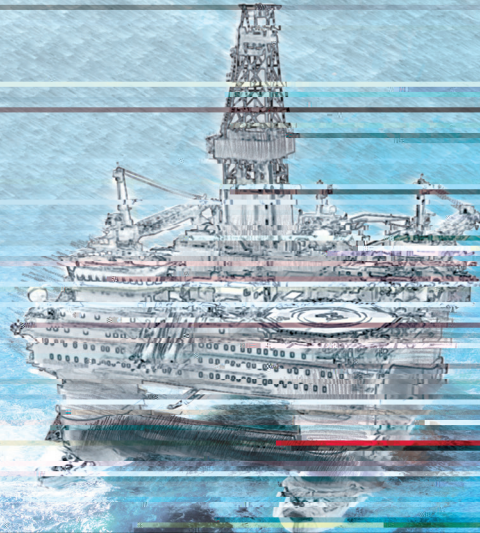


CIMC



IMPORTANT NOTICE

The Board, the Shareholders and the Company have approved the Company's 2017 Interim Financial Report (the "Report"), which is available on the website of the Company (<http://www.casbe.com.hk>), and also in Chinese and English.

The Board Meeting was held on 11 July 2017, at the headquarters of the Company in 2017 (the "Meeting"). Mr. Wong Yehing, Chairman, and Mr. Chan Yunging, the Chief Executive Officer, Mr. Li Chang, the Director, and Mr. ... All the Directors are present at the Meeting.

The Company is a member of the China Securities Regulatory Commission (CSRC) and the China Securities Exchange (CSE). The Company's 2017 Interim Financial Report (the "Report"), which is available on the website of the Company (<http://www.casbe.com.hk>), and also in Chinese and English.

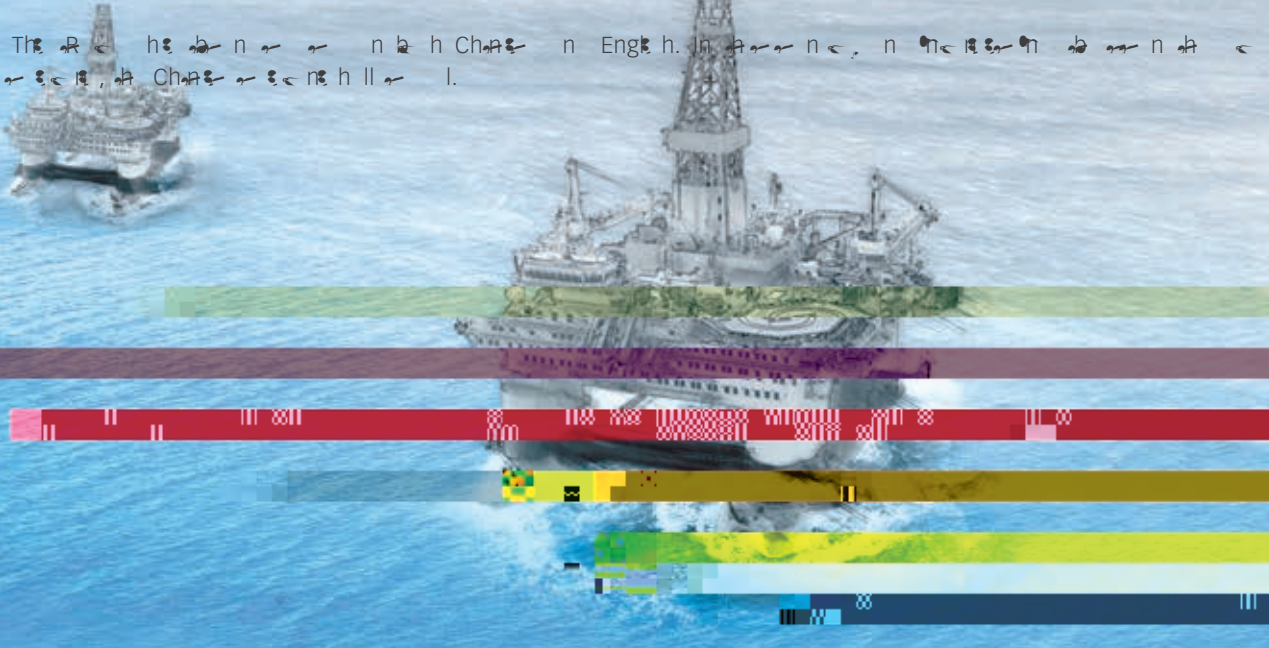
Mr. Wong Yehing, the Chairman, Mr. Chan Yunging, the Chief Executive Officer, Mr. Li Chang, the Director, and Mr. ... are present at the Meeting. The Company is a member of the China Securities Regulatory Commission (CSRC) and the China Securities Exchange (CSE).

The Company is a member of the China Securities Regulatory Commission (CSRC) and the China Securities Exchange (CSE).

The Company is a member of the China Securities Regulatory Commission (CSRC) and the China Securities Exchange (CSE).

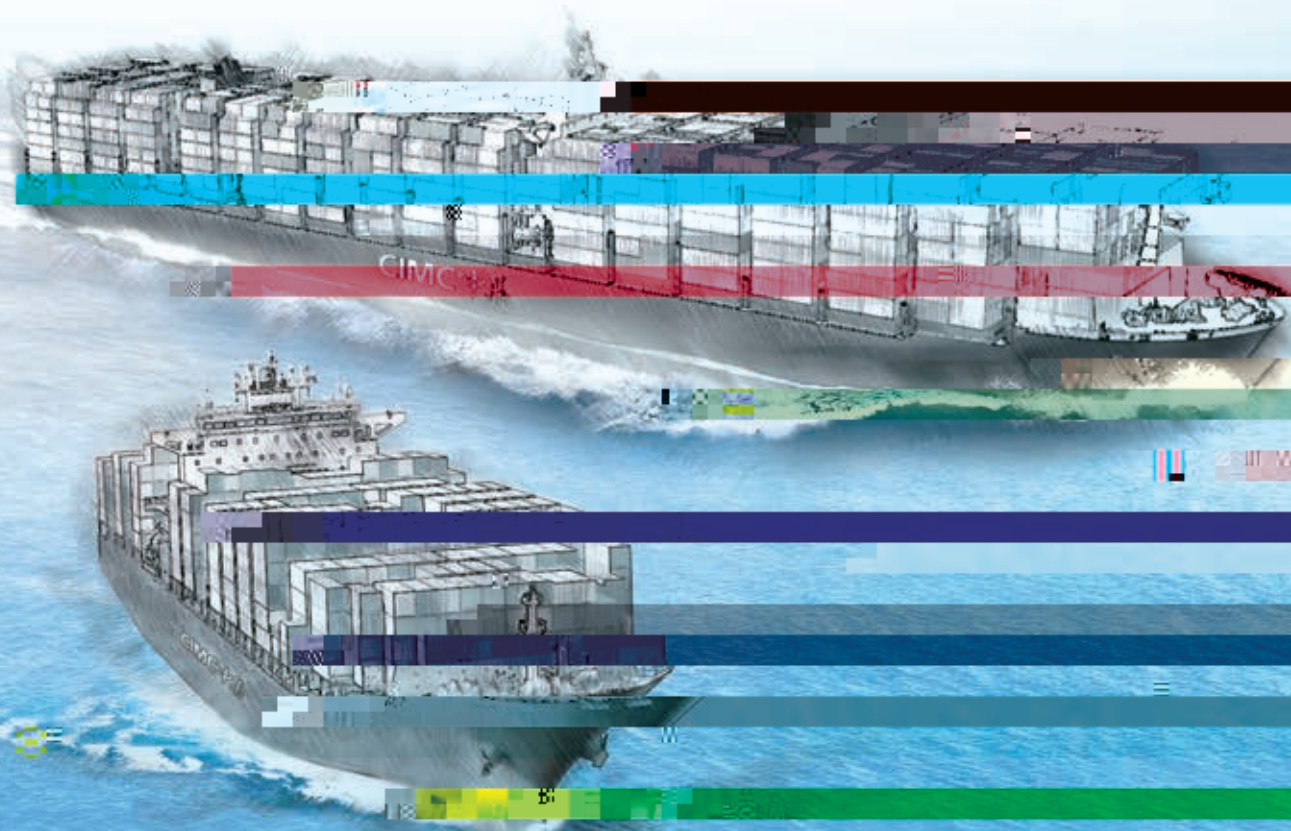
The Board has approved the Company's 2017 Interim Financial Report (the "Report"), which is available on the website of the Company (<http://www.casbe.com.hk>), and also in Chinese and English. The Company is a member of the China Securities Regulatory Commission (CSRC) and the China Securities Exchange (CSE).

The Board has approved the Company's 2017 Interim Financial Report (the "Report"), which is available on the website of the Company (<http://www.casbe.com.hk>), and also in Chinese and English. The Company is a member of the China Securities Regulatory Commission (CSRC) and the China Securities Exchange (CSE).



CONTENTS

Definitions	02	Chapter VI	Significant Events	49	
Glossary	05	Chapter VII	Changes in Share Capital and Information on Substantial Shareholders	70	
Chapter I	Corporate Profile	06			
Chapter II	Summary of Accounting Data and Financial Indicators	08	Chapter VIII	Information on Directors, Supervisors and Senior Management	78
Chapter III	Report of the Board	12	Chapter IX	2017 Interim Financial Report (Unaudited)	81
Chapter IV	Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules	29	Chapter X	Documents Available for Inspection	304
Chapter V	Management Discussion and Analysis Prepared in Accordance with Hong Kong Securities Rules	43			



02 Definitions

Fl A h a f c o c , H R c , A z z A h c n c A z V h z , A z k ng r z h l h a h h n n g z c f b t :

Items	Definitions
A Sh a e) R M B h m n n O n Sh a e)	c h z c n z h a e) z z b A G m n h h m n l f c , R M B 1 . 0 0 h , h a h z c n A S h n A n S e h h g n z n A m n b .
A Sh a e) Sh a O c n h a n n S h h z	z h a c n z n z h a h c , Chn In n c n IM A G n A z (G) G . L c h z n c a h c n g A l h g z , A G m n c n 17 z m b 2010 .
A z z c , A z z c n z	T h A z z c , A z z c n c , Chn In n c n IM A G n A z (G) G . L .
B z	A B z , A G m n .
C & C T z z	C & C T z z G . L . (集瑞聯合重工有限公司), c m n n c c z n A P R C h l z l b l c n 12 M h 2009 n h n k l c A z z c , A G m n .
C A S B E z	A c n g S n z z B z z E a z z B z S n n 38 S z z A c n g S n z z z z b A M z c , F n z c , A P c z z A z z c , Chn c n 15 z b 2006 , n z z z n z n z z c z c A S B E n c A z l z g l c z z z n l z z .
C F S E z	Chn F a S z E a z z G z L z , c m n z c n A m n k c , A H n g K n g S e h h g z z c z z : 445) n n z z z c m n c , A G m n .
Chn C O S C O Sh n g z	Chn C O S C O Sh n g z c z n L z , c m n n c c z n A P R C h l z l b l n z b 2016 n z z z n z z c n l g z z h a k t c , A G m n z z z c , H R c .
Chn M h n z G z z	Chn M h n z G z z L z , c m n n c c z n A P R C h l z l b l c n 14 z b 1986 n z z z n z z l g z z h a k t c , A G m n z z z c , H R c .
C I M C z z G m n z	Chn In n c n IM A G n A z (G) G . L . (中國國際海運集裝箱集團股份有限公司), z n z z c m n n c c z n A P R C h l z l b l , A A z z c , h a h z c n A S h n A n S e h h g n h H S h z c , h a h z c n A H n g K n g S e h h g .
C I M C E r z z	C I M C E r z z H l n g L z (中集安瑞科控股有限公司), c m n n c c z n A C m n z l n z h l z l b l c n 28 z m b 2004 n z z c n A m n k c z z A H n g K n g S e h h g z z c z z : 3899) n h n k l c A z z c , A G m n .
C I M C F n z z G m n z	C I M C F n z z G . L . , c m n n c c z n A P R C h l z l b l c n 9 z b 2010 n k l c A z z c , A G m n .

CIMC Fintech Technology Limited	CIMC Fintech Technology Co., Ltd., incorporated in the PRC with limited liability on 30 July 2007 and listed on the Exchange.
CIMC Hong Kong	China International Marine Transport Containers (Hong Kong) Limited (中國國際海運集裝箱香港有限公司), incorporated in Hong Kong with limited liability on 30 July 1992 and listed on the Exchange.
CIMC Multi-Modal IT	CIMC Multi-Modal IT Development Co., Ltd. (中集多式聯運發展有限公司), incorporated in the PRC with limited liability on 29 March 2016 and listed on the Exchange.
CIMC Overseas Engineering	CIMC Overseas Engineering Co., Ltd., incorporated in the PRC with limited liability on 21 July 2016 and listed on the Exchange.
CIMC Raffles	CIMC Raffles Overseas (Singapore) Limited, incorporated in Singapore with limited liability on 7 March 1994 and listed on the Exchange.
CIMC Sino-Africa Logistics	Shanghai CIMC Sino-Africa Logistics Development Co., Ltd., incorporated in the PRC with limited liability on 24 November 1998 and listed on the Exchange.
CIMCT	Shanghai CIMC-Tianjin Aerospace Co., Ltd. (深圳中集天達空港設備有限公司), incorporated in the PRC with limited liability on 18 July 1992 and listed on the Exchange.
CIMC Vehicle Group (Group)	CIMC Vehicle Group (Group) Co., Ltd. (中集車輛集團)有限公司, incorporated in the PRC with limited liability on 29 August 1996 and listed on the Exchange.
Citic Group Finance Group	Citic Group Finance Group Co., Ltd. (Citic Finance Group), incorporated in the PRC with limited liability on 14 March 2007 and listed on the Exchange.
CSRC	China Securities Regulatory Commission.
Daxi	Daxi Co., Ltd.
Group of Companies	This Group of Companies.
H Share (H股) / Overseas Listed Foreign Share (外資股)	Overseas listed foreign share (H share) issued by the Company in Hong Kong with a par value of RMB1.00, which is listed on the Hong Kong Stock Exchange.
Hong Kong	The Hong Kong Special Administrative Region, PRC.
Hong Kong Listing Rules	The Listing Rules of the Exchange.

04 Definitions

PR7(223P.824U)7ng S ng R23PR ll : E h ng

PR7(223P.824U)7ng S ng R23PR ll : E h ng
PR7(223P.824U)7ng S ng R23PR ll : E h ng

PR7(223P.824U)7ng S ng R23PR ll : E h ng

PR7(223P.824U)7ng S ng R23PR ll : E h ng

The following items are not included in the list of items in the GSE. The following items are included in the list of items in the GSE.

Items	Definitions
CNG	Compressed Natural Gas.
FLNG	Floating Liquefied Natural Gas.
FPSO	Floating Production Storage and Offloading.
FSRU	Floating Storage and Regasification Unit.
HSE	Health, Safety and Environment.
GSE	Gas Processing and Exportation. The GSE is a list of items that are included in the GSE. The GSE is a list of items that are included in the GSE. The GSE is a list of items that are included in the GSE.
Gas Processing and Exportation	A gas processing and exportation facility is a facility that processes and exports gas. The GSE is a list of items that are included in the GSE. The GSE is a list of items that are included in the GSE.
LNG	Liquefied Natural Gas.
LPG	Liquefied Petroleum Gas.
Marine Barge	A barge is a flat-bottomed vessel used for transporting goods and materials. The GSE is a list of items that are included in the GSE.
ONE Offshore	Offshore Engineering, Design and Construction. The GSE is a list of items that are included in the GSE.
QHSE	Quality, Health, Safety and Environment. The GSE is a list of items that are included in the GSE.
Storage and Distribution	A storage and distribution facility is a facility that stores and distributes gas. The GSE is a list of items that are included in the GSE. The GSE is a list of items that are included in the GSE.
TEU	Twenty-foot Equivalent Unit. The GSE is a list of items that are included in the GSE.
VOG	VOL 2.824 T 5 in the GSE.

06 Chapter I Corporate Profile

I. COMPANY PROFILE

Chinese Name:	中國國際海運集裝箱集團股份有限公司
Abbreviated Name:	中集集團
English Name:	China International Marine Containers (Group) Co., Ltd.
Abbreviated English Name:	CIMC
Chinese Character:	Wangting
Chinese Character:	Mingyue
Registered Address:	8th Floor, CIMC R&D Center, 2 Gongnang Avenue, Shanghai, Nanhui District, Shanghai, PRC
Postal Code:	518067
Company Website:	http://www.cimc.com
Email Address:	shareholder@cimc.com
Postal Address, Business Registration:	3101-2 In, Nanshan Road, 199 Daxue Road, Nanshan District, Shenzhen
Unified Social Credit Code:	91440300618869509J

II. CONTACT PERSONS AND MEANS OF COMMUNICATION

Chinese Name:	Yiyue
English Name:	Shanyong
Chinese Name:	CIMC R&D Center, 2 Gongnang Avenue, Shanghai, Nanhui District, Shanghai, PRC (Postal Code: 518067)
Chinese Name:	(86) 755-2669 1130
Postal:	(86) 755-2682 6579
English Name:	shareholder@cimc.com
Chinese Name:	Wangxin
Chinese Name:	CIMC R&D Center, 2 Gongnang Avenue, Shanghai, Nanhui District, Shanghai, PRC (Postal Code: 518067)
Chinese Name:	(86) 755-2680 2706
Postal:	(86) 755-2681 3950
English Name:	shareholder@cimc.com

III. INFORMATION DISCLOSURE AND LOCATIONS FOR DOCUMENTS FOR INSPECTION

<p> 中國境內 A 股上市地點： 上海證券交易所 地址：上海南京路 108 號 電話：021-68808888 中國境內 H 股上市地點： 香港證券交易所 地址：香港皇后大道中 1 號 電話：852-28628628 </p>	<p> A 股上市地點：中國境內，上海證券交易所 上海證券交易所 A 股上市地點：// 中國境內，上海證券交易所 H 股上市地點：// 中國境內，香港證券交易所 中國境內，上海證券交易所，上海證券交易所，上海證券交易所，上海證券交易所，上海證券交易所，上海證券交易所 中國境內，上海證券交易所，上海證券交易所，上海證券交易所，上海證券交易所，上海證券交易所，上海證券交易所 中國境內，上海證券交易所，上海證券交易所，上海證券交易所，上海證券交易所，上海證券交易所，上海證券交易所 </p>
---	--

IV. STOCK INFORMATION OF THE COMPANY

<p> 中國境內 A 股上市地點： 地址：上海南京路 108 號 電話：021-68808888 </p>	<p> 中國境內 H 股上市地點： 地址：香港皇后大道中 1 號 電話：852-28628628 </p>
---	---

Note: The company's A shares are listed on the Shanghai Stock Exchange, and its H shares are listed on the Hong Kong Stock Exchange. The company's A shares are listed on the Shanghai Stock Exchange, and its H shares are listed on the Hong Kong Stock Exchange.

The company's A shares are listed on the Shanghai Stock Exchange, and its H shares are listed on the Hong Kong Stock Exchange.

A shares, H shares

The company's A shares are listed on the Shanghai Stock Exchange, and its H shares are listed on the Hong Kong Stock Exchange.

A shares, H shares

The company's A shares are listed on the Shanghai Stock Exchange, and its H shares are listed on the Hong Kong Stock Exchange.

A shares, H shares

The company's A shares are listed on the Shanghai Stock Exchange, and its H shares are listed on the Hong Kong Stock Exchange.

A shares, H shares

Chapter II Summary of Accounting Data and Financial Indicators

I. KEY ACCOUNTING DATA AND FINANCIAL INDICATORS

本集团的主要会计数据和财务指标如下表所示：

Unit: RMB million

Consolidated income statement items	The Reporting Period (January – June 2017) (unaudited)	The same period of the previous year (January – June 2016) (unaudited)	Changes from the same period of the previous year to the Reporting Period (%)
营业收入	33,387,152	23,542,843	41.81%
营业成本	1,524,203	(318,988)	577.82%
营业毛利	1,576,142	(165,844)	1,050.38%
营业利润	509,633	375,316	35.79%
利润总额	1,066,509	(541,160)	297.08%
归属于母公司所有者的净利润	796,898	(378,034)	310.80%
归属于母公司的其他综合收益	269,611	(163,126)	265.28%
归属于母公司的综合收益总额	865,083	(502,200)	272.26%

Unit: RMB million

Consolidated balance sheet items	As at the end of the Reporting Period (30 June 2017) (unaudited)	As at the end of previous year (31 December 2016) (audited)	Changes from the end of previous year to the end of the Reporting Period (%)
流动资产	57,457,050	53,352,031	7.69%
非流动资产	72,041,804	71,262,717	1.09%
总资产	129,498,854	124,614,748	3.92%
流动负债	53,634,687	46,249,215	15.97%
非流动负债	35,992,284	39,230,741	(8.25%)
总负债	89,626,971	85,479,956	4.85%
所有者权益	39,871,883	39,134,792	1.88%
归属于母公司的所有者权益	29,822,813	29,285,970	1.83%
归属于母公司的其他综合收益	10,049,070	9,848,822	2.03%
所有者权益合计	2,980,352,786	2,978,576,986	0.06%

Unit: RMB million

Consolidated cash flow statement items	The Reporting Period (January – June 2017) (unaudited)	The same period of the previous year (January – June 2016) (unaudited)	Changes from the same period of the previous year to the Reporting Period (%)
经营活动产生的现金流量净额	(668,216)	933,732	(171.56%)
经营活动产生的现金流量	(1,507,729)	(5,376,277)	71.96%
经营活动产生的现金流量净额	1,875,660	5,570,910	(66.33%)

	As at the end of the Reporting Period 30 June 2017 (unaudited)	As at the end of previous year 31 December 2016 (audited)	Changes from the end of previous year to the end of the Reporting Period (%)
资产负债表期末余额	5,940,423	6,338,667	(6.28%)

Key Financial Indicators

	The Reporting Period (January – June 2017) (unaudited)	The same period of the previous year (January – June 2016) (unaudited)	Changes from the same period of the previous year to the Reporting Period (%)
基本每股收益 (人民币元)	0.2554	(0.1444)	276.87%
稀释每股收益 (人民币元)	0.2544	(0.1444)	276.18%
加权平均净资产收益率 (%)	2.76%	(1.64%)	4.40%
加权平均净资产收益率 (扣除非经常性损益后) (%)	3.00%	(2.11%)	5.11%
经营活动产生的现金流量净额 (人民币元)	(0.22)	0.31	(170.97%)

	As at the end of the Reporting Period (30 June 2017) (unaudited)	As at the end of previous year (31 December 2016) (audited)	Changes from the end of previous year to the end of the Reporting Period (%)
归属于母公司普通股股东的净资产 (人民币元)	10.01	9.83	1.83%
净资产收益率 (%) (加权)	69.21%	68.60%	0.61%

Notes: The above indicators are calculated in accordance with the relevant provisions of the Accounting Standards for Business Enterprises.

10 Chapter II Summary of Accounting Data and Financial Indicators

II. DIFFERENCES IN ACCOUNTING DATA UNDER DOMESTIC AND FOREIGN ACCOUNTING STANDARDS

1. Differences in net profits and net assets prepared under International Accounting Standards and CASBE

A 0 0 0 . N 0 0 0

The difference in net profits and net assets prepared under International Accounting Standards and CASBE is due to the difference in the recognition and measurement of assets and liabilities.

2. Differences in net profits and net assets prepared under foreign accounting standards and CASBE

A 0 0 0 . N 0 0 0

The difference in net profits and net assets prepared under foreign accounting standards and CASBE is due to the difference in the recognition and measurement of assets and liabilities.

3. Reason for differences in accounting data under domestic and foreign accounting standards

A 0 0 0 . N 0 0 0

III. NON-RECURRING PROFIT OR LOSS ITEMS AND AMOUNT

. A 0 0 N 0 0

Un : RMB 100 million

Amount
(January – June
2017)

12 Chapter III Report of the Board

I. BUSINESS SUMMARY

The Government of the Philippines, through the Department of Education, has approved the implementation of the K-12 Education Reform. This reform aims to improve the quality of education and ensure that all students are equipped with the skills and knowledge needed to succeed in the 21st century. The Department of Education is committed to ensuring that the implementation of the K-12 Education Reform is a smooth and successful process. This report provides a summary of the progress made in the implementation of the K-12 Education Reform during the reporting period.

During the reporting period, the number of mobile phone users in the Group reached 535,700 TEU (compared with 238,300 TEU in 2016), an increase of 124.80%; the number of fixed-line users reached 35,100 TEU (compared with 22,300 TEU in 2016), an increase of 57.40%. The total revenue of the Group was RMB10,049.055 million (compared with RMB4,898.618 million in 2016), an increase of 105.14%; the number of employees was RMB681.102 million (compared with RMB139.632 million in 2016), an increase of 388.7%.

In the first half of 2017, the Group continued to implement its strategy of "Global Operation, Local Wisdom" and "Internet of Things", and achieved significant results. The Group's operating income in the first half of 2017 was RMB5,049.055 million, an increase of 105.14% compared with RMB2,461.102 million in the first half of 2016. The Group's net profit in the first half of 2017 was RMB1,102 million, an increase of 388.7% compared with RMB239.632 million in the first half of 2016. The Group's operating profit margin in the first half of 2017 was 21.8%, an increase of 1.2 percentage points compared with 20.6% in the first half of 2016. The Group's operating profit margin in the first half of 2017 was 21.8%, an increase of 1.2 percentage points compared with 20.6% in the first half of 2016. The Group's operating profit margin in the first half of 2017 was 21.8%, an increase of 1.2 percentage points compared with 20.6% in the first half of 2016.

Road Transportation Vehicle Business

With the implementation of the "Global Operation, Local Wisdom" strategy, CIMC Vehicle (Group) has established a global network of sales and service channels. The Group's sales and service channels are well established in major markets around the world. The Group's sales and service channels are well established in major markets around the world. The Group's sales and service channels are well established in major markets around the world. The Group's sales and service channels are well established in major markets around the world.

During the reporting period, the Company's operating income (excluding the income of the Group's subsidiaries) was RMB81,468 million (2016: RMB58,231 million), an increase of 39.90% compared with the same period last year (excluding the income of the Group's subsidiaries). RMB9,719.601 million (2016: RMB7,013.354 million), an increase of 38.59% compared with the same period last year (excluding the income of the Group's subsidiaries). RMB568.016 million (2016: RMB361.893 million), an increase of 56.96%.

During the reporting period, CIMC's operating income (excluding the income of the Group's subsidiaries) was RMB81,468 million (2016: RMB58,231 million), an increase of 39.90% compared with the same period last year (excluding the income of the Group's subsidiaries). RMB9,719.601 million (2016: RMB7,013.354 million), an increase of 38.59% compared with the same period last year (excluding the income of the Group's subsidiaries). RMB568.016 million (2016: RMB361.893 million), an increase of 56.96%.

36 () n 0 1 4g (36 4 4(1223 ng)1.36 < l 1222 53(36 ↓ TD 2)8.9(< ,)9(3)TJ0h 6)TJ0.(< , (TJ/

Offshore Engineering Business

CIMC R & C, Co., Ltd. (hereinafter referred to as "CIMC R & C") is a wholly-owned subsidiary of CIMC Group, established in 2001. It is a leading offshore engineering company in China. CIMC R & C has a long history of providing comprehensive offshore engineering services, including design, construction, installation, operation and maintenance of offshore structures and equipment. The company has a mature and complete offshore engineering technology system, and has accumulated rich experience in the design and construction of offshore structures and equipment. CIMC R & C has established a mature and complete offshore engineering management system, and has a high level of management efficiency. The company's products and services are widely used in the offshore oil and gas industry, and have a good reputation in the industry.

In 2017, CIMC R & C continued to expand its business scope and improve its service quality. The company has completed the design and construction of a large number of offshore structures and equipment, and has achieved significant economic and social benefits. The company's business performance has improved significantly, and its market share has increased. CIMC R & C has also actively participated in various international exhibitions and forums, and has established good cooperation relationships with many international customers. The company's comprehensive management system has been further improved, and its overall management efficiency has been significantly enhanced.

As of the end of 2017, CIMC R & C has completed the design and construction of a large number of offshore structures and equipment, and has achieved significant economic and social benefits. The company's business performance has improved significantly, and its market share has increased. CIMC R & C has also actively participated in various international exhibitions and forums, and has established good cooperation relationships with many international customers. The company's comprehensive management system has been further improved, and its overall management efficiency has been significantly enhanced.

In 2017, CIMC R & C continued to expand its business scope and improve its service quality. The company has completed the design and construction of a large number of offshore structures and equipment, and has achieved significant economic and social benefits. The company's business performance has improved significantly, and its market share has increased. CIMC R & C has also actively participated in various international exhibitions and forums, and has established good cooperation relationships with many international customers. The company's comprehensive management system has been further improved, and its overall management efficiency has been significantly enhanced.

18 Chapter III Report of the Board

In the year 2017, the gross revenue from the sales of milk and milk products increased significantly. In 2017, the total sales of milk and milk products reached RMB3,751.202 million, compared with RMB3,218.617 million in 2016, an increase of 16.55%. The sales of milk and milk products in the first half of 2017 reached RMB57.340 million, compared with RMB68.434 million in the first half of 2016, a decrease of 16.21%. The increase in sales is mainly due to the expansion of the sales network and the improvement of the sales strategy.

The increase in sales is mainly due to the expansion of the sales network and the improvement of the sales strategy. The company has expanded its sales network to various regions and has established a strong sales network. The company has also improved its sales strategy by providing high-quality products and services to its customers.

In the year 2017, the company has achieved significant growth in sales and revenue. The company has expanded its sales network and has established a strong sales network. The company has also improved its sales strategy by providing high-quality products and services to its customers. The company has achieved significant growth in sales and revenue, which is a testament to the company's strong management and marketing capabilities.

The company has achieved significant growth in sales and revenue, which is a testament to the company's strong management and marketing capabilities. The company has expanded its sales network and has established a strong sales network. The company has also improved its sales strategy by providing high-quality products and services to its customers. The company has achieved significant growth in sales and revenue, which is a testament to the company's strong management and marketing capabilities.

Heavy Truck Business

C&T 2017 年 1-9 月 份 重 型 卡 車 銷 量 為 4,438 輛， 較 2016 年 同 期 增 長 47.79%。 其 中 銷 量 最 大 的 車 型 為 康 明 斯 2016 年 銷 量 為 3,003 輛， 較 2016 年 同 期 增 長 49.15%。 其 他 車 型 銷 量 為 1,435 輛， 較 2016 年 同 期 增 長 55.64%。 2017 年 1-9 月 份 重 型 卡 車 銷 量 較 2016 年 同 期 增 長 47.79%， 其 中 銷 量 最 大 的 車 型 為 康 明 斯 2016 年 銷 量 為 3,003 輛， 較 2016 年 同 期 增 長 49.15%。 其 他 車 型 銷 量 為 1,435 輛， 較 2016 年 同 期 增 長 55.64%。

In the first nine months of 2017, the total sales volume of heavy trucks was 4,438 units, an increase of 47.79% compared to the same period in 2016. The sales volume of the largest model, Cummins, was 3,003 units, an increase of 49.15% compared to the same period in 2016. The sales volume of other models was 1,435 units, an increase of 55.64% compared to the same period in 2016.

During the first nine months of 2017, the total sales volume of heavy trucks was 4,438 units, an increase of 47.79% compared to the same period in 2016. The sales volume of the largest model, Cummins, was 3,003 units, an increase of 49.15% compared to the same period in 2016. The sales volume of other models was 1,435 units, an increase of 55.64% compared to the same period in 2016.

During the first nine months of 2017, C&T's total sales volume of heavy trucks was 4,438 units, an increase of 47.79% compared to the same period in 2016.

In the year ended 2017, the Group's operating results are summarized as follows:

Operating income increased by 10.3% from RMB315.698 million in 2016 to RMB348.564 million in 2017. Operating profit increased by 10.3% from RMB42.775 million in 2016 to RMB47.164 million in 2017. Profit attributable to shareholders increased by 5.71% from RMB65.035 million in 2016 to RMB68.764 million in 2017. The increase in operating income is mainly due to the increase in sales volume and the improvement of operating efficiency. The increase in operating profit is mainly due to the increase in operating income and the decrease in operating expenses. The increase in profit attributable to shareholders is mainly due to the increase in operating profit and the decrease in income tax expense.

During the reporting period, the Group's total assets increased by 10.3% from RMB297.664 million in 2016 to RMB315.698 million in 2017. Total liabilities increased by 5.71% from RMB65.035 million in 2016 to RMB68.764 million in 2017. Total equity increased by 52.04% from RMB42.775 million in 2016 to RMB47.164 million in 2017. The increase in total assets is mainly due to the increase in operating assets and the decrease in non-current assets. The increase in total liabilities is mainly due to the increase in current liabilities and the decrease in non-current liabilities. The increase in total equity is mainly due to the increase in retained earnings and the decrease in other comprehensive income.

In the year ended 2017, CIMC S&A's operating results are summarized as follows:

Operating income increased by 10.3% from RMB315.698 million in 2016 to RMB348.564 million in 2017. Operating profit increased by 10.3% from RMB42.775 million in 2016 to RMB47.164 million in 2017. Profit attributable to shareholders increased by 5.71% from RMB65.035 million in 2016 to RMB68.764 million in 2017. The increase in operating income is mainly due to the increase in sales volume and the improvement of operating efficiency. The increase in operating profit is mainly due to the increase in operating income and the decrease in operating expenses. The increase in profit attributable to shareholders is mainly due to the increase in operating profit and the decrease in income tax expense.

22 Chapter III Report of the Board

In the year ended 2017, the company's operations in the main business of China National Petroleum Corporation... The company's main business is to engage in the exploration, production, refining, distribution and sale of petroleum products... The company's main business is to engage in the exploration, production, refining, distribution and sale of petroleum products...

In the year ended 2017, the company's operations in the main business of China National Petroleum Corporation... The company's main business is to engage in the exploration, production, refining, distribution and sale of petroleum products... The company's main business is to engage in the exploration, production, refining, distribution and sale of petroleum products...

The company's main business is to engage in the exploration, production, refining, distribution and sale of petroleum products... The company's main business is to engage in the exploration, production, refining, distribution and sale of petroleum products...

Other Businesses

The company's other businesses include... The company's other businesses include... The company's other businesses include... The company's other businesses include... The company's other businesses include...

In the year ended 31st March 2017, the Group has continued to
 bring back the U.K. and Asia Pacific operations to a profitable
 position. The Group's performance is measured against the
 financial targets set in the Annual Report and Accounts 2016.
 The Group has achieved a strong performance in the year, with
 operating profit of £10.2m (2016: £10.0m) and a return on capital
 employed of 14.4% (2016: 14.1%). The Group's performance is
 measured against the financial targets set in the Annual Report and
 Accounts 2016. The Group has achieved a strong performance in
 the year, with operating profit of £10.2m (2016: £10.0m) and a
 return on capital employed of 14.4% (2016: 14.1%).

24 Chapter III Report of the Board

In respect of the road transportation vehicle business, the Board has, in the year 2017, the following details:

In respect of the airport facilities equipment business, in the year ended 31 December 2017, the Group has continued to expand its business in the airport facilities equipment business. The Group has completed the construction of the new terminal building at the Beijing Capital International Airport, and the new terminal building at the Beijing Capital International Airport is expected to be completed in the second half of 2018. The Group has also completed the construction of the new terminal building at the Beijing Capital International Airport, and the new terminal building at the Beijing Capital International Airport is expected to be completed in the second half of 2018.

In respect of the real estate development business, in the year ended 31 December 2017, the Group has continued to expand its business in the real estate development business. The Group has completed the construction of the new terminal building at the Beijing Capital International Airport, and the new terminal building at the Beijing Capital International Airport is expected to be completed in the second half of 2018. The Group has also completed the construction of the new terminal building at the Beijing Capital International Airport, and the new terminal building at the Beijing Capital International Airport is expected to be completed in the second half of 2018.

In respect of the financial business, in the year ended 31 December 2017, the Group has continued to expand its business in the financial business. The Group has completed the construction of the new terminal building at the Beijing Capital International Airport, and the new terminal building at the Beijing Capital International Airport is expected to be completed in the second half of 2018. The Group has also completed the construction of the new terminal building at the Beijing Capital International Airport, and the new terminal building at the Beijing Capital International Airport is expected to be completed in the second half of 2018.

3. Overall Operation Targets and Initiatives for Main Business Segments

In the year ended 31 December 2017, the Group has continued to expand its business in the airport facilities equipment business. The Group has completed the construction of the new terminal building at the Beijing Capital International Airport, and the new terminal building at the Beijing Capital International Airport is expected to be completed in the second half of 2018. The Group has also completed the construction of the new terminal building at the Beijing Capital International Airport, and the new terminal building at the Beijing Capital International Airport is expected to be completed in the second half of 2018.

In respect of the container manufacturing business, in the year ended 31 December 2017, the Group has continued to expand its business in the container manufacturing business. The Group has completed the construction of the new terminal building at the Beijing Capital International Airport, and the new terminal building at the Beijing Capital International Airport is expected to be completed in the second half of 2018. The Group has also completed the construction of the new terminal building at the Beijing Capital International Airport, and the new terminal building at the Beijing Capital International Airport is expected to be completed in the second half of 2018.

In respect of the road transportation vehicle business, in 2017, the company continued to expand its global market. With the development of the global economy, the demand for road transportation vehicles is increasing. The company has actively participated in the global market, and its products have been widely sold in various countries. In 2017, the company's road transportation vehicle business achieved a significant increase in sales volume and revenue. The company has also strengthened its R&D capabilities and improved the quality of its products. In the future, the company will continue to expand its global market and improve its product quality to meet the needs of the market.

In respect of the energy, chemical and liquid food equipment business, in 2017, the company continued to expand its global market. With the development of the global economy, the demand for energy, chemical and liquid food equipment is increasing. The company has actively participated in the global market, and its products have been widely sold in various countries. In 2017, the company's energy, chemical and liquid food equipment business achieved a significant increase in sales volume and revenue. The company has also strengthened its R&D capabilities and improved the quality of its products. In the future, the company will continue to expand its global market and improve its product quality to meet the needs of the market.

In respect of the offshore engineering business, in 2017, the company continued to expand its global market. With the development of the global economy, the demand for offshore engineering services is increasing. The company has actively participated in the global market, and its services have been widely sold in various countries. In 2017, the company's offshore engineering business achieved a significant increase in sales volume and revenue. The company has also strengthened its R&D capabilities and improved the quality of its services. In the future, the company will continue to expand its global market and improve its service quality to meet the needs of the market.

In respect of the logistics services business, in 2017, the company continued to expand its global market. With the development of the global economy, the demand for logistics services is increasing. The company has actively participated in the global market, and its services have been widely sold in various countries. In 2017, the company's logistics services business achieved a significant increase in sales volume and revenue. The company has also strengthened its R&D capabilities and improved the quality of its services. In the future, the company will continue to expand its global market and improve its service quality to meet the needs of the market.

In respect of the heavy truck business, in 2017, C&T has achieved a significant increase in sales volume and revenue, and has maintained a leading position in the market. The company has also expanded its product line and strengthened its R&D capabilities. In 2017, C&T has achieved a significant increase in sales volume and revenue, and has maintained a leading position in the market. The company has also expanded its product line and strengthened its R&D capabilities.

