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江蘇寧滬高速公路股份有限公司
JIANGSU EXPRESSWAY COMPANY LIMITED

(Incorporated in the People's Republic of China as a joint-stock limited company)

(Stock Code: 00177)

JIANGSU EXPRESSWAY COMPANY LIMITED
2016 FIRST QUARTERLY REPORT

I. IMPORTANT NOTICE

- 1.1 The board of directors and the supervisory committee of Jiangsu Expressway Company Limited (the “**Company**”) together with the directors, supervisors and the senior management thereof shall guarantee that the content of this quarterly report is true, accurate and complete and does not contain any false representations, misleading statements or omit any material information, and severally and jointly accept legal responsibility for such guarantee.
- 1.2 Zhang Yang and Hu Yu, directors of the Company, did not attend the Board meeting due to other business engagements and had appointed Qian Yong Xiang, a director of the Company, to vote on their behalf.
- 1.3 Mr. Chang Qing, the legal representative of the Company, Mr. Qian Yong Xiang the accounting chief and Ms. Yu Lan Ying, the person in charge of the accounting department, warrant the truthfulness, accuracy and completeness of the financial statements in the quarterly report.
- 1.4 This unaudited financial report of the Company for the first quarter of 2016 (the “**Reporting Period**”) has been reviewed by the audit committee of the Company.

II. MAJOR FINANCIAL DATA AND CHANGE OF SHAREHOLDERS OF THE COMPANY

2.1 Major financial data

Unit: yuan Currency: RMB

	As at the end of the Reporting Period	As at the end of the previous year		Increase/decrease as at the end of the Reporting Period as compared with the end of the previous year
		After Restatement	Before Restatement	
Total assets	36,266,948,260	36,476,039,663	-	-0.57
Net assets attributable to equity holders of the Company	21,233,073,757	20,476,159,276	-	3.70
	From the beginning of the year to the end of the Reporting Period	From the beginning of the previous year to the end of the Reporting Period of the previous year		Increase/decrease as compared with the corresponding period of the previous year (%)
		After Restatement	Before Restatement	
Net cash flows generated from operating activities	1,442,033,240	944,339,418	760,837,550	52.70
Operating revenue	2,046,758,024	1,987,349,351	1,743,555,710	2.99
Net profit attributable to equity holders of the Company	773,690,286	656,408,148	710,908,479	17.87
Net profit attributable to equity holders of the Company after non-recurring profit/loss	772,335,590	648,372,354	702,702,108	19.12
Weighted-average return on net assets (%)	3.71	3.08	3.43	Increased by 0.63 percentage points
Basic earnings per share (RMB per share)	0.1536	0.1303	0.1411	17.87
Diluted earnings per share (RMB per share)	N/A	N/A	N/A	N/A

Non-recurring profit/loss items and amount

Applicable Non-applicable

Unit: yuan Currency: RMB

Item	Amount for the Reporting Period	Explanation
Gains or losses from disposal of non-current assets	-92,195	
Government grants included in profits or losses for the current period	420,810	Compensation for the construction of Ningchang Expressway recognized during the Reporting Period
Gain or loss from changes in fair value of held for trading financial assets and trading financial liabilities, as well as investment income from disposal of trading financial assets, trading financial liabilities and financial assets available for sale	-753,386	
Gains or losses obtained from external loans	4,355,564	Interest arising from shareholder's loan provided to joint ventures
Other non-operating income and expenses other than the above items	-2,077,946	
Impact on minority interests (after tax)	-34,939	
Impact on income tax	-463,212	
Total	<u>1,354,696</u>	

2.2 Total number of shareholders, and shareholdings of the top ten shareholders and the top ten holders of circulating shares (or holders of shares not subject to trading restrictions) as at the end of the Reporting Period

Unit: Share

Total number of shareholders
(number of H shareholders: 446 inclusive) 30,228

Shareholdings of Top Ten Shareholders

Name of shareholder (full name)	Number of shares held as at the end of the Reporting Period	Percentage (%)	Number of shares subject to trading restrictions	Shares pledged or frozen		
				Status of shares	Number of shares	Nature of shareholders
Jiangsu Communications Holding Company Limited	2,742,578,825	54.44	0	Nil	0	State-owned legal person
China Merchants Huajian Highway Investment Co., Ltd.	589,059,077	11.69	0	Nil	0	State-owned legal person
Mondrian Investment Partners Limited	109,464,000	2.17	0	Unknown	0	foreign shareholder
BlackRock, Inc.	102,910,471	2.04	0	Unknown	0	foreign shareholders
JPMorgan Chase & Co.	85,910,959	1.71	0	Unknown	0	foreign shareholders
Commonwealth Bank of Australia	71,211,970	1.41	0	Unknown	0	foreign shareholders
Morgan Stanley Investment Management Inc. - Morgan Stanley China A Share Fund	38,412,400	0.76	0	Unknown	0	Others
Hong Kong Securities Clearing Company Limited	32,166,530	0.64	0	Unknown	0	Others
Jiantou Zhongxin Asset Management Co., Ltd.	21,410,000	0.42	0	Unknown	0	Others
Great Wall - Bank of China - Invesco Asset Management Limited - Invesco PRC Equity Fund	14,387,000	0.29	0	Unknown	0	Others

