

Shanghai Mechanical & Electrical Industry Co., Ltd.

600835

The Company's Third Quarter Report in 2010

Contents

§1 Critical Notes	2
§2 Company's Basic Information	2
§3 Significant events	3
§4 Appendix	5

§1 Critical Notes

1.1 The company's board of directors, board of supervisors, and directors, supervisors, and executives guarantee that the report do not have any false records, misleading statement or significant omission, and individually and collectively undertake the responsibility for the correctness, accuracy and completeness of its content.

1.2 The Company's all the directors are attend the board meeting.

1.3 The company's third quarter financial report is unaudited.

1.4

Company's legal representative	Xu Jianguo
Person in charge of accounting	Si Wenpei
Accounting manager	Zou Xiaolu

Principal of the company, Mr. Xu Jianguo, principal of accounting, Mr. Si Wenpei, and accountant in chief, Ms. Zou Xiaolu jointly declare that the financial report in this quarter report is true and complete.

§2 Company's Basic Information

2.1 Main Accounting Datum and Financial Indexes

Currency: RMB

	At the end of the reporting period	At the end of the last year	Increase or Decrease of the end of the reporting period than the end of the last year (%)
Total assets (Yuan)	15,119,780,162.54	13,111,628,464.45	15.32
Owners' equity (or shareholders' equity) (Yuan)	5,387,724,412.06	4,950,057,722.39	8.84
Net assets per share of shareholders of listed company (Yuan/Share)	5.27	4.84	8.88
	Year Beginning to Term End (Jan. – Sep.)		Increase/Decrease Based on the Same Term of the Previous Year (%)
Net cash flow generated in business (Yuan)	1,718,131,912.98		6.31
Net Cash Flow form Operating Activities (Yuan/Share)	1.68		6.33
	Reporting period (Jul. – Sep.)	Year Beginning to Term End (Jan. – Sep.)	Increase or Decrease of the reporting period than the same period of the last year (%)

Net profits of shareholders of listed company (Yuan)	176,994,046.39	529,603,696.33	7.40
Basic income per share (Yuan/Share)	0.17	0.52	8.33
Basic earnings per share after non-frequent profit and loss (Yuan/Share)	0.16	0.52	10.64
Net profit per share (Yuan/Share)	0.17	0.52	8.33
Weighted average yield of net assets (%)	3.39	10.14	Increased by 0.28
Weighted average yield rate of net assets after non-frequent profits and losses (%)	3.23	10.12	Increased by 0.51

Deducting non-recurring profit and loss items and amount::

Unit: Yuan Currency: RMB

Item	Amount from Year Beginning to Term End (Jan. – Sep.)
Profits and losses of disposal of non-current assets	-13,131,966.85
Government subsidies included in the current profits and losses (Be closely related with business events, expect government subsidies with fixed amount or fixed quantity enjoyed as per united national standards)	14,540,180.50
Devaluation provision for payment receivable with separate devaluation test	2,392,021.61
Non-business income and expenses other than the items above	4,562,999.19
Amount affected by income tax	-357,773.72
Amount affected by minority shareholders' interest (after tax)	-6,870,332.01
Total	1,135,128.72

2.2 Number of Shareholders at the term end and shareholding information of the top ten non-restricted shareholders

Unit: Share

Total number of shareholders up to the end of the reporting period is 91,249 units, including 58,196 units of A-tradable shareholders and 33,053 units of B-tradable shares.		
Shareholding information of the top 10 Non-Restricted Shareholders		
Name of the Shareholder (full name)	Non-Restricted Shares Owned at the term end	Type
Shanghai Electric Group Co., Ltd.	483,520,364	RMB common shares
Agriculture Bank of China: Zhongyou Hexin	35,601,651	RMB common shares

