

2009 Third Quarter Report of

Chongqing Changan Automobile Company Limited

§1 Important Notes

1.1 The Board of Directors, the Supervisory Committee and directors, supervisors and senior management of Chongqing Changan Automobile 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 all information set forth herein are true, accurate and complete.

1.2 None of the directors, supervisors, senior management demonstrated uncertainty or disagreement about the truthfulness, accuracy, and completeness of this quarterly report.

1.3 All directors attended the Board meeting.

1.4 The financial statements of this quarter have not been audited.

1.5 Chairman Mr. xv Liuping, General Manager Mr. Zhang Baolin, Chief Accountants Mr. Cui Yunjiang and Mr. Ni Erke guarantee the truthfulness and completeness of the financial statements of the quarter report.

1.6 The report shall be presented in both Chinese and English, and should there be any conflicting understanding of the text, the Chinese version shall prevail.

§ 2 Company Profile

2.1 Main accounting data and financial indicators

In RMB Yuan

	2009.9.30	2008.12.31	Increase/decrease (%)	
Gross Assets	20,187,095,523.00	15,367,824,845.00	31.36%	
Owners' equity attributable to shareholders of listed company	8,370,038,369.00	7,596,524,813.00	10.18%	
Share capital	2,334,022,848.00	2,334,022,848.00	0.00%	
Net asset per share attributable to shareholders of listed company	3.59	3.25	10.46%	
	Jul-Sep. 2009	Changes of Reporting Period on the same Period last year (%)	Jan.-Sep. 2009	Changes of Reporting Period on the same Period last year (%)
operation total income	6,117,760,129.00	121.75%	17,400,466,686.00	63.56%
Net profit attributable to shareholders of listed company	308,653,915.00	389.43%	841,455,695.00	144.93%
Net cash flow from operating activities	-	-	2,854,589,617.00	354.92%
Net cash flow from operating activities per share	-	-	1.22	352.98%
Basic earnings per share	0.13	384.52%	0.36	144.90%
Diluted earning per share	0.13	384.52%	0.36	144.90%
Return rate on net assets	3.69%	5.03%	10.05%	5.71%
Return on equity after deducting non-recurring gains and losses	3.63%	5.03%	10.01%	5.68%

Items and amounts of extraordinary gains and losses

Non-recurring gain and loss items	Amount
Profit and loss arising from the disposal of non-current assets	-1,189,857.00
Government grants	7,215,500.00
Donation expenditure on public welfare	1,717,183.00
The other	-3,243,620.00
Non-recurring profit and loss effect on income tax	-602,464.00

Net effect on the non-recurring profit and loss attributable to minority shareholders	-695,506.00
Total	3,201,236.00

Reconciliation description under the PRC accounting standards and International Financial Reporting Standards

Accountant difference adjustment list	Sep30,2009	2009 Third Quarter
	Net assets	Net profits
Workout accountant according to the enterprise accounting rule and system under the PRC	8,370,038,369	841,455,695
Adjustment of according to international accounting rules		
1.Reduce corporation income tax on the basis of purchasing national equipments	-89,708,361	7,679,586
2.Payment to currency shareholders of A share cash opposite price	-71,284,065	
Workout accountant according to the international finance report rules	8,209,045,943	849,135,281

2.2 Total number of shareholders at the end of the report period and statement on shares held by the top ten tradable shareholders

Unit: share

Total shareholders number	161,484	
Top ten shareholders of stock without limited sale		
Name of shareholders	Total number of shares without condition of limited sale	Share type
China Changan Auto Group.CO.LTD	233,402,285	Renminbi ordinary share
BONJOUR CHINA FUND 2	38,022,216	Foreign capital stock listed within China
China Constuction Bank—YinHua Core Value Equity Fund	31,808,158	Renminbi ordinary share
China Constuction Bank—First State Cinda Leaders Growth Equity Securities Investment Fund	29,292,811	Renminbi ordinary share
China Constuction Bank—FullGoal Tianbo the theme of innovative Securities Investment Fund	17,277,232	Renminbi ordinary share
Bank Of China—Yinhua Prime Growth Equity Fund	14,823,343	Renminbi ordinary share
China Life Insurance Company Limited—Dividend Distribution—Individual Dividend- 005L-FH002 Shen	13,549,976	Renminbi ordinary share
China Constuction Bank—Bosera Thematic Sector Equity Securities Investment Fund	13,344,519	Renminbi ordinary share
China Constuction Bank—Yinhua Prosperity Theme Equity Fund	13,021,763	Renminbi ordinary share
JPMBLSA RE FTIF TEMPLETON CHINA FUND GTI 5497	11,804,280	Foreign capital stock listed within China

