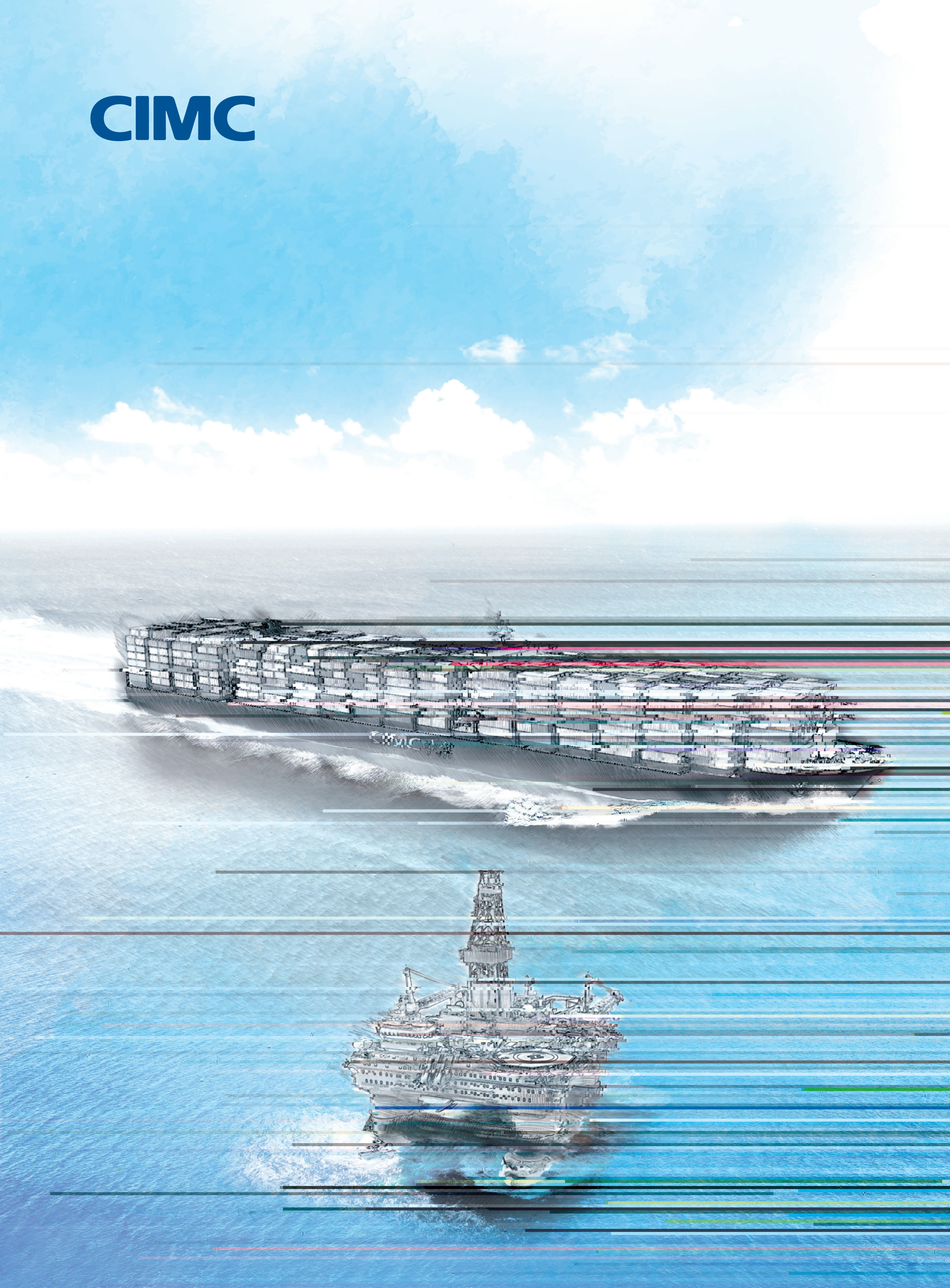

CIMC

IMPORTANT NOTICE

The Board ... Supervisory Committee ... Directors, Supervisors ... the Company ... 2017 ... Report), ...

The Report ... 11th ... Board ... 2017 (the Meeting). ... Ch ... Meeting ... Ch ... Directors ... All the Directors ... the Meeting.

The ... the Group ... the China ... Business Enterprises (CASBE). The ... (the 2017 Interim Financial Report) ... the Group ... 30 June 2017 ... the CASBE ...

... Wang Hong, ... the Company ... the Board, ... CEO ... the ... 2017 Interim Financial Report.

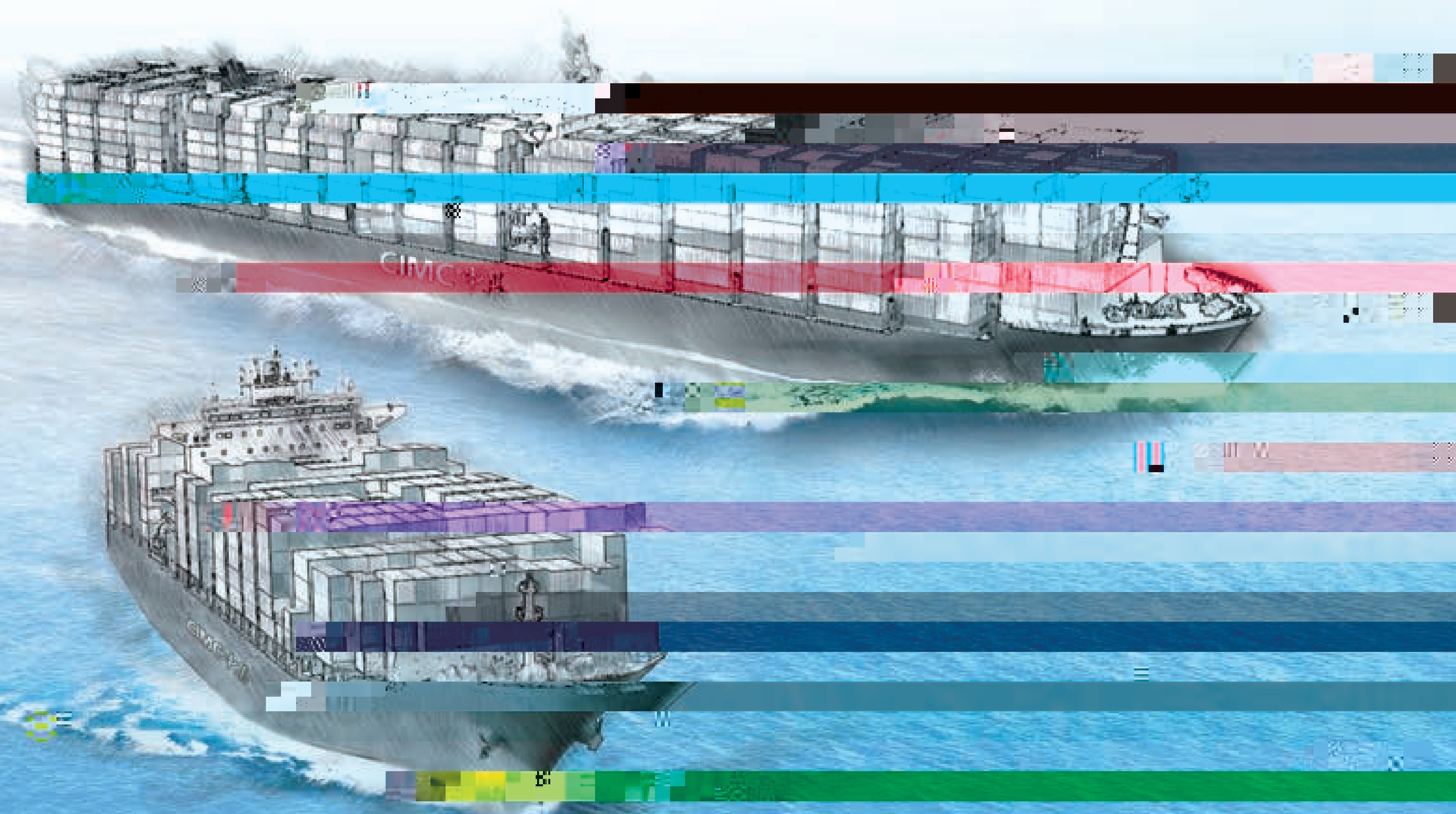
... the Company ... the Company.

The Company ... 30 June 2017 ... 30 June 2016: Nil).

This Report ... the Group ... the Group ...

This Report ... Chinese and English. ... Chinese ...

CONTENTS



Definitions

[illegible]:

Items	Definitions
"A Share(s)" [illegible] RMB [illegible]	[illegible] RMB1.00 each, [illegible] Shenzhen Stock Exchange [illegible]
"A Share(s) Share Option [illegible]"	[illegible] C [illegible] Co., Ltd. [illegible] C[illegible] on 17 September 2010.
"Articles of Association"	The Articles of Association of [illegible] (Group) Co., Ltd.
"Board"	the Board of the Company.
"C&C Trucks"	C&C Trucks Co., Ltd. (集瑞聯合重工有限公司), [illegible] PRC [illegible] 12 March 2009 [illegible] Company.
"CASBE"	[illegible] 38 [illegible] 15 February 2006, [illegible] CASBE [illegible]
"CFSE"	[illegible] Hong Kong Stock Exchange ([illegible]: 445) [illegible] Company.
"China COSCO Shipping"	China COSCO Shipping Co[illegible] PRC [illegible] 2016 [illegible] Company [illegible]
"China Merchants Group"	China Merchants Group [illegible] PRC [illegible] 14 October 1986 [illegible] Company [illegible]
"CIMC" [illegible] "Company"	[illegible] (G[illegible]) Co., Ltd. (中國國際海運集裝箱(集團)股份有限公司), [illegible] PRC [illegible] A Shares [illegible] Shenzhen Stock Exchange [illegible] H Shares [illegible] Hong Kong Stock Exchange.
"CIMC Enric"	CIMC Enric Holdings Limited (中集安瑞科控股有限公司), [illegible] 28 September 2004 [illegible] Hong Kong Stock Exchange ([illegible]: 3899) [illegible] Company.
"CIMC Finance Company"	CIMC Finance Co., Ltd., [illegible] PRC [illegible] 9 February 2010 [illegible] Company.

"CIMC Finance Leasing Company" — CIMC Finance Leasing Co., Ltd., a company incorporated in the PRC with limited liability on 30 July 2007 and a wholly-owned subsidiary of the Company.

"CIMC Hong Kong" — China International Marine Containers (Hong Kong) Limited (中國國際海運集裝箱(香港)有限公司), a company incorporated in Hong Kong with limited liability on 30 July 1992 and a wholly-owned subsidiary of the Company.

"CIMC Multimodal Transportation" — CIMC Multimodal Transportation Development Co., Ltd. (中集多式聯運發展有限公司), a company incorporated in the PRC with limited liability on 29 March 2016 and a non-wholly-owned subsidiary of the Company.

"CIMC Offshore Engineering" — CIMC Offshore Engineering Co., Ltd., a company incorporated in the PRC with limited liability on 21 July 2016 and a wholly-owned subsidiary of the Company.

"CIMC Raffles" — CIMC Raffles Offshore (Singapore) Limited, a company incorporated in Singapore with limited liability on 7 March 1994 and a wholly-owned subsidiary of the Company.

"CIMC Skyspace Real Estate" — Shenzhen CIMC Skyspace Real Estate Development Co., Ltd., a company incorporated in the PRC with limited liability on 24 November 1998 and a non-wholly-owned subsidiary of the Company.

"CIMC Tianda" — Shenzhen CIMC-Tianda Airport Support Co., Ltd. (深圳中集天達空港設備有限公司), a company incorporated in the PRC with limited liability on 18 July 1992 and a non-wholly-owned subsidiary of the Company.

"CIMC Vehicle (Group)" — CIMC Vehicles (Group) Co., Ltd. (中集車輛(集團)有限公司), a company incorporated in the PRC with limited liability on 29 August 1996 and a non-wholly-owned subsidiary of the Company.

"Corporate Governance Code" — the Corporate Governance Code contained in Appendix 14 to the Hong Kong Listing Rules.

"CSRC" — China Securities Regulatory Commission.

"Director(s)" — the director(s) of the Company.

"Group", "we", "us" or "our" — the Company and its subsidiaries.

"H Share(s)" (or "Overseas Listed Foreign Share(s)") — overseas listed foreign share(s) in the share capital of the Company with nominal value of RMB1.00 each, which are listed on the Hong Kong Stock Exchange and traded in Hong Kong dollars.

"Hong Kong" — The Hong Kong Special Administrative Region of the PRC.

"Hong Kong Listing Rules" — Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Definitions

"Hong Kong Stock Exchange"	The Stock Exchange of Hong Kong Limited.
"Main Board"	the Main Board of the Stock Exchange [illegible] Listing Rules [illegible] in Appendix 10 of the Hong Kong Listing Rules.
"PRC" or "China"	the People's Republic of China.
"PR7(223P.824U)7ng S[illegible]ng R23PR [illegible]ll [illegible] Exchange	

[illegible]

Items	Definitions
CNG	Compressed Natural Gas
FLNG	Floating Liquefied Natural Gas
FPSO	Floating Production Storage and Offloading
FSRU	Floating Storage and Regasification Unit
HSE	Health, Safety and Environment
GSE	[illegible]
Jack-up Drilling Platform	[illegible] 250 [illegible] 400 [illegible]
LNG	Liquefied Natural Gas
LPG	Liquefied Petroleum Gas
Modular Building	[illegible]
ONE Model	[illegible]
QHSE	[illegible] Quality, Health, Safety and Environment [illegible]
Semi-submersible Drilling Platform	[illegible] 600-3,600m. [illegible]
TEU	[illegible] 20 [illegible] 8 [illegible] 6 [illegible] 8 [illegible]
VOCs	[illegible] 2.824 [illegible]

Chapter I Corporate Profile

I. COMPANY PROFILE

Legal Chinese Name:	中國國際海運集裝箱(集團)股份有限公司
Abbreviated Chinese Name:	中集集團
English Name:	China International Marine Containers (Group) Co., Ltd.
Abbreviated English Name:	CIMC
Legal Representative:	Wang Hong
Authorised Representatives:	Mai Boliang, Yu Yuqun
Registered Address and Address of Head Office:	8th Floor, CIMC R&D Centre, 2 Gangwan Avenue, Shekou, Nanshan District, Shenzhen, Guangdong, PRC
Postal Code:	518067
Company Website:	http://www.cimc.com
Email Address:	shareholder@cimc.com
Principal Place of Business in Hong Kong:	3101-2 Infinitus Plaza, 199 Des Voeux Road Central, Hong Kong
Unified Social Credit Code:	91440300618869509J

II. CONTACT PERSONS AND MEANS OF COMMUNICATION

Secretary to the Board, Company Secretary:	Yu Yuqun
Assistant Company Secretary:	Shen Yang
Contact Address:	CIMC R&D Centre, 2 Gangwan Avenue, Shekou, Nanshan District, Shenzhen, Guangdong, PRC (Postal Code: 518067)
Contact Telephone:	(86) 755-2669 1130
Fax:	(86) 755-2682 6579
Email Address:	shareholder@cimc.com
Representative of Securities Affairs:	Wang Xinjiu
Contact Address:	CIMC R&D Centre, 2 Gangwan Avenue, Shekou, Nanshan District, Shenzhen, Guangdong, PRC (Postal Code: 518067)
Contact Telephone:	(86) 755-2680 2706
Fax:	(86) 755-2681 3950
Email Address:	shareholder@cimc.com

III. INFORMATION DISCLOSURE AND LOCATIONS FOR DOCUMENTS FOR INSPECTION

[illegible]:	A Share: [illegible] Shanghai [illegible]
A [illegible]:	A Share: http:// [illegible] H Share: http:// [illegible]
C[illegible] W[illegible]:	[illegible]
P[illegible] A[illegible]:	O[illegible] B[illegible], CIMC, 9th Fl[illegible], CIMC R&D C[illegible], 2 G[illegible] ng [illegible] Sh[illegible], N[illegible] Sh[illegible], G[illegible] ng [illegible]ng, PRC (P[illegible]: 518067)

IV. STOCK INFORMATION OF THE COMPANY

S[illegible] E[illegible] h[illegible]ng [illegible] A Share [illegible]:	Sh[illegible] S[illegible] E[illegible]h[illegible]ng
Ab[illegible] S[illegible] N[illegible] A Share:	CIMC
S[illegible] C[illegible]:	000039
S[illegible] E[illegible] h[illegible]ng [illegible] H Share [illegible]:	H[illegible]ng K[illegible]ng S[illegible] E[illegible]h[illegible]ng
Ab[illegible] S[illegible] N[illegible] H Share:	CIMC, ZJHD (N[illegible])
S[illegible] C[illegible]:	2039, 299901 (N[illegible])

N[illegible]: B[illegible] B Share [illegible] CIMC [illegible] PRC [illegible] H Share [illegible] CIMC [illegible] H Share [illegible] CIMC [illegible] H[illegible]ng K[illegible]ng S[illegible] E[illegible]h[illegible]ng.

Wh[illegible] C[illegible] [illegible] E[illegible]h[illegible]ng [illegible] R[illegible]

☐ A[illegible] N[illegible]

Wh[illegible] [illegible]h[illegible]ng [illegible] R[illegible]

☐ A[illegible] N[illegible]

Wh[illegible] [illegible]h[illegible]ng [illegible] R[illegible]

☐ A[illegible] N[illegible]

Wh[illegible] [illegible]h[illegible]ng [illegible] R[illegible]

☐ A[illegible] N[illegible]

Chapter II Summary of Accounting Data and Financial Indicators

I. KEY ACCOUNTING DATA AND FINANCIAL INDICATORS

[illegible]

[illegible]

[illegible]

Consolidated income statement items	The Reporting Period (January – June 2017) (unaudited)	The same period of the previous year (January – June 2016) (unaudited)	Changes from the same period of the previous year to the Reporting Period (%)
[illegible]	**33,387,152**	23,542,843	41.81%
[illegible]	**1,524,203**	(318,988)	577.82%
[illegible]	**1,576,142**	(165,844)	1,050.38%
[illegible]	**509,633**	375,316	35.79%
[illegible]	**1,066,509**	(541,160)	297.08%
[illegible]			
[illegible]	**796,898**	(378,034)	310.80%
[illegible]	**269,611**	(163,126)	265.28%
[illegible]	**865,083**	(502,200)	272.26%

[illegible]

Consolidated balance sheet items	As at the end of the Reporting Period (30 June 2017) (unaudited)	As at the end of previous year (31 December 2016) (audited)	Changes from the end of previous year to the end of the Reporting Period (%)
[illegible]	**57,457,050**	53,352,031	7.69%
[illegible]	**72,041,804**	71,262,717	1.09%
[illegible]	**129,498,854**	124,614,748	3.92%
[illegible]	**53,634,687**	46,249,215	15.97%
[illegible]	**35,992,284**	39,230,741	(8.25%)
[illegible]	**89,626,971**	85,479,956	4.85%
[illegible]	**39,871,883**	39,134,792	1.88%
[illegible]			
[illegible]	**29,822,813**	29,285,970	1.83%
[illegible]	**10,049,070**	9,848,822	2.03%
[illegible]	**2,980,352,786**	2,978,576,986	0.06%

Un[illegible] RMB [illegible]

Consolidated cash flow statement items	The Reporting Period (January – June 2017) (unaudited)	The same period of the previous year (January – June 2016) (unaudited)	Changes from the same period of the previous year to the Reporting Period (%)
[illegible]	**(668,216)**	933,732	(171.56%)
[illegible]	**(1,507,729)**	(5,376,277)	71.96%
[illegible]	**1,875,660**	5,570,910	(66.33%)

	As at the end of the Reporting Period 30 June 2017 (unaudited)	As at the end of previous year 31 December 2016 (audited)	Changes from the end of previous year to the end of the Reporting Period (%)
[illegible]	**5,940,423**	6,338,667	(6.28%)

Key Financial Indicators

	The Reporting Period (January – June 2017) (unaudited)	The same period of the previous year (January – June 2016) (unaudited)	Changes from the same period of the previous year to the Reporting Period (%)
[illegible] (RMB/share)	**0.2554**	(0.1444)	276.87%
[illegible] (RMB/share)	**0.2544**	(0.1444)	276.18%
[illegible] (%)	**2.76%**	(1.64%)	4.40%
[illegible] (%)	**3.00%**	(2.11%)	5.11%
[illegible] (RMB/share)	**(0.22)**	0.31	(170.97%)

	As at the end of Reporting Period (30 June 2017) (unaudited)	As at the end of previous year (31 December 2016) (audited)	Changes from the end of previous year to the end of the Reporting Period (%)
[illegible] (RMB/share)	**10.01**	9.83	1.83%
[illegible] (%) (Note)	**69.21%**	68.60%	0.61%

Note: [illegible]

Chapter II Summary of Accounting Data and Financial Indicators

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

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

□ Applicable √ Not applicable

There is no difference in net profits and net assets in the financial statements prepared under International Accounting Standards and CASBE during the Reporting Period.

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

□ Applicable √ Not applicable

There is no difference in net profits and net assets in the financial statements prepared under foreign accounting standards and CASBE during the Reporting Period.

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

□ Applicable √ Not applicable

III. NON-RECURRING PROFIT OR LOSS ITEMS AND AMOUNT

√ Applicable □ Not applicable

Unit: RMB thousand

	Amount (January – June 2017)

Chapter III Report of the Board

I. BUSINESS SUMMARY

[illegible]

Chapter III Report of the Board

[illegible]

[illegible]

Road Transportation Vehicle Business

[illegible]

D[illegible]ng [illegible] R[illegible]ng P[illegible], [illegible] Ch[illegible] [illegible] E[illegible] [illegible] G[illegible] [illegible] 81,468 [illegible] n 2016: 58,231 [illegible]), [illegible] n[illegible]ng [illegible] 39.90%. [illegible] ng [illegible] RMB9,719.601 m[illegible]ll[illegible]n ([illegible] n 2016: RMB7,013.354 m[illegible]ll[illegible]n), [illegible] n[illegible]ng [illegible] 38.59%, [illegible] ng [illegible] RMB568.016 m[illegible]ll[illegible]n ([illegible] n 2016: RMB361.893 m[illegible]ll[illegible]n), [illegible] n[illegible]ng [illegible] 56.96%.

D[illegible]ng [illegible] R[illegible]ng P[illegible], CIMC [illegible] (G[illegible]) [illegible] In [illegible] PRC [illegible] CIMC [illegible] (G[illegible]) [illegible] 55% [illegible] In [illegible] CIMC [illegible] (G[illegible]) [illegible] N[illegible] Am[illegible] [illegible] E[illegible] [illegible]

Chapter III Report of the Board

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

Offshore Engineering Business

CIMC [illegible] OSV [illegible]

In [illegible] 2017, [illegible]

[illegible] RMB1,214.509 [illegible] 2016: RMB3,703.689 [illegible]), [illegible] 67.21%, [illegible] RMB550.421 [illegible] 2016: [illegible] RMB3.988 [illegible]).

In [illegible] CIMC R [illegible] CIMC R [illegible]

Chapter III Report of the Board

[illegible]

[illegible]

[illegible]

[illegible]

Heavy Truck Business

[illegible]

[illegible]

[illegible]

[illegible]

In the [illegible] 2017, [illegible] Chin[illegible]

D[illegible], [illegible] RMB297.664 million ([illegible] 2016: RMB315.698 million), [illegible] 5.71%; [illegible] RMB65.035 million ([illegible] 2016: RMB42.775 million), [illegible] 52.04%, [illegible]

In the [illegible] 2017, CIMC [illegible] In March 2017, [illegible] Beijing [illegible] Shougang [illegible] Beijing. In A[illegible], CIMC E[illegible] [illegible]

[illegible] 5.71%, [illegible] RMB65.035 million [illegible] 52.04% [illegible] CIMC E[illegible]

Chapter III Report of the Board

[illegible]

[illegible]

[illegible]

Other Businesses

[illegible]

[illegible]

In respect of the road transportation vehicle business, [illegible] 2017, [illegible]

In respect of the airport facilities equipment business, [illegible] 2017, [illegible]

In respect of the real estate development business, [illegible] 2017, [illegible] CIMC [illegible]

In respect of the financial business, [illegible] 2017, [illegible]

3. Overall Operation Targets and Initiatives for Main Business Segments

In [illegible] 2017, [illegible]

In respect of the container manufacturing business, [illegible] 2017, [illegible] HSE [illegible]

Chapter III Report of the Board

In respect of the road transportation vehicle business, [illegible] 2017, [illegible]

In respect of the energy, chemical and liquid food equipment business, [illegible] 2017, [illegible] CIMC Enric [illegible] R&D [illegible] CIMC Enric [illegible] R&D [illegible] CIMC Enric [illegible]

In respect of the offshore engineering business, [illegible] 2017, [illegible]

In respect of the logistics services business, [illegible] 2017, [illegible] CIMC [illegible]

In respect of the heavy truck business, [illegible] 2017, C&C [illegible]

In respect of the airport facilities equipment business, [illegible] 2017, [illegible]

In respect of the real estate development business, [illegible] 2017, [illegible]

In respect of the financial business, [illegible] 2017, CIMC [illegible] CIMC [illegible]

4. Main Risk Factors for Future Development of the Group

Risk of economic periodic fluctuations and trade protection: [illegible] U.S. [illegible] China. [illegible]

Risk of industry policy upgrade: [illegible]

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

I. BUSINESS OVERVIEW

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

[illegible]

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

1. Significant Changes in the Major Assets

[illegible]

2. Main Overseas Assets

□ [illegible]

(III) Analysis of Core Competitive Advantages

Strategic Positioning of "Manufacture + Service + Finance"

[illegible]

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

II. OPERATION DISCUSSION AND ANALYSIS

(I) Overview

[illegible]

(II) Analysis of Principal Businesses

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

Unit: RMB [illegible]

	As at the end of the Reporting Period (30 June 2017) (unaudited)	[illegible] (31 [illegible] 2016) ([illegible])	Change (%)	[illegible]
[illegible]	**253,412**	16,746	1,413.27%	[illegible]
[illegible]	**2,612,280**	1,687,762	54.78%	[illegible]

	The Reporting Period (January to June 2017) (unaudited)	[illegible] 2016 ([illegible] 2016) ([illegible])	Change (%)	[illegible]
[illegible]	**594,251**	304,944	94.87%	[illegible]
[illegible]	**234,437**	1,267,501	(81.50%)	[illegible] SOE [illegible] CIMC En[illegible] [illegible]
(L[illegible]) / [illegible]	**(32,626)**	137,104	(123.80%)	[illegible]
[illegible]	**(10,628)**	(87,328)	87.83%	[illegible]

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

	The Reporting Period (January to June 2017) (unaudited)	[illegible] 2016 ([illegible] 2016) ([illegible])	Change (%)	[illegible]
[illegible]	**21,903**	241,771	(90.94%)	[illegible]
[illegible]	**142,020**	791,687	(82.06%)	[illegible]
[illegible]	**5,000**	764,577	(99.35%)	[illegible]
[illegible]	**33,776**	1,542,157	(97.81%)	[illegible] CIMC [illegible] (G[illegible]) [illegible] CIMC [illegible]

[illegible]

☐ [illegible]

[illegible]

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

2. Composition of Principal Businesses during the Reporting Period

Unit: RMB thousand

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

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

(III) Analysis of Non-Principal Businesses

[illegible] A [illegible] □ N[illegible]

Un[illegible] RMB [illegible]

Item	Amount	Proportion in total profit	Explanation on the formation	Sustainable or not
[illegible]	(10,628)	(0.67%)	[illegible]	[illegible]
[illegible]	(32,626)	(2.07%)	[illegible]	[illegible]
[illegible]	234,437	14.87%	[illegible] CIMC Enric [illegible] SOE [illegible]	[illegible]
[illegible]	84,343	5.35%	[illegible]	[illegible]
[illegible]	32,404	2.06%	[illegible]	[illegible]

(IV) Assets and Liabilities

1. Significant Changes in Assets

Un[illegible] RMB [illegible]

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

2. Assets and Liabilities Measured at Fair Value

√ Applicable □ Not applicable

Unit: RMB million

Item	Amount at the beginning of the period	Profit or loss arising from changes in fair value for the Reporting Period	Cumulative changes in fair value recognised in equity	Impairment provision for the Reporting Period	Purchases for the Reporting Period	Sales for the Reporting Period	Amount at the end of the Reporting Period

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

(V) Analysis of Investments during the Reporting Period

4. Financial Asset Investments

( ) [illegible]

A [illegible] □ N [illegible]

Unit: RMB [illegible]

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

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

( ) [illegible]

[illegible]

Un[illegible] RMB [illegible]

Name of the derivatives investment operator	Relationship with the Group	Related party transaction or not	Type of derivatives investment	Initial investment amount of derivatives investment	Date of commencement	Date of termination	Investment amount at the beginning of the period	Amount acquired during the Reporting Period	Amount sold during the Reporting Period	Provision for impairment (if any)	Investment amount at the end of the period	Proportion of Investment amount at the end of the period to net assets of the Company at the end of the Reporting Period	Actual profit or loss during the Reporting Period
HSBC, [illegible]	[illegible]	[illegible]	[illegible]	-	2015/1/29	2018/4/16	219,820	-	-	-	236,667	0.79%	9,452
[illegible] HSBC [illegible]	[illegible]	[illegible]	[illegible]	-	2010/1/20	2021/6/28	10,302,060	-	-	-	9,849,606	33.03%	(74,075)
[illegible]	[illegible]	[illegible]	[illegible]	-	2017/6/23	2017/12/20	-	-	-	-	154,473	0.52%	333
[illegible]				-	-	-	10,521,880	-	-	-	10,240,746	34.34%	(64,290)

[illegible]	[illegible]
[illegible]	[illegible]
[illegible]	28 [illegible] 2017
[illegible]	[illegible]
[illegible]	[illegible] 30 [illegible] 2017, [illegible]
[illegible]	[illegible] 2017, [illegible] RMB(64.290) [illegible]
[illegible]	[illegible]
[illegible]	[illegible]

(VI) Disposal of Substantial Assets and Equity Interests

1. Disposal of Substantial Assets

□ Applicable √ Not applicable

2. Disposal of Substantial Equity Interests

□ Applicable √ Not applicable

(VII) Analysis of Principal Subsidiaries and Associates

√ Applicable □ Not applicable

Details on acquiring and disposing subsidiaries during the Reporting Period

□ Applicable √ Not applicable

During the Reporting Period, the Group [illegible] Chapter IX Interim Financial Report (Unaudited) [illegible]

Details on the principal subsidiaries

[illegible] During the Reporting Period [illegible] Chapter III [illegible] during the Reporting Period.

