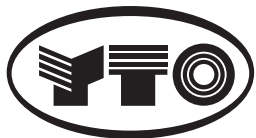


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第一拖拉机股份有限公司
FIRST TRACTOR COMPANY LIMITED*

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

(Stock Code: 0038)

2019 THIRD QUARTERLY REPORT

I. IMPORTANT NOTICE

- 1.1. The board of directors (the “**Board**”) and board of supervisors of First Tractor Company Limited* (the “**Company**”), and its directors (the “**Directors**”), supervisors and senior management confirm that there are no false information, misleading statements or material omissions contained in this quarterly report, and severally and jointly accept responsibility for the truthfulness, accuracy and completeness of the contents herein.
- 1.2. All Directors of the Company attended the Board meeting to consider this quarterly report.
- 1.3. Li Xiaoyu (person in charge of the Company), Zhao Junfen (person in charge of the accounting function) and Yao Weidong (person in charge of the Accounting Department and the Accounting Manager) have confirmed the truthfulness, accuracy and completeness of the financial statements in this quarterly report.
- 1.4. This third quarterly report of the Company is unaudited.

II. DEFINITIONS

Unless the context requires otherwise, the following terms should have the following meanings in this third quarterly report:

“A Share(s)”	ordinary share(s) as approved by the CSRC which are issued to the PRC domestic investors and qualified foreign investors, traded on the PRC domestic stock exchange, denominated, subscribed for and traded in RMB
“Company”	First Tractor Company Limited* (第一拖拉機股份有限公司)
“controlled subsidiary”	a company held as to more than 50% shares or equity interests by the Company, and a company actually controlled by the Company through agreement and arrangement
“Group”	the Company and its controlled subsidiaries
“H Share(s)”	ordinary share(s) as approved by the CSRC which are issued to foreign investors, and listed with the approval of the Stock Exchange, denominated in RMB, subscribed for and traded in Hong Kong dollars
“Shanghai Stock Exchange”	The Shanghai Stock Exchange
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Tractors Research Company”	Luoyang Tractors Research Institute Company Limited (洛陽拖拉機研究所有限公司), a controlled subsidiary of the Company
“Xiyuan Company”	Luoyang Xiyuan Vehicle and Power Inspection Institute Co., Ltd.* (洛陽西苑車輛與動力檢驗所有限公司), a wholly-owned subsidiary of Tractors Research Company
“YTO”	YTO Group Corporation (中國一拖集團有限公司), the controlling shareholder of the Company
“YTO Finance”	China YTO Group Finance Company Limited (中國一拖集團財務有限責任公司), a controlled subsidiary of the Company
“YTO Xinjiang”	YTO (Xinjiang) Dongfanghong Equipment Machinery Company Limited (一拖(新疆)東方紅裝備機械有限公司), a wholly-owned subsidiary of the Company

III. BASIC INFORMATION OF THE COMPANY

3.1 Major financial data

Unit: Yuan Currency: RMB

	As at the end of the Reporting Period	As at the end of the previous year	Increase/Decrease as at the end of the Reporting Period as compared to the end of the previous year (%)
Total assets	11,787,174,397.83	13,140,741,755.99	-10.30
Net assets attributable to shareholders of the Company	4,077,587,444.47	4,007,081,663.62	1.76
	From the beginning of the year to the end of the Reporting Period (January to September)	From the beginning of the previous year to the end of the reporting period of the previous year (January to September)	Year-on-year increase/decrease (%)
Net cash flows from operating activities	122,116,209.43	-388,513,300.13	N/A
	From the beginning of the year to the end of the Reporting Period (January to September)	From the beginning of the previous year to the end of the reporting period of the previous year (January to September)	Year-on-year increase/decrease (%)
Operating revenue	5,124,458,627.07	4,833,691,480.45	6.02
Net profit attributable to shareholders of the Company	70,176,827.65	-396,965,372.67	N/A
Net profit attributable to shareholders of the Company after deduction of non-recurring profit or loss	-33,894,625.44	-517,992,816.20	N/A
Weighted average return on net assets (%)	1.74	-7.85	Increased by 9.59 percentage points
Basic earnings per share (Yuan/share)	0.0712	-0.4027	N/A
Diluted earnings per share (Yuan/share)	0.0712	-0.4027	N/A

Non-recurring profit or loss items and amounts

Unit: Yuan Currency: RMB

Item	Amount for the period (July to September 2019)	Amount from the beginning of the year to the end of the Reporting Period (January to September 2019)	Explanation
Profit or loss from disposal of non-current assets	607,040.01	556,602.71	
Government grants credited to current profit or loss (except for those which are closely related to the Company's ordinary business, in accordance with the PRC national policies and continuously received in certain standard amounts and quantities)	17,832,168.37	45,286,594.57	
Gain or loss from debt restructuring		-420,000.00	
Gain or loss on changes in fair value of held-for-trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities, and investment income from disposal of trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities and other debt investments, other than effective hedging activities related to normal business operations of the Company	2,384,098.82	52,727,249.43	
Non-operating income and expenses other than those stated above	3,339,292.26	9,495,145.91	
Gain or loss from other non-recurring items		22,714,314.58	Investment income from disposal of subsidiaries
Effect of minority shareholders' interests (after tax)	-3,917,002.00	-16,355,456.24	
Effect of income tax	-944,687.15	-9,932,997.87	
Total	19,300,910.31	104,071,453.09	

3.2 Table of total number of shareholders, shareholdings of the top ten shareholders and the top ten shareholders of circulating shares (or shareholders without selling restriction) as at the end of the Reporting Period

Unit: Share

Total number of shareholders 38,635 (Including 38,269 shareholders of A Shares and 366 shareholders of H Shares)

Shareholdings of the top ten shareholders

Name of shareholders (full name)	Number of shares held as at the end of the period	Percentage (%)	Number of shares held with selling restriction	Subject to pledge or moratorium Status of shares	Number	Nature of shareholders
YTO Group Corporation	410,690,578	41.66	0	Nil	0	State-owned legal person
HKSCC NOMINEES LIMITED <i>(Note 1)</i>	387,779,319	39.33	0	Unknown	/	Overseas legal person
China Construction Bank Corporation Henan Province Branch	9,444,950	0.96	0	Unknown	/	Other
Hong Kong Securities Clearing Company Limited <i>(Note 2)</i>	5,292,868	0.54	0	Unknown	/	Overseas legal person
Wang Yu	1,799,100	0.18	0	Unknown	/	Domestic natural person
Chen Lixiong	1,173,800	0.12	0	Unknown	/	Domestic natural person
Lin Yue	985,000	0.10	0	Unknown	/	Domestic natural person
LIU HON NAM	726,000	0.07	0	Unknown	/	Overseas natural person
Zeng Fansheng	696,300	0.07	0	Unknown	/	Domestic natural person
Chen Fei	557,882	0.06	0	Unknown	/	Domestic natural person

Shareholdings of the top ten shareholders without selling restriction

Name of shareholders	Number of circulating shares held without selling restriction	Class and number of shares	
		Class	Number
YTO Group Corporation	410,690,578	Ordinary shares denominated in RMB	410,690,578
HKSCC NOMINEES LIMITED <i>(Note 1)</i>	387,779,319	Overseas listed foreign shares	387,779,319
China Construction Bank Corporation Henan Province Branch	9,444,950	Ordinary shares denominated in RMB	9,444,950
Hong Kong Securities Clearing Company Limited <i>(Note 2)</i>	5,292,868	Ordinary shares denominated in RMB	5,292,868
Wang Yu	1,799,100	Ordinary shares denominated in RMB	1,799,100
Chen Lixiong	1,173,800	Ordinary shares denominated in RMB	1,173,800
Lin Yue	985,000	Ordinary shares denominated in RMB	985,000
LIU HON NAM	726,000	Overseas listed foreign shares	726,000
Zeng Fansheng	696,300	Ordinary shares denominated in RMB	696,300
Chen Fei	557,882	Ordinary shares denominated in RMB	557,882

Explanation on connected relation or parties acting in concert of the aforesaid shareholders

Among the top ten shareholders and top ten shareholders without selling restrictions, YTO, the controlling shareholder of the Company, has no connected relationship with, nor is it a party acting in concert (as defined in the Administrative Measures on Acquisitions by Listed Companies) with, any other shareholders. The Company is not aware of any connected relationship among other shareholders, nor aware of any parties acting in concert among them as defined in the Administrative Measures on Acquisitions by Listed Companies.