§ 3 Important Matters

3.1 Significant changes in major accounting data, financial highlight and reason of these changes.

√ Applicable Not Applicable

NO	Balance Sheet Items	Sep. 30 2009	Jan. 1th 2009	Changes
1	Monetary fund	4,012,003,260	1,624,164,159	147.02%
2	Notes receivable	4,299,979,889	1,934,083,075	122.33%
3	Construction in process	1,343,343,017	851,287,528	57.80%
4	Intangible assets	275,204,611	114,867,135	139.59%
5	Short-term loans	549,015,514	1,093,749,195	-49.80%

6	Notes payable	2,941,786,697	2,196,879,137	33.91%
7	Account payable	4,579,391,372	2,275,651,448	101.23%
8	Tax payable	213,478,034	58,456,823	265.19%
9	Other account payable	486,452,060	367,301,503	32.44%
10	Non-current liability due in 1 year	962,996,182	345,932,573	178.38%
11	Long-term borrowings	542,000,000	0	
12	Expected liabilities	368,559,088	213,392,485	72.71%
13	Differed income tax asset	234,908,430	139,533,458	68.35%
	Income Statement Items	Jan-Sep 2009	Jan-Sep 2008	Changes
14	Business income	17,400,466,686	10,638,491,230	63.56%
15	Business cost	13,870,778,401	8,894,802,052	55.94%
16	Business tax and surcharge	355,648,515	251,507,731	41.41%
17	Sales expense	1,752,581,442	984,568,483	78.01%
18	Administrative expense	872,632,072	620,562,698	40.62%
19	Financial expenses	2,928,514	48,947,606	-94.02%
20	Asset impairment loss	367,399,118	120,563,640	204.73%
21	Gross profit	785,625,856	344,347,645	128.15%
22	Income tax expenses	-63,766,248	3,972,764	-1705.09%
23	Net profit attributable to the owners of parent company	841,455,695	343,545,413	144.93%
	Cash Flow Statement Items	Jan-Sep 2009	Jan-Sep 2008	Changes
24	Cash flow generated by business operation, net	2,854,589,617	627,493,710	354.92%
25	Net cash flow generated by investment	-303,378,683	-480,971,815	36.92%
26	Net cash flow generated by financing	-161,428,067	300,360,704	-153.74%
27	Net increase of cash and cash equivalents	2,389,556,283	446,882,599	434.72%

During the report period, the company fully leveraged the state incentive policies such as spurring domestic demand and Auto Industry Restructuring and Revitalization Plan, and substantially improved our economic scale and operation through enhanced product quality, product mix and better marketing. From January to September 2009, 1,003,933 units of vehicle were sold, which marks a historical record, with a year-on-year increase of 51.19%. Among these, 512,124 minivans were sold, up 85.61% over the same period of last year. 72,422 units of indigenous brand vehicles were sold, a year-on-year increase of 141.60%.

As we continue to expand production and sales network, the company's total assets reached 20.187 billion yuan by the end of the report period, 31.36% higher than the beginning of the year. Total debts stood at 11.697 billion yuan, up 52.72% from the beginning of the year. Asset liability ratio was 57.94%, standing at a moderate level. Note receivable, notes payable, account payable, tax payable, other forms of payable accounts, current liabilities due within one year, prospective liabilities increased by more than 30% over the beginning of the year. With ongoing technology reformation, capacity expansion, and new product investment, the programs under construction grew by 57.80% compared to the beginning of the year. As the land ownership and sedan program capitalization were intangible assets, the company's intangible assets grew by 139.59% compared to the beginning of the year. With changes in loan structure, our short term loan decreased by 49.80% over the beginning of the year, and long term loan increased by 542 million RMB.

