IMPORTANT NOTICE

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PROHIBITION OF SALES TO EEA RETAIL INVESTORS – The Securities are not intended to be offered, sold or otherwise made available to and should not be offered, sold or otherwise made available to any retail investor in the European Economic Area ("**EEA**"). For these purposes, a retail investor means a person who is one (or more) of: (i) a retail client as defined in point (11) of Article 4(1) of Directive 2014/65/EU (as amended, "**MiFID II**"); or (ii) a customer within the meaning of Directive (EU) 2016/97 (the "**Insurance Distribution Directive**"), where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II. Consequently no key information document required by Regulation (EU) No 1286/2014 (as amended, the "**PRIIPs Regulation**") for offering or selling the Bonds or otherwise making them available to retail investors in the EEA has been prepared and therefore offering or selling the Bonds or otherwise making them available to any retail investor in the EEA may be unlawful under the PRIIPS Regulation.

Notification under Section 309B(1)(c) of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA") – the Issuer has determined, and hereby notifies all relevant persons (as defined in Section 309A(1) of the SFA), that the Bonds are prescribed capital markets products (as defined in the Securities and Futures (Capital Markets Products) Regulations 2018 of Singapore) and Excluded Investment Products (as defined in MAS Notice SFA 04-N12: Notice on the Sale of Investment Products and MAS Notice FAA-N16: Notice on Recommendations on Investment Products).

The communication of the attached document and any other document or materials relating to the issue of the securities described therein is not being made, and such documents and/or materials have not been approved, by an authorized person for the purposes of section 21 of the United Kingdom's Financial Services and Markets Act 2000, as amended ("FSMA"). Accordingly, such documents and/or materials are not being distributed to, and must not be passed on to, the general public in the United Kingdom. The communication of such documents and/or materials as a financial promotion is only being made to (i) persons falling within the definition of investment professionals (as defined in Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005, as amended (the "Financial Promotion Order")), or (ii) persons falling within Article 49(2)(a) to (d) of the Financial Promotion Order, or (iii) persons outside the United Kingdom, or (iv) any other persons to whom it may otherwise lawfully be made under the Financial Promotion Order (all such persons together being referred to as "relevant persons"). The securities described in the attached document are only available to, and any investment or investment activity to which the attached document relates will be engaged in only with, relevant persons. Any person that is not a relevant person should not act or rely on the attached document or any of its contents.

CONFIRMATION OF YOUR REPRESENTATION: IN ORDER TO BE ELIGIBLE TO VIEW THE ATTACHED DOCUMENT, INVESTORS MUST COMPLY WITH THE FOLLOWING PROVISIONS. YOU HAVE BEEN SENT THE ATTACHED DOCUMENT ON THE BASIS THAT YOU HAVE CONFIRMED TO HAITONG INTERNATIONAL SECURITIES COMPANY LIMITED, J.P. MORGAN SECURITIES PLC, CHINA CITIC BANK INTERNATIONAL LIMITED, GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED, CMB INTERNATIONAL CAPITAL LIMITED, ICBC INTERNATIONAL SECURITIES LIMITED, UBS AG HONG KONG BRANCH, BANK OF CHINA LIMITED, BARCLAYS BANK PLC, BOCI ASIA LIMITED, CCB INTERNATIONAL CAPITAL LIMITED, CENTRAL WEALTH SECURITIES INVESTMENT LIMITED, CHINA INTERNATIONAL CAPITAL CORPORATION HONG KONG SECURITIES LIMITED, CHINA INVESTMENT SECURITIES INTERNATIONAL BROKERAGE LIMITED, CLSA LIMITED, CREDIT SUISSE (HONG KONG) LIMITED, THE HONGKONG AND SHANGHAI BANKING CORPORATION LIMITED, ORIENT SECURITIES (HONG KONG) LIMITED AND ZHONGTAI INTERNATIONAL SECURITIES LIMITED (THE "JOINT LEAD MANAGERS") THAT YOU (I) ARE OUTSIDE THE UNITED STATES, AND, TO THE EXTENT YOU PURCHASE THE SECURITIES DESCRIBED IN THE ATTACHED DOCUMENT, YOU WILL BE DOING SO IN AN OFFSHORE TRANSACTION, AS DEFINED IN REGULATION S UNDER THE U.S. SECURITIES ACT ("REGULATION S"), IN COMPLIANCE WITH REGULATION S; AND (II) CONSENT TO DELIVERY BY ELECTRONIC TRANSMISSION.

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CFLD (CAYMAN) INVESTMENT LTD.

(incorporated in the Cayman Islands with limited liability)

US$500,000,000 6.90 PER CENT. BONDS DUE 2023
US$700,000,000 8.05 PER CENT. BONDS DUE 2025

Unconditionally and Irrevocably Guaranteed by

CHINA FORTUNE LAND DEVELOPMENT CO., LTD
華夏幸福基業股份有限公司

(incorporated in the People's Republic of China with limited liability)

Issue Price of Bonds due 2023: 100 PER CENT.
Issue Price of Bonds due 2025: 100 PER CENT.

The US$500,000,000 6.90 per cent. guaranteed bonds due 2023 (the "2023 Bonds") will be issued by CFLD (Cayman) Investment Ltd. (the "Issuer") and will bear interest at the rate of 6.90 per cent. per annum. The 2023 Bonds will mature on January 13, 2023. Interest on the 2023 Bonds is payable semi-annually in arrears on January 13 and July 13 in each year, commencing July 13, 2020. The US$700,000,000 8.05 per cent. guaranteed bonds due 2025 (the "2025 Bonds" and, together with the 2023 Bonds, the "Bonds") will be issued by Issuer and will bear interest at the rate of 8.05 per cent. per annum. The 2025 Bonds will mature on January 13, 2025. Interest on the 2025 Bonds is payable semi-annually in arrears on January 13 and July 13 in each year, commencing July 13, 2020. The Bonds will be unconditionally and irrevocably guaranteed (the "Guarantee" and, together with the Bonds, the "Securities") by China Fortune Land Development Co., Ltd. (the "Guarantor" or "Company").

The Bonds will be direct, unsubordinated, unconditional and (subject to Condition 4(a) of the Terms and Conditions of the 2023 Bonds and Condition 4(a) of the Terms and Conditions of the 2025 Bonds) to unsecured obligations of the Issuer, at all times ranking *pari passu* without any preference or priority among themselves and ranking at least equally with all other present and future unsecured and unsubordinated obligations of the Issuer. The obligations of the Company under the Guarantee shall, save for such exceptions as may be provided by applicable legislation and subject to Condition 4(a) of the Terms and Conditions of the 2023 Bonds and Condition 4(a) of the Terms and Conditions of the 2025 Bonds, at all times rank at least equally with all their other respective present and future unsecured and unsubordinated obligations. Payments on the Bonds will be made without deduction for or on account of taxes of the Cayman Islands or the PRC to the extent described in "Terms and Conditions of the 2023 Bonds – Taxation" and "Terms and Conditions of the 2025 Bonds – Taxation."

With respect to the 2023 Bonds, the Issuer may at any time and from time to time redeem the 2023 Bonds in whole but not in part at the Make Whole Price (as defined in "Terms and Conditions of the 2023 Bonds"), together with accrued interest to, but excluding, the date for redemption as specified in "Terms and Conditions of the 2023 Bonds." With respect to the 2025 Bonds, the Issuer may at any time and from time to time redeem the 2025 Bonds in whole but not in part at the Make Whole Price (as defined in "Terms and Conditions of the 2025 Bonds"), together with accrued interest to, but excluding, the date for redemption as specified in "Terms and Conditions of the 2025 Bonds."

The Bonds are subject to redemption, in whole but not in part, at their principal amount, together with accrued interest, at the option of the Issuer at any time in the event of certain changes affecting taxes of the Cayman Islands or the PRC. The Bonds also contain a provision for redemption at the option of the Bondholders at 101 per cent. of the principal amount of each Bond, together with interest accrued to, but excluding, the date for redemption, upon the occurrence of a Change of Control (as defined in "Terms and Conditions of the 2023 Bonds" and "Terms and Conditions of the 2025 Bonds") and at their principal amount, together with interest accrued to, but excluding, the date for redemption, upon the occurrence of a No Registration Event (as defined in "Terms and Conditions of the 2023 Bonds" and "Terms and Conditions of the 2025 Bonds"). In addition, the Bonds may be redeemed at the option of the Issuer in whole, but not in part, at their principal amount, together with accrued to, but excluding, the date fixed for redemption, if prior to the date fixed for redemption at least 90 per cent. in principal amount of the Bonds originally issued has already been cancelled. See "Terms and Conditions of the 2023 Bonds – Redemption and Purchase" and "Terms and Conditions of the 2025 Bonds – Redemption and Purchase."

Investing in the Bonds involves risks. See "Risk Factors" beginning on page 11.

Application will be made to the Singapore Exchange Securities Trading Limited (the "SGX-ST") for the listing and quotation of the Bonds on the SGX-ST. The SGX-ST assumes no responsibility for the correctness of any of the statements made, opinions expressed or reports contained herein. Approval in-principle from, admission to the Official List of, and listing and quotation of the Bonds on, the SGX-ST are not to be taken as an indication of the merits of the Company or the Bonds. For so long as the Bonds are listed on the SGX-ST and the rules of the SGX-ST so require, the Bonds, if traded on the SGX-ST, will be traded in a minimum board lot size of S$200,000 (or its equivalent in foreign currencies). Accordingly, the Bonds, if traded on the SGX-ST, will be traded in a minimum board lot size of US$200,000.

The Securities have not been and will not be registered under the United States Securities Act of 1933, as amended (the "Securities Act"), and may not be offered or sold within the United States except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act. Accordingly, the Securities are being offered and sold by the Joint Lead Managers (as defined herein) only outside the United States in compliance with Regulation S under the Securities Act ("Regulation S"). The Bonds are expected to be rated Ba3 by Moody's Investors Services, Inc. ("Moody's"). A rating is not a recommendation to buy, sell or hold the Bonds and may be subject to suspension, reduction or withdrawal at any time by the assigning agency. A suspension, reduction or withdrawal of the rating assigned to the Bonds may adversely affect the market price of the Bonds. For a description of certain restrictions on the resale or transfer of the Securities, see "Subscription and Sale."

Pursuant to the Notice on Promoting the Reform of the Filing and Registration System for Issuance of Foreign Debt by Enterprises (國家發展改革委關於推進企業發行外債備案登記制管理改革的通知) (the "NDRC Notice") promulgated by National Development and Reform Commission (the "NDRC") of the PRC on September 14, 2015 which came into effect on the same day, we have registered the issuance of the Bonds with the NDRC and obtained a certificate from the NDRC dated December 27, 2019 evidencing such registration. Pursuant to the registration certificate, we will cause relevant information relating to the issue of the Bonds to be reported to the NDRC within 10 working days after the issue date of the Bonds.

The Bonds will be represented by interests in one or more global certificates (the "Global Certificates") in registered form and registered in the name of a nominee of, and shall be deposited on or about January 13, 2020 (the "Issue Date") with, a common depositary for Euroclear Bank SA/NV ("Euroclear") and Clearstream Banking S.A. ("Clearstream"). Interests in the Global Certificate will be shown on, and transfers thereof will be effected only through, records maintained by Euroclear and Clearstream. Except as described herein, certificates for Bonds will not be issued in exchange for interests in any Global Certificate.

Joint Global Coordinators, Joint Bookrunners and Joint Lead Managers

Haitong International	**J.P. Morgan**	**China CITIC Bank International**	
Guotai Junan International	**CMB International**	**ICBC International**	**UBS**

Joint Bookrunners and Joint Lead Managers

Bank of China	**Barclays**	**BOC International**	**CCB International**
Central Wealth Securities Investment Limited	**China International Capital Corporation**	**China Investment Securities International**	**CLSA**
Credit Suisse	**HSBC**	**Orient Securities (Hong Kong)**	**Zhongtai International**

The date of this offering memorandum is January 8, 2020

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This offering memorandum does not constitute an offer to sell to, or a solicitation of an offer to buy from, any person in any jurisdiction to whom it is unlawful to make the offer or solicitation in such jurisdiction. Neither the delivery of this offering memorandum nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in our affairs since the date of this offering memorandum or that the information contained in this offering memorandum is correct as of any time after that date.

PROHIBITION OF SALES TO EEA RETAIL INVESTORS – The Securities are not intended to be offered, sold or otherwise made available to and should not be offered, sold or otherwise made available to any retail investor in the European Economic Area ("**EEA**"). For these purposes, a retail investor means a person who is one (or more) of: (i) a retail client as defined in point (11) of Article 4(1) of Directive 2014/65/EU (as amended, "**MiFID II**"); or (ii) a customer within the meaning of Directive (EU) 2016/97 (the "**Insurance Distribution Directive**"), where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II. Consequently no key information document required by Regulation (EU) No 1286/2014 (as amended, the "**PRIIPs Regulation**") for offering or selling the Bonds or otherwise making them available to retail investors in the EEA has been prepared and therefore offering or selling the Bonds or otherwise making them available to any retail investor in the EEA may be unlawful under the PRIIPS Regulation.

Notification under Section 309B(1)(c) of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA") – the Issuer has determined, and hereby notifies all relevant persons (as defined in Section 309A(1) of the SFA), that the Bonds are prescribed capital markets products (as defined in the Securities and Futures (Capital Markets Products) Regulations 2018 of Singapore) and Excluded Investment Products (as defined in MAS Notice SFA 04-N12: Notice on the Sale of Investment Products and MAS Notice FAA-N16: Notice on Recommendations on Investment Products).

The communication of this offering memorandum and any other document or materials relating to the issue of the securities described therein is not being made, and such documents and/or materials have not been approved, by an authorized person for the purposes of section 21 of the United Kingdom's Financial Services and Markets Act 2000, as amended ("FSMA"). Accordingly, such documents and/or materials are not being distributed to, and must not be passed on to, the general public in the United Kingdom. The communication of

such documents and/or materials as a financial promotion is only being made to (i) those persons in the United Kingdom falling within the definition of investment professionals (as defined in Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005, as amended (the "Financial Promotion Order")), or (ii) persons falling within Article 49(2)(a) to (d) of the Financial Promotion Order, or (iii) persons outside the United Kingdom, to or (iv) any other persons to whom it may otherwise lawfully be made under the Financial Promotion Order (all such persons together being referred to as "relevant persons"). In the United Kingdom, the securities described in this offering memorandum are only available to, and any investment or investment activity to which this offering memorandum relates will be engaged in only with, relevant persons. Any person in the United Kingdom that is not a relevant person should not act or rely on this offering memorandum or any of its contents.

IN CONNECTION WITH THIS OFFERING, ANY OF THE JOINT LEAD MANAGERS, AS STABILIZING MANAGER, OR ANY PERSON ACTING FOR IT, MAY PURCHASE AND SELL THE NOTES IN THE OPEN MARKET, PROVIDED THAT CHINA CITIC BANK INTERNATIONAL LIMITED SHALL NOT BE ACTING AS THE STABILIZING MANAGER. THESE TRANSACTIONS MAY, TO THE EXTENT PERMITTED BY APPLICABLE LAWS AND REGULATIONS, INCLUDE SHORT SALES, STABILIZING TRANSACTIONS AND PURCHASES TO COVER POSITIONS CREATED BY SHORT SALES. THESE ACTIVITIES MAY STABILIZE, MAINTAIN OR OTHERWISE AFFECT THE MARKET PRICE OF THE BONDS. AS A RESULT, THE PRICE OF THE BONDS MAY BE HIGHER THAN THE PRICE THAT OTHERWISE MIGHT EXIST IN THE OPEN MARKET. IF THESE ACTIVITIES ARE COMMENCED, THEY MAY BE DISCONTINUED AT ANY TIME AND MUST IN ANY EVENT BE BROUGHT TO AN END AFTER A LIMITED TIME.

This offering memorandum is highly confidential. We are providing it solely for the purpose of enabling you to consider a purchase of the Bonds. You should read this offering memorandum before making a decision whether to purchase the Bonds. You must not use this offering memorandum for any other purpose, or disclose any information in this offering memorandum to any other person. This offering memorandum is personal to each offeree and does not constitute an offer to any other person or to the public generally to subscribe for or otherwise acquire Bonds. Distribution of this offering memorandum to any other person other than the prospective investor and any person retained to advise such prospective investor with respect to its purchase is unauthorized. Each prospective investor, by accepting delivery of this offering memorandum, agrees to the foregoing and to make no photocopies of this offering memorandum or any documents referred to in this offering memorandum.

We have prepared this offering memorandum, and we are solely responsible for its contents. You are responsible for making your own examination of us and your own assessment of the merits and risks of investing in the Securities. We are not, and the Joint Lead Managers are not, making an offer to sell the Securities in any jurisdiction except where an offer or sale is permitted. The distribution of this offering memorandum and the offering of the Securities may in certain jurisdictions be restricted by law. Persons into whose possession this offering memorandum comes are required by us and the Joint Lead Managers to inform themselves about and to observe any such restrictions. No action is being taken to permit a public offering of the Securities or the distribution of this offering memorandum in any jurisdiction where action would be required for such purposes. There are restrictions on the offer and sale of the Securities, and the circulation of documents relating thereto, in certain jurisdictions and to persons connected therewith. For a description of the restrictions on offers, sales and resales of the Securities and distribution of this offering memorandum, see "Transfer Restrictions" and "Subscription and Sale" below. By purchasing the Securities, investors represent and agree to all of those provisions contained in that section of this offering memorandum.

The Joint Lead Managers, the Trustee and the Agents (as defined herein) have not separately or independently verified the information contained in this offering memorandum. No representation or warranty, express or implied, is made or given by any of the Joint Lead Managers, the Bank of New York Mellon, London Branch (the "Trustee"), the Agents (as defined in the Terms and Conditions of the Bonds) or any of their respective directors, officers, employees, affiliates or advisors as to the accuracy, completeness or sufficiency of the information set forth herein, and nothing contained in this offering memorandum is, or shall be relied upon as, a promise, representation or warranty by any of the Joint Lead Managers, the Trustee or the Agents, whether as to the past or the future. This offering memorandum is not intended to provide the basis of any credit or other evaluation nor should it be considered as a recommendation by either the Issuer, the Guarantor, any of the Joint Lead Managers, the Trustee or the Agents that any recipient of this offering memorandum should purchase the Securities. Each person receiving this offering memorandum acknowledges that such person has not relied on the

Joint Lead Managers, the Trustee, the Agents or any of their respective affiliates in connection with its investigation of the accuracy of such information or its investment decision, and each such person must rely on its own examination of the Issuer, the Guarantor and the Group (as defined below) and the merits and risks involved in investing the Securities. See "Risk Factors" for a discussion of certain factors to be considered in connection with an investment in the Securities. Each investor contemplating purchasing Securities should make its own independent investigation of the financial condition and affairs, and its own appraisal of the creditworthiness, of the Issuer and the Guarantor. Each potential purchaser of the Securities should determine for itself the relevance of the information contained in this offering memorandum.

None of the Joint Lead Managers, the Trustee or the Agents or any of their respective affiliates, directors or advisors undertakes to review the financial condition or affairs of the Issuer or the Group during the life of the arrangements contemplated by this offering memorandum nor to advise any investor or potential investor in the Bonds of any information coming to the attention of the Joint Lead Managers, the Trustee or the Agents.

To the fullest extent permitted by law, none of the the Joint Lead Managers, the Trustee or the Agents or any of their respective affiliates, directors or advisers accepts any responsibility for the contents of this offering memorandum. Each of the Joint Lead Managers, the Trustee and the Agents and their respective affiliates, directors or advisers accordingly disclaims all and any liability, whether arising in tort or contract or otherwise, which it might otherwise have in respect of this offering memorandum or any such statement. None of the Joint Lead Managers, the Trustee or the Agents or any of their respective affiliates, directors or advisers undertakes to review the results of operations, financial condition or affairs of the Issuer, the Guarantor or the Group during the life of the arrangements contemplated by this offering memorandum nor to advise any investor or potential investor in the Securities of any information coming to the attention of the Joint Lead Managers, the Trustee or the Agents.

Each person receiving this offering memorandum acknowledges that: (i) such person has been afforded an opportunity to request from us and to review, and has received, all additional information considered by it to be necessary to verify the accuracy of, or to supplement, the information contained herein; (ii) such person has not relied on the Joint Lead Managers, the Trustee or the Agents or any person affiliated with the Joint Lead Managers, the Trustee or the Agents in connection with any investigation of the accuracy of such information or its investment decision; and (iii) no person has been authorized to give any information or to make any representation concerning us, our subsidiaries and affiliates, the Bonds (other than as contained herein and information given by our duly authorized officers and employees in connection with investors' examination of our company and the terms of the offering of the Bonds) and, if given or made, any such other information or representation should not be relied upon as having been authorized by us or the Joint Lead Managers, the Trustee or the Agents.

The Securities have not been approved or disapproved by the United States Securities and Exchange Commission, any state securities commission in the United States or any other United States regulatory authority, nor have any of the foregoing authorities passed upon or endorsed the merits of the offering or the accuracy or adequacy of this offering memorandum. Any representation to the contrary is a criminal offense in the United States.

This offering memorandum summarizes certain material documents and other information, and we refer you to them for a more complete understanding of what we discuss in this offering memorandum. In making an investment decision, you must rely on your own examination of us and the terms of the offering, including the merits and risks involved. None of the Company, the Joint Lead Managers, the Trustee, the Agents or our or their respective directors, officers or advisors are making any representation to you regarding the legality of an investment in the Bonds by you under any legal, investment or similar laws or regulations. You should not consider any information in this offering memorandum to be legal, business or tax advice. You should consult your own attorney, business advisor and tax advisor for legal, business and tax advice regarding an investment in the Bonds.

We reserve the right to withdraw the offering of the Bonds at any time, and the Joint Lead Managers reserve the right to reject any commitment to subscribe for or purchase the Bonds in whole or in part and to allot to any prospective purchaser less than the full amount of the Bonds sought by such purchaser. The Joint Lead Managers and certain related entities may acquire for their own account a portion of the Bonds.

CERTAIN DEFINITIONS, CONVENTIONS AND CURRENCY AND FINANCIAL INFORMATION PRESENTATION

We have prepared this offering memorandum using a number of conventions, which you should consider when reading the information contained herein. When we use the terms the "Guarantor," "Company," the "Group," "CFLD," "we," "us," "our" and words of similar import, we are referring to China Fortune Land Development Co., Ltd itself or to China Fortune Land Development Co., Ltd and its consolidated subsidiaries, as the context requires. When we use the term the "Issuer", we are referring to CFLD (Cayman) Investment Ltd. When we use the term "CFLD Holdings", we are referring to our controlling shareholder, China Fortune Land Development Holdings Co., Ltd. (華夏幸福基業控股股份公司).

Market data and certain industry forecasts and statistics in this offering memorandum have been obtained from both public and private sources, including market research, publicly available information and industry publications. Although we believe this information to be reliable, it has not been independently verified by us or the Joint Lead Managers or our or their respective directors and advisors, and neither us, the Joint Lead Managers nor our or their respective directors, officers, employees and advisors make any representation as to the accuracy or completeness of that information. In addition, third-party information providers may have obtained information from market participants and such information may not have been independently verified.

The information and statistics set forth in this offering memorandum relating to the PRC and the retail industry in the PRC were taken or derived from various government and private publications. Due to possibly inconsistent collection methods and other problems, the information and statistics herein may be inaccurate and should not be unduly relied upon.

We record and publish our financial statements in Renminbi. Unless otherwise stated in this offering memorandum, all translations from Renminbi amounts to U.S. dollars were made at the rate of RMB6.8650 to US$1.00, the noon buying rate in New York City for cable transfers payable in Renminbi as certified for customs purposes by the Federal Reserve Bank of New York on June 28, 2019 (it being a Saturday on June 30, 2018), and all translations from Hong Kong dollars into U.S. dollars were made at the rate of HK$7.8103 to US$1.00, the noon buying rate in New York City for cable transfers payable in H.K. dollars as certified for customs purposes by the Federal Reserve Bank of New York on June 28, 2019. All such translations in this offering memorandum are provided solely for your convenience and no representation is made that the Renminbi amounts referred to herein have been, could have been or could be converted into U.S. dollars and Hong Kong dollars, or vice versa, at any particular rate or at all. For further information relating to the exchange rates, see "Exchange Rate Information."

In this offering memorandum, references to "US$" and "U.S. dollars" are to United States dollars, the official currency of the United States of America (the "United States" or "U.S."); references to "HK$" and "H.K. dollars" are to Hong Kong dollars, the official currency of the Hong Kong Special Administrative Region of the PRC ("Hong Kong" or "HK"), references to "RMB" or "Renminbi" are to Renminbi, the official currency of the People's Republic of China; references to "Macau" are to the Macau Special Administrative Region of the PRC; references to the "PRC government" are to the central government of the PRC, including all political subdivisions (including provincial, municipal and other regional or local government entities) and instrumentalities thereof, or, where the context requires, any of them; and references to the "PRC" and "China" are to the People's Republic of China and, for the purposes of this offering memorandum, do not include Hong Kong, Macau or Taiwan.

Unless otherwise indicated, all references in this offering memorandum to "Bonds" are to any of the 2023 Bonds and the 2025 Bonds and all references to a "series of Bonds" or to a "series" are to the 2023 Bonds or the 2025 Bonds separately; all references in this offering memorandum to "Terms and Conditions of the Bonds" are to the terms and conditions governing the 2023 Bonds and the 2025 Bonds, as respectively set out in "Terms and Conditions of the 2023 Bonds" and "Terms and Conditions of the 2025 Bonds" (collectively, "Terms and Conditions of the Bonds"); all references in this offering memorandum to "Trust Deed" are to the trust deed governing the 2023 Bonds or the trust deed governing the 2025 Bonds, as applicable, and all references to "Trust Deeds" are to the trust deed governing the 2023 Bonds and the trust deed governing the 2025 Bonds collectively; all references in this offering memorandum to "Agency Agreement" are to the agency agreement relating to the 2023 Bonds or the agency agreement relating to the 2025 Bonds, as applicable, and all references to "Agency Agreements" are to the agency agreement relating to the 2023 Bonds and the agency agreement relating to the 2025 Bonds collectively.

Our financial statements are prepared in accordance with PRC GAAP (as defined below) which may differ in certain respects from generally accepted accounting principles in certain other countries.

Unless the context otherwise requires, references to "2016", "2017" and "2018" in this offering memorandum means our financial years ended December 31, 2016, 2017 and 2018, respectively.

"August 2018 Corporate Bonds" means our 6.0% onshore corporate bonds issued on August 22, 2018.

"Board of Directors" or "Board" means the board of Directors of the Company.

"CAGR" means compound annual growth rate.

"December 2018 7.0% Corporate Bonds" means our 7.0% onshore corporate bonds issued on December 20, 2018.

"December 2018 8.3% Corporate Bonds" means our 8.3% onshore corporate bonds issued on December 20, 2018.

"December 2018 Bonds" means our 9.0% guaranteed bonds due 2021 issued on December 27, 2018.

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

"EIT Law" means the Enterprise Income Tax Law of the PRC, which came into effect on January 1, 2008, as supplemented by its implementation regulations.

"February 2019 Bonds" means our 8.625% guaranteed bonds due 2021 issued on February 28, 2019.

"GFA" means gross floor area.

"IFRS" means the International Financial Reporting Standards.

"January 2019 Corporate Bonds" means our 5.5% onshore corporate bonds issued on January 18, 2019.

"July 2018 Bonds" means our 9.0% guaranteed bonds due 2021 issued on July 31, 2018, August 31, 2018, September 10, 2018, October 2, 2018, November 7, 2018, November 29, 2018, December 12, 2018 and December 27, 2018 respectively.

"June 2018 Bonds" means our 9.0% guaranteed bonds due 2021 issued on June 21, 2018.

"March 2019 Corporate Bonds" means our 5.5% onshore corporate bonds due 2024 issued on March 25, 2019.

"March 2019 Bonds" means our dual-tranche US$350,000,000 7.135% guaranteed bonds due 2022 and US$650,000,000 8.600% guaranteed bonds due 2024 issued on March 27, 2019.

"MOF" means the PRC Ministry of Finance.

"Perpetual Securities" means our 6.65% subordinated perpetual securities issued on December 22, 2017.

"PRC GAAP" means the Basic Standard and 38 specific standards of Accounting Standards for Business Enterprises issued by the PRC Ministry of Finance on 15 February 2006, Application Guidance of Accounting Standards for Business Enterprises, Interpretation of Accounting Standards for Business Enterprises and other regulations issued thereafter.

"SAFE" means the PRC State Administration of Foreign Exchange (中國國家外匯管理局), the PRC government agency responsible for matters relating to foreign exchange administration.

"September 2018 Corporate Bonds" means our 7.4% onshore corporate bonds issued on September 7, 2018.

"SFO" means the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time.

"sq.m." means square meters.

"SSE" means Shanghai Stock Exchange.

"2017 Bonds" means our 6.5% guaranteed bonds due 2020 issued on December 21, 2017, December 28, 2017, October 10, 2018, November 16, 2018, December 11, 2018 and February 1, 2019.

"2018 Corporate Bonds" means our 6.80% onshore corporate bonds issued on May 30, 2018 and our 7.15% onshore corporate bonds issued on June 20, 2018.

In this offering memorandum, where information has been presented in thousands or millions of units, amounts may have been rounded up or down. Accordingly, totals of columns or rows of numbers in tables may not be equal to the apparent total of the individual items and actual numbers may differ from those contained herein due to rounding.

The English names of the PRC nationals, entities, departments, facilities, laws, regulations, certificates, titles and the like are translations of their Chinese names and are included for identification purposes only. In the event of any inconsistency, the Chinese name prevails.

GLOSSARY OF TECHNICAL TERMS

In this offering memorandum, unless the context otherwise requires, the following terms have the meanings set out below. The terms and their meanings may not correspond to standard industry meaning or usage of these terms.

"CAGR"	compound annual growth rate, the mean annual growth rate of an investment over a specified period of time longer than one year, calculated by dividing the value of an investment at the end of the period in question by its value at the beginning of that period, raising the result to the power of one divided by the period length, and subtracting one from the subsequent result
"Central Plains Urban Agglomeration"	a total of 30 cities of five provinces on the central plains of China designated by the NDRC in January 2017, consisting of (i) 14 core cities, including Zhengzhou, Kaifeng, Luoyang, Pingdingshan, Xinxiang, Jiaozuo, Xuchang, Luohe, Jiyuan, Hebi, Shangqiu and Zhoukou of Henan province, Jincheng of Shanxi province and Haozhou of Anhui province; and (ii) 16 peripheral cities, including Anyang, Puyang, Sanmenxia, Nanyang, Xinyang and Zhumadian of Henan province, Handan and Xingtai of Hebei province, Changzhi and Yuncheng of Shanxi province, Suzhou, Fuyang, Huaibei and Bengbu of Anhui province, and Liaocheng and Heze of Shandong province
"entrusted agreement"	an agreement between a local government and our Company on developing new industry cities
"entrusted area"	area of land entrusted by the local government to us for developing a new industry city as specified in the entrusted agreement
"government income"	our income settled by and collected from the government
"mature new industry cities"	new industry cities for which construction of all or substantially all constituent buildings and infrastructures have been completed and positive cash flow have been generated
"new industry city"	a new enterprise-driven model of urban development promoted by the government, including primary land development, positioning and planning, infrastructure development and construction, industry development services, property management services, comprehensive public services and real estate development.
"PPP"	public-private partnership
"semi-mature new industry cities"	new industry cities for which we have completed our initial investment
"start-up new industry cities"	new industry cities which are under planning or under the implementation of our first investment
"UMIG Model"	our application model for site selection with four dimensions: urbanization, market (local land market), industry (industry foundation) and government (government's intention)

FORWARD-LOOKING STATEMENTS

This offering memorandum includes "forward-looking statements" that are, by their nature, subject to significant risks and uncertainties. These forward-looking statements include statements relating to:

- our business, financing and operating strategies;
- our capital expenditure and expansion plans;
- the amount and nature of, and potential for, future development of our business;
- our operations and business prospects;
- various business opportunities that we may pursue;
- any prospective financial information regarding our businesses;
- availability and costs of bank loans and other forms of financing;
- our dividend policy;
- the regulatory environment of our industry in general;
- changes in political, economic, legal and social conditions in China, including the specific policies of the PRC central and local governments affecting the markets where we operate;
- changes in competitive conditions and our ability to compete under these conditions;
- changes in currency exchange rates; and
- other factors beyond our control.

In some cases, you can identify forward-looking statements by such terminology as "believe," "expect," "aim," "intend," "will," "may," "anticipate," "seek," "should," "estimate" or similar expressions or the negative thereof, are forward-looking statements. These forward-looking statements involve known and unknown risks, uncertainties and other factors, some of which are beyond our control, which may cause our actual results, performance or achievements, or industry results to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. These forward-looking statements are based on numerous assumptions regarding our present and future business strategies and the environment in which we will operate in the future. Important factors that could cause actual results, performance or achievements to differ materially include, but are not limited to, those discussed under "Risk Factors" and elsewhere in this offering memorandum. We caution you not to place undue reliance on these forward-looking statements which reflect our management's view only as of the date of this offering memorandum. We undertake no obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. In light of these risks, uncertainties and assumptions, the forward-looking events discussed in this offering memorandum might not occur.

SUMMARY

This summary does not contain all the information that may be important to you in deciding to invest in the Bonds. You should read the entire offering memorandum, including the section entitled "Risk Factors" and our consolidated financial information and related notes thereto, before making an investment decision.

OVERVIEW

We are a pioneer in new industry city development and operations in China with a unique business model. Founded in 1998, we have over 20 years of experience in new industry city development and operation. We have established a standardized and replicable "new industry city business model," covering the full value chain of new industry city investment and operations, including primary land development, infrastructure development and construction, industry development services, property management, comprehensive public services and real estate development. As of June 30, 2019, we had a total of 78 new industry city projects at various stages of development, including 25 mature new industry cities, 24 start-up new industry cities and 29 planning new industry cities. Our PPP arrangements and new industry cities developed under the PPP new industry city development and operation model have received various awards and recognitions. For example, in February 2018, our new industry cities in Nanxun, Zhejiang province, Xinzheng, Henan province and Tuanfeng, Hubei province were selected as MOF's fourth batch of model PPP projects. In 2015, we were certified by the NDRC and commended for the successful implementation of the PPP new industry city development and operation model with Gu'an County of Hebei province by the General Office of the State Council of China in its Circular on Commendation of Model Experience and Practices. From 2016 to 2018, we were ranked No. 1 of the Top 30 Industrial Real Estate Developers in China by China Index Academy. In 2016, two new industry cities developed by us were certified by MOF. In 2016 and 2017, we were recognized as a "Top 10 Real Estate Developers in China in 2016" by China Real Estate Association. We were ranked No. 1 by China Real Estate Association based on stability of operations for 2016 and 2017 consecutively. In June 2017, we were selected by SSE as a constituent of the SSE 50 Index. In May 2018, our Gu'an new industry city was presented as a demonstrative case at the Third PPP International Forum of the United Nations Economic Commission for Europe (UNECE). In May 2018, our Company was selected as one of the "Top 30 Private Listed Enterprises with High-quality Development" by the China Enterprise Value Development Forum. In March 2018, the People's Daily reported on our PPP model, highlighting the central government's recognition and strong support for our PPP model developments.

We have our roots in Hebei province, where we have historically focused our new industry development and operation business. Having established a dominant position in Hebei province, we replicated our business model in the Beijing-Tianjin-Hebei Economic Zone, taking advantage of favorable national policies. In 2016, 2017, 2018 and the six months ended June 30, 2019, our operation in non-Beijing areas has grown steadily, representing 14%, 23%, 46% and 58% of our total operation respectively. Leveraging our proven track record of steady and quality growth, we have taken a prudent approach to expand into new cities with growth potential. We adopt in our new industry city development business a "UMIG" model for site selection, focusing on four key indicators, namely, urbanization impact, market potential, industrial foundation and government intention. Through two decades of development, we have achieved a leading position in the Beijing-Tianjin-Hebei Economic Zone, experienced fast growth in the Yangtze River Economic Zone and established our presence in other selected regions and cities in China, such as the Pearl River Delta region and the Central Plains Urban Agglomeration. Furthermore, following the "One Belt One Road" initiative proposed by the PRC government, we have also entered into select international markets. As of the date of this offering memorandum, we have operations in over 80 cities and regions in China and internationally, including, among others, Beijing, Hebei province, Shanghai, Guangdong province, Jiangsu province, Zhejiang province, Hubei province, Sichuan province, Anhui province, the Republic of Indonesia and Vietnam.

We believe our strong industry development capability to attract investment into the new industry cities differentiates us from other industry park developers. We have a solid track record of attracting domestic and international investment to the projects developed by us. As of June 30, 2019, we had entered into strategic alliances with more than 60 industry leader companies, had more than 190,000 companies in our investor database and successfully introduced more than 2,000 enterprises to various new industry cities. Leveraging our capability to bring in business and investment opportunities, we are able to take advantage of local industrial landscapes to help drive regional economic development, create employment opportunities and increase local governments' fiscal revenues.

We also engage in traditional urban real estate development in selected regions. We have established the brand of "Peacock City" (孔雀城) for such line of real estate projects, which we believe is synonymous with high-end properties and dedicated services. We primarily engage in the development and sale of quality real properties in Langfang. As of June 30, 2019, we had a total of 163 real estate development projects at various stages of development in 37 cities, including 12 completed projects, 135 projects under development and 16 projects held for future development, with total saleable GFA attributable to us of approximately 68.2 million sq.m.

We have established strategic cooperation with Ping An Group, a leading conglomerate in China primarily engaged in insurance, banking, and financial services. In September 2018, we entered into a strategic business cooperative agreement with Ping An Group (the "**Business Cooperative Agreement**"). Under the Business Cooperative Agreement, we will cooperate with Ping An Group on one-stop financial services and collaborative industrial services. We have also entered into an agreement with Ping An Group in relation to the development of Beijing Fengtai District Lugouqiao Xianglize Financial Business Center (the "**Project Cooperative Agreement**"), a comprehensive financial business center primarily consisting of commercial properties and office spaces, with a total site area of 21,103 sq.m. We believe Ping An Group brings new growth drivers to our Group and enhances our overall competitiveness.

In 2016, 2017, 2018 and the six months ended June 30, 2019, our total revenue was approximately RMB53,820.6 million, RMB59,635.4 million, RMB83,798.6 million (US$12,206.6 million) and RMB38,730.1 million (US$5,641.7 million), respectively. During the same periods, our profit for the period was approximately RMB6,150.8 million, RMB8,865.3 million, RMB11,802.7 million (US$1,719.3 million) and RMB8,578.2 million (US$1,249.6 million), respectively, and our gross profit margin was approximately 33.1%, 48.0%, 41.6% and 48.7%, respectively.

COMPETITIVE STRENGTHS

We believe that our success and future growth depend on the following key competitive strengths:

- well recognized economies of scale and steady growth underpinned by capability to timely respond to favorable national policies;
- predictable and locked-in cash collection ensuring a strong and stable cash flow;
- a business model less susceptible to economic cycles and market volatility;
- capability to bring in business and investment opportunities ensuring long-term sustainable growth;
- the only non-SOE real estate enterprise among the constituents of the SSE 50 Index; and
- prudent financial management policies and access to multiple sources of capital.

BUSINESS STRATEGIES

We are committed to replicating our business model to achieve long-term growth. Given the urbanization policy of the PRC government and the demand by local governments for industry structure upgrade and adjustment, we believe that our business model will continue to achieve strong results. In order to achieve our long-term business objectives, we plan to implement the following strategies:

- expand into new cities through entrusted new industry city operation and management business;
- take advantage of opportunities presented in the industry restructuring and development measures implemented by the Chinese government and expand our presence;
- continue to attract more renowned international and domestic enterprises;
- continue to provide comprehensive public services;

- further standardize our property development and operation processes and strengthen internal management and control; and

- continue to attract, cultivate and motivate skilled and talented employees.

RECENT DEVELOPMENT

New Projects

Subsequent to June 30, 2019, we entered into new entrusted agreements and won new bids as set forth in the table below:

			Investment returns stipulated in the entrusted agreements				
Project	**Location**	**Entrustment period**	**Infrastructure development and construction**	**Primary land development**	**Industry development services**	**Positioning and planning**	**Property management and public services**
		(years)					
Hunan Hengyang Automobile New Industry City.....	Hunan	N/A	15%	N/A	45%	10%	10%
Guangdong Zhuhai District Doumen New Industry City	Guangdong	30	15%	N/A	45%	N/A	10%

In addition, subsequent to June 30, 2019, we also entered into a number of memoranda of understanding with certain local governments regarding the development of new industry cities. As of the date of this offering memorandum, we are still in negotiation with such local governments and have not entered into legally binding agreements.

Acquisition of Land

Subsequent to June 30, 2019, we acquired additional land with a total site area of more than 1.3 million sq.m. for the development of real estate projects.

GENERAL INFORMATION

The Issuer, CFLD (Cayman) Investment Ltd., is a company incorporated on November 15, 2017 in the Cayman Islands with limited liability. The Issuer is an indirect wholly owned subsidiary of China Fortune Land Development Co., Ltd. The Issuer currently has no business or operations other than to issue the Bonds and conduct other activities in connection therewith.

Our Company was incorporated in the People's Republic of China in July 1998 with limited liability. Our shares have been listed on the Shanghai Stock Exchange since August 2011, under the stock code 600340. Our registered office is located at No. 1, North Side of No. 3 Road, West Side of Beijing-Kaifeng Expressway, Gu'an county, Hebei province. Our website is http://www.cfldcn.com/. Information contained on our website does not constitute a part of this offering memorandum.

THE OFFERING

The following is a brief summary of the terms of this Offering and is qualified in its entirety by the remainder of this offering memorandum. For a detailed description of the Bonds, see the section entitled "Terms and Conditions of the 2023 Bonds" and "Terms and Conditions of the 2025 Bonds." The terms and conditions of the Bonds prevail to the extent of any inconsistency set forth in this section. This summary is not intended to be complete and does not contain all of the information that is important to an investor. Phrases used in this section "The Offering – The Bonds" and not otherwise defined shall have the meanings given to them in "Terms and Conditions of the 2023 Bonds" and "Terms and Conditions of the 2025 Bonds."

Issuer	CFLD (Cayman) Investment Ltd.
Guarantor	China Fortune Land Development Co., Ltd (the "Company")
Guarantee	The Company has unconditionally and irrevocably guaranteed the due and punctual payment of all sums from time to time payable by the Issuer under the Bonds and all other monies payable by the Issuer under or pursuant to the Trust Deeds, as further described in Condition 3 of the Terms and Conditions of the 2023 Bonds and Condition 3 of the Terms and Conditions of the 2025 Bonds. The Company's obligations in respect of the Bonds and the Trust Deeds are contained in the Trust Deeds (and any supplement thereto).
Issue	US$500,000,000 6.90 per cent. guaranteed bonds due 2023. US$700,000,000 8.05 per cent. guaranteed bonds due 2025.
Issue Price	100 per cent. of the principal amount of the 2023 Bonds. 100 per cent. of the principal amount of the 2025 Bonds.
Form and Denomination	The Bonds will be issued in registered form in the specified denomination of US$200,000 and integral multiples of US$1,000 in excess thereof.
Interest	The 2023 Bonds will bear interest from and including the Issue Date at the rate of 6.90 per cent. per annum, payable semi-annually in arrears on January 13 and July 13 in each year. The 2025 Bonds will bear interest from and including the Issue Date at the rate of 8.05 per cent. per annum, payable semi-annually in arrears on January 13 and July 13 in each year.
Issue Date	January 13, 2020.
Maturity Date	The 2023 Bonds will mature on January 13, 2023. The 2025 Bonds will mature on January 13, 2025.
Status of the Bonds	The Bonds constitute direct, unsubordinated, unconditional and (subject to Condition 4(a) of the Terms and Conditions of the 2023 Bonds and Condition 4(a) of the Terms and Conditions of the 2025 Bonds) unsecured obligations of the Issuer and shall at all times rank pari passu and without any preference among themselves, as further described in Condition 3 of the Terms and Conditions of the 2023 Bonds and Condition 3 of the Terms and Conditions of the 2025 Bonds.

Status of the Guarantee	The obligations of the Company under the Guarantee shall, save for such exceptions as may be provided by applicable legislation and subject to Condition 4(a) of the Terms and Conditions of the 2023 Bonds and Condition 4(a) of the Terms and Conditions of the 2025 Bonds, at all times rank at least pari passu in right of payment with all its other present and future unsecured and unsubordinated obligations.
Negative Pledge	The Bonds contain a negative pledge provision as further described in Condition 4(a) of the Terms and Conditions of the 2023 Bonds and Condition 4(a) of the Terms and Conditions of the 2025 Bonds.
Events of Default	The Bonds contain certain events of default provisions, as further described in Condition 9 of the Terms and Conditions of the 2023 Bonds and Condition 9 of the Terms and Conditions of the 2025 Bonds.
Taxation	All payments by or on behalf of the Issuer or the Company in respect of the Bonds or under the Guarantee shall be made free and clear of, and without withholding or deduction for, or on account of, any present or future taxes, duties, assessments or governmental charges of whatever nature imposed, levied, collected, withheld or assessed by or on behalf of any Relevant Jurisdiction (as defined in the Terms and Conditions of the 2023 Bonds and the Terms and Conditions of the 2025 Bonds), unless such withholding or deduction is required by law, as further described in Condition 8 of the Terms and Conditions of the 2023 Bonds and Condition 8 of the Terms and Conditions of the 2025 Bonds. In such event, the Issuer or, as the case may be, the Company shall, subject to the limited exceptions specified in the Terms and Conditions of the 2023 Bonds and the Terms and Conditions of the 2025 Bonds, pay such additional amounts as will result in receipt by the Bondholders of such amounts as would have been received by them had no such withholding or deduction been required.
Final Redemption	Unless previously redeemed or purchased and cancelled, the 2023 Bonds will be redeemed at their principal amount on January 13, 2023. Unless previously redeemed or purchased and cancelled, the 2025 Bonds will be redeemed at their principal amount on January 13, 2025.
Redemption for Tax Reasons.....	The Bonds may be redeemed at the option of the Issuer in whole, but not in part, at any time at their principal amount, together with accrued interest, in the event of certain changes affecting taxes of certain jurisdictions, as further described in Condition 6(b) of the Terms and Conditions of the 2023 Bonds and Condition 6(b) of the Terms and Conditions of the 2025 Bonds.
Redemption for Change of Control	At any time following the occurrence of a Change of Control (as described in Condition 8(c) of the Terms and Conditions of the 2023 Bonds and Condition 8(c) of the Terms and Conditions of the 2025 Bonds), the holder of any Bond will have the right, at such holder's option, to require the Issuer to redeem all, but not some only of that holder's Bonds, at 101 per cent. of their principal amount, together with accrued interest, as further described in Condition 8(c) of the Terms and Conditions of the 2023 Bonds and Condition 8(c) of the Terms and Conditions of the 2025 Bonds.

Redemption for No Registration Event	At any time following the occurrence of a No Registration Event (as described in Condition 8(c) of the Terms and Conditions of the 2023 Bonds and Condition 8(c) of the Terms and Conditions of the 2025 Bonds), the holder of any Bond will have the right, at such holder's option, to require the Issuer to redeem all, but not some only of that holder's Bonds, at their principal amount, together with accrued interest, as further described in Condition 8(c) of the Terms and Conditions of the 2023 Bonds and Condition 8(c) of the Terms and Conditions of the 2025 Bonds.
Redemption at the Option of the Issuer	At any time and from time to time, the Issuer may at its option redeem the 2023 Bonds, in whole but not in part, at the Make Whole Price, together with accrued interest, as further described in Condition 6(d) of the Terms and Conditions of the 2023 Bonds. At any time and from time to time, the Issuer may at its option redeem the 2025 Bonds, in whole but not in part, at the Make Whole Price, together with accrued interest, as further described in Condition 6(d) of the Terms and Conditions of the 2025 Bonds.
Redemption for minimum outstanding amount	The Bonds may be redeemed at the option of the Issuer in whole, but not in part, at any time, at their principal amount, together with accrued interest, if prior to the date fixed for redemption at least 90 per cent. in principal amount of the Bonds originally issued has already been cancelled, as further describe in Condition 6(e) of the Terms and Conditions of the 2023 Bonds and Condition 6(e) of the Terms and Conditions of the 2025 Bonds.
Clearing Systems	The Bonds will be represented initially by interests in one or more Global Certificates, which will be registered in the name of a nominee of, and deposited on the Issue Date with, a common depositary for, Euroclear and Clearstream. Interests in the Global Certificates will be shown on, and transfers thereof will be effected only through, records maintained by Euroclear and Clearstream. Except as describe in this offering memorandum, certificates for the Bonds will not be issued in exchange for interests in the Global Certificates.
ISIN	2023 Bonds: XS2100597256. 2025 Bonds: XS2100597330.
Common Code.	2023 Bonds: 210059725. 2025 Bonds: 210059733.
Governing Law and Jurisdiction	The Bonds and the Trust Deeds and the Agency Agreements relating to the Bonds will be governed by and will be construed in accordance with English law.
Trustee and Principal Paying Agent	The Bank of New York Mellon, London Branch.
Registrar and Transfer Agent	The Bank of New York Mellon SA/NV, Luxembourg Branch.

Listing.....	Application will be made to the Singapore Exchange Securities Trading Limited (the "SGX-ST") for the listing and quotation of the Bonds on the SGX-ST. The SGX-ST assumes no responsibility for the correctness of any of the statements made, opinions expressed or reports contained herein. Approval in-principle from, admission to the Official List of, and listing and quotation of the Bonds on, the SGX-ST are not to be taken as an indication of the merits of the Company or the Bonds. For so long as the Bonds are listed on the SGX-ST and the rules of the SGX-ST so require, the Bonds, if traded on the SGX-ST, will be traded in a minimum board lot size of S$200,000 (or its equivalent in foreign currencies). Accordingly, the Bonds, if traded on the SGX-ST, will be traded in a minimum board lot size of US$200,000.
Ratings.....	The Bonds are expected to be rated Ba3 by Moody's. The ratings do not constitute a recommendation to purchase, hold or sell the Bonds and may be subject to suspension, reduction or withdrawal at any time by Moody's.
Further Issues	The Issuer may from time to time without the consent of the Bondholders create and issue further bonds having the same terms and conditions as the Bonds in all respects (or in all respects except for any one or more of the first payment of interest, the issue date, the timing for the Post-Issuance Filing with the NDRC and the timing for completion of the Cross-border Security Registration and, to the extent necessary, certain temporary securities law transfer restrictions) and so that such further issue shall be consolidated and form a single series with the Bonds, as further described in Condition 15 of the Terms and Conditions of the 2023 Bonds and Condition 15 of the Terms and Conditions of the 2025 Bonds.
Use of Proceeds.....	The gross proceeds from this offering, before deducting the underwriting discounts and commissions and other estimated expenses payable by us in connection with this offering, will be US$1.2 billion, which we plan to use for refinancing our offshore indebtedness due within a year. See section entitled "Use of Proceeds."
Risk Factors.....	For a discussion of certain factors that should be considered in evaluating an investment in the Bonds, see "Risk Factors."
LEI Code	3003006ZC30FH27GHL08

SUMMARY CONSOLIDATED FINANCIAL INFORMATION

The following table presents our summary financial and other data. The summary consolidated statement of profit or loss data for 2016, 2017 and 2018 and the summary consolidated statement of financial position data as of December 31, 2016, 2017 and 2018 set forth below (except for EBITDA data) have been derived from our consolidated financial statements for such years and as of such dates, as audited by Zhongxingcai Guanghua CPA, the independent certified public accountants, and included elsewhere in this offering memorandum. The summary consolidated statement of profit or loss data for the six months ended June 30, 2018 and 2019 and the summary consolidated statement of financial position data as of June 30, 2018 set forth below (except for EBITDA data) have been derived from our unaudited consolidated financial statements for such periods and as of such date, as reviewed by Zhongxingcai Guanghua CPA. Results for interim periods are not indicative of the results for the year. Our financial statements have been prepared and presented in accordance with PRC GAAP, which differ in certain respects from generally accepted accounting principles in other jurisdictions. The summary financial data below should be read in conjunction with our consolidated financial statements and the notes to those statements included elsewhere in this offering memorandum. Certain income statement items for the year ended December 31, 2016 and 2017 and certain balance sheet items as of December 31, 2016 and 2017 were adjusted and restated due to changes in accounting policies. Such adjustments and restatements did not have any material adverse effect on our business, results of operations or financial condition.

SUMMARY CONSOLIDATED PROFIT OR LOSS AND OTHER FINANCIAL DATA

	For the year ended December 31,				For the six months ended June 30,		
	2016	2017	2018		2018	2019	
	(RMB)	(RMB)	(RMB)	(US$)	(RMB)	(RMB)	(US$)
	(restated)	(restated)		(unaudited)	(unaudited)	(unaudited)	(unaudited)
	(in thousands, except for percentages)						
Revenue	53,820,587	59,635,420	83,798,590	12,206,641	34,974,328	38,730,113	5,641,677
Less: Cost of sales	36,015,778[3]	30,986,187[3]	48,918,842	7,125,833	19,001,768	19,857,598	2,892,585
Tax and surcharge	3,134,770	5,183,801	5,360,304	780,816	1,798,905	2,118,370	308,575
Selling expenses	1,875,220	1,962,929	1,882,115	274,161	740,912	875,033	127,463
Administrative expenses	3,622,757	7,487,503	8,044,851	1,171,865	3,409,092	2,830,952	412,375
R&D expenses	–	–	13,569	1,977	6,946	5,140	749
Financial expenses	563,018	980,026	962,555	140,212	625,445	698,488	101,746
Add: gains from changes in fair value	(52,491)[3]	12,736[3]	100,729	14,673	–	–	–
Impairment losses of credit financial asset	–	–	–	–	–	(394,983)	(57,536)
Impairment losses of assets	(176,363)	(832,252)	(2,525,282)	(367,849)	(572,663)	18,078	2,633
Investment income	414,970	734,480	1,613,982	235,103	682,150	135,357	19,717
Including: income from investments in associates and joint ventures	(59,318)	(7,595)	(23,203)	(3,380)	(9,935)	(13,707)	(1,997)
Gains from disposal of assets	4,183	115	(32,997)	(4,807)	(23,982)	(96,925)	(14,119)
Other income	–	6,098	98,318	14,322	20,466	83,087	12,103
Operating profits	8,799,343[3]	12,956,150[3]	17,871,105	2,603,220	9,497,232	12,089,146	1,760,983
Add: non-operating income	193,813	71,145	15,460	2,252	9,647	58,774	8,561
Less: non-operating expenditure	40,753	149,863	455,863	66,404	70,077	127,933	18,636
Total profits	8,952,403[3]	12,877,432[3]	17,430,702	2,539,068	9,436,801	12,019,987	1,750,908
Less: income tax expenses	2,801,621[3]	4,012,097[3]	5,627,956	819,804	2,495,742	3,441,800	501,355
Net profits	6,150,782[3]	8,865,335[3]	11,802,746	1,719,264	6,941,059	8,578,186	1,249,554
Net profits attributable to owners of the company	6,474,243[3]	8,839,570[3]	11,745,792	1,710,968	6,926,570	8,480,826	1,235,372
Non-controlling interests	(323,461)	25,765	56,954	8,296	14,489	97,360	14,182
Other financial data							
EBITDA[1]	10,730,390,439	18,731,682,743	25,201,191,198	3,670,967,400	11,741,576,192	15,563,849,331	2,267,130,274
EBITDA margin[2]	20%	31%	30%	30%	34%	40%	40%

Notes:

(1) We calculate EBITDA by subtracting cost of sales, selling expenses, administrative expenses, R&D expenses and tax and surcharge from turnover, and adding back land appreciation tax, depreciation of fixed assets, depletion of oil and gas assets and depreciation of productive biological assets, amortization of intangible assets and amortization of long-term deferred expenses. EBITDA is not a standard measure under PRC GAAP. EBITDA is a widely used financial indicator of a company's ability to service and incur debt. EBITDA should not be considered in isolation or construed as an alternative to cash flows, profit attributable to shareholders or any other measure of performance or as an indicator of our operating performance, liquidity, profitability or cash flows generated by operating, investing or financing activities. EBITDA does not account for taxes, net finance costs and depreciation and amortization. In evaluating EBITDA, we believe that investors should consider, among other things, the components of EBITDA such as turnover and operating expenses and the amount by which EBITDA exceeds capital expenditures and other charges. We have included EBITDA herein because we believe it is a useful supplement to cash flow data as a measure of our performance and our ability to generate cash from operations to cover debt service and taxes. EBITDA presented herein may not be comparable to similarly titled measures presented by other companies. Investors should not compare our EBITDA to EBITDA presented by other companies because not all companies use the same definition. The table below reconciles our turnover under PRC GAAP to our definition of EBITDA for the periods indicated:

	For the year ended December 31,				For the six months ended June 30,		
	2016	2017	2018		2018	2019	
	(RMB)	(RMB)	(RMB)	(US$)	(RMB)	(RMB)	(US$)
				(Unaudited)	(unaudited)	(unaudited)	(Unaudited)
Revenue	53,820,587,476	59,635,420,323	83,798,590,155	12,206,640,955	34,974,327,941	38,730,112,802	5,641,677,029
Cost of sales	(36,015,778,349)	(30,986,187,037)	(48,918,841,826)	(7,125,832,750)	(19,001,768,100)	(19,857,597,543)	(2,892,585,221)
Selling expenses	(1,875,219,849)	(1,962,929,300)	(1,882,115,149)	(274,160,983)	(740,912,158)	(875,032,668)	(127,462,880)
Administrative expenses	(3,622,756,853)	(7,487,502,649)	(8,044,850,547)	(1,171,864,610)	(3,409,091,745)	(2,830,952,391)	(412,374,711)
R&D expenses	–	–	(13,569,085)	(1,976,560)	(6,946,004)	(5,139,949)	(748,718)
Tax and surcharge	(3,134,770,457)	(5,183,801,445)	(5,360,303,801)	(780,816,286)	(1,798,904,929)	(2,118,370,124)	(308,575,400)
LAT	767,088,557	3,301,709,544	3,856,315,225	561,735,648	968,139,915	1,777,050,784	258,856,633
Depreciation of fixed assets, depletion of oil and gas assets and depreciation of productive biological assets	271,973,390	313,973,794	442,005,460	64,385,355	193,628,565	188,728,181	27,491,359
Amortization of intangible assets	319,442,327	513,082,600	551,673,757	80,360,343	251,998,995	220,273,736	32,086,487
Amortization of long-term deferred expenses	199,824,196	587,916,914	772,287,010	112,496,287	311,103,711	334,776,504	48,765,696
EBITDA	10,730,390,439	18,731,682,743	25,201,191,198	3,670,967,400	11,741,576,192	15,563,849,331	2,267,130,274
EBITDA margin	20%	31%	30%	30%	34%	40%	40%

(2) EBITDA margin is calculated by dividing EBITDA by revenue.

(3) These income statement items for the year ended December 31, 2016 and 2017 were adjusted and restated due to changes in accounting policies. Such adjustments and restatements did not have any material adverse effect on our business, results of operations or financial condition.

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As of December 31,				As of June 30,	
	2016	2017	2018		2019	
	(RMB)	(RMB)	(RMB)	(US$)	(RMB)	(US$)
				(unaudited)	(unaudited)	(unaudited)
			(in thousands, except for percentages)			
CURRENT ASSETS:						
Bank deposit	45,503,088	68,104,885	47,281,784	6,887,368	55,184,959	8,038,596
Notes receivables & Accounts receivables	9,500,835	18,910,318	34,437,662	5,016,411	39,833,616	5,802,420
Prepayments	3,551,329,934	1,620,448	3,200,794	466,248	3,684,214	536,666
Other receivables	7,128,902	11,109,294	13,331,931	1,942,015	15,578,337	2,269,241
Inventories	147,344,749	229,794,385	254,522,680	37,075,409	276,811,828	40,322,189
Non-current assets maturing within one year	3,000,000	6,240,448	2,015,615	293,607	5,710,289	831,797
Other current assets	7,532,269	12,706,505	13,169,906	1,918,413	17,734,877	2,583,376
Total current assets	223,561,173	348,486,284	367,960,372	53,599,472	414,538,119	60,384,285
NON-CURRENT ASSETS:						
Financial assets available for sale	683,832	595,302	654,273	95,306	–	–
Long-term equity investment	1,182,146	4,038,433	4,242,735	618,024	4,289,580	624,848
Other non-current financial assets	–	–	–	–	4,503,831	656,057
Investment properties	1,350,153[(1)]	2,929,445[(1)]	2,246,300	327,210	2,246,300	327,210
Fixed assets	2,670,130	2,842,166	5,073,292	739,008	5,174,851	753,802
Construction in progress	3,338,486	4,266,765	12,663,239	1,844,609	13,099,165	1,908,109
Intangible assets	6,140,026	5,193,044	5,343,097	778,310	6,511,339	948,483
Goodwill	325,108	541,617	501,977	73,121	501,976	73,121
Long-term deferred expenses	1,404,813	1,790,279	2,760,769	402,151	2,595,881	378,133
Deferred income tax assets	1,278,829[(1)]	2,362,675	3,240,310	472,004	3,519,238	512,635
Other non-current assets	7,951,296	2,873,941	5,025,470	732,042	87,206	12,703
Total non-current assets	26,324,819[(1)]	27,433,666[(1)]	41,751,462	6,081,786	42,529,368	6,195,101
Total assets	249,885,992[(1)]	375,919,950[(1)]	409,711,834	59,681,258	457,067,487	66,579,386
CURRENT LIABILITIES:						
Short-term borrowings	300,000	6,845,782	4,181,911	609,164	23,396,231	3,408,045
Notes payables & Accounts payables	21,721,847	33,889,069	42,066,621	6,127,694	42,622,216	6,208,626
Rental and sales deposits	102,548,395	132,476,321	137,511,829	20,030,856	140,284,749	20,434,778
Compensation payable to employees	949,837	2,185,841	2,043,180	297,623	592,008	86,236
Taxes and fees payables	3,618,131	5,251,696	8,178,085	1,191,272	8,922,386	1,299,692
Other payables	11,535,762	17,910,305	22,759,634	3,315,315	24,051,386	3,503,479
Non-current liabilities maturing within one year	17,220,947	19,425,265	20,119,064	2,930,672	25,996,670	3,786,842
Other current liabilities	1,804,331	10,079,410	5,734,507	835,325	6,727,711	980,002
Total current liabilities	159,699,251	228,063,689	242,594,831	35,337,921	272,593,358	39,707,700

	As of December 31,				As of June 30,	
	2016	2017	2018		2019	
	(RMB)	(RMB)	(RMB)	(US$)	(RMB)	(US$)
				(unaudited)	(unaudited)	(unaudited)
			(in thousands, except for percentages)			
NON-CURRENT LIABILITIES:						
Long-term borrowings	20,291,378	37,073,978	53,033,181	7,725,154	58,402,188	8,507,238
Bonds payable	31,341,664	38,967,060	58,075,518	8,459,653	69,971,543	10,192,504
Long-term payables	517,850	708,805	1,201,468	175,014	1,718,555	250,336
Deferred income	5,898	11,717	17,295	2,519	17,737	2,584
Deferred income tax liabilities	7,192	20,720[(1)]	73,610	10,722	73,334	10,682
Other non-current liabilities	8,391	–	–	–	–	–
Total non-current liabilities	52,172,372	76,782,281[(1)]	112,401,070	16,373,062	130,183,356	18,963,344
Total liabilities	211,871,623	304,845,970[(1)]	354,995,901	51,710,983	402,776,714	58,671,044
Shareholders' equity:						
Share capital	2,954,947	2,954,947	3,003,252	437,473	3,002,592	437,377
Other equity instruments	1,000,000	9,000,000	9,000,000	1,310,998	8,000,000	1,165,331
Including: preferred stock						
Perpetual bonds	1,000,000	9,000,000	9,000,000	1,310,998	8,000,000	1,165,331
Capital reserve	5,882,259	3,437,306	2,353,920	342,887	1,891,657	275,551
Less: treasury shares	–	–	641,490	93,444	632,726	92,167
Other comprehensive income	244,614	(1,106)	(219,267)	(31,940)	(253,159)	(36,877)
Special reserve	–	–	–	–	–	–
Surplus reserve	1,102,854	1,505,142	1,913,090	278,673	1,913,090	278,673
Retained earnings	14,158,902[(1)]	20,240,158[(1)]	28,366,995	4,132,119	32,968,378	4,802,386
Total equity attributable to shareholders of parent company	25,343,576[(1)]	37,136,447[(1)]	43,776,500	6,376,766	46,889,833	6,830,274
Non-controlling interests	12,670,793	33,937,533	10,939,433	1,593,508	7,400,940	1,078,069
Total shareholders' equity	38,014,369[(1)]	71,073,981[(1)]	54,715,933	7,970,274	54,290,773	7,908,343
Total Liabilities and Shareholders' Equity	249,885,992[(1)]	375,919,950[(1)]	409,711,834	59,681,258	457,067,487	66,579,386

Note:

(1) These balance sheet items as of December 31, 2016 and 2017 were adjusted and restated due to changes in accounting policies. Such adjustments and restatements did not have any material adverse effect on our business, results of operations or financial condition.

You should carefully consider the risks and uncertainties described below and other information contained in this offering memorandum before making an investment decision. The risks and uncertainties described below may not be the only ones that we face. Additional risks and uncertainties that we are not aware of or that we currently believe are immaterial may also adversely affect our business, financial condition or results of operations. If any of the possible events described below occur, our business, financial condition or results of operations could be materially and adversely affected. In such case, we may not be able to satisfy our obligations under the Notes, and you could lose all or part of your investment.

RISKS RELATING TO OUR BUSINESSES

We may not be as successful in replicating our business model as before when we expand into new cities and develop industry parks for new industries

We attribute our success to our signature new industry city development and operation model. We believe that, through strategic cooperation with local governments, we have been able to obtain a competitive advantage in developing new industry city projects. However, even though we have a standardized new industry city development and operation model that integrates primary land development, positioning and planning, infrastructure development and construction, industry development services, property management services, comprehensive public services and real estate development, there is no assurance that we can successfully replicate this business model, which depends on many factors beyond our control, including whether we can find suitable sites in suburban areas in other cities that satisfy our criteria and whether we can establish and maintain friendly cooperative relationships with local governments.

Expanding into new geographical locations or developing industry park projects for new industries involve uncertainties and challenges as we may be less familiar with local regulatory practices and customs, customer preferences and behavior, local contractors and suppliers, business practices and business environments and municipal-planning policies. In addition, expanding our business into new geographical locations or new industries may create competition with incumbents who have established local presence or better relationships with local governments or greater access to labor, expertise and knowledge in the new location or new industries than we do, if we fail to obtain an exclusive agreement.

As we may face challenges not previously encountered, we may fail to recognize or properly assess risks or take full advantage of opportunities, or otherwise fail to adequately leverage our resources and past experience to meet challenges encountered in these new markets. For example, we may have difficulties in accurately predicting market demand for our properties in the cities and industries into which we expand. Any of the above may materially and adversely affect our business, financial condition and results of operations.

We may not be able to effectively manage our expansion and growth

While we have historically focused on developing properties in towns and cities surrounding Beijing, we have expanded into other cities surrounding Shanghai and Shenyang, and intend to further explore other promising markets in and outside China. Our expansion is based on our forward-looking assessment of market prospects. We cannot assure you that our assessments will turn out to be accurate. In addition, to succeed with our business expansion, we will need to recruit and train new managers and other employees and build our operations and reputation in our target regional markets within a relatively short period of time. We have limited knowledge of the conditions of these other property markets and little or no experience in property development and industrial parks development in these regions. As we enter new markets, we may not have the same level of familiarity with contractors, business practices and customs and customer tastes, behavior and preferences as compared to the cities where we are an established property developer and industrial parks operator. In addition, when we enter new geographical areas, we may face intense competition from developers and industrial parks operator with an established presence and market share in those areas. We are also expanding our business overseas, such as the Republic of Indonesia. We may not be familiar with the economic, legal and regulatory environment of such overseas markets. Therefore, we cannot assure you that we can successfully execute our contemplated expansion plan or that we will succeed in effectively integrating our expanded operations, or that our expanded operations will generate adequate returns on our investments or positive operating cash flows. Furthermore, our business expansion may place a substantial strain on our managerial and financial resources. Any failure in effectively managing our expanded operations may materially and adversely affect our business, prospects, results of operations and financial condition.

We maintain a significant amount of indebtedness, which may materially and adversely affect our liquidity and our ability to service our indebtedness

We have maintained a significant amount of indebtedness to finance our operations. As of December 31, 2016, 2017 and 2018 and June 30, 2019, our total bank and other loans (excluding domestic corporate bonds) was RMB38,285.1 million, RMB61,588.3 million, RMB71,073.0 million (US$10,352.9 million) and RMB65,522.5 million (US$9,544.4 million) respectively. We also finance some of our property developments with domestic corporate bonds. See "Description of Other Material Indebtedness and Other Obligations." Our gearing ratio, calculated as net borrowings (total bank and other loans, senior notes and domestic corporate bonds, as applicable, net of cash and cash equivalents and restricted cash) divided by total equity, was 44.93%, 66.82%, 59.74% and 101.4% as of December 31, 2016, 2017 and 2018 and June 30, 2019, respectively. Of our total outstanding bank and other loans of RMB50,460.0 million (US$9,728.7 million) as of June 30, 2019, RMB998.5 million (US$5,416.9 million) was repayable within 12 months and RMB49,461.5 million (US$4,311.9 million) was repayable in more than one year.

Our cash flow and results of operations of our operating subsidiaries will affect our liquidity and our ability to service our indebtedness. We cannot assure you that we will be able to continue to generate and maintain sufficient cash flow to service our indebtedness. If we are unable to make scheduled payments in connection with our debts and other fixed payment obligations as they become due, we may need to refinance such obligations or obtain additional financing. Furthermore, some of our debt agreements, including bonds and some of our bank loans contain cross-default provisions under which default in one such debt agreement could trigger a default under our other debt agreements, including bonds or one or more of the other bank loans as well. We cannot assure you that we will be able to successfully refinance our existing indebtedness or that we will be able to secure additional financing on acceptable terms, on a timely basis, or at all. If we fail to maintain sufficient cash flow to service our indebtedness or our refinancing efforts are unsuccessful, our liquidity, business and financial condition will be materially and adversely affected.

In addition to bank loans, we rely on proceeds from the pre-sale of our properties as one of our major sources of funding for our property development activities. If our pre-sales are limited or reduced for any reason, including policy or regulatory changes, a reduction in demand for or in the prices of our properties, or delays in our property development schedule, we could experience cash flow shortfalls and difficulties in funding our property development activities and servicing our indebtedness.

Our business model on new industry city project development requires significant upfront capital expenditures and may involve longer periods to generate net cash inflows

Our business model involves developing new industry cities. To facilitate the development of the area and enhance the value of the residential properties within our new industry cities, significant upfront capital expenditures are required. The development of new industry cities involves massive and complicated processes, including site selection, project financing, interaction with local government, construction of public infrastructure and solicitation of top-tier industry players. Therefore, it may take a relatively longer period of time before the value of the surrounding area can be enhanced to the extent we can obtain optimal profitability from the sale of residential properties in the new industry cities.

The Beijing-Tianjin-Hebei Economic Zone is the principal market of our business and any adverse change in the economic environment of the Beijing-Tianjin-Hebei Economic Zone may adversely affect us

The Beijing-Tianjin-Hebei Economic Zone, and in particular Hebei province, is the principal market of our business, making it critical for our overall operations and profitability. For the years ended December 31, 2016, 2017 and 2018 and the six months ended June 30, 2019, about 90.6%, 76.4%, 69.2% and 61.5%, respectively, of our revenue was derived from the Beijing-Tianjin-Hebei Economic Zone. Any adverse change in the economic environment, real estate market and government policies of the Beijing-Tianjin-Hebei Economic Zone may adversely affect our business, operational results, and financial position. Moreover, the loss of, or any significant impairment to the operations of, our projects in the Beijing-Tianjin-Hebei Economic Zone, for example by fire, water damage, weather or other unforeseen factors, could have a material adverse impact on us.

We face risks associated with contracting with public bodies

Under the PPP new industry city development and operation model, we contract and collaborate with various local governments in the PRC. Although we believe that we currently maintain close working relationships with those governmental authorities, there can be no assurance that these relationships will continue to be maintained on good terms in the future. Local governments and the government-controlled entities with which we contract may (i) have economic or business interests or consideration that are inconsistent with ours; (ii) take actions contrary to our requests, policies or objectives; (iii) be unable or unwilling to fulfil their obligations under the entrusted agreements; (iv) have financial difficulties which will delay their contractual payments; or (v) have disputes with us as to the contractual terms or other matters, for which we may lack effective enforcement mechanisms. If there are any material disagreements between any local government and us, there can be no assurance that we will be able to successfully resolve them in a timely manner.