Description of preferential shareholders with restoration of voting rights and their shareholdings

N/A

Note 1: The overseas listed foreign shares held by HKSCC NOMINEES LIMITED are held on behalf of various customers;

Note 2: The ordinary shares dominated in RMB held by Hong Kong Securities Clearing Company Limited are held on behalf of overseas investors who held these shares via the Northbound Trading through the Shanghai-Hong Kong Stock Connect.

3.3 Table of total number of preferential shareholders, shareholdings of the top ten preferential shareholders and the top ten preferential shareholders without selling restriction as at the end of the Reporting Period

The Company had no preference shares during the Reporting Period.

IV. SIGNIFICANT EVENTS

4.1 Particulars of and reasons for material changes in major accounting statement items and financial indicators of the Company

Consolidated balance sheet items	Amount as at the end of the period	Amount as at the beginning of the period	Percentage changes (%)	Reasons
Monetary Funds	936,365,762.90	1,549,845,341.18	-39.58	Decrease in the financing scale of the Company during the Reporting period
Loans to banks and other financial institutions	97,000,000.00	200,257,777.78	-51.56	YTO Finance recovered loans to banks and other financial institutions during the Reporting Period
Derivative financial assets	-	578,743.73	-100.00	Lock exchange agreements in relation to the US dollar loans entered into during the period of the previous year were due and the loans were repaid during the Reporting Period
Accounts receivable	1,042,021,353.12	405,771,306.07	156.80	Increase in credit sales during the Reporting Period
Other receivables	66,019,832.88	48,032,116.86	37.45	Increase in amounts receivable from disposal of equity by the Company during the Reporting Period
Financial assets purchased with agreement to resale	780,775,310.87	150,203,731.40	419.81	Increase in financial assets purchased with agreement to resale held by YTO Finance during the Reporting Period

Consolidated balance sheet items	Amount as at the end of the period	Amount as at the beginning of the period	Percentage changes (%)	Reasons
Inventories	992,148,399.20	1,430,349,787.42	-30.64	Sales of inventories during the Reporting period
Non-current assets due within one year	241,295,106.26	184,159,312.46	31.03	Increase in amount of long-term receivables due within one year from reclassification during the Reporting Period
Other current assets	1,064,148,176.49	2,034,630,027.40	-47.70	Decrease in structural deposits and wealth management products during the Reporting Period
Loans and advances to customers	650,563,835.44	1,011,466,273.60	-35.68	Decrease in loans and advances to customers by YTO Finance during the Reporting Period
Short-term loans	1,419,436,098.69	2,792,337,237.50	-49.17	Repayment of short-term loans during the Reporting Period
Derivative financial liabilities	-	2,727,592.84	-100.00	The swap and lock exchange agreements in relation to the US dollar loans entered into during the period of the previous year were due and the loans were repaid during the Reporting Period
Contract liabilities	128,311,804.17	369,490,638.57	-65.27	Products have been delivered for some of the advance from customers, reducing the amount of advance from customers during the Reporting Period
Employee benefits payable	101,245,038.93	189,486,846.96	-46.57	The Company paid part of the termination benefits provided in the previous period during the Reporting Period
Non-current liabilities due within one year	606,129,481.76	78,139,035.95	675.71	Increase in long-term loans due within one year during the Reporting Period

Consolidated balance sheet items	Amount as at the end of the period	Amount as at the beginning of the period	Percentage changes (%)	Reasons
Other current liabilities	277,023,373.51	196,139,042.20	41.24	Increase in sales discount recognized during the Reporting Period
Long-term loans	78,170,000.00	868,473,000.00	-91.00	Decrease in long-term loans due over one year during the Reporting Period
Lease liabilities	8,381,134.78	16,265,180.53	-48.47	Decrease in lease liabilities during the Reporting Period due to the shorter lease term
		Amount for the corresponding period of the previous year		
Consolidated income statement items	Amount for the period	Amount for the corresponding period of the previous year	Percentage changes (%)	Reasons
Interest income	68,435,911.70	109,071,123.04	-37.26	Year-on-year decrease in interest income from deposits in other banks of YTO Finance during the Reporting Period
Fees and commission income	2,858,296.52	2,183,562.61	30.90	Year-on-year increase in fees and commission income of YTO Finance during the Reporting Period
Interest expenses	25,041,873.27	18,456,425.22	35.68	Year-on-year increase in interest expenses of YTO Finance during the Reporting Period
Financial expenses	47,497,952.51	76,585,197.30	-37.98	Year-on-year increase in interest income from structured deposits during the Reporting Period
Other gains	28,743,101.77	17,844,807.59	61.07	Year-on-year increase in government subsidies received by the Company in relation to the daily operations during the Reporting Period

Consolidated income statement items	Amount for the period	Amount for the corresponding period of the previous year	Percentage changes (%)	Reasons
Investment income	56,169,601.04	16,395,110.96	242.60	Year-on-year increase in dividends received due to year-on-year increase in investment income from the disposal of the equity interest in a subsidiary during the Reporting Period
Gain arising from the changes in fair value	41,557,033.55	102,143,285.29	-59.31	Year-on-year decrease in gain from changes in fair value arising from the trading financial assets held by the Company during the Reporting Period
Loss on credit impairment	25,308,741.70	15,194,280.55	66.57	Higher year-on-year increase in accounts receivable and the increase in expected credit loss during the Reporting Period
Gain on disposal of assets	556,602.71	1,063,349.26	-47.66	Year-on-year decrease in disposal of fixed assets and other long-term assets during the Reporting Period
Non-operating income	27,576,559.06	9,510,473.79	189.96	Year-on-year increase in government subsidies that were not related to the daily operations of the Company during the Reporting Period

Consolidated income statement items	Amount for the period	Amount for the corresponding period of the previous year	Percentage changes (%)	Reasons
Income tax expenses	32,488,079.51	48,592,856.98	-33.14	Year-on-year decrease in profits of certain subsidiaries during the Reporting Period, resulting in year-on-year decrease in corresponding income tax expenses; lower increase in the valuation of trading financial assets held by the Company compared with the corresponding period of the previous year, resulting in year-on-year decrease in deferred tax liabilities

Consolidated cash flow statement items	Amount for the period	Amount for the corresponding period of the previous year	Percentage changes (%)	Reasons
Net cash flows from operating activities	122,116,209.43	-388,513,300.13	N/A	Year-on-year decrease in net cash outflows from lending to banks and other financial institutions made by YTO Finance during the Reporting Period
Net cash flows from investing activities	977,110,810.80	-330,125,200.88	N/A	Year-on-year increase in recovery of the matured wealth management products and structured deposits during the Reporting Period
Net cash flows from financing activities	-1,738,823,466.93	-503,807,285.06	N/A	Year-on-year decrease in financing through loans during the Reporting Period

