

Stock Code: 603609

Stock Abbreviation (English): Wellhope

Liaoning Wellhope Agri-Tech Joint Stock Co., Ltd.
2019 Third Quarter Report



Contents

Section I	Important Statements.....	3
Section II	Company Information	4
Section III	Important Disclosures.....	8
Section IV	Appendix	10

Section I Important Statements

I. The Board of Directors, Supervisory Board, Directors, Supervisors and Senior Management of Liaoning Wellhope hereby warrant that there are no false representations, misleading statements or material omissions in this third quarter report, jointly and severally accept full responsibility for the truthfulness, accuracy and completeness of the contents of this report.

II. All the Board Directors attended the board meeting to deliberate the third quarter report.

III. The Company's Chairman Jin Weidong and the Director of internal audit Zhang Wenliang warrant the truthfulness, accuracy and completeness of the information presented in the financial statements in this quarterly report.

IV. The third quarter report is unaudited.

V. This third quarter report has been issued in both Chinese and English versions. In case there is any discrepancy or inconsistency between the two versions, the Chinese version shall prevail. The disclosed Chinese version of 2019 Third Quarter Report can be obtained at: www.sse.com.cn.

Section II Company Information

I. Key financial figures

Unit: yuan Currency: RMB

Item	September 30th, 2019	December 31st, 2018	Change compared with the end of prior year %
Total assets	8,829,221,113.87	6,930,694,562.43	27.39
Net assets attributable to the shareholders of the Company	5,205,327,776.91	3,851,915,758.64	35.14
Item	January-September, 2019	January-September, 2018	Year-on-year change %
Net cash flow from operating activities	582,911,553.62	278,295,703.02	109.46
Item	January-September, 2019	January-September, 2018	Year-on-year change %
Operating revenue	12,743,225,876.96	11,479,083,463.30	11.01
Net profit attributable to the shareholders of the Company	713,087,990.71	405,271,572.95	75.95
Net profit attributable to the shareholders of the Company deducting non-recurring gains and losses	704,761,464.34	398,265,406.12	76.96
Weighted average return on equity %	15.57	11.43	Increasing 4.14 percentage points
Basic earnings per share (yuan per share)	0.80	0.49	63.27
Diluted earnings per share (yuan per share)	0.80	0.49	63.27

Non-recurring gains and losses

Unit: yuan Currency: RMB

Item	July-September, 2019	January-September, 2019
Gains or losses on disposal of non-current assets	3,768,699.05	-363,117.50
Government grants charged to current gains or losses (excl. the government grants that are closely related to the Company's ordinary course of business and gained constantly at fixed quotas or amounts as per certain standards based on the state polices)	3,547,059.43	19,792,699.84
Gains or losses on fair value changes in holding the trading financial assets and liabilities as well as derivative financial assets and liabilities, and investment income from disposal of trading financial assets and liabilities, derivative financial assets and liabilities as well as other debt investment (excl. the effective portion of hedges that arise in the Company's ordinary course of business)	2,577,987.76	2,093,791.87
Non-operating income and expense other than those described above	-951,757.29	-13,425,746.89
Non-controlling interests effects (after-tax)	327,744.32	4,599,140.37
Income tax effects	-1,655,046.60	-4,370,241.32
Total	7,614,686.67	8,326,526.37

II. The number of shareholders, top ten shareholders and top ten shareholders holding unrestricted shares as at the end of the reporting period

Unit: share

The number of shareholders				26,513		
Shareholding of top ten shareholders						
Name of shareholder	Total shares held at the period-end	%	Restricted shares held	Pledged or Frozen		Nature of shareholder
				Status	Shares	
Jin Weidong	149,549,498	16.21	3,062,117	Pledged	56,270,000	Domestic natural person
DE HEUS MAURITIUS	82,303,939	8.92	2,296,587	Non		Foreign corporation
Ding Yunfeng	81,929,558	8.88	1,531,058	Pledged	49,450,000	Domestic natural person
Shao Caimei	54,559,878	5.92		Pledged	16,900,000	Domestic natural person
Wang Fengjiu	50,084,602	5.43		Pledged	10,260,000	Domestic natural person
Zhang Tiesheng	48,360,000	5.24		Pledged	6,600,000	Domestic natural person
Shenyang Wellhope Heli Investment Co., Ltd.	48,360,000	5.24		Non		Domestic corporation
Wang Zhongtao	47,916,529	5.20	765,529	Pledged	8,140,000	Domestic natural person
Sinosafe Assets Management-Industrial and Commercial Bank of China-Sinosafe Assets Management Stably Increasing Profit No. 12 Collection Asset Management Product	29,527,559	3.20	29,527,559	Unknown		Other
Generali China Asset Management-China Minsheng Banking Corp-Generali China Asset-Non-public Offering Selection No. 103 Asset Management Product	19,685,039	2.13	19,685,039	Unknown		Other