In addition, disputes with public bodies may last for considerably longer periods of time than those with private sector counterparties, and payments from public bodies may be delayed as a result. Any of these could materially and adversely affect the business relationships between the local governments and us, which may in turn materially and adversely affect our business, financial condition, results of operations and prospects.

We benefit from various forms of government grants, the withdrawal of which could affect our operations

In 2016, 2017 and 2018 and the six months ended June 30, 2019, our government grants amounted to RMB27.7 million, RMB6.1 million, RMB98.3 million (US$14.3 million) and RMB83.1 million (US$12.1 million), respectively. Governmental grants are non-recurring payments which vary according to local governmental policies and are only available in certain localities. The amounts granted were determined and paid at the sole discretion of the respective government authorities. We cannot assure you that the amount of subsidies granted to us in the past will be repeated in any future period. In the event that we no longer benefit from government grants, our financial condition and results of operations could be materially and adversely affected.

We are dependent on the performance of the PRC property market

Our business and prospects depend on the performance of the property market in the PRC. As of June 30, 2019, we had 163 real estate projects at various stages of development located in 38 cities, 12 of which were completed and 135 of which were under development or held for future development. 77 of our real estate projects and 31 of our new industry cities are located in the Beijing-Tianjin-Hebei Economic Zone. We cannot assure you that the demand for new properties in such region and other regions and cities in China where we operate or intend to expand will continue to grow or that property prices will not deteriorate. In addition, volatility in market conditions and fluctuations in property prices, as well as the demand for properties have been affected and will continue to be affected by the economic, social, political and other factors that are outside of our control and we cannot assure you that there will not be an over-supply of properties or an economic downturn in the property sectors in the Beijing-Tianjin-Hebei Economic Zone and other cities and regions of China. Any such over-supply or economic downturn may result in a slowdown in property sales or downward pressure on property prices regionally or nationwide. Any adverse development in the property market in the Beijing-Tianjin-Hebei Economic Zone or other regions and cities in China where we operate or may operate in the future could have a material and adverse effect on our business, results of operations and financial condition.

Our business is subject to extensive governmental regulation and, in particular, we are susceptible to policy changes in the PRC property sector

Our business is subject to extensive governmental regulation and the macroeconomic control measures implemented by the PRC government from time to time. As with other PRC property developers, we must comply with various requirements mandated by the PRC laws and regulations, including the policies and procedures established by local authorities designated to implement such laws and regulations. In particular, the PRC government exerts considerable direct and indirect influence on the development of the PRC property sector by imposing industry policies and other economic measures, such as control over the supply of land for property development, control of foreign exchange, property financing, taxation and foreign investment. Through these policies and measures, the PRC government may restrict or reduce land available for property development, raise benchmark interest rates of commercial banks, place additional limitations on the ability of commercial banks to make loans to property developers and property purchasers, impose additional taxes and levies on property

sales and restrict foreign investment in the PRC property sector. The PRC government has also in recent years announced a series of other measures designed to stabilize the growth of the PRC economy and to stabilize the growth of specific sectors, including the property market, to a more sustainable level.

Many of the property industry policies carried out by the PRC government are unprecedented and are expected to be amended and revised over time. Other political, economic and social factors may also lead to further adjustments and changes of such policies. We cannot assure you that the PRC government will not adopt additional and more stringent industry policies, regulations and measures in the future, nor can we assure you when or whether the existing policies will be eased or reversed.

If we fail to adapt our operations to new policies, regulations and measures that may come into effect from time to time with respect to the real property industry, or such policy changes disrupt our business, reduce our sales or average selling prices, or cause us to incur additional costs, our business prospects, results of operations and financial condition may be materially and adversely affected.

For more information on PRC governmental regulation, policies and measures, see "Regulation." You should also read the various risk factors under the section entitled "—Risks Relating to Our Businesses—The PRC government may adopt further measures to slow down growth in the property sector" below for more information relating to these risks and uncertainties relating to the extensive PRC regulations.

There has been increased scrutiny of PRC public accountants. Zhongxingcai Guanghua CPA, our independent public accountants, has been subject to negative news and sanctions in the past and may continue to going forward

In recent years, as part of an effort to improve effective regulatory oversight, PRC regulators have increased their scrutiny of PRC public accountants. As a result, auditors in China have been subject to more frequent examinations. Zhongxingcai Guanghua CPA has been subject to investigations by a number of administrative or regulatory agencies, including, but not limited to, the Ministry of Finance of China (the "**MOF**"), China Securities Regulatory Commission (the "**CSRC**") and its local branches, the Chinese Institute of Certified Public Accountants and the Ministry of Finance of the People's Republic of China, and Zhongxingcai Guanghua CPA was ordered to rectify certain internal control weaknesses and other issues discovered during such investigations. In particular, some of Zhongxingcai Guanghua CPA's accountants who participated and/or are participating in the audit and review of our financial statements have been sanctioned by the authorities as a result of the aforementioned investigations.

- In August 2016, Xiamen Securities Regulatory Bureau issued a rectification order to Zhongxingcai Guanghua CPA in relation to certain deficiencies in the audit tasks performed by it, including failure to detect risks relating to mingling of corporate funds with controlling shareholder's personal funds and inadequate procedures on the client's related party transactions. Zhongxingcai Guanghua CPA has confirmed that it has rectified the relevant issues.

- In August 2017, Zhejiang Securities Regulatory Bureau announced that it issued a warning letter to Zhongxingcai Guanghua CPA, according to which Zhejiang Securities Regulatory Bureau found that, during the auditing services provided by Zhongxingcai Guanghua CPA to a client, Zhongxingcai Guanghua CPA did not communicate with the previous auditors of the client and many working papers during their work were missing. Zhongxingcai Guanghua CPA has confirmed that it has terminated its engagement with such client as of the date of this offering memorandum.

- In November 2017, four minority shareholders of a company to which Zhongxingcai Guanghua CPA has been providing auditing services filed a complaint against Zhongxingcai Guanghua CPA, leading to an investigation by Guangdong Securities Regulatory Bureau against Zhongxingcai Guanghua CPA. The minority shareholders' allegations in the complaint include financial statement fraud and misappropriation of funds by the management. The minority shareholders also sent a written proposal to the management of such company to demand, among other things, the termination of Zhongxingcai Guanghua CPA. Guangdong Securities Regulatory Bureau requested Zhongxingcai Guanghua CPA to inspect the financial matters of such company. Zhongxingcai Guanghua CPA has confirmed that it did not detect any fraud or misappropriation of funds during the inspection and that it has not received further inquiries from Guangdong Securities Regulatory Bureau as of the date of this offering memorandum.

- In February 2018, the CSRC issued a warning letter to Zhongxingcai Guanghua CPA in relation to inadequate audit procedures, inconsistent disclosure and inadequate analysis which resulted in its failure to detect the inaccurate classification of certain account receivable items in the annual financial statements of a financial institution audited by Zhongxingcai Guanghua CPA. Zhongxingcai Guanghua CPA has confirmed that it has rectified the relevant issues.

- In March 2018, Zhongxingcai Guanghua CPA received a notice from the CSRC, which demanded Zhongxingcai Guanghua CPA to rectify certain internal control weaknesses and other issues (in particular relating to human resources and IT system of Zhongxingcai Guanghua CPA) discovered by the CSRC during its routine inspections of Zhongxingcai Guanghua CPA. Zhongxingcai Guanghua CPA has confirmed that it has rectified the relevant issues and has submitted a rectification report to the CSRC, and that it has not received further notices or inquiries from the CSRC as of the date of this offering memorandum.

- In April 2018, the CSRC made an announcement with respect to its 2017 inspection on accounting firms and valuation service providers in the PRC and its decision to sanction Zhongxingcai and nine other accounting firms and nine appraisers. Zhongxingcai Guanghua CPA was sanctioned for issues discovered in seven projects in which it was involved. The CSRC issued a rectification order in March 2018 to Zhongxingcai Guanghua CPA, which ordered that several accountants from Zhongxingcai Guanghua CPA who were in charge of the aforementioned seven projects (one of whom was one of the two signatories to our 2016 audit report (the "**2016 Signatory**")) shall not be allowed to perform securities and futures related services during the period of rectification. In addition, the CSRC issued warning letters in March 2018 to 11 other accountants at Zhongxingcai Guanghua CPA (one of whom was one of the two signatories to our 2017 audit report (the "**2017 Signatory**")). Issues discovered include inadequate procedures on auditing operating revenue, accounts receivable, inventory, related party transactions, cash and cash equivalents, fixed assets, and government subsidies, inadequate procedures on external confirmation of bank savings, inadequate analysis of period expenses, inadequate attention to compliance risks, and ineffective test of control. Zhongxingcai Guanghua CPA has confirmed that it has rectified the relevant issues and has submitted rectification reports to the CSRC.

- In August 2018, the MOF ordered Zhongxingcai Guanghua CPA to close its branch in Hengshui, Hebei province and suspended the licenses of two accountants for six months, due to issues detected in the 2017 annual inspection administered by the MOF in relation to the audit work performed by Zhongxingcai Guanghua CPA's Hengshui branch in respect of the 2016 financial statements of a financial institution, including inadequate internal control, inadequate testing and risk assessment procedures, inappropriate classification of credit assets and the delivery of an unqualified audit opinion related thereto. Zhongxingcai Guanghua CPA has confirmed that it completed the closure of its Hengshui branch in November 2018.

- In October 2018, the CSRC made an announcement with respect to its 2018 inspection of "fundamental procedures" performed by a number of accounting firms in the PRC and its decision to sanction Zhongxingcai Guanghua CPA and 10 other accounting firms. Warning letters were issued to Zhongxingcai Guanghua CPA and six of its accountants in relation to issues discovered by the CSRC in connection with Zhongxingcai Guanghua CPA's service performed in three different projects, including failure to obtain external confirmation without any reason and grounds on record, inadequate verification procedures, lack of further or alternative procedures for handling inadequate, inconsistent or incorrect information, inadequate record keeping procedures and inadequate control procedures with respect to external confirmation. Zhongxingcai Guanghua CPA is in the process of rectifying the relevant issues and enhancing its internal controls.

- In October 2019, Hainan Securities Regulatory Bureau issued a warning letter to Zhongxingcai Guanghua CPA, according to which Hainan Securities Regulatory Bureau found that, during the auditing services provided by Zhongxingcai Guanghua CPA to a client, Zhongxingcai Guanghua CPA did not acquire adequate audit materials and evidence or conduct adequate analysis with respect to the inconsistency of audit materials, which resulted in its failure to detect the inaccurate revenue recognition in the client's annual financial statements. Zhongxingcai Guanghua CPA has confirmed that it has rectified the relevant issues.

Due to the rectification order issued by the CSRC to Zhongxingcai Guanghua CPA in March 2018, the 2016 Signatory was suspended from performing securities and futures related services (including the audit of our 2017 financial statements) from March 19, 2018 to April 19, 2018. As a result, our 2017 audit report was signed by the other signatory to our 2016 audit report and the 2017 Signatory. The 2016 Signatory resumed performing accounting services to us after the suspension period and signed our 2018 interim review report. In addition, the 2016 Signatory is participating in the audit of our 2018 financial statements and is expected to sign our 2018 audit report. The 2017 Signatory, who received a warning letter from the CSRC in March 2018 but was not suspended from performing securities and futures related services, is no longer involved in the performance of any accounting services to us. Despite the foregoing, Zhongxingcai Guanghua CPA has confirmed to us that its auditing work for us, including in respect of the audit reports and financial statements included elsewhere in this offering memorandum, is not affected by any of the aforementioned investigations. Zhongxingcai Guanghua CPA has also confirmed that those investigations will not disqualify it from acting as our auditor and participating in the offering of the Bonds. However, Zhongxingcai Guanghua CPA's involvement in such administrative actions, in particular the fact that it and some of its accountants have been warned, sanctioned and fined by the authority for similar causes, has reflected a repetitive pattern in the past, which could affect investors' confidence in companies' financial statements, including ours, audited by Zhongxingcai Guanghua CPA. We cannot assure you that there will not be any similar incidents involving Zhongxingcai Guanghua CPA, nor can we assure you that the negative news about Zhongxingcai Guanghua CPA would not have a material and adverse effect on us. Prospective investors should exercise caution when using financial information audited or reviewed by Zhongxingcai Guanghua CPA and consider these factors prior to making any investment decision.

Our results of operations may vary significantly from period to period

Our results of operations may vary significantly from period to period, due to a number of factors, including the timetables of our property development projects, the timing of the sale of properties that we have developed, our revenue recognition policies and any volatility in expenses such as raw material costs. The overall schedules of our property development and the number of properties that we can develop or complete during any particular period are limited as a result of the substantial capital required for the acquisition of land, demolition of existing structures and construction. The sale of properties we develop is subject to general market or economic conditions in the areas where we conduct our business and the level of acceptance of our properties by prospective customers. According to our accounting policy, we recognize revenue upon the completion and delivery of properties to purchasers, which may take two to three years after the commencement of pre-sales. Therefore, in periods in which we pre-sell a large aggregate GFA, we may not generate a correspondingly high level of revenue if the properties pre-sold are not delivered within the same period. In addition, our business depends on obtaining adequate supplies of raw materials and is subject to fluctuation in the market prices of raw materials. The prices that we pay for raw materials may increase due to increased industry demand, inflation, higher fuel and transportation costs and other factors. We will continue to experience significant fluctuations in revenue and profit from period to period in connection with our property development business. We therefore believe that period-to-period comparisons of our operating results may not be as meaningful as they would be for a company with more stable recurring revenue.

We may not always be able to obtain land reserves that are suitable for development

We historically derived a large portion of our revenue from the sale of properties that we have developed. Although we have shifted our main focus to new industry city development and operations and began to generate more revenue from services provided under entrusted agreements, we still need to maintain or increase our land reserves in strategic locations at an appropriate pace in order to ensure sustainable business growth for our real estate development business. Based on our current rate of property development, we believe we have sufficient land reserves for development for the following year. To have a steady stream of developed properties available for sale and support sustainable growth, we need to replenish and increase our land reserves with additional land suitable for development.

Our ability to identify and acquire suitable development sites is subject to a number of factors, some of which are beyond our control. The supply of substantially all of the land in China is controlled by the PRC government. The land supply policies adopted by the PRC government directly impact our ability to acquire land use rights for development and our costs of such acquisitions. In recent years, the PRC central and local governments have implemented various measures to regulate the means by which property developers may obtain land. The PRC government also controls land supply through zoning, land usage regulations and other means.

All these measures further intensify the competition for land in China among property developers. For more details, see "—Risks Relating to Our Businesses—The PRC government may adopt further measures to slow down growth in the property sector." The PRC government's policy to grant state-owned land use rights at competitive market prices is likely to increase the acquisition cost of land reserves generally in the PRC.

Our land reserves are relatively small compared to other real estate developers. If we fail to acquire sufficient land reserves in a timely manner and at acceptable terms, or at all, our business, prospects, results of operations and financial condition may be materially and adversely affected.

We may not always be able to obtain land use rights certificates with respect to certain parcels of land in connection with which we have entered into various contractual arrangements

We may not be able to obtain land use rights certificates with respect to certain parcels of land. Under current PRC land grant policies, the relevant authorities will not issue the formal land use rights certificate for a piece of land until the developer has paid the land premium in full, completed the resettlement process and is in compliance with other land grant conditions, and the land use rights for properties and lands will not be formally vested until corresponding land use rights certificates have been issued. As of June 30, 2019, we had outstanding commitments of land premium totaling approximately RMB1,597.6 million (US$232.7 million). In addition, subsequent to June 30, 2019, we have acquired or have been awarded, certain parcels of land for which we have not obtained the relevant land use rights certificates and/or have not paid up the land premium.

We cannot assure you that we will enter into formal land grant contracts, or that the relevant PRC government authorities will grant us the appropriate land use rights or issue the relevant land use rights certificates in respect of these parcels of land or in respect of other land we may contract to acquire in the future, in a timely manner, or at all. Nor can we assure you that our contractual arrangements will eventually result in our acquisition of any land use rights. As these contractual arrangements are subject to various government approvals that involve relatively complex procedures, it is not uncommon to take years to complete the acquisition of the underlying land, if at all. If we fail to obtain, or experience material delay in obtaining, the land use rights certificates with respect to any parcels of land we have contracted or may contract to acquire in the future, our business, results of operations and financial condition may be materially and adversely affected. Furthermore, we cannot assure you that if the transactions as contemplated in the relevant agreements cannot be completed, any refund of our prepayments will be provided in a timely manner, or at all. If we fail to obtain refunds, our financial condition, cash flow and results of operations may be materially and adversely affected.

Restrictions on the payment terms for land use rights may have a material adverse effect on our cash flow position, financial condition and business plans

Fiscal and other measures adopted by the PRC government from time to time may limit our flexibility and ability to use bank loans to finance our property developments and therefore may require us to maintain a relatively high level of internally raised cash. In November 2009, the PRC government raised the minimum land premium down payment to 50%. In March 2010, this requirement was further tightened. The PRC government set the minimum land premium at no less than 70% of the benchmark price of the locality where the parcel of land is granted, and the bidding deposit at not less than 20% of the minimum land premium. Additionally, a land grant contract must be entered into within 10 working days after the land grant deal is closed, and the down payment of 50% of the land premium is to be paid within one month of signing the land grant contract, with the remainder to be paid in full within one year of the date of the land grant contract, subject to limited exceptions. Such change of policy may constrain our cash otherwise available for additional land acquisition and construction. We cannot assure you that we will have adequate resources to fund land acquisitions (including any unpaid land premiums for past acquisitions), or property developments.

In 2007, the Ministry of Land and Resources issued revised Rules Regarding the Grant of State-owned Land Use Rights for Construction by Way of Tender, Auction and Listing-for-Sale (《招標拍賣掛牌出讓國有建設用地使用權規定》), which provides that property developers must fully pay the land premium for the entire parcel under the land grant contract before they can receive a land use rights certificate and commence development on the land. This regulation became effective on November 1, 2007. As a result, property developers are not allowed to bid for a large piece of land, make partial payment, and then apply for a land use rights certificate for the corresponding portion of land in order to commence development, which had been the practice in many Chinese cities. The implementation of such regulation requires property developers to maintain a higher level of working capital, which may have a material adverse effect on our cash flow position, financial condition and business plans.

We may not have adequate financing to fund our projects

New industry city development and real estate development are capital intensive. We finance our projects primarily through a combination of internal funds, project loans from banks, capital contributions from shareholders, payments from local governments, proceeds from pre-sales and sales of our developed properties and other financing sources such as our issuances of offshore senior notes and domestic corporate bonds. Our ability to procure adequate and suitable financing for acquisitions of land or companies and property developments depends on a number of factors that are beyond our control, including general economic conditions, our financial strength and performance, credit availability from financial institutions, financing costs and monetary policies in China.

The PRC government has in recent years implemented a number of measures to control money supply and credit availability for fixed-asset investments, particularly with respect to the property development sector. See "Regulation."

On January 3, 2008, the State Council issued a Notice on Promoting the Economic Use of Land (《關於促進節約集約用地的通知》) with respect to the collection of additional land premium, establishment of a land utilization priority planning scheme and the formulation of a system for assessing the optimal use of land and other measures. The notice also urges financial institutions to exercise caution when they review loan applications from property developers that have failed to complete development of at least one-third of the land area or to invest at least 25% of the total investment within one year of the construction date provided in the land grant contract.

In addition, People's Bank of China ("PBOC") has frequently adjusted the reserve requirement ratio for commercial banks. The reserve requirement ratio currently ranges from 13.0% to 16.5%. Such increases may negatively impact the amount of funds available to lend to business, including us, by commercial banks in China. The PRC government could also introduce other initiatives that may further limit our access to capital, and/or consequently reduce our flexibility and ability to use bank loans or other forms of financing to finance our acquisitions and property developments. For example, in April 2010 the PRC State Council (the "State Council") issued the Notice on Resolutely Curbing the Excessive Hike of Property Prices in Some Cities (《國務院關於堅決遏制部分城市房價過快上漲的通知》), which mandates that developers who hold idle land or speculate in land will not be granted bank loans for the development of new property projects, and such restrictions were reiterated by the Notice on Continuing to Improve the Regulation and Control of the Real Estate Market (國務院辦公廳關於繼續做好房地產市場調控工作的通知) which was announced by the General Office of the State Council on February 26, 2013. In September 2010, PBOC and the China Banking Regulatory Commission ("CBRC") jointly issued a notice to prohibit banks from lending to any property developer for its new projects or renewal of its existing loans if such developer has a track record of maintaining idle land, changing the use and nature of land without proper approval, delaying the construction, commencement or completion date, hoarding properties or other non-compliance. On February 13, 2017, the Asset Management Association of China (the "AMAC") issued the No. 4 Administrative Rules for the Filing of Private Equity and Asset Management Plans Issued by Securities and Futures Institutions (《證券期貨經營機構私募資產管理計劃備案管理規範第4號》) ("Rule 4"), which temporarily suspends the AMAC from accepting any private equity and asset management plan which makes a direct or indirect investment in any ordinary residential property project located in specified cities where the property prices are considered to have risen too fast, including Beijing, Shanghai and Guangzhou, and prevents private equities and asset management plans from funding real estate development enterprises to pay land premium or supply working capital through ways including, but not limited to entrusted loans, trust plans or transfers of beneficial interests in assets.

These government actions and policy initiatives limit our ability to use bank loans and trust financings to finance our acquisitions and property development projects. The PRC government, moreover, could introduce other initiatives which may further limit our access to capital, and consequently limit our ability to obtain bank loans, the net proceeds from this offering or other forms of financing. If we fail to secure adequate financing or renew our existing credit facilities prior to their expiration, or if the PRC government adopts further restrictive credit policies in the future, our business, results of operations and financial condition may be materially and adversely affected.

Our land appreciation tax ("LAT") provisions and prepayments may not be sufficient to meet our LAT obligations

In accordance with the provisions of the Provisional Regulations of the People's Republic of China on Land Appreciation Tax (《中華人民共和國土地增值税暫行條例》) and the related implementation rules, all

entities and individuals that receive income from the sale or transfer of land use rights, buildings and ancillary facilities are subject to LAT at progressive rates ranging from 30% to 60% of the appreciated value of such properties. The PRC government issues rules and regulations in respect of LAT, including rules and regulations relating to assessable rates, the deductibility of certain expenses and the collection and settlement of LAT. In addition, the PRC government has determined that provincial and local tax bureaus may formulate their own implementing rules and determine how LAT will be settled in their jurisdiction. There is an exemption for the sale of ordinary residential properties if the appreciated value does not exceed 20% of the total deductible expense items allowed under the relevant LAT regulations. This exemption is not available for sales of luxury residential properties, villas and commercial properties. The ordinary residential portion of our mixed residential and commercial developments will not be eligible for the exemption available to ordinary residential properties if we fail to account for the added value separately or fail to accurately account for the added value on the ordinary residential portion and other types of properties.

We make LAT prepayments and provisions in respect of our property development activities. We cannot assure you that the relevant tax authorities will agree with our calculation of LAT liabilities nor can we assure you that the LAT provisions will be sufficient to cover our LAT obligations in respect of our past LAT liabilities. If the relevant tax authorities, in particular, the local tax bureau of cities and regions where we operate our business, determine that our LAT liabilities exceed our LAT prepayments and provisions, and seek to collect that excess amount immediately, our cash flow, results of operations and financial condition may be materially and adversely affected.

We have historically experienced negative net operating cash flow

We have historically relied on cash flow provided by bank borrowings, proceeds from debt securities offering on the PRC and offshore capital markets and the dividends from our subsidiaries. In the year ended December 31, 2017 and the six months ended June 30, 2018 and 2019, we had a net operating cash outflow of RMB16,227.7 million (US$2,363.8 million), RMB7,818.0 million (US$1,138.8 million) and RMB20,501.3 million (US$2,986.4 million), respectively. Our negative operating cash flow was largely attributable to the fact that a number of the projects had yet to yield significant cash flow while we incurred significant land acquisition and construction costs for real estate development business, as well as investment in land planning, designing, infrastructure development and construction for new industry city development and operation projects. Although we believe that our operating cash flow will improve, particularly due to the completion of some of the our projects that are expected to generate cash inflow after sales or industry development services begin, there can be no assurance that our historical negative operating cash flow will not continue in the near future. Consequently, we will continue to rely on external financing to satisfy our working capital and capital expenditure, thus increasing our financial vulnerability, which could adversely affect our financial condition and results of operations.

The global economic slowdown, crisis in global financial markets and volatility of property prices have negatively affected, and may continue to negatively affect, our results of operations, business and our ability to obtain necessary financing for our operations

The global economic slowdown, crisis in global financial markets, including the economic turmoil in Europe, and volatility of property prices beginning in the second half of 2008 have had a negative impact on the PRC economy, which in turn has affected the PRC property market. For example:

- slow economic growth and tightened credit have resulted in lower demand for residential and commercial properties and declining property prices, which in turn have affected our turnover and profit margin;

- weak economic conditions have also affected the ability and speed of property developers in commencing new development projects or expanding existing projects; and

- the tightening of credit has negatively affected the ability of property developers and potential property purchasers to obtain financing.

The outlook for the world economy and financial markets remains uncertain. In Europe, several countries are facing difficulties in refinancing sovereign debt. In the United States, the unemployment rate

remains high, and recovery in the housing market remains subdued. In addition, in 2011, the United States received a credit rating downgrade for long-term United States debt for the first time in 70 years, heightening market volatility in major stock markets. In Asia and other emerging markets, some countries are expecting increasing inflationary pressure as a consequence of liberal monetary policy or excessive foreign fund inflow, or both. In the Middle East, political unrest in various countries has resulted in economic instability and uncertainty. China's economic growth may slow down due to weakened exports. On June 23, 2016, the United Kingdom held a remain-or-leave referendum on its membership within the European Union, the result of which favored the exit of the United Kingdom from the European Union ("Brexit"). A process of negotiation will determine the future terms of the United Kingdom's relationship with the European Union, as well as whether the United Kingdom will be able to continue to benefit from the European Union's free trade and similar agreements. Given the lack of precedent, it is unclear how Brexit would affect the fiscal, monetary and regulatory landscape within the UK, the EU and globally. This event has resulted in a downgrade of the credit ratings of the United Kingdom and the uncertainty before, during and after the period of negotiation may also create a negative economic impact and increase volatility in global markets. Furthermore, the United States and China have recently been involved in controversy over trade barriers that have threatened a trade war between the countries. Both countries have implemented or proposed to implement tariffs on certain imported products from the other. Sustained tension between the United States and China over trade policies could significantly undermine the stability of the global and China's economy. Any severe or prolonged slowdown or instability in the global or China's economy may materially and adversely affect our business, financial condition and results of operations.

These and other issues resulting from the global economic slowdown and financial market turmoil have adversely affected, and may continue adversely affecting, homeowners and potential property purchasers, which may lead to a decline in the general demand for our products and erosion of their sale prices. In addition, any further tightening of liquidity in the global financial markets may negatively affect our liquidity. Therefore, if the global economic slowdown and turmoil in the financial markets crisis continue, our business, financial condition and results of operations may be negatively affected.

We may be adversely affected by the performance of third-party contractors

We engage third-party contractors to provide various services, including piling and foundation, construction, facilities installation, interior decoration and electromechanical installation. We generally select independent contractors through an open tender process. We cannot assure you that the services rendered by any of these independent contractors or subcontractors will always be satisfactory or meet our quality and safety standards. If the performance of any independent contractor is not satisfactory, we may need to replace such contractor or take other actions to remedy the situation, which could adversely affect the cost and construction progress of our projects. Further, the completion of our property developments may be delayed, and we may incur additional costs due to a contractor's financial or other difficulties. In addition, we are expanding our business into other regions in China, and there may be a shortage of contractors that meet our quality requirements in such markets. Moreover, contractors may undertake projects for other developers, engage in risky or unsound practices or encounter financial or other difficulties, which may affect their ability to complete their work for us on time or within budget. Any of these factors could have a material adverse effect on our business, financial condition and results of operations.

If we are not properly insulated from the rising cost of labor or construction materials, our results of operations may be adversely affected

As the result of economic growth and the boom in the property industry in the PRC, wages for construction workers and the prices of construction materials have experienced substantial increases in recent years. In addition, the PRC Labor Contract Law (《中華人民共和國勞動合同法》), which was promulgated on June 29, 2007 and revised on December 28, 2012 with effect from July 1, 2013, and its implementing rules enhanced the protection for employees and increased employers' liability which may further increase our labor costs. Under the terms of most of our construction contracts, the construction contractors are responsible for the wages of construction workers and procuring construction materials for our property development and bear the risk of fluctuations in wages and construction material prices during the term of the relevant contract. However, we are exposed to the price volatility of labor and construction materials to the extent that we periodically enter into new or renew existing construction contracts at different terms during the life of a project, which may span over several years, or when we choose to hire construction workers directly or purchase construction materials directly from suppliers. Furthermore, we typically pre-sell our properties prior to their completion and we will

be unable to pass the increased costs on to purchasers of our properties if the construction costs increase subsequent to the time of such pre-sale. If we are unable to pass on any increase in the cost of labor or construction materials to either our construction contractors or to the purchasers of our properties, our results of operations may be negatively affected. In addition, increased cost of the properties as a result of the increase in the cost of labor or construction materials may reduce our revenue since purchasers may be less willing to purchase our properties.

Disputes with joint venture partners or our project development partners may adversely affect our business

We have developed and are planning to develop certain projects jointly with other entities through joint ventures or cooperation agreements. Our joint venture partners or project development partners may:

- have economic or business interests or goals that are inconsistent with ours;
- take actions contrary to our instructions or requests or contrary to our policies or objectives;
- be unable or unwilling to fulfill their obligations under the relevant joint venture or cooperation agreements; or
- have financial difficulties.

Additionally, a disagreement with any of our joint venture partners, project development partners or planned partners in connection with the negotiation and finalization of our joint venture agreement, the scope or performance of our respective obligations under the project or joint venture or cooperation arrangement could affect our ability to develop or operate a property. Our joint venture partners or project development partners may be unable or unwilling to perform their obligations under the relevant agreements, including their obligation to make required capital contributions and shareholder loans, whether as a result of financial difficulties or otherwise. A serious dispute with our joint venture partners or project development partners, the early termination of our joint venture or cooperation arrangements or the failure of planned joint venture agreements to materialize could adversely affect our business, financial condition and results of operations.

Should a situation arise in which we cannot complete a project being jointly developed with our joint venture partners or property development partners, due to one of the above reasons or for any other reason, the rights and obligations of each party with respect to the uncompleted project will be determined by the relevant joint venture or cooperation agreements. If such agreements are silent or inconclusive with regard to such rights and obligations, the resolution of any dispute may require arbitration or, failing that, litigation, which could have an adverse effect on our business, results of operations and financial condition. See "—Risks Relating to Our Business—We may be involved from time to time in disputes, administrative, legal and other proceedings arising out of our operations and may face significant liabilities or damage to our reputation as a result."

In the event that we encounter any of the foregoing problems with respect to our joint venture partners or project development partners, our business, financial condition and results of operations may be materially and adversely affected.

We incur significant construction and capital expenditures for our new industry city operating business and certain fixed costs in relation maintenance operations

Unlike properties developed for sale which can be pre-sold (subject to applicable PRC laws relating to pre-sales) to finance other property developments, our new industry city development and operating business requires significant upfront capital expenditures but generate no cash inflow until the land consolidation and infrastructure development and construction for relevant industrial parks have been completed and the investors begin to invest in such new industry cities. In addition, new industry cities within the contract terms under our management will require continuing capital expenditures associated with renovations and other capital improvements, some of which are mandated by health, safety or other regulations or by the government partners under corresponding entrusted agreements. The cost of construction and capital improvements could have a material adverse effect on our business, financial condition and results of operations. The fixed costs associated

with developing and operating such industrial parks may be significant. We may not be able to attract sufficient and consistent investors in the industrial parks that we developed and operated. We may be unable to reduce the fixed costs in a timely manner in response to a decline in demand for such industrial parks, and any failure to adjust our fixed costs may adversely affect our business, financial condition and results of operations. Moreover, our industrial parks may be subject to increases in operating and other expenses due to adverse changes in contractual terms and increases in tax rates, utility costs, operating expenses, insurance costs, repairs and maintenance and administrative expenses, which could materially adversely affect our business, financial condition and results of operations.

Uncertainties in the profit split with our government partners in new industry city development and operation projects may adversely affect the profitability of our new industry city development and operating business

According to current entrusted agreements that we are executing for industrial parks, we are generally entitled to a new industry city development service fee equals to 45% of the realized investment, including the land-transferring fees, costs incurred for factory construction and equipment procurement, etc. by the investors in the corresponding industrial park each year. In addition, for land consolidation and infrastructure development and construction work for a particular industrial park, we are entitled to a return equals to 110% to 115% of the actual cost for such works. However, we cannot guarantee that our new partners in new industry city development and operation projects will not lower such return rates in new PPP new industry city development and operation arrangements. Any reduction of profit split on our side will limit our ability to profit from such projects, and in turn adversely affect our business and results of operations.

Failure to attract or maintain sufficient investment to the industrial parks that we operate may materially and adversely affect our business and results of operations

Our profit from new industry city development and operating business are in proportion to the realized investments for the industrial parks under our operation. The profitability and sustainability of such industrial park projects are dependent on the government's continuous support on public-private participation and sharing of risks and returns. According to the entrusted agreements that we executed, the commissioned terms generally range from 15 years to 50 years. If the relevant governments ceased or changed their supporting policies for investors of such industrial parks, we may not be able to maintain the existing investments or attract new investments to such industrial parks. The current investors might also withdraw or cease its investment due to other reasons beyond our control, such as local economic downturns, the failure of its own operations, etc. In any of such event, if we failed to attract or maintain sufficient investments to the industrial parks that we developed and are operating, our business and results of operations will be materially and adversely affected.

We have mortgaged certain properties and pledged shares in certain subsidiaries to secure our borrowings

We have mortgaged certain of our properties, and pledged shares in certain subsidiaries to secure some of our general banking facilities. If we default on such banking facilities, the lenders may foreclose such properties we mortgage and shares in subsidiaries we pledge. Although the terms of our indebtedness limits our ability to do so, we cannot assure you that we will not mortgage our properties or pledge shares in subsidiaries to secure our borrowings in the future. Nor can we assure you that we will not default on any of our borrowings in the future.

We provide guarantees for our subsidiaries and joint ventures, and also guarantee mortgage loans of our customers and may be liable to borrowers or the mortgagee banks if our subsidiaries, the joint ventures, or customers default on their mortgage payments

We provide guarantees for our subsidiaries and joint ventures and take joint liabilities under such guarantees. The purchasers of our properties may need mortgage loans to purchase our properties, and we typically arrange for various banks to provide these mortgage loans. In accordance with market practice, the mortgagee banks require us to guarantee our customers' mortgage loans. Typically, our guarantee obligations for such customers' mortgage loans are released upon the earlier of (i) the satisfaction of the mortgage loan by the purchaser of the property; and (ii) the issuance of the property ownership certificate for the mortgaged property. If a purchaser defaults on a mortgage loan guaranteed by us we may have to repay the mortgage loan. If we fail to do so, the mortgagee bank may foreclose the underlying property and recover any balance from us as the

guarantor of the defaulted mortgage loan. In line with industry practice, we rely on the credit analysis performed by the mortgagee banks in respect of individual customers and we do not conduct any independent credit checks on them.

As of June 30, 2019, our outstanding guarantees for subsidiaries or the joint ventures amounted to RMB131,599 million (US$19,170 million), representing 242.4% of our total net assets as of June 30, 2019. As of the same date, our outstanding guarantees for the mortgage loans of our customers amounted to RMB69,242 million (US$10,086 million). If any material default by our customers occurs on such loans, we may be required to honor our guarantees and our results of operations and financial position may be materially and adversely affected.

We may suffer certain losses not covered by insurance

We do not carry comprehensive insurance against all potential losses or damages with respect to our properties before their delivery to customers nor do we maintain insurance coverage against liability from tortious acts, property damage or personal injury relating to the construction and maintenance of our properties. Although we expect our third-party construction companies to maintain appropriate insurance coverage, we cannot assure you that their insurance would cover or be sufficient to satisfy all claims, or that we would not be sued or held liable for damages notwithstanding their insurance coverage. Moreover, there are certain losses for which insurance is not available on commercially practicable terms in China, such as losses suffered due to earthquake, typhoon, flooding, war and civil disorder. If we suffer from any losses, damages or liabilities in the course of our business, we may not have sufficient financial resources to cover such losses, damages or liabilities or to satisfy our related obligations. Any payment we make to cover any losses, damages or liabilities may have a material and adverse effect on our business, results of operations and financial condition.

We may not be able to complete our development projects according to schedule or on budget

A property development project requires substantial capital expenditures prior to and during the construction period, and it may take over a year before a development generates positive cash flow through pre-sales or sales. The progress of, and costs for, a development project can be adversely affected by many factors, including:

- changes in market conditions, an economic downturn or a decline in consumer confidence;
- delays in obtaining necessary licenses, permits or approvals from government agencies or authorities;
- relocation of existing residents and demolition of existing structures;
- increases in the market prices of raw materials if we cannot pass on the increased costs to customers;
- shortages of materials, equipment, contractors and skilled labor;
- latent soil or subsurface conditions and latent environmental damage requiring remediation;
- unforeseen engineering, design, environmental or geographic problems;
- labor disputes;
- construction accidents;
- natural disasters;
- adverse weather conditions;
- changes in government practices and policies, including reclamation of land for public works or facilities; and

- other unforeseen problems or circumstances.

Our property projects are at risk from earthquakes, floods and other natural disasters in the regions where we operate. Damage to any of our properties or impact on the markets, whether by natural disasters or otherwise, may either delay or preclude our ability to develop and sell our properties or adversely affect our budget for the projects. We cannot assure you that we will not experience significant delays in completion or delivery of our projects or subject to liability for any such delays. Construction delays or failure to complete construction of a project according to its planned specifications, schedule or budget may materially and adversely affect our reputation, business, results of operations and financial condition.

Our profitability and results of operations are affected by changes in interest rates

As of June 30, 2019, all of our bank and other loans were charged at floating interest rates. Changes in interest rates have affected and will continue to affect our financing costs and, ultimately, our results of operations. In April 2006, PBOC raised the benchmark one-year lending rate from 5.58% to 5.85% and in August 2006 further increased such rate to 6.12%. PBOC again increased the one-year lending rate six times in 2007 from 6.12% to 7.47% in December 2007. Beginning in 2008, PBOC decreased the benchmark one-year lending rate five times, from 7.47% to 5.31% in December 2008, which remained unchanged until October 2010. The one-year lending rate increased to 5.81% as of December 31, 2010, increased to 6.06% effective from February 9, 2011, increased to 6.31% effective from April 6, 2011 and increased to 6.56% effective from July 7, 2011. This rate has since been reduced twice in 2012 to 6.00% in light of signs of slowing economic growth. The PBOC promulgated the Notice of the People's Bank of China on Further Promoting the Market-Oriented Interest Rate Reform in July 2013, which provides that the lower limit of 0.7 times the benchmark lending rate for financial institutions shall be removed and the financial institutions shall independently determine their lending rates in accordance with commercial principles. However, the floating range of interest rates for individual housing loans shall not be adjusted, the original range shall remain unchanged, and the differentiated housing credit policy shall continue to be strictly implemented. The benchmark one-year lending rate as of December 31, 2017 was 4.35%. As commercial banks in China link the interest rates on their loans to benchmark lending rates published by PBOC, any further increase in such benchmark lending rates will increase the interest costs for our developments.

A substantial portion of our interest expense has been capitalized as part of the cost of properties under development, which is recognized in our consolidated statements of comprehensive income as cost of sales upon the sale of properties. As a result, such capitalized interest expense may adversely affect our gross profit margin upon the sales of properties in future.

In addition, increases in interest rates may affect our customers' ability to secure mortgages on acceptable terms, which in turn may affect their ability to purchase our properties.

We may have to compensate our customers if we fail to meet all requirements for the delivery of completed properties and the issuance of property ownership certificates

According to the relevant PRC law, property developers must meet various requirements within 90 days after the delivery of property or such other time period that may be provided in the relevant sales and purchase agreement to assist a purchaser in obtaining the individual property ownership certificate. We generally elect to specify the deadline to apply for an individual property ownership certificate in the sales and purchase agreement to allow sufficient time for the application and approval process. Within three months of the date of the completion certificate for a development, we must apply for a general property ownership certificate for the entire development. This involves, among other things, the submission of a number of documents, including land use rights documents, planning approvals and construction permits. Following the effective date of a sales and purchase agreement for one or more units in a development, we then assist the purchaser to apply for an individual property ownership certificate for each unit. This involves submission of other documents, including the sales and purchase agreement, identification documentation for the purchaser, evidence of payment of deed tax and a copy of the general property ownership certificate issued to us. Delay by a purchaser in providing the documents relating to the purchaser, or delay by the various administrative authorities in reviewing the relevant application document, as well as other factors beyond our control, may affect timely delivery of the relevant individual property ownership certificate. Under current PRC laws and regulations and under our sales and purchase agreements, we are required to compensate our customers for delays in delivery caused by us of individual property ownership certificates. We cannot assure you that delays in delivery caused by us of the

required property ownership certificates will not occur. Significant delays with respect to one or more of our developments may materially and adversely affect our reputation, business, results of operations and financial condition.

The PRC government may impose fines on us or take back our land if we fail to develop a property according to the terms of the land grant contract

Under current PRC laws and regulations, if we fail to develop a property according to the terms of the land grant contract, including terms relating to the payment of land premium, demolition and resettlement costs and other fees, the specified use of the land and the time for commencement and completion of the development, the PRC government may issue a warning, impose a penalty, and/or take back our land. In addition, if we fail to pay any outstanding land grant premium on time, we may be subject to a late payment penalty for every day of delay in payment. The PRC government may also impose an idle land fee equal to 20% of the land premium or allocation fees if (i) we do not commence construction for more than one year after the date specified in the relevant land grant contract, (ii) total constructed GFA is less than one-third of the total proposed GFA for the development, or (iii) the capital invested in the development is less than one-fourth of the total investment approved for the development and the development is suspended for more than one year without governmental approval. Furthermore, the PRC government has the authority to take back the land, without compensation to us, if we do not commence construction for more than two years after the date specified in the land grant contract, unless the delay is caused by force majeure or governmental action. This policy was reinforced in the Notice on Promoting the Saving and Intensification of Use of Land (《國務院關於促進集約節約用地的通知》) promulgated by the State Council on January 3, 2008. This notice states, among other things, that the Ministry of Land and Resources and other authorities are required to research and commence the drafting of implementation rules concerning the levy of land appreciation fees on idle land. Furthermore, the Ministry of Land and Resources issued a Notice on Restricting the Administration of Construction Land and Promoting the Use of Approved Land (《關於嚴格建設用地管理促進批而未用土地利用的通知》) in August 2009, which reiterates the current rules on idle land.

On June 1, 2012, the Ministry of Land and Resources revised and promulgated the (Measure for the Disposal of Idle Land) (《閒置土地處置辦法》), which further clarified the scope and definition of idle land, as well as the corresponding punitive measures. Pursuant to the Measures for the Disposal of Idle Land, if a parcel of land is deemed to constitute idle land by the competent department of land and resources, unless otherwise prescribed by the new Measures for the Disposal of Idle Land, the land shall be disposed of in the following ways:

- where the land has remained idle for more than one year, the competent department of land and resources at the municipal or county level shall, with the approval of the peoples government at the same level, issue a Decision on Collecting Charges for Idle Land to the holder of the right to use the land and collect the charges for idle land at the rate of 20% of the land assignment or allocation fee; and the said charges for idle land shall not be included in the production cost by the holder of the land use rights; and

- where the land has remained idle for more than two years, the competent department of land and resources at the municipal or county level shall, with the approval of the peoples government at the same level, issue a Decision on Recovering the Right to Use the State-owned Land for Construction Use to the holder of the land use rights and recover the right to use the State-owned construction land without compensation.

We cannot assure you that there will be no significant delays in the commencement of construction or the development of our properties in the future, or that our developments will not be subject to idle land penalties or be taken back by the government as a result of such delays. The imposition of substantial idle land penalties could have a material and adverse effect on our business, results of operations and financial condition. If any of our land is taken back by the government, we would not only lose the opportunity to develop the property, but we would also lose our prior investments in the development, including land premiums paid and costs incurred prior to the date in connection with such land.

Our acquisition of companies holding land use rights may be unsuccessful and our acquisition agreements may not provide us with sufficient protection against potential liability

We intend to continue to acquire the controlling equity interests in companies holding land use rights as a means of expanding our business and land bank. However, we may face strong competition during the

acquisition process and we may not be successful in selecting or valuing target companies or their land appropriately. As a result, we may be unable to complete such acquisitions at reasonable cost, or at all. In addition, we may have to allocate additional capital and human resources to integrate the acquired business into our operations. We also cannot assure you that the integration of any acquired company will be successfully completed within a reasonable period of time, or at all, or that it will generate the economic benefit that we expected.

Our success depends on the continued services of our senior management team

Our future success depends heavily upon the continuing services of our executive directors and members of our senior management team, in particular, our chairman, Mr. Wang Wenxue. Many members of our senior management team are experienced in property or industrial park development in the PRC. If one or more of our senior executives or other personnel are unable or unwilling to continue in their present positions, we may not be able to replace them easily or at all, and our business may be disrupted and our financial condition and results of operations may be materially and adversely affected. Moreover, along with our steady growth and expansion into other regional markets in China, we will need to employ, train and retain additional suitable skilled and qualified management and employees from a wider geographical area. If we cannot attract and retain suitable personnel, our business and future growth may be materially and adversely affected.

Property owners may terminate our engagement as the provider of property management services

We engage our own or third party property management companies on behalf of our purchasers to manage the residential properties or industrial parks we developed. We believe that property management is an important part of our business strategy and is critical to the successful marketing and promotion of our property and industrial park developments. Under PRC laws and regulations, a majority of property owners of a residential community of certain size have the right to change the property management service provider. In 2016, 2017, 2018 and the six months ended June 30, 2018 and 2019, the revenue derived from our property management services was RMB283.9 million, RMB462.1 million RMB795.8 million (US$116.0 million), RMB286.0 million and RMB473.5 million (US$69.0 million), respectively.

We may be involved from time to time in disputes, administrative, legal and other proceedings arising out of our operations and may face significant liabilities or damage to our reputation as a result

We may be involved in disputes with various parties involved in the construction, development and the sale of our properties, including contractors, suppliers, construction workers, original owners and residents, partners and purchasers. These disputes may lead to protests, legal or other proceedings and may result in damage to our reputation, incurrence of substantial costs and the diversion of resources and management's attention. As most of our projects are comprised of multiple phases, purchasers of our properties in earlier phases may file legal actions against us if our subsequent planning and development of the relevant project is perceived to be inconsistent with our representations and warranties made to such earlier purchasers. These disputes and legal and other proceedings may materially and adversely affect our reputation, business, results of operations and financial condition. See "Business—Legal Proceedings" in this offering memorandum.

In addition, we may have compliance issues with regulatory bodies in the course of our operations, which may subject us to administrative proceedings and unfavorable decrees that result in liabilities and cause delays to our property developments. In the past, we have been penalized, such as by payment of a fine, or reprimanded by regulatory bodies. While these have not caused any material adverse effect on our business, there can be no assurances that any future failure on our part to comply with applicable laws or regulations would not result in more serious penalties. Although we have implemented internal control policies to ensure compliance with PRC and other applicable anti-corruption laws and other applicable laws and regulations, we cannot assure you that our internal control can effectively prevent any such non-compliance committed by our officers, employees or other agents. Any failure by us, our executive officers, employees and other agents to fully adhere to the PRC or other applicable anti-corruption laws or any failure to comply with other applicable laws or regulations could materially and adversely affect our reputation and our business, results of operations and financial condition.

Furthermore, we may from time to time be subject to investigations, inquiries and other proceedings by regulatory bodies in relation to our business operations and financial reporting. For example, on April 13, 2018, we received inquiries from Shanghai Stock Exchange, the stock exchange that we are listed on, in relation to

certain operating and financial matters disclosed in our annual report for the year ended December 31, 2017. With the assistance of our independent public accountants, Zhongxingcai Guanghua CPA, we submitted our responses to Shanghai Stock Exchange and have not received any further inquiries as of the date of this offering memorandum. We cannot assure you that we will not be subject to investigations, inquiries and other proceedings by regulatory bodies going forward, or that we will be able to satisfactorily address any such future investigations, inquiries or other proceedings. Any such investigations, inquiries and other proceedings could have a material adverse impact on our reputation, business, results of operations and financial condition, and addressing them may require significant financial resources and the time and attention of our management.

Our business, results of operations, financial condition and prospects may be adversely affected as a result of negative media coverage relating to us or the property market in which we operate

We may be subject to and associated with negative publicity, including those on the Internet, with respect to our corporate affairs and conduct related to our personnel. The property market in which we operate may also be subject to negative reports or criticisms by various media, including in relation to incidents of fraud and bribery. We make no representation as to the appropriateness, accuracy, completeness or reliability of any such information or publication. Nonetheless, any negative coverage, whether or not related to us or our related parties and regardless of truth or merit, may have an impact on our reputation and, consequently, may undermine the confidence of our customers and investors, which may in turn materially and adversely affect our business, results of operations, financial condition and prospects.

We are subject to legal and business risks and our business may be adversely affected if we fail to obtain or maintain the required qualification certificates and other requisite government approvals

A PRC property developer must hold a valid qualification certificate to develop property. In addition, at various stages of project development, the PRC property developer must also obtain various licenses, certificates, permits and approvals from the relevant PRC administrative authorities, including land use rights certificates, investment permits, land use planning permits, construction planning permits, construction permits, pre-sale permits and certificates or confirmation of completion.

According to the Provisions on Administration of Qualifications of Real Estate Developers (《房地產開發企業資質管理規定》) issued by the then PRC Ministry of Construction on March 29, 2000 and as amended on May 2015, a newly established property developer must first apply for a provisional qualification certificate with a one-year validity, which can be renewed annually for not more than two consecutive years. If, however, the newly established property developer fails to commence a property development project within the one-year period following the provisional qualification certificate, it will not be allowed to extend the term of its provisional qualification certificate. Developers with longer operating histories must submit their qualification certificates to relevant construction administration authorities for review annually. Government regulations require developers to fulfill all statutory requirements before they may obtain or renew their qualification certificates.

We conduct our property developments through project companies. These project companies must hold valid qualification certificates to be able to conduct their businesses. Historically, we were imposed fines by local government authorities for failing to obtain certain permits with respect to property development projects. We cannot assure you that our project companies will be able to obtain or renew the necessary qualification certificates in a timely manner, or at all. If any of our project companies does not obtain or renew the necessary qualification certificate in a timely manner, or at all, our prospects, and our business, results of operations and financial condition may be materially and adversely affected.

Pursuant to the Measures for the Administration of Qualifications of Property Service Enterprises (《物業服務企業資質管理辦法》) issued on March 17, 2004 and revised on November 26, 2007, entities engaged in property management are required to obtain qualification certificates before they commence their business operations. Our wholly owned property management subsidiaries are primarily engaged in the management of the residential and commercial properties we developed. If any property management companies are unable to meet the relevant requirements and therefore unable to obtain or maintain the qualification certificates, our business and financial condition could be materially and adversely affected.

In addition to the above, we cannot assure you that we will not encounter significant problems in satisfying the conditions to, or delays in, the issuance of qualification certificates, other necessary licenses,

certificates, permits or approvals. There may also be delays on the part of the administrative bodies in reviewing and processing our applications and granting licenses, certificates, permits or approvals. If we fail to obtain the necessary governmental licenses, certificates, permits or approvals for any of our major property projects, or a delay occurs in the government's examination and review process, our development schedule and our sales could be substantially delayed, resulting in a material and adverse effect on our business, results of operations and financial condition.

The value of our properties may be affected if the current ancillary facilities in the vicinity of our residential communities cease to provide services to the owners or users of our properties

The ancillary facilities (e.g., schools, hospitals and public parks) in the vicinity of our residential communities enhance the value of our properties by improving the overall quality and value of the surrounding areas, thereby offering a better living environment to our property owners and users. However, we do not operate nor manage some of the ancillary facilities. We cannot assure you that these facilities will continue to operate and provide services in our residential communities. In the event that some or all of these facilities cease to operate in our residential communities, our properties may become less attractive and less valuable.

Any failure to protect our brand and trademarks could have a negative impact on our business

We believe our brands and trademarks are critical to our success. Any unauthorized use of our brands, trademarks and other intellectual property rights could harm our competitive advantages and business. Historically, China has not protected intellectual property rights to the same extent as certain other countries, and infringement of intellectual property rights continues to pose a serious risk of doing business in China. Monitoring and preventing unauthorized use is difficult. The measures we take to protect our intellectual property rights may not be adequate. Furthermore, the application of laws governing intellectual property rights in China and abroad is uncertain and evolving. If we are unable to adequately protect our brand, trademarks and other intellectual property rights, we may lose these rights and our business may suffer materially.

Increase in resettlement costs or similar costs associated with certain property developments may materially and adversely affect our business, financial condition and results of operations

Land parcels acquired by property developers for future development may have existing buildings or other structures or may be occupied by third parties. Where land is obtained from the PRC government, resettlement or similar costs are usually included in the land premium payable. Government authorities are required to enter into written agreements with the owners of properties subject to demolition and to provide compensation for their relocation and resettlement costs. The compensation payable by government authorities cannot be lower than the market value of similar properties at the time of expropriation. If the compensation paid by government authorities increases significantly due to increases in property market prices, the land premiums payable by us may be subject to substantial increases, which could adversely affect our business, results of operations and financial condition. In addition, any delay or difficulty in the resettlement process may cause a delay in the delivery of land to us, in whole or in part, and may require an increase in the fees payable in connection with the resettlement process. In addition, if a local government fails to reach an agreement over compensation with the owners or residents of the buildings subject to demolition, it may unilaterally decide on a compensation plan for such owners or residents, but the owners or residents have the right to file for administrative review with relevant government authorities or initiate lawsuits, which may delay a project's timetable. Such delays may lead to an increase in cost and a delay in the expected cash inflow resulting from pre-sales of the relevant projects. If we experience an increase in resettlement costs or experience delay due to our inability to reach a resettlement agreement, our business, financial condition and results of operations may be materially and adversely affected.

The PRC government may adopt further measures to slow down growth in the property sector

Along with the economic growth in China, investments in the property sectors have increased significantly in the past few years. In response to concerns over the increase in property investments, the PRC government has in recent years introduced various policies and measures to curtail property developments, including:

- requiring real estate developers to finance, with their internal resources, at least 25% of the total investment (excluding affordable housing projects);

- limiting the monthly mortgage payment to 50% of an individual borrower's monthly income and limiting all monthly debt service payments of an individual borrower to 55% of his or her monthly income;

- suspending land supply for villa construction and restricting land supply for high-end residential property construction;

- requiring that at least 70% of the land supply approved by any local government for residential property development during any given year must be used for developing low-to medium-cost and small-to medium-size units for sale or as low-cost rental properties;

- requiring that at least 70% of the total development and construction area of residential projects approved or constructed on or after June 1, 2006 in any administrative jurisdiction must consist of units with a unit floor area of less than 90 sq.m. and that projects which have received project approvals prior to this date but have not obtained construction permits must adjust their planning in order to comply with this new requirement, with the exception that municipalities under direct administration of the PRC central government and provincial capitals and certain cities may deviate from such ratio under special circumstances upon approval from the MOHURD;

- requiring any first-time home owner using housing reserves (住房公積金) to pay the minimum amount of down-payment at 20% of the purchase price of the underlying property if the underlying property has a unit floor area of less than 90 sq.m. and the purchaser is buying the property as a primary residence, or 30% of the purchase price if the underlying property has a unit floor area of larger than 90 sq.m.;

- requiring any second-time home buyer to pay an increased minimum mortgage loan interest rate at 110% of the relevant PBOC benchmark one-year bank lending interest rate;

- for a commercial property buyer, (i) requiring banks not to finance any purchase of pre-sold properties, (ii) increasing the minimum mortgage loan interest rate to 110% of the relevant PBOC benchmark one-year bank lending interest rate, and (iii) limiting the terms of such bank borrowings to no more than 10 years, with commercial banks allowed flexibility based on their risk assessment;

- for a buyer of commercial/residential dual-purpose properties, increasing the minimum amount of down-payment to 45% of the purchase price of the underlying property, with the other terms similar to those for commercial properties;

- limiting the grant or extension of revolving credit facilities to property developers that hold a large amount of idle land and vacant commodity properties;

- imposing or increasing taxes on short-term gains from second-hand property sales;

- restricting foreign investment in the property sector by, among other things, increasing registered capital and other requirements for establishing foreign-invested real estate enterprises ("FIREEs"), tightening foreign exchange control and imposing restrictions on purchases of properties in China by foreign persons;

- requiring commercial banks to suspend mortgage loans to customers for purchase of a third or further residential property, or to non-residents who cannot provide proof of local tax or social security insurance payments for more than a one-year period;

- adjusting the benchmark one-year lending rate published by PBOC multiple times over the past years with the benchmark one-year lending rate as of June 30, 2016 being 4.35%;

- adjusting the PBOC Renminbi deposit reserve requirement ratio for all PRC deposit-taking financial institutions several times in 2011, 2012, 2014, 2015 and in early 2016, with the current ratio ranging from 13.0% to 16.5%, effective as of March 1, 2016; and

- further increasing down payment ratios and interest rates for loans to purchase second properties in accordance with the price control policies and targets of the corresponding local governments for those cities with excessive growth in housing prices.

Beginning in the second half of 2008, in order to mitigate the impact of the global economic slowdown, the PRC government adopted measures to encourage domestic consumption in the residential property market and support property development. However, in December 2009 and January 2010 the PRC government adjusted some policies in order to enhance the regulation of the property market, restrain property purchases for investment or speculation purposes and keep property prices from rising too quickly in certain regions and cities. At the same time, the PRC government abolished certain preferential treatments relating to business taxes payable upon transfers of residential properties by property owners and imposed more stringent requirements on the payment of land premiums by property developers. In addition, in April 2010 the PRC government identified certain policy measures to increase down payment for properties purchased with mortgage loans. In January 2011, the PRC government adopted certain new policies to cool down the real estate property market, including increasing the minimum down-payment to at least 60% of the total purchase price for second-house purchases with a minimum mortgage lending interest rate at least 1.1 times the benchmark rate, in certain targeted cities restricting purchasers from acquiring second (or further) residential properties and restricting non-residents that cannot provide any proof of local tax or social security payments for more than a specified time period from purchasing any residential properties, imposing property tax in certain cities and levying business tax on the full amount of transfer price if an individual owner transfers a residential property within five years of purchase. In addition, certain cities, including Guangzhou, Tianjin, Beijing, Shanghai, Suzhou, Qingdao, Chengdu, Foshan, Nanjing, Hangzhou and Sanya, promulgated measures further limiting the number of residential properties one family is allowed to purchase. On February 26, 2013, the PRC government further adopted more strict policies for properties purchase, including increasing down payment ratios and interest rates for loans to purchase second properties for those cities with excessive growth in housing prices and imposing individual income tax at a rate of 20% from the sale of a self-owned property. In the third quarter of 2013, the minimum down payment was raised to 70% in several cities. In 2015 and 2016, in certain cities where restrictions on the purchase of residential property had not been implemented, the minimum down payment for first-time home buyers was reduced to 25% of the property price, whereas the minimum down payment for second home buyers who had not fully paid off their existing housing loan was reduced to 30%. These measures may limit our access to capital resources, reduce market demand for our products and increase our operating costs in complying with these measures. We cannot assure you that the PRC government will not adopt additional and more stringent measures, which could further slow down property development in China. If we fail to adapt our operations to new policies, regulations and measures that may come into effect from time to time with respect to the real property industry, or such policy changes disrupt our business or cause us to incur additional costs, our business, financial condition, results of operations and prospects may be materially and adversely affected.

The property industry in China is still at a relatively early stage of development, and there is a significant degree of uncertainty in the market as a whole

Private ownership of property in China is still at a relatively early stage of development. Demand for private residential property has been increasing rapidly in recent years. However, increased demand has often been coupled with volatile market conditions and fluctuations in prices. Numerous factors may affect the development of the market and accordingly, it is very difficult to predict when and how much demand will develop. Limited availability of accurate financial and market information and the general low level of transparency in China contribute to overall uncertainty. Investors may be discouraged from acquiring new properties due to the lack of a liquid secondary market for residential properties. In addition, the limited amounts and types of mortgage financing available to individuals, together with the lack of long-term security of legal title and enforceability of property rights, may also inhibit demand for residential property. Finally, the risk of over-supply is increasing in parts of China where property investment, trading and speculation have become more active. If as a result of any one or more of these or similar factors, demand for residential property or market prices decline significantly, our business, results of operations and financial condition may be materially and adversely affected.

Increasing competition in the property industry in China, particularly in Beijing and other cities where we operate, may adversely affect our business and financial condition

We face competition from a number of property developers. Our existing and potential competitors include private and public developers in the PRC, as well as developers from Hong Kong. Some of them may have greater marketing, financial, technical or other resources than us and greater economies of scale, broader name recognition and more established relationships in the market. In recent years, a large number of property developers have undertaken property development and investment projects, particularly in Beijing and other cities where we operate. Competition among property developers may cause increases in land premiums and raw material costs, shortages in quality construction contractors, surpluses in property supply leading to decreased property prices, delays in the issuance of government approvals and permits, and higher costs to attract or retain talented employees.

In addition, the property markets in Beijing and elsewhere in the PRC are rapidly changing. Macroeconomic measures have recently been adopted by the PRC government in an attempt to slow the rapid growth of the PRC's economy and deter investment in fixed assets, including real estate assets. If we cannot respond to changes in market conditions in Beijing or elsewhere, or changes in customer preferences more swiftly or more effectively than our competitors, our business, results of operations and financial condition could be adversely affected.

We are exposed to contractual, legal and regulatory risks related to pre-sales

We depend on cash flows from pre-sales of properties as an important source of funding for our property developments. We face risks relating to the pre-sale of properties. For example, we may find ourselves liable to the purchasers for their losses, if we pre-sell units in a property development and fail to complete that development. If we fail to complete a pre-sold property on time, our purchasers may claim compensation for late delivery pursuant to either their contracts with us or relevant PRC laws and regulations. If our delay extends beyond a specified period, our purchasers may terminate their pre-sale contracts and claim for compensation. A purchaser may also terminate his or her contract with us if the GFA of the relevant unit, as set out in the individual property ownership certificate, deviates by more than 3% from the GFA of that unit set out in his or her contract. We cannot assure you that we will not experience delays in the completion and delivery of our projects, nor that the GFA for a delivered unit will not deviate more than 3% from the GFA set out in the relevant contract. Any termination of the purchase contract as a result of our late delivery of properties will have a material adverse effect on our business, financial condition and results of operations.

Under current PRC laws and regulations, property developers must fulfill certain conditions before they can commence pre-sales of the relevant properties and pre-sales proceeds may only be used to finance the related development. Various PRC authorities and regulators have publicly called for the discontinuance or abolishment of pre-sales, or to impose tighter regulations on such practice. On March 16, 2011, the National Development and Reform Commission ("NDRC") promulgated the Regulation on Price of Commodity Properties (《商品房銷售明碼標價規定》) effective from May 1, 2011. According to the regulation, real estate enterprises are required to make public the price of commodity properties for sale or pre-sale and to make public all the apartments available for sale or pre-sale within a certain time period. We cannot assure you that the PRC governmental authority will not ban the practice of pre-selling uncompleted properties or implement further restrictions on the pre-sale of properties, such as imposing additional conditions for a pre-sale permit or further restrictions on the use of pre-sale proceeds. Proceeds from the pre-sale of our properties are an important source of financing for our property developments. Consequently, any restriction on our ability to pre-sell our properties, including any increase in the amount of up-front expenditure we must incur prior to obtaining the pre-sale permit, would extend the time period required for recovery of our capital outlay and would result in our needing to seek alternative means to finance the various stages of our property developments. This, in turn, could have an adverse effect on our business, cash flow results of operations and financial condition.

The total GFA of some of our developments may exceed the original permitted GFA and the excess GFA is subject to governmental approval and payment of additional land premium

The permitted total GFA for a particular development is set out in various governmental documents issued at various stages. In many cases, the underlying land grant contract will specify permitted total GFA. Total GFA is also set out in the relevant urban planning approvals and various construction permits. If constructed total GFA exceeds the permitted total, or if the completed development contains built-up areas that the authorities believe do not conform to the approved plans as set out in relevant construction works planning permit, we may not be able to obtain the acceptance and compliance form of construction completion (竣工驗收備案表) for the development, and as a consequence, we would not be in a position to deliver individual units to purchasers or to recognize the related pre-sale proceeds as revenue. Moreover, excess GFA requires governmental approval, and the payment of additional land premium. We may also be subject to liability to purchasers under our sales and purchase agreements.

We cannot assure you that constructed total GFA for each of our existing projects under development or any future property developments will not exceed permitted total GFA for that development, or that the authorities will not determine that all built-up areas conform to the plans approved as set out in the construction permit. Moreover, we cannot assure you that we would have sufficient funding to pay any required additional land premium or to pay for any corrective action that may be required in a timely manner, or at all. Any of these circumstances may materially and adversely affect our reputation, business, results of operations and financial condition.

The terms on which mortgage loans are available, if at all, may affect our sales

Substantially all of the purchasers of our properties rely on mortgages to finance their purchases. An increase in interest rates may significantly increase the cost of mortgage financing and affect the affordability of residential properties. In addition, the PRC government and commercial banks may also increase the down payment requirement, impose other conditions or otherwise change the regulatory framework in a manner that would make mortgage financing unavailable or unattractive to potential property purchasers.

The PRC government has enacted various laws and regulations governing terms of mortgage financing for our customers, including minimum down payment requirements, minimum mortgage loan interest rates, limitations on pre-sales, maximum mortgage term lengths, the suspension of mortgage loans to certain investors, and limits on how many houses a household can buy. As a result of the foregoing factors, PRC banks have generally tightened mortgage lending since 2013, which had affected demand in the property market in general. If the availability or attractiveness of mortgage financing is further reduced or limited, many of our prospective customers may not be able to purchase our properties and, as a result, our business, liquidity and results of operations could be adversely affected.

In line with industry practice, we provide guarantees to banks for mortgages they offer to our purchasers up until we complete the relevant property and the individual property ownership certificates with respect to the relevant properties are issued to our purchasers and the mortgage registrations for the relevant properties have been completed. If there are changes in laws, regulations, policies and practices that would prohibit property developers from providing guarantees to banks in respect of mortgages offered to property purchasers and the banks would not accept any alternative guarantees by third parties, or if no third party is available or willing in the market to provide such guarantees, it may become more difficult for property purchasers to obtain mortgages from banks and other financial institutions during sales and pre-sales of our properties. Such difficulties in financing could result in a substantially lower rate of sale and pre-sale of our properties, which would materially and adversely affect our cash flow, financial condition and results of operations.

Potential liability for environmental damages could result in substantial cost increases

We are subject to a variety of laws and regulations concerning the protection of health and the environment. The particular environmental laws and regulations that apply to any given project development site vary according to the site's location, the site's environmental condition, the present and former uses of the site and the nature and former uses of adjoining properties. Compliance with environmental laws and regulations may result in delays in development, substantial costs and may prohibit or severely restrict project development activity in environmentally sensitive regions or areas. Under PRC laws and regulations, we are required to submit an environmental impact assessment report to the relevant governmental authorities for approval before commencing construction of any project. Although the environmental inspection conducted by the relevant PRC environmental protection agencies to date have not revealed any environmental violations that we believe would have a material adverse effect on our business, results of operations or financial condition, there may be potential material environmental liabilities of which we are unaware. In addition, our operations could result in environmental liabilities or our contractors could violate environmental laws and regulations in their operations that may be attributed to us. For more information, see "Business—Environmental and Safety Matters" in this offering memorandum.

The construction business and the property development business are subject to claims under statutory quality warranties

Under Regulations on the Administration of Quality of Construction Works (《建設工程質量管理條例》), all property development companies in the PRC must provide certain quality warranties for the properties they construct or sell. We are required to provide these warranties to our customers. We may sometimes receive quality warranties from our third-party contractors with respect to our development projects. If a significant number of claims are brought against us under our warranties and if we are unable to obtain reimbursement for such claims from third-party contractors in a timely manner or at all, we could incur significant expenses to resolve such claims or face delays in correcting the related defects, which could in turn harm our reputation and have a material and adverse effect on our business, financial condition and results of operations.

The full-fledged levy of value added tax on revenues from a comprehensive list of service sectors may subject our revenues to a higher average tax rate

Pursuant to the Circular on Comprehensively Promoting the Pilot Program of the Collection of Value-added Tax in Lieu of Business Tax (《關於全面推開營業税改徵增值税試點的通知》) issued on March 23, 2016 and implemented on May 1, 2016 ("Circular 36") by the Ministry of Finance and SAT, effective from May 1, 2016, PRC tax authorities have started imposing value added tax on revenues from various service sectors, including real estate, construction, financial services and insurance, as well as other lifestyle service sectors, to replace the business tax that co-existed with value added tax for over 20 years. Since the issuance of Circular 36, the Ministry of Finance and SAT have subsequently issued a series of tax circulars in March and April 2016 to implement the collection of value added tax on revenues from construction, real estate, financial services and lifestyle services. The value added tax rates applicable to us may be generally higher than the business tax rate we were subject to prior to the implementation of Circular 36. For example, the value added tax rate for the sale of self-developed real estate projects will be increased from 5% (current value added tax rate) to 11%. Unlike business tax, the value added tax will only be imposed on added value, which means the input tax incurred from our construction and real estate can be offset from our output tax. However, details of concrete measures are still being formulated in accordance with Circular 36. We are still in the process of assessing the comprehensive impact of the new value added tax regime on our tax burden, our revenues and results of operations, which remains uncertain.

RISKS RELATING TO THE PRC

PRC economic, political and social conditions, as well as governmental policies, could affect our business and prospects

The PRC economy differs from the economies of most of the developed countries in many aspects, including:

- the amount and degree of the PRC government involvement;
- growth rate and degree of development;
- uniformity in the implementation and enforcement of laws;
- content of and control over capital investment;
- control of foreign exchange; and
- allocation of resources.

The PRC economy has been transitioning from a centrally planned economy to a more market-oriented economy. For approximately three decades, the PRC government has implemented economic reform measures to utilize market forces in the development of the PRC economy. In addition, the PRC government continues to play a significant role in regulating industries and the economy through policy measures. We cannot predict whether changes in PRC economic, political or social conditions and in PRC laws, regulations and policies will have any adverse effect on our current or future business, financial condition or results of operations.

In addition, many of the economic reforms carried out by the PRC government are unprecedented or experimental and are expected to be refined and improved over time. Other political, economic and social factors may also lead to further adjustments of the reform measures. This refining and adjustment process may not necessarily have a positive effect on our operations and business development. For example, the PRC government has in the past implemented a number of measures intended to slow down certain segments of the economy that the government believed to be overheating, including the real estate industry. These measures have included restricting foreign investment in certain sectors of the real estate industry, raising benchmark interest rates of commercial banks, reducing currency supply and placing additional limitations on the ability of commercial banks to make loans by raising bank reserves against deposits and raising the thresholds and minimum loan interest rates for residential mortgages. These actions, as well as future actions and policies of the PRC government, could cause a decrease in the overall level of economic activity, and in turn have a material and adverse impact on our business and financial condition.

In May 2017, Moody's Investors Service downgraded China's sovereign credit rating for the first time since 1989 and changed the outlook from stable to negative, citing concerns on the China's rising levels of debt and expectations of slower economic growth. In September 2017, S&P Global Ratings downgraded China's sovereign credit rating for the first time since 1999, citing similar concerns. The full impact of such actions by international rating agencies remains to be seen, but the perceived weaknesses in China's economic development model, if proven and left unchecked, would have profound implications. If China's economic conditions worsen, or if the banking and financial systems experience difficulties from over-indebtedness, businesses in China may face a more challenging operating environment, which may have a material and adverse impact on our business and financial condition.

Changes in government control of currency conversion and in PRC foreign exchange regulations may adversely affect our business operations

The PRC government imposes controls on the convertibility between Renminbi and foreign currencies and the remittance of foreign exchange out of China. We receive substantially all our revenue in Renminbi. Under our current corporate structure, our income is primarily derived from dividend payments from our PRC subsidiaries. Our Company and our PRC subsidiaries must convert their Renminbi earnings into foreign currency before they may service their foreign currency-denominated obligations. Under existing PRC foreign exchange regulations, payments of current-account items may be made in foreign currencies without prior approval from the PRC State Administration of Foreign Exchange ("SAFE") by complying with certain procedural requirements.