Shareholdings of Top ten holders of shares not subject to trading restrictions

Name of shareholder	Number of circulating shares not subject to trading restrictions	Type and number of shares	
		Type	Number
Jiangsu Communications Holding Company Limited	2,742,578,825	RMB-denominated ordinary shares	2,742,578,825
China Merchants Huajian Highway Investment Co., Ltd.	589,059,077	RMB-denominated ordinary shares	589,059,077
Mondrian Investment Partners Limited	109,464,000	Oversea-listed foreign shares	109,464,000
BlackRock, Inc.	102,910,471	Oversea-listed foreign shares	102,910,471
JPMorgan Chase & Co.	85,910,959	Oversea-listed foreign shares	85,910,959
Commonwealth Bank of Australia	71,211,970	Oversea-listed foreign shares	71,211,970
Morgan Stanley Investment Management Inc. – Morgan Stanley China A Share Fund	38,412,400	Oversea-listed foreign shares	38,412,400
Hong Kong Securities Clearing Company Limited	32,166,530	Oversea-listed foreign shares	32,166,530
Jiantou Zhongxin Asset Management Co., Ltd.	21,410,000	RMB-denominated ordinary shares	21,410,000
Great Wall – Bank of China – Invesco Asset Management Limited – Invesco PRC Equity Fund	14,387,000	RMB-denominated ordinary shares	14,387,000

Illustration on the related/connected relationship or act-in-concert arrangement with respect to the above shareholders

1. The Company is not aware of the existence of related/connected relationship or act-in-concert arrangement with respect to the above shareholders;
2. In respect of the shareholdings of the top ten holders of circulating shares not subject to selling restrictions, the data for oversea-listed foreign shares was based on reporting by the relevant parties pursuant to the Securities and Futures Ordinance (Cap.571 of the Laws of Hong Kong).

Illustration on the preference shareholders with voting rights restored and the shareholding thereof

N/A.

2.3 Total number of preference shareholders, and shareholdings of the top ten preference shareholders and the top ten holders of preference shares not subject to trading restrictions as at the end of the Reporting Period

Applicable Non-applicable

3. SIGNIFICANT EVENTS

3.1 Details of and reasons for material changes in the major financial statement items and financial indicators of the Company

Applicable Non-applicable

During the Reporting Period, the Company and its subsidiaries (collectively, the “**Group**”) achieved total operating revenue of approximately RMB2,046,758,000 for all businesses, representing an increase of approximately 2.99% as compared to the corresponding period of 2015.

In particular, toll revenue generated from the principal business amounted to approximately RMB1,621,743,000, representing an increase of approximately 5.19% year on year. During the Reporting Period, the average daily traffic volume of Shanghai-Nanjing Expressway was 88,216 vehicles, increased by approximately 5.29% year on year, of which, the average daily traffic volume of passenger vehicles was 71,559, increased by approximately 7.6% year on year, while the average daily traffic volume of truck was 16,657, decreased by approximately 3.6% year on year, which had slowed down as compared with 2015. The proportion of passenger vehicle traffic volume and truck traffic volume of Shanghai-Nanjing Expressway during the Reporting Period were 81.12% and 18.88% respectively, with a decrease of 1.74% in the proportion of truck traffic volume as compared to last year. Due to the spring festival, the proportion of truck traffic volume stayed at a low level during the first quarter, but a gradual recovery was seen in March, during which the average daily truck traffic volume increased by approximately 1.94% and the proportion increased to 23.02%. As the truck traffic volume decreased at a slower pace, the average daily toll revenue from the Shanghai-Nanjing Expressway in the Reporting Period was approximately RMB12,489,430, representing a year-on-year increase of 2.72%.

During the Reporting Period, other road and bridge projects operated by the Company continued to maintain a stable growth in traffic volume with the truck traffic volume having a recovery of different extent in March. As a result, the overall toll revenue in the Reporting Period was better than expected at the beginning of the year.