Chengzhang Securities Investment Fund		
Agriculture Bank of China: Zhongyou Hexin Youxuan Securities Investment Fund	15,020,700	RMB common shares
Pang Biao	9,880,000	RMB common shares
PICC – Tradition - General Insurance Product - 008CCT001 Hu	4,999,864	RMB common shares
ICBC - Lion Balanced Securities Investment Fund	4,798,384	RMB common shares
TOYO SECURITIES ASIA LTD. A/C CLIENT	3,406,997	Foreign investment owned shares listed domestically and overseas
China Life Insurance Company Limited – Profit sharing – Individual profit sharing - 005L – FH002HU	3,254,844	RMB common shares
China Everbright Bank - Zhongrong Booming Industry Securities Investment Fund	3,002,083	RMB common shares
Bank of China – Harvest Shanghai & Shenzhen Index 300 (LOF) Securities Investment Fund	2,552,874	RMB common shares

§3 Significant events

3.1 The substantial changes in the Company's main accounting statement items and financial indicators and the causes

√ Applicable □ Inapplicable

Unit: Yuan Currency: RMB

Item	Sep. 30 th , 2010	Dec. 31 st , 2009	Changes over the same period of the Last Year (%)
Payment receivable	1,366,227,881.24	998,917,972.98	36.77
Payment received in advance	4,627,383,245.17	3,312,780,065.95	39.68

The increased accounts receivable is due to the increased ratio of the Company's large project orders and the correspondingly extended collection period.

The increase in advances from customers mainly comes from the increase in orders for evaluator products.

Unit: Yuan Currency: RMB

Item	Jan. – Sep. 2010	Jan. – Sep. 2009	Changes over the same period of the Last Year (%)
Management expenses	775,436,485.41	554,972,324.38	39.73

The increase in management expenses is for adding Guanghua and UNIS (Unisplendour Corporation Limited) into consolidated scope and the increase in R&D expenses over the same

period of last year.

3.2 Progress on major projects, the impact, and analysis on the solutions

Applicable Inapplicable

3.3 The Company, the shareholders, and its actual controller's fulfillment of the commitments

Applicable Inapplicable

3.4 The forecast and warning on the possible loss on the cumulative net profit from the year beginning to the next term end or the substantial changes comparing with the same term of last year and the causes.

Applicable Inapplicable

3.5 Implementation of the Company's profit sharing policy during the reporting period

The Company's cash profit sharing policy: the accumulated profit distributed in cash in the past three years is not less than 30% of the average distributable profit per year in the past three years. The implementation of the Company's profit sharing policy: In 2009, the distributed profit in cash was RMB 102,273,930.80, plus the distributed profit in cash in 2007 and 2008, and the total is RMB 289,776,137.30. 30% of the average distributable profit per year in the past three years is RMB 94,872,630.49. Therefore, the implementation of the Company's profit sharing policy during the reporting period is in accordance with the Company's cash profit sharing policy.

Shanghai Mechanical & Electrical Industry Co., Ltd.

Company's legal representative: Xu Jianguo

Oct. 25th, 2010

§4 Appendix

4.1

Combined Balance SheetSep. 30th, 2010

Made by: Shanghai Mechanical & Electrical Industry Co., Ltd.

Unit: Yuan Currency: RMB Type: Unaudited

Item	Term-end balance	Year-beginning balance
Floating assets:		
Monetary fund	7,052,393,133.91	5,905,618,386.67
Provision settlement		
Funds for inter-bank lending		
Trading financial assets		
Notes receivable	232,126,490.11	181,162,671.29
Payment receivable	1,366,227,881.24	998,917,972.98
Advanced payment	558,897,106.95	332,214,189.42
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract provision receivable		
Interest receivable	1,413,437.50	6,289,687.50
Dividend receivable	21,466,561.70	9,428,818.94
Other account receivable	157,496,271.35	139,601,399.88
Buying of counter-purchased financial assets		
Stock	2,136,438,716.92	2,105,104,591.23
Non-current assets to be due in a year		
Other floating assets		
Total floating assets	11,526,459,599.68	9,678,337,717.91
Non-current assets:		
Entrusted loan and advanced-payment giving		
Financial assets available for sale	57,714,935.25	67,378,568.05
Investment fund held to term end		
Long-term payment payable		
Long-term equity investment	1,298,667,691.48	1,131,494,722.24
Investment real estate	77,485,297.78	80,347,014.79
Fixed assets	1,405,648,372.92	1,508,837,339.86
Construction in progress	221,472,314.21	118,928,402.94
Engineering materials		
Liquidation of fixed assets		
Manufacturing biological assets		
Gas and oil assets		
Invisible assets	340,102,416.92	354,630,274.79
Development expense		
Goodwill	77,068,187.05	77,068,187.05