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

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

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

Date of reception	Mode of reception	Type of party received	Brief description on research
24 February 2017	[illegible] Zhangjiagang	[illegible]	[illegible]
11 April 2017	[illegible]	[illegible]	[illegible]
28 April 2017	[illegible]	CICC [illegible]	[illegible] Q1 [illegible]
17 May 2017	[illegible]	[illegible]	[illegible]
18 May 2017	[illegible] Hong Kong [illegible] Shanghai	[illegible], ICBC [illegible], [illegible], TF [illegible], [illegible], Shanghai [illegible], [illegible] (瀚倫投資), [illegible], UBS [illegible], [illegible], China AMC, [illegible], BOC [illegible], CIB [illegible], CITIC [illegible], ABC [illegible]	[illegible]
23 May 2017	[illegible] Shanghai	[illegible]	[illegible]
7 June 2017	[illegible] Hong Kong [illegible] Shanghai	HSBC [illegible]	[illegible]

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

[illegible]

CHANGES IN ACCOUNTING POLICIES FOR THE REPORTING PERIOD

[illegible]

CONSOLIDATED OPERATING RESULTS

[illegible]

SEGMENT INFORMATION

[illegible]

GROSS PROFIT MARGIN AND PROFITABILITY

[illegible]

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

NON-OPERATING INCOME

D[illegible]ng [illegible] R[illegible]ng P[illegible], [illegible] G[illegible] n[illegible]n-[illegible]ng [illegible] RMB84.343 m[illegible]ll[illegible]n ([illegible] 2016: RMB167.289 m[illegible]ll[illegible]n), [illegible] 49.58%, [illegible] CASBE [illegible] IV. 60 [illegible] Ch[illegible] IX 2017 [illegible] (Un[illegible]) [illegible]

TAX EXPENSE

D[illegible]ng [illegible] R[illegible]ng P[illegible], [illegible] G[illegible] RMB509.633 m[illegible]ll[illegible]n ([illegible] 2016: RMB375.316 m[illegible]ll[illegible]n), [illegible] 35.79%, [illegible] G[illegible]ng [illegible] R[illegible]ng P[illegible]. F[illegible] IV. 62 [illegible] Ch[illegible] IX 2017 [illegible] (Un[illegible]) [illegible]

TECHNOLOGY DEVELOPMENT COSTS

D[illegible]ng [illegible] R[illegible]ng P[illegible], [illegible] G[illegible] RMB288.459 m[illegible]ll[illegible]n ([illegible] 2016: RMB230.097 m[illegible]ll[illegible]n), [illegible]

BANK LOANS AND OTHER BORROWINGS

As at 30 June 2017, the Group's short-term bank borrowings, long-term bank borrowings, debentures payable and other borrowings (excluding finance lease payable) in aggregate amounted to RMB57,072.710 million (31 December 2016: RMB55,932.185 million). Details are set out in Notes IV. 25, IV. 36, IV. 37, IV. 38 and IV. 39 to Chapter IX 2017 Interim Financial Report (Unaudited) in this Report.

Unit: RMB thousand

	As at 30 June 2017 (unaudited)	As at 31 December 2016 (audited)
Short-term bank borrowings	**17,945,748**	15,729,787
Non-current bank borrowings due within one year	**4,891,414**	3,525,710
Long-term bank borrowings	**23,665,089**	27,023,222
Debentures payable	**7,986,500**	7,986,500
Other borrowings (excluding finance lease payable)	**2,583,959**	1,666,966
Total	**57,072,710**	55,932,185

In the first half of 2017, [illegible] the Group amounted to RMB2,798.256 million (first half of 2016: RMB5,324.877 million), representing a decrease of 47.45%. The Group's bank borrowings are mainly denominated in Renminbi and U.S. dollars, [illegible]. As at 30 June 2017, the Group's bank borrowings at fixed interest rates amounted to RMB11,035.941 million (31 December 2016: RMB8,123.960 million), representing an increase of 35.84% [illegible]; floating-rate bank borrowings amounted to RMB35,466.310 million (31 December 2016: RMB38,154.759 million), representing a decrease of 7.05% [illegible]. For details, please refer to Notes IV. 38 and XIV. 3 to Chapter IX 2017 Interim Financial Report (Unaudited) in this Report.

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

CAPITAL STRUCTURE

[illegible]

[illegible]

FOREIGN EXCHANGE RISK AND RELEVANT HEDGE

[illegible]

INTEREST RATE RISK

[illegible]

CREDIT RISK

[illegible]

PLEDGE OF ASSETS

[illegible]

CAPITAL COMMITMENTS

[illegible]

CONTINGENT LIABILITY

[illegible]

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

[illegible]

FUTURE PLANS FOR SIGNIFICANT INVESTMENTS AND EXPECTED SOURCES OF FUNDING

[illegible]

CAPITAL EXPENDITURE AND FINANCING PLAN

[illegible]

[illegible]

Chapter VI Significant Events

[illegible]

[illegible]

[illegible]

() [illegible]

[illegible]

( ) [illegible]

[illegible]

[illegible]

( ) [illegible]

[illegible]

[illegible]

(ii) [illegible]

[illegible]

[illegible]

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

[illegible]

3. Audit Committee

[illegible]

[illegible]

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

[illegible]

Chapter VI Significant Events

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

1. General Meeting Convened during the Reporting Period

Session of meeting	Type of meeting	Proportion of investors' participation	Date	Notice date	Disclosure date	Disclosure index
2016 [illegible]	[illegible]	57.25%	9 [illegible] 2017	21 [illegible] 2017	9 [illegible] 2017	[illegible]
[illegible] 2017 A [illegible]	[illegible]	34.61%	9 [illegible] 2017	21 [illegible] 2017	9 [illegible] 2017	[illegible]
[illegible] 2017 H [illegible]	[illegible]	73.92%	9 [illegible] 2017	21 [illegible] 2017	9 [illegible] 2017	[illegible]

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

☐ A [illegible] [illegible] N[illegible]A [illegible]

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

☐ A [illegible] [illegible] N[illegible]A [illegible]

The C[illegible] [illegible] 30 J[illegible] 2017 ([illegible] 2016: N[illegible]).

[illegible]

Chapter VI Significant Events

V. ENGAGEMENT AND DISENGAGEMENT OF FIRMS OF ACCOUNTANTS

Wh n m n n n

☐Y ✓N

Th 2017 In m F n n l R n n .

On 9 J n 2017, n 2016 Ann l G n l M ng, C m n P h C Zh ng T n LLP C m n 2017.

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

☐ A ✓ N A

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

☐ A ✓ N A

VIII. BANKRUPTCY OR REORGANISATION RELATED ISSUES

☐ A ✓ N A

Th C m n h n n g n ng R ng P .

IX. ARBITRATION EVENTS

M l l g n n

☐ A ✓ N A

Th C m n h n m l l g n n ng R ng P .

Other litigation matters

√ Applicable □ Not Applicable

Basic information of litigation (arbitration)	Amount involved (RMB thousand)	Incurred estimated liabilities or not	Progress of litigation (arbitration)	Judgment result of litigation (arbitration) and its impact	Executive of the judgment of litigation (arbitration)	Disclosure date	Disclosure index
15 [illegible] 2014 [illegible]	337,600	N[illegible]	In[illegible]	N[illegible]	-	-	-
[illegible] 2015 [illegible]	322,200	N[illegible]	In[illegible]	N[illegible]	-	-	-

X. PENALTIES AND REMEDIES

□ Applicable √ Not Applicable

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

√ Applicable □ Not Applicable

D[illegible] C[illegible] [illegible]

Chapter VI Significant Events

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

1. Summary of Share Option Incentive Scheme

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

[illegible]

[illegible]

[illegible]

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

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

Th[illegible] CIMC V[illegible] (G[illegible]) C[illegible], L[illegible] E[illegible] T[illegible] Pl[illegible]n (D[illegible]) [illegible] n [illegible] g [illegible] ng [illegible] C[illegible] n [illegible] n 17 O[illegible] 2007 [illegible] n [illegible] h, [illegible] n [illegible] n g [illegible] n [illegible] ng [illegible] b[illegible] G[illegible] n [illegible] CIMC V[illegible] (G[illegible]) [illegible] 20% [illegible] n CIMC V[illegible]

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

Name	Position	Number of equity granted during the Reporting Period (shares)	Number of equity exercised during the Reporting Period (shares)	Number of outstanding and exercisable equity at the end of the Reporting Period (shares)
Mai Boliang	CEO and President, executive Director	0	0	2,850,000
Liu Xuebin	Vice President	0	0	997,000
Wu Fapei	Vice President	0	0	750,000
Li Yinhui	Vice President	0	0	750,000
Yu Yuqun	Vice President	0	0	650,000
Zhang Baoqing	Vice President	0	0	750,000
Gao Xiang	Vice President	0	0	375,000
Yu Yuqun	Secretary to the Board	0	0	750,000
Zeng Han	General manager of the finance management department	0	0	288,750

Note: On 27 March 2017, the Company announced that Mr. Jin Jianlong resigned. As at 30 June 2017, Mr. Jin Jianlong still held 640,000 share options of A shares of the Company and 1,400,000 share options of CIMC Enric.

XIII. MATERIAL CONNECTED TRANSACTIONS DISCLOSED ACCORDING TO SHENZHEN LISTING RULES

1. Connected Transactions Relating to Daily Operations

√ Applicable □ Not Applicable

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

Chapter VI Significant Events

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

□ Applicable √ Not Applicable

3. Connected Transactions Relating to Joint External Investments

□ Applicable √ Not Applicable

4. Claims and Liabilities among the Connected Transactions

√ Applicable □ Not Applicable

[illegible]

□ Yes √ No

Claims receivable from any related party:

Unit: RMB thousand

Related party	Relationship with the Group	Reason	Any appropriation of funds for non-operating purposes	Opening balance	Amount increased during the current period	Amount recovered during the current period	Interest rate	Interest for the current period	Closing balance
[illegible] CIMC [illegible] Co., LTD	[illegible]	[illegible]	No	824,391	–	320,823	–	6,690	503,568
[illegible] Co., Ltd.	[illegible]	[illegible]	No	34,204	–	–	–	–	34,204
[illegible] Ltd.	[illegible]	[illegible]	No	10,629	–	10,629	–	–	–
[illegible] Hong Kong Co., Ltd.	[illegible]	[illegible]	No	4,361	7,944	–	–	–	12,305
[illegible]	Nil								

Liabilities payable to any related party:

Unit: RMB thousand

Related party	Relationship with the Group	Reason	Opening balance	Amount increased during the current period	Amount repaid during the current period	Interest rate	Interest for the current period	Closing balance
[illegible] S.A.	[illegible]	[illegible]	46,990	-	1,419	-	522	45,571
[illegible] Co., Ltd.	[illegible]	[illegible]	56,794	-	29,579	-	-	27,215
[illegible] Company	Nil							

5. Other Material Connected Transactions

□ Applicable √ Not Applicable

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

□ Applicable √ Not Applicable

There was no non-operating [illegible] of the Company [illegible] the controlling shareholders and [illegible] related parties during the Reporting Period.

XV. MATERIAL CONTRACTS AND THEIR PERFORMANCES

1. Trusteeship, Contracting or Leasing

(1) Trusteeship

□ Applicable √ Not Applicable

During the Reporting Period, [illegible] 10% [illegible] of the Company during the Reporting Period.

Chapter VI Significant Events

(2) Contracting

□ Applicable √ Not Applicable

During the Reporting Period, there was no significant contracting in which the Company contracted other companies' assets or other companies contracted the Company's assets that brought profit of 10% or more of the total profit of the Company during the Reporting Period.

(3) Leasing

□ Applicable √ Not Applicable

During the Reporting Period, there was no significant leasing in which the Company leased other companies' assets or other companies leased the Company's assets that brought profit of 10% or more of the total profit of the Company during the Reporting Period.

2. MATERIAL GUARANTEES

√ Applicable □ Not Applicable

(1) Description of Guarantees

Unit: RMB thousand

External guarantees undertaken by the Company and its subsidiaries (excluding guarantees for subsidiaries)

Name of the guaranteed	Disclosure date of the announcement about the guarantee facilities	Guarantee facilities	Actual date (date of the agreement)	Actual amount of guarantee	Type of guarantee	Guarantee period	Fulfilled or not	Related party guaranteed or not
Customers and distributors of CIMC Vehicle	28 March 2017	2,650,000	1 June 2017	794,628	Warranty	1-2 years	No	No
Customers and distributors of C&C Trucks and [illegible]	28 March 2017	1,600,000	1 June 2017	314,477	Warranty	1-2 years	No	No
Purchasers of commercial houses of CIMC Skyspace and [illegible]	28 March 2017	740,000	1 June 2017	714,347	Warranty	1-2 years	No	No
Customers of CIMC Raffles	28 March 2017	382,000	1 June 2017	334,250	Warranty	1-2 years	No	No
Total external guarantee facilities approved during the Reporting Period (A1)		1,122,000		Total actual external guarantees during the Reporting Period (A2)				1,048,597
Total external guarantee facilities approved at the end of the Reporting Period (A3)		5,372,000		Total balance of actual external guarantees at the end of the Reporting Period (A4)				2,157,702

The Company's guarantees for subsidiaries

Name of the guaranteed	Disclosure date of the announcement about guarantee facilities	Guarantee facilities	Actual date (date of the agreement)	Actual amount of guarantee	Type of guarantee	Guarantee period	Fulfilled or not	Related party guaranteed or not
[illegible] CIMC	28 M[illegible]h 2017	24,172,570	1 J[illegible] 2017	5,982,920	[illegible]	1-2[illegible]	N[illegible]	N[illegible]
[illegible] CIMC	28 M[illegible]h 2017	30,000,000	1 J[illegible] 2017	14,460,910	[illegible]	1-2[illegible]	N[illegible]	N[illegible]
[illegible] (B1)			35,651,530	[illegible] (B2)				14,623,210
[illegible] (B3)			54,172,570	[illegible] (B4)				20,443,830

Subsidiaries' guarantees for subsidiaries

Name of the guaranteed	Disclosure date of the announcement about guarantee facilities	Guarantee facilities	Actual date (date of the agreement)	Actual amount of guarantee	Type of guarantee	Guarantee period	Fulfilled or not	Related party Guaranteed or not
G[illegible]	28 M[illegible]h 2017	12,573,650	1 J[illegible] 2017	6,254,230	[illegible]	1-2[illegible]	N[illegible]	N[illegible]
[illegible] (C1)			6,731,980 [illegible]					

Chapter VI Significant Events

(2) Irregular External Guarantees

□ Applicable √ Not Applicable

3. OTHER MATERIAL CONTRACTS

□ Applicable √ Not Applicable

XVI. SOCIAL RESPONSIBILITY

1. Performance of Precise Poverty-alleviation Social Responsibility

□ Applicable √ Not Applicable

[illegible]

2. Performance of Other Social Responsibilities

[illegible] 2016 [illegible] 2016 [illegible] Hong Kong [illegible] 28 March 2017 [illegible] 30 [illegible] 2017 [illegible]

3. Material Environmental Protection Events

[illegible]

[illegible] □ No □ Not Applicable

[illegible]

Name of subsidiary	Name of major and specific pollutants	Emission method	Number of emission outlets	Distribution of emission outlets	Emission concentration	Pollutant emission standards in effect	Total emission	Approved total emission	Excessive emission
[illegible] CIMC [illegible]	[illegible] VOC[illegible]	[illegible]	19	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible] 4.173.236 5 ([illegible] PIMC) [illegible] PIMC [illegible] 18 [illegible] GB8978-1996) [illegible] (CJ343-2010) [illegible] 0.026 [illegible] 1..823 8 [illegible]

Chapter VI Significant Events

Construction and operation of pollution prevention and control facilities:

Name of subsidiary	Construction and operation of pollution prevention and control facilities
[illegible] CIMC [illegible] Co., Ltd.	[illegible]
[illegible] CIMC [illegible] Co., Ltd. [illegible] CIMC [illegible] Co., Ltd.	[illegible]
[illegible] CIMC [illegible] Co. Ltd.	[illegible]

Name of subsidiary	Construction and operation of pollution prevention and control facilities
[illegible]	[illegible]
[illegible]	[illegible]

Chapter VI Significant Events

XVII. EXPLANATION ON OTHER MATERIAL EVENTS

1. On 17 J[illegible] 2017, [illegible] the Company [illegible] CSRC [illegible] A Shares. On 9 June 2017, [illegible] 2016, [illegible] 2017 [illegible] A Shares [illegible] 2017 [illegible] H Shares, the Company [illegible] A Shares [illegible] 17 J[illegible], 21 A[illegible] 9 June 2017 [illegible] China [illegible], Shanghai [illegible] Securities Times, Cninfo [illegible], the Company [illegible] (N[illegible] [CIMC]2017-002, [CIMC]2017-024 [illegible] [CIMC]2017-033) [illegible] Hong Kong [illegible] A Shares [illegible].

2. On 7 A[illegible] 2017, Ch[illegible] C[illegible] L[illegible], the [illegible] the Company, [illegible] S[illegible] L[illegible] the Company [illegible] China [illegible] (CIMC) [illegible] 0.8 [illegible]

XVIII. MATERIAL EVENTS OF SUBSIDIARIES

□ A[illegible] N[illegible]

XIX. SIGNIFICANT SUBSEQUENT EVENTS

1. On 5 J[illegible] 2017, EIHL (Sh[illegible]) [illegible] SOE [illegible] SOE B[illegible] L[illegible] (南通太平洋破產清算組) [illegible] SOE [illegible] SOE. On 4 A[illegible] 2017, [illegible] SOE [illegible] Pl[illegible] [illegible] SOE [illegible] On 16 A[illegible] 2017, SOE [illegible] CIMC E[illegible] [illegible] SOE [illegible] 南通中集太平洋海洋工程有限公司 (N[illegible]ng CIMC S[illegible] O[illegible] & Eng[illegible]ng C[illegible], L[illegible]). F[illegible] 6 J[illegible], 4 A[illegible] 16 A[illegible] 2017 [illegible] Ch[illegible]n [illegible] J[illegible], Sh[illegible]ngh[illegible] N[illegible], T[illegible], Cn[illegible] [illegible] (N[illegible]: [CIMC]2017-036, [CIMC]2017-047 [illegible] [CIMC]2017-054) [illegible] H[illegible]ng K[illegible]ng S[illegible] [illegible].

2. On 17 J[illegible] 2017, CIMC S[illegible] CGRE [illegible] CGRE [illegible] RMB926,322,300 [illegible] CIMC S[illegible] [illegible] 25% [illegible] 61.5% [illegible] CIMC S[illegible] [illegible] CIMC Sh[illegible]. F[illegible] 17 J[illegible] 2017 [illegible] Ch[illegible]n [illegible] J[illegible], Sh[illegible]ngh[illegible] N[illegible], T[illegible], Cn[illegible] [illegible] (N[illegible]: [CIMC] 2017-040) [illegible] H[illegible]ng K[illegible]ng S[illegible] [illegible].

3. On 3 A[illegible] 2017, Sh[illegible] CIMC C[illegible] M[illegible] C[illegible], L[illegible] (深圳南方中集集裝箱製造有限公司) (S[illegible] CIMC), [illegible] Ch[illegible] M[illegible] Sh[illegible] I[illegible] Z[illegible] H[illegible] C[illegible], L[illegible] (招商局蛇口工業區控股股份有限公司) (Ch[illegible] M[illegible] Sh[illegible]) [illegible] CIMC [illegible] Ch[illegible] M[illegible] Sh[illegible] [illegible] Ch[illegible] M[illegible] Sh[illegible] [illegible] RMB494,894,588. [illegible] 2017 [illegible] 26 [illegible] 2017 [illegible] F[illegible] 3 A[illegible] 11 A[illegible] 2017 [illegible] Ch[illegible] [illegible] J[illegible], Sh[illegible]ngh[illegible] N[illegible], T[illegible], Cn[illegible] [illegible] (N[illegible]: [CIMC] 2017-045 [illegible] [CIMC] 2017-052) [illegible] H[illegible]ng K[illegible]ng S[illegible] [illegible].

XX. CORPORATE BONDS

Th[illegible] C[illegible] [illegible] 2017 [illegible].

I. CHANGES IN SHAREHOLDINGS IN THE REPORTING PERIOD

1. Change in Share Capital

Un[illegible]

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

0 0.00% 0 0 0 0 0

3. Sh[illegible]

[illegible] 8((H (Sh 1)18)9[illegible])TJ-0.026 T3 204.55 0 T 716 576,609460 0 0

4.0[illegible] 0.00% 0 0

II.

[illegible]

□ Applicable √ Not Applicable

[illegible]

□ Applicable √ Not Applicable

[illegible]

Chapter VII Changes in Share Capital and Information on Substantial Shareholders

2. Changes in Shares with Selling Restrictions

[illegible] □ [illegible]

[illegible]

Name of Shareholders	Number of shares with selling restrictions at the beginning of the period	Number of shares with selling restrictions expired in the period	Increase in number of shares with selling restrictions in the period	Number of shares with selling restrictions at the end of the period	Reasons for selling restrictions	Expiry date of selling restrictions
[illegible] (N[illegible] 1)	371,026	0	0	371,026	[illegible]	[illegible]
[illegible] (N[illegible] 1)	75,000	0	0	75,000	[illegible]	[illegible]
[illegible] (N[illegible] 2)	157,500	0	52,500	210,000	[illegible] 27 M[illegible]h 2017. [illegible]	[illegible]
[illegible] (N[illegible] 3)	96,000	(24,000)	0	72,000	[illegible]	[illegible] 2017
[illegible]	699,526	(24,000)	52,500	728,026	[illegible]	[illegible]

N[illegible] 1: [illegible] 371,026 [illegible] 75,000 [illegible] 25% [illegible]

N[illegible] 2: On 27 M[illegible]h 2017, [illegible] 210,000 [illegible] 52,500 [illegible]

N[illegible] 3:

III. NUMBER OF SHAREHOLDERS AND SHAREHOLDINGS OF THE COMPANY

As at 30 June 2017, the total number of Shareholders of the Company was 80,942, including: 12 holders of H Shares and 80,930 holders of A Shares.

Unit: Share(s)

Total ordinary Shareholders at the end of the Reporting Period	Total: 80,942 (including: A Shares: 80,930, H Shares: 12)		Total number of preference Shareholders whose voting rights were restored at the end of the Reporting Period (if any)					0
Shareholdings of the ordinary Shareholders who hold above 5% or the top ten ordinary Shareholders								
Name of Shareholders	Nature of Shareholders	Percentage of shareholding	Number of ordinary shares held at the end of the Reporting Period (Shares)	Changes during the Reporting Period (Shares)	Number of ordinary shares with selling restrictions (Shares)	Number of ordinary shares without selling restrictions (Shares)	Pledged or frozen shares Status	Number
HKSCC Nominees Limited (Note 1)	Foreign legal person	57.59%	1,716,412,609	65,099,538	–	1,716,412,609	–	0
COSCO Container Industries Limited (Note 2)	Foreign legal person	14.50%	432,171,843	–	–	432,171,843	–	0
China Securities Finance Corporation Limited	State-owned legal person	2.70%	80,414,863	(6,252,204)	–	80,414,863	–	0
Central Huijin Asset Management Ltd.	State-owned legal person	1.27%	37,993,800	–	–	37,993,800	–	0
ICBC Credit Suisse Fund – Agricultural Bank – ICBC Credit Suisse China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	9,566,600	–	0
Zhong Ou Fund – Agricultural Bank – Zhong Ou China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	9,566,600	–	0
Bosera Fund – Agricultural Bank – Bosera China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	9,566,600	–	0
Dacheng Fund – Agricultural Bank – Dacheng China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	9,566,600	–	0
Harvest Fund – Agricultural Bank – Harvest China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	9,566,600	–	0
Yinhua Fund – Agricultural Bank – Yinhua China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	9,566,600	–	0
The related party relationship or acting in concert among the above Shareholders	Unknown							

IV. CHANGE OF CONTROLLING SHAREHOLDERS AND DE FACTO CONTROLLER

1. Controlling Shareholders of the Company

□ Applicable √ Not Applicable

There is no controlling Shareholder in the Company. During the Reporting Period, there is no change.

2. De Facto Controller

□ Applicable √ Not Applicable

There is no de facto controller in the Company. During the Reporting Period, there is no change.