In respect of the financial business, in 2017, CIMC Finance has achieved a significant increase in sales volume and revenue, and has maintained a leading position in the market. The company has also expanded its product line and strengthened its R&D capabilities. In 2017, CIMC Finance has achieved a significant increase in sales volume and revenue, and has maintained a leading position in the market. The company has also expanded its product line and strengthened its R&D capabilities.

In respect of the airport facilities equipment business, in 2017, the company has achieved a significant increase in sales volume and revenue, and has maintained a leading position in the market. The company has also expanded its product line and strengthened its R&D capabilities. In 2017, the company has achieved a significant increase in sales volume and revenue, and has maintained a leading position in the market. The company has also expanded its product line and strengthened its R&D capabilities.

Risk of economic periodic fluctuations and trade protection: The company is exposed to the risk of economic periodic fluctuations and trade protection. The U.S. trade protection measures may have a negative impact on the company's business. The company has taken measures to mitigate the risk of economic periodic fluctuations and trade protection. The U.S. trade protection measures may have a negative impact on the company's business. The company has taken measures to mitigate the risk of economic periodic fluctuations and trade protection.

In respect of the real estate development business, in 2017, the company has achieved a significant increase in sales volume and revenue, and has maintained a leading position in the market. The company has also expanded its product line and strengthened its R&D capabilities. In 2017, the company has achieved a significant increase in sales volume and revenue, and has maintained a leading position in the market. The company has also expanded its product line and strengthened its R&D capabilities.

4. Main Risk Factors for Future Development of the Group

28 Chapter III Report of the Board

Risk of industry policy upgrade: China's economic growth has slowed down, and the government has implemented a series of measures to stimulate economic growth. The government has also implemented a series of measures to upgrade the industry policy, which will have a significant impact on the company's business. The company will continue to monitor the industry policy upgrade and adjust its business strategy accordingly.

CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

I. BUSINESS OVERVIEW

(I) Principal Business Engaged by the Company during the Reporting Period

The Company is engaged in the business of providing information services to financial institutions and other financial service providers. The Company's principal business is to provide information services to financial institutions and other financial service providers. The Company's principal business is to provide information services to financial institutions and other financial service providers.

(II) Significant Changes in the Major Assets during the Reporting Period

1. Significant Changes in the Major Assets

During the reporting period, the Company's major assets remained stable. The Company's major assets remained stable.

2. Main Overseas Assets

All overseas assets are held in the name of the Company.

(III) Analysis of Core Competitive Advantages

Strategic Positioning of "Manufacture + Service + Finance"

The Company has a strategic positioning of "Manufacture + Service + Finance". The Company has a strategic positioning of "Manufacture + Service + Finance".

CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

II. OPERATION DISCUSSION AND ANALYSIS

(I) Overview

本公司在报告期内，根据《上市公司信息披露管理办法》及《上海证券交易所股票上市规则》的相关规定，及时、真实、准确、完整地披露了有关信息，保证信息披露的质量和透明度。

(II) Analysis of Principal Businesses

1. Year-on-year Changes exceeding 30% in Key Financial Data

Unit: RMB million

	As at the end of the Reporting Period (30 June 2017) (unaudited)	As at the end of the Reporting Period (31 December 2016) (audited)	Change (%)	Change Reason
Dividend income	253,412	16,746	1,413.27%	Mainly due to the increase in the amount of dividends received from the subsidiaries.
Other financial income	2,612,280	1,687,762	54.78%	Mainly due to the increase in the amount of interest income from the subsidiaries.
<hr/>				
	The Reporting Period (January to June 2017) (unaudited)	The Reporting Period (January to June 2016) (unaudited)	Change (%)	Change Reason
Financial expenses	594,251	304,944	94.87%	Mainly due to the increase in the amount of interest expenses from the subsidiaries.
Asset impairment loss	234,437	1,267,501	(81.50%)	Mainly due to the decrease in the amount of impairment loss on the subsidiaries' equity investments, mainly SOE's CIMC Energy.
(Loss) / Income from operations	(32,626)	137,104	(123.80%)	Mainly due to the change in the amount of income from operations of the subsidiaries.
Operating profit	(10,628)	(87,328)	87.83%	Mainly due to the decrease in the amount of operating profit of the subsidiaries, mainly the subsidiaries' equity investments.

32 CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

	The Reporting Period (January to June 2017) (unaudited)	Same period 2016 (unaudited)	Change (%)	Change
Cost of sales	21,903	241,771	(90.94%)	Mainly due to the decrease in the cost of sales of the containers.
Cost of sales	142,020	791,687	(82.06%)	Mainly due to the decrease in the cost of sales of the containers.
Administrative expenses	5,000	764,577	(99.35%)	Mainly due to the decrease in the administrative expenses of the containers.
Cost of sales	33,776	1,542,157	(97.81%)	Mainly due to the decrease in the cost of sales of the containers.

The change in the cost of sales is mainly due to the decrease in the cost of sales of the containers. The change in the administrative expenses is mainly due to the decrease in the administrative expenses of the containers.

CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

2. Composition of Principal Businesses during the Reporting Period

Unit: RMB million

	Revenue (unaudited)	Cost of sales (unaudited)	Gross profit margin (unaudited)	Changes in revenue from the same period of previous year	Changes in cost of sales from the same period of previous year	Changes in gross profit margin from the same period of previous year
By industry/product						
General	10,049,055	8,254,228	17.86%	105.14%	96.75%	3.50%
Real estate	9,719,601	7,952,957	18.18%	38.59%	39.75%	(0.68%)
Engineering	5,060,511	4,191,438	17.17%	16.65%	18.76%	(1.47%)
Other engineering	1,214,509	1,347,363	(10.94%)	(67.21%)	(59.41%)	(21.32%)
Automotive	1,180,919	954,996	19.13%	4.65%	5.78%	(0.86%)
Transportation	3,751,202	3,371,872	10.11%	16.55%	19.29%	(2.07%)
Financial	1,148,040	498,703	56.56%	3.02%	36.13%	(10.57%)
Other	297,664	162,201	45.51%	(5.71%)	3.57%	(4.88%)
Other	1,283,201	1,206,432	5.98%	49.15%	44.01%	3.35%
Other	1,394,177	1,170,585	16.04%	368.91%	429.55%	(9.61%)
Other	(1,711,727)	(1,869,211)		(48.84%)	(35.97%)	
Total	33,387,152	27,241,564	18.41%	41.81%	42.43%	(0.35%)
By region (by receiver)						
China	14,794,349			74.98%		
Asia (excluding China)	3,384,378			84.09%		
Africa	6,645,230			89.69%		
Europe	7,341,001			(11.38%)		
Other	1,222,194			(16.47%)		
Total	33,387,152			41.81%		

34 CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

(III) Analysis of Non-Principal Businesses

As at the end of the reporting period

Unit: RMB million

Item	Amount	Proportion in total profit	Explanation on the formation	Sustainable or not
Interest income	(10,628)	(0.67%)	Mainly due to the decrease in interest income from the bank deposit and the decrease in interest income from the bank deposit.	Not
Provision for doubtful accounts	(32,626)	(2.07%)	Mainly due to the increase in the provision for doubtful accounts.	Not
Income from the disposal of assets	234,437	14.87%	Mainly due to the disposal of assets, including the disposal of CIMC Energy's shares in SOE's shares.	Not
Net income from operations	84,343	5.35%	Mainly due to the increase in net income from operations.	Not
Net income from other businesses	32,404	2.06%	Mainly due to the increase in net income from other businesses.	Not

(IV) Assets and Liabilities

1. Significant Changes in Assets

Unit: RMB million

Item	Amount	% of total assets	As at the end of the Reporting Period			Change	Change
			Amount	% of total assets	% of total assets		
Current assets	5,737,102	4.43%	6,325,998	5.08%	(0.65%)	Decrease	
Non-current assets	16,371,018	12.64%	11,526,075	9.25%	3.39%	Increase	
Intangible assets	18,336,871	14.16%	17,409,515	13.97%	0.19%	Increase	
Interest receivable	1,722,065	1.33%	1,752,608	1.41%	(0.08%)	Increase	
Long-term receivables	2,249,428	1.74%	2,162,217	1.74%	0.00%	Increase	
Financial assets	21,674,735	16.74%	22,037,261	17.68%	(0.94%)	Increase	
Investment in subsidiaries	23,804,653	18.38%	22,769,189	18.27%	0.11%	Increase	
Share investments	17,945,748	13.86%	15,729,787	12.62%	1.24%	Increase	
Long-term investments	23,665,089	18.27%	27,023,222	21.69%	(3.42%)	Increase	

36 CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

(V) Analysis of Investments during the Reporting Period

CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

4. Financial Asset Investments

()

. A

Un : RMB

Securities	Stock code	Abbreviation of stock name	Initial investment cost	Modes of accounting measurement	Book value at the beginning of the period	Profit or loss arising from changes in fair value during the current period	Cumulative changes in fair value recognised in equity	Purchases for the current period	Sales for the current period	Profit or loss during the Reporting Period	Book value at the end of the period	Classification in accounting	Source of funds
H Share	6198	Qinghai	128,589	F	133,400	28,637					157,489	Financial assets held for trading	Self-raised funds
H Share	368	Sichuan Shihua	20,742	F	3,860	1,407					5,123	Financial assets held for trading	Self-raised funds
Other					812	(210)					17,745		Self-raised funds

CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

()

. A

Unit : RMB million

Name of the derivatives investment operator	Relationship with the Group	Related party 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 period	Amount acquired during the Reporting Period	Amount sold during the Reporting Period	Provision for impairment (if any)	Investment amount at the end of the period	Company at the end of the Reporting Period	Proportion of Investment amount at the end of the period to net assets of the	Actual profit or loss during the Reporting Period
													Investment amount at the end of the Reporting Period	
HSBC, S n Ch n n c h b n t	NI	N	Ex-grate hedge		2015/1/29	2018/4/16	219,820				236,667		0.79%	9,452
Ch n G u e n B n , HSBC n c h b n t	NI	N	Interest rate		2010/1/20	2021/6/28	10,302,060				9,849,606		33.03%	(74,075)
S n Ch n n c h b n t	NI	N	Commodity		2017/6/23	2017/12/20					154,473		0.52%	333
							10,521,880				10,240,746		34.34%	(64,290)

... (Detailed text in Chinese describing the derivatives operations, including dates, amounts, and company names like HSBC, etc.)

CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

(VI) Disposal of Substantial Assets and Equity Interests

1. Disposal of Substantial Assets

A 0 0 . N 0 0

2. Disposal of Substantial Equity Interests

A 0 0 . N 0 0

(VII) Analysis of Principal Subsidiaries and Associates

. A 0 0 N 0 0

Details on acquiring and disposing subsidiaries during the Reporting Period

A 0 0 . N 0 0

During the reporting period, the Group has not acquired or disposed of any subsidiaries. The Group has not acquired or disposed of any subsidiaries during the reporting period. The Group has not acquired or disposed of any subsidiaries during the reporting period.

Details on the principal subsidiaries

The Group has not acquired or disposed of any subsidiaries during the reporting period. The Group has not acquired or disposed of any subsidiaries during the reporting period. The Group has not acquired or disposed of any subsidiaries during the reporting period.

40 CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

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

42 CHAPTER IV Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

Date of reception	Mode of reception	Type of party received	Brief description on research
24 Feb 2017	Verbal interview with Zhongji Group	Investment Bank	Business operations in the market
11 Apr 2017	Field research	Overseas Company	Participate in the market, research on the market
28 Apr 2017 17 May 2017	Field research Field research	CICC Investment Bank Investment Bank	Research on the market, participate in the market
18 May 2017	Verbal interview with Shanghai	Field research, ICBC Securities, Fubon, BNY Mellon, TF Securities, Zhaoyang Securities, Shanghai Securities, Hailun Investment, UBS, Goldman Sachs, Jinhua Securities, China AMC, Tianyuan Assets Management, Huifeng Securities, Huijin Securities, Huijin Securities, Chongqing Securities, BOC International, Wenhong Capital, CIB Finance, CITIC Securities, Indesec, ABC Finance, Sina Finance, Ping An Finance	Business operations in the market
23 May 2017	Verbal interview with Shanghai	Management	Business operations in the market
7 Jun 2017	Verbal interview with Shanghai	HSBC Investment Bank	Business operations in the market

Chapter V Management Discussion and Analysis Prepared in Accordance with Hong Kong Securities Rules

BANK LOANS AND OTHER BORROWINGS

As at 30 June 2017, the Group's total borrowings, including bank borrowings and other borrowings, were RMB57,072.710 million (31 December 2016: RMB55,932.185 million). Details are set out in sections IV. 25, IV. 36, IV. 37, IV. 38 and IV. 39 of Chapter IX 2017 Interim Financial Report (Unaudited) of the Group.

Unit: RMB million

	As at 30 June 2017 (unaudited)	31 December 2016 (audited)
Short-term borrowings	17,945,748	15,729,787
Long-term borrowings	4,891,414	3,525,710
Bank borrowings	23,665,089	27,023,222
Other borrowings	7,986,500	7,986,500
Other financial liabilities (excluding derivatives)	2,583,959	1,666,966
Total	57,072,710	55,932,185

In the first half of 2017, the total bank borrowings of the Group were RMB2,798,256 million (2016: RMB5,324.877 million), an increase of 47.45%. The Group's bank borrowings are denominated in U.S. dollars, and the interest rate is floating rate. As at 30 June 2017, the Group's bank borrowings were RMB11,035.941 million (31 December 2016: RMB8,123.960 million), an increase of 35.84%. The Group's bank borrowings are denominated in U.S. dollars, and the interest rate is floating rate. As at 30 June 2017, the Group's bank borrowings were RMB35,466.310 million (31 December 2016: RMB38,154.759 million), an increase of 7.05%. The Group's bank borrowings are denominated in U.S. dollars, and the interest rate is floating rate. As at 30 June 2017, the Group's bank borrowings were RMB7,986.500 million (31 December 2016: RMB7,986.500 million), no change. Details are set out in sections IV. 38 and XIV. 3 of Chapter IX 2017 Interim Financial Report (Unaudited) of the Group.

Chapter V Management Discussion and Analysis Prepared in Accordance with Hong Kong Securities Rules

CAPITAL STRUCTURE

The Group's total liabilities as at 30 June 2017, including both short-term liabilities and long-term liabilities, were RMB39,871.883 million (31 December 2016: RMB39,134.792 million) of which short-term liabilities were RMB89,626.971 million (31 December 2016: RMB85,479.956 million) and long-term liabilities were RMB129,498.854 million (31 December 2016: RMB124,614.748 million). The Group's total assets were RMB169,258.169 million (31 December 2016: RMB164,443.946 million). The Group's total assets exceeded its total liabilities by RMB129,386.286 million (31 December 2016: RMB125,309.154 million).

As at 30 June 2017, the Group's debt to capitalization ratio was 69.21% (31 December 2016: 68.60%), which is slightly higher than 0.61% increase from the previous period. (For further details, see page 47 of the Group's 2017 Annual Report.)

FOREIGN EXCHANGE RISK AND RELEVANT HEDGE

The majority of the Group's sales are denominated in U.S. dollars, but most of its operating expenses are denominated in RMB. As a result, the Group is exposed to foreign exchange risk arising from its sales and operating expenses denominated in U.S. dollars. The Group's foreign exchange risk is managed through the use of foreign exchange derivatives. The Group's foreign exchange derivatives are primarily denominated in U.S. dollars. The Group's foreign exchange derivatives are primarily denominated in U.S. dollars. The Group's foreign exchange derivatives are primarily denominated in U.S. dollars.

INTEREST RATE RISK

The Group's interest rate risk is primarily arising from its long-term debt denominated in U.S. dollars. The Group's interest rate risk is primarily arising from its long-term debt denominated in U.S. dollars. The Group's interest rate risk is primarily arising from its long-term debt denominated in U.S. dollars.

CREDIT RISK

The Group's credit risk is primarily arising from its trade receivables. The Group's credit risk is primarily arising from its trade receivables. The Group's credit risk is primarily arising from its trade receivables.

PLEDGE OF ASSETS

As at 30 June 2017, the Group's assets pledged were RMB8,902.078 million (31 December 2016: RMB9,756.883 million), representing 8.76% of the Group's total assets. The Group's assets pledged were RMB8,902.078 million (31 December 2016: RMB9,756.883 million).

CAPITAL COMMITMENTS

As at 30 June 2017, the Group's capital commitments were RMB494.514 million (31 December 2016: RMB417.786 million), representing 18.37% of the Group's total assets. The Group's capital commitments were RMB494.514 million (31 December 2016: RMB417.786 million).

Chapter V Management Discussion and Analysis Prepared in Accordance with Hong Kong Securities Rules

CONTINGENT LIABILITY

As at 30 June 2017, the Group had contingent liabilities in the amount of RMB59.028 million (31 June 2016: RMB83.248 million) arising from the following:

SIGNIFICANT INVESTMENTS AND MAJOR ACQUISITIONS AND DISPOSALS RELATING TO SUBSIDIARIES AND ASSOCIATED COMPANIES

During the reporting period, the Group had the following significant investments and major acquisitions and disposals relating to subsidiaries and associated companies:

FUTURE PLANS FOR SIGNIFICANT INVESTMENTS AND EXPECTED SOURCES OF FUNDING

Future plans for significant investments and expected sources of funding of the Group are as follows:

CAPITAL EXPENDITURE AND FINANCING PLAN

Based on the current business plan, the Group expects to invest approximately RMB7,900 million in capital expenditure during the reporting period. The Group's financing plan is to fund the capital expenditure through the following sources:

On 31 May 2016, the Group issued a total of 100 million shares of ordinary shares of the Company at a price of RMB6.00 per share (the "2016 Share Issuance"). On 17 June 2017, the Group issued a total of 100 million shares of ordinary shares of the Company at a price of RMB6.00 per share (the "2017 Share Issuance"). On 9 July 2017, the Group issued a total of 100 million shares of ordinary shares of the Company at a price of RMB6.00 per share (the "2017 Share Issuance").

50 Chapter VI Significant Events

During the year, the Belt and Road Initiative (BRI) has made significant progress. In 2017, the BRI has attracted 15 new countries to join the Silk Road Economic Belt and 21 new countries to join the 21st Century Maritime Silk Road. The BRI has become a major platform for international cooperation and development. The BRI has also become a major platform for international cooperation and development. The BRI has also become a major platform for international cooperation and development.

On 7 August 2017, the 19th National Congress of the Communist Party of China (CPC) opened in Beijing. This is a major political event in China's history. The 19th National Congress will elect the 19th Central Committee of the CPC and the 19th Politburo Standing Committee. The 19th National Congress will also discuss and approve the CPC's platform for the next five years. The 19th National Congress will also discuss and approve the CPC's platform for the next five years.

On 7 August 2017, the 19th National Congress of the Communist Party of China (CPC) opened in Beijing. This is a major political event in China's history. The 19th National Congress will elect the 19th Central Committee of the CPC and the 19th Politburo Standing Committee. The 19th National Congress will also discuss and approve the CPC's platform for the next five years. The 19th National Congress will also discuss and approve the CPC's platform for the next five years.

(1)

During the year, the Belt and Road Initiative (BRI) has made significant progress. In 2017, the BRI has attracted 15 new countries to join the Silk Road Economic Belt and 21 new countries to join the 21st Century Maritime Silk Road. The BRI has become a major platform for international cooperation and development. The BRI has also become a major platform for international cooperation and development.

(2)

During the year, the Belt and Road Initiative (BRI) has made significant progress. In 2017, the BRI has attracted 15 new countries to join the Silk Road Economic Belt and 21 new countries to join the 21st Century Maritime Silk Road. The BRI has become a major platform for international cooperation and development. The BRI has also become a major platform for international cooperation and development.

On 7 August 2017, the 19th National Congress of the Communist Party of China (CPC) opened in Beijing. This is a major political event in China's history. The 19th National Congress will elect the 19th Central Committee of the CPC and the 19th Politburo Standing Committee. The 19th National Congress will also discuss and approve the CPC's platform for the next five years. The 19th National Congress will also discuss and approve the CPC's platform for the next five years.

(3)

On 9 July 2017, the 19th National Congress of the Communist Party of China (CPC) opened in Beijing. This is a major political event in China's history. The 19th National Congress will elect the 19th Central Committee of the CPC and the 19th Politburo Standing Committee. The 19th National Congress will also discuss and approve the CPC's platform for the next five years. The 19th National Congress will also discuss and approve the CPC's platform for the next five years.

The Director, CEO and M.M. Belling and M.L. Chan and M.P. Zhang and M. Wang K. Hui and M. Wang Zh. (n 7 A'g' 2017).

()

Section A.2.7. The Director, CEO and M.M. Belling and M.L. Chan and M.P. Zhang and M. Wang K. Hui and M. Wang Zh. (n 7 A'g' 2017).

Section A.6.7. The Director, CEO and M.M. Belling and M.L. Chan and M.P. Zhang and M. Wang K. Hui and M. Wang Zh. (n 7 A'g' 2017).

2. Compliance with the Model Code by Directors and Supervisors of the Company for Securities Transactions

The Director, CEO and M.M. Belling and M.L. Chan and M.P. Zhang and M. Wang K. Hui and M. Wang Zh. (n 7 A'g' 2017).

3. Audit Committee

The Director, CEO and M.M. Belling and M.L. Chan and M.P. Zhang and M. Wang K. Hui and M. Wang Zh. (n 7 A'g' 2017).

On 27 A'g' 2017, the Director, CEO and M.M. Belling and M.L. Chan and M.P. Zhang and M. Wang K. Hui and M. Wang Zh. (n 7 A'g' 2017).

4. Disclosure Pursuant to Rule 13.51B(1) of the Hong Kong Listing Rules

The Director, CEO and M.M. Belling and M.L. Chan and M.P. Zhang and M. Wang K. Hui and M. Wang Zh. (n 7 A'g' 2017).

52 Chapter VI Significant Events

II. RELEVANT SITUATIONS OF ANNUAL GENERAL MEETING AND EXTRAORDINARY GENERAL MEETING CONVENED DURING THE REPORTING PERIOD

1. General Meeting Convened during the Reporting Period

Session of meeting	Type of meeting	Proportion of investors' participation	Date	Notice date	Disclosure date	Disclosure index
2016 Annual General Meeting	Annual General Meeting	57.25%	9/14/2017	21/1/2017	9/14/2017	2017-09-14
2017 A Shareholders' Meeting	Shareholders' Meeting	34.61%	9/14/2017	21/1/2017	9/14/2017	2017-09-14
2017 H Shareholders' Meeting	Shareholders' Meeting	73.92%	9/14/2017	21/1/2017	9/14/2017	2017-09-14

2. The Extraordinary General Meetings Requested by the Shareholders of Preference Shares who Regained the Voting Right

None.

III. PROPOSAL OF PROFIT DISTRIBUTION AND SHARE CAPITAL INCREASE BY WAY OF TRANSFER FROM CAPITAL RESERVES DURING THE REPORTING PERIOD

None.

The Company has not received any request from shareholders to convene an extraordinary general meeting during the reporting period (the Company's 2016 AGM: N/A).

V. ENGAGEMENT AND DISENGAGEMENT OF FIRMS OF ACCOUNTANTS

Wah Tai Chartered Accountants Limited (“Wah Tai”) was the auditor of the Company for the year ended 31 December 2016.

The 2017 Interim Financial Report of the Company was audited by PricewaterhouseCoopers (“PwC”).

On 9 July 2017, PwC resigned as the auditor of the Company and the 2016 Annual General Meeting of the Company approved the appointment of PwC as the auditor of the Company for the year ended 31 December 2017.

VI. STATEMENTS OF THE BOARD AND THE SUPERVISORY COMMITTEE ON THE “NON-STANDARD AUDITING REPORT” ISSUED BY THE ACCOUNTANT DURING THE REPORTING PERIOD

A not applicable.

VII. EXPLANATION OF THE BOARD ON THE AFFAIRS RELATING TO “NON-STANDARD AUDITING REPORT” FOR THE PREVIOUS YEAR

A not applicable.

VIII. BANKRUPTCY OR REORGANISATION RELATED ISSUES

A not applicable.

The Company has no subsidiaries or associates that are in bankruptcy or reorganisation.

IX. ARBITRATION EVENTS

Merill Lynch is not applicable.

A not applicable.

The Company has no subsidiaries or associates that are involved in arbitration events.

Other litigation

As at the end of the reporting period

Basic information of litigation (arbitration)	Amount involved (RMB thousand)	Incurred estimated liabilities or not	Progress of litigation (arbitration)	Judgment result of litigation (arbitration) and its impact	Executive of the judgment of litigation (arbitration)	Disclosure date	Disclosure index
15.12.2014, the company was sued by the plaintiff for breach of contract, the amount of RMB 337,600.	337,600	No	In progress	The plaintiff has won the case.			
15.12.2015, the company was sued by the plaintiff for breach of contract, the amount of RMB 322,200.	322,200	No	In progress	The plaintiff has won the case.			

X. PENALTIES AND REMEDIES

As at the end of the reporting period

XI. THE CREDITWORTHINESS OF THE COMPANY AND ITS CONTROLLING SHAREHOLDERS AND THE DE FACTO CONTROLLER

As at the end of the reporting period

The company and its controlling shareholders and de facto controller have no overdue or defaulted bank loans, trade payables, or other financial liabilities. The company and its controlling shareholders and de facto controller have no overdue or defaulted tax liabilities.

Chapter VI Significant Events

XII. IMPLEMENTATION OF THE COMPANY'S SHARE OPTION INCENTIVE SCHEME, EMPLOYEE STOCK OWNERSHIP SCHEME OR OTHER EMPLOYEE INCENTIVE MEASURES

1. Summary of Share Option Incentive Scheme

(1) A Share(s) Share Option Incentive Scheme of the Company

In accordance with the provisions of the Company's Articles of Association, the Share Incentive Scheme, the Employee Stock Ownership Scheme, and the A Share(s) Share Option Incentive Scheme are implemented in accordance with the provisions of the Company's Articles of Association and the relevant laws and regulations. The Company's Share Option Incentive Scheme was approved by the Board of Directors on 17th September 2010. The Company has granted a total of 54,000,000 shares under the Share Option Incentive Scheme since 26 June 2011 to the date of the report, of which 6,000,000 shares were granted under the Share Option Incentive Scheme on 17 November 2011.

On 12 March 2015, the Company's Board of Directors approved the implementation of the Share Option Incentive Scheme for the year 2015, and the Company granted a total of 39,660,000 shares under the Share Option Incentive Scheme from 2 July 2015 to 27 September 2020. On 9 October 2015, the Company's Board of Directors approved the implementation of the Share Option Incentive Scheme for the year 2015, and the Company granted a total of 4,132,500 shares under the Share Option Incentive Scheme from 24 October 2015 to 27 September 2020. On 20 July 2017, the Company's Board of Directors approved the implementation of the Share Option Incentive Scheme for the year 2017, and the Company granted a total of 1,775,800 shares under the Share Option Incentive Scheme from 20 July 2017 to the date of the report. The Company's Share Option Incentive Scheme is implemented in accordance with the provisions of the Company's Articles of Association and the relevant laws and regulations. The Company's Share Option Incentive Scheme is implemented in accordance with the provisions of the Company's Articles of Association and the relevant laws and regulations. The Company's Share Option Incentive Scheme is implemented in accordance with the provisions of the Company's Articles of Association and the relevant laws and regulations.

During the reporting period, the Company granted a total of 1,775,800 shares under the A Share(s) Share Option Incentive Scheme, which accounted for 3.03% of the Company's total shares outstanding. The Company's Share Option Incentive Scheme is implemented in accordance with the provisions of the Company's Articles of Association and the relevant laws and regulations. The Company's Share Option Incentive Scheme is implemented in accordance with the provisions of the Company's Articles of Association and the relevant laws and regulations. The Company's Share Option Incentive Scheme is implemented in accordance with the provisions of the Company's Articles of Association and the relevant laws and regulations.

(2) Share option incentive scheme of the subsidiary CIMC Enric

(3) Implementation of the equity trust scheme of the subsidiary CIMC Vehicle (Group)

The CIMC Vehicle (Group) Co., Ltd. (the "Company") has implemented the equity trust scheme of the subsidiary CIMC Vehicle (Group) Co., Ltd. in accordance with the relevant provisions of the Company's Articles of Association and the Company's Equity Incentive Plan (DRAFT) in 2017. In 2017, the Company has implemented the equity trust scheme of the subsidiary CIMC Vehicle (Group) Co., Ltd. in accordance with the relevant provisions of the Company's Articles of Association and the Company's Equity Incentive Plan (DRAFT) in 2017. In 2017, the Company has implemented the equity trust scheme of the subsidiary CIMC Vehicle (Group) Co., Ltd. in accordance with the relevant provisions of the Company's Articles of Association and the Company's Equity Incentive Plan (DRAFT) in 2017.

Grant and exercise of equity of Directors, Supervisors and senior management during the Reporting Period

Name	Position	Number of equity granted during the Reporting Period (shares)	Number of equity exercised during the Reporting Period (shares)	Number of outstanding and exercisable equity at the end of the Reporting Period (shares)
M. B. Ling	CEO	0	0	2,850,000
L. H. Ye	Director	0	0	997,000
W. F. ...	Director	0	0	750,000
L. Y. ...	Director	0	0	750,000
Y. Y. ...	Director	0	0	650,000
Zh. ng B. ...	Director	0	0	750,000
G. X. ...	Director	0	0	375,000
Y. Y. ...	Director	0	0	750,000
Z. ng H. n	Supervisor	0	0	288,750

Note: On 27 March 2017, the Company issued restricted shares to Mr. Jin J. ... On 30 June 2017, Mr. Jin J. ... 640,000 shares ...

XIII. MATERIAL CONNECTED TRANSACTIONS DISCLOSED ACCORDING TO SHENZHEN LISTING RULES

1. Connected Transactions Relating to Daily Operations

... A ... N. A ...

Chapter VI Significant Events 59

Related party	Relationship with the Group	Type of the connected transaction	Details of the connected transaction	Pricing Principle	Price	Amount (RMB'000)	% of the total amount of a similar transaction	Approved cap (RMB'000)	Whether approved cap has been exceeded
---------------	-----------------------------	-----------------------------------	--------------------------------------	-------------------	-------	------------------	--	------------------------	--

60 Chapter VI Significant Events

2. Connected Transactions Relating to Assets or Equity Interest Acquisition and Disposal

A 0 0 , N/A 0 0

3. Connected Transactions Relating to Joint External Investments

A 0 0 , N/A 0 0

4. Claims and Liabilities among the Connected Transactions

。 A 0 0 N/A 0 0

本集团与关联方之间应收、应付往来款项情况如下表所示

Claims receivable from any 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
Zhanneng CIMC Erhai Highway Investment Group, LTD	控股股东	股权转让	无	824,391		320,823		6,690	503,568
Shanghai Fengxun Railway Construction Group, Ltd.	控股股东	股权转让	无	34,204					34,204
Nanjing Airport Investment Group, Ltd.	控股股东	股权转让	无	10,629		10,629			
Xinwen West-Ningxia Railway, Ltd.	控股股东	股权转让	无	4,361	7,944				12,305
本集团与关联方之间应收、应付往来款项情况如下表所示									

Liabilities payable to any related party:

Unit: RMB million

Related party	Relationship with the Group	Reason	Opening balance	Amount increased during the current period	Amount repaid during the current period	Interest rate	Interest for the current period	Closing balance
Golden Thread S.A.	Major shareholder	Overnight borrowing	46,990		1,419		522	45,571
Shanghai Finance Trust	Major shareholder	Overnight borrowing	56,794		29,579			27,215

The above information is not intended to imply that the Group is a party to any of the transactions described above.

5. Other Material Connected Transactions

None.

XIV. OCCUPATION OF THE LISTED COMPANY'S NON-OPERATING CAPITAL BY CONTROLLING SHAREHOLDERS AND ITS RELATED PARTIES

None.

The listed company has no non-operating capital occupied by controlling shareholders and its related parties.

XV. MATERIAL CONTRACTS AND THEIR PERFORMANCES

1. Trusteeship, Contracting or Leasing

(1) Trusteeship

None.

The listed company has no trusteeship contracts. The listed company has no leasing contracts.

62 Chapter VI Significant Events

(2) Contracting

As of the reporting period, the Company has no significant contracts.

During the reporting period, the Company has no significant contracts. The maximum amount of contracts is less than 10% of the total assets, and the Company has no significant contracts.

(3) Leasing

As of the reporting period, the Company has no significant leases.

During the reporting period, the Company has no significant leases. The maximum amount of leases is less than 10% of the total assets, and the Company has no significant leases.

2. MATERIAL GUARANTEES

As of the reporting period, the Company has no material guarantees.

(1) Description of Guarantees

Unit: RMB million

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 guaranteed or not
China International Marine Group, CIMC Shipyard	28 March 2017	2,650,000	1 January 2017	794,628	Warranty	1-2 years	No	No
China International Marine Group, C&C	28 March 2017	1,600,000	1 January 2017	314,477	Warranty	1-2 years	No	No
China International Marine Group, CIMC Shipyard	28 March 2017	740,000	1 January 2017	714,347	Warranty	1-2 years	No	No
China International Marine Group, CIMC Shipyard	28 March 2017	382,000	1 January 2017	334,250	Warranty	1-2 years	No	No
China International Marine Group (A1)		1,122,000		China International Marine Group (A1), China International Marine Group (A2)				1,048,597
China International Marine Group (A3)		5,372,000		China International Marine Group (A3), China International Marine Group (A4)				2,157,702

Chapter VI Significant Events 63

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 guaranteed or not
Shanghai CIMC	28 March 2017	24,172,570	1 January 2017	5,982,920	Warranty	1-2 years	Not	Not
Qinghai International Engineering Co., Ltd.	28 March 2017	30,000,000	1 January 2017	14,460,910	Warranty	1-2 years	Not	Not
Shanghai CIMC				35,651,530	Warranty for the construction of the Qinghai International Engineering Co., Ltd. (B1)			14,623,210
Shanghai CIMC				54,172,570	Warranty for the construction of the Qinghai International Engineering Co., Ltd. (B2)			20,443,830
					Warranty for the construction of the Qinghai International Engineering Co., Ltd. (B3)			
					Warranty for the construction of the Qinghai International Engineering Co., Ltd. (B4)			

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 guaranteed or not
Guangdong Xinhua	28 March 2017	12,573,650	1 January 2017	6,254,230	Warranty	1-2 years	Not	Not
Shanghai CIMC				6,731,980	Warranty for the construction of the Qinghai International Engineering Co., Ltd. (C1)			

64 Chapter VI Significant Events

(2) Irregular External Guarantees

A 0 0 . N A 0 0

3. OTHER MATERIAL CONTRACTS

A 0 0 . N A 0 0

XVI.SOCIAL RESPONSIBILITY

1. Performance of Precise Poverty-alleviation Social Responsibility

A 0 0 . N A 0 0

Dingyuan Group, China Iron and Steel Industry Group - the national high-tech enterprise listed on the Shanghai Stock Exchange.

2. Performance of Other Social Responsibilities

The Group has been awarded 2016 China Iron and Steel Industry Group 2016 Environmental, Social and Governance Award by China Iron and Steel Industry Group (China Iron and Steel Industry Group) and the 2016 China Iron and Steel Industry Group Environmental, Social and Governance Award by China Iron and Steel Industry Group (China Iron and Steel Industry Group) on March 28, 2017.

3. Material Environmental Protection Events

There are no major environmental protection incidents in the Group during the reporting period.

. 0 0 . N A 0 0

Chapter VI Significant Events 65

Table 6.1: Summary of significant events in China in 2016

Name of subsidiary	Name of major and specific pollutants	Emission method	Number of		Emission concentration	Pollutant emission standards in effect	Total emission	Approved	
			emission outlets	Distribution of emission outlets				total emission	Excessive emission
Shanghai CIMC	Sulfur dioxide, Nitrogen dioxide	High-temperature boiler	19	Distribution: 11, 8	0.15 mg/m ³	China GB 13271-2015	1.173.236.5	1.173.236.5	0
Shanghai CIMC	High-temperature boiler	High-temperature boiler		Distribution: 11, 8	0.15 mg/m ³	China GB 13271-2015			0
Mingyuan Engineering Co., Ltd.	High-temperature boiler, VOCs	High-temperature boiler		Distribution: 11, 8	0.15 mg/m ³	China GB 13271-2015, GB 16159-2015, GB 20952-2015, GB 20951-2015			0

NIA (CJ343-2010)TJ0.026 T 1.823 85

Name of subsidiary	Construction and operation of pollution prevention and control facilities
Shanghai CIMC Yancheng Shipbuilding Engineering Co., Ltd.	<p>I. Emission of 40000 tons of CO₂ per year.</p> <p>II. The main production line is equipped with a high-efficiency dust collector with a capacity of 100m³/min. The dust collector is equipped with a high-efficiency dust collector with a capacity of 100m³/min. The dust collector is equipped with a high-efficiency dust collector with a capacity of 100m³/min. All the dust is collected and sent to the dust collector for collection.</p> <p>III. The dust collector is equipped with a high-efficiency dust collector with a capacity of 100m³/min. The dust collector is equipped with a high-efficiency dust collector with a capacity of 100m³/min. The dust collector is equipped with a high-efficiency dust collector with a capacity of 100m³/min.</p>
Shanghai CIMC Shipbuilding Engineering Co., Ltd.	<p>I. The main production line is equipped with a high-efficiency dust collector with a capacity of 100m³/min. The dust collector is equipped with a high-efficiency dust collector with a capacity of 100m³/min. The dust collector is equipped with a high-efficiency dust collector with a capacity of 100m³/min.</p> <p>II. The main production line is equipped with a high-efficiency dust collector with a capacity of 100m³/min. The dust collector is equipped with a high-efficiency dust collector with a capacity of 100m³/min. The dust collector is equipped with a high-efficiency dust collector with a capacity of 100m³/min.</p>

VIII. MATERIAL EVENTS OF SUBSIDIARIES

None.

XIX. SIGNIFICANT SUBSEQUENT EVENTS

1. On 5 July 2017, EIH (Shanghai) Investment Group Limited (SOE) and SOE Bunking Limited (南通太平洋破產清算組) (Nantong Pacific Bankruptcy Liquidation Group) signed a cooperation agreement with SOE Hong Kong Limited (SOE HK) and SOE. On 4 August 2017, SOE HK signed a PI with SOE HK and SOE. On 16 August 2017, SOE HK signed a cooperation agreement with CIMC Engineering and Construction (Shanghai) Limited (CIMC Engineering & Construction Co., Ltd.). SOE HK is a subsidiary of Nantong Zhongji Pacific Ocean Engineering Co., Ltd. (Nantong Zhongji Pacific Ocean Engineering Co., Ltd.). The cooperation agreement was signed on 6 July, 4 August and 16 August 2017 in China, Shanghai, Hong Kong, and Taiwan, respectively. The cooperation agreement (No. 036) (No. 047) (No. 054) was signed, and the Hong Kong SAR (China) (No. 036).
2. On 17 July 2017, CIMC Shipbuilding Co., Ltd. (CGRE) signed a cooperation agreement with CGRE, and the CGRE signed a cooperation agreement with RMB926,322,300. CIMC Shipbuilding Co., Ltd. signed a cooperation agreement with 25%, and the CGRE signed a cooperation agreement with 61.5%. The cooperation agreement was signed on 17 July 2017 in China, Shanghai, Hong Kong, and Taiwan, respectively. The cooperation agreement (No. 040) was signed, and the Hong Kong SAR (China) (No. 040).
3. On 3 August 2017, Shanghai Nanshan CIMC Container Manufacturing Co., Ltd. (Shenzhen Nanshan CIMC Container Manufacturing Co., Ltd.) (Shenzhen Nanshan CIMC Container Manufacturing Co., Ltd.) signed a cooperation agreement with the China Merchants Shipbuilding Co., Ltd. (招商局蛇口工業區控股股份有限公司) (China Merchants Shipbuilding Co., Ltd.) signed a cooperation agreement with the China Merchants Shipbuilding Co., Ltd. (招商局蛇口工業區控股股份有限公司) (China Merchants Shipbuilding Co., Ltd.) signed a cooperation agreement with RMB494,894,588. The cooperation agreement was signed on 3 August 2017 in China, Shanghai, Hong Kong, and Taiwan, respectively. The cooperation agreement (No. 045) (No. 052) was signed, and the Hong Kong SAR (China) (No. 045).