From January to September 2009, the company's business revenue reached 17.4 billion RMB, a year-on-year increase of 63.56%. Our operation cost was 13.87 billion RMB, up 55.94% over the same period of last year. Our revenue growth was bigger than our cost increase, and there was a marked increase in gross profits. Profitability in our core business had increased. Total profits, parent company's net profits were up 128.15% and 144.93% respectively.

From January to September 2009, the company's cash and cash-equivalent grew by 2.39 billion yuan, 434.72% higher over the same period of last year. Our cash flow generated from operating activities amounted to 2.855 billion yuan, a year-on-year growth of 354.92%. By the end of the report period, money funds stood at 4.012 billion yuan, increasing 147.02% over the beginning of the year. The cash and cash-equivalent's net increase mainly come from operating activities, an indicator of the company's marked improvement in operation quality.

3.2 The progress and influence of significant events and the analysis and explanation on resolving proposal

Applicable Not Applicable

3.3 The fulfillment of the commitment made by the Company, shareholders and the actual controller

✓ Applicable Not Applicable

Commitments	Content of commitments	Implementation
Commitments made when share merger reform	(1) To comply with laws, rules and regulations, and perform legal duty of commitment. (2) Since the non-circulated shares are entitled to be circulated, at least they can't be dealt with or transferred within 24 months. At the expiration of 24 months, the shareholders of non-circulated shares can sell the shares in stock exchange in amount of no more than 5% of total within 12 months, and no more than 10% of total within 24 months. (3) After the reform of non-tradable shares, the Company performs the scheme of incentive share awards for the managements according to relative government regulation.	The controlling shareholder of the Company, China South Industry Automobile Co., Ltd. since the reform program being implementation, strictly compliance with the share-trading reform commitments made by it. The Company management has yet launch an equity incentive plan. According to the "Statement on Changan Automobile Co., Ltd. share structure reform of the relevant commitments and the implementation of that" issued by the Company's controlling shareholder, China South Industry Automobile Co., Ltd., incentive plan will be studied and implement timely according to SASAC's provisions."

3.4 Warnings of possible loss or large-margin change of the accumulated net profit made during the period from the beginning of the year to the end of the next report period compared with the same period of the last year according to prediction, as well as explanations on the reasons

Applicable ✓ Not Applicable

3.5 Other significant events need to be explained

In March 3rd, 2009, the company held the 2nd Provisional General Meeting, which reviewed and passed the proposal to buy back part of the China-listed foreign shares (B share). Under the bill, the company will spend up to HK\$909 million to buy back its own Hong Kong dollar-denominated B shares at up to HK\$3.68 per share (should the company quoted ex-right and ex-interest, the upper limit of share price would be adjusted accordingly). The number of shares to be bought back will be determined by the actual amount of shares repurchased when the buy-back period expires, but will not exceed 423 million B shares, i.e. not exceeding 18.12 percent of the company's total equity capital and 70% of B shares. Buy-back period is 12 months from the passing of the buy-back resolution in the shareholder meeting. As of September, 30th 2009, the company had repurchased 8,365,233 B shares, 0.3584% of its total equity. It finally spent HK\$30,814,148.43 (include tax) to purchase shares at up to HK\$3.66 and down to HK\$3.62 per share.

