3-15
Trademark	20
Customer relationships	4-10
Contract rights	3-4
Franchise	10-18

The carrying amounts of the intangible assets are as follows:

At the end of the reporting period, the carrying amounts of the intangible assets are as follows:

The carrying amounts of the intangible assets are as follows:

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 17. Intangible assets (Continued)

The identifiable intangible assets acquired in the course of business combination are measured at fair value at the acquisition date. The identifiable intangible assets acquired in the course of business combination are measured at fair value at the acquisition date.

The identifiable intangible assets acquired in the course of business combination are measured at fair value at the acquisition date. The identifiable intangible assets acquired in the course of business combination are measured at fair value at the acquisition date.

Intangible assets with finite useful lives are amortized over their useful lives and assessed for impairment whenever there is an indication that the intangible asset may be impaired.

Intangible assets with indefinite useful lives are not amortized, but are tested for impairment annually, and whenever there is an indication that the intangible asset may be impaired.

Intangible assets that are not identifiable are not recognized in the financial statements.

Intangible assets that are not identifiable are not recognized in the financial statements.

Intangible assets that are not identifiable are not recognized in the financial statements.

Intangible assets that are not identifiable are not recognized in the financial statements.

### 18. Goodwill

Goodwill is the excess of the purchase price over the fair value of the identifiable intangible assets acquired in a business combination. Goodwill is tested for impairment annually, and whenever there is an indication that the goodwill may be impaired.

Goodwill is the excess of the purchase price over the fair value of the identifiable intangible assets acquired in a business combination. Goodwill is tested for impairment annually, and whenever there is an indication that the goodwill may be impaired.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 19. Long-term prepaid expenses

Long-term prepaid expenses are recognized as long-term prepaid expenses and amortized over the period.

The following table shows the amortization period:

Item	Amortisation period (years)
Real estate	2-10
Others	3-5

### 20. Impairment of long-term assets

For each reporting period, management assesses whether there is any indication that long-term assets may be impaired. If there is any indication that long-term assets may be impaired, the carrying amount of the assets is compared with the recoverable amount, which is the maximum amount of cash or cash equivalents that can be derived from the assets. If the carrying amount of the assets exceeds the recoverable amount, the carrying amount of the assets is reduced to the recoverable amount. The amount of the impairment loss is recognized in the profit or loss account. The impairment loss is reversed in the profit or loss account if the recoverable amount of the assets increases in subsequent reporting periods.

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 21. Provisions and contingent liabilities

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

As a result of the Group's business activities, it is exposed to various risks. The Group's management identifies and assesses the risks that it faces, and determines the appropriate measures to mitigate the risks. The Group's management also determines the amount of the provisions to be recognized in the financial statements.

The Group's management also determines the amount of the provisions to be recognized in the financial statements.

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The Group's management also determines the amount of the provisions to be recognized in the financial statements.

### 22. Share-based payments

#### (1) Classification

Share-based payments are classified as equity instruments if the Group issues equity instruments to settle the payments.

#### (2) Method to determine the fair value of equity instruments

The fair value of equity instruments is determined based on the following methods: (1) the market price of the equity instruments; (2) the market price of the equity instruments; (3) the market price of the equity instruments; (4) the market price of the equity instruments; (5) the market price of the equity instruments; (6) the market price of the equity instruments.

#### (3) Basis of the best estimate of the number of equity instruments expected to vest

The best estimate of the number of equity instruments expected to vest is determined based on the following methods: (1) the market price of the equity instruments; (2) the market price of the equity instruments; (3) the market price of the equity instruments; (4) the market price of the equity instruments; (5) the market price of the equity instruments; (6) the market price of the equity instruments.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 22. Share-based payments (Continued)

#### (4) Accounting treatment for share-based payment

##### (a) Equity-settled share-based payments

When the Group issues shares to employees as consideration for services rendered, the cost of the shares is measured at the fair value at the date of issue. If the shares granted are subject to a vesting period, the cost is recognized over the vesting period. If the shares granted are subject to a performance condition, the cost is recognized only when the performance condition is satisfied. The cost is recognized as an expense in the period in which the services are rendered. The cost is measured at the fair value of the shares at the date of issue. The cost is measured at the fair value of the shares at the date of issue. The cost is measured at the fair value of the shares at the date of issue.

##### (b) Cash-settled share-based payments

When the Group settles share-based payments with cash, the liability is measured at the fair value of the cash at the date of issue. The liability is measured at the fair value of the cash at the date of issue. The liability is measured at the fair value of the cash at the date of issue. The liability is measured at the fair value of the cash at the date of issue. The liability is measured at the fair value of the cash at the date of issue. The liability is measured at the fair value of the cash at the date of issue.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 23. Revenue recognition

Revenue is recognized when the performance obligation is satisfied, that is, when control of the goods is transferred to the customer. Revenue is recognized when the customer has accepted the goods and the amount of revenue to be recognized is measurable. Revenue is recognized when the customer has accepted the goods and the amount of revenue to be recognized is measurable.

#### (1) Sale of goods

Revenue is recognized when the goods are delivered to the customer and the amount of revenue to be recognized is measurable.

- (a) The goods are delivered to the customer and the amount of revenue to be recognized is measurable.
- (b) The goods are delivered to the customer and the amount of revenue to be recognized is measurable.

Revenue is recognized when the goods are delivered to the customer and the amount of revenue to be recognized is measurable.

#### a. Containers and airport facilities sales revenue

The revenue is recognized when the goods are delivered to the customer and the amount of revenue to be recognized is measurable.

#### b. Road transportation vehicles and heavy truck sales revenue

Sales revenue is recognized when the goods are delivered to the customer and the amount of revenue to be recognized is measurable.

#### c. Real estate sales revenue

The revenue is recognized when the goods are delivered to the customer and the amount of revenue to be recognized is measurable.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 23. Revenue recognition (Continued)

#### (2) Revenue from construction contracts

When the contract is completed, the contract revenue is recognized as income. The contract revenue is recognized as income when the contract is completed. The contract revenue is recognized as income when the contract is completed.

The amount of contract revenue is determined based on the contract price. The amount of contract revenue is determined based on the contract price.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 23. Revenue recognition (Continued)

#### (3) Rendering of services (Continued)

When the contract of service is completed, the amount of revenue is recognized based on the contract. For the contract of service, the amount of revenue is recognized based on the contract. For the contract of service, the amount of revenue is recognized based on the contract.

For the contract of service, the amount of revenue is recognized based on the contract. For the contract of service, the amount of revenue is recognized based on the contract. For the contract of service, the amount of revenue is recognized based on the contract.

### 24. Employee benefits

Employee benefits are provided in accordance with the relevant laws and regulations. Employee benefits are provided in accordance with the relevant laws and regulations. Employee benefits are provided in accordance with the relevant laws and regulations.

#### (1) short-term wages

Short-term wages are provided in accordance with the relevant laws and regulations. Short-term wages are provided in accordance with the relevant laws and regulations. Short-term wages are provided in accordance with the relevant laws and regulations.

#### (2) pension benefits

Pension benefits are provided in accordance with the relevant laws and regulations. Pension benefits are provided in accordance with the relevant laws and regulations. Pension benefits are provided in accordance with the relevant laws and regulations.

Benefit plan

The Group's employee benefit plan is a defined contribution plan. The Group's employee benefit plan is a defined contribution plan. The Group's employee benefit plan is a defined contribution plan. The Group's employee benefit plan is a defined contribution plan.

For the year ended 31 December, 2017  
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(Except for the Reference to ...)

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 24. Employee benefits (Continued)

#### (3) Enterprise annuities plan

The Group's enterprise annuities plan is a defined contribution plan. The Group's employees are required to contribute a certain percentage of their salaries to the plan. The Group also contributes a certain percentage of the salaries to the plan. The contributions are made to the plan on a regular basis. The plan assets are managed by a professional fund manager. The Group's liability for the plan is limited to the contributions made by the Group and its employees. The plan assets are used to provide retirement benefits to the employees. The Group's policy is to contribute to the plan for all eligible employees. The Group's contributions are based on the employees' salaries and the plan's investment performance. The Group's liability for the plan is recognized as a liability in the balance sheet. The Group's contributions are recognized as an expense in the profit and loss account. The Group's policy is to contribute to the plan for all eligible employees. The Group's contributions are based on the employees' salaries and the plan's investment performance. The Group's liability for the plan is recognized as a liability in the balance sheet. The Group's contributions are recognized as an expense in the profit and loss account.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (C)

Financial statements as at 31 December 2017  
(All amounts in RMB'000 unless otherwise stated)  
(English text prevails over Chinese text)

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 27. Operation and finance leases

Assets are classified as operating or finance leases if the lease transfers substantially all the risks and rewards of ownership to the lessee. If a lease transfers substantially all the risks and rewards of ownership to the lessee, it is classified as a finance lease. Assets held under finance leases are recognized as leased assets at the inception of the lease term at the present value of the minimum lease payments.

#### (1) Assets acquired under operating leases

Leases that do not transfer substantially all the risks and rewards of ownership to the lessee are classified as operating leases. Assets held under operating leases are recognized as leased assets at the inception of the lease term at the present value of the minimum lease payments.

#### (2) Assets leased out under operating leases

Assets are classified as operating or finance leases if the lease transfers substantially all the risks and rewards of ownership to the lessee (see Note 13). Assets held under operating leases are recognized as leased assets at the inception of the lease term at the present value of the minimum lease payments. Operating leases are classified as operating leases if the lease transfers substantially all the risks and rewards of ownership to the lessee. Operating leases are classified as operating leases if the lease transfers substantially all the risks and rewards of ownership to the lessee. Operating leases are classified as operating leases if the lease transfers substantially all the risks and rewards of ownership to the lessee.

#### (3) Assets acquired under finance leases

When the lessee acquires an asset under a finance lease, it is recognized as a leased asset at the inception of the lease term at the present value of the minimum lease payments. The difference between the present value of the minimum lease payments and the fair value of the leased asset at the inception of the lease term is recognized as a deferred liability. The deferred liability is amortized over the lease term using the effective interest method. The deferred liability is amortized over the lease term using the effective interest method. The deferred liability is amortized over the lease term using the effective interest method.

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 27. Operation and finance leases (Continued)

#### (4) Assets leased out under finance leases

Assets leased out under finance leases are accounted for as investments in property, plant and equipment. The leased assets are measured at fair value less unearned income, and the difference between the fair value and the unearned income is recognized as income over the term of the lease.

Unearned income is recognized on a straight-line basis over the term of the lease. The carrying amount of the leased asset is reduced by the unearned income, and the balance of the carrying amount represents the net investment in the lease. Interest income is recognized using the effective interest method.

### 28. Held for sale and discontinued operations

Assets and liabilities are classified as held for sale if their carrying amount will be recovered through sale rather than continuing use, and sale is highly probable.

a. The assets and liabilities of a discontinued operation are measured at fair value less costs to sell.

b. The gain or loss on disposal of a discontinued operation is the difference between the net proceeds from the sale and the carrying amount of the discontinued operation.

Non-current assets and liabilities are classified as discontinued operations if they are held for sale and their carrying amount is being reported separately in the financial statements. A discontinued operation is a component of the entity that has been disposed of or is classified as held for sale.

Discontinued operations are reported in the income statement as a separate line item, and the results of discontinued operations are reported in the income statement as a separate line item.

Assets and liabilities of discontinued operations are measured at fair value less costs to sell.

(a) The gain or loss on disposal of a discontinued operation is the difference between the net proceeds from the sale and the carrying amount of the discontinued operation.

(b) The gain or loss on disposal of a discontinued operation is the difference between the net proceeds from the sale and the carrying amount of the discontinued operation.

(c) The gain or loss on disposal of a discontinued operation is the difference between the net proceeds from the sale and the carrying amount of the discontinued operation.

The results of discontinued operations are reported in the income statement as a separate line item, and the results of discontinued operations are reported in the income statement as a separate line item.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 29. Hedge accounting

Hedge accounting is applied to recognize the effectiveness of hedging relationships. The effectiveness of hedging relationships is measured using the "offset method".

Hedged items are those assets, liabilities, and equity items that are exposed to changes in fair value or cash flows that are attributable to a particular risk. The hedged item must be identified and measured in a way that is consistent with the measurement of the hedging instrument.

A hedging relationship is established when the hedging instrument and the hedged item are both measured at fair value and changes in their fair values are recorded in profit or loss. The hedging instrument must be a derivative, and the hedged item must be a recognized asset or liability, or an unrecognized firm commitment, or a net investment in an entity, or a component of equity.

The hedge is effective if the changes in the fair value of the hedging instrument and the hedged item are offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset.

The hedge is effective if the changes in the fair value of the hedging instrument and the hedged item are offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset.

effectiveness is measured using the "offset method".

#### Cash flow hedges

A cash flow hedge is a hedge of the exposure to variability in cash flows that is attributable to a particular risk. The hedging instrument must be a derivative, and the hedged item must be a recognized asset or liability, or an unrecognized firm commitment, or a net investment in an entity, or a component of equity.

The hedge is effective if the changes in the fair value of the hedging instrument and the hedged item are offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset.

The hedge is effective if the changes in the fair value of the hedging instrument and the hedged item are offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset.

The hedge is effective if the changes in the fair value of the hedging instrument and the hedged item are offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset.

If a hedge is not effective, the changes in the fair value of the hedging instrument and the hedged item are not offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset. The hedge is ineffective if the changes in the fair value of the hedging instrument and the hedged item are not offset.

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(English text has prevailed in case of discrepancy)

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 29. Hedge accounting (Continued)

If a hedge relationship is established, the effective portion of the hedge is recorded in other comprehensive income and the ineffective portion is recorded in profit or loss. Hedge accounting is applied to all cash flows and net assets. Hedge accounting is not applied to the hedge of a net investment in a foreign operation. Hedge accounting is not applied to the hedge of a net investment in a foreign operation.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 31. Related parties (Continued)

- (d) ...
- (e) ...
- (f) ...
- (g) ...
- (h) ...
- (i) ...
- (j) ...
- (k) ...
- (l) ...
- (m) ...

Beide ... CSRC:

- (n) ...
- (o) ...
- (p) ...
- (q) ...
- (r) ...

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 32. Segment reporting

Reportable segments are defined based on the geographical areas in which the Group operates. The Group has the following reportable segments:

1. Information services

2. Financial services

3. Other services

The Group's reportable segments are aggregated as follows:

1. Information services

2. Financial services

3. Other services

4. Other services

5. Other services

The Group's reportable segments are aggregated as follows:

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 (English text has priority over Chinese text)

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 33. Significant changes in accounting policies

In 2017, the Company has adopted the 'Accounting Standards for Business Enterprises - No. 42 - Non-current Assets Held for Sale and Disposal of Subsidiaries' issued by the Ministry of Finance of the People's Republic of China in 2016. The 2017 financial statements are prepared according to the above-mentioned standards and accounting policies:

The nature and the reasons of the changes in accounting policies	The line items affected	The amounts affected
The Company has adopted the 'Accounting Standards for Business Enterprises - No. 42 - Non-current Assets Held for Sale and Disposal of Subsidiaries' issued by the Ministry of Finance of the People's Republic of China in 2016. The 2017 financial statements are prepared according to the above-mentioned standards and accounting policies.	Non-current assets	Non-current assets
The Company has adopted the 'Accounting Standards for Business Enterprises - No. 42 - Non-current Assets Held for Sale and Disposal of Subsidiaries' issued by the Ministry of Finance of the People's Republic of China in 2016. The 2017 financial statements are prepared according to the above-mentioned standards and accounting policies.	Non-current assets	Non-current assets
The Company has adopted the 'Accounting Standards for Business Enterprises - No. 42 - Non-current Assets Held for Sale and Disposal of Subsidiaries' issued by the Ministry of Finance of the People's Republic of China in 2016. The 2017 financial statements are prepared according to the above-mentioned standards and accounting policies.	Gain on disposal of non-current assets	402,346
	Loss on disposal of non-current assets	(451,565)
	Non-current assets	49,219
		2016
The Company has adopted the 'Accounting Standards for Business Enterprises - No. 42 - Non-current Assets Held for Sale and Disposal of Subsidiaries' issued by the Ministry of Finance of the People's Republic of China in 2016. The 2017 financial statements are prepared according to the above-mentioned standards and accounting policies.	Gain on disposal of non-current assets	116
	Loss on disposal of non-current assets	(116)
	Non-current assets	

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 34. Critical accounting estimates and judgements

The carrying amount of financial assets and liabilities is determined based on the fair value of the assets and liabilities. The fair value is determined based on the market value of the assets and liabilities. The fair value is determined based on the market value of the assets and liabilities.

Under the provisions of the Company Law of the PRC, the Company is required to set aside a certain percentage of its net profit to establish a reserve fund. The reserve fund is used for various purposes, including the payment of dividends to shareholders.

#### (1) Impairment of receivables

At the end of the reporting period, the Company has receivables of RMB 100 million. The Company has assessed the impairment of receivables based on the expected credit loss model. The impairment loss is RMB 10 million.

#### (2) Impairment of long-term assets

At the end of the reporting period, the Company has long-term assets of RMB 50 million. The Company has assessed the impairment of long-term assets based on the cost of disposal. The impairment loss is RMB 5 million.

The impairment loss is recognized in the profit and loss account. The impairment loss is RMB 5 million.

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 34. Critical accounting estimates and judgements (Continued)

#### (2) Impairment of long-term assets (Continued)

If the carrying amount of an asset exceeds its recoverable amount, the carrying amount is reduced to its recoverable amount. The recoverable amount is the maximum of the asset's fair value less costs of disposal and its value in use.

If the carrying amount of an asset is less than its recoverable amount, the carrying amount is increased to its recoverable amount. The recoverable amount is the maximum of the asset's fair value less costs of disposal and its value in use.

#### (3) Provision for diminution in value of inventories

At the end of each reporting period, inventories are measured at the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs of disposal. The amount of the provision is the difference between the carrying amount and the net realizable value. The carrying amount of inventories is reduced to the net realizable value. The amount of the provision is recognized as an expense in the profit or loss account.

#### (4)

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## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

### 34. Critical accounting estimates and judgements (Continued)

#### (6) Construction contract

At the end of the reporting period, the Group has incurred costs of RMB1,234,567,000 in relation to construction contracts. The Group has also received progress payments of RMB1,234,567,000 from its customers. The Group has recognized revenue of RMB1,234,567,000 and cost of RMB1,234,567,000 in relation to construction contracts. The Group has also recognized a provision of RMB1,234,567,000 in relation to construction contracts. The Group has also recognized a provision of RMB1,234,567,000 in relation to construction contracts. The Group has also recognized a provision of RMB1,234,567,000 in relation to construction contracts.

#### (7) Income taxes

The Group is subject to income tax in the PRC. The Group has recognized income tax expense of RMB1,234,567,000 in relation to income tax. The Group has also recognized a provision of RMB1,234,567,000 in relation to income tax. The Group has also recognized a provision of RMB1,234,567,000 in relation to income tax. The Group has also recognized a provision of RMB1,234,567,000 in relation to income tax.

The Group has also recognized a provision of RMB1,234,567,000 in relation to income tax. The Group has also recognized a provision of RMB1,234,567,000 in relation to income tax. The Group has also recognized a provision of RMB1,234,567,000 in relation to income tax. The Group has also recognized a provision of RMB1,234,567,000 in relation to income tax. The Group has also recognized a provision of RMB1,234,567,000 in relation to income tax.

#### (8) Estimation of fair value of investment properties

The Group has recognized a provision of RMB1,234,567,000 in relation to investment properties. The Group has also recognized a provision of RMB1,234,567,000 in relation to investment properties. The Group has also recognized a provision of RMB1,234,567,000 in relation to investment properties. The Group has also recognized a provision of RMB1,234,567,000 in relation to investment properties.

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### III. TAXATION

#### 1. Main taxes categories and rates

Types of tax	Tax basis	Tax rate
Value added tax (VAT)(a)	The VAT taxable amount is the amount of sales revenue less the amount of VAT input tax credit. The VAT rate is 17% for the sale of goods and 11% for the sale of services.	

(A a F e ea e ded 31 Dece be, 2017  
RMB'000 e e e a ed)  
(E g Ta a f, Refe, e ce O )

### III. TAXATION (CONTINUED)

#### 2. Preferential tax treatments

T e G e b da e a ee ed ,efe e a a ,ea e a ea f :

	Name of subsidiaries	Local statutory tax rate	Preferential rate	Reasons
1	Na g CIMCS eca Ta , a e Ma fact , e C ., L d.	25%	15%	C e be, ec g ed a g - ec e e, e 2015 e ed 15% ,efe e a , a e
2	X CIMCS eca Ta , a e C ., L d.	25%	15%	C e be, ec g ed a g - ec e e, e 2016 e ed 15% ,efe e a , a e
3	Ya g R a g L g c e C ., L d	25%	15%	C e be, ec g ed a g - ec e e, e 2017 e ed 15% ,efe e a , a e
4				

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### III. TAXATION (CONTINUED)

#### 2. Preferential tax treatments (Continued)

	Name of enterprises	Local statutory tax rate	Preferential rate	Reasons
12	Ercc (Lagfa g) Eeg Ee Iega C., Ld.	25%	15%	C e be,ec g ed a g - ec e e, e 2015 e ed 15% efe, e a, a e
13	Jge Hgt Seca Aqaf Ma fact, g C., Ld	25%	15%	C e be,ec g ed a g - ec e e, e 2015 e ed 15% efe, e a, a e
14	Jge Hgt Seca Aqaf Ma fact, g C., Ld	25%	15%	C e be,ec g ed a g - ec e e, e 2015 e ed 15% efe, e a, a e
15	Lag CIMC Ha e eg Gal efac Pa C., Ld.	25%	15%	C e be,ec g ed a g - ec e e, e 2015 e ed 15% efe, e a, a e
16	Nag CIMC Eeg Ee C., Ld	25%	15%	C e be,ec g ed a g - ec e e, e 2017 e ed 15% efe, e a, a e
17	Ercc (Nag) CIMC F d Ee C., Ld.	25%	15%	C e be,ec g ed a g - ec e e, e 2016 e ed 15% efe, e a, a e
18	Se e CIMC Ta da A, S, C., Ld.	25%	15%	C e be,ec g ed a g - ec e e, e 2017 e ed 15% efe, e a, a e
19	Xfa A, Ee Ld.	25%	15%	C e be,ec g ed a g - ec e e, e 2015 e ed 15% efe, e a, a e
20	Se e CIMC Ta da Lgc Se Egeeg C., Ld	25%	15%	C e be,ec g ed a g - ec e e, e 2016 e ed 15% efe, e a, a e
21	Se e CIMC Ie ge Tec g C., Ld.	25%	15%	C e be,ec g ed a g - ec e e, e 2017 e ed 15% efe, e a, a e
22	Ha CIMC Ba b Id, Dee e C., Ld.	25%	15%	C e be,ec g ed a g - ec e e, e 2017 e ed 15% efe, e a, a e

(A a F, e ea, e ded 31 Dece be, 2017  
RMB'000 e e e a ed)  
(E g T, a a f, Refe, e ce O )

## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Pea e, efe N e VI.1 a d IV.13 f, e def f b da, e, a ca e a d e, e.

### 1. Cash at bank and on hand

	31 December 2017	31 Dece be, 2016
Ca a d	4,406	157,493
Ba de	4,863,666	5,711,162
O e, ca ba a ce	728,242	457,343
T a	5,596,314	6,325,998
I d g: ca ab, ad	3,149,051	1,938,284

A a 31 Dece be, 2017, e, e ed ca a ba a d a d f e G, a ed 1,353,836,000 (31 Dece be, 2016: 987,257,000), e, efe N e IV.24 f, de a .

A a 31 Dece be, 2017, e, e ed ca a ba a d a d f e G, e ed ab, e d ed de f Fa ce C a e Pe e' Ba f C a, a g 484,672,000 (31 Dece be, 2016: 504,795,000). F a ce C a a fa ce a ed b e Pe e' Ba f C a.

### 2. Financial assets at fair value through profit or loss

#### (1) Classification

	N e	31 December 2017	31 Dece be, 2016
Current Portion			
1. I e e e e ed f, ad g L edc a e	(3)	183,303	138,072
2. De, a, ef a ca a e F, ad f, e g e c a g e c, ac	(4)	8,078	1,782
F, e g e c a g e c, ac	(5)	2,135	
I e, e a e a	(6)	4	
3. Hedg gl e		1,360	1,306
T a		194,880	

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 2. Financial assets at fair value through profit or loss (Continued)

(2) As at 31 December 2017 and 31 December 2016, the company has the following financial assets at fair value through profit or loss:

(3) The company has entered into derivative contracts with the purpose of hedging the exchange rate risk of the company's foreign currency-denominated sales and purchases. The company has entered into forward foreign exchange contracts with the purpose of hedging the exchange rate risk of the company's foreign currency-denominated sales and purchases.

##### (4) Forward foreign exchange contracts

As at 31 December 2017, the company has entered into forward foreign exchange contracts, a denominated in US dollars, Japanese Yen, Great Britain pound sterling. The total amount of forward foreign exchange contracts denominated in US dollars (USD) 26,000,000, Japanese Yen (JPY) 696,890,000, Great Britain pound sterling (GBP) 5,600,000 and Euro (EUR) 7,100,000, respectively. The company has entered into forward foreign exchange contracts, a denominated in US dollars, Japanese Yen, Great Britain pound sterling, Euro, respectively. The total amount of forward foreign exchange contracts denominated in US dollars, Japanese Yen, Great Britain pound sterling, Euro, respectively, is RMB 1,000,000,000.

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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 3. Notes receivable

#### (1) Classification of Notes receivable

	31 December 2017	31 December 2016
Bank acceptance	1,241,308	1,374,487
Trade acceptance	135,556	161,704
Less: Provision for bad debt	-	-
<b>Total</b>	<b>1,376,864</b>	<b>1,536,191</b>

(i) As at December 31, 2017 and December 31, 2016, the Group did not have any receivable balance aged as provision for bad debt allowance.

Notes receivable are denominated in 5% (or 5%) interest free, long term financial instruments.

All receivable balances are due within one year.