XX. CORPORATE BONDS

The company has issued a total of 1 billion RMB corporate bonds in 2017, including 1 billion RMB corporate bonds.

70 Chapter VII Changes in Share Capital and Information on Substantial Shareholders

I. CHANGES IN SHAREHOLDINGS IN THE REPORTING PERIOD

1. Change in Share Capital

Unit : Shares

	Pre-movement (As at 31 December 2016)		New issue	Increase/decrease (+/-) Conversion				Sub-total	Post-movement (As at 30 June 2017)	
	Numbers of shares	Percentage		Bonus issue	from reserves	Others	Numbers of shares		Percentage	
I. Shareholding	699,526	0.02%	0	0	0	28,500	28,500	728,026	0.02%	
1. Shareholding	0	0.00%	0	0	0	0	0	0	0.00%	
2. Shareholding	0	0.00%	0	0	0	0	0	0	0.00%	
3. Shareholding	699,526	0.02%	0	0	0	28,500	28,500	728,026	0.02%	
Shareholding	0	0.00%	0	0	0	0	0	0	0.00%	
Shareholding	699,526	0.02%	0	0	0	28,500	28,500	728,026	0.02%	
4. Shareholding	0	0.00%	0	0	0	0	0	0	0.00%	
Shareholding	0	0.00%	0	0	0	0	0	0	0.00%	
Shareholding	0	0.00%	0	0	0	0	0	0	0.00%	
II. Shareholding	2,977,877,460	99.98%			0	0.00%	0	0	0	
3. Shareholding								0	0.00%	

Chapter VII Changes in Share Capital and Information on Substantial Shareholders 71

A < 1% h n g e n e h a r e l

A t b t . N A t b t

T h e r e s e h n g e n e h a r e

A t b t . N A t b t

E x p e c t h n g e n e h a r e l e n , n n l n e e e e h e a b e r n n g e h a r e n l

72 Chapter VII Changes in Share Capital and Information on Substantial Shareholders

2. Changes in Shares with Selling Restrictions

Unit: A share

Unit: Share

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	Expiry date of selling restrictions
M B L ng (Note 1)	371,026	0	0	371,026	Shareholders of the Company have no selling restrictions.	Nil
Y Y (Note 1)	75,000	0	0	75,000	Shareholders of the Company have no selling restrictions.	Nil
J n J n g (Note 2)	157,500	0	52,500	210,000	Shareholders of the Company have no selling restrictions.	Nil
L X b n (Note 3)	96,000	(24,000)	0	72,000	Shareholders of the Company have no selling restrictions.	31st Dec 2017
Total	699,526	(24,000)	52,500	728,026	-	-

Note 1: M B L ng la l e 371,026 shares of the Company. Y Y la l e 75,000 shares of the Company. J n J n g la l e 157,500 shares of the Company. L X b n la l e 96,000 shares of the Company.

Note 2: On 27 March 2017, the Company issued 210,000 shares to J n J n g. The Company has no selling restrictions on these shares.

Note 3: On 31 December 2017, the Company issued 72,000 shares to L X b n. The Company has no selling restrictions on these shares.

Chapter VII Changes in Share Capital and Information on Substantial Shareholders

III. NUMBER OF SHAREHOLDERS AND SHAREHOLDINGS OF THE COMPANY

As at 30 June 2017, the Company's Shareholders' Register shows a total of 80,942, of which 12 are H Shares and 80,930 are A Shares.

Unit: Shares

Total ordinary Shareholders at the end of the Reporting Period		Total: 80,942 (including: A Shares: 80,930, H Shares: 12)		Total number of preference Shareholders whose voting rights were restored at the end of the Reporting Period (if any)		0	
Shareholdings of the ordinary Shareholders who hold above 5% or the top ten ordinary Shareholders							
Name of Shareholders	Nature of Shareholders	Percentage of shareholding	Number of ordinary shares held at the end of the Reporting Period (Shares)	Changes during the Reporting Period (Shares)	Number of ordinary shares with selling restrictions (Shares)	Number of ordinary shares without selling restrictions (Shares)	Pledged or frozen shares Status Number
HKSCC Limited (Name 1)	Foreign Institutional Investor	57.59%	1,716,412,609	65,099,538		1,716,412,609	0
COSCO General Incorporated Limited (Name 2)	Foreign Institutional Investor	14.50%	432,171,843			432,171,843	0
China Financial Assets Management Limited	Special Purpose Vehicle	2.70%	80,414,863	(6,252,204)		80,414,863	0
China Financial Assets Management Limited	Special Purpose Vehicle	1.27%	37,993,800			37,993,800	0
ICBC Global Structured Finance Agency Limited (Name 3)	Registered Foreign Investor	0.32%	9,566,600			9,566,600	0
Zhangof Finance Agency Limited (Name 4)	Registered Foreign Investor	0.32%	9,566,600			9,566,600	0
Bank of China Finance Agency Limited (Name 5)	Registered Foreign Investor	0.32%	9,566,600			9,566,600	0
Bank of China Finance Agency Limited (Name 6)	Registered Foreign Investor	0.32%	9,566,600			9,566,600	0
Bank of China Finance Agency Limited (Name 7)	Registered Foreign Investor	0.32%	9,566,600			9,566,600	0
Bank of China Finance Agency Limited (Name 8)	Registered Foreign Investor	0.32%	9,566,600			9,566,600	0
Bank of China Finance Agency Limited (Name 9)	Registered Foreign Investor	0.32%	9,566,600			9,566,600	0
Bank of China Finance Agency Limited (Name 10)	Registered Foreign Investor	0.32%	9,566,600			9,566,600	0
Unregistered Shareholders							

Chapter VII Changes in Share Capital and Information on Substantial Shareholders

IV. CHANGE OF CONTROLLING SHAREHOLDERS AND DE FACTO CONTROLLER

1. Controlling Shareholders of the Company

As at the end of the reporting period, the controlling shareholders of the Company are the following:

2. De Facto Controller

As at the end of the reporting period, the de facto controller of the Company is the following:

V. DISCLOSURE OF SHAREHOLDINGS OF THE SUBSTANTIAL SHAREHOLDERS UNDER THE SFO OF HONG KONG

As at the end of the reporting period, on 30 June 2017, the following persons are the substantial shareholders of the Company (as defined in the SFO) who are known to the Company to have or be deemed to have a long-term interest in the Company's shares. The names of the substantial shareholders and their shareholdings are disclosed in the following table:

Name of Shareholder	Nature of shares	Number of shares (Shares)	Capacity	Percentage of such shares in the same class of the issued shares (%)	Percentage of such shares in the total issued shares (%)
China Mobile Hong Kong (New 1)	H Shares	730,557,217 (L)	Holder of the shares in the Company	42.56%	24.51%
China COSCO Shipping (New 2)	A Shares	432,171,843 (L)	Holder of the shares in the Company	34.20%	14.50%
	H Shares	245,842,181 (L)	Holder of the shares in the Company	14.32%	8.25%
Zhejiang Huafon (New 3)	H Shares	358,251,896 (L)	Holder of the shares in the Company	20.87%	12.02%
Beirong Limited (New 3)	H Shares	215,203,846 (L)	Holder of the shares in the Company	12.54%	7.22%
	H Shares	143,048,050 (L)	Disclosed by the substantial shareholders	8.33%	4.80%
Perpetual Holdings Limited	H Shares	143,048,050 (L)	Holder of the shares in the Company	8.33%	4.80%

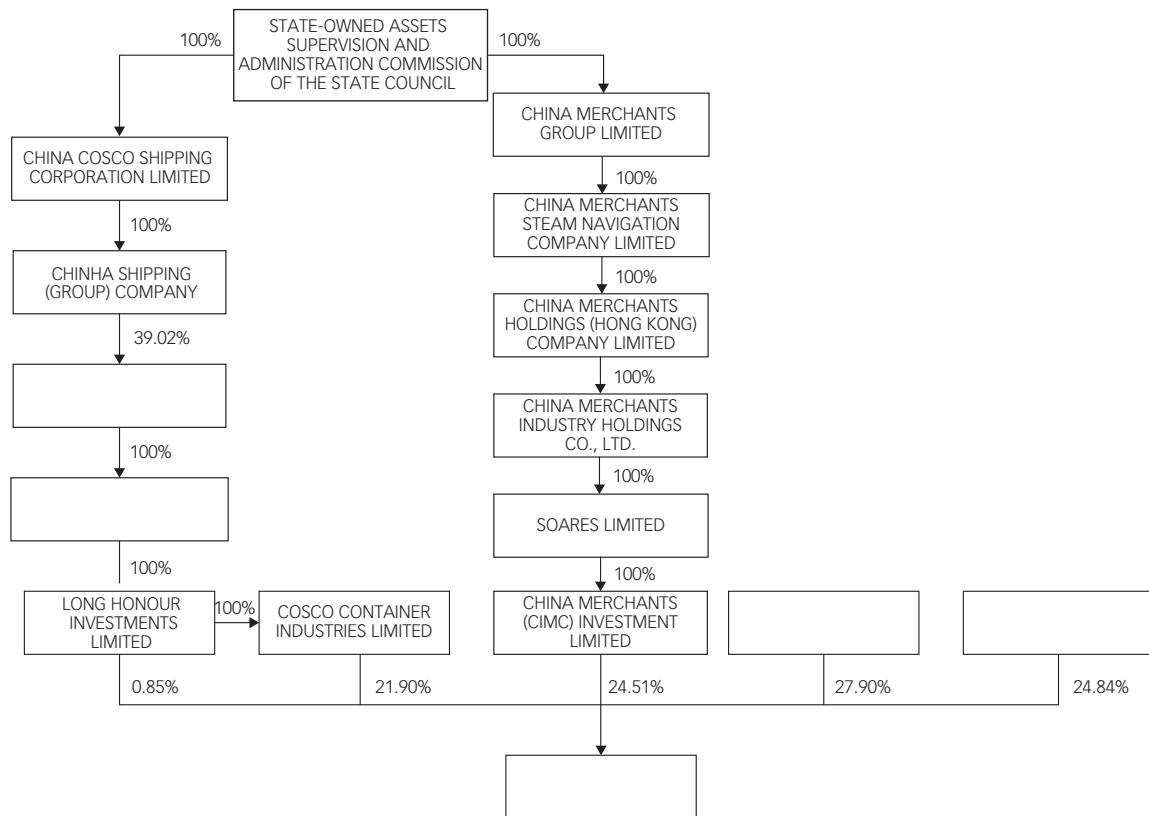
(L) Long-term interest

76 Chapter VII Changes in Share Capital and Information on Substantial Shareholders

- Note 1: 730,557,217 He h-ge su shi I b Chn M-oh ne (CIMC) In-g sh n Lra- n sh-oh < sh-sh-shi k sh . Chn M-oh ne (CIMC) In-g sh n Lra- E h-ll < sh b G-sh-ge Lra- , sh h E n f n h-ll < sh b Chn M-oh ne In-g h-ll ng G., L ., sh h E h-ll < sh b Chn M-oh ne h-ll ng (h-ll ng k-ll ng) G-m n Lra- I sh h E h-ll < sh b Chn M-oh ne G-m n G-n G-m n Lra- , sh h E h-ll < sh b Chn M-oh ne G-ll . Sh-ll < sh n P XV, sh SFO, Chn M-oh ne G-ll E sh sh < h-ll sh-sh-ge n sh 730,557,217 He h-ge < sh G-m n .
- Note 2: An-ll ng sh h, 220,520,075 He h-ge su shi I b COSCO G-n sh In-g sh-ge Lra- n sh-oh < sh-sh-shi k sh . 25,322,106 He h-ge su shi shi I b k-ll ng h-ll ng In-g sh n Lra- n sh-oh < sh-sh-shi k sh . COSCO G-n sh In-g sh-ge Lra- E h-ll < sh b k-ll ng h-ll ng In-g sh n Lra- , sh h E n f n h-ll < sh b COSCO Sh-ll ng sh-sh-ge sh n (h-ll ng k-ll ng) G., Lra- , sh h E h-ll < sh b COSCO

Chapter VII Changes in Share Capital and Information on Substantial Shareholders 77

Shareholding Relationships between the Company and the Substantial Shareholders as of the end of the Reporting Period



78 Chapter VIII Information on Directors, Supervisors and Senior Management

I. CHANGES ON SHAREHOLDINGS OF DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

Unit : A % B % N A % B %

Unit : Share

Chapter VIII Information on Directors, Supervisors and Senior Management

1. Interest in the Shares of the Company:

Name	Nature of interest	Class of shares	Number of shares (shares)	Percentage of such shares in the issued shares of the same class (%)	Percentage of such shares in the total issued shares (%)
M. M. Bei ng	Direct interest	A Shares	494,702	0.04%	0.02%

2. Interest in the Underlying Shares of the Company:

除前文披露的间接持有外，本公司董事、监事及高级管理人员亦持有本公司股份。截至2017年12月31日，本公司董事、监事及高级管理人员持有本公司股份的情况如下表所示。

3. Interests in the Shares of Associated Corporations of the Company:

Name	Associated corporation	Nature of interest	Number of shares held (shares)	Percentage of such shares in the total issued shares or total equity interest (%)
M. M. Bei ng	CIMC Port (Group) Ltd.	Direct interest	1,414,000	0.74% (Net)
	CIMC Energy	Direct interest	3,260,000	0.17%

注：M. M. Bei ng 间接持有 0.74% 的 CIMC Port (Group) Ltd. 股份，持有 4.69% 的 CRT 股份。CIMC Port (Group) Ltd. 持有 CRT 股份 1.23%。此外，M. M. Bei ng 亦持有 CIMC Energy 股份 0.17%。截至2017年12月31日，本公司董事、监事及高级管理人员持有本公司股份的情况如下表所示。

截至2017年12月31日，本公司董事、监事及高级管理人员持有本公司股份的情况如下表所示。除前文披露的间接持有外，本公司董事、监事及高级管理人员亦持有本公司股份。截至2017年12月31日，本公司董事、监事及高级管理人员持有本公司股份的情况如下表所示。

IV. CHANGES IN INFORMATION OF DIRECTORS AND SUPERVISORS

除前文披露的变更外，本公司董事、监事及高级管理人员持有本公司股份的情况如下表所示。截至2016年12月31日，本公司董事、监事及高级管理人员持有本公司股份的情况如下表所示。

Chapter IX 2017 Interim Financial Report (Unaudited) 81

1. AUDIT REPORT

大华会计师事务所(特殊普通合伙)

审计报告

大华会计师事务所(特殊普通合伙)对上海绿地集团2017年中期财务报表进行了审计。

2. FINANCIAL REPORT

绿地集团(绿地控股股份有限公司)有限公司。

本报告涵盖自2017年1月1日至2017年6月30日止的期间。

本报告以人民币列示，单位为人民币千元。 (RMB'000)

82 Chapter IX 2017 Interim Financial Report (Unaudited)



As at 30 June 2017

(All figures in RMB'000 (人民币千元))

(English Text in Chinese Only)

	30 June 2017	31 December 2016

Chapter IX 2017 Interim Financial Report (Unaudited)

General Balance Sheet (Continued)

As at 30 June 2017
 (All figures in RMB'000)
 (English Text in Chinese Only)

	30 June 2017	31 March 2016
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Short-term borrowings	17,945,748	15,729,787
Financial liabilities at fair value	134,772	141,806
Notes payable	1,253,175	1,551,582
Accounts payable	11,345,178	10,160,951
Accounts receivable	4,545,835	3,780,694
Employee benefits	2,120,417	2,115,247
	0	115,247

84 Chapter IX 2017 Interim Financial Report (Unaudited)

Balance Sheet

As at 30 June 2017

(All amounts in RMB'000 unless otherwise specified)

(English text in Chinese and Chinese text in English)

		30 June 2017	31 June 2016
ASSETS			
Current assets:			
China International Marine Containers (Group) Limited	XVI.1	2,300,326	2,660,222
Derivative financial instruments	XVI.2	4,704,365	4,755,818
Other receivables	XVI.3	12,968,574	13,131,416
Other financial assets		7,685	9,272
Total current assets		19,980,950	20,556,728
Non-current assets:			
Available-for-sale financial assets	XVI.4	388,905	388,905
Long-term investments	XVI.5	9,490,535	9,375,276
Fixed assets		101,398	102,372
Deferred tax assets		16,931	844
Intangible assets		14,336	14,466
Derivative financial instruments		207	
Long-term contracts		35,115	40,730
Other non-current assets	XVI.14	49,636	52,280
Total non-current assets		10,097,063	9,974,873
TOTAL ASSETS		30,078,013	30,531,601

Chapter IX 2017 Interim Financial Report (Unaudited)

Balance Sheet (Continued)

As at 30 June 2017
 (All figures in RMB'000)
 (English text in Chinese characters only)

		30 June 2017	31 March 2016
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities:			
Short-term borrowings	XVI.6	3,660,000	2,710,000
Financial liabilities at fair value through profit or loss	XVI.7	-	65
Trade payables		196,808	205,760
Trade receivables	XVI.8	4,024	3,646
Other payables	XVI.9	225,564	75,755
Derivative financial instruments		178,332	-
Other financial liabilities	XVI.10	2,185,522	2,990,804
Prepaid expenses		-	79,104
Contract liabilities	XVI.11	995,000	800,000
Total current liabilities		7,445,250	6,865,134
Non-current liabilities:			
Financial liabilities at fair value through profit or loss	XVI.7	1,738	3,296
Long-term borrowings	XVI.12	826,000	1,621,000
Derivative financial instruments	XVI.13	7,986,500	7,986,500
Other non-current liabilities		36,276	37,429
Total non-current liabilities		8,850,514	9,648,225
Total liabilities		16,295,764	16,513,359
Shareholders' equity			
Share capital		2,980,353	2,978,577
Other equity instruments		1,981,143	2,049,035
Capital reserves	XVI.15	3,304,356	3,287,149
Other reserves	XVI.16	43,754	43,754
Surplus		3,279,379	3,279,379
Unrealized gains		2,193,264	2,380,348
Total equity attributable to shareholders and other equity holders		13,782,249	14,018,242
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		30,078,013	30,531,601

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

附注是财务报表的组成部分。

These financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

These financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

Consolidated Income Statement

For the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text prevails over Chinese text in case of discrepancy)

		For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
I. Revenue	IV.50	33,387,152	23,542,843
Revenue from operations	IV.50	27,241,564	19,126,496
Transportation	IV.51	216,183	194,236
Trading in commodities	IV.52	1,256,253	1,036,129
Financial products	IV.53	2,368,039	1,982,301
Fees and commissions	IV.54	594,251	304,944
Others	IV.58	234,437	1,267,501
A: Other income/(expenses)	IV.56	(32,626)	137,104
Income from: Shareholding, investment in associates and joint ventures	IV.57	(10,628)	(87,328)
Others	IV.59	2,538	13,800
II. Operating profit		1,524,203	(318,988)
A: Net operating profit	IV.60	84,343	167,289
Income from: Permissible non-current assets		31,127	6,153
Revenue from operations	IV.61	32,404	14,145
Income from: Permissible non-current assets		17,388	9,485
III. Total profit		1,576,142	(165,844)
Revenue from operations	IV.62	509,633	375,316
IV. Net profit		1,066,509	(541,160)
A: Profit attributable to equity holders of the parent		796,898	(378,034)
Minority interest		269,611	(163,126)
V. Other comprehensive income/(losses), net of tax	IV.47	99,022	328,231
A: Profit attributable to equity holders of the parent		72,424	274,766
Change in fair value of available-for-sale financial assets		72,424	274,766
Change in fair value of investment properties		(241)	949
Gain on disposal of subsidiaries		6,072	(490)
Change in fair value of financial instruments		66,593	274,307
Minority interest		26,598	53,465
VI. Total comprehensive income		1,165,531	(212,929)
A: Profit attributable to equity holders of the parent		869,322	(103,268)
Minority interest		296,209	(109,661)
VII. Earnings per share			
(I) Basic earnings per share (RMB)	IV.63	0.2554	(0.1444)
(II) Diluted earnings per share (RMB)	IV.63	0.2544	(0.1444)

The above information is subject to audit by the independent auditor.

Prepared by: M. B. Li

Reviewed by: Zhang H. N.

Reviewed by: Zhang H. N.

Chapter IX 2017 Interim Financial Report (Unaudited)

Income Statement

For the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Only)

	Notes	For the period from 1 January to 30 June 2017	For the period from 1 January to 30 June 2016
I. Revenue	XVI.17	96,917	69,104
Sales of goods	XVI.17	1,452	24,006
Transportation services		-	3,373
Advertising services		129,167	109,800
Financial services		296,143	(99,572)
Agency services		-	-
Other services	XVI.18	1,623	1,985
Interest income	XVI.19	359,040	118,963
Other income	XVI.20	2,211	-
II. Operating profit		33,029	152,445
Administrative expenses	XVI.21	21	1,137
Impairment loss on financial assets		-	116
Administrative expenses	XVI.22	1,746	249
Impairment loss on financial assets		586	1
III. Total profit		31,304	153,333
Income tax expense	XVI.23	2,644	27,968
IV. Net profit		28,660	125,365
V. Other comprehensive income, net of tax		-	-
VI. Total comprehensive income		28,660	125,365

The above information is derived from the consolidated financial statements.

Prepared by: M&P

Prepared by: M&P

Prepared by: M&P

Prepared by: M&P

Prepared by: M&P

Prepared by: M&P

Chapter IX 2017 Interim Financial Report (Unaudited)

General Information

Financial statements from 1 January to 30 June 2017
 (All amounts in RMB'000 unless otherwise specified)
 (English text prevails over Chinese text in case of discrepancy)

	Net	For the Period from 1 January to 30 June 2017	From 1 January to 30 June 2016
I. Cash flows from operating activities:			
Cash received from sale of goods and services		32,885,118	26,966,364
Receipts from related parties		1,044,746	536,836
Cash received from financing activities	IV.64(1)	709,660	252,053
Sub-total of cash inflows		34,639,524	27,755,253
Cash paid for purchase of goods		29,731,503	21,688,702
Cash paid for purchase of property, plant and equipment		3,003,021	2,703,551
Payment for related parties		1,050,104	1,102,475
Cash paid for financing activities	IV.64(2)	1,523,112	1,326,793
Sub-total of cash outflows		35,307,740	26,821,521
Net cash outflow/(inflows) from operating activities	IV.65(1)	(668,216)	933,732
II. Cash flows from investing activities:			
Cash received from disposal of property, plant and equipment		600	115,920
Cash received from disposal of financial assets		21,903	241,771
Dividend income from equity investments, net of related parties		37,940	11,643
Dividend income from equity investments, net of related parties		-	7
Sub-total of cash inflows		60,443	369,341
Cash paid for acquisition of property, plant and equipment		1,421,152	4,189,354
Cash paid for acquisition of financial assets		142,020	791,687
Dividend paid		5,000	764,577
Sub-total of cash outflows		1,568,172	5,745,618
Net cash outflows from investing activities		(1,507,729)	(5,376,277)

Chapter IX 2017 Interim Financial Report (Unaudited) 89

90 Chapter IX 2017 Interim Financial Report (Unaudited)

China International Marine Containers (Group) Co., Ltd.
Earnings Report for the period from January 1 to June 30, 2017
(All figures in RMB'000 unless otherwise specified)
(English Text is in Chinese Original)

Chapter IX 2017 Interim Financial Report (Unaudited) 91

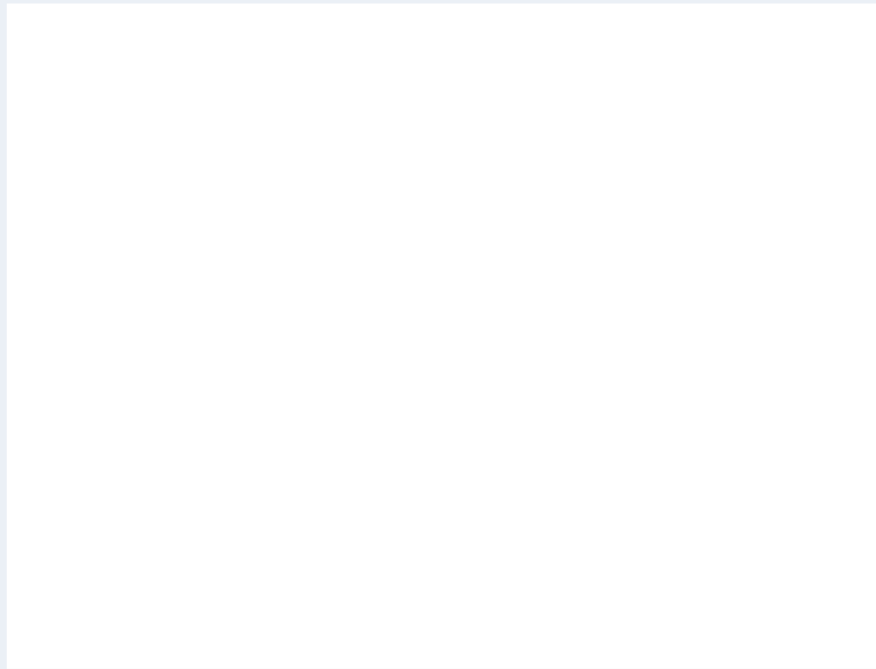


 上海崇盛房产发展股份有限公司
 Shanghai Chongsheng Real Estate Development Co., Ltd.
 2017年1-6月
 2017年1月1日至2017年6月30日
 (All figures in RMB'000 unless otherwise specified)
 (English Text is for Reference Only)

2016

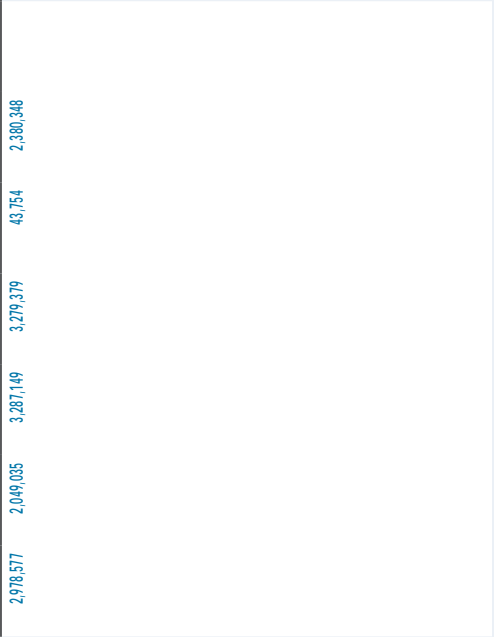
For the Period from 1 January to 30 June 2017

Item



Shareholders' Changes in Shareholders' Equity
 股东权益变动表
 2017年1月1日至2017年6月30日
 (All figures in RMB'000 unless otherwise specified)
 (English Text Only)

Item	From 1 January to 30 June 2017						2016					
	Share capital	Other equity instruments	Capital surplus	Surplus comprehensive reserve	Other comprehensive income	Undistributed profits	Total shareholders' equity	Share	Other equity instruments	Capital surplus	Other comprehensive income	
I. Balance at 31 December 2016	2,978,577	2,049,035	3,287,149	3,279,379	43,754	2,380,348						



Notes to the Financial Statements

2017年3月31日止期间的财务报表
(All numbers in RMB'000 unless otherwise stated)
(English text prevails over Chinese text)

I. GENERAL INFORMATION

China National Petroleum Corporation (CNPC), Ltd. (hereinafter referred to as "CNPC" or "the Company"), is a public company listed on the Shanghai Stock Exchange (SSE) under the name of China National Petroleum Corporation Limited (CNPC Ltd.). The Company was established in 1992, and its shares were listed on the SSE in 1992. The Company's headquarters are located at 1736 Zhongyuan Road, Beijing, China. The Company's principal business is to engage in the exploration, production, refining, distribution and sale of petroleum products, as well as the provision of related services. The Company is a member of the CNPC Group. On 31 December 2012, the Company was restructured and its shares were listed on the SSE under the name of China National Petroleum Corporation Limited (CNPC Ltd.). The Company's principal business is to engage in the exploration, production, refining, distribution and sale of petroleum products, as well as the provision of related services. The Company is a member of the CNPC Group. On 19 December 2012, the Company was restructured and its shares were listed on the SSE under the name of China National Petroleum Corporation Limited (CNPC Ltd.). The Company's principal business is to engage in the exploration, production, refining, distribution and sale of petroleum products, as well as the provision of related services. The Company is a member of the CNPC Group.

On 19 December 2012, the Company was restructured and its shares were listed on the SSE under the name of China National Petroleum Corporation Limited (CNPC Ltd.). The Company's principal business is to engage in the exploration, production, refining, distribution and sale of petroleum products, as well as the provision of related services. The Company is a member of the CNPC Group.

The Company is a public company listed on the Shanghai Stock Exchange (SSE) under the name of China National Petroleum Corporation Limited (CNPC Ltd.). The Company's principal business is to engage in the exploration, production, refining, distribution and sale of petroleum products, as well as the provision of related services. The Company is a member of the CNPC Group. The Company's principal business is to engage in the exploration, production, refining, distribution and sale of petroleum products, as well as the provision of related services. The Company is a member of the CNPC Group. The Company's principal business is to engage in the exploration, production, refining, distribution and sale of petroleum products, as well as the provision of related services. The Company is a member of the CNPC Group.

CIMC Energy Services Limited (CIMC Energy Services), is a public company listed on the Shanghai Stock Exchange (SSE) under the name of CIMC Energy Services Limited (CIMC Energy Services). The Company's principal business is to engage in the provision of energy services, including the exploration, production, refining, distribution and sale of petroleum products, as well as the provision of related services. The Company is a member of the CNPC Group.

Beijing Global Energy Services Limited (Beijing Global Energy Services), is a public company listed on the Shanghai Stock Exchange (SSE) under the name of Beijing Global Energy Services Limited (Beijing Global Energy Services). The Company's principal business is to engage in the provision of energy services, including the exploration, production, refining, distribution and sale of petroleum products, as well as the provision of related services. The Company is a member of the CNPC Group.

Notes to the Financial Statements

本行财务报表的基准日为2017年12月31日
 (All figures in RMB'000 unless otherwise specified)
 (English Text Prevails Over Chinese Text)

I. GENERAL INFORMATION (CONTINUED)

本行按照《企业会计准则》及《企业会计准则应用指南》和《企业会计准则解释》等规定编制财务报表。本行按照《企业会计准则》及《企业会计准则应用指南》和《企业会计准则解释》等规定编制财务报表。本行按照《企业会计准则》及《企业会计准则应用指南》和《企业会计准则解释》等规定编制财务报表。

The Group has been incorporated in the People's Republic of China, and is a public company listed on the Shanghai Stock Exchange since August 2017.

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

The Group's accounting policies and estimates are consistent with the accounting policies and estimates of the Company. The Group's accounting policies and estimates are consistent with the accounting policies and estimates of the Company. The Group's accounting policies and estimates are consistent with the accounting policies and estimates of the Company.

The Group's accounting policies and estimates are consistent with the accounting policies and estimates of the Company. The Group's accounting policies and estimates are consistent with the accounting policies and estimates of the Company.

1. Basis of preparation

The Group's financial statements are prepared in accordance with the accounting standards issued by the Ministry of Finance of the People's Republic of China. The Group's financial statements are prepared in accordance with the accounting standards issued by the Ministry of Finance of the People's Republic of China.

Notes to the Financial Statements 95

截至2017年6月30日止六个月的财务报表
(All figures in RMB'000 unless otherwise specified)
(English is the primary language)

Notes to the Financial Statements

Financial statements for the period ending 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English text takes precedence 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 consolidated financial statements of the Company and its subsidiaries. The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries prepared in accordance with the accounting policies and estimates of the Company and its subsidiaries.

When preparing consolidated financial statements, the Company has eliminated all intercompany transactions and balances between the Company and its subsidiaries. The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries prepared in accordance with the accounting policies and estimates of the Company and its subsidiaries.

When preparing consolidated financial statements, the Company has eliminated all intercompany transactions and balances between the Company and its subsidiaries. The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries prepared in accordance with the accounting policies and estimates of the Company and its subsidiaries.

The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries. The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries prepared in accordance with the accounting policies and estimates of the Company and its subsidiaries.

When preparing consolidated financial statements, the Company has eliminated all intercompany transactions and balances between the Company and its subsidiaries. The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries prepared in accordance with the accounting policies and estimates of the Company and its subsidiaries.

When preparing consolidated financial statements, the Company has eliminated all intercompany transactions and balances between the Company and its subsidiaries. The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries prepared in accordance with the accounting policies and estimates of the Company and its subsidiaries.

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

6. Preparation of consolidated financial statements (Continued)

When the consolidated financial statements are prepared, the consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries. The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries.

When the consolidated financial statements are prepared, the consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries. The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries.

All group companies are measured at fair value, and the fair value is measured on the basis of the fair value of the assets and liabilities of the group companies. The fair value is measured on the basis of the fair value of the assets and liabilities of the group companies. The fair value is measured on the basis of the fair value of the assets and liabilities of the group companies.

The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries. The consolidated financial statements are prepared on the basis of the financial statements of the Company and its subsidiaries.

7. Cash and cash equivalents

Cash and cash equivalents include cash on hand and deposits with banks and other financial institutions that are available for use in the normal course of business. Cash and cash equivalents include cash on hand and deposits with banks and other financial institutions that are available for use in the normal course of business.

Notes to the Financial Statements

Financial statements for the year ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English text in Chinese version is original)

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

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

When the Group enters into transactions that are denominated in a foreign currency, the amount of the transaction is recorded in the functional currency of the entity. At the end of each reporting period, the amounts are converted into the reporting currency (RMB) using the exchange rates prevailing at that date.

As a result of the exchange rate fluctuations, the Group's financial statements are presented in RMB. The Group's financial statements are prepared using the historical cost method, and the exchange rates used are the rates prevailing at the end of the reporting period.

Monetary items denominated in a foreign currency are translated into RMB at the exchange rate prevailing at the reporting date. Non-monetary items denominated in a foreign currency that are measured at fair value are translated into RMB at the exchange rate prevailing at the reporting date. Non-monetary items denominated in a foreign currency that are measured at historical cost are translated into RMB at the exchange rate prevailing at the end of the reporting period. The exchange rates used are the rates prevailing at the end of the reporting period. The exchange rates used are the rates prevailing at the end of the reporting period.

The Group's financial statements are presented in RMB. The exchange rates used are the rates prevailing at the end of the reporting period. The exchange rates used are the rates prevailing at the end of the reporting period. The exchange rates used are the rates prevailing at the end of the reporting period.

Notes to the Financial Statements

Financial statements for the period ended 30 Jun 2017
 (All figures in RMB'000 unless otherwise stated)
 (English text has legal precedence)

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

9. Financial Instruments

Financial instruments are those contracts that give rise to a financial asset or financial liability. Financial instruments include cash, receivables, payables, loans, deposits, investments, and derivatives.

(1) Financial Assets

(a) Available-for-sale financial assets

Financial assets are classified as available-for-sale if they are designated as such at initial recognition. Available-for-sale financial assets are measured at fair value. Changes in fair value are recognized in other comprehensive income.

Financial assets are classified as available-for-sale if they are designated as such at initial recognition.

Financial assets are classified as available-for-sale if they are designated as such at initial recognition.

b. Other financial assets

Other financial assets are measured at amortized cost. They include cash, receivables, and payables.

c. Available-for-sale financial assets

Available-for-sale financial assets are measured at fair value. Changes in fair value are recognized in other comprehensive income. Available-for-sale financial assets include equity investments and debt investments.

(b) Financial liabilities

Financial liabilities are those contracts that give rise to a financial liability. Financial liabilities include cash, payables, loans, and derivatives. Financial liabilities are measured at amortized cost.

Financial liabilities are measured at amortized cost. They include cash, payables, and loans. Financial liabilities are measured at amortized cost.

Notes to the Financial Statements

Financial statements for the year ended 31st March 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Characters Only)

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

9. Financial Instruments (Continued)

(1) Financial Assets (Continued)

(i) Available-for-sale financial assets

Gain or loss on the revaluation of available-for-sale financial assets is recognised in equity, except for impairment losses which are recognised in the profit or loss account. Dividends received on available-for-sale financial assets are recognised in the profit or loss account.

On 1st March 2017, the Group held available-for-sale financial assets of RMB1,000,000,000. When the available-for-sale financial assets are impaired, the Group will recognise the impairment loss in the profit or loss account. The Group will recognise the gain or loss on the disposal of available-for-sale financial assets in the profit or loss account.

(ii) Held-to-maturity investments

The Group classifies investments as held-to-maturity investments if the Group has the intention and ability to hold the investments until maturity. Held-to-maturity investments are measured at amortised cost.

Other than the investments classified as held-to-maturity investments, all other investments are classified as available-for-sale financial assets.

Equity investments in unlisted companies are classified as available-for-sale financial assets. The Group will recognise the gain or loss on the disposal of equity investments in unlisted companies in the profit or loss account. The Group will recognise the gain or loss on the disposal of equity investments in listed companies in the profit or loss account. The Group will recognise the gain or loss on the disposal of equity investments in listed companies in the profit or loss account.

Notes to the Financial Statements

截至2017年6月30日止六个月
(All figures in RMB'000 unless otherwise specified)
(English text prevails over Chinese text)

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

9. Financial Instruments (Continued)

(1) Financial Assets (Continued)

(i) Available-for-sale financial assets

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English text takes precedence over Chinese text)

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

9. Financial Instruments (Continued)

(2) Financial liabilities

Financial liabilities are recognized when the company has incurred a liability that results in a decrease in economic benefits. Financial liabilities are initially measured at fair value, and subsequently measured at amortized cost.

For financial liabilities measured at amortized cost, the company uses the effective interest method to calculate the interest expense. The effective interest rate is the rate that discounts the expected future cash flows to the carrying amount of the financial liability.

For financial liabilities measured at fair value, the company uses the fair value hierarchy to determine the fair value. The fair value hierarchy is based on the observability and significance of the inputs used in the valuation technique.

Financial liabilities are classified as current liabilities if they are due or payable within one year from the reporting date. Financial liabilities are classified as non-current liabilities if they are not due or payable within one year from the reporting date. Financial liabilities are classified as financial liabilities if they are financial in nature.