Top ten shareholders holding unrestricted shares			
Name of shareholder	Unrestricted shares held	Shares by type	
		Type	Shares
Jin Weidong	146,487,381	RMB common stock	146,487,381
Ding Yunfeng	80,398,500	RMB common stock	80,398,500
DE HEUS MAURITIUS	80,007,352	RMB common stock	80,007,352
Shao Caimei	54,559,878	RMB common stock	54,559,878
Wang Fengjiu	50,084,602	RMB common stock	50,084,602
Zhang Tiesheng	48,360,000	RMB common stock	48,360,000
Shenyang Wellhope Heli Investment Co., Ltd.	48,360,000	RMB common stock	48,360,000
Wang Zhongtao	47,151,000	RMB common stock	47,151,000
National Council for Social Security Fund China 503 Portfolio	12,000,000	RMB common stock	12,000,000
Gao Junsong	10,343,772	RMB common stock	10,343,772
Relationship of above shareholders or statement made by the parties acting in concert	1. Jin Weidong, Ding Yunfeng, Wang Fengjiu, Shao Caimei and Wang Zhongtao act in concert; 2. Jin Weidong is the actual controller of Shenyang Wellhope Heli Investment Co., Ltd. 3. No relation or concerted action is found among other shareholders.		

Section III Important Disclosures

I. Changes of major items in the financial statements

Item	September 30th, 2019	January 1st, 2019	Change	Explanation
Monetary capital	1,609,685,128.42	928,902,753.06	73.29%	Cash received from non-public issuing stock
Derivative financial assets	4,890,492.40	2,042,527.60	139.43%	The position of derivative financial assets increased
Notes receivable	2,122,085.80	13,611,778.44	-84.41%	Honor of notes and letter of credit decreased
Accounts receivable	722,385,769.25	397,891,678.23	81.55%	Newly increased accounts receivable during the settlement period
Prepayments	263,533,919.32	185,899,348.53	41.76%	Prepayment for raw materials increased
Other equity instrument investment	4,547,809.52	3,197,809.52	42.22%	Newly increased other equity instrument investment in the current period
Construction in progress	170,941,517.37	255,719,188.30	-33.15%	Completed constructions that transferred to fixed assets decreased
Other non-current assets	437,311,341.21	197,497,688.18	121.43%	Advance payment for long-lived assets and fees to farms increased
Productive biological assets	59,836,261.46	30,484,794.88	96.28%	Breeding broilers and pigs increased
Accounts payable	811,158,972.23	572,729,779.31	41.63%	Accounts payable related to commodities purchasing and expenses increased
Tax payable	37,842,143.05	28,744,792.72	31.65%	Corporate income tax payable increased
Non-current liabilities due within one year	52,987,170.91	32,999,999.96	60.57%	Long-term borrowings and long-term payables due within one year increased
Long-term borrowings	42,500,000.00	118,500,000.00	-64.14%	Long-term borrowings from bank decreased
Long-term payables	14,994,779.23	23,345,833.38	-35.77%	The reclassification of long-term payables due within one year decreased
Capital reserve	874,272,800.08	153,824,536.37	468.36%	Premium generated by non-public issuing stock
Other comprehensive income	8,020,686.13	-1,798,486.75	Not Applicable	Exchange differences on translation of foreign currency financial statements that calculated under equity method increased

Item	January-September, 2019	January-September, 2018	Change	Explanation
Other income	4,389,415.74	2,201,587.35	99.38%	The government grants that are closely related to the Company's ordinary course of business increased
Income from investment	346,071,893.42	197,988,419.80	74.79%	Income from investments in associated companies and joint ventures increased
Gain or loss from changes in fair value	-874,910.00	926,860.00	-194.40%	Floating gain or loss of futures decreased
Assets impairment loss	-5,409,240.15	-8,514,579.41	Not Applicable	Withdrawing of provision for obsolete stock increased
Gain or loss from assets disposal	-566,068.09	-862,349.93	Not Applicable	Gain or loss from fixed assets disposal increased
Non-operating income	18,299,191.94	10,690,785.47	71.17%	The government grants increased
Non-operating expenditure	20,913,066.65	5,603,955.67	273.18%	Extraordinary loss increased
Net cash flow from operating activities	582,911,553.62	278,295,703.02	109.46%	Cash received from selling commodities and providing labor services increased
Net cash flow from investing activities	-549,750,402.35	-382,923,285.99	Not Applicable	Cash paid for asset acquisition increased
Net cash flow from financing activities	616,139,019.52	-85,032,946.74	Not Applicable	Cash received from non-public issuing stock in the current year