long-term fees to be apportioned	25,487,718.67	8,242,770.62
Deferred income tax assets	89,673,628.58	86,363,466.20
Other non-current assets		
Total non-current assets	3,593,320,562.86	3,433,290,746.54
Total assets	15,119,780,162.54	13,111,628,464.45
Floating liabilities:		
Short-term loan	304,500,000.00	440,500,000.00
Loans from central bank		
Deposit absorbing and Vostro account		
Funds for inter-bank borrowing		
Trading financial debts		
Notes payable	31,597,620.09	21,889,473.00
Account payable	1,821,264,618.60	1,425,621,794.23
Payment received in advance	4,627,383,245.17	3,312,780,065.95
Fund of selling of counter-purchased financial assets		
Handling charges and commissions payable		
Employees' salaries payable	189,532,965.56	202,063,672.66
Tax payable	75,808,497.26	157,284,409.05
Interest Payable	2,219,387.00	
Dividend payable	69,439,313.46	25,306,407.46
Other account payable	604,103,707.72	490,657,810.44
Reinsurance account payable		
Insurance contract provision		
Proxy securities transaction fund		
Proxy securities undertaking fund		
Non-current liabilities to be due in a year		5,000,000.00
Other floating liabilities	47,969,370.93	43,239,740.00
Total floating liabilities	7,773,818,725.79	6,124,343,372.79
Non-current liabilities:		
Long-term loan	50,000,000.00	160,053,922.36
Bonds payable		
Long-term payment payable	1,753,920.89	1,753,920.89
Specific account payable		
Estimated liabilities		
Deferred income tax liabilities	42,449,400.32	47,336,763.48
Other non-current liabilities	16,346,050.00	10,115,650.00
Total non-current liabilities	110,549,371.21	219,260,256.73
Total liabilities	7,884,368,097.00	6,343,603,629.52
Owners' equity (or shareholders' equity):		
Paid in capital (or equity capital)	1,022,739,308.00	1,022,739,308.00
Capital reserve fund	1,472,527,705.55	1,475,955,651.14
Minus: Treasury stocks		
Special Reserve		

Surplus accumulation fund	1,003,506,333.84	1,003,506,333.84
Normal risk provision		
Unallocated profits	1,888,951,064.67	1,461,790,072.14
Conversion difference of foreign currency report		-13,933,642.73
Total ownership equity of parental company	5,387,724,412.06	4,950,057,722.39
Minority shareholders' equity	1,847,687,653.48	1,817,967,112.54
Total ownership equity	7,235,412,065.54	6,768,024,834.93
Total liabilities and ownership equity	15,119,780,162.54	13,111,628,464.45

Company's legal representative: Xu Jianguo Person in charge of accounting: Si Wenpei
Accounting manager: Zou Xiaolu

Balance Sheet of Parental Company

Sep. 30th, 2010

Made by: Shanghai Mechanical & Electrical Industry Co., Ltd.