Other financial liabilities include financial guarantees and other financial liabilities. Other financial liabilities are measured at fair value. Other financial liabilities are classified as current liabilities if they are due or payable within one year from the reporting date. Other financial liabilities are classified as non-current liabilities if they are not due or payable within one year from the reporting date.

A financial liability is derecognized when the obligation under the liability is discharged or cancelled. A financial liability is derecognized when the obligation under the liability is discharged or cancelled. A financial liability is derecognized when the obligation under the liability is discharged or cancelled.

(3) Determination of fair value

The company uses the fair value hierarchy to determine the fair value of financial instruments. The fair value hierarchy is based on the observability and significance of the inputs used in the valuation technique. The fair value hierarchy is based on the observability and significance of the inputs used in the valuation technique.

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

9. Financial Instruments (Continued)

(4) Equity Instrument

At the end of the reporting period, the Company has the following equity instruments:

The Company's equity instruments are classified as equity instruments if they are non-convertible and non-participating in the residual income of the Company.

The Company's equity instruments are classified as equity instruments if they are non-convertible and non-participating in the residual income of the Company. When the Company issues equity instruments, it shall be classified as equity instruments if they are non-convertible and non-participating in the residual income of the Company.

Generally, the Company's equity instruments are classified as equity instruments if they are non-convertible and non-participating in the residual income of the Company.

10. Receivables

The Company's receivables are classified as receivables if they are non-convertible and non-participating in the residual income of the Company. When the Company issues equity instruments, it shall be classified as equity instruments if they are non-convertible and non-participating in the residual income of the Company.

The Company's receivables are classified as receivables if they are non-convertible and non-participating in the residual income of the Company. When the Company issues equity instruments, it shall be classified as equity instruments if they are non-convertible and non-participating in the residual income of the Company.

The Company's receivables are classified as receivables if they are non-convertible and non-participating in the residual income of the Company. When the Company issues equity instruments, it shall be classified as equity instruments if they are non-convertible and non-participating in the residual income of the Company.

The Company's receivables are classified as receivables if they are non-convertible and non-participating in the residual income of the Company. When the Company issues equity instruments, it shall be classified as equity instruments if they are non-convertible and non-participating in the residual income of the Company.

Notes to the Financial Statements

截至2017年12月31日止
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

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

10. Receivables (Continued)

(1) Receivables that are individually significant and impairment provided on an individual basis:

本公司截至2017年12月31日止
 应收账款中，金额重大的应收账款
 坏账准备计提如下：

在应收账款中，金额为人民币10 million (10,000,000) 元或以上的应收账款
 计提5%的坏账准备。

本公司截至2017年12月31日止
 应收账款中，金额重大的应收账款
 坏账准备计提如下：

An impairment loss is recognized when the receivable is determined to be uncollectible
 based on the company's past experience and other factors. The impairment loss is
 calculated as the difference between the carrying amount of the receivable and the
 present value of the expected cash flows (see Note 4).

(2) Receivables that are individually insignificant but impairment provided on an individual basis:

本公司截至2017年12月31日止
 应收账款中，金额不重大的应收账款
 坏账准备计提如下：

When the receivable is determined to be uncollectible based on the company's
 past experience and other factors, an impairment loss is recognized. The
 impairment loss is calculated as the difference between the carrying amount of the
 receivable and the present value of the expected cash flows (see Note 4).

本公司截至2017年12月31日止
 应收账款中，金额不重大的应收账款
 坏账准备计提如下：

An impairment loss is recognized when the receivable is determined to be uncollectible
 based on the company's past experience and other factors. The impairment loss is
 calculated as the difference between the carrying amount of the receivable and the
 present value of the expected cash flows (see Note 4).

Notes to the Financial Statements

Financial statements for the period ending 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English translation of the original Chinese)

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:

For the purpose of assessing impairment, accounts receivable are grouped into categories with similar credit risk characteristics. The carrying amount of the accounts receivable is reduced to the present value of the estimated future cash flows, discounted at the original effective interest rate. The amount of the impairment loss is the difference between the carrying amount and the present value of the estimated future cash flows.

When the carrying amount of the accounts receivable is greater than the present value of the estimated future cash flows, the carrying amount is reduced to the present value of the estimated future cash flows. The amount of the impairment loss is the difference between the carrying amount and the present value of the estimated future cash flows.

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Characters 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: (Continued)

The following table shows the ageing analysis of accounts receivable:

Ageing	Percentage of total accounts receivable (%)	
	Group 1, 2, 4, 5, 6	Group 3
Within 1 month (within 1 month)	5%	0%-5%
1 to 2 months (1 to 2 months)	30%	30%
Over 2 months	100%	100%

(4) When the Group transfers the accounts receivable to the financial institutions without recourse, the difference between the proceeds received from the transaction and their carrying amounts and the related taxes is recognised in profit or loss for the current period.

11. Inventories

(1) Classification

Inventories are classified into raw materials, work-in-progress, finished goods, and other inventories. Raw materials are those materials that are used in the production process. Work-in-progress are those materials that are in the process of production. Finished goods are those materials that are ready for sale. Other inventories include spare parts, tools, and other items.

(2) Cost of inventories

Costs incurred in the acquisition and production of inventories are recognised as an expense.

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

11. Inventories (Continued)

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

The net realisable value of inventories is determined based on the cost less estimated costs to complete, less estimated costs to sell, and less a profit margin. The net realisable value is determined based on the cost less estimated costs to complete, less estimated costs to sell, and less a profit margin. (Refer to Note 16). In the determination of net realisable value, the company considers the current market price, the condition of the inventory, and the estimated costs to complete and sell.

As at the reporting date, the net realisable value of inventories is as follows:

The net realisable value of inventories is determined based on the cost less estimated costs to complete, less estimated costs to sell, and less a profit margin. The net realisable value is determined based on the cost less estimated costs to complete, less estimated costs to sell, and less a profit margin. The net realisable value is determined based on the cost less estimated costs to complete, less estimated costs to sell, and less a profit margin. The net realisable value is determined based on the cost less estimated costs to complete, less estimated costs to sell, and less a profit margin.

As at the reporting date, the net realisable value of inventories is as follows:

(4) Inventory system

The company uses the first-in, first-out (FIFO) method.

(5) Amortisation of reusable material including low-value consumables and packaging material

Reusable material including low-value consumables and packaging material is amortised on a straight-line basis over its useful life. The amortisation expense is recognised as an expense in the profit and loss account.

12. Long-term equity investments

Long-term equity investments are measured at cost less impairment. Long-term equity investments are measured at cost less impairment. Long-term equity investments are measured at cost less impairment.

Share investments are measured at cost less impairment. Share investments are measured at cost less impairment. Share investments are measured at cost less impairment. Share investments are measured at cost less impairment.

Long-term equity investments are measured at cost less impairment. Long-term equity investments are measured at cost less impairment. Long-term equity investments are measured at cost less impairment.

Notes to the Financial Statements

Financial statements for the year ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English text takes precedence over Chinese text)

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

12. Long-term equity investments (Continued)

(1) Determination of investment cost

For long-term equity investments acquired through business combinations, the cost of the investment is the fair value of the consideration transferred at the acquisition date. For long-term equity investments acquired through other methods, the cost of the investment is the aggregate of the purchase price and the related costs incurred directly in the process of acquisition.

For long-term equity investments acquired through business combinations, the cost of the investment is the fair value of the consideration transferred at the acquisition date. For long-term equity investments acquired through other methods, the cost of the investment is the aggregate of the purchase price and the related costs incurred directly in the process of acquisition.

(2) Subsequent measurement

For long-term equity investments that are not listed on a stock exchange, the cost method is used for measurement. The cost method is used for measurement when the investor has no significant influence over the investee.

For long-term equity investments that are listed on a stock exchange, the cost method is used for measurement when the investor has no significant influence over the investee. For long-term equity investments that are listed on a stock exchange and the investor has significant influence over the investee, the equity method is used for measurement.

For long-term equity investments that are listed on a stock exchange, the cost method is used for measurement when the investor has no significant influence over the investee. For long-term equity investments that are listed on a stock exchange and the investor has significant influence over the investee, the equity method is used for measurement. For long-term equity investments that are listed on a stock exchange and the investor has no significant influence over the investee, the cost method is used for measurement. For long-term equity investments that are listed on a stock exchange and the investor has significant influence over the investee, the equity method is used for measurement.

Notes to the Financial Statements

2017 30 31
 (All amounts in RMB'000 unless otherwise specified)
 (English Text is Primary)

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

12. Long-term equity investments (Continued)

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

General: The Company determines the existence of joint control or significant influence over an investee based on the following factors:

1. The Company has the power to participate in the financial and operating policy decisions of the investee that are significant to the investee.

2. The Company has the power to exercise significant influence over the investee, but does not have control or joint control over the investee.

(4) Method of impairment testing and measuring

The Company tests for impairment of long-term equity investments by comparing the carrying amount of the investment with its fair value less costs of disposal. If the carrying amount is higher than the fair value less costs of disposal, the carrying amount is reduced to the fair value less costs of disposal.

13. INVESTMENT PROPERTIES

Investment properties are land and buildings held to earn rental income and/or for capital appreciation. Investment properties are measured at cost less accumulated depreciation and impairment losses. Investment properties are revalued to fair value less costs of disposal at the end of each reporting period. The fair value is determined by reference to the market value of similar properties in the same location and condition, adjusted for differences in physical characteristics and other factors. When the fair value of an investment property is significantly higher than its carrying amount, the carrying amount is increased to the fair value less costs of disposal.

The Group's investment properties are primarily located in the PRC. The fair value of investment properties is determined by reference to the market value of similar properties in the same location and condition, adjusted for differences in physical characteristics and other factors. When the fair value of an investment property is significantly higher than its carrying amount, the carrying amount is increased to the fair value less costs of disposal.

When an investment property is held for sale in the ordinary course of business, it is classified as held for sale and measured at the lower of its carrying amount and fair value less costs of disposal. When an investment property is classified as held for sale, depreciation and impairment losses are not recognized. When an investment property is no longer classified as held for sale, it is measured at fair value less costs of disposal. When an investment property is classified as held for sale, its carrying amount is reduced to the fair value less costs of disposal.

Notes to the Financial Statements

For the year ended 31st December 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Characters Only)

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

14. Fixed assets

(1) Recognition

For the purpose of recognition, an asset is identified as an identifiable intangible asset if it is identifiable and separable from the company, and its fair value can be measured reliably.

The company's intangible assets are primarily trademarks, patents, and other rights. The company's intangible assets are recognized when the company has acquired the intangible asset and the intangible asset is identifiable and separable from the company. The company's intangible assets are measured at cost less accumulated amortization and impairment losses.

When the company acquires an intangible asset, the company determines whether the intangible asset is identifiable and separable from the company. If the intangible asset is identifiable and separable from the company, the company recognizes the intangible asset as an intangible asset. If the intangible asset is not identifiable and separable from the company, the company recognizes the intangible asset as part of the goodwill.

The company's intangible assets are amortized over their useful lives. The company's intangible assets are tested for impairment at the end of each reporting period. If the carrying amount of the intangible asset exceeds its recoverable amount, the carrying amount is reduced to its recoverable amount. The recoverable amount is the maximum of the net cash flows expected to be derived from the intangible asset and the fair value less costs of disposal.

For the purpose of recognition, an asset is identified as an identifiable intangible asset if it is identifiable and separable from the company, and its fair value can be measured reliably.

(2) Depreciation

The company's intangible assets are amortized over their useful lives. The company's intangible assets are tested for impairment at the end of each reporting period. If the carrying amount of the intangible asset exceeds its recoverable amount, the carrying amount is reduced to its recoverable amount. The recoverable amount is the maximum of the net cash flows expected to be derived from the intangible asset and the fair value less costs of disposal.

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

14. Fixed assets (Continued)

(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

本公司根据《企业会计准则第21号——租赁》, 在租赁开始日将租赁资产公允价值与最低租赁付款额现值两者中的较低者作为租入资产的入账价值, 计入长期应付款。如该项租赁实质上转移了与资产所有权有关的全部风险和报酬, 则确认为融资租赁, 按公允价值入账。

(5) Disposal

本公司处置固定资产、无形资产和其他长期资产时, 按照该资产的成本减去累计折旧或累计摊销以及减值准备后的金额, 减去处置该资产所取得的价款, 加上应收的增值税进项税额, 减去处置费用后的净额, 作为处置该资产所产生的利得或损失, 计入当期损益。

15. Construction in progress

本公司在建工程按实际成本核算。在建工程在达到预定可使用状态前所发生的借款费用, 按照《企业会计准则第17号——借款费用》的规定处理; 在达到预定可使用状态后所发生的借款费用, 按照《企业会计准则第17号——借款费用》的规定计入当期损益。

本公司在建工程不计提减值准备。在建工程在达到预定可使用状态前, 按照《企业会计准则第17号——借款费用》的规定处理; 在达到预定可使用状态后, 按照《企业会计准则第17号——借款费用》的规定计入当期损益。

16. Borrowing costs

本公司发生的借款费用, 按照《企业会计准则第17号——借款费用》的规定处理。为购建或者生产符合资本化条件的资产而发生的借款费用, 满足以下条件的, 予以资本化:

1. 资产支出已经发生; 2. 借款费用已经发生; 3. 为使资产达到预定可使用或可销售状态所必要的购建或者生产活动已经开始。

当所购建或者生产的符合资本化条件的资产达到预定可使用或可销售状态时, 借款费用停止资本化。以后发生的借款费用, 按照《企业会计准则第17号——借款费用》的规定计入当期损益。

当所购建或者生产的符合资本化条件的资产达到预定可使用或可销售状态时, 借款费用停止资本化。以后发生的借款费用, 按照《企业会计准则第17号——借款费用》的规定计入当期损益。

当所购建或者生产的符合资本化条件的资产达到预定可使用或可销售状态时, 借款费用停止资本化。以后发生的借款费用, 按照《企业会计准则第17号——借款费用》的规定计入当期损益。

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

16. Borrowing costs (Continued)

The effective interest rate is determined as the rate that exactly discounts estimated future cash flow through the expected life of the borrowing or, when appropriate, a shorter period to the initially recognised amount of the borrowings.

During the capitalisation period, exchange differences related to the principal and interest on a specific-purpose borrowing denominated in foreign currency are capitalised as part of the cost of the qualifying asset. The exchange differences related to the principal and interest on foreign currency borrowings other than a specific-purpose borrowing are recognised as a financial expense in the period in which they are incurred.

The capitalisation period is the period from the date of commencement of capitalisation of borrowing costs to the date of cessation of capitalisation, excluding any period over which capitalisation is suspended. Capitalisation of borrowing costs commences when expenditure for the asset is being incurred, borrowing costs are being incurred and activities of acquisition, construction or production that are necessary to prepare the asset for its intended use or sale are in progress, and ceases when the assets become ready for their intended use or sale. Capitalisation of borrowing costs is suspended when the acquisition, construction or production activities are interrupted abnormally and the interruption lasts over three months.

17. Intangible assets

Intangible assets are stated in the balance sheet at cost less accumulated amortisation (where the estimated useful life is finite) and impairment losses (see Note II.20). For an intangible asset with finite useful life, its cost less residual value and impairment loss is amortised on the straight-line method or other more appropriate methods that can reflect the pattern in which the asset's economic benefits are expected to be realised over its estimated useful life, unless the intangible asset is classified as held for sale (see Note II.28).

The respective amortisation periods for such intangible assets are as follows:

	Amortisation periods (years)
Land use rights	20-50
Maritime space use rights	40-50
Technological know-how and trademarks	5-10
Timber concession rights	20
Customer relationships	3-8
Customer contracts	3-4
Franchise rights	10-18

Notes to the Financial Statements

End of financial year 31st March 2017
(All figures in RMB'000 unless otherwise stated)
(English translation of original Chinese)

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

17.

Notes to the Financial Statements

Financial statements for the year ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Characters Only)

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

18. Goodwill

Goodwill is the amount of an acquisition in excess of the fair value of the identifiable intangible assets acquired. Goodwill is measured as the difference between the aggregate of the fair value of the consideration transferred and the fair value of the identifiable intangible assets acquired.

Goodwill is tested for impairment annually, or more frequently if there are indications that impairment may exist. On 30 June 2017, the carrying amount of goodwill was RMB1,000,000,000. The goodwill impairment test is performed by comparing the carrying amount of the cash-generating unit with its recoverable amount.

19. Long-term prepaid expenses

Long-term prepaid expenses are those prepaid expenses which are expected to be amortised over more than one year.

The following table shows the amortisation period:

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

20. Impairment of long-term assets

For long-term assets, the carrying amount is reviewed at the end of each reporting period to determine whether there is any indication that the assets may be impaired. If such indication exists, the carrying amount of the assets is compared with the recoverable amount, which is the maximum of the net cash flows expected to be received from the assets and the fair value less costs of disposal. If the carrying amount of the assets exceeds the recoverable amount, the carrying amount is reduced to the recoverable amount. The impairment loss is recognised in the profit or loss account. The impairment loss is reversed if the recoverable amount of the assets increases in subsequent reporting periods. The maximum amount of reversal of an impairment loss is limited to the carrying amount of the assets that would have been determined had no impairment loss been recognised in the previous reporting periods.

Goodwill is tested for impairment annually, or more frequently if there are indications that impairment may exist. On 30 June 2017, the carrying amount of goodwill was RMB1,000,000,000. The goodwill impairment test is performed by comparing the carrying amount of the cash-generating unit with its recoverable amount. The recoverable amount is the maximum of the net cash flows expected to be received from the cash-generating unit and the fair value less costs of disposal. If the carrying amount of the cash-generating unit exceeds the recoverable amount, the carrying amount is reduced to the recoverable amount. The impairment loss is recognised in the profit or loss account. The impairment loss is reversed if the recoverable amount of the cash-generating unit increases in subsequent reporting periods. The maximum amount of reversal of an impairment loss is limited to the carrying amount of the cash-generating unit that would have been determined had no impairment loss been recognised in the previous reporting periods.

On 30 June 2017, the carrying amount of goodwill was RMB1,000,000,000.

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 the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the amount required to settle the obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. Where the Group is unable to measure the amount of the obligation reliably, but knows that an obligation exists, the provision is measured at the minimum amount that the Group could be required to settle.

A contingent liability is a possible obligation that arises from past events, whose existence will only be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group. A contingent liability is not recognized as a liability, but is disclosed as a contingent liability, unless it is probable that an outflow of resources will be required to settle the obligation. A contingent asset is a possible asset that arises from past events, whose existence will only be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group. A contingent asset is not recognized as an asset, but is disclosed as a contingent asset, unless it is probable that an inflow of resources will be received.

The Group does not recognize contingent assets or 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 the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

In assessing the amount of provisions, the Group considers the risks and uncertainties surrounding the obligation. Where the Group is unable to measure the amount of the obligation reliably, but knows that an obligation exists, the provision is measured at the minimum amount that the Group could be required to settle.

22. Share-based payments

(1) Classification

Share-based payments are classified as equity-settled or cash-settled share-based payments.

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

The fair value of equity instruments is determined using the following methods: (1) the market price of the equity instrument; (2) the fair value of the underlying asset; (3) the fair value of the liability; (4) the fair value of the equity instrument; (5) the fair value of the underlying asset; (6) the fair value of the liability.

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

At the reporting date, the Group estimates the number of equity instruments expected to vest based on the best estimate of the number of equity instruments expected to vest at the reporting date, taking into account the risks and uncertainties surrounding the obligation.

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

23. Revenue recognition (Continued)

(1) Sale of goods (Continued)

23.1.1. 出售商品

本公司根據銷售合同所附的條款和條件，在將商品的所有權上的主要风险和报酬轉讓給買方時，即確認商品銷售收入。

23.1.2. 提供勞務

對於在合同開始時即能辨別其性質的勞務，本公司在勞務提供過程中按完工進度或時間進度確認收入，並於完工時結算。對於在合同開始時不能辨別其性質的勞務，本公司在合同完成時確認收入。本公司在提供服務時，根據合同約定，按完工進度或時間進度確認收入，並於完工時結算。

23.1.3. 建造合同

本公司根據建造合同所附的條款和條件，在建造合同的结果能夠可靠估計的情況下，按照完工百分比法確認合同收入。建造合同的结果不能可靠估計的，如果合同成本能夠收回，則按照合同成本確認合同收入；如果合同成本不能收回，則在合同完工前不確認合同收入。

(2) Revenue from construction contracts

23.2.1. 建造合同

本公司根據建造合同所附的條款和條件，在建造合同的结果能夠可靠估計的情況下，按照完工百分比法確認合同收入。建造合同的结果不能可靠估計的，如果合同成本能夠收回，則按照合同成本確認合同收入；如果合同成本不能收回，則在合同完工前不確認合同收入。

23.2.2. 建造合同收入

(a) 對於在合同開始時即能辨別其性質的建造合同，本公司在建造過程中按完工進度或時間進度確認收入，並於完工時結算。

(b) 對於在合同開始時不能辨別其性質的建造合同，本公司在合同完成時確認收入。

23.2.3. 建造合同成本

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Appendix Only)

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

23. Revenue recognition (Continued)

(2) Revenue from construction contracts (Continued)

Construction contracts are accounted for using the percentage of completion method. Revenue is recognized when the contract is completed or when the work is performed and the amount is measurable.

(a) Construction contracts are accounted for using the percentage of completion method.

(b) Construction contracts are accounted for using the percentage of completion method.

Construction contracts are accounted for using the percentage of completion method. Revenue is recognized when the contract is completed or when the work is performed and the amount is measurable.

(3) Rendering of services

Revenue from rendering of services is recognized when the service is performed and the amount is measurable.

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

24. Employee benefits

Employee benefits refer to the benefits that the Group provides to employees in accordance with the relevant laws and regulations, and the benefits that the Group provides to employees in accordance with the relevant laws and regulations.

(1) Short-term wages

Short-term wages refer to the wages and salaries payable to employees within one year, including wages, salaries, bonuses, commissions, and other benefits. Short-term wages are recognized as an expense when the employees have rendered services to the Group.

(2) Pension benefits

The Group provides pension benefits to employees in accordance with the relevant laws and regulations, and the benefits that the Group provides to employees in accordance with the relevant laws and regulations.

1. Defined contribution plan

The Group provides defined contribution pension plans to employees in accordance with the relevant laws and regulations. The Group's defined contribution pension plans are recognized as an expense when the employees have rendered services to the Group. The Group's defined contribution pension plans are recognized as an expense when the employees have rendered services to the Group.

(3) Enterprise annuities plan

The Group provides enterprise annuities plans to employees in accordance with the relevant laws and regulations. The Group's enterprise annuities plans are recognized as an expense when the employees have rendered services to the Group.

The Enterprise Annuity Plan is established in accordance with the relevant laws and regulations. The Enterprise Annuity Plan is established in accordance with the relevant laws and regulations.

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Characters Only)

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

25. Government grants

Government grants are recognized when the entity can reasonably be assured that the grant will be received and that the entity will comply with the conditions attached to the grant.

Government grants related to the purchase of property, plant and equipment are recognized as income over the useful life of the asset. Government grants related to the purchase of intangible assets are recognized as income over the useful life of the asset. Government grants related to the purchase of financial assets are recognized as income when the asset is derecognized. Government grants related to the purchase of equity investments are recognized as income when the investment is derecognized.

Government grants related to the purchase of intangible assets are recognized as income over the useful life of the asset. Government grants related to the purchase of financial assets are recognized as income when the asset is derecognized. Government grants related to the purchase of equity investments are recognized as income when the investment is derecognized.

Government grants related to the purchase of intangible assets are recognized as income over the useful life of the asset. Government grants related to the purchase of financial assets are recognized as income when the asset is derecognized. Government grants related to the purchase of equity investments are recognized as income when the investment is derecognized.

Notes to the Financial Statements

截至2017年6月30日止
(All figures in RMB'000 unless otherwise specified)
(English text prevails over Chinese text)

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

26. Deferred tax assets and deferred tax liabilities (Continued)

The Group has recognized deferred tax assets and liabilities in connection with the Group's operations. The Group has recognized deferred tax assets and liabilities in connection with the Group's operations. The Group has recognized deferred tax assets and liabilities in connection with the Group's operations.

The Group has recognized deferred tax assets and liabilities in connection with the Group's operations. The Group has recognized deferred tax assets and liabilities in connection with the Group's operations. The Group has recognized deferred tax assets and liabilities in connection with the Group's operations.

A deferred tax liability is recognized for all taxable temporary differences, unless it is offset by a deferred tax asset:

Deferred tax assets and liabilities are measured at the best estimate of the tax amounts that will be paid or recovered, based on the tax rates that are expected to apply to the taxable income in the periods in which the deferred tax assets and liabilities are expected to be realized or settled.

The Group has recognized deferred tax assets and liabilities in connection with the Group's operations. The Group has recognized deferred tax assets and liabilities in connection with the Group's operations. The Group has recognized deferred tax assets and liabilities in connection with the Group's operations.

27. Operating and finance leases

The Group has operating leases and finance leases. The Group has operating leases and finance leases. The Group has operating leases and finance leases.

(1) Assets acquired under operating leases

The Group has operating leases and finance leases. The Group has operating leases and finance leases. The Group has operating leases and finance leases.

Notes to the Financial Statements

Financial statements for the period ending 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text has legal precedence over Chinese text)

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

27. Operating and finance leases (Continued)

(2) Assets leased out under operating leases

For assets leased out under operating leases (see Note II.13), the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease income in the profit and loss account in accordance with the provisions of Note II.14(2). In the case of operating leases, the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease income in the profit and loss account in accordance with the provisions of Note II.20. Other than the leased assets mentioned above, the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease income in the profit and loss account in accordance with the provisions of Note II.14(2) and Note II.20. Other than the leased assets mentioned above, the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease income in the profit and loss account in accordance with the provisions of Note II.14(2) and Note II.20.

(3) Assets acquired under finance leases

When the lessee acquires an asset under a finance lease, the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease liability in the profit and loss account in accordance with the provisions of Note II.14(2) and Note II.20. In the case of finance leases, the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease liability in the profit and loss account in accordance with the provisions of Note II.14(2) and Note II.20. In the case of finance leases, the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease liability in the profit and loss account in accordance with the provisions of Note II.14(2) and Note II.20.

In the case of finance leases, the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease liability in the profit and loss account in accordance with the provisions of Note II.14(2) and Note II.20. In the case of finance leases, the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease liability in the profit and loss account in accordance with the provisions of Note II.14(2) and Note II.20.

Under finance leases, the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease liability in the profit and loss account in accordance with the provisions of Note II.14(2) and Note II.20.

A liability for the lease liability is recognized in the profit and loss account in accordance with the provisions of Note II.14(2) and Note II.20. In the case of finance leases, the lessee records the leased asset as a non-current asset in the balance sheet and recognizes the lease liability in the profit and loss account in accordance with the provisions of Note II.14(2) and Note II.20.

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

27. Operating and finance leases (Continued)

(4) Assets leased out under finance leases

At the reporting date, the Group has the following assets leased out under finance leases: (All figures in RMB'000 unless otherwise specified)

Property, plant and equipment	1,000,000
Intangible assets	100,000
Other assets	50,000
Total	1,150,000

The Group has the following assets leased out under operating leases: (All figures in RMB'000 unless otherwise specified)

Property, plant and equipment	2,000,000
Intangible assets	500,000
Other assets	100,000
Total	2,600,000

28. Assets held for sale and discontinued operation

The Group has the following assets held for sale: (All figures in RMB'000 unless otherwise specified)

Property, plant and equipment	1,000,000
Intangible assets	500,000
Other assets	100,000
Total	1,600,000

The Group has the following discontinued operations: (All figures in RMB'000 unless otherwise specified)

Property, plant and equipment	1,000,000
Intangible assets	500,000
Other assets	100,000
Total	1,600,000

The Group has the following discontinued operations: (All figures in RMB'000 unless otherwise specified)

Property, plant and equipment	1,000,000
Intangible assets	500,000
Other assets	100,000
Total	1,600,000

The Group has the following discontinued operations: (All figures in RMB'000 unless otherwise specified)

Property, plant and equipment	1,000,000
Intangible assets	500,000
Other assets	100,000
Total	1,600,000

The Group has the following discontinued operations: (All figures in RMB'000 unless otherwise specified)

Property, plant and equipment	1,000,000
Intangible assets	500,000
Other assets	100,000
Total	1,600,000

Notes to the Financial Statements

Financial statements for the period ending 30 June 2017
(All figures in RMB'000 unless otherwise stated)
(English text is authoritative)

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

29. Hedge accounting

The Group has entered into various derivative contracts to hedge its foreign currency exposure. The Group uses the following methods to hedge its foreign currency exposure:

The Group uses forward contracts to hedge its foreign currency exposure. The Group uses forward contracts to hedge its foreign currency exposure.

The Group uses forward contracts to hedge its foreign currency exposure. The Group uses forward contracts to hedge its foreign currency exposure.

The Group uses forward contracts to hedge its foreign currency exposure. The Group uses forward contracts to hedge its foreign currency exposure.

The Group uses forward contracts to hedge its foreign currency exposure. The Group uses forward contracts to hedge its foreign currency exposure.

The Group uses forward contracts to hedge its foreign currency exposure. The Group uses forward contracts to hedge its foreign currency exposure.

Cash flow hedges

The Group has entered into various derivative contracts to hedge its foreign currency exposure. The Group uses the following methods to hedge its foreign currency exposure:

The Group uses forward contracts to hedge its foreign currency exposure. The Group uses forward contracts to hedge its foreign currency exposure.

The Group uses forward contracts to hedge its foreign currency exposure. The Group uses forward contracts to hedge its foreign currency exposure.

The Group uses forward contracts to hedge its foreign currency exposure. The Group uses forward contracts to hedge its foreign currency exposure.

The Group uses forward contracts to hedge its foreign currency exposure. The Group uses forward contracts to hedge its foreign currency exposure.

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

29. Hedge accounting (Continued)

Cash flow hedges (Continued)

1. The Group uses derivative financial instruments to hedge its foreign currency exposure. The Group enters into derivative financial instruments to hedge its foreign currency exposure. The Group enters into derivative financial instruments to hedge its foreign currency exposure. The Group enters into derivative financial instruments to hedge its foreign currency exposure.

The Group uses derivative financial instruments to hedge its foreign currency exposure. The Group enters into derivative financial instruments to hedge its foreign currency exposure. The Group enters into derivative financial instruments to hedge its foreign currency exposure.

When the Group enters into derivative financial instruments to hedge its foreign currency exposure, the Group enters into derivative financial instruments to hedge its foreign currency exposure. The Group enters into derivative financial instruments to hedge its foreign currency exposure. The Group enters into derivative financial instruments to hedge its foreign currency exposure.

30. Dividend distribution

Cash dividends are distributed to shareholders of the Company. Cash dividends are distributed to shareholders of the Company. Cash dividends are distributed to shareholders of the Company.

Dividends are distributed to shareholders of the Company. Dividends are distributed to shareholders of the Company. Dividends are distributed to shareholders of the Company.

31. Related parties

1. The Group's related parties include the following entities. The Group's related parties include the following entities. The Group's related parties include the following entities. The Group's related parties include the following entities.

- (a) The Company's parent;
- (b) The Company's subsidiaries;
- (c) The Group's associates and joint ventures;

Notes to the Financial Statements

本集团截至2017年12月31日止年度的财务报表
(All figures in RMB'000 unless otherwise stated)
(English Text in Chinese and Chinese Text in English)

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

31. Related parties (Continued)

- (f) 本公司与哈铁集团共同控制哈铁工程局；
- (g) 本公司与哈铁集团共同控制哈铁工程局；
- (h) 本公司与哈铁集团共同控制哈铁工程局；
- (i) 本公司与哈铁集团共同控制哈铁工程局；
- (j) 本公司与哈铁集团共同控制哈铁工程局；
- (k) 本公司与哈铁集团共同控制哈铁工程局；
- (l) 本公司与哈铁集团共同控制哈铁工程局；
- (m) 本公司与哈铁集团共同控制哈铁工程局；
- (n) 本公司与哈铁集团共同控制哈铁工程局；
- (o) 本公司与哈铁集团共同控制哈铁工程局；
- (p) 本公司与哈铁集团共同控制哈铁工程局；
- (q) 本公司与哈铁集团共同控制哈铁工程局；
- (r) 本公司与哈铁集团共同控制哈铁工程局；
- (s) 本公司与哈铁集团共同控制哈铁工程局；
- (t) 本公司与哈铁集团共同控制哈铁工程局；
- (u) 本公司与哈铁集团共同控制哈铁工程局；
- (v) 本公司与哈铁集团共同控制哈铁工程局；
- (w) 本公司与哈铁集团共同控制哈铁工程局；
- (x) 本公司与哈铁集团共同控制哈铁工程局；
- (y) 本公司与哈铁集团共同控制哈铁工程局；
- (z) 本公司与哈铁集团共同控制哈铁工程局；

本公司与哈铁集团共同控制哈铁工程局，CAS，本公司与哈铁集团共同控制哈铁工程局，Amine，本公司与哈铁集团共同控制哈铁工程局，CSRC:

- (m) 本公司与哈铁集团共同控制哈铁工程局；
- (n) 本公司与哈铁集团共同控制哈铁工程局；
- (o) 本公司与哈铁集团共同控制哈铁工程局；
- (p) 本公司与哈铁集团共同控制哈铁工程局；
- (q) 本公司与哈铁集团共同控制哈铁工程局；
- (r) 本公司与哈铁集团共同控制哈铁工程局；
- (s) 本公司与哈铁集团共同控制哈铁工程局；
- (t) 本公司与哈铁集团共同控制哈铁工程局；
- (u) 本公司与哈铁集团共同控制哈铁工程局；
- (v) 本公司与哈铁集团共同控制哈铁工程局；
- (w) 本公司与哈铁集团共同控制哈铁工程局；
- (x) 本公司与哈铁集团共同控制哈铁工程局；
- (y) 本公司与哈铁集团共同控制哈铁工程局；
- (z) 本公司与哈铁集团共同控制哈铁工程局；

Notes to the Financial Statements

截至2017年12月31日止
(All figures in RMB'000 unless otherwise stated)
(English text has prevailed)

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

32. Segment reporting

本公司根据内部组织结构、业务类型和客户类型等因素，将经营和管理活动划分为不同的报告分部。这些报告分部在财务上能够单独计量其经营成果，且相关信息足以供管理层作出经营决策。本公司报告分部如下：

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All amounts in RMB'000 unless otherwise specified)
 (English Text in Chinese Only)

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

33. Significant changes in accounting policy

- (1) On 10 May 2017, the Ministry of Finance issued the Notice on the Issuance of the Accounting Standards for Business Enterprises – No. 16 on the Measurement of Government Grants (C K [2017] No. 15) and the Accounting Standards for Business Enterprises – No. 16 on the Measurement of Government Grants, which became effective on 12 June 2017. From 1 January 2017 to 30 June 2017, the company has applied the new accounting standards and the related amendments to the accounting standards for government grants. The impact of the new accounting standards and the related amendments on the company's financial statements is as follows:

Contents and reasons for the change	Impacted items on financial statement	Impacted amount for the period from 1 January to 30 June 2017
The company has implemented the new accounting standards for government grants. The new accounting standards require the company to measure government grants on a basis of the fair value of the non-monetary assets received. The company has applied the new accounting standards from 1 January 2017. The impact of the new accounting standards on the company's financial statements is as follows:	Other income Net income	91,032 (91,032)

- (2) On 28 April 2017, the Ministry of Finance issued the Notice on the Issuance of the Accounting Standards for Business Enterprises – No. 42 on the Measurement of Government Grants (C K [2017] No. 13), which became effective on 12 June 2017. From 1 January 2017 to 30 June 2017, the company has applied the new accounting standards and the related amendments to the accounting standards for government grants. The impact of the new accounting standards and the related amendments on the company's financial statements is as follows:

Notes to the Financial Statements

截至2017年6月30日止六个月的
(All figures in RMB'000 unless otherwise stated)
(English text has prevailed)

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

34. Critical accounting estimates and judgements

The Company has identified the following areas where management has made judgements in the preparation of the financial statements. These judgements, estimates, and assumptions are based on the information available to management at the reporting date. The Company's financial statements are prepared on a going concern basis. The Company's financial statements are prepared on a going concern basis.

Notes to the Financial Statements

Financial statements for the year ended 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Version Only)

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

34. Critical accounting estimates and judgments (Continued)

(3) Impairment of long-term assets

As described in Note II.20, the management has performed impairment tests on the long-term assets. The results of the impairment tests are as follows: the carrying amount of the long-term assets is less than the recoverable amount, and no impairment loss is recognized.

The management has performed impairment tests on the long-term assets (including goodwill) as follows: (1) The management has performed impairment tests on the long-term assets (including goodwill) on a cash generating unit basis. In the process of performing impairment tests, the management has identified the cash generating unit as follows: All the long-term assets are included in the cash generating unit. All the long-term assets are included in the cash generating unit. All the long-term assets are included in the cash generating unit.

The management has performed impairment tests on the long-term assets (including goodwill) as follows: (1) The management has performed impairment tests on the long-term assets (including goodwill) on a cash generating unit basis. In the process of performing impairment tests, the management has identified the cash generating unit as follows: All the long-term assets are included in the cash generating unit. All the long-term assets are included in the cash generating unit.

The management has performed impairment tests on the long-term assets (including goodwill) as follows: (1) The management has performed impairment tests on the long-term assets (including goodwill) on a cash generating unit basis. In the process of performing impairment tests, the management has identified the cash generating unit as follows: All the long-term assets are included in the cash generating unit. All the long-term assets are included in the cash generating unit.

The management has performed impairment tests on the long-term assets (including goodwill) as follows: (1) The management has performed impairment tests on the long-term assets (including goodwill) on a cash generating unit basis. In the process of performing impairment tests, the management has identified the cash generating unit as follows: All the long-term assets are included in the cash generating unit. All the long-term assets are included in the cash generating unit.

(4) Depreciation and amortisation of assets such as fixed assets and intangible assets

As described in Notes II.14 and 17, the management has performed impairment tests on the long-term assets. The results of the impairment tests are as follows: the carrying amount of the long-term assets is less than the recoverable amount, and no impairment loss is recognized.

Notes to the Financial Statements

截至2017年6月30日止六个月
(All figures in RMB'000 unless otherwise specified)
(English text prevails over Chinese text)

II.