II. Net profit in 2019 is estimated to change significantly compared with the same period of prior year

It is anticipated that the white feather broiler market in the fourth quarter will maintain a high prosperity, the Company's production scale of broiler raising and slaughtering will be further expanded. It is estimated that the net profit attributable to the shareholders of the Company in 2019 will increase substantially compared with the same period of prior year. The actual financial data shall be subject to the Company's 2019 annual report and other announcements.

Company	Liaoning Wellhope Agri-Tech Joint Stock Co., Ltd.
Legal representative	Jin Weidong
Date	October 25th, 2019

Section IV Appendix

I. Financial statement

Consolidated Balance Sheet

September 30th, 2019

Liaoning Wellhope

Unit: yuan

Item	September 30th, 2019	December 31st, 2018
Current assets:		
Monetary capital	1,609,685,128.42	928,902,753.06
Derivative financial assets	4,890,492.40	2,042,527.60
Notes receivable	2,122,085.80	13,611,778.44
Accounts receivable	722,385,769.25	397,891,678.23
Prepayments	263,533,919.32	185,899,348.53
Other receivables	111,108,994.19	98,997,213.04
including: Interest receivable		
Dividends receivable	21,741,783.34	5,481,783.34
Inventory	1,330,584,026.65	1,410,869,192.26
Other current assets	120,994,671.19	118,636,045.77
Total current assets	4,165,305,087.22	3,156,850,536.93
Non-current assets:		
Available-for-sale financial assets		3,680,000.00
Long-term equity investment	1,720,384,804.80	1,354,820,455.99
Other equity instrument investment	4,547,809.52	
Fixed assets	1,874,785,547.90	1,516,702,438.29
Construction in progress	170,941,517.37	255,719,188.30
Productive biological assets	59,836,261.46	30,484,794.88
Intangible assets	213,075,369.97	206,387,940.29
Goodwill	290,425.67	290,425.67
Long-term prepaid expenses	154,154,013.17	177,903,367.82
Deferred income tax assets	28,588,935.58	30,357,726.08
Other non-current assets	437,311,341.21	197,497,688.18
Total non-current assets	4,663,916,026.65	3,773,844,025.50
Total assets	8,829,221,113.87	6,930,694,562.43
Current liabilities:		
Short-term borrowings	1,411,012,465.70	1,347,690,168.49
Accounts payable	811,158,972.23	572,729,779.31
Advance receipt	201,234,394.23	161,173,916.67

Payroll payable	44,193,611.42	49,731,930.35
Tax payable	37,842,143.05	28,744,792.72
Other payables	365,417,736.77	309,537,195.12
including: Interest payable	1,312,168.75	1,784,257.05
Dividends payable	1,434,027.14	526,000.00
Non-current liabilities due within one year	52,987,170.91	32,999,999.96
Total current liabilities	2,923,846,494.31	2,502,607,782.62
Non-current liabilities:		
Long-term borrowings	42,500,000.00	118,500,000.00
Long-term payable	14,994,779.23	23,345,833.38
Deferred income	21,027,395.00	20,252,967.41
Total non-current liabilities	78,522,174.23	162,098,800.79
Total liabilities	3,002,368,668.54	2,664,706,583.41
Owners' equity(or shareholders' equity):		
Paid-up capital (or share capital)	922,304,396.00	845,751,469.00
Capital reserve	874,272,800.08	153,824,536.37
deduct: treasury stock	70,688,750.00	70,688,750.00
Other comprehensive income	8,020,686.13	-1,316,942.00
Surplus reserves	272,882,920.19	272,882,920.19
Undistributed profits	3,198,535,724.51	2,651,462,525.08
Total equity attributable to the owners of parent company	5,205,327,776.91	3,851,915,758.64
Non-controlling interests	621,524,668.42	414,072,220.38
Total owners' equity (or shareholders' equity)	5,826,852,445.33	4,265,987,979.02
Total liabilities and owners' equity (or shareholders' equity)	8,829,221,113.87	6,930,694,562.43