Approval from appropriate governmental authorities is required when Renminbi is converted into foreign currencies and remitted out of China for capital-account transactions, such as the repatriation of equity investment in China and the repayment of the principal of loans or debt denominated in foreign currencies. Such restrictions on foreign exchange transactions under capital accounts also affect our ability to finance our PRC subsidiaries. Subsequent to this offering, we have the choice, as permitted by the PRC foreign investment regulations, to invest our net proceeds from this offering in the form of registered capital or a shareholder loan into our PRC subsidiaries to finance our operations in China. Our choice of investment is affected by the relevant PRC regulations with respect to capital-account and current-account foreign exchange transactions in China. Our investment decisions are additionally affected by various other measures taken by the PRC government relating to the PRC property market. In addition, our transfer of funds to our subsidiaries in China is subject to approval by PRC governmental authorities in the case of an increase in registered capital, and subject to approval by and registration with PRC governmental authorities in case of shareholder loans to the extent that the existing foreign investment approvals received by our PRC subsidiaries permit any such shareholder loans at all. These limitations on the flow of funds between us and our PRC subsidiaries could restrict our ability to act in response to changing market conditions.

Fluctuations in the value of Renminbi may adversely affect our business and the value of distributions by our PRC subsidiaries

The Bonds are denominated in U.S. dollars, while substantially all of our revenue is generated by our PRC operating subsidiaries and denominated in Renminbi. The value of Renminbi depends, to a large extent, on domestic and international economic, financial and political developments and PRC government policies, as well as the supply and demand in the local and international markets. From 1999 until 2005, the conversion of the Renminbi into foreign currencies, including the U.S. dollar and the Hong Kong dollar, was based on exchange rates set and published daily by PBOC in light of the previous day's inter-bank foreign exchange market rates in China and the then current exchange rates on the global financial markets. The official exchange rate for the conversion of the Renminbi into the U.S. dollar was largely stable until July 2005. On July 21, 2005, PBOC revalued the Renminbi by reference to a basket of foreign currencies, including the U.S. dollar. As a result, the value of the Renminbi appreciated by more than 2% on that day. Since then, PBOC has allowed the official Renminbi exchange rate to float against a basket of foreign currencies. Further, from May 18, 2007, PBOC enlarged the floating band for the trading prices in the inter-bank foreign exchange market of the Renminbi against the U.S. dollar from 0.3% to 0.5% around the central parity rate, effective on May 21, 2007. This allowed the Renminbi to fluctuate against the U.S. dollar by up to 0.5% above or below the central parity rate published by PBOC. In June 2010, PBOC announced its intention to proceed with the reform of the Renminbi exchange rate regime to increase flexibility and on April 16, 2012 the band was expanded to 1.0% and further revised to 2.0% on March 17, 2014. These changes in currency policy resulted in the Renminbi significantly appreciating against the U.S. dollar. The Renminbi exchange rate could fluctuate widely against the U.S. dollar or any other foreign currency in the future. The PRC government may adopt further reforms of its exchange rate system,

including making the Renminbi freely convertible in the future. If such reforms were implemented and resulted in devaluation of Renminbi against the U.S. dollar, our financial condition and results of operations could be adversely affected because of our U.S. dollar denominated indebtedness and other obligations. Since our income and profits are denominated in Renminbi, any appreciation of the Renminbi will increase the value of dividends and other distributions payable by our PRC subsidiaries in foreign currency terms. Conversely, any depreciation of the Renminbi will decrease the value of dividends and other distributions payable by our PRC subsidiaries in foreign currency terms. Fluctuation of the value of Renminbi will also affect the amount of our foreign debt service in Renminbi terms since we have to convert Renminbi into foreign currencies to service our indebtedness in foreign currency. As of June 30, 2018, our outstanding interest-bearing bank and other borrowings denominated in foreign currencies was approximately US$1.5 billion, representing approximately 8.8% of our total outstanding interest-bearing bank and other borrowings. As of June 30, 2018, we did not enter into foreign exchange capped forward contracts or foreign currency swap transactions to hedge foreign exchange risk. We may enter into hedging agreements in the future to manage our exposure to foreign exchange rate risk as appropriate. If we enter into such agreements, there can be no assurance that such agreements could effectively hedge our foreign exchange rate risk.

Interest paid by us to our foreign investors and gain on the sale of the Bonds may be subject to taxes under PRC tax laws

Under the EIT Law, if the Issuer is determined to be a PRC resident enterprise, the interest paid on the Bonds may be considered to be sourced within China. In that case, PRC income tax at the rate of 10% would be withheld from interest paid on the Bonds to investors that are "non-resident enterprises" so long as such "non-resident enterprise" investors do not have an establishment or place of business in China or if, despite the existence of such establishment or place of business in China, the relevant income is not effectively connected with such establishment or place of business in China. Any gain realized on the transfer of the Bonds by such investors will be subject to a 10% PRC income tax if such gain is regarded as income derived from sources within China. Furthermore, if the Issuer is considered a PRC resident enterprise and the relevant PRC tax authorities consider interest the Issuer pay with respect to the Bonds, or any gains realized from the transfer of Bonds, to be income derived from sources within the PRC, such interest or gains earned by non-resident individuals may be subject to PRC income tax (which in the case of interest, may be withheld by us) at a rate of 20%. It is uncertain whether the Issuer will be considered a PRC "resident enterprise" and whether in that case the interest payable to our foreign investors or the gain our foreign investors may realize from the transfer of our Bonds would be treated as income sourced within China and subject to PRC tax. We currently do not intend to withhold taxes from interest payments, but there can be no assurance that the PRC tax authorities will accept our position on such issue. If the Issuer is required under the EIT Law to withhold PRC income tax on our interest payable to our non-resident bondholders we will be required, subject to certain exceptions, to pay such additional amounts as will result in receipt by a holder of the Bonds of such amounts as would have been received by the holder had no such withholding been required. The requirement to pay additional amounts will increase the cost of making payments on the Bonds, and could have a material adverse effect on our ability to pay interest on, and repay the principal amount of, the Bonds, as well as our profitability and cash flow. In addition, if you are required to pay PRC income tax on the transfer of our Bonds, the value of your investment in our Bonds may be materially and adversely affected. Prospective holders should consult their tax advisers as to whether they may be able to claim the benefit of income tax treaties or agreements entered into between China and other countries or areas if the Issuer is considered a PRC "resident enterprise". In the event that the Guarantor pays the interest of the Bonds, the Guarantor shall withhold the tax on the interests payable as such interests may be regarded as income derived from sources within the PRC, and the tax rate is 10% for non-resident enterprises and 20% for non-resident individuals (unless a lower rate is applicable). In addition, if the Issuer is treated as a PRC resident enterprise, it is uncertain whether interest payments might be subject to PRC value added tax.

We may incur additional cost to comply with the new policy regarding the tax bureau to collect social insurance and may be required by the tax bureau to make additional social insurance contributions

On July 20, 2018, China's Central Committee and the State Council released the Reform Plan on the National and Local Taxation Collection and Management System (the "**Taxation Collection Reform Plan**"). Set to take effect on January 1, 2019, the plan places the responsibility of calculating and collecting social insurance premiums solely with the tax bureau, which is expected to improve social insurance compliance since the tax bureau is better resourced to monitor and collect contributions. The impact of the newly adopted Taxation Collection Reform Plan is still uncertain. We may incur additional cost to comply with this new plan and may be required by the tax bureau to make additional social insurance contributions, which may have a material adverse impact on our business, financial condition and results of operations.

Interpretation of PRC laws and regulations involves uncertainty and the current legal environment in China could limit the legal protections available to you

Our core business is conducted in China and is governed by PRC laws and regulations. Our principal operating subsidiaries are located in China and are subject to the PRC laws and regulations. The PRC legal system is a civil law system based on written statutes, and prior court decisions have limited precedential value and can only be used as a reference. Additionally, PRC written laws are often principle-oriented and require detailed interpretations by the enforcement bodies to further apply and enforce such laws. Since 1979, the PRC legislature has promulgated laws and regulations in relation to economic matters such as foreign investment, corporate organization and governance, commercial transactions, taxation and trade, with a view to developing a comprehensive system of commercial law, including laws relating to property ownership and development. However, because these laws and regulations have not been fully developed, and because of the limited volume of published cases and the non-binding nature of prior court decisions, interpretation of PRC laws and regulations involves a degree of uncertainty and the legal protection available to you may be limited. For example, we have registered the issuance of the Bonds with the NDRC with reference to the NDRC Notice and are required to file a post-issuance report with the NDRC within 10 working days in the PRC pursuant to the registration certificate. As the NDRC Notice is a new regulation, there are still uncertainties regarding its interpretation, implementation and enforcement by the NDRC. If we fail to complete such filing in accordance with the relevant requirements, due to any change in the relevant regulation we may be subject to penalties or other enforcement actions by relevant PRC government authorities. Depending on the governmental agency or the presentation of an application or case to such agency, we may receive less favorable interpretations of laws and regulations than our competitors. We have also been advised by our PRC legal adviser, Tianyuan, that there is uncertainty as to whether the courts of China would (i) enforce judgments of U.S. courts obtained against us, our directors or officers, any subsidiary or their directors or officers predicated upon the civil liability provisions of the U.S. federal or state securities laws or (ii) entertain original actions brought in China against us, our directors or officers, any subsidiary or their directors or officers predicated upon the U.S. federal or state securities laws. In addition, any litigation in China may be protracted and result in substantial costs and diversion of resources and management attention. All these uncertainties may cause difficulties in the enforcement of our land use rights, entitlements under our permits and other statutory and contractual rights and interests.

The national and regional economies in China and our prospects may be adversely affected by natural disasters, acts of God and occurrence of epidemics

Our business is subject to general economic and social conditions in China. Natural disasters, epidemics and other acts of God which are beyond our control may adversely affect the economy, infrastructure and livelihood of the people in China. Some regions in China, including the cities where we operate, are under the threat of flood, earthquake, sandstorm, snowstorm, fire, drought or epidemics such as Severe Acute Respiratory Syndrome (SARS), H5N1 avian flu or the human swine flu, also known as Influenza A (H1N1). For instance, a serious earthquake and its successive aftershocks hit Sichuan Province in May 2008 and resulted in tremendous loss of lives and destruction of assets in the region. We had three projects located in Chengdu, approximately 92 kilometers from the earthquake's epicenter in Wenchuan County, Sichuan Province. Based on our investigation and site inspections, our properties in Sichuan Province did not suffer any material damage or loss as a result of the earthquake. However, earthquakes with such magnitude may adversely affect our ability to complete and sell or lease our properties as scheduled or cause material damage or loss to our properties. In addition, past occurrences of epidemics, depending on their scale, have caused different degrees of damage to the national and local economies in China. A recurrence of SARS or an outbreak of any other epidemics in China, such as the H5N1 avian flu or the human swine flu, especially in the cities where we have operations, may result in material disruptions to our property development and our sales and marketing, which in turn may adversely affect our financial condition and results of operations.

We cannot guarantee the accuracy of facts, forecasts and other statistics with respect to China, the PRC economy, the PRC real estate industry and the selected PRC regional data contained in this offering memorandum

Facts, forecasts and other statistics in this offering memorandum relating to China, the PRC economy, the PRC real estate industry and the selected PRC regional data have been derived from various official or other publications available in China and may not be consistent with other information compiled within or outside China. However, we cannot guarantee the quality or reliability of such source materials. They have not been prepared or independently verified by us, the Joint Lead Managers or any of our or their respective affiliates or

advisors (including legal advisors), or other participants in this offering and, therefore, we make no representation as to the accuracy of such facts, forecasts and statistics. Due to possibly flawed or ineffective collection methods or discrepancies between published information and market practice, these facts, forecasts and statistics in this offering memorandum may be inaccurate or may not be comparable to facts, forecasts and statistics produced with respect to other economies. Further, we cannot assure you that they are stated or compiled on the same basis or with the same degree of accuracy as in other jurisdictions. Therefore, you should not unduly rely upon the facts, forecasts and statistics with respect to China, the PRC economy, the PRC real estate industry and the selected PRC regional data contained in this offering memorandum.

RISKS RELATING TO THE BONDS AND THE GUARANTEE

The Issuer has no material assets and relies on the Company and its subsidiaries to make payment under the Bonds

The Issuer is the Company's wholly-owned subsidiary with no business operations other than issuing the Bonds and other securities and engaging in related transactions in accordance with the Terms and Conditions of the Bonds. The proceeds from the issuance of the Bonds will not be for the Issuer's own use. The recourse of the holders of the Bonds to the Issuer is limited as the Issuer has only limited assets. The Issuer's ability to make payments on the Bonds is dependent directly on payments (in the form of capital injections, intercompany loans or otherwise) to the Issuer by the Company and certain of its subsidiaries, which will depend on a number of factors, some of which may be beyond the control of the Company and its subsidiaries. If the Company or any of its subsidiaries are unable to make timely payments to the Issuer, the Issuer will not have any other source of funds to meet its payment obligations under the Bonds.

The Company depends on the receipt of dividends

The Company will depend, to a significant extent, upon the receipt of dividends from its subsidiaries and associated companies to make payments with respect to its obligations, including those under the Guarantee. The ability of subsidiaries and associated companies of the Company to pay dividends to their shareholders is subject to the performance and profitability of such subsidiaries and associated companies and to applicable law and restrictions contained in debt instruments of such subsidiaries and associated companies, if any. PRC laws require that dividends can only be paid out of the net income calculated according to PRC GAAP and financial regulations in the PRC. In addition, PRC laws require companies incorporated in the PRC to set aside part of their net income as statutory reserves. These statutory reserves are not available for distribution as cash dividends. Furthermore, some of our existing and future debt instruments may contain restrictions on our subsidiaries' ability to the distribute dividends. As a result, we cannot assure you that the Company will have sufficient cash flow to satisfy its obligations, including the obligations under the Guarantee.

The Bonds and the Guarantee are unsecured obligations

The Bonds are unsecured obligations of the Issuer, and the Guarantee is an unsecured obligation of the Company. Payments under the Bonds and the Guarantee may be adversely affected if:

- the Issuer, the Company, or a third party to which we have provided a guarantee enters into bankruptcy, liquidation, reorganization or other winding-up proceedings;

- there is a default in payment under the Issuer's or the Company's future secured indebtedness, in particular, shares of our subsidiaries which we have pledged as collateral for certain of our loan agreements or other unsecured indebtedness; or

- there is an acceleration of the indebtedness of the Issuer, the Company or a third party to which we have provided a guarantee.

If any of these events were to occur, the Issuer's or the Company's assets may not be sufficient to pay amounts due on the Bonds.

The obligations of the Company under the Guarantee are structurally subordinated to the liabilities and obligations of its subsidiaries

The obligations of the Company under the Guarantee will be effectively subordinated to all existing and future obligations of its existing or future subsidiaries, and all claims of creditors of existing or future subsidiaries and rights of holders of preferred shares of such subsidiaries (if any) will have priority as to the assets of such subsidiaries over the claims of the Company and those of the Company's creditors, including the holders of the Bonds. As a result, all of the existing and future liabilities of the Company's subsidiaries other than the Issuer, including any claims of trade creditors and preferred stockholders (if any) of such subsidiaries, will be effectively senior to the Bonds and the Guarantee. In addition, even if the Company were a creditor of any subsidiary, its rights as a creditor would be subordinated to any security interest in the assets of such subsidiary and any indebtedness of the subsidiary senior to that held by the Company.

If the Company fails to complete the SAFE registration in connection with the Guarantee within the time period prescribed by SAFE, there may be logistical hurdles for cross-border payments under the Guarantee

Pursuant to the Trust Deeds (as defined in "Terms and Conditions of the Bonds") to be executed by the Issuer, the Company and the Trustee, the Company will unconditionally and irrevocably guarantee the due payment of all sums expressed to be payable by the Issuer under the Bonds and the Trust Deeds. The Company is required to submit the Guarantee to the local SAFE for registration in accordance with the Cross-border Security Registration (as defined in "Terms and Conditions of the Bonds") as soon as possible after the execution of the Trust Deeds and in any event on or before the Registration Deadline (as defined in "Terms and Conditions of the Bonds"). Although the non-registration does not necessarily render the Guarantee ineffective or invalid under PRC law, the SAFE may impose penalties on the Company if registration is not carried out within the stipulated time frame. In addition, if the Company fails to complete the SAFE registration, there may be logistical hurdles at the time of remittance of funds (if any cross-border payment is to be made by the Company under the Guarantee) as domestic banks may require evidence of the SAFE registration in connection with the Guarantee in order to effect such remittance, although this does not affect the validity of the Guarantee itself.

The interpretation of the Cross-border Security Registration may involve significant uncertainty, which may adversely affect the enforceability and/or effective performance of the Guarantee in the PRC if the Company fails to complete the SAFE registration in connection with the Guarantee. In addition, the administration of the Cross-border Security Registration may be subject to a certain degree of executive and policy discretion by the local SAFE. There is no assurance that the registration of the Guarantee with the local SAFE can be completed by the Company or will not be revoked or amended in the future or that future changes in PRC laws and regulations will not have a negative impact on the validity and enforceability of the Guarantee in the PRC.

If the Issuer or the Company is unable to comply with the restrictions and covenants in their respective debt agreements (if any) or the Bonds, there could be a default under the terms of these agreements or the Bonds, which could cause repayment of the Issuer or the Company's debt to be accelerated

If the Issuer or the Company is unable to comply with the restrictions and covenants in the Bonds, or their current or future debt obligations and other agreements (if any), there could be a default under the terms of these agreements. In the event of a default under these agreements, the holders of the debt could terminate their commitments to lend to the Issuer or the Company, accelerate repayment of the debt, declare all amounts borrowed due and payable or terminate the agreements, as the case may be. Furthermore, those debt agreements may contain cross-acceleration or cross-default provisions. As a result, default by the Company under one debt agreement may cause the acceleration of repayment of debt or result in a default under its other debt agreements, including the Bonds. If any of these events occur, there can be no assurance that there would be sufficient assets and cash flows to repay in full all of the Issuer's or the Company's indebtedness, or that the Issuer or the Company would be able to find alternative financing. Even if the Issuer or the Company could obtain alternative financing, there can be no assurance that it would be on terms that are favorable or acceptable to the Issuer or the Company.

The Trustee may request holders of the Bonds to provide an indemnity and/or security and/or prefunding to its satisfaction

In certain circumstances, the Trustee may, at its sole discretion, request holders of the Bonds to provide an indemnity and/or security and/or prefunding to its satisfaction before it takes actions on behalf of holders of the Bonds. The Trustee shall not be obliged to take any such actions if not indemnified and/or secured and/or pre-funded to its satisfaction. Negotiating and agreeing to an indemnity and/or security and/or prefunding can be a lengthy process and may impact on when such actions can be taken. The Trustee may not be able to take actions, notwithstanding the provision of an indemnity or security or prefunding to it, in breach of the terms of the Trust Deeds or the Terms and Conditions of the Bonds, and in circumstances where there is uncertainty or dispute as to the applicable laws or regulations and, to the extent permitted by the agreements and the applicable law, it will be for the holders of the Bonds to take such actions directly.

The Bonds may be redeemed at the Issuer's option or upon the occurrence of certain events

The Bonds are redeemable at the option of the Issuer or upon the occurrence of certain events. See "Terms and Conditions of the 2023 Bonds – Redemption and Purchase" and "Terms and Conditions of the 2025 Bonds – Redemption and Purchase" for more information. The date on which the Issuer elects to redeem the Bonds may not accord with the preference of individual holders. This may be disadvantageous to the holders of the Bonds in light of market conditions or the individual circumstances of such holders. In addition, an investor may not be able to reinvest the redemption proceeds in comparable securities at an effective distribution rate at the same level as that of the Bonds.

The Issuer may not be able to redeem the Bonds

Upon the occurrence of a Relevant Event (as defined in the Terms and Conditions of the Bonds), the holder of the Bonds will have the right to require the Issuer to redeem the Bonds. If such an event were to occur, the Issuer may not have sufficient cash in hand and may not be able to arrange financing to redeem the Bonds in time, or on acceptable terms, or at all. The ability to redeem the Bonds in such event may also be limited by the terms of other debt instruments. The Issuer's failure to repay, repurchase or redeem tendered Bonds could constitute an event of default under the Bonds, which may also constitute a default under the terms of the Issuer's or the Company's other indebtedness.

There is a risk of a Change of Control if the pledges over our shares are enforced by third-party lenders.

As of the date of this offering memorandum, approximately 62.98% of the issued shares of our Company held by CFLD Holdings have been pledged to various third-party lenders and investors. As of the date of this offering memorandum, our Controlling Persons (as defined in "Terms and Conditions of the Bonds") hold a 84.5% equity interest in CFLD Holdings. Our Controlling Persons may from time to time create further pledges over our shares they own and control. A Change of Control (as defined in "Terms and Conditions of the Bonds") may occur if any person or persons acting together (other than the Controlling Persons (as defined in "Terms and Conditions of the Bonds")) owns or controls, directly or indirectly, greater Voting Rights (as defined in "Terms and Conditions of the Bonds") in the issued share capital of our Company than such Voting Rights collectively owned or controlled by the Controlling Persons, and there is a Rating Decline (as defined in "Terms and Conditions of the Bonds"). If our Controlling Persons default on the relevant loans, such lenders and investors may enforce the share pledges, which may result in the occurrence of a Change of Control. The price of the Bonds may be adversely affected by a Change of Control. Furthermore, holders may require us to redeem all outstanding Bonds held by them upon the occurrence of a Change of Control, and we may not have the liquidity to do so. See "Risk Factors – Risks Relating to the Bonds and the Guarantee – The Issuer may not be able to redeem the Bonds."

The Bonds will initially be held in book-entry form, and therefore you must rely on the procedures of the relevant clearing systems to exercise any rights and remedies

The Bonds will initially only be issued in global form and held through Euroclear and Clearstream. Interests in the Bonds represented by the Global Certificate will trade in book-entry form only, and Bonds in definitive registered form, or definitive registered Bonds, will be issued in exchange for book-entry interests only in very limited circumstances. Owners of book entry interests will not be considered owners or holders of the Bonds. The nominee of the common depositary for Euroclear and Clearstream will be the sole registered holder of the Global Certificate representing the Bonds. Payments of principal, interest, Distribution and other amounts, as applicable, owing on or in respect of the Global Certificate representing the Bonds will be made to the Paying

Agent, which will make payments to Euroclear and Clearstream. Thereafter, these payments will be credited to accounts of participants that hold book-entry interests in the Global Certificate representing the Bonds and credited by such participants to indirect participants. After payment to the Paying Agent, we will have no responsibility or liability for the payment of interest, Distribution, principal or other amounts, as applicable, to the owners of book-entry interests. Accordingly, if you own a book-entry interest, you must rely on the procedures of Euroclear and Clearstream or, if you are not a participant in Euroclear and Clearstream, on the procedures of the participant through which you own your interest, to exercise any rights and obligations of holders of the Bonds under the Trust Deeds.

Unlike the holders of the Bonds themselves, owners of book-entry interests will not have a direct right to act upon our solicitations for consents, requests for waivers or other actions from holders of the Bonds. Instead, if you own a book-entry interest, you will be permitted to act only to the extent you have received appropriate proxies to do so from Euroclear and Clearstream. The procedures implemented for the granting of such proxies may not be sufficient to enable you to vote on a timely basis. The procedures to be implemented through Euroclear and Clearstream may not be adequate to ensure the timely exercise of rights under the Bonds.

The ratings assigned to the Bonds and our corporate ratings may be lowered or withdrawn in the future

The Bonds are expected to be rated Ba3 by Moody's. The ratings address our ability to perform our obligations under the terms of the Bonds and credit risks in determining the likelihood that payments will be made when due under the Bonds. In addition, we are rated Ba3 with a stable outlook by Moody's. A rating is not a recommendation to buy, sell or hold securities and may be subject to revision, suspension or withdrawal at any time. We cannot assure you that a rating will remain for any given period of time or that a rating will not be lowered or withdrawn entirely by the relevant rating agency if in its judgment circumstances in the future so warrant. We have no obligation to inform holders of the Bonds of any such revision, downgrade or withdrawal. A suspension, reduction or withdrawal at any time of the rating assigned to the Bonds may adversely affect the market price of the Bonds.

The liquidity and price of the Bonds following this offering may be volatile

The price and trading volume of the Bonds may be highly volatile. Factors such as variations in the Company's revenues, earnings and cash flows and proposals of new investments, strategic alliances and/or acquisitions, interest rates and fluctuations in prices for comparable companies could cause the price of the Bonds to change. Any such developments may result in large and sudden changes in the volume and price at which the Bonds will trade. There can be no assurance that these developments will not occur in the future.

Changes in market interest rates may adversely affect the value of the Bonds

The Bonds will each carry a fixed interest rate. Consequently, the trading price of the Bonds will vary with the fluctuations in the US dollar interest rates. If a holder of the Bonds tries to sell such Bonds before their maturity, he may receive an offer that is less than his investment.

Developments in other markets may adversely affect the market price of the Bonds

The market price of the Bonds may be adversely affected by declines in the international financial markets and world economic conditions. The market for the Bonds is, to varying degrees, influenced by economic and market conditions in other markets, especially those in Asia. Although economic conditions are different in each country, investors' reactions to developments in one country can affect the securities markets and the securities of issuers in other countries, including China. Since the sub-prime mortgage crisis in 2008, the international financial markets have experienced significant volatility. If similar developments occur in the international financial markets in the future, the market price of the Bonds could be adversely affected.

A trading market for the Bonds may not develop and a few investors may purchase a majority of the aggregate principal amount of the Bonds offered

The Bonds are a new issue of securities for which there is currently no trading market. There can be no assurance that an active trading market will develop. If such a market were to develop, the Bonds could trade at prices that may be higher or lower than the initial issue price depending on many factors, including prevailing interest rates, our operations and the market for similar securities. The Joint Lead Managers are not obligated to

make a market in the Bonds and any such market making, if commenced, may be discontinued at any time at the sole discretion of the Joint Lead Managers. In addition, the Bonds may be allocated to a limited number of investors, in which case liquidity of the Bonds may be limited. Furthermore, holders of a significant percentage of the aggregate principal amount of the Bonds will have certain rights under the Trust Deeds and the Bonds. Accordingly, if a few investors purchase a significant percentage of the Bonds, even if less than a majority, they will be able to exercise such rights on behalf of all holders of the Bonds and significantly influence the outcome of the voting on matters related to the Bonds.

The Issuer may issue additional Bonds in the future

The Issuer may, from time to time, and without prior consultation of the holders of the Bonds, create and issue further Bonds (See "Terms and Conditions of the 2023 Bonds – Further Issues" and "Terms and Conditions of the 2025 Bonds – Further Issues") or otherwise raise additional capital through such means and in such manner as it may consider necessary. There can be no assurance that such future issuance or capital raising activity will not adversely affect the market price of the Bonds.

Gains on the transfer of the Bonds may be subject to income tax under PRC tax laws

Under the Enterprise Income Tax Law ("EIT Law") and its implementation rules, any gains realized on the transfer of the Bonds by holders who are deemed under the EIT Law as non-resident enterprises may be subject to PRC enterprise income tax if such gains are regarded as incomes derived from sources within the PRC. Under the EIT Law, a "non-resident enterprise" means an enterprise established under the laws of a jurisdiction other than the PRC and whose actual administrative organization is not in the PRC, which has established offices or premises in the PRC, or which has not established any offices or premises in the PRC but has obtained incomes derived from sources within the PRC. In addition, there is uncertainty as to whether gains realized on the transfer of the Bonds by individual holders who are not PRC citizens or residents will be subject to PRC individual income tax. If such gains are subject to PRC income tax, the 10% enterprise income tax rate and 20% individual income tax rate will apply respectively unless there is an applicable tax treaty or arrangement that reduces or exempts such income tax. The taxable income will be the balance of the total income obtained from the transfer of the Bonds minus all costs and expenses that are permitted under PRC tax laws to be deducted from the income.

The insolvency laws of the Cayman Islands and the PRC and other local insolvency laws may differ from those of another jurisdiction with which the holders of the Bonds are familiar

As the Issuer and the Company are incorporated under the laws of the Cayman Islands and the PRC, any insolvency proceeding relating to the Issuer or the Company would likely involve the insolvency laws of the Cayman Islands or the PRC, the procedural and substantive provisions of which may differ from comparable provisions of the local insolvency laws of jurisdictions with which the holders of the Bonds are familiar.

Exchange rate risks and exchange controls may result in a holder of the Bonds receiving less interest or principal than expected

The Issuer will pay principal and interest on the Bonds in US dollars. This presents certain risks relating to currency conversions if the financial activities of a holder of the Bonds are denominated principally in a currency or currency unit (the "Investor's Currency") other than US dollars. These include the risk that exchange rates may significantly change (including changes due to devaluation of the US dollar or revaluation of the Investor's Currency) and the risk that authorities with jurisdiction over the Investor's Currency may impose or modify exchange controls. An appreciation in the value of the Investor's Currency relative to the US dollar would decrease (i) the Investor's Currency equivalent yield on the Bonds; (ii) the Investor's Currency equivalent value of the principal payable on the Bonds; and (iii) the Investor's Currency equivalent market value of the Bonds.

Governments and monetary authorities may impose (as some have done in the past) exchange controls that could adversely affect an applicable exchange rate. As a result, a holder of the Bonds may receive less interest or principal than expected, or no interest or principal.

Decisions that may be made on behalf of all holders of the Bonds may be adverse to the interests of individual holders of the Bonds

The Terms and Conditions of the Bonds contain provisions for calling meetings of holders of the Bonds to consider matters affecting their interests generally. These provisions permit defined majorities to bind all holders of the Bonds including holders who did not attend and vote at the relevant meeting and holders who voted in a manner contrary to the majority. Furthermore, there is a risk that the decision of the majority of holders of the Bonds may be adverse to the interests of the individuals.

The Company may be unable to obtain and remit funds in foreign currencies

The Company's ability to satisfy its obligations to the Issuer or pursuant to the Guarantee depends in part upon its ability to obtain and remit sufficient funds in foreign currencies. The Company must present certain documents to the SAFE, its authorized branch or the designated foreign exchange bank, for approval before it can obtain and remit foreign currencies out of China (including, in the case of dividends, evidence that the relevant PRC taxes have been paid and, in the case of intercompany loans, evidence of the registration of the loan with the SAFE).

Our financial statements are prepared according to PRC GAAP, which may differ significantly from IFRS

Our financial statements are prepared and presented in accordance with PRC GAAP, which differ in certain significant respects from IFRS. We have not prepared a reconciliation of our consolidated financial information and our consolidated financial statements and related footnotes between PRC GAAP and other GAAPs or otherwise compared the PRC GAAP with the IFRS and summarized any differences thereof. In making an investment decision, you must rely upon your own examination of us. You should consult your own professional advisers for an understanding of the differences between PRC GAAP and any other GAAPs and how those differences might affect the financial information contained in this offering memorandum. See "Summary of Certain Differences between PRC GAAP and IFRS."

USE OF PROCEEDS

The gross proceeds from this offering, before deducting the underwriting discounts and commissions and other estimated expenses payable by us in connection with this offering, will be US$1.2 billion, which we plan to use for refinancing our offshore indebtedness due within a year.

CHINA

PBOC sets and publishes daily a base exchange rate with reference primarily to the supply and demand of Renminbi against a basket of currencies in the market during the prior day. PBOC also takes into account other factors, such as the general conditions existing in the international foreign exchange markets. From 1994 to July 20, 2005, the conversion of Renminbi into foreign currencies, including Hong Kong dollars and U.S. dollars, was based on rates set daily by PBOC on the basis of the previous day's inter-bank foreign exchange market rates and then current exchange rates in the world financial markets. During this period, the official exchange rate for the conversion of Renminbi to U.S. dollars remained generally stable. Although the PRC government introduced policies in 1996 to reduce restrictions on the convertibility of Renminbi into foreign currencies for current account items, conversion of Renminbi into foreign currencies for capital items, such as foreign direct investment, loan principals and securities trading, still requires the approval of SAFE and other relevant authorities. On July 21, 2005, the PRC government introduced a managed floating exchange rate system to allow the value of the Renminbi to fluctuate within a regulated band based on market supply and demand and by reference to a basket of currencies. On the same day, the value of the Renminbi appreciated by approximately 2% against the U.S. dollar. The PRC government has since made and in the future may make further adjustments to the exchange rate system.

On May 18, 2007, PBOC enlarged the floating band for the trading prices in the inter-bank foreign exchange market of the Renminbi against the U.S. dollar from 0.3% to 0.5% around the central parity rate, effective on May 21, 2007. This allows the Renminbi to fluctuate against the U.S. dollar by up to 0.5% above or below the central parity rate published by PBOC. The floating band was further widened to 1.0% on April 16, 2012 and 2.0% on March 17, 2014. Effective since August 11, 2015, market makers are required to quote their central parity rates for Renminbi against U.S. dollar to the China Foreign Exchange Trade System daily before the market opens by reference to the closing rate of the PRC inter-bank foreign exchange market on the previous trading day in conjunction with the demand and supply conditions in the foreign exchange markets and exchange rate movements of major currencies. PBOC has further authorized the China Foreign Exchange Trade System to announce its central parity rate for Renminbi against the U.S. dollar through a weighted averaging of the quotes from the market makers after removing the highest quote and the lowest quote. PBOC announces the closing price of a foreign currency traded against the Renminbi in the inter-bank foreign exchange market after the closing of the market on each working day, and makes it the central parity for trading against the Renminbi on the following working day. The PRC government may adopt further reforms of its exchange rate system, including making the Renminbi freely convertible in the future.

The following table sets forth the noon buying rate for U.S. dollars in New York City for cable transfers in Renminbi as certified for customs purposes by the Federal Reserve Bank of New York for the periods indicated:

	Noon buying rate			
Period	**Period end**	**Average[(1)]**	**High**	**Low**
		(RMB per US$1.00)		
2014	6.2046	6.1620	6.2591	6.0402
2015	6.4778	6.2869	6.4896	6.1870
2016	6.9430	6.6549	6.9580	6.4480
2017	6.5063	6.7564	6.9575	6.4773
2018	6.8755	6.6090	6.9737	6.2649
2019				
June	6.8650	6.8977	6.9298	6.8510
July	6.8833	6.8775	6.8927	6.8487
August	7.1543	7.0629	7.1628	6.8972
September	7.1477	7.1137	7.1786	7.0659
October	7.0379	7.0961	7.1473	7.0379
November	7.0308	7.0199	7.0389	6.9766
December (through December 27, 2019)	6.9954	7.0178	7.0609	6.9921

Note:

(1) Determined by averaging the rates on the last business day of each month during the relevant year, except for monthly average rates, which are determined by averaging the daily rates during the respective months.

HONG KONG

The H.K. dollar is freely convertible into the U.S. dollar. Since 1983, the H.K. dollar has been linked to the U.S. dollar at the rate of HK$7.80 to US$1.00. The Basic Law of the Hong Kong Special Administrative Region of the People's Republic of China (the "Basic Law"), which came into effect on July 1, 1997, provides that no foreign exchange control policies shall be applied in Hong Kong.

The market exchange rate of the H.K. dollar against the U.S. dollar continues to be determined by the forces of supply and demand in the foreign exchange market. However, against the background of the fixed rate system which applies to the issuance and withdrawal of Hong Kong currency in circulation, the market exchange rate has not deviated significantly from the level of HK$7.80 to US$1.00. The Hong Kong government has indicated its intention to maintain the link at that rate. Under the Basic Law, the H.K. dollar will continue to circulate and remain freely convertible. The Hong Kong government has also stated that it has no intention of imposing exchange controls in Hong Kong and that the H.K. dollar will remain freely convertible into other currencies, including the U.S. dollar. However, we cannot assure you that the Hong Kong government will maintain the link at HK$7.80 to US$1.00, or at all.

The following table sets forth the noon buying rate for U.S. dollars in New York City for cable transfers in H.K. dollars as certified for customs purposes by the Federal Reserve Bank of New York for the periods indicated:

	Noon buying rate			
Period	**Period end**	**Average[(1)]**	**High**	**Low**
		(HK per US$1.00)		
2014	7.7531	7.7545	7.7669	7.7495
2015	7.7507	7.7519	7.7686	7.7495
2016	7.7534	7.7620	7.8270	7.7505
2017	7.8128	7.7926	7.8267	7.7540
2018	7.8305	7.8376	7.8499	7.8043
2019				
June	7.8103	7.8260	7.8430	7.8080
July	7.8275	7.8133	7.8275	7.7956
August	7.8403	7.8420	7.8469	7.8266
September	7.8401	7.8350	7.8425	7.8177
October	7.8376	7.8421	7.8454	7.8371
November	7.8267	7.8279	7.8365	7.8208
December (through December 27, 2019)	7.7874	7.8063	7.8289	7.7850

Note:

(1) Determined by averaging the rates on the last business day of each month during the relevant year, except for monthly average rates, which are determined by averaging the daily rates during the respective months.

CAPITALIZATION AND INDEBTEDNESS

The following table sets forth our consolidated cash and cash equivalents, short-term debt and capitalization as of June 30, 2019 on an actual basis and on an adjusted basis after giving effect to the issuance of the Bonds in this offering before deducting the underwriting discounts and commissions and other estimated expenses payable by us in connection with this offering. The following table should be read in conjunction with our consolidated financial information and related notes included elsewhere in this offering memorandum.

	As of June 30, 2019			
	Actual		As adjusted	
	RMB	US$	RMB	US$
		(unaudited)	(unaudited)	(unaudited)
	(in thousands)			
Cash and cash equivalents	55,184,959	8,038,596	63,422,959	9,238,596
Short term borrowings				
Short term bank borrowings	23,396,231	3,408,045	23,396,231	3,408,045
Notes payable	9,982,931	1,454,178	9,982,931	1,454,178
Long term borrowings due within one year	25,996,670	3,786,841	25,996,670	3,786,841
Total short term borrowings	59,375,832	8,649,065	59,375,832	8,649,065
Long term borrowings[(1)]				
Long term bank borrowings	58,402,188	8,507,238	58,402,188	8,507,238
Bonds payable	69,971,543	10,192,504	69,971,543	10,192,504
Bonds to be issued	–	–	8,238,000	1,200,000
Total long term borrowings	128,373,731	18,699,742	136,611,731	19,899,742
Total equity	54,290,773	7,908,343	54,290,773	7,908,343
Total capitalization[(2)]	457,067,487	66,579,386	465,305,487	67,779,386

Notes:

(1) Subsequent to June 30, 2019, we have, in the ordinary course of business, entered into additional financing arrangements for project financing and general corporate purposes. See "Description of Material Indebtedness and Other Obligations." These additional borrowings are not reflected in the table above.

(2) Total capitalization includes total long-term borrowings and total equity.

In the future, we may from time to time incur substantial additional indebtedness (including bank borrowings and/or onshore or offshore bond offerings) and contingent liabilities. Except as otherwise disclosed in this offering memorandum, there has been no material adverse change in our indebtedness or capitalization since June 30, 2019.

SELECTED CONSOLIDATED FINANCIAL INFORMATION

The following table presents our selected financial and other data. The selected consolidated statement of profit or loss data for 2016, 2017 and 2018 and the selected consolidated statement of financial position data as of December 31, 2016 and 2017 and 2018 set forth below (except for EBITDA data) have been derived from our consolidated financial statements for such years and as of such dates, as audited by Zhongxingcai Guanghua CPA, the independent certified public accountants, and included elsewhere in this offering memorandum. The selected consolidated statement of profit or loss data for the six months ended June 30, 2018 and 2019 and the selected consolidated statement of financial position data as of June 30, 2018 set forth below (except for EBITDA data) have been derived from our unaudited consolidated financial statements for such periods and as of such date, as reviewed by Zhongxingcai Guanghua CPA. Results for interim periods are not indicative of the results for the year. Our financial statements have been prepared and presented in accordance with PRC GAAP, which differ in certain respects from generally accepted accounting principles in other jurisdictions. The summary financial data below should be read in conjunction with our consolidated financial statements and the notes to those statements included elsewhere in this offering memorandum. Certain income statement items for the year ended December 31, 2016 and 2017 and certain balance sheet items as of December 31, 2016 and 2017 were adjusted and restated due to changes in accounting policies. Such adjustments and restatements did not have any material adverse effect on our business, results of operations or financial condition.

SELECTED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	For the year ended December 31,				For the six months ended June 30,		
	2016	2017	2018		2018	2019	
	(RMB)	(RMB)	(RMB)	(US$)	(RMB)	(RMB)	(US$)
	(restated)	(restated)		(unaudited)	(unaudited)	(unaudited)	(unaudited)
	(in thousands, except for percentages)						
Revenue	53,820,587	59,635,420	83,798,590	12,206,641	34,974,328	38,730,113	5,641,677
Less: Cost of sales	36,015,778[3]	30,986,187[3]	48,918,842	7,125,833	19,001,768	19,857,598	2,892,585
Tax and surcharge	3,134,770	5,183,801	5,360,304	780,816	1,798,905	2,118,370	308,575
Selling expenses	1,875,220	1,962,929	1,882,115	274,161	740,912	875,033	127,463
Administrative expenses	3,622,757	7,487,503	8,044,851	1,171,865	3,409,092	2,830,952	412,375
R&D expenses	–	–	13,569	1,977	6,946	5,140	749
Financial expenses	563,018	980,026	962,555	140,212	625,445	698,488	101,746
Add: gains from changes in fair value	(52,491)[3]	12,736[3]	100,729	14,673	–	–	–
Impairment losses of credit financial asset	–	–	–	–	–	(394,983)	(57,536)
Impairment losses of assets	(176,363)	(832,252)	(2,525,282)	(367,849)	(572,663)	18,078	2,633
Investment income	414,970	734,480	1,613,982	235,103	682,150	135,357	19,717
Including: income from investments in associates and joint ventures	(59,318)	(7,595)	(23,203)	(3,380)	(9,935)	(13,707)	(1,997)
Gains from disposal of assets	4,183	115	(32,997)	(4,807)	(23,982)	(96,925)	(14,119)
Other income	–	6,098	98,318	14,322	20,466	83,087	12,103
Operating profits	8,799,343[3]	12,956,150[3]	17,871,105	2,603,220	9,497,232	12,089,146	1,760,983
Add: non-operating income	193,813	71,145	15,460	2,252	9,647	58,774	8,561
Less: non-operating expenditure	40,753	149,863	455,863	66,404	70,077	127,933	18,636
Total profits	8,952,403[3]	12,877,432[3]	17,430,702	2,539,068	9,436,801	12,019,987	1,750,908
Less: income tax expenses	2,801,621[3]	4,012,097[3]	5,627,956	819,804	2,495,742	3,441,800	501,355
Net profits	6,150,782[3]	8,865,335[3]	11,802,746	1,719,264	6,941,059	8,578,186	1,249,554
Net profits attributable to owners of the company	6,474,243[3]	8,839,570[3]	11,745,792	1,710,968	6,926,570	8,480,826	1,235,372
Non-controlling interests	(323,461)	25,765	56,954	8,296	14,489	97,360	14,182
Other financial data							
EBITDA[1]	10,730,390,439	18,731,682,743	25,201,191,198	3,670,967,400	11,741,576,192	15,563,849,331	2,267,130,274
EBITDA margin[2]	20%	31%	30%	30%	34%	40%	40%

Notes:

(1) We calculate EBITDA by subtracting cost of sales, selling expenses, administrative expenses, R&D expenses and tax and surcharge from turnover, and adding back land appreciation tax, depreciation of fixed assets, depletion of oil and gas assets and depreciation of productive biological assets, amortization of intangible assets and amortization of long-term deferred expenses. EBITDA is not a standard measure under PRC GAAP. EBITDA is a widely used financial indicator of a company's ability to service and incur debt. EBITDA should not be considered in isolation or construed as an alternative to cash flows, profit attributable to shareholders or any other measure of performance or as an indicator of our operating performance, liquidity, profitability or cash flows generated by operating, investing or financing activities. EBITDA does not account for taxes, net finance costs and depreciation and amortization. In evaluating EBITDA, we believe that investors should consider, among other things, the components of EBITDA such as turnover and operating expenses and the amount by which EBITDA exceeds capital expenditures and other charges. We have included EBITDA herein because we believe it is a useful supplement to cash flow data as a measure of our performance and our ability to generate cash from operations to cover debt service and taxes. EBITDA presented herein may not be comparable to similarly titled measures presented by other companies. Investors should not compare our EBITDA to EBITDA presented by other companies because not all companies use the same definition. The table below reconciles our turnover under PRC GAAP to our definition of EBITDA for the periods indicated:

	For the year ended December 31,				For the six months ended June 30,		
	2016	2017	2018		2018	2019	
	(RMB)	(RMB)	(RMB)	(US$)	(RMB)	(RMB)	(US$)
				(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue	53,820,587,476	59,635,420,323	83,798,590,155	12,206,640,955	34,974,327,941	38,730,112,802	5,641,677,029
Cost of sales	(36,015,778,349)	(30,986,187,037)	(48,918,841,826)	(7,125,832,750)	(19,001,768,100)	(19,857,597,543)	(2,892,585,221)
Selling expenses	(1,875,219,849)	(1,962,929,300)	(1,882,115,149)	(274,160,983)	(740,912,158)	(875,032,668)	(127,462,880)
Administrative expenses	(3,622,756,853)	(7,487,502,649)	(8,044,850,547)	(1,171,864,610)	(3,409,091,745)	(2,830,952,391)	(412,374,711)
R&D expenses	–	–	(13,569,085)	(1,976,560)	(6,946,004)	(5,139,949)	(748,718)
Tax and surcharge	(3,134,770,457)	(5,183,801,445)	(5,360,303,801)	(780,816,286)	(1,798,904,929)	(2,118,370,124)	(308,575,400)
LAT	767,088,557	3,301,709,544	3,856,315,225	561,735,648	968,139,915	1,777,050,784	258,856,633
Depreciation of fixed assets, depletion of oil and gas assets and depreciation of productive biological assets	271,973,390	313,973,794	442,005,460	64,385,355	193,628,565	188,728,181	27,491,359
Amortization of intangible assets	319,442,327	513,082,600	551,673,757	80,360,343	251,998,995	220,273,736	32,086,487
Amortization of long-term deferred expenses	199,824,196	587,916,914	772,287,010	112,496,287	311,103,711	334,776,504	48,765,696
EBITDA	10,730,390,439	18,731,682,743	25,201,191,198	3,670,967,400	11,741,576,192	15,563,849,331	2,267,130,274
EBITDA margin	20%	31%	30%	30%	34%	40%	40%

(2) EBITDA margin is calculated by dividing EBITDA by revenue.

(3) These income statement items for the year ended December 31, 2016 and 2017 were adjusted and restated due to changes in accounting policies. Such adjustments and restatements did not have any material adverse effect on our business, results of operations or financial condition.

SELECTED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As of December 31,				As of June 30,	
	2016	2017	2018		2019	
	(RMB)	(RMB)	(RMB)	(US$)	(RMB)	(US$)
	(restated)	(restated)		(unaudited)	(unaudited)	(unaudited)
			(in thousands, except for percentages)			
CURRENT ASSETS:						
Bank deposit	45,503,088	68,104,885	47,281,784	6,887,368	55,184,959	8,038,596
Notes receivables & Accounts receivables	9,500,835	18,910,318	34,437,662	5,016,411	39,833,616	5,802,420
Prepayments	3,551,329	1,620,448	3,200,794	466,248	3,684,214	536,666
Other receivables	7,128,902	11,109,294	13,331,931	1,942,015	15,578,337	2,269,241
Inventories	147,344,749	229,794,385	254,522,680	37,075,409	276,811,828	40,322,189
Non-current assets maturing within one year	3,000,000	6,240,448	2,015,615	293,607	5,710,289	831,797
Other current assets	7,532,269	12,706,505	13,169,906	1,918,413	17,734,877	2,583,376
Total current assets	223,561,173	348,486,284	367,960,372	53,599,472	414,538,119	60,384,285
NON-CURRENT ASSETS:						
Financial assets available for sale	683,832	595,302	654,273	95,306	–	–
Long-term equity investment	1,182,146	4,038,433	4,242,735	618,024	4,289,580	624,848
Other non-current financial assets	–	–	–	–	4,503,831	656,057
Investment properties	1,350,153[(1)]	2,929,445[(1)]	2,246,300	327,210	2,246,300	327,210
Fixed assets	2,670,130	2,842,166	5,073,292	739,008	5,174,851	753,802
Construction in progress	3,338,486	4,266,765	12,663,239	1,844,609	13,099,165	1,908,109
Intangible assets	6,140,026	5,193,044	5,343,097	778,310	6,511,339	948,483
Goodwill	325,108	541,617	501,977	73,121	501,976	73,121
Long-term deferred expenses	1,404,813	1,790,279	2,760,769	402,151	2,595,881	378,133
Deferred income tax assets	1,278,829[(1)]	2,362,675	3,240,310	472,004	3,519,238	512,635
Other non-current assets	7,951,296	2,873,941	5,025,470	732,042	87,206	12,703
Total non-current assets	26,324,819[(1)]	27,433,666[(1)]	41,751,462	6,081,786	42,529,368	6,195,101
Total assets	249,885,992[(1)]	375,919,950[(1)]	409,711,834	59,681,258	457,067,487	66,579,386
CURRENT LIABILITIES:						
Short-term borrowings	300,000	6,845,782	4,181,911	609,164	23,396,231	3,408,045
Notes payables & Accounts payables	21,721,847	33,889,069	42,066,621	6,127,694	42,622,216	6,208,626
Rental and sales deposits	102,548,395	132,476,321	137,511,829	20,030,856	140,284,749	20,434,778
Compensation payable to employees	949,837	2,185,841	2,043,180	297,623	592,008	86,236
Taxes and fees payables	3,618,131	5,251,696	8,178,085	1,191,272	8,922,386	1,299,692
Other payables	11,535,762	17,910,305	22,759,634	3,315,315	24,051,386	3,503,479
Non-current liabilities maturing within one year	17,220,947	19,425,265	20,119,064	2,930,672	25,996,670	3,786,842
Other current liabilities	1,804,331	10,079,410	5,734,507	835,325	6,727,711	980,002
Total current liabilities	159,699,251	228,063,689	242,594,831	35,337,921	272,593,358	39,707,700

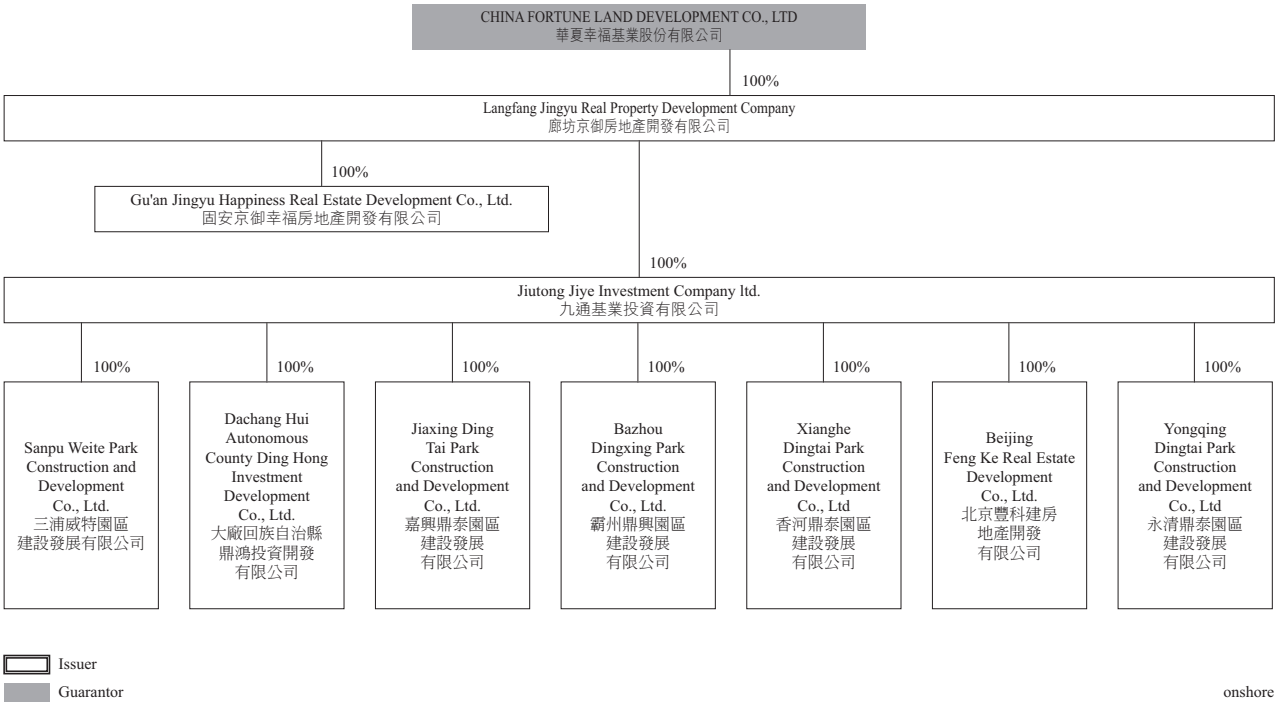
	As of December 31,				As of June 30,	
	2016	2017	2018		2019	
	(RMB)	(RMB)	(RMB)	(US$)	(RMB)	(US$)
	(restated)	(restated)		(unaudited)	(unaudited)	(unaudited)
			(in thousands, except for percentages)			
NON-CURRENT LIABILITIES:						
Long-term borrowings	20,291,378	37,073,978	53,033,181	7,725,154	58,402,188	8,507,238
Bonds payable	31,341,664	38,967,060	58,075,518	8,459,653	69,971,543	10,192,504
Long-term payables	517,850	708,805	1,201,468	175,014	1,718,555	250,336
Deferred income	5,898	11,717	17,295	2,519	17,737	2,584
Deferred income tax liabilities	7,192	20,720[1]	73,610	10,722	73,334	10,682
Other non-current liabilities	8,391	–	–	–	–	–
Total non-current liabilities	52,172,372	76,782,281[1]	112,401,070	16,373,062	130,183,356	18,963,344
Total liabilities	211,871,623	304,845,970[1]	354,995,901	51,710,983	402,776,714	58,671,044
Shareholders' equity:						
Share capital	2,954,947	2,954,947	3,003,252	437,473	3,002,592	437,377
Other equity instruments	1,000,000	9,000,000	9,000,000	1,310,998	8,000,000	1,165,331
Including: preferred stock						
Perpetual bonds	1,000,000	9,000,000	9,000,000	1,310,998	8,000,000	1,165,331
Capital reserve	5,882,259	3,437,306	2,353,920	342,887	1,891,657	275,551
Less: treasury shares	–	–	641,490	93,444	632,726	92,167
Other comprehensive income	244,614	(1,106)	(219,267)	(31,940)	(253,159)	(36,877)
Special reserve	–	–	–	–	–	–
Surplus reserve	1,102,854	1,505,142	1,913,090	278,673	1,913,090	278,673
Retained earnings	14,158,902[1]	20,240,158[1]	28,366,995	4,132,119	32,968,378	4,802,386
Total equity attributable to shareholders of parent company	25,343,576[1]	37,136,447[1]	43,776,500	6,376,766	46,889,833	6,830,274
Non-controlling interests	12,670,793	33,937,533	10,939,433	1,593,508	7,400,940	1,078,069
Total shareholders' equity	38,014,369[1]	71,073,981[1]	54,715,933	7,970,274	54,290,773	7,908,343
Total Liabilities and Shareholders' Equity	249,885,992[1]	375,919,950[1]	409,711,834	59,681,258	457,067,487	66,579,386

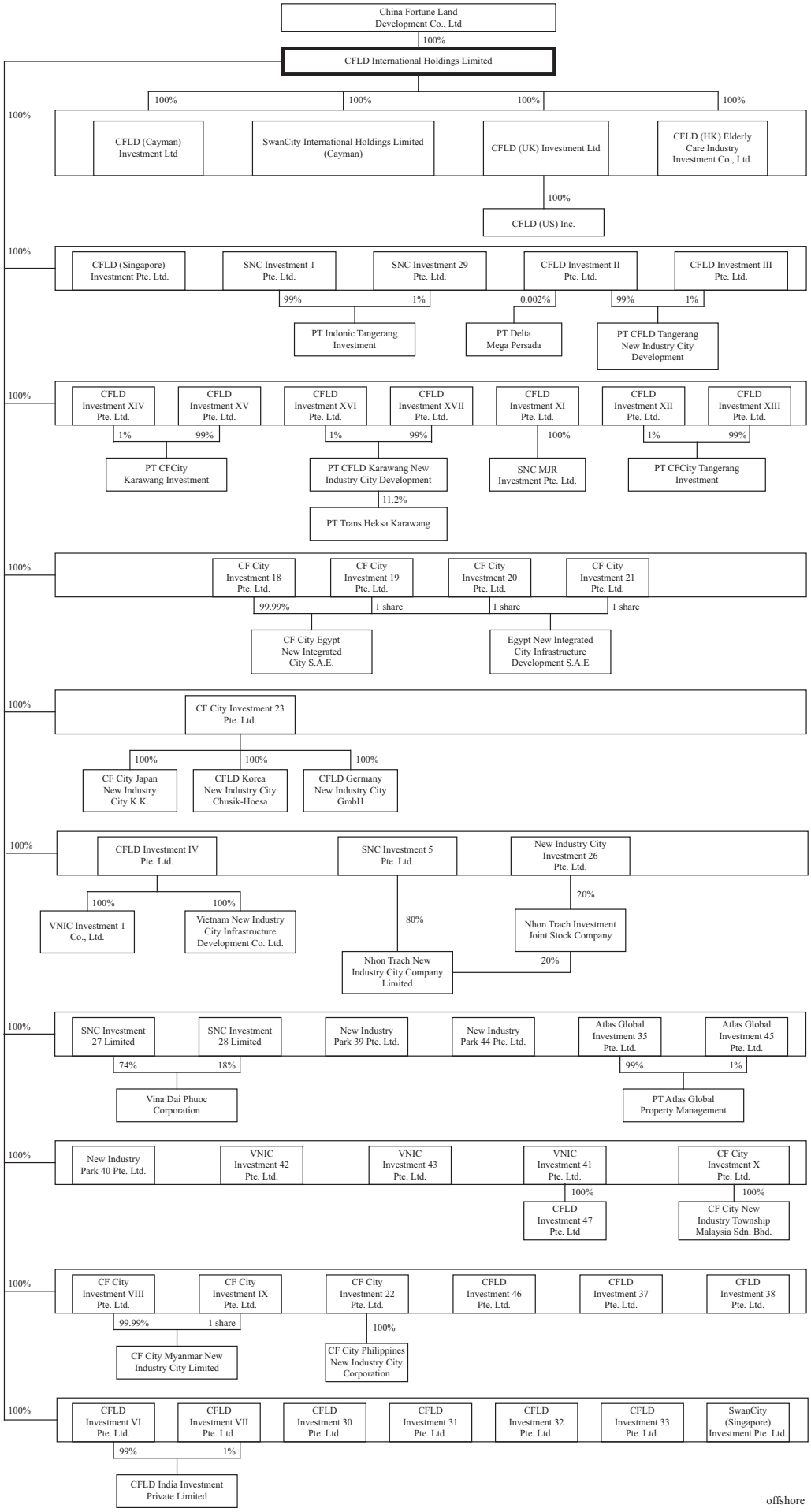
Note:

(1) These balance sheet items as of December 31, 2016 and 2017 were adjusted and restated due to changes in accounting policies. Such adjustments and restatements did not have any material adverse effect on our business, results of operations or financial condition.

CORPORATE STRUCTURE

The following chart sets forth our simplified corporate structure as of the date of this offering memorandum:




China Fortune Land Development Co., Ltd
100%
CFLD International Holdings Limited
100%
100%
100%
100%
100%
CFLD (Cayman) Investment Ltd
SwanCity International Holdings Limited (Cayman)
CFLD (UK) Investment Ltd
CFLD (HK) Elderly Care Industry Investment Co., Ltd.
100%
CFLD (US) Inc.
100%
CFLD (Singapore) Investment Pte. Ltd.
SNC Investment 1 Pte. Ltd.
SNC Investment 29 Pte. Ltd.
CFLD Investment II Pte. Ltd.
CFLD Investment III Pte. Ltd.
99%
1%
0.002%
99%
1%
PT Indonic Tangerang Investment
PT Delta Mega Persada
PT CFLD Tangerang New Industry City Development
100%
CFLD Investment XIV Pte. Ltd.
CFLD Investment XV Pte. Ltd.
CFLD Investment XVI Pte. Ltd.
CFLD Investment XVII Pte. Ltd.
CFLD Investment XI Pte. Ltd.
CFLD Investment XII Pte. Ltd.
CFLD Investment XIII Pte. Ltd.
1%
99%
1%
99%
100%
1%
99%
PT CFCity Karawang Investment
PT CFLD Karawang New Industry City Development
SNC MJR Investment Pte. Ltd.
PT CFCity Tangerang Investment
11.2%
PT Trans Heksa Karawang
100%
CF City Investment 18 Pte. Ltd.
CF City Investment 19 Pte. Ltd.
CF City Investment 20 Pte. Ltd.
CF City Investment 21 Pte. Ltd.
99.99%
1 share
1 share
1 share
CF City Egypt New Integrated City S.A.E.
Egypt New Integrated City Infrastructure Development S.A.E
100%
CF City Investment 23 Pte. Ltd.
100%
100%
100%
CF City Japan New Industry City K.K.
CFLD Korea New Industry City Chusik-Hoesa
CFLD Germany New Industry City GmbH
100%
CFLD Investment IV Pte. Ltd.
SNC Investment 5 Pte. Ltd.
New Industry City Investment 26 Pte. Ltd.
100%
100%
20%
VNIC Investment 1 Co., Ltd.
Vietnam New Industry City Infrastructure Development Co. Ltd.
80%
Nhon Trach Investment Joint Stock Company
Nhon Trach New Industry City Company Limited
20%
100%
SNC Investment 27 Limited
SNC Investment 28 Limited
New Industry Park 39 Pte. Ltd.
New Industry Park 44 Pte. Ltd.
Atlas Global Investment 35 Pte. Ltd.
Atlas Global Investment 45 Pte. Ltd.
74%
18%
99%
1%
Vina Dai Phuoc Corporation
PT Atlas Global Property Management
100%
New Industry Park 40 Pte. Ltd.
VNIC Investment 42 Pte. Ltd.
VNIC Investment 43 Pte. Ltd.
VNIC Investment 41 Pte. Ltd.
CF City Investment X Pte. Ltd.
100%
100%
CFLD Investment 47 Pte. Ltd
CF City New Industry Township Malaysia Sdn. Bhd.
100%
CF City Investment VIII Pte. Ltd.
CF City Investment IX Pte. Ltd.
CF City Investment 22 Pte. Ltd.
CFLD Investment 46 Pte. Ltd.
CFLD Investment 37 Pte. Ltd.
CFLD Investment 38 Pte. Ltd.
99.99%
1 share
100%
CF City Myanmar New Industry City Limited
CF City Philippines New Industry City Corporation
100%
CFLD Investment VI Pte. Ltd.
CFLD Investment VII Pte. Ltd.
CFLD Investment 30 Pte. Ltd.
CFLD Investment 31 Pte. Ltd.
CFLD Investment 32 Pte. Ltd.
CFLD Investment 33 Pte. Ltd.
SwanCity (Singapore) Investment Pte. Ltd.
99%
1%
CFLD India Investment Private Limited
offshore

DESCRIPTION OF THE ISSUER

FORMATION

The Issuer is a company with limited liability incorporated under the Companies Law CAP. 22, in the Cayman Islands on November 15, 2017. The Issuer's registration number is 329203. Its registered office is located at Ogier Global (Cayman) Limited, 89 Nexus Way, Camana Bay, Grand Cayman, KY1-9009, Cayman Islands. The Issuer is an indirect wholly owned subsidiary of China Fortune Land Development Co., Ltd.

BUSINESS ACTIVITY

Under the memorandum of association of the Issuer, the Issuer has full power and authority to carry out any object not prohibited under any law of the Cayman Islands. The Issuer does not sell any products or provide any services and it has undertaken no business activities since the date of its incorporation, other than those incidental to its incorporation and establishment as a subsidiary of the Guarantor and those incidental to the issue of securities.

FINANCIAL STATEMENTS

Under Cayman law, the Issuer is not required to publish interim or annual financial statements. The Issuer has not published, and does not propose to publish, any financial statements. The Issuer is, however, required to keep proper books of account including, where applicable, material underlying documentation including contracts and invoices with respect to (a) all sums of money received and expended by the Issuer and the matters in respect of which the receipt and expenditure takes place; (b) all sales and purchases of goods by the Issuer; and (c) the assets and liabilities of the Issuer, which are necessary to give a true and fair view of the state of the Issuer's affairs and to explain its transactions.

SHARE CAPITAL

The share capital of the Company is USD50,000 divided into 50,000 Ordinary shares of par value USD1.00 each. There is no limit on the number of shares of any class which the Company is authorised to issue. However, subject to the Companies Law (Revised) of the Cayman Islands and the Company's articles of association, the Company has power to do any one or more of the following:

(a) to redeem or repurchase any of its shares;

(b) to increase or reduce its capital; and

(c) to issue any part of its capital (whether original, redeemed, increased or reduced):

  a. with or without any preferential, deferred, qualified or special rights, privileges or conditions; or

  b. subject to any limitations or restrictions;

  and unless the condition of issue expressly declares otherwise, every issue of shares (whether declared to be ordinary, preference or otherwise) is subject to this power; or

(d) to alter any of those rights, privileges, conditions, limitations or restrictions.

OVERVIEW

We are a pioneer in new industry city development and operations in China with a unique business model. Founded in 1998, we have almost 20 years of experience in new industry city development and operation. We have established a standardized and replicable "new industry city business model," covering the full value chain of new industry city investment and operations, including primary land development, infrastructure development and construction, industry development services, property management, comprehensive public services and real estate development. As of June 30, 2019, we had a total of 78 new industry city projects at various stages of development, including 25 mature new industry cities, 24 start-up new industry cities and 29 planning new industry cities. Our PPP arrangements and new industry cities developed under the PPP new industry city development and operation model have received various awards and recognitions. For example, in February 2018, our new industry cities in Nanxun, Zhejiang province, Xinzheng, Henan province and Tuanfeng, Hubei province were selected as MOF's fourth batch of model PPP projects. In 2015, we were certified by the NDRC and commended for the successful implementation of the PPP new industry city development and operation model with Gu'an County of Hebei province by the General Office of the State Council of China in its Circular on Commendation of Model Experience and Practices. From 2016 to 2018, we were ranked No. 1 of the Top 30 Industrial Real Estate Developers in China by China Index Academy. In 2016, two new industry cities developed by us were certified by MOF. In 2016 and 2017, we were recognized as a "Top 10 Real Estate Developers in China in 2016" by China Real Estate Association. We were ranked No. 1 by China Real Estate Association based on stability of operations for 2016 and 2017 consecutively. In June 2017, we were selected by SSE as a constituent of the SSE 50 Index. In May 2018, our Gu'an new industry city was presented as a demonstrative case at the Third PPP International Forum of the United Nations Economic Commission for Europe (UNECE). In May 2018, our Company was selected as one of the "Top 30 Private Listed Enterprises with High-quality Development" by the China Enterprise Value Development Forum. In March 2018, the People's Daily reported on our PPP model, highlighting the central government's recognition and strong support for our PPP model developments.

We have our roots in Hebei province and focused our new industry development and operation business in Hebei province historically. Having established a dominant position in Hebei province, we replicated our business model in the Beijing-Tianjin-Hebei Economic Zone, taking advantage of favorable national policies. In 2016, 2017 and 2018 and the six months ended June 30, 2019, our operation in non-Beijing areas has grown steadily, representing 14%, 23%, 46% and 58% of our total operation respectively. Leveraging our proven track record of steady and quality growth, we have taken a prudent approach to expand into new cities with growth potential. We adopt in our new industry city development business a "UMIG" model for site selection, focusing on four key indicators, namely urbanization impact, market potential, industrial foundation and government intention. Through two decades of development, we have achieved a leading position in the Beijing-Tianjin-Hebei Economic Zone, experienced fast growth in the Yangtze River Economic Zone and established our presence in other selected regions and cities in China, such as the Pearl River Delta region and the Central Plains Urban Agglomeration. Furthermore, following the "One Belt One Road" initiative proposed by the PRC government, we have also entered into select international markets. As of the date of this offering memorandum, we have operations in over 80 cities and regions in China and internationally, including, among others, Beijing, Hebei province, Shanghai, Guangdong province, Jiangsu province, Zhejiang province, Hubei province, Sichuan province, Anhui province, the Republic of Indonesia and Vietnam.

We believe our strong industry development capability to attract investment into the new industry cities differentiates us from other industry park developers. We have a solid track record of attracting domestic and international investment to the projects developed by us. As of June 30, 2019, we had entered into strategic alliances with more than 60 industry leader companies, had more than 190,000 companies in our investor database and successfully introduced more than 2,000 enterprises to various new industry cities. Leveraging our capability to bring in business and investment opportunities, we are able to take advantage of local industrial landscapes to help drive regional economic development, create employment opportunities and increase local governments' fiscal revenues.

We also engage in traditional urban real estate development in selected regions in addition to ancillary real estate development in new industry cities. We have established the brand of "Peacock City" (孔雀城) for such line of real estate projects, which we believe is synonymous with high-end properties and dedicated

services. We primarily engage in the development and sale of quality real properties in Langfang. As of June 30, 2019, we had a total of 163 real estate development projects at various stages of development in 37 cities, including 12 completed projects, 135 projects under development and 16 projects held for future development and 14 projects held for future development, with total saleable GFA attributable to us of approximately 60.6 million sq.m.

We have established strategic cooperation with Ping An Group, a leading conglomerate in China primarily engaged in insurance, banking, and financial services. In September 2018, we entered into the Business Cooperative Agreement. Under the Business Cooperative Agreement, we will cooperate with Ping An Group on one-stop financial services and collaborative industrial services. We have also entered into the Project Cooperative Agreement with Ping An Group in relation to the development of Beijing Fengtai District Lugouqiao Xianglize Financial Business Center, a comprehensive financial business center primarily consisting of commercial properties and office spaces, with a total site area of 21,103 sq.m. We believe Ping An Group brings new growth drivers to our Group and enhances our overall competitiveness.

In 2016, 2017, 2018 and the six months ended June 30, 2019, our total revenue was approximately RMB53,820.6 million, RMB59,635.4 million, and RMB83,798.6 million (US$12,206.6 million) and RMB38,730.1 million (US$5,641.7 million), respectively. During the same periods, our profit for the period was approximately RMB6,150.8 million, RMB8,865.3 million, RMB11,802.7 million (US$1,719.3 million) and RMB8,578.2 million (US$1,249.6 million), respectively, and our gross profit margin was approximately 33.1%, 48.0%, 41.6% and 48.7%, respectively.

COMPETITIVE STRENGTHS

We believe that our success and future growth depend on the following key competitive strengths:

Well recognized economies of scale and steady growth underpinned by capability to timely respond to favorable national policies

Our deep understanding and proactive response to national policies laid a solid foundation for the establishment and sustainable development of our new industry city business model and our expansion. For example, since February 2014, the integration of the Beijing, Tianjin and Hebei province has become a national strategy. The integrated development of Beijing-Tianjin-Hebei Economic Zone aims at building a new capital economic circle, realizing advantageous complements among the three regions, accelerating the development of the Bohai Economic Rim, and boosting the development of the northern hinterland. In April 2017, Xiong'an New Area was established and given a stature similar to the Shenzhen Special Economic Zone and Shanghai Pudong New Area. We have long engaged in the development of the Beijing-Tianjin-Hebei Economic Zone and our development in such region has been further boosted by favorable national policies. We have successfully developed mature new industry cities in Gu'an, Dachang and Xianghe, which all became benchmarks in the industry. Moreover, in 2013, the PRC government proposed the "One Belt One Road" initiative, which is aimed at integrating all relevant countries globally to build a "community of interests" that shares mutual benefits and a "community of destiny" that develops and prospers together. We closely follow the "One Belt One Road" initiative and have entered two countries that are within the sphere of the initiative, including Indonesia and Vietnam. Furthermore, in February 2017, the General Office of the State Council issued "Opinions on Promoting Reform and Innovation in Development Zones," the first guideline document for various types of development zones issued by the government. The document encourages private capital involvement in construction of development zones, diversified operating models and PPP new industry city development and operation model based development. We have established a successful and replicable new industry city development business model and a proven track record of cooperation with local governments, which poises us ahead of the curve.

Our steady expansion and growing scale have been endorsed by governments, institutions, industry associations and rating agencies and we have become a preferred partner for local governments. In July 2015, the PPP new industry city development and operation project of Gu'an New Industry City was commended by the State Council in the "Notice of Commendation for the Model Practice Observed during the 2nd State-level Inspection of the General Office of the State Council." In July 2015, the Gu'an New Industry City was selected as one of the 13 model cases included in NDRC's PPP project pool, and was the only project in city development and operation sector. From 2015 to 2017, we ranked No. 1 of the Top 30 Industrial Real Estate Developers in China by China Index Academy. In October 2016, the New Industry City projects in Gu'an and Lishui were

selected as MOF's third batch of model PPP projects. In 2016 and 2017, we were recognized as a "Top 10 Real Estate Developers in China in 2016" by China Real Estate Association. We were ranked No. 1 by China Real Estate Association based on stability of operations for 2016 and 2017 consecutively. A number of rating agencies, including Dagong Global Credit Rating Co., Ltd., Orient Jincheng International Credit Rating Co., Ltd., China Chengxin International Credit Rating Co., Ltd. and United Ratings, assigned us "AAA" ratings in recognition of our financial performance and overall competitiveness.