Notes to the Financial Statements

For the year ended 31st December 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Characters Only)

III. TAXATION

1. Main taxes categories and rates

Types of tax	Tax basis	Tax rate
VAT ()	Taxable VAT on the basis of net sales, including net sales of goods, services, and VAT on net sales of VAT.	VAT

Notes to the Financial Statements

截至2017年6月30日止
 (All figures in RMB'000 unless otherwise specified)
 (English text has overriding priority)

III. TAXATION (CONTINUED)

2. Preferential tax treatments

The following table sets out the enterprises that are entitled to preferential tax treatments:

Name of enterprises	Local statutory tax rate	Preferential rate	Reasons
1 Ningbo CIMC Shipbuilding Technology Limited 宁波 CIMC 船舶技术有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2015 and is entitled to a 15% preferential rate.
2 Xinhai CIMC Shipbuilding Technology Limited 兴海 CIMC 船舶技术有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2016 and is entitled to a 15% preferential rate.
3 Youngke Rongke Shipbuilding Technology Limited 永科荣科船舶技术有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2014 and is entitled to a 15% preferential rate.
4 Youngke Fengde Shipbuilding Technology Limited 永科丰德船舶技术有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2015 and is entitled to a 15% preferential rate.
5 Hainan CIMC Building Materials Limited 海南 CIMC 建材有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2016 and is entitled to a 15% preferential rate.
6 Dalian CIMC Shipbuilding Technology Limited 大连 CIMC 船舶技术有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2014 and is entitled to a 15% preferential rate.
7 Shanhai CIMC Shipbuilding Technology Limited 山海 CIMC 船舶技术有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2014 and is entitled to a 15% preferential rate.
8 Youngke CIMC Fengde Shipbuilding Technology Limited 永科 CIMC 丰德船舶技术有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2014 and is entitled to a 15% preferential rate.
9 Zhimin CIMC Hainan Cement Limited 志敏 CIMC 海南水泥有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2015 and is entitled to a 15% preferential rate.
10 Weihai CIMC Ruijing Aircraft CO., Ltd. 威海 CIMC 睿景飞机有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2014 and is entitled to a 15% preferential rate.
11 Long CIMC Long Aircraft CO., Ltd. 隆 CIMC 隆飞机有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2016 and is entitled to a 15% preferential rate.
12 Zhongji Gengji CIMC Shipbuilding Technology Limited 中吉耿吉 CIMC 船舶技术有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2014 and is entitled to a 15% preferential rate.
13 Erba (Bingbo) Cement Limited 二坝(秉博)水泥有限公司	25%	15%	Enterprise has been recognized as a high-tech enterprise since 2014 and is entitled to a 15% preferential rate.

Notes to the Financial Statements

截至2017年12月31日止
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

III. TAXATION (CONTINUED)

2. Preferential tax treatments (Continued)

	Name of enterprises	Local statutory tax rate	Preferential rate	Reasons
14	Shanghai Engineering Group Engineering Ltd.	25%	15%	高新技术企业 2014 年认定 15% 税率
15	Engineering Group Engineering Ltd.	25%	15%	高新技术企业 2015 年认定 15% 税率
16	Jingnan Engineering Ltd.	25%	15%	高新技术企业 2015 年认定 15% 税率
17	Ningbo CIMC Engineering Ltd.	25%	15%	高新技术企业 2015 年认定 15% 税率
18	Luoping CIMC Heavy Engineering Group Ltd.	25%	15%	高新技术企业 2015 年认定 15% 税率
19	Ningbo CIMC Engineering Ltd.	25%	15%	高新技术企业 2014 年认定 15% 税率
20	Zhennan Engineering Ltd.	25%	15%	高新技术企业, 2016 年认定 15% 税率
21	Shanghai CIMC Engineering Ltd.	25%	15%	高新技术企业 2014 年认定 15% 税率
22	Xin, A Engineering Ltd.	25%	15%	高新技术企业, 2015 年认定 15% 税率
23	Shanghai CIMC Engineering Group Engineering Ltd.	25%	15%	高新技术企业, 2016 年认定 15% 税率
24	Shanghai CIMC Engineering Ltd.	25%	15%	高新技术企业 2014 年认定 15% 税率

Notes to the Financial Statements

截至2017年6月30日止六个月的
 (All figures in RMB'000 unless otherwise specified)
 (English Text is Primary and Chinese Text is Secondary)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

除另有说明外，本财务报表按照《企业会计准则》编制。

1. Cash at bank and on hand

	30 June 2017	31 Dec 2016
人民币	155,947	157,493
美元	5,171,582	5,711,162
欧元	409,573	457,343
港币	5,737,102	6,325,998
新加坡元	2,516,745	1,938,284

截至2017年6月30日，本集团持有的现金及银行存款折合人民币816,845,000元（2016年12月31日：人民币987,257,000元），折合美元1,040,000,000元。

截至2017年6月30日，本集团持有的现金及银行存款折合人民币404,982,000元（2016年12月31日：人民币504,795,000元），折合美元504,982,000元。

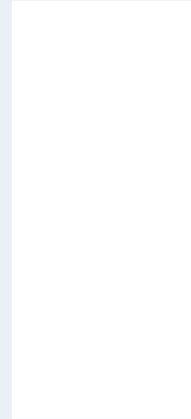
Notes to the Financial Statements

Financial statements for the period ending 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Characters Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

2. Financial assets at fair value through profit or loss

(1) Classification



Notes to the Financial Statements

Financial Statements for the period from 1 July 2017 to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese and Chinese Text in English)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

(3) The equity instruments held for trading are securities listed on the Stock Exchange of Hong Kong Limited and Singapore Exchange Limited, the fair value of securities is determined at the closing price of the Stock Exchange of Hong Kong Limited, Shanghai Stock Exchange and Singapore Exchange Limited on the last trading day of the period.

(4) Forward foreign exchange contracts

As at 30 June 2017, the Group has entered into forward foreign exchange contracts, mainly to hedge the US dollar, Japanese yen, and British pound sterling. The nominal value of these contracts is US\$11 (USD) million. These contracts are entered into to hedge the Group's foreign exchange risk.

(5) Currency swap contracts

As at 30 June 2017, the Group has entered into 5 forward foreign exchange contracts, mainly to hedge the US dollar and the Yuan (RMB). The nominal value of these contracts is USD15,000,000 and RMB52,847,000. These

(6) Interest swap contracts

As at 30 June 2017, the Group has entered into 19 forward foreign exchange contracts, mainly to hedge the US dollar, the

Notes to the Financial Statements

截至2017年6月30日止期间
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

3. Notes receivable

(1) Classification of Notes receivable

	30 June 2017	31 Dec 2016
Bank deposits and cash		

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English translation of the original Chinese)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable

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

	30 June 2017	31 Dec 2016
General	6,265,003	2,540,433
Transportation	3,278,726	2,396,644
Engineering	3,304,160	3,220,025
Others	587,228	244,655
Accounts receivable	966,932	1,255,195
Government	1,160,930	1,159,172
Others	802,413	769,250
Others	652,359	569,937
Subtotal	17,017,751	12,155,311
Less: Allowance for doubtful accounts	(646,733)	(629,236)
Total	16,371,018	11,526,075

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

	30 June 2017	31 Dec 2016
Within 1 year	15,142,027	10,329,997
1-2 years	1,029,918	989,469
2-3 years	532,145	548,922
Over 3 years	313,661	286,923
Subtotal	17,017,751	12,155,311
Less: Allowance for doubtful accounts	(646,733)	(629,236)
Total	16,371,018	11,526,075

As at 30 June 2017 and 31 Dec 2016, the Group has no receivables that are past due.

The Group's policy is to provide credit facilities to its customers.

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Characters Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

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

30 June 2017				31 March 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(%)
[Redacted content]							

Notes to the Financial Statements

截至2017年6月30日止
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

(4) As at 30 June 2017, accounts receivable with amounts that are individually significant and that the related provision for doubtful debts is set aside on the individual basis:

	Book balance	Provision for doubtful debts	Ratio(%)	Reason
Gen 集团	1,386,730	51,251	3.70%	
其他应收款	737,225	51,706	7.01%	
Eng 集团 & 其他	385,942	22,020	5.71%	应收账款余额
其他	432,394	18,017	4.17%	应收账款余额
Other 集团	569,783	125	0.02%	应收账款
其他	282,847	4,661	1.65%	
其他	121,724	2,731	2.24%	
其他	120,209	579	0.48%	
合计	4,036,854	151,090	3.74%	

(5) As at 30 June 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:

	Book balance	Provision for doubtful debts	Ratio(%)	Reason
Gen 集团	68,505	5,294	7.73%	
其他应收款	285,271	49,105	17.21%	应收账款余额
Other 集团	17,445	2,250	12.90%	应收账款余额
其他	28,999	1,087	3.75%	应收账款余额
其他	6,928	590	8.52%	应收账款
其他	80,423	4,912	6.11%	
合计	487,571	63,238	12.97%	

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Appendix Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

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

	30 June 2017			31 December 2016		
	Book balance Amount	Provision for doubtful debts Amount	Ratio (%)	Book balance Amount	Provision for doubtful debts Amount	Ratio (%)
Within 1 year	11,361,722	103,698	0.91%	7,386,617	77,585	1.05%
1 - 2 years	575,783	28,053	4.87%	604,679	59,829	9.89%
2 - 3 years	330,333	189,392	57.33%	368,380	151,792	41.21%
Over 3 years	225,488	111,262	49.34%	208,653	134,284	

Notes to the Financial Statements

截至2017年6月30日止
 (All figures in RMB'000 unless otherwise specified)
 (English text prevails over Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

(10) Accounts receivable from related parties:

截至2017年6月30日, 应收账款余额为人民币218,804,000元(2016年6月30日: 254,396,000元), 坏账准备为1.29%(2016年6月30日: 2.09%)。

Group Name	Address	30 June 2017			31 December 2016	
		Amount	Ratio (%)	Provision for doubtful debts	Amount	Ratio (%)
Ningbo Chongqing NIG	Address	75,420	0.44%	-	78,389	0.64%
Shanghai D'Almeida C&C	Address	60,476	0.36%	-	27,987	0.23%
Reliance Materials (FML)	Address	38,523	0.23%	-	7,311	0.06%
Reliance Materials	Address	12,419	0.07%	-	-	0.00%
Geon Incheon S.A. (Geon)	Address	8,142	0.05%	-	8,183	0.07%
SUMITOMO CORPORATION	Address	7,631	0.04%	-	56,538	0.46%
NYK Line	Address	4,473	0.03%	-	5,795	0.05%
China Hainan Shipping	Address	4,180	0.02%	-	-	0.00%
Reliance Materials (LNG) Ltd	Address	1,879	0.01%	-	27,650	0.23%
Geon D'Almeida GmbH	Address	1,709	0.01%	-	1,610	0.01%
Xinfa	Address	1,154	0.01%	-	1,154	0.01%
Other		2,798	0.02%	-	39,779	0.33%
Total		218,804	1.29%	-	254,396	2.09%

Notes to the Financial Statements

本集团截至二零一七年六月三十日止期间的财务报表

(All figures in RMB'000 unless otherwise stated)

(English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

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

As at 30 June 2017, the Group has no accounts receivable but transferable to the bank (31 December 2016: Nil).

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

The Group has no assets and liabilities recognised due to the continuing involvement of securities accounts receivable as at 30 June 2017 or 31 December 2016.

(13) As at 30 June 2017, the Group has no restricted accounts receivable (31 December 2016: Nil).

5. Other receivables

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

	30 June 2017	31 December 2016
Accounts receivable	550,077	873,585
Accounts receivable from related parties	4,265,196	4,020,057
Accounts receivable from other parties	1,658,985	1,658,985
Accounts receivable from subsidiaries	473,022	1,011,616
Accounts receivable from other companies	1,020,166	999,926
Accounts receivable from other companies	28,613	572,258
Accounts receivable from other companies	823,600	663,995
Accounts receivable from other companies	234,831	167,099
Others	900,111	960,805
Subtotal	9,954,601	10,928,326
Less: Allowance for doubtful accounts	(1,710,625)	(1,580,439)
Total	8,243,976	9,347,887

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017

(All figures in RMB'000 unless otherwise specified)

(English Text in Chinese Characters Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivables (Continued)

(3) Other receivables analysed by categories are as follows:

Number	30 June 2017				31 December 2016			
	Book balance		Provision for doubtful debts		Receivable		Provision for doubtful debts	
	Amount	% of total balance	Amount	Ratio (%)	Amount	% of total balance	Amount	Ratio (%)
Other receivables arising from consolidated entities (4)	8,234,184	82.72%	1,604,552	19.49%	9,379,989	85.83%	1,503,143	16.02%
Other receivables arising from consolidated entities	1,720,417	17.28%	106,073		106,073			

Notes to the Financial Statements

截至2017年6月30日止
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese and Chinese Text in English)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivables (Continued)

(6) Other receivables that are written off in current period

Other receivables that are written off in current period are RMB6,579,000 (English Text in Chinese and Chinese Text in English) as at 30 June 2016: Nil).

(7) As at 30 June 2017, the five largest balances of other receivables are analysed as follows, accumulated by arrearage parties:

	Notes	Nature	Book balance	Aging	% of total balance	Provision for doubtful debts
Tianjin Lihua Oilfield Engineering Ltd. Petrochemical (Tianjin Lihua)	(1)	Other receivables	3,575,000	1 year	35.91%	
Sichuan Oilfield Engineering Co., Ltd. (SOE)		Accounts receivable	1,658,985	1 year / 1-2 years	16.67%	1,468,464
Zhanneng CIMC Embroidery Industry Co., Ltd. (Embroidery Industry)	(1)	Other receivables	503,568	1-3 years	5.06%	
Chengde Gas Industry Ltd.		Accounts receivable	299,950	1 year	3.01%	
Jiangsu Gas Industry Ltd.		Accounts receivable	152,100	1 year	1.53%	
Total			6,189,603		62.18%	1,468,464

The carrying amount of other receivables as at 31 December 2016 is RMB7,130,634,000, of which 65.25% is due from related parties.

(1) As at 23 December 2016, Qinhai CIMC Engineering (Shanghai) Co., Ltd. (Qinhai Engineering) is a subsidiary of Tianjin Lihua Petrochemical Engineering Co., Ltd. (Tianjin Lihua Petrochemical Engineering). Qinhai Engineering is a wholly-owned subsidiary of Tianjin Lihua Petrochemical Engineering. On 28 December 2016, Tianjin Lihua Petrochemical Engineering has written off other receivables of RMB575,000 from Qinhai Engineering. On 30 June 2017, Tianjin Lihua Petrochemical Engineering has written off other receivables of RMB4,985,300 from Qinhai Engineering. On 30 June 2018, Tianjin Lihua Petrochemical Engineering has written off other receivables of RMB1,658,985 from Sichuan Oilfield Engineering Co., Ltd. (SOE). On 30 June 2017, Tianjin Lihua Petrochemical Engineering has written off other receivables of RMB487,632,000 from Zhanneng CIMC Embroidery Industry Co., Ltd. (Embroidery Industry).

(2) As at 14 October 2016, 80% of Embroidery Industry Co., Ltd. (Embroidery Industry) is a subsidiary of Zhanneng Gas Industry Co., Ltd. (Zhanneng Gas Industry). Zhanneng Gas Industry is a wholly-owned subsidiary of Zhanneng Gas Industry Co., Ltd. (Zhanneng Gas Industry). On 30 June 2017, Zhanneng Gas Industry has written off other receivables of RMB503,568,000 from Embroidery Industry Co., Ltd. (Embroidery Industry).

Notes to the Financial Statements

Financial statements as at 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

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 30 June 2017 and 31 December 2016, the nature of the other receivables held by shareholders holding more than 5% (including 5%) of the voting rights of the Company are as follows:

(9) As at 30 June 2017, other receivables from related parties are analysed as follows:

Company Name	Relationship	30 June 2017				31 December 2016		
		Amount	Nature	% of total balance	Provision for doubtful debts	Amount	Nature	% of total balance
Rinyi Rong	Shareholder	503,568	Funding	5.06%	-	824,391	Funding	7.54%
China International Marine Containers Ltd	Shareholder							

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English translation of the original Chinese)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

6. Prepaid expenses (Continued)

(2) Aging analysis of prepaid expenses is as follows:

	30 June 2017		31 December 2016	
	Amount	% of total balance	Amount	% of total balance
Within 1 year (in million)	1,562,745	59.50%	1,201,088	50.19%
1 to 2 years (in million)	164,197	6.25%	285,595	11.94%
2 to 3 years (in million)	272,648	10.38%	619,004	25.87%
Over 3 years	627,072	23.87%	287,262	12.00%
Subtotal	2,626,662	100.00%	2,392,949	100.00%
Less: impairment losses	(233,632)	8.89%	(226,967)	9.48%
Total	2,393,030	91.11%	2,165,982	90.52%

The aging analysis of prepaid expenses is as follows:

Our prepaid expenses are primarily for the purchase of land use rights, which are non-current assets. The aging analysis of prepaid expenses is as follows:

(3) As at 30 June 2017, the five largest balances of prepaid expenses are analysed as follows, accumulated by arrearage parties:

	Amount	% of total balance
Shanghai Land Development (Group) Co., Ltd.	968,260	36.86%

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Appendix Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

6. Prepaid expenses (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

Notes to the Financial Statements

151

截至2017年6月30日止
 (All figures in RMB'000 unless otherwise specified)
 (English text prevails over Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

7. Inventories

(1) Inventories are summarised by categories as follows:

	30 June 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	3,705,526	(168,780)	3,536,746	3,252,604	(163,944)	3,088,660
Work in progress	2,569,392	(27,821)	2,541,571	2,223,924	(27,978)	2,195,946
Finished goods	4,109,445	(112,544)	3,996,901	3,713,285	(125,107)	3,588,178
Construction materials	212,003	(242)	211,761	113,302	(242)	113,060
Supplies	184,079	(4,655)	179,424	213,712	(1,538)	212,174
Low value consumables	40,055	(76)	39,979	35,951	(72)	35,879
Materials	30,731	-	30,731	26,887,037	(39,072,277)	27,814,760
					(571,395,528)	(39,979) ISQ

Notes to the Financial Statements

本集团截至二零一七年六月三十日止期间的财务报表

(All figures in RMB'000 unless otherwise specified)

(English Text in Chinese Characters Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

7. Inventories (Continued)

(2) Analysis of book balance movement of inventories for the period is as follows:

	31 June 2016	Beginning of period	End of period	30 June 2017
Raw materials	3,252,604	22,385,554	(21,932,632)	3,705,526
Work in progress	2,223,924	17,436,459	(17,090,991)	2,569,392
Finished goods	3,713,285	28,817,225	(28,421,065)	4,109,445
Construction materials	113,302	1,299,933	(1,201,232)	212,003
Spares	213,712	301,210	(330,843)	184,079
Leasehold improvements	35,951	136,378	(132,274)	40,055
Materials	22,887	50,168	(42,324)	30,731
Construction materials in transit	852,395	406,123	(456,808)	801,710
Prepaid expenses for construction	1,400,761	240,987	(216,151)	1,425,597
Other long-term construction materials	4,658,377	86,687	(26,097)	4,718,967
Amount of loss on disposal of inventories	1,241,321	4,110,882	(4,498,598)	853,605
Total	17,728,519	75,271,606	(74,349,015)	18,651,110

(3) Provision for decline in the value of inventories are as follows:

Category	31 June 2016	Beginning of period		End of period		30 June 2017
		Raw materials	Work in progress	Raw materials	Work in progress	
Raw materials	163,944	40,938	(39,065)	(993)	3,956	168,780
Work in progress	27,978	431	(1,575)	(435)	1,422	27,821
Finished goods	125,107	38,387	(41,076)	(10,509)	635	112,544
Construction materials	242					242
Spares	1,538		(1,565)	(4,458)	9,140	4,655
Leasehold improvements	72	4				76
Other long-term construction materials	123				(2)	121
Amount of loss on disposal of inventories						-
Total	319,004	79,760	(83,281)	(16,395)	15,151	314,239

Notes to the Financial Statements

截至2017年6月30日止六个月期间的
 (All figures in RMB'000 unless otherwise specified)
 (English Text and Chinese Text are Original)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

7. Inventories (Continued)

(3) Provision for decline in the value of inventories are as follows: (Continued)

() 本公司在资产负债表日，对存货按照成本与可变现净值孰低的原则进行计量。对于存货成本高于其可变现净值的，计提存货跌价准备，计入当期损益。

Where necessary:

Where necessary:

Notes to the Financial Statements

截至2017年12月31日止年度
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

8. Assets classified as available for sale

Notes to the Financial Statements

截至2017年6月30日止六个月的
(All figures in RMB'000 unless otherwise specified)
(English text prevails over Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

9. Current portion of non-current assets (Continued)

As at 30 June 2017, the balance of the long-term prepayments and other non-current assets is as follows:

Notes to the Financial Statements

截至2017年6月30日止期间的财务报表
(All figures in RMB'000, unless otherwise specified)
(English Text in Chinese Original)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

10. Other current assets

	30 June 2017	31 Dec 2016
Trade receivables / bills	704,034	656,847
Others	15,142	45,631
Total	719,176	702,478

11. Available-for-sale financial assets

	30 June 2017	31 Dec 2016
Available-for-sale equity investments	1,761	2,441
Financial assets	20,000	
Reserves	31,086	30,803
Available-for-sale equity investments (1) Unlisted	411,970	412,240
Others	10	307
Total: cost less impairment	(3,065)	(3,065)
	461,762	442,726

- (1) Because the equity investments of these companies have no quoted price in active market and their fair value cannot be reliably measured, such investments are stated at cost less any impairment losses.

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text and Chinese text are equally authentic)

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:

Available-for-sale financial assets	30 June 2017	31 December 2016
Available-for-sale financial assets	1,761	2,441
Financial assets at fair value through profit or loss	4,582	4,582

Notes to the Financial Statements

本集团截至二零一七年六月三十日止期间的财务报表
 (All figures in RMB'000, unless otherwise specified)
 (English Text in Chinese Characters Only)

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 held in equity:

	31 June 2016	Increase	Decrease	30 June 2017	Shareholding percentage	Number of shares
Available-for-sale financial assets held in equity						
China United Network Communications Co., Ltd. (CRIP)	380,780			380,780	10.00%	4,000
Beijing Internet Science and Technology Co., Ltd. (BOCM)	8,125			8,125	5.00%	
Beihai Yinyun Co., Ltd. (Beihai Yinyun)	1,700			1,700	1.01%	
Guangdong Suning E-commerce Co., Ltd. (Guangdong Suning)	1,365			1,365	0.09%	
Right China Telecom Co., Ltd. (Right China Telecom)	270		(270)	-	0.00%	
Zhejiang Network Technology Co., Ltd. (Zhejiang Network)	20,000			20,000	2.00%	
Subtotal	412,240		(270)	411,970		4,000
Provision	(3,065)			(3,065)		
Total	409,175		(270)	408,905		

Available-for-sale financial assets held in equity include investments in equity instruments of other companies. The investments are classified as available-for-sale financial assets if they are not held for trading, are not derivatives, and are not held for sale in the ordinary course of business. These investments are measured at fair value. The Group's policy is to measure the fair value of these investments using the market price of the investee's shares.

Notes to the Financial Statements

截至2017年6月30日止六个月期间的财务报表
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese and Chinese Text in English)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

12. Long-term receivables

	30 June 2017	31 December 2016
Financial receivables	21,106,913	21,814,831
Less: Allowance for doubtful accounts	(7,601,148)	(8,593,181)
Financial receivables	13,505,765	13,221,650
Subsidiary receivables	235,898	325,592
Others	210,113	158,052
Subtotal	13,951,776	13,705,294
Less: Allowance for doubtful accounts	(452,449)	(485,052)
Total	13,499,327	13,220,242

截至2017年6月30日，长期应收款账面余额为人民币21,106,913元，坏账准备为人民币7,601,148元，账面价值为人民币13,505,765元。截至2016年12月31日，长期应收款账面余额为人民币21,814,831元，坏账准备为人民币8,593,181元，账面价值为人民币13,221,650元。

长期应收款按性质分类如下：(1) 子公司应收款，金额为人民币235,898元；(2) 其他应收款，金额为人民币210,113元。截至2017年6月30日，长期应收款账面余额为人民币13,505,765元，坏账准备为人民币452,449元，账面价值为人民币13,053,316元。截至2016年12月31日，长期应收款账面余额为人民币13,221,650元，坏账准备为人民币485,052元，账面价值为人民币12,736,598元。

	30 June 2017	31 December 2016
Minimum receivables		
Within 1 year (in %)	5,677,533	5,467,492
1 to 2 years (in %)	3,746,417	3,608,636
2 to 3 years (in %)	2,543,013	2,261,810
Over 3 years	14,817,483	15,944,385
Subtotal	26,784,446	27,282,323
Less: Allowance for doubtful accounts	(8,780,233)	(9,845,686)
Total	18,004,213	17,436,637

截至2017年6月30日，长期应收款按账龄分类如下：(1) 1年以内，金额为人民币5,677,533元；(2) 1至2年，金额为人民币3,746,417元；(3) 2至3年，金额为人民币2,543,013元；(4) 3年以上，金额为人民币14,817,483元。截至2016年12月31日，长期应收款按账龄分类如下：(1) 1年以内，金额为人民币5,467,492元；(2) 1至2年，金额为人民币3,608,636元；(3) 2至3年，金额为人民币2,261,810元；(4) 3年以上，金额为人民币15,944,385元。

Notes to the Financial Statements

截至2017年12月31日止年度
(All figures in RMB'000 unless otherwise stated)
(English Text in Chinese Only)

IV.

Notes to the Financial Statements

Financial Statements for the period ending 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text and Chinese text are on the same page)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments

(1) Classification of long-term equity investments:

		30 June 2017	31 December 2016
Available for sale	(2)	512,490	500,501
Other	(3)	1,736,940	1,661,718
		2,249,430	2,162,219
Less: impairment losses		(2)	(2)
Total		2,249,428	2,162,217

The available for sale investments are measured at fair value less impairment losses.

Other long-term equity investments are measured at cost less impairment losses. The impairment losses are determined based on the fair value less impairment losses of the investments.

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Characters Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(2) Long-term equity investments in joint ventures:

	Measurement					Change in share %	30 June 2017	Percentage
	31 Dec 2016	Share based payment	Other equity instruments	Other equity instruments	Change in share %			
Guangdong CIMC Equipment Manufacturing Co., Ltd.	36,294		3,345				39,639	
Shanghai (Shanghai) Investment Equipment Co., Ltd.	2,171		(295)				1,876	
Shanghai Shen Sheng P&G Co., Ltd.	11,340				(338)		11,002	
NYK Zhonghua Shipping Co., Ltd. (Tianjin)	75,432		823		(4,753)		71,502	
Kunming Zhonghua Shipping (Tianjin) Co., Ltd.	22,330		1,417				23,747	
Qingdao BJB Investment Management Co., Ltd.	14,531		1,476		(433)		15,574	
Dalian BJB Investment Management Co., Ltd.	5,678		397		(1,000)	(169)	4,906	
Shanghai BJB Investment Management Co., Ltd.	23,888		2,045		(711)		25,222	
Tianjin Jiahong BJB Investment Management Co., Ltd.	7,933		1,087		(236)		8,784	
Y&C Engineering Co., Ltd.	195,777		6,149				201,926	
Shanghai CIMC International Co., Ltd.	1,630		(1,015)				615	
Ningbo Zhonghua Architectural Engineering Investment Management Partnership (Limited Partnership)	50,100	3,000					53,100	
Hongkong Yantai Investment Management Partnership	20,100	1,200					21,300	
Hebei Sheng UG	33,287						33,287	
Hongkong Xin Investment Management Partnership	10						10	
Total	500,501	4,200	15,429		(5,753)	(1,887)	512,490	

附注 VI.2 长期股权投资

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text is Primary and Chinese Text is Secondary)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(3) Long-term equity investments in associates:

	31 December 2016	2016	2017	30 June 2017	Percentage
Xinngwei Hong Kong Co., Ltd.	7,071			7,071	
Ningbo Binbin Engineering Co., Ltd.					
Binbin Co., Ltd.	1,200			1,200	
Xinbin CIMCH Co., Ltd.					
Binbin Co., Ltd.	23,350	1,505		24,855	
Dilin Engineering Co., Ltd.	47,615	529		48,144	
Dilin (Shanghai) Engineering					
Co., Ltd.	45,684	790		46,474	
Econofeel Co., Ltd.	8,374	389		8,763	
Shanghai Fengsheng					
Engineering Co., Ltd.	104,191			104,191	
TSC	212,905		(6,338)	206,567	
Mingsheng & Genesys	2			2	(2)
Technology (Shanghai) Investment					
Co., Ltd.	1,900	75		1,975	
LH Group					
Co., Ltd.	102,176	2,832		105,008	
Jingji Engineering Materials Co.,					
Ltd.	28,123			28,123	
Jingji Engineering Materials					
Co., Ltd.	2,608	(1,225)		1,383	
Qinbin (Shanghai)	16,589	(81)		16,508	
Xinbin CIMCH Co., Ltd.	27,519	302		27,821	
Tianjin Shunbin Engineering					
Anhui Co., Ltd.	30,436	(2,316)		28,120	
Qinghai Investment					
Technology Co., Ltd.	43,400	1,246		44,646	
ZPMC Research & Development					
Co., Ltd.	14,567	(14,567)		-	
Tianjin Shunbin Engineering &					
Equipment Co., Ltd.	21,110			21,110	
Jingji Engineering Co., Ltd.					
Shanghai	126,454		(2,966)	123,488	
Co., Ltd.	688	150		838	

Notes to the Financial Statements

Financial statements for the period ending 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Version Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(3) Long-term equity investments in associates: (Continued)

Notes to the Financial Statements

Financial statements for the period from January 1 to June 30, 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text has primary status over Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(3) Long-term equity investments in associates: (Continued)

	31 Dec 2016	2016	2017	30 June 2017	2017
State long-term equity investments					
Mingyuan Co., Ltd.	117,775		(2,633)	115,142	
CIMC Sheng (Chengde)					
Keji Co., Ltd.	3,000	(3,000)		-	
Mei (Shanghai) Investment					
Tianyu Co., Ltd. (Mei Shanghai)	851		(68)	783	
Shanghai Xinbei Qianhai Co., Ltd.		16,000	428	16,428	
Shanghai SCSIC Co., Ltd. (SESKYC)		2,750		2,750	
Shanghai Jiaotong University		30,539		30,539	
Xinghe Chemical Co., Ltd.		1,750		1,750	
CELASI		18,605		18,605	
Total	1,661,718	68,121	(12,891)	1,736,940	(2)

Notes to the table above:

The Group's long-term equity investments include TSC, LH Energy, Jinyuan Resources, Ocean (Shanghai), ZPMC, China Heli, Zhejiang Xinan, Hainan Yunnan Shannan Real Estate Holding Co., Ltd. (20% B-share), etc. The Group's long-term equity investments also include the following:

As at 30 June 2017, the Group's long-term equity investments include the following:

The Group's long-term equity investments in associates are as follows:

The Group's long-term equity investments in associates are as follows: (31 Dec 2016: Nil).

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese and Chinese Text in English)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

14. Investment properties

	Buildings and relevant land use rights	Land use rights	Total
1 January 2016	730,168		730,168
Acquisition	78,176		78,176
Change in valuation	75,792		75,792
Transfer to investment properties	131,859		131,859
Transfer from non-current assets held for sale	46,843	130,551	177,394
Transfer from investment properties to non-current assets held for sale	786		786
Disposal of investment properties	102,062	482,772	584,834
Transfer to investment properties from non-current assets held for sale	(26,401)		(26,401)
31 December 2016	1,139,285	613,323	1,752,608
1 January 2017	1,139,285	613,323	1,752,608
Acquisition	-	-	-
Change in valuation	-	-	-
Transfer to investment properties	-	-	-
Transfer from non-current assets held for sale	-	-	-
Transfer from investment properties to non-current assets held for sale	1,287	-	1,287
Disposal of investment properties	-	-	-
Transfer to investment properties from non-current assets held for sale	-	-	-
Transfer from investment properties	(17,704)	(17,685)	(35,389)
Change in valuation of investment properties	3,559	-	3,559
30 June 2017	1,126,427	595,638	1,722,065

In the accompanying notes, the following are the details of investment properties (English text for 30 June 2016: Nil).

The following are the details of investment properties, which are classified as investment properties under IAS 40, in accordance with the requirements of the Accounting Standards for Business Enterprises (ASBEs) No. 3, and are classified as investment properties under IAS 40, in accordance with the requirements of the Accounting Standards for Business Enterprises (ASBEs) No. 14, and are classified as investment properties under IAS 40, in accordance with the requirements of the Accounting Standards for Business Enterprises (ASBEs) No. 14, and are classified as investment properties under IAS 40, in accordance with the requirements of the Accounting Standards for Business Enterprises (ASBEs) No. 14.

In the accompanying notes, the following are the details of investment properties, which are classified as investment properties under IAS 40, in accordance with the requirements of the Accounting Standards for Business Enterprises (ASBEs) No. 3, and are classified as investment properties under IAS 40, in accordance with the requirements of the Accounting Standards for Business Enterprises (ASBEs) No. 14, and are classified as investment properties under IAS 40, in accordance with the requirements of the Accounting Standards for Business Enterprises (ASBEs) No. 14.

As at 30 June 2017, the carrying amount of investment properties is RMB156,697,000 (31 December 2016: RMB113,196,000) which is included in non-current assets held for sale in the consolidated statement of financial position.

Notes to the Financial Statements

截至2017年12月31日止
 (All figures in RMB'000)
 (English is not a certified translation)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

15. Fixed assets

(1) Fixed assets

	Plants and buildings	Machinery and equipment	Office & other equipment	Motor vehicles	Offshore engineering equipment	Dock, wharf	Total
Original							
31 December 2016	10,676,684	10,112,067	1,981,991	1,045,215	6,783,391	1,262,820	31,862,168
Acquisition	24,321	11,604	7	71			36,003
Disposal	58,845	160,773	76,355	167,934			463,907
Transfer to construction	35,997	206,727	159,382	12,060			414,166
Transfer from construction	41,738						41,738
Disposal	(86,498)	(296,266)	(85,105)	(27,882)	(79,025)		(574,776)
Depreciation							
31 December 2016	13,616	(4,898)	(1,713)	1,104	(65,291)	(12,759)	(69,941)
30 June 2017	10,764,703	10,190,006	2,130,917	1,198,502	6,639,075	1,250,061	32,173,264
Original							
31 December 2016	2,522,207	4,231,582	1,254,278	528,237	686,944	232,400	9,455,648
Acquisition	4,742	5,969	6	60			10,777
Disposal	213,148	341,224	110,381	90,651	135,213	25,881	916,498
Transfer to construction	24,034						24,034
Disposal	(54,520)	(105,017)	(80,543)	(14,433)	(8,436)		(262,949)
Transfer to construction							
Depreciation							
31 December 2016	5,832	(2,924)	2,550	506	(10,729)	(5,593)	997,3735,886.7

Notes to the Financial Statements

截至2017年6月30日止期间的财务报表
 (All figures in RMB'000, unless otherwise specified)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

15. Fixed assets (Continued)

(1) Fixed assets (Continued)

截至2017年6月30日止期间，合并报表中固定资产原值人民币375,761,000元（折合美元525,362,000元），累计折旧人民币109,272,000元（折合美元149,922,000元），减值准备人民币159,815,000元（折合美元228,000,000元）（2016年12月31日：原值人民币398,144,000元（折合美元525,305,000元），累计折旧人民币149,922,000元（折合美元200,000,000元），减值准备人民币159,815,000元（折合美元228,000,000元））。参见附注IV.24。

在建工程期末余额为人民币916,498,000元（折合美元1,206,156,000元）（2016年12月31日：人民币1,056,717,000元（折合美元1,416,825,000元），其中人民币776,825,000元（折合美元1,029,776,000元）（2016年12月31日：人民币891,935,000元（折合美元1,189,222,000元））为尚未结转的在建工程，其余为正在建造中的房屋、建筑物、机器设备、运输工具等）。

在建工程期末余额为人民币416,166,000元（折合美元555,166,000元）（2016年12月31日：人民币1,206,156,000元（折合美元1,608,156,000元））。

(2) As at 30 June 2017, the carrying amount of temporarily idle buildings, machinery and equipment amounts to 344,385,000 (original cost of 614,561,000) (31 December 2016: carrying amount of 207,894,000 and oult 0sd4 of 4156,156,00466:oult 0sd


Notes to the Financial Statements

截至2017年6月30日止
 (All figures in RMB'000 unless otherwise specified)
 (English text prevails over Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

15. Fixed assets (Continued)

(3) Fixed assets held through finance leases:

30 June 2017	31 December 2016
	

Notes to the Financial Statements

截至2017年6月30日止期间的财务报表
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

16. Construction in progress

(1) Construction in progress

	30 June 2017			31 December 2016		
	Book balance	Provision for impairment	Carrying amount	Book balance	Provision for impairment	Carrying amount
在建工程						
在建工程	20,301,214	-	20,301,214	19,405,489	-	19,405,489
Railway H273, H1284 Project	2,747,244	-	2,747,244	2,754,873	-	2,754,873
其他在建工程	59,202	-	59,202	88,101	-	88,101
China Railway Group Limited Project	49,146	-	49,146	47,633	-	47,633
其他在建工程	37,622	-	37,622	30,583	-	30,583
其他在建工程	35,382	-	35,382	35,218	-	35,218
HJQM Project	26,477	-	26,477	-	-	-
XHCIMC Project	22,418	-	22,418	13,079	-	13,079
其他在建工程	21,129	-	21,129	21,129	-	21,129
其他在建工程	19,590	-	19,590	-	-	-
SHYSLE Project	11,933	-	11,933	-	-	-
其他在建工程	5,522	-	5,522	11,497	-	11,497
TCCIMC Project	5,400	-	5,400	5,400	-	5,400
Railway Project (2007 Project)	3,128	-	3,128	3,080	-	3,080
TJICIMC Project	1,981	-	1,981	1,575	-	1,575
TASAI Project	1,824	-	1,824	1,498	-	1,498
XHCIMCS Project	1,506	-	1,506	1,506	-	1,506
其他在建工程	641	-	641	12,033	-	12,033
合计	454,939	(1,645)	453,294	338,916	(2,421)	336,495
合计	23,806,298	(1,645)	23,804,653	22,771,610	(2,421)	22,769,189

截至2017年6月30日止期间在建工程账面余额为1,750,963,000元(2016年12月31日: 1,532,714,000元)。在建工程减值准备期末余额为1,645,000元(2016年12月31日: 2,421,000元)。在建工程减值准备占在建工程账面余额的比例为0.09%(2016年12月31日: 0.16%)。

截至2017年6月30日止期间在建工程账面余额为1,750,963,000元(2016年12月31日: 1,532,714,000元)。在建工程减值准备期末余额为1,645,000元(2016年12月31日: 2,421,000元)。在建工程减值准备占在建工程账面余额的比例为0.09%(2016年12月31日: 0.16%)。

June 30, 2017
 (All figures in RMB'000)
 (English Translation Only)

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

Project Name	Balance at the beginning of the year		Additions		Disposals		Transfers		Receivables		Total		Completion rate (%)	Balance at the end of the year
	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017		
Rongsheng H273, H1284 Project	25,459,806	19,405,489	997,902	20,301,214					98%	79%-100%	1,110,333	177,235	3.18%	(102,177)
ERCC	2,866,854	2,754,873	56,753	2,747,244					97%	95%	192,141	41,014	3.18%	(64,382)
Guangdong H273, H1284 Project	181,082	88,101	9,764	59,202	(38,663)				91%	74%				
HQJMC	60,000	47,633	1,513	49,146					82%	82%				
XHJMC	41,249	30,583	7,039	37,622					91%	100%				
Qinghai H273, H1284 Project	35,838	35,218	260	35,382	(96)				99%	50%-100%				
HQJMC	120,000		26,477	26,477					22%	22%				
XHJMC	30,640	13,079	11,863	22,418	(2,524)				81%	90%				
Qinghai H273, H1284 Project	23,369	21,129		21,129					97%	97%				
HQJMC	29,500		19,590	49,590					65%	60%				
SHYSLE	30,000		11,933	1,933					40%	40%				
Rongsheng H273, H1284 Project	388,182	11,497	923	(6,830.50)					11.71%	4.472%	4,472	1,069,418		

40.40%, 99.09%, 83.00%

Notes to the Financial Statements

Financial statements for the period ending 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English translation of Chinese Original)

Notes to the Financial Statements

截至2017年6月30日止六个月的
 (All figures in RMB'000 unless otherwise specified)
 (English text prevails over Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

18. Intangible assets and development expenditure (Continued)

(2) As of 30 June 2017, intangible assets with pending certificates of ownership are as follows:

	Carrying amount in RMB	Reasons for unsettlement
宁德时代新能源科技股份有限公司	75,322	尚未取得证书
宁德时代新能源科技股份有限公司	55,674	尚未取得证书
C&T 宁德时代新能源科技股份有限公司	19,187	尚未取得证书
宁德时代新能源科技股份有限公司	8,887	尚未取得证书
宁德时代新能源科技股份有限公司	1,787	尚未取得证书
合计	160,857	

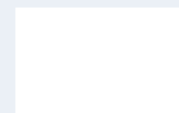
上述无形资产中，宁德时代新能源科技股份有限公司、宁德时代新能源科技股份有限公司、宁德时代新能源科技股份有限公司、宁德时代新能源科技股份有限公司、宁德时代新能源科技股份有限公司尚未取得证书，金额合计为160,857千元。

(3) As of 30 June 2017, there was no restricted intangible asset (31 December 2016: Nil).