4.2 Analysis and explanation of progress and impact of significant events and solutions

1. The Company convened the tenth meeting of the eighth session of the Board on 29 August 2019, at which Mr. Xue Wenpu was appointed as the Deputy General Manager for a term of office ending on the conclusion of the eighth session of the Board of the Company. For details, please refer to the Announcement of First Tractor Company Limited in relation to the Resolution of the Tenth Meeting of the Eighth Session of the Board published by the Company on the website of the Shanghai Stock Exchange on 30 August 2019 and on the website of the Stock Exchange on 29 August 2019.
2. On 11 October 2019, as considered and approved at the eleventh meeting of the eighth session of the Board of the Company, the Company transferred 100% equity interest in YTO Xinjiang to YTO and Tractors Research Company transferred 100% equity interest in Xiyuan Company held by it to YTO. For details, please refer to the Announcement of First Tractor in relation to the Resolution of the Eleventh Meeting of the Eighth Session of the Board and the Announcement of First Tractor in relation to the Related Transaction on Equity Transfer published by the Company on the website of the Shanghai Stock Exchange on 12 October 2019, the Supplemental Announcement of First Tractor in relation to the Related Transaction on Equity Transfer published on the website of the Shanghai Stock Exchange on 15 October 2019, the Discloseable and Connected Transactions in Relation to the Disposals of 100% Equity Interest of Two Subsidiaries published on the website of the Stock Exchange on 11 October 2019 and the Further Announcement in Respect of the Discloseable and Connected Transactions in Relation to the Disposals of 100% Equity Interest of Two Subsidiaries published on the website of the Stock Exchange on 15 October 2019.

3. On 22 October 2019, as considered and approved at the twelfth meeting of the eighth session of the Board of the Company, YTO Finance and YTO (Luoyang) Special Vehicle Co., Ltd., a subsidiary of YTO, would establish a consortium to jointly participate in the bid for a financial lease and procurement project on new-energy municipal sanitation vehicles for Luoyang High- and New-tech Zone. For details, please refer to the Announcement of First Tractor in Relation to the Related Transaction on Joint Bidding by a Controlled Subsidiary and Related Parties and Entering into Relevant Documents published by the Company on the website of the Shanghai Stock Exchange on 23 October 2019 and the Establishment of a Consortium for Joint Participation in the Bid for a Financial Lease and Procurement Project published on the website of the Stock Exchange on 23 October 2019.

By Order of the Board
First Tractor Company Limited*
Yu Lina
Company Secretary

Luoyang, the PRC
29 October 2019

As at the date of this announcement, the Board comprises Mr. Li Xiaoyu (Chairman), Mr. Cai Jibo (vice Chairman) and Mr. Liu Jiguo as executive Directors; Mr. Li Hepeng, Mr. Xie Donggang and Mr. Zhou Honghai as non-executive Directors; and Mr. Yu Zengbiao, Ms. Yang Minli, Ms. Wang Yuru and Mr. Edmund Sit as independent non-executive Directors.

* *For identification purposes only*

APPENDIX

1.1 Financial Statements

Consolidated Balance Sheet

30 September 2019

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	30 September 2019	31 December 2018
Current assets:		
Monetary Funds	936,365,762.90	1,549,845,341.18
Settlement reserves for balance		
Loans to banks and other financial institutions	97,000,000.00	200,000,000.00
Financial assets held for trading	936,638,544.60	897,235,968.16
Financial assets measured at fair value through profit and loss		
Derivative financial assets	0.00	578,743.73
Notes receivable	379,524,944.24	523,719,132.77
Accounts receivable	1,042,021,353.12	405,771,306.07
Receivables financing		
Advances to suppliers	118,072,167.26	107,561,199.88
Premium receivables		
Reinsurance receivables		
Reinsurance contract reserves receivable		
Other receivables	66,019,832.88	65,741,038.66
Including: Interest receivable		17,708,921.80
Dividends receivable		

Item	30 September 2019	31 December 2018
Financial assets purchased with agreement to re-sale	780,775,310.87	150,203,731.40
Inventories	992,148,399.20	1,430,349,787.42
Contract assets		
Assets classified as held for sale		
Non-current assets due within one year	241,295,106.26	184,159,312.46
Other current assets	<u>1,064,148,176.49</u>	<u>2,017,266,694.07</u>
Total current assets	<u>6,654,009,597.82</u>	<u>7,532,432,255.80</u>
Non-current assets:		
Loans and advances to customers	650,563,835.44	1,011,378,462.91
Debt investments		
Available-for-sale financial assets		
Other debt investments		
Held-to-maturity investments		
Long-term receivables	261,483,446.28	280,985,073.83
Long-term equity investments	126,965,893.71	131,203,815.70
Other investments in equity instruments		
Other non-current financial assets		
Investment properties		
Fixed assets	2,919,665,239.19	2,942,857,496.39
Construction in progress	171,366,243.96	232,816,443.52
Productive biological assets		
Oil and gas assets		
Right-of-use assets	24,299,256.86	
Intangible assets	819,530,441.80	842,336,991.00
Research and development expenses		
Goodwill		
Long-term unamortized expenses	40,695,098.51	41,237,156.30
Deferred tax assets	118,595,344.26	125,494,060.54
Other non-current assets		
Total non-current assets	<u>5,133,164,800.01</u>	<u>5,608,309,500.19</u>
Total assets	<u>11,787,174,397.83</u>	<u>13,140,741,755.99</u>

Item	30 September 2019	31 December 2018
Current liabilities:		
Short-term loans	1,419,436,098.69	2,777,516,101.13
Borrowings from central bank		
Loans from banks and other financial institutes		
Financial liabilities held for trading		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities	0.00	2,727,592.84
Notes payable	1,102,548,005.26	958,616,789.34
Accounts payable	1,461,050,750.32	1,194,829,925.57
Advances from customers		
Funds from selling out and repurchasing financial assets		
Receipts of deposits and deposits from other banks	1,095,149,393.38	1,080,524,854.03
Brokerage for trading securities		
Brokerage for consigning securities		
Employee benefits payable	101,245,038.93	189,486,846.96
Taxes payables	20,216,774.15	24,562,534.28
Other payables	343,911,425.59	312,621,126.21
Including: Interest payable		
Dividends payable	8,273,287.83	8,273,287.83
Fee and commission payable		
Reinsurance accounts payables		
Contract liabilities	128,311,804.17	369,490,638.57
Liabilities classified as held for sale		
Non-current liabilities due within one year	606,129,481.76	76,664,479.21
Other current liabilities	277,023,373.51	196,139,042.20
	<u>6,555,022,145.76</u>	<u>7,183,179,930.34</u>
Total current liabilities	<u>6,555,022,145.76</u>	<u>7,183,179,930.34</u>

Item	30 September 2019	31 December 2018
Non-current liabilities:		
Reserves for insurance contract		
Long-term loans	78,170,000.00	868,473,000.00
Bonds payable		
Including: Preference shares		
Perpetual bond		
Lease liabilities	8,381,134.78	
Long-term payables	8,926,429.86	8,971,437.07
Long-term employee salary payable	93,304,581.28	119,715,885.28
Estimated liabilities	3,772,542.65	3,981,625.85
Deferred income	171,306,036.18	169,360,596.63
Deferred tax liabilities	136,180,523.61	130,983,510.46
Other non-current liabilities		
	-----	-----
Total non-current liabilities	500,041,248.36	1,301,486,055.29
	=====	=====
Total liabilities	7,055,063,394.12	8,484,665,985.63
	=====	=====