Consolidated Balance Sheet of Parent Company
September 30th, 2019

Unit: yuan

Item	September 30th, 2019	December 31st, 2018
Current assets:		
Monetary capital	1,144,744,432.03	750,589,871.09
Derivative financial assets	3,363,265.40	2,042,527.60
Accounts receivable	31,973,440.68	16,033,809.05
Prepayments	1,831,374.99	2,278,798.85
Other receivables	1,484,068,536.13	869,671,230.01
including: Interest receivable		
Dividends receivable	30,365,270.58	15,225,270.58
Inventory	29,524,950.94	41,986,504.36
Total current assets	2,695,506,000.17	1,682,602,740.96
Non-current assets:		
Available-for-sale financial assets		3,000,000.00
Long-term equity investment	3,759,934,279.54	3,285,783,087.96
Other equity instrument investment	4,039,369.92	
Fixed assets	134,591,950.20	73,509,615.43
Construction in progress	1,095,059.48	56,425,656.79
Intangible assets	15,642,535.81	16,169,866.87
Long-term prepaid expenses	751,060.43	854,845.30
Deferred income tax assets	9,578,983.89	9,060,127.91
Total non-current assets	3,925,633,239.27	3,444,803,200.26
Total assets	6,621,139,239.44	5,127,405,941.22
Current liabilities:		
Short-term borrowings	1,070,000,000.00	1,075,000,000.00
Accounts payable	36,245,770.92	7,636,692.77
Advance receipt	1,027,833.81	2,690,153.80
Payroll payable	1,651,664.39	2,749,116.65
Tax payable	3,642,935.49	4,166,334.74
Other payables	1,472,570,828.20	1,026,382,418.43
including: Interest payable	1,312,168.75	1,601,798.61
Dividends payable		
Non-current liabilities due within one year	34,000,000.00	20,000,000.00
Total current liabilities	2,619,139,032.81	2,138,624,716.39
Non-current liabilities:		
Long-term borrowings	42,000,000.00	118,000,000.00
Deferred income	10,015,625.00	7,425,000.00

Deferred income tax liabilities	94,650.00	
Total non-current liabilities	52,110,275.00	125,425,000.00
Total liabilities	2,671,249,307.81	2,264,049,716.39
Owners' equity(or shareholders' equity):		
Paid-up capital (or share capital)	922,304,396.00	845,751,469.00
Capital reserves	870,289,578.29	160,705,065.92
deduct: treasury stock	70,688,750.00	70,688,750.00
Other comprehensive income	7,216,008.84	-1,305,935.62
Surplus reserves	272,882,920.19	272,882,920.19
Undistributed profits	1,947,885,778.31	1,656,011,455.34
Total owners' equity (or shareholders' equity)	3,949,889,931.63	2,863,356,224.83
Total liabilities and owners' equity (or shareholders' equity)	6,621,139,239.44	5,127,405,941.22

Consolidated Income Statement
January-September, 2019

Liaoning Wellhope

Unit: yuan

Item	July-September, 2019	July-September, 2018	January-September, 2019	January-September, 2018
1. Total operating revenue	5,015,825,872.21	4,628,867,760.81	12,743,225,876.96	11,479,083,463.30
including: Operating revenue	5,015,825,872.21	4,628,867,760.81	12,743,225,876.96	11,479,083,463.30
2. Total operating costs	4,690,833,834.78	4,432,517,695.01	12,126,002,964.90	11,118,921,432.10
including: Operating costs	4,433,516,820.01	4,212,766,453.17	11,419,337,434.95	10,510,246,761.25
Taxes and surtaxes	6,525,828.70	6,081,909.91	19,224,556.04	17,841,100.95
Selling expenses	149,408,169.31	118,948,537.14	389,398,894.38	329,650,050.81
Administrative expenses	64,201,377.00	52,225,577.05	191,117,342.17	155,830,999.54
R&D expenses	17,202,763.02	16,452,748.36	47,224,108.89	46,224,588.44
Financial expenses	19,978,876.74	26,042,469.38	59,700,628.47	59,127,931.11
including: Interest expenses	19,456,681.91	17,684,031.56	59,668,390.61	54,233,446.14
Interest income	-3,115,573.29	-979,741.56	-5,756,801.45	-3,881,601.66
add: Other income	2,196,465.64	1,716,287.35	4,389,415.74	2,201,587.35
Income from investment	158,004,862.27	105,248,253.41	346,071,893.42	197,988,419.80
including: Income from investments in associated companies and joint ventures	151,912,887.19	104,370,812.63	338,108,829.04	193,521,407.95
Gain or loss from changes in fair value	-705,710.00	91,400.00	-874,910.00	926,860.00
Credit impairment loss	-9,144,048.97	-14,437,412.66	-27,678,451.02	-39,469,148.47
Assets impairment loss	-5,140,167.72	2,176,821.66	-5,409,240.15	-8,514,579.41
Gain or loss from assets disposal	-520,708.86	-23,354.80	-566,068.09	-862,349.93
3. Operating profit	469,682,729.79	291,122,060.76	933,155,551.96	512,432,820.54
add: Non-operating income	2,484,261.96	2,125,220.64	18,299,191.94	10,690,785.47
deduct: Non-operating expenditure	2,590,380.06	1,309,545.58	20,913,066.65	5,603,955.67
4. Pretax profit	469,576,611.69	291,937,735.82	930,541,677.25	517,519,650.34
deduct: Income tax expense	34,337,932.36	17,291,819.98	65,556,455.05	50,441,413.36
5. Net profit	435,238,679.33	274,645,915.84	864,985,222.20	467,078,236.98
Net profit from continuing operations	435,238,679.33	274,645,915.84	864,985,222.20	467,078,236.98

