

## ANHUI GUJING DISTILLERY COMPANY LIMITED **SUMMARY OF SEMI-ANNUAL REPORT 2012**

I. Important Notes

The Board of Directors, the Supervisory Committee, as well as directors, supervisors and senior executives of Anhui Gujing Distillery Company Limited (hereinafter referred to as "the Company") warrant that this report does not contain any false or misleading statements or omit any material facts and will take joint and several liabilities for the factuali-

ments or omit any material facts and will take joint and several habilities for the factuality, accuracy and completeness of this report.

All directors attended the board session for reviewing this report.

Yu Lin, the principal of the Company, Ye Changqing, the principal of the accounting work, and Xia Xueyun, the principal of the accounting organ, hereby ensure that the financial report enclosed in this report is factual and complete.

English translation for reference only. Should there be any discrepancy between the two versions, the Chinese version shall prevail.

II. Company Profile		
(I) Basic information		
A-share abbreviation	GJGJ	
A-share code	000596	
B-share abbreviation	GJGB	
B-share code	200596	
Stock exchange listed with	Shenzhen Stock Exchange	
	Company Secretary	Securities Affairs Representative
Name	Ye Changqing	Ma Junwei
Contact address	Gujing Town, Bozhou City, Anhui Province	Gujing Town, Bozhou City, Anhu Province
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Major accounting data and financial indexes

Any retrospective adjustment in previous financial statements?

☐ Yes √ No.

	30 Jun. 2012	31 Dec. 2011	Increase/ decrease (%)
Total assets (RMB Yuan)	4,261,928,852.58	4,241,819,550.30	0.47%
Owners' equity attributable to share- holders of the Company (RMB Yuan)	3,061,529,422.50	2,761,115,284.45	10.88%
Share capital (share)	503,600,000.00	251,800,000.00	100%
Net assets per share attributable to shareholders of the Company (RMB Yuan/share)		10.97	-44.58%
Liability/asset ratio (%)	28.17%	39.21%	-11.049
	JanJun. 2012	JanJun. 2011	Increase/ decrease (%)
Gross operating revenues (RMB Yuan)	2,227,809,202.69	1,583,297,669.82	40.719
Operating profit (RMB Yuan)	548,414,605.63	388,708,798.74	41.099
Total profit (RMB Yuan)	555,798,666.62	394,339,400.11	40.949
Net profit attributable to shareholders of the Company (RMB Yuan)	413,724,138.05	287,947,478.86	43.689
Net profit attributable to shareholders of the Company after deducting non-recur- ring gains and losses (RMB Yuan)		283,724,527.83	43.879
Basic EPS (RMB Yuan/share)	0.82	1.23	-33.339
Diluted EPS (RMB Yuan/share)	0.82	1.23	-33.339
Weighted average ROE (%)	14.21%	24.99%	-10.789
Weighted average ROE after deducting non-recurring gains and losses (%)	14.02%	24.62%	-10.56
Net cash flow from operating activities (RMB Yuan)	147,934,126.72	195,085,921.58	-24.17
Net cash flow per share from operating activities (RMB Yuan/share)	0.29	0.77	-62.34°

od (Please give notes if there is any retrospective adjustment) :

Items	JanJun. 2012 (RMB Yuan)	Notes
Gains and losses on disposal of non-current assets	-39,042.62	
Tax rebate, reduction or exemption due to un-authorized approval or the lack of formal approval documents	0.00	
Government grants recognized in the current year, except for those acquired in the ordinary course of business or granted at certain quotas or amounts according to the country's unified standards		
Capital occupation fees received from non-financial enterprises that are included in current gains and losses	0.00	
Gains generated when the investment costs of the Company's acquiring sub- sidiaries, associates and joint ventures are less than the fair value of identifiable net assets in the investees attributable to the Company in the acquisition of the invest- ments		
Exchange gains and losses of non-monetary assets	0.00	
Gains and losses through entrusting others to invest or manage assets	0.00	
Various asset impairment provisions due to acts of God such as natural disasters	0.00	
Gains and losses on debt restructuring	0.00	
Enterprise reorganization expenses, such as expenses on employee settlement and integration	0.00	
Gains and losses on the parts exceeding the fair value when prices of transactions become unfair	0.00	
Net current gains and losses from the period-begin to the combination date of sub- sidiaries due to business combinations under the same control	0.00	
Gains and losses on contingent matters which are irrelevant to the normal opera- tion of the Company	0.00	
Gains and losses on fair value changes of transactional financial assets and liabili- lies, and investment gains on disposal of transactional financial assets and liabilities and available-for-sale financial assets, except for the effective hedging business related to the Company's normal operation		
Reversal of impairment provisions for accounts receivable which are separately tested for impairment signs	0.00	
Gains and losses on entrustment loans from external parties	0.00	
Gains and losses on fair value changes of investing properties for which the fair value method is adopted for subsequent measurement	0.00	
Current gain and loss effect due to a just-for-once adjustment to current gains and losses according to requirements of taxation and accounting laws and regulations	0.00	
Custodian fee income from entrusted operations with the Company	0.00	
Other non-operating incomes and expenses besides the items above	7,223,103.61	
Other gain and loss items that meet the definition of non-recurring gains and loss- es		
Minority interests effects		
Income tax effects	1,846,015.25	
Total	5.538.045.74	