3.5.1 Interviews and visits in the reporting period

✓ Applicable Not Applicable

Time/date	Place	Way	Visitors	Main content involved and material provided
2009.7.8	Company	video onference	Japan Investment Management Co., Ltd	Automotive Industry Development, Company's Business
2009.8.26	Meeting Room, Changan Headquarters	On-Site Survey	Sumitomo Mitsui Asset Mgmt, Nomura Internatilnal	Automotive Industry Development, Company's Business
2009.9.2	Meeting Room, Changan Headquarters	On-Site Survey	Mitsubishi UFJ Financial Group	Automotive Industry Development, Company's Business
2009.9.8	Meeting Room, Changan Headquarters	On-Site Survey	Sinolink Securities, Taikang Asset Management Co.,Ltd	Automotive Industry Development, Company's Business
2009.9.10	Meeting Room, Changan Headquarters	On-Site Survey	Templeton Found	Automotive Industry Development, Company's Business
2009.9.11	Meeting Room, Changan Headquarters	On-Site Survey	Yinhua Found	Automotive Industry Development, Company's Business
2009.9.16	Meeting Room, Changan Headquarters	On-Site Survey	Daishin Securities	Automotive Industry Development, Company's Business
2009.9.18	Meeting Room, Changan Headquarters	On-Site Survey	HaiTong Securities	Automotive Industry Development, Company's Business
2009.9.22	Meeting Room, Changan Headquarters	On-Site Survey	Okasan Securities	Automotive Industry Development, Company's Business

2009.9.25	Meeting Room, Changan Headquarters	On-Site Survey	KGI Securities	Automotive Industry Development, Company's Business
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3.6 Derivative products investment

Applicable Not Applicable

3.6.1 Positions of derivatives held by the Company at period-end

Applicable Not Applicable

§4. Attachment

4.1 Balance Sheet

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD.

Sep.30 2009

in RMB yuan

Items	At the end of term		Beginning of term	
	Consolidated	Parent company	Consolidated	Parent company
Current asset:				
Monetary fund	4,012,003,260	2,654,495,723	1,624,164,159	1,166,965,438
Settlement provision				
Outgoing call loan				
Trading financial assets				
Notes receivable	4,299,979,889	3,352,258,697	1,934,083,075	1,257,028,330
Account receivable	453,190,563	998,991,251	398,665,914	959,777,773
Prepayment	234,165,782	204,147,241	264,265,866	202,933,850
Insurance receivable				
Reinsurance receivable				
Provisions of Reinsurance contracts receivable				
Interest receivable				
Dividend receivable				
Other account receivable	98,530,859	203,738,158	94,522,596	166,274,867
Repurchasing of financial assets				
Inventories	1,208,053,152	624,035,546	1,662,215,301	867,644,237
Non-current asset due in 1 year				
Other current asset	202,460		29,914	
Total of current asset	10,306,125,965	8,037,666,616	5,977,946,825	4,620,624,495
Non-current assets				
Loans and payment on other's behalf disbursed				
Disposable financial asset				
Expired investment in possess				
Long-term receivable				
Long-term share equity investment	4,601,862,851	5,506,987,790	4,556,089,383	5,459,914,322
Property investment	66,953,197		68,646,801	
Fixed assets	3,108,448,928	2,611,848,712	3,333,111,102	2,805,942,755
Construction in process	1,343,343,017	1,215,759,838	851,287,528	805,436,097
Engineering material	1,303,902	1,303,902	3,147,070	3,147,070
Fixed asset disposal	28,695			
Production physical assets				
Gas & petrol				
Intangible assets	275,204,611	199,567,584	114,867,135	34,930,695