Predictable and locked-in cash collection ensuring a strong and stable cash flow

With respect to our new industry city development business, we have a "locked-in" cash collection process, which is predictable and helps promote a virtuous cycle of cash flow. Our new industry city development business provides high profit margins and stable long-term cash flows. Different from traditional real estate developers which rely heavily on pre-sales for their operating cash inflow, we earn cash throughout the development process of our new industry city projects. The entrusted agreements between local governments and us are largely standardized, which specify governments' payment obligations. We invest in new industry city development in instalments, and the injection of our next instalment of investment depends on the collection status of the last payment from the government. If the government fails to make timely payment to us as stipulated in the agreement, we are entitled to adjust, or even suspend, our next investment. Moreover, an entrusted agreement specifies payment obligations, including the amount payable and payment timeline, with respect to each type of our services, including positioning and planning, primary land development, infrastructure development and construction, industry development and comprehensive public services.

In addition to our core business of new industry city development and operation, we also engage in traditional real estate development business in select regions. While our new industry city development and operation business with relatively high profit margins provides stable long-term cash flows, our real estate development business brings quick short-term cash flows, forming a virtuous cycle between the two segments and enabling our long-term sustainable growth.

A business model less susceptible to economic cycles and market volatility

We have established a comprehensive new industry city business model that is not susceptible to economic cycles specific to any particular industry or region and thus, to some extent, resistant to market risks. First, under the entrusted agreements between the local governments and us, we have full control over the development progress of new industry cities. We can make and adjust our development strategies and plans in light of the economic conditions. Second, our new industry city projects are located widely across China, which helps hedge the negative impact of local or regional economic downturns on us. Third, we maintain a relatively small land bank, typically for no more than one year's development, as we are able to develop ancillary residential projects in our new industry cities based on the status of investment promotion and market demand. To some extent, we are resistant to fluctuations of the real estate sector, because the value of our projects are not dependent on the local market. Rather, our new industry cities enhance the land value and local economic development after they become new development hot-spots. Fourth, we have comprehensive land resource development capabilities. We can offer our services either as a package or separately. For example, we provide strategic city planning services, primarily land development, infrastructure construction and comprehensive public services. As a result, the negative impact of the deterioration of one business segment could be offset by the growth of others. Fifth, our new industry cities typically comprise multiple industry parks focusing on different industries, making us more diversified than specialized industrial parks. We prefer emerging industries that demonstrate strong growth potential, such as aerospace, bioscience and e-commerce, and phase out from our new industry cities sunset industries with overcapacity and enterprises incapable of making reinvestments.

Capability to bring in business and investment opportunities ensuring long-term sustainable growth

We provide industry development services through a professional team with approximately 15 years of investment promotion experience. As of June 30, 2019, we had 200 industry research and planning staff, 100 industry implementation staff, 3,700 global resources allocation staff, 300 platform building staff and 300 operation staff. Our dedicated professionals work under an integrated organizational structure, established operating model and clear allocation of duties. We open up our new industry cities to both domestic and international enterprises, making us more diversified than specialized industrial parks. We prefer emerging industries that demonstrate strong growth potential, such as aerospace, bioscience and e-commerce, and phase

out from our new industry cities sunset industries with overcapacity and enterprises incapable of making reinvestments. We provide comprehensive services to the tenants of our new industry cities, including property management services, specialized consulting services such as patent application and pre-initial public offering consultancy, industry services such as upstream and downstream information and resources, administrative approval services and daily life services such as commuting transportation and catering. As of June 30, 2019, we had more than 190,000 companies in our investor database, and successfully introduced more than 2,000 enterprises to various new industry cities and entered into strategic alliances with more than 60 industry leader companies. Companies that already commenced operation in our new industry cities include BOE Technology, China National Materials Group, China Aerospace Science and Technology Corporation, Visionox, Sunwoda and Broadthinking Technology. In addition, as of June 30, 2019, we brought in more than nearly 680 enterprises to the Gu'an New Industry City, covering a wide spectrum of industries including, among others, aerospace, e-commerce and bioscience. As of June 30, 2019, we brought in nearly 260 enterprises to the Jiashan New Industry City, including Internet businesses, smart manufacturing companies and cultural start-ups, among others.

The only non-SOE real estate enterprise among the constituents of the SSE 50 Index

We are the only non-SOE real estate enterprise among the current constituents of the SSE 50 Index, 48 of which are state-owned enterprises. We are also one of the most fast-growing enterprises, with a CAGR of total revenue of 54.4% from 2009 to 2016. The SSE 50 Index is a stock index of Shanghai Stock Exchange (the "SSE") consisting of 50 most representative stocks selected by a scientific and objective method. In order to qualify as a constituent of SSE 50 Index, a company must have an outstanding liquidity position and relatively large scale. The objective is to find a representative selection of good-quality large enterprises which are the most influential on the SSE. The SSE ranks the stocks by negotiable market capitalization and trading value and select the the top 50 ranked stocks. We were selected as a constituent of the SSE 50 Index in June 2017. Being a constituent of SSE 50 Index is a recognition of our market position and liquidity position, which we believe will further spur our development and bring us more opportunities.

Prudent financial management policies and access to multiple sources of capital

We have been able to maintain our financial performance through prudent financial management. We have implemented various financial policies to maintain adequate cash flow. We closely monitor our capital structure, assets and indebtedness, actively explore diversified financing sources, (including bank loans, equity and debt financing, and other financing methods such as securitization of PPP assets and property management fee assets, to control financing costs), and effectively establish receivables and payables management systems to frequently monitor receivables and payables. For 2016, 2017 and 2018 and the six months ended June 30, 2019, our weighted average financing costs were 6.97%, 5.98%, 6.42% and 7.23%, respectively. We also aim to maintain a prudent leverage ratio.

We also maintain prudent dividend policies. In order to maintain or adjust our capital structure, we may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

We have established cooperative relationships with, and received loans and financings from, major PRC and international banks. As of June 30, 2019, we had unutilized bank facilities of RMB292.7 billion. Through our initial public offering in 2011 and subsequent offering of domestic corporate bonds, we were able to diversify our financing sources and obtain funding through accessing the domestic capital markets. We also raised funds with the use of assets backed securities, backed by our property management fees. We aim to further diversify our financing sources through this offering and obtain funding through accessing the international capital markets.

We take a prudent approach towards investment. We have established comprehensive investment management procedures. We set our budget for capital expenditure and submit our capital expenditure plan to our board of directors for review and approval. When making an investment decision, we consider various factors, including investment return, improvement of overall business performance and management of risks. We have implemented a series of measures to reduce our leverage since the second half of 2019, including accelerating operational cash inflows, taking a more prudent approach in new investments, issuing perpetual securities, introducing strategic investors and improving operating efficiency.

We believe our multiple financing channels provide us with flexibility to fund our operations and enhance our liquidity position, and our prudent financial policies will enable us to further expand in our target markets, provide us with greater flexibility in capital management and help us achieve sustainable long-term growth.

BUSINESS STRATEGIES

We are committed to replicating our business model to achieve long-term growth. Given the urbanization policy of the PRC government and the demand by local governments for industry structure upgrade and adjustment, we believe that our business model will continue to achieve strong results. In order to achieve our long-term business objectives, we plan to implement the following strategies:

Expand into new cities through entrusted new industry city operation and management business

Our strategy is to maintain our leading position in the Beijing-Tianjin-Hebei Economic Zone, further enhance our presence in the other regions into which we have penetrated and expand to new domestic and international markets. We will replicate our new industry city business model and enter into PPP arrangements with local governments.

To reduce our risk in operating in new markets, we intend to expand in a prudent manner. After we have conducted sufficient assessment of new cities, we will evaluate the market conditions and our prospects in such cities in order to determine whether we will enter these new markets.

Take advantage of opportunities presented in the industry restructuring and development measures implemented by the Chinese government and expand our presence

We believe our business model is aligned with the PRC government's economic development plan and strategies regarding industry restructuring and development. With the growing momentum of urbanization and economic reforms, we believe our expertise and experience in new industry city development and operation will benefit from this trend. We plan to seize this opportunity to expand to other cities and replicate our business model by taking advantage of our experience in new industry city development and operation that we have accumulated over the years.

We plan to apply our prudent expansion and investment approach to identify target cities. Before an investment is made, we seek to conduct thorough evaluation of candidate cities. In particular, we will go through our UMIG criteria to determine whether a locale is suitable for new industry city development.

Continue to attract more renowned international and domestic enterprises

We endeavor to establish long-term strategic relationships with renowned international and domestic enterprises to support our business expansion and enhance our properties' value. We believe that the convenient and efficient working environment, comfortable living environment, and our quality operation and management services provided in our new industry cities will encourage more potential customers to select our properties. We intend to further strengthen our business development efforts to attract more renowned international and domestic enterprises to become long-term tenants of our new industry cities. If we succeed in doing so, we believe that the reputation of our new industry cities will further improve, creating a virtuous cycle.

We plan to enhance our relationship with renowned international and domestic enterprises, create synergies in our mutual business expansion strategies so as to achieve a win-win situation in business expansion in potential markets. For example, we will focus on the rising demand for service outsourcing from Fortune Global 500 Enterprises. We believe that, while expanding our development in new cities, cooperating with such renowned enterprises will help enhance the recognition of our new projects and our marketing efforts.

Continue to provide comprehensive public services

Brand image and reputation are essential elements of our long-term competitiveness, and the quality of our properties and our customer service are key factors of maintaining customer satisfaction and loyalty. We intend to strengthen our customer relationship management and deliver more dedicated public services to tenants of our new industry cities and residents of our residential properties, thereby enhancing recognition of and loyalty towards our brand. For example, we will continue to file applications for governmental approvals for the tenants' projects. By providing various public services, we aim to further distinguish us from other industrial real estate developers. Our goal is not only to satisfy the needs of the tenants within our new industry cities, but also to attract more tenants to our new industry cities, with a vision to integrate our new industry cities into the core cities.

We emphasize the importance of diversified products for our industry parks and providing tailored products to meet the specific needs of our customers. We believe this is the key to win recognition and trust from our customers. We will continue to develop customized offices for important tenants by following their stringent standards and requirements.

We have a dedicated team focusing on promoting our brand. We plan to invest more resources in advertising our brand through different media channels, including newspapers, the Internet, television, radio and outdoor advertisements, and different activities such as forums and conferences, to enhance our brand image and recognition. Moreover, in 2017, a G-series high-speed train named "China Fortune" (華夏幸福) departed, passing by a few new industry cities developed by us.

Further standardize our property development and operation processes and strengthen internal management and control

In order to ensure the provision of high-quality products and services to our customers, we plan to enhance the standardization of our new industry city development and operation processes including overall planning, design, construction, services and management, thereby shortening development cycle and improving operational efficiency. With more standardized operational processes and systematic procedures, we can apply our strong execution capabilities in developing new industry city projects across diverse regions in China, which we believe will expedite our asset turnover rate and generate higher returns.

We plan to continue to implement industry best practices in corporate governance and internal control, and also to leverage our senior management's expertise and experience to enhance our operational management. We plan to further strengthen our internal management and clearly define the responsibilities of each operating unit in order to ensure an efficient and orderly operation and a quick response to changes in market conditions.

Continue to attract, cultivate and motivate skilled and talented employees

We will actively recruit talents, optimize our human resources management and improve the productivity and competitiveness of our employees. We believe that high quality employees who value our corporate culture play a critical role for our sustainable growth. We intend to continue to attract and retain skilled and talented employees through various initiatives, including through valuable training programs and effective performance-based evaluation and incentive systems. We currently design and offer employee training programs that are tailored for various positions and managerial skill levels, and will continue to adjust such programs to suit the unique skills and expertise of our employees. We will also further arrange for seminars and external training opportunities and sponsor continuing education programs. In addition, we will continue to enhance our corporate culture by fostering an entrepreneurial working environment and developing team leading abilities, which we believe are key factors supporting our long-term competitiveness. We are confident that the above-mentioned measures will enable us to attract, retain, motivate and foster skilled and talented employees and to align the interest of our employees with that of our investors.

RECENT DEVELOPMENT

New Projects

Subsequent to June 30, 2019, we entered into new entrusted agreements and won new bids as set forth in the table below:

			Investment returns stipulated in the entrusted agreements				
Project	Location	Entrustment period	Infrastructure development and construction	Primary land development	Industry development services	Positioning and planning	Property management and public services
		(years)					
Hunan Hengyang Automobile New Industry City.....	Hunan	N/A	15%	N/A	45%	10%	10%
Guangdong Zhuhai District Doumen New Industry City	Guangdong	30	15%	N/A	45%	N/A	10%

In addition, subsequent to June 30, 2019, we also entered into a number of memoranda of understanding with certain local governments regarding the development of new industry cities. As of the date of this offering memorandum, we are still in negotiation with such local governments and have not entered into legally binding agreements.

Acquisition of Land

Subsequent to June 30, 2019, we acquired additional land with a total site area of more than 1.3 million sq.m. for the development of real estate projects.

OUR BUSINESSES

We focus on new industry city development and operation and develop and operate all land resources in a new industry city. We established and adopted the "new industry city business model," covering the full value chain of new industry city investment and operation, including primary land development, infrastructure development and construction, industry development services, property management services, comprehensive public services and real estate development. We also engage in traditional real estate development.

The table below sets forth a breakdown of our revenue by type of service for the periods indicated:

	For the year ended December 31,				For the six months ended June 30,		
	2016	2017	2018		2018	2019	
	(RMB'000)	(RMB'000)	(RMB'000)	(US$'000)	(RMB'000)	(RMB'000)	(US$'000)
				(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Industry development service	10,972,037	23,085,699	23,891,962	3,480,257	10,927,188	11,874,672	1,729,741
Infrastructure development and construction	746,836	162,022	213,832	31,148	102,057	397,387	57,886
Primary land development	5,164,951	4,790,788	5,331,044	776,554	3,385,821	1,257,001	183,103
Comprehensive public services	406,508	417,498	349,785	50,952	40,657	92,806	13,519
Property management service	283,909	462,084	795,835	115,926	285,957	473,465	68,968
Real estate development	35,374,690	28,930,917	51,547,229	7,508,701	18,970,968	22,877,511	3,332,485
Others	507,359	1,450,753	1,274,492	185,651	1,024,687	1,520,948	221,551
Total revenue	53,456,290	59,635,420	83,404,180	12,149,189	34,737,336	38,493,788	5,607,252

Development and Operation of New Industry Cities

We are a pioneer in new industry city development and operations with a standardized and replicable business model. Founded in 1998, we have almost 20 years of experience in new industry city development and operation and is a leading new industry city operator in China. A new industry city is composed of numerous industrial parks in close proximity to each other, focusing on various industries. We adhere to four key principles in the development of new industry cities, namely: (i) commitment to green development; (ii) commitment to quality of life in the cities; (iii) commitment to continuous innovation; and (iv) commitment to integration and synergy of different industries. Guided by these principles, with the adoption of the PPP new industry city development and operation model, we have successfully worked with local governments under exclusive entrusted contracts to boost the economic and social development of various regions and cities. We maintain our position as a leading new industry city developer and operation in the Beijing-Tianjin-Hebei Economic Zone, have experienced fast growth in the Yangtze River Economic Zone and have established our presence in other selected regions and cities in China with growth potential, such as the Pearl River Delta region and the Central Plains Urban Agglomeration. Moreover, following the "One Belt One Road" initiative proposed by the PRC government, we have also entered into select international markets. As of the date of this offering memorandum, we adhere to the core metropolitan areas focus strategy and build a "3+3+X" core metropolitan areas pattern. Based on the continuous intensive cultivation of the Beijing-Tianjin-Hebei metropolitan areas, we are densely planning the layout of Yangtze River metropolitan areas (Shanghai, Nanjing, Hangzhou and Hefei metropolitan areas), accelerating the layout of the Greater Bay Area metropolitan areas and promoting the layout of the high-potential metropolitan areas (Zhengzhou, Wuhan and Chengdu metropolitan areas) as well as other potential metropolitan areas (Changsha, Xi'an, Guiyang and Shenyang metropolitan areas). We aim to develop our new industry cities into new growth engines to drive regional urbanization in the progress.

The map below illustrates the geographic coverage of our new industry city development and operation business as of June 30, 2019:



Our new industry cities are classified into three categories based on their respective development stages[(1)]:

- Mature new industry cities, representing new industry cities for which construction of all or substantially all constituent buildings and infrastructures have been completed and positive cash flow have been generated.
- Semi-mature new industry cities, representing new industry cities for which we have completed our initial investment.
- Start-up new industry cities, representing new industry cities which are under planning or under the implementation of our first investment.

Note:

(1) The classification below is just for administrative purposes and does not have any necessary bearing on the revenue generating status of the specific projects.

As of June 30, 2019, we had a total of 78 new industry cities under various stages of development, including 25 mature new industry cities, 24 start-up new industry cities and 29 planning new industry cities. The following table sets forth the details of our new industry cities as of June 30, 2019[(1)]:

No.	Project	Location	Entrusted area	Status	Commencement date	Entrustment period
			(sq.km.)			(years)
1	Gu'an Industry Park 固安工業園區	Heibei	60.0	mature	12/2/2005	50
2	Gu'an Emerging Industry Demonstration Area 固安新興產業示範區	Heibei	48.6	mature	7/18/2012	50
3	Gu'an High Tech Area 固安高新區	Heibei	5.5	mature	11/24/2016	30
4	Gu'an Mazhuang Economic Development Area 固安馬莊經濟開發區	Heibei	64.3	mature	6/26/2015	50

No.	Project	Location	Entrusted area	Status	Commencement date	Entrustment period
			(sq.km.)			(years)
5	Bazhou New Area 霸州新區	Heibei	107.2	mature	7/16/2014	50
6	Bazhou Yangfen Port 霸州楊芬港	Heibei	25.6	mature	7/18/2013	30
7	Bazhou Expanded Area (Kangxianzhuang Nanmeng Town) 霸州擴區(康仙莊南孟鎮)	Heibei	16.8	mature	7/28/2015	50
8	Wen'an Economic Development Area 文安經濟開發區	Heibei	24.2	start-up	4/29/2011	30
9	Yongqing New Area 永清新區	Heibei	18.0	mature	10/8/2013	20
10	Renqiu Northern New Area 任丘北部新區	Heibei	240.0	start-up	6/12/2014	50
11	Huayou Intelligent New City 華油智慧新城	Heibei	45.8	start-up	10/31/2015	30
12	Dachang Chaobai River Industrial Park 大廠潮白河工業園	Heibei	70.0	mature	5/10/2007	50
13	Dachang Emerging Industry Demonstration Area 大廠新興產業示範區	Heibei	50	mature	5/15/2011	50
14	Dachang County Sipingfang 大廠縣城四平方	Heibei	4	mature	8/28/2011	50
15	Xianghe Canal New City 香河運河新城	Heibei	40.0	mature	1/31/2012	50
16	Xianghe Eastern Industry New City 香河東部產業新城	Heibei	41.0	mature	12/13/2013	30
17	Baoding Baiyangdian Technology City 保定白洋澱科技城	Heibei	300.0	planning	12/30/2014	50
18	Qinhuangdao Beidaihe New Area 秦皇島北戴河新區	Heibei	35.26	start-up	12/9/2015	40
19	Changli Industrial Park 昌黎工業園區	Heibei	15	start-up	11/1/2010	50
20	Changli Industry New City 昌黎產業新城	Heibei	75.00	start-up	9/13/2018	30
21	Changli Dry Red Town 昌黎乾紅小鎮	Heibei	48.00	start-up	9/13/2018	30
22	Luanping Kangyang Town 灤平康養小鎮	Heibei	225.00	start-up	3/27/2012	50
23	Huailai Beijing North Ecological City 懷來京北生態新城	Heibei	121.7	mature	3/16/2010	50
24	Shacheng High Speed Rail New City 沙城高鐵新城	Heibei	28.0	mature	9/16/2008	50
25	Beihang New City 北航新城	Heibei	10.0	mature	10/28/2016	50
26	Film and Television Tourism Town 影視文旅小鎮	Heibei	1.6	mature	10/28/2016	50
27	Zhuolu High Speed Rail New City 涿鹿高鐵新城	Heibei	53.0	start-up	4/9/2017	50
28	Handan Congtai Industrial New City 邯鄲叢台產業新城	Heibei	30.9	planning	10/10/2016	30
29	Xingtai Industrial New City 邢台產業新城	Heibei	120.0	start-up	9/1/2016	30
30	Xingtang Industrial New City 行唐產業新城	Heibei	43.3	planning	8/8/2018	30
31	Yuanshi Industrial New City 元氏產業新城	Heibei	43.1	planning	7/23/2018	30
32	Shenshui Ecological Technology Innovative City 瀋水生態科技創新城	Liaoning	34.85	start-up	2012-1-8 (2018-5-15)	30

No.	Project	Location	Entrusted area	Status	Commencement date	Entrustment period
			(sq.km.)			(years)
33	Jiaozuo Wuzhi Industrial New City 焦作武陟產業新城	Henan	142.5	mature	6/13/2016	50
34	Xuchang Changge Industrial New City 許昌長葛產業新城	Henan	75.58	start-up	11/10/2016	40
35	Zhengzhou Xinzheng Industrial New City 鄭州新鄭產業新城	Henan	76.0	start-up	6/30/2017	40
36	Kaifeng Xiangfu Industrial New City 開封祥符產業新城	Henan	57.0	planning	10/17/2017	40
37	Kaifeng Xiangfu Industrial Town 開封祥符產業小鎮	Henan	7.3	planning	11/17/2017	25
38	Huojia Industrial New City 獲嘉產業新城	Henan	127.09	planning	12/20/2017	50
39	Xinmi Industrial New City 新密產業新城	Henan	58.0	planning	12/28/2017	30
40	Jiangning Hushu Street New Municipal Development PPP project 江寧湖熟街道新市政開發PPP項目	Jiangsu	7.61	start-up	2/20/2017	15
41	Lishui Industrial New City 溧水產業新城	Jiangsu	10.0	mature	3/20/2016	20
42	Lishui Exhibition Town 溧水會展小鎮	Jiangsu	2.37	mature	2/11/2018	15
43	Nanjing Economic and Technological Longtan Industrial New City 南京經濟技術開發區龍潭產業新城	Jiangsu	45.0	start-up	8/4/2017	26
44	Wuxi Liangxi Industrial New City 無錫梁溪產業新城	Jiangsu	3.52	mature	6/18/2012	15
45	Gaochun Industrial New City 高淳產業新城	Jiangsu	8.4	planning	11/24/2017	20
46	Lai'an Industrial New City 來安產業新城	Anhui	180.0	mature	9/9/2015	50
47	Hexian Industrial New City 和縣產業新城	Anhui	155.0	mature	11/19/2015	50
48	Hanshan Industrial New City 含山產業新城	Anhui	35.1	planning	12/8/2017	30
49	Bowang Industrial New City 博望產業新城	Anhui	1.97	planning	2/12/2018	15
50	Shucheng New Industry City 舒城產業新城	Anhui	45.0	start-up	2/2/2016	35
51	Chaohu New Industry City 巢湖產業新城	Anhui	33.2	planning	12/28/2017	30
52	Changfeng New Industry City 長豐產業新城	Anhui	18.4	planning	2/5/2018	25
53	Liu'an Jin'an New Industry City 六安金安產業新城	Anhui	16.3	planning	1/12/2018	20
54	Feidong Roberts Town 肥東機器人小鎮	Anhui	1.8	planning	12/8/2017	15
55	Nanxun New Industry City 南潯產業新城	Zhejiang	49.09	start-up	12/9/2016	35
56	Deqing Leidian New Industry City 德清雷甸產業新城	Zhejiang	13.0	start-up	7/28/2017	18
57	Keqiao Fuquan New Industry City 柯橋福全產業新城	Zhejiang	22.1	planning	8/27/2018	18
58	Nanhu New Industry City 南湖產業新城	Zhejiang	10.2	planning	8/25/2017	18

No.	Project	Location	Entrusted area	Status	Commencement date	Entrustment period
			(sq.km.)			(years)
59	Xiaoshan Heshang New Industry City 蕭山河上產業新城	Zhejiang	9.8	planning	11/28/2018	18
60	Jiashan High Speed Rail New City 嘉善高鐵新城	Zhejiang	12.0	mature	4/27/2013	18
61	Jiashan Economic Development Area 嘉善經開區	Zhejiang	4.3	mature	9/20/2018	15
62	Xinzhou Wenjin New Industry City 新洲問津產業新城	Hubei	25.6	start-up	10/20/2016	30
63	Xinzhou Shuangliu New Industry City 新洲雙柳產業新城	Hubei	68.8	start-up	5/24/2017	30
64	Jiayu New Industry City 嘉魚產業新城	Hubei	40.8	start-up	3/15/2017	30
65	Huangbei New Industry City 黃陂產業新城	Hubei	20.0	planning	6/27/2018	25
66	Xiaogan New Industry City 孝感產業新城	Hubei	16.8	planning	12/25/2018	27
67	Tuanfeng New Industry City 團風產業新城	Hubei	24.8	planning	9/28/2017	30
68	Yuhu New Industry City 雨湖產業新城	Hunan	116.0	planning	11/22/2017	38
69	Zhuzhou Yunlong New Industry City 株洲雲龍產業新城	Hunan	15.0	planning	11/28/2017	25
70	Pujiang New Industry City 蒲江產業新城	Sichuan	85.9	start-up	2/8/2017	30
71	Pengshan New Industry City 彭山產業新城	Sichuan	100.0	start-up	6/28/2016	30
72	Jiangmen High Tech New Industry City 江門高新區產業新城	Guangdong	24.8	start-up	10/12/2016	30
73	Zhongshan People New Industry City 中山民眾產業新城	Guangdong	43.7	planning	6/26/2018	20
74	Doumen New Industry City 斗門產業新城	Guangdong	20.9	planning	尚在簽署流程	30
75	Jinyang New Industry City 涇陽產業新城	Shaanxi	66.9	planning	4/21/2018	30
76	Chang'an Hard Technology New Industry City 長安硬科技產業新城	Shaanxi	32.0	planning	4/30/2019	30
77	Qingzhen New Industry City 清鎮產業新城	Guizhou	55.0	planning	6/29/2018	35
78	Xiuwen New Industry City 修文產業新城	Guizhou	66.0	planning	10/28/2018	35

Note:

(1) The entrustment period is not specified in the entrusted agreement.

Representative New Industry Cities Developed and Operated by Us

Set forth below are brief introductions of some of our well recognized new industry city projects.

The Gu'an New Industry City

The Gu'an New Industry City was designated as a provincial level development zone by Hebei provincial government in March 2006. In July 2015, the Gu'an New Industry City was commended by the State Council in the "Notice of Commendation for the Model Practice Observed during the 2nd State-level Inspection of the General Office of the State Council." In July 2015, the Gu'an New Industry City was selected as one of the 13 model cases included in NDRC's PPP project pool, and was the only project in city development and operation sector. We leveraged China's nationwide focus on the following five strategic industries, including

aerospace, biomedical, high-end equipment manufacturing, e-commerce and modern services industries, to transform Gu'an, Langfang City, Hebei Province into an international industry development powerhouse. To date, the Gu'an New Industry City has attracted over 600 contracted enterprises with an aggregate investment of approximately RMB130 billion. In order for Gu'an to be a sustainable and livable city for people to work and live, we developed:

- central business districts with banking and financial services companies, business and trade services companies and headquarters of other companies;
- high-class accommodation and amenities, including international hotels, schools, sports and recreation hubs, and medical and hospital facilities;
- smart technology-enabled solutions, technological and innovative upgrades in urban areas; and
- mobility, urban planning, and risk and disaster management capacities.

Gu'an New Industry City has followed a steady growth path into the future through focusing on industries such as aerospace navigation, bio-pharmaceutical, new materials development, robotics and quantum communications. Apart from upgrading the infrastructure of Gu'an, we also invested in developing facilities and infrastructure to improve the standard of living of its residents. This dovetails with Gu'an's goal of transforming the city into a medium-sized city with the capacity to accommodate a population of approximately one million.

The Dachang Chaobai River Economic Development Zone

The Dachang Chaobai River Economic Development Zone was designated as a provincial level industry cluster district in 2008. The Dachang Chaobai River Economic Development Zone is positioned to be a "global innovation conversion center" with a primary focus on the film industry while covering a few other industries such as intelligent manufacture. A number of well-known movies and TV programs were shoot in the Dachang Chaobai River Economic Development Zone, such as "Back to Youth (高能少年團)" and "Impossible Challenge (挑戰不可能)." The Dachang Chaobai River Economic Development Zone is strategically located 30 kilometers east of Beijing's Central Business District (CBD) and poised to benefit from future strategic opportunities that would arise from the anticipated eastward expansion of Beijing's CBD. The Dachang Chaobai River Economic Development Zone is designed to integrate Beijing and Dachang through infrastructural development. The Dachang Chaobai River Economic Development Zone is situated at the center of the Beijing-Tianjin-Tangshan Economic Circle and the Bohai Economic Rim, with promising potential of development.

Since its inception in 2007, the Dachang Chaobai River Economic Development Zone has steadfastly worked towards building a city that would be the catalyst to move its six industry clusters into the future. These clusters are a media and entertainment industry cluster, a business district, a digital industry cluster, an intelligent manufacturing industry cluster, a high-value manufacturing industry cluster and a high-tech agriculture industry cluster.

The Xianghe New Industry City

The Xianghe New Industry City is located southeast of Beijing, 40 kilometers from the Beijing CBD. It is also at the intersection of Beijing, Tianjin and Hebei and is accessible via the Beijing-Haerbin highway. We commenced the construction of Xianghe New Industry City in 2009. The Xianghe New Industry City comprises: (i) "two cities," including the new eastern industry city and the new western industry city; and (ii) "five zones," namely a smart industry cluster, a canal cultural leisure area, a high-end equipment industry demonstration zone, an urban agriculture demonstration zone and a low-carbon living zone. The Xianghe New Industry City is positioned to be a robot design and manufacture base.

With the development opportunities in Beijing, Tianjin and Hebei province, the Xianghe New Industry City takes the lead in innovating and supporting industry services. We plan to build a national robot industry park in the Xianghe New Industry City to create a new economic growth opportunity around Beijing, and a local e-commerce logistics industry cluster to form an industry e-commerce supply chain that will serve Beijing and Tianjin and eventually spread nationwide. We also plan to build five public functional facilities in the Xianghe New Industry City, including an exhibition center, a convenient service center, a cultural and artistic center, a convention center and a sports center. These will allow the Xianghe New Industry City to enhance the image of and bring vitality to the city.

We will simultaneously build a new urban public service center to improve the urban infrastructure, the public facility construction and the urban service management system. Through the road greening and cleaning, landscape lighting and other projects, the Xianghe New Industry City will help optimize and upgrade the city's appearance and environment.

The Jiashan HSR New City

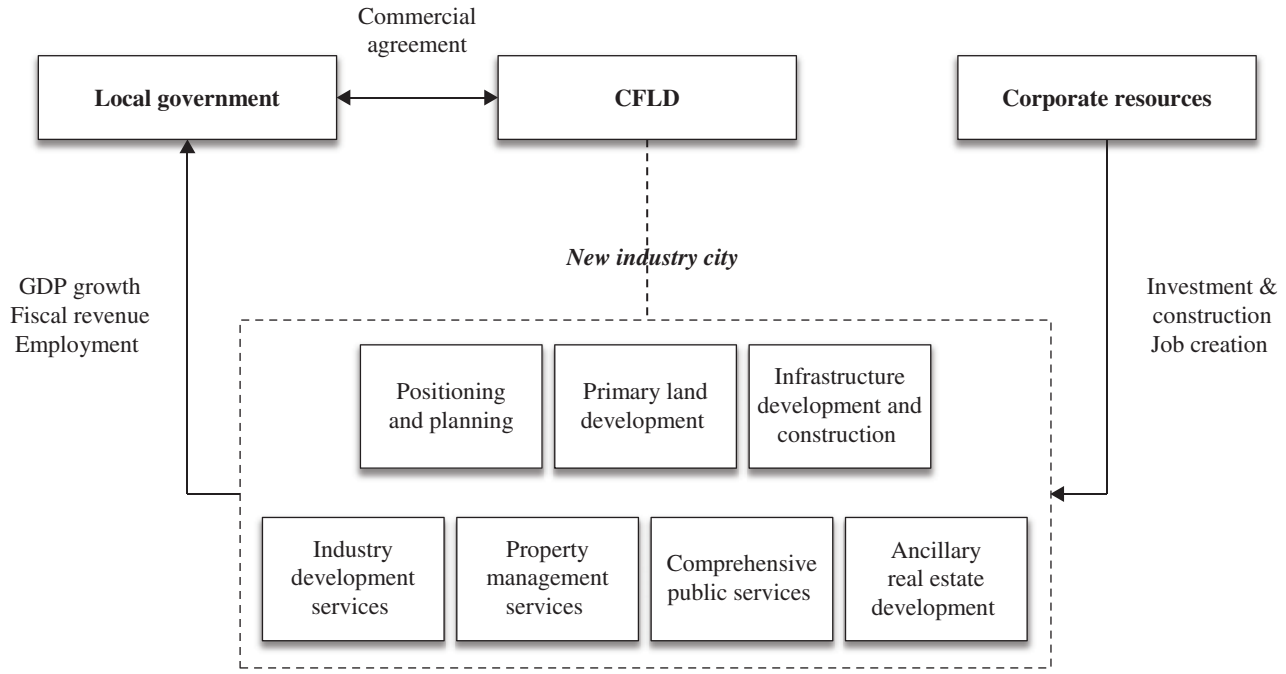
In April 2013, the government of Jiashan county and the Company signed a cooperation agreement on the overall development, construction and operation of designated areas within Jiashan county, Zhejiang province, with the goal of developing a new high-speed rail connected new industry city of 12 square kilometers. The Jiashan HSR New City has a well-developed transport network that connects it to the major cities of Shanghai, Hangzhou, Ningbo and Suzhou via a high-speed railway, two expressways and two national highways. This connects Jiashan HSR New City to the four major international airports and three major international cargo ports and connects the Yangtze River Delta region to the global commerce and trade. The Jiashan HSR New City is our first new industry city outside the Beijing-Tianjin-Hebei Economic Zone.

As a global center of technological innovation, Jiashan HSR New City will form three innovative economic clusters focusing on the Internet, cultural production and intelligent manufacturing to promote the cooperation between enterprises, universities and research institutes. To date, the Jiashan HSR New City has attracted nearly 200 enterprises with an accumulative contracted investment of over RMB28 billion.

The PPP New Industry City Development and Operation Model

We are a pioneer in adopting the PPP new industry city development and operation model in China and have a proven track record of achieving mutual benefits when working with local governments. A "Public-Private-Partnership," or PPP, is a cooperative arrangement between two or more public and private sectors, typically long-term in nature, where the government leads, the private entity executes and both parties benefit. Under the PPP new industry city development and operation model, we provide positioning and planning, industry development, primary land development, investment implementation, infrastructure development and construction and new industry city operation services in return for a promised stream of payments directly from the government or indirectly from users over the projected life of the project or some other specified period of time. In addition, the government may support the project by providing subsidies, such as tax breaks, for a certain time period. PPPs enable the public sector to harness the expertise and efficiencies that the private sector can bring to the delivery of certain facilities and services traditionally procured and delivered by the public sector. Under the PPP new industry city development and operation model, we form a project company to build, maintain and operate the project for the contracted period.

The chart below illustrates our typical PPP arrangement with relevant parties:

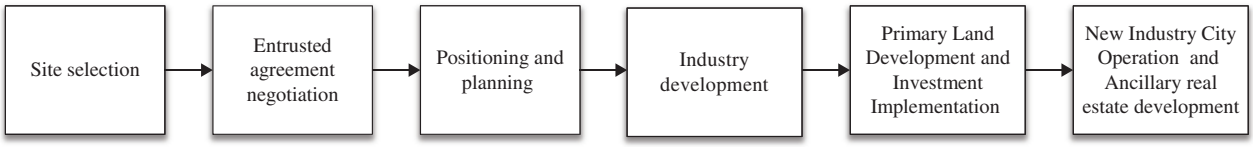


Our PPP arrangements and new industry cities developed under the PPP new industry city development and operation model have received various awards and recognitions. For example, in 2015, we were certified by NDRC and commended for the successful implementation of the PPP new industry city development and operation model with Gu'an County of Hebei Province by the General Office of the State Council of China in its Circular on Commendation of Model Experience and Practices. In 2016, two new industry cities developed by us were certified by MOF.

Project Process and Services Provided

We have developed a standardized implementation framework for new industry city development and operation based on local conditions, which can be widely replicated across regions. During the development and operation process of a new industry city project, we provide various services either as part of the development or as a separate service provided to the government, including primary land development, infrastructure development and construction, industry development services, comprehensive public services and ancillary development.

The diagram below summarizes the major stages involved in developing a project:



We have established various departments at the headquarters level to oversee and control the major steps of all of our project developments. We have also formed individual project companies to execute the headquarters' instructions and manage the day-to-day development and operational activities of individual projects. All key decisions regarding a project, including project assessment and feasibility study and positioning and planning, are primarily made at our headquarters with the assistance of the project company. We assign a core team with extensive experience to form a new project company to ensure project developments are executed properly and in accordance with our business model. In addition, we also emphasize the localization of our team through recruiting skilled managers and employees with relevant experiences from other local leading companies to join our local management team.

Based on our extensive experience, we have established a comprehensive set of standardized project development procedures from the assessment stage to the operation stage. Our management conveys our strategies and goals to our various departments and project companies and oversees the operation of our various departments as well as project companies to ensure that they operate efficiently. We also leverage our bargaining power by centralizing negotiations with suppliers and contractors and efficiently share the resources and expertise among various projects in areas such as design, construction and operation.

Site Selection

With prudent site selection and strategic positioning, we have steadily established a strategic and balanced presence in multiple advantageous regions across China. We closely follow China's regional development strategy to benefit from favorable policies. We adopt a "UMIG" site selection criteria, focusing on four key indicators, namely urbanization impact, market potential, industrial foundation and government's intention.

Specifically, when screening for target cities and locations, we consider the following major indicators:

- macro-economic indicators, GDP growth rate, positioning in the economic circle it belongs to, and government fiscal revenue;
- city capacity, level of urbanization, number and growth rate of permanent and floating population;
- purchasing power and consumption patterns, total amount of retail sales of consumer goods, average disposable income per capita, and average salary per employee;

- governmental policies and regulatory environment with respect to operation of new industry cities as well as the industries that our potential tenants operate in;

- functional positioning and the operation conditions of major industrial zones;

- convergence effect, potential customers from Fortune Global 500 companies and top 100 leaders in every industry;

- local financing environment including liquidity, banks preference and cost of financing;

- real estate control measures implemented by the national and local governments; and

- market penetration rate of leading enterprises and the proportion of land acquired by non-local real estate companies.

We select candidate cities that are rated favorably among these indicators and incorporate them into our development strategies. After we have identified a city in which we would like to develop our projects, we assess different potential project sites within that city. In general, we select the sites that are within sufficient proximity to a city center to have access to ample local manufacturing, commercial and logistics support, and at the same time, can be obtained at a reasonable cost.

We conduct a comprehensive feasibility study on the potential project by evaluating major indicators, such as:

- site indicators, including site location and conditions, public facilities and infrastructure and regional development plan and positioning;

- land reserve indicators, including site area, plot ratio and planned GFA;

- market capacity indicators, including land supply and demand for residential properties and turnover, market price, rent and occupancy rate, population traffic and regional influence;

- project positioning indicators, including market positioning, product positioning and preference of target customers;

- overall operation indicators, including development cycle and composition of potential products;

- financial indicators, including source of financing, net indebtedness rate, net profit and net rental income profit margin; and

- other considerations relating to product offering, competition, environment and legal risk assessment.

Entrusted Agreement Negotiation

After conducting a thorough project assessment and feasibility study, we will sign an entrusted agreement with the government. We will conduct thorough communications with the local government to achieve an understanding of the government's regional development expectations and directions. An entrusted agreement typically sets out details of the key aspects of the relevant projects, such as the site area, contractual period, allocation of responsibilities between the local government and us, financing arrangement, consideration and payment arrangements. We typically expect terms such as payment amount and lead time of payment collection to offer sufficient assurance to us. Most of our entrusted agreements are exclusive in nature, meaning that we do not have competitors in the same locale.

The key terms have been largely standardized. The key terms of our recently signed entrusted agreements are as follows:

- Scope of cooperation: typically concerning the overall development of a city or town with the size of the entrusted area specified.

- Responsibilities: The local government is responsible for the organization, implementation and supervision of the development, construction and management of the project, and also responsible for the development, construction and management of the overall region. We are responsible for providing full capital and comprehensive assistance for the local government to conduct development, construction and management of the cooperation area, including infrastructure construction, public facility construction, primary land development, industry development services and relevant information services and is entitled to enjoy the proceeds subject to the provisions of this contract.

- Exclusivity and term of cooperation: Within the term of cooperation, we have the exclusive right of development of the agreed area which will not be cancelled or changed without prior consent of both parties. The term of cooperation is usually 15-50 years, subject to certain exceptions.

- External projects and settlement methods for us to collect investment cost: The local government agrees to pay us, based on an agreed proportion, investment cost and investment return out of the revenue generated from the cooperation area. The local government will reimburse us the following expenses with respect to our contractual duties:

  - Infrastructure construction and public facility construction;

  - Investment in primary land development;

  - Industry development services;

  - Service fees including planning, design and advisory; and

  - Service fees such as property management, public facility maintenance and utility service.

Positioning and Planning

We consider strong planning and positioning capabilities to be crucial to differentiate ourselves from other industry park developers and to satisfy the ever-evolving needs and expectations of local governments. Our positioning and planning services cover a wide spectrum, including strategic positioning and space planning for the city, concept design and industry development planning. In the positioning and planning of the new industry city, we will choose well known professional planning advisors from various sectors, such as Aecom, Regal Lloyds, HMD and McKinsey & Company, to make comprehensive customized development plans. We work closely with the external planning advisors together to enhance our planning capabilities.

We also work with the local government to commence regulatory planning and conduct comprehensive planning over the site. After planning is completed and approved by the relevant authority, we will cooperate with the external planning advisors to formulate a conceptual plan for the new industry city. This plan typically sets forth the layout of the project, including the location, size estimates, major functional areas and key constituent buildings. Once the conceptual plan has been confirmed by the local government, we will then formulate a master design plan which sets out detailed information regarding the development project. Our final plan will be adopted by the local government as official guidelines for the development of new industry cities.

We closely monitor the pace of our project development to adjust to market changes. We adhere to the development principles that any sustainable natural environment should be preserved while satisfying the needs of customers, attracting customers, creating value for enterprises and that contributions should be made to the city and society. Before the completion of each key stage of our design work, construction drawings will be reviewed jointly by our design team and the external planning advisors to ensure the quality of the design. Before construction commences, we utilize a model to determine the choice of materials, and we guide the construction work, prevent unnecessary changes and spot any potential problems in advance so as to guarantee the effective implementation of the design. We believe that the foregoing processes are important to improve our brand image.

Industry Development Services

We provide industry development services through a professional team with approximately 15 years of investment promotion experience. Our project company will market and promote the new industry city to attract domestic and international investments. As of June 30, 2019, we entered into strategic alliances with more than 40 industry leaders. Companies that already commenced operation in our new industry cities include BOE Technology, China National Materials Group, China Aerospace Science and Technology Corporation, Visionox, Sunwoda and Broadthinking Technology.

As of June 30, 2019, we had 200 industry research and planning staff, 100 industry implementation staff, 3,700 global resources allocation staff, 300 platform building staff and 300 operation staff. Our dedicated professionals work under an integrated organizational structure, established operating model and clear allocation of duties. As of June 30, 2019, we had successfully introduced more than 2,000 enterprises to various new industry cities, creating more than 105,000 jobs, with over RMB500 billion accumulated investments from industry promotion.

For the years ended December 31, 2016, 2017, 2018, and the six months ended June 30, 2018 and 2019, number of new companies we introduced in the corresponding periods were 436, 635, 702, 445 and 328 with signed investment amount of RMB112.2 billion, RMB165.1 billion, RMB166.0 billion, RMB96.6 billion and RMB105.2 billion, respectively.

Primary Land Development and Investment Implementation

Before we commence construction, we need to conduct primary land development as necessary. The local government provides necessary support during this process and is responsible for resettlement needed. We also provide primary land development as a separate revenue-generating service for the local government, after which the relevant land will be sold by the local government through a competitive bidding process.

We are usually responsible for the financing and capital expenditures of the project. Sometimes, the local government also provides some financial support, such as capital injection, to us in order to make the project economically viable. Such financial support provided by the local government will be deducted from contractual payment payable by the local government to us.

We strictly follow our investment and development disciplines to ensure successful implementation of our new industry city business model. We assess cash flow and net profit by treating each new industry city as an independent unit, and the risk of an individual new industry city is confined to that particular project. If cash collection of a new industry city fails to meet predetermined core indicators, the shortfall has to be collected before further investment is made in the following year. We will consider, after evaluation, the possibility of terminating new investment if there is account receivable unsettled for over two years for the new industry city in any calendar year.

All the construction units and suppliers of our construction project are selected through a fair and competitive tender process in which all the intended bidding units must have been previously admitted in our qualified supplier list. As a result, the tender process is standardized and the qualification of the bidding units can be ensured. A tendering committee will ultimately decide the bid winner based on the evaluation results of the technical and economic standards. These standards include, for example, the contractors' construction capacity, the effectiveness of their quality control system, the management of on-site construction, progress control, equipment, human resource and information technology.

After a construction company wins the bid, we will follow up and supervise closely the construction process. After completion of the construction, we will organize departments in relation to engineer, design, cost, property and other related sectors to conduct a follow-up evaluation with the construction company, analyzing its construction progress, quality and cost. If the construction company does not satisfy our requirements, we will for the time being remove it from our qualified supplier list. Such company cannot participate in the tender process and bid for a future project. If the company fulfills the requirements, it will be retained in our qualified supplier list.

New Industry City Operation

We also provide positioning, planning and property management services to tenants to expedite their operation and production. We also provide both standardized and customized new industry city operation services. Our services include:

- property management services, such as gardening and greening, cleaning, security as well as repair and maintenance services; and
- comprehensive public services, such as:
  - consulting service: We involve legal, intellectual property and financial agencies to provide legal consultation, patent application, technology transfer, commercialization of research results, financing consultation and pre-initial public offering consultancy services;
  - industry service: We consolidate upstream and downstream information and resources based on the industry and value chain position of the corporation, and provide market channel, technology application, certification and inspection services;
  - administrative approval service: We work with local governments to provide one-stop administrative approval services, including environmental approval, filing and registration, construction procedures and fire control procedures; and
  - daily life service: We provide a full range of living facilities to satisfy employees' needs like education, medical service, commuting transportation, catering services, utilities and recreational services.

Government Settlement

The local government will evaluate the work completed within a year annually, and engage an independent auditor to audit our management accounts related to our investment on infrastructure construction and development, primary land development and the landed investment of investors. The local government will make payments to us as stipulated in the standardized contract based on the independent auditor report. The table below sets forth our revenue composition for each type of service:

Service	Revenue Composition	Revenue Recognition Time
Infrastructure development and construction	The local government pays us at an agreed fixed rate, including (i) cost of construction, and (ii) profit, calculated at 10% to 15% of the cost of construction.	Within the following year
Primary land development	The local government pays us at an agreed fixed rate, including (i) cost of primary land development, and (ii) profit, calculated at 10% to 15% of the cost of primary land development.	Within the following year
Industry development services	The local government pays us at an agreed fixed rate (usually 45%) of the total amount of investments we solicited which consummated within a year.	Within the following year
Positioning and planning	The local government pays us at an agreed fixed rate, including (i) cost of positioning and planning, and (ii) profit, calculated at 10% of the cost of positioning and planning.	Within the following year
Property management and other public services	Priced according to the relevant regulations or guidance of the government authorities or the prevailing market price.	Within the following year

The local government either pays us a one-time fee or in instalments over a specified period of time, as stipulated in the contract. We have enjoyed a rapid increase in the contribution of government income. For 2016, 2017 and 2018 and the six months ended June 30, 2019, the amount of government income was RMB17,574.2 million, RMB28,918.1 million, RMB30,582.5 million and RMB14,095.3 million, respectively, accounting for approximately 32.65%, 48.49%, 37% and 37%, respectively, of our total revenue for the same period.

Property Development

We engage in both traditional urban real estate development and the development of ancillary residential properties in the new industry cities we operate to increase the value of our new industry cities and meet the needs of our tenants and customers. We have developed a residential real estate brand the "Peacock City" (孔雀城), which is synonymous with high-end properties and dedicated services. By developing real estate projects in new industry cities, we believe our real estate development segment, to some extent, is resistant to fluctuations of the real estate industry, because the value of our real estate projects lies in the increased demand generated from the new industry cities, the development of which enhances land value and local economic development. As of June 30, 2019, we had 163 property development projects at various stages of development (including both ancillary real estate projects in new industry cities and traditional urban real estate projects). The map below illustrates the geographic coverage of our property development projects as of June 30, 2019 within the PRC:



Based on the stage of development, we divide our property development projects into three categories:

- completed projects, comprising properties for which we have received the requisite completion inspection report from the relevant government construction authority;

- projects under development, comprising properties for which we have obtained the requisite construction works commencement permits but are yet to receive the requisite completion inspection report; and

- projects held for future development, comprising properties for which we have obtained the relevant land use rights certificates and started preliminary design work but have not yet received the required construction works commencement permits, as well as properties for which we have not obtained the land use rights certificates but have entered into contractual agreements to obtain the relevant land use rights certificates and started preliminary design work.

The table below sets forth the details of our property development projects as of June 30, 2019 (including both ancillary residential properties in new industry cities and traditional urban real estate development projects):

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
1	Bazhou Peacock City Liangyuan, Bazhou Peacock City Linyuan, Bazhou Peacock City Guiyuan, Bazhou Peacock City Heyuan, Bazhou Peacock City Lanyuan,Wenquan Xindu Peacock City Jinyuan/Yiyuan/Rongyuan/ Boyuan,Champion Yuan 102 acres and Wuzhuang Yaozhuang projects, etc.	Bazhou	Residential and supporting	Under development	767,346.00	1,774,035.87	1,013,711.52	441,079.69
2	Bazhou Economic Development District Industry City Apartments and Runyuan, etc.	Bazhou	Residential and supporting	Under development	187,832.00	315,796.03	273,838.61	–
3	Peacock City Happiness Community Project (phase I)	Beidaihe	Residential and supporting	Under development	93,341.54	133,636.00	133,636.00	–
4	Peacock City Happiness Community Project (phase II)	Beidaihe	Residential and supporting	Under development	126,559.40	182,342.00	182,342.00	–
5	Beidaihe Healthy City Binhai Yangkang Town (phase I)	Beidaihe	Commercial	Under development	201,473.13	117,569.00	117,569.00	–
6	Chaobai Xinju Phases 1-2, Chaobai Home Phases 4-5 and Shofu New House projects	Dachang	Residential and supporting	Under development	320,538.90	804,674.00	62,171.00	742,503.00
7	Chaobai River Peacock British Palace (18 phases), David City Phases 4-6, Peacock City Manor and Tiange Village projects	Dachang	Residential and supporting	Under development	1,284,260.86	3,181,058.73	583,715.75	2,597,342.98
8	Peacock City British Palace phases 8-11 and 17, Hexiying and Huyun Lanwan projects	Dachang	Residential and supporting	Under development	938,502.47	2,356,402.02	244,685.85	2,096,896.13

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
9	Tiange Village E	Dachang	Residential and supporting	Under development	29,619.39	91,488.47	91,488.47	–
10	Tiange Village 74 acres	Dachang	Residential and supporting	Under development	49,761.34	145,722.08	99,301.42	–
11	Tiange Village 78 acres	Dachang	Residential and supporting	Under development	51,773.01	142,461.84	142,461.84	–
12	Fujiang	Dachang	Residential and supporting	Under development	37,122.05	120,526.00	113,651.07	–
13	Yayunyuan Residential project	Dachang	Residential and supporting	Under development	44,815.88	133,320.13	94,511.68	–
14	Yaxinyuan Residential project	Dachang	Residential and supporting	Under development	22,526.50	67,394.81	64,782.38	–
15	Chaobai River Peacock City Yicuiyuan Residential project	Dachang	Residential and supporting	Under development	25,129.07	60,159.61	57,144.05	–
16	Chaobai River Peacock City Yueyuan Residential	Dachang	Residential and supporting	Under development	33,310.22	80,126.66	75,927.26	–
17	Chenxiyuan Residential project	Dachang	Residential and supporting	Under development	26,653.40	70,208.01	65,175.52	–
18	Renmin University Dachang Community phase 1 project	Dachang	Residential and supporting	Under development	22,951.37	64,327.49	61,112.61	–
19	Project 35	Fengtai	Office Building	Under development	57,956.85	210,135.71	200,000.00	–
20	Project 36	Fengtai	Office Building	Under development	80,867.40	377,309.47	370,000.00	–
21	Peacock British Palace (phases 1.2+1.4+1.6-1.9+2.1/2 +Happiness Plaza), Peacock Sea,Peacock Town 8.2, Guanzhuang and Xiyu projects, etc.)	Gu'an	Residential and supporting	Under development	1,337,025.44	3,234,929.99	114,101.77	3,120,828.22
22	Cambridge County phases 1-13 (including Talent Home) and Cultural Innovation Park phases 1 and 2 projects	Gu'an	Residential and supporting	Under development	2,060,815.53	4,511,974.74	903,643.77	3,393,232.02

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
23	British Palace phases 2.6/2.7/2.8	Gu'an	Residential and supporting	Under development	390,699.62	859,108.90	298,409.35	501,363.05
24	Dahu phases 1.1/1.3/1.4 projects	Gu'an	Residential and supporting	Under development	250,321.96	422,891.86	266,897.40	147,593.60
25	Wanlifeng and Dongzhuang Residential	Gu'an	Residential and supporting	Under development	236,339.69	615,717.84	80,256.32	436,094.06
26	Jinhaiyue City	Gu'an	Residential and supporting	Under development	85,887.56	164,456.00	128,260.91	–
27	Chenhuifu Residence	Gu'an	Residential and supporting	Under development	53,606.00	111,676.86	107,193.54	–
28	Yuecheng Guangchang phase 1	Gu'an	Residential and supporting	Under development	42,887.12	123,096.38	123,096.38	–
29	Dong/Xizhuang, Bocun, Dongxu, Guangrongyuan Xiaoqu, Liujiayuan, Zhuanshachang, David City and Cambridge County, etc.	Gu'an	Residential and supporting	Under development	1,004,125.10	2,611,903.35	238,537.74	920,030.00
30	Gu'an Wanlifeng Commercial 33 acres	Gu'an	獨立商業	Under development	22,283.40	84,342.64	76,134.38	–
31	Menghu Huajing	Handan	Residential and supporting	Under development	74,143.30	214,464.46	214,464.46	–
32	Menghu Lanting	Handan	Residential and supporting	Under development	30,580.80	89,265.42	89,265.42	–
33	Badaling Peacock City phases 2/3/4/5/6	Huailai	Residential and supporting	Completed	861,543.36	627,436.71	–	627,436.71
34	Badaling British Palace phases 2.1 and 2.3-2.6, etc.	Huailai	Residential and supporting	Under development	227,561.31	447,702.02	100,786.00	346,916.02
35	Badaling British Palace phase 3.1	Huailai	Residential and supporting	Completed	168,872.87	295,316.50	–	295,316.50
36	HIT Research Institute Incubation Center project	Huailai	Residential and supporting	Completed	74,544.00	190,419.09	–	190,419.09
37	Huailai District Eight Branch 2017 Software Park Supporting Apartments 50 acres project	Huailai	Residential and supporting	Under development	33,237.00	129,297.15	129,297.15	–

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
38	Newly built Badaling Peacock City Town Center project	Huailai	Residential and supporting	Under development	80,899.38	143,694.49	143,694.49	–
39	Construction projects of East Yulin Village and Yang'erling Village	Huailai	Residential and supporting	Held for future development	396,600.00	594,900.00	–	–
40	Construction project of Huoshaoying Village	Huailai	Residential and supporting	Held for future development	157,466.67	236,200.00	–	–
41	Badaling Wucaitian Street phase 1 project	Huailai	Residential and supporting	Under development	33,126.00	122,761.85	122,761.85	–
42	Badaling British Palace phase 5	Huailai	Residential and supporting	Under development	430,602.70	842,164.09	831,982.34	–
43	East Garden Village and West Garden Village Resettlement House	Huailai	Residential and supporting	Held for future development	247,234.67	370,852.00	–	–
44	Duokouying Village Resettlement House project	Huailai	Residential and supporting	Held for future development	54,222.00	81,333.00	–	–
45	Badaling Wucaitian Street phase 2	Huailai	Residential and supporting	Held for future development	46,116.93	162,911.50	–	–
46	Huaxia	Langfang	Residential and supporting	Completed	64,666.63	197,189.00	–	197,189.00
47	Daxue Lane, Guangyang District Wanzhuang Town and Xinyuan Resettlement Hous, New Airport, Langhefang and Gongyuanhai projects, etc.	Langfang	Residential and supporting	Under development	1,862,801.62	4,750,925.60	942,704.27	2,459,513.69
48	Gongyuanhai phases 1.2 (phase 2)	Langfang	Residential and supporting	Under development	62,553.64	174,006.00	89,158.03	77,604.97
49	Gongguan 5# Land	Langfang	Residential and supporting	Completed	4,400.02	11,416.00	–	11,416.00
50	Gongyuanhai phase 1.8	Langfang	Residential and supporting	Under development	73,076.76	228,140.39	187,688.76	40,449.96
51	Gongyuanhai phase 1.7	Langfang	Residential and supporting	Under development	29,996.40	88,756.00	50,734.41	34,458.11
52	Golf	Langfang	Residential and supporting	Under development	121,374.03	305,727.00	178,689.25	127,037.75

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
53	Guangyang District Nanxun County	Langfang	Residential and supporting	Held for future development	174,066.49	558,300.00	–	–
54	Guangyang District, Development District Resettlement House projects	Langfang	Residential and supporting	Held for future development	814,717.27	2,363,544.81	–	–
55	Niutuo Hot Spring Peacock City phase 7.2 project	Niutuo	Residential and supporting	Completed	105,582.09	109,278.73	–	109,278.73
56	Niutuo Hot Spring Peacock City phase 7.1 project	Niutuo	Residential and supporting	Under development	86,666.36	86,833.14	86,833.14	–
57	Niutuo Hot Spring Peacock City phase 6.5 project	Niutuo	Residential and supporting	Under development	40,495.83	52,038.95	19,266.99	32,771.96
58	Niutuo Hot Spring Peacock City phase 6.5 project	Niutuo	Residential and supporting	Under development	25,031.43	48,565.08	15,612.80	32,952.28
59	Niutuo Hot Spring Peacock City phase 7.3/4 and Demonstration District project	Niutuo	Residential and supporting	Under development	131,794.94	128,966.02	66,907.72	47,387.98
60	Gu'an District 1 Branch 2018 Niutuo phase 4.2 high-rise project	Niutuo	Residential and supporting	Under development	23,333.45	92,269.55	92,269.55	–
61	Gu'an District 1 Branch 2017 Tianci 48 acres project	Niutuo	Residential and supporting	Under development	32,483.93	72,087.79	65,987.13	–
62	Renqiu Petrol Peacock City	Renqiu	Residential and supporting	Under development	282,481.00	682,986.30	682,986.30	–
63	Renqiu Baiyangding Peacock City phase 1	Renqiu	Residential and supporting	Under development	182,561.00	157,016.85	73,487.40	–
64	Changyang County 90 acres project	Renqiu	Residential and supporting	Under development	60,000.00	172,629.74	172,629.74	–
65	Wen'an Peacock City phase 1	Wen'an	Residential and supporting	Under development	97,125.32	353,093.29	241,037.29	–
66	Dayun River Peacock City phases 7.6 and 8.1 and Anping Town	Xianghe	Residential and supporting	Under development	536,703.88	1,195,192.57	401,680.07	–

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
67	Dayun River Peacock City phases 1-4 (including newly built Dayun River Peacock City No.1 South phase 1.1 and 1.2) and 6 and British Palace Phases 1/4 projects, etc.	Xianghe	Residential and supporting	Under development	793,368.45	1,308,609.89	156,999.89	1,151,610.00
68	Dayun River Peacock City phases 7.1/7.2/7.3/7.4 projects	Xianghe	Residential and supporting	Under development	393,828.28	995,169.14	395,027.62	600,141.52
69	Dayun River Peacock City British Palace phase 5 Construction project (including 4/1 and 4/2 projects)	Xianghe	Residential and supporting	Under development	134,990.74	348,946.05	90,752.47	249,204.56
70	Xianghe Jingwei 83 acres project	Xianghe	Residential and supporting	Under development	55,810.00	441,823.30	290,833.27	–
71	Xianghe Roberts Industry City Specialists Apartment	Xianghe	Residential and supporting	Under development	33,333.00	84,647.81	80,655.92	–
72	Yongqing Peacock Yayuan/Changyuan (including Changyuan phases 1 and 2), Jingyuan (including Jingyuan phases 1, 2 and 3), Jinyuan, Yiyuan, Beiguan and Yichang County projects	Yongqing	Residential and supporting	Under development	444,800.58	1,230,204.32	299,929.62	308,614.70
73	Yongqing Fortune Hui Square East Part project and Tanglin Yufu, etc.	Yongqing	Residential and supporting	Under development	300,347.92	671,149.51	73,710.57	588,369.42
74	Yongqing Peacock City Seventh District phases 1 and 2 projects	Yongqing	Residential and supporting	Under development	46,667.00	116,193.63	109,567.55	–
75	Tanglin Yuyuan (districts 4, 5 and 6)	Yongqing	Residential and supporting	Held for future development	140,508.83	399,445.19	–	–
76	Taoyuan Xindu Peacock City	Zhuozhou	Residential and supporting	Under development	402,669.80	1,042,851.50	1,042,851.50	–

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
77	Yongji New Town	Zhuozhou	Residential and supporting	Under development	118,289.62	429,781.78	399,781.28	–
78	Lai'an Peacock City phases 1, 2 and 3	Lai'an	Residential and supporting	Under development	237,920.90	506,074.63	246,474.05	259,600.58
79	Lai'an Jinghua 35 acres	Lai'an	Residential and supporting	Under development	23,645.00	51,239.91	51,239.91	–
80	Lai'an phase 5 88 acres and Shuikou 98 acres	Lai'an	Residential and supporting	Under development	124,575.33	280,132.78	280,132.78	–
81	Xiangzhang Jiayuan 100 acres	Lai'an	Residential and supporting	Under development	66,654.30	172,217.77	172,217.77	–
82	Lai'an district 1 phase 3 78 acres project	Lai'an	Residential and supporting	Under development	52,297.10	142,879.87	142,879.87	–
83	Lai'an district 3 phase 7 104 acres	Lai'an	Residential and supporting	Under development	69,221.40	209,262.90	209,262.90	–
84	Lai'an district 3 phase 5 57 acres	Lai'an	Residential and supporting	Under development	38,000.00	85,634.15	85,634.15	–
85	Lai'an district 3 phase 6 70 acres	Lai'an	Residential and supporting	Under development	46,666.70	127,331.30	127,331.30	–
86	Lai'an district 5 phase 2 112 acres Longxi Yinxiang	Lai'an	Residential and supporting	Under development	74,959.00	202,684.08	202,684.08	–
87	Lai'an district 5 phase 3 67 acres Longyue Yinxiang	Lai'an	Residential and supporting	Under development	44,812.20	118,596.00	118,596.00	–
88	Lai'an district 3 phase 2 27 acres	Lai'an	Standalone Commercial	Under development	17,990.20	54,001.81	54,001.81	–
89	Wuxi Industrial cloth Factory	Wuxi	Residential and supporting	Under development	21,333.00	85,400.00	85,400.00	–
90	Wuxi Fuyang	Wuxi	Residential and supporting	Under development	17,029.80	72,768.00	72,768.00	–
91	Hexian Peacock City phase 1	Hexian	Residential and supporting	Under development	97,339.90	256,607.73	256,607.73	–
92	Hexian Peacock City phase 2	Hexian	Residential and supporting	Under development	131,612.70	358,094.89	358,094.89	–
93	Lishui District NO.2016G35 Land parcel	Lishui	Residential and supporting	Under development	54,022.00	133,642.70	133,642.70	–

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
94	Lishui District NO.2016G36 Land Parcel	Lishui	Residential and supporting	Under development	24,607.90	75,075.60	75,075.60	–
95	Lishui Exhibition Town	Lishui	Residential and supporting	Under development	173,729.31	501,638.36	501,278.36	–
96	Nanjing Jiangning G70 and New County Resettlement House construction project	Jiangning	Residential and supporting	Under development	127,454.29	344,456.20	82,456.20	–
97	Zhenjiang Peacock City British Palace	Zhenjiang	Residential and supporting	Under development	162,634.00	446,269.00	161,151.97	285,117.03
98	Longtan Affordable House (Resettlement House) West	Nanjing	Residential and supporting	Held for future development	187,000.00	523,000.00	–	–
99	Repulse Bay Fu Garden	Gaochun	Residential and supporting	Under development	102,201.22	196,055.20	183,989.44	–
100	Gaochun Economic Development District North Affordable House	Gaochun	Residential and supporting	Held for future development	180,000.00	251,000.00	–	–
101	Jiashan Peacock City phases 1 and 2, Jiashan Yihe Home Resettlement House and Resettlement House phase 2	Jiashan	Residential and supporting	Completed	259,563.93	553,318.69	–	440,318.69
102	Jiashan Peacock City phase 3	Jiashan	Residential and supporting	Completed	69,788.90	126,627.55	–	126,627.55
103	Jiashan Peacock City phase 4	Jiashan	Residential and supporting	Completed	46,832.60	145,716.93	–	145,716.93
104	Jiashan Peacock City phase 5	Jiashan	Residential and supporting	Completed	42,127.30	77,738.29	–	77,738.29
105	Jiashan Peacock City phase 6	Jiashan	Residential and supporting	Completed	48,751.90	130,466.43	–	130,466.43
106	Jiashan Peacock City phases 7-9	Jiashan	Residential and supporting	Under development	137,748.60	429,683.40	80,946.38	348,737.02
107	Xinxitang Peacock City Yuwai phase 1	Jiashan	Residential and supporting	Under development	67,255.80	174,164.21	174,164.21	–
108	Jiashan Peacock City phases 10, 11 and 12	Jiashan	Residential and supporting	Under development	144,341.10	423,604.42	423,552.29	–

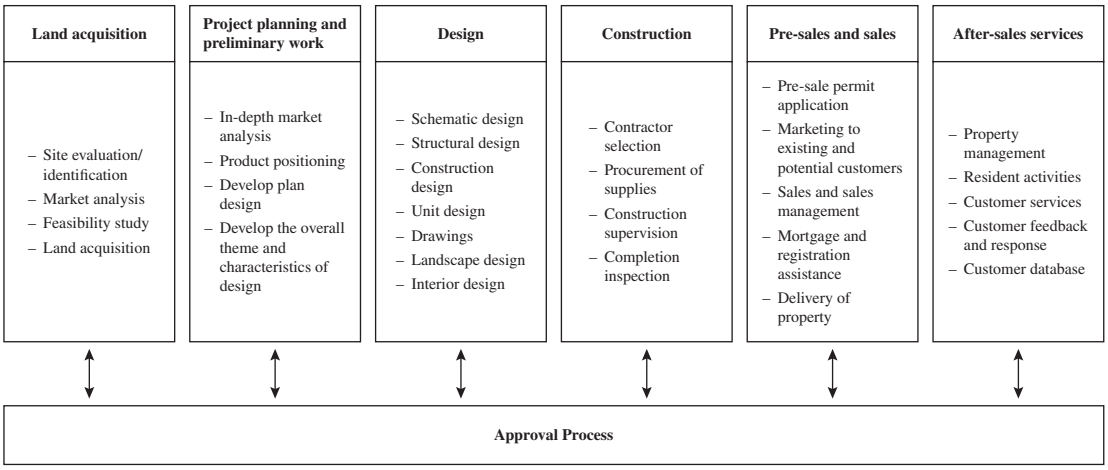
Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
109	Peacock City phases 13 and 14	Jiashan	Residential and supporting	Under development	88,428.80	265,653.83	265,653.83	–
110	Xinxitang Peacock City Luoxing phases 1 and 2	Jiashan	Residential and supporting	Under development	96,044.10	257,434.46	257,120.90	–
111	Hanfeng Yundi	Jiashan	Residential and supporting	Under development	33,431.80	78,056.50	78,056.50	–
112	Jiaxing Yusheng Real Estate Development Co., Ltd. Hanjing Yuefu	Jiashan	Residential and supporting	Under development	48,040.80	155,480.19	155,480.19	–
113	Jiaxing Yurong Real Estate Development Shangshan Yuefu	Jiashan	Residential and supporting	Under development	35,635.40	116,787.62	116,787.62	–
114	Jiashan Peacock City phase 17	Jiashan	Residential and supporting	Under development	43,077.20	144,371.00	144,371.00	–
115	Hanchen Yayuan	Jiashan	Residential and supporting	Under development	24,645.50	82,292.70	82,292.70	–
116	Tingxi Yuan	Jiashan	Residential and supporting	Under development	63,692.60	169,896.12	169,896.12	–
117	Jiaxing Xiuzhou Hongxitai, Canal Mansion and Pinghu Jichen	Jiaxing	Residential and supporting	Under development	211,532.00	580,906.04	580,906.04	–
118	New Nanxun Peacock City phase 1 161 acres	Nanxun	Residential and supporting	Under development	107,587.00	297,556.77	297,556.77	–
119	Nanxun New District Block CD-03-03-07B Land Parcel (Shuiyun Yuefu)	Nanxun	Residential and supporting	Under development	80,628.00	198,252.29	198,252.29	–
120	Nanxun Yuwai Peacock City phase 3.1 (139 acres)	Nanxun	Residential and supporting	Under development	93,149.00	274,385.00	274,385.00	–
121	Deqing Yasongfu	Deqing	Residential and supporting	Under development	63,976.00	154,301.20	154,301.20	–
122	Deqing County Leixun Town Resettlement House phase 1	Deqing	Residential and supporting	Held for future development	22,894.00	80,118.00	–	–
123	Lanyuefu	Deqing	Residential and supporting	Under development	48,100.00	113,539.95	113,539.95	–
124	Wuzhi Peacock City phases 1.1 and 1.2	Wuzhi	Residential and supporting	Under development	182,919.00	260,156.20	260,156.20	–

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
125	Xiaoyan Community Resettlement House construction project (phases 1 and 2)	Wuzhi	Residential and supporting	Under development	88,680.00	241,700.00	241,700.00	–
126	Maying Community Resettlement House construction project (phase 1)	Wuzhi	Residential and supporting	Under development	90,120.00	245,300.00	245,300.00	–
127	Wuzhi Peacock City phases 1.3 and 2.1	Wuzhi	Residential and supporting	Under development	183,141.06	484,256.85	484,256.85	–
128	Wuzhi Peacock City phase 2.2	Wuzhi	Residential and supporting	Under development	89,113.87	135,349.72	35,349.72	–
129	Dacheng Village and Heying East Village Community Resettlement House construction project	Wuzhi	Residential and supporting	Held for future development	339,600.00	849,000.00	–	–
130	Dashang Zhuang, Lanchuan Fu and Shuangmiaoli Village Resettlement House	Changge	Residential and supporting	Held for future development	278,015.80	711,632.00	–	–
131	Changge Peacock City phase 1.1	Changge	Residential and supporting	Under development	96,559.32	170,590.56	170,590.56	–
132	Peacock City districts A, B and C	Xinzheng	Residential and supporting	Under development	175,541.98	574,712.65	463,175.15	–
133	Zhangxin Zhuang Resettlement House	Xinzheng	Residential and supporting	Held for future development	88,000.44	176,088.00	–	–
134	Dafan Zhuang Resettlement House	Xinzheng	Residential and supporting	Held for future development	287,334.77	572,200.00	–	–
135	Kangcun Town Hongjinzui Village Community Resettlement House (phases 1 and 2)	Huojia	Residential and supporting	Held for future development	84,000.42	186,506.55	–	–
136	Shucheng Peacock City phase 1.1	Shucheng	Residential and supporting	Under development	103,565.86	160,410.45	160,410.45	–
137	Shucheng Peacock City phase 1.2	Shucheng	Residential and supporting	Under development	26,151.55	84,543.55	84,543.55	–

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
138	Shucheng Peacock City phase 2.1	Shucheng	Residential and supporting	Under development	45,380.00	103,753.76	103,753.76	–
139	Shucheng Peacock City phase 2.2	Shucheng	Residential and supporting	Under development	73,024.73	183,765.94	183,765.94	–
140	Shucheng Peacock City phase 3.1	Shucheng	Residential and supporting	Under development	74,496.36	176,992.00	176,992.00	–
141	Hangbu Town Happiness New Village	Shucheng	Residential and supporting	Under development	148,100.00	316,700.00	316,700.00	–
142	Hangbu Peacock City • Yunhu Dajing phase 4	Shucheng	Residential and supporting	Under development	31,415.00	70,559.81	70,559.81	–
143	Hangbu Peacock City • Yunhu Dajing phase 1	Shucheng	Residential and supporting	Under development	97,182.00	190,547.89	190,547.89	–
144	Hangbu Peacock City • Yunhu Dajing phase 2	Shucheng	Residential and supporting	Under development	69,105.00	153,983.62	153,983.62	–
145	Guanxiyuan (phase 1)	Changfeng	Residential and supporting	Under development	68,829.00	115,945.52	115,945.52	–
146	Jianglanfu phase 1 (1)	Wuhan	Residential and supporting	Completed	69,784.89	21,678.32	–	21,678.32
147	Jianglanfu phase 1 (2)	Wuhan	Residential and supporting	Under development	14,824.00	76,474.00	74,251.85	–
148	Jianglanfu phase 3 (1) and Jianglanfu phase 4 (1)	Wuhan	Residential and supporting	Under development	94,522.00	49,010.42	49,010.42	–
149	Wenjin Lanting	Wuhan	Residential and supporting	Under development	89,166.70	308,925.71	308,925.71	–
150	Yangtze River East Coast Peacock City	Wuhan	Residential and supporting	Under development	50,578.33	54,996.97	54,996.97	–
151	Peacock City Aerospace Fu • Yuan	Wuhan	Residential and supporting	Under development	130,492.49	419,516.04	419,516.04	–
152	Shuangliu phase 1	Wuhan	Residential and supporting	Under development	75,151.79	220,395.97	220,395.97	–
153	Jianglanfu phase 5 (1)	Wuhan	Residential and supporting	Under development	87,426.82	40,335.82	40,335.82	–
154	Zhongliang Peacock City • Wenjin phase 2	Wuhan	Residential and supporting	Under development	63,324.39	197,017.00	146,923.30	–

Number	Project	City (District)	Type	Status	Site Area (sq.m)	Total GFA (sq.m)	Total GFA Under Development (sq.m)	Total GFA Completed (sq.m)
155	Jiangmen Peacock City phase 1	Jiangmen	Residential and supporting	Under development	69,005.46	221,415.90	220,945.80	–
156	Pujiang Peacock City phase 1	Pujiang	Residential and supporting	Under development	216,373.72	732,451.60	441,739.45	–
157	Sujiatun Peacock City phases 1-4	Shenyang	Residential and supporting	Under development	694,745.39	994,363.82	273,577.34	484,961.76
158	Sujiatun British Palace phase 1	Shenyang	Residential and supporting	Under development	209,200.35	251,732.88	7,569.95	236,617.95
159	Sujiatun British Palace phase 3	Shenyang	Residential and supporting	Under development	73,012.22	89,261.77	45,814.44	43,447.33
160	Sujiatun British Palace phase 2	Shenyang	Residential and supporting	Under development	77,684.78	94,182.29	94,182.29	–
161	Sujiatun District 12 Brach School Lane phase 1 213 acres	Shenyang	Residential and supporting	Under development	141,854.04	261,182.59	260,485.19	–
162	Sujiatun District 12 Brach Combridge County Phase 6 106 acres	Shenyang	Residential and supporting	Under development	70,580.82	137,301.86	137,301.86	–
163	Yijing Yuan	International	Residential and supporting	Under development	2,037,156.14	977,325.32	705,348.23	–
	Total	–	–	–	**31,417,748.57**	**68,151,973.52**	**28,451,025.99**	**24,526,079.58**

Although each project development is unique and is designed to cater to the preferences of specific target markets, the diagram below summarizes the major stages typically involved in the development of a property.