Unit: Yuan Currency: RMB Type: Unaudited

Item	Term-end balance	Year-beginning balance
Floating assets:		
Monetary fund	624,395,106.74	348,207,611.92
Trading financial assets		
Notes receivable		
Payment receivable		
Advanced payment	512,748.39	
Interest receivable		
Dividend receivable	2,836,487.82	
Other account receivable	1,761,596.52	3,998,706.81
Stock		
Non-current assets to be due in a year		
Other floating assets	59,000,000.00	
Total floating assets	688,505,939.47	352,206,318.73
Non-current assets:		
Financial assets available for sale	57,273,437.60	66,832,244.22
Investment fund held to term end		
Long-term payment payable		
Long-term equity investment	2,959,034,753.55	2,929,139,513.20
Investment real estate		
Fixed assets	57,770,012.74	59,318,890.98
Construction in progress		
Engineering materials		
Liquidation of fixed assets		
Manufacturing biological assets		
Gas and oil assets		
Invisible assets	43,132,118.12	43,931,797.82
Development expense		
Goodwill		
long-term fees to be apportioned		
Deferred income tax assets		
Other non-current assets		
Total non-current assets	3,117,210,322.01	3,099,222,446.22
Total assets	3,805,716,261.48	3,451,428,764.95
Floating liabilities:		
Short-term loan		
Trading financial debts		
Notes payable		

Account payable	4,842,773.48	4,842,773.48
Payment received in advance		
Employees' salaries payable	37,168,058.57	8,737,632.85
Tax payable	260,507.02	157,753.59
Interest Payable		
Dividend payable		
Other account payable	26,545,707.25	23,577,676.49
Non-current liabilities to be due in a year		
Other floating liabilities		
Total floating liabilities	68,817,046.32	37,315,836.41
Non-current liabilities:		
Long-term loan		
Bonds payable		
Long-term payment payable		
Specific account payable		
Estimated liabilities		
Deferred income tax liabilities	13,900,467.85	16,556,481.76
Other non-current liabilities		
Total non-current liabilities	13,900,467.85	16,556,481.76
Total liabilities	82,717,514.17	53,872,318.17
Owners' equity (or shareholders' equity):		
Paid in capital (or equity capital)	1,022,739,308.00	1,022,739,308.00
Capital reserve fund	1,431,299,487.36	1,439,267,529.07
Minus: Treasury stocks		
Special Reserve		
Surplus accumulation fund	309,860,655.29	309,860,655.29
Normal risk provision		
Unallocated profits	959,099,296.66	625,688,954.42
Total owners' equity (or shareholders' equity)	3,722,998,747.31	3,397,556,446.78
Total liabilities and ownership equity (or shareholders' equity)	3,805,716,261.48	3,451,428,764.95

Company's legal representative: Xu Jianguo Person in charge of accounting: Si Wenpei
Accounting manager: Zou Xiaolu

4.2

Combined Profit Statement

Made by: Shanghai Mechanical & Electrical Industry Co., Ltd.

Unit: Yuan Currency: RMB Type: Unaudited

Item	Amount of current period (Jul. – Sep.)	Amount of previous period (Jul. – Sep.)	Amount from Year Beginning to Term End (Jan. – Sep.)	Amount from the Beginning of last Year to Term End (Jan. – Sep.)
I. Gross trading income	3,433,555,900.07	2,885,524,073.77	9,744,452,405.02	8,066,224,111.63
Including: Business income	3,433,555,900.07	2,885,524,073.77	9,744,452,405.02	8,066,224,111.63
Interest received				
Insurance premium earned				
Handling charges and commissions income				
II. Total business cost	3,219,229,076.94	2,688,652,868.71	9,073,192,446.70	7,426,665,798.80
Including: Business cost	2,779,268,674.99	2,350,921,148.63	7,867,784,014.79	6,534,738,603.12
Interest expense				
Handling charges and commissions expense				
Surrender value				
Net indemnity expense				
Net provision of insurance contract				
Insurance policy dividends expense				
Reinsurance expense				
Business taxes and additions	12,444,833.10	8,938,034.31	36,252,827.31	27,332,568.32
Sales expenses	149,324,620.58	135,878,206.54	433,458,555.19	393,129,860.59
Management expenses	296,556,161.00	214,781,936.16	775,436,485.41	554,972,324.38
Finance expenses	-24,078,924.70	-32,972,065.82	-52,935,929.31	-63,976,100.18
Assets devaluation loss	5,713,711.97	11,105,608.89	13,196,493.31	-19,531,457.43
Plus: Fair value				