R&D expense	235,642,949	234,829,147	308,158,911	308,158,911
Goodwill	9,804,394		9,804,394	
Long-term prepaid expenses	3,468,584	1,305,580	5,232,238	1,440,640
Differed income tax asset	234,908,430	175,410,139	139,533,458	97,843,265
Other non-current asset				
Total of non-current assets	9,880,969,558	9,947,012,692	9,389,878,020	9,516,813,755
Total of assets	20,187,095,523	17,984,679,308	15,367,824,845	14,137,438,250
Current liabilities				
Short-term loans	549,015,514	400,000,000	1,093,749,195	875,241,710
Loan from Central Bank				
Deposit received and hold for others				
Call loan received				
Trade off financial liabilities	8,056,225		9,773,408	
Notes payable	2,941,786,697	2,921,746,329	2,196,879,137	2,117,879,137
Account payable	4,579,391,372	3,145,149,452	2,275,651,448	1,327,279,901
Prepayment received	812,701,867	364,501,547	909,476,065	383,616,593
Selling of repurchased financial assets				
Fees and commissions receivable				
Employees' wage payable	141,758,279	115,120,864	110,874,454	85,737,760
Tax payable	213,478,034	189,798,276	58,456,823	138,292,989
Interest payable	1,577,000	1,010,000	1,200,000	1,200,000
Dividend payable	79,743		83,148	
Other account payable	486,452,060	275,558,039	367,301,503	259,745,444
Reinsurance fee payable				
Insurance contract provision				
Entrusted trading of securities				
Entrusted selling of securities				
Non-current liability due in 1 year	962,996,182	489,010,711	345,932,573	224,241,972
Other current liability				
Total of current liability	10,697,292,973	7,901,895,218	7,369,377,754	5,413,235,506
Non-current liabilities				
Long-term borrowings	542,000,000	400,000,000		
Bond payable				
Long-term payable				
Special payable	52,098,580	52,098,579	37,939,993	37,939,993
Expected liabilities	368,559,088	227,299,911	213,392,485	156,363,111
Differed income tax liability				
Other non-recurring liabilities	37,073,305	25,307,305	38,493,000	26,727,000
Total of non-current liabilities	999,730,973	704,705,795	289,825,478	221,030,104
Total of liability	11,697,023,946	8,606,601,013	7,659,203,232	5,634,265,610
Owners' equity (or shareholders' equity)				
Practical capital collected (or share capital)	2,334,022,848	2,334,022,848	2,334,022,848	2,334,022,848
Capital reserves	1,500,256,685	1,676,524,426	1,499,260,948	1,675,528,689
Less: Shares in stock	26,925,731	26,925,731		
Special reserves				
Surplus reserves	1,042,968,948	1,042,968,948	1,042,968,948	1,042,968,948

Common risk provision				
Attributable profit	3,519,715,619	4,351,487,804	2,720,272,069	3,450,652,155
Different of foreign currency translation				
Total of owner's equity belong to the parent company	8,370,038,369	9,378,078,295	7,596,524,813	8,503,172,640
Minor shareholders' equity	120,033,208		112,096,800	
Total of owners' equity	8,490,071,577	9,378,078,295	7,708,621,613	8,503,172,640
Total of liabilities and owners' equity	20,187,095,523	17,984,679,308	15,367,824,845	14,137,438,250

4.2 Income Statement of the report term

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD..

Jul-Sep 2009

in RMB yuan

Items	Current term		Same period last year	
	Consolidated	Parent company	Consolidated	Parent company
I. Total business income	6,117,760,129	4,132,262,348	2,758,842,045	1,776,573,745
Incl. Business income	6,117,760,129	4,132,262,348	2,758,842,045	1,776,573,745
Interest income				
Insurance fee earned				
Fee and commission received				
II. Total business cost	6,100,326,862	4,060,352,038	2,872,004,523	1,865,394,582
Incl. Business cost	4,867,686,550	3,250,557,391	2,339,552,721	1,488,332,613
Interest expense				
Fee and commission paid				
Insurance discharge payment				
Net claim amount paid				
Net insurance policy reserves provided				
Insurance policy dividend paid				
Reinsurance expenses				
Business tax and surcharge	125,948,382	89,828,932	58,400,234	43,191,308
Sales expense	612,553,834	305,465,108	273,598,363	182,600,492
Administrative expense	340,691,297	274,064,405	189,526,697	157,826,477
Financial expenses	4,238,192	-8,772,454	9,049,521	-8,473,777
Asset impairment loss	149,208,606	149,208,656	1,876,987	
Plus: Gains from change of fair value ("-" for loss)	857,880			
Investment gain ("-" for loss)	264,981,371	267,981,371	10,472,287	12,472,287
Incl. Investment gains from affiliates	263,169,761	263,169,760	10,234,840	10,472,288
Gains from currency exchange ("-" for loss)				
III. Operational profit ("-" for loss)	283,272,518	339,891,681	-102,690,191	-76,348,550
Plus: Non business income	7,027,796	2,222,607	13,415,600	10,104,452
Less: Non-business expenses	2,807,023	953,237	8,947,053	8,533,779
Incl. Loss from disposal of non-current assets	593,237			
IV. Gross profit ("-" for loss)	287,493,291	341,161,051	-98,221,644	-74,777,877
Less: Income tax expenses	-24,505,028	-28,989,213	5,846,483	257,382
V. Net profit ("-" for net loss)	311,998,319	370,150,264	-104,068,127	-75,035,259
Net profit attributable to the owners of parent company	308,653,915	370,150,264	-106,642,144	-75,035,259
Minor shareholders' equity	3,344,404		2,574,017	
VI. Earnings per share:				
(I) Basic earnings per share	0.13	0.16	-0.05	-0.03
(II) Diluted earnings per share	0.13	0.16	-0.05	-0.03
VII. Other misc. incomes	-81,891	-81,891		
VIII. Total of misc. incomes	311,916,428	370,068,373	-104,068,127	-75,035,259
Total of misc. incomes attributable to the owners of the parent company	308,572,024	370,068,373	-106,642,144	-75,035,259
Total misc gains attributable to the minor shareholders	3,344,404		2,574,017	