Land Acquisition

Prior to the implementation by the PRC government on July 1, 2002 of regulations requiring that land use rights for property developments be granted by tender, auction or listing-for-sale, we obtained most of our land use rights through transfer arrangements or cooperative arrangements with local governments or original grantees of land use rights. We also obtained our land use rights by way of tender, auction or listing-for-sale.

The PRC Rules Regarding the Grant of State-Owned Land Use Rights by Way of Tender, Auction and Listing-for-sale (《招標拍賣掛牌出讓國有土地使用權規定》) issued by the Ministry of Land and Resources provide that, from July 1, 2002, state-owned land use rights for the purposes of commercial use, tourism, entertainment and commodity residential property development in the PRC may be granted by the government only through public tender, auction or listing-for-sale. When land use rights are granted by way of a tender, an evaluation committee consisting of an odd number, being at least five, of members (including a representative of the grantor and other experts), evaluates and selects the tenders that have been submitted. When deciding whom to grant land use rights, the relevant authorities consider not only the tender price, but also the credit history and qualifications of the tenderer and its tender proposal. Where land use rights are granted by way of an auction, a public auction is held by the relevant local land bureau and the land use rights are granted to the highest bidder. When land use rights are granted by way of listing-for-sale, the relevant local land bureau will announce the conditions for granting the land use rights at designated land transaction centers and the bids submitted by the bidders. The land use rights are granted to the bidder submitting the highest bid by the end of the listing-for-sale period. If two or more parties request a competitive bidding, an on-site competitive bidding shall take place and the land use rights are granted to the highest bidder.

Starting November 1, 2007, a regulation issued by the Ministry of Land and Resources requires property developers to pay the land premium in full for the entire parcel under the land grant contract before they can receive a land use rights certificate. As a result, property developers are not allowed to bid for a large piece of land, make partial payment, and then apply for a land use rights certificate for the corresponding portion of land in order to commence development, which had been the practice in many Chinese cities. In March 2010, the Ministry of Land and Resources issued a circular imposing more stringent requirements on the payment of land premium by property developers. The circular stipulates that the minimum down-payment of land premium to 50% should be paid within one month after the signing of a land grant contract and the rest of the land premium should be fully paid within one year after the signing of a land grant contract. The implementation of the regulation will require property developers to maintain a higher level of working capital. Under this regulation, larger property developers generally are in a better position to compete for large pieces of land due to their stronger financial condition.

Under current regulations, original grantees of land use rights are typically allowed to sell, assign or transfer the land use rights granted to them in secondary markets, provided that (i) the assignment price has been fully paid in accordance with the assignment contract and a land use rights certificate has been obtained; and (ii) development has been carried out according to the assignment contract. If the land use rights are obtained by way of allocation, such land may be transferred through public tender, auction or listing-for-sale. In addition to acquiring land through government-organized tender, auction or listing-for-sale, we may also obtain land use rights through transfers from third parties or through cooperative arrangements with third parties in the secondary markets.

In both government bids and purchases in the secondary market, the purchase price typically includes all expenses required to deliver land use rights, such as resettlement expenses. See "Regulations" in this offering memorandum for further information on rules and regulations relating to land acquisitions. We expect that our land bank will support our property development in next several years.

Financing of Property Developments

The main sources of funding for our property developments include: internal funds, borrowings from banks (including PRC banks and overseas banks), capital contributions from shareholders, share issuances and proceeds from sales and pre-sales and other financing sources such as our issuance of the offshore bonds (planned) and domestic corporate bonds. Our financing methods vary from project to project and are subject to limitations imposed by PRC regulations and monetary policies.

Project Design Work

We have been developing certain sets of design and interior fit-out standards for our projects to meet the needs of different customers. Our regional design division consists of engineers who supervise our architectural design, landscape design, mechanical engineering, and structural engineering. Our regional design division also monitors the work progress to ensure that the project designs meet our design specifications and are completed on time. We have also collaborated with leading domestic and international design firms to work on critical aspects of property development such as architectural design, landscape and environmental design and interior design. We seek to distinguish our property developments by offering distinctive design features, and adding additional functions to our property developments.

Construction Work

We outsource our project construction work primarily to independent third parties. A tender process is usually required to select contractors for construction projects pursuant to national and local regulations. Certain local governments may require that all construction projects go through a tender process. Without any long-term construction outsourcing contracts in place, our operations management division organizes a tender process to work with a number of qualified contractors to create a competitive environment. We consider their track record performance, work quality, proposed delivery schedules and costs in our selection process and seek to maintain our construction costs at a reasonable level without sacrificing quality.

The construction contracts we enter into with construction companies typically contain warranties with respect to quality and timely completion of the construction projects. We require construction companies to comply with PRC laws and regulations relating to the quality of construction as well as our own standards and specifications. Our operations management division monitors quality and cost control and construction progress closely during construction. In the event of a delay in construction or unsatisfactory quality of workmanship, we may require the construction companies to pay a penalty or provide other remedies. Our construction contracts typically provide for payments based on construction progress until a specified maximum percentage of the total contract sum is paid. Payments to contractors are determined primarily on the labor and material costs, fitting requirements and construction progress, and are adjustable under the construction contract.

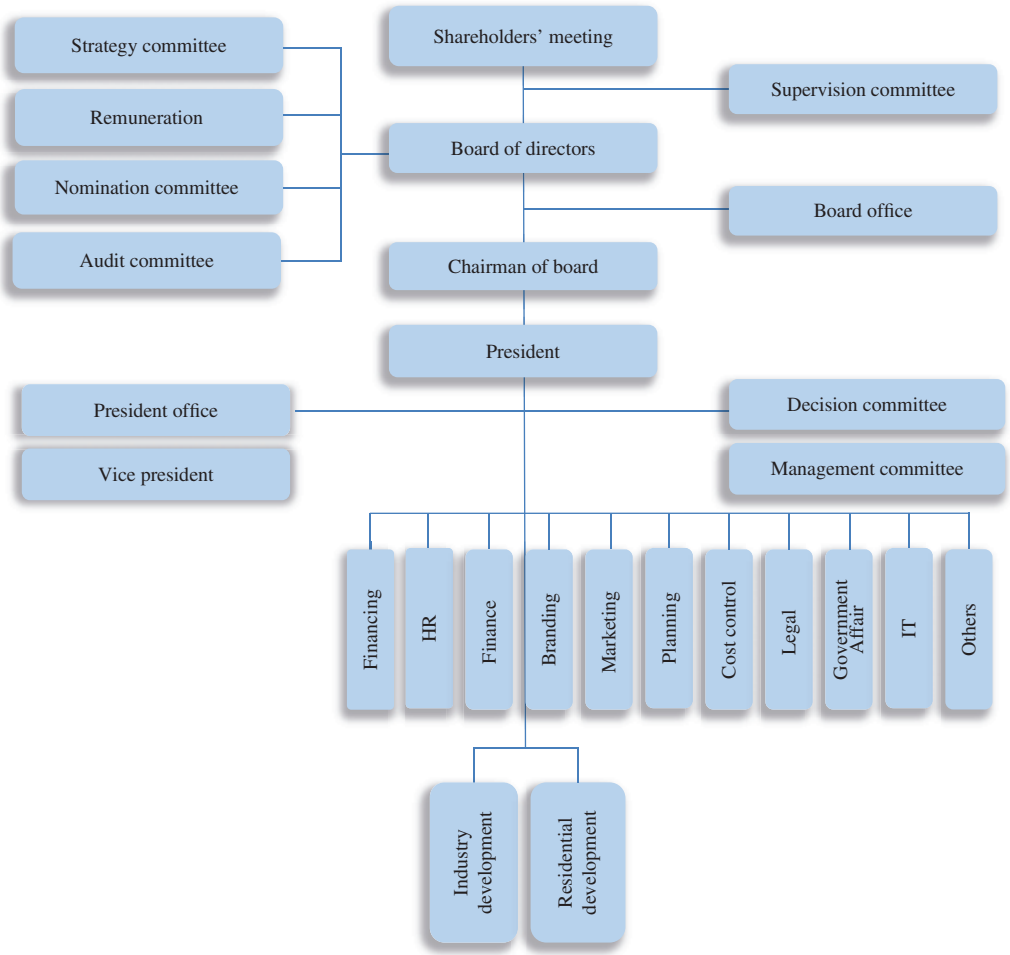
Quality Control, Construction Supervision and Internal Organization

We place a strong emphasis on quality control to ensure that our properties comply with relevant regulations and are of high quality. As part of our quality control procedures, we typically engage reputable design and construction companies to undertake our projects. To maintain quality control, we employ strict procedures for selection, inspection and testing of equipment and materials. Our project management teams inspect equipment and materials to ensure compliance with the contractual specifications before accepting the materials on site and approving payment. We reject materials which are below our standards or do not comply with our specifications and return them to the suppliers.

To ensure quality and monitor the progress and workmanship of construction, each of our projects has its own on-site project management team, which comprises qualified engineers led by our project manager. Our project management teams provide on-site supervision of the project. The contractors are also subject to our quality control procedures, including appointment of internal on-site quality control engineers, examination of materials and supplies and on-site inspection. In addition, we have a quality control team which consists of qualified engineers and inspects the quality of the construction work on a selective basis. We also engage independent quality supervisory companies to conduct quality and safety control checks on all building materials and workmanship on site.

Our quality inspection team under the operations management division is responsible for the supervision of the construction of our properties and ensuring that our properties meet specified standards upon completion. In addition, prior to handing over a property to a purchaser, our sales and customer service personnel, together with our engineers and the relevant property management company inspect the property to ensure the quality of the completed property.

The chart below shows our simplified organizational structure:



Pre-sale

We typically conduct pre-sales of our property units prior to the completion of a project or a project phase, subject to satisfaction of certain requirements set forth in laws and regulations governing pre-sales of properties. Under the Law of the Administration of Urban Property of the PRC (《中華人民共和國城市房地產管理法》) and the Administrative Measures Governing the Pre-sale of Urban Property (《城市商品房預售管理辦法》), as amended in 2001 and 2004, we must meet the following conditions prior to commencing any pre-sale of a particular property development:

- the land premium has been fully paid and the relevant land use rights certificates have been obtained;
- the required construction works planning permits and the construction project building permit have been obtained;
- the funds contributed to the property developments where property units are pre-sold may not be less than 25% of the total amount invested in a project and the progress and the expected completion date and delivery date of the construction work have been confirmed; and
- pre-sale permits have been obtained from the construction bureaus at local levels.

PROPERTIES USED BY US

We have leased certain properties owned by independent third parties and our connected person for use as office premises. As of June 30, 2019, we had operating lease commitments in an aggregate amount of RMB923.4 million (US$134.5 million).

PROJECT FINANCING

In 2016, 2017, 2018 and the six months ended June 30, 2019, we financed our new industry and real estate development projects primarily through proceeds from pre-sales and sales of our properties and bank borrowings. As of June 30, 2019, our total outstanding bank and other borrowings amounted to RMB181,843.7 million (US$26,488.5 million). Our bank loans are primarily provided by major commercial banks in the PRC.

Our ability to raise capital for our new industry and real estate development projects is affected by economic and regulatory measures introduced by the PRC government to stabilize the property market in the PRC. In particular, any decisions to raise the reserve ratio by the PBOC will limit the amount available to commercial banks for lending, and limit our ability to obtain financing from commercial banks. Please refer to the section headed "Risk Factors – Risk relating to our Businesses – We may not have adequate financing to fund our projects" in this offering memorandum for further details.

We plan to further develop and diversify our financing channels, such as through equity offerings, bond offering and bank loans. We expect that more diversified sources of financing will strengthen our financial capability, enable us to consider a wider range of favorable land acquisition opportunities as they arise and thus enhance shareholders' return.

SUPPLIERS AND CUSTOMERS

Suppliers

In 2016, 2017, 2018 and the six months ended June 30, 2019, our five largest suppliers, primarily comprising construction companies which are our contractors and each an independent third party, accounted for 22.34%, 24.36%, 12.6% and 5.74% of our total costs of sales, respectively, and our single largest supplier accounted for 8.08%, 8.66%, 8.19% and 2.43%, respectively, of our total costs of sales during the same periods.

Customers

For our new industry city development and operation, our major customers are local government agencies in each area. For our real estate development business, our major customers are individual home buyers. For 2016, 2017, 2018 and the six months ended June 30, 2019, our top five customers were all government agencies in different regions. In 2016, 2017 and 2018 and the six months ended June 30, 2019, our five largest customers accounted for 23.64%, 32.91%, 17.48% and 15.85% of our revenue, respectively, and our single largest customer accounted for 7.98%, 11.11%, 6.56% and 4.99%, respectively, of our revenue during the same periods.

AWARDS AND RECOGNITION

Year	Award/recognition	Awarding body
2019.....	Top 2000 Global Listed Companies	Forbes (福布斯雜誌)
2019.....	Top 500 Brand List	Brand Finance
2019.....	China Top 500 Most Valuable Brands	Brand Finance
2018.....	China Securities Golden Bauhinia Listed Companies with Most Brand Value	Wenwei Media Group (香港大公文匯傳媒集團)
2018.....	Top 2000 Global Corporations	Forbes (福布斯雜誌)
2018.....	Selected for MSCI Index series	MSCI
2018.....	Gu'an New Industry City presented as a demonstrative case	the Third PPP International Forum of UNECE
2018.....	Top 30 Private Listed Enterprises with High-quality Development	The China Enterprise Value Development Forum
2018.....	Top 30 Private Listed Enterprises with Social Responsibilities	The China Enterprise Value Development Forum
2018.....	Nanxun New Industry City, Xinzheng New Industry City and Tuanfeng New Industry City selected as MOF's fourth batch of model PPP projects	MOF
2016, 2017 and 2018....	2017 China's New Industry City Operators Overall Strength Top 1 (2017年中國產業新城運營商綜合實力第一)	China Index Academy
2017	Lai'an New Industry City selected as one of NDRC's second batch of model PPP projects	NDRC
2017.....	2017 China Best Employer – Development Engine Award (2017中國最佳僱主 – 發展引擎獎)	Aon Hewitt
2017 and 2016	No.1 in terms of operational stability among Top 500 Real Estate Developers in China	China Real Estate Association
2016.....	Gu'an New Industry City and Lishui New Industry City selected as MOF's third batch of model PPP projects for the development of two new industry cities	MOF
2016.....	1st in Top 10 Worth of Investment Shanghai and Shenzhen Listed Real Estate Companies (2016年滬深上市房地產公司投資價值TOP10第一名)	Research Group of Top 10 China Real Estate Companies

Year	Award/recognition	Awarding body
2016.....	Top 50 Most Dynamic Private Enterprises in Asia (2016亞洲最有活力私營企業50強)	Forbes (福布斯雜誌)
2016.....	Top 500 Chinese Private Enterprises (中國民營企業五百強)	All China Federation of Industry and Commerce (中華工商聯合會)

COMPETITION

In recent years, a number of large-scale development enterprises have emerged in the new industry city and urban real estate development industries. Competition in terms of brand, scale and capital has also become increasingly fierce. In the meantime, as many internationally renowned and powerful foreign-funded development companies entered China, market competition will become even more intense. Moreover, the PRC government has implemented a series of policies to control the growth and curtail the overheating of, and foreign investment in, the PRC property sector. We believe that the PRC real estate industry still has large growth potential. The Company will face greater risks of industrial competition and operating pressure in the future. We compete on a broad range of factors, including product quality, service quality, price, financial resources, brand recognition, ability to acquire land and other factors. We believe that, with our solid experience in new industry city and real estate development, our reputable brand name, our scale, our keen insight in the relevant markets and our effective management team, we are able to respond promptly and effectively to challenges in the PRC property market. There is no assurance that we will be able to continue competing effectively in our industry.

INTELLECTUAL PROPERTY RIGHTS

As of June 30, 2019, we had more than 200 trademarks which were registered in the PRC. We believe that we did not suffer from any infringement of our intellectual property rights by any third parties or violate any intellectual property rights of third parties in 2016, 2017, 2018 and the six months ended June 30, 2019.

INSURANCE

According to applicable PRC laws and regulations, property developers are not required to maintain insurance coverage in respect of their property development operations. We typically require the construction contractors of our property development projects to purchase construction in progress insurance for our projects under development. We have not maintained insurance in respect of litigation risks, business termination risks, product liability or important personnel of our Group, as such is not required under the applicable PRC laws and regulations. The Company considers that the insurance coverage of our Group is adequate and in line with the industry norm. There is a risk that we may incur uninsured losses, damage or liabilities. For further information, please refer to the section headed "Risk Factors – Risks relating to our business – We may not have adequate insurance coverage to cover our potential liability or losses, and as a result our business, results of operations and financial condition may be materially and adversely affected" in this offering memorandum.

EMPLOYEES

As of December 31, 2018, we employed more than 26,779 direct, full-time employees. Most of our employees are located in the PRC.

We believe that our employees are among the most valuable assets of our Group and have contributed to the success of our Group. We provide both in-house and external training to our employees to enhance their knowledge of our corporate culture, our property development projects, sales techniques and information technology skills, and provide training to individual employees according to their respective job description.

Since our inception, we have not experienced any significant turnover of staff or any disruption to our business operations due to labor disputes. The Company considers that it has maintained a good relationship with its employees. There had been no complaints or claims from employees that materially and adversely affected our business operations in 2016, 2017, 2018 and the six months ended June 30, 2019.

ENVIRONMENTAL MATTERS

We are subject to a number of environmental and safety laws and regulations in the PRC including the PRC Environmental Protection Law (中華人民共和國環境保護法), the PRC Prevention and Control of Noise Pollution Law (中華人民共和國環境噪聲污染防治法), the PRC Environmental Impact Assessment Law (中華人民共和國環境影響評價法) and the Administrative Regulations on Environmental Protection for Development Projects (建設項目環境保護管理條例). Please refer to the section headed "Regulation – Real Estate Development – Environment" in this offering memorandum for details of these laws and regulations. Pursuant to these laws and regulations, depending on the impact of the project on the environment, an environmental impact report, an environmental impact analysis table or an environmental impact registration form must be submitted by real estate developer before the relevant authorities grant approval for the commencement of the construction of the property development. In addition, upon completion of the property development, the relevant environmental authorities will also inspect the property to ensure compliance with the applicable environmental protection standards and regulations before the property can be delivered to the purchasers.

Under our typical construction contracts, we require our contractors to strictly comply with relevant environmental and safety laws and regulations. We inspect the construction sites regularly and require our contractors to immediately rectify any default or non-compliance identified. We also provide training to our employees regarding environmental issues from time to time.

As of the date of this offering memorandum, we had not encountered any material issues in passing inspections conducted by the relevant environmental authorities upon completion of our property development projects. In 2016, 2017, 2018 and the six months ended June 30, 2019, no fines or penalties were imposed on us for non-compliance of PRC environmental laws and regulations that materially and adversely affected our business operations, and we had obtained all required approvals in relation to the environmental impact reports, where applicable, for our projects under development.

SOCIAL, HEALTH AND WORK SAFETY

In respect of social responsibilities, in particular health, safety and social insurance, we have entered into employment contracts with our employees in accordance with the applicable PRC laws and regulations.

We maintain social welfare insurance for our full-time employees in the PRC, including pension insurance, medical insurance, personal injury insurance, unemployment insurance and maternity insurance, in accordance with relevant PRC laws and regulations.

Our employees' manual contains policies and procedures regarding work safety and occupational health issues. We provide our employees with annual medical checks and safety training, and our construction sites are equipped with safety gloves, boots and hats. Our Administrative and Human Resources Department is responsible for recording and handling work accidents as well as maintaining health and work safety compliance records.

In 2016, 2017, 2018 and the six months ended June 30, 2019, we did not encounter any material safety accident, there were no claims for personal or property damages and no compensation was paid to employees in respect of claims for personal or property damages.

As a property developer in the PRC, we are subject to arbitration, litigation or administrative proceedings, disputes or claims in the ordinary course of our business. In 2016, 2017, 2018 and the six months ended June 30, 2019, we were involved in legal or other disputes with contractors and purchasers. Each of these proceedings was, in our view, immaterial in terms of its impact on our results of operations and financial condition. As of the date of this offering memorandum, we have not been involved in any actual or threatened arbitration, litigation or administrative proceedings which had or could be expected to have a material adverse effect on our reputation, business, results of operations and financial condition.

LEGAL PROCEEDINGS

We are involved in various legal proceedings arising out of the ordinary course of our business. We do not anticipate significant legal costs or legal fees will be required to defend ourselves in these proceedings.

As of the date of this offering memorandum, we are not aware of any material legal proceedings, claims or disputes currently existing or pending against us. However, we cannot assure you that material legal proceedings, claims or disputes will not arise in the future. See "Risk Factors – Risks Relating to Our Businesses – We may be involved from time to time in disputes, administrative, legal and other proceedings arising out of our operations and may face significant liabilities or damage to our reputation as a result."

Set out below is a summary of certain aspects of PRC legal and regulatory provisions relating to our operations and business. These include laws and regulations relating to land, real estate development, real estate management, hotel operation, foreign exchange control, overseas listing, taxation, intellectual property and labor protection.

LAND

Categories of Land

Land in the PRC is categorized by ownership type or by usage. By ownership type, land can be divided into: (i) State-owned land ("SOL") owned by the State and (ii) collectively-owned land ("COL") which is collectively owned, under the Land Administration Law of the PRC《中華人民共和國土地管理法》adopted by the Standing Committee of NPC on June 25, 1986, as revised and amended. Unless otherwise specified by law, SOL is located in urban areas while COL comprises all land in rural and suburban areas. All land for residential construction and land and hills reserved for farmers in rural and suburban areas are allowed to be retained by farmers. COL is not allowed to be used for non-agricultural construction purposes. COL may be converted into SOL and such conversion is subject to the approval of the State Council or the local government depending on the size and the original use of the relevant parcel of COL.

According to the Land Administration Law of the PRC《中華人民共和國土地管理法》, land can also be divided into (i) land designated for agricultural use, (ii) land designated for construction use, and (iii) unutilized land. Land designated for agricultural use refers to land used directly in agricultural production, including cultivated land, wooded land, grassland, land for farmland water conservancy and water surfaces for breeding, etc. Land designated for construction use refers to land on which buildings and structures are built, including land for urban and rural housing and public facilities, land for industrial and mining use, land for building communications and water conservancy facilities, land for tourism and land for building military installations etc. Unutilized land refers to land other than that for agricultural and construction uses. The land user shall use the land in accordance with the approved use.

The land use rights of SOL can be further divided into two categories in terms of acquisition methods pursuant to the Provisional Regulations of the PRC on the Assignment and Transfer of the Right to the Use of the State-owned Land in Urban Areas《中華人民共和國城鎮國有土地使用權出讓和轉讓暫行條例》promulgated by the State Council on May 19, 1990. The first category, "allocated SOL" refers to the SOL which can be acquired by a user without paying compensation in accordance with law. The second category, "granted SOL" refers to the SOL which requires the acquirer to pay a land premium in accordance with law.

The second category, "granted SOL" refers to the SOL which requires the acquirer to pay a land premium in accordance with law. On condition that the requirements are satisfied, the allocated right to the use of the land and the ownership of the above-ground buildings and other attached objects may, subject to the approval of the land administration departments and the housing administration departments under the people's governments at the municipal and county levels, be transferred, leased or mortgaged, all the income gained from the allocated land shall be confiscated by the relevant land authority. Furthermore, the entity or individual that illegally transfers, leases or mortgages the parcel of allocated land shall be fined in accordance with the seriousness of the case.

REAL ESTATE DEVELOPMENT

Establishment of a Real Estate Development Enterprise

Pursuant to the PRC Urban Real Estate Administration Law《中華人民共和國城市房地產管理法》(the "Urban Real Estate Law") promulgated by the Standing Committee of NPC, which became effective on January 1, 1995 and was revised on August 30, 2007, August 27, 2009, and August 26, 2019, a "real estate developer" refers to an enterprise which engages in the development and operation of real estate for profit-making purposes. Under the Regulations on Administration of Development of Urban Real Estate《城市房地產開發經營管理條例》(the "Development Regulations") promulgated by the State Council on July 20, 1998, revised on January 8, 2011, March 19, 2018, and March 24, 2019, an enterprise engaging in real estate development must satisfy the following requirements in addition to other enterprise establishment conditions provided in the relevant laws and administrative regulations:

- its registered capital must be RMB1 million or more; and
- it must have four or more full-time professional real estate/construction technicians and two or more full-time accounting officers, each of whom must hold the relevant qualification certificate. The authorities at provincial level, autonomous region level or municipalities under the direct administration of central PRC governments may impose more stringent requirements regarding the registered capital and professional qualifications of real estate enterprises.

To establish a real estate development enterprise, the developer must apply for registration with the local SAIC at or above the county level, which should, in examining the application for the registration, seek the views of the real estate development authority at the relevant level. The developer must also report its establishment to the department of real estate development in the location of its registration within 30 days of receipt of its business license.

Qualification of a Real Estate Developer

Under the Provisions on Administration of Qualifications of Real Estate Developers《房地產開發企業資質管理規定》(the "Provisions on Administration of Qualifications") promulgated by the Ministry of Construction on March 29, 2000 and revised on May 4, 2015 and December 22, 2018, a real estate developer must apply for a classification certificate. An enterprise may not engage in property development without a qualification classification certificate for real estate development. The competent authorities of construction under the State Council is in charge of monitoring the qualifications of all real estate developers within the PRC, and local real estate development authorities at or above the county level are in charge of monitoring the qualifications of local real estate developers. Under the Provisions on Administration of Qualifications, real estate developers are divided into four classes:

- Class 1 qualification is subject to preliminary examination by the construction authorities at the provincial level and the final approval of the competent authorities of construction under the State Council. A Class 1 real estate developer is not restricted as to the scale of its real estate projects and may undertake a real estate development anywhere in the country.
- Class 2, 3 or 4 qualifications and provisional qualifications are regulated by the construction authorities at the provincial level. A real estate developer of the Class 2 qualification or lower may undertake a project with a GFA of less than 250,000 sq.m., detailed business scope of the developer of the Class 2 qualification or lower is determined by the construction authorities at the provincial level.

Under the Provisions on Administration of Qualifications, the real estate development authorities will examine applications for registration of qualifications submitted by real estate developers by mainly considering their financial condition, and the length of time they have conducted real estate development business, the professional personnel they employ, the performance and operating results from their past real estate operations and their quality control systems. A real estate developer that passes the qualification examination will be issued a qualification certificate of the relevant class by the qualification examination authority. A developer of any qualification classification may only engage in the development and sale of real estate within its approved scope of business and may not engage in business which is limited to another higher classification. The real estate development authorities perform annual inspections of qualified developers. Developers who fail to meet the qualification requirements or which operate in breach of the requirements may have their qualification classification certificates degraded or revoked.

For a newly established real estate developer, which passes the qualification examination, the real estate development authority will issue a provisional qualification certificate within 30 days of receipt by the authority of the relevant application for filing. The real estate developer must apply to the real estate development authority within one month before the expiry of its provisional qualification certificate for a formal qualification classification certificate. Any failure to obtain the required provisional or formal qualification certificate or a development of a project exceeding the prescribed scope of the qualification may result in a fine ranging from RMB50,000 to RMB100,000 and, if such failure is not rectified within the prescribed period, the developer's qualification certificate and/or business license may be revoked.

Acquisition of Land Use Rights

Although all land in the PRC is owned by the State or is collectively owned, individuals and entities may obtain land use rights and hold such land use rights for development purposes. Individuals and entities may acquire land use rights in different ways, the two most important ways of which are either a grant of land use rights by local land authorities or a transfer of land use rights by land users who have obtained land use rights. The grant of land use rights from local land authorities may be carried out by means of tender, auction or listing-for-sale and subject to the regulations discussed below as applicable, pursuant to agreements entered into directly with the local governments.

Grant of Land Use Rights

Pursuant to the Regulation on the Grant of Land Use Rights Through Bilateral Agreement《協議出讓國有土地使用權規定》promulgated by the MLR, which became effective on August 1, 2003, land use rights may be granted by way of a bilateral agreement between the relevant land authority and a grantee other than by means of tender, auction or listing-for-sale as required by laws, regulations or rules. The land premium set out in a bilateral agreement should not be lower than the minimum price set by the central government. For land in areas with standard land prices, the land premium pursuant to any bilateral agreement should not be less than 70% of the standard land price of the relevant land category. If the price guidelines are not adhered to, the land use rights cannot be granted. If there is only one prospective land user on the plot of land to be granted, the land authority may grant the land use rights through a bilateral agreement with the exception of land used for business, tourism, entertainment, residential commodity properties and other purposes for business operations. Upon full payment of the land premium, a land user may register with the land administration authority and obtain a land use rights certificate as evidence of the acquisition of the land use rights. As of July 1, 2002, the grant of land use rights by way of competitive processes is governed by the Regulations on the Grant of State-owned Land Use Rights by Tender, Auction or Listing-for-Sale《招標拍賣掛牌出讓國有土地使用權規定》(the "2002 Regulations"), issued by the MLR in May 2002. The 2002 Regulations specifically provide that the land to be used for operational purposes, including business, tourism, entertainment, and residential commodity properties, or land for which there are two or more prospective land users, must be granted by way of tender, auction or listing-for-sale. A number of measures are provided by the 2002 Regulations to ensure such grant of land use rights for commercial purposes is conducted openly and fairly. On November 1, 2007, the Regulations on the Grant of State-owned Construction Land Use Rights by Tender, Auction or Listing-for-Sale 《招標拍賣掛牌出讓國有建設用地使用權規定》(the "2007 Regulations"), became effective to further strengthen the 2002 Regulations. The 2007 Regulations also require that the land used for industrial purpose (except land for mining) shall be granted by way of tender, auction or listing-for-sale. The 2007 Regulations further specify that the grantee of State-owned construction land use rights shall pay the premium for the grant of State-owned land use rights fully in accordance with the land grant contract before it could proceed with the relevant procedures for grant of State-owned land use rights registration and apply for a land use rights certificate. No grantee could be granted a land use rights certificate for the land in proportion to the partial payment of the premium that the grantee has paid. The Circular of the State Council on Promoting the Economical and Intensive Use of Land《國務院關於促進節約集約用地的通知》which was promulgated by the State Council on January 3, 2008, land for residential purpose should be arranged in a reasonable manner and land supply for villa-type real estate development projects should be ceased on a continual basis.

On July 24, 2019, the Ministry of Natural Resources of the PRC (the "MNR") issued the Provisions on the Economical and Intensive Use of Land《節約集約利用土地規定》, which came into effect on the same day. The provisions require the use and price of commercial land to be determined by tender, auction or listing-for-sale. Compensation for all types of land supply shall not be lower than the lowest standards stipulated by the government. No circumvention of land transferring fees shall be allowed by means of land-exchange projects, return of fees after collection or subsidies.

On March 18, 2004, the MLR and the Ministry of Supervision issued the Notice Regarding Supervision Work of Legal Enforcement Situation of Granting Business Land Use Rights Through Tender, Auction or Listing-for-Sale《關於繼續開展經營性土地使用權招標拍賣掛牌出讓情況執法監察工作的通知》, which requires that commencing on August 31, 2004, land designated for the purposes of business operations shall be granted through tender, auction or listing-for-sale and may not be granted pursuant to the bilateral agreements entered into directly with the local land authority for any historical reasons.

The Notice on Issues Relating to the Strengthening of Land Control《關於加強土地調控有關問題的通知》promulgated by the State Council on August 31, 2006 sets out the administration of the income and expenditure relating to land premium, modifies the tax policies relating to the land and created a system of the publication of the standards of the lowest price in respect of the grant of the land use rights for SOL for industrial purposes.

On November 18, 2009, five governmental authorities, including the MOF, Ministry of Supervision, National Audit Office of the PRC, MLR and PBOC issued the Notice on Further Strengthening the Management of the Income and Expenditure Relating to Land Grants《關於進一步加強土地出讓收支管理的通知》to regulate the management of income and expenditure on land grants. In particular, property developers are required to provide a down payment of no less than 50% of the land premium and are required in principle to pay all of the land premium in installments within one year.

Pursuant to the Notice on Issues relating to Strict Enforcement of Adjustment Policies on Real Estate Land and Improvement of the Healthy Development of Land Market《關於嚴格落實房地產用地調控政策促進土地市場健康發展有關問題的通知》promulgated by the MLR on December 19, 2010 and became effective on the same date:

- provincial MLR shall reinforce the examination of public notices relating to the grant of land use rights by way of public tenders, auctions or listings-for-sale, and shall require the municipal and county MLR to withdraw these public notices and formulate a new plan for granting land use rights if any of the following events occur:

  (i) land use rights granted over a parcel of land where the land area exceeds the size approved by the relevant competent authorities;

  (ii) more than one parcel of land is granted to the same bidder at the same time;

  (iii) land use rights granted over a parcel of land where the demolition of buildings erected on such land has not been carried out or the occupants of such land have not been compensated for the demolition and resettlement;

  (iv) land use rights granted over a parcel of residential land with a plot ratio of less than one;

  (v) land use rights granted to an unlawful entity; and

  (vi) land use rights granted in other circumstances which will be in contravention of the relevant PRC laws and regulations.

- bidders for the land use rights and their controlling shareholders are not allowed to pass the bidder qualification examination if they, among other things, (i) fraudulently obtain land use rights by falsifying documents, (ii) resell or transfer land use rights illegally, (iii) leave the land idle for more than one year due to their own acts, and/or (iv) develop land in manners which contravenes the terms of the land use rights contracts. In addition, the bidders and their controlling shareholders are prohibited from participating in the grant of land use rights process before they rectify the above acts.

On January 26, 2011, the General Office of the State Council issued the Notice on Further Adjustment and Control of the Real Estate Market《國務院辦公廳關於進一步做好房地產市場調控工作有關問題的通知》to provide stricter management regulations of housing land supply. Among the various requirement set out by the notice, entities and persons participating in the bidding of land shall state the source of capital and provide the relevant evidence.

Pursuant to the Notice on Further Strengthening the Administration of the Costs and Revenues Associated with Land Transfer《關於進一步加強土地出讓收支管理的通知》, jointly issued by the MOF, the MLR, the PBOC, the Ministry of Supervision and the National Audit Office on November 18, 2009, all payments for land use rights made in installments must be made in full within one year. In certain circumstances the payment term may be extended to two years upon the approval of the competent authorities. In addition, the initial installment payment may not be less than 50% of the total price of the land use rights.

The Emergency Notice on Further Tightening the Administration on Real Estate Land Use and Reinforcing the Control Results of Real Estate Market《關於進一步嚴格房地產用地管理鞏固房地產市場調控成果的緊急通知》(the "Emergency Notice") promulgated on July 19, 2012, further emphasized the strict enforcement of current regulations on land grants:

- the plot area ratio for residential land shall not be less than 1.0;
- for all types of housing construction projects, construction work shall be commenced within one year of the date when the land is delivered as set forth in the land grant contract and shall be completed within three years after its commencement date;
- the bidding deposit for a land grant shall not be less than 20% of the base price; and
- the land grant contract shall be signed within 10 working days after a land grant deal is concluded, a down payment of 50% of the land premium shall be made within one month after signing the contract, and the remaining payment shall be made in a timely manner in accordance with the contract and in any event no more than one year.

According to the Circular on the Implementation of the Catalog for Restricted Land Use Projects (2012 Edition)《限制用地項目目錄(2012年本)》and the Catalog for Prohibited Land Use Projects (2012 Edition)《禁止用地項目目錄(2012年本)》promulgated by the MLR and the NDRC on May 23, 2012, the area of a plot of land to be granted for residential use may not exceed (i) seven hectares for small cities and towns, (ii) 14 hectares for medium-sized cities or (iii) 20 hectares for large cities. The plot area ratio for residential land shall not be lower than 1.0. No land may be granted for "villa" property projects.

Under the Urban Real Estate Law《中華人民共和國城市房地產管理法》, those who have obtained the land use rights through grant must develop the land in accordance with the terms of use and within the period of commencement prescribed in grant contract for the land use rights.

Transfer of Real Estate

According to the Provisions on the Administration of Urban Real Estate Transfer《城市房地產轉讓管理規定》promulgated by the Ministry of Construction in August 1995, as amended in August 2001, a real estate owner may sell, donate or otherwise legally transfer real estate to another person or entity. When transferring a building, the ownership of the building and the land use rights attached are transferred together. The parties to the transfer must enter into a written real estate transfer contract and register the transfer with the competent real estate authority within 90 days of the execution of the transfer contract.

If the land use rights are initially obtained by way of a grant from a local land authority, the following conditions shall be satisfied when the real estate is transferred:

- the land premium having been paid in full according to the terms of the land grant contract, and land use rights certificate having been obtained;
- where investment and development is carried out in accordance with the terms of the land grant contract if it relates to (i) house construction projects, not less than 25% of the total development project shall be completed; and (ii) development of whole plot of land, the land having been developed and constructed according to the planning, and the construction of the civil infrastructure and public facilities such as water supply, drainage, power supply, heat supply, roads, traffic and communications having been completed, and the conditions for industrial use or construction having been fulfilled; and

- where the building was completed, the property ownership certificate have been obtained. If the land use rights are initially obtained by way of a grant from a local land authority, the term of the land use rights after the real estate transfer will be the remaining portion of the original grant obtained by the original land users.

If the land use rights transferred are initially obtained by way of allocation, the transfer shall be approved by the competent government authorities. Except as provided by relevant laws, the transferee must complete the formalities for the transfer of land use rights and pay the land premium after the transfer approval is obtained.

According to the Regulations on Administration of Development and Operations of Urban Real Estate, promulgated by State Council on July 20, 1998 and revised on January 8, 2011, March 19, 2018, and March 24, 2019《城市房地產開發經營管理條例》 and the Interpretation of the Supreme People's Court on Certain Issues Concerning the Application of Law in Trying Cases Involving Disputes over Contracts on Purchase and Sale of Commodity Premises《最高人民法院關於審理商品房買賣合同糾紛案件適用法律若干問題的解釋》 promulgated by Supreme People's Court on April 28, 2003 and became effective on June 1, 2003, the purchaser of a pre-sold commercial house shall, within 90 days as of the date of the delivery for use of the commercial house, go through formalities for modification of land-use right and registration of the ownership of the house; a buyer of an ready-built commercial house shall, within 90 days as of the day of the conclusion of the sale contract, go through formalities for modification of land-use right and registration of the ownership of the house. The real estate development enterprise shall assist the purchaser of commercial housing in going through the formalities for modification of land-use right and registration of the ownership of the house, and provide necessary certification documents. If the buyer fails, due to reasons attributable to the Seller, to obtain the certificate of ownership of the premises before the expiration of the following respective time limits, the Seller shall be liable for breach of the contract, except as otherwise agreed upon by the parties.

Pre-examination of the Construction Sites

Under the Measures for Administration of Examination and Approval for Construction Sites《建設用地審查報批管理辦法》promulgated by the MLR on March 2, 1999 and amended on November 30, 2010 and November 29, 2016 and the Measures for Administration of Preliminary Examination of Construction Project Sites《建設項目用地預審管理辦法》promulgated by the MLR on November 29, 2008 and became effective on January 1, 2009 and revised in 2016, a real estate developer must make a preliminary application for construction to the relevant land administrative authority when carrying out a feasibility study on a construction project. Upon receipt of a preliminary application, the land administration authority will carry out a preliminary examination of various aspects of the construction project in compliance with the overall zoning plans and land supply policies of the PRC Government, and will issue a preliminary approval if it is satisfied with the result of its examination. The opinions derived from this preliminary examination are requisite documents for the approval of the construction project.

Planning Permits and Construction Permits

Under the Measures for Administration on Planning of Granting and Transfer of Right to Use Urban State-owned Land《城市國有土地使用權出讓轉讓規劃管理辦法》promulgated by the Ministry of Construction on December 4, 1992 and which became effective on January 1, 1993 and was amended on January 26, 2011, after obtaining a construction land planning permit, the real estate developer shall organize the necessary planning and design work in accordance with planning and design requirements and apply for a construction work planning permit from the relevant urban planning authority pursuant to the Law of the PRC on Urban and Rural Planning《中華人民共和國城鄉規劃法》 promulgated by Standing Committee of the NPC in October 2007 and effective on January 1, 2008 and and revised on April 24, 2015 and April 23, 2019.

A real estate developer must apply for a construction work commencement permit from the relevant construction administrative authority under the local people's government above the county level pursuant to the Measures for the Administration of a Construction Permit of Construction Projects《建築工程施工許可管理辦法》promulgated by the MOHURD on June 25, 2014 and became effective on October 25, 2014 and revised on September 28, 2018.

The Notice on Forwarding the Opinions of Such Departments as the Ministry of Construction relating to the Adjustment House Supply Control Structure and Stabilizing Property Prices (the "Guo Ban No. 37 Document") 《國務院辦公廳轉發建設部等部門關於調整住房供應結構穩定住房價格意見的通知》 promulgated by the General Office of the State Council on May 24, 2006 stipulates that since June 1, 2006, with regard to newly approved or constructed residential commodity properties, houses with a construction area of less than 90 sq.m. (including economically affordable houses) shall take up more than 70% of the total area to be constructed. The projects which have received project development approvals prior to the date on which Guo Ban No. 37 Document became effective but have not obtained construction work commencement permits must adjust their planning in order to confirm with the above-mentioned requirement. The Certain Opinions regarding the Implementation of the Ratio Requirements for the Structure of Newly Constructed Residential Properties《關於落實新建住房結構比例要求的若干意見》issued by the Ministry of Construction on July 6, 2006 restates that since June 1, 2006, houses in individual cities (or counties) with a construction area of less than 90 sq.m. shall comprise 70% of the total area of commodity houses newly approved and commenced in one year (calculated from June 1). All cities are required to implement the conditions for the planning and design of newly-built residential commodity properties and determine the structural proportion of residential commodity properties strictly in compliance with the above-mentioned requirements, and may not violate such requirement without authorization. The urban planning administration will not issue the construction work planning permit if any entity violates these requirements without authorization. If the planning and design is not in compliance, the examination and approval authorities of the design documents and the construction drawings will not issue the qualification certificate and, consequently, the construction administrative authority shall not issue the construction work commencement permit, and the real estate development authority shall not issue the Pre-sale Permit.

Completion of a Real Estate Project

Construction projects shall be delivered for use only after passing the inspection and acceptance test under Article 61 of the PRC Construction Law《中華人民共和國建築法》, which became effective on March 1, 1998 and subsequently amended on April 22, 2011 and April 23, 2019.

A real estate development project must comply with various laws and legal requirements concerning planning, construction quality, safety and environment and technical guidance on architecture, design and construction work, as well as provisions contained in the relevant contracts. On January 30, 2000, the State Council promulgated and implemented the Regulation on the Quality Management of Construction Projects《建設工程質量管理條例》 (revised in 2017 and 2019), which sets out the respective quality responsibilities and liabilities including the provision of quality warranties for developers, construction companies, exploration companies, design companies and construction supervision companies. After the construction of a project is complete, the real estate developer must arrange an inspection and acceptance test under the supervision of the relevant competent governmental authorities together with the relevant parties involved in the construction and experts (if necessary) according to the Provisions on Inspection Upon Completion of Buildings and Municipal Infrastructure《房屋建築和市政基礎設施工程竣工驗收規定》promulgated by the MOHURD on December 2, 2013. The real estate developer shall submit records for filing to the departments in charge of project construction of the relevant local governmental authorities above the county level in the area where the projects are constructed within 15 days after the projects having successfully passed the completion acceptance inspection, pursuant to the Measures for the Administration on the Filing of Inspection Upon Completion of Buildings and Municipal Infrastructure《房屋建築和市政基礎設施工程竣工驗收備案管理辦法》, promulgated by the Ministry of Construction on April 4, 2000 and amended by the MOHURD on October 19, 2009.

Sale of Commodity Properties

Under the Measures for Administration of Sale of Commodity Properties《商品房銷售管理辦法》promulgated by the Ministry of Construction on April 4, 2001 and became effective on June 1, 2001, the sale of commodity properties can include both sales prior to the completion of the properties and sales after the completion of the properties.

Pre-Sale of Commodity Properties

Any pre-sale of commodity properties must be conducted in accordance with the Measures for Administration of Pre-sale of Commodity Properties 《城市商品房預售管理辦法》 (the "Pre-sale Measures") promulgated by the Ministry of Construction on November 15, 1994, as amended on August 15, 2001 and July 20, 2004. The Pre-sale Measures provide that any pre-sale of commodity properties is subject to specified procedures. The pre-sale of commodity properties shall be subject to a licensing system. If a real estate developer intends to sell commodity properties in advance, it shall apply to the real estate administrative authority to obtain a pre-sale permit. The pre-sale of commodity properties is required to meet the following conditions:

- the related land premium having been fully paid up and a land use rights certificate having been obtained;
- a construction work planning permit and a construction work commencement permit having been obtained; and
- the funds invested in the development of the commodity properties intended for pre-sale representing 25% or more of the total investment in the project and the progress of construction and the completion and delivery dates having been properly determined.

The proceeds of pre-sale of commodity properties must be used to develop the relevant project. Further, the Pre-sale Measures authorizes the real estate administrative authority on the provincial autonomous regional and municipal level to set up their implementation rules in accordance with the Pre-sale Measures.

Sales after the Completion of Commodity Properties

Commodity properties may be put up for post-completion sale only when the preconditions for such sale have been satisfied. Under the Regulatory Measures on the Sale of Commodity Properties《商品房銷售管理辦法》, the sale of commodity properties after the completion shall meet the following conditions:

- the real estate development enterprise has a business license and a qualification classification certificate for real estate development;
- the land use rights certificates or approval documents of land use having been obtained;
- the construction work planning permit and the construction work commencement permit having been obtained;
- the commodity properties having been completed, inspected and accepted as qualified;
- the relocation of the original residents having been completed;
- the supplementary essential facilities such as the supply of water, electricity, heating and gas, and communications are ready for use, and other public facilities are ready for use, or the schedule of the property management plan is completed; and
- the property management plan shall have been completed.

The Provisions on Sales of Commodity Properties at Clearly Marked Price《商品房銷售明碼標價規定》 was promulgated by the NDRC on March 16, 2011 and became effective on May 1, 2011. According to the provisions, any real estate developer or real estate agency ("real estate operators") is required to mark the selling price explicitly and clearly for both newly-build and second-hand commodity properties. The provisions require real estate operators to clearly indicate the prices and relevant fees of commodity properties, as well as other factors affecting the prices of commodity properties to the public. With respect to the estate development projects that have received property pre-sale license or have completed the filing procedures for constructed properties, real estate operators shall announce all the commodity properties available for sales on at once within the specified time limit. Furthermore, with regard to a property that has been sold out, real estate operators are

obliged to disclose this information and to disclose the actual transaction price. Real estate operators cannot sell commodity properties beyond the explicit marked price or charge any other fees not explicitly marked. Moreover, real estate operators may neither mislead properties purchasers with false or irregular price marking, nor engage in price fraud by using false or misleading price marking methods.

Estate Loan

In June 2003, the PBOC issued the Notice on Further Strengthening the Management of Real Estate Credit Business《關於進一步加強房地產信貸業務管理的通知》to tighten the criteria for banks to issue loans to real estate development enterprises, governmental land reserve institutions, construction enterprises, individual buyers of residential properties and individual buyers of commercial properties.

On August 30, 2004, the CBRC issued the Guidance on Risk Management of Property Loans Granted by Commercial Banks《商業銀行房地產貸款風險管理指引》. Pursuant to this guidance, commercial banks: (i) may not grant land reserve loans to borrowers whose capital funds are not in place or are seriously inadequate or whose operational management is non-standard; (ii) shall not grant loans in any form to projects that have not obtained the land use rights certificate, the construction land planning permit, the construction work planning permit or the construction work commencement permit; and (iii) shall require that the capital ratio of development projects of real estate enterprises applying for loans be not less than 35%.

On September 27, 2007, the PBOC and the CBRC promulgated the Notice on Strengthening the Credit Management of Commercial Real Estate《關於加強商業性房地產信貸管理的通知》, with a supplemental notice issued on December 5, 2007, aiming to tighten the control over real-estate loans from commercial banks to prevent excessive credit granting. The measures adopted include:

- If the loan is used for the purchase of a first self-use residential property with a GFA not larger than 90 sq.m., the proportion of down payment to the loan (including loans denominated in RMB and foreign currencies) shall not be less than 20%.

- If the loan is used for the purchase of a first self-use residential property with a GFA larger than 90 sq.m., the proportion of down payment to the loan shall not be less than 30%; if a borrower has already purchased a house with a loan and applies to purchase another one, the proportion of down payment to the loan shall not be less than 40%, and the loan interest rate shall not be less than 1.1 times that of the corresponding benchmark interest rate over the same corresponding period released by the PBOC.

- Commercial banks shall not issue housing mortgage loans where the loan amount fluctuates with the appraised value of the real estate and the usage is not clearly specified. For a house purchased with a mortgage, before the purchaser of such property repays the loan in full, its re-appraised net value shall not be used as the mortgage for additional loans.

- Houses for commercial use that are purchased with loans shall be houses of which the construction has been completed and accepted. The proportion of down payment for purchasing houses for commercial use shall not be less than 50%, with the loan period not exceeding ten years and the loan interest rate not less than 1.1 times that of the corresponding benchmark interest rate over the same corresponding period released by the PBOC.

- If a borrower applies for loans for houses to be used for both commercial and residential purposes, the proportion of down payment shall not be less than 45% and the provisions governing the administration of loans for houses for commercial use shall apply with regard to the loan period and interest rate level.

- Commercial banks shall not issue loans to real estate development enterprises that have been found by relevant governmental authorities to be hoarding land and houses.

In addition, commercial banks shall not issue loans to the real estate development enterprises with a capital ratio of development projects of less than 35%, or the real estate development enterprises that fail to obtain the land use rights certificate, construction land planning permits, construction work planning permits and construction work commencement permits. Commercial banks shall not accept commodity properties that have been vacant for more than three years as collateral for loans. In principle, real estate loans provided by commercial banks should only be used for projects in the areas where the commercial banks are located. Commercial banks shall not provide loans to real estate development enterprises to finance their payments for land premiums.

On July 29, 2008, the PBOC and CBRC promulgated the Notice on Financially Promoting Saving and Intensification of Use of Land《關於金融促進節約集約用地的通知》, which, among other things, has the effect of:

- prohibiting commercial banks from granting loans to real estate developers for the purpose of paying land premiums;

- regulating secured loans for land reserves in various respects, including the requirements to obtain a land use rights certificate, to secure up to 70% value of the security's appraised valuation, and to limit the length of maturity to no more than two years;

- requiring lenders to be cautious in granting or extending loans to any property developer that (i) delays the commencement of development date specified in the land grant contract by more than one year, and (ii) has not finished one-third of the land area for the intended project, or (iii) has not invested a quarter of the intended total project investment amount; and

- prohibiting the grant of loans to the property developer for land which is recognized as being idle for over two years by the PRC land and resources authorities and the acceptance of such idle land as security for loans.

On October 22, 2008, the PBOC issued the Notice on Several Issues Regarding the Expansion of Downward Floating Interest Rate for Individual Commercial Housing Loans《關於擴大商業性個人住房貸款利率下浮幅度等有關問題的通知》to reduce the down payment requirements to 20% of the purchase price, and to lower the lending rate for residential properties of a commercial nature for individuals to 70% of the benchmark lending rate.

On May 25, 2009, the State Council issued the Notice on Adjusting Capital Ratio of Fixed Asset Investment Projects《關於調整固定資產投資項目資本金比例的通知》, which sets out the minimum capital ratio for ordinary residential property development projects and social security housing development projects as 20%, and the minimum capital ratio for other property development projects as 30%.

On January 7, 2010, the General Office of the State Council promulgated the Notice on Promoting the Stable and Sound Development of the Real Estate Market《關於促進房地產市場平穩健康發展的通知》, which, among other things, provides that family units (including the borrower, the borrower's spouse and minors) with outstanding mortgage loans intending to buy second residential properties for themselves are required to pay a down payment of no less than 40% of the purchase price for these second residential properties, and the applicable interest rate shall be set strictly based upon the associated risk level.

On April 17, 2010, the State Council also issued the Notice on Strict Control of the Escalation of Property Prices in Certain Cities 《關於堅決遏制部分城市房價過快上漲的通知》, which further increased the minimum down payment in respect of mortgage loans on purchases of a second residential property by individuals to 50% of the purchase price and provides that the applicable mortgage rate must be at least 1.1 times that of the corresponding benchmark interest rate over the same corresponding period released by the PBOC. The minimum down payment in respect of mortgage loans on purchases of a third or a further residential property by individuals may be substantially increased at the commercial bank's discretion and based on its risk control policies. The notice also specifies that the down payment for first self-used residential properties with a GFA of more than 90 sq.m. must be at least 30% of the purchase price. In addition, in those areas where property prices have escalated and property supply is tight, commercial banks may, depending on the level of risk, suspend granting mortgage loans to buyers purchasing a third or a further residential property or to those non-local residents who fail to provide certificates evidencing their payment for over one year of local tax or social insurance.

On September 29, 2010, the PBOC and CBRC promulgated the Notice on Promoting Differentiated Housing Credit Policy《關於完善差別化住房信貸政策有關問題的通知》, which, among other things:

- prohibits commercial banks from granting or extending loans to property developers that violate laws and regulations such as:

  (i) holding idle land;

  (ii) changing the land use and nature;

  (iii) delaying the commencement and completion of development; and

  (iv) intentionally holding back the sale of properties in the market for the purpose of selling these properties at a higher price in the future;

- prohibits commercial banks from granting housing loans to families that purchase three or more houses or non-local residents who fail to provide certificates evidencing their payment for over one year of local tax or social insurance; and

- increases the minimum of down payment to at least 30% for all first home purchases with mortgage loans.

On November 2, 2010, the MOHURD, the MOF, the PBOC and the CBRC jointly promulgated the Notice on Relevant Issues Concerning Policies of Regulation of Housing Provident Fund for Individual Housing Loan《關於規範住房公積金個人住房貸款政策有關問題的通知》, which provided that, among other things:

- where a first-time home buyer (including the borrower, the borrower's spouse and minors) uses the housing provident fund for individual housing loans to buy an ordinary residential property for self-use, the minimum down payment shall be at least:

  (i) 20%, if the GFA of the property is equal to or less than 90 sq.m.;

  (ii) 30%, if the GFA of the property is more than 90 sq.m.;

- for a second-time home buyer that uses housing provident fund for individual housing loans, the minimum down payment shall be at least 50% and the minimum lending interest rate shall be 110% of the lending interest rate of a first-time home buyer of the same corresponding period;

- the second housing provident fund for individual housing loan will only be available to families whose per capita housing area is below the average in locality and such loan must only be used to purchase an ordinary house for self-use to improve residence conditions; and

- the housing provident fund for individual housing loans to families for their third or further residential property will be suspended.

On January 26, 2011, the General Office of the State Council issued the Notice on Further Adjustment and Control of Real Estate Market《國務院辦公廳關於進一步做好房地產市場調控工作有關問題的通知》. According to this notice, second residential property purchasers are required to pay a down payment of no less than 60% of the purchase price for these second residential properties and the applicable mortgage rate must be at least 1.1 times that of the corresponding benchmark interest rate. Local branches of the PBOC may raise the down payment ratio and interest rate on loans for second residential properties based on the following factors: the price control target set by the local government for newly constructed residential properties and policy requirements, as well as national unified credit policies.

On February 26, 2013, the General Office of the State Council issued the Notice on Continuing Adjustment and Control of Property Markets 《關於繼續做好房地產市場調控工作的通知》 which reaffirmed the above measures.

On September 29, 2014, PBOC and CBRC issued the Notice on Further Improvement of Housing Finance Service《關於進一步做好住房金融服務工作的通知》, which states that, among other things:

- For the family to purchase its first residential property for private use with an individual loan, the down payment of the purchase shall be 30% of the total purchase price and the minimum of the interest rate of the loan is 70% of the base interest rate, and the specific rate may be determined by the bank at its discretion based on the risk.

- For the family which has already owned one residential property and paid up the relevant loan, should it apply for loan again for the second residential property to improve its living conditions, the bank can treat it as the first residential property for its loan application.

- In cities where the measures of "restrictions on house buying" are lifted or not imposed, for the family who has already owned two or more residential properties and paid up the relevant loans, should it apply for loan again for another residential property, the bank shall decide on the percentage of down payment and interest rate by prudently considering the borrower's solvency and credit status.

Banks may approve loan applications submitted by non-residents who satisfy the relevant policies and qualifications based on local urbanization development plans.

On March 30, 2015, the PBOC, CBRC and the MOHURD jointly issued the Notice on Issues of Individual Mortgage Loans Policies《關於個人住房貸款政策有關問題的通知》to lower the minimum down payment to 40% for a family that owns a residential property and has not paid off its existing mortgage loan applying for a new mortgage loan to purchase another ordinary residential property to improve living conditions and allow banks at their own discretion to decide the down payment ratio and loan interest rate taking into consideration the solvency and credit standing of the borrowers.

Where the family of a worker who pays housing provident fund contributions uses a housing provident fund commission loan to purchase the first residential property to be used as the purchaser's residence, the minimum down payment ratio is 20%; where the family of a worker who already owns one residential property, of which relevant housing loan has been settled, files a new application for a housing provident fund commission loan for purchasing of another residential property as the purchaser's residence for the purpose of improving its living conditions, the minimum down payment ratio is 30%.

On March 25, 2016, the General Office of Shenzhen Municipal People's Government of Guangdong Province issued the Opinions on Consummating Housing Security System and Promoting the Development of Real Estate Market Stably and Healthily《深圳市人民政府辦公廳關於完善住房保障體系促進房地產市場平穩健康發展的意見》, which requires every District People's Government of Shenzhen and all units directly under the Shenzhen Municipal Government to increase multi-channel housing supply, improve the housing security system, implement the differentiated housing credit policy, improve the housing purchase policy, regulate the real estate market order and strengthen the prevention and control of the real estate financial risks.

On March 25, 2016, the General Office of Shanghai Municipal People's Government forwarded the Circular of Several Opinions of Shanghai Housing Urban and Rural Construction Management Committee and Other Three Departments on Further Consummating Housing Security System and Promoting the Development of Real Estate Market Stably and Healthily《上海市人民政府辦公廳轉發市住房城鄉建設管理委等四部門關於進一步完善本市住房市場體系和保障體系促進房地產市場平穩健康發展若干意見的通知》, which requires relevant units under the Shanghai Municipal Government to establish the real estate market supervision joint meeting, increase land supply for housing, implement the housing purchase restriction policy strictly, implement the differentiated housing credit policy, strengthen the market supervision and law enforcement inspection, promote the low-rent housing and public rental housing, increase the talent apartment housing, consummate the establishment, supply and management of common property security housing, and promote the transformation of old areas and "villages in the city."

On November 25, 2016, the Shanghai Housing Urban and Rural Construction Management Committee, People's Bank of China Shanghai Branch and China Banking Regulatory Commission Shanghai Regulatory Bureau promulgated the Notice on Promoting the Stable, Healthy and Orderly Development of Shanghai's Real Estate Market and Further Consummating the Differential Housing Credit Policy《關於促進本市房地產市場平穩健康有序發展進一步完善差別化住房信貸政策的通知》 (the "Circular 1062"), which, among other things, provides that:

- each housing administrative authority shall strengthen the housing transaction supervision, verify the housing status and information of the purchasers and issue the inspection results according to relevant rules and regulations;

- for any family which purchases its first residential property (namely, the family has no residential property in Shanghai nor any record of commercial housing loan or housing provident fund loan) with individual commercial housing loan, the family is required to pay a down payment of no less than 35% of the purchase price;

- if any of the following conditions is met, for any family which purchases an ordinary residential property with individual commercial housing loan, the family is required to pay a down payment of no less than 50% of the purchase price, and for any family which purchases a non-ordinary residential property with individual commercial housing loan, the family is required to pay a down payment of no less than 70% of the purchase price:

  (a) The family has no residential property in Shanghai but has record(s) of commercial housing loan or housing provident fund loan; or

  (b) The family has one residential property in Shanghai.

On November 29, 2016, the Shanghai Housing Provident Fund Management Committee issued the Circular on Adjusting the Policies of Shanghai Municipality on Housing Provident Fund for Individual Loan《關於調整本市住房公積金個人貸款政策的通知》(the "Circular 18"), which, among other things:

- provides that, for any family which has no residential property in Shanghai nor any record of housing provident fund loan, the residential property bought by such family shall be treated as the first residential property for its loan application and the credit policy remains unchanged.

- provides that, for any family which has no residential property in Shanghai but has one loan record, or has one residential property and intends to purchase the second residential property to improve its living conditions, the residential property bought by such family shall be treated as the second residential property for improving living conditions for its loan application. Under such circumstances:

  (a) the interest rate of housing provident fund for individual loans is adjusted to 110% of the lending interest rate of a first-time residential property purchaser of the same period;

  (b) the maximum loan amount is adjusted to RMB800,000 (or RMB1,000,000 if additional housing fund is applicable) for a family and RMB400,000 (or RMB500,000 if additional housing fund is applicable) for an individual; and

  (c) the down payment shall be no less than 50% of the purchase price for an ordinary residential property and no less than 70% of the purchase price for a non-ordinary residential property.

- prohibits the Shanghai Housing Provident Fund Management Center from providing a loan to any applicant if:

  (a) the family already has two loan records;

  (b) the purpose of purchasing a second residential property by the family is not for improving living conditions.

Trust Financing

Pursuant to the Measures on Administration of Trust Companies《信託公司管理辦法》(the "Trust Measures"), which became effective on March 1, 2007, "trust companies" shall mean the financial institutions which are incorporated in accordance with the Company Law of the People's Republic of China and are engaged mainly in trust business in the PRC. "Trust business" shall mean the business operation that the trust company undertakes as a trustee of a trust and handles the trust matters under a fiduciary capacity for the purpose of operating business and receiving remunerations. The minimum amount of registered capital of a trust company shall be RMB300 million or the equivalent value in a freely convertible currency.

Pursuant to the Notice on Strengthening the Supervision of Trust Companies' Real Estate Business《關於加強信託公司房地產信託業務監管有關問題的通知》promulgated by the General Office of CBRC on February 11, 2010, trust companies may not offer loans for land acquisitions or early-stage land development and may only grant loans to eligible property developers who satisfy specific requirements set out in the notice.

On November 12, 2010, the CBRC issued the Notice on Risk Alert for Trust Companies' Real Estate Business《關於信託公司房地產信託業務風險提示的通知》 to require all trust companies to conduct self-examination immediately on the compliance risk of the real estate trust business. Business compliance and risk exposure shall be analyzed on a case-by-case basis, including whether the real estate development projects to which loans were issued by trust companies have satisfied the conditions such as the availability of all the "Four Permits" (namely, the land use rights certificate, construction land planning permit, construction work planning permit and construction work commencement permit), whether the real estate developer or its controlling shareholder have obtained Class 2 qualification, and whether capital ratio of the project has reached the national minimum requirement. All banking regulatory bureaus shall strengthen compliance supervision and risk control over real estate business of trust companies within their jurisdiction. If problems are discovered during self-examination and inspection, measures shall be taken immediately to order the trust company for rectification and non-compliance behavior shall be penalized in accordance with the relevant rules and regulations.

Securities Financing

On February 13, 2017, the Asset Management Association of China (the "AMAC") issued the No. 4 Administrative Rules for the Filing of Private Equity and Asset Management Plans Issued by Securities and Futures Institutions (《證券期貨經營機構私募資產管理計劃備案管理規範第4號》) ("Rule 4"), which temporarily suspends the AMAC from accepting any private equity and asset management plan which makes a direct or indirect investment in any ordinary residential property project located in specified cities where the property prices are considered to have risen too fast, including Beijing, Shanghai and Guangzhou, and prevents private equities and asset management plans from funding real estate development enterprises to pay land premium or supply working capital through ways including, but not limited to entrusted loans, trust plans or transfers of beneficial interests in assets.

Leases of Buildings

Under the Urban Real Estate Law《中華人民共和國城市房地產管理法》and the Measures for Administration of Leases of Commodity Properties《商品房屋租賃管理辦法》, promulgated by the MOHURD on December 1, 2010 and became effective on February 1, 2011, parties to a building lease should enter into a written lease contract and register the lease with the relevant real estate administrative authority. Whenever a lease is signed, amended, extended or terminated, the parties are required to register the details with the relevant real estate administrative authority. Parties that fail to do so, even after being ordered by the relevant authorities, will be subject to a fine.

Mortgages of Real Estate

The mortgage of real estate is mainly governed by the Property Law《中華人民共和國物權法》, Security Law of the PRC《中華人民共和國擔保法》, the Urban Real Estate Law and the Measures for Administration of Mortgages of Urban Real Estate《城市房地產抵押管理辦法》. According to these laws and regulations, land use rights, the buildings and other attachments on the ground may be mortgaged. To create a mortgage interest, the parties concerned shall conclude a mortgage contract in writing and register the mortgage. The mortgage interest is created as of the date of registration. Where a building is mortgaged, the land use rights

within the area occupied by the building shall be mortgaged along with the building. Where the land use rights are mortgaged, the buildings on the land shall be mortgaged along with such rights. However, the newly-built houses on the land that is already mortgaged shall not be included in the mortgaged property. Where it is necessary to auction the mortgaged real estate, the newly-built houses on the land may be auctioned, according to law, together with the mortgaged property, but the mortgagee shall have no right to enjoy the priority of having his claim satisfied by the proceeds from auction of the newly-built houses. Where a piece of property of which a property ownership certificate has been obtained in accordance with the law is mortgaged, the relevant registration authority shall record the additional types of ownership on the original property ownership certificate, which shall subsequently be kept by the mortgagor. A Certificate of Other Rights of Property shall be issued to the mortgagee. Where pre-sale commodity properties or construction in process is mortgaged, the registration authorities shall specify the circumstances on the mortgage contract. Where construction of the mortgaged property is completed during the period of mortgage, the parties concerned shall, following acquirement of a property ownership certificate by the mortgagor, undertake a new mortgage registration.

Idle Land

The concern of the MLR on handling of idle land began in 1999. On April 26, 1999, the MLR promulgated the Measures on Handling of Idle Land《閒置土地處置辦法》which determine the scope and definition of idle land and set out the corresponding punishment measures, including payment of idle land fee and repossession of idle land without compensation, and in most recent years, the MLR, and the State Council have taken further measures to supervise and handle idle land, such as the Notice on Strengthening the Handling of Idle Land 《關於加大閒置土地處置力度的通知》 promulgated on September 8, 2007, the Notice on Promoting Saving and Intensification of Use of Land《關於促進節約集約用地的通知》issued on January 3, 2008, the Notice on Restricting the Administration of Construction Land and Promoting the Use of Approved Land《國土資源部關於嚴格建設用地管理促進批而未用土地利用的通知》issued on 11 August, 2009 and the Notice on Further Strengthening Land Use and Construction Management Control of Real Estate《關於進一步加強房地產用地和建設管理調控的通知》 jointly promulgated by the MOHURD and the MLR on September 21, 2010. On June 1, 2012, the MLR revised and promulgated the Measures for the Disposal of Idle Land《閒置土地處置辦法》which further clarified the scope and definition of idle land, and the corresponding punishment measures compared to the old version. Pursuant to the new Measures for the Disposal of Idle Land, under the following circumstances, a parcel of land shall be defined as "idle land":

- any State-owned land for construction use, of which the holder of the land use right fails to start the construction and development thereof within one year after the commencement date of the construction and development work as agreed upon and prescribed in the contract for fee-based use of State-owned land for construction use, or the decision on allocation of State-owned land for construction use;

- any State-owned land for construction use of which the construction and development have been started but the area of land that is under construction and development is less than one third of the total area of land that should have been under construction and development or the invested amount is less than 25% of the total investment, and the construction and development of which has been suspended for more than one year;

- if a parcel of land is deemed as idle land by competent department of land and resources, unless otherwise prescribed by the new Measures for the Disposal of Idle Land, the land shall be disposed of in the following ways:

- where the land has remained idle for more than one year, the competent department of land and resources at the municipal or county level shall, with the approval of the people's government at the same level, issue the Decision on Collecting Charges for Idle Land to the holder of the right to use the land and collect the charges for idle land at the rate of 20% of the land assignment or allocation fee; and the said charges for idle land shall not be included in the production cost by the holder of the land use right;

- where the land has remained idle for more than two years, the competent department of land and resources at the municipal or county level shall, with the approval of the people's government having the jurisdiction to approve thereof, issue a Decision on Taking Back the Right to Use the

State-owned Land for Construction Use to the holder of the right to use the land and take back the right to use the land without compensation; and if any mortgage is created on the idle land, a copy of the Decision on Taking Back the Right to Use the State-owned Land for Construction Use shall be sent to each mortgagee thereof.