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

As at 30 June 2017, the persons (other than the Directors, Supervisors or chief executives of the Company) who had interests or short positions in the shares or underlying shares of the Company which were recorded in the register required to be kept by the Company under section 336 of the SFO are as follows:

Name of Shareholder	Nature of shares	Number of shares (Shares)	Capacity	Percentage of such shares in the same class of the issued shares (%)	Percentage of such shares in the total issued shares (%)
China Merchants Group (Note 1)	H Shares	730,557,217 (L)	Interests of corporation controlled by the substantial shareholder	42.56%	24.51%
China COSCO Shipping (Note 2)	A Shares	432,171,843 (L)	Interests of corporation controlled by the substantial shareholder	34.20%	14.50%
	H Shares	245,842,181 (L)	Interests of corporation controlled by the substantial shareholder	14.32%	8.25%
Zhao John Huan (Note 3)	H Shares	358,251,896 (L)	Interests of corporation controlled by the substantial shareholder	20.87%	12.02%
Broad Ride Limited (Note 3)	H Shares	215,203,846 (L)	Beneficial owner	12.54%	7.22%
	H Shares	143,048,050 (L)	Person having a security interest in shares	8.33%	4.80%
Promotor Holdings Limited	H Shares	143,048,050 (L)	Beneficial owner	8.33%	4.80%

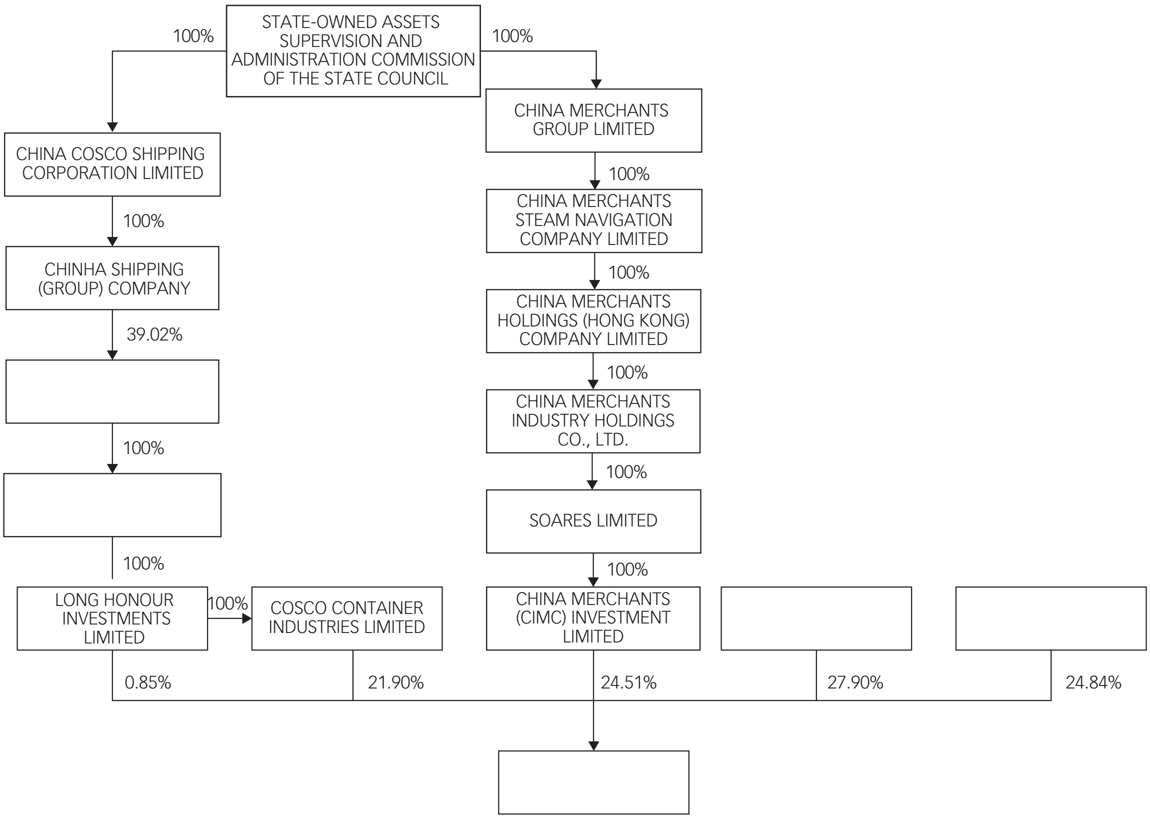
(L) Long Position

Chapter VII Changes in Share Capital and Information on Substantial Shareholders

Note 1: 730,557,217 H shares [illegible] China Merchants (CIMC) Investment Limited [illegible] China Merchants (CIMC) Investment Limited [illegible] S[illegible] Limited, [illegible] China Merchants Investment Holdings Co., Ltd., [illegible] China Merchants Holdings (Hong Kong) Company Limited, [illegible] China Merchants S[illegible] N[illegible] Company Limited, [illegible] China Merchants Group [illegible] Part XV [illegible] SFO, China Merchants Group [illegible] 730,557,217 H shares [illegible] Company.

Note 2: Among [illegible], 220,520,075 H shares [illegible] COSCO Container Industries Limited [illegible] 25,322,106 H shares [illegible] Long Honour Investments Limited [illegible] COSCO Container Industries Limited [illegible] Long Honour Investments Limited, [illegible] COSCO Shipping [illegible] (Hong Kong) Co., Limited, [illegible] COSCO

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



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

Applicable □ Not Applicable

Unit: Share

1. Interest in the Shares of the Company:

Name	Nature of interest	Class of shares	Number of shares (shares)	Percentage of such shares in the issued shares of the same class (%)	Percentage of such shares in the total issued shares (%)
[illegible]	[illegible]	A Sh[illegible]	494,702	0.04%	0.02%

2. Interest in the Underlying Shares of the Company:

[illegible] 30 J[illegible] 2017, [illegible] XII. [illegible] Ch[illegible] VI [illegible]

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

Name	Associated corporation	Nature of interest	Number of shares held (shares)	Percentage of such shares in the total issued shares or total equity interest (%)
[illegible]	CIMC[illegible] (G[illegible])	[illegible]	N[illegible]	0.74% (N[illegible])
	CIMC E[illegible]	[illegible]	3,260,000	0.17%

N[illegible]: [illegible] 0.74% [illegible] CIMC[illegible] (G[illegible]) [illegible] 4.69% [illegible] CIMC[illegible] (G[illegible]) [illegible] (3) [illegible] CIMC[illegible] (G[illegible]) [illegible] XII. [illegible] Ch[illegible] VI [illegible]

S[illegible] 30 J[illegible] 2017, [illegible] XV [illegible] SFO) [illegible] H[illegible]ng K[illegible]ng S[illegible] 7 [illegible] 8 [illegible] XV [illegible] SFO, [illegible] SFO, [illegible] 352 [illegible] SFO [illegible] H[illegible]ng K[illegible]ng S[illegible] 10 [illegible] H[illegible]ng K[illegible]ng [illegible]

IV. CHANGES IN INFORMATION OF DIRECTORS AND SUPERVISORS

Th[illegible] 2016 Ann[illegible]

Chapter IX 2017 Interim Financial Report (Unaudited)

1. AUDIT REPORT

Whether the interim report is audited or not

□ Applicable √ Not Applicable

The 2017 Interim Financial Report of the Company has not been audited.

2. FINANCIAL REPORT

China International Marine Containers (Group) Co., Ltd.

The financial statements covered the period from 1 January 2017 to 30 June 2017

The unit of the financial statements in the notes: RMB'000

Company Interim Balance Sheet

As at 30 June 2017

(All amounts in RMB'000 unless otherwise stated)

(English Translation for Reference Only)

	Note	30 June 2017	31 December 2016

Consolidated Balance Sheet (Continued)

As at 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

	Notes	30 June 2017	31 December 2016
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities:			
Short-term borrowings	IV.25	**17,945,748**	15,729,787
Financial liabilities at fair value through profit or loss	IV.26	**134,772**	141,806
Notes payable	IV.27	**1,253,175**	1,551,582
Accounts payable	IV.28	**11,345,178**	10,160,951
Advances from customers	IV.29	**4,545,835**	3,780,694
Employee benefits payable	IV.30	**2,120,417**	2,115,247

Balance Sheet

As at 30 June 2017

(All amounts in RMB'000 unless otherwise stated)

(English Translation for Reference Only)

	Note	30 June 2017	31 December 2016
ASSETS			
Current assets:			
Cash at bank and on hand	XVI.1	**2,300,326**	2,660,222
Dividends receivable	XVI.2	**4,704,365**	4,755,818
Other receivables	XVI.3	**12,968,574**	13,131,416
Other current assets		**7,685**	9,272
Total current assets		**19,980,950**	20,556,728
Non-current assets:			
Available-for-sale financial assets	XVI.4	**388,905**	388,905
Long-term equity investments	XVI.5	**9,490,535**	9,375,276
Fixed assets		**101,398**	102,372
Construction in progress		**16,931**	844
Intangible assets		**14,336**	14,466
Disposal of fixed assets		**207**	-
Long-term prepaid expenses		**35,115**	40,730
Deferred tax assets	XVI.14	**49,636**	52,280
Total non-current assets		**10,097,063**	9,974,873
TOTAL ASSETS		**30,078,013**	30,531,601

Balance Sheet (Continued)

As at 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

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

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

Legal representative and Chairman: [illegible] | The person in charge of accounting affairs: [illegible] | The head of the accounting department: [illegible]

Consolidated Income Statement

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

		Note	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
I.	**Revenue**	IV.50	**33,387,152**	23,542,843
	Less: Cost of sales	IV.50	**27,241,564**	19,126,496
	Taxes and surcharges	IV.51	**216,183**	194,236
	Selling and distribution expenses	IV.52	**1,256,253**	1,036,129
	General and administrative expenses	IV.53	**2,368,039**	1,982,301
	Financial expenses	IV.54	**594,251**	304,944
	Asset impairment losses	IV.58	**234,437**	1,267,501
	Add: Gains/(losses) from changes in fair value	IV.56	**(32,626)**	137,104
	Investment income	IV.57	**(10,628)**	(87,328)
	Including: Share of profits/(losses) of associates and joint ventures		**2,538**	13,800
	Other income	IV.59	**91,032**	-
II.	**Operating profit**		**1,524,203**	(318,988)
	Add: Non-operating income	IV.60	**84,343**	167,289
	Including: Profit on disposal of non-current assets		**31,127**	6,153
	Less: Non-operating expenses	IV.61	**32,404**	14,145
	Including: Loss on disposal of non-current assets		**17,388**	9,485
III.	**Total profit**		**1,576,142**	(165,844)
	Less: Income tax expenses	IV.62	**509,633**	375,316
IV.	**Net profit**		**1,066,509**	(541,160)
	Attributable to shareholders and other equity holders of the Company		**796,898**	(378,034)
	Minority interests		**269,611**	(163,126)
V.	**Other comprehensive income/(losses), net of tax**	IV.47	**99,022**	328,231
	Attributable to shareholders and other equity holders of the Company		**72,424**	274,766
	Items that will be reclassified to profit or loss		**72,424**	274,766
	Changes in fair value of available-for-sale financial assets		**(241)**	949
	Gains or losses on cash flow hedges		**6,072**	(490)
	Currency translation differences		**66,593**	274,307
	Minority interests		**26,598**	53,465
VI.	**Total comprehensive income**		**1,165,531**	(212,929)
	Attributable to shareholders and other equity holders of the Company		**869,322**	(103,268)
	Minority interests		**296,209**	(109,661)
VII.	**Earnings per share**			
	(I) Basic earnings per share (RMB)	IV.63	**0.2554**	(0.1444)
	(II) Diluted earnings per share (RMB)	IV.63	**0.2544**	(0.1444)

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

Legal representative: Mai Boliang

The person in charge of accounting: Zeng Han

The head of accounting department: Zeng Han

Company Income Statement

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

		Note	For the period from 1 January to 30 June 2017	For the period from 1 January to 30 June 2016
I.	**Revenue**	XVI.17	**96,917**	69,104
	Less: Cost of sales	XVI.17	**1,452**	24,006
	Taxes and surcharges		**–**	3,373
	General and administrative expenses		**129,167**	109,800
	Financial expenses		**296,143**	(99,572)
	Asset impairment losses		**–**	–
	Add: Profit arising from changes in fair value	XVI.18	**1,623**	1,985
	Investment income	XVI.19	**359,040**	118,963
	Other income	XVI.20	**2,211**	–
II.	**Operating profit**		**33,029**	152,445
	Add: Non-operating income	XVI.21	**21**	1,137
	Including: Gains on disposal of non-current assets		**–**	116
	Less: Non-operating expenses	XVI.22	**1,746**	249
	Including: Losses on disposal of non-current assets		**586**	1
III.	**Total profit**		**31,304**	153,333
	Less: Income tax expenses/(income)	XVI.23	**2,644**	27,968
IV.	**Net profit**		**28,660**	125,365
V.	**Other comprehensive income, net of tax**		**–**	–
VI.	**Total comprehensive income**		**28,660**	125,365

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

Legal representative: Mr. [illegible] The person in charge of accounting affairs: Mr. [illegible] The head of the accounting department: Mr. [illegible]

Consolidated Cash Flow Statement

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

		Note	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
I.	**Cash flows from operating activities:**			
	Cash received from sales of goods and rendering of services		**32,885,118**	26,966,364
	Refund of taxes and levies		**1,044,746**	536,836
	Cash received relating to other operating activities	IV.64(1)	**709,660**	252,053
	Sub-total of cash inflows		**34,639,524**	27,755,253
	Cash paid for goods and services		**29,731,503**	21,688,702
	Cash paid to and on behalf of employees		**3,003,021**	2,703,551
	Payments of taxes and levies		**1,050,104**	1,102,475
	Cash paid relating to other operating activities	IV.64(2)	**1,523,112**	1,326,793
	Sub-total of cash outflows		**35,307,740**	26,821,521
	Net cash outflow/(inflows) from operating activities	IV.65(1)	**(668,216)**	933,732
II.	**Cash flows from investing activities:**			
	Cash received from disposal of investments		**600**	115,920
	Cash received from returns on investments		**21,903**	241,771
	Net cash received from disposal of fixed assets, intangible assets and other long-term assets		**37,940**	11,643
	Net cash received from disposal of subsidiaries and other business units		**–**	7
	Sub-total of cash inflows		**60,443**	369,341
	Cash paid to acquire fixed assets, intangible assets and other long-term assets		**1,421,152**	4,189,354
	Cash paid to acquire investments		**142,020**	791,687
	Net cash paid to acquire subsidiaries		**5,000**	764,577
	Sub-total of cash outflows		**1,568,172**	5,745,618
	Net cash outflows from investing activities		**(1,507,729)**	(5,376,277)

Chapter IX 2017 Interim Financial Report (Unaudited)

Cash Flow Statements

For the six months from 1 January to 30 June 2017

(All amounts in RMB'000 unless otherwise stated)

(English Translation for Reference Only)

Consolidated Statement of Changes in Shareholders' Equity

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

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

Statement of Changes in Shareholders' Equity

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

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

Notes to the Financial Statements

For the six months ended 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

I. GENERAL INFORMATION

China International Marine Containers (Group) Co., Ltd. (the "Company"), formerly China International Marine Containers Co., Ltd., [illegible] China Merchants [illegible] (USA). In December 1992, [illegible] 1736 [illegible] Shenzhen [illegible] (1992) 261 [illegible] China International Marine Containers Co., Ltd. [illegible] On 31 December 1993 and 17 January 1994, [illegible] (A Shares) [illegible] (B Shares), [illegible] Shenzhen Stock Exchange. [illegible] 1993] 925 [illegible] 1994] 22 [illegible] On 1 December 1995, [illegible] China International Marine Containers (Group) Co., Ltd. [illegible] 8th Floor, CIMC R&D Center, 2 Gangwan Avenue, Shekou, Nanshan District, Shenzhen, Guangdong, PRC.

On 19 December 2012, the Company's [illegible] (B shares) [illegible] Stock Exchange of Hong Kong [illegible] (H shares).

[illegible] EP+CS [illegible] LNG, LPG [illegible]

CIMC Enric Holdings Limited ("CIMC Enric"), [illegible] Stock Exchange of Hong Kong Limited. [illegible]

[illegible] Limited [illegible] Stock Exchange [illegible] 7 September 2016.

Notes to the Financial Statements

[illegible] 30 June 2017
(All amounts in RMB'000 [illegible])
(English Translation [illegible] Only)

I. GENERAL INFORMATION (CONTINUED)

[illegible] Note VI [illegible] Note V.1 [illegible] Note V.2 [illegible]

[illegible] 28 August 2017.

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

[illegible] (Note II.10), [illegible] (Note II.11), [illegible] (Note II.20), [illegible] (Note II.14 [illegible] 17), [illegible] (Note II.21) [illegible] (Note II.23) [illegible]

[illegible] Note II.34.

1. Basis of preparation

[illegible] 15 February 2006, [illegible]

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

Notes to the Financial Statements

(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

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

6. Preparation of consolidated financial statements

Notes to the Financial Statements

[illegible] 30 J[illegible] 2017

(All [illegible] RMB'000 [illegible])

(Engl[illegible] Onl[illegible])

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

6. Preparation of consolidated financial statements (Continued)

[illegible]

[illegible]

[illegible]

[illegible]

7. Cash and cash equivalents

[illegible]

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

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

[illegible]

[illegible]

[illegible] (Note II.16), [illegible]

[illegible]

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

9. Financial instruments

[illegible]

(1) Financial Assets

[illegible]

[illegible]

a. [illegible]

[illegible]

b. [illegible]

[illegible]

c. [illegible]

[illegible]

[illegible]

[illegible]

[illegible]

Notes to the Financial Statements

[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

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

9. Financial instruments (Continued)

(1) Financial Assets (Continued)

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible] 50% (50% [illegible]) [illegible]

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

9. Financial instruments (Continued)

(1) Financial Assets (Continued)

Notes to the Financial Statements

[illegible]

[illegible]

[illegible]

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

9. Financial instruments (Continued)

(2) Financial liabilities

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

(3) Determination of fair value

[illegible]

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

9. Financial instruments (Continued)

(4) Equity instrument

[illegible]

[illegible]

[illegible]

[illegible]

10. Receivables

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

Notes to the Financial Statements

For the six months ended 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

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

10. Receivables (Continued)

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

[illegible]	[illegible] RMB10 million [illegible] 5% [illegible]
[illegible]	[illegible]

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

[illegible]	[illegible]
[illegible]	[illegible]

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

10. Receivables (Continued)

(3) Receivables that are assessed for impairment on a collective group basis:

[illegible]

[illegible]

Notes to the Financial Statements

[illegible] 30 June 2017
(All amounts in RMB'000 [illegible])
(English Translation [illegible] Only)

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

10. Receivables (Continued)

(3) Receivables that are assessed for impairment on a collective group basis: (Continued)

[illegible]:

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

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

11. Inventories

(1) Classification

[illegible]

(2) Cost of inventories

[illegible]

Notes to the Financial Statements

[illegible] 30 [illegible] 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

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

11. Inventories (Continued)

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

[illegible]

[illegible]

[illegible]

[illegible]

(4) Inventory system

[illegible]

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

[illegible]

12. Long-term equity investments

[illegible]

[illegible]

[illegible]

Notes to the Financial Statements

[illegible]

[illegible]

[illegible]

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

12. Long-term equity investments (Continued)

(1) Determination of investment cost

[illegible]

[illegible]

(2) Subsequent measurement

[illegible]

[illegible]

[illegible]

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

12. Long-term equity investments (Continued)

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

[illegible]

[illegible]

[illegible]

(4) Method of impairment testing and measuring

[illegible]

13. INVESTMENT PROPERTIES

[illegible]

[illegible]

[illegible]

Notes to the Financial Statements

[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

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

14. Fixed assets

(1) Recognition

[illegible]

[illegible] Note II.15.

[illegible]

[illegible]

[illegible]

(2) Depreciation

[illegible]

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

14. Fixed assets (Continued)

(3) For the method of impairment testing and measuring, refer to Note II.20.

(4) Basis for identification of fixed assets held under finance leases and related measurement

[illegible] Note II 27(3).

(5) Disposal

[illegible]

15. Construction in progress

[illegible] Note II.16), [illegible]

[illegible] Note II.20).

16. Borrowing costs

[illegible]

[illegible]

[illegible]

- [illegible]

- [illegible]

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

17.

Notes to the Financial Statements

[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

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

18. Goodwill

[illegible]

[illegible] (Note II.20). [illegible]

19. Long-term prepaid expenses

[illegible]

[illegible]:

Item	Amortisation period (years)
[illegible]	2-10
[illegible]	3-5

20. Impairment of long-term assets

[illegible]

[illegible]

[illegible]

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

21. Provisions and contingent liabilities

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

22. Share-based payments

(1) Classification

[illegible]

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

[illegible]

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

[illegible]

Notes to the Financial Statements

[illegible] 30 June 2017

(All [illegible] RMB'000 [illegible])

(English [illegible] Only)

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

22. Share-based payments (Continued)

(4) Accounting treatment for share-based payment

( ) [illegible]

[illegible]

( ) [illegible]

[illegible]

23. Revenue recognition

[illegible]

(1) Sale of goods

[illegible]:

( ) [illegible]

(b) [illegible]

[illegible]

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

23. Revenue recognition (Continued)

(1) Sale of goods (Continued)

[illegible]

[illegible]

[illegible]

(2) Revenue from construction contracts

[illegible]

[illegible]

[illegible]

( ) [illegible]

(b) [illegible]

[illegible]

Notes to the Financial Statements

[illegible] 30 J[illegible] 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

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

23. Revenue recognition (Continued)

(2) Revenue from construction contracts (Continued)

[illegible]:

(i) [illegible];

(ii) [illegible].

[illegible].

(3) Rendering of services

[illegible]

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

24. Employee benefits

(1) short-term wages

(2) pension benefits

(3) Enterprise annuities plan

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

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

25. Government grants

[illegible]

[illegible]

[illegible]

[illegible]

Notes to the Financial Statements

[illegible] 30 [illegible] 2017
(All [illegible] RMB'000 [illegible])
(English T[illegible] Onl[illegible])

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

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

[illegible]

[illegible]

[illegible]

- [illegible]
- [illegible]

27. Operating and finance leases

[illegible]

(1) Assets acquired under operating leases

[illegible]

Notes to the Financial Statements

For the [illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

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

27. Operating and finance leases (Continued)

(2) Assets leased out under operating leases

[illegible] Note II.13) [illegible] Note II.14(2). [illegible] Note II.20. [illegible]

(3) Assets acquired under finance leases

[illegible] Note II.14(2) [illegible] II.20 [illegible]

[illegible]

[illegible] Note II.16).

[illegible]

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

27. Operating and finance leases (Continued)

(4) Assets leased out under finance leases

[illegible]

[illegible]

28. Assets held for sale and discontinued operation

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

Notes to the Financial Statements

[illegible] 30 J[illegible] 2017

(All [illegible] RMB'000 [illegible])

(English [illegible] Onl[illegible])

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

29. Hedge accounting

[illegible]

[illegible]

[illegible]

[illegible]

- [illegible]
- [illegible] 80% [illegible] 125%.

Cash flow hedges

[illegible]

- [illegible]
- [illegible]

[illegible]

[illegible]

Notes to the Financial Statements

[illegible] 30 [illegible] 2017
([illegible] RMB'000 [illegible])
([illegible])

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

29. Hedge accounting (Continued)

Cash flow hedges (Continued)

[illegible]

[illegible]

[illegible]

30. Dividend distribution

[illegible]

[illegible]

31. Related parties

[illegible]

Notes to the Financial Statements

[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

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

31. Related parties (Continued)

(e) [illegible] Group;

(f) [illegible] Group;

(g) [illegible] Group, [illegible];

(h) [illegible];

(i) [illegible] Group [illegible];

(j) [illegible] Company [illegible];

(k) [illegible] Company [illegible]

(l) [illegible] Group, [illegible]

[illegible] CAS, [illegible] Administrative Procedures [illegible] the Information Disclosure [illegible] Company [illegible] CSRC:

(m) [illegible] 5% [illegible] Company [illegible];

(n) [illegible] 5% [illegible] Company [illegible];

(o) [illegible] (m) [illegible] 12 [illegible] 12 [illegible]

(p) [illegible] (j) [illegible] (n) [illegible] 12 [illegible] 12 [illegible]

(q) [illegible]

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

32. Segment reporting

Reportable segments are identified based on operating segments which are determined based on the structure of its internal organisation

Notes to the Financial Statements

F[illegible] 1 J[illegible] 30 J[illegible] 2017
(All [illegible] RMB'000 [illegible])
(Engl[illegible]h T[illegible] Onl[illegible])

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

33. Significant changes in accounting policy

(1) On 10 M[illegible] 2017, [illegible] N[illegible]. 16 [illegible] (C[illegible] K[illegible] 2017] N[illegible]. 15) [illegible] N[illegible]. 16 [illegible] 12 J[illegible] 2017. F[illegible] 1 J[illegible] 30 J[illegible] 2017, [illegible]:

Contents and reasons for the change	Impacted items on financial statement	Impacted amount for the period from 1 January to 30 June 2017
Th[illegible] 1 J[illegible] 2017, [illegible] 1 J[illegible] 2017 [illegible] J[illegible] 2016 [illegible].	O[illegible]	91,032
	N[illegible]	(91,032)

(2) On 28 A[illegible] 2017, [illegible] N[illegible]. 42 [illegible] (C[illegible] K[illegible] 2017] N[illegible]. 13), [illegible] N[illegible]. 42 [illegible] 28 M[illegible] 2017. F[illegible] 1 J[illegible] 30 J[illegible] 2017, Th[illegible].

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

34. Critical accounting estimates and judgements

[illegible]

Notes to the Financial Statements

[illegible]
[illegible]
[illegible]

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

34. Critical accounting estimates and judgements (Continued)

(3) Impairment of long-term assets

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

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

[illegible]

II.