A. Net profit attributable to the shareholders of parent company	354,079,351.53	240,912,462.24	713,087,990.71	405,271,572.95
B. Non-controlling interests income	81,159,327.80	33,733,453.60	151,897,231.49	61,806,664.03
6. Other comprehensive income, net of tax	5,964,430.88	3,147,862.52	10,626,389.70	-1,097,710.29
Attributable to owners of parent company	5,874,088.31	3,147,862.52	9,819,172.88	-1,097,710.29
a. Other comprehensive income that cannot be reclassified into gains or losses				
b. Other comprehensive income that will be reclassified into the gains or losses	5,874,088.31	3,147,862.52	9,819,172.88	-1,097,710.29
(a) Other comprehensive income that can be transferred in gains or losses under the equity method	5,763,669.61	3,147,862.52	8,832,574.54	-1,097,710.29
(b) Exchange differences on translation of foreign currency financial statements	110,418.70		986,598.34	
Attributable to non-controlling interests	90,342.57		807,216.82	
7. Total comprehensive income	441,203,110.21	277,793,778.36	875,611,611.90	465,980,526.69
Attributable to the owners of parent company	359,953,439.84	244,060,324.76	722,907,163.59	404,173,862.66
Attributable to non-controlling interests	81,249,670.37	33,733,453.60	152,704,448.31	61,806,664.03
8. EPS				
a. Basic earnings per share (yuan per share)	0.39	0.29	0.80	0.49
b. Diluted earnings per share (yuan per share)	0.39	0.29	0.80	0.49

Consolidated Income Statement of Parent Company
January-September, 2019

Unit: yuan

Item	July-September, 2019	July-September, 2018	January-September, 2019	January-September, 2018
1. Total operating revenue	196,512,399.27	169,196,467.35	458,252,021.02	476,932,368.06
Deduct: Operating costs	131,084,785.29	112,084,564.58	305,136,741.09	319,893,020.91
Taxes and surtaxes	367,562.19	371,820.43	1,180,372.80	1,137,317.46
Selling expenses	3,050,709.07	4,168,046.08	10,301,948.92	10,773,210.49
Administrative expenses	8,319,467.74	3,273,186.47	24,824,924.67	15,686,590.29
R&D expenses	4,946,284.85	8,634,108.47	15,250,620.64	19,626,528.13
Financial expenses	6,015,985.79	6,636,485.68	20,980,959.39	20,128,547.11
including: Interest expenses	14,418,872.89	13,325,163.31	43,531,437.16	41,144,052.39
Interest income	-8,416,479.52	-6,702,416.27	-22,709,313.34	-21,120,507.58
add: Other income	1,225,625.00		1,349,375.00	
Income from investment	174,957,553.38	111,079,089.08	377,677,888.29	202,759,510.74
including: Income from investments in associated companies and joint ventures	152,387,386.72	104,279,261.79	338,066,397.52	193,003,760.29
Gain or loss from changes in fair value	-135,780.00	91,400.00	631,000.00	926,860.00
Credit impairment loss	2,992,205.06	983,608.03	-390,164.84	-19,940,097.74
Assets impairment loss				-6,150,602.09
Gain or loss from assets disposal	8,921.74		-22,077.70	
2. Operating profit	221,776,129.52	146,182,352.75	459,822,474.26	267,282,824.58
add: Non-operating income	1,070.00	570,000.00	10,629,590.00	3,342,106.50
deduct: Non-operating expenditure	15,000.00	600,000.00	1,341,100.00	600,058.28
3. Pretax profit	221,762,199.52	146,152,352.75	469,110,964.26	270,024,872.80
deduct: Income tax expense	6,886,203.87	2,925,154.03	11,221,850.01	7,164,044.08
4. Net profit	214,875,995.65	143,227,198.72	457,889,114.25	262,860,828.72
Net profit from continuing operations	214,875,995.65	143,227,198.72	457,889,114.25	262,860,828.72
5. Other comprehensive income, net of tax	5,763,669.61	3,147,862.52	8,832,574.54	-1,097,710.29
a. Other comprehensive income that cannot be reclassified into gains or losses				
b. Other comprehensive income that will be reclassified into gains or losses	5,763,669.61	3,147,862.52	8,832,574.54	-1,097,710.29
(a) Other comprehensive income that can be transferred in gains or losses under the equity method	5,763,669.61	3,147,862.52	8,832,574.54	-1,097,710.29
6. Total comprehensive income	220,639,665.26	146,375,061.24	466,721,688.79	261,763,118.43