Item	30 September 2019	31 December 2018
Owner's equity (or shareholder's equity)		
Paid-up capital (or share capital)	985,850,000.00	985,850,000.00
Other equity instruments		
Including: Preference shares		
Perpetual bond		
Capital reserves	2,099,471,911.89	2,099,639,657.89
Less: Treasury shares		
Other comprehensive income	-15,855,963.66	-16,863,576.18
Special reserves	2,763,093.19	3,274,006.51
Surplus reserves	442,101,172.16	442,101,172.16
General risk reserves	25,104,151.50	
Retained earnings	538,153,079.39	493,080,403.24
Total equity attributable to owners of the parent company (or shareholders' equity)	4,077,587,444.47	4,007,081,663.62
Minority interests	<u>654,523,559.24</u>	<u>648,994,106.74</u>
Total owners' equity (or shareholder's equity)	<u>4,732,111,003.71</u>	<u>4,656,075,770.36</u>
Total liabilities and owners' equity (or shareholder's equity)	<u>11,787,174,397.83</u>	<u>13,140,741,755.99</u>

Legal Representative:
Li Xiaoyu

Chief Financial Officer:
Zhao Junfen

Accounting Manager:
Yao Weidong

Balance Sheet of the Parent Company

30 September 2019

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	30 September 2019	31 December 2018
Current assets:		
Monetary Funds	1,437,246,817.94	1,622,239,658.46
Financial assets held for trading	176,806,740.00	172,077,116.52
Financial assets measured at fair value through profit and loss		
Derivative financial assets		
Notes receivable	254,154,370.87	316,179,458.46
Accounts receivable	974,296,183.22	663,935,347.56
Receivables financing		
Advances to suppliers	86,018,613.94	74,828,658.18
Other receivables	99,736,861.92	87,936,879.35
Including: Interest receivable		2,909,099.16
Dividends receivable	75,294,698.36	75,294,698.36
Inventories	534,469,443.44	504,408,343.29
Contract assets		
Assets classified as held for sale		
Non-current assets due within one year		
Other current assets	<u>1,414,562,553.23</u>	<u>1,970,719,420.50</u>
Total current assets	<u><u>4,977,291,584.56</u></u>	<u><u>5,412,324,882.32</u></u>

Item	30 September 2019	31 December 2018
Non-current assets:		
Debt investments		
Available-for-sale financial assets		
Other debt investments		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	2,905,662,753.98	2,866,295,996.80
Other investments in equity instruments		
Other non-current financial assets		
Investment properties		
Fixed assets	1,646,876,917.72	1,624,010,518.82
Construction in progress	87,580,856.63	143,966,878.57
Productive biological assets		
Oil and gas assets		
Right-of-use assets	19,571,807.46	
Intangible assets	526,582,868.04	534,497,286.56
Research and development expenses		
Goodwill		
Long-term unamortized expenses	30,992,287.45	32,262,821.15
Deferred tax assets	56,380,917.76	60,329,817.60
Other non-current assets		
	-----	-----
Total non-current assets	<u>5,273,648,409.04</u>	<u>5,261,363,319.50</u>
Total assets	<u>10,250,939,993.60</u>	<u>10,673,688,201.82</u>

Item	30 September 2019	31 December 2018
Current liabilities:		
Short-term loans	2,655,607,948.69	3,249,320,000.00
Financial liabilities held for trading		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		2,727,592.84
Notes payable	866,784,302.36	774,848,987.81
Accounts payable	1,081,661,660.29	740,519,600.52
Advances from customers		
Contract liabilities	109,205,356.16	143,129,821.26
Employee benefits payable	52,568,081.49	66,701,364.42
Taxes payables	4,645,379.38	5,115,325.67
Other payables	175,094,283.87	174,453,029.69
Including: Interest payable		11,843,727.58
Dividends payable		
Liabilities classified as held for sale		
Non-current liabilities due within one year	603,561,769.89	71,492,363.64
Other current liabilities	29,663,456.87	27,948,212.15
	<u>5,578,792,239.00</u>	<u>5,256,256,298.00</u>
Total current liabilities	<u>5,578,792,239.00</u>	<u>5,256,256,298.00</u>

Item	30 September 2019	31 December 2018
Non-current liabilities:		
Long-term loans	240,000,000.00	1,030,000,000.00
Bonds payable		
Including: Preference shares		
Perpetual bond		
Lease liabilities	6,529,912.31	
Long-term payables		
Long-term employee salary payable	58,620,088.33	71,270,468.46
Estimated liabilities	3,772,542.65	3,981,625.85
Deferred income	113,077,460.52	114,491,964.32
Deferred tax liabilities	10,021,011.00	9,311,567.48
Other non-current liabilities		
	-----	-----
Total non-current liabilities	432,021,014.81	1,229,055,626.11
	<u><u>432,021,014.81</u></u>	<u><u>1,229,055,626.11</u></u>
Total liabilities	6,010,813,253.81	6,485,311,924.11
	<u><u>6,010,813,253.81</u></u>	<u><u>6,485,311,924.11</u></u>

Item	30 September 2019	31 December 2018
Owner's equity (or shareholder's equity)		
Paid-up capital (or share capital)	985,850,000.00	985,850,000.00
Other equity instruments		
Including: Preference shares		
Perpetual bond		
Capital reserves	2,004,793,045.95	2,004,793,045.95
Less: Treasury shares		
Other comprehensive income		
Special reserves		
Surplus reserves	367,607,888.33	367,607,888.33
Retained earnings	<u>881,875,805.51</u>	<u>830,125,343.43</u>
Total owners' equity (or shareholders' equity)	<u>4,240,126,739.79</u>	<u>4,188,376,277.71</u>
Total liabilities and owners' equity (or shareholder's equity)	<u>10,250,939,993.60</u>	<u>10,673,688,201.82</u>

Legal Representative:
Li Xiaoyu

Chief Financial Officer:
Zhao Junfen

Accounting Manager:
Yao Weidong

Consolidated Income Statement

January to September 2019

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	Third quarter of 2019 (July–September)	Third quarter of 2018 (July–September)	First three quarters of 2019 (January– September)	First three quarters of 2018 (January– September)
I. Total operating revenue	1,769,779,567.61	1,363,556,199.23	5,195,752,835.29	4,944,946,166.10
Including: Operating revenue	1,748,174,384.09	1,324,273,514.96	5,124,458,627.07	4,833,691,480.45
Interest income	20,550,189.58	38,155,485.88	68,435,911.70	109,071,123.04
Earned insurance premiums				
Fees and commission	1,054,993.94	1,127,198.39	2,858,296.52	2,183,562.61
II. Total cost of operation	1,730,524,650.98	1,631,768,407.76	5,184,624,116.78	5,401,743,885.99
Including: Cost of operation	1,464,117,344.39	1,275,252,666.23	4,370,145,738.21	4,408,934,844.44
Interest expenses	8,041,577.24	11,772,835.75	25,041,873.27	18,456,425.22
Fees and commission expense	121,987.26	111,657.42	357,521.02	280,728.92
Refunded premiums				
Net amount of compensation payout				
Net amount of reserves for reinsurance contract				
Policy dividend payment				
Reinsurance expenses				
Taxes and surcharges	11,877,197.55	10,643,244.51	34,657,135.37	35,546,072.35
Selling expenses	71,085,082.13	82,364,660.54	212,429,491.26	257,646,376.72
Administrative expenses	82,768,257.33	133,725,228.22	251,555,739.71	353,856,664.49
Research and development expenses	86,408,629.64	88,766,351.43	242,938,665.43	250,437,576.55
Financial expenses	6,104,575.44	29,131,763.66	47,497,952.51	76,585,197.30
Including: Interest expenses	31,029,557.98	37,205,766.02	114,148,158.82	110,260,971.30
Interest income	14,494,915.92	-451,554.09	53,277,184.39	18,793,703.79