Notes to the Financial Statements

[illegible]
[illegible]
[illegible]

III. TAXATION

1. Main taxes categories and rates

Types of tax	Tax basis	Tax rate
[illegible] (VAT)	[illegible]	

III. TAXATION (CONTINUED)

2. Preferential tax treatments

Th[illegible] G[illegible]:

	Name of enterprises	Local statutory tax rate	Preferential rate	Reasons
1	N[illegible]ng CIMC S[illegible] T[illegible] E[illegible] M[illegible] C[illegible]., L[illegible].	25%	15%	C[illegible] [illegible] n 2015 [illegible] 15% [illegible]
2	X[illegible]nh[illegible] CIMC S[illegible] T[illegible] E[illegible] C[illegible]., L[illegible].	25%	15%	C[illegible] [illegible] n 2016 [illegible] 15% [illegible]
3	Y[illegible]ng h[illegible] R[illegible] ng L[illegible] E[illegible] C[illegible]., L[illegible].	25%	15%	[illegible] n 2014 [illegible] 15% [illegible]
4	Y[illegible]ng h[illegible] T[illegible] C[illegible] C[illegible]., L[illegible].	25%	15%	[illegible] n 2015 [illegible] 15% [illegible]
5	H[illegible] CIMC B[illegible] In[illegible] D[illegible] C[illegible]., L[illegible].	25%	15%	[illegible] n 2016 [illegible] 15% [illegible]
6	D[illegible]n CIMC L[illegible] E[illegible] C[illegible]., L[illegible].	25%	15%	C[illegible] [illegible] n 2014 [illegible] 15% [illegible]
7	Sh[illegible] CIMC S[illegible] V[illegible] C[illegible]., L[illegible].	25%	15%	C[illegible] [illegible] n 2014 [illegible] 15% [illegible]
8	Y[illegible]ng h[illegible] CIMC T[illegible]ng H[illegible] S[illegible] V[illegible] C[illegible]., L[illegible].	25%	15%	C[illegible] [illegible] n 2014 [illegible] 15% [illegible]
9	Zh[illegible] CIMC H[illegible] C[illegible] C[illegible]. L[illegible].	25%	15%	C[illegible] [illegible] n 2015 [illegible] 15% [illegible]
10	W[illegible] CIMC R[illegible] A[illegible] CO L[illegible].	25%	15%	[illegible] n 2014 [illegible] 15% [illegible]
11	L[illegible]ng CIMC L[illegible] A[illegible] CO., L[illegible].	25%	15%	[illegible] n 2016 [illegible] 15% [illegible]
12	Zh[illegible] CIMC S[illegible] C[illegible] E[illegible] C[illegible]., L[illegible].	25%	15%	C[illegible] [illegible] n 2014 [illegible] 15% [illegible]
13	E[illegible] C[illegible]., L[illegible].	25%	15%	C[illegible] [illegible] n 2014 [illegible] 15% [illegible]

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

III. TAXATION (CONTINUED)

2. Preferential tax treatments (Continued)

	Name of enterprises	Local statutory tax rate	Preferential rate	Reasons
14	Shijiazhuang Enric Gas Equipment Co., Ltd.	25%	15%	Continued to be recognised as a high-tech enterprise in 2014 and entitled to 15% preferential rate
15	Enric (Langfang) Energy Equipment Integration Co., Ltd.	25%	15%	Continued to be recognised as a high-tech enterprise in 2015 and entitled to 15% preferential rate
16	Jingmen Hongtu Special Aircraft Manufacturing Co., Ltd.	25%	15%	Continued to be recognised as a high-tech enterprise in 2015 and entitled to 15% preferential rate
17	Nantong CIMC Tank Equipment Co., Ltd.	25%	15%	Continued to be recognised as a high-tech enterprise in 2015 and entitled to 15% preferential rate
18	Liaoning CIMC Hashenleng Gas Liquefaction Plant Co., Ltd.	25%	15%	Continued to be recognised as a high-tech enterprise in 2015 and entitled to 15% preferential rate
19	Nantong CIMC Energy Equipment Co., Ltd.	25%	15%	Continued to be recognised as a high-tech enterprise in 2014 and entitled to 15% preferential rate
20	Ziemann Holvrieka Asia Co., Ltd.	25%	15%	Recognised as a high-tech enterprise, in 2016 and entitled to 15% preferential rate
21	Shenzhen CIMC-Tianda Airport Support Co., Ltd.	25%	15%	Continued to be recognised as a high-tech enterprise in 2014 and entitled to 15% preferential rate
22	Xinfa Airport Equipment Ltd.	25%	15%	Recognised as a high-tech enterprise, in 2015 and entitled to 15% preferential rate
23	Shenzhen CIMC Tianda Logistics Systems Engineering Co., Ltd.	25%	15%	Recognised as a high-tech enterprise, in 2016 and entitled to 15% preferential rate
24	Shenzhen CIMC Intelligent Technology Co., Ltd.	25%	15%	Continued to be recognised as a high-tech enterprise in 2014 and entitled to 15% preferential rate

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Please refer to Note VI.1 and IV.13 for the information of Subsidiaries, associates and joint ventures.

1. Cash at bank and on hand

	30 June 2017	31 December 2016
Cash on hand	**155,947**	157,493
Bank deposits	**5,171,582**	5,711,162
Other cash balances	**409,573**	457,343
Total	**5,737,102**	6,325,998
Including: Cash abroad	**2,516,745**	1,938,284

As at 30 June 2017, restricted cash at bank and on hand of the Group amounted to RMB816,845,000 (31 December 2016: RMB987,257,000), refer to Note IV.24 for details.

As at 30 June 2017, restricted cash at bank and on hand of the Group mainly included the balance of deposits of the Finance Company in the People's Bank of China, amounting to RMB404,982,000 (31 December 2016: RMB504,795,000). Finance Company is [illegible] the People's Bank of China.

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

2. Financial assets at fair value through profit or loss

(1) Classification

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

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

(4) Forward foreign exchange contracts

As at 30 June 2017, the G[illegible] US[illegible] J[illegible] (USD) [illegible]

(5) Currency swap contracts

As at 30 June 2017, the G[illegible] US[illegible] (RMB). The [illegible] USD15,000,000 [illegible] RMB52,847,000. This [illegible]

(6) Interest swap contracts

As at 30 June 2017, the G[illegible] 19 [illegible] US[illegible]

Notes to the Financial Statements

For the six months from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

3. Notes receivable

(1) Classification of Notes receivable

	30 June 2017	31 December 2016
Bank acceptance notes		

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable

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

	30 June 2017	31 December 2016
Construction	6,265,003	2,540,433
[illegible]	3,278,726	2,396,644
[illegible]	3,304,160	3,220,025
[illegible]	587,228	244,655
[illegible]	966,932	1,255,195
[illegible]	1,160,930	1,159,172
[illegible]	802,413	769,250
Others	652,359	569,937
Subtotal	17,017,751	12,155,311
Less: provision for bad debts	(646,733)	(629,236)
Total	16,371,018	11,526,075

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

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

As at 30 June 2017 and 31 December 2016, the G[illegible]

The aging [illegible]

Notes to the Financial Statements

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

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

	30 June 2017				31 December 2016			
	Book balance		Provision for doubtful debts		Book balance		Provision for doubtful debts	
	Amount	% of total balance	Amount	Ratio(%)	Amount	% of total balance	Amount	Ratio(%)

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

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

	Book balance	Provision for doubtful debts	Ratio(%)	Reason
[illegible]	1,386,730	51,251	3.70%	
[illegible]	737,225	51,706	7.01%	
[illegible] & [illegible]	385,942	22,020	5.71%	[illegible]
[illegible]	432,394	18,017	4.17%	
[illegible]	569,783	125	0.02%	
[illegible]	282,847	4,661	1.65%	
[illegible]	121,724	2,731	2.24%	
Others	120,209	579	0.48%	
Total	4,036,854	151,090	3.74%	

(5) As at 30 June 2017, accounts receivable with amounts that are not individually significant but that the related provision for doubtful debts is set aside on the individual basis:

	Book balance	Provision for doubtful debts	Ratio(%)	Reason
[illegible]	68,505	5,294	7.73%	
[illegible]	285,271	49,105	17.21%	[illegible]
[illegible]	17,445	2,250	12.90%	
[illegible]	28,999	1,087	3.75%	
[illegible]	6,928	590	8.52%	
Others	80,423	4,912	6.11%	
Total	487,571	63,238	12.97%	

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

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

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

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

(10) Accounts receivable from related parties:

As at 30 June 2017, the Group's accounts receivable from related parties amounted to RMB218,804,000 (31 December 2016: 254,396,000), accounting for 1.29% of the total accounts receivable (31 December 2016: 2.09%).

Company name	Relationship with the Group	30 June 2017 Amount	30 June 2017 Ratio (%)	30 June 2017 Provision for doubtful debts	31 December 2016 Amount	31 December 2016 Ratio (%)	31 December 2016 Provision for doubtful debts
[illegible] Development Co., Ltd.	Associate	75,420	0.44%	-	78,389	0.64%	-
[illegible] C&C Truck Co., Ltd.	Minority shareholder of subsidiary	60,476	0.36%	-	27,987	0.23%	-
Florens Maritime Limited (FML)	Subsidiary of significant shareholder	38,523	0.23%	-	7,311	0.06%	-
Florens Container Services [illegible]	Subsidiary of significant shareholder	12,419	0.07%	-	-	0.00%	-
Gaussin Ingénierie S.A. (Gaussin)	Minority shareholder of subsidiary	8,142	0.05%	-	8,183	0.07%	-
SUMITOMO CORPORATION	Minority shareholder of subsidiary	7,631	0.04%	-	56,538	0.46%	-
NYK Zhenhua	Joint venture	4,473	0.03%	-	5,795	0.05%	-
China Merchants Shekou Holdings Co., Ltd.	Subsidiary of significant shareholder	4,180	0.02%	-	-	0.00%	-
Dong Fang International Container (Lian Yun Gang) Co. Ltd. (Dong Fang International)	Subsidiary of significant shareholder	1,879	0.01%	-	27,650	0.23%	-
Gaussin Development GmbH	Minority shareholder of subsidiary	1,709	0.01%	-	1,610	0.01%	-
X[illegible]	Associate	1,154	0.01%	-	1,154	0.01%	-
Other related parties		2,798	0.02%	-	39,779	0.33%	-
Total		218,804	1.29%	-	254,396	2.09%	-

Notes to the Financial Statements

[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

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

As at 30 June 2017, the Group [illegible] (31 December 2016: Nil).

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

The [illegible] 30 June 2017 and 31 December 2016.

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

5. Other receivables

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

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

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivables (Continued)

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

( ) [illegible]

[illegible]

[illegible]

[illegible]

( ) [illegible]

( ) [illegible]

(2) Aging analysis of other receivables is as follows:

	30 June 2017	31 December 2016
Within 1 year (inclusive)	**9,174,370**	9,667,565
1 to 2 years (inclusive)	**558,934**	999,143
2 to 3 years (inclusive)	**31,344**	95,819
Over 3 years	**189,953**	165,799
Subtotal	**9,954,601**	10,928,326
Less: Provision for bad debts	**(1,710,625)**	(1,580,439)
Total	**8,243,976**	9,347,887

[illegible]

[illegible] 30 June 2017 [illegible] 31 December 2016, [illegible] (31 December 2016: Nil).

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivables (Continued)

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

		30 June 2017				31 December 2016			
		Book balance		Provision for doubtful debts		Book balance		Provision for doubtful debts	
	Note	Amount	% of total balance	Amount	Ratio (%)	Amount	% of total balance	Amount	Ratio (%)
Other receivables that are individually significant	(4)	8,234,184	82.72%	1,604,552	19.49%	9,379,989	85.83%	1,503,143	16.02%
Other receivables that are not individually significant		1,720,417	17.28%	106,073		106,073			

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivables (Continued)

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

[illegible] RMB6,579,000 ([illegible] 30 2016: [illegible]).

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

	Notes	Nature	Book balance	Aging	% of total balance	Provision for doubtful debts
[illegible] (Tianjin [illegible])	( )	[illegible]	3,575,000	[illegible] 1 [illegible]	35.91%	–
[illegible] & Engineering [illegible] ([illegible] SOE)		[illegible]	1,658,985	[illegible] 1 [illegible] 2 [illegible]	16.67%	1,468,464
Zhejiang CIMC [illegible] ([illegible])	( )	[illegible]	503,568	[illegible] 3 [illegible]	5.06%	–
[illegible]		[illegible]	299,950	[illegible] 1 [illegible]	3.01%	–
[illegible]		[illegible]	152,100	[illegible] 1 [illegible]	1.53%	–
Total			6,189,603		62.18%	1,468,464

[illegible] 31 [illegible] 2016 [illegible] RMB7,130,634,000, [illegible] 65.25% [illegible].

( ) [illegible] 23 [illegible] 2016, [illegible] CIMC [illegible] ([illegible]) [illegible] 28 [illegible] 2016. [illegible] 30 [illegible] 2017, [illegible] 3.575 [illegible] 4.9853% [illegible] 2017 [illegible] 2019 [illegible] 2018. [illegible] 487,632,000 [illegible].

( ) [illegible] 14 [illegible] 2016, 80% [illegible] 30 [illegible] 2017, [illegible] RMB503,568,000.

Notes to the Financial Statements

For the six months ended 30 June 2017
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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivables (Continued)

(8) Other receivables from shareholders holding more than 5% (including 5%) of the voting rights of the Company are analysed as follows:

As at 30 June 2017 and 31 December 2016, no amount due from shareholders holding more than 5% (including 5%) of the voting rights of the Company is included in the balance of other receivables.

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

		30 June 2017				31 December 2016			
Company name	Relationship with the Group	Amount	Nature	% of total balance	Provision for doubtful debts	Amount	Nature	% of total balance	Provision for doubtful debts
[illegible]	[illegible]	503,568	Funding	5.06%	-	824,391	Funding	7.54%	-

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

6. Prepaid expenses (Continued)

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

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

[illegible]

[illegible]

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

	Amount	**% of total balance**
[illegible]	**968,260**	**36.86%**

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

6. Prepaid expenses (Continued)

(4) The condition of the companies whose shareholders hold 5% (including 5%) or more of the voting shares of the Company in the prepayments at the end of the year

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

7. Inventories

(1) Inventories are summarised by categories as follows:

	30 June 2017			31 December 2016		
	Book balance	**Provision for decline in the value of inventories**	**Net book Value**	Book balance	Provision for decline in the value of inventories	Net book Value
Raw materials	**3,705,526**	**(168,780)**	**3,536,746**	3,252,604	(163,944)	3,088,660
Work in progress	**2,569,392**	**(27,821)**	**2,541,571**	2,223,924	(27,978)	2,195,946
Finished goods	**4,109,445**	**(112,544)**	**3,996,901**	3,713,285	(125,107)	3,588,178
Consignment goods	**212,003**	**(242)**	**211,761**	113,302	(242)	113,060
Spare parts	**184,079**	**(4,655)**	**179,424**	213,712	(1,538)	212,174
Low-value consumables	**40,055**	**(76)**	**39,979**	35,951	(72)	35,879
Materials in transit	**30,731**	**–**	**30,731**	[illegible]	[illegible]	[illegible]

Notes to the Financial Statements

For the six months ended 30 June 2017
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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

7. Inventories (Continued)

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

	31 December 2016	Increase in current period	Decrease in current period	30 June 2017
Raw materials	3,252,604	22,385,554	(21,932,632)	**3,705,526**
Work in progress	2,223,924	17,436,459	(17,090,991)	**2,569,392**
Finished goods	3,713,285	28,817,225	(28,421,065)	**4,109,445**
Consigned processing materials	113,302	1,299,933	(1,201,232)	**212,003**
Spare parts	213,712	301,210	(330,843)	**184,079**
Low-value consumables	35,951	136,378	(132,274)	**40,055**
Materials in transit	22,887	50,168	(42,324)	**30,731**
[illegible]	852,395	406,123	(456,808)	**801,710**
[illegible]	1,400,761	240,987	(216,151)	**1,425,597**
[illegible]	4,658,377	86,687	(26,097)	**4,718,967**
[illegible]	1,241,321	4,110,882	(4,498,598)	**853,605**
Total	17,728,519	75,271,606	(74,349,015)	**18,651,110**

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

Category	31 December 2016	Increase in current period: Provision	Decrease in current period: Reversal	Decrease in current period: Write-off	Exchange Differences arising on translating foreign operations	30 June 2017
Raw materials	163,944	40,938	(39,065)	(993)	3,956	**168,780**
Work in progress	27,978	431	(1,575)	(435)	1,422	**27,821**
Finished goods	125,107	38,387	(41,076)	(10,509)	635	**112,544**
Consigned processing materials	242	-	-	-	-	**242**
Spare parts	1,538	-	(1,565)	(4,458)	9,140	**4,655**
Low-value consumables	72	4	-	-	-	**76**
[illegible]	123	-	-	-	(2)	**121**
[illegible]	-	-	-	-	-	**-**
Total	319,004	79,760	(83,281)	(16,395)	15,151	**314,239**

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

7. Inventories (Continued)

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

( ) [illegible]

[illegible]

[illegible]

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

8. Assets classified as available for sale

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

As at 30 June 2017, the balance of the long-term receivables [illegible]

Notes to the Financial Statements

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

10. Other current assets

	30 June 2017	31 December 2016
[illegible]	**704,034**	656,847
Others	**15,142**	45,631
Total	**719,176**	702,478

11. Available-for-sale financial assets

	30 June 2017	31 December 2016
Measured at fair value		
Available-for-sale equity instruments - Listed	**1,761**	2,441
Financial products	**20,000**	-
Bonds	**31,086**	30,803
Measured at cost		
Available-for-sale equity instruments (1) - Unlisted	**411,970**	412,240
Others	**10**	307
Less: Provision for impairment	**(3,065)**	(3,065)
	461,762	442,726

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

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

11. Available-for-sale financial assets (Continued)

(2) Detailed information of the available-for-sale financial assets:

A[illegible]:

	30 June 2017	31 [illegible] 2016
A[illegible]		
– F[illegible]	**1,761**	2,441
– H[illegible]	**4,582**	4,582

Notes to the Financial Statements

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

11. Available-for-sale financial assets (Continued)

(2) Detailed information of the available-for-sale financial assets: (Continued)

Available-for-sale equity instruments measured at cost:

	31 December 2016	Increase in current period	Decrease in current period	30 June 2017	Shareholding ratio in investee	Cash dividend in current period
Available-for-sale equity instruments – measured at cost						
– China United International Rail Containers Co., Ltd. (CR Intermodal)	380,780	–	–	**380,780**	10.00%	4,000
– Bank of Communications Schroder Fund Management Co., Ltd. (BOCOM Schroder)	8,125	–	–	**8,125**	5.00%	–
– Beihai Yinjian Co., Ltd. (Beihai Yinjian)	1,700	–	–	**1,700**	1.01%	–
– Guangdong [illegible] Group Co., Ltd. (Guangdong [illegible])	1,365	–	–	**1,365**	0.09%	–
– Donghai Container Transportation Services Co., Ltd.	270	–	(270)	**–**	0.00%	–
– Zhuhai Yinhai [illegible] Co., Ltd. (Zhuhai Yinhai)	20,000	–	–	**20,000**	2.00%	–
Subtotal	412,240	–	(270)	**411,970**		4,000
– Provision for impairment	(3,065)	–	–	**(3,065)**		–
Total	409,175	–	(270)	**408,905**		–

Available-for-sale equity instruments measured at cost are unlisted equity investments [illegible]. The Group [illegible].

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

12. Long-term receivables

	30 June 2017	31 December 2016
Fin[illegible]	**21,106,913**	21,814,831
Less: Un[illegible]	**(7,601,148)**	(8,593,181)
Fin[illegible]	**13,505,765**	13,221,650
S[illegible]	**235,898**	325,592
Others	**210,113**	158,052
Sub-total	**13,951,776**	13,705,294
Less: [illegible]	**(452,449)**	(485,052)
Total	**13,499,327**	13,220,242

As at 30 June 2017, [illegible] 5% ([illegible]) [illegible] (31 December 2016: Nil)

[illegible]:

Minimum [illegible]	**30 June 2017**	31 December 2016
Within 1 year (inclusive)	**5,677,533**	5,467,492
1 to 2 years (inclusive)	**3,746,417**	3,608,636
2 to 3 years (inclusive)	**2,543,013**	2,261,810
Over 3 years	**14,817,483**	15,944,385
Sub-total	**26,784,446**	27,282,323
Less: [illegible]	**(8,780,233)**	(9,845,686)
Total	**18,004,213**	17,436,637

As at 30 June 2017, [illegible] (31 December 2016: Nil).

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IV.

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments

(1) Classification of long-term equity investments:

		30 June 2017	31 December 2016
Joint ventures	(2)	**512,490**	500,501
Associates	(3)	**1,736,940**	1,661,718
		2,249,430	2,162,219
Less: Provision for impairment		**(2)**	(2)
Total		**2,249,428**	2,162,217

There is no significant restriction on the realisation of long-term investments.

[illegible]

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

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

		Movements in the current period							
	31 December 2016	Increase/Decrease in investment	Net profit/loss adjusted by equity method	Adjustment of other comprehensive income	Other equity movements	Cash dividends declared	Changes in foreign exchange	30 June 2017	Provision for impairment
Guangzhou S[illegible] CIMC Logistics Equipment Manufacturing Co., Ltd.	36,294	–	3,345	–	–	–	–	**39,639**	–
S[illegible] (Shanghai) R[illegible] Equipment Co., Ltd.	2,171	–	(295)	–	–	–	–	**1,876**	–
Shanghai Sh[illegible]n S[illegible] Property Co., Ltd.	11,340	–	–	–	–	–	(338)	**11,002**	–
NYK Zhenhua Logistics (Tianjin) Co., Ltd.	75,432	–	823	–	–	(4,753)	–	**71,502**	–
K Line Zhenghua Logistics (Tianjin) Co., Ltd.	22,330	–	1,417	–	–	–	–	**23,747**	–
Qingdao [illegible]ng Beijian Container Manufacture Co., Ltd.	14,531	–	1,476	–	–	–	(433)	**15,574**	–
Dalian Jilong&Beijian Logistics Co., Ltd.	5,678	–	397	–	–	(1,000)	(169)	**4,906**	–
Shanghai Beijian D[illegible] Container Manufacture Co., Ltd.	23,888	–	2,045	–	–	–	(711)	**25,222**	–
Tianjin Jin[illegible]h Beijian Container Manufacture Co., Ltd.	7,933	–	1,087	–	–	–	(236)	**8,784**	–
Y&C Engine Co., Ltd.	195,777	–	6,149	–	–	–	–	**201,926**	–
Shenzhen CIMC M[illegible] Internet I[illegible] Co., Ltd.	1,630	–	(1,015)	–	–	–	–	**615**	–
Ningbo Meishan Bonded Port Area Ch[illegible]ng h L[illegible]ng Investment Management Partnership (Limited Partnership)	50,100	3,000	–	–	–	–	–	**53,100**	–
H[illegible]ng h[illegible] Y[illegible]ng Investment Management Partnership	20,100	1,200	–	–	–	–	–	**21,300**	–
N[illegible] H[illegible]n Sh[illegible]ng UG	33,287	–	–	–	–	–	–	**33,287**	–
H[illegible]ng h[illegible] X[illegible] Investment Management Partnership	10	–	–	–	–	–	–	**10**	–
Total	500,501	4,200	15,429	–	–	(5,753)	(1,887)	**512,490**	–

Refer to Note VI.2 for relevant information.

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(3) Long-term equity investments in associates:

	31 December 2016	Movements during the period								30 June 2017	Provision for impairment
		Increase/Decrease in investment	Investment income/(loss) adjusted by equity method	Adjustment of other comprehensive income	Other equity movements	Cash dividend or profit declared	Changes in foreign exchange rates	Provision for impairment	Others		
X n ng Wharf Hong Kong Co., Ltd.	7,071	-	-	-	-	-	-	-	-	**7,071**	-
Ningbo Beilun Donghai Container Service Co., Ltd.	1,200	-	-	-	-	-	-	-	-	**1,200**	-
Xiamen CIMC Haitou Container Service Co., Ltd.	23,350	-	1,505	-	-	-	-	-	-	**24,855**	-
D l n J l ng Logistics Co., Ltd.	47,615	-	529	-	-	-	-	-	-	**48,144**	-
S nj (J ngm n) Technology Material Co., Ltd.	45,684	-	790	-	-	-	-	-	-	**46,474**	-
E h O (E h)	8,374	-	389	-	-	-	-	-	-	**8,763**	-
Shanghai F ng ng Real Estate Development Co., Ltd.	104,191	-	-	-	-	-	-	-	-	**104,191**	-
TSC	212,905	-	-	-	-	-	(6,338)	-	-	**206,567**	-
Marine Subsea & Consulting Limited	2	-	-	-	-	-	-	-	-	**2**	(2)
T n h (Shanghai) International Freight Agency Co., Ltd.	1,900	-	75	-	-	-	-	-	-	**1,975**	-
LH g n n C., Ltd. (LH Energy)	102,176	-	2,832	-	-	-	-	-	-	**105,008**	-
J ng R h ng Machinery Co., Ltd.	28,123	-	-	-	-	-	-	-	-	**28,123**	-
J n Er K n l n C g n Machinery Co., Ltd.	2,608	-	(1,225)	-	-	-	-	-	-	**1,383**	-
O n m (Shanghai)	16,589	-	(81)	-	-	-	-	-	-	**16,508**	-
X h CIMC W C., Ltd.	27,519	-	302	-	-	-	-	-	-	**27,821**	-
T nj n S nl n D ngj ng An m l H b n C., Ltd.	30,436	-	(2,316)	-	-	-	-	-	-	**28,120**	-
Q ng P n l T n Logistics Co., Ltd.	43,400	-	1,246	-	-	-	-	-	-	**44,646**	-
ZPMC Red Box Energy Services Limited	14,567	-	(14,567)	-	-	-	-	-	-	**-**	-
T nj n Sh n ng Iron & Steel Trading Co. Ltd.	21,110	-	-	-	-	-	-	-	-	**21,110**	-
J h Sh ng Co., Ltd. (J h Sh ng)	126,454	-	-	-	-	-	(2,966)	-	-	**123,488**	-
X n Freight Co., Ltd.	688	-	150	-	-	-	-	-	-	**838**	-

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For the six months from 1 January to 30 June 2017
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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

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

Notes to the Financial Statements

F... 1 J... 30 J... 2017
(All ... in RMB'000 ...)
(English T... Onl...)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

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

	31 D... 2016	M... (movements)								30 June 2017	P...
		... / D... in ...	N... b...	A...	O...	C...	Ch...	P...	O...		
Sh... h...ng In... M... C..., L...	117,775	-	(2,633)	-	-	-	-	-	-	**115,142**	-
CIMC S... h...ng (Ch...ng h...) L... C..., L...	3,000	(3,000)	-	-	-	-	-	-	-	**-**	-
M... (Sh...ngh...) In... T... C..., L... (M... Sh...ngh...)	851	-	(68)	-	-	-	-	-	-	**783**	-
Sh...ngh... X...n B... Q... C..., L...	-	16,000	428	-	-	-	-	-	-	**16,428**	-
Sh...n...n S... C... C..., L... (SESKYC)	-	2,750	-	-	-	-	-	-	-	**2,750**	-
R... In... ... C..., LLP	-	30,539	-	-	-	-	-	-	-	**30,539**	-
X...ngh... Ch... h...g C..., L...	-	1,750	-	-	-	-	-	-	-	**1,750**	-
CELA S...	-	18,605	-	-	-	-	-	-	-	**18,605**	-
T...	1,661,718	68,121	(12,891)	-	-	-	19,992	-	-	**1,736,940**	(2)

R... N... VI.2 ... n ...

Th... G... TSC, L... H... E...g, J...ng... R... h...n, O... (Sh...ngh...), ZPMC, C... H... Zh...ng X...n ... H...n...n Y... Sh...n...h...n R... N... C..., L... ll... 20%. B... G... h... b... ... . Th... ... .

A... 30 J... 2017 ... MSC, ... G... ... (31 D... 2016: N...l).

Notes to the Financial Statements

For the [illegible] 1 January [illegible] 30 June 2017
(All [illegible] in RMB'000 [illegible])
(English Translation [illegible] Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

14. Investment properties

	Buildings and relevant land use rights	Land use rights	Total
1 January 2016	730,168	–	730,168
Additions	78,176	–	78,176
Changes in fair value	75,792	–	75,792
Transfer from fixed assets	131,859	–	131,859
Transfer from intangible assets	46,843	130,551	177,394
Transfer from construction in progress	786	–	786
[illegible]	102,062	482,772	584,834
[illegible]	(26,401)	–	(26,401)
[illegible]	–	–	–
31 December 2016	1,139,285	613,323	1,752,608
1 January 2017	**1,139,285**	**613,323**	**1,752,608**
Additions	**–**	**–**	**–**
Changes in fair value	**–**	**–**	**–**
Transfer from fixed assets	**–**	**–**	**–**
Transfer from intangible assets	**–**	**–**	**–**
Transfer from construction in progress	**1,287**	**–**	**1,287**
[illegible]	**–**	**–**	**–**
[illegible]	**–**	**–**	**–**
[illegible]	**(17,704)**	**(17,685)**	**(35,389)**
[illegible]	**3,559**	**–**	**3,559**
30 June 2017	**1,126,427**	**595,638**	**1,722,065**

In the [illegible], [illegible] (For the [illegible] 30 June 2016: Nil).