4.3 Income Statement From Beginning of year to end of Reporting Period

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD..

Jan-Sep 2009

in RMB yuan

Items	Current term		Same period last year	
	Consolidated	Parent company	Consolidated	Parent company
I. Total business income	17,400,466,686	11,591,452,816	10,638,491,230	6,969,227,933
Incl. Business income	17,400,466,686	11,591,452,816	10,638,491,230	6,969,227,933
Interest income				
Insurance fee earned				
Fee and commission received				
II. Total business cost	17,221,968,062	11,336,920,211	10,920,952,210	7,098,535,905
Incl. Business cost	13,870,778,401	9,136,747,687	8,894,802,052	5,781,074,949
Interest expense				
Fee and commission paid				
Insurance discharge payment				
Net claim amount paid				
Net insurance policy reserves provided				
Insurance policy dividend paid				
Reinsurance expenses				
Business tax and surcharge	355,648,515	251,630,711	251,507,731	176,320,564
Sales expense	1,752,581,442	910,713,557	984,568,483	619,644,506
Administrative expense	872,632,072	699,817,104	620,562,698	519,987,854
Financial expenses	2,928,514	-30,343,084	48,947,606	-726,873
Asset impairment loss	367,399,118	368,354,236	120,563,640	2,234,905
Plus: Gains from change of fair value ("-" for loss)	1,717,183			
Investment gain ("-" for loss)	602,628,026	612,974,641	625,318,309	607,068,388
Incl. Investment gains from affiliates	593,961,858	593,961,858	609,326,937	609,326,937
Gains from currency exchange ("-" for loss)				
III. Operational profit ("-" for loss)	782,843,833	867,507,246	342,857,329	477,760,416
Plus: Non business income	12,892,832	4,807,105	21,075,098	16,867,156
Less: Non-business expenses	10,110,809	7,033,430	19,584,782	18,128,328
Incl. Loss from disposal of non-current assets	1,649,462	1,289,897	691,715	473,695
IV. Gross profit ("-" for loss)	785,625,856	865,280,921	344,347,645	476,499,244
Less: Income tax expenses	-63,766,248	-77,566,874	3,972,764	-13,104,014
V. Net profit ("-" for net loss)	849,392,104	942,847,795	340,374,881	489,603,258
Net profit attributable to the owners of parent company	841,455,695	942,847,795	343,545,413	489,603,258
Minor shareholders' equity	7,936,409		-3,170,532	
VI. Earnings per share:				
(I) Basic earnings per share	0.36	0.40	0.15	0.21
(II) Diluted earnings per share	0.36	0.40	0.15	0.21
VII. Other misc. incomes	995,738	995,738		
VIII. Total of misc. incomes	850,387,842	943,843,533	340,374,881	489,603,258
Total of misc. incomes attributable to the owners of the parent company	842,451,433	943,843,533	343,545,413	489,603,258
Total misc gains attributable to the minor shareholders	7,936,409		-3,170,532	

4.4 Cash Flow Statement from the beginning of year to the end of report term.

Prepared by: CHONGQING CHANGAN AUTOMOBILE CO., LTD..