Environment

The laws and regulations governing the environmental protection requirements for real estate development in the PRC mainly include the PRC Environmental Protection Law《中華人民共和國環境保護法》, the PRC Environmental Impact Assessment Law《中華人民共和國環境影響評價法》, the PRC Prevention and Control of Noise Pollution Law《中華人民共和國環境噪聲污染防治法》and the PRC Administrative Regulations on Environmental Protection for Construction Projects《建設項目環境保護管理條例》. Pursuant to these laws and regulations, depending on the impact of the project on the environment, an environmental impact report, an environmental impact analysis table or an environmental impact registration form must be submitted by real estate developer before the relevant authorities grant approval for the commencement of the construction of the property development. In addition, upon completion of the property development, the relevant environmental authorities will also inspect the property to ensure compliance with the applicable environmental protection standards and regulations before the property can be delivered to the purchasers.

LAWS AND REGULATIONS RELATING TO HOTEL OPERATIONS

Laws Governing Security and Fire Control

Pursuant to the Provisions on the Administration of Fire Safety of State Organs, Organizations, Enterprises and Institutions《機關、團體、企業、事業單位消防安全管理規定》which was promulgated by the Ministry of Public Security of the PRC on November 14, 2001 and became effective on May 1, 2002, hotels are classified as key administrative units of fire control safety. In April 1998, the Standing Committee of NPC promulgated the PRC Fire Prevention Law《中華人民共和國消防法》, which was amended in October 2008 and April 2019. The PRC Fire Prevention Law《中華人民共和國消防法》requires that public gathering places, including hotels, shall pass a fire prevention safety inspection by the local public security fire-fighting department prior to the commencement of business.

Consumer Protection

In October 1993, China adopted the Law on the Protection of the Rights and Interests of Consumers《中華人民共和國消費者權益保護法》(the "Consumer Protection Law") which was revised on October 25, 2013. Under the Consumer Protection Law, a business operator providing a commodity or service to a consumer is subject to a number of requirements, including the following:

- ensuring that commodities and services meet with certain safety requirements;
- disclosing serious defects of a commodity or a service and adopting preventive measures against damage occurrence;
- providing consumers with accurate information and refraining from conducting false advertising;
- not setting unreasonable or unfair terms for consumers or alleviating or releasing itself from civil liability for harming the legal rights and interests of consumers by means of standard contracts, circulars, announcements, shop notices or other means; and
- not insulting or slandering consumers or conducting searches on consumers or articles carried by consumers or infringing upon the personal freedom of a consumer.

Business operators may be subject to civil liabilities for failing to fulfill the obligations discussed above. These liabilities include restoring the consumer's reputation, eliminating the adverse effects suffered by the consumer, and offering an apology and compensation for any loss incurred. The following penalties may also be imposed upon business operators for the breach of these obligations: issuance of a warning, confiscation of any illegal income, imposition of a fine, an order to cease business operations, revocation of business license or imposition of criminal liabilities under circumstances that are specified in laws and statutory regulations.

REAL ESTATE MANAGEMENT

According to the Regulation on Property Management《物業管理條例》, enacted by the State Council on June 8, 2003 and enforced on September 1, 2003, as amended on August 26, 2007, February 6, 2016 and March 19, 2018, an enterprise may engage in property management without the requirement of obtaining a qualification certificate.

Further more, the owners have the right to elect, appoint or dismiss the property management service provider under the agreement reached through proprietors' conference by the proprietors who exclusively own more than half of the total construction area of the building(s) and who account for more than half of the total number of the proprietors.

FOREIGN EXCHANGE CONTROL

On January 29, 1996, the State Council promulgated the PRC Regulations on the Control of Foreign Exchange《中華人民共和國外匯管理條例》which became effective on April 1, 1996 and was amended on January 14, 1997 and August 5, 2008. This regulation classifies all international payments and transfers into current account items and capital account items. Current account items are no longer subject to SAFE approval, but the conversion of Renminbi into other currencies and remittance of the converted foreign currency outside the PRC for the purpose of capital account items, such as direct equity investments, loans and repatriation of investment, require prior approval from SAFE or its local counterparts. Payments for transactions that take place within the PRC must be made in Renminbi. Unless otherwise approved, PRC companies must repatriate foreign currency payments received from abroad.

On June 20, 1996, the PBOC promulgated the Regulations on Administration of Settlement, Sale and Payment of Foreign Exchange《結匯、售匯及付匯管理規定》which became effective on July 1, 1996. These regulations superseded the relevant provisional regulations and repealed the remaining restrictions on convertibility of foreign exchange in respect of current account items while retaining the existing restrictions on foreign exchange transactions in respect of capital account items. Foreign-invested enterprises may retain foreign exchange in current accounts with designated foreign exchange banks subject to a cap set by SAFE or its local counterparts.

In July 2014, SAFE issued the Circular 37 and its implementation guidelines, which abolishes and supersedes the Circular 75 and its related implementation rules and guidelines. Pursuant to the Circular 37 and its implementation guidelines, PRC residents (including PRC institutions and individuals) must register with local branches of SAFE in connection with their direct or indirect offshore investment in an overseas SPV directly established or indirectly controlled by PRC residents for the purposes of offshore investment and financing with their legally owned assets or interests in domestic enterprises, or their legally owned offshore assets or interests. Such PRC residents are also required to amend their registrations with SAFE when there is a significant change to the SPV, such as changes of the PRC individual resident's increase or decrease of its capital contribution in the SPV, or any share transfer or exchange, merger, division of the SPV. Failure to comply with the registration procedures set forth in the Circular 37 may result in restrictions being imposed on the foreign exchange activities of the relevant onshore company, including the payment of dividends and other distributions to its offshore parent or affiliate, the capital inflow from the offshore entities and settlement of foreign exchange capital, and may also subject relevant onshore company or PRC residents to penalties under PRC foreign exchange administration regulations.

On August 5, 2008, the State Council further amended the PRC Regulations on the Control of Foreign Exchange《中華人民共和國外匯管理條例》, under which several provisions have been revised, including:

- removing the compulsory requirement to repatriate foreign currency payments received from abroad by permitting the foreign currency payments to be repatriated back or deposited abroad in accordance with the required conditions and periods;

- removing the compulsory requirement to convert the foreign currency proceeds in the current account into RMB by permitting those proceeds in the current account to be reserved or sold to financial institutions in accordance with the rule;

- allowing domestic institutions and individuals to invest abroad directly or indirectly, subject to the foreign exchange registration and approval or filing as provided by other laws and regulations; and

- adopting to the market-determined and managed floating RMB exchange rates system.

Pursuant to the Circular of the State Administration of Foreign Exchange on Reforming the Management Approach regarding the Settlement of Foreign Exchange Capital of Foreign-invested Enterprises《國家外匯管理局關於改革外商投資企業外匯資本金結匯管理方式的通知》 promulgated by SAFE on March 30, 2015, which became effective on June 1, 2015 and the Circular of the State Administration of Foreign Exchange on Reforming and Regulating the Management Policies Regarding the Settlement under Capital Account《國家外匯管理局關於改革和規範資本項目結匯管理政策的通知》which was promulgated and became effective on June 9, 2016, the foreign exchange capital of foreign-invested enterprises shall be subject to the discretional foreign exchange settlement, which refers to that the foreign exchange capital in the capital account of foreign-invested enterprises for which the confirmation of rights and interests of monetary contribution by the local foreign exchange bureau (or the book-entry registration of monetary contribution by the banks) has been handled can be settled at the banks based on the actual operation needs of the enterprises. The proportion of discretionary settlement of foreign exchange capital of foreign-invested enterprises is temporarily determined as 100%. SAFE can adjust the aforementioned proportion in due time based on the situation of international balance of payments. In addition, the circulars facilitate foreign-invested enterprises in carrying out, among others, domestic equity investment with the capital obtained from foreign exchange settlement. The use of capital by foreign-invested enterprises shall follow the principles of authenticity and self-use, be within the business scope of the enterprises, and shall not be for the following purposes: i) payments beyond the scope of business of the enterprises or prohibited by laws and regulations, ii) investments in securities or other types of investments (principal-guaranteed bank products excluded), iii) loans to non-related enterprises unless explicitly permitted by the scope of business and iv) payments related to construction or purchase of real estate properties not for self-use (real estate enterprises excluded). Under The Notice of the State Administration of Foreign Exchange on Further Promoting the Reform of Foreign Exchange Administration and Improving Authenticity and Compliance Review《國家外匯管理局關於進一步推進外匯管理改革完善真實合規性審核的通知》promulgated by SAFE on January 26, 2017 and implemented on the same day, relevant measures were noticed to establish and improve a capital flow management system.

REGULATIONS RELATING TO EMPLOYEE STOCK OPTIONS

Pursuant to the Implementation Rules of the Administrative Measures for Individual Foreign Exchange《個人外匯管理辦法實施細則》 promulgated by SAFE on January 5, 2007 and became effective on February 1, 2007, which was amended on May 29, 2016, and the Notice on Certain Issues of Foreign Exchange Administration regarding PRC Individuals' Participation in Employee Share Incentive Plans and Employee Stock Option Plans of Overseas Listed Companies《關於境內個人參與境外上市公司股權激勵計劃外匯管理有關問題的通知》promulgated by SAFE on February 15, 2012 and came into force on the same day, PRC citizens who are granted shares or share option by an overseas listed company under its employee share option or share incentive plan are required, through the PRC subsidiary of such overseas listed company which the employee is belonging to, to mandate uniformly one qualified PRC agency to register with SAFE and complete certain other procedures relating to the share option or other share incentive plan.

ADMINISTRATIVE RULES ON STABILIZING PRICES OF REAL ESTATE MARKET

To stabilize Housing Prices and promote stable development of real estate market, the Chinese government has promulgated comprehensive regulatory and control policies from varies aspects, including land supply, tax policies, setting entry thresholds for foreign investors, commercial facility policies and credit support.

On January 7, 2010, the General Office of the State Council issued the Notice on Promoting the Stable and Healthy Development of the Real Estate Market《關於促進房地產市場平穩健康發展的通知》 to further regulate the real estate market. The notice provides for 11 measures addressing the following objectives:

- effectively increasing the supply of social welfare housing and ordinary residential commodity properties;

- directing consumers to make reasonable purchases of residential properties and discouraging investment and speculation in the housing market;

- strengthening credit risk management for real estate projects and market supervision;

- speeding up the construction of social welfare housing projects; and

- setting or clarifying the responsibilities of provincial and local governments.

On April 17, 2010, the State Council also issued the Notice on Strict Control of the Escalation of Property Prices in Certain Cities 《關於堅決遏制部分城市房價過快上漲的通知》, which further increased the minimum down payment in respect of mortgage loans on purchases of a second residential properties by individuals to 50% of the purchase price and provides that the applicable mortgage rate must be at least 1.1 times that of the corresponding benchmark interest rate over the same corresponding period published by the PBOC. The minimum down payment in respect of mortgage loans on purchases of a third or a further residential property by individuals may be substantially increased at the commercial bank's discretion and based on its risk control policies. The notice also specifies that the down payment for first self-used residential properties with a GFA of more than 90 sq.m. must be at least 30% of the purchase price. In addition, in those areas where property prices have escalated and property supply is tight, commercial banks may, depending on the level of risk, suspend granting mortgage loans to buyers purchasing a third or a further residential property or to those non-local residents who fail to provide certificates evidencing their payment for over one year of local tax or social insurance.

Pursuant to the Notice on Further Standardizations of the Administration of Housing Purchase by Offshore Institutions and Individuals《關於進一步規範境外機構和個人購房管理的通知》promulgated by the MOHURD and SAFE on November 4, 2010, an offshore individual is only permitted to purchase a house for self-use in the PRC and an offshore institution which has branches or representative offices in the PRC is only permitted to purchase non-residential houses for office use in the cities where they are registered.

On September 29, 2010, the MOF, the MOHURD and the SAT promulgated the Notice on the Adjustment of the Deed Tax and Personal Income Tax Preferential Policies in Real Estate Transactions《關於調整房地產交易環節契稅個人所得稅優惠政策的通知》, which provides that, effective from October 1, 2010, deed tax rate is reduced to 1% for a first-time individual buyer who purchases an ordinary residential property with a GFA less than 90 sq.m. as the family's sole property.

On January 26, 2011, the General Office of the State Council issued the Notice on Further Adjustment and Control of Real Estate Market《國務院辦公廳關於進一步做好房地產市場調控工作有關問題的通知》, which provides, among other things, that:

- each municipal government shall issue its annual housing price control target in respect of newly constructed residential properties in the first quarter of 2011 after taking into account the local economic development, the increase rate of per capita disposal income and the capability to pay for residential properties;

- the management of social security housing and the increase of the supply of public leasing residential properties are reinforced;

- the supervision and inspection of LAT collection in respect of property development projects where the prices of properties developed are higher than properties in the vicinity are strengthened;

- real estate development enterprises are encouraged to build a certain proportion of public leasing residential properties together with the development of ordinary residential properties, and hold, operate or sell these public leasing residential properties to the PRC Government;

- second residential property purchasers are required to pay a down payment of no less than 60% of the purchase price for these second residential properties and the applicable mortgage rate must be at least 1.1 times that of the corresponding benchmark interest rate;

- any transfer of residential properties by individuals within five years of purchase shall be subject to a business tax calculated based on the entire sale proceeds from such transfer;

- entities and persons participating in the bidding of land shall state the source of capital and provide the relevant evidence;

- land use rights granted over a parcel of land where a construction work commencement permit has not been obtained within two years shall be revoked and a fine will be imposed on the land which has been idle for more than one year;

- no land or any development project on the land shall be transferred in any way whatsoever if the total project development investment is less than 25%;

- each local authority shall increase the supply of land and ensure that at least 70% of the total developed area of residential projects must be used for developing social security housing, residential properties built as part of shanty town redevelopment and small-to medium-sized residential properties;

- each municipality, provincial capital and cities with soaring housing prices shall implement and enforce measures restricting the purchase of residential properties. In principle:

  (i) families having local household registration and owning one residential property or families not having local household registration but are able to provide evidence of tax payment or social insurance payment within a certain period are allowed to purchase one additional residential property (including newly constructed residential commodity properties and second-hand residential properties); and

  (ii) real estate development enterprises shall suspend any sale of their properties to families having local household registration and owning two or more residential properties, or families owning one or more residential property but not having local household registration and are not able to provide certain proof of local tax payment or social insurance payment, and

- if:

  (i) a local authority fails to issue its annual housing price control target in respect of newly constructed residential properties on a timely basis; or

  (ii) a local authority fails to comply with the obligation in achieving the target of social security housing; or

  (iii) the housing prices of newly constructed residential properties exceed the relevant annual price control target of these properties, the relevant local authority shall report to the State Council and the responsible persons of such local authority may be held accountable by the Ministry of Supervision, the Ministry of Construction and other departments in accordance with the relevant PRC laws and regulations.

On February 20, 2013, the executive meeting of the State Council chaired by Former Premier Wen Jiabao issued a document emphasizing the strict implementation of tightening measures for the real estate market. The measures include completing a government responsibility system for stabilizing housing prices; restraining purchases of residential housing for investment and speculation purposes; expanding the supply of both ordinary commodity housing and land; accelerating construction of affordable housing projects; and strengthening market supervision and regulation.

On February 26, 2013, General Office of the State Council issued the Notice on Continuing Adjustment and Control of Property Markets 《關於繼續做好房地產市場調控工作的通知》 which requires, among other restrictive measures:

(i) Improving the government responsibility system for stabilizing housing prices. Municipalities directly under the central government, cities listed on state plans and provincial capitals (excluding Lhasa) must set an annual objective for controlling housing prices and publish annual new commodity housing price control target in the first quarter of the year;

(ii) Firmly restraining purchases of residential housing for investment and speculation purposes. Municipalities directly under the central government, cities listed on state plans and provincial capitals which have implemented restrictions on the real estate market are required to cover all administrative areas of the cities as restricted areas, and restricted housing shall include new commodity housing and second-hand housing. Non-local residents who possess one or more residential properties and fail to provide one-year or longer tax payment certificates or social insurance payment certificates are to be barred from purchasing any residential properties located in the administrative areas. For cities where housing prices are increasing at an excessively high rate, local branches of the PBOC may further raise the down-payment rate and mortgage interest rate for the purchase of a second residential property. In addition, a 20% individual income tax on property sale profits will be strictly enforced;

(iii) Expanding ordinary commodity housing units and increasing the supply of land. The overall housing land supply in 2013 shall not be lower than the average actual land supply in the past five years. Financial institutions, subject to credit requirements, are to prioritize requests for loans for ordinary commodity housing construction projects in which medium and small housing units constitute 70% or more of the total units in such construction projects.

On March 30, 2015, the MOF and the SAT issued the Notice on Adjusting the Business Tax Policy on Transfers of Residential Properties by Individuals《關於調整個人住房轉讓營業稅政策的通知》to discourage speculative activities in the secondary real estate market and control soaring housing prices. For example, effective from March 31, 2015:

- transfers of residential properties by individuals who have held them for less than two years are subject to business tax calculated on a gross basis;

- transfers of non-residential properties by individuals who have held them for two years or more are subject to business tax calculated on a net basis; and

- transfers of residential properties by individuals who have held them for two years or more are exempted from business tax.

On October 10, 2016, the MOHURD issued the Circular on Further Regulating Operations of Real Estate Developers to Safeguard the Real Estate Market Order《關於進一步規範房地產開發企業經營行為維護房地產市場秩序的通知》("Circular 223"), which requires that improper operations of real estate developers shall be investigated and punished according to law. The improper operations include releasing or spreading false housing information and advertisements, maliciously pushing higher and artificially inflating housing prices by fabricating or spreading information on rising property price and other operations. For real estate developers which commit any of those operations, competent real estate authorities at all levels shall intensify their law enforcement and handle relevant cases severely according to law. If the improper operations fall within the jurisdiction of other department authorities, the cases shall be handed over to relevant department authorities for further handling. In particular, any cases involving entities or individuals accused of committing a related crime shall be transferred to judicial authorities to pursue criminal liability according to law. The Circular 223 requires competent real estate authorities, considering the seriousness of the case, to take any of the five measures in the Circular 223 against those real estate developers concerned, which include placing the enterprises on the list of real estate developers with serious violations and dishonest acts.

From September 30, 2016 to date, many cities have issued new real estate market control policies, among others, including restoring the restriction on purchases of residential properties and tightening credit policy. For example, on September 30, 2016, General Office of the People's Government of Beijing Municipality promulgated the Measures on Accelerating the Stable and Smooth Development of Real Estate Market《關於促進本市房地產市場平穩健康發展的若干措施》which was formulated by Beijing Urban and Rural Construction Committee and other authorities. On the same day, General Office of the People's Government of Tianjin Municipality promulgated the Implementation Opinion on Accelerating the Stable and Smooth Development of Real Estate Market《關於進一步促進我市房地產市場平穩健康發展的實施意見》. On October 3, 2016, Jiangsu Province People's Government issued the Circular of the Opinion on Further Strengthening the Administration and Control of the Urban Real Estate Market《關於進一步加強全市房地產市場調控的意見的通知》.

PROPERTY RIGHTS

Pursuant to the Property Law《中華人民共和國物權法》promulgated by the NPC on March 16, 2007 and became effective on October 1, 2007, the property rights of the State and collectives, individuals or other right holders shall be under the protection of law, and no entity or individual may infringe such rights.

The varieties and contents of property rights shall be stipulated by law, and the creation, change, transfer or elimination of the property rights of property shall be registered according to law. Except otherwise prescribed by law, the creation, change, transfer or elimination of the property rights of property shall become effective only after it is registered according to law.

REAL ESTATE REGISTRATION

On November 24, 2014, the State Council promulgated the Circular on Interim Regulations on Real Estate Registration《不動產登記暫行條例》. According to the circular, a uniform registration system over real estate is implemented. Relevant department of land and resources of the State Council shall, in cooperation with other related departments, establish a uniform database for real estate registration and its information management. On January 1, 2016, in order to regulate the real estate registration, refine the uniform registration system, offer convenience for the public in registration and protect the legal rights and benefits of right holders, according to the Interim Regulations on Real Estate Registration, the MLR issued the Implementing Rules of the Interim Regulations on Real Estate Registration《不動產登記暫行條例實施細則》which became effective on the same day.

PRC TAXATION

Our Operations in the PRC

As our business operations are in the PRC and we carry out these business operations through our operating subsidiaries organized under PRC law, our PRC operations and our operating subsidiaries in the PRC are subject to PRC tax laws and regulations.

Corporate Income Tax

Under the EIT Law effective on January 1, 2008, domestic enterprises and foreign invested enterprises are subject to the same corporate income tax law and the same corporate income tax rate of 25%. Pre-tax deduction methods and criteria for domestic and foreign invested enterprises have been made uniform and standardized.

Under the EIT Law, enterprises are classified as either "resident enterprises" or "non-resident enterprises." Pursuant to the EIT Law and the EIT Rules, in addition to enterprises established within the PRC, enterprises established outside China whose "de facto management bodies" are located in China are considered "resident enterprises" and subject to the uniform 25% enterprise income tax rate on their global taxable income. According to the EIT Rules, "de facto management body" refers to a managing body that exercises, in substance, overall management and control over the production and business, personnel, accounting and assets of an enterprise. It is not clear whether the Issuer would be deemed as "resident enterprises" or not. The Company, a resident enterprise, is subject to the PRC enterprise income tax at the rate of 25% on its worldwide income. In addition, dividends from PRC subsidiaries to their shareholders that are treated as resident enterprises are exempted from withholding tax.

Under the EIT Law and EIT Rules issued by the State Council, a PRC withholding tax at the rate of 10% is applicable to dividends or interest payable to investors that are "non-resident enterprises" (and that do not have an establishment or place of business in the PRC, or that have such establishment or place of business but the relevant income is not effectively connected with such establishment or place of business) to the extent such dividends or interest have their source within the PRC unless there is an applicable tax treaty between the PRC and the jurisdiction in which an overseas holder resides which reduces or exempts the relevant tax. Any gain realized on the transfer of shares or debt instruments by such investors is subject to 10% PRC income tax if such gain is regarded as income derived from sources within the PRC.

Pursuant to the Arrangement between the PRC and Hong Kong Special Administrative Region for the Avoidance of Double Taxation and the Prevention of Fiscal Evasion with respect to Taxes on Income《內地和香港特別行政區關於對所得避免雙重徵稅和防止偷漏稅的安排》 signed on August 21, 2006 and entered into force on August 21, 2006, when an enterprise in the PRC distributes dividends to Hong Kong residents who are eligible for receiving such dividends, the Hong Kong residents, if holding more than 25% equity interest in such enterprise, are generally subject to a 5% taxation of the total dividends received.

On February 20, 2009, the SAT issued the Notice on Issues Regarding the Implementation of Dividend Provisions in Tax Treaties 《國家稅務總局關於執行稅收協定股息條款有關問題的通知》, which, among other things, (i) requires the non-resident taxpayer or the withholding agent to provide a host of documentary evidence to prove that the recipient of the dividends meets the relevant requirements for enjoying a lower withholding tax rate under a tax treaty and (ii) empowers the tax authorities with the discretion to adjust the preferential tax rate for which an offshore entity would otherwise be eligible if the main purpose of an offshore arrangement is to obtain a preferential tax treatment.

According to the Announcement of the SAT on Promulgating the Administrative Measures for Entitlement of Non-resident Taxpayer to Agreement Treatment《非居民納稅人享受協定待遇管理辦法》 promulgated by SAT on October 14, 2019, any non-resident taxpayer meeting conditions for enjoying convention treatment (i.e. deduction of or exemption from enterprise income tax or individual income tax obligations) under the Tax Conventions or International Transportation Conventions may be entitled to the convention treatment itself/himself when filing a tax return or making a withholding declaration through a withholding agent, and subject to the subsequent administration by the tax authorities.

Under this notice, tax prepayments in respect of income generated from pre-sale before completion of the construction of the buildings for residential, commercial use or other uses shall be paid upon the calculation of the estimated quarterly or monthly profit according to the preset estimated profit rate, which shall be readjusted according to the actual profit after the completion of the construction of the buildings and settlement of the taxable cost.

On March 6, 2009, the SAT promulgated the Measures for the Treatment of Enterprise Income Tax on Real Estate Development and Operation Businesses《房地產開發經營業務企業所得稅處理辦法》, which regulates the revenue, cost of sales, fees deduction, accounting of costs and tax treatment of specific matters of enterprises engaging in the real estate business in the PRC in relation to the imposition of corporate income tax.

Deed Tax

Under the PRC Provisional Regulations on Deed Tax 《中華人民共和國契稅暫行條例》 promulgated by the State Council on July 7, 1997 and amended by the Decision of the State Council on Revising Certain Administrative Regulations on March 2, 2019, a deed tax is chargeable to transferees of land use rights and/or property ownership within the territory of China. The deed tax rate is between 3% and 5% subject to determination by local governments at the provincial level in light of local conditions.

Value Added Tax

On March 23, 2016, the MOF and the SAT issued the Circular on Comprehensively Promoting the Pilot Program of the Collection of Value added Tax in Lieu of Business Tax (關於全面推開營業稅改徵增值稅試點的通知) (the "**Circular 36**") which confirms that business tax was replaced by value added tax from May 1, 2016. Since then, the income derived from the provision of financial services which attracted business tax will be entirely replaced by, and subject to, value added tax.

According to Circular 36, the entities and individuals providing the services within the PRC shall be subject to value added tax. The services are treated as being provided within the PRC where either the service provider or the service recipient is located in the PRC. The services subject to value added tax include the provision of financial services such as the provision of loans. It is further clarified under Circular 36 that the "loans" refers to the activity of lending capital for another's use and receiving the interest income thereon. Based on the definition of "loans" under Circular 36, the issuance of Bonds is likely to be treated as the holders of the Bonds providing loans to the Issuer, which thus shall be regarded as financial services subject to the value added tax.

It is not clear from the interpretation of Circular 36 if the provision of loans to the Issuer could be considered services provided within the PRC, which could be regarded as the provision of financial services that could be subject to value added tax. Furthermore, there is no assurance that the Issuer will not be treated as "resident enterprises" under the EIT Law. PRC tax authorities could take the view that the holders of the Bonds are providing loans within the PRC because the Issuer is treated as a PRC tax resident. In such case, the issuance of the Bonds could be regarded as the provision of financial services within the PRC that is subject to value added tax.

If the Issuer is treated as a PRC tax resident and if PRC tax authorities take the view that the holders of the Bonds are providing loans within the PRC, or if the interest component of the amount payable by the Company to the holders of the Bonds under the Guarantee is viewed as interest income arising within the territory of the PRC, the holders of the Bonds shall be subject to the value added tax at the rate of 6% when receiving the interest payments under the Bonds. In addition, the holders of the Bonds shall be subject to the local levies at approximately 12% of the value added tax payment and consequently, the combined rate of value added tax and local levies would be around 6.72%. Given that the Issuer or the Company pays interest income to the holders of the Bonds who are located outside of the PRC, the Issuer or the Company, acting as the obligatory withholder in accordance with applicable law, shall withhold the value added tax and local levies from the payment of interest income to holders of the Bonds who are located outside of the PRC.

Where a holder of the Bonds who is an entity or individual located outside of the PRC resells the Bonds to an entity or individual located outside of the PRC and derives any gain, since neither the service provider nor the service recipient is located in the PRC, theoretically Circular 36 does not apply and the Issuer does not have the obligation to withhold the value added tax or the local levies. However, there is uncertainty as to the applicability of value added tax if either the seller or buyer of Bonds is located inside the PRC.

Given Circular 36 has been issued quite recently, the above statement may be subject to further change upon the issuance of further clarification rules and/or different interpretation by the competent tax authority. Accordingly, there is uncertainty as to the application of Circular 36.

Land Appreciation Tax

Under the Provisional Regulations of the PRC on Land Appreciation Tax《中華人民共和國土地增值税暫行條例》promulgated by the State Council on December 13, 1993, which became effective on January 1, 1994 and was revised on January 8, 2011, and its implementing rules which were promulgated by the MOF on January 27, 1995, the LAT applies to both domestic and foreign investors in real estate in China, irrespective of whether they are corporate entities or individuals. The tax is payable by a taxpayer on the appreciation value derived from the transfer of land use rights, buildings or other facilities on such land, after deducting certain "deductible items" that include the following:

- payment made to acquire land use rights;
- costs and charges incurred in connection with land development;
- construction costs and charges in the case of newly constructed buildings and facilities;
- assessed value in the case of old buildings and facilities;
- taxes paid or payable in connection with the transfer of land use rights, buildings or other facilities on such land; and
- other items allowed by the MOF.

The tax rate is progressive and ranges from 30% to 60% of the appreciation value net of the "deductible items".

On December 28, 2006, the SAT promulgated the Notice on the Settlement Management of Land Appreciation Tax on Real Estate Enterprises《關於房地產開發企業土地增值稅清算管理有關問題的通知》, effective on February 1, 2007 and revised on June 15, 2018. According to the notice, the LAT assessment amount shall be derived from the entire value of the real estate development project if the project was approved by the relevant authority as a unit; and for a project developed in stages, the LAT assessment amount shall be derived from the value of each individual stage of the project.

A taxpayer should pay the LAT if one of the following circumstances occurs:

- a construction project has been completed and its commodity houses have been sold;
- an uncompleted real estate development project is transferred; or
- a direct transfer of a land use right.

The tax authority may require the taxpayer to pay the LAT in one of the following circumstances:

- the GFA of the real estate sold is in excess of 85% of the saleable GFA of the entire project or, if the proportion is less than 85%, the residual saleable GFA has been leased out or is held for self-use;
- the pre-sale permit has been held for three years, but not all of the commodity houses of the project have been sold;
- the taxpayer applies for cancellation of tax registration but has yet to carry out the procedures for the LAT settlement; or
- other circumstances provided by tax authorities at the provincial level.

On May 12, 2009, the SAT issued the Regulations of Land Appreciation Tax Settlement Administration《土地增值稅清算管理規程》, effective on June 1, 2009 with the aim of strengthening the imposition of the LAT by specifically regulating the acceptance, review of LAT settlement and tax imposition procedures.

On May 19, 2010, the SAT promulgated the Notice on Issues Regarding Land Appreciation Tax Settlement 《關於土地增值稅清算有關問題的通知》, which provides further clarifications and guidelines on LAT Settlement, income recognition, deductible expenses and other related issues.

On May 25, 2010, the SAT promulgated the Notice on Strengthening the Levy and Administration of Land Appreciation Tax《關於加強土地增值稅徵管工作的通知》to impose further requirements on the collection of LAT. The notice provides that, except for social security housing, the minimum LAT prepayment rate shall be no less than 2% for properties in Eastern China, no less than 1.5% for properties in Central and Northeastern China and no less than 1% for properties in Western China. The LAT prepayment rate shall be determined by the local authorities based on different property types in the locality.

On June 20, 2013, the SAT issued the Notice on Further Improving the Collection and Administration of Value-Added Tax on Land《關於進一步做好土地增值稅徵管工作的通知》. According to the notice, the SAT will standardize collection and administration of Value-added Tax on Land and further strengthen the administration over the Value-added Tax on Land inquisition in the areas including examination of deductible items, reduction in the assessment and collection items and other aspects.

Urban Land Use Tax

Pursuant to the Provisional Regulations of the PRC on Urban Land Use Tax《中華人民共和國城鎮土地使用税暫行條例》promulgated by the State Council in September 1988, urban land use tax is levied according to the area of the urban land plot and the annual tax rate on urban land was set at between RMB0.2 and RMB10 per sq.m. The Provisional Regulations of the PRC on Urban Land Use Tax were amended by the State Council on December 31, 2006, January 8, 2011, December 7, 2013, and March 2, 2019. As of January 1, 2007, on the basis of the amended regulations, the urban land use tax is charged at a rate three times higher than the previous rate and foreign-invested enterprises are no longer exempt.

Property Tax

Under the Provisional Regulations of the PRC on Property Tax《中華人民共和國房產税暫行條例》promulgated by the State Council on September 15, 1986 and amended on January 8, 2011, property tax applicable to domestic enterprises is 1.2% if it is calculated on the basis of the residual value of a property and 12% if it is calculated on the basis of the rental income of the property.

Stamp Duty

Under the Provisional Regulations of the PRC on Stamp Duty《中華人民共和國印花税暫行條例》promulgated by the State Council on August 6, 1988 and amended on January 8, 2011 applying to building property transfer instruments, including property ownership transfer instruments, the duty rate is 0.05% of the amount stated therein. For permits and certificates relating to rights, including property ownership certificates and land use rights certificates, stamp duty is levied on an item-by-item basis at a rate of RMB5 per item.

Municipal Maintenance Tax and Education Surcharge

Under the Provisional Regulations of the PRC on Municipal Maintenance Tax《中華人民共和國城市維護建設税暫行條例》promulgated by the State Council in 1985, and revised on January 8, 2011 any taxpayer, whether an individual or otherwise, that is required to pay consumption tax, value-added tax or business tax is also required to pay municipal maintenance tax. The tax rate is 7% for a taxpayer whose domicile is in an urban area, 5% for a taxpayer whose domicile is in a county or a town, and 1% otherwise.

Under the Interim Provisions on Imposition of Education Surcharge《徵收教育費附加的暫行規定》promulgated by the State Council in April 1986 and revised on June 7, 1990, August 20, 2005 and January 8, 2011, respectively, any taxpayer, whether an individual or otherwise, that is required to pay value-added tax, business tax or consumption tax is also required to pay an education surcharge, unless such taxpayer is required to pay a rural area education surcharge.

INTELLECTUAL PROPERTY LAWS AND REGULATIONS

China has adopted legislations related to intellectual property rights, including trademarks, patents and copyrights. China is a signatory party to the major intellectual property conventions, including the Paris Convention for the Protection of Industrial Property, the Madrid Agreement concerning the International Registration of Marks and Protocol Relating to the Madrid Agreement Concerning the International Registration of Marks, the Patent Cooperation Treaty, the Budapest Treaty on the International Recognition of the Deposit of Microorganisms for the Purposes of Patent Procedure, and the Agreement on Trade-Related Aspects of Intellectual Property Rights ("TRIPs").

Regulations on Trademarks

The Trademark Law of the PRC《中華人民共和國商標法》was promulgated in August 1982 (later amended on February 22, 1993, October 27, 2001, August 30, 2013 and April 23, 2019) and Implementation Regulations on the Trademark Law of the PRC《中華人民共和國商標法實施條例》was promulgated on August 3, 2002 by the State Council, as amended on April 29, 2014. These laws and regulations provide the basic legal framework for the regulations of trademarks in China. In China, registered trademarks include commodity trademarks, service trademarks, collective marks and certificate marks.

The Trademark Office under the SAIC is responsible for the registration and administration of trademarks throughout the country. Trademarks are granted on a term of ten years. Twelve months prior to the expiration of the ten-year term, an applicant can renew the application and reapply for trademark protection.

Under the Trademark Law, any of the following acts may be regarded as an infringement of the exclusive right to use of a registered trademark:

- use of a trademark that is identical with a registered trademark on the same kind of commodities without the authorization of the trademark registrant;
- use of a trademark that is similar to a registered trademark on the same kind of commodities, or use of a trademark that is identical with or similar to a registered trademark on similar kind of commodities, which may cause a likelihood of confusion, without the authorization of the trademark registrant;
- sale of commodities infringing upon the exclusive right to use a registered trademark;
- counterfeiting or making, without authorization, representations of a registered trademark, or sale of such representation of a registered trademark;
- altering the registered trademark of the registrant without authorization and selling commodities bearing such altered trademark;
- providing convenience for, or assisting, other person or entity to infringe the exclusive right to use a registered trademark intentionally;
- otherwise infringing upon another person's exclusive right to use a registered trademark and cause damages.

Violation of the Trademark Law may result in the imposition of fines, confiscation and destruction of the infringing commodities.

Regulations on Domain Names

The Administrative Measures for Internet Domain Names (《互聯網域名管理辦法》) were promulgated by the Ministry of Industry and Information Technology on August 24, 2017 and became effective on November 1, 2017. These measures regulate the registration of domain names in Chinese with the Internet country code of ".cn".

The Measures on Domain Names Dispute Resolution《國家頂級域名爭議解決辦法》were promulgated by the China Internet Network Information Centre on June 18, 2019. These measures require domain name disputes to be submitted to institutions authorized by the China Internet Network Information Centre for resolution.

LABOR PROTECTION

The PRC Labor Contract Law《中華人民共和國勞動合同法》was promulgated on June 29, 2007 and became effective on January 1, 2008, as amended on December 28, 2012, and the PRC Labor Contract Law Implementation Rules《中華人民共和國勞動合同法實施條例》 was promulgated on September 18, 2008. These labor laws and rules set out specific provisions in relation to the execution, contents and terms of employment contracts and the rights and obligations of employees and employers. To establish an employment relationship, a written employment contract shall be signed. In the event that no written employment contract was signed at the time that an employment relationship is formed, a written employment contract shall be signed within one month after the date on which the employer first engaged the employee.

Employers in China are required to contribute, on behalf of their employees, to a number of social security funds, including funds for basic pension insurance, unemployment insurance, basic medical insurance, work-related injury insurance, maternity insurance, and housing provident funds. These payments are made to local administrative authorities and an employer who fails to contribute may be ordered to make-up for the missed contributions. The various laws and regulations that govern the employers' obligation to contribute to the social security funds include PRC Social Insurance Law《中華人民共和國社會保險法》, which were promulgated by the Standing Committee of the NPC on October 28, 2010 and became effective July 1, 2011; the Interim Regulations on the Collection and Payment of Social Security Funds《社會保險費徵繳暫行條例》, which were promulgated by the State Council and became effective on January 22, 1999; the Interim Measures

concerning the Maternity Insurance《企業職工生育保險試行辦法》, which were promulgated by the Ministry of Labor on December 14, 1994 and became effective on January 1, 1995; the Regulations on Occupational Injury Insurance《工傷保險條例》, which were promulgated by the State Council on April 27, 2003 and became effective on January 1, 2004 and then amended on December 20, 2010; and the Regulations on Management of the Housing Provident Fund《住房公積金管理條例》, which were promulgated and became effective on April 3, 1999 and then amended on March 24, 2002 and March 24, 2019.

DIRECTORS

The Directors are entrusted with the responsibility for the overall management of our Company. The Directors are assisted by a team of experienced and qualified executive officers, each responsible for different functions. The particulars of the Directors as of the date of this offering memorandum are set out below.

Name	Age	Position
Wang Wenxue (王文學)	51	Chairman and Director
Wu Xiangdong (吳向東)	52	Co-Chairman and Director
Meng Jing (孟驚)	50	President and Director
Zhao Hongjing (趙鴻靖)	40	Vice President and Director
Meng Sen (孟森)	50	Director
Wang Wei (王威)	49	Director
Zhu Wuxiang (朱武祥)	52	Independent Director
Zhang Qifeng (張奇峰)	44	Independent Director
Wang Jingwei (王京偉)	40	Independent Director

Executive Directors

Mr. Wang Wenxue (王文學), aged 51, has been the Chairman of the board and a Director of our Company since December 25, 2012. Mr. Wang was a member of the 12th Chinese People's Political Consultative Conference and a member of the standing committee for the 11th and 12th National People's Congress for Hebei Province. Mr. Wang also acts as the chairman of the board of CFLD Holdings.

Mr. Wu Xiangdong (吳向東), aged 52, is the Co-Chairman and a Director of our Company. Mr. Wu obtained the degrees of Bachelor of Architecture Management, Bachelor of Engineering Mechanics, Master of Transportation Engineering from Tsinghua University and Master of Business Administration from the University of San Francisco. He acted as the executive deputy general manager, managing director, chairman of the board, chairman of the nomination committee, member of the executive committee, member of the enterprise governance committee and executive director of the China Resources Land Limited prior to joining our Group.

Mr. Meng Jing (孟驚), aged 50, has been a Director and the President of our Company since May 2014. Mr. Meng is also a Co-President in charge of the new industry city and related real estate business sector of our Company and a director of CFLD Holdings. Mr. Meng holds a bachelor degree. He acted as the human resources manager, branch company general manager, vice president and chairman of the board of supervisors of CFLD Holdings, and President of our Company.

Mr. Zhao Hongjing (趙鴻靖), aged 40, has been a Director and Vice President of our Company since December 2012. Mr. Zhao holds a master degree. He acted as an analyst of Shandong Economic Development Investment Company and the vice president of CFLD Holdings. He also worked in Charoen Pokphand Land Company. He previously acted as the Co-President of our Company, the President of the New Industry City Group, the General Manager of research and development center and the President of CFLD International.

Mr. Meng Sen (孟森), aged 50, is a Director of our Company and an assistant to general manager of Ping An Life Insurance Co., Ltd. Mr. Meng holds a bachelor degree in statistics. He successively served as an assistant to general manager of the asset management sector, an assistant to general manager and deputy general manager of the investment management (insurance) sector, a general manager of the traditional investment management sector in Ping An Group, a general manager of the debt management sector in Ping An Group Investment Management Center, a general manager of the asset management sector and the head of the investment management sector in Ping An Life Insurance Co., Ltd. Mr. Meng does not hold any shares in our Company.

Mr. Wang Wei (王威), aged 49, is a Director of our Company and a managing director of the strategic investment management team in the asset management center of Ping An Group. Mr. Wang holds an MBA degree. He successively served as an analyst of the treasury department financing sector in the Bank of China, a manager, vice president and senior vice president of the fixed income and capital markets sector in J.P. Morgan Chase & Co. (New York headquarter, Singapore and Hong Kong Asia-Pacific headquarter), a co-director and general manager of the fixed income sector and a member of the management committee of UBS, China Region (Hong Kong Asia-Pacific headquarter), the managing director of Forum Partners, China region and the managing director of Ping An Real Estate Co., Ltd. Mr. Wang does not hold any shares in our Company.

Independent Directors

Mr. Zhu Wuxiang (朱武祥), aged 52, has been an Independent Non-executive Director of our Company since December 2013. Mr. Zhu holds a doctor degree. He was an instructor and associate professor of the Economic Management College of Tsinghua University. Mr. Zhu is a professor of the Finance Department of Tsinghua University. He also serves as an independent director in ZTE Corporation and Dongxing Securities Limited, and a supervisor in China Everbright Securities Limited and Unisplendour Corporation Limited.

Mr. Zhang Qifeng (張奇峰), aged 44, has been an Independent Non-executive Director of our Company since December 2013. Mr. Zhang holds a doctor degree. Mr. Zhang is the vice president and a professor of financing department of Shanghai Lixin University of Accounting and Finance. In addition to our Company, Mr. Zhang also acts as an independent director in Xinjiang Tianfu Energy Co., Ltd.

Mr. Wang Jingwei (王京偉), aged 40, has been an Independent Non-executive Director of our Company since December 2017. Mr. Wang holds an MBA degree from the Chinese University of Hong Kong. He is the assistant dean of the Wudaokou Finance School and director of the Finance EMBA and Senior Management Education Center of Tsinghua University. He also serves as an independent director at Xinjiang Haoyuan Natural Gas Co., Ltd. and Xinjiang Zhundong Oil Technology Co., Ltd., a director and the general manager at Qingkong Sanlian Venture Capital (Beijing) Co., Ltd., a director at Qingkong Zijing (Beijing) Education Technology Co., Ltd., Qingkong Daokou Education Technology (Beijing) Co., Ltd. and Qingkong Daokou Wealth Technology (Beijing) Co., Ltd. He served as the general director of the EMBA Education Center of the Economics Management School of Tsinghua University.

SENIOR MANAGEMENT

The particulars of our senior management as of the date of this offering memorandum are set out below.

Name	Age	Position
Wu Xiangdong (吳向東)	52	Chief Executive Officer, Co-President and Director
Meng Jing (孟驚)	50	Director and Co-President
Zhao Hongjing (趙鴻靖)	40	Director and Vice President
Yu Jian (俞建)	47	Co-President
Chen Huaizhou (陳懷洲)	41	Vice President
Wu Zhongbing (吳中兵)	41	Vice President and Chief Finance Officer
Yuan Gang (袁剛)	46	Vice President
Zhang Shufeng (張書峰)	46	Vice President
Lin Chenghong (林成紅)	29	Board Secretary

Mr. Wu Xiangdong (吳向東), aged 52, is the Chief Executive Officer and Co-President of our Company. Mr. Wu obtained the degrees of Bachelor of Architecture Management, Bachelor of Engineering Mechanics, Master of Transportation Engineering from Tsinghua University and Master of Business Administration from the University of San Francisco. He acted as the executive deputy general manager, managing director, chairman of the board, chairman of the nomination committee, member of the executive committee, member of the enterprise governance committee and executive director of the China Resources Land Limited prior to joining our Group.

Mr. Meng Jing (孟驚), aged 50, has been the Director of our Company since May 2014. Mr. Meng is also a Co-President in charge of the new industry city and related real estate business sector of our Company and a director of CFLD Holdings. Mr. Meng holds a bachelor degree. He acted as the human resources manager, branch company general manager, vice president and chairman of the board of supervisors of CFLD Holdings, and President of our Company.

Mr. Zhao Hongjing (趙鴻靖), aged 40, has been a Director of our Company since December 2012. Mr. Zhao holds a master degree. He acted as an analyst of Shandong Economic Development Investment Company and the vice president of CFLD Holdings. He also worked in Charoen Pokphand Land Company. He previously acted as the Co-President of our Company, the President of the New Industry City Group, the General Manager of research and development center and the President of CFLD International.

Mr. Yu Jian (俞建), aged 47, has been a Co-President of our Group since December 2018 and is responsible for the finance and accounting matters of our Group. Mr. Yu obtained a Master of Business Administration (MBA) degree. Prior to joining our Group, he served as a project manager of CITIC Group China Leasing Co., Ltd. and assistant general manager of its Hong Kong Branch; a strategic analyst of the Petrochemical Department of British Petroleum Company and treasury manager of its Asia Pacific Division of Treasury Department and London Headquarters; and the capital director and senior deputy director of the Finance Department of China Resources (Group) Co., Ltd. From 2014 to 2018, he worked for China Resources Land Limited as an executive director, senior vice president and chief financial officer.

Mr. Chen Huaizhou (陳懷洲), aged 41, has been Vice President of our Group since December 2012. He served several positions in our Company and CFLD Holdings in the past.

Mr. Wu Zhongbin (吳中兵), aged 41 has been Vice President and Chief Financial Officer of our group since March 2015 and is responsible for the overall planning and implementation of the Group's internal budget as well as the accounting and auditing system. He also participates in major decision making in relation to the investment, financing and operations of our group. From 2009 to 2013, Mr. Wu held senior management positions Wanda Group and from 2013 to 2015, he was the general manager of Vanke Group's internal control department.

Mr. Yuan Gang (袁剛), aged 46, has been Vice President of our Group since December 2015. Mr. Yuan holds a master degree. From January 2013 to September 2015, Mr. Yuan worked as the general manager of Shenzhen Zhongqing Dacheng Management Consultancy Co., Ltd. From May 1997 to May 2012, Mr. Yuan worked in Huawei Technologies Co., Ltd.

Mr. Zhang Shufeng (張書峰), aged 46, has been Vice President of our Group since December 2012. Mr. Zhang holds a bachelor degree. Mr. Zhang worked as a vice general manager, the general manager of a branch company, President assistant, vice general manager of the regional development department and the general manager of the enterprise development center of our Group. Before joining our Group, Mr. Zhang worked in China Rural Development Trust Investment Co., Ltd., the Small Towns Development Research Center of the State Council Reform and Development Center and Zhuoda Group Beijing Company.

Mr. Lin Chenghong (林成紅), aged 29, has been the Board Secretary of our Company since May 2016. Mr. Lin obtained a master degree in law from Tsinghua University. Mr. Lin served as the secretary of Chairman's office, the manager of securities matters of the Board office and the director of securities matters.

BOARD COMMITTEES

We have established a Strategy Committee, an Audit Committee, a Remuneration Committee and a Nomination Committee. Each of the Board Committees has specific written terms of reference which deal clearly with their authority and duties.

Strategy Committee

The Strategy Committee is composed of Mr. Wang Wenxue, Mr. Guo Shaozeng and Mr. Zhu Wuxiang. The chairman of the Audit Committee is Mr. Wang Wenxue.

The Strategy Committee is primarily responsible for, among others, the following duties:

1. to study and advise on the long-term development strategies;

2. to study and advise on material investment and financings;

3. to study and advise on material capital operations and asset operations;

4. to study and advise on other material matters that may have an impact on the development of the Company;

5. to supervise the implementation of the matters above; and

6. other matters assigned by the Board of Directors.

Audit Committee

The Audit Committee is composed of Mr. Zhang Qifeng and Mr. Zhu Wuxiang. The chairman of the Audit Committee is Mr. Zhang Qifeng.

The Audit Committee is primarily responsible for, among others, the following duties:

1. to review and monitor the external auditor's performance in accordance with applicable standard;

2. to guide the internal audit related work;

3. to review and comment on the financial statements;

4. to assess the effectiveness of our Company's internal control system;

5. to coordinate among our management, our internal audit team and the external auditor; and

6. other matters assigned by the Board of Directors or required by law.

The Audit Committee meets at least four times each year.

Remuneration Committee

The Remuneration Committee is composed of Mr. Wang Jingwei, Mr. Zhang Qifeng and Mr. Meng Jing. The chairman of the Remuneration Committee is Mr. Wang Jingwei.

The Remuneration Committee is primarily responsible for, among other matters, the following duties:

1. to determine the remuneration packages and plans, including the performance evaluation criteria, evaluation procedures and the system of rewards and penalties, of individual executive Director and senior management, having regard to salaries paid by comparable companies, the importance and responsibilities of the relevant personnel;

2. to review the performance of Directors and senior management and make annual appraisals;

3. to monitor the implementation of the remuneration policies of our Company; and

4. other matters assigned by the Board of Directors.

The Remuneration Committee meets at least once each year.

Nomination Committee

The Nomination Committee is composed of Mr. Zhu Wuxiang, Mr. Wang Wenxue and Mr. Wang Jingwei. The chairman of the Nomination Committee is Mr. Zhu Wuxiang.

The Nomination Committee is primarily responsible for, among other matters, the following duties:

1. to make recommendations on any proposed changes to the size and composition of the Board according to the operations and conditions of the Company;

2. to study and make recommendations to the Board on selection criteria and procedures of directors;

3. to identify suitable candidates for directors and senior management;

4. to review the performance of Directors and senior management and make suggestions; and

5. other matters assigned by the Board of Directors.

PRINCIPAL SHAREHOLDERS

As of the date of this offering memorandum, the following person has substantial interest in our issued shares:

Name of shareholder	Number of ordinary shares held	Percentage of shareholding in our Company
CFLD Holdings[(1)]	1,084,405,058	35.98%[(2)]
PALIC	758,253,503	25.16%

Notes:

(1) CFLD Holdings is controlled by Mr. Wang Wenxue, who effectively holds an aggregate of 37.17% equity interest in our Company primarily through CFLD Holdings.

(2) A total of 682,960,000 shares, representing 62.98% of our total capital shares held by CFLD Holdings have been pledged. There is also an agreement to act in concert, pursuant to which 35,644,327 more shares, representing 1.19% of the shareholding will be held by the Company.

RELATED PARTY TRANSACTIONS

The following discussion describes certain material related party transactions between us or our consolidated subsidiaries and our directors, executive officers and principal shareholders and, in each case, the companies with whom they are affiliated. Each of our related party transactions was entered into in the ordinary course of business, on fair and reasonable commercial terms, in our interests and the interests of our shareholders.

The table below sets forth certain material transactions between us and our related parties during the years ended December 31, 2016, 2017 and 2018 and the six months ended June 30, 2019:

	For the year ended December 31,				For the six months ended June 30, 2019	
	2016	2017	2018			
	(RMB)	(RMB)	(RMB)	(US$)	(RMB)	(US$)
			(in thousands)			
Purchase and sale of goods, providing and receiving services	1,065,201	843,683	97,797	14,246	20,680	3,012
Salaries, bonus and other benefits for key management	46,960	40,320	55,952	8,150	63,439	9,241

In addition to the above, as of June 30, 2019, we provided guarantees in respect of bank and other loans of approximately RMB1.1 billion (US$0.2 billion) for our joint ventures Gu'an Yiguang Technology Co., Ltd. and Suzhou Torch Innovative Chuangye Fuhua Management Co., Ltd., and our associates Nanjing Airport Exhibition Investment Management Co., Ltd., Bazhou Yujingxuan Real Estate Development Co., Ltd. and Jiaxing Rongguang Real Estate Development Co., Ltd.

DESCRIPTION OF OTHER MATERIAL INDEBTEDNESS

To fund our existing business operations and to finance our working capital requirements, we have borrowed money or incurred indebtedness. As of June 30, 2019, our total borrowings amounted to RMB224.0 million (US$32.6 million). We set forth below a summary of the material terms and conditions of these loans and other indebtedness.

LOAN AGREEMENTS IN THE PRC

We and certain of our PRC subsidiaries have entered into loan agreements with various PRC banks and other financial institutions, including primarily Minmetals International Trust Co., Ltd, Everbright Xinglong Trust Co., Ltd, CITIC Trust Co., Ltd, Industrial and Commercial Bank of China, and Bank of Communications. These loans typically are project loans to finance the development or the operation of new industry cities and real estate projects (the "project loans") and terms ranging from two to ten years, which generally correspond to the construction periods or the operation of investment properties of the particular projects. Certain of our PRC project loans require prepayment of the loan if a certain percentage of GFA of the relevant project has been sold.

Interest

The principal amounts outstanding under the project loans generally bear interest at floating rates calculated by reference to the relevant bank's benchmark interest rate per annum. Floating interest rates generally are subject to review by the banks annually. Interest payments generally are payable either monthly or quarterly and must be made on each payment date as provided in the particular loan agreement.

Covenants

Under these project loans, many of our subsidiary borrowers have agreed, among other things, not to take the following actions without first notifying the lender and/or obtaining the lenders' prior consent:

- create encumbrances on any part of their properties or assets or deal with their assets in a way that may adversely affect their ability to repay their loans;
- grant guarantees to any third parties that may adversely affect their ability to repay their loans;
- grant guarantees to any third parties with the assets funded by the loans;
- make any major changes to their corporate structures, such as entering into joint ventures, mergers and acquisitions and reorganizations or change the company's status, such as liquidation and dissolution;
- alter the nature or scope of their business operations in any material respect;
- incur material debts in a way that may adversely affect the lender's interests;
- reduce their registered capital;
- transfer part or all of the liabilities under the loans to a third party; and
- prepay the loan.

Dividend restriction

Pursuant to the project loans with certain PRC banks, Industrial and Commercial Bank of China, Agricultural Bank of China and Beijing Bank, some of our PRC subsidiaries also agreed not to distribute any dividends:

- if the borrower is unable to repay principal and interest in accordance with the relevant repayment schedule;

- if the borrowers' after-tax net profit is nil or negative or insufficient to cover losses from the previous accounting periods; or

- if the borrower's profit before tax in the relevant accounting period has not been used to pay off the principal, the interest for the current or next interest payment period, or other related expenses due in that accounting period.

Guarantee and security

The Company and certain of its PRC subsidiaries and associates have entered into guarantee or security agreements with the PRC banks in connection with some of the project loans pursuant to which the Company, these subsidiaries and associates have guaranteed or provided security including property mortgage, pledge of accounts receivable and share pledge for all liabilities of the subsidiary borrowers under these project loans.

CORPORATE BONDS

2015 Corporate Bonds

In 2015, we issued private corporate bonds in an aggregate principal amount of RMB4.0 billion (US$0.6 billion) to qualified investors in tranches. The first tranche was issued on July 29, 2015 in an amount of RMB1.0 billion (US$0.2 billion) for an annual interest rate of 5.99%. The second tranche was issued on August 31, 2015 in an amount of RMB1.0 billion (US$0.2 billion) for an annual interest rate of 5.70$. The third tranche was issued on September 9, 2015 in an amount of RMB1.0 billion (US$0.2 billion) for an annual interest rate of 5.58%. The fourth tranche was issued on September 28, 2015 in an amount of RMB1.0 billion (US$0.2 billion) for an annual interest rate of 5.69%.

In 2015, we also issued public corporate bonds in an aggregate principal amount of RMB4.0 billion (US$0.6 billion) for an annual interest rate of 5.10%.

2016 Corporate Bonds

In 2016, we issued private corporate bonds in an aggregate principal amount of RMB19.0 billion (US$2.9 billion) to qualified investors in tranches. The first tranche was issued on March 4, 2016 in an amount of RMB2.8 billion (US$0.4 billion) for an annual interest rate of 5.40%. The second tranche was issued on March 24, 2016 in an amount of RMB3.0 billion (US$0.5 billion) for an annual interest rate of 5.19%. The third tranche was issued on April 12, 2016 in an amount of RMB2.0 billion (US$0.3 billion) for an annual interest rate of 5.30%. The fourth tranche was issued on May 10, 2016 in an amount of 4.0 billion (US$0.6 billion) for an annual interest rate of 5.38%. The fifth tranche was issued on May 27, 2016 in an amount of RMB1.0 billion (US$0.2 billion) for an annual interest rate of 5.19%. The sixth tranche was issued on June 20, 2016 in an amount of 5.2 billion (US$0.8 billion) for an annual interest rate of 5.20%. The seventh tranche was issued on August 8, 2016 in an amount of RMB1 billion (US$0.2 billion) for an annual interest rate of 3.85%.

In 2016, we also issued public corporate bonds in an aggregate principal amount of RMB3.5 billion (US$0.5 billion) in tranches. The first tranche was issued on January 20, 2016 in an amount of RMB1.5 billion (US$0.2 billion) for an annual interest rate of 4.88%. The second tranche was issued on March 3, 2016 in an amount of RMB2.0 billion (US$0.3 billion) in an amount of RMB2.0 billion (US$0.3 billion) for an annual interest rate of 4.04%.

2017 Corporate Bonds

In 2017, through our wholly owned subsidiary, we issued private corporate bonds in an aggregate principal amount of RMB1.6 billion (US$0.2 billion) to qualified investors in tranches. The first tranche was issued on August 14, 2017 in an amount of RMB1.0 billion (US$0.2 billion) for an annual interest rate of 6.20%. The second tranche was issued on October 25, 2017 in an amount of RMB0.6 billion (US$0.1 billion) for an annual interest rate of 6.60%.

2018 Corporate Bonds

On May 30, 2018, we issued the first tranche of 2018 Corporate Bonds in an aggregate principal amount of RMB3 billion bearing interest at 6.80% per annum, consisting of RMB2,475,000,000 onshore bonds due 2022 and an aggregate principal amount of RMB525,000,000 onshore bonds due 2023. On June 20, 2018, we issued the second tranche of 2018 Corporate Bonds in an aggregate principal amount of RMB2 billion bearing interest at 7.15% per annum.

August 2018 Corporate Bonds

On August 22, 2018, we issued the August 2018 Corporate Bonds in an aggregate principal amount of RMB2.5 billion bearing interest at 6.0% per annum. The tenor of the August 2018 Corporate Bonds is 162 days and the August 2018 Corporate Bonds will mature on January 31, 2019.

September 2018 Corporate Bonds

On September 7, 2018, we issued the September 2018 Corporate Bonds in an aggregate principal amount of RMB1.3 billion bearing interest at 7.4% per annum. The tenor of the September 2018 Corporate Bonds is three years. We have the option to adjust the coupon rate and the holders of the September 2018 Corporate Bonds have a put option at the end of the first and second year.

December 2018 7.0% Corporate Bonds

On December 20, 2018, we issued the December 2018 7.0% Corporate Bonds in aggregate principal amount of RMB3 billion bearing interest at 7.0% per annum. The tenor of the December 2018 7.0% Corporate Bonds is five years.

December 2018 8.3% Corporate Bonds

On December 20, 2018, we issued the December 2018 8.3% Corporate Bonds in an aggregate principal amount of RMB4 billion bearing interest at 8.3% per annum. The tenor of the December 2018 8.3% Corporate Bonds is seven years.

January 2019 Corporate Bonds

On January 18, 2019, we issued the January 2019 Corporate Bonds in an aggregate principal amount of RMB2.5 billion bearing interest at 5.5% per annum. The tenor of the January 2019 Corporate Bonds is 270 days.

March 2019 Corporate Bonds

On March 25, 2019, we issued the March 2019 Corporate Bonds in an aggregate principal amount of RMB1 billion bearing interest at 5.5% per annum. The tenor of the March 2019 Corporate Bonds is 5 years.

OFFSHORE FINANCING

Minsheng Facility

On December 28, 2017, CFLD International Holdings Limited, our wholly owned subsidiary incorporated in Hong Kong, entered into a facility agreement with China Minsheng Banking Corp., Ltd. Shanghai Pilot Free Trade Zone Branch as arranger and facility agent, among others. The facility is a U.S. dollar-denominated term loan facility with an aggregate principal amount of US$150.0 million (the "Minsheng Facility"). The purpose of the Minsheng Facility was to finance the Karawang New Industry City project and repay certain shareholder loans. As of the date of this offering memorandum, we have drawn down US$72 million under the facility.

The Minsheng Facility is repayable by instalment, with the final repayment date being 48 months after the date of the first utilization.

Guarantee and Security

The Minsheng Facility is secured by the shares of certain subsidiaries and is guaranteed by the Company.

Interest

The Minsheng Facility bears interest at the rate of 3.7% plus LIBOR per annum.

Covenants

The Minsheng Facility contains customary covenants and restrictions, including, amount other things, negative pledge on assets (with certain exceptions) and a financial covenant on the ratio of capital contributions to borrowings attributable to the Karawang New Industry City project.

Events of Default

The Minsheng Facility contains customary events of default, including non-payment of principal or interest, cross default, insolvency and breaches of its terms. If an event of default occurs, all amounts outstanding including all interest accrued thereon may become immediately due and payable.

June 2018 Bonds

On June 21, 2018, the Issuer issued an aggregate principal amount of US$200,000,000 9.0% guaranteed notes due 2021.

Guarantee

The Company has unconditionally and irrevocably guaranteed the due and punctual payment of all sums from time to time payable by the Issuer under the June 2018 Bonds and all other monies payable by the Issuer under or pursuant to the trust deed (the "June 2018 Trust Deed") dated June 21, 2018, as amended and supplemented from time to time.

Interest

The June 2018 Bonds bear an interest rate of 9.0% per annum, payable semi-annually in arrears.

Covenants

The June 2018 Bonds contains customary covenants and restrictions, including, amount other things, negative pledge on assets (with certain exceptions).

Events of Default

The June 2018 Bonds contain customary events of default, including, among others, non-payment of principal or interest, cross default, insolvency and breaches of the terms.

If any event of default occurs, the June 2018 Bonds Trustee at its discretion may, and if so requested by holders, give written notice to the Issuer and the Company declaring that the June 2018 Bonds are, and they shall immediately become, due and payable at their principal amount together (if applicable) with accrued interest.

Redemption and Maturity

Unless previously redeemed or purchased and cancelled, the June 2018 Bonds will be redeemed at their principal amount on June 21, 2021.

2017 Bonds

On December 21, 2017, December 28, 2017, October 10, 2018, November 16, 2018, December 11, 2018 and February 1, 2019, the Issuer issued an aggregate principal amount of US$920,000,000 6.5% guaranteed notes due 2020.

Guarantee

The Company has unconditionally and irrevocably guaranteed the due and punctual payment of all sums from time to time payable by the Issuer under the 2017 Bonds and all other monies payable by the Issuer under or pursuant to the trust deed (the "2018 Trust Deed") dated December 21, 2017.

Interest

The 2017 Bonds bear an interest rate of 6.5% per annum, payable semi-annually in arrears.

Covenants

The 2017 Bonds contains customary covenants and restrictions, including, amount other things, negative pledge on assets (with certain exceptions).

Events of Default

The 2017 Bonds contain customary events of default, including, among others, non-payment of principal or interest, cross default, insolvency and breaches of the terms. If any event of default occurs, the 2017 Bonds Trustee at its discretion may, and if so requested by holders, give written notice to the Issuer and the Company declaring that the 2017 Bonds are, and they shall immediately become, due and payable at their principal amount together (if applicable) with accrued interest.

Redemption and Maturity

Unless previously redeemed or purchased and cancelled, the 2017 Bonds will be redeemed at their principal amount on December 21, 2020.

July 2018 Bonds

On July 31, 2018, August 31, 2018, September 10, 2018, October 2, 2018, November 7, 2018, November 29, 2018, December 12, 2018 and December 27, 2018, the Issuer issued an aggregate principal amount of US$940 9.0% guaranteed notes due 2021.

Guarantee

The Company has unconditionally and irrevocably guaranteed the due and punctual payment of all sums from time to time payable by the Issuer under the July 2018 Bonds and all other monies payable by the Issuer under or pursuant to the trust deed (the "July 2018 Trust Deed") dated July 31, 2018, as amended and supplemented from time to time.

Interest

The July 2018 Bonds bear an interest rate of 9.0% per annum, payable semi-annually in arrears.

Covenants

The July 2018 Bonds contain customary covenants and restrictions, including, amount other things, negative pledge on assets (with certain exceptions).

Events of Default

The July 2018 Bonds contain customary events of default, including, among others, non-payment of principal or interest, cross default, insolvency and breaches of the terms.

If any event of default occurs, the July 2018 Bonds Trustee at its discretion may, and if so requested by holders, give written notice to the Issuer and the Company declaring that the July 2018 Bonds are, and they shall immediately become, due and payable at their principal amount together (if applicable) with accrued interest.

Redemption and Maturity

Unless previously redeemed or purchased and cancelled, the July 2018 Bonds will be redeemed at their principal amount on July 31, 2021.

December 2018 Bonds

On December 27, 2018, the Issuer issued an aggregate principal amount of US$60,000,000 9.0% guaranteed notes due 2021.

Guarantee

The Company has unconditionally and irrevocably guaranteed the due and punctual payment of all sums from time to time payable by the Issuer under the December 2018 Bonds and all other monies payable by the Issuer under or pursuant to the trust deed (the "December 2018 Trust Deed") dated December 27, 2018, as amended and supplemented from time to time.

Interest

The December 2018 Bonds bear an interest rate of 9.0% per annum, payable semi-annually in arrears.

Covenants

The December 2018 Bonds contains customary covenants and restrictions, including, amount other things, negative pledge on assets (with certain exceptions).

Events of Default

The December 2018 Bonds contain customary events of default, including, among others, non-payment of principal or interest, cross default, insolvency and breaches of the terms.

If any event of default occurs, the December 2018 Bonds Trustee at its discretion may, and if so requested by holders, give written notice to the Issuer and the Company declaring that the December 2018 Bonds are, and they shall immediately become, due and payable at their principal amount together (if applicable) with accrued interest.

Redemption and Maturity

Unless previously redeemed or purchased and cancelled, the December 2018 Bonds will be redeemed at their principal amount on December 27, 2021.

February 2019 Bonds

On December 27, 2018, the Issuer issued an aggregate principal amount of US$530,000,000 8.625% guaranteed notes due 2021.

Guarantee

The Company has unconditionally and irrevocably guaranteed the due and punctual payment of all sums from time to time payable by the Issuer under the February 2019 Bonds and all other monies payable by the Issuer under or pursuant to the trust deed (the "February 2019 Trust Deed") dated February 28, 2019, as amended and supplemented from time to time.

Interest

The February 2019 Bonds bear an interest rate of 8.625% per annum, payable semi-annually in arrears.

Covenants

The February 2019 Bonds contains customary covenants and restrictions, including, amount other things, negative pledge on assets (with certain exceptions).

Events of Default

The February 2019 Bonds contain customary events of default, including, among others, non-payment of principal or interest, cross default, insolvency and breaches of the terms.

If any event of default occurs, the February 2019 Bonds Trustee at its discretion may, and if so requested by holders, give written notice to the Issuer and the Company declaring that the February 2019 Bonds are, and they shall immediately become, due and payable at their principal amount together (if applicable) with accrued interest.

Redemption and Maturity

Unless previously redeemed or purchased and cancelled, the February 2019 Bonds will be redeemed at their principal amount on February 28, 2021.

Perpetual Securities

On December 22, 2017, the Issuer issued subordinated guaranteed perpetual capital securities with an aggregate principal amount of US$350 million. There is no maturity of the Perpetual Securities.

Guarantee

The Company has unconditionally and irrevocably guaranteed the due and punctual payment of all sums from time to time payable by the Issuer under the Perpetual Securities and all other monies payable by the Issuer under or pursuant to the trust deed (the "Perpetual Securities Trust Deed") dated December 22, 2017, as amended and supplemented from time to time.

Distributions

The Perpetual Securities confer a right to receive distributions semi-annually in arrear at the following distribution rates: (terms used herein bear the meanings defined in the Terms and Conditions of the Perpetual Securities)

- in respect of each Distribution Payment Date in the period from, and including, the Issue Date to, but excluding, December 22, 2020 (the "First Call Date"), 6.65 per cent. per annum;

- in respect of the period from, and including, the First Call Date to, but excluding, the Step Up Date falling immediately after the First Call Date (the "Additional Step Up Date"), the Initial Step Up Distribution Rate; and

- in respect of the period (A) from, and including the Additional Step Up Date, to, but excluding, the Step Up Date falling immediately after the Additional Step Up Date, and (B) from, and including, each Step Up Date falling after the Additional Step Up Date to, but excluding, the immediately following Step Up Date (each an "Additional Step Up Period"), the Relevant Step Up Distribution Rate.

Redemption and Maturity

The Perpetual Securities have no fixed maturity date and the Issuer shall only have the right to redeem or purchase them in accordance with certain reasons.

March 2019 Bonds

On March 27, 2019, the issuer issued the dual-tranche bonds with an aggregate principal amount of US$350,000,000 7.135% guaranteed bonds due 2022 and an aggregate principal amount of US$650,000,000 8.600% guaranteed bonds due 2024.

Guarantee

The Company has unconditionally and irrevocably guaranteed the due and punctual payment of all sums from time to time payable by the Issuer under the March 2019 Bonds and all other monies payable by the Issuer under or pursuant to the trust deed (the "March 2019 Trust Deed") dated March 27, 2019, as amended and supplemented from time to time.

Interest

The first tranche of March 2019 Bonds bear an interest rate of 7.135% per annum, while the second tranche of March 2019 Bonds bear an interest rate of 8.600% per annum, both payable semi-annually in arrears.

Covenants

The March 2019 Bonds contains customary covenants and restrictions, including, amount other things, negative pledge on assets (with certain exceptions).

Events of Default

The March 2019 Bonds contain customary events of default, including, among others, non-payment of principal or interest, cross default, insolvency and breaches of the terms.

If any event of default occurs, the March 2019 Bonds Trustee at its discretion may, and if so requested by holders, give written notice to the Issuer and the Company declaring that the March 2019 Bonds are, and they shall immediately become, due and payable at their principal amount together (if applicable) with accrued interest.

Redemption and Maturity

Unless previously redeemed or purchased and cancelled, the March 2019 Bonds will be redeemed at their principal amount on March 28, 2021.

TERMS AND CONDITIONS OF THE 2023 BONDS

The following other than the words in italics is the text of the terms and conditions of the Bonds which will appear on the reverse of each of the definitive Certificates evidencing the Bonds:

The issue of US$500,000,000 6.90 per cent. guaranteed bonds due 2023 (the "**Bonds**", which term shall include, unless the context requires otherwise, any additional Bonds issued in accordance with Condition 15 and consolidated and forming a single series therewith) was authorised by a resolution of the board of directors of CFLD (Cayman) Investment Ltd. (the "**Issuer**") passed on January 3, 2020. The Bonds are guaranteed by China Fortune Land Development Co., Ltd. (the "**Company**"). The giving of the Guarantee (as defined in Condition 3(b)) was authorised by a resolution of the board of directors of the Company passed on December 12, 2019. The Bonds are constituted by a trust deed (as amended and supplemented from time to time, the "**Trust Deed**") dated on or about January 13, 2020 (the "**Issue Date**") between the Issuer, the Company and The Bank of New York Mellon, London Branch (the "**Trustee**" which expression shall, where the context so permits, include all persons for the time being the trustee or trustees under the Trust Deed) as trustee for the holders of the Bonds. These terms and conditions (the "**Conditions**") include summaries of, and are subject to, the detailed provisions of the Trust Deed, which includes the form of the Bonds. Copies of the Trust Deed and of the agency agreement dated on or about January 13, 2020 relating to the Bonds (as amended and supplemented from time to time, the "**Agency Agreement**") between the Issuer, the Company, the Trustee, The Bank of New York Mellon SA/NV, Luxembourg Branch as registrar (the "**Registrar**"), and as transfer agent (the "**Transfer Agent**"), The Bank of New York Mellon, London Branch as initial principal paying agent (the "**Principal Paying Agent**") and any other agents named in it, are available to Bondholders during usual business hours upon prior written request and satisfactory proof of holding from the principal office of the Principal Paying Agent (presently at One Canada Square, London E14 5AL). The "**Agents**" means the Principal Paying Agent, the Registrar, the Transfer Agent and any other agent or agents appointed from time to time with respect to the Bonds. The Bondholders are entitled to the benefit of, are bound by, and are deemed to have notice of, all the provisions of the Trust Deed and are deemed to have notice of those provisions applicable to them of the Agency Agreement.