[illegible] Note XIV. 6.

In the [illegible] 17,704,000 and 17,685,000, [illegible].

As at 30 June 2017, the [illegible] 156,697,000 (31 December 2016: 113,196,000) [illegible].

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

15. Fixed assets

(1) Fixed assets

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

Notes to the Financial Statements

F[illegible] 30 J[illegible] 2017
(All [illegible] RMB'000 [illegible])
(Engl[illegible] Onl[illegible])

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

15. Fixed assets (Continued)

(1) Fixed assets (Continued)

A[illegible] 30 J[illegible] 2017, [illegible] 375,761,000 ([illegible] 525,362,000) [illegible] 109,272,000 (31 [illegible] 2016: 398,144,000 ([illegible] 525,305,000)) [illegible] 159,815,000 [illegible] N[illegible] IV. 24.

In [illegible] 916,498,000(F[illegible] 30 J[illegible] 2016: 1,056,717,000), [illegible] 776,825,000, 9,897,000 [illegible] 129,776,000(F[illegible] 30 J[illegible] 2016: 891,935,000, 14,860,000 [illegible] 149,922,000) [illegible].

In [illegible] 414,166,000 (2016: 1,206,156,000).

(2) As at 30 June 2017, the carrying amount of temporarily idle buildings, machinery and equipment amounts to 344,385,000(original cost of 614,561,000) (31 December 2016: carrying amount of 207,894,000 and [illegible]

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

15. Fixed assets (Continued)

(3) Fixed assets held through finance leases:

30 June 2017	31 December 2016

Notes to the Financial Statements

For the six months ended 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

16. Construction in progress

(1) Construction in progress

	30 June 2017			31 December 2016		
	Book balance	Provision for impairment	Carrying amount	Book balance	Provision for impairment	Carrying amount
[illegible]	20,301,214	-	20,301,214	19,405,489	-	19,405,489
[illegible] H273, H1284 [illegible]	2,747,244	-	2,747,244	2,754,873	-	2,754,873
[illegible]	59,202	-	59,202	88,101	-	88,101
[illegible]	49,146	-	49,146	47,633	-	47,633
[illegible] Anh [illegible]	37,622	-	37,622	30,583	-	30,583
[illegible] C&C [illegible]	35,382	-	35,382	35,218	-	35,218
HJQM [illegible]	26,477	-	26,477	-	-	-
XHCIMC [illegible]	22,418	-	22,418	13,079	-	13,079
[illegible] QDCRC	21,129	-	21,129	21,129	-	21,129
[illegible] CIMC [illegible]	19,590	-	19,590	-	-	-
SHYSLE [illegible]	11,933	-	11,933	-	-	-
[illegible] CIMC [illegible]	5,522	-	5,522	11,497	-	11,497
TCCIMC [illegible]	5,400	-	5,400	5,400	-	5,400
[illegible] 2000T [illegible]	3,128	-	3,128	3,080	-	3,080
TJCIMC [illegible]	1,981	-	1,981	1,575	-	1,575
TAS [illegible]	1,824	-	1,824	1,498	-	1,498
XHCIMCS [illegible]	1,506	-	1,506	1,506	-	1,506
[illegible]	641	-	641	12,033	-	12,033
[illegible]	454,939	(1,645)	453,294	338,916	(2,421)	336,495
[illegible]	23,806,298	(1,645)	23,804,653	22,771,610	(2,421)	22,769,189

[illegible] 1,750,963,000 (31 December 2016: 1,532,714,000). [illegible] 3.18% (For the six months ended 30 June 2016: 3.08%).

As at 30 June 2017, [illegible] (31 December 2016: Nil).

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

16. Construction in progress (Continued)

(2) Movement of significant projects of construction in progress during the year

[illegible]	Budget amount	31 December 2016	Current year additions	[illegible]	[illegible]	30 June 2017	Proportion of budget (%)	Progress of construction	[illegible]	[illegible]	[illegible] (%)	Source of funds	[illegible]
[illegible]	25,459,806	19,405,489	997,902	-	-	20,301,214	98%	79%-100%	1,110,333	177,235	3.18%	Bank loan	(102,177)
R[illegible] H273, H1284 P[illegible]	2,866,854	2,754,873	56,753	-	-	2,747,244	97%	95%	192,141	41,014	3.18%	Self-funding & bank loan	(64,382)
[illegible]	181,082	88,101	9,764	(38,663)	-	59,202	91%	74%	-	-	-	Self-funding	-
[illegible]	60,000	47,633	1,513	-	-	49,146	82%	82%	-	-	-	Self-funding	-
[illegible] Anh [illegible]	41,249	30,583	7,039	-	-	37,622	91%	100%	-	-	-	Self-funding	-
[illegible] CIMC T[illegible]	35,838	35,218	260	(96)	-	35,382	99%	50%-100%	-	-	-	Self-funding	-
HJQM[illegible]	120,000	-	26,477	-	-	26,477	22%	22%	-	-	-	Self-funding	-
XHCIMC [illegible]	30,640	13,079	11,863	(2,524)	-	22,418	81%	90%	-	-	-	Self-funding	-
[illegible] QDCRC	23,369	21,129	-	-	-	21,129	90%	90%	-	-	-	Self-funding	-
[illegible] CIMC [illegible]	29,500	-	19,590	-	-	19,590	66%	90%	-	-	-	Self-funding	-
SHYSLE [illegible]	30,000	-	11,933	-	-	11,933	40%	40%	-	-	-	Self-funding	-
D[illegible] CIMC [illegible]	388,182	11,497	923	99%	50%-100%	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

18. Intangible assets and development expenditure (Continued)

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

	Carrying amount in RMB	Reasons for unsettlement
[illegible]	75,322	[illegible]
SCIMCEL [illegible]	55,674	[illegible]
C&C [illegible]	19,187	[illegible]
[illegible]	8,887	[illegible]
SCIMCEL [illegible]	1,787	[illegible]
[illegible]	160,857	

[illegible]

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

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

(5) Development expenditure is as follows:

	31 [illegible] 2016	[illegible]	[illegible]	30 June 2017

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For the period from 1 January to 30 June 2017
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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

19. Goodwill

31 December

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

20. Long-term prepaid expenses

	31 December 2016	Acquisition of business combination	Current year addition	Current year amortisation	Exchange differences arising from translating foreign operations	30 June 2017
[illegible]	9,691	–	223	(1,424)	29	**8,519**
[illegible]	133,924	–	31,369	(30,658)	(2,513)	**132,122**
[illegible]	9,439	–	5,372	(2,204)	–	**12,607**
[illegible]	–	–	–	–	–	**–**
[illegible]	19,996	–	51,692	(12,110)	(987)	**58,591**
Others	73,524	52	10,123	(14,283)	(99)	**69,317**
Sub-total	246,574	52	98,779	(60,679)	(3,570)	**281,156**
Less: [illegible]	–	–	–	–	–	**–**

Notes to the Financial Statements

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

21. Deferred tax assets and deferred tax liabilities

(1) The offsetting balances of deferred tax assets and liabilities offset and corresponding deductible or taxable temporary differences

	30 June 2017		31 December 2016	
	Deductible/ (taxable) temporary differences	**Deferred tax assets/ (liabilities)**	Deductible/ (taxable) temporary differences	Deferred tax assets/ (liabilities)
Deferred tax assets:				
Provision for assets impairment	**834,767**	**160,844**	1,546,119	322,474
Accrued liabilities	**617,576**	**113,145**	690,921	139,994
Employee benefits payable	**1,139,847**	**257,745**	1,273,607	296,507
Accrued expenses	**120,131**	**26,479**	493,541	89,303
Deductible losses	**1,791,531**	**306,356**	1,861,895	332,307
Movement in fair value of financial liabilities at fair value through profit or loss/hedging instruments	**7,729**	**1,634**	27,566	6,892
Available-for-sale financial assets	**–**	**–**	14,230	2,134
Intra-group unrealised profits	**29,871**	**7,468**	18,904	4,726
Others	**2,180,446**	**436,088**	278,319	69,580
Subtotal	**6,721,898**	**1,309,759**	6,205,102	1,263,917
Offsetting amount	**(187,229)**	**(32,843)**	(25,512)	(6,247)
Offsetting balances	**6,534,669**	**1,276,916**	6,179,590	1,257,670

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

(2) Unrecognised deferred tax assets

	30 June 2017	31 [illegible] 2016
[illegible]	**1,712,996**	1,606,035
[illegible] SOE	**634,426**	340,729
[illegible]	**22,119**	22,119
[illegible]	**3,125**	3,125
T[illegible]	**2,372,666**	1,972,008

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

	30 June 2017	31 [illegible] 2016
2017	**1,296,480**	1,199,243
2018	**1,086,941**	1,086,941
2019	**437,892**	340,655
2020	**819,702**	819,702
2021 [illegible] 2021	**4,149,817**	4,149,817
T[illegible]	**7,790,832**	7,596,358

N[illegible] 1: [illegible] 2016 [illegible] 30 June 2017, [illegible]

[illegible] 30 June 2017, [illegible] Hong Kong [illegible] 3,630,258,000(31 [illegible] 2016: 3,303,113,000). [illegible]

[illegible]

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

22. Other non-current assets

	30 June 2017	31 December 2016

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

24. Restricted assets

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

	Note	31 December 2016	Current addition	Current reduction	Exchange differences arising from translating foreign operations	**30 June 2017**
Assets with restrictions						
- Cash at bank and on hand	IV.1	987,257	49,135	(219,448)	(99)	**816,845**
- Notes receivable	IV.3	206,753	207,835	(158,188)	-	**256,400**
- Long-term receivables	IV.12	8,164,729	(57,408)	(654,249)	-	**7,453,072**
- Fixed assets	IV.15	398,144	-	(22,383)	-	**375,761**
Total		9,756,883	199,562	(1,054,268)	(99)	**8,902,078**

Long-term receivables [illegible] collateral [illegible] loan. Notes receivable [illegible], [illegible] (Refer to Note IV.15 [illegible] [illegible] (Refer to Note IV.25 and IV.28 [illegible]. The [illegible] cash at bank and on hand [illegible], and [illegible] in the People's Bank of China by Finance Company.

Notes to the Financial Statements

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CON[illegible]ED)

25. Short-term borrowings

(1) Classification of short-term borrowings:

	Note	30 June 2017	31 December 2016
Guaranteed	( )		
USD		**391**[illegible]	2,938,3[illegible]
RMB		**1,962,**[illegible]	937[illegible]
EUR		**16,72**[illegible]	([illegible]

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

25. Short-term borrowings (Continued)

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

(a) As at 30 June 2017, guaranteed by the Group [illegible] the following: borrowings of the Group's subsidiary Zhenhua Logistics Group Co., Ltd. (Zhenhua Group) amounting to USD324,000 (Equivalent to RMB2,195,000); borrowings of CIMC Raffles Offshore (Singapore) Co., Ltd. amounting to 1,400,138,000, USD33,962,000 (Equivalent to RMB230,096,000) and EUR2,158,000 (Equivalent to RMB16,723,000), guaranteed by the Group and China International Marine Containers (Hong Kong) Limited (CIMC Hong Kong); borrowings of subsidiary C&C Trucks amounting to 450,000,000, which is guaranteed by the Group; borrowings of [illegible] Co., Ltd. amounting to 112,000,000, guaranteed by CIMC Financing and Leasing Co., Ltd. (CIMCVL); CIMC Financing and Leasing Co., Ltd. (CIMCVL) amounting to USD23,500,000 (Equivalent to RMB159,214,000), guaranteed by the Group and CIMC Hong Kong.

(b) As at 30 June 2017, the [illegible] of the Group [illegible] the People's Bank of China [illegible] by the Finance Company, amounting to 32,821,000.

(c) As at 30 June 2017, [illegible] short-term borrowings [illegible] shareholders holding more than 5% (including 5%) of the voting rights of the Group [illegible].

(d) As at 30 June 2017, the interest rates of short-term borrowings ranged from 1.30% to 6.09% (31 December 2016: 0.65% to 16.41%).

26. Financial liabilities at fair value through profit or loss

	Note	30 June 2017	31 December 2016
Current			

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

27. Notes payable

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

The above notes are all due within one year.

28. Accounts payable

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

	30 June 2017	31 December 2016
Due to material suppliers	**9,364,746**	8,303,845
Integrated logistics service charges	**468,558**	461,925
Processing charges	**291,105**	259,029
Project contracting charges	**398,677**	658,048
Due to related parties	**618,839**	150,029
Transportation charges	**69,741**	135,159
Port using charges	**41,972**	129,178
Others	**91,540**	63,738
Total	**11,345,178**	10,160,951

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

28. Accounts payable (Continued)

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

[illegible]

	30 June 2017	31 [illegible] 2016
W[illegible]n 1 [illegible]	**10,710,275**	9,535,350
1 [illegible] 2 [illegible]	**337,357**	414,188
2 [illegible] 3 [illegible]	**179,384**	153,893
O[illegible] 3 [illegible]	**118,162**	57,520
T[illegible]	**11,345,178**	10,160,951

A[illegible] 30 J[illegible] 2017, [illegible] 634,903,000 (31 [illegible] 2016: 625,601,000) [illegible]

[illegible]

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

C[illegible]	R[illegible] G[illegible]	30 June 2017 Amount	30 June 2017 % of total balance	31 [illegible] 2016 A[illegible]	31 [illegible] 2016 % [illegible]
Y&C Engine	J[illegible]	**38,931**	**0.34%**	66,157	0.65%
TSC	A[illegible]	**13,807**	**0.12%**	25,727	0.25%
F[illegible] Q[illegible] B[illegible] C[illegible], L[illegible]	A[illegible]	**10,496**	**0.09%**	8,138	0.08%
Sh[illegible] D[illegible] A[illegible]	M[illegible]	**5,352**	**0.05%**	3,611	0.04%
N[illegible] Ch[illegible]	A[illegible]	**2,732**	**0.02%**	2,435	0.02%
X[illegible] CIMC W[illegible] C[illegible], L[illegible]	A[illegible]	**202**	**0.00%**	17,905	0.18%
[illegible] T[illegible] C[illegible], L[illegible]	M[illegible]	**–**	**0.00%**	15,902	0.16%
O[illegible]		**5,825**	**0.05%**	7,062	0.07%
T[illegible]		**77,345**	**0.67%**	146,937	1.45%

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

30. Accrued payroll (Continued)

(1) Short-term wages

	31 December 2016	Current period increase	Current period decrease	Exchange differences arising from translating foreign operations	30 June 2017
Wages and salaries, bonuses, allowances and subsidies	1,699,319	2,516,308	(2,475,474)	4,252	**1,744,405**
[illegible] and non-monetary benefits	205,151	-	(8,951)	-	**196,200**
Housing funds	6,118	80,860	(80,906)	(30)	**6,042**
Labour union funds and staff education expenses	62,236	27,129	(36,014)	(157)	**53,194**
Social security contributions	12,517	87,991	(77,504)	1	**23,004**
Including: Medical insurance	9,564	74,051	(65,053)	1	**18,563**
Work injury insurance	1,583	8,250	(7,850)	-	**1,983**
Maternity insurance	1,370	5,690	(4,601)	-	**2,458**
Other short-term wages	104,784	280,656	(334,802)	901	**51,539**
Total	2,090,125	2,992,944	(3,013,651)	4,967	**2,074,384**

(2) Defined contribution plans

	31 December 2016	Current period increase	Current period decrease	Exchange differences arising from translating foreign operations	30 June 2017
Basic pensions	21,455	205,171	(186,716)	5	**39,915**
Unemployment insurance	2,554	8,214	(5,724)	-	**5,043**
Enterprise annuities	147	1,109	(1,061)	-	**195**
Total	24,156	214,494	(193,501)	5	**45,153**

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

32. Interest payable

	Note	30 June 2017	31 December 2016
[illegible]	IV.43	**203,985**	135,990
[illegible]		**79,273**	76,730
[illegible]		**218,242**	70,249
[illegible]		**31,928**	20,406
Total		**533,428**	303,375

33. Dividends payable

	30 June 2017	31 December 2016
[illegible]	**75,080**	16,746
[illegible]	**178,332**	–
Total	**253,412**	16,746

34. Other payables

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

	Note	30 June 2017	31 December 2016
[illegible]		**2,595,693**	1,892,437
[illegible]		**1,555,619**	1,490,340
[illegible]		**543,228**	593,210
[illegible]		**500,826**	315,605
[illegible]		**136,633**	185,777
[illegible]		**82,243**	73,619
[illegible]	(3)	**72,786**	111,054
[illegible]		**27,483**	12,732
[illegible]		**4,452**	601
[illegible]		**1,712**	17,897
[illegible]		**773**	5,456
[illegible]		**–**	23,200
Others		**605,931**	432,145
Total		**6,127,379**	5,154,073

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

34. Other payables (Continued)

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

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

36. Current portion of non-current liabilities

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

	Note	30 June 2017	31 December 2016
Current portion of long-term borrowings	IV.38		
– Unsecured		**3,197,042**	3,401,313
– Guaranteed		**1,694,372**	124,397
		4,891,414	3,525,710
Current portion of long-term payables			
Finance lease payables		**114,537**	136,571
Less: Unrecognised financing charges		**(8,826)**	(15,826)
Finance lease payables, net	IV.40	**105,711**	120,745
Others		**18,376**	17,567
		124,087	138,312
Current portion of other non-current liabilities		**–**	3,850
Total		**5,015,501**	3,667,872

37. Other current liabilities

	Note	30 June 2017	31 December 2016
Commercial papers issued by the Group	(1)	**2,583,959**	1,666,966
Others		**28,321**	20,796
		2,612,280	1,687,762

(1) The Commercial papers were issued by CIMC Finance Holdings Limited ("Finance") and CIMC HK, which are subsidiaries of the Group. As at 20 May 2016, Finance signed the dealer agreement with the Bank of New York Mellon, Goldman Sachs and Bank of China (London Branch) in respect of the commercial paper with a maximum amount of USD450 million [illegible] USD318,000,000 (equivalent to RMB2,154,471,000); As at 21 December 2015, CIMC HK entered into [illegible] Bank of China and Bank of Montreal London Branch in respect of the commercial paper [illegible] United States [illegible] USD600 million. As at 30 June 2017, the [illegible] 3-month commercial papers [illegible] USD63,400,000 (equivalent to RMB429,488,000).

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

38. Long-term borrowings

(1) Classification of long-term borrowings

	Note	30 June 2017	31 December 2016
Bank borrowings			
– Unsecured		**10,276,585**	11,496,937
– Mortgage	(a)	**5,772,819**	6,260,830
– Guaranteed	(b)	**12,507,099**	12,791,165
		28,556,503	30,548,932
Less: Current portion of long-term bank borrowings			
– Unsecured		**3,197,042**	3,401,313
– Guaranteed	(b)	**1,694,372**	124,397
		4,891,414	3,525,710
Total		**23,665,089**	27,023,222

(a) As at 30 June 2017, [illegible] CIMC Financing and Leasing Co., Ltd. [illegible]

(b) As at 30 June 2017, [illegible] USD1,489,000,000 ([illegible] RMB10,088,075,000) [illegible] USD2,000,000 ([illegible] RMB13,550,000); [illegible] CIMC Vehicles [illegible] USD352,157,000 ([illegible] RMB2,385,719,000), [illegible] CIMC Hong Kong, [illegible] USD248,124,000 ([illegible] RMB1,680,822,000) [illegible] Xinmin Hong Kong [illegible] Co., Ltd. [illegible] 25,787,000 [illegible] Tianjin Hong [illegible] Co., Ltd.; [illegible] CIMC [illegible] Co., Ltd. [illegible] 7,518,000 [illegible] Company.

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

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

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

39. Debentures payable

	31 December 2016	Coupon rate	**30 June 2017**

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

40. Long-term payables

	30 June 2017	31 December 2016
Financial lease payables	**303,625**	323,920
Less: unrecognised financing expenses	**(41,174)**	(34,723)
Financial lease payables, net	**262,451**	289,197
P[illegible]	**120,789**	120,789
D[illegible]	**100,635**	117,922
Others	**21,034**	1,464
Total	**504,909**	529,372

(1) Details of financial leasing payables

As at 30 June 2017, [illegible]

Minimum lease payments	30 June 2017	31 December 2016
Within 1 year (inclusive)	**114,537**	136,571
Over 1 year but within 2 years (inclusive)	**251,829**	287,267
Over 2 years but within 3 years (inclusive)	**12,352**	3,564
Over 3 years	**39,444**	33,089
Subtotal	**418,162**	460,491
Less: [illegible]	**(50,000)**	(50,549)
Carrying amount	**368,162**	409,942

The Group [illegible]

IV.

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

42. Deferred income (Continued)

(1) Government grants

Project name	31 December 2016	[illegible]	[illegible]	Other changes	30 June 2017	Related to assets/income
Yantai Raffles [illegible] C[illegible]	200,000	–	–	–	**200,000**	Related to assets
En[illegible]	184,253	–	3,566	–	**180,687**	Related to assets
En[illegible]	80,396	–	1,735	–	**78,661**	Related to assets
Sh[illegible] CIMC [illegible]	54,052	–	651	–	**53,401**	Related to assets
Ningbo C[illegible]	38,000	–	–	–	**38,000**	Related to income
C&C T[illegible]	30,000	–	–	–	**30,000**	Related to assets
TAS [illegible]	28,291	4,220	803	–	**31,708**	Related to assets
Yantai Raffles [illegible] Pl[illegible] (B[illegible]) [illegible]	26,504	–	–	–	**26,504**	Related to income
T[illegible] CIMC [illegible] E[illegible] Co. Ltd.	11,396	–	152	–	**11,244**	Related to assets
TCCIMC [illegible]	9,862	–	131	–	**9,731**	Related to assets
CQLE [illegible]	8,021	–	100	–	**7,921**	Related to income
Zh[illegible]	7,844	–	450	–	**7,394**	Related to assets
S[illegible] CCHQ	8,000	–	917	–	**7,083**	Related to assets
TAS [illegible]	7,348	–	351	–	**6,997**	Related to assets
MEA-[illegible]	6,301	–	–	–	**6,301**	Related to income
En[illegible] (FPSO) [illegible]	6,000	–	–	–	**6,000**	Related to assets
MEA[illegible]	5,520	–	460	–	**5,060**	Related to assets
KGR R&D [illegible]	4,270	–	112	–	**4,158**	Related to assets
T[illegible]	2,256	–	113	–	**2,143**	Related to assets
TAS [illegible]	886	–	48	–	**838**	Related to assets
G[illegible] XHCIMCS	17,362	–	17,362	–	**–**	Related to assets
G[illegible]	10,764	–	10,764	–	**–**	Related to assets
Others	82,416	40,480	6,909	–	**115,987**	Related to assets/income
Total	829,742	44,700	44,624	–	**829,818**	

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[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
([illegible])

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

43. Other non-current liabilities

	Note	30 June 2017	31 December 2016
[illegible]	(1)(2)	**1,549,826**	1,549,826
[illegible]	IV.5(7)([illegible])	**487,632**	487,632
[illegible]	(3)	**73,421**	73,421
[illegible]		**11,576**	12,677
Others		**114,359**	-
Total		**2,236,814**	2,123,556

(1) [illegible] 18 December 2015, Shanghai Tong[illegible] (LLP), [illegible] CIMC [illegible] (Hong Kong) [illegible] 2016, [illegible] USD166,173,000 [illegible] RMB1,089,580,000), USD15,233,000 [illegible] RMB100,000,000); In December 2015, [illegible] USD9,288,117 [illegible] RMB60,246,000, [illegible] 100,000,000 [illegible] 16.822%, 1.544%, 0.929% [illegible] 1.544% [illegible] IPO [illegible] 31 December 2020, [illegible] (b) [illegible] 8% [illegible]

[illegible] As at 30 June 2017, [illegible] 1,249,826,000 (31 December 2016: 1,249,826,000).

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

44. Share capital

	31 December 2016 '000	Current period additions '000	Current period decreases '000	Changes in shares held by [illegible] selling restriction '000	**30 June 2017 '000**
Shares subject to trading restriction					
– Held by senior management	699	29	–	–	**728**
Shares not subject to trading restriction					
– RMB denominated ordinary shares	1,261,301	1,747	–	–	**1,263,048**
– Foreign shares listed overseas	1,716,577	–	–	–	**1,716,577**
Total	2,978,577	1,776	–	–	**2,980,353**

	31 December 2015 '000	Current period additions '000	Current period decreases '000	Changes in shares held by [illegible] selling restriction '000	31 December 2016 '000
Shares subject to trading restriction					
– Held by senior management	866	21	–	(188)	699
Shares not subject to trading restriction					
– RMB denominated ordinary shares	1,260,377	736	–	188	1,261,301
– Foreign shares listed overseas	1,716,577	–	–	–	1,716,577
Total	2,977,820	757	–	–	2,978,577

The par value of each share is RMB1.00.

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

45. Other equity instruments

	31 December 2016	[illegible]	Other changes in current year	Payment in current year	30 June 2017
Perpetual bonds	2,049,035	–	35,908	(103,800)	**1,981,143**

	31 December 2015	[illegible]	Other changes in current year	Payment in current year	31 December 2016
Perpetual bonds	2,033,043	–	119,792	(103,800)	2,049,035

A[illegible] 16 J[illegible] 2015, [illegible] G[illegible] perpetual bonds [illegible] 2,000 million. [illegible] 1,981,143,000 [illegible] 5.19% [illegible] 3 [illegible] 16 J[illegible] 2018 [illegible]

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

46. Capital surplus

	31 December 2016	Current year increase	Current year decrease	**30 June 2017**
Share premium	3,590,421	29,310	–	**3,619,731**
Other capital surplus:				
– [illegible]	692	–	–	**692**
– [illegible]	257	–	–	**257**
– [illegible]	420,004	6,778	(12,103)	**414,679**
– [illegible]	15,967	70	–	**16,037**
– [illegible]	435,101	3,428	–	**438,529**
– [illegible]	900,031	–	–	**900,031**
– [illegible]	(42,696)	–	–	**(42,696)**
– [illegible]	(246,669)	–	(78,103)	**(324,772)**
– [illegible]	(58,964)	–	–	**(58,964)**
– [illegible]	(406,795)	–	–	**(406,795)**
– [illegible]	(51,925)	–	–	**(51,925)**
– [illegible]	(1,549,826)	–	–	**(1,549,826)**
Others	120,987	–	–	**120,987**
Total	3,126,585	39,586	(90,206)	**3,075,965**

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[illegible] 30 June 2017
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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

46. Capital surplus (Continued)

	31 December 2015	Current year additions	Current year reductions	31 December 2016
Share premium	3,577,648	12,773	–	3,590,421
Other capital reserve:				
– [illegible]	692	–	–	692
– Donated non-cash assets	257	–	–	257
– Equity-settled share-based payment	402,887	22,316	(5,199)	420,004
– [illegible]	14,275	1,692	–	15,967
– [illegible]	207,660	227,441	–	435,101
– [illegible]	899,128	903	–	900,031
– [illegible]	(42,696)	–	–	(42,696)
– [illegible]	(224,430)	–	(22,239)	(246,669)
– [illegible]	(58,964)	–	–	(58,964)
– [illegible]	(406,795)	–	–	(406,795)
– [illegible]	(51,925)	–	–	(51,925)
– [illegible]	(1,249,826)	–	(300,000)	(1,549,826)
Others	113,952	7,035	–	120,987
Total	3,181,863	272,160	(327,438)	3,126,585

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IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

48. Surplus reserve

	31 December 2016	Current period addition	Current period deduction	**30 June 2017**
Statutory surplus reserve	1,489,287	–	–	**1,489,287**
Discretionary surplus reserve	1,790,092	–	–	**1,790,092**
Total	3,279,379	–	–	**3,279,379**

	31 December 2015	Current year addition	Current year deduction	31 December 2016
Statutory surplus reserve	1,413,486	75,801	–	1,489,287
Discretionary surplus reserve	1,790,092	–	–	1,790,092
Total	3,203,578	75,801	–	3,279,379

In accordance with the Company Law and the Company's Articles of Association, the Company should appropriate 10% of net profit for the year to the statutory surplus reserve, and the Company can cease appropriation when the statutory surplus reserve accumulated to more than 50% of the registered capital. The statutory surplus reserve can be used to make up for the loss or increase the paid in capital.