change income ("-" means loss)				
Investment income ("-" means loss)	93,740,542.73	70,486,323.14	265,225,190.31	201,011,894.38
Including: Investment income from cooperative business and joint companies	95,330,105.62	70,486,323.14	273,398,414.92	197,074,394.38
Exchange income ("-" means loss)				
III. Business profits ("-" means loss)	308,067,365.86	267,357,528.20	936,485,148.63	840,570,207.21
Plus: Non-revenue receipt	25,847,889.95	14,735,240.23	38,574,102.66	37,492,688.97
Minus: Non-business expenditure	2,361,141.37	969,824.21	4,103,621.35	4,062,623.89
Including: loss of non-current assets disposal	2,021,390.68	549,780.47	2,801,019.89	2,503,192.36
IV. Total profits ("-" means loss)	331,554,114.44	281,122,944.22	970,955,629.94	874,000,272.29
Minus: Income tax expense	41,275,417.59	35,608,498.95	122,115,165.42	102,234,420.34
V. Net profit ("-" means loss)	290,278,696.85	245,514,445.27	848,840,464.52	771,765,851.95
Net profits of parental company owner	176,994,046.39	158,178,801.66	529,603,696.33	493,135,407.43
Profit and loss of minority shareholders	113,284,650.46	87,335,643.61	319,236,768.19	278,630,444.52
VI. Income per share:				
(I) Basic income per share	0.17	0.15	0.52	0.48
(II) Diluted income per share	0.17	0.15	0.52	0.48
VII. Other Comprehensive Income	1,410,008.90	28,638,690.80	5,330,808.12	48,544,870.69
VIII. Total Comprehensive	291,688,705.75	274,153,136.07	854,171,272.64	820,310,722.64

Income				
Total Comprehensive Income attributed to the Owners of Parent Company	178,404,055.29	186,817,492.46	535,109,393.47	541,680,278.12
Total Comprehensive Income attributed to Minority Shareholders	113,284,650.46	87,335,643.61	319,061,879.17	278,630,444.52

Company's legal representative: Xu Jianguo Person in charge of accounting: Si Wenpei
Accounting manager: Zou Xiaolu

Parental Company's Profit Statement

Made by: Shanghai Mechanical & Electrical Industry Co., Ltd.

Unit: Yuan Currency: RMB Type: Unaudited

Item	Amount of current period (Jul. – Sep.)	Amount of previous period (Jul. – Sep.)	Amount from Year Beginning to Term End (Jan. – Sep.)	Amount from the Beginning of last Year to Term End (Jan. – Sep.)
I. Business income	301,774.00	358,735.00	1,446,007.00	2,410,108.34
Minus: Business cost				
Business taxes and additions	16,748.45	20,522.79	100,233.40	132,875.52
Sales expenses				
Management expenses	35,984,544.79	6,843,324.10	54,534,944.82	11,458,277.87
Finance expenses	-1,461,641.55	-501,434.46	-3,268,294.52	-2,030,271.88
Assets devaluation loss				
Plus: Fair value change income ("-" means loss)				
Investment income ("-" means loss)	53,209,611.05	14,516,062.87	485,809,692.92	540,241,373.77
Including: Investment income from cooperative business and joint companies	22,957,089.51	14,424,839.36	64,867,816.85	58,109,273.08
II. Business profits ("-" means loss)	18,971,733.36	8,512,385.44	435,888,816.22	533,090,600.60
Plus: Non-revenue receipt				
Minus: Non-business expenditure		40,201.70	204,543.18	111,170.90
Including: loss of non-current assets disposal			204,543.18	969.20
III. Total profits ("-" means loss)	18,971,733.36	8,472,183.74	435,684,273.04	532,979,429.70
Minus: Income tax expense				
IV. Net profit ("-" means loss)	18,971,733.36	8,472,183.74	435,684,273.04	532,979,429.70
V. Income per share:				
(I) Basic income per share	0.02	0.01	0.43	0.52
(II) Diluted income per share	0.02	0.01	0.43	0.52
VI. Other Comprehensive Income	1,323,125.94	-2,282,430.66	-7,968,041.71	16,841,361.41