Data of average daily traffic volume and average daily toll revenues of the roads and bridges from January to March 2016

Road/Bridge	Average daily traffic volume (vehicle/day) Corresponding period of the previous year			Average daily toll revenue (RMB'000/day) Corresponding period of the previous year		
	January- March	Change %	January- March	Change %	January- March	Change %
Shanghai-Nanjing Expressway	88,216	83,782	5.29%	12,489.43	12,159.11	2.72
Nanjing Section of Nanjing- Lianyungang Highway	5,212	4,501	15.80%	65.41	69.61	-6.03
Guangjing Expressway	68,308	64,152	6.48%	787.73	753.09	4.60
Xicheng Expressway	71,525	65,359	9.43%	1,400.20	1,381.36	1.36
Jiangyin Yangtze Bridge	80,794	74,735	8.11%	2,773.85	2,630.74	5.44
Sujiahang Expressway	57,726	54,292	6.33%	3,189.90	2,974.49	7.24
Ningchang Expressway	35,171	29,164	20.60%	1,802.25	1,498.71	20.25
Zhenli Expressway	9,949	8,947	11.20%	506.55	451.17	12.28
Xiyi Expressway	18,338	17,448	5.10%	700.08	617.04	13.46
Wuxi Huantaihu Expressway	6,921	6,465	7.05%	69.68	63.84	9.16

During the Reporting Period, the Company recorded a revenue of approximately RMB407,073,000 for the ancillary business, representing a decrease of approximately 3.79% as compared to the corresponding period of last year, which was mainly due to a slight increase in the sales volume of oil products as compared with the previous year as a result of the downward adjustment on the retail price of oil products. During the Reporting Period, the development and sales of the property projects were launched orderly with favorable sales performance. Revenue from property business amounted to approximately RMB453,620,000; however, as less projects were delivered in the Reporting Period, operating revenue of approximately RMB7,559,000 was recognized, representing a year-on-year decrease of 35.49%. Revenue from advertising and other businesses amounted to approximately RMB10,383,000 in total, representing a decrease of approximately 4.36% year-on-year, which was mainly due to the slight decrease in revenue from advertising business as compared with that for the corresponding period last year.

During the Reporting Period, according to the PRC Accounting Standards, the accumulated operating cost of the Group amounted to approximately RMB883,536,000, representing a decrease of approximately 4.22% as compared to the corresponding period of 2015. Operating profits amounted to RMB1,007,145,000. Net profits attributable to shareholders of the Company amounted to approximately RMB773,690,000. Earnings per share amounted to approximately RMB0.1536, representing an increase of 17.87% as compared to the corresponding period of 2015.

Details of and reasons for material changes in the major financial statement items and financial indicators are as follows:

Reasons for Material Changes in Balance Sheet Items as at 31 March 2016

Unit: yuan Currency: RMB

Item	As at the end of the Reporting Period	As at the end of the previous year	Change	Reason
Prepayment	28,490,009	14,498,363	96.51%	Increase in the prepayment for the purchase of oil products and fixed assets during Reporting Period as compared with the beginning of the Reporting Period.
Interest receivable	24,800,000	18,733,333	32.38%	Increase in interest on shareholder's loan due from joint venture during the Reporting Period.
Dividends receivable	61,973,526	4,989,960	1141.96%	Declaration of dividends by Yangtze Bridge Co., Ltd., an associated company of the Company during the Reporting Period.
Other current assets	354,221,967	502,774,234	-29.55%	Redemption of the short-term principal-preservation wealth management products held by the Group upon maturity.
Receipts in advance	1,002,671,629	555,913,419	80.36%	Mainly due to an increase in the property pre-sale amounts for property projects of Ninghu Properties Company, a subsidiary of the Group.
Tax payable	126,754,695	61,498,426	106.11%	As the losses from disposal of Shanghai-Nanjing Section of G312 National Highway by the Company at the end of 2015 were deductible before tax, the corporate income tax payable was lower. The corporate income tax payable increased for the Reporting Period as compared with the beginning of the Reporting Period.
Interest payable	119,730,536	69,925,072	71.23%	Increase in the interest payable for mid-term notes and other interest-bearing loans during the Reporting Period.
Deferred income tax liabilities	1,721,733	2,544,353	-32.33	Decrease in the deferred income tax liabilities due to the change in fair value of Ninghu Investment Company, a subsidiary of the Group.