The Company's appropriation of discretionary surplus reserve is proposed by the Board of Directors. The discretionary surplus reserve can be used to make up for the loss of prior years or increase the paid in capital after approval.

49. Undistributed profits

	Note	**30 June 2017**	31 December 2016
Undistributed profits at beginning of the period		**17,495,053**	17,805,808
Add: Net profit attributable to shareholders of the Company for the current period		**796,898**	539,660
Less: [illegible]		**(35,908)**	(119,792)
Less: Appropriation to surplus reserve		**–**	(75,801)

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IV NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

49. Undistributed profits (Continued)

(1) Dividends of ordinary shares declared during the period

	30 June 2017	31 December 2016
Dividends per share (before tax)	**–**	–
Total cash dividends declared	**179,835**	654,822

In accordance with the resolution of the shareholders' general meeting of the Company on 9 June 2017, the Company distributed cash dividends of RMB0.06 per share to the ordinary shareholders on 20 July 2017 (2016: 0.22 per share), totalling 179,835,000 (2016: 654,822,000).

50. Revenue and cost of sales

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

There is no single customer that accounted for more than 10% of the total revenue.

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

50. Revenue and cost of sales (Continued)

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

Industry	For the Period from 1 January to 30 June 2017 Revenue from main operations	For the Period from 1 January to 30 June 2017 Cost of sales from main operations	For the Period from 1 January to 30 June 2016 Revenue from main operations	For the Period from 1 January to 30 June 2016 Cost of sales from main operations
Containers	**9,596,787**	**7,944,171**	4,403,976	4,028,151
Road transportation vehicles	**9,456,259**	**7,813,816**	6,807,849	5,586,799
Energy, chemical and liquid food equipment	**4,825,819**	**4,021,439**	4,180,940	3,372,051
Offshore engineering	**500,245**	**461,813**	950,752	822,464
Airport facilities	**1,147,629**	**932,468**	1,096,364	886,690
Logistics services	**3,725,556**	**3,242,929**	3,149,543	2,763,476
Finance	**1,145,113**	**498,703**	1,113,604	366,336
Real estate	**268,322**	**160,685**	203,751	100,269
Heavy trucks	**1,238,678**	**1,166,396**	790,779	771,101
Others	**752,520**	**669,197**	130,654	98,532
Total	**32,656,928**	**26,911,617**	22,828,212	18,795,869

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

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

The revenue and cost of sales from main operations by locations are determined based on the location where the goods are delivered or services are rendered.

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

50. Revenue and cost of sales (Continued)

(3) Revenue and cost of sales from other operations

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

53. General and administrative expenses

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Employee Benefits	**1,004,200**	783,266
Technology development expenses (?)	**288,459**	230,097
[illegible]	**165,200**	49,872
Depreciation	**134,408**	149,922
Amortization	**113,415**	99,409
Agency fees	**110,796**	97,258
Rental	**75,806**	63,119
[illegible]	**49,006**	30,969
Taxes and surcharges	**34,293**	127,122
Share-based payment expenses	**9,583**	19,889
Other general and administrative expenses	**382,873**	331,378
Total	**2,368,039**	1,982,301

54. Financial expenses-net

Notes to the Financial Statements

[illegible] 30 [illegible] 2017
(All [illegible] RMB'000 [illegible])
([illegible])

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

55. Expenses by nature

[illegible]

	For the Period from 1 January to 30 June 2017	[illegible] 30 [illegible] 2016
[illegible]	**(741,628)**	(244,984)
[illegible]	**24,492,423**	16,685,627
[illegible]	**3,216,847**	2,129,005
[illegible]	**1,152,911**	1,242,346
[illegible]	**560,202**	411,149
[illegible]	**594,251**	304,944
[illegible]	**130,874**	130,385
[illegible]	**288,459**	230,097
[illegible]	**294,912**	211,604
[illegible]	**283,549**	180,553
[illegible]	**149,651**	57,393
[illegible]	**164,295**	234,324
[illegible]	**209,567**	291,869
[illegible]	**663,795**	585,558
	31,460,108	22,449,870

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

	For the Period from 1 January to 30 June 2017	[illegible] 30 [illegible] 2016
Financial assets at fair value through profit or loss		
[illegible]		
1. [illegible]	**29,834**	944
2. [illegible]	**(73,769)**	(136,647)
[illegible]	**1,830**	141,409
[illegible]	**(42,105)**	5,706
Financial liabilities at fair value through profit or loss		
[illegible]		
1. [illegible]	**9,479**	131,398
[illegible]	**(32,626)**	137,104

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

57. Investment income

Investment income by categories

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
[illegible]	**(1,830)**	(141,409)
[illegible]	**4,106**	8,855
[illegible]	**533**	7,714
[illegible]	**2,538**	13,800
[illegible]	**(25,460)**	23,712
Others	**9,485**	–
Total	**(10,628)**	(87,328)

58. Asset impairment losses

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
[illegible]	**25,988**	14,445
[illegible]	**6,675**	–
[illegible]	**141,923**	343,501
[illegible]	**(3,521)**	6,962
[illegible]	**97,401**	153,029
[illegible]	**(35,563)**	(129,164)
[illegible]	**–**	178,634
[illegible]	**1,534**	94
[illegible]	**–**	700,000
Total	**234,437**	1,267,501

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

59. Other Income

	For the Period from 1 January to 30 June 2017
Financial subsidies	**57,088**
Tax return	**27,472**
Others	**6,472**
Total	**91,032**

60. Non-operating income

(1) Non-operating income by categories:

	For the Period from 1 January to 30 June 2017

[redacted]tes to the Financial Statements

[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

[redacted]L STATEMENTS (CONTINUED)

[redacted]	For the Period from 1 January to 30 June 2017	F[illegible] 1 J[illegible]n [illegible] 30 J[illegible] 2016	A[illegible] In[illegible] 1 J[illegible]n [illegible] 30 J[illegible] 2017
[redacted]	**17,388**	9,485	17,388
[redacted]	**17,388**	9,485	17,388
[redacted]	**–**	-	-
[redacted]	**352**	393	352
[redacted]	**1,699**	380	1,699
[redacted]	**11,486**	989	11,486
[redacted]	**679**	664	679
[redacted]	**800**	2,234	800
[redacted]	**32,404**	14,145	32,404

[redacted]	For the Period from 1 January to 30 June 2017	F[illegible] 1 J[illegible]n [illegible] 30 J[illegible] 2016
[redacted]		

Notes to the Financial Statements

For the Period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

62. Income tax expenses (Continued)

[illegible]:

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
[illegible]	**1,576,142**	(165,844)
[illegible]	**395,233**	338,676
[illegible]	**(63,499)**	(46,248)
[illegible]	**20,714**	32,243
[illegible]	**(90,621)**	(74,525)
[illegible]		

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

63. Earnings per share (Continued)

(2) Diluted earnings per share

Diluted earnings per share is calculated by dividing the consolidated net profit (adjusted) attributable to ordinary shareholders of the Company (adjusted) by the adjusted weighted average number of ordinary shares outstanding:

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Consolidated net profit attributable to ordinary shareholders of the Company	**796,898**	(378,034)
Interest attributable to holders of perpetual bonds	**(35,908)**	(51,900)
Effect of restricted shares incentive scheme	**(1,371)**	-
Consolidated net profit (adjusted) attributable to ordinary shareholders of the Company	**759,619**	(429,934)
Weighted average number of ordinary shares outstanding (diluted) ('000) (adjusted)	**2,986,410**	2,978,120
Diluted earnings per share (RMB/share)	**0.2544**	(0.1444)

(i) [illegible] ([illegible])

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Weighted average number of ordinary shares outstanding ('000)	**2,979,059**	2,978,120
Effect of restricted shares ('000)	**7,351**	-
Weighted average number of ordinary shares outstanding (diluted) ('000)	**2,986,410**	2,978,120

The board of directors of the Company has granted 60,000,000 shares (2.01% of the total number of shares 2,980,352,786) to the management in accordance with the share incentive scheme, see Note IX for details.

(All amounts in RMB'000 unless otherwise stated)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

(4) Cash received related to other financing activities

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Cash [illegible]	**81,616**	22,272
Cash [illegible]	**–**	98,104
Total	**81,616**	120,376

65. Information to cash flow statement

(1) Supplementary information to the consolidated cash flow statement

(a) [illegible]

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Net [illegible]	**1,066,509**	(541,160)
Add: [illegible]	**234,437**	1,267,501
[illegible]	**916,498**	1,056,717
Amortisation [illegible]	**175,734**	121,062
Amortisation [illegible]	**60,679**	64,902

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

65. Information to cash flow statement (Continued)

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

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

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

		For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
I.	Information on acquisition of subsidiaries and other business units:		
	Cash and cash equivalents paid for acquisition	**5,000**	965,028
	Less: Cash and cash equivalents held by subsidiaries and other business units on acquisition	**–**	200,451
	Net cash outflows/(inflows) on acquisition	**5,000**	764,577

(3) Cash and cash equivalents

		For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
I.	Cash		
	Including: Cash on hand	**155,947**	3,420
	Cash at bank that can be readily drawn on demand	**4,686,435**	4,074,994
	Other monetary funds that can be readily drawn on demand	**77,875**	232,145
II.	Reserve deposits with central bank of Finance Company	**1,020,166**	-
III.	Cash and cash equivalents at the end of the period	**5,940,423**	4,310,559

Note: Above Cash and cash equivalents exclude restricted cash.

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

66. Monetary items denominated in foreign currency

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

Notes to the Financial Statements

For the six months ended 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

66. Monetary items denominated in foreign currency (Continued)

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

Notes to the Financial Statements

[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

V. CHANGES IN THE SCOPE OF CONSOLIDATION

1. Business combinations involving enterprises not under common control

[illegible]

2. Disposal of subsidiaries

[illegible]

VI. EQUITY IN OTHER ENTITIES

1. Equity in subsidiaries

[illegible]

[illegible] 30 June 2017, [illegible] 621. [illegible] 360, [illegible] 758,912,000. [illegible] 20 [illegible] USD3 [illegible] Hong Kong, British Virgin Islands [illegible]

Notes to the Financial Statements

From 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination

()

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
1	Shenzhen Southern CIMC Containers Manufacture Co., Ltd. (SCIMC)	Business entity	Shenzhen, Guangdong					

(All amounts in RMB'000 unless otherwise stated)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

[illegible]

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Shareholding percentage (%) Indirect
9	Yangzhou Runyang Logistics Equipment Co., Ltd. (YZRYL)	[illegible]	Yangzhou, Jiangsu	Yangzhou, Jiangsu	[illegible]	USD20,000,000	-	100.00%
10	Shanghai CIMC Yangshan Logistics Equipment Co., Ltd. (SHYSLE)	[illegible]	Shanghai	Shanghai	[illegible]	USD29,480,000	-	100.00%
11	Shanghai CIMC Reefer Containers Co., Ltd. (SCRC)	[illegible]	Shanghai	Shanghai	[illegible]	USD31,000,000	72.00%	20.00%
12	Nantong CIMC Special Transportation Equipment Manufacture Co., Ltd. (NTCIMCS)	[illegible]	Nantong, Jiangsu	Nantong, Jiangsu	[illegible]	USD10,000,000	-	71.00%
13	Xinhui CIMC Special Transportation Equipment Co., Ltd. (XHCIMCS)	[illegible]	Jiangmen, Guangdong	Jiangmen, Guangdong	[illegible]	USD65,499,000	19.01%	80.99%
14	Nantong CIMC Tank Equipment Co., Ltd. (NTCIMCT)	[illegible]	Nantong, Jiangsu	Nantong, Jiangsu	[illegible]	USD35,000,000	-	70.79%
15	Dalian CIMC Railway Equipment Co., Ltd. (DLCIMCS)	[illegible]	Dalian, Liaoning	Dalian, Liaoning	[illegible]	USD20,000,000	55.00%	45.00%
16	Nantong CIMC Large Tank Co., Ltd.	[illegible]	Nantong, Jiangsu	Nantong, Jiangsu	[illegible]	USD47,700,000	-	70.79%
17	Shenzhen CIMC Special Vehicle Co., Ltd. (CIMCSV)	[illegible]	Shenzhen, Guangdong	Shenzhen, Guangdong	[illegible]	RMB200,000,000	-	63.33%

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Shareholding percentage (%) Indirect
18	Qingdao CIMC Special Vehicle Co., Ltd. (QDSV)	Business enterprise	Qingdao, Shandong	Qingdao, Shandong	[illegible]	RMB62,880,000	44.34%	35.25%
19	Foshan CIMC Logistics Equipment Co., Ltd. (Foshan Logistics)	Business enterprise	Foshan, Guangdong	Foshan, Guangdong	[illegible]	RMB3,000,000	-	100.00%
20	Shanghai CIMC Vehicle Logistics Equipment Co., Ltd. (SHL)	Business enterprise	Shanghai	Shanghai	[illegible]	RMB90,204,100	-	63.33%
21	Shenzhen CIMC Wood Co., Ltd. (CIMC Wood)	Business enterprise	Shenzhen, Guangdong	Shenzhen, Guangdong	[illegible]	RMB30,000,000	12.00%	88.00%
22	CIMC Vehicle (Liaoning) Co., Ltd. (LNVS)	Business enterprise	Yingkou, Liaoning	Yingkou, Liaoning	[illegible]	RMB60,000,000	-	63.33%
23	Tianjin Port-CIMC Zhenhua Logistics Co., Ltd. (Tianjin Port-CIMC)	Business enterprise	Tianjin	Tianjin	[illegible]			

Notes to the Financial Statements

F[illegible] 1 J[illegible] 30 J[illegible] 2017
(All [illegible] RMB'000 [illegible])
(Eng[illegible] Onl[illegible])

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Indirect
26	X[illegible] CIMC C[illegible] M[illegible] C[illegible], LTD (XHCM)	[illegible]	J[illegible], G[illegible]	J[illegible], G[illegible]	[illegible]	RMB129,000,000	-	63.33%
27	Q[illegible] CIMC [illegible] C[illegible], L[illegible] (QDHB)	[illegible]	Q[illegible], Sh[illegible]	Q[illegible], Sh[illegible]	[illegible]	RMB137,930,000	-	63.33%
28	Sh[illegible] CIMC S[illegible] C[illegible], L[illegible] (SHCIMCV)	[illegible]	Sh[illegible]	Sh[illegible]	[illegible]	RMB10,000,000	-	63.33%
29	CIMC F[illegible] C[illegible], L[illegible] (CIMCVL)	[illegible]	Sh[illegible], G[illegible]	Sh[illegible], G[illegible]	[illegible]			

Notes to the Financial Statements

For the six months ended 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

[illegible]

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Indirect
34	Inner Mongolia Hohhot CIMC W[illegible] Co., Ltd. (NMGW)	Business entity	Inner Mongolia	Inner Mongolia	[illegible]	RMB259,520,000	-	100.00%
35	Jiaxing CIMC W[illegible] Co., Ltd. (JXW)	Business entity	Jiaxing, Zhejiang	Jiaxing, Zhejiang	[illegible]	USD5,000,000	-	100.00%
36	Shenzhen Southern CIMC Containers Service Co., Ltd. (SCIMCL)	Business entity	Shenzhen, Guangdong	Shenzhen, Guangdong	[illegible]	USD5,000,000	-	100.00%
37	Ningbo CIMC Container Service Co., Ltd. (NBCIMCL)	Business entity	Ningbo, Zhejiang	Ningbo, Zhejiang	[illegible]	RMB30,000,000	-	100.00%
38	CIMC Sh[illegible] Development Co., Ltd. (CIMC SD)	Business entity	Shanghai	Shanghai	[illegible]	RMB204,123,000	98.53%	1.47%
39	CIMC Vehicle (Xinjiang) Co., Ltd. (SJ4S)	Business entity	Urumqi, Xinjiang	Urumqi, Xinjiang	[illegible]	RMB80,000,000	-	63.33%
40	CIMC Vehicle (Group) Co., Ltd. (HI)	Business entity	Shenzhen, Guangdong	Shenzhen, Guangdong	[illegible]	USD212,225,100	44.33%	19.00%
41	Qingdao CIMC Special Reefer Co., Ltd. (QDCSR)	Business entity	Qingdao, Shandong	Qingdao, Shandong	[illegible]	USD39,184,100	-	100.00%
42	Tianjin CIMC Logistics Equipment Co., Ltd. (TJCIMCLE)	Business entity	Tianjin	Tianjin	[illegible]	USD10,000,000	-	83.50%

Notes to the Financial Statements

F[illegible] 1 J[illegible] 30 J[illegible] 2017
(All [illegible] RMB'000 [illegible])
(Eng[illegible] Onl[illegible])

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Indirect
43	D[illegible] CIMC L[illegible] C[illegible] (DLL)	B[illegible]	D[illegible], L[illegible]ng	D[illegible], L[illegible]ng	[illegible]	USD14,000,000	-	100.00%
44	Ch[illegible]ng CIMC L[illegible] C[illegible] (CQLE)	B[illegible]	Ch[illegible]ng	Ch[illegible]ng	[illegible]	USD8,000,000	75.00%	25.00%
45	D[illegible] CIMC [illegible] C[illegible] (DLZH)	B[illegible]	D[illegible], L[illegible]ng	D[illegible], L[illegible]ng	[illegible]	USD45,170,000	62.70%	37.30%
46	Sh[illegible] CIMC [illegible] C[illegible] ([illegible])	B[illegible]	Sh[illegible], G[illegible]ng	Sh[illegible], G[illegible]ng	[illegible]	RMB66,388,889	62.96%	9.04%
47	CIMC [illegible] C[illegible] (TCCRC)	B[illegible]	[illegible]	[illegible]	[illegible]	RMB450,000,000	-	100.00%
48	H[illegible] CIMC [illegible] C[illegible] (HNW)	B[illegible]	S[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]

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For the period from 1 January to 30 June 2017
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	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
51	CIMC [illegible] Training (Shenzhen) Co., Ltd. ("CIMC Training")	Business entities	Shenzhen, Guangdong	Shenzhen, Guangdong				

Name	Category	Registration Place	Main Premises

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VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Indirect
69	CIMC Container Holding Co., Ltd. (Container Holding)	Business entity	Shenzhen, Guangdong	Shenzhen, Guangdong	[illegible]	RMB2,736,915,400	100.00%	-
70	Chengdu CIMC Logistics Equipment Co., Ltd. (Chengdu Logistics Equipment)	Business entity	Chengdu, Sichuan	Chengdu, Sichuan	[illegible]	RMB15,000,000	-	63.33%
71	Shaanxi CIMC Vehicle Industrial Garden (Shaanxi Vehicle Garden)	Business entity	Xianyang, Shaanxi	Xianyang, Shaanxi	[illegible]	RMB80,000,000	-	63.33%
72	CIMC Holdings (B.V.I.) Limited (CIMC BVI)	Business entity	Jiangmen, Guangdong	Jiangmen, Guangdong	[illegible]	RMB150,000,000	-	100.00%
73	CIMC Modular Building Design & Development Co. Ltd. (Modular Design)	Business entity	Jiangmen, Guangdong	Jiangmen, Guangdong	[illegible]	RMB50,000,000	-	87.40%
74	[illegible]	Business entity	Qingdao, Shandong	Qingdao, Shandong	[illegible]	RMB50,000,000	-	100.00%
75	[illegible]	Business entity	Qingdao, Shandong	Qingdao, Shandong	[illegible]	RMB979,000,000	-	100.00%
76	Shandong CIMC Industrial Park Investment Development Co., Ltd. (Shandong Vehicle Garden)	Business entity	Shandong, Liangshan	Shandong, Liangshan	[illegible]	RMB50,000,000	-	63.33%
77	[illegible]	Business entity	Shenzhen, Guangdong	Shenzhen, Guangdong	[illegible]	RMB60,000,000	-	54.70%

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	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Shareholding percentage (%) Indirect
78	Dongguan C[illegible] Inn[illegible] Port Development Co., Ltd. (Dongguan [illegible])	B[illegible]	Dongguan, Guangdong	[illegible] 54 P T 1 [illegible]				

Notes to the Financial Statements

[illegible]
[illegible]
[illegible]

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

[illegible]

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Shareholding percentage (%) Indirect
87	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	RMB10,000,000	-	82.00%
88	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	RMB158,000,000	-	66.24%
89	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	RMB85,761,300	-	75.00%
90	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	RMB80,000,000	-	54.70%
91	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	RMB20,000,000	-	32.82%
92	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	EUR1,500,000	-	60.00%
93	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	RMB10,000,000	-	54.72%
94	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	RMB137,844,600	-	50.78%
95	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	RMB20,000,000	-	70.73%

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VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
96	Dongguan CIMC Special Vehicle Co., Ltd. (Dongguan CIMC Special Vehicle)	Business entity	Dongguan, Guangdong	Dongguan, Guangdong	[illegible]	RMB200,000,000	-	63.33%
97	Guangdong CIMC Vehicle In[illegible] (Guangdong Vehicle In[illegible])	Business entity	Dongguan, Guangdong	Dongguan, Guangdong	[illegible]	RMB30,000,000	100%	-
98	Zhenhua (Tianjin) [illegible] Co., LTD (Zhenhua [illegible])	Business entity	Tianjin	Tianjin	[illegible]	RMB79,475,000	-	75.00%
99	CIMC [illegible] Holding Co., LTD (Jiangmen CIMC [illegible] Holding)	Business entity	Jiangmen, Guangdong	Jiangmen, Guangdong	[illegible]	RMB50,000,000	-	100.00%
100	Shenzhen CIMC Vehicle P[illegible] Investment Management Co., Ltd. (Shenzhen Vehicle P[illegible])	Business entity	Shenzhen, Guangdong	Shenzhen, Guangdong	Investment [illegible] management	RMB152,500,000	-	63.33%
101	CIMC Modern Logistics Development Co., Ltd. (Modern Logistics)	Business entity	Tianjin	Tianjin	[illegible] CIQ [illegible]	RMB1,049,226,700	100.00%	-
102	Dongguan Southern CIMC Logistics Equipment Manufacturing Co., Ltd. (Dongguan Southern CIMC)	Business entity	Dongguan, Guangdong	Dongguan, Guangdong	[illegible]	RMB600,000,000	-	100.00%
103	Ningbo CIMC Container Manufacture Co., Ltd. (Ningbo Container Manufacture)	Business entity	Ningbo	Ningbo	[illegible]	RMB500,000,000	-	100.00%
104	Shenzhen CIMC PengFeng Venture Investment Co., LTD (PengFeng Venture Investment)	Business entity	Shenzhen	Shenzhen	[illegible] investment	RMB50,000,000	-	100.00%

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VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Shareholding percentage (%) Indirect
105	Shenzhen Th[illegible] H[illegible] Zh[illegible] Investment Co., LTD (Shenzhen Th[illegible] H[illegible] Zh[illegible])	Business entity	Shenzhen	Shenzhen	Investment holding	RMB30,000,000	-	66.24%
106	G[illegible] Logistics Equipment Co., LTD (G[illegible] Logistics Equipment)	Business entity	Jiangmen	Jiangmen	Manufacture of logistics equipment	RMB31,800,000	19.01%	80.99%
107	Yangzhou CIMC H[illegible] Real Estate Co., Ltd. (Yangzhou H[illegible] Real Estate)	Business entity	Yangzhou	Yangzhou	Real estate development [illegible]	RMB25,000,000	-	82.00%
108	Yangzhou CIMC D[illegible] Real Estate Co., Ltd. (Yangzhou D[illegible] Real Estate)	Business entity	Yangzhou	Yangzhou	Real estate development [illegible]	RMB25,000,000	-	82.00%
109	Yangzhou CIMC H[illegible] Hotel Investment Co., Ltd. (Yangzhou H[illegible] Hotel)	Business entity	Yangzhou	Yangzhou	F[illegible] management, [illegible] investment management	RMB35,000,000	-	82.00%
110	T[illegible] CIMC Special Logistics Equipment Co. Ltd. (T[illegible] Special Logistics Equipment)	Business entity	T[illegible]ng, J[illegible]ng	T[illegible]ng, J[illegible]ng	Production and manufacture of [illegible] logistics equipment	USD20,000,000	50.00%	50.00%
111	Zh[illegible]ngzh[illegible] C[illegible] Engineering Co., LTD (Zh[illegible]ngzh[illegible] C[illegible] Engineering)	Business entity	Zh[illegible]ngzh[illegible]	Zh[illegible]ngzh[illegible]	[illegible] management	RMB43,000,000	-	66.00%
112	CIMC Enric Investment Holdings (Shenzhen) Ltd. (Enric Shenzhen Investment Holding)	Business entity	Shenzhen	Shenzhen	Investment holding	USD80,000,000	-	70.73%
113	Zhangjiagang CIMC S[illegible] Equipment [illegible] Co., Ltd. (S[illegible])	Business entity	Zhangjiagang	Zhangjiagang	Manufacture [illegible] equipment [illegible]	RMB30,000,000	-	63.66%

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Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information

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Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
						Direct	Indirect

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1)

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VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

[illegible]

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Shareholding percentage (%) Indirect
137	[illegible] Holding Limited ([illegible])	Business entity	Hong Kong, China	Hong Kong, China	Investment holding	HKD10,000	-	70.73%
138	[illegible] Limited ([illegible])	Business entity	British Virgin Islands	British Virgin Islands	Investment holding	USD50,000	-	63.33%
139	Sharp Vision Holding Limited (Sharp Vision)	Business entity	Hong Kong, China	Hong Kong, China	Investment holding	HKD1	-	100.00%
140	[illegible] Holding Limited ([illegible])	Business entity	British Virgin Islands	British Virgin Islands	Investment holding	USD50,000	-	70.73%
141	[illegible] Limited ([illegible])	Business entity	Hong Kong, China	Hong Kong, China	Investment holding	HKD1	-	100.00%
142	[illegible] Holding Ltd. ([illegible])	Business entity	British Virgin Islands	British Virgin Islands	Investment holding	USD10	-	100.00%
143	[illegible] U.A.	Business entity	Holland	Holland	Investment holding	EUR75,000,000	-	70.73%
144	[illegible] Holding B.V.	Business entity	Holland	Holland	Investment holding	EUR90,000	-	70.73%
145	CIMC Finance Leasing (HK) Co., Ltd.	Business entity	Hong Kong, China	Hong Kong, China	Finance Leasing	HKD500,000	-	100.00%
146	CIMC Offshore Holding Limited (CIMC Offshore)	Business entity	Hong Kong, China	Hong Kong, China	Investment holding	HKD2,234,855,000	-	100.00%
147	[illegible] CIMC U.A. (COOP)	Business entity	Holland	Holland	Investment holding	EUR25,500,000	99.00%	1.00%
148	North Sea Rigs Holding (NSR)	Business entity	British Virgin Islands	British Virgin Islands	Finance Leasing [illegible]	USD6,000	-	91.50%