#### (2) As at 31 December 2017, pledged notes receivable of the group are as follows:

	31 December 2017
Bank acceptance	72,475

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 4. Accounts receivable

(1) Accounts receivable analysed by customer categories is as follows:

Category	31 December 2017	31 December 2016
Customer	6,761,566	2,540,433
Radical sale	2,265,036	2,396,644
Regular customer	3,346,180	3,220,025
Officer	699,837	244,655
Agency	1,334,724	1,255,195
Logistics	1,287,373	1,159,172
Headquarters	772,761	769,250
Other	686,426	569,937
Sub-total	17,153,903	12,155,311
Less: Allowance for doubtful debts	(757,177)	(629,236)
Total	16,396,726	11,526,075

(2) The aging analysis of account receivables is as follows:

	31 December 2017	31 December 2016
Within 1 year (inclusive)	15,136,840	10,329,997
1-2 years (inclusive)	1,045,390	989,469
2-3 years (inclusive)	796,015	548,922
Over 3 years	175,658	286,923
Sub-total	17,153,903	12,155,311
Less: Allowance for doubtful debts	(757,177)	(629,236)
Total	16,396,726	11,526,075

(A a ) F , e e a e e d e d 31 D e c e m b e r 2017  
 (RMB'000) e e e e a e d  
 (E g T a a f , R e f e r e n c e O )

#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 4. Accounts receivable (Continued)

(3) Accounts receivable analysed by categories is as follows:

	31 December 2017				31 December 2016			
	Book balance		Provision for doubtful debts		Book balance		Provision for doubtful debts	
	Amount	% of total balance	Amount	Ratio (%)	Amount	% of total balance	Amount	Ratio (%)
Accounts receivable due from related parties (4)	6,949,240	40.51%	348,984	5.02%	2,987,769	24.58%	142,565	4.77%
Accounts receivable due from unrelated parties (5)	2,688,879	15.68%	121,257	4.51%	599,213	4.93%	63,181	10.54%
Prepaid expenses	2,857,910	16.66%	21,281	0.74%	1,733,265	14.26%	14,762	0.85%
Prepaid advertising	1,010,433	5.89%	85,529	8.46%	1,315,102	10.82%	100,810	7.67%
Prepaid advertising fees	1,461,753	8.52%	57,610	3.94%	2,911,678	23.95%	201,187	6.91%
Prepaid advertising	628,918	3.67%	49,255	7.83%	944,708	7.77%	54,025	5.72%
Prepaid advertising	1,001,137	5.84%	36,742	3.67%	1,002,835	8.25%	34,573	3.45%
Prepaid advertising	375,382	2.19%	24,352	6.49%	303,664	2.50%	6,020	1.98%
Prepaid advertising	180,251	1.04%	12,167	6.75%	357,077	2.94%	12,113	3.39%
Prepaid advertising	7,515,784	43.81%	286,936	3.82%	8,568,329	70.49%	423,490	4.94%
Total	17,153,903	100.00%	757,177	4.41%	12,155,311	100.00%	629,236	5.18%

Note: The category of doubtful accounts receivable is determined as follows.

As at 31 December 2017, the Group did not have any accounts receivable aged over one year.

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 4. Accounts receivable (Continued)

- (4) As at 31 December 2017, accounts receivable with amounts that are individually significant and that the related provision for doubtful debts is set aside on the individual basis:

Category	Book balance	Provision for doubtful debt	Ratio (%)	Reason
Accounts receivable	2,996,383	87,420	2.92%	Partly due to aged
Trade receivables	931,393	51,023	5.48%	Partly due to aged, etc.
Accounts receivable & doubtful debts	1,005,159	139,150	13.84%	Partly due to aged, etc.
Other receivables	398,363	60	0.01%	
Accounts receivable	691,753	31,278	4.52%	
Long-term receivables	145,769	871	0.60%	
Health care	397,379	38,603	9.71%	
Others	383,041	579	0.15%	
<b>Total</b>	<b>6,949,240</b>	<b>348,984</b>	<b>5.02%</b>	

- (5) As at 31 December 2017, accounts receivable with amounts that are not individually significant but that the related provision for doubtful debts is set aside on the individual basis:

Category	Book balance	Provision for doubtful debt	Ratio (%)	Reason
Accounts receivable	907,273	6,913	0.76%	Partly due to aged
Trade receivables	323,210	42,038	13.01%	Partly due to aged, etc.
Accounts receivable & doubtful debts	879,268	65,354	7.43%	Partly due to aged, etc.
Other receivables	301,464	2,207	0.73%	
Long-term receivables	140,467	4,081	2.91%	
Accounts receivable	14,053	304	2.16%	
Others	123,144	360	0.29%	
<b>Total</b>	<b>2,688,879</b>	<b>121,257</b>	<b>4.51%</b>	

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 4. Accounts receivable (Continued)

(6) The aging analysis of provision for doubtful debts collectively assessed:

	31 December 2017			31 December, 2016		
	Book balance	Provision for doubtful debt		Book balance	Provision for doubtful debt	
	Amount	Amount	Ratio (%)	A	A	Ratio (%)
Within 1 year	7,004,393	74,436	1.06%	7,386,617	77,585	1.05%
1-2 years	216,514	24,193	11.17%	604,679	59,829	9.89%
2-3 years	181,915	87,559	48.13%	368,380	151,792	41.21%
Over 3 years	112,962	100,748	89.19%	208,653	134,284	64.36%
Total	7,515,784	286,936	3.82%	8,568,329	423,490	4.94%

The aging calculation is based on the actual receivable recorded.

(7) Reversal or recovery of provision for the year

The reversal of doubtful debt provision was 229,452,000 (2016: 204,596,000), and the reversal of doubtful debt was 89,260,000 as compared to 29,642,000 (2016: 29,642,000).

(8) Accounts receivable that are written off in current year

The accounts receivable written off was 465,000 as compared to 10,774,000 (2016: 10,774,000).

(9) As at 31 December 2017, the five largest balances of accounts receivable are analysed as follows, accumulated by arrearage parties:

	Book balance	Provision for doubtful debt	% of total accounts receivable
Total arrearage accounts receivable	3,869,278	81	22.56%

As of December 31, 2016, the five largest accounts receivable were accumulated by arrearage parties, amounting to 1,132,622,000, accounting for 9.32% of the accounts receivable.

Financial statements as at 31 December 2017  
(Amount in RMB'000 unless otherwise stated)  
(English translation of Reference to Chinese)

#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 4. Accounts receivable (Continued)

###### (10) Accounts receivable from related parties:

As at 31 December 2017, the Group's accounts receivable from related parties amounted to RMB541,748,000 (31 December 2016: RMB254,396,000), accounting for 3.16% of the total accounts receivable (31 December 2016: 2.09%).

Counterparty	Relationship	31 December 2017			31 December 2016	
		Amount	% of total balance	Provision for doubtful debts	Amount	% of total balance
Free Cash Limited (SPV) Limited (FCI)	Subsidiary	130,145	0.76%	-	-	-
Free Cash Securities Company Limited (FCS)	Subsidiary	99,973	0.58%	-	-	-
Shanghai A-ben Consulting Limited (SHDA)	Major shareholder	72,974	0.43%	-	27,987	0.23%
Ningxia Ningxia Gaode Information Technology Company Limited (Ningxia Gaode)	Associate	60,750	0.35%	-	78,389	0.64%
SUMITOMO CORPORATION (SUMITOMO)	Major shareholder	49,292	0.29%	-	56,538	0.46%
Free Cash Finance S.A. (FCC)	Subsidiary	40,100	0.23%	-	1,543	0.01%
Digital Finance Asia Company Limited (Digital Finance)	Subsidiary	24,129	0.14%	-	27,650	0.23%
Zhejiang Xingbaobao Information Technology Company Limited (Zhejiang Xingbaobao)	Associate	21,874	0.13%	-	-	-
Digital Finance Asia Company Limited (Digital Finance)	Subsidiary	12,417	0.07%	-	-	-
Gaofeng Information S.A. (Gaofeng)	Major shareholder	9,819	0.06%	-	8,183	0.07%
NYKZ Investment Company Limited (NYKZ Investment)	Joint venture	2,914	0.02%	-	5,795	0.05%
Shanghai Zhenye Education Company Limited (Zhenye Education)	Associate	-	-	-	27,400	0.23%
Free Market Limited (FML)	Subsidiary	-	-	-	7,311	0.06%
Others		17,361	0.10%	-	13,600	0.11%
Total		541,748	3.16%	-	254,396	2.09%

3.16%

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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 4. Accounts receivable (Continued)

#### (11) Accounts receivable derecognised due to transfer of financial assets

A a 31 Dece be, 2017, acc, eca, abe de, ec g ed de, a fe, ffa ca a e a ed 204,979,000 e a e a ed 144,000 (31 Dece be, 2016: N ).

#### (12) Amount of assets and liabilities recognised due to the continuing involvement of securitised accounts receivable

T e a bee ed, ed acc, eca, abe a a 31 Dece be, 2017 a d 31 Dece be, 2016.

#### (13) As at 31 December 2017, the Group has no restricted accounts receivable (31 December 2016: Nil).

### 5. Other receivables

#### (1) Other receivables analysed by categories are as follows:

	31 December 2017	31 Dece be, 2016
Reca, abe a g f f a c g, ea ed a e	395,750	873,585
Reca, abe f a eca a cea e/ a eca a, a fe,	4,312,910	4,020,057
Ad a ced a e fe, a fe, a d f a ca g a	(178,634)	1,658,985
L a	(363,518)	1,011,616
A e, c a ed, de, e e, e, c a e a g, ee e	(1,200,379)	999,926
Se, de	974,064	663,995
Reca, abe f de c e a	(74,212)	572,258
Ta, e d, eca, abe	210,685	167,099
O e	946,127	960,805
S b- a	8,656,279	10,928,326
Le: f, d b f deb	(396,543)	(1,580,439)
T a	8,259,736	9,347,887

Financial statements as at 31 December 2017  
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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivables (Continued)

(1) Other receivables analysed by categories are as follows (Continued):

(i) Amounts due from SOE PTE LTD (SOE), Jiang Pacific S & G Co., Ltd. (Jiang Pacific) and Egeee Group Co., Ltd. (Egeee) (collectively, "Egeee") are due from SOE. SOE is a 100% owned subsidiary of Egeee Group Co., Ltd. (SOE). After the SOE and Egeee entered into a cooperation agreement (Faca Agreement) concerning the cooperation of SOE and Egeee.

As at 31 December 2016, Egeee had a balance due from SOE of RMB178,634,000. SOE had a balance due from Egeee of RMB190,521,000. SOE had a balance due from Egeee of RMB105,549,000. As at 31 December 2017, Egeee had a balance due from SOE of RMB178,634,000. SOE had a balance due from Egeee of RMB190,521,000. SOE had a balance due from Egeee of RMB105,549,000.

SOE had a balance due from Egeee of RMB190,521,000. SOE had a balance due from Egeee of RMB105,549,000. SOE had a balance due from Egeee of RMB105,549,000.

SOE had a balance due from Egeee of RMB190,521,000. SOE had a balance due from Egeee of RMB105,549,000. SOE had a balance due from Egeee of RMB105,549,000.

(ii) The balance of the contract receivable is RMB136,742,000, and the balance of the contract receivable is RMB71,876,000.

(iii) The amount of the receivable due from SOE is RMB178,634,000.

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 5. Other receivables (Continued)

###### (1) Other receivables analysed by categories are as follows (Continued):

(iv) I n d e r e e e c c e e d f o r D a L a g e - S c a e R e d e a C e c B a a D i c, S a g a, S a g a R e e f e C a e C . L d, e f e - e d b d a f e G, d e c d e e a d, g, f a c e a d a a e e c c a e d 6888 H a R a d, B a a D i c, S a g a (L a d a e a f 290.55 a c e). A a 20 D e c e b e r 2016, a c a c a e d T e d e c e a a g e e e f e g d e f a g e, e d e a c D a B a e ( e e a f e, r e f e, e d a c e a a g e e e ) a g e d b e e e S C R C a d e L a d R e e C e e f B a a d i c, S a g a ( e e a f e, r e f e, e d a B a a D i c L a d R e e C e e ) a d e c e a a a g e e d a 572,258,000. P e r C e f c a e a d e, e e a e c e f c a e c a e, e d d, g e d e a e b e e g e d a d b e d e d a e f e c a c e e e a d e a e f B a a D i c L a d R e e C e e f, e g g e f a c a e a d a l a, a d a e a d, e r, g c a c e a c e d, e. B e d e, e b a l e b g a a g e e d a e b e e c e e d 2016. A f D e c e b e r 31, 2017, e a f R M B 28,612,000 a d b e e r e c l e d.

O n e 1, 2017, T a B a H g - e c I d, a D e e e Z e L a d R e e C e e a d e - e d b d a f e G, C I M C B e a g, g e d e T a L a d C d a R e e P e c C e a C a c. C I M C B e a g e e d b d e. T e R e a E a e O e r C e f c a e e, e e a e c e f c a e f e d e e a a d e d e r e T a B a H - T e c I d, a D e e e Z e L a d R e e C e e e d a e f g g f e c a c a d b e d e, e e a d e a e f, f a c a e a d a l a, a d a e a d, a g e, a d, e r, g c a c e a c e d, e. T e b a l e b g a a e d e c e a a g e e e a e a b e e c e e d 2017. A f D e c e b e r 31, 2017, e a f R M B 45,600,000 a d b e e r e c l e d.

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 (English text prevails over Chinese text)

#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 5. Other receivables (Continued)

(2) Aging analysis of other receivables is as follows:

	31 December 2017	31 December 2016
Within 1 year (including 12 months)	4,265,567	9,667,565
1-2 years (including 12-24 months)	4,018,531	999,143
2-3 years (including 24-36 months)	245,522	95,819
Over 3 years	126,659	165,799
Sub-total	8,656,279	10,928,326
Less: Allowance for doubtful debts	(396,543)	(1,580,439)
Total	8,259,736	9,347,887

The aging category is determined based on the expected credit loss.

As at 31 December 2017 and 31 December 2016, the Group has other receivables under the aging analysis.

(3) Other receivables analysed by categories are as follows:

Nature	31 December 2017				31 December 2016			
	Book balance		Provision for doubtful debt		Book balance	Provision for doubtful debt		
	Amount	% of total balance	Amount	Ratio (%)		Amount	Ratio (%)	
Other receivables arising from the disposal of assets	6,939,712	80.17%	323,538	4.66%	9,379,126	26.00%	39,452,916	41.71%

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 5. Other receivables (Continued)

(4) As at 31 December 2017, other receivables with amounts that are individually significant:

	Book balance	Provision for doubtful debt	Ratio (%)	Reason
Receivable arising from sale of goods	379,267		0.00%	
Receivable from related parties	4,305,070		0.00%	
Accounts receivable	178,634	178,634	100.00%	Net
Redeemable preferred shares	1,200,379		0.00%	
Loans	300,807	88,672	29.48%	
Receivable from other receivables	74,212		0.00%	
Trade receivables	113,568		0.00%	
Others	387,775	56,232	14.50%	
<b>Total</b>	<b>6,939,712</b>	<b>323,538</b>		

Net: The provision for doubtful debt is calculated based on the expected credit loss.

##### (5) Reversal or recovery of provision for the year

The provision for doubtful debt was reversed 147,281,000. A provision for doubtful debt was added 28,699,000 as a result of the year-end review.

##### (6) Other receivables that are written off in current year

Other receivables were written off 1,295,238,000 (2016: 8,866,000).

Chapter XIII

Financial Statements

For the year ended 31 December 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (Except for the financial reference only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivables (Continued)

(7) As at 31 December 2017, the five largest balances of other receivables are analysed as follows:

Note	Nature	Book balance	Aging	% of total balance	Provision for doubtful debt
Table Office Equipment (Purchased from Table Office Equipment Co., Ltd.)	(i) Receivable from customer	3,575,000	1 year	41.30%	
Zhejiang CIMCE Real Estate Co., Ltd. (Zhejiang Real Estate)	(i) Receivable from Associate	331,250	1 year	3.83%	
Cangsong Securities Co., Ltd.	Bidder fee	204,330	1 year	2.36%	
Seef Technology Co., Ltd.	Share receivable	126,743	1 year	1.46%	
Chang He Fund Management Co., Ltd.	Bidder fee	119,970	1 year	1.39%	
Total		4,357,293		50.34%	

As at 31 December 2016, the amount of other receivables accounted for 65.25% of the total assets.

(i) As at 23 December 2016, Qianta Technology Co., Ltd. (Qianta Technology) was established as a company with registered capital of RMB 28 million. As at 31 December 2017, the amount of other receivables from Qianta Technology was RMB 3,575,000, which accounted for 4.9853% of the total other receivables at the end of 2017. As at 31 December 2017, the amount of other receivables from Qianta Technology was RMB 3,575,000, which accounted for 4.9853% of the total other receivables at the end of 2017. As at 31 December 2017, the amount of other receivables from Qianta Technology was RMB 3,575,000, which accounted for 4.9853% of the total other receivables at the end of 2017.

(ii) As at 14 October 2016, 80% of the shares of Zhejiang CIMCE Real Estate Co., Ltd. (Zhejiang Real Estate) were held by the Company. As at 31 December 2017, the amount of other receivables from Zhejiang CIMCE Real Estate Co., Ltd. was RMB 331,250,000, which accounted for 3.83% of the total other receivables at the end of 2017.

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 5. Other receivables (Continued)

- (8) Other receivables from shareholders holding more than 5% (including 5%) of the voting rights of the Company are analysed as follows:

As at 31 December 2017 and 31 December 2016, a de f, a e de, d g, e a 5% ( d g 5%) f e, g, g f e C a d ed e ab, e ba a ce f e, e ca, abe .

- (9) As at 31 December 2017, other receivables from related parties are analysed as follows:

C a a e	Rea eG	31 December 2017				31 Dece be, 2016			
		Amount	Nature	% of total balance	Provision for doubtful debts	A	Nat, e	% f a d b f	P, L f, r, deb
E be Rea E ae	A cae	331,250	Funding	3.83%	-	824,391	F d g	7.54%	
Se e C a Me, c a	S b da	70,650	Transfer of equity	0.82%	-	70,650	T, a fe f	0.65%	
Rea E ae H d g C., Ld	f g fca a e de								
S a g a Fe g a g	A cae	34,204	Funding	0.40%	-	34,204	F d g	0.31%	
Rea E ae De e e C., Ld.									
(S a g a Fe g a g)									
Na g X a g	A cae	13,813	Funding	0.16%	-	10,629	F d g	0.10%	
E, e a P, ec Pa e C., Ld. C a (Na g X a g)									
O e, e a ed a e		19,328		0.22%	-	6,270		0.06%	
T a		469,245		5.43%	-	946,144		8.66%	

Financial statements as at 31 December 2017  
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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 6. Advances to suppliers

(1) Advances to suppliers analysed by categories are as follows:

	31 December 2017	31 December 2016
Raw materials (including goods in transit)	2,382,879	2,313,829
Contract deposits	311	553
Others	46,948	78,567
Subtotal	2,430,138	2,392,949
Less: Allowance for doubtful debts	(282,417)	(226,967)
Total	2,147,721	2,165,982

(2) Aging analysis of advances to suppliers is as follows:

	31 December 2017	31 December 2016
Within 1 year	1,810,000	1,750,000
1-2 years	200,000	150,000
2-3 years	100,000	50,000
3-4 years	20,000	10,000
Over 4 years	17,721	55,982
Total	2,147,721	2,165,982

Financial statements ended 31 December 2017  
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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 6. Advances to suppliers (Continued)

- (4) The condition of the companies whose shareholders hold 5% (including 5%) or more of the voting shares of the Company in the prepayments at the end of the year.

At 31 December 2017 and 31 December 2016, there are advances to suppliers of companies whose shareholders hold 5% (including 5%) or more of the voting shares of the Company.

- (5) Advances to suppliers to related parties are analysed as follows:

C a a e	Re a e G	31 December 2017		31 December 2016	
		Amount	% of total balance	Amount	% of total balance
Ja g Ba g A Pa C., Ld. (Ja g Ba g)	A cae	8,000	0.33%	-	-
S aa Hea c	M a e d e f e G b d a e	3,922	0.16%	3,005	0.13%
TSC G H d g L ed (TSC)	A cae	41	0.00%	19,274	0.81%
O e, e a e d a e		-	-	1,045	0.04%
T a		11,963	0.49%	23,324	0.98%

For the year ended 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 7. Inventories

(1) Inventories are summarised by categories as follows:

	31 December 2017			31 December 2016		
	Book balance	Provision for decline in the value of inventories	Net book value	Book balance	Provision for decline in the value of inventories	Net book value
Raw materials	3,971,003	(193,787)	3,777,216	3,252,604	(163,944)	3,088,660
Work in progress	3,001,600	(11,537)	2,990,063	2,223,924	(27,978)	2,195,946
Finished goods	4,485,352	(108,174)	4,377,178	3,713,285	(125,107)	3,588,178
Construction materials	240,432	(184)	240,248	113,302	(242)	113,060
Supplies	204,266	(7,700)	196,566	213,712	(1,538)	212,174
Leased fixed assets	30,433	(164)	30,269	35,951	(72)	35,879
Materials	38,228	-	38,228	22,887	-	22,887
Construction equipment	824,295	(14,900)	809,395	852,395	-	852,395
Prepaid expenses	1,211,786	(4,992)	1,206,794	1,400,761	-	1,400,761
Office equipment	4,540,022	(207)	4,539,815	4,658,377	(123)	4,658,254
Assets held for sale	1,085,269	(32,714)	1,052,555	1,241,321	-	1,241,321
<b>Total</b>	<b>19,632,686</b>	<b>(374,359)</b>	<b>19,258,327</b>	<b>17,728,519</b>	<b>(319,004)</b>	<b>17,409,515</b>

As at 31 December 2017, the Group's carrying amount of inventories decreased compared to the carrying amount of 143,787,000 (31 December 2016: 187,359,000). The decrease in carrying amount is due to a 3.85% (2016: 3.16%) decrease in carrying amount.

As at 31 December 2017, there is no impairment loss (31 December 2016: Nil).

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 7. Inventories (Continued)

(2) Analysis of book balance movement of inventories for the year is as follows:

	31 Dece be, 2016	I ceae e c e ea	De ceae e c e ea	31 December 2017
Ra a e a	3,252,604	53,176,247	(52,457,848)	3,971,003
W i e g e	2,223,924	42,305,344	(41,527,668)	3,001,600
F ed g d	3,713,285	63,308,678	(62,536,611)	4,485,352
C g e c	113,302	2,958,416	(2,831,286)	240,432
S a e a	213,712	431,631	(441,077)	204,266
L t a ed c a be	35,951	282,070	(287,588)	30,433
Ma e a a	22,887	62,459	(47,118)	38,228
C e e d e e ed f a e	852,395	671,795	(699,895)	824,295
P e e e d e e e e	1,400,761	652,515	(841,490)	1,211,786
Off e e g e e g e e	4,658,377	7,284,484	(7,402,839)	4,540,022
A t d e f c e f c a c i	1,241,321	16,434,036	(16,590,088)	1,085,269
T a	17,728,519	187,567,675	(185,663,508)	19,632,686

(3) Provision for decline in the value of inventories are as follows:

Ca e g i	31 Dece be, 2016	I ceae e c e ea	De ceae e e e a	W e- ff	E c a g e D ffe, e ce a g f a a g f e g e a	31 December 2017
Ra a e a	163,944	95,418	(40,757)	(24,999)	181	193,787
W i e g e	27,978	7,343	(22,108)	(2,299)	623	11,537
F ed g d	125,107	85,659	(11,162)	(91,866)	436	108,174
C g e c	242		(58)			184
S a e a	1,538	7,636	(1,576)		102	7,700
L t a ed c a be	72	115	(24)		1	164
Rea e a e c e e d d e e e i d c		14,900				14,900
Rea e a e d e c i c d e e e i d c		4,992				4,992
Off e e g e e g e e e e e	123	100		(7)	(9)	207
A t d e f c e f c a c i		33,454			(740)	32,714
T a	319,004	249,617	(75,685)	(119,171)	594	374,359

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

7. Inventories (Continued)

(3) Provision for decline in the value of inventories are as follows (continued):

(a) The following table sets out the carrying amounts of inventories at the end of the reporting period and the provision for decline in value of inventories:

The following table sets out the carrying amounts of inventories at the end of the reporting period and the provision for decline in value of inventories:

Category	Basis for provision	Reason for reversal/write-off
Raw materials	The carrying amount of raw materials is based on the lower of cost and net realizable value.	Provision for decline in value of raw materials is based on the lower of cost and net realizable value.
Work in progress	The carrying amount of work in progress is based on the lower of cost and net realizable value.	Provision for decline in value of work in progress is based on the lower of cost and net realizable value.
Finished goods	The carrying amount of finished goods is based on the lower of cost and net realizable value.	Provision for decline in value of finished goods is based on the lower of cost and net realizable value.
Obsolete inventory	The carrying amount of obsolete inventory is based on the lower of cost and net realizable value.	Provision for decline in value of obsolete inventory is based on the lower of cost and net realizable value.
Slow moving	The carrying amount of slow moving inventory is based on the lower of cost and net realizable value.	Provision for decline in value of slow moving inventory is based on the lower of cost and net realizable value.
Consigned inventory	The carrying amount of consigned inventory is based on the lower of cost and net realizable value.	Provision for decline in value of consigned inventory is based on the lower of cost and net realizable value.
Returned and rejected goods	The carrying amount of returned and rejected goods is based on the lower of cost and net realizable value.	Provision for decline in value of returned and rejected goods is based on the lower of cost and net realizable value.
Returned and rejected goods	The carrying amount of returned and rejected goods is based on the lower of cost and net realizable value.	Provision for decline in value of returned and rejected goods is based on the lower of cost and net realizable value.
Off-specification goods	The carrying amount of off-specification goods is based on the lower of cost and net realizable value.	Provision for decline in value of off-specification goods is based on the lower of cost and net realizable value.
Accumulated depreciation	The carrying amount of accumulated depreciation is based on the lower of cost and net realizable value.	Provision for decline in value of accumulated depreciation is based on the lower of cost and net realizable value.

(4) Amount due from customer for contract work

	31 December 2017	31 December 2016
Aggregate carrying amount of contract work receivable	10,263,318	6,293,908
Less: Allowance for doubtful contract work receivable	(9,290,348)	(5,131,718)
	972,970	1,162,190
Contract receivable	1,085,269	1,241,321
Prepaid contract receivable	(112,299)	(79,131)
	972,970	1,162,190

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 8. Assets and liabilities held for sale

31 December 2017		
Carrying amount immediately before the classification	Provision for impairment of assets held for sale	Carrying amount



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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 9. Current portion of non-current assets (Continued)

As at 31 December 2017, the balance of the long-term receivables is as follows: (Amount in RMB'000) (31 December 2016: 108,990,000).

Category Name	Receivable	31 December 2017	31 December 2016
Long-term receivables of the Company, Ltd. (Long-term receivables)	Accounts receivable	77,192	90,752
Long-term receivables of Xianggang	Accounts receivable	21,045	
Y&CE Group Co., Ltd. (Y&CE Group)	Joint venture receivable	15,488	18,238
Zhongxing	Accounts receivable	11,273	
Neihua Shengyuan	Joint venture receivable	3,738	
<b>Total</b>		<b>128,736</b>	<b>108,990</b>

The following table analyses the aged receivables as follows:

		31 December 2017				31 December 2016			
		Ending balance		Provision for bad debts		Ending balance		Provision for bad debts	
		Amount	% of total balance	Amount	% of total balance	Amount	% of total balance	Amount	% of total balance
		A	A	A	A	A	A	A	A
Long-term receivables of the Company, Ltd. (Long-term receivables)	83,604	64.96%	14,175	10.99%	90,752	82.37%	10,752	10.00%	
Long-term receivables of Xianggang	21,045	16.36%							
Long-term receivables of Y&CE Group	15,488	11.95%	1,313	10.07%	18,238	16.74%	1,313	10.00%	
Long-term receivables of Zhongxing	11,273	8.75%							
Long-term receivables of Neihua Shengyuan	3,738	2.90%							
<b>Total</b>	<b>128,736</b>	<b>100.00%</b>	<b>15,488</b>	<b>12.03%</b>	<b>108,990</b>	<b>100.00%</b>	<b>12,065</b>	<b>11.07%</b>	

Long-term receivables  
 3.26% bad debt

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

11. Available-for-sale financial assets

	31 December 2017	31 December 2016
Measured at fair value		
Available-for-sale equity securities	3,995	2,441
Available-for-sale debt securities	408,000	
Available-for-sale financial assets	28,661	30,803
Measured at fair value		
Available-for-sale equity securities	411,980	412,240
Available-for-sale debt securities	10	307
Less: Impairment losses	(3,065)	(3,065)
Available-for-sale financial assets (Note IV.10)	(408,000)	
	441,581	442,726

(1) Because the fair value of the available-for-sale equity securities is not readily determinable, the fair value of the available-for-sale equity securities is measured at cost less impairment losses.