the international and Chinese accounting standards respectively me mernationa, and climics accounting standards respectively

Applicable V Inapplicable

4. Net profit and net asset differences between financial reports disclosed according to
the overseas and Chinese accounting standards respectively

Applicable V Inapplicable

III. Changes in Share Capital and Particulars about Shareholders

(I) Changes in share capital
 √Applicable □Inapplicable

	Before the o	hange	Increase/decrease (+, -)					After the change	
	Number	Propor- tion (%)	ls- suance of new shares	Bonu s shar es	Capitalization of public reserve fund	Others	Subtotal	Number	Propor- tion (%)
<ol> <li>Shares subject to trading moratorium</li> </ol>	16,800,000.00	6.67%			16,800,000.00	900.00	16,800,900.00	33,600,900.00	6.67%
<ol> <li>State –owned</li> </ol>									
shares									
2. State-owned legal									
person shares									
<ol> <li>Other domestic shares</li> </ol>	16,800,000.00	6.67%			16,800,000.00			33,600,000.00	6.67%
Including: Shares held by domestic le- gal persons									
Shares held by do-									
mestic individuals									
<ol> <li>Shares held by o-</li> </ol>									
verseas sharehold- ers									
Including: Shares held by overseas le- gal persons									
Shares held by over- seas individuals	-								
<ol> <li>Shares held by senior management staff</li> </ol>	0.00	0%				900.00		900.00	09
<li>II. Shares not subject to trading moratori– um</li>	235,000,000.00	93.33%			235,000,000.00	-900.00	234,999,100.00	469,999,100.00	93.339
<ol> <li>Ordinary shares denominated in RMB</li> </ol>	175,000,000.00	69.5%			175,000,000.00	-900.00	175,000,000.00	349,999,100.00	69.59
<ol><li>Domestically listed foreign shares</li></ol>	60,000,000.00	23.83%			60,000,000.00		60,000,000.00	120,000,000.00	23.83
<ol> <li>Överseas listed foreign shares</li> </ol>									
4. Others									
III. Total shares	251.800.000.00	100%					251.800.000.00	503,600,000.00	1009

Shares held by the top ten shareholders and the top ten shareholders holding tradable

snares						
Total number of shareho	olders		2	22,802.00		
Parti	culars about	shares hel	d by the top te	n sharehol		
Name of shareholder (full name)	Nature of shareholder	Share- holding percent- age (%)	Total shares held at the period-end	Number of non- tradable shares held		Number of shares
ANHUI GUJING GROUP COMPANY LIMITED	owned Cor- poration	53.89%	271,404,022.00			114,000,000.00
PUNING XINHONG IN- DUSTRIAL INVEST- MENT CO., LTD.	Domestic non –state – owned Cor– poration	2.98%	15,000,000.00			15,000,000.00
KGI ASIA LIMITED	Foreign corporation	2.14%	10,776,730.00			
ÎTED	Foreign corporation	1.62%	8,136,472.00			
UBS ( LUXEM- BOURG) S.A.	Foreign corporation	1.46%	7,373,834.00			
CHINA MERCHANTS SECURITIES ( HK) CO., LTD	Foreign corporation	1.34%	6,726,117.00			
TRIVEST CHINA FO- CUS MASTER FUND	Foreign corporation	1.27%	6,379,720.00			
CHINA CONSTRUC- TION BANK -TEDA HONGLI EFFICIENCY SELECTED MIXED TYPE FUND	Domestic non –state – owned cor– poration	1.17%	5,914,263.00			
INDUSTRIAL AND COMMERCIAL BANK OF CHINA -GALAXY YINTAI FINANCING DIVIDEND FUND	Domestic non –state – owned cor– poration	1.07%	5,369,626.00			
AGRICULTURAL BANK OF CHINA - SOOCHOW VALUE GROWTH DOUBLE POWER STOCK FUND	Domestic non –state – owned cor– poration	0.95%				
Particulars about shares	held by the					
Name of shareh	older		r of tradable			er of shares
ANHUI GUJING	GROUP		res held	Type		Number
COMPANY LIMITED KGI ASIA LIMITED	GIIOUF	2	271,404,022.00		2	71,404,022.00
	SECURITIES		10,776,730.00	B-share		10,776,730.00
(HONGKONG) LIMITE	D		8,136,472.00	B-share		8,136,472.00
UBS (LUXEMBOURG) CHINA MERCHANTS S			7,373,834.00	B-share		7,373,834.00
(HK) CO., LTD			6,726,117.00	B-share		6,726,117.00
FUND			6,379,720.00	B-share		6,379,720.00
CHINA CONSTRUCTION TEDA HONGLI E SELECTED MIXED TYPE	FFICIENCY		5,914,263.00	A-share		5,914,263.00