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Name	Category

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Name	Category	Registration Place	Main Pre2istration

(All amounts in RMB'000 unless otherwise stated)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(2) The Group does not have subsidiaries obtained through combination under common control

(3) Subsidiaries acquired through combinations under non-common control

( ) [illegible]

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Shareholding percentage (%) Indirect
1	Luoyang CIMC Lingyu Automobile CO., LTD. (LYV)	[illegible]	Luoyang, Henan	Luoyang, Henan	[illegible]	RMB122,745,700	-	45.26%
2	Wuhu CIMC Ruijiang Automobile CO LTD (WHVS)	[illegible]	Wuhu, Anhui	Wuhu, Anhui	[illegible]	RMB161,786,100	-	45.76%
3	Liangshan Dongyue Vehicle Co., Ltd. (LSDYV)	[illegible]	Liangshan, Shandong	Liangshan, Shandong	[illegible]	RMB90,000,000	-	44.39%
4	Qingdao CIMC Container Manufacture Co., Ltd. (QDCC)	[illegible]	Qingdao, Shandong	Qingdao, Shandong	[illegible]	USD27,840,000	-	100.00%
5	Qingdao CIMC Reefer Container Manufacture Co., Ltd. (QDCRC)	[illegible]	Qingdao, Shandong	Qingdao, Shandong	[illegible]	USD86,846,680	-	100.00%
6	Tianjin CIMC North Ocean Container Co., Ltd. (TJCIMC)	[illegible]	Tianjin	Tianjin	[illegible]	USD15,469,300	47.50%	52.50%
7	Shanghai CIMC Baowell Industries Co., Ltd. (SBWI)	[illegible]	Shanghai	Shanghai	[illegible]	USD28,500,000	-	94.74%
8	CIMC Vehicle (G[illegible]) (Shandong) Co., Ltd. (KGR)	[illegible]	[illegible], Shandong	[illegible], Shandong	[illegible]	USD18,930,100	-	55.10%

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VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries acquired through combinations under non-common control (Continued)

[illegible]

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
17	Shijiazhuang Enric Gas Equipment Co., Ltd. (Shijiazhuang Enric)	[illegible]	Shijiazhuang, Hebei	Shijiazhuang, Hebei	[illegible]	USD32,000,000	–	70.73%
18	Enric (Langfang) Energy Equipment Integration Co., Ltd. (Langfang Enric)	[illegible]	Langfang, Hebei	Langfang, Hebei	[illegible]	HKD115,000,000	–	70.73%
19	Enric (Beijing) Energy Technology Co., Ltd. (Beijing Enric)	[illegible]	Beijing	Beijing	[illegible]	HKD40,000,000	–	70.73%
20	CIMC Enric (Jingmen) Energy Equipment	[illegible]	Jingmen, Hubei	Jingmen, Hubei	[illegible]	HKD50,000,000	–	70.73%
21	Jingmen Hongtu Special Aircraft Manufacturing Co., Ltd. (Jingmen Hongtu)	[illegible]	Jingmen, Hubei	Jingmen, Hubei	[illegible]	RMB100,000,000	–	56.58%
22	Ningguo CIMC Wood Co., Ltd. (NGCIMCW)	[illegible]	Ningguo, Anhui	Ningguo, Anhui	[illegible]	RMB9,884,600	–	60.00%
23	Yantai CIMC Raffles Offshore Ltd. (YCRO)	[illegible]	Yantai, Shandong	Yantai, Shandong	[illegible]	RMB2,291,190,000	–	97.89%

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VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries acquired through combinations under non-common control (Continued)

( ) [illegible]

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Indirect
24	Yantai CIMC R[illegible] Co., Ltd. (YCRS)	[illegible]	Yantai, Shandong	Yantai, Shandong	[illegible]	RMB125,980,000	-	83.47%
25	Haiyang CIMC R[illegible] Ltd. (HCRO)	[illegible]	Haiyang, Shandong	Haiyang, Shandong	[illegible]	RMB200,000,000	-	97.89%
26	Longkou CIMC R[illegible] Co., Ltd. (LCRO)	[illegible]	Longkou, Shandong	Longkou, Shandong	[illegible]	RMB290,000,000	-	97.89%
27	Shandong M[illegible] Co., Ltd. (SDMV)	[illegible]	Jining, Shandong	Jining, Shandong	[illegible]	RMB66,000,000	-	44.39%
28	Xin[illegible] (Xin[illegible])	[illegible]	Beijing	Beijing	[illegible]	RMB25,000,000	-	38.29%
29	Yangjiang Sh[illegible] Co., Ltd. (YJFR)	[illegible]	Yangjiang, Guangdong	Yangjiang, Guangdong	[illegible]	RMB10,000,000	-	49.20%
30	Nanjing Yang[illegible] Design & Engineering Co., Ltd. (Yang[illegible])	[illegible]	Nanjing, Jiangsu	Nanjing, Jiangsu	[illegible]	RMB88,000,000	-	70.73%

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	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Shareholding percentage (%) Indirect
31	Zhenhua Logistics Group Co., Ltd. (Zhenhua Group)	Business entity	Tianjin	Tianjin				

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	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Shareholding percentage (%) Indirect
40	Zh nh D ngj ng (T njn) C ., L . (Zh nh D ngj ng (T njn))	B n	T njn	T njn	C mm n n l gh	RMB50,000,000	-	75.00%
41	T njn Zh nh In n l T B W h ng (T njn Zh nh T B)	B n	T njn	T njn	C g g n	RMB5,628,800	-	75.00%
42	B g n S (Sh nh n) C ., L . (Sh nh n B g n)	B n	Sh nh n, G ng ng	Sh nh n, G ng ng	P n n h n h l	HKD7,500,000	-	70.00%
43	B g n S (Sh ngh) C ., L . (Sh ngh B g n)	B n	Sh ngh	Sh ngh	C n h n h l m h	USD513,000	-	70.00%
44	T njn K h ng l m n B335(T)111(35/ (1G ng	RMB508,035,000 l			-			

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Name	Category	Registration Place	Main Premises	
				RuiJi Lo.412iTf(Wuhu) Co., Ltd (WHRJL) truck special-use vehicles, engd(ering)]TJ.5 93Td(Re1ET65 2.824Tj0 -MB1,100,000,000(Re12.14
				Premi2 Td(Reg/ntitytion.5 931siness scoeSY.4[Wuhu,)37(Anhui)]Jss scoeSY.4[Wuhu,)37(Anhui)]TJ)(B)T043ss sc Manufacture and sale of agricultur0 1vehicles agricultur0 1machd(Td and)]TJ. i8.337 1 [r)18(ele Henan,

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VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries acquired through combinations under non-common control (Continued)

[illegible]

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%)	
							Direct	Indirect
56	CIMC Rolling Stock Australia Pty Ltd. ("CIMC Aus")	Business company	Australia	Australia	Sales of vehicles	AUD50,000	-	63.33%
57	Enric Energy Equipment Holdings Limited ("Enric")	Business company	Cayman Islands	Cayman Islands	Investment holding	HKD1,936,838,008 HKD0.01 per share	-	70.73%
58	Burg Industries B.V.	Business company	Holland	Holland	Investment holding	EUR841,267	-	100.00%
59	CIMC ENRIC Tank and Process B.V.	Business company	Holland	Holland	Investment holding	EUR20,000,000	-	70.73%
60	Ziemann Holvrieka B.V.	Business company	Holland	Holland	Sales of [illegible] equipment	EUR136,200	-	70.73%
61	Ziemann Holvrieka International B.V.	Business company	Holland	Holland	Production, assembly and [illegible] equipment	CIMC Aus)		

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VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries acquired through combinations under non-common control (Continued)

(a) [illegible] (Continued)

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Indirect
68	Burg Service B.V.	Business entity	Holland	Holland	Assembly and [illegible] of trailers and [illegible] equipment	EUR150,000	-	70.73%
69	LAG Trailers N.V.	Business entity	Belgium	Belgium	Manufacturing trailers	EUR3,245,000	-	63.33%
70	Ziemann Holvrieka N.V.	Business entity	Belgium	Belgium	Production of [illegible] equipment	EUR991,600	-	70.79%
71	Immoburg N.V. Bree	Business entity	Belgium	Belgium	Production of [illegible]	EUR248,000	-	63.33%
72	Ziemann Holvrieka A/S	Business entity	Denmark	Denmark	Production of [illegible] equipment	DKK1,000,000	-	70.73%
73	Direct Chassis LLC (DCEC)	Business entity	USA	USA	Manufacturing [illegible] vehicles	USD10,000,000	-	63.33%
74	CIMC TGE Gas Investment SA (TGESA)	Business entity	Luxembourg	Luxembourg	Investment holding	EUR50,000	-	60.00%
75	TGE Gas Engineering GmbH (TGE Gas)	Business entity	Germany	Germany	Providing EP+CS (Design, Purchasing and Construction Supervision) [illegible] LNG, LPG [illegible]	EUR1,000,000	-	60.00%
76	CIMC Raffles Offshore (Singapore) Limited (Raffles)	Business entity	Singapore	Singapore	Production of [illegible] drilling [illegible] drilling Platforms, FPSOs, FSOs	SGD594,416,915 and USD303,122,013	-	100.00%

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	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Shareholding percentage (%) Indirect
77	CIMC Raffles Investment Limited	Business entity	Hong Kong, China	Hong Kong, China	Investment holding	HKD2	-	100.00%
78	CIMC Raffles Leasing Pte. Ltd.	Business entity	Singapore	Singapore	[illegible]	SGD2	-	100.00%
79	Caspian Dolphin Pte. Ltd.	Business entity	Singapore	Singapore	[illegible]	USD30,000,000	-	100.00%
80	[illegible] International Limited ([illegible])	Business entity	United Kingdom	United Kingdom	[illegible]	GBP100	-	60.00%
81	[illegible] AB.	Business entity	Sweden	Sweden	Investment holding	SEK1,000,000	-	100.00%
82	Pteris Global Investment Limited (Pteris Global)	Business entity	Hong Kong, China	Hong Kong, China	Investment holding	USD1	-	100.00%
83	Ziemann International GmbH (Ziemann Group)	Business entity	Germany	Germany	Design, [illegible]	EUR16,000,000	-	70.73%
84	Albert Ziegler GmbH (Ziegler)	Business entity	Germany	Germany	Design [illegible], Manufacturing	EUR13,543,000	-	60.00%
85	[illegible] AB ([illegible])	Business entity	Sweden	Sweden	Design [illegible], Manufacturing	SEK1,000,000	-	90.00%
86	CIMC MBS LIMITED (CML)	Business entity	United Kingdom	United Kingdom	Modular	GBP3,884,303	-	100.00%
87	Zhenhua Logistics (Hong Kong) Co., Ltd. (Zhenhua Hong Kong)	Business entity	Hong Kong, China	Hong Kong, China	Logistics	USD6,600,000	-	75.00%

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VI.

	Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bonds	Shareholding percentage (%) Direct	Indirect
88	CIMC Australia Road Transport Equipment Pty Ltd (CARTE)	[illegible]	Australia	Australia	Investment holding	AUD8,300,000	-	63.33%
89	[illegible] Investment Holding Limited ([illegible])	[illegible]	Hong Kong, China	Hong Kong, China	Investment holding	HKD10,000,000	-	70.00%
90	[illegible] Limited (Hong Kong [illegible])	[illegible]	Hong Kong, China	Hong Kong, China	[illegible]	HKD5,000,000	-	70.00%
91	[illegible] Global Ltd	[illegible]	Singapore	Singapore	Investment holding	SGD322,947,152	-	78.14%
92	[illegible] Investment Limited (VIL)	[illegible]	United Kingdom	United Kingdom	Investment holding	GBP1,108	-	100.00%
93	CIMC [illegible] Limited (CDL)	[illegible]	United Kingdom	United Kingdom	[illegible]	GBP1	-	100.00%
94	[illegible] Services Ltd (VSL)	[illegible]	United Kingdom	United Kingdom	[illegible]	GBP1	-	100.00%
95	[illegible] Limited	[illegible]	United Kingdom	United Kingdom	[illegible]	GBP3,385,000	-	70.73%
96	[illegible] Limited	[illegible]	United Kingdom	United Kingdom	[illegible]	692,041 [illegible]	-	63.33%

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(4) There is no significant partial disposal of subsidiary equity in current period (not losing control).

(5) There is no acquisition of significant minority interests in the current period.

2. Equity in associates and joint ventures

(1) Basic information of major associates and joint ventures

	Main Premises	Registration Place	Nature of business	Strategic for the group or not	Shareholding ratio-Direct	Shareholding ratio-Indirect
Joint ventures –						
NKY Zh[illegible]nh	Tianjin	Tianjin	L[illegible]	No	–	38.25%
Y&C Eng[illegible]	Wuhu, Anhui	Wuhu, Anhui	[illegible]	Yes	–	33.12%
Associates –						
LH [illegible]	B[illegible]	B[illegible]	[illegible]	No	–	15.58%
Shanghai [illegible]	Shanghai	Shanghai	[illegible]	Yes	–	40.00%
TSC	H[illegible](USA)	Cayman Islands	[illegible]	Yes	–	13.42%
J[illegible] Sh[illegible]ng	Hong Kong	Hong Kong	L[illegible]	No	–	30.00%
Ch[illegible]	Ch[illegible]ng	Cayman Islands	[illegible]	Yes	–	30.00%
Sh[illegible]	Beijing	Beijing	[illegible]	No	–	45.00%

[illegible]

(2) Excess deficit of major associates and joint ventures

[illegible]

VII. EQUITY OF THE STRUCTURED BODY NOT INCLUDED IN THE CONSOLIDATION RANGE OF THE CONSOLIDATED FINANCIAL STATEMENTS

[illegible]

Notes to the Financial Statements

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS

1. The company does not have any holding company.

2. For the information on the subsidiaries of the company, refer to Note VI.1.

3. For the information about the joint ventures and associates of the Company, refer to Note VI.2.

In [illegible] Note VI, [illegible]:

	Main place of business	Registered Address	The nature of the business	The group activity is strategic	Shareholding percentage – direct	Shareholding percentage – indirect
Joint ventures -						
[illegible]	Nanning	Nanning	[illegible]	No	-	50.00%
[illegible]	Tianjin	Tianjin	[illegible]	No	-	38.25%
[illegible]	Qingdao	Qingdao	[illegible]	No	-	35.00%
[illegible]	Shanghai	Shanghai	[illegible]	No	-	35.00%
[illegible]	Tianjin	Tianjin	[illegible]	No	-	35.00%
Associates						
[illegible]	[illegible]	[illegible]	[illegible]	No	-	35.00%
[illegible]	Zhenjiang	Zhenjiang	[illegible]	No	-	16.40%
[illegible]	Fujian	Fujian	[illegible]	No	-	30.00%
[illegible]	Hong Kong	Hong Kong	[illegible]	No	-	20.00%
[illegible]	Shanghai	Shanghai	[illegible]	No	-	15.83%
[illegible]	Zhejiang	Zhejiang	[illegible]	No	-	30.00%
[illegible]	Dalian	Dalian	[illegible]	No	-	30.00%
[illegible]	Tianjin	Tianjin	[illegible]	No	-	39.22%
[illegible] CIMC	[illegible]	[illegible]	[illegible]	No	-	45.00%
[illegible]	Ningbo	Ningbo	[illegible]	No	-	21.00%

Notes to the Financial Statements

From 1 January to 30 June 2017
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VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

4. Information of other related parties

Company name	Relationship with the Group
SUMITOMO CORPORATION	Minority shareholder of subsidiaries
Sh[illegible]	Minority shareholder of subsidiaries
Ocean International [illegible]	Subsidiary of significant shareholder
FML	Subsidiary of significant shareholder
G[illegible]	Minority shareholder of subsidiaries
A[illegible] Co., Ltd.	Minority shareholder of subsidiaries
Sh[illegible]	Minority shareholder of subsidiaries
China Merchants Shekou Industrial Zone Holdings Co., Ltd.	Subsidiary of significant shareholder
Florens Container Corporation S.A.	Subsidiary of significant shareholder
China COSCO Shipping Corporation Limited	Significant Shareholder
Florens Container [illegible] Ltd.	Subsidiary of significant shareholder

Note: Significant shareholder represents shareholder holding more than 5% (including) of the Company's shares.

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

VIII.

Nature			For the Period from Amount	For the period from 1 January to 30 June 2016 Amount
Sales of goods	93,174	38,242		
63,809	66,874			
Rendering services	20,078	10,352		

(3) Financing

Interest income

Note

Financing received				
45,571	19 September 2008	[illegible]	522	
			Sh[illegible] F[illegible]	27,215
				72,786
			Financing provided	
				503,568
				25[illegible]

VIII.

Notes to the Financial Statements

F ... 1 J n ... 30 J n 2017
(All ... RMB'000 ...)
(Engl h T ... Onl)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transactions (Continued)

(4) Other related party transactions (Continued)

( )

D ... n ... m n g m n ... m l m n ... 30 J n 2017 ... ll :

Name		Remuneration	Salary and allowance	Pension	Bonus	Entry Bonus	Housing allowance	Others	Total
		Emoluments for other management service of the Company or subsidiaries							
D ...									
W ng H ng		–	–	–	–	–	–	–	–
W ng Y h ng		–	–	–	–	–	–	–	–
M B l ng		–	1,350	42	–	–	–	223	1,615
W ng Zh n		–	–	–	–	–	–	–	–
L Ch ng		–	–	–	–	–	–	–	–
P n Ch ng		100	–	–	–	–	–	–	100
W ng G n		100	–	–	–	–	–	–	100
P n Zh ng		100	–	–	–	–	–	–	100
T l		300	1,350	42	–	–	–	223	1,915
S ...									
X ng B		–	86	21	–	–	–	6	113
L n L	N ( )	–	–	–	–	–	–	–	–
Zh ng M ng n		–	–	–	–	–	–	–	–
L Sh ng h	N ( )	–	–	–	–	–	–	–	–
T l		–	86	21	–	–	–	6	113
O h S n E ...									
W F		–	661	55	–	–	–	16	732
L Y nh		–	401	54	–	–	–	16	471
L X b n		–	688	55	–	–	–	16	759
Zh ng B ng		–	661	–	–	–	–	–	661
Y Y		–	375	–	–	–	–	–	375
G X ng		–	718	45	–	–	–	11	774
J n J nl ng	N ( )	–	330	–	–	–	–	–	330
Z ng H n	N ( )	–	170	22	–	–	–	8	200
Y ng R ng		–	568	48	–	–	–	16	632
Y Y n		–	660	42	–	–	–	16	718
S b l		–	5,232	321	–	–	–	99	5,652
T l		300	6,668	384	–	–	–	328	7,680

N ( ): A ... 20 D ... mb ... 2016, ... b 2016 ... n ... l ... ng M L n L ... j ... n ... M L Sh ng h ... n b h l ... gh b ... 7).

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transactions (Continued)

(4) Other related party transactions (Continued)

( )

Notes to the Financial Statements

For the six months ended 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transactions (Continued)

(4) Other related party transactions (Continued)

[illegible]

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

IX. SHARE-BASED PAYMENTS

1. Information about share-based payments

Total equity instruments granted during the period	The total number of share options granted by the Company and Enric is 0 this period.
Total equity instruments exercised during the period	The number of exercised share options granted by the Company and Enric are 1,776,000 and 1,676,000 respectively this period.
Total equity instruments forfeited during the period	The Company has no forfeited equity instruments this period and the number of share options forfeited in Enric is 294,000 this period.
The range of exercise prices of outstanding share options and the remaining contractual life	1. Exercise prices of share options granted by Enric in 2009, 2011 and 2014: HKD4, HKD2.48 and HKD11.24 per share respectively, the remaining contractual life are 2.30, 4.32 and 6.93 years respectively; 2. Exercise prices of share options granted by the Company in 2010 and 2011: RMB10.49 (after adjustment) and RMB16.02 per share respectively (after adjustment), the remaining contractual life is both 3.24 years.
The range of exercise prices of other equity instruments outstanding and the remaining contractual life	Nil

Expenses arising from share-based payment transactions are as follows:

	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016
Equity-settled share-based payment	**9,583**	19,889

IX. SHARE-BASED PAYMENTS (CONTINUED)

2. Information on equity-settled share-based payment

(1) Information on equity-settled share-based payment of Enric

Enric, [illegible] (the "Plan I"), [illegible] 11 November 2009. [illegible] 50% [illegible] 100% [illegible] 43,750,000, [illegible] HKD4 [illegible]

Enric [illegible] (the "Plan II"), [illegible] 28 October 2011. [illegible] Plan II, [illegible] 40% [illegible] 70% [illegible] 100% [illegible] 38,200,000, [illegible] HKD2.48 [illegible]

Enric, [illegible] (the "Plan III"), [illegible] 5 June 2014. [illegible] Plan, [illegible] 40% [illegible] 70% [illegible] 100% [illegible] 38,420,000, [illegible] HKD11.24 [illegible]

[illegible] Enric:

	30 June 2017 '000	31 December 2016 '000
Beginning balance	**83,572**	86,599
Granted	**–**	–
Exercised	**(1,676)**	(1,211)
Cancelled	**(162)**	(1,776)
Forfeited	**(132)**	(40)
Ending balance	**81,602**	83,572

Notes to the Financial Statements

[illegible]

[illegible]

[illegible]

IX. SHARE-BASED PAYMENTS (CONTINUED)

2. Information on equity-settled share-based payment (Continued)

(2) Information on equity-settled share-based payment of the Company

[illegible]

(a) [illegible]

(b) [illegible]

(c) [illegible]

[illegible]

[illegible]

[illegible]

Notes to the Financial Statements

For the six months ended 30 June 2017
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(English Translation for Reference Only)

IX. SHARE-BASED PAYMENTS (CONTINUED)

2. Information on equity-settled share-based payment (Continued)

(2) Information on equity-settled share-based payment of the Company (Continued)

[illegible] Company:

	30 June 2017 '000	31 December 2016 '000
Beginning balance	**25,229**	25,986
Exercised for the period	**(1,776)**	(757)
Cancelled for the period	**–**	–
Forfeited for the period	**–**	–
Ending balance	**23,453**	25,229

(3) Basis of the best estimate of the number of equity instruments expected to vest is as follows:

[illegible]

[illegible]

As at 30 June 2017, [illegible]	**414,679**
Total [illegible] for the period, including:	
– attributable to the Company	**–**
– attributable to [illegible]	**9,583**
	9,583

Notes to the Financial Statements

F[illegible] 1 J[illegible] [illegible] 30 J[illegible] 2017
(All [illegible] RMB'000 [illegible])
(Engl[illegible] T[illegible] Onl[illegible])

X. CONTINGENCIES (CONTINUED)

3. Notes payable issued but not accounted for, outstanding letter of credit issued but undue and outstanding performance guarantees

Th[illegible] G[illegible] C[illegible] [illegible] 30 J[illegible] 2017, [illegible] RMB330,227,000 [illegible] RMB88,443,000, [illegible] RMB418,670,000 (31 D[illegible] 2016: RMB1,143,013,000).

A[illegible] 30 J[illegible] 2017, [illegible] C[illegible] RMB915,000,000 [illegible] USD20,000,000 ([illegible] RMB135,501,000) [illegible] RMB1,050,501,000.

A[illegible] 30 J[illegible] 2017, CMIC R[illegible] USD53,753,000 ([illegible] RMB364,183,000), [illegible] USD32,000,000 ([illegible] RMB216,802,000), USD21,753,000 ([illegible] RMB147,381,000) [illegible] (31 D[illegible] 2016: RMB905,730,000).

A[illegible] 30 J[illegible] 2017, CIMC En[illegible] RMB698,752,000 [illegible] RMB342,096,000, [illegible] RMB356,656,000 (31 D[illegible] 2016: RMB779,018,000,).

A[illegible] 30 J[illegible] 2017, TLC, [illegible] USD115,000 ([illegible] RMB799, 000). (31 D[illegible] 2016: RMB2, 844,000).

A[illegible] 30 J[illegible] 2017, QDCRC, [illegible] RMB32,537,000 (31 D[illegible] 2016: RMB10,478,000).

A[illegible] 30 J[illegible] 2017, TAS [illegible] 684,748,000, [illegible] RMB375,133,000, RMB20,540,000, RMB32,669,000 [illegible] RMB256,406,000 [illegible] (31 D[illegible] 2016: RMB682,818,000).

A[illegible] 30 J[illegible] 2017, CIMC F[illegible] RMB23,493,000, RMB1,593,000, RMB5,600,000 [illegible] RMB9,000,000 [illegible] RMB39,916,000 (31 D[illegible] 2016: RMB28,396,000).

A[illegible] 30 J[illegible] 2017, Z[illegible] L[illegible] G[illegible] RMB12,970,000 (31 D[illegible] 2016: RMB42,125,000).

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

X. CONTINGENCIES (CONTINUED)

3. Notes payable issued but not accounted for, outstanding letter of credit issued but undue and outstanding performance guarantees (Continued)

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

Notes to the Financial Statements

F[illegible] 1 J[illegible] 30 J[illegible] 2017
(All [illegible] RMB'000 [illegible])
(Engl[illegible]h T[illegible] Onl[illegible])

XII. EVENTS AFTER THE BALANCE SHEET DATE

1. On 5 J[illegible] 2017, EIHL (Sh[illegible]) [illegible] SOE [illegible] SOE B[illegible] L[illegible] (南通太平洋破產清算組) [illegible] SOE [illegible] SOE. On 4 A[illegible] 2017, [illegible] SOE R[illegible] Pl[illegible] SOE [illegible] On 16 A[illegible] 2017, SOE [illegible] CIMC E[illegible] G[illegible]. SOE [illegible] 南通中集太平洋海洋工程有限公司 (N[illegible] CIMC S[illegible] O[illegible] & Eng[illegible] C[illegible], L[illegible]). F[illegible] 6 J[illegible] 2017, 4 A[illegible] 2017 [illegible] 16 A[illegible] 2017 [illegible] Ch[illegible] Sh[illegible] T[illegible], C[illegible] (N[illegible] N[illegible]: CIMC]2017-036, CIMC]2017-047 [illegible] CIMC]2017-054) [illegible] H[illegible] K[illegible] S[illegible] E[illegible] ([illegible]).