Item		Third quarter	Third quarter	First three	First three
		of 2019	of 2018	quarters	quarters
		(July–September)	(July–September)	of 2019	of 2018
				(January–	(January–
				September)	September)
Add:	Other gains	10,160,168.37	3,643,493.52	28,743,101.77	17,844,807.59
	Investment income (Loss listed with “-”)	17,509,653.14	-969,166.41	56,169,601.04	16,395,110.96
	Including: Income from investments in associates and joint ventures	-2,140,159.70	-5,871,738.06	-7,357,373.06	-7,236,589.88
	Gains on derecognition of financial assets measured at amortized cost				
	Exchange gain (Loss listed with “-”)				
	Net gain on hedging exposure (Loss listed with “-”)				
	Gain arising from the changes in fair value (Loss listed with “-”)	-927,030.02	29,103,117.25	41,557,033.55	102,143,285.29
	Loss on credit impairment (Loss listed with “-”)	-8,899,722.82	11,211,221.61	-25,308,741.70	-15,194,280.55
	Loss on impairment of assets (Loss listed with “-”)	2,744,038.17	-28,515,495.93	-31,084,126.25	-39,839,036.73
	Gain on disposal of assets (Loss listed with “-”)	607,040.01	565,491.57	556,602.71	1,063,349.26
III.	Operating profit (Loss listed with “-”)	60,449,063.48	-253,173,546.92	81,762,189.63	-374,384,484.07
	Add: Non-operating income	12,457,707.19	2,624,856.08	27,576,559.06	9,510,473.79
	Less: Non-operating expenses	1,446,414.93	501,933.00	1,957,920.35	928,872.71
IV.	Total profit (Total loss listed with “-”)	71,460,355.74	-251,050,623.84	107,380,828.34	-365,802,882.99
	Less: Income tax expenses	6,384,177.07	10,390,386.85	32,488,079.51	48,592,856.98
V.	Net profit (Net loss listed with “-”)	65,076,178.67	-261,441,010.69	74,892,748.83	-414,395,739.97
	(I) Classification according to the continuity of operation				
	1. Continuous operating net profit (Net loss listed with “-”)	65,076,178.67	-261,441,010.69	74,892,748.83	-414,395,739.97
	2. Termination of net profit (Net loss listed with “-”)				

Item	Third quarter of 2019 (July–September)	Third quarter of 2018 (July–September)	First three quarters of 2019 (January– September)	First three quarters of 2018 (January– September)
(II) Classification according to ownership				
1. Net profit attributable to shareholders of the parent company (Net loss listed with “-”)	50,564,301.95	-251,985,491.02	70,176,827.65	-396,965,372.67
2. Non-controlling interests (Net loss listed with “-”)	14,511,876.72	-9,455,519.67	4,715,921.18	-17,430,367.30
VI. Net other comprehensive income after tax	-1,701,555.20	8,062,526.24	1,197,213.01	8,404,247.05
Net other comprehensive income after tax attributable to owners of the parent company	-1,754,457.80	7,404,037.69	1,218,616.24	7,718,135.10
(I) Other comprehensive income that cannot be reclassified to profit or loss				
1. Changes of re-measurement of defined benefit plans				
2. Other comprehensive income that cannot be reclassified into profit or loss under the equity method				
3. Changes in fair value of other investment in equity instruments				
4. Changes in fair value of the enterprise’s own credit risks				
(II) Other comprehensive income that will be reclassified to profit or loss	-1,754,457.80	7,404,037.69	1,218,616.24	7,718,135.10
1. Other comprehensive income that can be reclassified into profit or loss under the equity method				
2. Changes in fair value of other debt investments				
3. Gains and losses from changes in fair value of available-for-sale financial assets				
4. Amount of financial assets reclassified into other comprehensive income				

Item	Third quarter of 2019 (July–September)	Third quarter of 2018 (July–September)	First three quarters of 2019 (January– September)	First three quarters of 2018 (January– September)
5. Gains and losses from held-to-maturity investment reclassified as available-for-sale financial assets				
6. Provision for the credit impairment of other debt investments				
7. Reserves for cash flows hedges (effective part of hedging gains and losses from cash flows)				
8. Differences on translation of foreign currency financial statements	-1,754,457.80	7,404,037.69	1,218,616.24	7,718,135.10
9. Others				
Net other comprehensive income after tax attributable to minority interests	52,902.60	658,488.55	-21,403.23	686,111.95
VII. Total comprehensive income	63,374,623.47	-253,378,484.45	76,089,961.84	-405,991,492.92
Total comprehensive income attributable to owners of the parent company	48,809,844.15	-244,581,453.33	71,395,443.89	-389,247,237.57
Total comprehensive income attributable to minority interests	14,564,779.32	-8,797,031.12	4,694,517.95	-16,744,255.35
VIII. Earnings per share:				
(I) Basic earnings per share (<i>Yuan/share</i>)	0.0513	-0.2556	0.0712	-0.4027
(II) Diluted earnings per share (<i>Yuan/share</i>)	0.0513	-0.2556	0.0712	-0.4027

The net profit realized by the parties being absorbed prior to the business combinations under common control was nil during the period and nil for the previous period.

Legal representative:
Li Xiaoyu

Chief financial officer:
Zhao Junfen

Accounting manager:
Yao Weidong

Income Statement of the Parent Company

January to September 2019

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	Third quarter of 2019 (July–September)	Third quarter of 2018 (July–September)	First three quarters of 2019 (January– September)	First three quarters of 2018 (January– September)
I. Operating revenue	1,262,998,430.82	1,074,669,447.26	3,668,704,026.16	3,909,987,561.83
Less: Cost of operation	1,122,464,688.10	994,933,165.59	3,285,458,739.61	3,442,709,858.87
Taxes and surcharges	4,642,193.23	4,246,172.44	13,976,814.05	14,197,558.97
Selling expenses	19,417,168.77	11,467,512.44	25,901,837.31	21,546,252.71
Administrative expenses	34,908,338.61	60,893,761.35	104,498,999.13	175,586,639.25
Research and development expenses	69,923,627.02	72,992,437.38	156,095,194.85	198,352,100.03
Financial expenses	16,384,711.90	38,029,586.26	54,217,501.97	68,055,862.35
Including: Interest expenses	39,910,718.09	38,531,762.05	133,369,469.26	120,324,045.09
Interest income	22,289,561.90	13,086,913.03	73,004,011.14	64,190,835.24
Add: Other gains	5,514,392.06	1,412,948.02	11,847,667.44	8,841,813.61
Investment income				
(Loss listed with “-”)	-2,144,006.36	23,804,499.94	3,452,565.21	33,574,200.62
Including: Income from investments in associates and joint ventures	-2,144,006.36	-5,994,500.06	-7,405,242.82	-7,224,799.38
Gains on derecognition of financial assets measured at amortized cost				
Net gain on hedging exposure (Loss listed with “-”)				
Gain arising from the changes in fair value (Loss listed with “-”)	1,586,265.09	11,023,903.26	7,457,216.32	24,734,384.10
Loss on credit impairment (Loss listed with “-”)	-5,308,736.59	6,433,941.33	-172,502.14	-25,569,530.06
Loss on impairment of assets (Loss listed with “-”)	4,009,963.18	-23,307,834.49	2,255,940.54	-160,105,280.23
Gain on disposal of assets (Loss listed with “-”)	648,373.52	409,064.68	671,426.35	963,908.59