Consolidated Statement of Cash Flow
January-September, 2019

Liaoning Wellhope

Unit: yuan

Item	January-September, 2019	January-September, 2018
1. Cash flow from operating activities		
Cash received from selling commodities, providing labor services	12,867,947,661.38	11,489,358,737.29
Tax refunds	20,422,787.11	19,082,294.89
Cash received from other activities related to operating	56,208,041.93	60,725,550.46
Sub-total of cash inflow of operating activities	12,944,578,490.42	11,569,166,582.64
Cash paid for purchasing commodities and receiving labor services	11,276,295,939.90	10,362,295,276.16
Cash paid to and for employee	471,606,862.89	406,073,770.90
Tax payments	94,435,382.11	102,198,918.06
Cash paid to other activities related to operating	519,328,751.90	420,302,914.50
Sub-total of cash outflow of operating activities	12,361,666,936.80	11,290,870,879.62
Net cash flow from operating activities	582,911,553.62	278,295,703.02
2. Cash flow from investing activities		
Cash received from disinvestment	1,050,000.00	187,516.32
Cash received from return on investment	22,103,112.29	11,464,468.26
Net cash received from disposal of fixed assets, intangible assets and other long-lived assets	1,267,093.00	1,179,134.92
Net cash received from disposal of subsidiaries and other business units	194,529.44	522,233.92
Cash received from other activities related to investment	2,377,932.15	994,414.81
Sub-total of cash inflow of investing activities	26,992,666.88	14,347,768.23
Cash paid for acquiring and building fixed assets, intangible assets and other long-lived assets	384,826,859.83	320,175,157.06
Cash paid for investments	42,134,198.47	77,095,897.16
Net cash paid for acquiring subsidiaries and other business units	113,573,868.96	
Cash paid to other activities related to investment	36,208,141.97	
Sub-total of cash outflow of investing activities	576,743,069.23	397,271,054.22
Net cash flow from investing activities	-549,750,402.35	-382,923,285.99

3. Cash flow from financing activities		
Cash received from absorbing investments	850,192,738.50	7,570,000.00
including: Capital contributed by non-controlling interests to subsidiaries	80,415,000.00	7,570,000.00
Cash received from borrowings	1,204,498,455.68	1,060,990,000.00
Cash received from other activities related to financing	640,000.00	
Sub-total of cash inflow of financing activities	2,055,331,194.18	1,068,560,000.00
Repayments of borrowings	1,205,540,041.67	1,022,300,000.00
Cash paid for distributing dividends, profits, or paid for interests	227,218,147.63	131,292,946.74
including: Dividends or profits paid by subsidiaries to non-controlling interests	4,420,306.88	1,895,000.00
Cash paid to other activities related to financing activities	6,433,985.36	
Sub-total of cash outflow of financing activities	1,439,192,174.66	1,153,592,946.74
Net cash flow from financing activities	616,139,019.52	-85,032,946.74
4. Effect of foreign exchange rate fluctuations on cash and cash equivalents	-3,773,741.25	250,822.26
5. Net increase in cash and cash equivalents	645,526,429.54	-189,409,707.45
add: Opening balance of cash and cash equivalents	889,204,873.97	740,680,891.81
6. Closing balance of cash and cash equivalents	1,534,731,303.51	551,271,184.36