Available-for-sale equity securities are measured at fair value:

	31 December 2017	31 December 2016
Available-for-sale equity securities		
Fair value	3,995	2,441
Impairment losses	4,582	4,582
Accumulated impairment losses on available-for-sale equity securities	(587)	(2,141)
Available-for-sale debt securities		
Fair value	408,000	
Impairment losses	408,000	
Accumulated impairment losses on available-for-sale debt securities	-	
Available-for-sale financial assets		
Fair value	28,661	30,803
Impairment losses	31,709	31,914
Accumulated impairment losses on available-for-sale financial assets	(3,048)	(1,111)

**Assets**

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**IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**11. Available-for-sale financial assets (Continued)**

(2) Detailed information of the available-for-sale financial assets: (Continued)

Available-for-sale financial assets measured at fair value:

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Financial statements as at 31 December 2017  
 (Amounts in RMB'000 unless otherwise stated)  
 (English translation of Reference Case)

## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 12. Long-term receivables

	31 December 2017	31 December 2016
Finance receivables	20,223,046	21,814,831
Less: allowance for credit losses	(7,514,064)	(8,593,181)
Finance receivables	12,708,982	13,221,650
State-owned banks	83,048	325,592
Others	273,516	158,052
Subsidiary	13,065,546	13,705,294
Less: allowance for credit losses	(185,006)	(485,052)
Total	12,880,540	13,220,242

As at 31 December 2017, the gross receivables were denominated in RMB at a 5% (2016: N/A) foreign exchange rate. (31 December 2016: N/A)

The allowance for credit losses on receivables is determined based on the credit risk of the receivables. The allowance for credit losses is determined based on the credit risk of the receivables. The allowance for credit losses is determined based on the credit risk of the receivables.

	31 December 2017	31 December 2016
Management		
Within 1 year	6,260,716	5,467,492
1 to 2 years	3,240,272	3,608,636
2 to 3 years	2,254,953	2,261,810
Over 3 years	14,727,821	15,944,385
Subsidiary	26,483,762	27,282,323
Less: allowance for credit losses	(8,813,914)	(9,845,686)
Total	17,669,848	17,436,637

As at 31 December 2017, the gross receivables were denominated in RMB at a 5% (2016: 1,255,723,000) foreign exchange rate.

	The derecognised amount	The income from derecognition
Finance receivables	526,780	11,719

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 12. Long-term receivables (Continued)

The following table details the long-term receivables as at:

Category	Receivable	31 December 2017	31 December 2016
Ne He Si UG	Joint Venture	138,335	
LH a E g	Associate	63,873	75,484
Y&C E g e	Joint Venture	16,326	31,814
N g a H a g	Associate	3,661	
Z g 808 0e 2267. e 0 Td(A c a e)T /T1 1 Tf9.595 0 Td(3,661)T /T4,148 Tf9.876 0 Td( )T -47.059 -1.1%			85.0394 548.96

Financial statements as at 31 December 2017  
 (Amount in RMB'000 unless otherwise indicated)  
 (English translation of Reference O)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(2) Long-term equity investments in joint ventures:

	Movement				31 December 2017	Profit/Loss
	31 December 2016	Decrease/Increase	Net Profit/(Loss)	Additional Investment		
Daag Steel CIMCLG Co., Ltd. (Daag Steel LGC)	36,294		9,034			45,328
Sheng (Sagaa) Refractory Co., Ltd.	2,171		(357)			1,814
Sagaa Seesee Valve Co., Ltd.	11,340		457		(665)	11,132
NKYZ Electric	75,432		145		(9,443)	66,134
Kaia Zengtao (Tai) Co., Ltd.	22,330		2,781			25,111
Qida Jiefang Baocai Machinery Co., Ltd.	14,531	1,693	3,435		(4,113)	15,060
Dajiang Baogang Co., Ltd.	5,678		866		(1,000)	5,200
Sagaa Baode Machinery Co., Ltd.	23,888	3,648	4,606		(1,217)	30,925
Taiji Baocai Machinery Co., Ltd.	7,933		1,598		(1,826)	7,226
Y&CE	195,777		16,999			212,776
Seecomb Electric Service Co., Ltd.	1,630		(1,552)			78
Ningbo Meibei Piping Co., Ltd.	50,100	3,000	(1,027)			52,073
Hagong Xuelei Machinery Co., Ltd.	20,100	1,200	(217)			21,083
Nehe ShuangUG	33,287				(1,915)	31,372
Hagong Xuelei Machinery Co., Ltd.	10	(10)				-
<b>Total</b>	<b>500,501</b>	<b>9,531</b>	<b>36,768</b>		<b>(16,382)</b>	<b>(5,106)</b>

Reference: Note VI.2 for details

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 13. Long-term equity investments (Continued)

###### (3) Long-term equity investments in joint ventures

Financial statements as at 31 December 2017  
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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 13. Long-term equity investments (Continued)

## (3) Long-term equity investments in joint ventures (Continued):

	Movement						31 December 2017	Profit or loss
	31 December 2016	Decrease/Increase	Net investment	Additional investment	Disposal	Change in fair value		
Ta S g I & E Tad g C .L.d.	21,110						21,110	
Ja a S g C .L.d. (Ja a S g )	126,454				(7,208)		119,246	
X d F e g C .L.d. C f e g L a a F a C .L.d.	688		444				1,132	
6,296							6,296	
CIMC A a b a F a c C a L e d	5,227		(2,256)				2,971	
S a g a X a g A a C .L.d.	679	(600)	(79)				-	
N r e a g a d N g a C a g g	14,633	(1,852)	(41)				12,781	
18,331							18,290	
C e g T C a E e C .L.d	2,637		(411)				2,226	
S e e R a d N e T e c g C .L.d (S e e R a d N e )	7,407	2,000	(1,177)				8,230	
B e g B c E b C .L.d.	12,423		670				13,093	
G a g C H C T e c g C .L.d.	23,829		2,494				26,323	
C a F e S a f e E e e G L e d (C a F e S a f e )	485,275		(2,109)	16,448		33,149	532,763	
S a g a T a S C a T e c g D e e e C .L.d	2,000		(245)				1,755	
Z e a g X g B a b l d C .L.d	14,447		(1,297)				13,150	
N g G a g e B a b P d c C .L.d (N g G a g e )	662		405				1,067	
H a Q g e B a b l d C .L.d. (Q g e b a b d )	2,448		540				2,988	
UC S a g e L L C 5,779					(39)		5,740	
23,755		(1,443)			(967)		21,345	
M r (S a g a) I e a a T a d e C .L.d. (M r S a g a )	851		58				909	
S e e C a d H d a c e C .L.d. (C a d H d a c )	17,858		1,414				19,272	
Z g X e	22,648		1,716				24,364	



Chapter XIII

Annual Report 2017

Financial statements as at 31 December 2017  
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 (English translation of Reference to Chinese)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(3) Long-term equity investments in joint ventures (Continued):

The Group's long-term equity investments include TSC, LH Energy, Jiangsu Rice, Orlon (Singapore), ZPMC, Cad, Huda, Zeng Xue, Hea Yda and Seer Rad Net. The Group holds 20% of TSC, LH Energy, Jiangsu Rice, Orlon (Singapore), ZPMC, Cad, Huda, Zeng Xue, Hea Yda and Seer Rad Net. The Group's long-term equity investments are accounted for using the equity method.

As at 31 December 2017, the Group's long-term equity investments include TSC, LH Energy, Jiangsu Rice, Orlon (Singapore), ZPMC, Cad, Huda, Zeng Xue, Hea Yda and Seer Rad Net. The Group's long-term equity investments are accounted for using the equity method. The carrying amount of long-term equity investments as at 31 December 2016 is RMB1,139,285,000.

14. Investment properties

	Buildings and relevant land use rights	Land use rights	Total
1 January 2016	730,168		730,168
Add	78,176		78,176
Change in fair value	75,792		75,792
Transfer of investment property	131,859		131,859
Transfer of investment property to land use rights	46,843	130,551	177,394
Transfer of investment property to land use rights	786		786
Reclassification of investment property	102,062	482,772	584,834
Transfer of investment property to land use rights	(26,401)		(26,401)
31 December 2016	1,139,285	613,323	1,752,608

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 14. Investment properties (Continued)

	Buildings and relevant land use rights	Land use rights	Total
1 January 2017	1,139,285	613,323	1,752,608
Change in fair value	5,344		5,344
Transfer of investment property	21,120		21,120
Transfer of investment property	90,231		90,231
Transfer of investment property	34,424		34,424
Reclassification of investment property	6,681		6,681
Transfer of investment property	(26,574)	(150,800)	(177,374)
Disposal	(5,045)	(48,800)	(53,845)
31 December 2017	1,265,466	413,723	1,679,189

In 2017, carrying amount of investment properties increased by RMB53,845,000 (2016: 1,266,000). The carrying amount of investment properties increased by RMB53,845,000 (2016: 4.15%) in 2017.

In 2017, the carrying amount of investment properties increased by RMB5,344,000 (2016: RMB75,792,000).

In 2017, the carrying amount of investment properties decreased by RMB53,845,000 and decreased by RMB104,000,000 (2016: N/A).

As at December 31, 2017, the carrying amount of investment properties was RMB216,849,000 (December 31, 2016: 113,196,000) and the carrying amount of investment properties decreased by RMB216,849,000 (December 31, 2016: N/A). The carrying amount of investment properties decreased by RMB216,849,000 (December 31, 2016: N/A).

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 15. Fixed assets

###### (1) Fixed assets

	Plants and buildings	Machinery and equipment	Office and other equipment	Motor vehicles	Offshore engineering equipment	Dock, wharf	Total
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Original

31 December 2016

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Financial statements as at 31 December 2017  
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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 15. Fixed assets (Continued)

#### (1) Fixed assets (Continued)

As at December 31, 2017, the net book value of fixed assets was RMB353,331,000 (original cost of RMB525,361,000) as compared to RMB500,000,000 (2016: RMB398,144,000). Refer to Note IV.24 for details.

In 2017, depreciation of fixed assets recognized amounted to 1,794,182,000 (2016: 1,687,106,000), finished fixed assets of 1,490,953,000, 20,483,000 and 282,746,000 (2016: 1,413,938,000, 20,737,000 and 252,431,000) were categorized as construction in progress, respectively.

In 2017, the original cost of fixed assets transferred to other categories was RMB 1,975,332,000 (2016: 1,206,156,000).

#### (2) Temporarily idle fixed assets

As at 31 December 2017, the carrying amount of temporarily idle fixed assets was RMB 148,018,000 (original cost of 214,983,000) (31 December 2016: carrying amount of 207,894,000 and original cost of 409,415,000). The following table details:

	Original cost	Accumulated depreciation	Provision for impairment	Carrying amount
Patented technology	162,813	(37,729)		125,084
Machinery and equipment	51,291	(28,624)		22,667
Transportation	42	(33)		9
Office & equipment	837	(579)		258
	214,983	(66,965)		148,018

For the year ended 31 December 2017  
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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 15. Fixed assets (Continued)

###### (3) Fixed assets held through finance leases :

	31 December 2017			31 December 2016		
	Book balance	Accumulated depreciation	Carrying amount	Book balance	Accumulated depreciation	Carrying amount
Plants and buildings	-	-	-	2,626	(1,875)	751
Machinery and equipment	14,779	(677)	14,102	527,599	(127,256)	400,343
Offshore engineering special equipments	33,031	(14,377)	18,654	31,113	(12,187)	18,926
<b>Total</b>	<b>47,810</b>	<b>(15,054)</b>	<b>32,756</b>	<b>561,338</b>	<b>(141,318)</b>	<b>420,020</b>

The fixed assets held through finance leases are categorized as follows:

###### (4) Fixed assets with certificates of ownership unsettled

	Carrying amount	Reason for pending
Facilities	359,299	Partial certificates of ownership
Office buildings	28,401	Partial certificates of ownership
Warehouses	155,756	Partial certificates of ownership
Drilling and Casing	50,899	Partial certificates of ownership
Welding	97,483	Undertaken for the year
Others	29,436	Certificates of ownership
<b>Total</b>	<b>721,274</b>	

## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 16. Construction in progress

## (1) Construction in progress

	31 December 2017			31 December 2016	
	Book balance	Provision for impairment	Carrying amount	Book balance	Carrying amount
Ve e de c c f f a c g a d ea g c a	18,723,948	-	18,723,948	19,405,489	19,405,489
Raffe H273, H1284 P, ec	2,750,212	-	2,750,212	2,754,873	2,754,873
Z da CIMC Ha Lg e, ec	76,842	-	76,842		
F a ca f, a e c c	54,583	-	54,583		
C d C a Re ea c l e P, ec	50,897	-	50,897	47,633	47,633
D g a M da T a b d g	18,030	-	18,030		
D g a S e CIMC Fe g a g, ec	15,633	-	15,633	3,890	3,890
E, c c c, ec	13,678	-	13,678	88,101	88,101
N gb CIMC Re l a, ec f a e- ba ed a c a g e	11,522	-	11,522		
Ta CIMC a e-ba ed a c a g e	11,414	-	11,414		
XHCIMCS P, d c L e ad P e, Fac e Rec c P, ec	5,352	-	5,352	1,506	1,506
TCCIMC, e ca a d, ec c	4,615	-	4,615	5,400	5,400
D g a CIMC, e ce g c e e	4,601	-	4,601	11,497	11,497
Raffe age cae e ( c d g 2000T e g a e)	3,178	-	3,178	3,080	3,080
C&C c, d c e, ec	1,956	-	1,956	35,218	35,218
S e a g Ve ce Ga de l d, ec	-	-	-	9,760	9,760
C g CIMC b d g c c	-	-	-	8,732	8,732
Ref, ge a ed ca, ec f A U ed c d g					

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 16. Construction in progress (Continued)

#### (2) Movement of significant projects of construction in progress during the year

Description of projects	31 December 2016		Additions		Disposals		Transfers		31 December 2017		Completion (%)	Percentage of completion	Estimated total cost		
	Balance	Change	Balance	Change	Balance	Change	Balance	Change	Balance	Change					
Construction in progress	26,208,671	19,405,489	1,746,767	(1,354,373)					18,723,948	92%	74%-100%	1,321,150	442,055	3.47%	Balance (1,073,935)
Raffles H273, H1284 Project	2,794,565	2,754,873	153,789						2,750,212	98%	95%	226,962	75,835	3.55%	Settlement (158,450)

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

17. Disposal of fixed assets

	31 December 2017	31 December 2016
Part disposed	90,740,000	105,512,000

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 18. Intangible assets and development costs (Continued)

(2) As at 31 December 2017, intangible assets with pending certificates of ownership are as follows:

	Carrying amount in RMB	Reasons for unsettlement
SCIMCEL Technology	55,000	pending
C&C Technology	43,000	pending
SCIMCEL	2,000	pending
<b>Total</b>	<b>100,000</b>	

As at 31 December 2017, the carrying amount of intangible assets with pending certificates of ownership is RMB100,000,000.

(3) As at 31 December 2017, the carrying amount of intangible assets (31 December 2016: Nil).

(4) As at 31 December 2017, the carrying amount of intangible assets is RMB53,300,000 (31 December 2016: RMB53,300,000).

(5) Development costs are as follows:

	31 December 2016	Change added	Recognized as expense	31 December 2017
Pre-development costs	43,089	57,073	(52,533)	47,629
Other	6,901	16,584	(3,715)	19,770
	49,990	73,657	(56,248)	67,399

In 2017, the Group's development costs amounted to RMB725,386,000 (2016: RMB563,792,000): RMB651,729,000 for costs incurred in the current period (2016: RMB519,440,000), and RMB73,657,000 accounted for the recognition of intangible assets (2016: RMB44,352,000). As at 31 December 2017, the carrying amount of development costs is RMB67,399,000 (2016: RMB49,990,000) at a rate of 1.20% (2016: 3.18%) of the total carrying amount of intangible assets.

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 19. Goodwill



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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 19. Goodwill (Continued)

#### (2) Impairment test for asset group including goodwill

The following table shows the carrying amounts of the cash generating units and the goodwill included in each cash generating unit:

	31 December 2017	31 December 2016
Carrying amount of cash generating units	120,085	120,085
Goodwill included in cash generating units	415,664	408,658
Goodwill included in cash generating units and identifiable intangible assets	1,036,235	1,074,195
Goodwill included in cash generating units and identifiable intangible assets	229,460	229,397
Goodwill included in cash generating units and identifiable intangible assets	120,558	120,558
Goodwill included in cash generating units and identifiable intangible assets	38,815	38,815
Goodwill included in cash generating units and identifiable intangible assets	121,873	108,196
Goodwill included in cash generating units and identifiable intangible assets	29,755	27,989
Total	2,112,445	2,127,893

(3) The following table shows the carrying amounts of the cash generating units and the goodwill included in each cash generating unit as at 31 December 2017:

The following table shows the carrying amounts of the cash generating units and the goodwill included in each cash generating unit:

	Vehicles						C & C		Zhengzhou
	Enric	UK	TGE SA	YPDI	Bassoe	Pteris	Trucks	Hashenleng	Logistics
Goodwill included in cash generating units	3%	3%	3%	3%	3%	3%	3%	3%	3%
Goodwill included in cash generating units and identifiable intangible assets	18%	11%	14%	18%	80%	18%-27%	20%	18%	18%
Goodwill included in cash generating units and identifiable intangible assets	12.5%-14.63%	12.35%	12%	13.14%	11.10%	13.3%	15.7%	11.51%	16%

The following table shows the carrying amounts of the cash generating units and the goodwill included in each cash generating unit as at 31 December 2017:

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 20. Long-term prepaid expenses

	31 December 2016	Change add	Change decrease	Exchange difference adjustment	31 December 2017
Yard facilities	9,691	657	(2,788)	52	7,612
Prepaid advertising	133,924	114,806	(146,205)	1,199	103,724
Prepaid design fees	9,439	10,655	(3,922)		16,172
Prepaid design fees	19,996	25,298	(25,164)	(607)	19,523
Others	73,524	20,353	(35,692)	23	58,208
Sub-total	246,574	171,769	(213,771)	667	205,239
Less: prepaid expenses					-
Total	246,574	171,769	(213,771)	667	205,239

Chapter XIII

Assets and Liabilities

Financial statements as at 31 December 2017  
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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

21. Deferred tax assets and deferred tax liabilities

(1) The offsetting balances of deferred tax assets and liabilities offset and corresponding deductible or taxable temporary differences

	31 December 2017		31 December 2016	
	Deductible/ (taxable) temporary differences	Deferred tax assets/ (liabilities)	Deductible/ (taxable) temporary differences	Deferred tax assets/ (liabilities)
Deferred tax assets:				
Property, plant and equipment	3,015,044	710,854	1,546,119	322,474
Accrued liabilities	999,526	209,194	690,921	139,994
Employee benefits payable	1,750,600	381,558	1,273,607	296,507
Accrued interest	555,749	120,791	493,541	89,303
Deductible temporary differences	2,572,434	485,290	1,861,895	332,307
Multiple foreign currency exchange rate differences	1,063	266	27,566	6,892
Available-for-sale financial assets	3,048	762	14,230	2,134
Intangible assets	18,136	4,534	18,904	4,726
Others	318,960	74,698	278,319	69,580
	9,234,560	1,987,947	6,205,102	1,263,917
Offsetting balances	(2,285,238)	(1,125,763)	(1,749,010)	(820,204)



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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 22. Other non-current assets

	31 December 2017	31 December 2016
Prepaid financial charges	64,094	7,429
Prepaid financial expenses	13,516	8,695
Prepaid financial charges	6,956	32,235
Entirely owned assets	3,249	35,547
Others	71	2,447
<b>Total</b>	<b>87,886</b>	<b>86,353</b>

As at 31 December 2017, the entire amount of prepaids are denominated in RMB, which is a 5% (2016: 100%) of the total amount of prepaids.

### 23. Provision for asset impairment

	31 December 2016	Change added	Change reversed	Change written off	Change transferred	31 December 2017
Provision for doubtful debts						
Initial provision for doubtful debts	629,236	229,452	(89,260)	(465)	(11,786)	757,177
Provision for doubtful debts	1,580,439	147,281	(28,699)	(1,295,238)	(7,240)	396,543
Provision for doubtful debts	226,967	57,228	(504)	(1,261)	(13)	282,417
Provision for doubtful debts	792,246	138,934	(15,275)	(48,432)	(2,481)	864,992
Provision for deferred tax assets	319,004	249,617	(75,685)	(119,171)	594	374,359
Provision for other receivables	2					2
Provision for other receivables	3,065					3,065
Provision for other receivables	369,259	20,252		(99,681)	190	290,020
Provision for other receivables	2,421			(1,101)		1,320
Provision for other receivables	175,672			(6,739)	(5,626)	163,307
Provision for other receivables	136,308	38,000			(1,185)	173,123
<b>Total</b>	<b>4,234,619</b>	<b>880,764</b>	<b>(209,423)</b>	<b>(1,572,088)</b>	<b>(27,547)</b>	<b>3,306,325</b>

Provision for other receivables is calculated based on the expected credit loss model.

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 24. Restricted assets

As at 31 December 2017, the following restricted assets were available:

		31 December 2016	Decrease	Increase	Decrease	31 December 2017
Carrying amount	IV.1	987,257	424,136	(57,557)		1,353,836
Net equity	IV.3	206,753	38,486	(151,704)		93,535
Long-term equity	IV.12	8,164,729	307,977	(457,683)		8,015,023
Finance	IV.15	398,144		(44,813)		353,331
Total		9,756,883	770,599	(711,757)		9,815,725

Long-term equity is pledged to the bank as collateral for the bank loan. Net equity is pledged to the bank as collateral for the bank loan. Refer to Note IV.15 for details. Refer to Note IV.15 for details. Refer to Note IV.15 for details. Refer to Note IV.15 for details.

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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 25. Short-term borrowings

#### (1) Classification of short-term borrowings:

None	31 December 2017	31 December 2016
Guaranteed (a)		
USD	417,560	2,938,354
RMB	1,506,156	937,852
EUR	364,490	61,487
<b>Subtotal</b>	<b>2,288,206</b>	<b>3,937,693</b>
Pledged (b)		
RMB	96,987	59,902
Unsecured		
USD	10,133,467	7,427,465
EUR	197,552	478,076
RMB	2,330,975	3,613,782
HKD	249,100	
Other	-	48,649
<b>Subtotal</b>	<b>12,911,094</b>	<b>11,567,972</b>
Discounted notes		
RMB	21,060	164,220
<b>Total</b>	<b>15,317,347</b>	<b>15,729,787</b>

(a) As at 31 December 2017, guaranteed borrowings include: (i) Term deposits, Hubei Beigedong, and other deposits of RMB112,000,000 from CIMC Finance and Leasing; (ii) CIMC Raffinerie deposits of RMB1,100,294,000 and US\$40,393,000 (equivalent to RMB264,006,000); (iii) CIMC Raffinerie deposits of RMB210,000,000 from CIMC; (iv) CIMC Finance and Leasing deposits of RMB3,000,000, USD23,500,000 (equivalent to RMB153,554,000); (v) CIMC Raffinerie deposits of RMB80,862,000 from CIMC; (vi) CIMC Raffinerie deposits of EUR46,728,000 (equivalent to RMB364,490,000) from CIMC.

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 28. Accounts payable

(1) The Group's accounts payable is as follows:

	31 December 2017	31 December 2016
Trade payables	10,124,956	8,303,845
Legated guarantee	559,737	461,925
Precontract	341,552	259,029
Precontract	387,357	658,048
Debt	579,407	150,029
Trade payable	81,816	135,159
Precontract	43,661	129,178
Other	97,825	63,738
<b>Total</b>	<b>12,216,311</b>	<b>10,160,951</b>

The following table shows the breakdown of the trade payables:

	31 December 2017	31 December 2016
Within 1 year (current)	11,538,059	9,535,350
1-2 years (current)	313,282	414,188
2-3 years (current)	157,749	153,893
Over 3 years	207,221	57,520
<b>Total</b>	<b>12,216,311</b>	<b>10,160,951</b>

As at 31 December 2017, accounts payable include 1 year trade payables of RMB678,252,000 (31 December 2016: RMB625,601,000) and other trade payables of RMB1,538,059 (31 December 2016: RMB414,188). The trade payables are all due within one year.

(A a F e ea e ded 31 Dece be, 2017  
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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 28. Accounts payable (Continued)

- (2) A a 31 Dece be, 2017, e e a acc a a be ed a e de d g e a 5% ( d g 5%) f e g g f e G .Acc a a be ed e a ed a e a e a ed f :

C a a e	Rea e G	31 December 2017		31 Dece be, 2016	
		Amount	% of total balance	A	% f a baa ce
Y&C e e	J e e	45,506	0.37%	66,157	0.65%
S aa Z	M e de f	20,300	0.17%		
Q g e Ba b	A cae	17,097	0.14%	8,138	0.08%
N g g a g e	A cae	16,999	0.14%		
X CIMCW d C .,Ld	A cae	14,813	0.12%	17,905	0.18%
G a g e g c	J e e	8,884	0.07%		
TSC	A cae	7,959	0.07%	25,727	0.25%
N g a c a g g	A cae	2,931	0.02%		
A a T ad g C .,Ld	M e de f	2,162	0.02%	15,902	0.16%
O e e a ed a e	b da e	1,844	0.01%	13,108	0.13%
T a		138,495	1.13%	146,937	1.45%

### 29. Advances from customers

- (1) Advances from customers

	31 December 2017	31 Dece be, 2016
A d a ce f g d	4,074,032	3,167,715
A d a ce f e	282,207	208,583
A d a ce f c c	168,297	155,912
A d a ce f e a e a d g c	51,218	70,508
O e	48,334	177,976
T a	4,624,088	3,780,694

A a 31 Dece be, 2017, a d a ce f e e e 1 ea a ca, g a f 289,060,000 (31 Dece be, 2016: 330,291,000), a e a e a a d a ce a d e e e e a e e e a ed ff e e e e g e e g e .S ce e d c c ce f e ff e e e e g e e g e c a e a e ea, e a d a ce f e e e e bee e ed.