Item	Third quarter of 2019 (July–September)	Third quarter of 2018 (July–September)	First three quarters of 2019 (January– September)	First three quarters of 2018 (January– September)
II. Operating profit (Loss listed with “-”)	-436,045.91	-88,116,665.46	54,067,252.96	-128,021,213.72
Add: Non-operating income	1,966,631.44	1,189,365.04	3,535,952.61	7,560,770.82
Less: Non-operating expenses	1,190,400.00	157,455.00	1,194,400.13	349,226.76
III. Total profit (Total loss listed with “-”)	340,185.53	-87,084,755.42	56,408,805.44	-120,809,669.66
Less: Income tax expenses	-4,765.10	903,585.49	4,658,343.36	4,979,736.49
IV. Net profit (Net loss listed with “-”)	344,950.63	-87,988,340.91	51,750,462.08	-125,789,406.15
(I) Continuous operating net profit (Net loss listed with “-”)	344,950.63	-87,988,340.91	51,750,462.08	-125,789,406.15
(II) Termination of net profit (Net loss listed with “-”)				
V. Net other comprehensive income after tax				
(I) Other comprehensive income that cannot be reclassified to profit or loss				
1. Changes of re-measurement of defined benefit plans				
2. Other comprehensive income that cannot be reclassified into profit or loss under the equity method				
3. Changes in fair value of other investment in equity instruments				
4. Changes in fair value of the enterprise’s own credit risks				

Item	Third quarter of 2019 (July–September)	Third quarter of 2018 (July–September)	First three quarters of 2019 (January– September)	First three quarters of 2018 (January– September)
(II) Other comprehensive income that will be reclassified to profit or loss				
1. Other comprehensive income that can be reclassified into profit or loss under the equity method				
2. Changes in fair value of other debt investments				
3. Gains and losses from changes in fair value of available-for-sale financial assets				
4. Amount of financial assets reclassified into other comprehensive income				
5. Gains and losses from held-to-maturity investment reclassified as available-for-sale financial assets				
6. Provision for the credit impairment of other debt investments				
7. Reserves for cash flows hedges (effective part of hedging gains and losses from cash flows)				
8. Differences on translation of foreign currency financial statements				
9. Others				
VI. Total comprehensive income	344,950.63	-87,988,340.91	51,750,462.08	-125,789,406.15
VII. Earnings per share:				
(I) Basic earnings per share (<i>Yuan/share</i>)				
(II) Diluted earnings per share (<i>Yuan/share</i>)				

Legal representative:
Li Xiaoyu

Chief financial officer:
Zhao Junfen

Accounting manager:
Yao Weidong

Consolidated Cash Flow Statement

January to September 2019

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	First three quarters of 2019 (January– September)	First three quarters of 2018 (January –September)
I. Cash flows from operating activities:		
Cash received from sales of goods and rendering of services	4,675,910,126.11	4,818,516,954.40
Net increase in deposits from customers and deposits from other banks	1,721,383.46	-67,896,702.09
Net increase borrowings from central bank		
Net increase in loans from other financial institutions	100,000,000.00	-500,000,000.00
Cash from original insurance contract premium		
Net cash from reinsurance business		
Net increase of insured deposit and investment		
Net increase in disposal of financial assets at fair value through profit or loss		26,700,000.00
Interest, handling charges and commissions received	90,655,555.27	115,910,253.64
Net increase in placement from banks and other financial institution		
Net increase in sales and repurchase operations	-630,000,000.00	80,207,776.70
Net cash flows from brokerage trading		
Refund of tax and levies	34,022,304.45	353,746,369.96
Cash received relating to other operating activities	128,904,485.27	48,626,252.42
Sub-total of cash inflows from operating activities	4,401,213,854.56	4,875,810,905.03
Cash payments for goods purchased and services received	3,383,543,430.03	3,820,357,345.60
Net increase in loans and disbursement to customers	-321,977,063.87	63,597,682.09
Net increase in deposits with central bank and inter-banks	-20,404,926.64	-13,669,423.50
Payments of claims for original insurance contracts		
Net increase in placements with banks and other financial institution		
Interest, handling charges and commissions paid	20,940,227.49	22,452,531.07

Item	First three quarters of 2019 (January– September)	First three quarters of 2018 (January –September)
Cash paid for dividends of insurance policies		
Cash paid to and on behalf of employees	732,844,570.37	863,217,377.11
Payments of taxes and surcharges	92,107,846.90	76,291,740.35
Cash paid relating to other operating activities	<u>392,043,560.85</u>	<u>432,076,952.44</u>
Sub-total of cash outflows from operating activities	<u>4,279,097,645.13</u>	<u>5,264,324,205.16</u>
Net cash flows from operating activities	<u>122,116,209.43</u>	<u>-388,513,300.13</u>
II. Cash flows from investment activities:		
Cash received from return of investments	997,002,580.48	765,000,000.00
Cash received from investments income	80,426,189.43	36,472,827.04
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	2,304,622.05	3,336,030.85
Net cash received from disposals of subsidiaries and other business units		
Cash received relating to other investing activities		<u>2,750,000.00</u>
Sub-total of cash inflows from investing activities	<u>1,079,733,391.96</u>	<u>807,558,857.89</u>
Cash paid to acquire fixed assets, intangible assets and other long-term assets	98,743,061.49	188,445,991.94
Cash paid for investments	3,871,238.40	949,238,066.83
Net increase in pledged deposits		
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	<u>8,281.27</u>	
Sub-total of cash outflows from investing activities	<u>102,622,581.16</u>	<u>1,137,684,058.77</u>
Net cash flows from investing activities	<u>977,110,810.80</u>	<u>-330,125,200.88</u>

Item	First three quarters of 2019 (January– September)	First three quarters of 2018 (January –September)
III. Cash flows from financing activities:		
Cash received from investment absorption Including: Cash received by subsidiaries from investment absorption of minority interest		
Cash received from borrowings	1,240,000,000.00	2,145,356,298.00
Cash received relating to other financing activities	_____	_____
Sub-total of cash inflows from financing activities	<u>1,240,000,000.00</u>	<u>2,145,356,298.00</u>
Cash paid for settlement of borrowings	2,867,456,500.00	2,487,392,918.56
Cash paid for dividends, profits appropriation or payments of interest Including: Dividends and profits paid to minority interests	111,366,966.93	161,770,664.50
Cash paid relating to other financing activities	_____	_____
Sub-total of cash outflows from financing activities	<u>2,978,823,466.93</u>	<u>2,649,163,583.06</u>
Net cash flows from financing activities	<u>-1,738,823,466.93</u>	<u>-503,807,285.06</u>
IV. Effect of changes in foreign exchange rate on cash and cash equivalents		
	5,434,837.59	-2,108,386.29
V. Net increase in cash and cash equivalents		
Add: Cash and cash equivalents at the beginning of the reporting period	-634,161,609.11	-1,224,554,172.36
	1,279,587,830.24	2,946,734,827.85
VI. Cash and cash equivalents at the end of the reporting period		
	645,426,221.13	1,722,180,655.49
<i>Legal representative:</i> Li Xiaoyu	<i>Chief financial officer:</i> Zhao Junfen	<i>Accounting manager:</i> Yao Weidong