VII. Total Comprehensive Income	20,294,859.30	6,189,753.08	427,716,231.33	549,820,791.11
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Company's legal representative: Xu Jianguo Person in charge of accounting: Si Wenpei
Accounting manager: Zou Xiaolu

4.3

Combined Statement of Cash Flow

Jan. – Sep. 2010

Made by: Shanghai Mechanical & Electrical Industry Co., Ltd.

Unit: Yuan Currency: RMB Type: Unaudited

Item	Amount from Year Beginning to Term End (Jan. – Sep.)	Amount from the Beginning of last Year to Term End (Jan. – Sep.)
I. Cash flow generated in business		
Cash received by selling commodities or providing labor service	11,733,350,434.34	9,980,752,809.73
Net increase of customers' deposit and Vostro account		
Net increase of loan from central bank		
Net increase of Funds for inter-bank borrowing from other financial institutes		
Cash obtained from former insurance contract premium		
Net cash obtained from reinsurance business		
Net increase of policy holder and investment fund		
Net increase of disposing transaction financial assets		
Cash obtained from interest, handling charge and commission		
Net increase of funds for inter-bank borrowing		
Net increase of counter-purchased business fund		
Returned tax received	45,378,740.55	41,973,089.01
Cash received in other business	224,205,050.69	296,121,791.96
Subtotal of business cash flow-in	12,002,934,225.58	10,318,847,690.70
Cash paid for buying commodities or accepting labor service	8,299,033,371.41	7,078,701,914.50
Net increase of customers' loan and advanced payment		
Net increase of account in central bank and Vostro account		
Cash paid for indemnity of former insurance contract		
Cash paid for interest, handling charge and commission		
Cash paid for insurance policy dividends		
Cash paid to or for employees	497,495,754.71	428,724,732.76
Taxes paid	685,549,745.44	577,109,134.18
Cash paid for other business activities	802,723,441.04	618,189,033.27
Subtotal of business cash flow-out	10,284,802,312.60	8,702,724,814.71
Net cash flow generated in business	1,718,131,912.98	1,616,122,875.99
II. Cash flow generated in investment		
Cash received from returned investment	19,426,925.76	259,000,000.00
Cash received from investment income	85,496,312.45	108,638,941.20