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

29. Advances from customers (Continued)

(2) As at 31 December 2017, the advances from customers are classified into 5% interest-bearing and non-interest-bearing advances. The advances are as follows:

Counterparty	Relationship	31 December 2017		31 December 2016	
		Amount	% of total balance	Amount	% of total balance
Ne He Software (Shanghai) Co., Ltd.	Major customer	47,046	1.02%	-	-
Sa Zhi Technology Co., Ltd.	Major customer	895	0.02%	40	0.00%
Beigong Beijing Facemore Management Co., Ltd. (Beigong)	Major customer	-	-	12	0.00%
Others		2	0.00%	-	-
<b>Total</b>		<b>47,943</b>	<b>1.04%</b>	<b>52</b>	<b>0.00%</b>

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 30. Employee benefits payable (Continued)

###### (1) Short-term wages

	31 December 2016	Employee benefits added	Employee benefits decreased	Employee benefits paid	31 December 2017
Wages and salaries, bonuses and allowances	1,699,319	5,711,262	(5,181,633)	2,210	2,231,158
Profit-sharing and other long-term incentives	205,151	103,239	(17,051)		291,339
Housing fund	6,118	227,403	(208,571)	(99)	24,851
Labour insurance and medical insurance	62,236	43,526	(40,978)	(740)	64,044
Social security and other	12,517	183,995	(178,953)		17,559
Long-term medical insurance	9,564	152,990	(149,110)		13,444
Welfare fund	1,583	19,921	(19,425)		2,079
Maternity benefits	1,370	11,084	(10,418)		2,036
Other long-term wages	104,784	687,222	(743,879)	938	49,065
<b>Total</b>	<b>2,090,125</b>	<b>6,956,647</b>	<b>(6,371,065)</b>	<b>2,309</b>	<b>2,678,016</b>

###### (2) Defined contribution plans

	31 December 2016	Employee benefits added	Employee benefits decreased	Employee benefits paid	31 December 2017
Balance	21,455	432,596	(426,205)		27,846
Unsettled employee benefits	2,554	10,381	(9,125)		3,810
Employee benefits	147	2,761	(2,702)		206
<b>Total</b>	<b>24,156</b>	<b>445,738</b>	<b>(438,032)</b>		<b>31,862</b>

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 30. Employee benefits payable (Continued)

- (3) Dismissal welfare

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 34. Other payables (Continued)

(3) As at 31 December 2017, the amount of other payables due to related parties is RMB5,000,000 (2016: RMB5,000,000) with an interest rate of 5% (2016: 5%).

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 35. Provisions

		31 December 2016	Additions	Decreases	Decreases	Decreases	Exchange difference	31 December 2017
Provision for doubtful accounts	(1)	690,574	99,997	483,364	(117,117)	(229,025)	(10 SQ-1 T2)	g f

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 36. Current portion of non-current liabilities

The following table shows the current portion of non-current liabilities as at the end of each reporting period:

	Note	31 December 2017	31 December 2016
Current portion of long-term borrowings	IV.38	2,134,980	3,401,313
Unsecured		1,476,028	
Secured		371,618	124,397
		3,982,626	3,525,710
Current portion of long-term lease liabilities		107,388	136,571
Lease liabilities		(14,034)	(15,826)
Current portion of other non-current liabilities	IV.40	93,354	120,745
Other		7,255	17,567
		100,609	138,312
Other		2,344	3,850
Total		4,085,579	3,667,872

##### 37. Other current liabilities

	Note	31 December 2017	31 December 2016
Contract liabilities	(1)		

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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 38. Long-term borrowings

#### (1) Classification of long-term borrowings

Name	31 December 2017	31 December 2016
Bank borrowings		
Unsecured	10,668,493	11,496,937
Margined	(5,236,902)	6,260,830
Guaranteed	(12,217,399)	12,791,165
	28,122,794	30,548,932
Leases receivable from lessees		
Unsecured	2,134,980	3,401,313
Margined	(1,476,028)	
Guaranteed	(371,618)	124,397
	3,982,626	3,525,710
<b>Total</b>	<b>24,140,168</b>	<b>27,023,222</b>

(1) As at December 31, 2017, the Group's secured borrowings include CIMC Leasing's secured bank borrowings of USD810,460,000 (equivalent to RMB5,236,902,000). The secured borrowings include the Group's bank borrowings of USD225,893,000 (equivalent to RMB1,476,028,000).

(2) As at 31 December 2017, the Group's guaranteed borrowings include the Group's bank borrowings of USD1,487,000,000 (equivalent to RMB9,718,954,000) which are guaranteed by CIMC HK, a wholly owned subsidiary of the Group, USD48,811,000 (equivalent to RMB318,940,000); the Group's bank borrowings of USD7,203,000 (equivalent to RMB48,000,000) which are guaranteed by CITIC International Technology Co., Ltd. (CITIC Tech Co., Ltd.); the Group's bank borrowings of GBP27,000,000 (equivalent to RMB237,050,000), which are guaranteed by CIMC Vehicle UK Limited (CIMC Vehicle UK); the Group's bank borrowings of GBP6,000,000 (equivalent to RMB52,678,000); the Group's bank borrowings of RMB150,363,000.

(2) The Group's bank borrowings with a fixed interest rate of 5% are classified as financial liabilities measured at amortized cost. (2016: )

(3)

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 39. Debentures payable

	31 December 2016 and 31 December 2017
Medicine	7,986,500

(1) Related information is as follows:

Debenture name	Par value	Issuance date	Maturity	Issuance amount
Medicine -16CIMC MTN1 ( )	3,500,000	2016/8/11	3 years	3,500,000
Medicine -16CIMC MTN2 ( )	2,500,000	2016/8/22	3 years	2,500,000
Medicine -16CIMC MTN3 ( )	2,000,000	2016/10/17	3+N years	1,986,500
Total	8,000,000			7,986,500

(1) The Company issued three medium-term notes (MTN) with a total amount of RMB3.5 billion in August 2016. The notes are issued in the form of bonds with a face value of RMB100 million and a coupon rate of 3.07%. The first note (MTN1) was issued on August 11, 2016, with a maturity of 3 years. The second note (MTN2) was issued on August 22, 2016, with a maturity of 3 years. The third note (MTN3) was issued on October 17, 2016, with a maturity of 3+N years. The total amount of the notes issued is RMB7.9865 billion.

(2) On October 17, 2016, the Company issued three medium-term notes (MTN) with a total amount of RMB1,986,500,000. The notes are issued in the form of bonds with a face value of RMB100 million and a coupon rate of 3.89%. The first note (MTN1) was issued on October 14, 2016, with a maturity of 3 years. The second note (MTN2) was issued on October 14, 2016, with a maturity of 3 years. The third note (MTN3) was issued on October 14, 2016, with a maturity of 3+N years. The total amount of the notes issued is RMB1,986,500,000.

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 40. Long-term payables

	31 December 2017	31 December 2016
Financial lease payables	229,806	323,920
Lease liabilities	(10,585)	(34,723)
Financial lease payables - net	219,221	289,197
Payable interest	-	120,789
Deferred tax	101,834	117,922
Others	26,214	1,464

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 41. Payables for specific projects

	31 December 2016	Change add	Change deducted	31 December 2017
Payable	9,704	5,360	(937)	14,127

##### 42. Deferred income

Name	31 December 2016	Change add	Change deducted	31 December 2017	Remarks
Government grants	829,742	189,452	(178,108)	841,086	Government grants received, but not recognized as income
Others	9,996	776	(5,626)	5,146	Others received, but not recognized as income
Total	839,738	190,228	(183,734)	846,232	

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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 42. Deferred income (Continued)

#### (1) Government grants

	31 December 2016	I c e a e e d , e e a	D e f e r r e d i n c o m e				31 December 2017	A e , e a e d / I c e , e a e d
			F e d e r a l	O r d i n a r y	G e n e r a l	N o n - g e n e r a l		
Y a n g R a f f e N a a D e e e a d R e f , C e , e e a e f d , a g g a d g , e c b d g e r e ,	200,000			(11,460)			188,540	A e , e a e d
E , c , e c a c e a	184,253			(7,132)			177,121	A e , e a e d
E , c e f a c , g l e e g a	80,396			(3,469)			76,927	A e , e a e d
S a C I M C V e c e l d , G a d e c i c g a	54,052			(7,668)			46,384	A e , e a e d
N g b C a e M a f a c t e d , f d	38,000						38,000	A e , e a e d
T A S d , a b a e , e c	28,291	4,220		(3,899)			28,612	A e , e a e d
Q D C R C , d b a , f a g e e e c		27,730		(193)			27,537	A e , e a e d
C & C , c i g l e e b d d a	30,000			(2,679)			27,321	A e , e a e d
M a e E g e e g e e T e g a d T e g P a f , C i c		14,840					14,840	A e , e a e d
M a e E g e e g e e T e g P a f , C i c								
Q D S C R , d b a , f a g e e e c		13,578		(94)			13,484	A e , e a e d
T a c a g C I M C S e c a L g c e e C . L d.	11,396			(304)			11,092	A e , e a e d
T C C I M C a d c e a	9,862			(263)			9,599	I c e , e a e d
X H C I M C S Z , a g l e b a , a d a c e d 4,220 (7,668)								

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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 42. Deferred income (Continued)

#### (1) Government grants (Continued)

	31 December 2016	Change added	Decrease due to		31 December 2017	Accounted/ classified
			Government grants	Non- government grants		
MEI Technology	5,520				5,520	Accounted
Shanghai Yac R&D Development Project		5,000		(85)	4,915	Accounted
Advanced technology development project	3,000	2,180		(1,000)	4,180	Accounted
Yan Rong Sheng Shanghai (B) Ltd. Seca	26,504	19,013		(41,430)	4,087	Accounted
Shanghai Advanced Technology Development Project	5,000			(917)	4,083	Accounted
Advanced Technology Development Project	4,270			(225)	4,045	Accounted
Advanced Technology Development Project	2,256			(225)	2,031	Accounted
C&T Advanced Technology Development Project		2,626		(613)	2,013	Accounted
TAS Advanced Technology Development Project	886			(97)	789	Accounted
Advanced Technology Development Project		4,000		(4,000)	-	Accounted
Advanced Technology Development Project	6,000			(6,000)	-	Accounted
Advanced Technology Development Project	17,362			(17,362)	-	Accounted
Advanced Technology Development Project	10,764			(10,764)	-	Accounted
Advanced Technology Development Project	82,416	55,004		(53,895)	83,525	Accounted/ classified
Total	829,742	189,452		(178,108)	841,086	

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(All figures are in RMB'000 unless otherwise specified)  
(E.g. Total Assets, Reference to O...)

Financial statements as at 31 December 2017  
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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 44. Share capital

	31 December 2016 '000	Change during the period '000	31 December 2017 '000	Change during the period '000	31 December 2017 '000
Shares subject to trading restriction	4,312	-	200	1,265,813	
Headed in the accounts	699			(200)	499
Shares not subject to trading restriction					
RMB-denominated shares	1,261,301	4,312		200	1,265,813
Foreign denominated shares	1,716,577				1,716,577
Total	2,978,577	4,312			2,982,889

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 45. Other equity instruments

	31 Dece be 2016	Change during the year	Other c a ge during the year	30 December 2017
Pe e a b d	2,049,035	87,808	(103,800)	2,033,043

	31 Dece be 2015	Change during the year	Other c a ge during the year	30 December 2016
Pe e a b d	2,033,043	119,792	(103,800)	2,049,035

At 31 December 2015, the Group had issued equity instruments with a carrying amount of RMB2,000. The carrying amount of the equity instruments was RMB1,981,143,000 after deducting the fees and expenses. The instruments were issued at a discount of 5.19% to the par value of RMB3.00 per share. The instruments were issued to the Group's employees as part of the Group's employee share incentive plan. The instruments were issued at a discount of 5.19% to the par value of RMB3.00 per share. The instruments were issued to the Group's employees as part of the Group's employee share incentive plan. The instruments were issued at a discount of 5.19% to the par value of RMB3.00 per share. The instruments were issued to the Group's employees as part of the Group's employee share incentive plan.



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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 46. Capital surplus (Continued)

	31 Dece be, 2015	Change add	Change decrease	31 Dece be, 2016
Share	3,577,648	12,773		3,590,421
Other capital:				
Economic development	692			692
Deduction	257			257
Share-based payment	402,887	22,316	(5,199)	420,004
Capital	14,275	1,692		15,967
Capital	207,660	227,441		435,101
Decrease in				
distributable (	899,128	903		900,031
)	(42,696)			(42,696)
Capital				
Capital	(224,430)		(22,239)	(246,669)
Capital	(58,964)			(58,964)
Effective	(406,795)			(406,795)
Capital				
e ab	(51,925)			(51,925)
Recg				
f	(1,249,826)		(300,000)	(1,549,826)
ae de	113,952	7,035		120,987
Other				
Total	3,181,863	272,160	(327,438)	3,126,585

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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 47. Other Comprehensive Income

	2017					31 December 2017
	31 December 2016	Pre-tax amount incurred in current year	Less: Income tax	Post-tax amount attributable to the Company	Post-tax amount attributable to the minority	
Income tax expense	43,754	-	-	-	-	43,754
Change in fair value of available-for-sale financial assets	(3,344)	862	(294)	568	-	(2,776)
Change in fair value of available-for-sale financial liabilities	80	4,299	(645)	3,654	-	3,734
Exchange differences on translation of foreign operations	(164,200)	(182,393)	-	(124,633)	(57,760)	(288,833)
Change in fair value of equity investments	-	(52,115)	13,029	(39,086)	-	(39,086)
Change in fair value of equity investments	-	16,448	-	16,448	-	16,448
Change in fair value of equity investments	481,051	6,681	(1,670)	5,011	-	486,062
	357,341	(206,218)	10,420	(138,038)	(57,760)	219,303

	2016					31 December 2016
	31 December 2015	Pre-tax amount incurred	Less: Income tax	Post-tax amount attributable to the Company	Post-tax amount attributable to the minority	
Income tax expense	43,754	-	-	-	-	43,754
Change in fair value of available-for-sale financial assets	(3,240)	(104)	-	(104)	-	(3,344)
Change in fair value of available-for-sale financial liabilities	(4,074)	4,887	(733)	4,154	-	80
Exchange differences on translation of foreign operations	(554,570)	462,287	-	390,370	71,917	(164,200)
Change in fair value of equity investments	-	584,834	(83,825)	477,398	23,611	481,051
	(514,477)	1,051,904	(84,558)	871,818	95,528	357,341

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( E g T a a f , R e f e r e n c e O )

#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 48. Surplus reserve

	31 December 2016	Change add	Change deduct	31 December 2017
Statutory reserve	1,489,287	2,156		1,491,443
Discretionary reserve	1,790,092			1,790,092
Total	3,279,379	2,156		3,281,535

	31 December 2015	Change add	Change deduct	31 December 2016
Statutory reserve	1,413,486	75,801		1,489,287
Discretionary reserve	1,790,092			1,790,092
Total	3,203,578	75,801		3,279,379

The statutory reserve is calculated according to the Company's Articles of Association. The statutory reserve is 10% of the consolidated net profit after tax (including the consolidated net profit after tax of the Company) and the discretionary reserve is determined by the Board of Directors. The total surplus reserve is 50% of the consolidated net profit after tax.

The Company has adopted the following policy for the distribution of dividends: The Board of Directors shall propose the distribution of dividends to the shareholders, and the distribution of dividends shall be subject to the approval of the shareholders.

##### 49. Undistributed profits

	Net	2017	2016
Undistributed profit		17,495,053	17,805,808
Add: Retained earnings		2,509,242	539,660
Less: Dividend		(87,808)	(119,792)
Less: Share repurchase		(2,156)	(75,801)
Less: Dividend	(1)	(179,837)	(654,822)
Undistributed profit		19,734,494	17,495,053

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(All amounts in RMB'000 unless otherwise indicated)  
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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 49. Undistributed profits (Continued)

- (1) Dividends of ordinary shares declared during the year

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Financial statements as at 31 December 2017  
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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 50. Revenue and cost of sales (Continued)

###### (3) Revenue and cost of sales from other operations

	2017		2016	
	Revenue from other operations	Cost of sales from other operations	Revenue	Cost of sales
Revenue from other operations	1,112,771	436,712	786,869	269,449
Cost of sales from other operations	659,447	263,606	364,767	193,559
Total	1,772,218	700,318	1,151,636	463,008

##### 51. Taxes and surcharges

	2017	2016	Tax base
Corporate income tax	108,394	132,272	7% VAT added
Education surcharge	82,806	99,173	3% 5% VAT added
Television fee	125,022	96,127	Actual gas, electricity and water
Land use tax	75,163	55,503	Actual gas, electricity and water
Hotel registration fee	79,706	63,360	Real estate tax
Business tax	-	21,421	3% 5% fee
Sales tax	33,213	24,272	Actual gas, electricity and water
Other	12,419	10,971	Actual gas, electricity and water
Total			

(A a F, e ea, e ded 31 Dece be, 2017  
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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 52. Selling and distribution expenses

	2017	2016
Tra a a add, b e e e	1,138,257	685,992
E be ef	811,113	720,700
Se g ea	359,520	333,922
Wa, a	207,391	96,219
E e a ae c	101,040	68,133
P, d c a e a ce fee	40,163	19,161
Age c fee	38,631	39,149
Ad e, g	49,150	44,307
S, age	14,025	23,834
O e,	167,428	125,563
T a	2,926,718	2,156,980

##### 53. General and administrative expenses

	2017	2016
E Be ef	2,238,096	1,775,770
Tec g de e e c	651,729	519,440
Age c fee	269,891	254,440
De, eca	282,746	252,431
A, a	265,686	228,404
Pe, f, a ce b a d, f a, gb	476,910	175,826
Re a	192,377	145,335
L t a, ec a be a d a e, a c ed	120,275	106,476
Ta e a d, c a, ge	119,552	62,905
S a, e-ba ed a e e e e	16,324	32,384
A d fee	13,460	14,070
Offce e d, e, e e, a e fee a d e,	835,008	641,117
T a	5,482,054	4,208,598

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 54. Financial expenses-net

	2017	2016
Interest expense	1,666,516	1,409,223
Less: Capitalized interest	517,890	507,365
Less: Interest income	227,261	142,335
Exchange loss/(gain)	378,290	(175,044)
Other	146,666	134,630
Total	1,446,321	719,109

##### 55. Expenses by nature

Classification of expenses by nature, regardless of whether they are incurred directly or indirectly, is as follows:

	2017	2016
Depreciation and amortization	(1,549,743)	(311,400)
Cost of sales	55,997,065	35,135,856
Salaries and wages	7,402,385	5,925,685
Debt interest	2,343,346	2,191,830
Research	319,052	331,061
Selling and distribution	1,184,077	817,931
Security expenses	359,520	333,922
Technical expenses	651,729	519,440
Provision	672,161	519,311
Provision for doubtful accounts	633,742	535,228
Advertising	13,460	14,070
Other expenses - manufacturing	470,498	423,193
Other expenses - general and administrative	557,183	337,318
Other expenses - financial	1,647,012	1,074,150
Total	70,701,487	47,847,595

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 (English text has primary reference)

#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 56. Profit arising from changes in fair value

	2017	2016
<b>Financial assets at fair value through profit or loss</b>		
Change in fair value during the period		
1. Profit from change in fair value of financial assets	56,175	7,776
2. Profit/(Loss) from change in fair value of financial liabilities	21,454	70,286
(Loss)/Profit from recognition of financial assets	(1,252)	232,153
<b>Sub-total</b>	<b>76,377</b>	<b>310,215</b>
<b>Investment properties at fair value</b>	<b>5,344</b>	<b>75,792</b>
<b>Financial liabilities at fair value through profit or loss</b>		
Change in fair value during the period		
1. Profit from change in fair value of financial liabilities	12,813	242,308
2. Profit/(Loss) from change in fair value of financial assets	16,782	(14,402)
<b>Sub-total</b>	<b>29,595</b>	<b>227,906</b>

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 58. Gain on disposal of assets

	2017	2016	2017
Gain on disposal of fixed assets	100,791	102,444	100,791
Gain on disposal of financial assets	12,543	299,902	12,543
Total	113,334	402,346	113,334

##### 59. Other income

	2017	2016	2017
Financial income	392,270		392,270
Tax income	56,791		56,791
Other income	23,565		23,565
Total	472,626		472,626

##### 60. Asset impairment losses

	2017	2016
Impairment loss on financial assets	173,932	100,725
Accumulated impairment loss on financial assets	140,192	174,954
Other impairment losses	118,582	1,403,702
Loss on disposal of financial assets (net of gains on disposal of financial assets)	123,659	271,429
Goodwill impairment loss	56,724	46,716
Goodwill impairment loss	38,000	77,557
Fixed assets impairment loss	20,252	8,310
Financial assets impairment loss	-	5,936
Contract impairment loss	-	305
Total	671,341	2,089,634

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 63. Income tax expenses

	2017	2016
Current tax expense	1,266,361	985,708
Deferred tax expense	(15,535)	(18,640)
Total	1,250,826	967,068

Reconciliation between current tax expense and accounting profit:

	2017	2016
Profit before tax	4,409,241	1,702,051
Income tax expense calculated at applicable rates	974,772	340,144
Effect of tax rate change	(148,887)	(112,254)
Excess of deductible temporary differences	135,909	122,230
Other credits	(37,101)	(1,958)
Unfavorable temporary differences	(128,878)	(41,584)
Tax effect of temporary differences	464,203	362,965
Deductible temporary differences recognized as deferred tax		

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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 64. Earnings per share

#### (1) Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

	2017	2016
Profit attributable to ordinary shareholders of the Company	2,509,242	539,660
Less: Preference dividends	(87,808)	(119,792)
Profit attributable to ordinary shareholders of the Company	2,421,434	419,868
Weighted average number of ordinary shares outstanding ('000)	2,980,056	2,978,296
Basic earnings per share (RMB/share)	0.81	0.14
Interim dividend per share	0.81	0.14

#### (2) Diluted earnings per share

Diluted earnings per share is calculated by dividing the profit attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for the effects of dilutive potential ordinary shares.

	2017	2016
Profit attributable to ordinary shareholders of the Company	2,509,242	539,660
Less: Preference dividends	(87,808)	(119,792)
Effect of dilutive potential ordinary shares	(1,371)	
Profit attributable to ordinary shareholders of the Company	2,420,063	419,868
Weighted average number of ordinary shares outstanding (diluted) ('000)	2,988,147	2,984,119
Diluted earnings per share (RMB/share)	0.81	0.14



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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 65. Notes to the consolidated cash flow statement (Continued)

###### (3) Cash received relating to other investing activities

	2017	2016
Cash received from other investing activities	189,452	438,526
Other	-	8,394

Financial year ended 31 December, 2017  
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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 66. Information to cash flow statement

#### (1) Supplementary information to the consolidated cash flow statement

##### (a) Reconciliation from net profit to cash flows from operating activities

	2017	2016
Net profit	3,158,415	734,983
Add: Depreciation and amortization	671,341	2,089,634
Decrease in allowance for doubtful accounts	1,794,182	1,687,106
Change in allowance for bad debts	335,393	383,811
Change in allowance for doubtful accounts	213,771	120,913
Loss on disposal of property, plant and equipment	97,699	151,788
Gain on disposal of property, plant and equipment	(68,701)	
Gain on disposal of property, plant and equipment	(111,316)	(613,913)
Financial income	1,666,516	1,798,022
Loss on disposal of property, plant and equipment	(510,351)	(234,410)
Share-based payment	16,324	32,384
Change in deferred tax assets	(158,967)	(60,668)
Change in deferred tax liabilities	(178,108)	(116,575)
Change in deferred tax liabilities	64,627	64,998
Change in allowance for doubtful accounts	(1,772,602)	(451,064)
Change in allowance for doubtful accounts	(5,369,090)	(4,372,074)
Change in allowance for doubtful accounts	4,426,246	1,126,684
Net cash flow from operating activities	4,275,379	2,341,619

##### (b) Net (decrease)/increase in cash and cash equivalents

	2017	2016
Cash and cash equivalents at the beginning of the year	5,442,857	6,338,667
Less: Cash and cash equivalents at the end of the year	6,338,667	3,259,123
Net (decrease)/increase in cash and cash equivalents	(895,810)	3,079,544

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 66. Information to cash flow statement (Continued)

###### (2) Information on acquisition of subsidiaries and other business units during the year

	2017	2016
I. I f, a a f b d a e		
Ca a dca e L a e a d f, a e	814,800	965,036
Le :Ca a dca e L a e e d b d a e a d e		
b e a e d a e	250,655	226,674
Ne ca a d a e f b d a e	564,145	738,362
Ne a e e d b e a e f b d a e		
C e a e	1,677,482	604,411
N -C e a e	653,113	505,556
C e a b e	(1,306,414)	(537,137)
N -C e a b e	(107,244)	(123,640)
M e e	(14,194)	(20,764)

###### (3) Information on disposal of subsidiaries or other undertakings:

	31 December 2017	31 Dece be, 2016
I. I f, a d a f b d a e:		
1. Ca a dca e L a e e c a e d d a f b d a e e d e a g	506,972	232,000
Le :Ca a dca e L a e e a e d d a d a f d e d b d a e e d e a g	31,343	25,579
2. Ne ca a dca e L a e e c a e d d a f b d a e e d e a g	475,629	206,421
P, ce fd e d b d a e 2017	651,133	548,257
Ne a e fd a b d a e		
C e a e	189,441	1,374,610
N -C e a e	332,514	203,105
C e a b e	(404,461)	(1,454,511)
N -C e a b e	(915)	(12)
M e e	75,746	

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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 66. Information to cash flow statement (Continued)

###### (4) Cash and cash equivalents



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#### IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

##### 67. Monetary items denominated in foreign currency

	31 December 2017		
	Functional currency (in thousands)	Exchange Rate	in RMB
<b>Monetary items</b>			
EUR	201,013	7.8003	1,567,965
USD	44,772	6.5359	292,628
HKD	313,508	0.8359	262,061
GBP	21,750	8.7796	190,960
THB	357,810	0.2005	71,741
AUD	8,434	5.0916	42,942
JPY	300,288	0.0579	17,387
Others			100,178
			2,545,862
<b>Accruals receivable</b>			
USD	1,275,585	6.5359	8,337,096
EUR	93,764	7.8003	731,391
GBP	41,424	8.7796	363,688
JPY	1,192,742	0.0579	69,060
HKD	60,556	0.8359	50,619
AUD	9,503	5.0916	48,387
THB	14,429	0.2005	2,893
Others			209,435
			9,812,569
<b>Other receivable</b>			
USD	90,038	6.5359	588,479
EUR	16,532	7.8003	128,958
GBP	3,992	8.7796	35,052
HKD	23,227	0.8359	19,416
AUD	480	5.0916	2,443
THB	699	0.2005	140
Others			75,858
			850,346
<b>Long-term receivable</b>			
USD	1,363,911	6.5359	8,914,386
GBP	11,448	8.7796	100,509
Others			11,095
			9,025,990

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## IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 67. Monetary items denominated in foreign currency (Continued)

	31 December 2017		
	Functional currency (in thousands)	Exchange Rate	in RMB
Short-term borrowings			
USD	1,614,319	6.5359	10,551,027
EUR	72,054	7.8003	562,042
Others			249,100
			11,362,169
Accounts payable			
USD	148,781	6.5359	972,415
GBP	44,393	8.7796	389,756
EUR	47,716	7.8003	372,200
CHF	13,664	6.6779	91,248
HKD	57,729	0.8359	48,256
AUD	7,195	5.0916	36,632
THB	41,111	0.2005	8,243
JPY	21,960	0.0579	1,271
Others			112,185
			2,032,206
Other payable	1,271		
USD	122,789	6.5359	802,534
EUR	15,971	7.8003	124,577
GBP	13,231	8.7796	116,160
JPY	209,390	0.0579	12,124
HKD	9,074	0.8359	7,585
AUD	1,328	5.0916	6,762
THB	17,503	/T1 THB	

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English translation of the Chinese original)

## V. CHANGES IN THE SCOPE OF CONSOLIDATION

### 1. Business combinations involving enterprises not under common control

#### (1) Business combinations involving enterprises not under common control

The acquiree	The acquisition date	Cost of acquisition	Acquired equity percentage	Acquisition method	Deterministic accordance of the acquisition date	Cash flows			
						Revenue of the acquiree from the acquisition date to the end of the year	Net loss of the acquiree from the acquisition date to the end of the year	from operating activities of the acquiree from the acquisition date to the end of the year	Net cash flows of the acquiree from the acquisition date to the end of the year
SOE (2)	4 April 2017	799,800	100%	Business combination	Reverse acquisition		13,001	(2,539)	44,450

See Note 3 to the financial statements for details.