Cash Flow Statement of the Parent Company
January to September 2019

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	First three quarters of 2019 (January– September)	First three quarters of 2018 (January– September)
I. Cash flows from operating activities:		
Cash received from sales of goods and rendering of services	3,674,423,295.76	4,105,946,893.44
Refund of tax and levies	8,300,836.59	287,614,902.68
Cash received relating to other operating activities	105,380,212.13	28,115,512.22
Sub-total of cash inflows from operating activities	3,788,104,344.48	4,421,677,308.34
Cash payments for goods purchased and services received	2,869,219,075.98	3,472,877,977.19
Cash paid to and on behalf of employees	378,065,453.56	460,967,144.45
Payments of taxes and surcharges	13,787,353.66	14,361,518.51
Cash paid relating to other operating activities	243,208,930.27	327,560,830.04
Sub-total of cash outflows from operating activities	3,504,280,813.47	4,275,767,470.19
Net cash flows from operating activities	283,823,531.01	145,909,838.15

Item	First three quarters of 2019 (January– September)	First three quarters of 2018 (January– September)
II. Cash flows from investment activities:		
Cash received from return of investments	939,600,000.00	786,500,000.00
Cash received from investments income	59,560,986.60	199,836,290.95
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	1,614,015.55	5,047,585.32
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities	–	2,750,000.00
Sub-total of cash inflows from investing activities	1,000,775,002.15	994,133,876.27
Cash paid to acquire fixed assets, intangible assets and other long-term assets	62,260,819.95	122,952,945.88
Cash paid for investments	418,352,000.00	1,508,500,000.00
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities		
Sub-total of cash outflows from investing activities	480,612,819.95	1,631,452,945.88
Net cash flows from investing activities	520,162,182.20	-637,319,069.61

Item	First three quarters of 2019 (January– September)	First three quarters of 2018 (January– September)
III. Cash flows from financing activities:		
Cash received from investment absorption		
Cash received from borrowings	2,550,000,000.00	3,578,183,000.00
Cash received relating to other financing activities	_____	_____
Sub-total of cash inflows from financing activities	<u>2,550,000,000.00</u>	<u>3,578,183,000.00</u>
Cash paid for settlement of borrowings	3,411,815,000.00	3,991,292,918.56
Cash paid for dividends, profits appropriation or payments of interest	138,153,769.26	176,575,657.47
Cash paid relating to other financing activities	<u>367,600.00</u>	<u>125,500.00</u>
Sub-total of cash outflows from financing activities	3,550,336,369.26	4,167,994,076.03
Net cash flows from financing activities	<u><u>-1,000,336,369.26</u></u>	<u><u>-589,811,076.03</u></u>
IV. Effect of changes in foreign exchange rate on cash and cash equivalents		
	-640.14	15,507.25
V. Net increase in cash and cash equivalents		
Add: Cash and cash equivalents at the beginning of the reporting period	-196,351,296.19	-1,081,204,800.24
	1,280,174,973.16	2,453,757,053.43
VI. Cash and cash equivalents at the end of the reporting period		
	1,083,823,676.97	1,372,552,253.19

Legal representative:
Li Xiaoyu

Chief financial officer:
Zhao Junfen

Accounting manager:
Yao Weidong

1.2 Adjustments to relevant items in the financial statements as at the beginning of the first year upon adoption of new financial instrument standards, new income standards and new lease standards

Consolidated Balance Sheet

	<i>Unit: Yuan Currency: RMB</i>		
Item	31 December 2018	1 January 2019	Adjustments
Current assets:			
Monetary Funds	1,549,845,341.18	1,549,845,341.18	
Settlement reserves for balance			
Loans to banks and other financial institutions	200,000,000.00	200,257,777.78	257,777.78
Financial assets held for trading	897,235,968.16	897,235,968.16	
Financial assets measured at fair value through profit and loss			
Derivative financial assets	578,743.73	578,743.73	
Notes receivable	523,719,132.77	523,719,132.77	
Accounts receivable	405,771,306.07	405,771,306.07	
Receivables financing			
Advances to suppliers	107,561,199.88	107,561,199.88	
Premium receivables			
Reinsurance receivables			
Reinsurance contract reserves receivable			
Other receivables	65,741,038.66	48,032,116.86	-17,708,921.80
Including: Interest receivable	17,708,921.80		-17,708,921.80
Dividends receivable			
Financial assets purchased with agreement to re-sale	150,203,731.40	150,203,731.40	
Inventories	1,430,349,787.42	1,430,349,787.42	
Contract assets			
Assets classified as held for sale			
Non-current assets due within one year	184,159,312.46	184,159,312.46	
Other current assets	2,017,266,694.07	2,034,630,027.40	17,363,333.33
Total current assets	7,532,432,255.80	7,532,344,445.11	-87,810.69

Item	31 December 2018	1 January 2019	Adjustments
Non-current assets:			
Loans and advances to customers	1,011,378,462.91	1,011,466,273.60	87,810.69
Debt investments			
Available-for-sale financial assets			
Other debt investments			
Held-to-maturity investments			
Long-term receivables	280,985,073.83	280,985,073.83	
Long-term equity investments	131,203,815.70	131,203,815.70	
Other investments in equity instruments			
Other non-current financial assets			
Investment properties			
Fixed assets	2,942,857,496.39	2,942,857,496.39	
Construction in progress	232,816,443.52	232,816,443.52	
Productive biological assets			
Oil and gas assets			
Right-of-use assets		34,404,216.48	34,404,216.48
Intangible assets	842,336,991.00	842,336,991.00	
Research and development expenses			
Goodwill			
Long-term unamortized expenses	41,237,156.30	41,237,156.30	
Deferred tax assets	125,494,060.54	125,494,060.54	
Other non-current assets			
Total non-current assets	<u>5,608,309,500.19</u>	<u>5,642,801,527.36</u>	<u>34,492,027.17</u>
Total assets	<u>13,140,741,755.99</u>	<u>13,175,145,972.47</u>	<u>34,404,216.48</u>

Item	31 December 2018	1 January 2019	Adjustments
Current liabilities:			
Short-term loans	2,777,516,101.13	2,792,337,237.50	14,821,136.37
Borrowings from central bank			
Loans from banks and other financial institutes			
Financial liabilities held for trading			
Financial liabilities at fair value through profit or loss			
Derivative financial liabilities	2,727,592.84	2,727,592.84	
Notes payable	958,616,789.34	958,616,789.34	
Accounts payable	1,194,829,925.57	1,194,829,925.57	
Advances from customers			
Funds from selling out and repurchasing financial assets			
Receipts of deposits and deposits from other banks	1,080,524,854.03	1,086,218,057.79	5,693,203.76
Brokerage for trading securities			
Brokerage for consigning securities			
Employee benefits payable	189,486,846.96	189,486,846.96	
Taxes payables	24,562,534.28	24,562,534.28	
Other payables	312,621,126.21	292,106,786.08	-20,514,340.13
Including: Interest payable	20,514,340.13	0.00	-20,514,340.13
Dividends payable	8,273,287.83	8,273,287.83	
Fee and commission payable			
Reinsurance accounts payables			
Contract liabilities	369,490,638.57	369,490,638.57	
Liabilities classified as held for sale			
Non-current liabilities due within one year	76,664,479.21	78,139,035.95	1,474,556.74
Other current liabilities	196,139,042.20	196,139,042.20	
Total current liabilities	<u>7,183,179,930.34</u>	<u>7,184,654,487.08</u>	<u>1,474,556.74</u>