Reasons for Material Changes in Income Statement Items during the Reporting Period

Unit: Yuan Currency: RMB

Item	From beginning of 2016 to the end of the Reporting Period	Corresponding period of last year	Change	Reason
Selling expenses	4,357,068	1,564,625	178.47%	Mainly due to the year-on-year increase in advertising expenses and commission for property projects of Ninghu Properties Company, a subsidiary of the Company.
Financial expenses	134,995,380	204,608,436	-34.02%	Compared with the corresponding period of last year, the significant decrease in financial expenses was due to debt replacement and debt re-structuring regarding the relatively high capital costs for the newly acquired Ningchang Zhenli Company and Xiyi Company and due to year-on-year decrease of debt interest rate as a result of several interest-rate cuts by the central bank during the Reporting Period.
Gain on changes in fair value	-3,290,483	12,854,008	-	Mainly due to the decrease in profit or loss measured at fair value in the period for the held-for-trading financial assets held by Ninghu Investment Company, a subsidiary of the Company.
Non-operating revenue	2,167,823	1,562,616	38.73%	Mainly due to the compensation income received for road assets and the year-on-year increase in the compensation recognized for the construction of Ningchang Expressway during the Reporting Period.
Non-operating expenses	3,917,153	5,851,978	-33.06%	Mainly due to the year-on-year decrease in the losses from disposal of non-current assets, donations, and road repair expenses during the Reporting Period.
Other comprehensive income	-16,775,805	-7,046,238	138.08%	Changes in fair value of the financial assets available for sale held by Yangtze Bridge Company, an associated company of the Company during the Reporting Period.

Reason for Change in Cash Flow Statement Items during the Reporting Period

Unit: yuan Currency: RMB

Item	From beginning of 2016 to the end of the Reporting Period	Corresponding period of last year	Change	Reason
Net cash flows from operating activities	1,442,033,240	944,339,418	52.70%	Mainly due to net increase in operating cash inflow resulting from the growth of toll revenue and revenue from pre-sale of properties during the Reporting Period.
Net cash flows from investing activities	1,721,480	-222,711,762	-	Mainly due to the net cash outflow for purchase of wealth management products and the year-on-year decrease in payment for construction of expressways during the Reporting Period.
Net cash flows from financing activities	-1,430,919,092	-376,134,810	280.43%	Mainly due to the year-on-year increase in net cash outflow for repayment of interest-bearing debts during the Reporting Period.

3.2 Analysis of progress and impact of significant events and solutions

Applicable Non-applicable

On 23 March 2016, the Ministry of Finance of the PRC and the State Administration of Taxation promulgated the Notice regarding the Comprehensive Implementation of Pilot for Replacement of Business Tax with Value-Added Tax (《關於全面推開營業稅改徵增值稅試點的通知》), which explicitly stipulated that the replacement of business tax with value-added tax will be fully implemented in the trial areas from 1 May 2016, namely, to include the business tax payers operating in industries such as construction, real estate, finance and services throughout the country in the trial to pay value-added tax instead of business tax. The specific implementation measures were issued.

In light of Notice regarding the Comprehensive Implementation of Pilot for Replacement of Business Tax with Value-Added Tax (《關於全面推開營業稅改徵增值稅試點的通知》), the principal operating businesses of the Group, including toll fee collection, part of the ancillary services business and the property businesses will be subject to the value-added tax instead of the business tax. In accordance with the specific implementation

measures, the simplified tax calculation method is applicable to most of the Group's current businesses and therefore it is expected that the replacement of business tax with value-added tax will have a relatively small influence on the taxation of the Group in the recent period. The Group will follow up closely with the policies and stipulations to be gradually promulgated by the relevant state ministries and committees to further assess other relevant influence on the Group due to the replacement of business tax with value-added tax.

3.3 Undertakings made by the Company and Shareholders holding more than 5% of Shares, and their implementation

Applicable

Non-applicable

Background of undertakings	Types of undertakings	Party making undertakings	Contents of undertakings	Time and term of undertakings	Any term of performance	Strictly	If not performed timely, describe the specific reasons	If not performed timely, describe plans in next steps
						performed in timely manner or not		
Other undertakings	Others	Communications Holding	In the process of acquisition of the equity interest in Ningchang Zhenli Company, the Company and Jiangsu Communications Holding Company Limited ("Communications Holding") entered into a profit compensation agreement. Communications Holding has, in respect of the compensation period, guaranteed Ningchang Zhenli Company's profit before tax after deducting non-recurring profits and losses, such that it shall not be less than RMB230,434,300 in 2015, not less than RMB269,083,700 in 2016 and not less than RMB299,931,100 in 2017. As at the end of the Reporting Period, such undertaking is yet to be required to be performed.	2015 to 2017	Yes	Yes	N/A	N/A
Other undertakings	Others	Communications Holding	1. Communications Holding will not reduce the shares of the Company it held during the six-month period from 9 July 2015 to 8 January 2016; 2. Communications Holding will, pursuant to the requirements of the "Notice on Matters Pertaining to the Increase in Shareholdings in a Listed Company by its Majority Shareholders and Directors, Supervisors and Senior Management" (Zheng Jian Fa [2015] No. 51) (《關於上市公司大股東及董事、監事、高級管理人員增持本公司股票相關事項的通知》(證監發[2015]51號文)) issued by the China Securities Regulatory Commission, take opportunities to increase its shareholdings in the Company based on the market conditions and to the extent permitted by laws and regulations; 3. Communications Holding will, as always, continuously support the Company's operation to further enhance the Company's core competitiveness and bring positive returns to the investors. As at the end of the Reporting Period, such undertakings had been fully performed.	9 July 2015 to 8 January 2016	Yes	Yes	N/A	N/A
Other undertakings	Others	Communications Holding	In order to duly resolve the issue regarding the compensation for the removal of two toll stations and toll points on Shanghai-Nanjing Section of G312 National Highway and pursuant to the spirit of the Suzhengfu [2012] No.115 documentation and relevant minutes, Communications Holding will compensate the Company on behalf of the governmental authorities for an amount calculated on the basis of the net asset value of the toll road concession right corresponding to the toll stations and toll points removed, as audited by a qualified third party, and the said amount shall be paid in cash. The total amount of compensation is RMB1.316 billion. As at the end of the Reporting Period, the Company received the first installment of RMB526 million.	Nil	No	Yes	N/A	N/A