SELECTED MIXED TYPE FUND INDUSTRIAL AND COMMERCIAL BANK OF CHINA-GALAXY YINTAI 5.369.626.00 A-share 5.369.626.00 FINANCING DIVIDEND FUND AGRICULTURAL

4,805,424.00 A-share

4,078,234.00 B-share

4,805,424.00

4,078,234,00| B-share | 4,078,234,00| Among the shareholders above, no affiliated relationship exists between the Company's controlling shareholder-Anhui Gujing Group Company Limited -and other shareholders, nor they are parties acting in concert as defined in the Administrative Measures or Information Explanation on associated serious provided in the Administrative Measures on Information Disclosure of Changes in Shareholders, and the Administrative Measures on Information Disclosure of Changes in Shareholding of Listed Companies. As for other shareholders, the Company does not know whether they are related parties or whether they belong to parties acting in concert as defined in the Administrative Measures on Information Disclosure of Changes in Shareholding of Listed Companies.

Changes in Shareholding of Listed Companies.

(III) Change of the controlling shareholder and the actual controller

CHINA -SOOCHOW VALUE GROWTH DOUBLE POWER

GOLDEN CHINA MASTER FUND

 $\Box$  Applicable  $\bigvee$  Inapplicable IV. Particulars about Directors, Supervisors and Senior Management

) Sha	reholding	changes	of directors,	supervisors	and seni	or managei	ment	
Name	Office title	Number of shares held at period- begin	shares	Number of shares decreased in reporting period	of shares held at	Of which: number of restricted shares held	Number of stock options held at period-end	Reason for change
	Assistant to GM	600.00	600.00		1,200.00	900.00		Equity distribu- tion

V. Report of the Board of Directors

(i) Main business lines classified by industries and products

(1) Maiii			,	1	U	nit: RMB Yua
		Main busi	ness lines	classified by industries		
Industry	Operating revenue	Operating cost	Gross profit rate (%)	same period last year (%)	Increase/decrease of operating cost compared with the same period last year (%)	of gross profit rate compared with the same period last year (%)
Distilled spirit	2,153,757,133.65	530,668,071.69	75.36%	42.09%	47.83%	-0.969
Hotel ser- vices	35,947,124.71	22,448,505.99	37.55%	11.48%	14.13%	-1.45%
Others	8,965,332.76	6,633,722.01	26.01%	-44.48%	-42.79%	-2.199
		Main bus	iness lines	classified by products		
Product	Operating revenue	Operating cost	Gross profit rate (%)	Increase/decrease of operating revenue compared with the same period last year (%)	Increase/decrease of operating cost compared with the same period last year (%)	of gross profit rate
High grade liquor	1,254,438,442.99	227,288,814.90	81.88%	32.1%	23.37%	1.28%
Mid -range wine	849,549,642.90	276,677,853.96	67.43%	54.5%	66.57%	-2.36%
Cheap wine	49,769,047.76	26,701,402.83	46.35%	204.7%	209.53%	-0.849
others	44,912,457.47	29,082,228.00	35.25%	-7.2%	-6.99%	-0.159

Naught

(II) Main busine	ess lines classified by reg	gions
		Unit: RMB Yuar
Region	Operating revenue	Increase/decrease compared with the same period last year (%)
North China	319,507,955.35	6.71%
Central China	1,691,838,902.10	48.82%
South China	187,212,938.97	46.34%
International	109,794.70	

[International | 1004,794,70]

(III) Reasons for any significant change in main business and its structure

□Applicable VInapplicable

(IV) Reasons of significant changes in profitability of main business (gross profit rate) compared with that in the last year □Applicable √Inapplicable

(V) Analysis on reasons of significant changes in profit breakdown compared with the last year

□Applicable √Inapplicable
(VI) Particulars about utilization of the raised funds
1. Utilization of the raised funds