Item	31 December 2018	1 January 2019	Adjustments
Non-current liabilities:			
Reserves for insurance contract			
Long-term loans	868,473,000.00	868,473,000.00	
Bonds payable			
Including: Preference shares			
Perpetual bond			
Lease liabilities		16,265,180.53	16,265,180.53
Long-term payables	8,971,437.07	8,971,437.07	
Long-term employee salary payable	119,715,885.28	119,715,885.28	
Estimated liabilities	3,981,625.85	3,981,625.85	
Deferred income	169,360,596.63	186,025,075.84	16,664,479.21
Deferred tax liabilities	130,983,510.46	130,983,510.46	
Other non-current liabilities			
	_____	_____	_____
Total non-current liabilities	<u>1,301,486,055.29</u>	<u>1,334,415,715.03</u>	<u>32,929,659.74</u>
Total liabilities	<u>8,484,665,985.63</u>	<u>8,519,070,202.11</u>	<u>34,404,216.48</u>

Item	31 December 2018	1 January 2019	Adjustments
Owner's equity			
(or shareholder's equity):			
Paid-up capital (or share capital)	985,850,000.00	985,850,000.00	
Other equity instruments			
Including: Preference shares			
Perpetual bond			
Capital reserves	2,099,639,657.89	2,099,639,657.89	
Less: Treasury shares			
Other comprehensive income	-16,863,576.18	-16,863,576.18	
Special reserves	3,274,006.51	3,274,006.51	
Surplus reserves	442,101,172.16	442,101,172.16	
General risk reserves			
Retained earnings	493,080,403.24	493,080,403.24	
Total equity attributable to owners of the parent company (or shareholders' equity)	4,007,081,663.62	4,007,081,663.62	
Minority interests	648,994,106.74	648,994,106.74	
Total owners' equity (or shareholder's equity)	<u>4,656,075,770.36</u>	<u>4,656,075,770.36</u>	
Total liabilities and owners' equity (or shareholder's equity)	<u>13,140,741,755.99</u>	<u>13,175,145,972.47</u>	<u>34,404,216.48</u>

Balance Sheet of the Parent Company

Unit: Yuan Currency: RMB

Item	31 December 2018	1 January 2019	Adjustments
Current assets:			
Monetary Funds	1,622,239,658.46	1,622,239,658.46	
Financial assets held for trading	172,077,116.52	172,077,116.52	
Financial assets measured at fair value through profit and loss			
Derivative financial assets			
Notes receivable	316,179,458.46	316,179,458.46	
Accounts receivable	663,935,347.56	663,935,347.56	
Receivables financing			
Advances to suppliers	74,828,658.18	74,828,658.18	
Other receivables	87,936,879.35	85,027,780.19	-2,909,099.16
Including: Interest receivable	2,909,099.16	0.00	-2,909,099.16
Dividends receivable	75,294,698.36	75,294,698.36	
Inventories	504,408,343.29	504,408,343.29	
Contract assets			
Assets classified as held for sale			
Non-current assets due within one year			
Other current assets	1,970,719,420.50	1,973,628,519.66	2,909,099.16
Total current assets	5,412,324,882.32	5,412,324,882.32	

Item	31 December 2018	1 January 2019	Adjustments
Non-current assets:			
Debt investments			
Available-for-sale financial assets			
Other debt investments			
Held-to-maturity investments			
Long-term receivables			
Long-term equity investments	2,866,295,996.80	2,866,295,996.80	
Other investments in equity instruments			
Other non-current financial assets			
Investment properties			
Fixed assets	1,624,010,518.82	1,624,010,518.82	
Construction in progress	143,966,878.57	143,966,878.57	
Productive biological assets			
Oil and gas assets			
Right-of-use assets		26,811,354.48	26,811,354.48
Intangible assets	534,497,286.56	534,497,286.56	
Research and development expenses			
Goodwill			
Long-term unamortized expenses	32,262,821.15	32,262,821.15	
Deferred tax assets	60,329,817.60	60,329,817.60	
Other non-current assets			
Total non-current assets	5,261,363,319.50	5,288,174,673.98	26,811,354.48
Total assets	10,673,688,201.82	10,700,499,556.30	26,811,354.48

Item	31 December 2018	1 January 2019	Adjustments
Current liabilities:			
Short-term loans	3,249,320,000.00	3,259,712,338.69	10,392,338.69
Financial liabilities held for trading			
Financial liabilities at fair value through profit or loss			
Derivative financial liabilities	2,727,592.84	2,727,592.84	
Notes payable	774,848,987.81	774,848,987.81	
Accounts payable	740,519,600.52	740,519,600.52	
Advances from customers			
Contract liabilities	143,129,821.26	143,129,821.26	
Employee benefits payable	66,701,364.42	66,701,364.42	
Taxes payables	5,115,325.67	5,115,325.67	
Other payables	174,453,029.69	162,609,302.11	-11,843,727.58
Including: Interest payable	11,843,727.58	0.00	-11,843,727.58
Dividends payable			
Liabilities classified as held for sale			
Non-current liabilities due within one year	71,492,363.64	75,177,935.77	3,685,572.13
Other current liabilities	27,948,212.15	27,948,212.15	
Total current liabilities	<u>5,256,256,298.00</u>	<u>5,258,490,481.24</u>	<u>2,234,183.24</u>

Item	31 December 2018	1 January 2019	Adjustments
Non-current liabilities:			
Long-term loans	1,030,000,000.00	1,030,000,000.00	
Bonds payable			
Including: Preference shares			
Perpetual bond			
Lease liabilities		13,084,807.60	13,084,807.60
Long-term payables			
Long-term employee salary payable	71,270,468.46	71,270,468.46	
Estimated liabilities	3,981,625.85	3,981,625.85	
Deferred income	114,491,964.32	125,984,327.96	11,492,363.64
Deferred tax liabilities	9,311,567.48	9,311,567.48	
Other non-current liabilities			
	<hr/>	<hr/>	<hr/>
Total non-current liabilities	<u>1,229,055,626.11</u>	<u>1,253,632,797.35</u>	<u>24,577,171.24</u>
Total liabilities	<u>6,485,311,924.11</u>	<u>6,512,123,278.59</u>	<u>26,811,354.48</u>

Item	31 December 2018	1 January 2019	Adjustments
Owner's equity (or shareholder's equity)			
Paid-up capital (or share capital)	985,850,000.00	985,850,000.00	
Other equity instruments Including: Preference shares Perpetual bond			
Capital reserves	2,004,793,045.95	2,004,793,045.95	
Less: Treasury shares			
Other comprehensive income			
Special reserves			
Surplus reserves	367,607,888.33	367,607,888.33	
Retained earnings	830,125,343.43	830,125,343.43	
	<u>4,188,376,277.71</u>	<u>4,188,376,277.71</u>	
Total owners' equity (or shareholders' equity)	<u>4,188,376,277.71</u>	<u>4,188,376,277.71</u>	<u> </u>
Total liabilities and owners' equity (or shareholder's equity)	<u>10,673,688,201.82</u>	<u>10,700,499,556.30</u>	<u>26,811,354.48</u>

1.3 Retroactive adjustments to comparative data of previous period upon the first adoption of new financial instrument standards and new lease standards

The Group has adjusted relevant items in the financial statements as at the beginning of the first adoption year but not made retroactive adjustments to those in comparative financial statements, since the adoption of new lease standards on 1 January 2019.