**V. CHANGES IN THE SCOPE OF CONSOLIDATION (CONTINUED)**

For the year ended 31 December, 2017  
 (Amount in RMB'000 unless otherwise indicated)  
 (Except for the Reference to Other)

**V. CHANGES IN THE SCOPE OF CONSOLIDATION (CONTINUED)**

**1. Business combinations involving enterprises not under common control (Continued)**

**(2) Nantong CIMC Sinopacific Offshore & Engineering Co., Ltd.**

On 4 August 2017, an indirect wholly owned subsidiary, E.C.A. (hereinafter referred to as "E.C.A."), acquired 100% of the equity of SOE, a wholly owned subsidiary of E.C.A. The acquisition was completed on 4 August 2017. The fair value of the identifiable intangible assets acquired was RMB799,800,000.

(a) Details of SOE of the costs of combination and profit or loss recognized are as follows

Costs of combination	
Capital expenditure	799,800
Less: fair value of identifiable intangible assets	(868,501)
Gain on bargain purchase	(68,701)

The gain on bargain purchase is attributable to the identification of intangible assets. The fair value of the identifiable intangible assets was determined based on the cost of the assets, less the fair value of the identifiable intangible assets. The fair value of the identifiable intangible assets was determined based on the cost of the assets, less the fair value of the identifiable intangible assets. The fair value of the identifiable intangible assets was determined based on the cost of the assets, less the fair value of the identifiable intangible assets.

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English text prevails over Chinese text in case of discrepancy)

## V. CHANGES IN THE SCOPE OF CONSOLIDATION (CONTINUED)

### 1. Business combinations involving enterprises not under common control (Continued)

#### (2) Nantong CIMC Sinopacific Offshore & Engineering Co., Ltd. (Continued)

(b) The assets and liabilities of Acquirer at the acquisition date are as follows:

	Acquisition date Fair value	Acquisition date Carrying amount	31 December 2016 Carrying amount
Capital paid	249,792	249,792	92,204
Accumulated equity	( )	288,884	235,749
Other equity	( )	764,090	592,674
Intangible	330,700	310,077	409,476
Fixed asset	415,890	299,130	395,726
Construction in progress	72,900	42,515	83,553
Inventory	117,000	72,884	105,313
Share-based payment			(1,279,755)
Accumulated equity	(388,699)		

For the year ended 31 December, 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English text prevails over Chinese text)

## V. CHANGES IN THE SCOPE OF CONSOLIDATION (CONTINUED)

### 1. Business combinations involving enterprises not under common control (Continued)

#### (3) Zhengzhou Logistics

In 2017, the Company acquired 100% of the equity interest of Zhengzhou Logistics Co., Ltd. (Zeg Logistics), a company incorporated in the People's Republic of China, through a business combination involving enterprises not under common control. The acquisition was completed on December 31, 2017. The acquisition cost was RMB12,000,000. The fair value of the identifiable intangible assets acquired was RMB2,610,000. The goodwill recognized was RMB5,966,000. The details are as follows:

(a) Cash paid: RMB5,000,000;

(b) 8.03% of the equity interest of the Company, valued at RMB12,000,000; and

(c) Contingent consideration of RMB3,000,000 and 3% of the equity interest of the Company.

After the acquisition, Zhengzhou Logistics became a subsidiary of the Company.

(b) Details of the costs of combination and goodwill recognized are as follows:

Costs of combination	
Cash paid	5,000
8.03% of the equity interest of the Company, valued at RMB12,000,000	12,000
Net identifiable intangible assets acquired (c)	2,610
Less: fair value of identifiable intangible assets	(5,966)
Goodwill	13,644

(A) Fair value as at 31 December 2017  
 (RMB'000) (English translation of the original Chinese text)

## V. CHANGES IN THE SCOPE OF CONSOLIDATION (CONTINUED)

### 1. Business combinations involving enterprises not under common control (Continued)

#### (3) Zhengzhou Logistics (Continued)

(b) The assets and liabilities of Acquired party at the acquisition date are as follows:

	Acquisition date Fair value	Acquisition date Carrying amount	31 December 2016 Carrying amount
Capital and surplus	514	514	58
Accumulated other comprehensive income	311	311	736
Prepaid	91	91	581
Other receivables	42	42	773
Intangible assets	7,601	7,006	5,893
Other intangible assets			37
Fixed assets	192	79	109
Intangible assets	6,880	2,732	5,374
Deferred tax assets	751	751	
Accumulated other comprehensive income	(1,301)	(1,301)	(1,328)
Acquired financial assets	(2,395)	(2,395)	(2,853)
Other liabilities	(5,254)	(5,254)	(5,962)
Employee benefits liability	(141)	(141)	
Tax liabilities	(630)	(630)	(7)
Deferred tax liability	(695)		
Net assets	5,966	1805	3,411

(c) Contingent consideration

The acquisition of Zhengzhou Logistics is accounted for as a business combination. The fair value of the consideration transferred is RMB3,000,000, of which RMB2,610,000 is paid in cash and the remaining RMB339,000 is contingent consideration. At December 31, 2017, the fair value of the contingent consideration is RMB2,610,000 and is classified as a liability. The contingent consideration is measured at fair value at each reporting date and is classified as a liability.

Chapter XIII

**A**

For the year ended 31 December, 2017  
(All amounts in RMB'000 unless otherwise stated)  
(Except for the financial reference only)

**V.**

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise specified)  
 (English text prevails over Chinese text)

## V. CHANGES IN THE SCOPE OF CONSOLIDATION (CONTINUED)

### 2. Disposal of subsidiaries

(a) The relevant information for the disposal of major subsidiaries during the year is summarized as follows:

Name of the subsidiary	The disposal price	The equity percentage disposed	Disposal method	The disposal date	Deterministic accordance of the disposal date	The difference between the disposal price and the share of the net assets if the disposed subsidiary in the consolidated financial statements	The amount of other comprehensive income related to the equity investment of the Company transferred to the investment gains and losses Company transferred to the investment gains and losses
See CIMC Electronic Equipment Co., LTD (CIMC E-c)	633,715	78.236%	Se g	30 Oc be 2017	On 30 Oc be 2017, e e a fe agree e a a, ed b ege e a ee g f a e de ; e, c a e a, ead ad 80% f e, c a e ce, a a ed ed, ec, a dge e a a age, a d a act a		

Financial year ended 31 December, 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (Except as otherwise specified, Reference to 'RMB')

V. CHANGES IN THE SCOPE OF CONSOLIDATION (CONTINUED)

2. Disposal of subsidiaries (Continued)

(b) The disposal of gain and loss information is as follows:

(i) CIMC E-commerce.

Total gain/loss on disposal:

Disposal	633,715
Less: Expenses incurred in the process of disposal	150,127
Operating loss incurred in the process of disposal	
Net gain/loss on disposal	483,588

(ii) Highfield

Total gain/loss on disposal:

Disposal	17,418
Less: Expenses incurred in the process of disposal	42,198
Operating loss incurred in the process of disposal	
Net loss on disposal	(24,780)

(A a F e ea e ded 31 Dece be, 2017  
 RMB'000 e e e a ed)  
 (E g T a a f, Refe, e ce O )

## VI. EQUITY IN OTHER ENTITIES

### 1. Equity in subsidiaries

A b da e f e G e e ab ed i ac ed i g c b a de, c c i .  
 T e e a e f b da e i g c b a de, c c i .

A a 31 Dece be, 2017, e be f c a e c ded e c e f c da added 620.  
 E ce f i e i a b da e ed a be , e be f e b da e ed b e G i  
 a 351, ad- ca a a g 745,236,291.0 e b da e a c ded e e gaged  
 a fac i g i e ce i l , c a e, e a e a cae f e a ad e ad- ca a a  
 be 20 i USD3 .0 e b da e a c ded e e e d g c a e  
 e a g ac e e e ed H g K g B i V i g l a d i e l e e a c i e .

#### (1) Subsidiaries obtained through establishment or business combination

For the year ended 31 December 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (English translation, Reference Only)

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (1) Subsidiaries obtained through establishment or business combination (Continued)

##### (i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
6	Da a CIMC C a e C .,L.d. (DLCIMC)	B e e	Da a ,La g	Da a ,La g	Ma fact, e a d a e f c a e a e a ,e e a e c c a a d , ; c a e c . g b e	USD39,956,400	18.50%	81.50%
7	N gb CIMC L g c e C .,L.d.(NBCIMC)	B e e	N gb Z e a g	N gb Z e a g	Ma fact, e a d a e f c a e a d e a e d e c g c a c a c ; c a e , a g e	USD15,000,000		100.00%
8	Taca g CIMC C a e C .,L.d. (TCCIMC)	B e e	Taca g Ja g	Taca g Ja g	Ma fact, e a d e a , f c a e	USD31,000,000		100.00%
9	Ya g R a g L g c e C .,L.d.(YZRYL)	B e e	Ya g Ja g	Ya g Ja g	Ma fact, e , e a , a d a e f c a e	USD20,000,000		100.00%
10	S a g a CIMC Ya g a L g c e C .,L.d.(SHYSLE)	B e e	S a g a	S a g a	Ma fact, e a d a e f c a e a e a e e a e c c a a d ,	USD29,480,000		100.00%
11	S a g a CIMC Re e f e C a e C .,L.d.(SCRC)	B e e	S a g a	S a g a	Ma fact, e a d a e f e f e a a d e a e e a d e c e f e e f e c a e , e f e a , c a a d H e a ; P e e a c a	USD31,000,000	72.00%	20.00%
12	Na g CIMC S e c a T a , a e Ma fact, e C .,L.d. (NTCIMCS)	B e e	Na g Ja g	Na g Ja g	Ma fact, e , a e a d e a , f a , , g , a . a e a , a e c a g a d , a , g e e a d a	USD10,000,000		71.00%

(A a F, e ea, e ded 31 Dece be, 2017  
RMB'000 e e e a ed)  
(E g T, a a f, Refe, e ce O )

## VI. EQUITY IN OTHER

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
						Direct	Indirect
13 X CIMCS eca Ta, a e C., L.d. (XHCIMCS)	B e e	Ja g e G a g d g	Ja g e G a g d g	Ma fact, ead ae f, a, c a e, e - f, ed c a e, d c a d, e e a c e, d c a d, e e a c e ad a e a ce e, ce	USD65,498,958		100.00%
14 Na g CIMC Ta, e C., L.d. (NTCIMCT)	B e e	Na g Ja g Na g Ja g	Na g Ja g Na g Ja g	Ma fact, ead ae f, a, c a e, e - f, ed c a e, d c a d, e e a c e, d c a d, e e a c e ad a e a ce e, ce	USD35,000,000		70.57%
15 Na g CIMC La ge-ed Ta, C., L.d. (Na g CIMC)	B e e	Na g Ja g Na g Ja g	Na g Ja g Na g Ja g	De g, d c a d e e a, a d, e a e d c e, d a e ge e a c, a c g, e c u l g a.	USD47,700,000		70.57%
16 S e e CIMC eca ca, C., L.d. (CIMCSV)	B e e	S e e G a g d g	S e e G a g d g	De e e, d c a d ae f a, eca- e e ce, a e a, e e a c e ad a	RMB200,000,000		63.33%
17 Q gda CIMCS eca Ve ce C., L.d. (QDSV)	B e e	Q gda S a d g	Q gda S a d g	De e e, d c a d ae f a, eca- e e ce, e f g, a e e a e a, e e a c e ad a	RMB62,880,000	44.34%	35.25%

For the year ended 31 December, 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English translation of Reference Only)

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (1) Subsidiaries obtained through establishment or business combination (Continued)

##### (i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
18	Fa CIMCLGC (Fa LGC) Co., Ltd. (Fa LGC)	Wholly-owned	Fa	Fa	Design, development, production, sales and maintenance of various types of	RMB3,000,000		100.00%
19	Saga CIMVCELGC (Saga SHL) Co., Ltd. (SHL)	Wholly-owned	Saga	Saga	Design, development, production, sales and maintenance of various types of	RMB90,204,100		63.33%
20	See CIMCWDC Co., Ltd. (CIMWDC)	Wholly-owned	See	See	Production and sales of various types of	RMB30,000,000	12.00%	86.76%
21	CIMVCEL (Lang) Co., Ltd. (LNVS)	Wholly-owned	Yonglang	Yonglang	Design, development, production, sales and maintenance of various types of	RMB60,000,000		63.33%
22	Ta P, CIMZEL (Ta P, CIMC) Co., Ltd. (Ta P, CIMC)	Wholly-owned	Ta	Ta	Production and sales of various types of	RMB100,000,000		61.50%
23	CIMC SHAC (X'AS) Seca Ve ce Co., Ltd. (XASV)	Wholly-owned	X'AS	X'AS	Design, development, production, sales and maintenance of various types of	RMB50,000,000		47.50%
24	Ga CIMCHAL Ve ce Co., Ltd. (GSHJ)	Wholly-owned	Ba Ga	Ba Ga	Refined and processed, production and sales of various types of	RMB25,000,000		63.33%

Annex A

Financial statements as of 31 December 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (English translation of the Chinese original)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
25	Xinsheng CIMC Cement Manufacturing Co., Ltd. (XHCM)	Manufacturing	Jiangsu	Jiangsu	Production, sale, and transportation of cement, cement clinker, and other products.	RMB129,000,000		63.33%
26	Qingdao CIMC Ecological Co., Ltd. (QDHB)	Manufacturing	Qingdao	Qingdao	Development, production, and sale of ecological fertilizer, organic fertilizer, and other products.	RMB137,930,000		63.33%
27	Sagaya CIMC Seawater Co., Ltd. (SHCIMCV)	Manufacturing	Sagaya	Sagaya	Development, production, and sale of seawater desalination equipment and other products.	RMB10,000,000		63.33%
28	CIMC Fertilizer Leasing Co., Ltd. (CIMC Fertilizer Leasing)	Manufacturing	Shandong	Shandong	Production and sale of fertilizer; fertilizer distribution and other services.	USD70,000,000	75.00%	25.00%
29	Qingdao Refractory Materials Co., Ltd. (QDRV)	Manufacturing	Qingdao	Qingdao	Manufacture and sale of refractory materials, refractory bricks, and other products.	USD29,405,000		76.44%
30	Nanjing CIMC Engineering Co., Ltd. (Nanjin Engineering)	Manufacturing	Nanjing	Nanjing	Manufacture and sale of engineering machinery, engineering equipment, and other products.	RMB69,945,600		70.57%



(A) Financial statements as at 31 December 2017  
 (RMB'000) (English translation of the original Chinese text)

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (1) Subsidiaries obtained through establishment or business combination (Continued)

##### (i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
37	CIMC Securities Development Co., Ltd. (CIMCSD)	Equity	Saga	Saga	Investment, consulting and advisory services, financial consulting, real estate development and leasing	RMB204,123,000	98.53%	1.47%
38	CIMC Vehicle Xiang Co., Ltd. (S14S)	Equity	Urumqi, Xiang	Urumqi, Xiang	Production and sales of electric cars, electric cars, electric cars, electric cars	RMB80,000,000		63.33%
39	CIMC Vehicle (Guangdong) Co., Ltd. (H1)	Equity	Shenzhen, Guangdong	Shenzhen, Guangdong	Development, production and sales of electric cars, electric cars, electric cars, electric cars	USD212,225,100	44.33%	19.00%
40	Qingdao CIMC Securities Reef Co., Ltd. (QDCSR)	Equity	Qingdao, Shandong	Qingdao, Shandong	Manufacture of electric cars, electric cars, electric cars, electric cars	USD39,184,100		100.00%
41	Taiwan CIMC Logistics Co., Ltd. (TJICIMCLE)	Equity	Taiwan	Taiwan	Development, manufacture, sales and service of electric cars, electric cars, electric cars, electric cars	USD10,000,000		83.50%
42	Dalian CIMC Logistics Co., Ltd. (DLL)	Equity	Dalian, Liaoning	Dalian, Liaoning	Development, manufacture, sales and service of electric cars, electric cars, electric cars, electric cars	USD20,120,000		100.00%

Financial year ended 31 December, 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English text prevails over Chinese text)

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (1) Subsidiaries obtained through establishment or business combination (Continued)

##### (i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
43	China CIMCL Group Finance Co., Ltd. (CQLE)	Finance	Chongqing	Chongqing	Design, manufacture, sale, lease, operation, maintenance, repair, overhaul, modification, reconstruction and renovation	USD8,000,000	75.00%	25.00%
44	Dalian CIMC Heavy Finance Co., Ltd. (DLZH)	Finance	Dalian	Dalian	Leasing, trade, export, import, trade, design, manufacture, sale, assembly, reconstruction, maintenance, repair, overhaul, etc.	USD45,170,000	62.70%	37.30%
45	Shenzhen CIMC Technology Co., Ltd. (CIMC Tech)	Finance	Shenzhen	Shenzhen	Design, development, sale, consulting, investment, management, etc.	RMB70,294,188	59.46%	8.54%
46	CIMC Tangshan Engineering Co., Ltd. (TCCRC)	Finance	Tangshan	Tangshan	Research and development, design, construction, etc.	RMB450,000,000		100.00%
47	Hubei CIMC Dee	Finance	Shanghai	Shanghai	Manufacture of automobile parts	RMB28,000,000		85.60%
48	CIMC Jidong (Qingdao) Vehicle Manufacturing Co., Ltd. (QHDV)	Finance	Qingdao Hebei	Qingdao Hebei	Sale of automobile parts	RMB70,000,000		47.50%
49	Shenzhen CIMCL Co., Ltd. (SILG)	Finance	Shenzhen	Shenzhen	Logistics	RMB80,000,000		100.00%

**A**

(A) Financial statements as at 31 December 2017  
RMB'000 (except where stated)  
(E.g. Taxation, Reference to O...)

For the year ended 31 December, 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English translation, Reference Only)

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (1) Subsidiaries obtained through establishment or business combination (Continued)

##### (i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
56	See CIMC International & Co. Ltd. (CIMC International)	Wholly-owned	See Shanghai	See Shanghai	Real estate development	RMB339,512,100		61.50%
57	Yangji CIMC Real Estate Development Co., Ltd. (CIMC Haier)	Wholly-owned	Yangji Jiangsu	Yangji Jiangsu	Real estate development	RMB25,000,000		76.90%
58	Ningbo Real Estate Co., Ltd. (Ningbo Real)	Wholly-owned	Ningbo Zhejiang	Ningbo Zhejiang	Construction, decoration, etc.	RMB5,000,000		60.00%
59	Cegelec CIMC International Pacific Investment Development Co., Ltd. (Cegelec International Pacific)	Wholly-owned	Cegelec Sichuan	Cegelec Sichuan	Construction, management, etc.	RMB60,000,000		63.33%
60	CIMC Finance Co. (Finance Co.)	Wholly-owned	See Shanghai	See Shanghai	Providing financial services	RMB500,000,000	100.00%	
61	See CIMC Luhe Hydroelectricity (SZ Luhe Hydroelectricity)	Wholly-owned	See Shanghai	See Shanghai	Electricity generation; etc.	RMB75,000,000	100.00%	
62	Zhida CIMC Heavy Construction Co., Ltd. (HJQM)	Wholly-owned	Zhida Hebei	Zhida Hebei	Manufacturing, etc.	RMB10,000,000		63.33%
63	Zhida CIMC Heavy Construction Co., Ltd. (HJCAST)	Wholly-owned	Zhida Hebei	Zhida Hebei	Manufacturing, etc.	RMB297,762,000		63.33%

**A**

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (E.g. Transaction fees, Reference to )

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage
						Direct

Chapter XIII

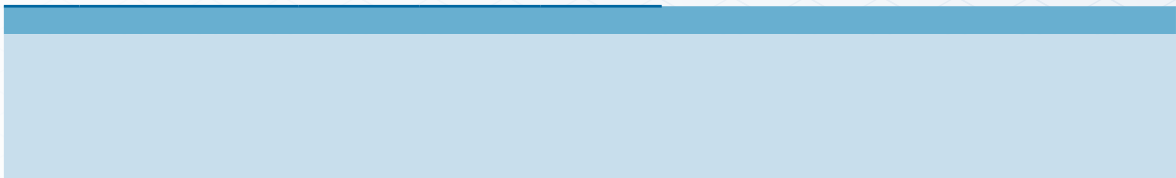
Appendix A

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise indicated)  
 (English translation of Reference O )

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and
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**A**

(All figures are as at 31 December 2017, unless otherwise indicated)  
(All figures are in RMB'000, unless otherwise indicated)  
(Except for the figures in parentheses, all figures are in million RMB)



Financial statements as of 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English translation of Reference Only)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
88	China CIMC Aeronautical Equipment Co., Ltd. (China CIMC)	Business	China Jiangsu	China Jiangsu	Aeronautical equipment, aircraft, aircraft engine	RMB80,000,000		50.31%
89	CIMC Ta da (Lga) I, e e D e e C., L.d.	Business	Lga H a	Lga H a	Te a g u e e , a e a a g e e a d , e a e a e d e e e e	RMB20,000,000		32.82%
90	Ab e Z e g e G b H (B e g l S a e C., L.d. (Z e g e )	Business	B e g	B e g	F r e c i , r e c e e c e a d , e e a a c c e , e , a c e e e e e e e e e e a a g e e e	EUR1,500,000		60.00%
91	S e e C I M C T e c g C., L.d. (S e e C I M C T e c g )	Business	S e e G a g d g	S e e G a g d g	A a c a d e f , r d c , r a d f a e c			

**A**

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (For information only, Reference to the Financial Statements)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding - 1490.189 - 1.333 Tdp/Percentage61CIN	Business	Business	Business	Business	Business	Business	Business	Business	Business

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Annex A

For the year ended 31 December 2017  
(Amount in RMB'000 unless otherwise indicated)  
(Example: Traffic, Reference Only)

Name	Category	Registration Place	Main Premises	Business scrdt009 .55
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(A a ) F , e ea, e ded 31 Dece be, 2017  
 RMB'000 ( e e e a ed)  
 (E g T a a f , Refe, e ce O )

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (1) Subsidiaries obtained through establishment or business combinmtion (Continued)

##### (i) Domestic subsidiaries (Continued)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
						Direct	Indirect
110 Z a g a g CIMC3 Sct C, ge c e Mac e, C.,Ld.(3 Sct C, ge c)	B e e	Z a g a g	Z a g a g	Ma fact, e, ce a d ae f, ge c e, e, e ce ca e e a, d c a d e e a, e a ed a d, e, ce	RMB30,000,000		63.51%
111 Ta H g Be g Lea g C. Ld.(Ta H g Be g)	B e e	Ta	Ta	F Sca ea g	RMB170,000,000		51.00%
112 CIMC M da T a , De e e C.,Ld. (CIMC M da T a , De e e )	B e e	Se e	Se e	M da g c e, ce	RMB100,000,000		80.00%
113 Se e CIMC X a Tec g C.,Ld.(3 e e CIMC X a Tec g )	B e e	Se e	Se e	S f a e, f, a ec g e, ce	RMB100,000,000		81.30%
114 3 e e CIMCT gc a g C a C.,Ld. (3 e e CIMCT gc a g C a )	B e e	Se e	Se e	I e e d g	RMB200,000,000		73.39%
115 CIMC Off ,eH d g C.,Ld (CIMC Off ,eH d g )	B e e	Se e	Se e	I e e d g	RMB2,335,000,000	100.00%	
116 Se e CIMC Ta da J ae d ca Ref, ge a C., Ld(CIMC Ta da J )	B e e	Se e	Se e	P, d c fa a e, ge a e e, ec g, a d e, b e	RMB50,000,000		38.29%

Financial year ended 31 December 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (English translation, Reference Only)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
117	Ta Y g a g Mac e e Lea g C.L.d. (Ta Y g a g Mac e e )	B e e	Ta C a	Ta C a	F a c a e, ce	RMB6,500,000,000		15.00%
118	G a g d g CIMC B d g C c C.L.d. (G a g d g CIMC B d g C c )	B e e	G a g d g	G a g d g	M d e	RMB50,000,000		100.00%
119	CIMC Ka g L g c D e e e C.L.d. (CIMC Ka g L g c D e e e )	B e e	Na g Ja g	Na g Ja g	L g c e, ce	RMB150,000,000		51.00%
120	Ja g Ka g S g C.L.d. (Ja g Ka g )	B e e	Na g	Na g	L g c e, ce	RMB20,000,000		51.00%
121	CIMCE, c E g e (S ) C.L.d.(CIMCE, c E g e (S ))	B e e	Ja g	Ja g	E g e e d e g,			

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(All figures are as at 31 December 2017  
in RMB'000 unless otherwise stated)  
(Except for the figures in Reference to )



Financial year ended 31 December, 2017  
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## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (1) Subsidiaries obtained through establishment or business combination (Continued)

##### (i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
128	CIMC Kaog (Saan) Logistics Development Co., Ltd. (Kaog (Saan))	Wholesale	X'ao	X'ao	Logistics	RMB20,000,000		30.60%
129	CIMC Zhejiang Logistics Co., Ltd. (Zhejiang (Saan))	Wholesale	Saan	Saan	Logistics	RMB30,000,000		100.00%
130	CIMC Jiangli Industrial Machinery Co., Ltd. (Kangli Industrial Machinery)	Wholesale	Nang	Nang	Logistics	RMB20,000,000		33.15%
131	CIMC Dong (Saan) Sog Wholesale Co., Ltd. (CIMC Dong)	Wholesale	Saan	Saan	Decorative materials, electrical materials, building materials, etc.	RMB20,000,000		30.60%
132	Aetle Technology (Saan) Co., Ltd. (Aetle)	Wholesale	Saan, Jiang	Saan, Jiang	Technical services	RMB30,000,000		70.75%

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Financial statements as at 31 December 2017  
(Amounts in RMB'000 unless otherwise stated)  
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For the year ended 31 December 2017  
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## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (1) Subsidiaries obtained through establishment or business combination (Continued)

##### (ii) Overseas subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
143	Car Radgl Limited (Car Rad)	Private	Hong Kong China	Hong Kong China	Leasing	HKD10,000		70.57%
144	Car Beasgl Limited (Car Beas)	Private	Bahamas	Bahamas	Leasing	USD50,000		63.33%
145	Savgh Limited (Sav)	Private	Hong Kong China	Hong Kong China	Leasing	HKD1		100.00%
146	Stwgh Limited (Stw)	Private	Bahamas	Bahamas	Leasing	USD50,000		70.57%
147	Grad Limited (Grad)	Private	Hong Kong China	Hong Kong China	Leasing	HKD1		100.00%
148	Peasgl Limited (Peas)	Private	Bahamas	Bahamas	Leasing	USD10		100.00%
149	Carveasgl U.A. (Carveasgl U.A.)	Private	Holland	Holland	Leasing	EUR75,000,000		70.57%
150	Veasgl B.V. (Veasgl B.V.)	Private	Holland	Holland	Leasing	EUR90,000		70.57%
151	CIMFca Leasgl (HK) Limited (CIMFca Leasgl (HK))	Private	Hong Kong China	Hong Kong China	Factoring	HKD500,000		100.00%
152	CIMC Offshgl Limited (CIMC Offsh)	Private	Hong Kong China	Hong Kong China	Leasing	HKD2,234,855,000 Ad RMB1,000,000,000		85.00%
153	CarveCIMC U.A. (COOP)	Private	Holland	Holland	Leasing	EUR25,500,000	99.00%	1.00%

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Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
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Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding
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For the year ended 31 December 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (English translation, Reference Only)

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (1) Subsidiaries obtained through establishment or business combination (Continued)

##### (ii) Overseas subsidiaries (Continued)

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
164	CIMC M&A Fund Service (Australia) Pty Ltd (MBSAU)	Investment	Australia	Australia	Management	AUD500,000		100.00%
165	EVERISE CAPITAL PTY LTD (EVERISE)	Investment	Australia	Australia	Investment	AUD10		100.00%
166	GLOBAL PLUS PTY LTD (GLOBAL)	Investment	Australia	Australia	Investment	AUD1		100.00%
167	HARVEST AVENUE PTY LTD (HARVEST)	Investment	Australia	Australia	Investment	AUD1		100.00%
168	CIMC Intelligence (Hong Kong) Co., Ltd. (CIMC Intelligence (Hong Kong))	Investment	Hong Kong	Hong Kong	R&D, Technology, Intellectual Property	HKD10,000		68.00%
169	Advent Energy Limited (Advent)	Investment	Hong Kong	Hong Kong	Investment	HKD1		100.00%
170	Gaige Eas Limited (Gaige)	Investment	Hong Kong	Hong Kong	Investment	HKD1		100.00%
171	Iluea Energy Limited (Iluea)	Investment	Hong Kong	Hong Kong	Investment	HKD1		100.00%

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Financial statements as at 31 December 2017  
(Amounts in RMB'000 unless otherwise stated)  
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**VI. EQUITY IN OTHER ENTITIES (CONTINUED)**

**1. Equity in subsidiaries (Continued)**

(2) The following table details the acquisition of subsidiaries during the period.