Total raised capital				122,749.95	i	Total raised				
Total raised capital of changed in the reporting p	period				0	capital input in the reporting period			2	21,727.8
Accumulative raised capi was changed					0	Accumula-			,	6.332.1
Proportion of accumulati which the use was change		capital of			0	capital input				
Projects invested with raised capital as promised and investments with over- raised capital	Project changed or not (including partially changed)	Raised capital input as promised		Input in the reporting year	Accumula- tive input up to the period-end (2)	Investment progress up to the period-end (%) (3) = (2) /(1)	Date when the project reaches the expected usable condition	Profit generat- ed in the report- ing period	Reach the ex- pected profit or not	Materia change in the project feasibil ity or not
Projects invested with raised capital as promised										
Technological Transform on the Brewage of High- quality Base Wine	No	13,500	12,194.42	1,191.27	1,650.95	13.54%	31 Dec. 2012	0		No
Construction of Base Wine Blending & Filling Centre and Ancillary Fa- cilities	No	68,600	65,921.06	9,169.52	11,378.44	17.26%	31 Dec. 2012	0		No
Construction of Market- ing Network	No	27,500	27,500	4,572.62	11,207.22	40.75%	31 Dec. 2012	0		No
Construction of Brand Promotion	No	17,000	17,000	6,794.44	12,095.54	71.15%	31 Dec. 2012	0		No
Subtotal of promised in- vestment projects	-	126,600	122,615.48	21,727.85	36,332.15	-	-		-	-
Investments of over – raised capital										
Repaying bank loans (if any)	-						-	-	-	-
Supplementing working capital (if any)	-						-	-	-	-
Subtotal of investments with over-raised capital	-					-	-		-	-
Total  Reason for failing to reach scheduled progress or projected income (explain one project by one project)	- Naught	126,600	122,615.48	21,727.85	36,332.15	-	-	1	-	-
Explanation on significant changes in feasibility of projects				bility of the	project					
Amount, usage and us- age progress of over - raised capital	☐ Applicat	ole √Inapp	olicable							
Change of the implementation location	☐ Applicat	ole √Inapp	olicable	ried 🗆 Tee	lı nlasa in nı	audaua uaara				
of any raised funds	□ 100K P	iave in the	reporting pe	iiou ∐ 100	iv hiane ili bi	evious years				

osited in the special account for raised proceeds

| Court statements | Court statement | Court sta Applicable √Inapplicable

(VIII) Business performance estimate for Jan.—Sept. 2012
Warnings of estimated possible losses or major changes of the accumulative net profit
achieved during the period from the beginning of the year to the end of the next reporting
period compared with the same period of last year, as well as the reasons □Applicable ∨Inapplicable (IX) Explanation of the Board of Directors on "Non-standard Auditing Report" issued

(IA) Explanation of the Board of Directors on Non-standard Auditing Report issued by the CPA firm for the reporting period 
□Applicable √Inapplicable (X) Explanation of the Board of Directors on changes and solutions of the issues involved in the "Non-standard Auditing Report" issued by the CPA firm for last year □Applicable √Inapplicable VI. Significant Event

(I) Purchase, sales and reorganization of assets

1. Purchase of assets

□Applicable √Inapplicable

Notes to purchase of assets: 2. Sale of assets

☐Applicable 
VInapplicable

Notes to safe of assets.

3. Progress of these events after the publication of the assets reorganization report or public notices on the purchases or sales of assets, as well as the influences of these events on the operation results and financial status of the Company in this reporting peri-☐Applicable √Inapplicable

□ Applicable V mapping...

(II) Guarantee events
□ Applicable V inapplicable
(III) Non-operating credits and liabilities with related parties
Was there any non-operating credit or liability with any related party?
□ Yes □ No
□ (IV) Significant lawsuits and arbitrations
□ Applicable V inapplicable

 $\square Applicable \ \sqrt{Inapplicable}$ 

 Securities investment
 Applicable √Inapplicable Notes to securities investment

2. Holding equity of other listed companies

□Applicable V Inapplicable

Notes to holding equity of other listed companies:

3. Capital occupation during the reporting period and debt-clearing progress

□Applicable √Inapplicable The accountability plan put forward by the Board of Directors when the Company had not mpleted collecting the capital occupied for non-operating purposes by the end of the