All capitalised terms that are not defined in the Conditions will have the meanings given to them in the Trust Deed.

For purposes of this "Terms and Conditions of the 2023 Bonds," the term "Bonds" refers only to the 2023 Bonds.

1 FORM, SPECIFIED DENOMINATION AND TITLE

The Bonds are issued in registered form in specified denominations of US$200,000 and integral multiples of US$1,000 in excess thereof.

The Bonds are represented by registered certificates ("**Certificates**") which will be issued to each Bondholder in respect of its holding or holdings of Bonds and, save as provided in Condition 2(a), each Certificate shall represent the entire holding of Bonds by the same holder.

Title to the Bonds shall pass by and upon registration in the register that the Issuer shall procure to be kept by the Registrar outside the United Kingdom in accordance with the provisions of the Agency Agreement (the "**Register**"). Except as ordered by a court of competent jurisdiction or as required by law, the holder (as defined below) of any Bond shall be deemed to be and may be treated as its absolute owner for all purposes whether or not it is overdue and regardless of any notice of ownership, trust or an interest in it, any writing on the Certificate representing it or the theft or loss of such Certificate and no person shall be liable for so treating the holder.

In these Conditions, "**Bondholder**" and "**holder**" means the person in whose name a Bond is registered.

*Upon issue, the Bonds will be represented by a global certificate (the "**Global Certificate**") deposited with a common depositary for, and representing Bonds registered in the name of a nominee of such common depositary for, Euroclear and Clearstream. These Conditions are modified by certain provisions contained in the Global Certificate. See "Summary of Provisions relating to the Bonds While in Global Form".*

2 TRANSFERS OF BONDS

(a) **Transfer**: A holding of Bonds may, subject to Condition 2(d), be transferred in whole or in part upon the surrender (at the specified office of the Registrar or any Transfer Agent) of the Certificate(s) representing such Bonds to be transferred, together with the form of transfer endorsed on such Certificate(s) (or another form of transfer substantially in the same form and containing the same representations and certifications (if any), unless otherwise agreed by the Issuer), duly completed and executed and any other evidence as the Registrar or Transfer Agent may require. In the case of a transfer of part only of a holding of Bonds represented by one Certificate, a new Certificate shall be issued to the transferee in respect of the part transferred and a further new Certificate in respect of the balance of the holding not transferred shall be issued to the transferor. In the case of a transfer of Bonds to a person who is already a holder of Bonds, a new Certificate representing the enlarged holding shall only be issued against surrender of the Certificate representing the existing holding.

(b) **Delivery of New Certificates**: Each new Certificate to be issued pursuant to Condition 2(a) shall be available for delivery within seven business days of receipt of a duly completed form of transfer or Put Exercise Notice (as defined in Condition 6(c)) and surrender of the existing Certificate(s). Delivery of the new Certificate(s) shall be made at the specified office of the Transfer Agent or of the Registrar (as the case may be) to whom delivery or surrender of such form of transfer or Put Exercise Notice and Certificate shall have been made or, at the option of the holder making such delivery or surrender as aforesaid and as specified in the relevant form of transfer or Put Exercise Notice or otherwise in writing, be mailed by uninsured post at the risk of the holder entitled to the new Certificate (but free of charge to the holder and at the Issuer's expense) to such address as may be so specified, unless such holder requests otherwise and pays in advance to the relevant Transfer Agent or the Registrar (as the case may be) the costs of such other method of delivery and/or such insurance as it may specify. In this Condition 2(b), "**business day**" means a day, other than a Saturday or Sunday or public holiday, on which banks are open for business in the place of the specified office of the relevant Transfer Agent or the Registrar (as the case may be).

(c) **Transfer Free of Charge**: Certificates, on transfer, shall be issued and registered without charge by or on behalf of the Issuer, the Registrar or any Transfer Agent, but upon (i) payment of any tax or other governmental charges that may be imposed in relation to it (or the giving of such indemnity and/or security and/or prefunding as the Registrar or the relevant Transfer Agent may require); (ii) the Registrar being satisfied in its absolute discretion with the documents of title or identity of the person making the application and (iii) the relevant Agent being satisfied that the regulations concerning transfer of Bonds have been complied with.

(d) **Closed Periods**: No Bondholder may require the transfer of a Bond to be registered (i) during the period of 15 days ending on (and including) the due date for redemption of that Bond, (ii) after the exercise of the put option in Condition 6(c), or (iii) during the period of seven days ending on (and including) any Record Date (as defined in Condition 7(a)(ii)).

(e) **Regulations Concerning Transfer and Registration**: All transfers of Bonds and entries on the Register will be made subject to the detailed regulations concerning the transfer of Bonds scheduled to the Agency Agreement. The regulations may be changed by the Issuer with the prior written approval of the Registrar and the Trustee, or by the Registrar, with the prior written approval of the Trustee. A copy of the current regulations will be posted (free of charge to the Bondholders and at the Issuer's expense) by the Registrar to any Bondholder who asks for one.

Transfers of interests in the Bonds evidenced by the Global Certificate will be effected in accordance with the rules of the relevant clearing systems.

3 STATUS AND GUARANTEE

(a) **Status**: The Bonds constitute direct, unsubordinated, unconditional and (subject to Condition 4(a)) unsecured obligations of the Issuer and shall at all times rank *pari passu* and without any preference among themselves. The payment obligations of the Issuer under the Bonds shall, save for such exceptions as may be provided by applicable legislation that are both mandatory and of general application and subject to Condition 4(a), at all times rank at least *pari passu* in right of payment with all the Issuer's other present and future unsecured and unsubordinated obligations.

(b) **Guarantee**: The Company has unconditionally and irrevocably guaranteed the due and punctual payment of all sums from time to time payable by the Issuer under the Bonds and all other monies payable by the Issuer under or pursuant to the Trust Deed. The Company's obligations in respect of the Bonds and the Trust Deed (the "**Guarantee**") are contained in the Trust Deed (and any supplement thereto). The obligations of the Company under the Guarantee shall, save for such exceptions as may be provided by applicable legislation that are both mandatory and of general application and subject to Condition 4(a), at all times rank at least *pari passu* in right of payment with all its other present and future unsecured and unsubordinated obligations.

4 COVENANTS

(a) **Negative Pledge**: So long as any Bond remains outstanding (as defined in the Trust Deed), neither the Issuer nor the Company will, and each of the Issuer and the Company shall ensure that none of their respective Subsidiaries will, create, or have outstanding, any mortgage, charge, lien, pledge or other security interest, upon the whole or any part of its present or future undertaking, assets or revenues (including any uncalled capital) to secure any Relevant Indebtedness or to secure any guarantee or indemnity in respect of any Relevant Indebtedness, without at the same time or prior thereto according to the Bonds the same security as is created or subsisting to secure any such Relevant Indebtedness or guarantee or indemnity in respect of any such Relevant Indebtedness, or such other security as (i) the Trustee shall in its absolute discretion deem not materially less beneficial to the interest of the Bondholders or (ii) shall be approved by an Extraordinary Resolution (as defined in the Trust Deed) of the Bondholders.

(b) **Financial Information**: For so long as any Bond remains outstanding, the Company will furnish the Trustee with (i) a copy of the relevant Company Audited Financial Reports within 150 days of the end of each applicable Relevant Period prepared in accordance with the Accounting Standards for Business Enterprises in the PRC; and (ii) a copy of the Company Unaudited Financial Reports within 110 days of the end of each applicable Relevant Period prepared on a basis consistent with the Company Audited Financial Reports; provided that, if at any time the capital stock of the Company is listed for trading on a recognised stock exchange (including the Shanghai Stock Exchange and Shenzhen Stock Exchange), and files financial or other reports with such exchange, the Company may make available to the Trustee, as soon as they are available but in any event not more than 30 calendar days after any financial reports of the Company are filed with the exchange on which the Company's capital stock is at such time listed for trading, true and correct copies of any financial or other report filed with such exchange in lieu of the reports identified in Condition 4(b)(i) and 4(b)(ii) above; provided further that if such statements provided pursuant to Condition 4(b)(i) or 4(b)(ii) or the first proviso of Condition 4(b) are not in the English language, such statements shall be accompanied by an English translation of the same.

(c) **Issuer Activities**: The Issuer shall not, and the Company will procure that the Issuer will not, carry on any business activity whatsoever other than in connection with the Bonds or any Relevant Indebtedness (such activities in connection with the Bonds or Relevant Indebtedness shall, for the avoidance of doubt, include (i) the offering, sale or issuance of the Bonds or Relevant Indebtedness (including further securities issued in accordance with Condition 15 or pursuant to the terms of the Relevant Indebtedness, as the case may be) and (ii) the on-lending of the proceeds of the issue of the Bonds or Relevant Indebtedness to the Company and/or other Subsidiaries of the Company).

(d) **Undertakings relating to the Guarantee**: The Company undertakes that it will register or cause to be registered with SAFE the Guarantee in accordance with, and within the time period prescribed by, the Foreign Exchange Administration Rules on Cross-border Security (跨境擔保外匯管理規定) ("**Cross-border Security Registration**"), use its best endeavours to complete the Cross-border Security Registration and obtain a registration record from SAFE on or before the Registration Deadline and comply with all applicable PRC laws and regulations in relation to the Guarantee. In addition, within five Registration Business Days after receipt of the registration certificate from SAFE (or any other document evidencing completion of registration issued by SAFE), the Issuer shall deliver to the Trustee a certificate in the form attached as Schedule 5 to the Trust Deed confirming the completion of the completion of the Cross-Border Security Registration and attaching a notice to be delivered to the Bondholders. The Trustee shall have no obligation to monitor or ensure the registration of the Guarantee with SAFE on or before the Registration Deadline and shall not be liable to Bondholders or any other person for not doing so.

(e) **NDRC Registration**: The Company undertakes that it will within ten PRC Business Days after the Issue Date, or with respect to further issues pursuant to Condition 15, the issue date of such further issues, file or cause to be filed with the National Development and Reform Commission or its local counterparts (the "**NDRC**") requisite information and documents (the "**Post-Issuance Filing**") in accordance with the Circular on Promoting the Reform of the Administrative System on the Issuance by Enterprises of Foreign Debt Filings and Registrations 《國家發展改革委關於推進企業發行外債備案登記制管理改革的通知》《發改外資(2015)2044號》 issued by the NDRC and effective from 14 September 2015 and any implementation rules as issued by the NDRC from time to time.

The Trustee shall have no obligation or duty to monitor or ensure the completion of the NDRC Post-issue Filing within the timeframe referred to above or to verify the accuracy, validity and/or genuineness of any certificate, confirmation or other documents in relation to or in connection with the NDRC Post-issue Filing or to give notice to the Bondholders confirming the completion of the NDRC Post-Issue Filing, and shall not be liable to any Bondholder or any other person for not doing so.

In these Conditions:

"**control**" means (where applicable): (i) the ownership, acquisition or control of more than 50 per cent. of the Voting Rights of the issued share capital of a person or (ii) the right to appoint and/or remove all or the majority of the members of a person's board of directors or other governing body, whether obtained directly or indirectly, and whether obtained by ownership of share capital, the possession of Voting Rights, contract or otherwise and the terms "controlling" and "controlled" have meanings correlative to the foregoing;

"**Company Audited Financial Reports**" means annual audited consolidated balance sheet, income statement, statement of cash flows and statements of changes in owners' equity of the Company and its Subsidiaries together with any statements, reports (including any directors' and auditors' reports) and notes attached to or intended to be read with any of them, audited by an internationally recognised firm of independent accountants;

"**Company Unaudited Financial Reports**" means semi-annual (or any other interim reporting period required by applicable law or regulations) unaudited consolidated balance sheet, income statement, statement of cash flows and statements of changes in owners' equity of the Company and its Subsidiaries, reviewed by an internationally recognised firm of independent accountants;

a "**person**" includes any individual, company, corporation, firm, partnership, joint venture, undertaking, association, organisation, trust, state or agency of a state (in each case whether or not being a separate legal entity);

"**Potential Event of Default**" has the same meaning as set out in the Trust Deed;

"**PRC**" means the People's Republic of China which, for the purposes of these Conditions, shall not include Hong Kong, Macau and Taiwan;

"**PRC Business Day**" means a day, other than a Saturday, Sunday or public holiday, on which commercial banks are generally open for business in Beijing, China;

"**Registration Business Day**" means a day, other than a Saturday, Sunday or public holiday, on which commercial banks are generally open for business in Langfang, Hebei, China;

"**Registration Conditions**" means the receipt by the Trustee of a certificate signed by two executive officers of the Company confirming the completion of the Cross-border Security Registration together with a copy of the relevant SAFE registration record;

"**Registration Deadline**" means the day falling 120 Registration Business Days after the Issue Date or, with respect to further issues pursuant to Condition 15, the issue date of such further issues;

"**Relevant Indebtedness**" means any present or future indebtedness incurred outside the PRC which is in the form of or represented by any bond, note, debenture, debenture stock, loan stock, or other debt security which is, or is capable and intended of being, listed, quoted or traded on any stock exchange or in any securities market (including, without limitation, any over-the-counter market) (which for the avoidance of doubt does not include bilateral loans, syndicated loans or club deals), but shall not include any asset-backed securities;

"**Relevant Period**" means (i) in relation to the Company Audited Financial Reports, each period of twelve months ending on the last day of its financial year (being December 31 of each calendar year); and (ii) in relation to the Company Unaudited Financial Reports, each period of six months (or any other interim reporting period required by applicable law or regulations) ending on the last day of its first half financial year (being June 30 of each calendar year);

"**SAFE**" means the State Administration of Foreign Exchange or its local branch;

a "**Subsidiary**" of any person means (a) any company or other business entity of which that person owns or controls (either directly or through one or more other Subsidiaries) more than 50 per cent. of the issued share capital or other ownership interest having ordinary voting power to elect directors, managers or trustees of such company or other business entity, or (b) any company or other business entity which at any time has its accounts consolidated with those of that person or which, under the law, regulations or generally accepted accounting principles of the jurisdiction of incorporation of such person from time to time, should have its accounts consolidated with those of that person; and

"**Voting Rights**" means the right generally to vote at a general meeting of shareholders of a person (irrespective of whether or not, at the time, stock of any other class or classes shall have, or might have, voting power by reason of the happening of any contingency, and any such voting power shall therefore be excluded for the purpose of this definition).

5 INTEREST

The Bonds bear interest on their outstanding principal amount from and including January 13, 2020 at the rate of 6.90 per cent. per annum, payable semi-annually in arrear on January 13 and July 13 in each year (each an "**Interest Payment Date**").

Each Bond will cease to bear interest from the due date for redemption unless, upon surrender of the Certificate representing such Bond, payment of principal or premium (if any) is improperly withheld or refused. In such event it shall continue to bear interest at such rate (both before and after judgment) until whichever is the earlier of (a) the day on which all sums due in respect of such Bond up to that day are received by or on behalf of the relevant Bondholder, and (b) the day seven days after the Trustee or the Principal Paying Agent has notified Bondholders of receipt of all sums due in respect of all the Bonds up to that seventh day (except to the extent that there is failure in the subsequent payment to the relevant holders under these Conditions).

If interest is required to be calculated for a period of less than a complete Interest Period (as defined below), the relevant day-count fraction will be determined on the basis of a 360-day year consisting of 12 months of 30 days each and, in the case of an incomplete month, the number of days elapsed.

In these Conditions, the period beginning on and including January 13, 2020 and ending on but excluding the first Interest Payment Date and each successive period beginning on and including an Interest Payment Date and ending on but excluding the next succeeding Interest Payment Date is called an "**Interest Period**".

6 REDEMPTION AND PURCHASE

(a) **Final Redemption**: Unless previously redeemed or purchased and cancelled, the Bonds will be redeemed at their principal amount on January 13, 2023 (the "**Maturity Date**"). The Bonds may not be redeemed at the option of the Issuer other than in accordance with this Condition 6.

(b) **Redemption for Tax Reasons**: The Bonds may be redeemed at the option of the Issuer in whole, but not in part, at any time, on giving not less than 30 nor more than 60 days' notice to the Bondholders (which notice shall be irrevocable), at their principal amount, together with interest accrued to, but excluding, the date fixed for redemption, if (i) the Issuer (or, if the Guarantee were called, the Company) satisfies the Trustee immediately prior to the giving of such notice that it (or if the Guarantee were called, the Company) has or will become obliged to pay Additional Tax Amounts as provided or referred to in Condition 8 as a result of any change in, or amendment to, the laws or regulations of a Relevant Jurisdiction, or any change in the application or official interpretation of such laws or regulations, which change or amendment becomes effective on or after January 8, 2020, and (ii) such obligation cannot be avoided by the Issuer (or the Company, as the case may be) taking reasonable measures available to it, provided that no such notice of redemption shall be given earlier than 90 days prior to the earliest date on which the Issuer (or the Company, as the case may be) would be obliged to pay such Additional Tax Amounts were a payment in respect of the Bonds (or the Guarantee, as the case may be) then due. Prior to the giving of any notice of redemption pursuant to this Condition 6(b), the Issuer (or the Company, as the case may be) shall deliver to the Trustee (x) a certificate signed by a director of the Issuer (or of the Company, as the case may be) stating that the Issuer is entitled to effect such redemption and setting forth and setting forth a statement of facts showing that the conditions precedent to the right of the Issuer so to redeem have occurred and that the obligation referred to in (i) above of this Condition 6(b) cannot be avoided by the Issuer (or the Company, as the case may be) taking reasonable measures available to it and (y) an opinion of independent legal advisers of recognised standing to the effect that the circumstances set out in (i) above of this Condition 6(b) above prevail as a result of the change or amendment, and the Trustee shall be entitled to accept such certificate as sufficient evidence of the satisfaction of the condition precedent set out in (ii) above of this Condition 6(b) without further enquiry and without liability to any Bondholder, in which event it shall be conclusive and binding on the Bondholders.

(c) **Redemption for Relevant Event**: At any time following the occurrence of a Relevant Event, the holder of any Bond will have the right, at such holder's option, to require the Issuer to redeem all but not some only of that holder's Bonds on the Put Settlement Date at 101 per cent. (in the case of a redemption for a Change of Control) or 100 per cent. (in the case of a redemption for a No Registration Event) of their principal amount, together with accrued interest to, but excluding, such Put Settlement Date. To exercise such right, the holder of the relevant Bond must deposit at the specified office of any Transfer Agent or the Registrar a duly completed and signed notice of redemption, in the form for the time being current, obtainable from the specified office of any Transfer Agent or the Registrar (a "**Put Exercise Notice**"), together with the Certificates evidencing the Bonds to be redeemed, by not later than 30 days following the occurrence of a Relevant Event or, if later, 30 days following the date upon which notice thereof is given to Bondholders by the Issuer in accordance with Condition 16. The "**Put Settlement Date**" shall be the 14th day (in the case of a redemption for a Change of Control) or the 10th day (in the case of a redemption for a No Registration Event) after the expiry of such period of 30 days as referred to above.

A Put Exercise Notice, once delivered, shall be irrevocable and the Issuer shall redeem the Bonds subject to the Put Exercise Notice delivered as aforesaid on the Put Settlement Date; provided that a Bondholder shall have no right to require the Issuer to redeem any Bonds to the extent that it would result in such Bondholder holding an aggregate principal amount of Bonds of less than US$200,000 immediately following the Put Settlement Date.

The Issuer shall give notice to Bondholders in accordance with Condition 16 and the Trustee by not later than 14 days (in the case of a redemption for a Change of Control) or 10 days (in the case of a redemption for a No Registration Event) following the first day on which it becomes aware of the occurrence of a Relevant Event, which notice shall specify the procedure for exercise by holders of their rights to require redemption of the Bonds pursuant to this Condition 6(c).

The Trustee and the Agents shall not be required to take any steps to ascertain whether a Relevant Event has occurred and shall not be responsible for or liable to Bondholders, the Issuer or the Company for any loss arising from any failure to do so.

In this Condition 6(c):

"**Affiliate**" means, with respect to any person, any other person directly or indirectly controlling, controlled by, or under direct or indirect common control with, such person;

a "**Change of Control**" occurs when:

(A) (i) any person or persons acting together (other than the Controlling Persons) owns or controls, directly or indirectly, greater Voting Rights in the issued share capital of the Company than such Voting Rights collectively owned or controlled by the Controlling Persons;

(ii) the Company merges, amalgamates or consolidates with or into another person or another person merges, amalgamates or consolidates with or into the Company (unless such merger, amalgamation or consolidation will not result in the other person or persons acquiring control over the Company or successor entity), or the Company sells all or substantially all of its assets to another person;

(iii) a plan relating to the liquidation or dissolution of the Company is adopted; or

(iv) the Company ceases to directly or indirectly own and control all of the issued share capital of the Issuer; and

(B) there is a Rating Decline;

"**control**" means (where applicable): (i) the ownership, acquisition or control of more than 50 per cent. of the Voting Rights of the issued share capital of a person or (ii) the right to appoint and/or remove all or the majority of the members of a person's board of directors or other governing body, whether obtained directly or indirectly, and whether obtained by ownership of share capital, possession of Voting Rights, contract or otherwise or (iii) the power to give directions with respect to the operating and financial policies of a person, which the directors or other equivalent officers of such person are obliged to comply with, and the terms "controlling" and "controlled" have meanings corresponding to the foregoing;

"**Controlling Persons**" means any or all of the following:

(i) Mr. Wang Wenxue;

(ii) any Affiliate of the person specified in clause (i); and

(iii) any person the Voting Rights of which (or in the case of a trust, the beneficial interests in which) are owned 80 per cent. or more by one or more persons specified in clauses (i) and (ii);

"**Fitch**" means Fitch Ratings, Inc. and its affiliates;

"**Investment Grade**" means a rating of "AAA", "AA", "A" or "BBB", as modified by a "+" or "-" indication, or an equivalent rating representing one of the four highest Rating Categories, by S&P or any of its successors or assigns, a rating of "Aaa", "Aa", "A" or "Baa", as modified by a "1", "2" or "3" indication, or an equivalent rating representing one of the four highest Rating Categories, by Moody's or any of its successors or assigns, or a rating of "AAA", "AA", "A" or "BBB", as modified by a "+" or "-" indication, or an equivalent rating representing one of the four highest Rating Categories, by Fitch or any of its successors or assigns, or the equivalent ratings of any nationally recognised rating agency or agencies, as the case may be, which shall have been designated by the Company as having been substituted for S&P, Moody's or Fitch or two or three of them, as the case may be;

"**Moody's**" means Moody's Investors Service, Inc. and its affiliates;

a "**No Registration Event**" occurs when the Registration Conditions are not complied with on or before the Registration Deadline;

"**Rating Agency**" means (1) S&P, (2) Moody's or (3) Fitch, provided that if S&P, Moody's or Fitch, two of any of the three or all three of them shall not make a rating of the Company publicly available, a nationally recognised securities rating agency or agencies, as the case may be, selected by the Company, which shall be substituted for S&P, Moody's, Fitch, two of any of the three or all three of them, as the case may be;

"**Rating Category**" means (1) with respect to S&P, any of the following categories: "BB", "B", "CCC", "CC", "C" and "D" (or equivalent successor categories); (2) with respect to Moody's, any of the following categories: "Ba", "B", "Caa", "Ca", "C" and "D" (or equivalent successor categories); (3) with respect to Fitch, any of the following categories: "BB", "B", "CCC", "CC", "C" and "D" (or equivalent successor categories); and (4) the equivalent of any such category of S&P, Moody's or Fitch used by another Rating Agency. In determining whether the rating of the Company has decreased by one or more gradations, gradations within Rating Categories ("+" and "-" for S&P; "1", "2" and "3" for Moody's; "+" and "-" for Fitch; or the equivalent gradations for another Rating Agency) shall be taken into account (e.g., with respect to S&P, a decline in a rating from "BB+" to "BB" as well as from "BB-" to "B+" will constitute a decrease of one gradation);

"**Rating Date**" means, in connection with a Change of Control, that date which is 90 days prior to the earlier of (x) a Change of Control and (y) a public notice of the occurrence of a Change of Control or of the intention by the Company or any other person or persons to effect a Change of Control;

"**Rating Decline**" means, in connection with a Change of Control, the occurrence on, or within six months after, the date, or public notice of the occurrence of, a Change of Control or the intention by the Company or any other person or persons to effect a Change of Control (which period shall be extended so long as the rating of the Company is under publicly announced consideration for possible downgrade by the Rating Agency) of any of the events listed below:

(i) in the event the Company is rated by all three of the Rating Agencies on the Rating Date as Investment Grade, the rating of the Company by any two of the three Rating Agencies shall be below Investment Grade;

(ii) in the event the Company is rated by any two, but not all three, of the three Rating Agencies on the Rating Date as Investment Grade, the rating of the Company by any of such two Rating Agencies shall be below Investment Grade;

(iii) in the event the Company is rated by one, and only one, of the three Rating Agencies on the Rating Date as Investment Grade, the rating of the Company by such Rating Agency shall be below Investment Grade; or

(iv) in the event the Company is rated by three or fewer than three Rating Agencies and is rated below Investment Grade by all such Rating Agencies on the Rating Date, the rating of the Company by any Rating Agency shall be decreased by one or more gradations (including gradations within Rating Categories as well as between Rating Categories);

a "**Relevant Event**" will be deemed to occur if:

(i) there is a No Registration Event; or

(ii) there is a Change of Control; and

"**S&P**" means Standard & Poor's Ratings Services and its affiliates.

References to "**principal**" in these Conditions shall, unless the context otherwise requires, include the premium referred to in this Condition 6(c).

(d) **Redemption at the Option of the Issuer**: On giving not less than 30 nor more than 60 days' notice (an "**Optional Redemption Notice**") to the Trustee and the Bondholders in accordance with Condition 16, the Issuer may at any time redeem the Bonds, in whole but not in part, at the Make Whole Price, together with accrued interest to, but excluding, the redemption date (the "**Option Redemption Date**") specified in the Option Redemption Notice.

In this Condition 6(d):

"**Adjusted Treasury Rate**" means, with respect to any Option Redemption Date, (i) the yield, under the heading which represents the average for immediately preceding week, appearing in the most recently published statistical release designated "H.15(519)" or any successor publication which is published weekly by the Board of Governors of the Federal Reserve System and which establishes yields on actively traded United States Treasury securities adjusted to constant maturity under the caption "Treasury Constant Maturities", for the maturity corresponding to the Comparable Treasury Issue (if no maturity is within three (3) months before or after January 13, 2023, yields for the two published maturities most closely corresponding to the Comparable Treasury Issue shall be determined and the Adjusted Treasury Rate shall be interpolated or extrapolated from such yields on a straight line basis, rounding to the nearest month) or (ii) if such release (or any successor release) is not published during the week preceding the calculation date or does not contain such yields, the rate per annum equal to the semi-annual equivalent yield in maturity of the Comparable Treasury Issue, assuming a price for the Comparable Treasury Issue (expressed as a percentage of its principal amount) equal to the Comparable Treasury Price for such redemption date, in each case calculated on the third Business Day immediately preceding the redemption date;

"**business day**" means a day, other than a Saturday or Sunday or public holiday, on which banks are open for business in The City of New York and London.

"**Comparable Treasury Issue**" means the U.S. Treasury security having a maturity comparable to January 13, 2023 that would be utilised, at the time of selection and in accordance with customary financial practice, in pricing new issues of corporate debt securities of comparable maturity to January 13, 2023;

"**Comparable Treasury Price**" means, with respect to any Option Redemption Date, if clause (ii) of the Adjusted Treasury Rate is applicable, the average of three (or such lesser number as is received by the Issuer) Reference Treasury Dealer Quotations for such Option Redemption Date;

"**Make Whole Price**" means, with respect to a Bond at any redemption date, the amount calculated by the Quotation Agent that is the greater of (1) the present value of the principal amount of the Bonds, assuming a scheduled repayment thereof on the Maturity Date, plus all required remaining scheduled interest payments due on such Bond through January 13, 2023 (but excluding accrued and unpaid interest to the Option Redemption Date), computed using a discount rate equal to the Adjusted Treasury Rate plus 100 basis points, and (2) the principal amount of such Bonds;

"**Quotation Agent**" means the Reference Treasury Dealer selected by the Issuer (at the expense of the Issuer) and notified in writing to the Trustee;

"**Reference Treasury Dealer**" means each of any three investment banks of recognised standing that is a primary U.S. Government securities dealer in New York City, selected by the Issuer in good faith; and

"**Reference Treasury Dealer Quotations**" means, with respect to each Reference Treasury Dealer and any Option Redemption Date, the average as determined by the Quotation Agent, of the bid and asked prices for the Comparable Treasury Issue (expressed in each case as a percentage of its principal amount) quoted in writing to such Quotation Agent by such Reference Treasury Dealer at 5:00 p.m. (New York time) on the third business day preceding such Option Redemption Date.

(e) **Redemption for minimum outstanding amount**: The Bonds may be redeemed at the option of the Issuer in whole, but not in part, at any time, on the Issuer giving not less than 30 nor more than 60 days' notice to the Trustee, the Agents and the Bondholders (which notice shall be irrevocable) at their principal amount, together with interest accrued to, but excluding, the date fixed for redemption, if prior to the date fixed for redemption at least 90 per cent. in principal amount of the Bonds originally issued has already been cancelled.

(f) **Notice of Redemption**: All Bonds in respect of which any notice of redemption is given under this Condition 6 shall be redeemed on the date specified in such notice in accordance with this Condition 6. If there is more than one notice of redemption given in respect of any Bond (which shall include any notice given by the Issuer pursuant to Condition 6(b), Condition 6(d) and Condition 6(e) and any Put Exercise Notice given by a Bondholder pursuant to Condition 6(c)), the notice given first in time shall prevail and in the event of two notices being given on the same date, the first to be given shall prevail.

(g) **Purchase**: The Issuer, the Company and their respective Subsidiaries may at any time purchase Bonds in the open market or otherwise at any price. The Bonds so purchased, while held by or on behalf of the Issuer, the Company or any such Subsidiary, shall not entitle the holder to vote at any meetings of the Bondholders and shall not be deemed to be outstanding for the purposes of calculating quorums at meetings of the Bondholders or for the purposes of Conditions 9, 12(a) and 13.

(h) **Cancellation**: All Bonds purchased by or on behalf of the Issuer, the Company or their respective Subsidiaries shall be surrendered for cancellation to the Registrar and, upon surrender thereof, all such Bonds shall be cancelled forthwith. Any Bonds so purchased may not be held, reissued or resold and the obligations of the Issuer and the Company in respect of any such Bonds shall be discharged.

7 PAYMENTS

(a) **Method of Payment**:

(i) Payments of principal and premium (if any) shall be made (subject to surrender of the relevant Certificates at the specified office of any Transfer Agent or of the Registrar if no further payment falls to be made in respect of the Bonds represented by such Certificates) in the manner provided in Condition 7(a)(ii) below.

(ii) Interest on each Bond shall be paid to the person shown on the Register at the close of business on the fifth Payment Business Day before the due date for payment thereof (the "**Record Date**"). Payments of interest on each Bond shall be made in US dollars by a transfer to a US dollar account maintained by the payee. Upon application by the holder to the specified office of the Registrar or any Transfer Agent before the Record Date, such payment of interest may be made by transfer to an account in US dollars maintained by the payee with a bank.

*Whilst the Bonds are evidenced by the Global Certificate and so long as the Global Certificate is held on behalf of Euroclear, Clearstream or any other clearing system, each payment in respect of the Global Certificate will be made to the person shown as the holder in the Register at the close of business (of the relevant clearing system) on the Clearing System Business Day before the due date for such payment, where "**Clearing System Business Day**" means a weekday (Monday to Friday, inclusive) except December 25 and January 1.*

(b) **Payments subject to Laws**: All payments are subject in all cases to any applicable fiscal or other laws, regulations and directives in the place of payment. No commission or expenses shall be charged to the Bondholders in respect of such payments.

(c) **Payment Initiation**: Where payment is to be made by transfer to an account in US dollars, payment instructions (for value on the due date or, if that is not a Payment Business Day, for value the first following day which is a Payment Business Day) will be initiated, on the due date for payment or, in the case of payments of principal and premium (if any) where the relevant Certificate has not been surrendered at the specified office of any Transfer Agent or of the Registrar, on a day on which the Principal Paying Agent is open for business and on which the relevant Certificate is surrendered.

(d) **Appointment of Agents**: The Principal Paying Agent, the Registrar and the Transfer Agent initially appointed by the Issuer and their respective specified offices are listed below. The Principal Paying Agent, the Registrar and the Transfer Agent act solely as agents of the Issuer and do not assume any obligation or relationship of agency or trust for or with any Bondholder. The Issuer reserves the right at any time with the prior written approval of the Trustee to vary or terminate the appointment of the Principal Paying Agent, the Registrar, any Transfer Agent or any of the other Agents and to appoint additional or other Agents, provided that the Issuer shall at all times maintain (i) a Principal Paying Agent, (ii) a Registrar and require that such Registrar maintains the Register outside the United Kingdom, (iii) a Transfer Agent and (iv) such other agents as may be required by any other stock exchange on which the Bonds may be listed.

Notice of any such termination or appointment or any change of any specified office of an Agent shall as soon as practicable be given by the Issuer to the Bondholders.

(e) **Agency Role**: In acting under the Agency Agreement and in connection with the Bonds, the Agents act solely as agents of the Issuer and (to the extent provided therein) the Trustee and do not assume any obligations towards or relationship of agency or trust for or with any of the Bondholders.

(f) **Delay in Payment**: Bondholders will not be entitled to any interest or other payment for any delay after the due date in receiving the amount due on a Bond if the due date is not a Payment Business Day or if the Bondholder is late in surrendering or cannot surrender its Certificate (if required to do so).

(g) **Payment not Made in Full**: If the amount of principal and/or premium (if any) being paid upon surrender of the relevant Certificate is less than the outstanding principal amount of, or premium due on, such Certificate, the Registrar will annotate the Register with the amount of principal and/or premium (if any) so paid and will (if so requested by the Issuer or a Bondholder) issue a new Certificate with a principal amount equal to the remaining unpaid outstanding principal amount and/or premium (if any). If the amount of interest being paid is less than the amount then due, the Registrar will annotate the Register with the amount of interest so paid.

(h) **Non-Payment Business Days**: If any date for payment in respect of any Bond is not a Payment Business Day, the holder shall not be entitled to payment until the next following Payment Business Day nor to any interest or other sum in respect of such postponed payment.

In this Condition 7, "**Payment Business Day**" means a day (other than a Saturday or Sunday or a public holiday) on which banks and foreign exchange markets are open for business in the place in which the specified office of the Principal Paying Agent is located and where payment is to be made by transfer to an account maintained with a bank in US dollars, on which foreign exchange transactions may be carried in US dollars in New York City.

8 TAXATION

All payments by or on behalf of the Issuer or the Company in respect of the Bonds or under the Guarantee shall be made free and clear of, and without withholding or deduction for, or on account of, any present or future taxes, duties, assessments or governmental charges of whatever nature imposed, levied, collected, withheld or assessed by or on behalf of any Relevant Jurisdiction, unless such withholding or deduction is required by law.

Where such withholding or deduction is made by the Issuer or, as the case may be, the Company by or on behalf of the PRC (or any political subdivision or any authority thereof or therein) at the rate of up to and including ten per cent. the Issuer or, as the case may be, the Company shall pay such additional amounts as will result in receipt by the Bondholders of such amounts as would have been received by them had no such withholding or deduction been required.

Where such withholding or deduction is made by the Issuer or, as the case may be, the Company by or on behalf of the PRC (or any political subdivision or any authority thereof or therein) at a rate in excess of ten per cent., or where such withholding or deduction is made by the Issuer or, as the case may be, the Company by or on behalf of any Relevant Jurisdiction other than the PRC, the Issuer or, as the case may be, the Company shall pay such additional amounts ("**Additional Tax Amounts**") as will result in receipt by the Bondholders of such amounts as would have been received by them had no such withholding or deduction been required, or, in the case of withholding or deduction by or on behalf of the PRC (or any political subdivision or any authority thereof or therein) such amounts as would have been received by them had the withholding or deduction in respect of the portion of the rate in excess of ten per cent. not been required, except that no Additional Tax Amounts shall be payable under this paragraph in respect of any Bond:

(a) **Other connection**: to a holder who is liable to such taxes, duties, assessments or governmental charges in respect of such Bond by reason of his having some connection with the Relevant Jurisdiction other than the mere holding of the Bond; or

(b) **Surrender more than 30 days after the Relevant Date**: in respect of which the Certificate representing it is presented for payment more than 30 days after the Relevant Date except to the extent that the holder of it would have been entitled to such Additional Tax Amounts on surrendering the Certificate representing such Bond for payment on the last day of such period of 30 days; or

(c) **Treasury regulations**: with respect to any withholding or deduction that is imposed in connection with Sections 1471-1474 of the US Internal Revenue Code and the U.S. Treasury regulations thereunder ("**FATCA**"), any intergovernmental agreement between the United States and any other jurisdiction implementing, or relating to, FATCA or any law or regulation enacted or issued in any jurisdiction with respect thereto.

In these Conditions:

"**Relevant Date**" in respect of any Bond means the date on which payment in respect of it first becomes due or (if any amount of the money payable is improperly withheld or refused) the date on which payment in full of the amount outstanding is made or (if earlier) the date seven days after that on which notice is duly given to the Bondholders that, upon further surrender of the Certificate representing such Bond being made in accordance with these Conditions, such payment will be made, provided that payment is in fact made upon such surrender.

"**Relevant Jurisdiction**" means the Cayman Islands or the PRC or any political subdivision or any authority thereof or therein having power to tax or, in either case, any other jurisdiction or any political subdivision or any authority thereof or therein having power to tax to which the Issuer or the Company, as the case may be, becomes subject in respect of payments made by it of principal and interest on the Bonds.

Any reference in these Conditions to any payments in respect of the Bonds shall be deemed also to refer to any additional amounts which may be payable under this Condition or under any undertakings given in addition to, or in substitution for, this Condition pursuant to the Trust Deed.

Neither the Trustee nor any Agent shall be responsible for paying any tax, duty, charge, withholding or other payment referred to in this Condition 8 or for determining whether such amounts are payable or the amount thereof, and none of them shall be responsible or liable for any failure by the Company, any Bondholder or any third party to pay such tax, duty, charges, withholding for or on account of any tax, duty, charge, withholding or other payment imposed by or in any jurisdiction.

9 EVENTS OF DEFAULT

If any of the following events (each an "**Event of Default**") occurs the Trustee at its discretion may, and if so requested by holders of at least 25 per cent. of the aggregate principal amount of the Bonds then outstanding or if so directed by an Extraordinary Resolution shall (provided in any such case that the Trustee shall first have been indemnified and/or secured and/or pre-funded to its satisfaction), give written notice to the Issuer and the Company declaring that the Bonds are, and they shall immediately become, due and payable at their principal amount together (if applicable) with accrued interest:

(a) **Non-Payment**: there is failure to pay (i) the principal of or any premium on any of the Bonds when due or (ii) any interest on any of the Bonds within 20 business days after the due date for such payment; or

(b) **Breach of Other Obligations**: the Issuer or the Company does not perform or comply with any one or more of its other obligations under the Bonds or the Trust Deed (other than those referred to in Condition 9(a)), which default is in each case incapable of remedy or if capable of remedy, is not remedied within 30 days after notice of such default shall have been given to the Issuer and/or the Company (as the case may be) by the Trustee; or

(c) **Cross-Default**: (i) any other present or future indebtedness of the Issuer, the Company or any of their respective Subsidiaries for or in respect of moneys borrowed or raised becomes (or becomes capable of being declared) due and payable prior to its stated maturity by reason of any actual or potential default, event of default or the like (howsoever described), or (ii) any such indebtedness is not paid when due or, as the case may be, within any originally applicable grace period, or (iii) the Issuer, the Company or any of their respective Subsidiaries fails to pay when due any amount payable by it under any present or future guarantee for, or indemnity in respect of, any moneys borrowed or raised provided that the aggregate amount of the relevant indebtedness, guarantees and indemnities in respect of which one or more of the events mentioned above in this Condition 9(c) have occurred equals or exceeds US$30.0 million or its equivalent (on the basis of the middle spot rate for the relevant currency against the US dollar as quoted by any leading bank selected by the Issuer on the day on which this Condition 9(c) operates); or

(d) **Enforcement Proceedings**: a distress, attachment, execution or other legal process is levied or enforced on or against the property, assets or revenues of the Issuer, the Company or any of their respective Principal Subsidiaries and is not discharged or stayed within 30 days; or

(e) **Security Enforced**: any mortgage, charge, pledge, lien or other encumbrance, present or future, created or assumed by the Issuer, the Company or any of their respective Principal Subsidiaries over the assets of the Issuer, the Company or their respective Principal Subsidiaries at that time becomes enforceable and any step is taken to enforce it (including the taking of possession or the appointment of a receiver, administrative receiver, administrator, manager or other similar person) and is not discharged or stayed within 60 days; or

(f) **Insolvency**: the Issuer, the Company or any of their respective Principal Subsidiaries is adjudicated by a court in an order or decree to be insolvent or bankrupt or unable to pay its debts, stops, suspends or threatens to stop or suspend payment of all or a part of its debts, proposes or makes any agreement for the deferral, rescheduling or other readjustment of all or a part of its debts, proposes or makes a general assignment or an arrangement or composition with or for the benefit of the relevant creditors in respect of any of such debts or a moratorium is agreed or declared in respect of or affecting all or a part of the debts of the Issuer, the Company, or any of their respective Principal Subsidiaries; or

(g) **Winding-up**: an administrator is appointed, an order is made or an effective resolution passed for the winding-up or dissolution or administration of the Issuer, the Company or any of their respective Principal Subsidiaries, or the Issuer, the Company or any of their respective Principal Subsidiaries ceases or threatens to cease to carry on all or substantially all of its business or operations, except for (i) the purpose of and followed by a reconstruction, amalgamation, reorganisation, merger or consolidation (A) on terms approved by an Extraordinary Resolution of the Bondholders, or (B) whereby the undertaking and assets of a Principal Subsidiary are transferred to or otherwise vested in the Company or any of its Subsidiaries; or (ii) a solvent winding up of any Principal Subsidiary other than the Issuer; or

(h) **Nationalisation**: any step is taken by any person with a view to the seizure, compulsory acquisition, expropriation or nationalisation of all or a material part of the assets of the Issuer, the Company or any of their respective Principal Subsidiaries; or

(i) **Authorisation and Consents**: any action, condition or thing (including the obtaining or effecting of any necessary consent, approval, authorisation, exemption, filing, licence, order, recording or registration) at any time required to be taken, fulfilled or done in order (i) to enable the Issuer and the Company lawfully to enter into, exercise their respective rights and perform and comply with their respective obligations under the Bonds and the Trust Deed, (ii) to ensure that those obligations are legally binding and enforceable and (iii) to make the Bonds and the Trust Deed admissible in evidence in the courts of Hong Kong is not taken, fulfilled or done; or

(j) **Illegality**: it is or will become unlawful for any of the Issuer and the Company to perform or comply with any one or more of their respective obligations under any of the Bonds or the Trust Deed; or

(k) **Unenforceability of Guarantee**: except as permitted under the Trust Deed, any part of the Guarantee is unenforceable or invalid or shall for any reason cease to be in full force and effect or is claimed to be unenforceable, invalid or not in full force and effect by the Issuer or the Company; or

(l) **Analogous Events**: any event occurs which under the laws of any relevant jurisdiction has an analogous effect to any of the events referred to in any of Conditions 9(d) to 9(g) (both inclusive).

In this Condition 9:

"**Principal Subsidiary**" means any Subsidiary of the Company:

(a) whose total operating income or (in the case of a Subsidiary which itself has Subsidiaries) consolidated total operating income, as shown by its latest audited income statement is at least five per cent. of the consolidated total operating income as shown by the latest published audited consolidated income statement of the Company and its Subsidiaries including, for the avoidance of doubt, the Company and its consolidated Subsidiaries' share of profits of Subsidiaries not consolidated and of jointly controlled entities and after adjustments for minority interests;

(b) whose net profits or (in the case of a Subsidiary which itself has Subsidiaries) consolidated net profit, as shown by its latest audited income statement is at least five per cent. of the consolidated net profit as shown by the latest published audited consolidated income statement of the Company and its Subsidiaries including, for the avoidance of doubt, the Company and its consolidated Subsidiaries' share of profits of Subsidiaries not consolidated and of jointly controlled entities and after adjustments for minority interests;

(c) whose total assets or (in the case of a Subsidiary which itself has Subsidiaries) consolidated total assets, as shown by its latest audited balance sheet are at least five per cent. of the consolidated total assets of the Company and its Subsidiaries as shown by the latest published audited consolidated balance sheet of the Company and its Subsidiaries including, the investment of the Company in each Subsidiary whose accounts are not consolidated with the consolidated audited accounts of the Company and after adjustment for minority interests; or

(d) to which is transferred the whole or substantially the whole of the assets of a Subsidiary which immediately prior to such transfer was a Principal Subsidiary, provided that (i) the Principal Subsidiary which so transfers its assets shall forthwith upon such transfer cease to be a Principal Subsidiary and the Subsidiary to which the assets are so transferred shall forthwith become a Principal Subsidiary and (ii) on or after the date on which the first published audited accounts (consolidated, if appropriate) of the Company prepared as of a date later than such transfer are issued, whether such transferor Subsidiary or such transferee Subsidiary is or is not a Principal Subsidiary shall be determined on the basis of such accounts by virtue of the provisions of paragraphs (a), (b) or (c) above of this definition;

provided that, in relation to paragraphs (a), (b) and (c) above of this definition:

(i) in the case of a corporation or other business entity becoming a Subsidiary after the end of the financial period to which the latest consolidated audited accounts of the Company relate, the reference to the then latest consolidated audited accounts of the Company for the purposes of the calculation above shall, until consolidated audited accounts of the Company for the financial period in which the relevant corporation or other business entity becomes a Subsidiary are published be deemed to be a reference to the then latest consolidated audited accounts of the Company adjusted to consolidate the latest audited accounts (consolidated in the case of a Subsidiary which itself has Subsidiaries) of such Subsidiary in such accounts;

(ii) if at any relevant time in relation to the Company or any Subsidiary which itself has Subsidiaries no consolidated accounts are prepared and audited, total operating income, net profit or total assets of the Company and/or any such Subsidiary shall be determined on the basis of *pro forma* consolidated accounts prepared for this purpose by the Company;

(iii) if at any relevant time in relation to any Subsidiary, no accounts are audited, its total operating income, net profit or total assets (consolidated, if appropriate) shall be determined on the basis of *pro forma* accounts (consolidated, if appropriate) of the relevant Subsidiary prepared for this purpose by the Company; and

(iv) if the accounts of any Subsidiary (not being a Subsidiary referred to in proviso (i) above) are not consolidated with those of the Company, then the determination of whether or not such Subsidiary is a Principal Subsidiary shall be based on a *pro forma* consolidation of its accounts (consolidated, if appropriate) with the consolidated accounts (determined on the basis of the foregoing) of the Company.

A certificate signed by any authorised signatory of the Company (whether or not addressed to the Trustee) delivered by the Company to the Trustee that in its opinion a Subsidiary of the Company is or is not or was or was not at any particular time or throughout any specified period a Principal Subsidiary, may be relied upon by the Trustee without further enquiry or evidence and, if relied upon by the Trustee, shall be conclusive and binding on all parties and the Trustee shall not be liable in any way for relying on such certificate.

10 PRESCRIPTION

Claims against the Issuer and the Company for payment in respect of the Bonds shall be prescribed and become void unless made within ten years (in the case of principal or premium) or five years (in the case of interest) from the appropriate Relevant Date in respect of them.

11 REPLACEMENT OF CERTIFICATES

If any Certificate is lost, stolen, mutilated, defaced or destroyed, it may be replaced, subject to applicable laws, regulations or other relevant regulatory authority regulations, at the specified office of the Registrar or such other Transfer Agent as may from time to time be designated by the Issuer for that purpose and notice of whose designation is given to Bondholders, in each case on payment by the claimant of the fees and costs incurred in connection therewith and on such terms as to evidence, security, indemnity and otherwise as the Issuer, the Registrar and/or such Transfer Agent may require (provided that the requirement is reasonable in light of prevailing market practice). Mutilated or defaced Certificates must be surrendered before replacements will be issued.

12 MEETINGS OF BONDHOLDERS, MODIFICATION AND WAIVER

(a) **Meetings of Bondholders**: The Trust Deed contains provisions for convening meetings of Bondholders to consider matters affecting their interests, including the sanctioning by Extraordinary Resolution of a modification of any of these Conditions or any provisions of the Trust Deed. Such a meeting may be convened by the Issuer, the Company or the Trustee and shall be convened by the Trustee if requested to do so by Bondholders holding not less than ten per cent. in principal amount of the Bonds for the time being outstanding. The quorum for any meeting convened to consider an Extraordinary Resolution will be one or more persons holding or representing a more than 50 per cent. in principal amount of the Bonds for the time being outstanding, or at any adjourned meeting one or more persons being or representing Bondholders whatever the principal amount of the Bonds held or represented, unless the business of such meeting includes consideration of proposals, *inter alia*, (i) to modify the maturity of the Bonds or the dates on which interest is payable in respect of the Bonds, (ii) to reduce or cancel the principal amount of, any premium payable in respect of, or interest on, the Bonds, (iii) to change the currency of payment of the Bonds, (iv) to modify the provisions concerning the quorum required at any meeting of Bondholders or the majority required to pass an Extraordinary Resolution, or (v) to cancel, or amend any term of, the Guarantee otherwise than in accordance with Condition 12(b), in which case the necessary quorum will be one or more persons holding or representing not less than 66⅔ per cent. or at any adjourned meeting not less than 33⅓ per cent. in principal amount of the Bonds for the time being outstanding. Any Extraordinary Resolution duly passed shall be binding on Bondholders (whether or not they were present at the meeting at which such resolution was passed). An "**Extraordinary Resolution**" is defined in the Trust Deed to mean: (i) a resolution passed at a duly convened meeting of Bondholders by a majority of at least two thirds of the votes cast and (ii) a resolution in writing signed by or on behalf of the Bondholders of not less than 90 per cent. in principal amount of the Bonds outstanding. A resolution in writing may be contained in one document or several documents in the same form, each signed by or on behalf of one or more Bondholders.

For so long as the Bonds are represented by the Global Certificate, an Extraordinary Resolution includes a consent given by way of electronic consents through the relevant clearing system(s) (in a form satisfactory to the Trustee) by or on behalf of all the Bondholders of not less than 90 per cent. in principal amount of the Bonds for the time being outstanding.

(b) **Modification of Agreements and Deeds**: The Trustee may (but shall not be obliged to) agree, without the consent of the Bondholders, to (i) any modification of any of these Conditions or any of the provisions of the Trust Deed or the Agency Agreement that is of a formal, minor or technical nature or is made to correct a manifest error or an error which is, in the opinion of the Trustee, proven, and (ii) any other modification (except as mentioned in the Trust Deed), and any waiver or authorisation of any of these Conditions or any Event of Default or any breach or proposed breach, of any of any of the provisions of the Trust Deed or the Agency Agreement, or any determination that any Event of Default or any breach or proposed breach shall not be treated as such (provided that, in any such case, it is not, in the opinion of the Trustee materially prejudicial to the interests of the Bondholders). Any such modification, authorisation or waiver shall be binding on the Bondholders and, unless the Trustee otherwise agrees, such modification, authorisation or waiver shall be notified by the Issuer to the Bondholders as soon as practicable thereafter.

(c) **Entitlement of the Trustee**: In connection with the exercise of its functions, rights, authorities, powers and discretions (including but not limited to those referred to in this Condition 12) the Trustee shall have regard to the general interests of the Bondholders as a class and shall not have regard to the interests arising from circumstances particular to individual Bondholders (whatever their number) and, in particular but without limitation, shall not have regard to consequences of such exercise for individual Bondholders (whatever their number) resulting from their being for any purpose domiciled or resident in, or otherwise connected with, or subject to the jurisdiction of, any particular territory or any political sub-division thereof, and the Trustee shall not be entitled to require on behalf of any Bondholders, nor shall any Bondholder be entitled to claim, from the Issuer or the Company any indemnification or payment in respect of any tax consequence of any such exercise upon individual Bondholders except to the extent already provided for in Condition 8 and/or any undertaking given in addition to, or in substitution for, Condition 8 pursuant to the Trust Deed.

13 ENFORCEMENT

The Trustee may, at its discretion and without further notice, institute such proceedings against the Issuer and/or the Company as it may think fit to enforce the terms of the Trust Deed and the Bonds, but it need not take any such proceedings unless (a) it shall have been so directed by an Extraordinary Resolution or so requested in writing by Bondholders holding at least 25 per cent. in principal amount of the Bonds then outstanding, and (b) it shall first have been indemnified and/or secured and/or pre-funded to its satisfaction. No Bondholder may proceed directly against the Issuer and/or the Company unless the Trustee, having become bound so to proceed, fails to do so within a reasonable time and such failure is continuing.

14 INDEMNIFICATION OF THE TRUSTEE

The Trust Deed contains provisions for the indemnification of the Trustee and for its relief from responsibility, including provisions relieving it from taking proceedings to enforce payment unless first indemnified and/or secured and/or pre-funded to its satisfaction and provisions limiting or excluding its liability in certain circumstances. The Trustee is entitled to enter into business transactions with the Issuer, the Company, any of their Subsidiaries and/or any entity related (directly or indirectly) to the Issuer or the Company without accounting for any profit.

The Trust Deed provides that, when determining whether an indemnity or any security or pre-funding is satisfactory to it, the Trustee shall be entitled (i) to evaluate its risk in any given circumstance by considering the worst case scenario and (ii) to require that any indemnity or security given to it by the Bondholders or any of them be given on a joint and several basis and be supported by evidence satisfactory to it as to the financial standing and creditworthiness of each counterparty and/or as to the value of the security and an opinion as to the capacity, power and authority of each counterparty and/or the validity and effectiveness of the security.

None of the Trustee or any of the Agents shall be responsible for the performance by the Issuer, the Company and any other person appointed by the Issuer in relation to the Bonds of the duties and obligations on their part expressed in respect of the same and, unless it has written notice from the Issuer or the Company to the contrary, the Trustee and each Agent shall assume that the same are being duly performed. None of the Trustee or any Agent shall be liable to any Bondholder or any other person for any action taken by the Trustee or such Agent in accordance with the instructions of the Bondholders. The Trustee shall be entitled to rely on any direction, request or resolution of Bondholders given by holders of the requisite principal amount of Bonds outstanding or passed at a meeting of Bondholders convened and held in accordance with the Trust Deed. Whenever the Trustee is required or entitled by the terms of the Trust Deed or these Conditions to exercise any discretion or power, take any action, make any decision or give any direction, the Trustee is entitled, prior to its exercising any such discretion or power, taking any such action, making any such decision, or giving any such direction, to seek directions from the Bondholders by way of an Extraordinary Resolution, and the Trustee is not responsible for any loss or liability incurred by any person as a result of any delay in it exercising such discretion or power, taking such action, making such decision, or giving such direction where the Trustee is seeking such directions or in the event that no such directions are received. The Trustee shall not be under any obligation to monitor compliance with the provisions of the Trust Deed, the Agency Agreement or these Conditions.

The Trustee may rely without liability to Bondholders on any report, confirmation, opinion or certificate or any advice of any legal advisers, accountants, financial advisers, financial institution or any other expert, whether or not addressed to it and whether or not their liability in relation thereto is limited (by its terms or by any engagement letter relating thereto entered into by the Trustee or any other person or in any other manner) by reference to a monetary cap, methodology or otherwise. The Trustee may accept and shall be entitled to rely on any such report, confirmation, opinion or certificate or advice and, in such event, such report, confirmation, opinion or certificate or advice shall be binding on the Issuer, the Company and the Bondholders.

Neither the Trustee nor any of the Agents shall be under any obligation to ascertain whether any Event of Default, Potential Event of Default or Relevant Event has occurred.

15 FURTHER ISSUES

The Issuer may from time to time without the consent of the Bondholders create and issue further securities having the same terms and conditions as the Bonds in all respects (or in all respects except for any one or more of the first payment of interest, the issue date, the timing for the Post-Issuance Filing with the NDRC and the timing for completion of the Cross-border Security Registration and, to the extent necessary, certain temporary securities law transfer restrictions) and so that such further issue shall be consolidated and form a single series with the Bonds. References in these Conditions to the Bonds include (unless the context requires otherwise) any such other securities issued pursuant to this Condition 15 and forming a single series with the Bonds. Any further securities forming a single series with the Bonds constituted by the Trust Deed or any deed supplemental to it shall be constituted by a deed supplemental to the Trust Deed.

16 NOTICES

Notices to the holders of Bonds shall be mailed to them at their respective addresses in the Register and deemed to have been given on the fourth weekday (being a day other than a Saturday or a Sunday) after the date of mailing. Notices to the holders of Bonds shall also be published at the Issuer's expense in a leading English language daily newspaper having general circulation in Asia (which is expected to be *The Wall Street Journal Asia*). The Issuer shall also ensure that notices are duly published in a manner that complies with the rules and regulations of any stock exchange or other relevant authority on which the Bonds are for the time being listed. Any such notice shall be deemed to have been given on the date of such publication or, if published more than once, on the first date on which publication is made.

So long as the Global Certificate is held on behalf of Euroclear and Clearstream any notice to the holders of the Bonds shall be validly given by the delivery of the relevant notice to Euroclear and Clearstream, for communication by the relevant clearing system to entitled accountholders in substitution for notification as required by these Conditions and shall be deemed to have been given on the date of delivery to such clearing system.

17 CONTRACTS (RIGHTS OF THIRD PARTIES) ACT 1999

No person shall have any right to enforce any term or condition of the Bonds or the Trust Deed under the Contracts (Rights of Third Parties) Act 1999.

18 CURRENCY INDEMNITY

U.S. dollars are the sole currency of account and payment for all sums payable by the Issuer and the Company under or in connection with the Bonds, including damages. Any amount received or recovered in a currency other than U.S. dollars (whether as a result of, or of the enforcement of, a judgment or order of a court of any jurisdiction, in the insolvency, winding-up or dissolution of the Issuer or the Company or otherwise) by the Trustee or any Bondholder in respect of any sum expressed to be due to it from the Issuer or the Company shall only constitute a discharge to the Issuer or the Company, as the case may be, to the extent of the U.S. dollars which the recipient is able to purchase with the amount so received or recovered in that other currency on the date of that receipt or recovery (or, if it is not practicable to make that purchase on that date, on the first date on which it is practicable to do so). If that U.S. dollar amount is less than the U.S. dollar amount expressed to be due to the recipient under any Bond, the Issuer and the Company shall jointly and severally indemnify it against any loss sustained by it as a result. In any event, the Issuer and the Company shall jointly and severally indemnify the recipient against the cost of making any such purchase. For the purposes of this Condition 18, it will be sufficient for the Trustee or the Bondholder to demonstrate that it would have suffered a loss had an actual purchase been made. These indemnities constitute a separate and independent obligation from the other obligations of the Issuer and the Company, shall give rise to a separate and independent cause of action, shall apply irrespective of any indulgence granted by the Trustee or any Bondholder and shall continue in full force and effect despite any other judgment, order, claim or proof for a liquidated amount in respect of any sum due under any Bond or any other judgment or order. If the U.S. dollars amount that may be purchased exceeds that the amount so received or recovered in that other currency, any excess shall as soon as practicable be repaid to the Issuer or the Company, as the case may be.

19 GOVERNING LAW AND JURISDICTION

(a) **Governing Law**: The Trust Deed, the Agency Agreement, the Guarantee and the Bonds, and any non-contractual obligations arising out of or in connection with them, are governed by, and shall be construed in accordance with, English law.

(b) **Jurisdiction**: The courts of Hong Kong are to have exclusive jurisdiction to settle any disputes that may arise out of or in connection with the Bonds, the Guarantee, the Trust Deed and the Agency Agreement and accordingly any legal action or proceedings arising out of or in connection with any Bonds, the Guarantee, the Trust Deed or the Agency Agreement ("**Proceedings**") may be brought in the courts of Hong Kong. Pursuant to the Trust Deed, each of the parties has irrevocably submitted to the jurisdiction of the courts of Hong Kong.

(c) **Agent for Service of Process**: Each of the Issuer and the Company has irrevocably appointed CFLD International Holdings Limited at Unit 1102-1103, 11/F, Wing Tuck Commercial Centre 177-183 Wing Lok Street, Sheung Wan, Hong Kong, to receive service of process in any Proceedings in Hong Kong. If for any reason any of the Issuer or the Company does not have such an agent in Hong Kong, it will appoint a substitute process agent and notify the Trustee and the Bondholders of such appointment. Nothing herein shall affect the right to serve process in any matter permitted by law.

(d) **Waiver of Immunity**: Each of the Issuer and Company hereby waives any right to claim sovereign or other immunity from jurisdiction or execution and any similar defence, and irrevocably consents to the giving of any relief or the issue of any process, including, without limitation, the making, enforcement or execution against any property whatsoever (irrespective of its use or intended use) of any order or judgment made or given in connection with any Proceedings.

(e) **Trustee and Bondholder Proceedings**: To the extent allowed by law, the Trustee and the Bondholders may, in respect of any Proceedings, take (i) Proceedings in any other court with jurisdiction; and (ii) concurrent Proceedings in any number of jurisdictions.

TERMS AND CONDITIONS OF THE 2025 BONDS

The following other than the words in italics is the text of the terms and conditions of the Bonds which will appear on the reverse of each of the definitive Certificates evidencing the Bonds:

The issue of US$700,000,000 8.05 per cent. guaranteed bonds due 2025 (the "**Bonds**", which term shall include, unless the context requires otherwise, any additional Bonds issued in accordance with Condition 15 and consolidated and forming a single series therewith) was authorised by a resolution of the board of directors of CFLD (Cayman) Investment Ltd. (the "**Issuer**") passed on January 3, 2020. The Bonds are guaranteed by China Fortune Land Development Co., Ltd. (the "**Company**"). The giving of the Guarantee (as defined in Condition 3(b)) was authorised by a resolution of the board of directors of the Company passed on December 12, 2019. The Bonds are constituted by a trust deed (as amended and supplemented from time to time, the "**Trust Deed**") dated on or about January 13, 2020 (the "**Issue Date**") between the Issuer, the Company and The Bank of New York Mellon, London Branch (the "**Trustee**" which expression shall, where the context so permits, include all persons for the time being the trustee or trustees under the Trust Deed) as trustee for the holders of the Bonds. These terms and conditions (the "**Conditions**") include summaries of, and are subject to, the detailed provisions of the Trust Deed, which includes the form of the Bonds. Copies of the Trust Deed and of the agency agreement dated on or about January 13, 2020 relating to the Bonds (as amended and supplemented from time to time, the "**Agency Agreement**") between the Issuer, the Company, the Trustee, The Bank of New York Mellon SA/NV, Luxembourg Branch as registrar (the "**Registrar**"), and as transfer agent (the "**Transfer Agent**"), The Bank of New York Mellon, London Branch as initial principal paying agent (the "**Principal Paying Agent**") and any other agents named in it, are available to Bondholders during usual business hours upon prior written request and satisfactory proof of holding from the principal office of the Principal Paying Agent (presently at One Canada Square, London E14 5AL). The "**Agents**" means the Principal Paying Agent, the Registrar, the Transfer Agent and any other agent or agents appointed from time to time with respect to the Bonds. The Bondholders are entitled to the benefit of, are bound by, and are deemed to have notice of, all the provisions of the Trust Deed and are deemed to have notice of those provisions applicable to them of the Agency Agreement.

All capitalised terms that are not defined in the Conditions will have the meanings given to them in the Trust Deed.

For purposes of this "Terms and Conditions of the 2025 Bonds," the term "Bonds" refers only to the 2025 Bonds.

1 FORM, SPECIFIED DENOMINATION AND TITLE

The Bonds are issued in registered form in specified denominations of US$200,000 and integral multiples of US$1,000 in excess thereof.

The Bonds are represented by registered certificates ("**Certificates**") which will be issued to each Bondholder in respect of its holding or holdings of Bonds and, save as provided in Condition 2(a), each Certificate shall represent the entire holding of Bonds by the same holder.

Title to the Bonds shall pass by and upon registration in the register that the Issuer shall procure to be kept by the Registrar outside the United Kingdom in accordance with the provisions of the Agency Agreement (the "**Register**"). Except as ordered by a court of competent jurisdiction or as required by law, the holder (as defined below) of any Bond shall be deemed to be and may be treated as its absolute owner for all purposes whether or not it is overdue and regardless of any notice of ownership, trust or an interest in it, any writing on the Certificate representing it or the theft or loss of such Certificate and no person shall be liable for so treating the holder.

In these Conditions, "**Bondholder**" and "**holder**" means the person in whose name a Bond is registered.

*Upon issue, the Bonds will be represented by a global certificate (the "**Global Certificate**") deposited with a common depositary for, and representing Bonds registered in the name of a nominee of such common depositary for, Euroclear and Clearstream. These Conditions are modified by certain provisions contained in the Global Certificate. See "Summary of Provisions relating to the Bonds While in Global Form".*

2 TRANSFERS OF BONDS

(a) **Transfer**: A holding of Bonds may, subject to Condition 2(d), be transferred in whole or in part upon the surrender (at the specified office of the Registrar or any Transfer Agent) of the Certificate(s) representing such Bonds to be transferred, together with the form of transfer endorsed on such Certificate(s) (or another form of transfer substantially in the same form and containing the same representations and certifications (if any), unless otherwise agreed by the Issuer), duly completed and executed and any other evidence as the Registrar or Transfer Agent may require. In the case of a transfer of part only of a holding of Bonds represented by one Certificate, a new Certificate shall be issued to the transferee in respect of the part transferred and a further new Certificate in respect of the balance of the holding not transferred shall be issued to the transferor. In the case of a transfer of Bonds to a person who is already a holder of Bonds, a new Certificate representing the enlarged holding shall only be issued against surrender of the Certificate representing the existing holding.

(b) **Delivery of New Certificates**: Each new Certificate to be issued pursuant to Condition 2(a) shall be available for delivery within seven business days of receipt of a duly completed form of transfer or Put Exercise Notice (as defined in Condition 6(c)) and surrender of the existing Certificate(s). Delivery of the new Certificate(s) shall be made at the specified office of the Transfer Agent or of the Registrar (as the case may be) to whom delivery or surrender of such form of transfer or Put Exercise Notice and Certificate shall have been made or, at the option of the holder making such delivery or surrender as aforesaid and as specified in the relevant form of transfer or Put Exercise Notice or otherwise in writing, be mailed by uninsured post at the risk of the holder entitled to the new Certificate (but free of charge to the holder and at the Issuer's expense) to such address as may be so specified, unless such holder requests otherwise and pays in advance to the relevant Transfer Agent or the Registrar (as the case may be) the costs of such other method of delivery and/or such insurance as it may specify. In this Condition 2(b), "**business day**" means a day, other than a Saturday or Sunday or public holiday, on which banks are open for business in the place of the specified office of the relevant Transfer Agent or the Registrar (as the case may be).

(c) **Transfer Free of Charge**: Certificates, on transfer, shall be issued and registered without charge by or on behalf of the Issuer, the Registrar or any Transfer Agent, but upon (i) payment of any tax or other governmental charges that may be imposed in relation to it (or the giving of such indemnity and/or security and/or prefunding as the Registrar or the relevant Transfer Agent may require); (ii) the Registrar being satisfied in its absolute discretion with the documents of title or identity of the person making the application and (iii) the relevant Agent being satisfied that the regulations concerning transfer of Bonds have been complied with.

(d) **Closed Periods**: No Bondholder may require the transfer of a Bond to be registered (i) during the period of 15 days ending on (and including) the due date for redemption of that Bond, (ii) after the exercise of the put option in Condition 6(c), or (iii) during the period of seven days ending on (and including) any Record Date (as defined in Condition 7(a)(ii)).

(e) **Regulations Concerning Transfer and Registration**: All transfers of Bonds and entries on the Register will be made subject to the detailed regulations concerning the transfer of Bonds scheduled to the Agency Agreement. The regulations may be changed by the Issuer with the prior written approval of the Registrar and the Trustee, or by the Registrar, with the prior written approval of the Trustee. A copy of the current regulations will be posted (free of charge to the Bondholders and at the Issuer's expense) by the Registrar to any Bondholder who asks for one.

Transfers of interests in the Bonds evidenced by the Global Certificate will be effected in accordance with the rules of the relevant clearing systems.

3 STATUS AND GUARANTEE

(a) **Status**: The Bonds constitute direct, unsubordinated, unconditional and (subject to Condition 4(a)) unsecured obligations of the Issuer and shall at all times rank *pari passu* and without any preference among themselves. The payment obligations of the Issuer under the Bonds shall, save for such exceptions as may be provided by applicable legislation that are both mandatory and of general application and subject to Condition 4(a), at all times rank at least *pari passu* in right of payment with all the Issuer's other present and future unsecured and unsubordinated obligations.

(b) **Guarantee**: The Company has unconditionally and irrevocably guaranteed the due and punctual payment of all sums from time to time payable by the Issuer under the Bonds and all other monies payable by the Issuer under or pursuant to the Trust Deed. The Company's obligations in respect of the Bonds and the Trust Deed (the "**Guarantee**") are contained in the Trust Deed (and any supplement thereto). The obligations of the Company under the Guarantee shall, save for such exceptions as may be provided by applicable legislation that are both mandatory and of general application and subject to Condition 4(a), at all times rank at least *pari passu* in right of payment with all its other present and future unsecured and unsubordinated obligations.

4 COVENANTS

(a) **Negative Pledge**: So long as any Bond remains outstanding (as defined in the Trust Deed), neither the Issuer nor the Company will, and each of the Issuer and the Company shall ensure that none of their respective Subsidiaries will, create, or have outstanding, any mortgage, charge, lien, pledge or other security interest, upon the whole or any part of its present or future undertaking, assets or revenues (including any uncalled capital) to secure any Relevant Indebtedness or to secure any guarantee or indemnity in respect of any Relevant Indebtedness, without at the same time or prior thereto according to the Bonds the same security as is created or subsisting to secure any such Relevant Indebtedness or guarantee or indemnity in respect of any such Relevant Indebtedness, or such other security as (i) the Trustee shall in its absolute discretion deem not materially less beneficial to the interest of the Bondholders or (ii) shall be approved by an Extraordinary Resolution (as defined in the Trust Deed) of the Bondholders.

(b) **Financial Information**: For so long as any Bond remains outstanding, the Company will furnish the Trustee with (i) a copy of the relevant Company Audited Financial Reports within 150 days of the end of each applicable Relevant Period prepared in accordance with the Accounting Standards for Business Enterprises in the PRC; and (ii) a copy of the Company Unaudited Financial Reports within 110 days of the end of each applicable Relevant Period prepared on a basis consistent with the Company Audited Financial Reports; provided that, if at any time the capital stock of the Company is listed for trading on a recognised stock exchange (including the Shanghai Stock Exchange and Shenzhen Stock Exchange), and files financial or other reports with such exchange, the Company may make available to the Trustee, as soon as they are available but in any event not more than 30 calendar days after any financial reports of the Company are filed with the exchange on which the Company's capital stock is at such time listed for trading, true and correct copies of any financial or other report filed with such exchange in lieu of the reports identified in Condition 4(b)(i) and 4(b)(ii) above; provided further that if such statements provided pursuant to Condition 4(b)(i) or 4(b)(ii) or the first proviso of Condition 4(b) are not in the English language, such statements shall be accompanied by an English translation of the same.

(c) **Issuer Activities**: The Issuer shall not, and the Company will procure that the Issuer will not, carry on any business activity whatsoever other than in connection with the Bonds or any Relevant Indebtedness (such activities in connection with the Bonds or Relevant Indebtedness shall, for the avoidance of doubt, include (i) the offering, sale or issuance of the Bonds or Relevant Indebtedness (including further securities issued in accordance with Condition 15 or pursuant to the terms of the Relevant Indebtedness, as the case may be) and (ii) the on-lending of the proceeds of the issue of the Bonds or Relevant Indebtedness to the Company and/or other Subsidiaries of the Company).

(d) **Undertakings relating to the Guarantee**: The Company undertakes that it will register or cause to be registered with SAFE the Guarantee in accordance with, and within the time period prescribed by, the Foreign Exchange Administration Rules on Cross-border Security (跨境擔保外匯管理規定) ("**Cross-border Security Registration**"), use its best endeavours to complete the Cross-border Security Registration and obtain a registration record from SAFE on or before the Registration Deadline and comply with all applicable PRC laws and regulations in relation to the Guarantee. In addition, within five Registration Business Days after receipt of the registration certificate from SAFE (or any other document evidencing completion of registration issued by SAFE), the Issuer shall deliver to the Trustee a certificate in the form attached as Schedule 5 to the Trust Deed confirming the completion of the completion of the Cross-Border Security Registration and attaching a notice to be delivered to the Bondholders. The Trustee shall have no obligation to monitor or ensure the registration of the Guarantee with SAFE on or before the Registration Deadline and shall not be liable to Bondholders or any other person for not doing so.