**(3) Subsidiaries acquired through combinations under non-common control**

(i) *Domestic subsidiaries*



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No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
13	Digital China Technology Service Co., Ltd. (DHCTS)	Wholly-owned	Sanya	Sanya	Computer software development, technical consulting, technical services, technical training, technical support, technical maintenance and consulting services.	USD4,500,000		70.00%
14	Yangtze Reef Culture Co., Ltd. (TLC)	Wholly-owned	Yangjiang	Yangjiang	Manufacturing and sales of reef culture.			

Chapter XIII

Appendix A

Financial statements as at 31 December 2017  
(All amounts in RMB'000 unless otherwise stated)  
(Example: Traffic, Reference: O...)

**A**

Financial statements as at 31 December 2017  
 (Amounts in RMB'000 unless otherwise stated)  
 (E.g. Transaction, Reference to)

Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bonds	Shareholding percentage	
						Direct	Indirect

For the year ended 31 December 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (English translation, Reference Only)

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (3) Subsidiaries acquired through combinations under non-common control (Continued)

##### (i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
31	Zhejiang Gaoqi Co., Ltd. (Zhejiang Gaoqi)	Domestic	Taizhou	Taizhou	Chemical products, drugs, etc.	USD51,956,000		75.00%
32	Xianghe Begui C.Ltd. (Xianghe Begui)	Domestic	Xianghe, Henan	Xianghe, Henan	Food and feed	USD21,300,000		51.00%
33	Taiwan Haoguang C.Ltd. (Taiwan Haoguang)	Domestic	Taiwan	Taiwan	Chemical products, etc.	RMB145,000,000		45.00%
34	Taiwan Alaya C.Ltd. (Taiwan Alaya)	Domestic	Taiwan	Taiwan	Medical equipment, etc.	RMB133,970,000		75.00%
35	Taiwan Baoyuan C.Ltd. (Taiwan Baoyuan)	Domestic	Taiwan	Taiwan	Chemical products, etc.	RMB12,516,400		75.00%
36	Zhejiang Alaya S&A Co., Ltd. (Zhejiang Alaya S&A)	Domestic	Qingdao	Qingdao	Medical equipment	RMB10,000,000		75.00%
37	Taiwan Alaya S&A C.Ltd. (Taiwan Alaya S&A)	Domestic	Taiwan	Taiwan	Medical equipment	RMB10,000,000		75.00%
38	Sagaya Alaya S&A Co., Ltd. (Sagaya Alaya S&A)	Domestic	Sagaya	Sagaya	Medical equipment	RMB10,000,000		75.00%

Appendix A

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English translation of the Chinese original)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
39	Zhejiang Dagan (Taizhou) Chemical Co., Ltd. (Zhejiang Dagan (Taizhou))	Shareholding	Taizhou	Taizhou	Chemical products, chemical raw materials	RMB50,000,000		75.00%
40	Taizhou Zhenyuan Chemical Trade and Agency Co., Ltd. (Taizhou Zhenyuan Chemical Trade and Agency)	Shareholding	Taizhou	Taizhou	Chemical products, chemical raw materials			

Chapter XIII

Annual Report 2017

Financial year ended 31 December, 2017  
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(Except for the Reference to O...)



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## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (3) Subsidiaries acquired through combinations under non-common control (Continued)

##### (i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
52	S W i (B e g ) I e a a L g c C ., L d ( S W i B e g L g c )	B e e	B e g	B e g	I e a a F e g i a i a g e , g e e a c a g i a i	RMB30,000,000		50.00%
53	Q g d a L d a C e c a C ., L d . ( Q g d a L d a C e c a )	B e e	S a d g	S a d g	M a f a c t , e a d a e f e a a i d c . P i d c a d a e ; f i b b e a , a c a a d a e b i e c a g	RMB30,000,000		59.47%
54	Z e g L g c A a c B e e S e C ., L d . ( Z e g L g c )	B e e	Z e g , H e a	Z e g , H e a	R & D a d a f a c t , e f i e	RMB20,000,000		54.70%
55	Q g d a L d a N e i b b e & P a c P i d c C ., L d . ( Q g d a L d a N e i b b e & P a c P i d c )	B e e	S a d g	S a d g	M a f a c t , e a d a e f i b b e a , a c a , e a i c i e , R & D f c a e a	RMB1,000,000		59.47%
56	S a c f c O f f i e & E g e e g C ., L T D . ( S O E )	B e e	N a g	N a g	T a i a a d i a g e f e f e d g a f f i e a d g a d i , a f a c t i g f g e d e e i c a f f i e c a e . a e d e a d c a g e	RMB1,023,966,800		70.57%
57	B e g C I M C T a e g T e c g C ., L T D ( B e g C I M C T a e g T e c g )	B e e	B e g	B e g	I e g a e d d g	RMB20,000,000		50.00%

Financial year ended 31 December 2017  
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 (English text prevails over Chinese text)

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (3) Subsidiaries acquired through combinations under non-common control (Continued)

##### (ii) Overseas subsidiaries

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
58	CIMCR (Singapore) Pte. Ltd. (CIMCR (Singapore))	Investment	Singapore	Singapore	Sea freight	AUD50,000		74.33%
59	P L(H)T.O. L							

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## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (3) Subsidiaries acquired through combinations under non-common control (Continued)

##### (ii) Overseas subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
69	H T e e B.V.	B e e	H a d	H a d	P r d c a d a e f a d c e a d a	EUR45,378.02		100.00%
70	B g S e c e B.V.	B e e	H a d	H a d	A e b a d e a r f i a d a i l e c e a d a e	EUR150,000		70.57%
71	LAG T a e y N.V.	B e e	B e g	B e g	M a f a c t i g a e y	EUR3,245,000		63.33%
72	Z e a H L e a N.V.	B e e	B e g	B e g	P r d c a e e	EUR991,600		70.57%
73	I B g N.V. B e e	B e e	B e g	B e g	P r d c f i a d i l e c e	EUR248,000		63.33%
74	Z e a H L e a A/S	B e e	D e a	D e a	P r d c a e e	DKK1,000,000		70.57%
75	D e c C a L L C ( D C E C )	B e e	U S A	U S A	M a f a c t i g a d a e f e c a l e c e	USD10,000,000		63.33%
76	C I M C T G E G a l e e S A ( T G E S A )	B e e	T e B g	T e B g	I l e e d g	EUR50,000		60.00%
77	T G E G a E g e e g G b H ( T G E G a E g e e g G b H )	B e e	G e a	G e a	P r l d e E P + C S ( D e g i a e a d c ) e e ) e e c a e c e L N G , L P G a d a g e a d d a f e	EUR1,000,000		60.00%

For the year ended 31 December 2017  
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## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (3) Subsidiaries acquired through combinations under non-common control (Continued)

##### (ii) Overseas subsidiaries (Continued)

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
78	CIMC Raffae Off (S ga )L ed (Off (S ga ))	B e e	S ga )e	S ga )e	P d c f a f f e a d g a , d g a c d g a f , e b e b e d g P a f , FPSO , FSO	SGD594,416,915 USD303,122,013		85.00%
79	CIMC Raffae l e e L ed	B e e	H gK g C a	H gK g C a	l e e d g	HKD2		85.00%
80	CIMC Raffae Lea gP e.L.d.	B e e	S ga )e	S ga )e	Lea g f a e	SGD2		85.00%
81	Ca a D e P e.L.d.	B e e	S ga )e	S ga )e	Lea g f a e	USD30,000,000		85.00%
82	Tec d e l e a a L ed (Tec d e)	B e e	U ed K gd	U ed K gd	Re e a c a d d e e e f e e g e	GBP100		60.00%
83	Gad dae AB.	B e e	S ede	S ede	l e e d g	SEK1,000,000		85.00%
84	P e f e c V c , l e e L ed (P e f e c V c )	B e e	H gK g C a	H gK g C a	l e e d g	USD1		100.00%
85	Ze a H l , e a G bH (Ze a H l , e a G bH)	B e e	G e a	G e a	De g , r d c a d a e f b e e f e e a a c e	EUR16,000,000		70.57%
86	A b e Z e g e G bH (Z e g e )	B e e	G e a	G e a	De g a f M a e e g e e g	EUR13,543,000		60.00%

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Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
						Direct	Indirect
87 Ba eTec g AB (Ba e)	B e e	S ede	S ede	De g a f Ma, e e g ee g	SEK1,000,000		100.00%
88 CIMC MBS LIMITED (Ve S e )	B e e	U ed K gd	U ed K gd	M d e	GBP3,884,303		100.00%
89 Ze a g c (H g g) C .,L.d.(Ze a H g g)	B e e	H gK g, C a	H gK g, C a	L g c	USD6,600,000		75.00%
90 CIMC a a R ad T a e P L d (A a a R ad T a e P )	B e e	A a a	A a a	I e e d g	AUD8,300,000		63.33%
91 B g a e l e a a H d g L ed (B g a e I e a a H d g )	B e e	H gK g, C a	H gK g, C a	I e e d g	HKD10,000,000		70.00%
92 B g a e Seq ce L ed (H g g B g a e Seq ce )	B e e	H gK g, C a	H gK g, C a	C a e, e a, a d e l a ,c a e ade	HKD5,000,000		75.00%

75.00%

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## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (3) Subsidiaries acquired through combinations under non-common control (Continued)

##### (ii) Overseas subsidiaries (Continued)

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage	
							Direct	Indirect
96	Veit Seld (VSL)	Private	United Kingdom	United Kingdom	Media	GBP1		100.00%
97	Bigggs Limited	Private	United Kingdom	United Kingdom	Beechdale, a special investment fund, real estate development and other services	GBP3,385,000		70.57%
98	Rea Manufacturing Limited	Private	United Kingdom	United Kingdom	Production, etc.	GBP692,041		63.33%

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## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (4) Subsidiaries with significant minority interests

	Minority interests	Net Profit attribute to minority interests in 2017	Dividends distributed to minority interests in 2017	Grand total Minority Interests on 31 December 2017
E, c	29.43%	154,391	2,022	1,825,025
CIMC Off, e	15.00%	(402)		917,757
CIMC C a c e g	38.50%	88,873		944,003

C, e f a c a f, a f a f, e e ed g f c a b - ed b d a, e a e a f :

	As at 31 December 2017					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
E, c	10,305,316	3,861,903	14,167,219	7,668,853	637,388	8,306,241
CIMC Off, e	986,501	4,190,144	5,176,645	62,290	-	62,290
CIMC C a c e g	4,624,339	344,794	4,969,133	2,361,595	268,963	2,630,558

	A a 31 Dece be, 2016					
	C, e a e	N -c, e a e	T a a e	C, e a b e	N -c, e a b e	T a a b e
E, c	9,542,728	3,345,695	12,888,423	5,735,979	1,850,379	7,586,358
CIMC Off, e	9,322	4,484,063	4,493,385	71,171		7,586,358

Financial year ended 31 December, 2017  
 (Amount in RMB'000 unless otherwise stated)  
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## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 1. Equity in subsidiaries (Continued)

#### (5) Significant partial disposal of subsidiary equity in current year (not losing control)

The Group has disposed of the following subsidiaries (in million RMB):

#### (6) The acquisition of significant minority interests in the current year.

(i) On 17 July 2017, the Group has disposed of CIMCC ACEG, a wholly owned subsidiary of the Group, to Rea Eae, a company incorporated in the Cayman Islands. Accordingly, the Group has disposed of Rea Eae for a net cash consideration of RMB926,322,000. CIMCC ACEG held a 25% interest in CIMCC ACEG. The Group has retained a 75% interest in CIMCC ACEG. After the disposal, the Group has retained 82% and 61.5% interest in CIMCC ACEG.

The disposal has resulted in a net cash inflow of RMB301,846,000, after the disposal of the subsidiary.

(ii) On December 7, 2016, the Group has acquired the 15% interest in (Admaced Manufacturing Limited) (Admaced Manufacturing Limited) from CIMC HK and CIMC Offshore, for a net cash consideration of RMB984,258,000. CIMC Offshore held a 15% interest in CIMC Offshore. The Group has retained a 85% interest in CIMC Offshore.

The disposal has resulted in a net cash inflow of RMB698,253,000, after the disposal of the subsidiary.

(iii) On May 5, 2017, the Group has disposed of the 100% interest in Mde Lgc and CIMC Ka GLgc Dde to the Cayman Islands for a net cash consideration of RMB150,000,000. The Group has retained a 100% interest in Mde Lgc and CIMC Ka GLgc Dde. The net cash consideration is RMB34,300,000.

(iv) On March 28, 2017, the Group has disposed of the 3.82% interest in C&T to the Cayman Islands for a net cash consideration of RMB81,616,000. The Group has retained a 66.24% and 70.06% interest in C&T.

The disposal has resulted in a net cash inflow of RMB78,103,000, after the disposal of the subsidiary.

(v) On July 1, 2017, the Group has disposed of the 40% interest in Ya g a g f, for a net cash consideration of RMB169,024,000. The Group has retained a 60% interest in Ya g a g f. The net cash consideration is RMB13,766,000.

The disposal has resulted in a net cash inflow of RMB13,766,000, after the disposal of the subsidiary.

(vi) On July 14, 2017, SZL, a wholly owned subsidiary of the Group, has disposed of the 100% interest in SZL to the Cayman Islands for a net cash consideration of RMB13,766,000.

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(All amounts in RMB'000 unless otherwise stated)  
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## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 2. Equity in associates and joint ventures

#### (1) Basic information of major associates and joint ventures

Main Premises

Chapter XIII

**A**

For the year ended 31 December, 2017  
(All amounts in RMB'000 unless otherwise stated)  
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**VI.**

(All figures are expressed in RMB'000 unless otherwise specified)  
(E.g. Total Assets, Reference to O...)

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 2. Equity in associates and joint ventures (Continued)

#### (3) Core financial information of major associates

	LiHua Energy		Shanghai Fengyang		TSC		Jiahua Shipping		China Fire Safety		Shouzhong Investment	
	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016
Capital and ordinary shares	8,772	44,908	30,425	104,944	90,238	190,589	96,552	96,552	124,707	132,576	24,608	16,413
Reserves	940,834	833,315	819,426	462,820	2,630,219	2,739,011	46,822	46,822	661,697	468,249	291,230	176,743
Total	949,606	878,223	849,851	567,764	2,720,457	2,929,600	143,374	143,374	786,404	600,825	315,838	193,156
Total	705,772	688,979	50,775	45,782	631,744	776,956	1,089,581	1,089,581	787,180	724,783	109,141	69,577
Total	1,655,378	1,567,202	900,626	613,546	3,352,201	3,706,556	1,232,955	1,232,955	1,573,584	1,325,608	424,979	262,733
Shareable	679,996	702,131	623,129	354,154	1,957,621	1,949,175	152,448	152,448	331,117	241,436	11,583	1,010
Non-shareable	255,035	209,256	-	-	109,804	313,488	658,995	658,995	-	-	-	-
Total	935,031	911,387	623,129	354,154	2,067,425	2,262,663	811,443	811,443	331,117	241,436	11,583	1,010

	LiHua Energy		Shanghai Fengyang		TSC		Jiahua Shipping		China Fire Safety		Shouzhong Investment	
	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016
Minority interests	-	-	-	-	1,893	13,182	-	-	-	-	-	-
Total	720,347	655,815	277,497	259,392	1,282,883	1,430,711	421,512	421,512	1,242,467	1,084,172	413,396	261,723
Additional financial investments	-	-	1,085	1,085	155,764	155,764	-	-	533,410	533,410	-	-
Total	720,347	655,815	278,582	260,477	1,438,647	1,586,475	421,512	421,512	1,775,877	1,617,582	413,396	261,723
Shareholding	15.58%	15.58%	40.00%	40.00%	13.12%	13.42%	30.00%	30.00%	30.00%	30.00%	45.00%	45.00%
Net assets	112,230	102,176	111,433	104,191	193,066	212,905	126,454	126,454	532,763	485,275	186,028	117,775
Carrying amount	112,230	102,176	111,433	104,191	193,066	212,905	126,454	126,454	532,763	485,275	186,028	117,775
Financial liabilities	-	-	-	-	65,937	92,144	-	-	383,549	300,995	-	-

For the year ended 31 December, 2017  
(All amounts in RMB'000 unless otherwise indicated)  
(Except where indicated, Reference to "Company")

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 2. Equity in associates and joint ventures (Continued)

#### (3) Core financial information of major associates (Continued)

Financial statements as at 31 December 2017  
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 (English text prevails over Chinese text)

## VI. EQUITY IN OTHER ENTITIES (CONTINUED)

### 2. Equity in associates and joint ventures (Continued)

#### (4) Summary of information of insignificant associates and joint ventures

	2017	2016
<b>Joint ventures:</b>		
Taichangga Investment Fund (31 December 2017)	246,402	229,293
Subsidiary Investment Fund (31 December 2017)		
Net Profit	19,624	16,828
Other receivables	-	-
Tax receivables	19,624	16,828
<b>Associates:</b>		
Taichangga Investment Fund (31 December 2017)	611,209	512,941
Subsidiary Investment Fund (31 December 2017)		
Net Profit	(29,235)	10,760
Other receivables	-	-
Tax receivables	(29,235)	10,760

(i) The tax receivables are receivables arising from the refund of value-added tax and other taxes.

#### (5) Excess deficit of associates and joint ventures

The excess deficit of associates and joint ventures is as follows:

## VII. EQUITY OF THE STRUCTURED BODY NOT INCLUDED IN THE CONSOLIDATION RANGE OF THE CONSOLIDATED FINANCIAL STATEMENTS

The equity of the structured body not included in the consolidation range of the consolidated financial statements is as follows:



Financial statements as at 31 December 2017  
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 (English translation of Chinese Reference Copy)

## VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

### 4. Information of other related parties

Company name	
SUMITOMO CORPORATION	Major shareholder
Sa Heq D A b e	Major shareholder
Q e l e a a	Shareholder
FML	Shareholder
Ga f	Major shareholder
FCC	Shareholder
A a T ad g C .,L d	Major shareholder
Q e a l e a a C a e (J )L ed	Shareholder
FCS	Shareholder
FCI	Shareholder
Ea e l e a a C a e (G a g )L ed	Shareholder

Financial year ended 31 December, 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (English text prevails over Chinese text)

## VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

### 5. Related party transactions

The following table sets out the related party transactions entered into by the Company and its subsidiaries during the year.

#### (1) Purchase of goods and receiving of services

The Group

Name	Nature of transaction	2017 Amount	2016 Amount
Y&C Engineering	Purchase of goods	557,315	301,945
Saha Heavy Duty Bearings	Purchase of goods	236,412	101,317
Ningbo Gage	Purchase of goods	149,041	67,117
Qinghai Baob	Purchase of goods	136,819	42,536
Xinwei	Purchase of goods	126,447	65,225
Zhejiang Xingbaob	Purchase of goods	105,467	
Selisa	Purchase of goods	66,700	76,521
SUMITOMO CORPORATION	Purchase of goods	14,797	13,670
TSC	Purchase of goods	7,113	53,877
Aatad Co., Ltd	Purchase of goods	6,313	19,117
Oreared	Purchase of goods	20,456	20,440
<b>Sub-total</b>	<b>Purchase of goods</b>	<b>1,426,880</b>	<b>761,765</b>
Oreared	Receiving of services	26,151	7,369

The Company

The following table sets out the related party transactions entered into by the Company during the year (refer to Note VIII.5(4)).

(A a F, e ea, e ded 31 Dece be, 2017  
RMB'000 e e e a ed)  
(E g T, a a f, Refe, e ce O )

## VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

### 5. Related party transactions (Continued)

#### (2) Sales of goods and rendering of services

The Group

Name	Nature of transaction	2017 Amount	2016 Amount
S a Hea D A b e	P, c a e f g d	733,497	247,240
OOS-I e a a B.V.	P, c a e f g d	385,375	
FCI	P, c a e f g d	372,760	
FCS	P, c a e f g d	171,003	
SUMITOMO CORPORATION	P, c a e f g d	108,475	159,688
Z e a g X g Ba b	P, c a e f g d	78,943	
Q e l e a a	P, c a e f g d	74,953	42,518
FML	P, c a e f g d	56,913	124,800
Ea e l e a a C a e (D a g )	P, c a e f g d	46,354	8,866
N g a C a g g	P, c a e f g d	44,589	8,645
FCC	P, c a e f g d	40,179	22,700
Q e a l e a a C a e (J ) L ed	P, c a e f g d	22,890	19,454
NYK Z e a	P, c a e f g d	602	228
D a g S e L g c	P, c a e f g d	-	8,359
O e, e a e d a e	P, c a e f g d	45,455	18,911
S b- a	P, c a e f g d	2,181,988	661,409
O e, e a e d a e	Re de, g f e, ce	31,365	31,404

Financial year ended 31 December, 2017  
 (Amount in RMB'000 unless otherwise indicated)  
 (English text prevails over Chinese text)

## VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

### 5. Related party transactions (Continued)

#### (3) Financing

The Group

Name	Amount	Settlement date	Repayment date	Interest income earned/ interest expense recognized in 2017	Notes
Financing received					
Guangfeng	51,329	19 September 2008	Repayment date deferred	1,040	Loan from PRC financial institutions
	51,329				
Financing provided					
Real Estate	331,250	31 December 2012	Repayment date deferred	3,460	Loan from PRC financial institutions
Saga Feigang	34,204	25 December 2007	Repayment date deferred	-	Loan from PRC financial institutions
Saga Xibao	12,408	20 October 2017	20 January 2018	108	Loan from financial institutions
Ningne Aircraft	13,813	24 January 2017 27 February 2017 27 December 2017	24 January 2018 27 February 2018 27 February 2018	918	Loan from financial institutions
Xiagang Industrial	4,075	20 June 2006	Repayment date deferred	-	Loan from financial institutions
	395,750				

(A a F, e ea, e ded 31 Dece be, 2017  
RMB'000 e e e a ed)  
(E g T, a a f, Refe, e ce O )

## VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

### 5. Related party transactions (Continued)

#### (4) Other related party transactions

(i) T e C a ad ed a e a e c e e ce 28 Se e be, 2010 ( ee N e IX). De a f e e c ed a e g a ed e a age e e e a a 31 Dece be, 2017 a e a f :

Name	Position	Number of granted share options (in'0000)
Ma B a g	P, e de , E ec e D, ec r	285
W Fa e	V ce C a, a	75
L Y	V ce C a, a	75
Y Ya	V ce C a, a	65
L X eb	V ce C a, a	100
Z a g Ba g	V ce C a, a	75
Ga X a g	V ce C a, a	38
Ze g Ha	Ge e, a Ma age, f F a ce Ma age e De a, e	29
Y Y	Sec, e a, f e B a, d	75
T a		817

S e, e a age e e e e e g a ed e ab, e a e f e C a b a e e g a ed a e f E, c, e b da, f e C a . De a f e e c ed a e g a ed e a age e e e a a 31 Dece be, 2017 a e a f :

Name	Position	Number of granted share options (in'0000)
W Fa e	V ce C a, a	50
Y Ya	V ce C a, a	25
Ga X a g	V ce C a, a	190
Ze g Ha	Ge e, a Ma age, f F a ce De a, e	25
Y Y	Sec, e a, f e B a, d	129.8
T a		419.8

N e: A fe, de be a a ef, ee g f ee g e f e B a d f D, ec r f e C a 2017, M. J Ja g e g ed e ee, a a da a ed M. Ze g Ha a ge e a a age, f e c a ' f a ca a age e de a, e .

O 31 Dece be, 2017, M. J Ja g ad 516,000 a d g f e C a a d 1.4 e e c ed f E, c.

F, de a ed f, a f, fa, L a e f e g a ed a e af, e ad, ea e, efe, N e IX.



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## VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

### 5. Related party transactions (Continued)

#### (4) Other related party transactions (Continued)

##### (ii) Emoluments of the directors, supervisor and senior management of the Company (Continued)

The following table sets out the emoluments of the directors, supervisor and senior management of the Company for the year ended 31 December 2017 as follows (in RMB'000):

Name	Remuneration	Emoluments for other management service of the Company or subsidiaries				Total
		Salary and allowance	Pension	Bonus	Others	
<b>Supervisors</b>						
Xiang B	-	245	42	48	13	348
Zhang M	-	-	-	-	-	-
Lu Seng	(-)	-	-	-	-	-
Wang H	(-)	-	-	-	-	-
<b>Sub-total</b>	-	245	42	48	13	348

Note: On 26 September 2017, a resolution was passed by the Board of Directors of the Company to appoint Mr. Lu Seng as the independent non-executive director of the Company. Mr. Wang H was appointed as the independent non-executive director of the Company on 26 September 2017.