(V) Other significant events as well as analysis and explanations on their impact and

reporting period

☐Applicable 
✓Inapplicable

4. Fulfillment of commitments

Commitments made by the Company, its directors, supervisors, senior management, shareholders holding more than 5% shares of the Company, actual controller or any other relevant party in this reporting period, or such commitments carried down into this re-

to share capital

☐Applicable √Inapplicable

H		Unit: RMB Yua
Items	JanJun. 2012	JanJun. 2011
Profits/(losses) from available–for–sale financial assets		
Less: Effects on income tax generating from available –for – sale financial assets		
Net amount transferred into profit and loss in the current peri- od that recognized into other comprehensive income in prior		
od that recognized into other comprehensive income in prior period		
Subtotal		
<ol><li>Interests in the investee entities' other comprehensive income as per equity method</li></ol>		
Less: Effects on income tax generating from the interests in		
the investee entities' other comprehensive income as per		
equity method		
Net amount transferred into profit and loss in the current peri-		
od that recognized into other comprehensive income in prior		
period		
Subtotal		
3. Profits/(losses) from cash flow hedging instrument		
Less: Effects on income tax generating from cash flow hedg-		
ing instrument	Ī	
Net amount transferred into profit and loss in the current peri-		
od that recognized into other comprehensive income in prior		
period		
The adjustment value that is the converted initial recognition		
amount of arbitrage project		
Subtotal		
4. Converted amount of foreign currency financial statements		
Less: Net value of disposal of oversea operations that recog-		
nized into current profit and loss		
Subtotal		
5. Other		
Less: Effects on income tax generating from the others that in-		
cluded into other comprehensive income		
Net amount transferred into profit and loss in the current peri-		
od that recognized into other comprehensive income in prior		
period		
Subtotal		
Total		
	ceived in this r	enorting period
(VI) Particulars about researches, visits and interviews re-		n and materials
(VI) Particulars about researches, visits and interviews re		
(VI) Particulars about researches, visits and interviews re- Time of Place of Way of reception reception reception Visitor type Visitor		the Company

☐ Yes V No

(II) Financial statements Consolidated statements or not? Prepared by Anhui Gujing Distillery Company Limited

Unit: RMB Yu 31 Dec. 2011 30 Jun. 2012 1,824,743,757.27 2,082,032,491.33 Monetary funds ntra-group lendings

Transactional financial a Notes receivable Accounts paid in advance 206,035,812.34 233,262,710.73 Receivable reinsurance contract reserves 8,592,066.30 20.550.532.33 7,882,417.86 536,062,640.51 578,157,069.43 Non-current assets due within 1 year Other current assets Total current assets 3,248,670,114.90 3,434,015,079.41 Non-current assets:
Loans by mandate and advances granted
Available-for-sale financial assets Long-term accounts receivable
Long-term equity investment
Investing property
Fixed assets
Construction in progress 32,558,410.26 32,146,584.20 396,187,708.92 362,778,190.84 227,723,809.28 133,017,100.51 Engineering materials
Disposal of fixed assets 3,635,801.34 Production biological asset Long-term deferred expenses Deferred income tax assets 1,013,258,737.68 807,804,470.89 otal of non-current assets 4.261.928.852.58 4.241.819.550.3 Oustomer bank deposits and due to banks an Intra-group borrowings Transactional financial liabilities Notes payable
Accounts payable 219,823,856.4 82,399,866.61 135,597,187.88 Financial assets sold for repurchase Handling charges and commissions payable
Employee's compensation payable
Tax payable Dividend payable Other accounts payable
Reinsurance premiums payable
Insurance contract reserves
Payables for acting trading of securities 290,916,502.05 248,890,018.78 Payables for acting underwriting of securities 2.075.708.75 1.037.854.38 1,189,923,524.79 1,470,228,360.5 Long-term borrowings Bonds payable
Long-term payables
Specific payables
Estimated liabilities 10,475,905.29 Total non-current liabilities Total liabilities 10,475,905.29 10,475,905.29 1,200,399,430.08 1,480,704,265.85 Owners' equity (or shareholders' equity) Paid-up capital (or share capital) 1,294,938,493.19 1,546,738,493.19 Less: Treasury stock Specific reserves 147,070,297.60 147,070,297.60 Surplus reserves Provisions for general risks 1,115,920,631.71 815,506,493.66 Foreign exchange difference
Total equity attributable to owners of the Retained profits 3,061,529,422.50 2,761,115,284.45 3,061,529,422.50 2,761,115,284.45 Total liabilities and owners' (or shareho 4,261,928,852.58 4,241,819,550.30