(4) As at 30 June 2017, the intangible asset with indefinite useful lives is Gas station Franchise which amounted to 53,300,000 (31 December 2016: 53,300,000).

(5) Development expenditure is as follows:

31 December 2016	Change in	during the period	30 June 2017
-	-	-	-



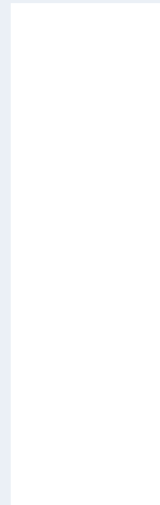
Notes to the Financial Statements

For the period from January 1 to December 31, 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Version Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

19. Goodwill

31 December



Notes to the Financial Statements

截至2017年6月30日止六个月期间的财务报表
 (All figures in RMB'000 unless otherwise specified)
 (English text has legal effect)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

20. Long-term prepaid expenses

	31 Dec 2016	31 Dec 2016	31 Dec 2016	31 Dec 2016	30 June 2017
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Yearly fee	9,691		223	(1,424)	8,519
Prepaid rent	133,924		31,369	(30,658)	132,122
Long-term prepaid expenses	9,439		5,372	(2,204)	12,607
Other long-term prepaid expenses					-
Long-term prepaid expenses	19,996		51,692	(12,110)	58,591
Others	73,524	52	10,123	(14,283)	69,317
Subtotal	246,574	52	98,779	(60,679)	281,156
Others					-

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text in Chinese version prevails)

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

	30 June 2017		31 December 2016	
	Deductible/ (taxable) temporary differences	Deferred tax assets/ (liabilities)	Debit / (credit)	Debit / (credit)
Deferred tax assets:				
Prepaid expenses	834,767	160,844	1,546,119	322,474
Other receivables	617,576	113,145	690,921	139,994
Employee benefits	1,139,847	257,745	1,273,607	296,507
Other receivables	120,131	26,479	493,541	89,303
Debit loss	1,791,531	306,356	1,861,895	332,307
Net deferred tax assets				
Net deferred tax liabilities	7,729	1,634	27,566	6,892
Accounts payable	-	-	14,230	2,134
Income tax payable	29,871	7,468	18,904	4,726
Other	2,180,446	436,088	278,319	69,580
Subtotal	6,721,898	1,309,759	6,205,102	1,263,917
Offsetting balance	(187,229)	(32,843)	(25,512)	(6,247)
Offsetting balances	6,534,669	1,276,916	6,179,590	1,257,670

Notes to the Financial Statements

截至二零一七年六月三十日止六个月的财务报告
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

21. Deferred tax assets and deferred tax liabilities (Continued)

(2) Unrecognised deferred tax assets

	30 June 2017	31 Dec 2016
递延所得税资产	1,712,996	1,606,035
其中：SOE	634,426	340,729
其中：其他企业	22,119	22,119
合计	3,125	3,125
人民币	2,372,666	1,972,008

(3) Maturity of deductible losses that are not recognised as deferred tax assets:

	30 June 2017	31 Dec 2016
2017	1,296,480	1,199,243
2018	1,086,941	1,086,941
2019	437,892	340,655
2020	819,702	819,702
2021 年及以后	4,149,817	4,149,817
人民币	7,790,832	7,596,358

附注1: 截至二零一六年十二月三十一日及二零一七年六月三十日, 递延所得税资产中, 5.0% (即 81,970.20 元) 的递延所得税资产, 其到期日期为: 2017年, 1,199,243.00 元; 2018年, 1,086,941.00 元; 2019年, 340,655.00 元; 2020年, 819,702.00 元; 2021年及以后, 4,149,817.00 元。

截至二零一七年六月三十日, 递延所得税资产中, 5.0% (即 81,970.20 元) 的递延所得税资产, 其到期日期为: 2017年, 1,199,243.00 元; 2018年, 1,086,941.00 元; 2019年, 340,655.00 元; 2020年, 819,702.00 元; 2021年及以后, 4,149,817.00 元。

递延所得税资产中, 5.0% (即 81,970.20 元) 的递延所得税资产, 其到期日期为: 2017年, 1,199,243.00 元; 2018年, 1,086,941.00 元; 2019年, 340,655.00 元; 2020年, 819,702.00 元; 2021年及以后, 4,149,817.00 元。

Notes to the Financial Statements

Financial statements as at 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English text takes precedence over Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

22. Other non-current assets

	30 June 2017	31 Dec 2016

Notes to the Financial Statements

Financial Statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text is authoritative)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

24. Restricted assets

As at 30 June 2017, the restricted assets are as follows:

		31 Dec 2016	Change	Change	Change	30 June 2017
Assets						
China Bank	IV.1	987,257	49,135	(219,448)	(99)	816,845
North China	IV.3	206,753	207,835	(158,188)		256,400
Bank of China	IV.12	8,164,729	(57,408)	(654,249)		7,453,072
Funds	IV.15	398,144		(22,383)		375,761
Total		9,756,883	199,562	(1,054,268)	(99)	8,902,078

The Bank of China is a registered company. North China is a registered company. The funds are registered in the name of the Bank of China. The assets are restricted by the relevant laws and regulations. The assets are restricted by the relevant laws and regulations. The assets are restricted by the relevant laws and regulations.

Notes to the Financial Statements

本集团截至二零一七年六月三十日止期间的财务报表
 (All figures in RMB'000, unless otherwise specified)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

25. Short-term borrowings

(1) Classification of short-term borrowings:

	Net	30 June 2017	31 December 2016
Guaranteed	()		
USD		391,505	2,938,354
RMB		1,962,138	937,852
EUR		16,723	61,487
Subtotal		2,370,366	3,937,693
Pledged	(b)		
RMB		32,821	59,902
Unsecured			
USD		9,299,113	7,427,465
EUR		719,692	478,076
GBP		17,621	178
RMB		5,327,359	3,613,782
AUD		329	2,296
SGD		-	39,006
JPY		-	7,169
Subtotal		15,364,114	11,567,972
Discounted Notes			
RMB		178,447	164,220
Subtotal		178,447	164,220
Total		17,945,748	15,729,787

Notes to the Financial Statements

截至2017年6月30日止
 (All figures in RMB'000 unless otherwise specified)
 (English text prevails over Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

25. Short-term borrowings (Continued)

(1) Classification of short-term borrowings: (Continued)

- (a) As at 30 June 2017, short-term borrowings include: bank deposits, Zhaohuifeng Finance Co., Ltd. (Zhaohuifeng Finance) refinancing USD324,000 (Equivalent RMB2,195,000); CIMC Rongcheng Finance (Singapore) Co., Ltd. refinancing 1,400,138,000, USD33,962,000 (Equivalent RMB230,096,000) in Euro 2,158,000 (Equivalent RMB16,723,000), short-term bank deposits in China Intercontinental Marine Finance (Hong Kong) Limited (CIMC Hong Kong); C&CT refinancing 450,000,000, in Hong Kong bank deposits; Xinhua Finance Group Co., Ltd. refinancing 112,000,000, short-term bank deposits CIMC Finance Co., Ltd. (CIMCVL); CIMC Finance Co., Ltd. (CIMCVL) refinancing USD23,500,000 (Equivalent RMB159,214,000), short-term bank deposits in CIMC Hong Kong.
- (b) As at 30 June 2017, the amount of short-term borrowings from BNFL, China Agricultural Resources and Finance Group, refinancing 32,821,000.
- (c) As at 30 June 2017, the weighted average interest rate on short-term borrowings is 5% (interest rate 5%), the interest expense on short-term borrowings is.
- (d) As at 30 June 2017, the average interest rate on short-term borrowings is 1.30% to 6.09% (31 December 2016: 0.65% to 16.41%).

26. Financial liabilities at fair value through profit or loss

	30 June 2017	31 December 2016
Current		

Notes to the Financial Statements

本集团截至二零一七年六月三十日止期间的财务报表
(All figures in RMB'000 unless otherwise stated)
(English Text in Chinese Version Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

27. Notes payable

	30 June 2017	31 December 2016
Bank notes payable	872,925	1,050,745
Trade notes payable	380,250	500,837
Total	1,253,175	1,551,582

本集团应付账款均为短期应付账款。

28. Accounts payable

(1) The Group's accounts payable is as follows:

	30 June 2017	31 December 2016
Direct materials	9,364,746	8,303,845
Logistics services	468,558	461,925
Prepaid expenses	291,105	259,029
Prepaid interest	398,677	658,048
Direct labor	618,839	150,029
Trade payables	69,741	135,159
Prepaid expenses	41,972	129,178
Others	91,540	63,738
Total	11,345,178	10,160,951

Notes to the Financial Statements

截至2017年6月30日止
(All figures in RMB'000 unless otherwise specified)
(English text prevails over Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

28. Accounts payable (Continued)

(1) The Group's accounts payable is as follows: (Continued)

	30 June 2017	31 Dec 2016
When 1 year (or less) (人民币)	10,710,275	9,535,350
1-2 years (人民币)	337,357	414,188
2-3 years (人民币)	179,384	153,893
Over 3 years	118,162	57,520
Total	11,345,178	10,160,951

截至2017年6月30日，应付账款余额为人民币11,345,178元，较2016年12月31日的人民币10,160,951元增加1,184,227元。应付账款余额增加的主要原因是应付账款账龄结构的变化。

The Group's accounts payable is as follows: (Continued)

(2) As at 30 June 2017, there was no accounts payable owed to shareholders holding more than 5% (including 5%) of the voting rights of the Group. Accounts payable owed to related parties are as listed follows:

Company Name	Relationship	30 June 2017		31 Dec 2016	
		Amount	% of total balance	Amount	% of total balance
Y&C Eng	Director	38,931	0.34%	66,157	0.65%
TSC	Shareholder	13,807	0.12%	25,727	0.25%
Fujian Qinghai Bimbo Industry Co., Ltd.	Shareholder	10,496	0.09%	8,138	0.08%
Shanghai Dafa Investment Management Co., Ltd.	Shareholder	5,352	0.05%	3,611	0.04%
Ningbo Chongming	Shareholder	2,732	0.02%	2,435	0.02%
Xinfa CIMC West Co., Ltd.	Shareholder	202	0.00%	17,905	0.18%
Ashington Co., Ltd.	Shareholder	-	0.00%	15,902	0.16%
Others		5,825	0.05%	7,062	0.07%
Total		77,345	0.67%	146,937	1.45%

Notes to the Financial Statements

截至2017年6月30日止六个月
 (All figures in RMB'000 unless otherwise specified)
 (English Text is Primary and Chinese Text is Secondary)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

30. Accrued payroll (Continued)

(1) Short-term wages

	31 Dec 2016	31 Dec 2016	31 Dec 2016	31 Dec 2016	30 June 2017
		beginning	ending	change	
Wages, salaries, bonuses, commissions and allowances	1,699,319	2,516,308	(2,475,474)	4,252	1,744,405
Provision for non-monetary benefits	205,151		(8,951)		196,200
Health insurance	6,118	80,860	(80,906)	(30)	6,042
Life insurance, pension and other social security	62,236	27,129	(36,014)	(157)	53,194
Other employee benefits	12,517	87,991	(77,504)	1	23,004
Provision for employee share-based payments	9,564	74,051	(65,053)	1	18,563
Warranties	1,583	8,250	(7,850)		1,983
Options	1,370	5,690	(4,601)		2,458
Other employee benefits	104,784	280,656	(334,802)	901	51,539
Total	2,090,125	2,992,944	(3,013,651)	4,967	2,074,384

(2) Defined contribution plans

	31 Dec 2016	31 Dec 2016	31 Dec 2016	31 Dec 2016	30 June 2017
		beginning	ending	change	
Basic pension	21,455	205,171	(186,716)	5	39,915
Unfunded pension	2,554	8,214	(5,724)		5,043
Employee share-based payments	147	1,109	(1,061)		195
Total	24,156	214,494	(193,501)	5	45,153

Notes to the Financial Statements

187

截至2017年6月30日止六个月的财务报表
(All figures in RMB'000 unless otherwise specified)
(English Text Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

32. Interest payable

	RMB	30 June 2017	31 December 2016
短期应付利息	IV.43	203,985	135,990
长期应付利息		79,273	76,730
应付短期融资券利息		218,242	70,249
应付长期融资券利息		31,928	20,406
合计		533,428	303,375

33. Dividends payable

	RMB	30 June 2017	31 December 2016
应付现金股利		75,080	16,746
应付股票股利		178,332	
合计		253,412	16,746

34. Other payables

(1) The analysis of the Group's other payables is as follows:

	RMB	30 June 2017	31 December 2016
应付账款		2,595,693	1,892,437
应付票据		1,555,619	1,490,340
应付股利		543,228	593,210
应付职工薪酬		500,826	315,605
应付利息		136,633	185,777
应付债券		82,243	73,619
其他应付款	(3)	72,786	111,054
应付账款		27,483	12,732
应付利息		4,452	601
应付账款		1,712	17,897
应付利息		773	5,456
应付利息		-	23,200
其他		605,931	432,145
合计		6,127,379	5,154,073

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Appendix Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

34. Other payables (Continued)

(2) Significant other payables aged over one year mostly consist of unsettled quality guarantee,

Notes to the Financial Statements

截至2017年6月30日止六个月的财务报表
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

36. Current portion of non-current liabilities

The Group's current portion of non-current liabilities are analysed by categories as follows:

		30 June 2017	31 December 2016
Current portion of long-term debt	IV.38		
Unsecured		3,197,042	3,401,313
Guaranteed		1,694,372	124,397
		4,891,414	3,525,710
Current portion of long-term debt			
Financial guarantee		114,537	136,571
Financial guarantee		(8,826)	(15,826)
Other	IV.40	105,711	120,745
Other		18,376	17,567
		124,087	138,312
Current portion of other non-current liabilities		-	3,850
Total		5,015,501	3,667,872

37. Other current liabilities

		30 June 2017	31 December 2016
Guarantee liability	(1)	2,583,959	1,666,966
Other		28,321	20,796
		2,612,280	1,687,762

(1) 该担保负债由 CIMC Engineering Limited (以下简称“CIMC HK”) 于 2016 年 6 月 20 日提供，用于为 CIMC HK 向 CIMC Engineering Limited (以下简称“CIMC”) 借款提供担保。截至 2017 年 6 月 30 日，该担保负债的账面价值为人民币 2,583,959,000 元。截至 2016 年 12 月 31 日，该担保负债的账面价值为人民币 1,666,966,000 元。截至 2017 年 6 月 30 日，该担保负债的账面价值为人民币 2,583,959,000 元。截至 2016 年 12 月 31 日，该担保负债的账面价值为人民币 1,666,966,000 元。

Notes to the Financial Statements

本公司截至2017年12月31日止年度
 (All figures in RMB'000, unless otherwise stated)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

38. Long-term borrowings

(1) Classification of long-term borrowings

	30 June 2017	31 December 2016
Bank borrowings		
Unsecured	10,276,585	11,496,937
Secured	5,772,819	6,260,830
Guaranteed	12,507,099	12,791,165
	28,556,503	30,548,932
Trade payables		
Unsecured	3,197,042	3,401,313
Guaranteed	1,694,372	124,397
	4,891,414	3,525,710
Total	23,665,089	27,023,222

(1) As at 30 June 2017, the bank borrowings are secured by the following: CIMC Finance Leasing Company Limited (the "Company")'s shareholdings.

(2) As at 30 June 2017, the bank borrowings are secured by the following: bank borrowings, including bank borrowings of USD1,489,000,000 (equivalent to RMB10,088,075,000) from the bank, bank borrowings of USD2,000,000,000 (equivalent to RMB13,550,000); bank borrowings, CIMCVL bank borrowings of USD352,157,000 (equivalent to RMB2,385,719,000), bank borrowings from CIMC Hong Kong, bank borrowings from the bank of USD248,114,000 (equivalent to RMB1,680,822,000); bank borrowings, Xinhai Finance Leasing Company Limited bank borrowings of 25,787,000 from Tianjin Finance Leasing Company Limited; bank borrowings from CIMC Finance Leasing Company Limited bank borrowings of 7,518,000 from the bank.

(2) No amount due to the shareholders who hold 5% or more of the voting rights of the Company or due to related parties is included in the above balance of long-term borrowings. (31 December 2016: Nil).

(3) As at 30 June 2017, the interest rate of long-term borrowing ranged from 1.20% to 6.37% (31 December 2016: 1.45% to 6.77%).

Notes to the Financial Statements

截至2017年6月30日止六个月的
 (All figures in RMB'000 unless otherwise specified)
 (English translation of the original Chinese)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

39. Debentures payable

	31 December 2016	Change	30 June 2017

Notes to the Financial Statements

本集团截至二零一七年六月三十日止期间的财务报表
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

40. Long-term payables

	30 June 2017	31 December 2016
Financial lease liabilities	303,625	323,920
Deferred income tax liabilities	(41,174)	(34,723)
Financial lease liabilities	262,451	289,197
Prepaid expenses	120,789	120,789
Dividends payable	100,635	117,922
Others	21,034	1,464
Total	504,909	529,372

(1) Details of financial leasing payables

At 30 June 2017, the financial leasing payables are mainly related to the acquisition of property, plant and equipment. The financial leasing payables are denominated in RMB, USD, and other currencies. The financial leasing payables are classified as follows:

Minimum lease term	30 June 2017	31 December 2016
Within 1 year (inclusive)	114,537	136,571
Over 1 year but within 2 years (exclusive)	251,829	287,267
Over 2 years but within 3 years (exclusive)	12,352	3,564
Over 3 years	39,444	33,089
Subtotal	418,162	460,491
Deferred income tax liabilities	(50,000)	(50,549)
Carrying amount	368,162	409,942

The Group has no other financial leasing payables.

Notes to the Financial Statements

截至2017年1月31日止期间
(All figures in RMB'000 unless otherwise stated)
(English is the original language)

IV.

Notes to the Financial Statements

截至2017年6月30日止期间的财务报表
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

42. Deferred income (Continued)

(1) Government grants

Company Name	31 Dec 2016	Government Grants	Other Income	30 June 2017	Accounting Treatment
Yunnan National Petroleum Corporation	200,000			200,000	Recognized as income
Ensheng Petroleum Corporation	184,253	3,566		180,687	Recognized as income
Ensheng Petroleum Corporation	80,396	1,735		78,661	Recognized as income
Shanghai CIMC Vessel Industry Group	54,052	651		53,401	Recognized as income
Ningbo General Machinery	38,000			38,000	Recognized as income
C&T Engineering	30,000			30,000	Recognized as income
TAS Energy	28,291	4,220	803	31,708	Recognized as income
Yunnan Energy Research Institute	26,504			26,504	Recognized as income
Tianjin CIMC Shipbuilding Engineering	11,396	152		11,244	Recognized as income
TCCIMC	9,862	131		9,731	Recognized as income
CQLE	8,021	100		7,921	Recognized as income
Zhennan Gas Development	7,844	450		7,394	Recognized as income
Shanghai Petroleum Research Institute	8,000	917		7,083	Recognized as income
TAS Energy	7,348	351		6,997	Recognized as income
MEAC	6,301			6,301	Recognized as income
Ensheng Petroleum Corporation (FPSO)	6,000			6,000	Recognized as income
MEAC	5,520	460		5,060	Recognized as income
KGR R&D	4,270	112		4,158	Recognized as income
Tianjin Energy Research Institute	2,256	113		2,143	Recognized as income
TAS Energy	886	48		838	Recognized as income
Guangdong XHCIMCS	17,362	17,362		-	Recognized as income
Guangdong Xinhua Metallurgical Engineering	10,764	10,764		-	Recognized as income
Others	82,416	40,480	6,909	115,987	Recognized as income
Total	829,742	44,700	44,624	829,818	

Notes to the Financial Statements

本公司截至二零一七年六月三十日止年度
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

44. Share capital

	31 June 2016	Change during the period	31 June 2017
	'000	'000	'000
Shares subject to trading restriction			
H shares in circulation	699	29	728
Shares not subject to trading restriction			
RMB denominated shares	1,261,301	1,747	1,263,048
Foreign denominated shares	1,716,577		1,716,577
Total	2,978,577	1,776	2,980,353

	31 June 2015	Change during the period	31 June 2016
	'000	'000	'000
Shares subject to trading restriction			
H shares in circulation	866	21	699
Change during the period		(188)	
Shares not subject to trading restriction			
RMB denominated shares	1,260,377	736	1,261,301
Foreign denominated shares	1,716,577	188	1,716,577
Total	2,977,820	757	2,978,577

The above shares are RMB1.00.

Notes to the Financial Statements

English version is in Chinese
 (All figures in RMB'000 unless otherwise specified)
 (English translation may differ from the original Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

45. Other equity instruments

	31 Dec 2016	Other Equity Instruments	31 Dec 2016	30 June 2017
Other equity instruments	2,049,035	35,908	(103,800)	1,981,143

	31 Dec 2015	Other Equity Instruments	31 Dec 2015	31 Dec 2016
Other equity instruments	2,033,043	119,792	(103,800)	2,049,035

As at 31 Dec 2015, the Group had issued 2,000 million shares of other equity instruments with a total value of RMB1,981,143,000. The shares were issued at a price of RMB9.905 per share, which is 5.19% above the closing price of RMB9.32 per share on the Shanghai Stock Exchange on 31 Dec 2015. The shares were listed on the Shanghai Stock Exchange on 16 Jan 2016. The Group has received RMB2,000 million from the issuance of other equity instruments. The Group has used RMB103,800,000 to pay the underwriting fees and other expenses related to the issuance of other equity instruments. As at 30 June 2017, the Group has received RMB1,981,143,000 from the issuance of other equity instruments. The Group has used RMB103,800,000 to pay the underwriting fees and other expenses related to the issuance of other equity instruments. As at 31 Dec 2016, the Group has received RMB2,049,035,000 from the issuance of other equity instruments. The Group has used RMB119,792,000 to pay the underwriting fees and other expenses related to the issuance of other equity instruments. As at 31 Dec 2015, the Group has received RMB2,033,043,000 from the issuance of other equity instruments. The Group has used RMB103,800,000 to pay the underwriting fees and other expenses related to the issuance of other equity instruments.

Notes to the Financial Statements

本集团截至二零一七年六月三十日止期间的财务报表
(All figures in RMB'000 unless otherwise stated)
(English text in Chinese version prevails)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

46. Capital surplus

	31 December 2016	Change during the period	Change during the period	30 June 2017
Share premium	3,590,421	29,310		3,619,731
Other:				
Employee share option plan	692			692
Deferred share-based compensation	257			257
Employee share-based compensation	420,004	6,778	(12,103)	414,679
Convertible preferred shares	15,967	70		16,037
Convertible preferred shares	435,101	3,428		438,529
Convertible preferred shares				
Convertible preferred shares				
Convertible preferred shares	900,031			900,031
Convertible preferred shares	(42,696)			(42,696)
Convertible preferred shares	(246,669)		(78,103)	(324,772)
Convertible preferred shares	(58,964)			(58,964)
Employee share-based compensation	(406,795)			(406,795)
Convertible preferred shares	(51,925)			(51,925)
Convertible preferred shares	(1,549,826)			(1,549,826)
Other	120,987			120,987
Total	3,126,585	39,586	(90,206)	3,075,965

Notes to the Financial Statements

截至2017年6月30日止
 (All figures in RMB'000 unless otherwise specified)
 (English text has prevailed)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

46. Capital surplus (Continued)

	31 Dec 2015	Change	Change	31 Dec 2016
Share premium	3,577,648	12,773		3,590,421
Other:				
- Foreign currency translation	692			692
- Reserve for share options	257			257
- Employee share-based payments	402,887	22,316	(5,199)	420,004
- Capital reserve	14,275	1,692		15,967
- Cash flow hedge	207,660	227,441		435,101
- Investment in subsidiaries				
- Investment in subsidiaries	899,128	903		900,031
- Capital reserve	(42,696)			(42,696)
- Capital reserve	(224,430)		(22,239)	(246,669)
- Cash flow hedge	(58,964)			(58,964)
- Employee share-based payments	(406,795)			(406,795)
- Capital reserve	(51,925)			(51,925)
- Investment in subsidiaries	(1,249,826)		(300,000)	(1,549,826)
Other	113,952	7,035		120,987
Total	3,181,863	272,160	(327,438)	3,126,585

Notes to the Financial Statements

截至2017年12月31日止年度
(All figures in RMB'000 unless otherwise stated)
(English Text in Chinese Only)

Notes to the Financial Statements

Financial statements for the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text is authoritative)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

48. Surplus reserve

	31 Dec 2016	Change	Change	30 June 2017
Surplus reserve	1,489,287			1,489,287
Distribution	1,790,092			1,790,092
Total	3,279,379			3,279,379

	31 Dec 2015	Change	Change	31 Dec 2016
Surplus reserve	1,413,486	75,801		1,489,287
Distribution	1,790,092			1,790,092
Total	3,203,578	75,801		3,279,379

In accordance with the Company Law of the PRC and the Articles of Association, the Company is required to allocate 10% of its profit after tax for the year to the statutory surplus reserve until it reaches 10% of the registered capital. The Company has not allocated any profit to the statutory surplus reserve for the period from 1 January to 30 June 2017.

The Company is also required to allocate 10% of its profit after tax for the year to the discretionary surplus reserve until it reaches 10% of the registered capital. The Company has not allocated any profit to the discretionary surplus reserve for the period from 1 January to 30 June 2017.

49. Undistributed profits

	30 June 2017	31 Dec 2016
Undistributed profits	17,495,053	17,805,808
Available for distribution	796,898	539,660
Not available for distribution	(35,908)	(119,792)
Total	-	(75,801)

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Characters Only)

IV NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

49. Undistributed profits (Continued)

(1) Dividends of ordinary shares declared during the period

	30 June 2017	31 December 2016
Dividends of ordinary shares	-	
Total	179,835	654,822

In accordance with the articles of association of the Company, a dividend of 9 June 2017, the Company has declared a dividend of 0.06 yuan per share for the period ended 30 June 2017 (2016: 0.22 yuan per share), amounting to RMB179,835,000 (2016: RMB654,822,000).

50. Revenue and cost of sales

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Revenue	32,656,928	22,828,212
Revenue	730,224	714,631
Total	33,387,152	23,542,843
Cost of sales	26,911,617	18,795,869
Cost of sales	329,947	330,627
Total	27,241,564	19,126,496

The revenue from the sale of crude oil and refined petroleum products is calculated at a discount of 10% to the market price.

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
 (All figures in RMB'000)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

50. Revenue and cost of sales (Continued)

(1) Revenue and cost of sales from main operations by industries and by products

In RMB	For the Period from 1 January to 30 June 2017		For the Period from 1 January to 30 June 2016	
	Revenue from main operations	Cost of sales from main operations	Revenue from main operations	Cost of sales from main operations
Construction	9,596,787	7,944,171	4,403,976	4,028,151
Real estate development	9,456,259	7,813,816	6,807,849	5,586,799
Engineering, construction & operation business	4,825,819	4,021,439	4,180,940	3,372,051
Other business	500,245	461,813	950,752	822,464
Assets	1,147,629	932,468	1,096,364	886,690
Financial	3,725,556	3,242,929	3,149,543	2,763,476
Other	1,145,113	498,703	1,113,604	366,336
Other	268,322	160,685	203,751	100,269
Other	1,238,678	1,166,396	790,779	771,101
Other	752,520	669,197	130,654	98,532
Total	32,656,928	26,911,617	22,828,212	18,795,869

(2) Revenue and cost of sales from main operations by locations

	For the Period from 1 January to 30 June 2017		For the Period from 1 January to 30 June 2016	
	Revenue from main operations	Cost of sales from main operations	Revenue from main operations	Cost of sales from main operations
P.R.China	27,745,363	22,723,465	19,344,042	15,845,823
Other	2,752,566	2,371,653	1,244,670	1,041,609
Other	1,649,559	1,394,104	1,803,907	1,515,328
Other (P.R.China)	378,592	317,409	308,619	282,794
Other	130,848	104,986	126,974	110,315
Total	32,656,928	26,911,617	22,828,212	18,795,869

The above information is derived from the consolidated financial statements of the Group.

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Characters Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

50. Revenue and cost of sales (Continued)

(3) Revenue and cost of sales from other operations

	For the Period from 1 January to 30 June 2017		For the Period from 1 January to 30 June 2016	
	Revenue from other operations	Cost of sales from other operations	Revenue from other operations	Cost of sales from other operations
Revenue	532,435	239,624	580,116	226,095
Cost of sales	197,789	90,323	134,515	104,532
Total	730,224	329,947	714,631	330,627

51. Taxes and surcharges

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016	Total	
Business tax	4,412	24,768	3%	5% VAT on business tax
Consumption tax	44,238	85,368	7%	VAT on business tax
Land use tax	17,849	12,290		Additional tax on land use
Enterprise income tax	35,470	62,541	3%	5% VAT on business tax
Others	114,214	9,269		
Total	216,183	194,236		

52. Selling and distribution expenses

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
		1,395 -1,4123

Notes to the Financial Statements

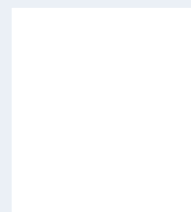
For the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese and Chinese Text in English)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

53. General and administrative expenses

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Employee benefits	1,004,200	783,266
Depreciation and amortization	288,459	230,097
Provision for impairment of financial assets	165,200	49,872
Bad debt provision	134,408	149,922
Advertising	113,415	99,409
Agency fees	110,796	97,258
Rent	75,806	63,119
Travel and transportation	49,006	30,969
Telephone and communication	34,293	127,122
Share-based payments	9,583	19,889
Others	382,873	331,378
Total	2,368,039	1,982,301

54. Financial expenses-net



Notes to the Financial Statements

Financial statements for the period from 1 January to 30 June 2017

(All figures in RMB'000 unless otherwise specified)

(English text in Chinese characters only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

55. Expenses by nature

The following table shows the nature of expenses incurred during the period from 1 January to 30 June 2017. The figures are in RMB'000 unless otherwise specified.

	For the Period from 1 January to 30 June 2017	RMB' 1 Jan to 30 Jun 2016
Employee benefits - including salaries and wages, bonuses, allowances, social insurance, housing fund, pension, etc.	(741,628)	(244,984)
Depreciation and amortization	24,492,423	16,685,627
Selling expenses	3,216,847	2,129,005
Administrative expenses	1,152,911	1,242,346
Shareholding costs	560,202	411,149
Financial expenses	594,251	304,944
Interest	130,874	130,385
Impairment losses	288,459	230,097
Provision for doubtful accounts	294,912	211,604
Research expenses	283,549	180,553
Advertising and promotion expenses	149,651	57,393
Other expenses - including transportation, etc.	164,295	234,324
Other expenses - including consulting fees, etc.	209,567	291,869
Other expenses - including legal fees, etc.	663,795	585,558
	31,460,108	22,449,870

56. Profit/(Loss) from changes in fair value

	For the Period from 1 January to 30 June 2017	RMB' 1 Jan to 30 Jun 2016
Financial assets at fair value through profit or loss		
Change in fair value through profit or loss		
1. Proceeds from the sale of financial assets	29,834	944
2. Proceeds from the sale of financial assets - net of impairment losses	(73,769)	(136,647)
Proceeds from the sale of financial assets - net of impairment losses	1,830	141,409
Subtotal	(42,105)	5,706
Financial liabilities at fair value through profit or loss		
Change in fair value through profit or loss		
1. Proceeds from the sale of financial liabilities	9,479	131,398
Interest	(32,626)	137,104

Notes to the Financial Statements

207

本集团截至2017年6月30日止期间的财务报表
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese and Chinese Text in English)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

57. Investment income

Investment income by categories

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
可供出售金融资产公允价值变动损益	(1,830)	(141,409)
可供出售金融资产利息收入	4,106	8,855
可供出售金融资产减值损失	533	7,714
可供出售金融资产公允价值变动损益	2,538	13,800
可供出售金融资产减值损失	(25,460)	23,712
其他	9,485	
合计	(10,628)	(87,328)

58. Asset impairment losses

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
可供出售金融资产减值损失	25,988	14,445
可供出售金融资产减值损失	6,675	
可供出售金融资产减值损失	141,923	343,501
可供出售金融资产减值损失	(3,521)	6,962
可供出售金融资产减值损失	97,401	153,029
可供出售金融资产减值损失	(35,563)	(129,164)
可供出售金融资产减值损失	-	178,634
可供出售金融资产减值损失	1,534	94
可供出售金融资产减值损失	-	700,000
合计	234,437	1,267,501

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
 (All figures in RMB'000, unless otherwise specified)
 (English Text in Chinese Characters Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

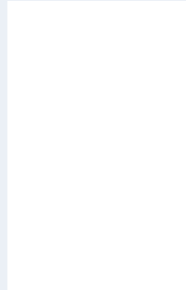
59. Other Income

	For the Period from 1 January to 30 June 2017
Financial income	57,088
Taxation	27,472
Others	6,472
Total	91,032

60. Non-operating income

(1) Non-operating income by categories:

For the Period
from 1 January
to 30 June 2017



Notes to the Financial Statements

For the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English translation of original Chinese)

STATEMENTS (CONTINUED)

For the Period from 1 January to 30 June 2017	Attributable to Equity holders of the Company	
	For the Period from 1 January to 30 June 2016	For the Period from 1 January to 30 June 2017
17,388	9,485	17,388
17,388	9,485	17,388
-		
352	393	352
1,699	380	1,699
11,486	989	11,486
679	664	679
800	2,234	800
32,404	14,145	32,404

For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016

Notes to the Financial Statements

Financial statements for the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Appendix Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

62. Income tax expenses (Continued)

The following table shows the reconciliation of income tax expense to accounting profit:

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Profit before income tax	1,576,142	(165,844)
Income tax expense	395,233	338,676
Expenses on income tax	(63,499)	(46,248)
Income tax expense	20,714	32,243
Other income tax	(90,621)	(74,525)
Income tax expense	7390,621)T68,443 (T)7]10	395,23304 (T)7]10

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Characters Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

63. Earnings per share (Continued)

(2) Diluted earnings per share

Diluted earnings per share is calculated by dividing the net profit attributable to common shareholders by the weighted average number of shares outstanding during the period.

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Net profit attributable to common shareholders	796,898	(378,034)
Interest expense on financial liabilities	(35,908)	(51,900)
Expense on equity instruments	(1,371)	
Net profit attributable to common shareholders	759,619	(429,934)
Weighted average number of shares outstanding ('000)	2,986,410	2,978,120
Diluted earnings per share (RMB/hong)	0.2544	(0.1444)

()

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Weighted average number of shares outstanding ('000)	2,979,059	2,978,120
Expense on equity instruments ('000)	7,351	
Weighted average number of shares outstanding ('000)	2,986,410	2,978,120

The Company has issued 60,000,000 shares (2.01% of the total shares of 2,980,352,786) at the end of the reporting period.

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text is Original)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

64. Notes to the consolidated cash flow statement (Continued)

(4) Cash received related to other financing activities

	For the Period from 1 January to 30 June 2017	RMB 1 January to 30 June 2016
Cash received from bank loans	81,616	22,272
Cash received from other financing activities	-	98,104
Total	81,616	120,376

65. Information to cash flow statement

(1) Supplementary information to the consolidated cash flow statement

(i) Information to cash flow statement of the consolidated entity

	For the Period from 1 January to 30 June 2017	RMB 1 January to 30 June 2016
Net cash provided by operating activities	1,066,509	(541,160)
Net cash used in investing activities	234,437	1,267,501
Net cash used in financing activities	916,498	1,056,717
Net cash used in financing activities, net of cash received from bank loans	175,734	121,062
Net cash used in financing activities, net of cash received from bank loans and other financing activities	60,679	64,902

Notes to the Financial Statements

Financial statements for the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text has legal precedence over Chinese text)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

65. Information to cash flow statement (Continued)

(1) Supplementary information to the consolidated cash flow statement (Continued)

(1) Cash and cash equivalents

	For the Period from 1 January to 30 June 2017	RMB 1 January to 30 June 2016
Cash and cash equivalents at the beginning of the period	5,940,423	4,310,559
Change in cash and cash equivalents during the period	6,338,667	3,259,123
Cash and cash equivalents at the end of the period	(398,244)	1,051,436

(2) Information on acquisition of subsidiaries and other business units during the period

	For the Period from 1 January to 30 June 2017	RMB 1 January to 30 June 2016
I. Acquisition of subsidiaries and other business units:		
Cash and cash equivalents	5,000	965,028
Change in cash and cash equivalents during the period	-	200,451
Cash and cash equivalents at the end of the period	5,000	764,577

(3) Cash and cash equivalents

	For the Period from 1 January to 30 June 2017	RMB 1 January to 30 June 2016
I. Cash		
Bank deposits	155,947	3,420
Cash held by branches and subsidiaries	4,686,435	4,074,994
Other cash	77,875	232,145
II. Restricted cash	1,020,166	
III. Cash and cash equivalents	5,940,423	4,310,559

Note: Cash and cash equivalents include cash held by branches and subsidiaries.

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text is the authoritative version)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

66. Monetary items denominated in foreign currency

	30 June 2017		
	Functional currency (in thousands)	Exchange Rate	in RMB
Monetary fund –			
USD	120,552	6.7744	816,665
HKD	289,640	0.8679	251,384
AUD	15,237	5.2099	79,381
THB			
Monetary fund –			
USD		0.8679	65

Notes to the Financial Statements

本集团截至二零一七年六月三十日止期间的财务报表
 (All figures in RMB'000, unless otherwise stated)
 (English Text in Chinese Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

66. Monetary items denominated in foreign currency (Continued)

	30 June 2017		
	Functional currency (in thousands)	Exchange Rate	in RMB
Stable financing			
USD	1,430,476	6.7744	9,690,618
EUR	95,026	7.7496	736,415
GBP	1,999	8.8144	17,621
AUD	63	5.2099	329
			10,444,983
Variable financing			
USD	237,138	6.7744	1,606,467
HKD	49,007	0.8679	42,534
EUR	83,320	7.7496	645,695
AUD	8,929	5.2099	46,517
THB	2,532	5.0155	12,700
Others			709,653
			3,063,566
Other financing			
USD	190,769	6.7744	1,292,347
HKD	13,687	0.8679	11,879
JPY	98,008	0.0605	5,928
EUR	8,211	7.7496	63,630
AUD	1,004	5.2099	5,233
THB	367	5.0155	1,840
Others			257,379
			1,638,236
Long-term financing			
USD	3,267,834	6.7744	22,137,615
HKD	248,000	0.8679	215,244
Others			397,237
			22,750,096
Long-term financing			
USD	29,264	6.7744	198,246

Notes to the Financial Statements

Financial statements for the period from January 1 to June 30, 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text has priority over Chinese text)

V. CHANGES IN THE SCOPE OF CONSOLIDATION

1. Business combinations involving enterprises not under common control

The Group has no business combinations involving enterprises not under common control during the reporting period.