3.4 Warning and explanation in the forecast of the possible aggregate net profits from the beginning of the year to the end of the next Reporting Period becoming a loss or significant changes compared to the corresponding period of the previous year

Applicable Non-applicable

Name of the Company **Jiangsu Expressway Company Limited**
Legal representative **Chang Qing**
Date 29 April 2016

IV. APPENDIX

4.1 Financial statements

Consolidated Balance Sheet

31 March 2016

Prepared by: Jiangsu Expressway Company Limited

Unit: yuan

Currency: RMB

Type of Audit: Unaudited

Items	At the end of the Reporting Period	At the beginning of the year
Current Assets:		
Cash and bank balances	271,416,603	255,475,447
Financial assets at fair value through profit or loss	32,596,568	35,887,051
Bills receivable	1,069,800	1,722,313
Accounts receivable	143,786,178	123,353,524
Prepayments	28,490,009	14,498,363
Interests receivable	24,800,000	18,733,333
Dividends receivable	61,973,526	4,989,960
Other receivables	814,968,260	812,198,353
Inventories	3,354,542,782	3,256,454,567
Other current assets	354,221,967	502,774,234
Total Current Assets	<u>5,087,865,693</u>	<u>5,026,087,145</u>

Items	At the end of the Reporting Period	At the beginning of the year
Non-current Assets:		
Available-for-sale financial assets	1,293,818,457	1,293,818,457
Long-term equity investments	4,464,667,025	4,456,793,805
Investment properties	32,668,619	33,009,175
Fixed assets	1,693,149,587	1,692,923,594
Construction in progress	881,065,366	1,030,127,104
Intangible assets	22,102,709,739	22,238,627,984
Long-term prepaid expenses	5,656,824	5,713,616
Deferred income tax assets	405,346,950	398,938,783
Other non-current assets	300,000,000	300,000,000
	<hr/>	<hr/>
Total Non-current Assets	31,179,082,567	31,449,952,518
	<hr/> <hr/>	<hr/> <hr/>
TOTAL ASSETS	36,266,948,260	36,476,039,663
	<hr/> <hr/>	<hr/> <hr/>
Current Liabilities:		
Short-term borrowings	1,685,000,000	1,811,000,000
Accounts payable	716,118,772	924,505,565
Receipts in advance	1,002,671,629	555,913,419
Employee benefits payable	3,339,134	3,375,508
Taxes payable	126,754,695	61,498,426
Interest payable	119,730,536	69,925,072
Dividends payable	69,467,760	69,467,760
Other payables	85,570,575	80,687,691
Non-current liabilities due within one year	151,600,834	151,608,861
Other current liabilities	5,374,811,172	6,685,220,505
	<hr/>	<hr/>
Total Current Liabilities	9,335,065,107	10,413,202,807
	<hr/> <hr/>	<hr/> <hr/>

Items	At the end of the Reporting Period	At the beginning of the year
Non-current liabilities:		
Long-term borrowings	1,471,909,586	1,382,806,332
Bonds payable	3,458,735,800	3,456,427,928
Deferred income	34,465,325	34,886,135
Deferred income tax liabilities	1,721,733	2,544,353
Total Non-current Liabilities	<u>4,966,832,444</u>	<u>4,876,664,748</u>
Total Liabilities	<u>14,301,897,551</u>	<u>15,289,867,555</u>
OWNERS' EQUITY:		
Share capital	5,037,747,500	5,037,747,500
Capital reserve	10,446,662,341	10,446,662,341
Other comprehensive income	104,707,099	121,482,904
Surplus reserve	3,040,287,779	3,040,287,779
Retained profits	2,603,669,038	1,829,978,752
Total owners' equity attributable to equity holders of the Company	<u>21,233,073,757</u>	<u>20,476,159,276</u>
Minority interests	<u>731,976,952</u>	<u>710,012,832</u>
TOTAL OWNERS' EQUITY	<u>21,965,050,709</u>	<u>21,186,172,108</u>
TOTAL LIABILITIES AND OWNERS' EQUITY	<u>36,266,948,260</u>	<u>36,476,039,663</u>