Unit: RMB Yuan
Note 30 Jun. 2012 31 Dec. 2011 Current Assets 1,588,912,478.60 1,885,937,555.53 Monetary funds Transactional financial assets Notes receivable 616,203,956.57 481,125,332.25 6,062,711.93 1,857,487.49 199,999,272.47 148,873,681.27 8,592,066.30 4,395,740.35 Accounts receivable 225,188,338.68 263,635,938.96 Other accounts receivable 493,342,878.55 545,878,714.66 n-current assets due within 1 year 3,138,301,703.10 3,331,704,450.51 267,989,408.32 247,991,408.32 Long-term equity investment 32,146,584.20 32,558,410.26 194,049,105.90 152,140,192.21 163,533,607.63 132,982,180.51 Oil-gas assets Intangible assets
R&D expense
Goodwill
Long-term deferred expense 203,209,284.42 124,709,474.17 Deferred income tax assets 4,022,769,884.69 4,046,789,415.76 hort-term borrowings ransactional financial liabilities 134,848,972.87 225,568,150.93 871,997,930.67 590,174,171.08 71,779,025.06 102,876,125.19 281,548,570.11 446,265,127.40 Accounts payable Dividend payable 87,856,444.49 89,012,417.91 Other accounts payable Non-current liabilities due within 1 vear 899,000.00 1,798,000.00 Other current liabilities 1,458,929,943.20 1,455,693,992.51 Long-term borrowings Long-term payables Specific payables Estimated liabilities otal non-current liabilities 1,469,284,443.40 1,466,048,492.71 Owners' equity (or shareholders' equity) 503,600,000.00 251,800,000.00 1,247,162,107.35 1,498,962,107.35 Retained profits 660,755,296.61 688,010,778.37 2,553,485,441.29 2,580,740,923.05 4.022.769.884.69 4.046.789.415.76

ers') equity
Legal representative: Yu Lin

Person-in-charge of the accounting work: Ye Changqin Chief of the accounting division: Xia Xueyun 2. Balance sheet of the Company

Item	Note	JanJun. 2012	Unit: RMB Yua JanJun. 2011
	note	2.227.809.202.69	
I. Total operating revenues Including: Sales income		2,221,009,202.09	1,583,297,669.8
Including: Sales income Interest income			
Premium income			
Handling charge and commission income			
II. Total operating cost		F70 400 0FF 40	105 155 005 0
Including: Cost of sales		573,199,355.13	405,155,605.3
Interest expenses			
Handling charge and commission expenses			
Surrenders			
Net claims paid			
Net amount withdrawn for the insurance con- tract reserve			
Expenditure on policy dividends			
Reinsurance premium			
Taxes and associate charges		363,847,284.75	239,474,072.2
Selling and distribution expenses		601,302,281.14	337,004,379.6
Administrative expenses		181,575,060.50	222,974,971.2
Financial expenses		-40,529,384.46	-10,495,581.7
Asset impairment loss			475,424.4
Add: Gain/(loss) from change in fair value ("-" means loss)			
Gain/(loss) from investment ("-" means loss)			
Including: share of profits in associates and joint ventures			
Foreign exchange gains ("-" means loss)			
III. Business profit ("-" means loss)		548,414,605.63	388,708,798.7
Add: non-operating income		8,591,072.54	5,916,789.7
Less: non-operating expense		1,207,011.55	286,188.3
Including: loss from non-current asset disposal		303,137.32	122,757.1
IV. Total profit ("-" means loss)		555,798,666.62	394,339,400.1
Less: Income tax expense		142,074,528.57	106,391,921.2
V. Net profit ("-" means loss)		413,724,138.05	287,947,478.8
Including: Net profit achieved by combined par- ties before the combinations		0.00	
Attributable to owners of the Company		413,724,138.05	287,947,478.8
Minority shareholders' income			
VI. Earnings per share			
(I) Basic earnings per share		0.82	1.2
(II) Diluted earnings per share		0.82	1.2
VII. Other comprehensive incomes			
VIII. Total comprehensive incomes		413,724,138.05	287,947,478.8
Attributable to owners of the Company		413,724,138.05	287,947,478.8
Attributable to minority shareholders		,,	,,,.,

profit achieved by the merged parties before the business mergers was RMB 0. Legal representative: Yu Lin Person-in-charge of the accounting work: Ye Changqing Chief of the accounting division: Xia Xueyun