2. Disposal of subsidiaries

The Group has no disposal of subsidiaries during the reporting period.

VI. EQUITY IN OTHER ENTITIES

1. Equity in subsidiaries

All subsidiaries are controlled by the Group. The Group has no subsidiaries that are not controlled by the Group.

As at June 30, 2017, the Group has no subsidiaries that are not controlled by the Group. The Group has 621 subsidiaries. The Group has no subsidiaries that are not controlled by the Group. The Group has 360 subsidiaries that are not controlled by the Group. The Group has 758,912,000 shares of ordinary shares issued and outstanding. The Group has 20 million shares of ordinary shares issued and outstanding. The Group has 20 million shares of ordinary shares issued and outstanding. The Group has 20 million shares of ordinary shares issued and outstanding.

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Appendix Only)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination

(i) Subsidiaries established

Name	Category	Registration Place	Main Premises	Business scope	Shareholding (%)	Share capital issued and information	Shareholding percentage (%)	
							Direct	Indirect
1 Shanghai Sincim Container Marine Co., Ltd. (SCIMC)	Business	Shanghai, P.R. of China	Shanghai, P.R. of China	Container transportation	100%		100%	

Notes to the Financial Statements

截至2017年12月31日止
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect
18 Qinghai CIMC Ship Management Co., Ltd. (QDSV)	Block	Qinghai, Shenyang	Qinghai, Shenyang	船舶管理, 船舶修理, 船舶代理, 船舶融资租赁, 船舶保险, 船舶维修, 船舶配件, 船舶修理, 船舶代理, 船舶融资租赁, 船舶保险, 船舶维修, 船舶配件	RMB62,880,000	44.34%	35.25%
19 Eehai CIMC Ship Management Co., Ltd. (Eehai)	Block	Eehai, Guangzhou	Eehai, Guangzhou	船舶管理, 船舶修理, 船舶代理, 船舶融资租赁, 船舶保险, 船舶维修, 船舶配件	RMB3,000,000		100.00%
20 Shanghai CIMC Ship Management Co., Ltd. (SHL)	Block	Shanghai	Shanghai	船舶管理, 船舶修理, 船舶代理, 船舶融资租赁, 船舶保险, 船舶维修, 船舶配件	RMB90,204,100		63.33%
21 Shanhai CIMC Ship Management Co., Ltd. (SHMC)	Block	Shanghai, Guangzhou	Shanghai, Guangzhou	船舶管理, 船舶修理, 船舶代理, 船舶融资租赁, 船舶保险, 船舶维修, 船舶配件	RMB30,000,000	12.00%	88.00%
22 CIMC Ship Management (Linnan) Co., Ltd. (LNVS)	Block	Yunnan, Linnan	Yunnan, Linnan	船舶管理, 船舶修理, 船舶代理, 船舶融资租赁, 船舶保险, 船舶维修, 船舶配件	RMB60,000,000		63.33%
23 Tianjin CIMC Ship Management Co., Ltd. (TJMC)	Block	Tianjin	Tianjin	船舶管理, 船舶修理, 船舶代理, 船舶融资租赁, 船舶保险, 船舶维修, 船舶配件			

Notes to the Financial Statements

截至2017年6月30日止
 (All figures in RMB'000 unless otherwise specified)
 (English text has overriding priority)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect
26 Xinhai CIMO Investment Management Co., Ltd (XHCM)	Investment	Jiangsu, Guangdong	Jiangsu, Guangdong	Private equity investment, management of investment funds, etc.	RMB129,000,000		63.33%
27 Qiangxi CIMO Investment Co., Ltd. (QDHB)	Investment	Qiangxi, Shanghai	Qiangxi, Shanghai	Private equity investment, management of investment funds, etc.	RMB137,930,000		63.33%
28 Shanghai CIMO Investment Co., Ltd. (SHCIMCV)	Investment	Shanghai	Shanghai	Private equity investment, management of investment funds, etc.	RMB10,000,000		63.33%
29 CIMO Financial Management Co., Ltd. (CIMCVL)	Investment	Shanghai, Guangdong	Shanghai, Guangdong	Financial management; investment management; etc.			

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese and Chinese Text in English)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

(continued from page 221)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
34	China National Petroleum Corporation (NMGW) CIMC Wee Co., Ltd. (NMGW)	Block	China	China	Research and development, production and sales of refined petroleum products, etc.	RMB259,520,000	100.00%	
35	China National Petroleum Corporation (IXW) Jing CIMC Wee Co., Ltd. (IXW)	Block	China	China	Research and development, production and sales of refined petroleum products, etc.	USD5,000,000	100.00%	
36	China National Petroleum Corporation (SCIMCL) Shanghai CIMC Co., Ltd. (SCIMCL)	Block	Shanghai, P.R. of China	Shanghai, P.R. of China	Engineering design, construction, operation and maintenance of oil and gas projects.	USD5,000,000	100.00%	
37	China National Petroleum Corporation (NBCIMCL) Ningbo CIMC Co., Ltd. (NBCIMCL)	Block	Ningbo, P.R. of China	Ningbo, P.R. of China	Research and development, production and sales of refined petroleum products, etc.	RMB30,000,000	100.00%	
38	China National Petroleum Corporation (CIMC SD) CIMC Shanghai Branch Co., Ltd. (CIMC SD)	Block	Shanghai	Shanghai	Research and development, production and sales of refined petroleum products, etc.	RMB204,123,000	98.53%	1.47%
39	China National Petroleum Corporation (SJ4S) CIMC Jiangxi (Xinji) Co., Ltd. (SJ4S)	Block	Urumqi, Xinjiang	Urumqi, Xinjiang	Research and development, production and sales of refined petroleum products, etc.	RMB80,000,000	63.33%	
40	China National Petroleum Corporation (HI) CIMC Hainan (Group) Co., Ltd. (HI)	Block	Shanghai, P.R. of China	Shanghai, P.R. of China	Research and development, production and sales of refined petroleum products, etc.	USD212,225,100	44.33%	19.00%
41	China National Petroleum Corporation (QDCSR) Qingdao CIMC Shipbuilding Co., Ltd. (QDCSR)	Block	Qingdao, Shandong	Qingdao, Shandong	Manufacturing, sales and maintenance of ships.	USD39,184,100	100.00%	
42	China National Petroleum Corporation (TJCMCCL) Tianjin CIMC Chemical Engineering Co., Ltd. (TJCMCCL)	Block	Tianjin	Tianjin	Research and development, production and sales of refined petroleum products, etc.	USD10,000,000	83.50%	

Notes to the Financial Statements

截至2017年12月31日止
 (All figures in RMB'000 unless otherwise specified)
 (English text prevails over Chinese text)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect
43 大连 CIMC 大连 德隆 有限公司 (DLL)	股权投资	大连, 辽宁	大连, 辽宁	经营, 维护, 管理, 大连 德隆 有限公司 的 业务	USD14,000,000		100.00%
44 大连 CIMC 大连 德隆 有限公司 (CQLE)	股权投资	大连	大连	经营, 维护, 管理, 大连 德隆 有限公司 的 业务	USD8,000,000	75.00%	25.00%
45 大连 CIMC 大连 德隆 有限公司 (DLZH)	股权投资	大连, 辽宁	大连, 辽宁	经营, 维护, 管理, 大连 德隆 有限公司 的 业务	USD45,170,000	62.70%	37.30%
46 大连 CIMC 大连 德隆 有限公司 (CIMC 大连)	股权投资	大连, 辽宁	大连, 辽宁	经营, 维护, 管理, 大连 德隆 有限公司 的 业务	RMB66,388,889	62.96%	9.04%
47 CIMC 大连 德隆 有限公司 (TCCRC)	股权投资	天津	天津	经营, 维护, 管理, 大连 德隆 有限公司 的 业务	RMB450,000,000		100.00%
48 大连 CIMC 大连 德隆 有限公司 (HNW)	股权投资	沈阳, (H, OT)	沈阳, (H, OT)	经营, 维护, 管理, 大连 德隆 有限公司 的 业务	USD7,450,000,000		

Notes to the Financial Statements

截至2017年12月31日止
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect
51 CIMC 集装箱制造 (上海) 有限公司 (CIMC 集装箱)	制造业	上海, 临港	上海, 临港				

Notes to the Financial Statements

截至2017年1月31日止期间
(All figures in RMB'000 unless otherwise stated)
(English translation of original Chinese)

Name	Category	Registration Place	Main Premises
------	----------	--------------------	---------------

Notes to the Financial Statements

本公司截至二零一七年十二月三十一日止年度
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

(continued)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect
69 CIMC 德 州 海 洋 集 裝 箱 有 限 公 司 (CIMC Deyou Marine Containers Co., Ltd.)	Block	Shanghai, Guangdong	Shanghai, Guangdong	Equipment leasing, warehousing, etc.	RMB2,736,915,400	100.00%	
70 廣 州 德 州 集 裝 箱 有 限 公 司 (Guangzhou Deyou Containers Co., Ltd.)	Block	Guangzhou, Shenzhen	Guangzhou, Shenzhen	Equipment leasing, etc.	RMB15,000,000		63.33%
71 上 海 德 州 集 裝 箱 有 限 公 司 (Shanghai Deyou Containers Co., Ltd.)	Block	Xinjiang, Shanghai	Xinjiang, Shanghai	Equipment leasing, etc.	RMB80,000,000		63.33%
72 CIMC 德 州 集 裝 箱 有 限 公 司 (B.V.I.) (CIMC BVI)	Block	Jiangsu, Guangdong	Jiangsu, Guangdong	Equipment leasing, etc.	RMB150,000,000		100.00%
73 CIMC 德 州 集 裝 箱 有 限 公 司 及 德 州 集 裝 箱 有 限 公 司 (CIMC Deyou Containers Co., Ltd. & Deyou Containers Co., Ltd.)	Block	Jiangsu, Guangdong	Jiangsu, Guangdong	Equipment leasing, etc.	RMB50,000,000		87.40%
74 CIMC 德 州 集 裝 箱 有 限 公 司 (CIMC Deyou Containers Co., Ltd.)	Block	Qingdao, Shandong	Qingdao, Shandong	Equipment leasing, etc.	RMB50,000,000		100.00%
75 CIMC 德 州 集 裝 箱 有 限 公 司 (CIMC Deyou Containers Co., Ltd.)	Block	Qingdao, Shandong	Qingdao, Shandong	Equipment leasing, etc.	RMB979,000,000		100.00%
76 上 海 德 州 集 裝 箱 有 限 公 司 (Shanghai Deyou Containers Co., Ltd.)	Block	Shanghai, Liaoning	Shanghai, Liaoning	Equipment leasing, etc.	RMB50,000,000		63.33%
77 上 海 德 州 集 裝 箱 有 限 公 司 (Shanghai Deyou Containers Co., Ltd.)	Block	Shanghai, Guangdong	Shanghai, Guangdong	Equipment leasing, etc.	RMB60,000,000		54.70%

Notes to the Financial Statements

截至2017年1月31日止期间
 (All figures in RMB'000 unless otherwise specified)
 (English translation of original Chinese)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect
78 北京中民在线电子商务有限公司 Beijing Zhongmin Online E-commerce Co., Ltd. (北京中民在线电子商务有限公司)	电子商务	北京, 大兴区 Beijing, Daxing District					

Notes to the Financial Statements

截至2017年12月31日止年度
 (All figures in RMB'000 unless otherwise stated)
 (English Text is Primary and Chinese Text is Secondary)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

(continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
87	Qinghai CIMC Inland Container Terminal & Palletization Co., Ltd. (Qinghai Inland Container Terminal & Palletization Co., Ltd.)	Wholly-owned subsidiary	Qinghai, Shannong	Qinghai, Shannong	Container terminal and palletization services; container repair and maintenance services	RMB10,000,000		82.00%
88	Anhui Uris Container Terminal Co., Ltd. (Uris Container Terminal Co., Ltd.)	Wholly-owned subsidiary	Xinhui, Anhui	Xinhui, Anhui	Container terminal, container repair and maintenance services	RMB158,000,000		66.24%
89	Zhangjiu (Tianjin) Container Terminal Co., Ltd. (Zhangjiu Container Terminal Co., Ltd.)	Wholly-owned subsidiary	Tianjin	Tianjin	Container terminal, container repair and maintenance services	RMB85,761,300		75.00%
90	Kunming CIMC Container Terminal Co., Ltd. (Kunming CIMC Container Terminal Co., Ltd.)	Wholly-owned subsidiary	Kunming, Jiangxi	Kunming, Jiangxi	Container terminal, container repair and maintenance services	RMB80,000,000		54.70%
91	CIMC Tianjin Container Terminal & Palletization Co., Ltd.	Wholly-owned subsidiary	Tianjin, Fujian	Tianjin, Fujian	Container terminal, container repair and maintenance services	RMB20,000,000		32.82%
92	Alibaba Group Holding Limited (Alibaba Group)	Wholly-owned subsidiary	Beijing	Beijing	Online retail, e-commerce, internet services, etc.	EUR1,500,000		60.00%
93	Shanghai CIMC Yangtze River Container Terminal & Palletization Co., Ltd. (Shanghai Yangtze River Container Terminal & Palletization Co., Ltd.)	Wholly-owned subsidiary	Shanghai, Guangdong	Shanghai, Guangdong	Container terminal, container repair and maintenance services	RMB10,000,000		54.72%
94	Shanghai CIMC Yangtze River Container Terminal & Palletization Co., Ltd. (Shanghai Yangtze River Container Terminal & Palletization Co., Ltd.)	Wholly-owned subsidiary	Shanghai, Guangdong	Shanghai, Guangdong	Container terminal, container repair and maintenance services	RMB137,844,600		50.78%
95	Nanjing CIMC Ship Repair Co., Ltd. (Nanjing Ship Repair Co., Ltd.)	Wholly-owned subsidiary	Nanjing, Jiangsu	Nanjing, Jiangsu	Ship repair, container repair and maintenance services	RMB20,000,000		70.73%

Notes to the Financial Statements

2017年3月31日止期间财务报表附注
 (All numbers in RMB'000 unless otherwise indicated)
 (English text has prevailed)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

(continued)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
					of bonds	Direct	Indirect
96 北京世纪鼎信科技股份有限公司 Beijing Shiji Dingxin Technology Co., Ltd. (北京世纪鼎信科技股份有限公司)	北京世纪鼎信	北京市 Guangong	北京市 Guangong	软件开发, 计算机系统服务, 计算机系统集成服务, 计算机系统集成, 网络工程, 网络技术开发, 网络技术服务	RMB200,000,000		63.33%
97 北京世纪鼎信信息技术有限公司 Beijing Shiji Dingxin Information Technology Co., Ltd. (北京世纪鼎信信息技术有限公司)	北京世纪鼎信	北京市 Guangong	北京市 Guangong	软件开发, 计算机系统服务, 计算机系统集成服务, 计算机系统集成, 网络工程, 网络技术开发, 网络技术服务	RMB30,000,000	100%	
98 天津世纪鼎信信息技术有限公司 Tianjin Shiji Dingxin Information Technology Co., Ltd. (天津世纪鼎信信息技术有限公司)	北京世纪鼎信	天津市	天津市	软件开发, 计算机系统服务, 计算机系统集成服务, 计算机系统集成, 网络工程, 网络技术开发, 网络技术服务	RMB79,475,000		75.00%
99 世纪鼎信(北京)信息技术有限公司 Shiji Dingxin (Beijing) Information Technology Co., Ltd. (世纪鼎信(北京)信息技术有限公司)	北京世纪鼎信	北京市 Guangong	北京市 Guangong	软件开发, 计算机系统服务, 计算机系统集成服务, 计算机系统集成, 网络工程, 网络技术开发, 网络技术服务	RMB50,000,000		100.00%
100 世纪鼎信(北京)信息技术有限公司 Shiji Dingxin (Beijing) Information Technology Co., Ltd. (世纪鼎信(北京)信息技术有限公司)	北京世纪鼎信	北京市 Guangong	北京市 Guangong	软件开发, 计算机系统服务, 计算机系统集成服务, 计算机系统集成, 网络工程, 网络技术开发, 网络技术服务	RMB152,500,000		63.33%
101 世纪鼎信(北京)信息技术有限公司 Shiji Dingxin (Beijing) Information Technology Co., Ltd. (世纪鼎信(北京)信息技术有限公司)	北京世纪鼎信	天津市	天津市	软件开发, 计算机系统服务, 计算机系统集成服务, 计算机系统集成, 网络工程, 网络技术开发, 网络技术服务	RMB1,049,226,700	100.00%	
102 世纪鼎信(北京)信息技术有限公司 Shiji Dingxin (Beijing) Information Technology Co., Ltd. (世纪鼎信(北京)信息技术有限公司)	北京世纪鼎信	北京市 Guangong	北京市 Guangong	软件开发, 计算机系统服务, 计算机系统集成服务, 计算机系统集成, 网络工程, 网络技术开发, 网络技术服务	RMB600,000,000		100.00%
103 世纪鼎信(北京)信息技术有限公司 Shiji Dingxin (Beijing) Information Technology Co., Ltd. (世纪鼎信(北京)信息技术有限公司)	北京世纪鼎信	南京市	南京市	软件开发, 计算机系统服务, 计算机系统集成服务, 计算机系统集成, 网络工程, 网络技术开发, 网络技术服务	RMB500,000,000		100.00%
104 世纪鼎信(北京)信息技术有限公司 Shiji Dingxin (Beijing) Information Technology Co., Ltd. (世纪鼎信(北京)信息技术有限公司)	北京世纪鼎信	北京市	北京市	软件开发, 计算机系统服务, 计算机系统集成服务, 计算机系统集成, 网络工程, 网络技术开发, 网络技术服务	RMB50,000,000		100.00%

Notes to the Financial Statements

本公司截至二零一七年十二月三十一日止年度
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

(continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
105	Shanghai Tian He Zhong 上海天合众, LTD (Shanghai Tian He Zhong)	Block	Shanghai	Shanghai	International trade	RMB30,000,000		66.24%
106	Guangdong Zhongde 广东中德, LTD (Guangdong Zhongde)	Block	Jiangmen	Jiangmen	Manufacturing, processing	RMB31,800,000	19.01%	80.99%
107	Yongkai CIMC Hong Kong 永开, LTD (Yongkai Hong Kong 永开)	Block	Yongkai	Yongkai	Manufacturing, processing, sales	RMB25,000,000		82.00%
108	Yongkai CIMC Donghai 永开, LTD (Yongkai Donghai 永开)	Block	Yongkai	Yongkai	Manufacturing, processing, sales	RMB25,000,000		82.00%
109	Yongkai CIMC Huihai 永开, LTD (Yongkai Huihai 永开)	Block	Yongkai	Yongkai	Manufacturing, processing, sales	RMB35,000,000		82.00%
110	Yongkai CIMC Shijiazhuang 永开, LTD (Yongkai Shijiazhuang 永开)	Block	Shijiazhuang	Shijiazhuang	Manufacturing, processing, sales	USD20,000,000	50.00%	50.00%
111	Zhankai Epaohong 永开, LTD (Zhankai Epaohong 永开)	Block	Zhankai	Zhankai	Manufacturing	RMB43,000,000		66.00%
112	CIMC Epaohong (Shanghai) LTD (Shanghai Epaohong)	Block	Shanghai	Shanghai	International trade	USD80,000,000		70.73%
113	Zhongde CIMC Shijiazhuang 永开, LTD (Shijiazhuang 永开)	Block	Zhongde	Zhongde	Manufacturing, processing, sales	RMB30,000,000		63.66%

Notes to the Financial Statements

截至2017年6月30日止六个月的
 (All figures in RMB'000 unless otherwise specified)
 (English text is the original text)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information	issued percentage
------	----------	-----------------------	------------------	----------------	--	-------------------

Notes to the Financial Statements

For the period from January 1 to December 31, 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Version Only)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect

Notes to the Financial Statements 233

截至2017年6月30日止六个月的财务报表
(All figures in RMB'000 unless otherwise specified)
(English text has precedence over Chinese text)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1)

Notes to the Financial Statements

截至2017年1月31日止期间
(All figures in RMB'000 unless otherwise stated)
(English translation of original Chinese)

Name

Category

Notes to the Financial Statements

Financial statements for the period ending 30 June 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Characters Only)

Name	Category	Registration Place	Main Pre2istration
------	----------	--------------------	--------------------

Notes to the Financial Statements

截至2017年6月30日止
(All figures in RMB'000 unless otherwise specified)
(English text prevails over Chinese text)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(2) The Group does not have subsidiaries obtained through combination under common control

(3) Subsidiaries acquired through combinations under non-common control

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect
1. 莱商银行莱商银行有限公司 (LYV)	非全资子公司	莱商银行	莱商银行	人民币存款、贷款、票据承兑、代理收付款项、银行卡业务	RMB122,745,700		45.26%
2. 莱商银行莱商银行有限公司 (WHVS)	非全资子公司	潍坊, 安徽	潍坊, 安徽	人民币存款、贷款、票据承兑、代理收付款项、银行卡业务	RMB161,786,100		45.76%
3. 莱商银行莱商银行有限公司 (LSDYV)	非全资子公司	莱商银行, 上海	莱商银行, 上海	人民币存款、贷款、票据承兑、代理收付款项、银行卡业务	RMB90,000,000		44.39%
4. 莱商银行莱商银行有限公司 (QDCC)	非全资子公司	青岛, 上海	青岛, 上海	人民币存款、贷款、票据承兑、代理收付款项、银行卡业务	USD27,840,000		100.00%
5. 莱商银行莱商银行有限公司 (QDCRC)	非全资子公司	青岛, 上海	青岛, 上海	人民币存款、贷款、票据承兑、代理收付款项、银行卡业务	USD86,846,680		100.00%
6. 莱商银行莱商银行有限公司 (TJICMC)	非全资子公司	天津	天津	人民币存款、贷款、票据承兑、代理收付款项、银行卡业务	USD15,469,300	47.50%	52.50%
7. 莱商银行莱商银行有限公司 (SBWI)	非全资子公司	上海	上海	人民币存款、贷款、票据承兑、代理收付款项、银行卡业务	USD28,500,000		94.74%
8. 莱商银行莱商银行有限公司 (KGR)	非全资子公司	浙江, 上海	浙江, 上海	人民币存款、贷款、票据承兑、代理收付款项、银行卡业务	USD18,930,100		55.10%

Notes to the Financial Statements

截至2017年12月31日止
(All figures in RMB'000 unless otherwise specified)
(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)

(continued)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect
17 Shijiang Energy Group Co., Ltd. (Shijiang Energy)	Beijing	Shijiang, Hebei	Shijiang, Hebei	Mineral processing and other	USD32,000,000		70.73%
18 Eitong (Liangning) Energy Group Co., Ltd. (Liangning Eitong)	Beijing	Liangning, Hebei	Liangning, Hebei	Mineral processing and other	HKD115,000,000		70.73%
19 Eitong (Bajing) Energy Group Co., Ltd. (Bajing Eitong)	Beijing	Bajing	Bajing	Mineral processing and other	HKD40,000,000		70.73%
20 CIMC Eitong (Jingnan) Energy Group Co., Ltd. (Jingnan Eitong)	Beijing	Jingnan, Hebei	Jingnan, Hebei	Sales of iron and steel products, iron and steel products, iron and steel products, iron and steel products, iron and steel products	HKD50,000,000		70.73%
21 Jingnan Hengsheng Iron and Steel Co., Ltd. (Jingnan Hengsheng)	Beijing	Jingnan, Hebei	Jingnan, Hebei	Production, processing, sales of iron and steel products, iron and steel products, iron and steel products, iron and steel products, iron and steel products	RMB100,000,000		56.58%
22 Ningxi CIMC Water Co., Ltd. (NGCIMCW)	Beijing	Ningxi, Anhui	Ningxi, Anhui	Production, processing, sales of water, water, water, water, water	RMB9,884,600		60.00%
23 Yunnan CIMC Resources Co., Ltd. (YCRO)	Beijing	Yunnan, Shaanxi	Yunnan, Shaanxi	Production, processing, sales of resources, resources, resources, resources, resources	RMB2,291,190,000		97.89%

Notes to the Financial Statements

本公司截至2017年12月31日止
 (All figures in RMB'000 unless otherwise stated)
 (English Text Prevails Over Chinese Text Only)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries acquired through combinations under non-common control (Continued)

(continued from page 239)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
24	Yunnan CIMCR Container Leasing Co., Ltd. (YCRL)	Block company	Yunnan, China	Yunnan, China	Container leasing and related services	RMB125,980,000		83.47%
25	Hangzhou CIMCR Container Leasing Co., Ltd. (HCRO)	Block company	Hangzhou, China	Hangzhou, China	Container leasing, related services, and other container-related services	RMB200,000,000		97.89%
26	Kunming CIMCR Container Leasing Co., Ltd. (LCRO)	Block company	Kunming, China	Kunming, China	Container leasing and related services	RMB290,000,000		97.89%
27	Shenzhen Mian Sheng Investment Management Co., Ltd. (SDMV)	Block company	Jiangsu, China	Jiangsu, China	Management and investment	RMB66,000,000		44.39%
28	Xin'an E-commerce Co., Ltd. (Xin'an A)	Block company	Beijing, China	Beijing, China	Management and investment	RMB25,000,000		38.29%
29	Yongji Sheng Sheng Investment Management Co., Ltd. (YJFR)	Block company	Yongji, Guangdong, China	Yongji, Guangdong, China	Management and investment	RMB10,000,000		49.20%
30	Nanjing Yungong Investment Management & Engineering Co., Ltd. (YNG)	Block company	Nanjing, Jiangsu, China	Nanjing, Jiangsu, China	Real estate investment and management	RMB88,000,000		70.73%

Notes to the Financial Statements

截至2017年6月30日止六个月期间的财务报表
 (All figures in RMB'000 unless otherwise specified)
 (English text has legal precedence over Chinese text)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect
31 浙江绿城水务股份有限公司 (浙江绿城水务)	非上市	天津	天津				

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Only)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
40	Zhānhǎi Bāngjīng (Tíjīn) Gōngsī, Lǐmò (Zhānhǎi Bāngjīng (Tíjīn))	Block	Tíjīn	Tíjīn	Guāngdōng nǚzǐ jīng jīng	RMB50,000,000		75.00%
41	Tíjīn Zhānhǎi Bāngjīng nǚzǐ jīng jīng (Tíjīn Zhānhǎi Bāngjīng nǚzǐ jīng jīng)	Block	Tíjīn	Tíjīn	Cāngkù	RMB5,628,800		75.00%
42	Bāngnǚzǐ jīng (Shānhǎn) Gōngsī, Lǐmò (Shānhǎn Bāngnǚzǐ jīng)	Block	Shānhǎn, Gōngcāng	Shānhǎn, Gōngcāng	Pénghǎi nǚzǐ jīng jīng	HKD7,500,000		70.00%
43	Bāngnǚzǐ jīng (Shànghǎi) Gōngsī, Lǐmò (Shànghǎi Bāngnǚzǐ jīng)	Block	Shànghǎi	Shànghǎi	Gōngcāng nǚzǐ jīng jīng	USD513,000		70.00%
44	Tíjīn Cāngkù Kōngsī, Lǐmò (Tíjīn Cāngkù Kōngsī)	Block	Tíjīn	Tíjīn	Cāngkù			

Notes to the Financial Statements

截至2017年3月31日止
 (All figures in RMB'000)
 (English is the original text)

Name	Category	Registration Place	Main Premises	
				truck, special-use vehicles, engd(ering))TJ.5 93Td(Re1ET65 2.824TJ0 -MB1,100,000,000(Re12.14
				Ruiji Lo.4121Tf(Wuhu) Co., Ltd (WHRJL)
				Manufacture and sale of agricultur0, 1, vehicles, agricultur0, 1, machd(Td, and)TJ. j8.337.1 (r)18(ele
				Premi2 Td(Reg/ntitytion.5 931siness scoeSY.4(Wuhu),37(Anhui))9ss scoeSY.4(Wuhu),37(Anhui))TJ(B)T043SS Sc
				Héna,

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Characters Only)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries acquired through combinations under non-common control (Continued)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
56	CIMC Ring Sea Shipping P.L.C. (CIMC A&S)	Shareholding	Australia	Australia	Sea container shipping	AUD50,000		63.33%
57	Ertao Group Finance Holding Ltd. (Ertao)	Shareholding	China	China	Finance holding	HKD1,936,838,008 HKD0.01 per share		70.73%
58	Bright Star B.V.	Shareholding	Holland	Holland	Finance holding	EUR841,267		100.00%
59	CIMC ENRICT in Rijkswaterstaat B.V.	Shareholding	Holland	Holland	Finance holding	EUR20,000,000		70.73%
60	Zhennan Marine B.V.	Shareholding	Holland	Holland	Sea container shipping	EUR136,200		70.73%
61	Zhennan Marine International B.V.	Shareholding	Holland	Holland	Port, shipping, international shipping, shipping holding	CIMC A&S		

Notes to the Financial Statements

本公司截至二零一七年十二月三十一日止
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect
77 CIMCR 招商局輪船有限公司	Block	Hong Kong, Chn	Hong Kong, Chn	海上船舶經營	HKD2		100.00%
78 CIMCR 招商局輪船有限公司	Block	Singapore	Singapore	海上船舶經營	SGD2		100.00%
79 招商局輪船有限公司	Block	Singapore	Singapore	海上船舶經營	USD30,000,000		100.00%
80 招商局輪船有限公司 (香港)	Block	United Kingdom	United Kingdom	海上船舶經營	GBP100		60.00%
81 招商局輪船有限公司	Block	Sweden	Sweden	海上船舶經營	SEK1,000,000		100.00%
82 招商局輪船有限公司 (香港)	Block	Hong Kong, Chn	Hong Kong, Chn	海上船舶經營	USD1		100.00%
83 招商局輪船有限公司 (德國)	Block	Germany	Germany	海上船舶經營	EUR16,000,000		70.73%
84 招商局輪船有限公司 (德國)	Block	Germany	Germany	海上船舶經營	EUR13,543,000		60.00%
85 招商局輪船有限公司 (瑞典)	Block	Sweden	Sweden	海上船舶經營	SEK1,000,000		90.00%
86 CIMC MBS LIMITED (CML)	Block	United Kingdom	United Kingdom	海上船舶經營	GBP3,884,303		100.00%
87 招商局輪船有限公司 (香港)	Block	Hong Kong, Chn	Hong Kong, Chn	海上船舶經營	USD6,600,000		75.00%

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English translation of original Chinese)

VI. OTHER ENTITIES (CONTINUED)

No.	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information	Shareholding percentage (%)	
						of bonds	Direct	Indirect
88	CIMC 交通银行信用卡有限公司 (交通银行信用卡有限公司)	Banking	Algeria	Algeria	International	AUD8,300,000		63.33%
89	B g n n H l n g L i z (B g n n H l n g L i z)	Banking	Hong Kong, China	Hong Kong, China	International	HKD10,000,000		70.00%
90	B g n n H l n g L i z (H o n g K o n g B g n n H l n g L i z)	Banking	Hong Kong, China	Hong Kong, China	General	HKD5,000,000		70.00%
91	R e G b l l	Banking	Singapore	Singapore	International	SGD322,947,152		78.14%
92	H b e l a n n l L i z (V I L)	Banking	United Kingdom	United Kingdom	International	GBP1,108		100.00%
93	C I M C 渣打银行有限公司 (C D L)	Banking	United Kingdom	United Kingdom	Retail	GBP1		100.00%
94	H b e S e r i e L (V S L)	Banking	United Kingdom	United Kingdom	International	GBP1		100.00%
95	B g g G e L i z	Banking	United Kingdom	United Kingdom	International	GBP3,385,000		70.73%
96	H l n M n g L i z	Banking	United Kingdom	United Kingdom	Retail	692,041		63.33%

Notes to the Financial Statements

本集团截至二零一七年十二月三十一日止年度的财务报表
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Characters Only)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

- (4) There is no significant partial disposal of subsidiary equity in current period (not losing control).
- (5) There is no acquisition of significant minority interests in the current period.

2. Equity in associates and joint ventures

(1) Basic information of major associates and joint ventures

	Main Premises	Registration Place	Nature of business	Strategic for the group or not	Shareholding ratio-Direct	Shareholding ratio-Indirect
Joint ventures -						
NKY Zhanhui	Taijin	Taijin	Logistics and warehousing	Yes		38.25%
Y&C Engin	Wuhan, Anhui	Wuhan, Anhui	Manufacturing and engineering services	Yes		33.12%
Associates -						
LH Baog	Baotou	Baotou	General warehousing and logistics	Yes		15.58%
Shanghai Feng	Shanghai	Shanghai	Wholesale and retail trade	Yes		40.00%
TSC	Houston (USA)	California	Logistics and warehousing	Yes		13.42%
Jin Sheng	Hangzhou	Hangzhou	Logistics and warehousing	Yes		30.00%
Chongqing	Chongqing	California	Wholesale trade	Yes		30.00%
Shanghai Lian	Shanghai	Shanghai	Logistics and warehousing	Yes		45.00%

The above information is for reference only and does not constitute an offer.

(2) Excess deficit of major associates and joint ventures

The above information is for reference only and does not constitute an offer.

VII. EQUITY OF THE STRUCTURED BODY NOT INCLUDED IN THE CONSOLIDATION RANGE OF THE CONSOLIDATED FINANCIAL STATEMENTS

The above information is for reference only and does not constitute an offer.

Notes to the Financial Statements

截至2017年3月31日止
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Reporting Only)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS

- The company does not have any holding company.
- For the information on the subsidiaries of the company, refer to Note VI.1.
- For the information about the joint ventures and associates of the Company, refer to Note VI.2.

In connection with the joint ventures and associates, the company has entered into various contracts. In Note VI, the company has disclosed the following information:

	Main place of business	Registered Address	The nature of the business	The group activity is strategic	Shareholding percentage - direct	Shareholding percentage - indirect
Joint ventures -						
Guangdong Zhongneng	Nanning	Nanning	Energy	N		50.00%
'K'Li Zhongneng	Taijin	Taijin	Energy	N		38.25%
Qinghai Zhongneng	Qinghai	Qinghai	Energy	N		35.00%
Shanghai Zhongneng	Shanghai	Shanghai	Energy	N		35.00%
Taijin Zhongneng	Taijin	Taijin	Energy	N		35.00%
Associates -						
Xinjiang Wuyang	Xinjiang	Xinjiang	Wool	N		35.00%
Riyue Lishi	Zhannanjing	Zhannanjing	Wool	N		16.40%
Qinghai Nongda	Fujian	Fujian	Wool	N		30.00%
Xinjiang Wuyang Int'l	Hong Kong	Hong Kong	Wool	N		20.00%
Shanghai Shantou	Shanghai	Shanghai	Wool	N		15.83%
Zhannanjing Xinjiang Nongda	Zhannanjing	Zhannanjing	Wool	N		30.00%
Dilin Jintong	Dilin	Dilin	Energy	N		30.00%
Taijin Shantou Int'l	Taijin	Taijin	Energy	N		39.22%
Anhui Heli						
Xinjiang CIMC	Xinjiang	Xinjiang	Energy	N		45.00%
Ningxia Bafeng	Ningxia	Ningxia	Energy	N		21.00%

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Characters Only)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

4. Information of other related parties

Company name	Relationship with the Group
SUMITOMO CORPORATION	Major shareholder
Shanghai Dofin Asset Management	Major shareholder
China Iron and Steel	Subsidiary
FML	Subsidiary
Geon	Major shareholder
Aluminum Group	Major shareholder
Shanghai F...	Major shareholder
China Anhui Steel Industry Group Limited	Subsidiary
Iron and Steel Group S.A.	Subsidiary
China COSCO Shipping Limited	Significant Shareholder
Iron and Steel Group S.A.	Subsidiary

Note: Significant Shareholder is not a subsidiary of the Group.

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Characters Only)

VIII.

N/A				For the Period from	
				1 January to 30 June 2016	Amount
63,809	Settlements	93,174	38,242		
	66,874				
		20,078	10,352		

(3) Financing

Interest income

Note

Financing received

45,571 198 年 12 月 31 日 2008

人民币

522

Share

27,215
72,786

Financing provided

503,568 254

Notes to the Financial Statements

截至六月三十日止六个月的财务报表
(All figures in RMB'000 unless otherwise specified)
(English translation of the original Chinese)

VIII.

Notes to the Financial Statements

本公司截至二零一七年六月三十日止期间的财务报表
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Only)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transactions (Continued)

(4) Other related party transactions (Continued)

(i)

下表列出了截至二零一七年六月三十日止期间本公司或附属公司其他管理服务人员的薪酬：

Name	Emoluments for other management service of the Company or subsidiaries							Total
	Remuneration	Salary and allowance	Pension	Bonus	Entry Bonus	Housing allowance	Others	
董 事								
W ng H ng	-	-	-	-	-	-	-	-
W ng Y h ng	-	-	-	-	-	-	-	-
M B l ng	-	1,350	42	-	-	-	223	1,615
W ng Zh n	-	-	-	-	-	-	-	-
L f Ch ng	-	-	-	-	-	-	-	-
P n Ch ng	100	-	-	-	-	-	-	100
W ng G f n	100	-	-	-	-	-	-	100
P n Zh ng	100	-	-	-	-	-	-	100
总 计	300	1,350	42	-	-	-	223	1,915
监 事								
X ng B l	-	86	21	-	-	-	6	113
L n L f ()	-	-	-	-	-	-	-	-
Zh ng M ng n	-	-	-	-	-	-	-	-
L Sh ng k f ()	-	-	-	-	-	-	-	-
总 计	-	86	21	-	-	-	6	113
其他高级管理人员								
W F n	-	661	55	-	-	-	16	732
L Y n	-	401	54	-	-	-	16	471
L f X b n	-	688	55	-	-	-	16	759
Zh ng B c ng	-	661	-	-	-	-	-	661
Y Y	-	375	-	-	-	-	-	375
G c X ng	-	718	45	-	-	-	11	774
J n J n ng ()	-	330	-	-	-	-	-	330
Z ng H n ()	-	170	22	-	-	-	8	200
Y ng B ng	-	568	48	-	-	-	16	632
Y Y n	-	660	42	-	-	-	16	718
总 计	-	5,232	321	-	-	-	99	5,652
总 计	300	6,668	384	-	-	-	328	7,680

注 (i)： 截至二零一六年六月三十日止期间，本公司高级管理人员王宁、M. Ln Lf 和孙波曾任本公司监事。截至二零一七年六月三十日止期间，孙波不再担任本公司监事。 (附注 7)：

Notes to the Financial Statements

255

截至2017年6月30日止六个月的
(All figures in RMB'000 unless otherwise specified)
(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)

(i)

Notes to the Financial Statements

For the period from January 1 to December 31, 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Characters Only)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transactions (Continued)

(4) Other related party transactions (Continued)

(i) ... ()

Notes to the Financial Statements

截至2017年6月30日止六个月的财务报表
(All figures in RMB'000 unless otherwise specified)
(English is the original language)

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese and Chinese Text in English)

IX. SHARE-BASED PAYMENTS

1. Information about share-based payments

本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划
本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划
本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划
本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划
本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划
本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划
本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划
本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划
本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划
本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划	本公司在报告期内授予员工的股权激励计划

	For the Period from 1 January to 30 June 2017	From 1 January to 30 June 2016
Employee share-based payments	9,583	19,889

Notes to the Financial Statements

截至2017年6月30日止期间的财务报表
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese and Chinese Text in English)

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 (Continued)

截至2017年6月30日止期间，本公司：

	30 June 2017 '000	31 December 2016 '000
期初余额	25,229	25,986
授予权益结算的股份支付	(1,776)	(757)
回购权益结算的股份支付	-	-
期末余额	23,453	25,229

(3) Basis of the best estimate of the number of equity instruments expected to vest is as follows:

根据本集团截至2017年6月30日止期间的财务报表，本公司在截至2017年6月30日止期间内，授予权益结算的股份支付总额为414,679股。截至2017年6月30日止期间，本公司预计将有9,583股权益结算的股份支付可行权。

截至2017年6月30日止期间，本公司预计将有9,583股权益结算的股份支付可行权。

截至2017年6月30日止期间，授予权益结算的股份支付总额	414,679
预计可行权的权益结算的股份支付	-
其中：	
归属于本公司	9,583
归属于ERP	9,583

X. CONTINGENCIES (CONTINUED)

3. Notes payable issued but not accounted for, outstanding letter of credit issued but undue and outstanding performance guarantees

The Group has issued performance guarantees but not accounted for. As of December 31, 2017, the Group has issued but not accounted for performance guarantees of RMB330,227,000, outstanding letters of credit of RMB88,443,000, and undue letters of credit of RMB418,670,000 (December 31, 2016: RMB1,143,013,000).