*Legal Representative of
the Company:*
Chang Qing

The accounting chief:
Qian Yong Xiang

*The person-in-charge
of the accounting
department:*
Yu Lan Ying

Balance Sheet of the Company

31 March 2016

Prepared by: Jiangsu Expressway Company Limited

Unit: yuan

Currency: RMB

Type of Audit: Unaudited

Items	At the end of the Reporting Period	At the beginning of the year
Current Assets:		
Cash and bank balances	106,526,117	121,485,890
Accounts receivable	89,186,963	81,944,374
Prepayments	21,031,966	7,136,623
Interest receivable	27,923,083	21,856,416
Dividends receivable	61,973,526	4,989,960
Other receivables	856,504,936	1,143,393,025
Inventories	19,422,133	19,444,676
Non-current assets due within one year	1,540,000,000	1,540,000,000
Other current assets	94,645,099	274,645,099
Total Current Assets	<u>2,817,213,823</u>	<u>3,214,896,063</u>
Non-current Assets:		
Available-for-sale financial assets	1,005,230,000	1,005,230,000
Long-term equity investments	13,373,203,301	13,402,103,616
Fixed assets	968,159,355	945,144,897
Construction in progress	115,671,539	276,750,775
Intangible assets	12,000,767,240	12,013,889,240
Deferred income tax assets	3,990,046	3,990,046
Other non-current assets	1,056,693,105	1,050,794,885
Total Non-current Assets	<u>28,523,714,586</u>	<u>28,697,903,459</u>
TOTAL ASSETS	<u>31,340,928,409</u>	<u>31,912,799,522</u>

Items	At the end of the Reporting Period	At the beginning of the year
Current Liabilities:		
Short-term borrowings	1,785,000,000	1,616,000,000
Accounts payable	258,881,871	350,849,157
Receipts in advance	13,124,390	12,694,400
Employee benefits payable	794,612	636,163
Taxes payable	77,711,459	18,703,014
Interest payable	86,018,579	48,996,795
Dividends payable	69,467,760	69,467,760
Other payables	16,200,364	17,479,904
Non-current liabilities due within one year	101,600,833	101,608,861
Other current liabilities	5,374,811,172	6,685,220,505
Total Current Liabilities	7,783,611,040	8,921,656,559
Non-current liabilities:		
Long-term borrowings	168,409,586	169,306,332
Bonds payable	3,458,735,800	3,456,427,928
Total Non-current Liabilities	3,627,145,386	3,625,734,260
Total Liabilities	11,410,756,426	12,547,390,819
OWNERS' EQUITY:		
Share capital	5,037,747,500	5,037,747,500
Capital reserve	7,339,039,535	7,339,039,535
Other comprehensive income	86,281,867	103,057,672
Surplus reserve	2,518,873,750	2,518,873,750
Retained profits	4,948,229,331	4,366,690,246
TOTAL OWNERS' EQUITY	19,930,171,983	19,365,408,703
TOTAL LIABILITIES AND OWNERS' EQUITY	31,340,928,409	31,912,799,522

*Legal Representative of
the Company:*
Chang Qing

The accounting chief:
Qian Yong Xiang

*The person-in-charge
of the accounting
department:*
Yu Lan Ying

Consolidated Income Statement

January-March 2016

Prepared by: Jiangsu Expressway Company Limited

Unit: yuan
Currency: RMB
Type of Audit: Unaudited

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year (restated)
I. Total operating income	2,046,758,024	1,987,349,351
Including: Operating income	2,046,758,024	1,987,349,351
II. Total operating costs	1,124,847,637	1,231,702,496
Including: Operating costs	883,536,308	922,488,987
Business taxes and levies	58,842,694	58,295,093
Selling expenses	4,357,068	1,564,625
Administrative expenses	43,116,187	44,745,355
Financial expenses	134,995,380	204,608,436
Add: Gains from changes in fair value (Loss is indicated by "-")	-3,290,483	12,854,008
Investment income (Loss is indicated by "-")	88,525,252	123,729,951
Including: Income from investments in associates and joint ventures	81,632,591	84,698,902
III. Operating profit (Loss is indicated by "-")	1,007,145,156	892,230,814
Add: Non-operating income	2,167,823	1,562,616
Including: Gains from disposal of non-current assets	1,519	21,058
Less: Non-operating expenses	3,917,154	5,851,978
Including: Losses from disposal of non-current assets	93,714	588,245
IV. Total profit (Total loss is indicated by "-")	1,005,395,825	887,941,452
Less: Income tax expense	209,741,419	208,576,067