Net cash received by disposing fixed assets, invisible assets and other long-term assets	21,816,753.63	15,083,092.10
Net cash amount received from the disposal of subsidiaries and other branches	36,177,645.03	
Cash received in other investment	64,188,321.22	58,485,128.35
Subtotal of investment cash flow-in	227,105,958.09	441,207,161.65
Cash paid for purchasing fixed assets, invisible assets and other long-term assets	231,005,153.43	151,200,628.47
Cash paid for investment	1,065,249.00	332,318,527.56
Net increase of pledged loan		
Net cash value paid by subsidiaries and other branches		
Cash paid for other investment		
Subtotal of investment cash flow-out	232,070,402.43	483,519,156.03
Net cash flow generated in investment	-4,964,444.34	-42,311,994.38
III. Cash flow generated in fund raising		
Cash received from investment absorbing		6,252,000.00
Including: Cash received from minority shareholders affiliated by subsidiaries		
Cash received through loan	188,000,000.00	469,500,000.00
Cash received by bond issuance		
Cash received from other fund raising	5,000,000.00	
Subtotal of raising cash flow-in	193,000,000.00	475,752,000.00
Cash paid for debt	419,012,154.67	416,500,000.00
Cash paid for distribution of dividend, profits of interest disbursement	339,937,208.44	331,750,681.61
Including: dividends and profits paid by subsidiaries to minority shareholders	221,346,340.92	214,502,394.00
Cash paid in other fund raising		
Subtotal of raising cash flow-out	758,949,363.11	748,250,681.61
Net cash flow generated in fund raising	-565,949,363.11	-272,498,681.61
IV. Exchange rate effect on cash and cash equivalent	-443,358.29	-487,219.55
V. Net increase value of cash and its equivalent	1,146,774,747.24	1,300,824,980.45
Plus: balances of term beginning cash and cash equivalent	5,355,618,386.67	3,658,196,775.09
VI. Balances of term end cash and cash equivalent	6,502,393,133.91	4,959,021,755.54

Company's legal representative: Xu Jianguo Person in charge of accounting: Si Wenpei
Accounting manager: Zou Xiaolu

Parental Company's Cash Flow Statement

Jan. – Sep. 2010

Made by: Shanghai Mechanical & Electrical Industry Co., Ltd.

Unit: Yuan Currency: RMB Type: Unaudited

Item	Amount from Year Beginning to Term End (Jan. – Sep.)	Amount from the Beginning of last Year to Term End (Jan. – Sep.)
I. Cash flow generated in business		
Cash received by selling commodities or providing labor service	1,446,007.00	2,410,108.34
Returned tax received		
Cash received in other business	3,501,393.10	2,412,238.48
Subtotal of business cash flow-in	4,947,400.10	4,822,346.82
Cash paid for buying commodities or accepting labor service		
Cash paid to or for employees	7,676,595.09	8,995,987.55
Taxes paid	100,617.25	146,883.10
Cash paid for other business activities	11,366,409.89	11,565,605.43
Subtotal of business cash flow-in	19,143,622.23	20,708,476.08
Net cash flow generated in business	-14,196,222.13	-15,886,129.26
II. Cash flow generated in investment		
Cash received from returned investment		29,000,000.00
Cash received from investment income	454,452,116.75	506,154,267.63
Net cash received by disposing fixed assets, invisible assets and other long-term assets	193,000.00	
Net cash amount received from the disposal of subsidiaries and other branches		
Cash received in other investment		
Subtotal of investment cash flow-in	454,645,116.75	535,154,267.63
Cash paid for purchasing fixed assets, invisible assets and other long-term assets	548,068.00	116,887.57
Cash paid for investment	61,439,401.00	350,748,000.00
Net cash value paid by subsidiaries and other branches		
Cash paid for other investment		
Subtotal of investment cash flow-out	61,987,469.00	350,864,887.57
Net cash flow generated in investment	392,657,647.75	184,289,380.06
III. Cash flow generated in fund raising		
Cash received from investment absorbing		
Cash received through loan		
Cash received from other fund raising		
Subtotal of raising cash flow-in		

Cash paid for debt		
Cash paid for distribution of dividend, profits of interest disbursement	102,273,930.80	102,273,930.80
Cash paid in other fund raising		
Subtotal of raising cash flow-out	102,273,930.80	102,273,930.80
Net cash flow generated in fund raising	-102,273,930.80	-102,273,930.80
IV. Exchange rate effect on cash and cash equivalent		
V. Net increase value of cash and its equivalent	276,187,494.82	66,129,320.00
Plus: balances of term beginning cash and cash equivalent	348,207,611.92	240,393,205.50
VI. Balances of term end cash and cash equivalent	624,395,106.74	306,522,525.50

Company's legal representative: Xu Jianguo

Person in charge of accounting: Si Wenpei

Accounting manager: Zou Xiaolu