As of December 31, 2017, the Group has issued but not accounted for performance guarantees of RMB915,000,000 and undue letters of credit of RMB135,501,000 (December 31, 2016: RMB1,050,501,000).

As of December 31, 2017, CIMC Rongsheng has issued but not accounted for performance guarantees of USD53,753,000 (December 31, 2016: RMB364,183,000), outstanding letters of credit of USD32,000,000 (December 31, 2016: RMB216,802,000), and undue letters of credit of USD21,753,000 (December 31, 2016: RMB147,381,000).

As of December 31, 2017, CIMC Erhai has issued but not accounted for performance guarantees of RMB698,752,000, outstanding letters of credit of RMB342,096,000, and undue letters of credit of RMB356,656,000 (December 31, 2016: RMB779,018,000).

As of December 31, 2017, TLC has issued but not accounted for performance guarantees of USD115,000 (December 31, 2016: RMB799,000).

As of December 31, 2017, QDCRC has issued but not accounted for performance guarantees of RMB32,537,000 (December 31, 2016: RMB10,478,000).

As of December 31, 2017, TAS has issued but not accounted for performance guarantees of RMB684,748,000, outstanding letters of credit of RMB375,133,000, RMB20,540,000, RMB32,669,000, and undue letters of credit of RMB256,406,000 (December 31, 2016: RMB682,818,000).

As of December 31, 2017, CIMC Fintech has issued but not accounted for performance guarantees of RMB23,493,000, RMB1,593,000, RMB5,600,000, and undue letters of credit of RMB9,000,000 (December 31, 2016: RMB39,916,000).

As of December 31, 2017, Zhongyuan has issued but not accounted for performance guarantees of RMB12,970,000 (December 31, 2016: RMB42,125,000).

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
(All figures in RMB'000 unless otherwise stated)
(English Text in Chinese Original)

X. CONTINGENCIES (CONTINUED)

- Notes payable issued but not accounted for, outstanding letter of credit issued but undue and outstanding performance guarantees (Continued)

Notes to the Financial Statements

截至2017年6月30日止六个月的财务报表
(All figures in RMB'000 unless otherwise specified)
(English translation of the original Chinese)

Notes to the Financial Statements

Financial statements for the year ended 31st March 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text is in Chinese Only)

XIII. SEGMENT REPORTING

In accordance with the applicable accounting standards, the Group has identified its reportable segments based on the nature of products and services, the geographical areas where operations are conducted, the characteristics of customers, and the regulatory environment. The Group has identified the following reportable segments: Engineering, Construction, Real Estate, Financial Services, and Others. The Group has identified the following reportable segments: Engineering, Construction, Real Estate, Financial Services, and Others. The Group has identified the following reportable segments: Engineering, Construction, Real Estate, Financial Services, and Others.

1. Segment profits, losses, assets and liabilities

The following table shows the segment profits, losses, assets and liabilities for the year ended 31st March 2017. The Group has identified the following reportable segments: Engineering, Construction, Real Estate, Financial Services, and Others.

Segment assets include property, plant and equipment, investment properties, intangible assets, and other non-current assets. Segment liabilities include trade payables, other payables, and other liabilities.

Segment revenue includes revenue from contracts with customers, revenue from financial services, and other revenue. Segment expenses include cost of sales, administrative expenses, and other expenses.

Notes to the Financial Statements

For the period from January 1 to December 31, 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Characters Only)

XIII. SEGMENT REPORTING (CONTINUED)

1. Segment profits, losses, assets and liabilities (Continued)

In the course of the reporting period, the Group has engaged in (or engaged in) the following business segments (including the business segments of the Group's subsidiaries):

Road 9TJ-4.826 -1.667 Td(tran)0.5(sportatio)0.5(n 9TJ3.23 -1.667 Td(vehic)0.5(e79TJ0.029 Tw 7.861 5 Td(Ena))0.5(gy an)0.5(d 9TJ-0.426 -1.667 Td(chem)0.5(istry & 9TJ-0.02 Tw 3.85 -1.667 Td(food)0.5(9TJ-3.188 -1.667 Td(equ)0.5(pment)9TJ

Contains



Notes to the Financial Statements

Ernst & Young Limited
 (All figures in RMB'000 unless otherwise stated)
 (English text is primary and Chinese text is secondary)

XIII. SEGMENT REPORTING (CONTINUED)

1. Segment profits, losses, assets and liabilities (Continued)

In the course of the reporting period, the Group has not identified any reportable segments. All of the Group's operations are conducted in the People's Republic of China and are managed as a single business. The Group's operations are primarily in the provision of financial services.

R

6144

Notes to the Financial Statements

For the period from January 1 to December 31, 2017
(All figures in RMB'000 unless otherwise specified)
(English Text in Chinese Version Only)

XIII. SEGMENT REPORTING (CONTINUED)

2. Geographic information

The following table presents the information about the geographical areas in which the Group operates. The Group's operations are primarily conducted in the PRC. The Group's operations are primarily conducted in the PRC. The Group's operations are primarily conducted in the PRC.

Notes to the Financial Statements

End of the reporting period: June 30, 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text is in Chinese Only)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

1. Credit risk

The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables.

The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables.

In addition, the Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables. The Group's credit risk is primarily associated with its trade receivables.

Notes to the Financial Statements

30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English translation of the original Chinese text)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

2. Liquidity risk (Continued)

31 December 2016
 Unweighted average maturity

	When maturity	1-2 years	2-5 years	Over 5 years	Total	Carrying amount
Financial assets						
Cash and bank balances	6,325,998				6,325,998	6,325,998
Financial investments held for sale	141,160		325,187		466,347	466,347
Other financial assets	24,619,828				24,619,828	24,619,828
Other financial assets	5,513,253				5,513,253	3,941,689
Available-for-sale financial assets			36,803	412,240	449,043	442,726
Derivative financial instruments	9,250				9,250	9,250
Derivative financial instruments	41,959				41,959	41,959
Long-term financial investments		3,997,923	5,268,322	12,907,684	22,173,929	13,220,242
Subtotal	36,651,448	3,997,923	5,630,312	13,319,924	59,599,607	49,068,039
Financial liabilities						
Financial liabilities held for sale	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
Derivative financial instruments	189,000	189,000	8,175,500		8,553,500	7,986,500
Other financial liabilities	15,315,024				15,315,024	15,315,024
Derivative financial instruments	303,375				303,375	303,375
Derivative financial instruments	16,746				16,746	16,746
Other financial liabilities	3,667,872				3,667,872	3,667,872
Other financial liabilities	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 financial investments		520,988	4,767	23,220	548,975	529,372
Other financial liabilities	314,210	314,210	314,210	1,685,812	2,628,442	2,037,458
Subtotal	40,010,395	11,843,809	24,885,425	5,173,246	81,912,875	76,051,741
Total	(3,358,947)	(7,845,886)	(19,255,113)	8,146,678	(22,313,268)	(26,983,702)

Bank borrowings are categorized as follows:

	30 June 2017		31 December 2016	
	Bank borrowings	Other borrowings	Bank borrowings	Other borrowings
When maturity	23,546,054	-	19,255,497	-
1-2 years	4,773,878	-	9,763,003	-
2-5 years	15,472,650	-	14,362,508	-
Over 5 years	2,709,669	-	2,897,711	-
Total	46,502,251	-	46,278,719	-

Notes to the Financial Statements

For the period from January 1 to June 30, 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Characters Only)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

3. Interest rate risk

For managing interest rate risk, the Group has entered into interest rate swap contracts. The Group has entered into interest rate swap contracts, which are used to hedge the interest rate risk of the Group's financial assets and liabilities. The Group has entered into interest rate swap contracts, which are used to hedge the interest rate risk of the Group's financial assets and liabilities.

(1) As at 30 June 2017, the Group held the following interest-bearing financial instruments:

	30 June 2017		31 December 2016	
	Interest rate (%)	Amount	Interest rate (%)	Amount
Financial asset				
Long-term debt	2.58%-17.53%	13,499,327	2.58%-17.53%	13,220,242
Current receivables	2.58%-17.53%	4,118,028	2.58%-17.53%	3,941,689
Financial liabilities				
Short-term debt	1.30%-6.09%	8,103,587	0.65%-16.41%	6,280,953
Long-term debt	3.07%-3.89%	7,986,500	3.07%-3.89%	7,986,500
Current receivables	2.38%-3.35%	995,408	2.65%-2.90%	800,000
Long-term debt	1.20%-6.37%	1,936,946	1.45%-6.37%	1,043,007
Other financial liabilities	0.01%-1.00%	2,583,959	0.01%-1.00%	1,666,966
Other receivables	4.99%-12.00%	2,037,458	4.99%-12.00%	2,037,458
Total		(6,026,503)		(2,652,953)

	30 June 2017		31 December 2016	
	Interest rate (%)	Amount	Interest rate (%)	Amount
Financial asset				
Cash and bank balances	0.30%-2.75%	5,737,102	0.30%-2.75%	6,325,998
Financial liabilities				
Current receivables	3M Libor+165bps-3M Libor+240bps	3,896,006	1.15%+1M Libor-3M Libor+240bps	2,725,710
Long-term debt	1.15%+1M Libor-6M Libor+195bps	21,728,143	1.15%+1M Libor-6M Libor+310bps	25,980,215
Short-term debt	1M Libor+150bps-6M Libor+70bps	9,842,161	1M Libor+180bps-6M Libor+230bps	9,448,834
Long-term debt	8.02%-12.86%	504,909	8.02%-12.86%	529,372
Current receivables	8.02%-12.86%	124,087	8.02%-12.86%	138,312
Total		(30,358,204)		(32,496,445)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

3. Interest rate risk (Continued)

(2) Sensitivity analysis

At 30 June 2017, the group has interest-bearing assets of 25 billion RMB (31 December 2016: 25 billion RMB) and interest-bearing liabilities of 56,922,000 RMB (2016: 60,931,000 RMB).

The group is not exposed to interest rate risk as it has no interest-bearing liabilities. The group's interest-bearing assets are primarily denominated in RMB. The group's interest-bearing assets are primarily denominated in RMB. The group's interest-bearing assets are primarily denominated in RMB.

4. Foreign exchange risk

The group's foreign exchange risk arises primarily from the group's operations in USD and RMB. The group's foreign exchange risk arises primarily from the group's operations in USD and RMB. The group's foreign exchange risk arises primarily from the group's operations in USD and RMB.

(1) The group's foreign exchange risk arises primarily from the group's operations in USD and RMB. The group's foreign exchange risk arises primarily from the group's operations in USD and RMB. The group's foreign exchange risk arises primarily from the group's operations in USD and RMB.

30 June 2017
 USD EUR HKD JPY



Notes to the Financial Statements

截至2017年6月30日止期间的财务报表
 (All figures in RMB'000, unless otherwise specified)
 (English Text in Chinese Characters Only)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

4. Foreign exchange risk (Continued)

(2) The following are the exchange rates for RMB against foreign currencies applied by the Group and the Company:

	Average exchange rate		Benchmark average exchange rate	
	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016	30 June 2017	30 June 2016
USD	6.8871	6.5359	6.7744	6.6312
EUR	7.4349	7.2993	7.7496	7.3750
HKD	0.8857	0.8418	0.8679	0.8547
JPY	0.0616	0.0590	0.0605	0.0645

(3) Sensitivity analysis

本集团及公司在报告期内分别以2.80%、2.80%、2.70%及1.90%的敏感度对RMB兑USD、EUR、HKD及JPY的汇率变动进行了敏感性分析。截至2017年6月30日止期间，RMB兑USD、EUR、HKD及JPY的汇率变动对集团及公司的经营业绩影响如下表所示；截至2016年6月30日止期间，RMB兑USD、EUR、HKD及JPY的汇率变动对集团及公司的经营业绩影响如下表所示。(3)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

4. Foreign exchange risk (Continued)

(3) Sensitivity analysis (Continued)

本公司在报告期内对汇率变动进行了敏感性分析。假设其他因素不变，仅考虑汇率变动对净利润的影响。人民币升值1%将导致净利润增加约1,200,000元；人民币贬值1%将导致净利润减少约1,200,000元。

本公司在报告期内对利率变动进行了敏感性分析。假设其他因素不变，仅考虑利率变动对净利润的影响。人民币利率上升1%将导致净利润减少约500,000元；人民币利率下降1%将导致净利润增加约500,000元。

5. Other price risks

截至2017年6月30日，本公司持有的公允价值为40,414,000元的金融资产，其中主要为Qinghai Railway Group Limited, L., 2,996,500元；Sichuan Shengliang Limited。

截至2017年6月30日，本公司持有的公允价值为9,158,000元的金融负债，其中主要为5.00% (2016年6月30日: 5.00%)，公允价值为9,158,000元 (2016年6月30日: 6,651,000元)。

本公司在报告期内对商品价格变动进行了敏感性分析。假设其他因素不变，仅考虑商品价格变动对净利润的影响。商品价格变动对净利润的影响不重大。

Notes to the Financial Statements

本公司截至2017年12月31日止年度
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Only)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimates

本公司在年末，按照公允价值对金融资产、金融负债和金融资产和金融负债的公允价值进行了估计。公允价值是指市场参与者在计量日发生的有序交易中，出售一项资产所能收到的或者转移一项负债所需支付的价格。

- 1: 可供出售金融资产 (公允价值) 按照公允价值计量；
- 2: 在活跃市场中没有报价且其公允价值不能可靠计量的权益工具投资 (非上市公司) 按照成本计量；
- 3: 在活跃市场中没有报价且其公允价值不能可靠计量的权益工具投资 (上市公司)。

(1) Assets measured at fair value on a recurring basis

下表列出了本公司在资产负债表日持有的公允价值计量的资产，按公允价值层级分类如下：
 截至2017年12月31日：

Assets	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
可供出售金融资产					
权益工具投资	IV.2	180,357	-	-	180,357
债务工具投资	IV.2	-	251,402	-	251,402
其他金融资产	IV.2	-	4,392	-	4,392
可供出售金融资产	IV.11	1,761	51,086	-	52,847
可供出售金融资产		182,118	306,880	-	488,998
Non-financial assets					
可供出售金融资产	IV.14	-	-	1,722,065	1,722,065
其他		182,118	306,880	1,722,065	2,211,063
Liabilities					
Financial liabilities at fair value through profit or loss					
衍生金融负债	IV.26	-	(6,359)	-	(6,359)
对冲工具	IV.26	-	(186)	-	(186)
金融担保合同	IV.26	-	-	(55,980)	(55,980)
合同负债	IV.26	-	-	(129,965)	(129,965)
Total		-	(6,545)	(185,945)	(192,490)

Notes to the Financial Statements

截至2017年6月30日止半年度报告
 (All figures in RMB'000 unless otherwise specified)
 (English Text is Primary and Chinese Text is Secondary)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimates (Continued)

(1) Assets measured at fair value on a recurring basis (Continued)

下表列出了截至2017年6月30日止半年度报告期末，本公司持有的公允价值计量的资产。公允价值计量的资产在资产负债表中的列示如下：

人民币	美元	2017年1月1日	2017年12月31日	2016年12月31日	人民币
金融资产					
可供出售金融资产					
可供出售权益工具					
可供出售债务工具					
可供出售金融资产	IV.2	138,072			138,072
可供出售权益工具	IV.2		326,969		326,969
可供出售债务工具	IV.2		1,306		1,306
可供出售金融资产	IV.11	2,441	30,803		33,244
可供出售金融资产		140,513	359,078		499,591
非金融资产					
可供出售金融资产	IV.14			1,752,608	1,752,608
人民币		140,513	359,078	1,752,608	2,252,199

人民币	美元	2017年1月1日	2017年12月31日	2016年12月31日	人民币
负债					
可供出售金融负债					
可供出售金融负债	IV.26		(15,838)		(15,838)
可供出售金融负债	IV.26		(4,244)		(4,244)
可供出售金融负债	IV.26			(57,419)	(57,419)
可供出售金融负债	IV.26			(125,540)	(125,540)
人民币			(20,082)	(182,959)	(203,041)

本公司持有的可供出售金融资产，其公允价值在资产负债表中的列示如下。截至2017年6月30日止半年度报告期末，可供出售金融资产的公允价值为人民币2,252,199千元，较2016年12月31日增加人民币499,591千元。

本公司持有的可供出售金融负债，其公允价值在资产负债表中的列示如下。截至2017年6月30日止半年度报告期末，可供出售金融负债的公允价值为人民币203,041千元，较2016年12月31日增加人民币182,959千元。

Notes to the Financial Statements

本公司截至2017年12月31日止期间的财务报表
 (All figures in RMB'000, unless otherwise specified)
 (English Text in Chinese Characters Only)

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 the fair value measurement method for the assets measured at fair value on a recurring basis. The fair value is determined based on the market price of the assets. The fair value is determined based on the market price of the assets.

The following table shows the fair value measurement of the assets measured at fair value on a recurring basis:

	Investment properties
1 January 2017	1,752,608
Profit	-
Transfer from investment properties to other assets	1,287
Transfer from other assets to investment properties	-
Disposal	-
Gain/(loss) on disposal	-
Gain/(loss) on disposal	-
Transfer from investment properties to other assets	(35,389)
Transfer from other assets to investment properties	3,559
30 June 2017	1,722,065
1 January 2016	730,168
Profit	78,176
Transfer from investment properties to other assets	310,039
Transfer from other assets to investment properties	(26,401)
Disposal	660,626
Gain/(loss) on disposal	75,792
Gain/(loss) on disposal	584,834
31 December 2016	1,752,608

For the period ended 30 June 2017, the Group has adopted the fair value measurement method for the assets measured at fair value on a recurring basis.

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese and Chinese Text in English)

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 on a recurring basis:

	Fair value as at 30 June 2017	Valuation techniques	Nature	Significant fair value inputs	
				Scenario / range	Market / observable inputs
Investment contracts - Guaranteed investment contracts	1,126,654	Market approach	Residual interest in the investment contracts (RMB'000 / million)	6%-8%	()
		Market approach	Bank deposits (RMB'000)	650-4,600	()
Line items	595,411	Discounting	Assets measured at fair value on a recurring basis (RMB'000)	9%-12%	()

1.0.0.1.9340.008720.7826 1.0.0.1.73.701.0.ISO 1.0.0.1.16740.008720.7826 1.0.0.1

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English text in Chinese version prevails)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimates (Continued)

(1) Assets measured at fair value on a recurring basis (Continued)

Item	Fair value at 31 June 2016	Valuation method	Nature	Significant fair value inputs	
				Category	Level
Investment securities	1,139,285		Residual value of investments	6%-8%	
Derivative financial instruments		Market rate	Market rate (RMB/USD exchange rate)	7-95	() Unsettled
		Market rate	Bank deposit interest rate	650-4,600	
			Accounts receivable aging	9%-12%	() Unsettled
Line of credit	613,323	Discount rate	Market rate (RMB/USD exchange rate)	450-2200	() Unsettled

(2) Assets measured at fair value on a non-recurring basis

The fair value of the investment securities is determined based on the market price of the securities at the reporting date. As at 30 June 2017, the Group's investment securities are measured at fair value of RMB26,401,000, of which RMB92,269,000 in non-current investment securities, RMB85,177,000, are measured at fair value (Note IV.8). The fair value of the investment securities is determined based on the market price of the securities at the reporting date. As at 30 June 2017, the Group's investment securities are measured at fair value of RMB26,401,000, of which RMB92,269,000 in non-current investment securities, RMB85,177,000, are measured at fair value (Note IV.8). The fair value of the investment securities is determined based on the market price of the securities at the reporting date.

(3) Assets and liabilities not measured at fair value but for which the fair value is disclosed

The fair value of the investment securities is determined based on the market price of the securities at the reporting date. As at 30 June 2017, the Group's investment securities are measured at fair value of RMB26,401,000, of which RMB92,269,000 in non-current investment securities, RMB85,177,000, are measured at fair value (Note IV.8). The fair value of the investment securities is determined based on the market price of the securities at the reporting date.

As at 30 June 2017, the fair value of the investment securities is determined based on the market price of the securities at the reporting date. As at 30 June 2017, the fair value of the investment securities is determined based on the market price of the securities at the reporting date.

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimates (Continued)

(4) Estimation and assumption of fair values

The carrying amount of the financial assets and liabilities is not significantly different from their fair value because they are short-term in nature and are measured at amortized cost.

(i) Financial assets

The fair value of the financial assets is determined based on the closing price of the assets in the market at the reporting date. The fair value of the financial liabilities is determined based on the closing price of the liabilities in the market at the reporting date.

(ii) Financial liabilities

The fair value of the financial liabilities is determined based on the closing price of the liabilities in the market at the reporting date.

(iii) Derivatives (including interest rate swaps, currency swaps, and options) (continued)

(i)

The fair value of the interest rate swaps is determined based on the market value of the swaps at the reporting date. The fair value of the currency swaps is determined based on the market value of the swaps at the reporting date.

(ii)

The fair value of the options is determined based on the Black-Scholes model. The fair value of the options is determined based on the market value of the options at the reporting date.

Notes to the Financial Statements

截至2017年12月31日止
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Only)

XV. CAPITAL MANAGEMENT

The Group's primary objective is to ensure that it maintains a strong financial position and sufficient liquidity to meet its long-term obligations and to support its business operations. The Group's capital management strategy is to maintain a balance between the use of equity and debt financing, and to ensure that the Group's capital structure remains stable and sustainable.

In 2017, the Group's capital management strategy was to maintain a balance between the use of equity and debt financing, and to ensure that the Group's capital structure remains stable and sustainable. The Group's capital management strategy is to maintain a balance between the use of equity and debt financing, and to ensure that the Group's capital structure remains stable and sustainable.

The Group's capital management strategy is to maintain a balance between the use of equity and debt financing, and to ensure that the Group's capital structure remains stable and sustainable. The Group's capital management strategy is to maintain a balance between the use of equity and debt financing, and to ensure that the Group's capital structure remains stable and sustainable.

The Group's capital management strategy is to maintain a balance between the use of equity and debt financing, and to ensure that the Group's capital structure remains stable and sustainable. The Group's capital management strategy is to maintain a balance between the use of equity and debt financing, and to ensure that the Group's capital structure remains stable and sustainable.

In 2017, the Group's capital management strategy was to maintain a balance between the use of equity and debt financing, and to ensure that the Group's capital structure remains stable and sustainable. The Group's capital management strategy is to maintain a balance between the use of equity and debt financing, and to ensure that the Group's capital structure remains stable and sustainable. 70% (2016: 70%).

Notes to the Financial Statements

285

截至2017年6月30日止六个月的财务报表
(All figures in RMB'000 unless otherwise specified)
(English text prevails over Chinese text)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

2. Dividends receivable

	30 June 2017	31 December 2016
CIMC Holding Group	3,333,084	3,435,198
SCIMC	592,706	592,706
SCIMCEL	462,372	462,372
SCRC	216,000	
TJCMCLE	48,915	48,915
SCIMCEL	19,263	19,263
Minke Group	29,146	29,146
CIMC West	-	874
CIMCVL	-	149,577
QDSV	2,468	17,356
Tianjin Kingstone Environmental Engineering Co., Ltd.	411	411
	4,704,365	4,755,818

3. Other receivables

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

	30 June 2017	31 December 2016
Accounts receivable	12,940,182	13,109,464
Debtors' margin	14,739	15,711
Others	18,233	10,821
Subtotal	12,973,154	13,135,996
Less: provisions	(4,580)	(4,580)
Total	12,968,574	13,131,416

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text prevails over Chinese text)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivables (Continued)

(2) Other receivables are analysed by ageing as follows:

Ageing	30 June 2017	31 December 2016
Within 1 year (inclusive)	9,525,395	9,642,304
1 to 2 years (inclusive)	1,528,555	1,530,022
2 to 3 years (inclusive)	587,541	574,631
Over 3 years	1,331,663	1,389,039
Subtotal	12,973,154	13,135,996
Less: impairment allowance	(4,580)	(4,580)
Total	12,968,574	13,131,416

The ageing analysis is based on the date of the last payment received.

As at 30 June 2017 compared to 31 December 2016, the Group has received payments of RMB4,580,000 from other receivables.

(3) Other receivables are analysed by categories as follows:

Nature	30 June 2017				31 December 2016			
	Ending balance		Provision for doubtful debts		Ending balance		Provision	
	Amount	% of total balance	Amount	% of total balance	Amount	% of total balance	Amount	% of total balance
Other receivables arising from the sale of oil products (4)	12,873,563	99.23%	-	-	13,066,919	99.47%	-	-
Other receivables arising from the sale of other products (5)	99,591	0.77%	4,580	4.60%	69,077	0.53%	4,580	6.63%
Total	12,973,154	100.00%	4,580	0.04%	13,135,996	100.00%	4,580	0.03%

The Group has no other receivables arising from the sale of other products.

Notes to the Financial Statements

截至2017年6月30日止的半年度报告
 (All figures in RMB'000 unless otherwise specified)
 (English Text is Primary and Chinese Text is Secondary)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivables (Continued)

(4) Other receivables with amounts that are individually significant and that the related provision for doubtful debts is provided on the individual basis

截至2017年6月30日止的半年度报告, 本集团个别应收账款余额较大的其他应收款, 其坏账准备的计提情况如下:

(5) Other receivables with amounts that are not individually significant but that the related provision for doubtful debts is provided on the individual basis

截至2017年6月30日止的半年度报告, 本集团个别应收账款余额较大的其他应收款, 其坏账准备的计提情况如下:

(6) Other receivables that the related provision for bad debts is provided on grouping basis using the ageing analysis method are analysed as follows:

30 June 2017	31 December 2016
--------------	------------------



Notes to the Financial Statements

截至2017年6月30日止期间的财务报表
 (All figures in RMB'000 unless otherwise stated)
 (English Text Prevails Over Chinese Text)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivables (Continued)

(9) As at 30 June 2017, the five largest other receivables are analysed as follows:

	Nature	Amount	Aging	% of total balance	Provision for doubtful debts
CIMC Holding Company	其他应收款	3,612,395	Within 1 year	27.85%	
C&CT	其他应收款	1,421,641	Within 1 year, 1-2 years, 2-3 years	10.96%	
Hong Kong	其他应收款	1,098,758	Within 1 year	8.47%	
CIMCVL	其他应收款	849,639	Within 1 year	6.55%	
Tianjin Hong Kong	其他应收款	591,447	Within 1 year	4.56%	
		7,573,880		58.39%	

截至2017年6月30日止期间的其他应收款余额为7,573,880,000人民币，较2016年12月31日的7,609,722,000人民币减少0.5%。其中账龄在1年以内的其他应收款余额为4,381,187,000人民币，占总额的57.93%。

(10) Other receivables from shareholders holding more than 5% (including 5%) of the voting rights of the Company are analysed as follows

截至2017年6月30日止期间，本公司其他应收款中持有本公司5%（含5%）以上投票权的股东其他应收款余额为0人民币，较2016年12月31日的0人民币无变化。

Notes to the Financial Statements

北京 000001 2017 年 3 月 31 日
 (All figures in RMB'000 unless otherwise specified)
 (English translation of original Chinese)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivables (Continued)

(11) Other receivables from related parties

Relationship with the Company	Amount	% of total balance
----------------------------------	--------	-----------------------

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Characters Only)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

4. Available-for-sale financial assets (Continued)

(1) Related information analysis of available-for-sale financial assets is as follows:

Available-for-sale financial assets:

	31 June 2016	31 June 2017	30 June 2017	Share holding (%)	Con- cern
Available-for-sale financial assets					
BOCM's share in SIF in Mainland	8,125		8,125	5.00%	

Notes to the Financial Statements

291

截至2017年6月30日止六个月的财务报告
(All figures in RMB'000 unless otherwise specified)
(English text prevails over Chinese text)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

5. Long-term equity investments (Continued)

(2) Subsidiaries:

	31 December 2016	Change during the period	30 June 2017	Shareholding (%)	Percentage of voting rights (%)	Impairment loss	Carrying amount
Cost method – Investment in subsidiaries							
SCIMC	110,831		110,831	100%	100%		
XHCIMC	36,500		36,500	100%	100%		
TJCIMC	77,704		77,704	100%	100%		
DLCIMC	48,764		48,764	100%	100%		
TCCIMC	131,654	(40,230)	91,424	100%	100%		33,642
CQVL	39,499		39,499	100%	100%		
SCRC	200,892		200,892	92%	92%		216,000
XHCIMCS	82,026		82,026	100%	100%		
CIMC Hong Kong	1,690		1,690	100%	100%		
CIMC SD	162,686		162,686	100%	100%		
HI	606,912		606,912	80%	80%		98,789
CIMC Puh	41,526		41,526	100%	100%		
CIMCWD	54,817		54,817	100%	100%		
CIMC Taining	48,102		48,102	100%	100%		
DLZH	182,136		182,136	100%	100%		
MEA	111,703		111,703	100%	100%		
CIMC Wei	3,472		3,472	100%	100%		

Notes to the Financial Statements

本集团截至二零一七年六月三十日止期间的财务报表

(All figures in RMB'000 unless otherwise stated)

(English Text in Chinese Only)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

5. Long-term equity investments (Continued)

(2) Subsidiaries: (Continued)

Investment	31	Change	30 June	Share	Voting	Percentage	In	C
	June							
	2016			(%)	(%)			
SZ International								
Holding	72,401		72,401	100%	100%			
Fn Group	482,590		482,590	100%	100%			
CIMCVL	422,363		422,363	100%	100%			
QDSV	26,912		26,912	80%	80%			
SHOE	40,000		40,000	100%	100%			
SZ International	140,000		140,000	100%	100%			
SESKYC	90,000		90,000	100%	100%			
DLCIMCS	69,806		69,806	100%	100%			
Group Holding	4,104,227		4,104,227	100%	100%			
COOP	205,022		205,022	99%	99%			
CIMC Marine								
Group								
Dredging								
Group	803,904		803,904	100%	100%			
C&CT	898,977	81,616	980,593	70%	70%			
Ocean Holding	35,000		35,000	100%	100%			
Group Holding	13,160		13,160	100%	100%			
Group								
P								
Group								
Group	30,000		30,000	100%	100%			
Group								
Group		73,873	73,873	100%	100%			
Subtotal	9,375,276	115,259	9,490,535					348,431

Notes to the Financial Statements

截至2017年1月31日止期间
(All figures in RMB'000 unless otherwise stated)
(English text prevails over Chinese text)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

6.

Notes to the Financial Statements

本集團截至二零一七年六月三十日止年度
 (All figures in RMB'000 unless otherwise stated)
 (English text prevails over Chinese text)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

9. Interest payable

	30 June 2017	31 December 2016
Interest payable to banks	218,242	70,249
Interest payable to other financial institutions	5,957	3,522
Interest payable to other parties	1,365	1,984
Total	225,564	75,755

10. Other payable

(1) The analysis of the Company's other payables is as follows:

	30 June 2017	31 December 2016
Contract liabilities	2,162,672	2,948,279
Employee benefits	10,459	16,735
Other payables	429	429
Other	-	7,592
Total	2,185,522	2,990,804

(2) Significant other payables aged over one year

Notes to the Financial Statements

截至2017年6月30日止六个月的
 (All figures in RMB'000 unless otherwise specified)
 (English text has precedence over Chinese text)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

11. Current portion of non-current liabilities

(1) The analysis of the Company's current portion of non-current liabilities by categories is as follows:

	Nil	30 June 2017	31 December 2016
Other non-current liabilities	(2)	995,000	800,000

(2) As at 30 June 2017, there were no overdue long-term borrowings of which the durations are extended (31 December 2016: Nil).

12. Long-term borrowings

(1) The analysis of the Company's long-term loans is as follows:

	30 June 2017	31 December 2016

Notes to the Financial Statements

Financial statements for the period ended 30 June 2017
 (All figures in RMB'000 unless otherwise stated)
 (English Text in Chinese Characters Only)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

14. 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

	30 June 2017		31 December 2016	
	Deductible/ (taxable) Temporary differences	Deferred tax assets/ (liabilities)	Debit / (credit) amount in RMB	Debit / credit / (balance)
Deferred tax assets:				
Entire amount of RMB	196,808	49,202	205,760	51,440
Major part of RMB				
Entire amount of RMB	1,738	434	3,360	840
Subtotal	198,546	49,636	209,120	52,280
Offsetting balance	198,546	49,636	209,120	52,280
Offsetting:				
Amount of RMB		49,636		52,280

Notes to the Financial Statements

截至2017年6月30日止六个月期间的财务报表
 (All figures in RMB'000 unless otherwise specified)
 (English text has legal priority)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

15. Capital surplus

	31 June 2016	1 July 2016	30 June 2017
Share premium	3,601,855	29,311	3,631,166
Other comprehensive income:			
Exchange differences on translation of foreign operations	687		687
Defined pension plans	87		87
Available-for-sale financial assets	253,012		240,908
Other	(568,492)		(568,492)
Total	3,287,149	29,311	3,304,356
	1 July 2016	1 July 2016	31 June 2016
Share premium	3,589,082	12,773	3,601,855
Other comprehensive income:			
Exchange differences on translation of foreign operations	687		687
Defined pension plans	87		87
Available-for-sale financial assets	258,211		253,012
Other	(568,492)		(568,492)
Total	3,279,575	12,773	3,287,149

Notes to the Financial Statements

截至2017年12月31日止年度
(All figures in RMB'000 unless otherwise stated)
(English Text in Chinese Only)

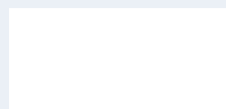
XVI.

Notes to the Financial Statements

截至2017年1月31日止期间
(All figures in RMB'000 unless otherwise specified)
(English is the original language)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

18. Profit/(loss) from changes in fair value



Notes to the Financial Statements

Financial statements for the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English text takes precedence over Chinese text)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

22. Non-operating expenses

	For the period from 1 January to 30 June 2017	For the period from 1 January to 30 June 2016
Administrative expenses	396	
Depreciation and amortization expenses	586	1
Others	764	248
Total	1,746	249

23. Income tax expenses

	For the period from 1 January to 30 June 2017	For the period from 1 January to 30 June 2016
Change in deferred tax	2,644	27,968

The income tax expense is calculated based on the tax rate of 25% on the taxable income. The income tax expense is calculated based on the tax rate of 25% on the taxable income.

	For the period from 1 January to 30 June 2017	For the period from 1 January to 30 June 2016
Total income tax expense	31,304	153,333
Income tax expense on operating activities	7,826	38,333
Income tax expense on non-operating activities	803	1,878
Total income tax expense on operating and non-operating activities	82,123	17,498
Income tax expense on operating activities	(88,108)	(29,741)
Total	2,644	27,968

Supplementary Information

Financial statements for the period from 1 January to 30 June 2017
 (All figures in RMB'000 unless otherwise specified)
 (English Text in Chinese Characters Only)

I. STATEMENT OF NON-RECURRING PROFIT OR LOSS

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Provision for doubtful accounts receivable	13,739	(3,332)
Gain on disposal of non-current assets	91,032	135,375
Gain on disposal of investment property	-	-
Gain on disposal of long-term equity investments	-	-
Gain on disposal of intangible assets	-	-
Gain on disposal of financial assets at fair value through profit or loss	(20,332)	12,264
Gain on disposal of investment in subsidiaries	-	-
Gain on disposal of investment in associates	(25,460)	23,712
Gain on disposal of investment in joint ventures	-	-
Other non-recurring gains	38,201	21,101
Other non-recurring losses	(105,549)	-
Subtotal	(8,369)	189,120
Exchange rate differences	(30,200)	(30,604)
Exchange rate differences (net)	(29,616)	(34,350)
Total	(68,185)	124,166

Note: Amounts are in RMB'000 unless otherwise specified.

Basis for preparation of statement of non-recurring profit or loss

Under the provisions of the Enterprise Income Tax Law of the People's Republic of China (No. 63 of the State Order, promulgated by the State Council on March 3, 2008) and the CSRC, the non-recurring profit or loss is calculated based on the accounting treatment of the non-recurring profit or loss. The non-recurring profit or loss is calculated based on the accounting treatment of the non-recurring profit or loss. The non-recurring profit or loss is calculated based on the accounting treatment of the non-recurring profit or loss.

Supplementary Information

人民币报表于2017年6月30日
 (All figures in RMB'000 unless otherwise stated)
 (English translation of Chinese Original)

II. RETURN ON NET ASSETS AND EARNINGS PER SHARE

本集团于本报告期间内，在扣除利息收入、利息支出、公允价值变动损益、其他综合收益及所得税费用后，归属于普通股股东的净利润（2017年6月30日止）如下：

Weighted average return on net assets(%)		Earnings per share			
		Basic earnings per share		Diluted earnings per share	
For the Period from 1 January to 30 June 2017	人民币 1月1日至 2016年6月30日	For the Period from 1 January to 30 June 2017	人民币 1月1日至 2016年6月30日	For the Period from 1 January to 30 June 2017	人民币 1月1日至 2016年6月30日

304 Chapter X Documents Available for Inspection

- I. The returns, statements, accounts, and entries for 2017-18 shall be available for inspection.
- II. The returns, statements, accounts, and entries for 2017-18 shall be available for inspection till 30th June 2018.

China International Marine Containers (Group) Co., Ltd.
CIMC R&D Center, No.2 Gangwan Avenue
Nanshan Distri