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year (restated)
V. Net profit (Net loss is indicated by “-”)	795,654,406	679,365,385
Net profit attributable to owners of the Company	773,690,286	656,408,148
Profit or loss attributable to minority interests	21,964,120	22,957,237
VI. Net other comprehensive income after tax	-16,775,805	-7,046,238
Net other comprehensive income after tax attributable to owners of the Company	-16,775,805	-7,046,238
(I) Other comprehensive income that will not be reclassified to the profit and losses subsequently	-	-
(II) Other comprehensive income that will be reclassified to the profit and losses subsequently	-16,775,805	-7,046,238
1. The attributable share of other comprehensive income that will be reclassified to the profit and losses subsequently under equity method	-16,775,805	-7,046,238
Net other comprehensive income after tax attributable to minority interests	-	-
VII. Total comprehensive income	778,878,601	672,319,147
Total comprehensive income attributable to owners of the Company	756,914,481	649,361,910
Total comprehensive income attributable to minority interests	21,964,120	22,957,237
VIII. Earnings per share		
(I) Basic earnings per share (<i>RMB/share</i>)	0.1536	0.1303
(II) Diluted earnings per share (<i>RMB/share</i>)	N/A	N/A

*Legal Representative of
the Company:*
Chang Qing

The accounting chief:
Qian Yong Xiang

*The person-in-charge
of the accounting
department:*
Yu Lan Ying

Income Statement of the Company

January-March 2016

Prepared by: Jiangsu Expressway Company Limited

Unit: yuan
Currency: RMB
Type of Audit: Unaudited

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
I. Operating income	1,534,544,085	1,521,367,427
Less: Operating costs	665,946,131	714,011,649
Business taxes and levies	40,877,810	41,937,596
Administrative expenses	32,009,767	33,279,441
Financial expenses	108,921,150	63,115,587
Investment income (Loss is indicated by "-")	76,123,243	94,575,431
Including: Income from investments in associates and joint ventures	44,859,057	55,416,081
II. Operating profit (Loss is indicated by "-")	762,912,470	763,598,585
Add: Non-operating income	1,351,872	1,210,646
Including: Gains from disposal of non-current assets	-	20,400
Less: Non-operating expenses	3,831,915	4,138,693
Including: Losses from disposal of non-current assets	19,223	559,021
III. Total profit (Total loss is indicated by "-")	760,432,427	760,670,538
Less: Income tax expense	178,893,342	176,313,614
IV. Net profit (Net loss is indicated by "-")	581,539,085	584,356,924

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
V. Net other comprehensive income after tax	-16,775,805	-7,046,238
(I) Other comprehensive income that will not be reclassified to the profit and losses subsequently	-	-
(II) Other comprehensive income that will be reclassified to the profit and losses subsequently	-16,775,805	-7,046,238
1. The attributable share of other comprehensive income that will be reclassified to the profit and losses subsequently under equity method	-16,775,805	-7,046,238
VI. Total comprehensive income	564,763,280	577,310,686
VII. Earnings per share		
(I) Basic earnings per share <i>(RMB/share)</i>	0.1154	0.1160
(II) Diluted earnings per share <i>(RMB/share)</i>	N/A	N/A

*Legal Representative of
the Company:*
Chang Qing

The accounting chief:
Qian Yong Xiang

*The person-in-charge
of the accounting
department:*
Yu Lan Ying

Consolidated Cash Flow Statement
January to March 2016

Prepared by: Jiangsu Expressway Company Limited

Unit: yuan
Currency: RMB
Type of Audit: Unaudited

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year (restated)
I. Cash Flows from Operating Activities:		
Cash receipts from the sale of goods and the rendering of services	2,732,872,294	2,239,919,644
Other cash receipts relating to operating activities	22,839,542	12,392,910
Subtotal of cash inflows from operating activities	2,755,711,836	2,252,312,554
Cash payments for goods purchased and service received	836,381,370	847,331,334
Cash payments to and on behalf of employees	193,827,534	170,472,846
Taxes payment	251,681,498	258,792,442
Other cash payments relating to operating activities	31,788,194	31,376,514
Sub-total of cash outflows from operating activities	1,313,678,596	1,307,973,136
Net cash flows from Operating Activities	1,442,033,240	944,339,418

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year (restated)
II. Cash Flows from Investing Activities:		
Cash receipts from disposals of investments	657,500,000	207,574,236
Cash receipts from investment income	2,465,438	37,868,975
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	2,000	74,034,240
Sub-total of cash inflows from investing activities	659,967,438	319,477,451
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	178,245,958	273,935,313
Cash payments for investments	480,000,000	218,253,900
Other cash payments relating to investment activities	-	50,000,000
Sub-total of cash outflows from investing activities	658,245,958	542,189,213
Net Cash Flows from Investing Activities	1,721,480	-222,711,762