Jan-Sep 2009

in RMB yuan

Items	Current term		Same period last year	
	Consolidated	Parent company	Consolidated	Parent company
I. Net cash flow from business operation				
Cash received from sales of products and providing of services	10,951,759,835	8,507,483,866	7,254,024,048	5,490,032,553
Net increase of customer deposits and capital kept for brother company				
Net increase of loans from central bank				
Net increase of inter-bank loans from other financial bodies				
Cash received against original insurance contract				
Net cash received from reinsurance business				
Net increase of client deposit and investment				
Net increase of trade financial asset disposal				
Cash received as interest, processing fee, and commission				
Net increase of inter-bank fund received				
Net increase of repurchasing business				
Tax returned	60,744,184		122,198,190	14,090,000
Other cash received from business operation	166,936,115	100,453,602	203,033,502	32,396,779
Sub-total of cash inflow from business activities	11,179,440,134	8,607,937,468	7,579,255,740	5,536,519,332
Cash paid for purchasing of merchandise and services	5,468,882,591	4,522,870,198	4,718,160,987	3,408,879,513
Net increase of client trade and advance				
Net increase of savings in central bank and brother company				
Cash paid for original contract claim				
Cash paid for interest, processing fee and commission				
Cash paid for policy dividend				
Cash paid to staffs or paid for staffs	587,729,034	472,732,923	451,234,921	369,238,220
Taxes paid	1,104,435,708	763,699,839	588,349,255	387,266,703
Other cash paid for business activities	1,163,803,184	968,596,722	1,194,016,867	877,245,211
Sub-total of cash outflow from business activities	8,324,850,517	6,727,899,682	6,951,762,030	5,042,629,647
Cash flow generated by business operation, net	2,854,589,617	1,880,037,786	627,493,710	493,889,685
II. Cash flow generated by investing				
Cash received from investment retrieving	3,250,000	3,250,000	5,637,000	5,068,403
Cash received as investment gains	555,520,168	567,201,173	851,070,032	862,547,648
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	931,634	467,681	779,414	526,995
Net cash received from disposal of subsidiaries or other operational units				
Other investment-related cash received	90,000		12,876,262	
Sub-total of cash inflow due to investment activities	559,791,802	570,918,854	870,362,708	868,143,046
Cash paid for construction of fixed assets, intangible assets and other long-term assets	860,274,115	787,853,043	616,293,723	578,053,434
Cash paid as investment	2,896,370	2,896,370	735,040,800	772,522,600
Net increase of loan against pledge				
Net cash received from subsidiaries and other operational units				
Other cash paid for investment activities				
Sub-total of cash outflow due to investment activities	863,170,485	790,749,413	1,351,334,523	1,350,576,034
Net cash flow generated by investment	-303,378,683	-219,830,559	-480,971,815	-482,432,988

III. Cash flow generated by financing				
Cash received as investment				
Incl. Cash received as investment from minor shareholders				
Cash received as loans	1,098,581,154	450,000,000	2,125,393,613	1,675,241,710
Cash received from bond placing				
Other financing-related cash received	2,929,866	626,297	-797,798	
Subtotal of cash inflow from financing activities	1,101,511,020	450,626,297	2,124,595,815	1,675,241,710
Cash to repay debts	1,151,099,462	525,026,516	1,720,370,224	1,300,000,000
Cash paid as dividend, profit, or interests	82,642,345	71,111,564	71,430,769	66,904,388
Incl. Dividend and profit paid by subsidiaries to minor shareholders				
Other cash paid for financing activities	29,197,280	27,165,159	32,434,118	
Subtotal of cash outflow due to financing activities	1,262,939,087	623,303,239	1,824,235,111	1,366,904,388
Net cash flow generated by financing	-161,428,067	-172,676,942	300,360,704	308,337,322
IV. Influence of exchange rate alternation on cash and cash equivalents	-226,584			
V. Net increase of cash and cash equivalents	2,389,556,283	1,487,530,285	446,882,599	319,794,019
Plus: Balance of cash and cash equivalents at the beginning of term	1,614,390,751	1,166,965,438	1,583,706,500	1,169,325,053
VI. Balance of cash and cash equivalents at the end of term	4,003,947,034	2,654,495,723	2,030,589,099	1,489,119,072

4.4 Auditors' Report Auditing Opinion: Unaudited