Consolidated Statement of Cash Flow of Parent Company

January-September, 2019

Unit: yuan

Item	January-September, 2019	January-September, 2018
1. Cash flow from operating activities		
Cash received from selling commodities, providing labor services	436,047,078.54	457,034,069.76
Cash received from other activities related to operating	245,362,412.47	291,578,942.04
Sub-total of cash inflow of operating activities	681,409,491.01	748,613,011.80
Cash paid for purchasing commodities and receiving labor services	263,010,743.82	300,576,248.55
Cash paid to and for employee	21,895,620.99	18,367,021.64
Tax payments	15,974,070.95	14,833,947.51
Cash paid to other activities related to operating	401,130,039.95	357,853,863.11
Sub-total of cash outflow of operating activities	702,010,475.71	691,631,080.81
Net cash flow from operating activities	-20,600,984.70	56,981,930.99
2. Cash flow from investing activities		
Cash received from disinvestment	1,050,000.00	812,000.00
Cash received from return on investment	52,466,504.29	18,509,072.37
Net cash received from disposal of fixed assets, intangible assets and other long-lived assets	34,000.00	
Net cash received from disposal of subsidiaries and other business units	4,000,001.00	
Cash received from other activities related to investment		994,414.81
Sub-total of cash inflow of investing activities	57,550,505.29	20,315,487.18
Cash paid for acquiring and building fixed assets, intangible assets and other long-lived assets	9,465,370.42	17,925,156.39
Cash paid for investments	127,573,378.79	157,553,808.71
Cash paid to other activities related to investment	3,010,000.00	
Sub-total of cash outflow of investing activities	140,048,749.21	175,478,965.10
Net cash flow from investing activities	-82,498,243.92	-155,163,477.92
3. Cash flow from financing activities		
Cash received from absorbing investments	769,777,738.50	
Cash received from borrowings	770,000,000.00	1,040,000,000.00
Sub-total of cash inflow of financing activities	1,539,777,738.50	1,040,000,000.00
Repayments of borrowings	837,000,000.00	1,002,000,000.00
Cash paid for distributing dividends, profits, or paid for interests	209,835,858.30	122,958,477.74
Sub-total of cash outflow of financing activities	1,046,835,858.30	1,124,958,477.74
Net cash flow from financing activities	492,941,880.20	-84,958,477.74
4. Effect of foreign exchange rate fluctuations on cash and cash equivalents	157.39	288.89
5. Net increase in cash and cash equivalents	389,842,808.97	-183,139,735.78
add: Opening balance of cash and cash equivalents	740,891,873.25	525,941,409.05
6. Closing balance of cash and cash equivalents	1,130,734,682.22	342,801,673.27

II. Implementing new financial instrument standards, new income standards and new leasing standards at the beginning of the current year, the adjustment of some items in the financial statements

Consolidated Balance Sheet

Unit: yuan Currency:RMB

Item	December 31st, 2018	January 1st, 2019	Adjustment
Current assets:			
Monetary capital	928,902,753.06	928,902,753.06	
Derivative financial assets	2,042,527.60	2,042,527.60	
Notes receivable	13,611,778.44	13,611,778.44	
Accounts receivable	397,891,678.23	397,891,678.23	
Prepayments	185,899,348.53	185,899,348.53	
Other receivables	98,997,213.04	98,997,213.04	
including: Interest receivable			
Dividends receivable	5,481,783.34	5,481,783.34	
Inventory	1,410,869,192.26	1,410,869,192.26	
Other current assets	118,636,045.77	118,636,045.77	
Total current assets	3,156,850,536.93	3,156,850,536.93	
Non-current assets:			
Available-for-sale financial assets	3,680,000.00		-3,680,000.00
Long-term equity investment	1,354,820,455.99	1,354,820,455.99	
Other equity instrument investment		3,197,809.52	3,197,809.52
Fixed assets	1,516,702,438.29	1,516,702,438.29	
Construction in progress	255,719,188.30	255,719,188.30	
Productive biological assets	30,484,794.88	30,484,794.88	
Intangible assets	206,387,940.29	206,387,940.29	
Goodwill	290,425.67	290,425.67	
Long-term prepaid expenses	177,903,367.82	177,903,367.82	
Deferred income tax assets	30,357,726.08	30,357,726.08	
Other non-current assets	197,497,688.18	197,497,688.18	
Total non-current assets	3,773,844,025.50	3,773,361,835.02	-482,190.48
Total assets	6,930,694,562.43	6,930,212,371.95	-482,190.48
Current liabilities:			
Short-term borrowings	1,347,690,168.49	1,347,690,168.49	
Accounts payable	572,729,779.31	572,729,779.31	
Advance receipt	161,173,916.67	161,173,916.67	
Payroll payable	49,731,930.35	49,731,930.35	
Tax payable	28,744,792.72	28,744,792.72	
Other payables	309,537,195.12	309,537,195.12	
including: Interest payable	1,784,257.05	1,784,257.05	