Item	Note	JanJun. 2012	JanJun. 2011
I. Total sales		1,373,991,362.63	926,197,487.04
Less: cost of sales		552,748,073.80	393,587,049.61
Business taxes and surcharges		343,532,474.26	226,271,977.03
Distribution expenses		284,453,474.89	
Administrative expenses		99,682,004.17	160,408,927.06
Financial costs		-21,895,510.32	-5,222,173.59
Impairment loss			115,880.47
Add: gain/(loss) from change in fair value ("-" means loss)			
Gain/(loss) from investment ("-" means loss)			299,516.89
Including: income form investment on associ- ates and joint ventures			
II. Business profit ("-" means loss)		115,470,845.83	151,335,343.35
Add: non-business income		6,166,248.63	1,901,357.07
Less: non-business expense		431,479.11	129,123.05
Including: loss from non-current asset disposal			
III. Total profit ("-" means loss)		121,205,615.35	153,107,577.37
Less: income tax expense		35,151,097.11	49,721,597.50
IV. Net profit ("-" means loss)		86,054,518.24	103,385,979.87
V. Earnings per share			-
(I) Basic earnings per share		0.17	0.44
(II) Diluted earnings per share		0.17	0.44
VI. Other comprehensive income			
VII. Total comprehensive income		86,054,518.24	103,385,979.87

VI. Other comprehensive income			
VII. Total comprehensive income		86,054,518.24	103,385,979.87
5. Consolidated cash flow statement		00,034,310.24	103,303,373.07
J. Consuluated cash now statement			Unit: RMB Yua
Item		JanJun. 2012	JanJun. 2011
I. Cash flows from operating activities:		04110411. 2012	ounoun. zorr
Cash received from sale of commodities and re	nderina	of	
service	uog	1,865,698,167.0	1 1,297,349,192.92
Net increase of deposits from customers and	dues fro	m	
banks			
Net increase of loans from the central bank			
Net increase of funds borrowed from other finan-	cial instit	u-	
tions			
Cash received from premium of original insur tracts	ance co	n-	
Net cash received from reinsurance business			+
Net increase of deposits of policy holders and i	investme	int	+
fund	IIIVOSTITIO		
Net increase of disposal of tradable financial asse	ets		
Cash received from interest, handling charges	and cor	n-	
missions			
Net increase of intra-group borrowings			
Net increase of funds in repurchase business			
Tax refunds received			422,693.25
Other cash received relating to operating activitie	!S	140,956,983.3	
Subtotal of cash inflows from operating activities		2,006,655,150.3	
Cash paid for goods and services		414,219,022.3	285,643,594.11
Net increase of customer lendings and advances		1	1
Net increase of funds deposited in the central amount due from banks	bank a	nd	
Cash for paying claims of the original insurance of	ontrooto		
Cash for paying claims of the original insurance of Cash for paying interest, handling charges and			+
sions	J COITIII	15-	
Cash for paying policy dividends			+
Cash paid to and for employees		231,081,015.70	5 157,164,781.96
Various taxes paid		1,007,128,786.6	
Other cash payment relating to operating activities	es	206,292,198.93	
Subtotal of cash outflows from operating activities	s	1,858,721,023.6	5 1,148,457,065.88
Net cash flows from operating activities		147,934,126.72	2 195,085,921.58
II. Cash flows from investing activities:			
Cash received from withdrawal of investments			
Cash received from return on investments			
Net cash received from disposal of fixed assets, assets and other long-term assets		360,000.00	64,799.30
Net cash received from disposal of subsidiarie business units	s or oth	er	
Other cash received relating to investing activities	S		
Subtotal of cash inflows from investing activities		386,600.0	64,799.30
Cash paid to acquire fixed assets, intangible a	assets a	nd 291,847,486.8	7 93,006,246.14
other long-term assets			,,
Cash paid for investment			
Net increase of pledged loans			
Net cash paid to acquire subsidiaries and othe units	r busine	SS	
Other cash payments relating to investing activitie	es		
Subtotal of cash outflows from investing activities	3	291,847,486.8	7 93,006,246.14
Net cash flows from investing activities		-291,460,886.8	7 -92,941,446.84
III. Cash Flows from Financing Activities:			
Cash received from capital contributions			
Including: Cash received from minority sharehold	der inve	st-	
ments by subsidiaries			+
Cash received from borrowings Cash received from issuance of bonds			+
Other cash received relating to financing activities	e	+	+
Subtotal of cash inflows from financing activities			+
Repayment of borrowings			+
Cash paid for interest expenses and distribution	on of di	vi-	
dends or profit	Ji ul	113,761,973.9	1 82,296,583.50
Including: dividends or profit paid by subsidiaries ty shareholders	to mino	ri-	
Other cash payments relating to financing activitie	es		1
Sub-total of cash outflows from financing activitie		113,761,973.9	1 82,296,583.50
Net cash flows from financing activities  IV. Effect of foreign exchange rate changes on		-113,761,973.9	
cash equivalents	Judii al		
V. Net increase in cash and cash equivalents		-257,288,734.0	19,847,891.24
Add: Opening balance of cash and cash equivale	ents	2,082,032,491.3	
VI. Closing balance of cash and cash equivalents		1,824,743,757.2	
6. Cash flow statement of the Company			Unit: RMB Yua
Item		JanJun. 2012	JanJun. 2011
I. Cash flows from operating activities:			
Cash received from sale of commodities and rer	nderina (	of 4 205 270 507	000 000 000 0
service		1,395,279,587.72	920,002,968.03
Tax refunds received		1	l