2. On 17 J[illegible] 2017, CIMC S[illegible] R[illegible] E[illegible] CGRE [illegible] CGRE [illegible] RMB926,322,300 [illegible] CIMC S[illegible] R[illegible] E[illegible] 25% [illegible] C[illegible] 61.5% [illegible] CIMC S[illegible] R[illegible] E[illegible] CIMC Sh[illegible] F[illegible] 17 J[illegible] 2017 [illegible] Ch[illegible] J[illegible] Sh[illegible] T[illegible], C[illegible] (N[illegible] N[illegible]: CIMC] 2017-040) [illegible] H[illegible] K[illegible] [illegible]

Notes to the Financial Statements

[illegible] 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

XIII. SEGMENT REPORTING

[illegible]

1. Segment profits, losses, assets and liabilities

[illegible]

[illegible]

[illegible]

Notes to the Financial Statements

[illegible] 30 J[illegible] 2017
(All [illegible] RMB'000 [illegible])
(Engl[illegible] Onl[illegible])

XIII. SEGMENT REPORTING (CONTINUED)

1. Segment profits, losses, assets and liabilities (Continued)

[illegible]

Road 9TJ-4.826 -1.667 Td[tran)0.5(sportatio)0.5(n 9TJ3.23 -1.667 Td[vehic)0.5(le79TJ0.029 Tw 7.861 5 Td[Ena))0.5(gy an)0.5(d 9TJ-0.426 -1.667 Td[chem)0.5(istry & 9TJ-0.02 Tw 3.85 -1.667 Td[food)0.5(9TJ-3.188 -1.667 Td[equi)0.5(pment9TJ

Containa

Notes to the Financial Statements

For the six months from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

XIII. SEGMENT REPORTING (CONTINUED)

1. Segment profits, losses, assets and liabilities (Continued)

[illegible]

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

XIII. SEGMENT REPORTING (CONTINUED)

2. Geographic information

[illegible]

[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible])

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

1. Credit risk

[illegible]

[illegible]

[illegible]

Notes to the Financial Statements

(English Translation for Reference Only)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

2. Liquidity risk

28,068,602 –

(All amounts in RMB'000 unless otherwise stated)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

2. Liquidity risk (Continued)

	31 December 2016 Undiscounted contractual cash flows					
	Within 1 year or on demand	1 to 2 years	2 to 5 years	Over 5 years	Total	Carrying amount in the balance sheet
Financial assets						
Cash at bank and on hand	6,325,998	–	–	–	6,325,998	6,325,998
Financial assets at fair value through profit or loss	141,160	–	325,187	–	466,347	466,347
Accounts receivable and other receivables	24,619,828	–	–	–	24,619,828	24,619,828
Current portion of non-current assets	5,513,253	–	–	–	5,513,253	3,941,689
Available-for-sale financial assets	–	–	36,803	412,240	449,043	442,726
Interest receivable	9,250	–	–	–	9,250	9,250
Dividends receivable	41,959	–	–	–	41,959	41,959
Long-term receivables	–	3,997,923	5,268,322	12,907,684	22,173,929	13,220,242
Subtotal	36,651,448	3,997,923	5,630,312	13,319,924	59,599,607	49,068,039
Financial liabilities						
Financial liabilities at fair value through profit or loss	199,225	–	3,816	–	203,041	203,041
Short-term borrowings	15,729,787	–	–	–	15,729,787	15,729,787
Notes payable	1,551,582	–	–	–	1,551,582	1,551,582
Debentures payable	189,000	189,000	8,175,500	–	8,553,500	7,986,500
Accounts payable and other payables	15,315,024	–	–	–	15,315,024	15,315,024
Interest payable	303,375	–	–	–	303,375	303,375
Dividends payable	16,746	–	–	–	16,746	16,746
Current portion of non-current liabilities	3,667,872	–	–	–	3,667,872	3,667,872
Other current liabilities	1,666,966	–	–	–	1,666,966	1,687,762
Long-term borrowings	1,056,608	10,819,611	16,387,132	3,464,214	31,727,565	27,023,222
Long-term payables	–	520,988	4,767	23,220	548,975	529,372
Other non-current liabilities	314,210	314,210	314,210	1,685,812	2,628,442	2,037,458
Subtotal	40,010,395	11,843,809	24,885,425	5,173,246	81,912,875	76,051,741
Net total	(3,358,947)	(7,845,886)	(19,255,113)	8,146,678	(22,313,268)	(26,983,702)

Bank and other borrowings are repayable as follows:

	30 June 2017		31 December 2016	
	Bank borrowings	Other borrowings	Bank borrowings	Other borrowings
Within 1 year	**23,546,054**	**–**	19,255,497	–
1 to 2 years	**4,773,878**	**–**	9,763,003	–
2 to 5 years	**15,472,650**	**–**	14,362,508	–
Over 5 years	**2,709,669**	**–**	2,897,711	–
	46,502,251	**–**	46,278,719	–

Notes to the Financial Statements

For the six months ended 30 June 2017
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XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

3. Interest rate risk

[illegible]

(1) As at 30 June 2017, the Group held the following interest-bearing financial instruments:

	30 June 2017 Interest rate (%)	30 June 2017 Amount	31 December 2016 Interest rate (%)	31 December 2016 Amount
Fixed rate interest-bearing financial instruments				
Financial asset				
– Long-term receivables	2.58%-17.53%	13,499,327	2.58%-17.53%	13,220,242
– Current portion of non-current assets	2.58%-17.53%	4,118,028	2.58%-17.53%	3,941,689
Financial liabilities				
– Short-term borrowings	1.30%~6.09%	8,103,587	0.65%-16.41%	6,280,953
– Debentures payable	3.07%-3.89%	7,986,500	3.07%-3.89%	7,986,500
– Current portion of non-current liabilities	2.38%~3.35%	995,408	2.65%-2.90%	800,000
– Long-term borrowings	1.20%~6.37%	1,936,946	1.45%-6.37%	1,043,007
– Other current liabilities	0.01%-1.00%	2,583,959	0.01%-1.00%	1,666,966
– Other non-current liabilities	4.99%-12.00%	2,037,458	4.99%-12.00%	2,037,458
Total		(6,026,503)		(2,652,953)

	30 June 2017 Interest rate (%)	30 June 2017 Amount	31 December 2016 Interest rate (%)	31 December 2016 Amount
Floating rate interest-bearing financial instruments				
Financial asset				
– Cash at bank and on hand	0.30%-2.75%	5,737,102	0.30%-2.75%	6,325,998
Financial liabilities				
– Current portion of long-term borrowings	3M Libor+165bps~ 3MLibor+240bps	3,896,006	1.15%+1M Libor~ 3M Libor+240bps	2,725,710
– Long-term borrowings	1.15%+1M Libor~ 6M Libor+195bps	21,728,143	1.15%+1M Libor~ 6M Libor+310bps	25,980,215
– Short-term borrowings	1M Libor+150bps~ 6M Libor+70bps	9,842,161	1M Libor+180bps~ 6M Libor+230bps	9,448,834
– Long-term payables	8.02%~12.86%	504,909	8.02%~12.86%	529,372
– Current portion of long-term payables	8.02%~12.86%	124,087	8.02%~12.86%	138,312
Total		(30,358,204)		(32,496,445)

(All amounts in RMB'000 unless otherwise stated)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

3. Interest rate risk (Continued)

(2) Sensitivity analysis

As at 30 June 2017, [illegible] 25 basis points (31 December 2016: 25 basis points) [illegible] 56,922,000 [illegible] 56,922,000 (2016: 60,931,000 [illegible] 60,931,000 [illegible]).

[illegible]

4. Foreign exchange risk

[illegible] USD [illegible] RMB. [illegible] RMB, [illegible]

(1) [illegible] 30 June [illegible]

	30 June 2017				
	USD	EUR	HKD	JPY	[illegible]

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
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XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

4. Foreign exchange risk (Continued)

(2) The following are the exchange rates for RMB against foreign currencies applied by the Group and the Company:

	Average exchange rate		Benchmark average exchange rate	
	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016	**30 June 2017**	31 December 2016
USD	**6.8871**	6.5359	**6.7744**	6.6312
EUR	**7.4349**	7.2993	**7.7496**	7.3750
HKD	**0.8857**	0.8418	**0.8679**	0.8547
JPY	**0.0616**	0.0590	**0.0605**	0.0645

(3) Sensitivity analysis

Assuming all other variables remain unchanged, [illegible] 2.80%, 2.80%, 2.70% and 1.90% [illegible] the RMB against the USD, EUR, HKD and JPY as at 30 June 2017 (2.80%, 2.80%, 2.70% and 1.90% [illegible] the RMB against the USD, EUR, HKD, and JPY as at 31 December 2016) [illegible] RMB and [illegible]

Notes to the Financial Statements

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(English Translation for Reference Only)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

4. Foreign exchange risk (Continued)

(3) Sensitivity analysis (Continued)

[illegible]

[illegible] IV.2 [illegible] IV.26 [illegible]

5. Other price risks

[illegible] 30 June 2017, [illegible] 40,414,000 [illegible] Qing [illegible] P[illegible] Co., Ltd., 2,996,500 [illegible] Sh[illegible]ng L[illegible].

At 30 June 2017, [illegible] 5.00% (31 December 2016: 5.00%), [illegible] 9,158,000 (31 December 2016: 6,651,000).

[illegible]

Notes to the Financial Statements

[illegible] 30 [illegible] 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimates

[illegible]

Level 1: [illegible]

Level 2: [illegible]

Level 3: [illegible]

(1) Assets measured at fair value on a recurring basis

[illegible] 30 [illegible] 2017:

Assets	Note	Level 1	Level 2	Level 3	Total
Financial assets					
[illegible]					
[illegible]	IV.2	180,357	–	–	180,357
[illegible]	IV.2	–	251,402	–	251,402
[illegible]	IV.2	–	4,392	–	4,392
[illegible]	IV.11	1,761	51,086	–	52,847
[illegible]		182,118	306,880	–	488,998
Non-financial assets					
[illegible]	IV.14	–	–	1,722,065	1,722,065
[illegible]		182,118	306,880	1,722,065	2,211,063

Liabilities	Note	Level 1	Level 2	Level 3	Total
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities	IV.26	–	(6,359)	–	(6,359)
Hedging Instrument	IV.26	–	(186)	–	(186)
Financial guarantee contracts	IV.26	–	–	(55,980)	(55,980)
Contingent considerations	IV.26	–	–	(129,965)	(129,965)
Total		–	(6,545)	(185,945)	(192,490)

(All amounts in RMB'000 unless otherwise stated)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimates (Continued)

(1) Assets measured at fair value on a recurring basis (Continued)

The following table presents the Group's assets and liabilities that are measured at fair value at 31 December 2016:

Assets	Note	Level 1	Level 2	Level 3	Total
Financial assets					
Financial assets at fair value through profit or loss					
Investments in equity instruments held for trading	IV.2	138,072	–	–	138,072
Derivative financial assets	IV.2	–	326,969	–	326,969
Hedging instruments	IV.2	–	1,306	–	1,306
Available-for-sale financial assets	IV.11	2,441	30,803	–	33,244
Financial assets total		140,513	359,078	–	499,591
Non-financial assets					
Investment properties	IV.14	–	–	1,752,608	1,752,608
Total		140,513	359,078	1,752,608	2,252,199

Liabilities	Note	Level 1	Level 2	Level 3	Total
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities	IV.26	–	(15,838)	–	(15,838)
Hedging instruments	IV.26	–	(4,244)	–	(4,244)
Financial guarantee contracts	IV.26	–	–	(57,419)	(57,419)
Contingent considerations	IV.26	–	–	(125,540)	(125,540)
Total		–	(20,082)	(182,959)	(203,041)

The Group takes the date when events leading to transfers between levels occur as the date of recognising the transfers. During the year ended 31 December 2016, there were no significant transfers between financial instruments in Level 1 and Level 2, and between Level 2 and Level 3.

For financial instruments not traded in active markets, the Group determines their fair values by using valuation techniques. The valuation models used mainly comprise discounted cash flow model and market comparable companies model. Inputs to valuation techniques include risk-free interest rates, benchmark interest rates, exchange rates, credit spreads, liquidity premiums, EBITDA multiplier and lack of liquidity discount.

Notes to the Financial Statements

For the period from 1 January to 30 June 2017

(All amounts in RMB'000 unless otherwise stated)

(English Translation for Reference Only)

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Notes to the Financial Statements

[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimates (Continued)

(1) Assets measured at fair value on a recurring basis (Continued)

Th[illegible] l 3:

	Fair value as at 30 June 2017	V[illegible]	N[illegible]	[illegible]	[illegible]	O[illegible] / Un[illegible]
In[illegible] C[illegible]	1,126,654	[illegible] C[illegible]	R[illegible]	6%-8%		
			M[illegible] (RMB/[illegible])	7-95	( )	Un[illegible]
			B[illegible] (RMB/[illegible])	650-4,600		
			A[illegible]	9%-12%	( )	Un[illegible]
L[illegible]	595,411	D[illegible]	M[illegible] (RMB/[illegible]) [illegible]			

Notes to the Financial Statements

F[illegible] 30 J[illegible] 2017
(All [illegible] RMB'000 [illegible])
(English T[illegible] Onl[illegible])

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimates (Continued)

(1) Assets measured at fair value on a recurring basis (Continued)

	F[illegible] 31 D[illegible] 2016	V[illegible]	N[illegible]	S[illegible] (significant unobservable inputs) [illegible]	R[illegible]	O[illegible] / Un[illegible]
[illegible]	1,139,285		[illegible]	6%-8%		
[illegible]		[illegible]	M[illegible] (RMB/[illegible])	7-95	( )	Un[illegible]
[illegible]		C[illegible]	B[illegible]			
			(RMB/[illegible])	650-4,600		
			A[illegible]	9%-12%	( )	Un[illegible]
L[illegible]	613,323	D[illegible]	M[illegible] (RMB/[illegible])	450-2200	( )	Un[illegible]

(2) Assets measured at fair value on a non-recurring basis

Th[illegible] 30 J[illegible] 2017, [illegible] G[illegible] RMB26,401,000, [illegible] RMB92,269,000 [illegible] RMB85,177,000, [illegible] (N[illegible] IV.8). Th[illegible] (RMB26,401,000, RMB115,743,000 [illegible] RMB97,563,000), [illegible].

(3) Assets and liabilities not measured at fair value but for which the fair value is disclosed

F[illegible]

A[illegible] 30 J[illegible] 2017, [illegible].

Th[illegible]. F[illegible].

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimates (Continued)

(4) Estimation and assumption of fair values

[illegible]

( ) [illegible]

[illegible]

( ) [illegible]

[illegible]

) [illegible]

) [illegible]

[illegible]

) [illegible]

[illegible]

Notes to the Financial Statements

[illegible] 30 J[illegible] 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

XV. CAPITAL MANAGEMENT

[illegible]

[illegible]

[illegible]

[illegible]

In 2017, [illegible] 70% (2016: [illegible]

(All amounts in RMB'000 unless otherwise stated)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

2. Dividends receivable

	30 June 2017	31 December 2016
CIMC Hong Kong	**3,333,084**	3,435,198
SCIMC	**592,706**	592,706
SCIMCEL	**462,372**	462,372
SCRC	**216,000**	–
TJCIMCLE	**48,915**	48,915
SCIMCEL	**19,263**	19,263
Modern Logistics	**29,146**	29,146
CIMC Wood	**–**	874
CIMCVL	**–**	149,577
QDSV	**2,468**	17,356
Tianjin Kang[illegible] Logistics Equipment Co., Ltd.	**411**	411
	4,704,365	4,755,818

3. Other receivables

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

	30 June 2017	31 December 2016
Amounts due from related parties	**12,940,182**	13,109,464
Deposits and margin	**14,739**	15,711
Others	**18,233**	10,821
Subtotal	**12,973,154**	13,135,996
Less: Provision for bad debts	**(4,580)**	(4,580)
Total	**12,968,574**	13,131,416

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

XVI.NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivables (Continued)

(2) Other receivables are analysed by aging as follows:

Aging	30 June 2017	31 December 2016
Within 1 year (inclusive)	**9,525,395**	9,642,304
1 to 2 years (inclusive)	**1,528,555**	1,530,022
2 to 3 years (inclusive)	**587,541**	574,631
Over 3 years	**1,331,663**	1,389,039
Subtotal	**12,973,154**	13,135,996
Less: Provision for bad debts	**(4,580)**	(4,580)
Total	**12,968,574**	13,131,416

[illegible]

As at 30 June 2017 and 31 December 2016, the Company had no [illegible]

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

	Note	30 June 2017				31 December 2016			
		Ending balance		Provision for doubtful debts		Ending balance		Provision for bad debts	
		Amount	% of total balance	Amount	% of total balance	Amount	% of total balance	Amount	% of total balance
[illegible]	(4)	**12,873,563**	**99.23%**	**–**	**–**	13,066,919	99.47%	–	–
[illegible]	(5)	**99,591**	**0.77%**	**4,580**	**4.60%**	69,077	0.53%	4,580	6.63%
Total		**12,973,154**	**100.00%**	**4,580**	**0.04%**	13,135,996	100.00%	4,580	0.03%

[illegible]

(All amounts in RMB'000 unless otherwise stated)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivables (Continued)

(4) Other receivables with amounts that are individually significant and that the related provision for doubtful debts is provided on the individual basis

As at 30 June 2017 and 31 December 2016, the Company had no other receivables with amounts that are individually significant and that the related provision for doubtful debts is provided on the individual basis.

(5) Other receivables with amounts that are not individually significant but that the related provision for doubtful debts is provided on the individual basis

As at 30 June 2017 and 31 December 2016, the Company had no other receivables with amounts that are not individually significant but that the related provision for doubtful debts is provided on the individual basis.

(6) Other receivables that the related provision for bad debts is provided on grouping basis using the ageing analysis method are analysed as follows:

	30 June 2017	31 December 2016

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For the six months ended 30 June 2017
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XVI.NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivables (Continued)

(9) As at 30 June 2017, the five largest other receivables are analysed as follows:

	Nature	Amount	Aging	% of total balance	Provision for doubtful debts
CIMC Hong Kong	[illegible]	3,612,395	Within 1 year	27.85%	-
C&C Trucks	[illegible]	1,421,641	Within 1 year, 1 to 2 years, 2 to 3 years	10.96%	-
Hong [illegible]	[illegible]	1,098,758	Within 1 year	8.47%	-
CIMCVL [illegible]	[illegible]	849,639	Within 1 year	6.55%	-
Tianjin Hong [illegible]	[illegible]	591,447	Within 1 year	4.56%	-
		7,573,880		58.39%	-

The Company's five largest other receivables as at 31 December 2016 amounted to 7,609,722,000 in total, representing 57.93% of the total other receivables.

(10) Other receivables from shareholders holding more than 5% (including 5%) of the voting rights of the Company are analysed as follows

As at 30 June 2017, no amount was due from shareholders holding more than 5% (including 5%) of the voting rights of the Company included in the above balance of other receivables.

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivables (Continued)

(11) Other receivables from related parties

	Relationship with the Company	Amount	% of total balance

Notes to the Financial Statements

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XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

4. Available-for-sale financial assets (Continued)

(1) Related information analysis of available-for-sale financial assets is as follows:

Available-for-sale financial assets measured at cost:

	31 December 2016	Increase in current period	Decrease in current period	30 June 2017	Shareholding (%)	Cash dividends
Available-for-sale equity instruments						
– Cost						
– BOCOM Schroders Fund Management	8,125	–	–	**8,125**	5.00%	–

(All amounts in RMB'000 unless otherwise stated)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

5. Long-term equity investments (Continued)

(2) Subsidiaries:

Investee	31 December 2016	Current period movements	30 June 2017	Shareholding (%)	Voting rights (%)	Provision for impairment	Impairment provision for the current period	Cash dividend declared
Cost method – Investment in subsidiaries								
SCIMC	110,831	–	**110,831**	100%	100%	–	–	–
XHCIMC	36,500	–	**36,500**	100%	100%	–	–	–
TJCIMC	77,704	–	**77,704**	100%	100%	–	–	–
DLCIMC	48,764	–	**48,764**	100%	100%	–	–	–
TCCIMC	131,654	(40,230)	**91,424**	100%	100%	–	–	33,642
CQVL	39,499	–	**39,499**	100%	100%	–	–	–
SCRC	200,892	–	**200,892**	92%	92%	–	–	216,000
XHCIMCS[illegible]	82,026	–	**82,026**	100%	100%	–	–	–
CIMC Hong Kong	1,690	–	**1,690**	100%	100%	–	–	–
CIMC SD	162,686	–	**162,686**	100%	100%	–	–	–
HI	606,912	–	**606,912**	80%	80%	–	–	98,789
CIMC Tech	41,526	–	**41,526**	100%	100%	–	–	–
CIMCWD	54,817	–	**54,817**	100%	100%	–	–	–
CIMC T[illegible]n ng	48,102	–	**48,102**	100%	100%	–	–	–
DLZH	182,136	–	**182,136**	100%	100%	–	–	–
MEA	111,703	–	**111,703**	100%	100%	–	–	–
CIMC W[illegible]	3,472	–	**3,472**	100%	100%	–	–	–

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XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

5. Long-term equity investments (Continued)

(2) Subsidiaries: (Continued)

Investee	31 December 2016	Current period movement	30 June 2017	Shareholding (%)	Voting rights (%)	Provision for impairment	Impairment provided for the current period	Cash dividend declared
SZ Investment Holdings	72,401	–	**72,401**	100%	100%	–	–	–
F[illegible] Company	482,590	–	**482,590**	100%	100%	–	–	–
CIMCVL	422,363	–	**422,363**	100%	100%	–	–	–
QDSV	26,912	–	**26,912**	80%	80%	–	–	–
SHOE	40,000	–	**40,000**	100%	100%	–	–	–
SZ Investment	140,000	–	**140,000**	100%	100%	–	–	–
SESKYC	90,000	–	**90,000**	100%	100%	–	–	–
DLCIMCS	69,806	–	**69,806**	100%	100%	–	–	–
Container Holding	4,104,227	–	**4,104,227**	100%	100%	–	–	–
COOP	205,022	–	**205,022**	99%	99%	–	–	–
CIMC Marine Logistics Development Co., Ltd.	803,904	–	**803,904**	100%	100%	–	–	–
C&C Trucks	898,977	81,616	**980,593**	70%	70%	–	–	–
Offshore Holdings	35,000	–	**35,000**	100%	100%	–	–	–
Q[illegible] holding company	13,160	–	**13,160**	100%	100%	–	–	–
G[illegible] Investment Company	30,000	–	**30,000**	100%	100%	–	–	–
T[illegible] Equipment	–	73,873	**73,873**	100%	100%	–	–	–
Sub-total	9,375,276	115,259	**9,490,535**			–	–	348,431

XVI.NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

6.

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

9. Interest payable

	30 June 2017	31 December 2016
Interest of [illegible] bonds	**218,242**	70,249
Interest of short-term borrowings [illegible] interest [illegible]	**5,957**	3,522
Interest of long-term borrowings [illegible] interest [illegible]	**1,365**	1,984
Total	**225,564**	75,755

10. Other payable

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

	30 June 2017	31 December 2016
[illegible]	**2,162,672**	2,948,279
[illegible]	**10,459**	16,735
[illegible]	**429**	429
[illegible]	**–**	7,592
Others	**11,962**	17,769
Total	**2,185,522**	2,990,804

(2) Significant other payables aged over one year

(All amounts in RMB'000 unless otherwise stated)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

11. Current portion of non-current liabilities

(1) The analysis of the Company's current portion of non-current liabilities by categories is as follows:

	Note	30 June 2017	31 December 2016
Current portion of long-term borrowings – Unsecured	(2)	**995,000**	800,000

(2) As at 30 June 2017, there were no overdue long-term borrowings of which the durations are extended (31 December 2016: Nil).

12. Long-term borrowings

(1) The analysis of the Company's long-term loans is as follows:

	30 June 2017	31 December 2016

Notes to the Financial Statements

For the period from 1 January to 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
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XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

14. Deferred tax assets and deferred tax liabilities

(1) The offsetting balances of deferred tax assets and liabilities offset and corresponding deductible or taxable temporary differences

	30 June 2017		31 December 2016	
	Deductible/ (taxable) Temporary differences	**Deferred tax assets/ (liabilities)**	Deductible/ (taxable) temporary differences	Deferred tax assets/ (liabilities)
Deferred tax assets:				
Employee benefits payable	**196,808**	**49,202**	205,760	51,440
Movements in fair value of financial liabilities at fair value through profit or loss	**1,738**	**434**	3,360	840
Subtotal	**198,546**	**49,636**	209,120	52,280
Offsetting amount	**–**	**–**	–	–
Offsetting balances	**198,546**	**49,636**	209,120	52,280
Including:				
Amount expected to be recovered within 1 year (inclusive)		**49,636**		52,280

(All amounts in RMB'000 unless otherwise stated)

XVI.NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

15. Capital surplus

	31 December 2016	Increase in the current period	Decrease in the current period	30 June 2017
Share premium	3,601,855	29,311	–	**3,631,166**
Other capital reserves:				
– Exchange gains on foreign currency capital	687	–	–	**687**
– Donation of non-cash assets	87	–	–	**87**
– Equity-settled share-based payment	253,012	–	(12,104)	**240,908**
Others	(568,492)	–	–	**(568,492)**
Total	3,287,149	29,311	(12,104)	**3,304,356**

	1 January 2016	Increase in the current year	Decrease in the current year	31 December 2016
Share premium	3,589,082	12,773	–	3,601,855
Other capital reserves:				
– Exchange gains on foreign currency capital	687	–	–	687
– Donation of non-cash assets	87	–	–	87
– Equity-settled share-based payment	258,211	–	(5,199)	253,012
Others	(568,492)	–	–	(568,492)
Total	3,279,575	12,773	(5,199)	3,287,149

Notes to the Financial Statements

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(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

XVI.

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

18. Profit/(loss) from changes in fair value

Notes to the Financial Statements

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(All amounts in RMB'000 unless otherwise stated)
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XVI.NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

22. Non-operating expenses

	For the period from 1 January to 30 June 2017	For the period from 1 January to 30 June 2016
Abnormal losses	**396**	–
Losses on disposal of non-current assets	**586**	1
Others	**764**	248
Total	**1,746**	249

23. Income tax expenses

	For the period from 1 January to 30 June 2017	For the period from 1 January to 30 June 2016
Changes in deferred income tax	**2,644**	27,968

The reconciliation from income tax calculated based on applicable tax rates and total profit presented in the financial statements to the income tax expenses is listed below:

	For the period from 1 January to 30 June 2017	For the period from 1 January to 30 June 2016
Total profit	**31,304**	153,333
Income tax calculated at applicable tax rates	**7,826**	38,333
Expenses not deductible for tax purposes	**803**	1,878
The tax losses for which no deferred income tax assets were recognised in the current period	**82,123**	17,498
Income not subject to tax	**(88,108)**	(29,741)
Income tax expenses	**2,644**	27,968

Supplementary Information

[illegible] 30 June 2017
(All [illegible] RMB'000 [illegible])
(English [illegible] Only)

I. STATEMENT OF NON-RECURRING PROFIT OR LOSS

	For the Period from 1 January to 30 June 2017	[illegible] 1 [illegible] 30 June 2016
[illegible]	13,739	(3,332)
[illegible]	91,032	135,375
[illegible]	–	–
[illegible]	(20,332)	12,264
[illegible]	–	–
[illegible]	(25,460)	23,712
[illegible]	–	–
[illegible]	38,201	21,101
[illegible]	(105,549)	–
[illegible]	(8,369)	189,120
[illegible]	(30,200)	(30,604)
[illegible]	(29,616)	(34,350)
[illegible]	(68,185)	124,166

[illegible]

Basis for preparation of statement of non-recurring profit or loss

[illegible] 2008] [illegible] CSRC [illegible]

Supplementary Information

For the six months ended 30 June 2017
(All amounts in RMB'000 unless otherwise stated)
(English Translation for Reference Only)

II. RETURN ON NET ASSETS AND EARNINGS PER SHARE

In accordance with the Information Disclosure Rules for Companies Offering Securities to the Public No. 9 – Computation and Disclosure of Return on Net Assets and Earnings per Share (2010 revised) issued by the China Securities Regulatory Commission, the weighted average return on net assets and earnings per share of the Company are as follows:

	Weighted average return on net assets(%)		Earnings per share			
			Basic earnings per share		Diluted earnings per share	
	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016	For the Period from 1 January to 30 June 2017	For the Period from 1 January to 30 June 2016

Chapter X Documents Available for Inspection

I. The [illegible] C[illegible] 2017 [illegible] the C[illegible] [illegible].

II. The [illegible] C[illegible] [illegible] 30 J[illegible] 2017 [illegible] CASBE [illegible] the C[illegible] [illegible]

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