For the year ended 31 December 2017  
(All amounts in RMB'000 unless otherwise stated)  
(Except as otherwise stated, all amounts are in RMB)

## VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

### 5. Related party transactions (Continued)

#### (4) Other related party transactions (Continued)

##### (ii) *Emoluments of the directors, supervisor and senior management of the Company (Continued)*

Directors, supervisors and senior management of the Company received the following emoluments for the year ended 31 December 2017 as set out below (Continued):

(A a F e e e ded 31 Dece be, 2017  
RMB'000 e e e a ed)  
(E g T a a f, Refe, e ce O )

## VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

### 5. Related party transactions (Continued)

#### (4) Other related party transactions (Continued)

##### (ii) Emoluments of the directors, supervisor and senior management of the Company (Continued)

Dir ec r , e e r ' a d e e a age e e e e e f e e e ded 31 Dece be, 2016 a e a f :

Na e	Re e a	E e f e e a age e e e f e C a r b d e					T a
		Sa a d a a ce	Pe	B	O e		
Directors							
Wa g H g							
Z a g L a g	N e ( )						
Wa g a g	N e ( )						
Ma B a g		2,660	64	2,805	444	5,973	
W S g	N e ( )						
Wa g Z a	N e ( )						
L C g	N e ( )						
Pa C e g e		200				200	
Wa g d		200				200	
L Ke	N e ( )						
Pa Z e g	N e ( )	200				200	
S b- a		600	2,660	64	2,805	444	6,573

N e ( ): O 31 Ma 2016 a r L ed b e 2015 a a ge e a ee g f e C a , M. Z a g L a g, M. W S g a d M. L Ke e g ed e e a f e, e f f ce.

Financial year ended 31 December 2017  
 (Amount in RMB'000 unless otherwise indicated)  
 (English text prevails over Chinese text)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transactions (Continued)

(4) Other related party transactions (Continued)

(ii) Emoluments of the directors, supervisor and senior management of the Company (Continued)

Directors, supervisors and senior management of the Company received the following emoluments for the year ended 31 December 2016, as set out below (in RMB'000):

Name	Relationship	Emoluments received				Total
		Salary and allowance	Perquisites	Benefits	Others	
<b>Supervisors</b>						
He Jae	None					
Xiang B		236	39	54	12	341
Liu W	None, ( )					
Zhang M	None					
Li Seg	None					
<b>Sub-total</b>		<b>236</b>	<b>39</b>	<b>54</b>	<b>12</b>	<b>341</b>

None: On 31 March 2016, as resolved by the 2015 Annual General Meeting of the Company, Mr. Wang Zhaodong was appointed as a director, Mr. Liu Cheng was appointed as a supervisor, Mr. Li Cheng was appointed as a director, Mr. Zhang Minge was appointed as a director, Mr. Pa Zhen was appointed as a director, Mr. Wang Zhaodong was appointed as a director, Mr. Wang Zhaodong was appointed as a director, Mr. Wang Zhaodong was appointed as a director.

None: On 31 March 2016, as resolved by the 2015 Annual General Meeting of the Company, Mr. Wang Zhaodong was appointed as a director, Mr. He Jae was appointed as a director, Mr. Wang Zhaodong was appointed as a director, Mr. Wang Zhaodong was appointed as a director, Mr. Wang Zhaodong was appointed as a director, Mr. Wang Zhaodong was appointed as a director, Mr. Wang Zhaodong was appointed as a director.

None: On 20 December 2016, as resolved by the 11th Board Meeting of the Company, Mr. Liu W was appointed as a director, Mr. Liu W was appointed as a director, Mr. Liu W was appointed as a director, Mr. Liu W was appointed as a director, Mr. Liu W was appointed as a director, Mr. Liu W was appointed as a director, Mr. Liu W was appointed as a director.

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 (English translation of Chinese original)

## VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

### 5. Related party transactions (Continued)

#### (4) Other related party transactions (Continued)

##### (ii) Emoluments of the directors, supervisor and senior management of the Company (Continued)

Directors, supervisors and senior management emoluments for the period ended 31 December 2016 are as follows (continued):

Name	Relationship	Emoluments for the period ended				Total
		Salary and allowance	Perquisites	Benefits	Others	
<b>Other Senior Executives</b>						
Wang Fahe		1,325	107	1,220	31	2,683
Li Yuhang		886	105	1,130	31	2,152
Li Xuebin		1,379	107	1,220	31	2,737
Zhang Baogang		1,325	92	1,220	25	2,662
Wang Ya		864		1,220		2,084
Gao Xiang		1,439	89	620	22	2,170
Jiang Jiaogang		1,325		1,140		2,465
Yang Ruijun	None()	1,013	71	660	31	1,775
Wang Yaohua		1,444	64	1,100	31	2,639
<b>Sub-total</b>		<b>11,000</b>	<b>635</b>	<b>9,530</b>	<b>202</b>	<b>21,367</b>
<b>Total</b>		<b>600</b>	<b>13,896</b>	<b>738</b>	<b>12,389</b>	<b>28,281</b>

None(): Affiliated entities of the Company do not have any relationship with the Company as at 2016. Mr. Zhang Baogang resigned from the Company in 2016. Mr. Yang Ruijun resigned from the Company in 2016.

The related party transactions were approved by the Board of Directors in 2016.

Other benefits are calculated based on the relevant policies of the Company.

For the year ended 31 December 2017  
(All amounts in RMB'000 unless otherwise stated)  
(Except for the Reference to O...)

## VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (C

Financial statements as at 31 December 2017  
(Amount in RMB'000 unless otherwise stated)  
(English translation of the Chinese original)

## IX. SHARE-BASED PAYMENTS

### 1. Information about share-based payments

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Financial year ended 31 December 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (English translation of Reference to Chinese)

**IX. SHARE-BASED PAYMENTS (CONTINUED)**

**2. Information on equity-settled share-based payment**

**(1) Information on share-based payment of Enric**

Enric awarded share-based payment to its employees under the share-based payment plan adopted on 11 November 2009. According to the plan, the share-based payment is granted to the employees of Enric who are awarded share-based payment by the Board of Directors. The share-based payment is 50% of the share-based payment of the employees of Enric who are awarded share-based payment by the Board of Directors. Each employee who is awarded share-based payment by the Board of Directors is granted a total of 43,750,000 shares of the company's ordinary shares.

Enric awarded share-based payment to its employees under the share-based payment plan adopted on 28 October 2011. According to the plan, the share-based payment is granted to the employees of Enric who are awarded share-based payment by the Board of Directors. The share-based payment is 40% of the share-based payment of the employees of Enric who are awarded share-based payment by the Board of Directors, and 70% of the share-based payment of the employees of Enric who are awarded share-based payment by the Board of Directors. Each employee who is awarded share-based payment by the Board of Directors is granted a total of 38,200,000 shares of the company's ordinary shares.

Enric awarded share-based payment to its employees under the share-based payment plan adopted on 5 June 2014. According to the plan, the share-based payment is granted to the employees of Enric who are awarded share-based payment by the Board of Directors. The share-based payment is 40% of the share-based payment of the employees of Enric who are awarded share-based payment by the Board of Directors, 70% of the share-based payment of the employees of Enric who are awarded share-based payment by the Board of Directors, and 100% of the share-based payment of the employees of Enric who are awarded share-based payment by the Board of Directors. Each employee who is awarded share-based payment by the Board of Directors is granted a total of 38,420,000 shares of the company's ordinary shares.

Details of the share-based payment are as follows:

	2017 '000	2016 '000
Beginning balance	83,572	86,599
Expenses incurred	(5,814)	(1,211)
Cash received	(417)	(1,776)
Financing received	(967)	(40)
Ending balance	76,374	83,572

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(English text prevails in case of discrepancy)

### IX. SHARE-BASED PAYMENTS (CONTINUED)

#### 2. Information on equity-settled share-based payment (Continued)

##### (2) Information on equity-settled share-based payment of the Company

As at the reporting date, the Company has issued 28 million shares in 2010. According to the Share Incentive Plan, the Company has granted 28 million shares to the employees of the Company. The effective date of the Share Incentive Plan is 28 September 2010. The Company has granted 28 million shares to the employees of the Company. The effective date of the Share Incentive Plan is 28 September 2010. The Company has granted 28 million shares to the employees of the Company. The effective date of the Share Incentive Plan is 28 September 2010.

- (a) The shares are subject to a lock-up period of 12 months.
- (b) The shares are subject to a lock-up period of 12 months and a performance condition of 6% of the target.
- (c) The shares are subject to a lock-up period of 12 months and a performance condition of 10% of the target.

On 12 May 2015, according to the Share Incentive Plan, the Company has granted 171.8 million shares to the employees of the Company. The effective date of the Share Incentive Plan is 12 May 2015. The Company has granted 171.8 million shares to the employees of the Company. The effective date of the Share Incentive Plan is 12 May 2015.

The fair value of the shares granted is estimated to be RMB171.8 million. The fair value of the shares granted is estimated to be RMB171.8 million.

The shares are subject to a lock-up period of 12 months and a performance condition of 10% of the target. The shares are subject to a lock-up period of 12 months and a performance condition of 10% of the target.

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 (Except where indicated, Reference to '000)

**IX. SHARE-BASED PAYMENTS (CONTINUED)**

**2. Information on equity-settled share-based payment (Continued)**

**(2) Information on share-based payment of the Company (Continued)**

Movement of share-based payments:

	2017 '000	2016 '000
Beginning balance	25,229	25,986
Expired share-based payments	(4,312)	(757)
Ending balance	20,917	25,229

**(3) Basis of the best estimate of the number of equity instruments expected to vest is as follows:**

At each balance sheet date, the Group estimates the number of equity instruments that are expected to vest based on the best estimate of the number of equity instruments that are expected to vest. The best estimate of the number of equity instruments that are expected to vest is based on the number of equity instruments that are expected to vest at the end of the reporting period. The best estimate of the number of equity instruments that are expected to vest is based on the number of equity instruments that are expected to vest at the end of the reporting period.

The following table details the movement of share-based payments:

At 31 December 2017, Accumulated share-based payments	400,716
The following table details the movement of share-based payments:	
Issued:	
Share-based payments	16,324
Share-based payments	16,324

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 (All amounts in RMB'000 unless otherwise stated)  
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## X. CONTINGENCIES

### 1. Contingent liabilities

CIMC Raffery, a subsidiary of Greiner, guaranteed the bank loans of CIMC Raffery. The guaranteed bank loans of CIMC Raffery included the bank loan of RMB244,379,000 (equivalent to USD37,400,000) as at 31 December 2016. CIMC Raffery repaid the bank loan of RMB122,189,000 (equivalent to USD\$18,700,000) as at 31 December 2017. The remaining bank loans of RMB122,189,000 are still outstanding as at 31 December 2017.

YZTH, a subsidiary of Ciba, guaranteed the bank loans of YZTH. The guaranteed bank loans of YZTH included the bank loan of RMB19,778,000 (equivalent to USD\$2,816,700) as at 31 December 2016. YZTH repaid the bank loan of RMB19,778,000 as at 31 December 2017. The remaining bank loans of RMB19,778,000 are still outstanding as at 31 December 2017.

### 2. Guarantees provided for external parties

CIMC Raffery, a subsidiary of Greiner, provided the bank loans of RMB258,646,000 (equivalent to USD\$39,796,900) as at 31 December 2017. The bank loans of RMB258,646,000 (equivalent to USD\$39,796,900) are still outstanding as at 31 December 2017.

CIMC Vegetable, a subsidiary of Greiner, provided the bank loans of RMB1,000,000 (equivalent to USD\$153,846) as at 31 December 2017. The bank loans of RMB1,000,000 (equivalent to USD\$153,846) are still outstanding as at 31 December 2017.

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 (English translation of Reference to Chinese)

**X. CONTINGENCIES (CONTINUED)**

**3. Notes payable issued but not accounted for, outstanding letter of credit issued but undue and outstanding performance guarantees**

The following table summarizes the financial condition of the Company's contingent liabilities as at 31 December 2017, and the amount of the contingent liabilities as at 31 December 2016.

As at 31 December 2017, the Company had issued letters of credit of RMB779,996,000 and USD30,000,000 (equivalent to RMB196,026,000), respectively, as compared to RMB976,022,000 (31 December 2016: RMB1,053,740,000).

As at 31 December 2017, the Company had issued performance guarantees of RMB90,121,000, financial performance guarantees of RMB59,349,000, performance guarantees of RMB10,440,000, and performance guarantees of RMB6,950,000, performance guarantees of RMB6,000,000, performance guarantees of RMB4,073,000, performance guarantees of RMB1,950,000, performance guarantees of RMB1,299,000, and performance guarantees of 60,000 (31 December 2016: RMB55,889,000).

As at 31 December 2017, the Company had issued letters of credit of RMB857,578,000, financial performance guarantees of RMB409,001,000, and performance guarantees of RMB281,602,000. The performance guarantees of RMB68,991,000, performance guarantees of RMB16,842,000, performance guarantees of RMB41,679,000, performance guarantees of RMB2,214,000, and performance guarantees of RMB37,249,000 (31 December 2016: RMB682,818,000).

As at 31 December 2017, CIMC Energy had issued letters of credit of RMB994,460,000, financial performance guarantees of RMB382,927,000, and performance guarantees of RMB329,295,000, performance guarantees of RMB154,849,000, performance guarantees of RMB113,667,000, performance guarantees of RMB5,923,000, and performance guarantees of RMB7,799,000 (31 December 2016: RMB779,018,000).

As at 31 December 2017, CIMC Raffinerie had issued letters of credit of US\$3,110,000 (equivalent to RMB20,321,000), financial performance guarantees of US\$310,000 (equivalent to RMB2,025,000). The performance guarantees of US\$2,800,000 (equivalent to RMB18,296,000) (31 December 2016: RMB905,730,000).

As at 31 December 2017, CIMC Finance Company had issued letters of credit of RMB7,559,000, performance guarantees of RMB476,000, and performance guarantees of RMB4,000,000, performance guarantees of RMB2,000,000, and performance guarantees of RMB1,083,000 (31 December 2016: RMB28,396,000).

(A a F e e e ded 31 Dece be, 2017  
RMB'000 e e e a ed)  
(E g T a a f, Refe, e ce O )

## X. CONTINGENCIES (CONTINUED)

### 4. Significant pending litigations

O 23 Ja a, 2018, S a g a N . 2 I e e da e Pe e' C e, ade (2016) S a g a 02 M g c N . 473 Q, I d g e, S a g a X Z S g Ma e a C., Ld. (S a g a X Z ) e da e c a, e de fe da S a g a Na a T a de C., Ld. a d Na g Pac f c C., Ld., a a a e b g a f e c a e e f S a g a X a d e c e d g L e e e e . A g e c a a a e a e d e e d c, e a a g e e f e c a e e e c e d a a g e e e e e c d e a f d e e c e . A f 31 Dece be, 2017, e c a a a c c e d a e L f RMB102,525,000.

## XI. COMMITMENTS

### 1. Significant commitments

#### (1) Capital commitments

	2017	2016
S g f c a f e d a e e c a e c e e e d e e e f a c e e a a f e f a c e	98,366	108,730
I l e e c e e e d e e e f e d a a	10	129,423
S g f c a c e e e d f S b e a f a c e e e f a e e a e	44,342	179,633
T a	142,718	417,786

#### (2) Operating lease commitments

T e e e e a e d e d e e g e d e c a b e e a g e a e c e a e e a e d a e a e d a f :

	2017	2016
W 1 e a ( c l e)	54,387	45,683
Q e 1 e a b 2 e a ( c l e)	24,211	26,155
Q e 2 e a b 3 e a ( c l e)	10,288	20,690
Q e 3 e a	49,855	49,420
T a	138,741	141,948

O e a g e a e e c g e d a e f 2017 a e d 78,490,000 (2016: 88,124,000).

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## XII. EVENTS AFTER THE BALANCE SHEET DATE

### 1. Dividend distribution after the balance sheet date

Dividend proposed (Note (1))	805,380
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#### (1) Dividend for ordinary shares proposed after the balance sheet date

On 27 March 2018, the Board of Directors has proposed to distribute a cash dividend of RMB0.27 per share, amounting to RMB805,380,000 (2016: RMB0.06 per share, amounting to RMB179,887,000). The dividend is subject to the approval of the shareholders at the general meeting of the Company. The dividend is payable on 14 June 2018.

### 2. Revision of accounting policy

In 2017, the Company has revised its accounting policies in accordance with the new standards issued by the Ministry of Finance of the People's Republic of China. The revised standards include the new standards for financial instruments, hedge accounting, and the new standards for the recognition and measurement of financial assets and liabilities. The Company has applied the revised standards retrospectively from 1 January 2018. The impact of the revised standards on the Company's financial statements is as follows:

The impact of the revised standards on the Company's financial statements is as follows:

(1) The new standards for financial instruments require the Company to measure its financial assets and liabilities at fair value. The Company has applied the new standards retrospectively from 1 January 2018. The impact of the new standards on the Company's financial statements is as follows:

(2) The new standards for hedge accounting require the Company to measure its hedging instruments at fair value. The Company has applied the new standards retrospectively from 1 January 2018. The impact of the new standards on the Company's financial statements is as follows:



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Annual Report 2017

Financial year ended 31 December, 2017  
(All amounts in RMB'000 unless otherwise stated)  
(Except for the financial reference only)

XIII. SEGMENT REPORTING

The following information is provided for the segments of the Group, which are the geographical areas in which the Group operates. The Group's operations are divided into segments based on the nature of products and services, the geographical areas and the types of customers. Each segment is managed separately and is subject to different risks and returns. The Group's operations are primarily in the financial services industry.

1. Segment profits, losses, assets and liabilities

The following information is provided for the segments of the Group, which are the geographical areas in which the Group operates. The Group's operations are divided into segments based on the nature of products and services, the geographical areas and the types of customers.

Segment assets include property, plant and equipment, right-of-use assets, intangible assets, and other assets. Segment liabilities include trade payables, trade receivables, and other liabilities.

Segment revenue includes revenue from sales of financial products and services, and other revenue. Segment expenses include costs of sales, administrative expenses, and other expenses.

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
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### XIII. SEGMENT REPORTING (CONTINUED)

#### 1. Segment profits, losses, assets and liabilities (Continued)

Information is provided for each of the following reportable segments (classified as segments) based on the products and services provided, geographical areas, major customers and regulatory environments. The accounting policies of the segments are the same as those of the Group. The accounting policies of the segments are the same as those of the Group.

Item	Energy and										Elimination between segments	Total
	Containers	Road transportation vehicles	chemistry & food equipment	Offshore business	Airport facilities	Logistic services	Finance	Property development	Heavy trucks	Others		
	2017	2017	2017	2017	2017	2017	2017	2017	2017	2017	2017	2017
Revenue	24,936,966	19,312,933	11,649,409	1,241,605	3,592,934	8,128,290	2,339,934	986,797	2,516,229	1,594,833	-	76,299,930
Expenses	109,731	207,731	196,791	1,243,812	3,577	67,162	707	19,995	49,516	1,524,504	(3,423,526)	-
Contribution margin	20,772,143	15,729,623	9,496,115	2,451,403	2,793,427	7,387,048	896,360	584,561	2,413,675	2,908,088	(3,840,046)	61,592,397
Liabilities	20,772,143	15,729,623	9,496,115	2,451,403	2,793,427	7,387,048	896,360	584,561	2,413,675	2,908,088	(3,840,046)	61,592,397
Income tax expense	-	-	-	-	-	-	-	-	-	-	-	-
Net income	-	-	-	-	-	-	-	-	-	-	-	-

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Annual Report

Financial year ended 31 December 2017  
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 (Except for the Reference to the Company's financial statements)

XIII. SEGMENT REPORTING (CONTINUED)

1. Segment profits, losses, assets and liabilities (Continued)

The following table details each of the Group's reportable segments (classified as segments) and the related financial information, including the segment's contribution to the Group's total revenue and profit/(loss), and the segment's assets and liabilities (Continued):

Segment	Reportable Segment										Total	
	2016	2016	2016	2016	2016	2016	2016	2016	2016	2016	2016	2016
Operating Profit	10,521,948	14,462,631	9,093,044	459,747	3,213,229	7,081,494	2,302,412	895,106	1,641,820	1,440,221		51,111,652
Operating Loss	545,051	232,051	61,044	217,761	3,845,883		47,962	(172,016)	83,946	779,355	(5,622,974)	
Contribution to Profit	9,672,008	11,838,314	7,414,373	3,809,783	2,496,377	6,300,173	1,012,075	379,143	1,685,239	1,930,739	(5,519,215)	41,019,009
Other Income/(Expense)	(998)	(3,107)	(2,070)		14,585	61,632	17,403	4,703	1,946	(6,828)		87,266
Assets	18,016	152,894	1,464,300	1,570,700	3,935,510	6,025,210	16,632,711	18,016	72,911,800	(6,235,510)	6,613,500	9,697,100
Liabilities												

Financial data as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English translation of the Chinese original)

### XIII. SEGMENT REPORTING (CONTINUED)

#### 2. Geographic information

The geographical distribution of the Company's revenue is as follows: (excluding the revenue from the PRC and the Hong Kong region). The geographical distribution of the Company's revenue is as follows: (excluding the revenue from the PRC and the Hong Kong region). The geographical distribution of the Company's revenue is as follows: (excluding the revenue from the PRC and the Hong Kong region).

Geographic information (according to the receiving party division)

	Total revenue from external customers		Total non-current assets	
	2017	2016	31 December 2017	31 December 2016
PRC area	32,769,171	23,563,045	53,560,445	53,280,989
Area (excluding PRC)	5,412,665	7,266,749	696,672	714,570
Area	18,482,055	9,718,213	359,408	391,179
Other	18,029,736	8,068,004	1,863,541	1,544,659
Other	1,606,303	2,495,641	65,098	85,495
Total	76,299,930	51,111,652	56,545,164	56,016,892

### XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES

The Company's financial risk management objectives and policies are as follows:

- 1. Credit risk;
- 2. Liquidity risk;
- 3. Interest rate risk;
- 4. Foreign exchange risk;

The Company's financial risk management objectives and policies are as follows:

The Company's financial risk management objectives and policies are as follows:

Financial statements as at 31 December 2017  
(All amounts in RMB'000 unless otherwise stated)  
(English text prevails over Chinese text)

### XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

#### 1. Credit risk

Credit risk is the risk that one or more counterparties will fail to meet their contractual obligations. The Group's credit risk is primarily associated with trade receivables, debt securities and deposits. The Group's credit risk is managed by the Finance Department. The Group's credit risk is managed by the Finance Department.

The Group's credit risk is managed by the Finance Department. The Group's credit risk is managed by the Finance Department. The Group's credit risk is managed by the Finance Department.

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Appendix A

Financial statements ended 31 December 2017  
(Amount in RMB'000 unless otherwise stated)  
(English text has prevailed in case of discrepancy)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

1. Credit risk (Continued)

The Group's credit risk is primarily associated with trade receivables, other receivables and cash and bank balances. The Group's credit risk is managed by the credit control department. The Group's credit policy is to trade receivables are generally settled within 30 days. The Group's credit risk is managed by the credit control department. The Group's credit risk is managed by the credit control department.

The Group's credit risk is managed by the credit control department. The Group's credit risk is managed by the credit control department. The Group's credit risk is managed by the credit control department.

Financial year ended 31 December 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (English text prevails over Chinese text)

## XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

### 2. Liquidity risk (Continued)

The following table represents the contractual cash flows of the financial assets and liabilities, categorized by the remaining contractual maturity (contractual cash flows are calculated based on the contractual cash flows as at 31 December) as follows:

	31 December 2017					Carrying amount at balance sheet date
	Undiscounted contractual cash flow					
	Within 1 year or on demand	1 to 2 years	2 to 5 years	Over 5 years	Total	
<b>Financial assets</b>						
Current assets	5,596,314	-	-	-	5,596,314	5,596,314
Financial assets at fair value through profit or loss	194,880	206,604	111,930	-	513,414	513,414
Accrued receivables	27,187,046	-	-	-	27,187,046	27,187,046
Due from related parties	6,294,086	-	-	-	6,294,086	4,314,250
Available-for-sale financial assets	-	-	36,301	411,980	448,281	441,581
Interest receivables	19,092	-	-	-	19,092	19,092
Due dividend receivables	4,408	-	-	-	4,408	4,408
Long-term receivables	-	3,589,848	5,449,700	11,540,062	20,579,610	12,880,540
<b>Sub-total</b>	<b>39,295,826</b>	<b>3,796,452</b>	<b>5,597,931</b>	<b>11,952,042</b>	<b>60,642,251</b>	<b>50,956,645</b>
<b>Financial liabilities</b>						
Financial liabilities at fair value through profit or loss	40,832	-	-	-	40,832	40,832
Short-term borrowings	15,317,347	-	-	-	15,317,347	15,317,347
Notes payable	1,785,456	-	-	-	1,785,456	1,785,456
Debt payable	264,000	6,210,029	2,233,400	-	8,707,429	7,986,500
Accrued payables	19,070,852	-	-	-	19,070,852	19,070,852
Interest payable	377,793	-	-	-	377,793	377,793
Due dividend payable	254,434	-	-	-	254,434	254,434
Due to related parties	4,085,579	-	-	-	4,085,579	4,085,579
Other payables	588,235	-	-	-	588,235	595,907
Long-term borrowings	1,015,960	4,860,647	20,562,836	831,199	27,270,642	24,140,168
Long-term payables	-	182,388	175,466	-	357,854	347,269
Other payables	278,214	278,214	278,214	1,349,863	2,184,505	1,737,505
<b>Sub-total</b>	<b>43,078,702</b>	<b>11,531,278</b>	<b>23,249,916</b>	<b>2,181,062</b>	<b>80,040,958</b>	<b>75,739,642</b>
<b>Net amount</b>	<b>(3,782,876)</b>	<b>(7,734,826)</b>	<b>(17,651,985)</b>	<b>9,770,980</b>	<b>(19,398,707)</b>	<b>(24,782,997)</b>

Financial statement as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
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## XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

### 2. Liquidity risk (Continued)

	31 December 2016					Carrying amount
	Weighted average maturity	1 year	2 years	3-5 years	Over 5 years	
<b>Financial assets</b>						
Carrying amount	6,325,998					6,325,998
Fair value						
Financial assets	141,160		325,187			466,347
Accrued receivables	24,619,828					24,619,828
Due receivables	5,513,253					3,941,689
Available-for-sale financial assets			36,803	412,240	449,043	442,726
Lease receivables	9,250				9,250	9,250
Due dividend receivables	41,959				41,959	41,959
Long-term receivables		3,997,923	5,268,322	12,907,684	22,173,929	13,220,242
<b>Sub-total</b>	<b>36,651,448</b>	<b>3,997,923</b>	<b>5,630,312</b>	<b>13,319,924</b>	<b>59,599,607</b>	<b>49,068,039</b>
<b>Financial liabilities</b>						
Fair value						
Financial liabilities	199,225		3,816		203,041	203,041
Short-term borrowings	15,729,787				15,729,787	15,729,787
Notes payable	1,551,582				1,551,582	1,551,582
Due payables	189,000	189,000	8,175,500		8,553,500	7,986,500
Accrued payables	15,315,024				15,315,024	15,315,024
Lease payables	303,375				303,375	303,375
Due dividend payables	16,746				16,746	16,746
Due payable	3,667,872				3,667,872	3,667,872
Other due payables	1,666,966				1,666,966	1,687,762
Long-term borrowings	1,056,608	10,819,611	16,387,132	3,464,214	31,727,565	27,023,222
Long-term payables		520,988	4,767	23,220	548,975	529,372
Other due payables	314,210	314,210	314,210	1,685,812	2,628,442	2,037,458
<b>Sub-total</b>	<b>40,010,395</b>	<b>11,843,809</b>	<b>24,885,425</b>	<b>5,173,246</b>	<b>81,912,875</b>	<b>76,051,741</b>
<b>Net amount</b>	<b>(3,358,947)</b>	<b>(7,845,886)</b>	<b>(19,255,113)</b>	<b>8,146,678</b>	<b>(22,313,268)</b>	<b>(26,983,702)</b>

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(Except for the Reference to...)

#### XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

##### 2. Liquidity risk (Continued)

As at 31 December, 2016, the Group's financial assets and liabilities are categorized as follows:

As at the balance sheet date, the Group's financial assets and liabilities are categorized as follows:

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 (Amount in RMB'000 unless otherwise stated)  
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## XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

### 3. Interest rate risk

The Group's financial instruments are exposed to interest rate risk. The Group's financial instruments are primarily fixed rate instruments. The Group's financial instruments are primarily fixed rate instruments. The Group's financial instruments are primarily fixed rate instruments. The Group's financial instruments are primarily fixed rate instruments.

(1) As at 31 December 2017, the Group's financial instruments are exposed to interest rate risk as follows:

	31 December 2017		31 December 2016	
	Interest rate (%)	Amount	Interest rate (%)	Amount
Fixed rates interest-bearing financial instruments				
Long-term receivables	2.58%-17.53%	12,880,540	2.58%-17.53%	13,220,242
Long-term receivables	2.58%-17.53%	4,314,250	2.58%-17.53%	3,941,689
Financial liabilities				
Short-term borrowings	1.30%-6.09%	3,917,219	0.65%-16.41%	6,280,953
Debt	3.07%-3.89%	7,986,500	3.07%-3.89%	7,986,500
Long-term borrowings	2.53%-5.46%	1,281,655	2.65%-2.90%	800,000
Long-term borrowings	1.20%-7.03%	3,529,147	1.45%-6.37%	1,043,007
Other financial assets	0.01%-1.00%	588,235	0.01%-1.00%	1,666,966
Other financial assets	4.99%-12.00%	1,737,505	4.99%-12.00%	2,037,458
Total		(1,845,471)		(2,652,953)

Financial statements as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise specified)  
 (English text prevails over Chinese text)

## XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

### 3. Interest rate risk (Continued)

(1) As at 31 December 2017, the following table summarizes the carrying amounts of financial instruments that are exposed to interest rate risk:

	31 December 2017		31 December 2016	
	Interest rate (%)	Amount	Interest rate (%)	Amount
Floating rates interest-bearing financial instruments				
Financial assets				
Cash and bank balances	0.30%-2.75%	5,596,314	0.30%-2.75%	6,325,998
Financial liabilities				
Borrowings	1.775%+1M libor~6M libor+195bps	2,700,971	1M Libor+145bps	2,725,710
Long-term borrowings	1.15%+1M libor~3M libor+240bps	20,611,021	1M Libor+145bps	25,980,215
Short-term borrowings	6M libor+2.8%~1M libor+150bps	11,400,128	1M Libor+125bps	9,448,834
Long-term deposits	8.02%-12.86%	347,269	8.02%-12.86%	529,372
Current deposits	8.02%-12.86%	100,609	8.02%-12.86%	138,312
Total		(29,563,684)		(32,496,445)

#### (2) Sensitivity analysis

As at 31 December 2017, the carrying amount of the floating rate debt is RMB25 billion (31 December 2016: RMB25 billion). The carrying amount of the floating rate debt is RMB55,432,000 (2016: RMB60,931,000).

The carrying amount of the floating rate debt is RMB25 billion (31 December 2016: RMB25 billion). The carrying amount of the floating rate debt is RMB55,432,000 (2016: RMB60,931,000).

**A**

(All figures are in RMB'000 unless otherwise specified)  
(E.g. Table 1, Reference O)

Financial statements as at 31 December 2017  
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(English translation of Chinese Reference)

#### XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

##### 4. Foreign exchange risk (Continued)

Financial statement as at 31 December 2017  
 (All amounts in RMB'000 unless otherwise stated)  
 (English translation of the Chinese original)

## XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

### 4. Foreign exchange risk (Continued)

#### (3) Sensitivity analysis

As at 31 December 2017, the carrying amount of the net foreign exchange risk of RMB 124,096 (US dollar and Hong Kong dollar) and RMB 29,792 (US dollar and Hong Kong dollar) (31 December 2016: RMB 124,096 (US dollar and Hong Kong dollar) and RMB 29,792 (US dollar and Hong Kong dollar)). The carrying amount of the net foreign exchange risk of RMB (1,263) (US dollar and Hong Kong dollar) (31 December 2016: RMB (1,263) (US dollar and Hong Kong dollar)) and RMB 669 (US dollar and Hong Kong dollar) (31 December 2016: RMB (1,263) (US dollar and Hong Kong dollar) and RMB 669 (US dollar and Hong Kong dollar)) are disclosed in the financial statements. The carrying amount of the net foreign exchange risk of RMB 153,294 (US dollar and Hong Kong dollar) (31 December 2016: RMB (389,940) (US dollar and Hong Kong dollar)) is disclosed in the financial statements.

	2017	2016
31 December 2017		
USD	124,096	124,096
EUR	29,792	29,792
HKD	(1,263)	(1,263)
JPY	669	669
Total	153,294	153,294
31 December 2016		
USD	(415,669)	(415,669)
EUR	26,128	26,128
HKD	(2,115)	(2,115)
JPY	1,716	1,716
Total	(389,940)	(389,940)

As at 31 December 2017, the carrying amount of the net foreign exchange risk of RMB 124,096 (US dollar and Hong Kong dollar) and RMB 29,792 (US dollar and Hong Kong dollar) (31 December 2016: RMB 124,096 (US dollar and Hong Kong dollar) and RMB 29,792 (US dollar and Hong Kong dollar)). The carrying amount of the net foreign exchange risk of RMB (1,263) (US dollar and Hong Kong dollar) (31 December 2016: RMB (1,263) (US dollar and Hong Kong dollar)) and RMB 669 (US dollar and Hong Kong dollar) (31 December 2016: RMB (1,263) (US dollar and Hong Kong dollar) and RMB 669 (US dollar and Hong Kong dollar)) are disclosed in the financial statements. The carrying amount of the net foreign exchange risk of RMB 153,294 (US dollar and Hong Kong dollar) (31 December 2016: RMB (389,940) (US dollar and Hong Kong dollar)) is disclosed in the financial statements.



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(English text prevails over Chinese text)

## XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

### 6. Fair value estimates

The fair value estimates are categorized into three levels based on the inputs used in the valuation techniques:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than quoted prices that are observable for the asset or liability, either directly (i.e., prices) or indirectly (i.e., derived from prices);

Level 3: Inputs that are not based on observable market data (i.e., unobservable inputs).

#### (1) Assets measured at fair value on a recurring basis

The following table summarizes the fair value measurements of financial assets and liabilities as at 31 December 2017:

Assets	Note	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>					
Financial assets measured at fair value					
Level 1					
Level 2					
Level 3					
Financial assets measured at fair value					
Level 1					
Level 2					
Level 3					
Financial assets measured at fair value					
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**XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)**

**6. Fair value estimates (Continued)**

**(1) Assets measured at fair value on a recurring basis (Continued)**

The following table sets out the carrying amounts of assets measured at fair value as at 31 December 2016:

Assets	Net	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>					
Financial assets measured at fair value					
Level 1					
Level 2					
Level 3					
Available-for-sale financial assets	IV.2	138,072			138,072
Derivative financial assets	IV.2		326,969		326,969
Hedging derivatives	IV.2		1,306		1,306
Available-for-sale financial assets	IV.11	2,441	30,803		33,244
<b>Financial assets</b>		<b>140,513</b>	<b>359,078</b>		<b>499,591</b>
<b>Non-financial assets</b>					
Level 1	IV.14			1,752,608	1,752,608
<b>Total</b>		<b>140,513</b>	<b>359,078</b>	<b>1,752,608</b>	<b>2,252,199</b>

Liabilities	Net	Level 1	Level 2	Level 3	Total
<b>Financial liabilities measured at fair value</b>					
Level 1					
Level 2					
Level 3					
Derivative financial liabilities	IV.26		(15,838)		(15,838)
Hedging derivatives	IV.26		(4,244)		(4,244)
Financial guarantee contracts	IV.26			(57,419)	(57,419)
Contingent liabilities				(125,540)	(125,540)
<b>Total</b>	<b>IV.26</b>		<b>(20,082)</b>	<b>(182,959)</b>	<b>(203,041)</b>

The carrying amounts of the assets and liabilities measured at fair value are categorized into Level 1, Level 2 and Level 3 as follows:

Financial assets and liabilities measured at fair value are categorized into Level 1, Level 2 and Level 3 as follows: Level 1 includes financial assets and liabilities that are traded in active markets and whose fair values are based on quoted market prices for identical assets or liabilities; Level 2 includes financial assets and liabilities that are not traded in active markets but whose fair values are based on observable market data; Level 3 includes financial assets and liabilities whose fair values are based on unobservable market data. The carrying amounts of the assets and liabilities measured at fair value are categorized into Level 1, Level 2 and Level 3 as follows:

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 (English text has prevailed in case of discrepancy)

## XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

### 6. Fair value estimates (Continued)

#### (1) Assets measured at fair value on a recurring basis (Continued)

The Group has adopted a fair value measurement policy for the following assets and liabilities. The methods used to determine the fair value of these assets and liabilities are as follows:

The following table sets out the fair value measurement hierarchy:

	Investment properties

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**XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)**

**6. Fair value estimates (Continued)**

**(1) Assets measured at fair value on a recurring basis (Continued)**

The following table sets out the fair value estimates of the assets measured at fair value as at 31 December 2017:

	Fair value as at 31 December 2017	Valuation techniques	Significant unobservable inputs			
			Name	Scope/weighted average	Relationship with fair value	Observable/Unobservable
Intangible assets			Rate of return/capitalisation rate	6%-8%		
Construction in progress	1,265,466	Income model	Monthly rental (RMB/square meter/month) Budgeted construction cost to be incurred (RMB/square meter)	7-98 650-4,600	(a)	Unobservable
Land use rights	413,723	Cost model Direct comparison	Anticipated developer's profit margin Market price (RMB/square meter)	9%-12% 450-2,200	(a) (a)	Unobservable Unobservable

- (a) The reasons that the above assets are measured at fair value are as follows:
- The intangible assets are measured at fair value based on the rate of return/capitalisation rate;
  - The construction in progress are measured at fair value based on the income model;
  - The land use rights are measured at fair value based on the cost model;
  - The land use rights are measured at fair value based on the direct comparison;
  - The construction in progress are measured at fair value based on the budgeted construction cost to be incurred;
  - The land use rights are measured at fair value based on the anticipated developer's profit margin and market price.

	Fair value as at 31 December 2016	Valuation technique	Significant unobservable inputs			
			Name	Scope/weighted average	Relationship with fair value	Observable/Unobservable
Intangible assets			Rate of return/capitalisation rate	6%-8%		
Construction in progress	1,139,285	Income model	Monthly rental (RMB/square meter/month) Budgeted construction cost to be incurred (RMB/square meter)	7-95 650-4,600	(a)	Unobservable
Land use rights	613,323	Cost model Direct comparison	Anticipated developer's profit margin Market price (RMB/square meter)	9%-12% 450-2,200	(a) (a)	Unobservable Unobservable



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## XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

### 6. Fair value estimates (Continued)

#### (4) Estimation and assumption of fair values (Continued)

##### (d) Derivatives

The fair value of the derivatives is determined based on the bid and offer prices of the derivatives in the market. The fair value of the derivatives is determined based on the bid and offer prices of the derivatives in the market. The fair value of the derivatives is determined based on the bid and offer prices of the derivatives in the market.

##### (e) Financial guarantees

The fair value of the financial guarantees is determined based on the fee charged by the guarantor. The fair value of the financial guarantees is determined based on the fee charged by the guarantor. The fair value of the financial guarantees is determined based on the fee charged by the guarantor.

## XV. CAPITAL MANAGEMENT

The Group's objective is to maintain a strong capital base to support the growth and development of the Group. The Group's capital management is to maintain a strong capital base to support the growth and development of the Group.

The Group's capital management is to maintain a strong capital base to support the growth and development of the Group. The Group's capital management is to maintain a strong capital base to support the growth and development of the Group.

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In 2017, the Group's capital management is to maintain a strong capital base to support the growth and development of the Group. The Group's capital management is to maintain a strong capital base to support the growth and development of the Group.

	31 December 2017	31 December 2016
Total Assets	87,366,945	85,479,956
Total Liabilities	130,604,379	124,614,748
Debt - Assets	66.89%	68.60%

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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS

### 1. Cash at bank and on hand

	31 December 2017	31 December 2016
Balances	1,360,476	2,647,574
Other cash balances	6,400	12,648
	1,366,876	2,660,222
Less: Cash at bank	-	519

As at 31 December 2017, the cash at bank and on hand of the Holding Company is RMB31,146,000 (31 December 2016: 2,752,000).

As at 31 December 2017, the cash at bank and on hand of the Holding Company is RMB1,000,000,000 (31 December 2016: 942,000,000).

### 2. Dividends receivable

	31 December 2017	31 December 2016
CIMC Hong Kong	3,210,156	3,435,198
SCIMC	592,706	592,706
SCIMCEL	462,372	462,372
CIMCVG	398,970	
CIMCVL	156,034	149,577
TJCMC	48,915	48,915
Middle East	29,146	29,146
SCIMCEL	19,263	19,263
Taikang Logistics Finance Co., Ltd.	411	411
XHCIMC	396	
CIMC World	-	874
QDSV	-	17,356
Total	4,918,369	4,755,818

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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 3. Other receivables

(1) Other receivables are analysed by categories of customers as follows:

	31 December 2017	31 December 2016
Accounts receivable	13,104,034	13,109,464
Due from related parties	14,739	15,711
Others	82,949	10,821
Sub-total	13,201,722	13,135,996
Less: Allowance for bad debts	(4,580)	(4,580)
Total	13,197,142	13,131,416

(2) Other receivables are analysed by aging as follows:

	31 December 2017	31 December 2016
Within 1 year (including)	9,713,039	9,642,304
1-2 years (including)	684,266	1,530,022
2-3 years (including)	1,434,185	574,631
Over 3 years	1,370,232	1,389,039
Sub-total	13,201,722	13,135,996
Less: Allowance for bad debts	(4,580)	(4,580)
Total	13,197,142	13,131,416

The aging categories are based on the length of time the receivables have been due.

As at 31 December 2017 and 31 December 2016, the carrying amount of the receivables are as follows:

(A a ) F r e e e a e e d e d 31 D e c e m b e r 2 0 1 7  
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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 3. Other receivables (Continued)

(3) Other receivables are analysed by categories as follows:

	31 December 2017				31 December 2016			
	Ending balance		Provision for doubtful debts		Ending balance		Provision for doubtful debts	
	Amount	% of total balance	Amount	% of total balance	Amount	% of total balance	Amount	% of total balance
	A	%	A	%	A	%	A	%
Other receivables arising from the sale of goods	13,161,642	99.70%	-	-	13,066,919	99.47%	-	-
Other receivables arising from the sale of services	40,080	0.30%	4,580	11.43%	69,077	0.53%	4,580	6.63%
<b>Total</b>	<b>13,201,722</b>	<b>100.00%</b>	<b>4,580</b>	<b>0.03%</b>	<b>13,135,996</b>	<b>100.00%</b>	<b>4,580</b>	<b>0.03%</b>

The carrying amount of other receivables is as follows:

(4) Other receivables with amounts that are individually significant and that the related provision for doubtful debts is provided on the individual basis

At 31 December 2017 and 31 December 2016, the carrying amount of other receivables is as follows:

(5) Other receivables with amounts that are not individually significant but that the related provision for doubtful debts is provided on the individual basis.

At 31 December 2017 and 31 December 2016, the carrying amount of other receivables is as follows:

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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 3. Other receivables (Continued)

- (6) Other receivables that the related provision for bad debts is provided on grouping basis using the ageing analysis method are analysed as follows:

	31 December 2017	31 December 2016

(A a ) F , e e e ded 31 Dece be, 2017  
 (RMB'000) e e e e a ed)  
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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 3. Other receivables (Continued)

(9) As at 31 December 2017, the five largest other receivables are analysed as follows:

Nature	Amount	Aging	% of total balance	Provision for doubtful debts
CIMC H g K g f d , a fe , da , a fe	3,761,960	W 1 ea , 1 2 ea	28.50%	
J C&C T c f d , a fe	1,417,182	W 1 ea , 1 2 ea , 2 3 ea , 3 ea	10.73%	
H g Be g f d , a fe	1,079,848	1 2 ea	8.18%	
CIMC Lea g f d , a fe	865,250	1 2 ea	6.55%	
CIMC RAFFLES f d , a fe	876,402	1 2 ea	6.64%	
	8,000,642		60.60%	

T e C a ' f e a g e e , e c a a b e a a 31 Dece be, 2016 a d acc g f , 57.93% f e a e , e c a a b e .

(10) Other receivables from shareholders holding more than 5% (including 5%) of the voting rights of the Company are analysed as follows

A a 31 Dece be, 2017 a d 31 Dece be, 2016, a d e f a e d e d g , e a 5% ( d d g 5%) f e a g g f e C a d e a b e b a a c e f e , e c a a b e .

(11) Receivables from related parties

Relationship with the Company	31 December 2017		31 Dece be, 2016	
	Amount	% of total balance	A	% f a b a a c e
A cae A cae	82,252	0.62%	575,378	4.38%
S b da e S b da e	13,021,782	98.64%	12,534,086	95.42%
T a	13,104,034	99.26%	13,109,464	99.80%

(12) Other receivables derecognised due to transfer of financial assets

A f Dece be, 31 2017, e e e e e , e c a a b e d e c g e d e , a fe f f a c a a e f e C a e d , e e a (31 Dece be, 2016: N ).

(13) Amount of assets and liabilities recognised due to the continuing involvement of securitised other receivable

A f Dece be, 31 2017, e e e e e d e , e c a a b e d , g e a (31 Dece be, 2016: N ).

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**XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)**

**4. Available-for-sale financial assets**

	31 December 2017	31 December 2016
Measurement		
Available-for-sale financial assets (1)	391,970	391,970
Less: Impairment losses	(3,065)	(3,065)
	<b>388,905</b>	<b>388,905</b>

(1) Related information analysis of available-for-sale financial assets is as follows:

Available-for-sale financial assets:

	31 December 2016	Interest income	Dividend income	31 December 2017	Shareholding (%)	Carrying amount
Available-for-sale financial assets						
China Construction Bank						
BOCM Shanghai Branch						
Management fee	8,125			8,125	5.00%	
China Railway Group Limited	299,133	3,000	5,000	307,133	10.00%	299,133

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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 5. Long-term equity investments (Continued)

#### (1) Subsidiaries (Continued):

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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 6. Fixed asset

	Plants and buildings	Machinery and equipment	Office and other equipment	Total
Original cost				
31 December 2016	115,451	24,240	124,075	263,766
Transfer from construction in progress	33,294	3,604	18,105	55,003
Decrease in value	-	(88)	(10,191)	(10,279)
31 December 2017	148,745	27,756	131,989	308,490
Accumulated depreciation				
31 December 2016	(48,594)	(18,219)	(94,581)	(161,394)
Decrease in value	(3,829)	(1,488)	(7,881)	(13,198)
Decrease in value	-	79	9,154	9,233
31 December 2017	(52,423)	(19,628)	(93,308)	(165,359)
Net book value				
31 December 2016	66,857	6,021	29,494	102,372
31 December 2017	96,322	8,128	38,681	143,131

The amount of decrease in accumulated depreciation for 2017 is calculated based on the value of the assets at the end of the year of 13,198,000 (2016: 12,772,000).

The increase in value of fixed assets for 2017 is 55,003,000 (2016: 11,323,000).

### 7. Short-term borrowings

(1) The analysis of the Company's short-term loans is as follows :

	31 December 2017	31 December 2016

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For the year ended 31 December, 2017  
(All amounts in RMB'000 unless otherwise stated)  
(Example: Traffic, Reference: O )

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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 11. Other payable

(1) The analysis of the Company's other payables is as follows:

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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 13. Long-term borrowings

(1) The analysis of the Company's long-term loans is as follows:

	31 December 2017	31 December 2016
Bank borrowings		
Unsecured	1,322,000	1,621,000

As at 31 December 2017, the carrying amount of long-term borrowings is denominated in Renminbi (31 December 2016: Nil).

As at 31 December 2017, the weighted average interest rate is 1.20% - 4.45% (31 December 2016: 1.20% - 3.65%).

### 14. Debentures payable

If applicable, the Company's debentures are issued in accordance with Article IV.39.

### 15. Deferred tax assets and deferred tax liabilities

(1) The offsetting balances of deferred tax assets and liabilities offset and corresponding deductible or taxable temporary differences

	31 December 2017		31 December 2016	
	Deductible/ (taxable) Temporary differences	Deferred tax assets/ (liabilities)	Deductible/ (taxable) Temporary differences	Deferred tax assets/ (liabilities)
Deferred tax assets:				
Entirely deductible	291,949	72,986	205,760	51,440
Partly deductible				
Partly deductible	614	154	3,360	840
Sub-total	292,563	73,140	209,120	52,280
Offsetting gains	-	-	-	-
Offsetting balances	292,563	73,140	209,120	52,280
Included in:				
Amounts recognized in the consolidated financial statements		73,140		52,280

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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 16. Capital surplus

	1 January 2017	Increase in current year	Decrease in current year	31 December 2017
Share premium	3,601,855	73,823	-	3,675,678
Other capital reserves:				
Exchange differences	687	-	-	687
Deferred tax	87	-	-	87
Share-based payments	253,012	-	(30,077)	222,935
Other	(568,492)	-	-	(568,492)
<b>Total</b>	<b>3,287,149</b>	<b>73,823</b>	<b>(30,077)</b>	<b>3,330,895</b>

	1 January 2016	Increase during year	Decrease during year	31 December 2016
Share premium	3,589,082	12,773	-	3,601,855
Other capital reserves:				
Exchange differences	687	-	-	687
Deferred tax	87	-	-	87
Share-based payments	258,211	-	(5,199)	253,012
Other	(568,492)	-	-	(568,492)
<b>Total</b>	<b>3,279,575</b>	<b>12,773</b>	<b>(5,199)</b>	<b>3,287,149</b>

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XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

17. Other comprehensive income

	Amount incurred in current year			31 December 2017
	1 January 2017	Pre-tax amount incurred in current year	Post-tax amount attributable to the Company	
Items that are reclassified to profit or loss:				
Foreign currency translation differences	43,754	-	-	43,754

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**XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (C)**

For the year ended 31 December 2017  
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## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 20. Financial expenses – net

	2017	2016
Interest expense	537,640	313,968
Less: Interest income	(332,379)	(203,925)
Exchange gain	469,649	(468,808)
Other	15,150	5,157
<b>Total</b>	<b>690,060</b>	<b>(353,608)</b>

### 21. Profit arising from changes in fair value

	2017	2016
Fair value change in available-for-sale financial assets		
Change in fair value of equity investments	2,747	10,895

### 22. Investment income

#### (1) Investment income by projects

	2017	2016
Interest income from bank deposits	947,752	1,242,065
Interest income from bank deposits	4,000	8,000
(Loss)/Interest income from bank deposits	(7)	7,225
Other interest income	7,904	1,775
<b>Total</b>	<b>959,649</b>	<b>1,259,065</b>

### 23. Non-operating income

#### (1) Non-operating income by categories:

	2017	2016
Government grants	-	33,047
Other	7,408	10
<b>Total</b>	<b>7,408</b>	<b>33,057</b>

Financial statements as at 31 December 2017  
(All amounts in RMB'000 unless otherwise stated)  
(English translation of the Chinese original)

## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 23. Non-operating income (Continued)

- (2) Details of government grants

Financial year ended 31 December, 2017  
 (Amount in RMB'000 unless otherwise stated)  
 (English translation of Reference to Chinese)

## XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

### 26. Notes to the cash flow statement

#### (1) Supplementary information to the cash flow statement:

##### (a) Reconciliation from net profit to cash flows from operating activities:

	2017	2016
Net profit	79,106	1,827,623
Decrease/Increase	13,198	12,772
Accounts payable	259	259
Accounts receivable	11,103	7,107
Loss/(Profit) disposal of fixed assets, intangible assets	647	(50)
Provision for doubtful accounts	(2,747)	(10,895)
Finance expense	777,404	101,868
Interest expense	(959,649)	(1,259,065)
(Increase)/Decrease deferred tax	(20,860)	164,168
Increase/decrease in prepayments	(140,627)	(478,098)
Decrease/(Increase) in prepayments	1,771,143	(5,160,495)
Net cash/(cash) generated/used	1,528,977	(4,794,806)

##### (b) Net change of cash and cash equivalents:

	2017	2016
Cash and cash equivalents at end of year	335,730	1,715,470
Less: cash and cash equivalents at beginning of year	1,715,470	652,865
Net (decrease)/increase in cash and cash equivalents	(1,379,740)	1,062,605

#### (2)



## Annual Report 2017

For the year ended 31 December 2017  
(All amounts in RMB'000 unless otherwise stated)  
(Except for the financial information otherwise stated)

### 2. RETURN ON NET ASSETS AND EARNINGS PER SHARE

The following table shows the Return on Net Assets and Earnings per Share for the year ended 31 December 2017 and for the corresponding period in 2016. The Return on Net Assets and Earnings per Share for the year ended 31 December 2017 are calculated based on the weighted average number of shares in issue during the year. The Return on Net Assets and Earnings per Share for the year ended 31 December 2016 are calculated based on the weighted average number of shares in issue during the year.

	2017	2016
Return on Net Assets		
Earnings per Share		

# Case XIV

According to the information provided by the PRC Security and Media Affairs Department, the Chinese government has taken a series of measures to address the concerns of the international community regarding human rights in Xinjiang. The Chinese government has established a special office to handle the concerns of the international community and has taken a series of measures to address the concerns of the international community. The Chinese government has established a special office to handle the concerns of the international community and has taken a series of measures to address the concerns of the international community. The Chinese government has established a special office to handle the concerns of the international community and has taken a series of measures to address the concerns of the international community.

# Ca e XV

## A

Tef g d c e be a a abef, ec a e eac a e f e C a S e e e b e e e a e a a e a a e a d S a e de acc, da ce C e e a a d, e a e A, ce fA ca :

1. Tea a e g ed b e c a a .
2. Tef a ca ae e de e a d a d ea f e ega, e e a e a e d e e e c a ge f acc gaffa, a d e ead f e acc g de a e (acc g ffce).
3. Te r g a f e a d e de e ea f Acc a F a d de e a d a d ea f Ce fed P b c Acc a .
4. Te r g a c e f e d c e a d a ce e f e C a b ed e e a e a e d b e CSRC d g e Re r g Pe d.
5. C e f ea C e e a d E g a ce e f e C a b ed e eb e f H g K g S c E c a ge a d e C a d g e Re r g Pe d.
6. Te A, ce fA ca .

中國國際貿易中心有限公司 (CIMC) 敬啟者

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