		Unit: RMB Yua
Item	JanJun. 2012	JanJun. 2011
Cash flows from operating activities:		
Cash received from sale of commodities and rendering of service	1,395,279,587.72	920,002,968.03
Tax refunds received		
Other cash received relating to operating activities	41,126,590.91	34,636,174.52
Subtotal of cash inflows from operating activities	1,436,406,178.63	954,639,142.5
Cash paid for goods and services	479,559,767.86	188,896,577.2
Cash paid to and for employees	140,012,751.43	75,008,438.3
Various taxes paid	579,265,398.31	386,162,796.5
Other cash payment relating to operating activities	122,148,502.51	35,367,982.8
Subtotal of cash outflows from operating activities	1,320,986,420.11	685,435,794.9
Net cash flows from operating activities	115,419,758.52	269,203,347.6
II. Cash flows from investing activities:		
Cash received from retraction of investments		9,900,000.0
Cash received from return on investments		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	327,600.00	3,275.5
Net cash received from disposal of subsidiaries or other business units		
Other cash received relating to investing activities		
Subtotal of cash inflows from investing activities	327,600.00	9,903,275.5
Cash paid to acquire fixed assets, intangible assets and other long-term assets	279,012,461.54	87,152,430.2
Cash paid for investment	19,998,000.00	
Net cash paid to acquire subsidiaries and other business units		
Other cash payments relating to investing activities		
Subtotal of cash outflows from investing activities	299,010,461.54	87,152,430.2
Net cash flows from investing activities	-298.682.861.54	-77,249,154.7
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Cash received from borrowings		
Cash received from issuance of bonds		
Other cash received relating to financing activities		
Subtotal of cash inflows from financing activities		
Repayment of borrowings		
Cash paid for interest expenses and distribution of divi- dends or profit	113,761,973.91	82,296,583.5
Other cash payments relating to financing activities		
Sub-total of cash outflows from financing activities	113,761,973.91	82,296,583.5
Net cash flows from financing activities	-113,761,973.91	-82,296,583.5
IV. Effect of foreign exchange rate changes on cash and cash equivalents		02,200,000.0
V. Net increase in cash and cash equivalents	-297,025,076.93	109,657,609.4
Add: Opening balance of cash and cash equivalents	1,885,937,555.53	
VI. Closing balance of cash and cash equivalents	1,588,912,478.60	
7. Consolidated statement of changes in owners' equ Reporting period		300,000,007.0
reporting period		Unit: RMB Yua

								Į	Jnit: 1	RMB Yuan
	Reporting period									
		Ec	uity attributa	able to own	ers of the Compan	у				
	Paid-up capital (or share capital)	Capital reserve	Less: treasury stock	Specific reserve	Surplus reserve	General risk reserve	Retained profit	Others	Minority interests	Total owners' equity
Balance at the end of the evious year	251,800,000.00	1,546,738,493.19			147,070,297.60		815,506,493.66			2,761,115,284.45
d change of accounting icy										
rrection of errors in previ- s periods										
ner										
Balance at the beginning the year	251,800,000.00	1,546,738,493.19			147,070,297.60		815,506,493.66			2,761,115,284.45
Increase/ decrease of yount in the year ("-" ans decrease)	251,800,000.00	-251,800,000.00					300,414,138.05			300,414,138.05
Net profit							413,724,138.05			413,724,138.05
Other comprehensive in- mes										
btotal of (I) and (II)							413,724,138.05			413,724,138.05
) Capital paid in and re- ced by owners	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Capital paid in by owners										
Amounts of share -based ments recognized in ners' equity										
Others										
) Profit distribution	0.00	0.00	0.00	0.00	0.00	0.00	-113,310,000.00	0.00	0.00	-113,310,000.00
Appropriations to surplus serves										
Appropriations to general provisions										
Appropriations to owners shareholders)							-113,310,000.00			-113,310,000.00
Other										
Internal carry-forward of ners' equity	251,800,000.00	-251,800,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
New increase of capital share capital) from capi- public reserves	251,800,000.00	-251,800,000.00								
New increase of capital r share capital) from sur- s reserves										
Surplus reserves for mak- up losses										
Other										
) Specific reserve										
Withdrawn for the period										
Used in the period										