Dividends payable	526,000.00	526,000.00	
Non-current liabilities due within one year	32,999,999.96	32,999,999.96	
Total current liabilities	2,502,607,782.62	2,502,607,782.62	
Non-current liabilities:			
Long-term borrowings	118,500,000.00	118,500,000.00	
Long-term payables	23,345,833.38	23,345,833.38	
Deferred income	20,252,967.41	20,252,967.41	
Total non-current liabilities	162,098,800.79	162,098,800.79	
Total liabilities	2,664,706,583.41	2,664,706,583.41	
Owners' equity (or shareholders' equity):			
Paid-up capital (or share capital)	845,751,469.00	845,751,469.00	
Capital reserve	153,824,536.37	153,824,536.37	
deduct: treasury stock	70,688,750.00	70,688,750.00	
Other comprehensive income	-1,316,942.00	-1,798,486.75	-481,544.75
Surplus reserves	272,882,920.19	272,882,920.19	
Undistributed profits	2,651,462,525.08	2,651,462,525.08	
Total equity attributable to the owners of parent company	3,851,915,758.64	3,851,434,213.89	-481,544.75
Non-controlling interests	414,072,220.38	414,071,574.65	-645.73
Total owners' equity (or shareholders' equity)	4,265,987,979.02	4,265,505,788.54	-482,190.48
Total liabilities and owners' equity (or shareholders' equity)	6,930,694,562.43	6,930,212,371.95	-482,190.48

Consolidated Balance Sheet of Parent Company

Unit: yuan Currency:RMB

Item	December 31st, 2018	January 1st, 2019	Adjustment
Current assets:			
Monetary capital	750,589,871.09	750,589,871.09	
Derivative financial assets	2,042,527.60	2,042,527.60	
Accounts receivable	16,033,809.05	16,033,809.05	
Prepayments	2,278,798.85	2,278,798.85	
Other receivables	869,671,230.01	869,671,230.01	
including: Interest receivable			
Dividends receivable	15,225,270.58	15,225,270.58	
Inventory	41,986,504.36	41,986,504.36	
Total current assets	1,682,602,740.96	1,682,602,740.96	
Non-current assets:			
Available-for-sale financial assets	3,000,000.00		-3,000,000.00
Long-term equity investment	3,285,783,087.96	3,285,783,087.96	
Other equity instrument investment		2,689,369.92	2,689,369.92
Fixed assets	73,509,615.43	73,509,615.43	
Construction in progress	56,425,656.79	56,425,656.79	
Intangible assets	16,169,866.87	16,169,866.87	
Long-term prepaid expenses	854,845.30	854,845.30	
Deferred income tax assets	9,060,127.91	9,060,127.91	
Total non-current assets	3,444,803,200.26	3,444,492,570.18	-310,630.08
Total assets	5,127,405,941.22	5,127,095,311.14	-310,630.08
Current liabilities:			
Short-term borrowings	1,075,000,000.00	1,075,000,000.00	
Accounts payable	7,636,692.77	7,636,692.77	
Advance receipt	2,690,153.80	2,690,153.80	
Payroll payable	2,749,116.65	2,749,116.65	
Tax payable	4,166,334.74	4,166,334.74	
Other payables	1,026,382,418.43	1,026,382,418.43	
including: Interest payable	1,601,798.61	1,601,798.61	
Non-current liabilities due within one year	20,000,000.00	20,000,000.00	
Total current liabilities	2,138,624,716.39	2,138,624,716.39	
Non-current liabilities:			
Long-term borrowings	118,000,000.00	118,000,000.00	
Deferred income	7,425,000.00	7,425,000.00	
Total non-current liabilities	125,425,000.00	125,425,000.00	
Total liabilities	2,264,049,716.39	2,264,049,716.39	

Owners' equity (or shareholders' equity):			
Paid-up capital (or share capital)	845,751,469.00	845,751,469.00	
Capital reserve	160,705,065.92	160,705,065.92	
deduct: treasury stock	70,688,750.00	70,688,750.00	
Other comprehensive income	-1,305,935.62	-1,616,565.70	-310,630.08
Surplus reserves	272,882,920.19	272,882,920.19	
Undistributed profits	1,656,011,455.34	1,656,011,455.34	
Total owners' equity (or shareholders' equity)	2,863,356,224.83	2,863,045,594.75	-310,630.08
Total liabilities and owners' equity (or shareholders' equity)	5,127,405,941.22	5,127,095,311.14	-310,630.08