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year (restated)
III. Cash Flows from Financing Activities:		
Cash receipts from borrowings	520,000,000	1,035,000,000
Cash receipts from issuance of bonds	1,796,640,000	599,100,000
Sub-total of cash inflows from financing activities	2,316,640,000	1,634,100,000
Cash repayments of borrowings	3,656,817,252	1,860,770,586
Cash payments for distribution of dividends or profits or settlement of interest expenses	90,309,420	149,157,719
Other cash payments relating to financing activities	432,420	306,505
Sub-total of cash outflows from financing activities	3,747,559,092	2,010,234,810
Net Cash Flows from Financing Activities	<u>-1,430,919,092</u>	<u>-376,134,810</u>
IV. Effects of Foreign Exchange Rate and Changes on Cash and Cash Equivalents		
	-	-
V. Net Increase in Cash and Cash Equivalents	12,835,628	345,492,846
Add: Opening balance of cash and cash equivalents	221,115,078	726,415,172
VI. Closing Balance of Cash and Cash Equivalents	233,950,706	1,071,908,018
<i>Legal Representative of the Company</i> Chang Qing	<i>The accounting chief</i> Qian Yong Xiang	<i>The person-in-charge of the accounting department</i> Yu Lan Ying

Cash Flow Statement of the Company
January to March 2016

Prepared by: Jiangsu Expressway Company Limited

Unit: yuan
Currency: RMB
Type of Audit: Unaudited

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
I. Cash Flows from Operating Activities:		
Cash receipts from the sale of goods and the rendering of services	1,783,575,053	1,745,960,615
Other cash receipts relating to operating activities	5,528,820	3,840,253
Subtotal of cash inflows from operating activities	1,789,103,873	1,749,800,868
Cash payments for goods purchased and service received	720,255,157	709,479,543
Cash payments to and on behalf of employees	127,934,636	114,002,920
Taxes payment	169,390,382	198,751,701
Other cash payments relating to operating activities	12,001,547	10,744,145
Sub-total of cash outflows from operating activities	1,029,581,722	1,032,978,309
Net cash flows from Operating Activities	759,522,151	716,822,559

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
II. Cash Flows from Investing Activities:		
Cash receipts from disposals of investments	674,000,000	–
Cash receipts from investment income	26,034,962	38,156,650
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	2,000	74,033,640
Sub-total of cash inflows from investing activities	700,036,962	112,190,290
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	52,384,325	55,666,753
Cash payments for investments	204,000,000	72,953,900
Net cash received from subsidiaries and other business units	–	–
Other cash payments relating to investment activities	–	150,000,000
Sub-total of cash outflows from investing activities	256,384,325	278,620,653
 Net Cash Flows from Investing Activities	 443,652,637	 -166,430,363

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
III. Cash Flows from Financing Activities:		
Cash receipts from borrowings	400,000,000	200,000,000
Cash receipts from issuance of bonds	1,796,640,000	599,100,000
Sub-total of cash inflows from financing activities	2,196,640,000	799,100,000
Cash repayments of borrowings	3,331,817,252	1,050,770,586
Cash payments for distribution of dividends or profits or settlement of interest expenses	82,524,889	33,595,487
Other cash payments relating to financing activities	432,420	306,505
Sub-total of cash outflows from financing activities	3,414,774,561	1,084,672,578
Net Cash Flows from Financing Activities	<u>-1,218,134,561</u>	<u>-285,572,578</u>
IV. Effects of Foreign Exchange Rate and Changes on Cash and Cash Equivalents		
	-	-
V. Net Increase in Cash and Cash Equivalents		
	-14,959,773	264,819,618
Add: Opening balance of cash and cash equivalents	121,485,890	238,658,010
VI. Closing Balance of Cash and Cash Equivalents		
	106,526,117	503,477,628
<i>Legal Representative of the Company</i> Chang Qing	<i>The accounting chief</i> Qian Yong Xiang	<i>The person-in-charge of the accounting department</i> Yu Lan Ying

4.2 Auditors' Report

Applicable

Not Applicable

Jiangsu Expressway Company Limited
29 April 2016

By Order of the Board
Yao Yong Jia
Secretary to the Board

Nanjing, the PRC, 29 April 2016

As at the date of this quarterly report, directors of the Company are:

Chang Qing, Qian Yong Xiang, Du Wen Yi, Shang Hong, Zhang Yang, Hu Yu, Ma Chung Lai, Lawrence, Zhang Er Zhen, Ge Yang*, Zhang Zhu Ting*, Chen Liang**

* *Independent non-executive directors*