(e) **NDRC Registration**: The Company undertakes that it will within ten PRC Business Days after the Issue Date, or with respect to further issues pursuant to Condition 15, the issue date of such further issues, file or cause to be filed with the National Development and Reform Commission or its local counterparts (the "**NDRC**") requisite information and documents (the "**Post-Issuance Filing**") in accordance with the Circular on Promoting the Reform of the Administrative System on the Issuance by Enterprises of Foreign Debt Filings and Registrations 《國家發展改革委關於推進企業發行外債備案登記制管理改革的通知》《發改外資(2015)2044號》 issued by the NDRC and effective from 14 September 2015 and any implementation rules as issued by the NDRC from time to time.

The Trustee shall have no obligation or duty to monitor or ensure the completion of the NDRC Post-issue Filing within the timeframe referred to above or to verify the accuracy, validity and/or genuineness of any certificate, confirmation or other documents in relation to or in connection with the NDRC Post-issue Filing or to give notice to the Bondholders confirming the completion of the NDRC Post-Issue Filing, and shall not be liable to any Bondholder or any other person for not doing so.

In these Conditions:

"**control**" means (where applicable): (i) the ownership, acquisition or control of more than 50 per cent. of the Voting Rights of the issued share capital of a person or (ii) the right to appoint and/or remove all or the majority of the members of a person's board of directors or other governing body, whether obtained directly or indirectly, and whether obtained by ownership of share capital, the possession of Voting Rights, contract or otherwise and the terms "controlling" and "controlled" have meanings correlative to the foregoing;

"**Company Audited Financial Reports**" means annual audited consolidated balance sheet, income statement, statement of cash flows and statements of changes in owners' equity of the Company and its Subsidiaries together with any statements, reports (including any directors' and auditors' reports) and notes attached to or intended to be read with any of them, audited by an internationally recognised firm of independent accountants;

"**Company Unaudited Financial Reports**" means semi-annual (or any other interim reporting period required by applicable law or regulations) unaudited consolidated balance sheet, income statement, statement of cash flows and statements of changes in owners' equity of the Company and its Subsidiaries, reviewed by an internationally recognised firm of independent accountants;

a "**person**" includes any individual, company, corporation, firm, partnership, joint venture, undertaking, association, organisation, trust, state or agency of a state (in each case whether or not being a separate legal entity);

"**Potential Event of Default**" has the same meaning as set out in the Trust Deed;

"**PRC**" means the People's Republic of China which, for the purposes of these Conditions, shall not include Hong Kong, Macau and Taiwan;

"**PRC Business Day**" means a day, other than a Saturday, Sunday or public holiday, on which commercial banks are generally open for business in Beijing, China;

"**Registration Business Day**" means a day, other than a Saturday, Sunday or public holiday, on which commercial banks are generally open for business in Langfang, Hebei, China;

"**Registration Conditions**" means the receipt by the Trustee of a certificate signed by two executive officers of the Company confirming the completion of the Cross-border Security Registration together with a copy of the relevant SAFE registration record;

"**Registration Deadline**" means the day falling 120 Registration Business Days after the Issue Date or, with respect to further issues pursuant to Condition 15, the issue date of such further issues;

"**Relevant Indebtedness**" means any present or future indebtedness incurred outside the PRC which is in the form of or represented by any bond, note, debenture, debenture stock, loan stock, or other debt security which is, or is capable and intended of being, listed, quoted or traded on any stock exchange or in any securities market (including, without limitation, any over-the-counter market) (which for the avoidance of doubt does not include bilateral loans, syndicated loans or club deals), but shall not include any asset-backed securities;

"**Relevant Period**" means (i) in relation to the Company Audited Financial Reports, each period of twelve months ending on the last day of its financial year (being December 31 of each calendar year); and (ii) in relation to the Company Unaudited Financial Reports, each period of six months (or any other interim reporting period required by applicable law or regulations) ending on the last day of its first half financial year (being June 30 of each calendar year);

"**SAFE**" means the State Administration of Foreign Exchange or its local branch;

a "**Subsidiary**" of any person means (a) any company or other business entity of which that person owns or controls (either directly or through one or more other Subsidiaries) more than 50 per cent. of the issued share capital or other ownership interest having ordinary voting power to elect directors, managers or trustees of such company or other business entity, or (b) any company or other business entity which at any time has its accounts consolidated with those of that person or which, under the law, regulations or generally accepted accounting principles of the jurisdiction of incorporation of such person from time to time, should have its accounts consolidated with those of that person; and

"**Voting Rights**" means the right generally to vote at a general meeting of shareholders of a person (irrespective of whether or not, at the time, stock of any other class or classes shall have, or might have, voting power by reason of the happening of any contingency, and any such voting power shall therefore be excluded for the purpose of this definition).

5 INTEREST

The Bonds bear interest on their outstanding principal amount from and including January 13, 2020 at the rate of 8.05 per cent. per annum, payable semi-annually in arrear on January 13 and July 13 in each year (each an "**Interest Payment Date**").

Each Bond will cease to bear interest from the due date for redemption unless, upon surrender of the Certificate representing such Bond, payment of principal or premium (if any) is improperly withheld or refused. In such event it shall continue to bear interest at such rate (both before and after judgment) until whichever is the earlier of (a) the day on which all sums due in respect of such Bond up to that day are received by or on behalf of the relevant Bondholder, and (b) the day seven days after the Trustee or the Principal Paying Agent has notified Bondholders of receipt of all sums due in respect of all the Bonds up to that seventh day (except to the extent that there is failure in the subsequent payment to the relevant holders under these Conditions).

If interest is required to be calculated for a period of less than a complete Interest Period (as defined below), the relevant day-count fraction will be determined on the basis of a 360-day year consisting of 12 months of 30 days each and, in the case of an incomplete month, the number of days elapsed.

In these Conditions, the period beginning on and including January 13, 2020 and ending on but excluding the first Interest Payment Date and each successive period beginning on and including an Interest Payment Date and ending on but excluding the next succeeding Interest Payment Date is called an "**Interest Period**".

6 REDEMPTION AND PURCHASE

(a) **Final Redemption**: Unless previously redeemed or purchased and cancelled, the Bonds will be redeemed at their principal amount on January 13, 2025 (the "**Maturity Date**"). The Bonds may not be redeemed at the option of the Issuer other than in accordance with this Condition 6.

(b) **Redemption for Tax Reasons**: The Bonds may be redeemed at the option of the Issuer in whole, but not in part, at any time, on giving not less than 30 nor more than 60 days' notice to the Bondholders (which notice shall be irrevocable), at their principal amount, together with interest accrued to, but excluding, the date fixed for redemption, if (i) the Issuer (or, if the Guarantee were called, the Company) satisfies the Trustee immediately prior to the giving of such notice that it (or if the Guarantee were called, the Company) has or will become obliged to pay Additional Tax Amounts as provided or referred to in Condition 8 as a result of any change in, or amendment to, the laws or regulations of a Relevant Jurisdiction, or any change in the application or official interpretation of such laws or regulations, which change or amendment becomes effective on or after January 8, 2020, and (ii) such obligation cannot be avoided by the Issuer (or the Company, as the case may be) taking reasonable measures available to it, provided that no such notice of redemption shall be given earlier than 90 days prior to the earliest date on which the Issuer (or the Company, as the case may be) would be obliged to pay such Additional Tax Amounts were a payment in respect of the Bonds (or the Guarantee, as the case may be) then due. Prior to the giving of any notice of redemption pursuant to this Condition 6(b), the Issuer (or the Company, as the case may be) shall deliver to the Trustee (x) a certificate signed by a director of the Issuer (or of the Company, as the case may be) stating that the Issuer is entitled to effect such redemption and setting forth and setting forth a statement of facts showing that the conditions precedent to the right of the Issuer so to redeem have occurred and that the obligation referred to in (i) above of this Condition 6(b) cannot be avoided by the Issuer (or the Company, as the case may be) taking reasonable measures available to it and (y) an opinion of independent legal advisers of recognised standing to the effect that the circumstances set out in (i) above of this Condition 6(b) above prevail as a result of the change or amendment, and the Trustee shall be entitled to accept such certificate as sufficient evidence of the satisfaction of the condition precedent set out in (ii) above of this Condition 6(b) without further enquiry and without liability to any Bondholder, in which event it shall be conclusive and binding on the Bondholders.

(c) **Redemption for Relevant Event**: At any time following the occurrence of a Relevant Event, the holder of any Bond will have the right, at such holder's option, to require the Issuer to redeem all but not some only of that holder's Bonds on the Put Settlement Date at 101 per cent. (in the case of a redemption for a Change of Control) or 100 per cent. (in the case of a redemption for a No Registration Event) of their principal amount, together with accrued interest to, but excluding, such Put Settlement Date. To exercise such right, the holder of the relevant Bond must deposit at the specified office of any Transfer Agent or the Registrar a duly completed and signed notice of redemption, in the form for the time being current, obtainable from the specified office of any Transfer Agent or the Registrar (a "**Put Exercise Notice**"), together with the Certificates evidencing the Bonds to be redeemed, by not later than 30 days following the occurrence of a Relevant Event or, if later, 30 days following the date upon which notice thereof is given to Bondholders by the Issuer in accordance with Condition 16. The "**Put Settlement Date**" shall be the 14th day (in the case of a redemption for a Change of Control) or the 10th day (in the case of a redemption for a No Registration Event) after the expiry of such period of 30 days as referred to above.

A Put Exercise Notice, once delivered, shall be irrevocable and the Issuer shall redeem the Bonds subject to the Put Exercise Notice delivered as aforesaid on the Put Settlement Date; provided that a Bondholder shall have no right to require the Issuer to redeem any Bonds to the extent that it would result in such Bondholder holding an aggregate principal amount of Bonds of less than US$200,000 immediately following the Put Settlement Date.

The Issuer shall give notice to Bondholders in accordance with Condition 16 and the Trustee by not later than 14 days (in the case of a redemption for a Change of Control) or 10 days (in the case of a redemption for a No Registration Event) following the first day on which it becomes aware of the occurrence of a Relevant Event, which notice shall specify the procedure for exercise by holders of their rights to require redemption of the Bonds pursuant to this Condition 6(c).

The Trustee and the Agents shall not be required to take any steps to ascertain whether a Relevant Event has occurred and shall not be responsible for or liable to Bondholders, the Issuer or the Company for any loss arising from any failure to do so.

In this Condition 6(c):

"**Affiliate**" means, with respect to any person, any other person directly or indirectly controlling, controlled by, or under direct or indirect common control with, such person;

a "**Change of Control**" occurs when:

(A) (i) any person or persons acting together (other than the Controlling Persons) owns or controls, directly or indirectly, greater Voting Rights in the issued share capital of the Company than such Voting Rights collectively owned or controlled by the Controlling Persons;

(ii) the Company merges, amalgamates or consolidates with or into another person or another person merges, amalgamates or consolidates with or into the Company (unless such merger, amalgamation or consolidation will not result in the other person or persons acquiring control over the Company or successor entity), or the Company sells all or substantially all of its assets to another person;

(iii) a plan relating to the liquidation or dissolution of the Company is adopted; or

(iv) the Company ceases to directly or indirectly own and control all of the issued share capital of the Issuer; and

(B) there is a Rating Decline;

"**control**" means (where applicable): (i) the ownership, acquisition or control of more than 50 per cent. of the Voting Rights of the issued share capital of a person or (ii) the right to appoint and/or remove all or the majority of the members of a person's board of directors or other governing body, whether obtained directly or indirectly, and whether obtained by ownership of share capital, possession of Voting Rights, contract or otherwise or (iii) the power to give directions with respect to the operating and financial policies of a person, which the directors or other equivalent officers of such person are obliged to comply with, and the terms "controlling" and "controlled" have meanings corresponding to the foregoing;

"**Controlling Persons**" means any or all of the following:

(i) Mr. Wang Wenxue;

(ii) any Affiliate of the person specified in clause (i); and

(iii) any person the Voting Rights of which (or in the case of a trust, the beneficial interests in which) are owned 80 per cent. or more by one or more persons specified in clauses (i) and (ii);

"**Fitch**" means Fitch Ratings, Inc. and its affiliates;

"**Investment Grade**" means a rating of "AAA", "AA", "A" or "BBB", as modified by a "+" or "-" indication, or an equivalent rating representing one of the four highest Rating Categories, by S&P or any of its successors or assigns, a rating of "Aaa", "Aa", "A" or "Baa", as modified by a "1", "2" or "3" indication, or an equivalent rating representing one of the four highest Rating Categories, by Moody's or any of its successors or assigns, or a rating of "AAA", "AA", "A" or "BBB", as modified by a "+" or "-" indication, or an equivalent rating representing one of the four highest Rating Categories, by Fitch or any of its successors or assigns, or the equivalent ratings of any nationally recognised rating agency or agencies, as the case may be, which shall have been designated by the Company as having been substituted for S&P, Moody's or Fitch or two or three of them, as the case may be;

"**Moody's**" means Moody's Investors Service, Inc. and its affiliates;

a "**No Registration Event**" occurs when the Registration Conditions are not complied with on or before the Registration Deadline;

"**Rating Agency**" means (1) S&P, (2) Moody's or (3) Fitch, provided that if S&P, Moody's or Fitch, two of any of the three or all three of them shall not make a rating of the Company publicly available, a nationally recognised securities rating agency or agencies, as the case may be, selected by the Company, which shall be substituted for S&P, Moody's, Fitch, two of any of the three or all three of them, as the case may be;

"**Rating Category**" means (1) with respect to S&P, any of the following categories: "BB", "B", "CCC", "CC", "C" and "D" (or equivalent successor categories); (2) with respect to Moody's, any of the following categories: "Ba", "B", "Caa", "Ca", "C" and "D" (or equivalent successor categories); (3) with respect to Fitch, any of the following categories: "BB", "B", "CCC", "CC", "C" and "D" (or equivalent successor categories); and (4) the equivalent of any such category of S&P, Moody's or Fitch used by another Rating Agency. In determining whether the rating of the Company has decreased by one or more gradations, gradations within Rating Categories ("+" and "-" for S&P; "1", "2" and "3" for Moody's; "+" and "-" for Fitch; or the equivalent gradations for another Rating Agency) shall be taken into account (e.g., with respect to S&P, a decline in a rating from "BB+" to "BB" as well as from "BB-" to "B+" will constitute a decrease of one gradation);

"**Rating Date**" means, in connection with a Change of Control, that date which is 90 days prior to the earlier of (x) a Change of Control and (y) a public notice of the occurrence of a Change of Control or of the intention by the Company or any other person or persons to effect a Change of Control;

"**Rating Decline**" means, in connection with a Change of Control, the occurrence on, or within six months after, the date, or public notice of the occurrence of, a Change of Control or the intention by the Company or any other person or persons to effect a Change of Control (which period shall be extended so long as the rating of the Company is under publicly announced consideration for possible downgrade by the Rating Agency) of any of the events listed below:

(i) in the event the Company is rated by all three of the Rating Agencies on the Rating Date as Investment Grade, the rating of the Company by any two of the three Rating Agencies shall be below Investment Grade;

(ii) in the event the Company is rated by any two, but not all three, of the three Rating Agencies on the Rating Date as Investment Grade, the rating of the Company by any of such two Rating Agencies shall be below Investment Grade;

(iii) in the event the Company is rated by one, and only one, of the three Rating Agencies on the Rating Date as Investment Grade, the rating of the Company by such Rating Agency shall be below Investment Grade; or

(iv) in the event the Company is rated by three or fewer than three Rating Agencies and is rated below Investment Grade by all such Rating Agencies on the Rating Date, the rating of the Company by any Rating Agency shall be decreased by one or more gradations (including gradations within Rating Categories as well as between Rating Categories);

a "**Relevant Event**" will be deemed to occur if:

(i) there is a No Registration Event; or

(ii) there is a Change of Control; and

"**S&P**" means Standard & Poor's Ratings Services and its affiliates.

References to "**principal**" in these Conditions shall, unless the context otherwise requires, include the premium referred to in this Condition 6(c).

(d) **Redemption at the Option of the Issuer**: On giving not less than 30 nor more than 60 days' notice (an "**Optional Redemption Notice**") to the Trustee and the Bondholders in accordance with Condition 16, the Issuer may at any time redeem the Bonds, in whole but not in part, at the Make Whole Price, together with accrued interest to, but excluding, the redemption date (the "**Option Redemption Date**") specified in the Option Redemption Notice.

In this Condition 6(d):

"**Adjusted Treasury Rate**" means, with respect to any Option Redemption Date, (i) the yield, under the heading which represents the average for immediately preceding week, appearing in the most recently published statistical release designated "H.15(519)" or any successor publication which is published weekly by the Board of Governors of the Federal Reserve System and which establishes yields on actively traded United States Treasury securities adjusted to constant maturity under the caption "Treasury Constant Maturities", for the maturity corresponding to the Comparable Treasury Issue (if no maturity is within three (3) months before or after January 13, 2025, yields for the two published maturities most closely corresponding to the Comparable Treasury Issue shall be determined and the Adjusted Treasury Rate shall be interpolated or extrapolated from such yields on a straight line basis, rounding to the nearest month) or (ii) if such release (or any successor release) is not published during the week preceding the calculation date or does not contain such yields, the rate per annum equal to the semi-annual equivalent yield in maturity of the Comparable Treasury Issue, assuming a price for the Comparable Treasury Issue (expressed as a percentage of its principal amount) equal to the Comparable Treasury Price for such redemption date, in each case calculated on the third Business Day immediately preceding the redemption date;

"**business day**" means a day, other than a Saturday or Sunday or public holiday, on which banks are open for business in The City of New York and London.

"**Comparable Treasury Issue**" means the U.S. Treasury security having a maturity comparable to January 13, 2025 that would be utilised, at the time of selection and in accordance with customary financial practice, in pricing new issues of corporate debt securities of comparable maturity to January 13, 2025;

"**Comparable Treasury Price**" means, with respect to any Option Redemption Date, if clause (ii) of the Adjusted Treasury Rate is applicable, the average of three (or such lesser number as is received by the Issuer) Reference Treasury Dealer Quotations for such Option Redemption Date;

"**Make Whole Price**" means, with respect to a Bond at any redemption date, the amount calculated by the Quotation Agent that is the greater of (1) the present value of the principal amount of the Bonds, assuming a scheduled repayment thereof on the Maturity Date, plus all required remaining scheduled interest payments due on such Bond through January 13, 2025 (but excluding accrued and unpaid interest to the Option Redemption Date), computed using a discount rate equal to the Adjusted Treasury Rate plus 100 basis points, and (2) the principal amount of such Bonds;

"**Quotation Agent**" means the Reference Treasury Dealer selected by the Issuer (at the expense of the Issuer) and notified in writing to the Trustee;

"**Reference Treasury Dealer**" means each of any three investment banks of recognised standing that is a primary U.S. Government securities dealer in New York City, selected by the Issuer in good faith; and

"**Reference Treasury Dealer Quotations**" means, with respect to each Reference Treasury Dealer and any Option Redemption Date, the average as determined by the Quotation Agent, of the bid and asked prices for the Comparable Treasury Issue (expressed in each case as a percentage of its principal amount) quoted in writing to such Quotation Agent by such Reference Treasury Dealer at 5:00 p.m. (New York time) on the third business day preceding such Option Redemption Date.

(e) **Redemption for minimum outstanding amount**: The Bonds may be redeemed at the option of the Issuer in whole, but not in part, at any time, on the Issuer giving not less than 30 nor more than 60 days' notice to the Trustee, the Agents and the Bondholders (which notice shall be irrevocable) at their principal amount, together with interest accrued to, but excluding, the date fixed for redemption, if prior to the date fixed for redemption at least 90 per cent. in principal amount of the Bonds originally issued has already been cancelled.

(f) **Notice of Redemption**: All Bonds in respect of which any notice of redemption is given under this Condition 6 shall be redeemed on the date specified in such notice in accordance with this Condition 6. If there is more than one notice of redemption given in respect of any Bond (which shall include any notice given by the Issuer pursuant to Condition 6(b), Condition 6(d) and Condition 6(e) and any Put Exercise Notice given by a Bondholder pursuant to Condition 6(c)), the notice given first in time shall prevail and in the event of two notices being given on the same date, the first to be given shall prevail.

(g) **Purchase**: The Issuer, the Company and their respective Subsidiaries may at any time purchase Bonds in the open market or otherwise at any price. The Bonds so purchased, while held by or on behalf of the Issuer, the Company or any such Subsidiary, shall not entitle the holder to vote at any meetings of the Bondholders and shall not be deemed to be outstanding for the purposes of calculating quorums at meetings of the Bondholders or for the purposes of Conditions 9, 12(a) and 13.

(h) **Cancellation**: All Bonds purchased by or on behalf of the Issuer, the Company or their respective Subsidiaries shall be surrendered for cancellation to the Registrar and, upon surrender thereof, all such Bonds shall be cancelled forthwith. Any Bonds so purchased may not be held, reissued or resold and the obligations of the Issuer and the Company in respect of any such Bonds shall be discharged.

7 PAYMENTS

(a) **Method of Payment**:

(i) Payments of principal and premium (if any) shall be made (subject to surrender of the relevant Certificates at the specified office of any Transfer Agent or of the Registrar if no further payment falls to be made in respect of the Bonds represented by such Certificates) in the manner provided in Condition 7(a)(ii) below.

(ii) Interest on each Bond shall be paid to the person shown on the Register at the close of business on the fifth Payment Business Day before the due date for payment thereof (the "**Record Date**"). Payments of interest on each Bond shall be made in US dollars by a transfer to a US dollar account maintained by the payee. Upon application by the holder to the specified office of the Registrar or any Transfer Agent before the Record Date, such payment of interest may be made by transfer to an account in US dollars maintained by the payee with a bank.

*Whilst the Bonds are evidenced by the Global Certificate and so long as the Global Certificate is held on behalf of Euroclear, Clearstream or any other clearing system, each payment in respect of the Global Certificate will be made to the person shown as the holder in the Register at the close of business (of the relevant clearing system) on the Clearing System Business Day before the due date for such payment, where "**Clearing System Business Day**" means a weekday (Monday to Friday, inclusive) except December 25 and January 1.*

(b) **Payments subject to Laws**: All payments are subject in all cases to any applicable fiscal or other laws, regulations and directives in the place of payment. No commission or expenses shall be charged to the Bondholders in respect of such payments.

(c) **Payment Initiation**: Where payment is to be made by transfer to an account in US dollars, payment instructions (for value on the due date or, if that is not a Payment Business Day, for value the first following day which is a Payment Business Day) will be initiated, on the due date for payment or, in the case of payments of principal and premium (if any) where the relevant Certificate has not been surrendered at the specified office of any Transfer Agent or of the Registrar, on a day on which the Principal Paying Agent is open for business and on which the relevant Certificate is surrendered.

(d) **Appointment of Agents**: The Principal Paying Agent, the Registrar and the Transfer Agent initially appointed by the Issuer and their respective specified offices are listed below. The Principal Paying Agent, the Registrar and the Transfer Agent act solely as agents of the Issuer and do not assume any obligation or relationship of agency or trust for or with any Bondholder. The Issuer reserves the right at any time with the prior written approval of the Trustee to vary or terminate the appointment of the Principal Paying Agent, the Registrar, any Transfer Agent or any of the other Agents and to appoint additional or other Agents, provided that the Issuer shall at all times maintain (i) a Principal Paying Agent, (ii) a Registrar and require that such Registrar maintains the Register outside the United Kingdom, (iii) a Transfer Agent and (iv) such other agents as may be required by any other stock exchange on which the Bonds may be listed.

Notice of any such termination or appointment or any change of any specified office of an Agent shall as soon as practicable be given by the Issuer to the Bondholders.

(e) **Agency Role**: In acting under the Agency Agreement and in connection with the Bonds, the Agents act solely as agents of the Issuer and (to the extent provided therein) the Trustee and do not assume any obligations towards or relationship of agency or trust for or with any of the Bondholders.

(f) **Delay in Payment**: Bondholders will not be entitled to any interest or other payment for any delay after the due date in receiving the amount due on a Bond if the due date is not a Payment Business Day or if the Bondholder is late in surrendering or cannot surrender its Certificate (if required to do so).

(g) **Payment not Made in Full**: If the amount of principal and/or premium (if any) being paid upon surrender of the relevant Certificate is less than the outstanding principal amount of, or premium due on, such Certificate, the Registrar will annotate the Register with the amount of principal and/or premium (if any) so paid and will (if so requested by the Issuer or a Bondholder) issue a new Certificate with a principal amount equal to the remaining unpaid outstanding principal amount and/or premium (if any). If the amount of interest being paid is less than the amount then due, the Registrar will annotate the Register with the amount of interest so paid.

(h) **Non-Payment Business Days**: If any date for payment in respect of any Bond is not a Payment Business Day, the holder shall not be entitled to payment until the next following Payment Business Day nor to any interest or other sum in respect of such postponed payment.

In this Condition 7, "**Payment Business Day**" means a day (other than a Saturday or Sunday or a public holiday) on which banks and foreign exchange markets are open for business in the place in which the specified office of the Principal Paying Agent is located and where payment is to be made by transfer to an account maintained with a bank in US dollars, on which foreign exchange transactions may be carried in US dollars in New York City.

8 TAXATION

All payments by or on behalf of the Issuer or the Company in respect of the Bonds or under the Guarantee shall be made free and clear of, and without withholding or deduction for, or on account of, any present or future taxes, duties, assessments or governmental charges of whatever nature imposed, levied, collected, withheld or assessed by or on behalf of any Relevant Jurisdiction, unless such withholding or deduction is required by law.

Where such withholding or deduction is made by the Issuer or, as the case may be, the Company by or on behalf of the PRC (or any political subdivision or any authority thereof or therein) at the rate of up to and including ten per cent. the Issuer or, as the case may be, the Company shall pay such additional amounts as will result in receipt by the Bondholders of such amounts as would have been received by them had no such withholding or deduction been required.

Where such withholding or deduction is made by the Issuer or, as the case may be, the Company by or on behalf of the PRC (or any political subdivision or any authority thereof or therein) at a rate in excess of ten per cent., or where such withholding or deduction is made by the Issuer or, as the case may be, the Company by or on behalf of any Relevant Jurisdiction other than the PRC, the Issuer or, as the case may be, the Company shall pay such additional amounts ("**Additional Tax Amounts**") as will result in receipt by the Bondholders of such amounts as would have been received by them had no such withholding or deduction been required, or, in the case of withholding or deduction by or on behalf of the PRC (or any political subdivision or any authority thereof or therein) such amounts as would have been received by them had the withholding or deduction in respect of the portion of the rate in excess of ten per cent. not been required, except that no Additional Tax Amounts shall be payable under this paragraph in respect of any Bond:

(a) **Other connection**: to a holder who is liable to such taxes, duties, assessments or governmental charges in respect of such Bond by reason of his having some connection with the Relevant Jurisdiction other than the mere holding of the Bond; or

(b) **Surrender more than 30 days after the Relevant Date**: in respect of which the Certificate representing it is presented for payment more than 30 days after the Relevant Date except to the extent that the holder of it would have been entitled to such Additional Tax Amounts on surrendering the Certificate representing such Bond for payment on the last day of such period of 30 days; or

(c) **Treasury regulations**: with respect to any withholding or deduction that is imposed in connection with Sections 1471-1474 of the US Internal Revenue Code and the U.S. Treasury regulations thereunder ("**FATCA**"), any intergovernmental agreement between the United States and any other jurisdiction implementing, or relating to, FATCA or any law or regulation enacted or issued in any jurisdiction with respect thereto.

In these Conditions:

"**Relevant Date**" in respect of any Bond means the date on which payment in respect of it first becomes due or (if any amount of the money payable is improperly withheld or refused) the date on which payment in full of the amount outstanding is made or (if earlier) the date seven days after that on which notice is duly given to the Bondholders that, upon further surrender of the Certificate representing such Bond being made in accordance with these Conditions, such payment will be made, provided that payment is in fact made upon such surrender.

"**Relevant Jurisdiction**" means the Cayman Islands or the PRC or any political subdivision or any authority thereof or therein having power to tax or, in either case, any other jurisdiction or any political subdivision or any authority thereof or therein having power to tax to which the Issuer or the Company, as the case may be, becomes subject in respect of payments made by it of principal and interest on the Bonds.

Any reference in these Conditions to any payments in respect of the Bonds shall be deemed also to refer to any additional amounts which may be payable under this Condition or under any undertakings given in addition to, or in substitution for, this Condition pursuant to the Trust Deed.

Neither the Trustee nor any Agent shall be responsible for paying any tax, duty, charge, withholding or other payment referred to in this Condition 8 or for determining whether such amounts are payable or the amount thereof, and none of them shall be responsible or liable for any failure by the Company, any Bondholder or any third party to pay such tax, duty, charges, withholding for or on account of any tax, duty, charge, withholding or other payment imposed by or in any jurisdiction.

9 EVENTS OF DEFAULT

If any of the following events (each an "**Event of Default**") occurs the Trustee at its discretion may, and if so requested by holders of at least 25 per cent. of the aggregate principal amount of the Bonds then outstanding or if so directed by an Extraordinary Resolution shall (provided in any such case that the Trustee shall first have been indemnified and/or secured and/or pre-funded to its satisfaction), give written notice to the Issuer and the Company declaring that the Bonds are, and they shall immediately become, due and payable at their principal amount together (if applicable) with accrued interest:

(a) **Non-Payment**: there is failure to pay (i) the principal of or any premium on any of the Bonds when due or (ii) any interest on any of the Bonds within 20 business days after the due date for such payment; or

(b) **Breach of Other Obligations**: the Issuer or the Company does not perform or comply with any one or more of its other obligations under the Bonds or the Trust Deed (other than those referred to in Condition 9(a)), which default is in each case incapable of remedy or if capable of remedy, is not remedied within 30 days after notice of such default shall have been given to the Issuer and/or the Company (as the case may be) by the Trustee; or

(c) **Cross-Default**: (i) any other present or future indebtedness of the Issuer, the Company or any of their respective Subsidiaries for or in respect of moneys borrowed or raised becomes (or becomes capable of being declared) due and payable prior to its stated maturity by reason of any actual or potential default, event of default or the like (howsoever described), or (ii) any such indebtedness is not paid when due or, as the case may be, within any originally applicable grace period, or (iii) the Issuer, the Company or any of their respective Subsidiaries fails to pay when due any amount payable by it under any present or future guarantee for, or indemnity in respect of, any moneys borrowed or raised provided that the aggregate amount of the relevant indebtedness, guarantees and indemnities in respect of which one or more of the events mentioned above in this Condition 9(c) have occurred equals or exceeds US$30.0 million or its equivalent (on the basis of the middle spot rate for the relevant currency against the US dollar as quoted by any leading bank selected by the Issuer on the day on which this Condition 9(c) operates); or

(d) **Enforcement Proceedings**: a distress, attachment, execution or other legal process is levied or enforced on or against the property, assets or revenues of the Issuer, the Company or any of their respective Principal Subsidiaries and is not discharged or stayed within 30 days; or

(e) **Security Enforced**: any mortgage, charge, pledge, lien or other encumbrance, present or future, created or assumed by the Issuer, the Company or any of their respective Principal Subsidiaries over the assets of the Issuer, the Company or their respective Principal Subsidiaries at that time becomes enforceable and any step is taken to enforce it (including the taking of possession or the appointment of a receiver, administrative receiver, administrator, manager or other similar person) and is not discharged or stayed within 60 days; or

(f) **Insolvency**: the Issuer, the Company or any of their respective Principal Subsidiaries is adjudicated by a court in an order or decree to be insolvent or bankrupt or unable to pay its debts, stops, suspends or threatens to stop or suspend payment of all or a part of its debts, proposes or makes any agreement for the deferral, rescheduling or other readjustment of all or a part of its debts, proposes or makes a general assignment or an arrangement or composition with or for the benefit of the relevant creditors in respect of any of such debts or a moratorium is agreed or declared in respect of or affecting all or a part of the debts of the Issuer, the Company, or any of their respective Principal Subsidiaries; or

(g) **Winding-up**: an administrator is appointed, an order is made or an effective resolution passed for the winding-up or dissolution or administration of the Issuer, the Company or any of their respective Principal Subsidiaries, or the Issuer, the Company or any of their respective Principal Subsidiaries ceases or threatens to cease to carry on all or substantially all of its business or operations, except for (i) the purpose of and followed by a reconstruction, amalgamation, reorganisation, merger or consolidation (A) on terms approved by an Extraordinary Resolution of the Bondholders, or (B) whereby the undertaking and assets of a Principal Subsidiary are transferred to or otherwise vested in the Company or any of its Subsidiaries; or (ii) a solvent winding up of any Principal Subsidiary other than the Issuer; or

(h) **Nationalisation**: any step is taken by any person with a view to the seizure, compulsory acquisition, expropriation or nationalisation of all or a material part of the assets of the Issuer, the Company or any of their respective Principal Subsidiaries; or

(i) **Authorisation and Consents**: any action, condition or thing (including the obtaining or effecting of any necessary consent, approval, authorisation, exemption, filing, licence, order, recording or registration) at any time required to be taken, fulfilled or done in order (i) to enable the Issuer and the Company lawfully to enter into, exercise their respective rights and perform and comply with their respective obligations under the Bonds and the Trust Deed, (ii) to ensure that those obligations are legally binding and enforceable and (iii) to make the Bonds and the Trust Deed admissible in evidence in the courts of Hong Kong is not taken, fulfilled or done; or

(j) **Illegality**: it is or will become unlawful for any of the Issuer and the Company to perform or comply with any one or more of their respective obligations under any of the Bonds or the Trust Deed; or

(k) **Unenforceability of Guarantee**: except as permitted under the Trust Deed, any part of the Guarantee is unenforceable or invalid or shall for any reason cease to be in full force and effect or is claimed to be unenforceable, invalid or not in full force and effect by the Issuer or the Company; or

(l) **Analogous Events**: any event occurs which under the laws of any relevant jurisdiction has an analogous effect to any of the events referred to in any of Conditions 9(d) to 9(g) (both inclusive).

In this Condition 9:

"**Principal Subsidiary**" means any Subsidiary of the Company:

(a) whose total operating income or (in the case of a Subsidiary which itself has Subsidiaries) consolidated total operating income, as shown by its latest audited income statement is at least five per cent. of the consolidated total operating income as shown by the latest published audited consolidated income statement of the Company and its Subsidiaries including, for the avoidance of doubt, the Company and its consolidated Subsidiaries' share of profits of Subsidiaries not consolidated and of jointly controlled entities and after adjustments for minority interests;

(b) whose net profits or (in the case of a Subsidiary which itself has Subsidiaries) consolidated net profit, as shown by its latest audited income statement is at least five per cent. of the consolidated net profit as shown by the latest published audited consolidated income statement of the Company and its Subsidiaries including, for the avoidance of doubt, the Company and its consolidated Subsidiaries' share of profits of Subsidiaries not consolidated and of jointly controlled entities and after adjustments for minority interests;

(c) whose total assets or (in the case of a Subsidiary which itself has Subsidiaries) consolidated total assets, as shown by its latest audited balance sheet are at least five per cent. of the consolidated total assets of the Company and its Subsidiaries as shown by the latest published audited consolidated balance sheet of the Company and its Subsidiaries including, the investment of the Company in each Subsidiary whose accounts are not consolidated with the consolidated audited accounts of the Company and after adjustment for minority interests; or

(d) to which is transferred the whole or substantially the whole of the assets of a Subsidiary which immediately prior to such transfer was a Principal Subsidiary, provided that (i) the Principal Subsidiary which so transfers its assets shall forthwith upon such transfer cease to be a Principal Subsidiary and the Subsidiary to which the assets are so transferred shall forthwith become a Principal Subsidiary and (ii) on or after the date on which the first published audited accounts (consolidated, if appropriate) of the Company prepared as of a date later than such transfer are issued, whether such transferor Subsidiary or such transferee Subsidiary is or is not a Principal Subsidiary shall be determined on the basis of such accounts by virtue of the provisions of paragraphs (a), (b) or (c) above of this definition;

provided that, in relation to paragraphs (a), (b) and (c) above of this definition:

(i) in the case of a corporation or other business entity becoming a Subsidiary after the end of the financial period to which the latest consolidated audited accounts of the Company relate, the reference to the then latest consolidated audited accounts of the Company for the purposes of the calculation above shall, until consolidated audited accounts of the Company for the financial period in which the relevant corporation or other business entity becomes a Subsidiary are published be deemed to be a reference to the then latest consolidated audited accounts of the Company adjusted to consolidate the latest audited accounts (consolidated in the case of a Subsidiary which itself has Subsidiaries) of such Subsidiary in such accounts;

(ii) if at any relevant time in relation to the Company or any Subsidiary which itself has Subsidiaries no consolidated accounts are prepared and audited, total operating income, net profit or total assets of the Company and/or any such Subsidiary shall be determined on the basis of *pro forma* consolidated accounts prepared for this purpose by the Company;

(iii) if at any relevant time in relation to any Subsidiary, no accounts are audited, its total operating income, net profit or total assets (consolidated, if appropriate) shall be determined on the basis of *pro forma* accounts (consolidated, if appropriate) of the relevant Subsidiary prepared for this purpose by the Company; and

(iv) if the accounts of any Subsidiary (not being a Subsidiary referred to in proviso (i) above) are not consolidated with those of the Company, then the determination of whether or not such Subsidiary is a Principal Subsidiary shall be based on a *pro forma* consolidation of its accounts (consolidated, if appropriate) with the consolidated accounts (determined on the basis of the foregoing) of the Company.

A certificate signed by any authorised signatory of the Company (whether or not addressed to the Trustee) delivered by the Company to the Trustee that in its opinion a Subsidiary of the Company is or is not or was or was not at any particular time or throughout any specified period a Principal Subsidiary, may be relied upon by the Trustee without further enquiry or evidence and, if relied upon by the Trustee, shall be conclusive and binding on all parties and the Trustee shall not be liable in any way for relying on such certificate.

10 PRESCRIPTION

Claims against the Issuer and the Company for payment in respect of the Bonds shall be prescribed and become void unless made within ten years (in the case of principal or premium) or five years (in the case of interest) from the appropriate Relevant Date in respect of them.

11 REPLACEMENT OF CERTIFICATES

If any Certificate is lost, stolen, mutilated, defaced or destroyed, it may be replaced, subject to applicable laws, regulations or other relevant regulatory authority regulations, at the specified office of the Registrar or such other Transfer Agent as may from time to time be designated by the Issuer for that purpose and notice of whose designation is given to Bondholders, in each case on payment by the claimant of the fees and costs incurred in connection therewith and on such terms as to evidence, security, indemnity and otherwise as the Issuer, the Registrar and/or such Transfer Agent may require (provided that the requirement is reasonable in light of prevailing market practice). Mutilated or defaced Certificates must be surrendered before replacements will be issued.

12 MEETINGS OF BONDHOLDERS, MODIFICATION AND WAIVER

(a) **Meetings of Bondholders**: The Trust Deed contains provisions for convening meetings of Bondholders to consider matters affecting their interests, including the sanctioning by Extraordinary Resolution of a modification of any of these Conditions or any provisions of the Trust Deed. Such a meeting may be convened by the Issuer, the Company or the Trustee and shall be convened by the Trustee if requested to do so by Bondholders holding not less than ten per cent. in principal amount of the Bonds for the time being outstanding. The quorum for any meeting convened to consider an Extraordinary Resolution will be one or more persons holding or representing a more than 50 per cent. in principal amount of the Bonds for the time being outstanding, or at any adjourned meeting one or more persons being or representing Bondholders whatever the principal amount of the Bonds held or represented, unless the business of such meeting includes consideration of proposals, *inter alia*, (i) to modify the maturity of the Bonds or the dates on which interest is payable in respect of the Bonds, (ii) to reduce or cancel the principal amount of, any premium payable in respect of, or interest on, the Bonds, (iii) to change the currency of payment of the Bonds, (iv) to modify the provisions concerning the quorum required at any meeting of Bondholders or the majority required to pass an Extraordinary Resolution, or (v) to cancel, or amend any term of, the Guarantee otherwise than in accordance with Condition 12(b), in which case the necessary quorum will be one or more persons holding or representing not less than 66⅔ per cent. or at any adjourned meeting not less than 33⅓ per cent. in principal amount of the Bonds for the time being outstanding. Any Extraordinary Resolution duly passed shall be binding on Bondholders (whether or not they were present at the meeting at which such resolution was passed). An "**Extraordinary Resolution**" is defined in the Trust Deed to mean: (i) a resolution passed at a duly convened meeting of Bondholders by a majority of at least two thirds of the votes cast and (ii) a resolution in writing signed by or on behalf of the Bondholders of not less than 90 per cent. in principal amount of the Bonds outstanding. A resolution in writing may be contained in one document or several documents in the same form, each signed by or on behalf of one or more Bondholders.

For so long as the Bonds are represented by the Global Certificate, an Extraordinary Resolution includes a consent given by way of electronic consents through the relevant clearing system(s) (in a form satisfactory to the Trustee) by or on behalf of all the Bondholders of not less than 90 per cent. in principal amount of the Bonds for the time being outstanding.

(b) **Modification of Agreements and Deeds**: The Trustee may (but shall not be obliged to) agree, without the consent of the Bondholders, to (i) any modification of any of these Conditions or any of the provisions of the Trust Deed or the Agency Agreement that is of a formal, minor or technical nature or is made to correct a manifest error or an error which is, in the opinion of the Trustee, proven, and (ii) any other modification (except as mentioned in the Trust Deed), and any waiver or authorisation of any of these Conditions or any Event of Default or any breach or proposed breach, of any of any of the provisions of the Trust Deed or the Agency Agreement, or any determination that any Event of Default or any breach or proposed breach shall not be treated as such (provided that, in any such case, it is not, in the opinion of the Trustee materially prejudicial to the interests of the Bondholders). Any such modification, authorisation or waiver shall be binding on the Bondholders and, unless the Trustee otherwise agrees, such modification, authorisation or waiver shall be notified by the Issuer to the Bondholders as soon as practicable thereafter.

(c) **Entitlement of the Trustee**: In connection with the exercise of its functions, rights, authorities, powers and discretions (including but not limited to those referred to in this Condition 12) the Trustee shall have regard to the general interests of the Bondholders as a class and shall not have regard to the interests arising from circumstances particular to individual Bondholders (whatever their number) and, in particular but without limitation, shall not have regard to consequences of such exercise for individual Bondholders (whatever their number) resulting from their being for any purpose domiciled or resident in, or otherwise connected with, or subject to the jurisdiction of, any particular territory or any political sub-division thereof, and the Trustee shall not be entitled to require on behalf of any Bondholders, nor shall any Bondholder be entitled to claim, from the Issuer or the Company any indemnification or payment in respect of any tax consequence of any such exercise upon individual Bondholders except to the extent already provided for in Condition 8 and/or any undertaking given in addition to, or in substitution for, Condition 8 pursuant to the Trust Deed.

13 ENFORCEMENT

The Trustee may, at its discretion and without further notice, institute such proceedings against the Issuer and/or the Company as it may think fit to enforce the terms of the Trust Deed and the Bonds, but it need not take any such proceedings unless (a) it shall have been so directed by an Extraordinary Resolution or so requested in writing by Bondholders holding at least 25 per cent. in principal amount of the Bonds then outstanding, and (b) it shall first have been indemnified and/or secured and/or pre-funded to its satisfaction. No Bondholder may proceed directly against the Issuer and/or the Company unless the Trustee, having become bound so to proceed, fails to do so within a reasonable time and such failure is continuing.

14 INDEMNIFICATION OF THE TRUSTEE

The Trust Deed contains provisions for the indemnification of the Trustee and for its relief from responsibility, including provisions relieving it from taking proceedings to enforce payment unless first indemnified and/or secured and/or pre-funded to its satisfaction and provisions limiting or excluding its liability in certain circumstances. The Trustee is entitled to enter into business transactions with the Issuer, the Company, any of their Subsidiaries and/or any entity related (directly or indirectly) to the Issuer or the Company without accounting for any profit.

The Trust Deed provides that, when determining whether an indemnity or any security or pre-funding is satisfactory to it, the Trustee shall be entitled (i) to evaluate its risk in any given circumstance by considering the worst case scenario and (ii) to require that any indemnity or security given to it by the Bondholders or any of them be given on a joint and several basis and be supported by evidence satisfactory to it as to the financial standing and creditworthiness of each counterparty and/or as to the value of the security and an opinion as to the capacity, power and authority of each counterparty and/or the validity and effectiveness of the security.

None of the Trustee or any of the Agents shall be responsible for the performance by the Issuer, the Company and any other person appointed by the Issuer in relation to the Bonds of the duties and obligations on their part expressed in respect of the same and, unless it has written notice from the Issuer or the Company to the contrary, the Trustee and each Agent shall assume that the same are being duly performed. None of the Trustee or any Agent shall be liable to any Bondholder or any other person for any action taken by the Trustee or such Agent in accordance with the instructions of the Bondholders. The Trustee shall be entitled to rely on any direction, request or resolution of Bondholders given by holders of the requisite principal amount of Bonds outstanding or passed at a meeting of Bondholders convened and held in accordance with the Trust Deed. Whenever the Trustee is required or entitled by the terms of the Trust Deed or these Conditions to exercise any discretion or power, take any action, make any decision or give any direction, the Trustee is entitled, prior to its exercising any such discretion or power, taking any such action, making any such decision, or giving any such direction, to seek directions from the Bondholders by way of an Extraordinary Resolution, and the Trustee is not responsible for any loss or liability incurred by any person as a result of any delay in it exercising such discretion or power, taking such action, making such decision, or giving such direction where the Trustee is seeking such directions or in the event that no such directions are received. The Trustee shall not be under any obligation to monitor compliance with the provisions of the Trust Deed, the Agency Agreement or these Conditions.

The Trustee may rely without liability to Bondholders on any report, confirmation, opinion or certificate or any advice of any legal advisers, accountants, financial advisers, financial institution or any other expert, whether or not addressed to it and whether or not their liability in relation thereto is limited (by its terms or by any engagement letter relating thereto entered into by the Trustee or any other person or in any other manner) by reference to a monetary cap, methodology or otherwise. The Trustee may accept and shall be entitled to rely on any such report, confirmation, opinion or certificate or advice and, in such event, such report, confirmation, opinion or certificate or advice shall be binding on the Issuer, the Company and the Bondholders.

Neither the Trustee nor any of the Agents shall be under any obligation to ascertain whether any Event of Default, Potential Event of Default or Relevant Event has occurred.

15 FURTHER ISSUES

The Issuer may from time to time without the consent of the Bondholders create and issue further securities having the same terms and conditions as the Bonds in all respects (or in all respects except for any one or more of the first payment of interest, the issue date, the timing for the Post-Issuance Filing with the NDRC and the timing for completion of the Cross-border Security Registration and, to the extent necessary, certain temporary securities law transfer restrictions) and so that such further issue shall be consolidated and form a single series with the Bonds. References in these Conditions to the Bonds include (unless the context requires otherwise) any such other securities issued pursuant to this Condition 15 and forming a single series with the Bonds. Any further securities forming a single series with the Bonds constituted by the Trust Deed or any deed supplemental to it shall be constituted by a deed supplemental to the Trust Deed.

16 NOTICES

Notices to the holders of Bonds shall be mailed to them at their respective addresses in the Register and deemed to have been given on the fourth weekday (being a day other than a Saturday or a Sunday) after the date of mailing. Notices to the holders of Bonds shall also be published at the Issuer's expense in a leading English language daily newspaper having general circulation in Asia (which is expected to be *The Wall Street Journal Asia*). The Issuer shall also ensure that notices are duly published in a manner that complies with the rules and regulations of any stock exchange or other relevant authority on which the Bonds are for the time being listed. Any such notice shall be deemed to have been given on the date of such publication or, if published more than once, on the first date on which publication is made.

So long as the Global Certificate is held on behalf of Euroclear and Clearstream any notice to the holders of the Bonds shall be validly given by the delivery of the relevant notice to Euroclear and Clearstream, for communication by the relevant clearing system to entitled accountholders in substitution for notification as required by these Conditions and shall be deemed to have been given on the date of delivery to such clearing system.

17 CONTRACTS (RIGHTS OF THIRD PARTIES) ACT 1999

No person shall have any right to enforce any term or condition of the Bonds or the Trust Deed under the Contracts (Rights of Third Parties) Act 1999.

18 CURRENCY INDEMNITY

U.S. dollars are the sole currency of account and payment for all sums payable by the Issuer and the Company under or in connection with the Bonds, including damages. Any amount received or recovered in a currency other than U.S. dollars (whether as a result of, or of the enforcement of, a judgment or order of a court of any jurisdiction, in the insolvency, winding-up or dissolution of the Issuer or the Company or otherwise) by the Trustee or any Bondholder in respect of any sum expressed to be due to it from the Issuer or the Company shall only constitute a discharge to the Issuer or the Company, as the case may be, to the extent of the U.S. dollars which the recipient is able to purchase with the amount so received or recovered in that other currency on the date of that receipt or recovery (or, if it is not practicable to make that purchase on that date, on the first date on which it is practicable to do so). If that U.S. dollar amount is less than the U.S. dollar amount expressed to be due to the recipient under any Bond, the Issuer and the Company shall jointly and severally indemnify it against any loss sustained by it as a result. In any event, the Issuer and the Company shall jointly and severally indemnify the recipient against the cost of making any such purchase. For the purposes of this Condition 18, it will be sufficient for the Trustee or the Bondholder to demonstrate that it would have suffered a loss had an actual purchase been made. These indemnities constitute a separate and independent obligation from the other obligations of the Issuer and the Company, shall give rise to a separate and independent cause of action, shall apply irrespective of any indulgence granted by the Trustee or any Bondholder and shall continue in full force and effect despite any other judgment, order, claim or proof for a liquidated amount in respect of any sum due under any Bond or any other judgment or order. If the U.S. dollars amount that may be purchased exceeds that the amount so received or recovered in that other currency, any excess shall as soon as practicable be repaid to the Issuer or the Company, as the case may be.

19 GOVERNING LAW AND JURISDICTION

(a) **Governing Law**: The Trust Deed, the Agency Agreement, the Guarantee and the Bonds, and any non-contractual obligations arising out of or in connection with them, are governed by, and shall be construed in accordance with, English law.

(b) **Jurisdiction**: The courts of Hong Kong are to have exclusive jurisdiction to settle any disputes that may arise out of or in connection with the Bonds, the Guarantee, the Trust Deed and the Agency Agreement and accordingly any legal action or proceedings arising out of or in connection with any Bonds, the Guarantee, the Trust Deed or the Agency Agreement ("**Proceedings**") may be brought in the courts of Hong Kong. Pursuant to the Trust Deed, each of the parties has irrevocably submitted to the jurisdiction of the courts of Hong Kong.

(c) **Agent for Service of Process**: Each of the Issuer and the Company has irrevocably appointed CFLD International Holdings Limited at Unit 1102-1103, 11/F, Wing Tuck Commercial Centre 177-183 Wing Lok Street, Sheung Wan, Hong Kong, to receive service of process in any Proceedings in Hong Kong. If for any reason any of the Issuer or the Company does not have such an agent in Hong Kong, it will appoint a substitute process agent and notify the Trustee and the Bondholders of such appointment. Nothing herein shall affect the right to serve process in any matter permitted by law.

(d) **Waiver of Immunity**: Each of the Issuer and Company hereby waives any right to claim sovereign or other immunity from jurisdiction or execution and any similar defence, and irrevocably consents to the giving of any relief or the issue of any process, including, without limitation, the making, enforcement or execution against any property whatsoever (irrespective of its use or intended use) of any order or judgment made or given in connection with any Proceedings.

(e) **Trustee and Bondholder Proceedings**: To the extent allowed by law, the Trustee and the Bondholders may, in respect of any Proceedings, take (i) Proceedings in any other court with jurisdiction; and (ii) concurrent Proceedings in any number of jurisdictions.

SUMMARY OF PROVISIONS RELATING TO THE BONDS IN GLOBAL FORM

The Global Certificates contain provisions which apply to the Bonds while they are in global form, some of which modify the effect of the Terms and Conditions of the Bonds set out in this offering memorandum. The following is a summary of certain of those provisions.

Terms defined in the Terms and Conditions of the Bonds and set out in this offering memorandum have the meaning in the paragraphs below.

The Bonds will be represented by one or more Global Certificates deposited with a common depositary for, and representing the respective Bonds registered in the name of a nominee of, Euroclear and Clearstream.

Owners of interests in the Bonds in respect of which a Global Certificate is issued will be entitled to have title to the Bonds registered in their names and to receive individual definitive Certificates if either Euroclear or Clearstream or any other clearing system (an "Alternative Clearing System") is closed for business for a continuous period of 14 days (other than by reason of holidays, statutory or otherwise) or announces an intention permanently to cease business or does in fact do so. In such circumstances, the Issuer will cause sufficient individual definitive Certificates to be executed and delivered to the Registrar for completion, authentication and dispatch to the relevant holders of the Bonds. A person with an interest in the Bonds in respect of which a Global Certificate is issued must provide the Registrar not less than 30 days' notice at its specified office of such holder's intention to effect such exchange and a written order containing instructions and such other information as the Issuer and the Registrar may require to complete, execute and deliver such individual definitive Certificates.

In addition, the Global Certificates will contain provisions that modify the Terms and Conditions of the Bonds, as they apply to the Bonds evidenced by Global Certificate. The following is a summary of certain of those provisions:

Notices: So long as the Bonds are represented by a Global Certificate and such Global Certificate is held on behalf of Euroclear or Clearstream or any Alternative Clearing system, notices to holders of the Bonds shall be given by delivery of the relevant notice to Euroclear or Clearstream or such Alternative Clearing System, for communication by it to accountholders entitled to an interest in the Bonds in substitution for notification as required by the Terms and Conditions of the Bonds.

Meetings: For the purposes of any meeting of holders of the Bonds, the holder of the Bonds represented by a Global Certificate shall be treated as being entitled to one vote in respect of each integral currency unit of the currency of the Bonds.

Holder of Bonds Redemption: A holder's redemption options in the applicable provisions of the Bonds may be exercised by the holder of the applicable Global Certificate giving notice to the applicable Principal Paying Agent of the principal amount of Bonds in respect of which the option is exercised within the time limits specified in the applicable Conditions.

Issuer's Redemption: The option of the Issuer provided for in applicable provisions of the Bonds shall be exercised by the Issuer giving notice to the applicable holders of Bonds within the time limits set out in and containing the information required by the applicable Conditions.

Transfers: Transfers of interests in the Bonds will be effected through the records of Euroclear and Clearstream (or any Alternative Clearing System) and their respective participants in accordance with the rules and procedures of Euroclear and Clearstream (or any Alternative Clearing System) and their respective direct and indirect participants.

Cancellation: Cancellation of any Bonds represented by a Global Certificate which is required by the applicable Conditions will be effected by a reduction in the principal amount of the Bonds Bonds in the applicable register of holders of Bonds and the applicable Global Certificate on its presentation to or to the order of the applicable Registrar for annotation (for information only) in such Global Certificate.

Bondholders: Subject as provided in the Trust Deed, each person who is for the time being shown in the records of Euroclear and/or Clearstream as entitled to a particular principal amount of Bonds represented by a Global Certificate (in which regard any certificate or other document issued by Euroclear or Clearstream as to the principal amount of such Bonds standing to the account of any person shall be conclusive and binding for all purposes save in the case of manifest error) shall be deemed to be the holder of such principal amount of such Bonds for all purposes other than with respect to payments of principal, premium (if any) and interest on the Bonds for which purpose the registered holder of the Global Certificate shall be deemed to be the holder of such principal amount of the Bonds in accordance with the terms of the Global Certificate and the Trust Deed.

TAXATION

The following summary of certain Cayman Islands, Hong Kong and PRC tax consequences of the purchase, ownership and disposition of the Bonds is based upon applicable laws, regulations, rulings and decisions in effect as of the date of this offering memorandum, all of which are subject to change (possibly with retroactive effect). This discussion does not purport to be a comprehensive description of all the tax considerations that may be relevant to a decision to purchase, own or dispose of the Bonds and does not purport to deal with consequences applicable to all categories of investors, some of which may be subject to special rules. Persons considering the purchase of Bonds should consult their own tax advisors concerning the tax consequences of the purchase, ownership and disposition of Bonds.

CAYMAN ISLANDS

The Cayman Islands currently have no exchange control restrictions and no income, corporate or capital gains tax, estate duty, inheritance tax, gift tax or withholding tax applicable to the Issuer or any holder of Bonds. Accordingly, payment of principal of (including any premium) and interest on, and any transfer of, the Bonds will not be subject to taxation in the Cayman Islands, no Cayman Islands withholding tax will be required on such payments to any holder of the Bonds and gains derived from the sale of the Bonds will not be subject to Cayman Islands capital gains tax.

No stamp duty is payable under the laws of the Cayman Islands in respect of the execution and issue of the Bonds. However, an instrument of transfer in respect of the Bonds is stampable if executed in or brought into the Cayman Islands.

HONG KONG

Withholding Tax

No withholding tax in Hong Kong is payable on payments of principal (including any premium payable on redemption of the Bonds) and interest in respect of the Bonds.

Profits Tax

Hong Kong profits tax is charged on every person carrying on a trade, profession or business in Hong Kong in respect of assessable profits arising in or derived from Hong Kong from such trade, profession or business.

Under the Inland Revenue Ordinance (Chapter 112 of the Laws of Hong Kong) (the "Inland Revenue Ordinance") as it is currently applied, Hong Kong profits tax may be charged on revenue profits arising on the sale, disposal or redemption of the Bonds where such sale, disposal or redemption is or forms part of a trade, profession or business carried on in Hong Kong.

Interest on the Bonds will be subject to Hong Kong profits tax where such interest has a Hong Kong source, and is received by or accrues to:

- a financial institution (as defined in the Inland Revenue Ordinance) and arises through or from the carrying on by the financial institution of its business in Hong Kong; or
- a corporation carrying on a trade, profession or business in Hong Kong; or
- a person, other than a corporation, carrying on a trade, profession or business in Hong Kong and such interest is in respect of the funds of the trade, profession or business.

Although no tax is imposed in Hong Kong in respect of capital gains, Hong Kong profits tax may be chargeable on trading gains arising on the sale, redemption or disposal of the Bonds where such transactions are or form part of a trade, profession or business carried on in Hong Kong.

Stamp Duty

No Hong Kong stamp duty will be chargeable upon the issue, redemption or transfer of the Bonds as the Bonds are not denominated in H.K. dollars and not redeemable in H.K. dollars.

PRC

The following summary of certain PRC tax consequences of the purchase, ownership and disposition of Bonds (except as described in the section titled "VAT" below) to non-resident holders is based upon applicable laws, rules and regulations in effect as of the date of this offering memorandum, all of which are subject to change (possibly with retroactive effect). This discussion does not purport to be a comprehensive description of all the tax considerations that may be relevant to a decision to purchase, own or dispose of the Bonds and does not purport to deal with consequences applicable to all categories of investors, some of which may be subject to special rules. Persons considering the purchase of Bonds should consult their own tax advisors concerning the tax consequences of the purchase, ownership and disposition of Bonds, including such possible consequences under the laws of their country of citizenship, residence or domicile.

Taxation on Interest and Capital Gains

Under the PRC Enterprise Income Tax Law and the related regulations, if the Issuer is treated as a PRC "resident enterprise", PRC income tax at a rate of 10 per cent. (or a lower treaty rate, if applicable) would be required to be withheld from interest payments to holders that are "non-resident enterprises" and that do not have an establishment or place of business in the PRC, or that have such establishment or place of business but the relevant interest income is not effectively connected with such establishment or place of business, if such interest is treated as income from sources within the PRC. The PRC Individual Income Tax Law also imposes a withholding tax at the rate of 20 per cent. (or a lower treaty rate, if applicable) on interest from PRC source paid to non-resident individual holders. In addition, any gain realized on the transfer of the Bonds by Bond holders would be subject to PRC income tax at the rate of 10 per cent. for non-resident enterprise holders or 20 per cent. per cent. for non-resident individual holders (or a lower treaty rate, if applicable) if such gain is regarded as income derived from sources within the PRC. The Issuer currently takes the position that it is not a PRC resident enterprise. However, there is uncertainty as to whether the Issuer will be treated as a PRC "resident enterprise" for the purpose of the PRC Enterprise Income Tax Law. If the Issuer is treated as a PRC "resident enterprise," the Issuer would be subject to the PRC enterprise income tax at the rate of 25% on its worldwide income excluding equity investment income such as dividend and bonus between the Issuer and its PRC subsidiaries (if any) if they are each deemed a qualified PRC resident enterprise. Furthermore, the interest paid by the Issuer in respect of the Bonds, and the gain realized by any non-resident holder may realize from the transfer of the Bonds, may be treated as income derived from sources within the PRC and be subject to the PRC tax described above, which may materially and adversely affect the value of investment in the Bonds.

In the event that the Guarantor pays the interests of the Bonds, the Guarantor shall withhold the tax on the interests payable as such interests may be regarded as income derived from sources within the PRC, and the tax rate is 10% for non-resident enterprises and 20% for non-resident individuals (unless a lower rate is applicable).

Value Added Tax

On March 23, 2016, the MOF and the SAT issued the Circular on Comprehensively Promoting the Pilot Program of the Collection of Value-added Tax in Lieu of Business Tax (關於全面推開營業税改徵增值税試點的通知)(the "**Circular 36**") which confirms that business tax was replaced by value-added tax from May 1, 2016. Since then, the income derived from the provision of financial services which attracted business tax will be entirely replaced by, and subject to, value added tax. According to Circular 36, the entities and individuals providing the services within the PRC shall be subject to value added tax. The services are treated as being provided within the PRC where either the service provider or the service recipient is located in the PRC. The services subject to value-added tax include the provision of financial services such as the provision of loans. It is further clarified under Circular 36 that the "loans" refers to the activity of lending capital for another's use and receiving the interest income thereon. Based on the definition of "loans" under Circular 36, the issuance of Bonds is likely to be treated as the holders of the Bonds providing loans to the Issuer, which thus shall be regarded as financial services subject to the value-added tax.

It is not clear from the interpretation of Circular 36 if the provision of loans to the Issuer could be considered services provided within the PRC, which could be regarded as the provision of financial services that could be subject to value added tax. Furthermore, there is no assurance that the Issuer will not be treated as "resident enterprises" under the EIT Law. PRC tax authorities could take the view that the holders of the Bonds are providing loans within the PRC because the Issuer is treated as a PRC tax resident. In such case, the issuance of the Bonds could be regarded as the provision of financial services within the PRC that is subject to value added tax.

If the Issuer is treated as a PRC tax resident and if PRC tax authorities take the view that the holder s of the Bonds are providing loans within the PRC, or if the interest component of the amount payable by the Company to the holders of the Bonds under the Guarantee is viewed as interest income arising within the territory of the PRC, the holders of the Bonds shall be subject to the value-added tax at the rate of 6% when receiving the interest payments under the Bonds. In addition, the holders of the Bonds shall be subject to the local levies at approximately 12% of the value-added tax payment and consequently, the combined rate of value added tax and local levies would be around 6.72%. Given that the Issuer or the Company pays interest income to the holders of the Bonds who are located outside of the PRC, the Issuer or the Company, acting as the obligatory withholder in accordance with applicable law, shall withhold the value added tax and local levies from the payment of interest income to holders of the Bonds who are located outside of the PRC.

Where a holder of the Bonds who is an entity or individual located outside of the PRC resells the Bonds to an entity or individual located outside of the PRC and derives any gain, since neither the service provider nor the service recipient is located in the PRC, theoretically Circular 36 does not apply and the Issuer does not have the obligation to withhold the value added tax or the local levies. However, there is uncertainty as to the applicability of value added tax if either the seller or buyer of Bonds is located inside the PRC.

Given Circular 36 has been issued quite recently, the above statement may be subject to further change upon the issuance of further clarification rules and/or different interpretation by the competent tax authority. Accordingly, there is uncertainty as to the application of Circular 36.

Stamp Duty

No PRC stamp tax will be chargeable upon the issue or transfer of a Bond (for so long as the register of holders of the Bonds is maintained outside the PRC and the issuance and the sale of the Bonds is made outside of the PRC).

SUBSCRIPTION AND SALE

The Issuer and the Company have entered into a subscription agreement with the Joint Lead Managers dated January 8, 2020 (the "**Subscription Agreement**") pursuant to which and subject to certain conditions contained therein, the Issuer agreed to sell to the Joint Lead Managers, and the Joint Lead Managers severally and not jointly agreed to subscribe for, the Bonds in the following principal amounts set out opposite their names respectively:

Managers	Principal Amount of the 2023 Bonds to be Subscribed	Principal Amount of the 2025 Bonds to be Subscribed
Haitong International Securities Company Limited	US$42,857,143	US$60,000,000
J.P. Morgan Securities plc	US$42,857,143	US$60,000,000
China CITIC Bank International Limited	US$42,857,143	US$60,000,000
Guotai Junan Securities (Hong Kong) Limited	US$42,857,143	US$60,000,000
CMB International Capital Limited	US$42,857,143	US$60,000,000
ICBC International Securities Limited	US$42,857,143	US$60,000,000
UBS AG Hong Kong Branch	US$42,857,143	US$60,000,000
Bank of China Limited	US$16,666,667	US$23,333,333
Barclays Bank PLC	US$16,666,667	US$23,333,333
BOCI Asia Limited	US$16,666,667	US$23,333,333
CCB International Capital Limited	US$16,666,667	US$23,333,333
Central Wealth Securities Investment Limited	US$16,666,667	US$23,333,333
China International Capital Corporation Hong Kong Securities Limited	US$16,666,667	US$23,333,333
China Investment Securities International Brokerage Limited	US$16,666,667	US$23,333,333
CLSA Limited	US$16,666,667	US$23,333,333
Credit Suisse (Hong Kong) Limited	US$16,666,666	US$23,333,334
The Hongkong and Shanghai Banking Corporation Limited	US$16,666,666	US$23,333,334
Orient Securities (Hong Kong) Limited	US$16,666,666	US$23,333,334
Zhongtai International Securities Limited	US$16,666,666	US$23,333,334
Total	**US$500,000,000**	**US$700,000,000**

The Issuer and the Company have agreed to indemnify the Joint Lead Managers against certain liabilities in connection with the offer and sale of the Bonds. The Subscription Agreement provides that the obligations of the Joint Lead Managers are subject to certain conditions precedent, and entitles the Joint Lead Managers to terminate it in certain circumstances at any time prior to the payment of the net proceeds of the issue of the Bonds, as applicable, to the Issuer on the closing date of this offering (the "**Closing Date**"). The Joint Lead Managers and certain of their respective affiliates may have performed certain investment banking and advisory services for the Issuer, the Company and/or their respective affiliates from time to time for which they have received customary fees and expenses and may, from time to time, engage in transactions with and perform services for the Issuer, the Company and/or their respective affiliates in the ordinary course of their business. The Joint Lead Managers or certain of their respective affiliates may purchase the Bonds and be allocated the Bonds for asset management and/or proprietary purposes but not with a view to distribution.

The Joint Lead Managers and their respective affiliates are full service financial institutions engaged in various activities, which may include securities trading, commercial and investment banking, financial advisory, investment management, principal investment, hedging, financing and brokerage activities. In the ordinary course of its various business activities, the Joint Lead Managers and their respective affiliates may make or hold a broad array of investments and actively trade debt and equity securities (or related derivative securities) and financial instruments (including bank loans) for their own account and for the accounts of their customers and may at any time hold long and short positions in such securities and instruments. Such investments and securities activities may involve securities and instruments of the Issuer, the Company and/or the Company's other subsidiaries, including the Bonds.

The Joint Lead Managers or their respective affiliates may purchase the Bonds for its or their own account and enter into transactions, including credit derivatives, such as asset swaps, repackaging and credit default swaps relating to the Bonds and/or other securities of the Issuer, the Company or the Company's other subsidiaries or associates at the same time as the offer and sale of the Bonds or in secondary market transactions. Such transactions would be carried out as bilateral trades with selected counterparties and separately from any existing sale or resale of the Bonds to which this offering memorandum relates (notwithstanding that such selected counterparties may also be purchasers of the Bonds).

Certain private banks will be paid a commission in connection with the distribution of the Bonds to their clients.

In connection with the issue of the Bonds, the Stabilizing Manager (or any other persons acting on behalf of the Stabilizing Manager) may, to the extent permitted by applicable laws and directives, over-allot the Bonds or effect transactions with a view to supporting the market price of the Bonds at a level higher than that which might otherwise prevail. However, there is no assurance that the Stabilizing Manager (or persons acting on behalf of the Stabilizing Manager) will undertake stabilizing action. Such stabilizing if commenced may be discontinued at any time and must be brought to an end after a limited period. Such stabilizing shall be in compliance with all applicable laws, regulations and rules. Any loss resulting from over-allotment and stabilization actions will be borne, and any profit arising from over-allotment and stabilization actions will be beneficially retained, by the Stabilizing Manager.

One or more related parties may purchase a majority of the aggregate principal amount of the Bonds offered.

SELLING RESTRICTIONS

General

The distribution of this offering memorandum or any offering material and the offering, sale or delivery of the Bonds are subject to restrictions and may not be made except pursuant to registration with or authorization by the relevant securities regulatory authorities or an exemption therefrom. Therefore, persons who may come into possession of this offering memorandum or any offering material are advised to consult with their own legal advisors as to what restrictions may be applicable to them and to observe such restrictions. This offering memorandum may not be used for the purpose of an offer or invitation in any circumstances in which such offer or invitation is not authorized.

No action has been or will be taken in any jurisdiction by the Issuer, the Company, or the Joint Lead Managers that would, or is intended to permit a public offering, or any other offering under circumstances not permitted by applicable law, of the Bonds, or possession or distribution of this offering memorandum, any amendment or supplement thereto issued in connection with the proposed resale of the Bonds or any other offering or publicity material relating to the Bonds, in any country or jurisdiction where action for that purpose is required. Persons into whose hands this offering memorandum comes are required by the Issuer, the Company and the Joint Lead Managers to comply with all applicable laws and regulations in each country or jurisdiction in which they purchase, offer, sell or deliver the Bonds or have in their possession, distribute or publish this offering memorandum or any other offering material relating to the Bonds, in all cases at their own expense.

United States

The Bonds to be issued have not been and will not be registered under the Securities Act, and may not be offered or sold within the United States except pursuant to an exemption from the registration requirements of the Securities Act. Accordingly, the Bonds are being offered and sold only outside the United States in compliance with Regulation S under the Securities Act. Each of the Joint Lead Managers represents that it has not offered or sold, and agrees that it will not offer or sell, any Bonds constituting part of its allotment within the United States except in accordance with Rule 903 of Regulation S under the Securities Act. Accordingly, neither it, any of its affiliates nor any person acting on its or their behalf has engaged or will engage in any directed selling efforts with respect to the Bonds. Terms used in this paragraph have the meaning given to them by Regulation S under the Securities Act.

EEA

This offering Memorandum has been prepared on the basis that any offer of Bonds in any Member State of the European Economic Area ("**EEA**") will be made pursuant to an exemption under the Prospectus Regulation from the requirement to publish a prospectus for offers of Bonds. The expression "Prospectus Regulation" means Regulation (EU) 2017/1129 (as amended or superseded).

Each of the Joint Lead Managers represents and agrees that it has not offered, sold or otherwise made available and will not offer, sell or otherwise make available any Bonds to any retail investor in the European Economic Area. For the purposes of this provision, the expression "retail investor" means a person who is one (or more) of the following: (i) a retail client as defined in point (11) of Article 4(1) of Directive 2014/65/EU (as amended, "**MiFID II**"); or (ii) a customer within the meaning of Directive 2016/97/EU (as amended, the "**Insurance Distribution Directive**"), where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II. Consequently no key information document required by Regulation (EU) No 1286/2014 (as amended, the "**PRIIPs Regulation**") for offering or selling the Bonds or otherwise making them available to retail investors in the EEA has been prepared and therefore offering or selling the Bonds or otherwise making them available to any retail investor in the EEA may be unlawful under the PRIIPs Regulation.

Each person in a Member State of the EEA who receives any communication in respect of, or who acquires any Bonds under, the offers to the public contemplated in this offering memorandum, or to whom the Bonds are otherwise made available, will be deemed to have represented, warranted, acknowledged and agreed to and with each Joint Lead Manager and the Issuer that it and any person on whose behalf it acquires Bonds is not a "retail investor" (as defined above).

United Kingdom

Each of the Joint Lead Managers has represented, warranted and agreed that:

(a) it has only communicated or caused to be communicated and will only communicate or cause to be communicated any invitation or inducement to engage in investment activity (within the meaning of Section 21 of the Financial Services and Markets Act 2000, as amended (the "**FSMA**")) received by it in connection with the issue or sale of the Bonds in circumstances in which Section 21(1) of the FSMA does not apply to the Issuer or the Company; and

(b) it has complied and will comply with all applicable provisions of the FSMA with respect to anything done by it in relation to the Bonds in, from or otherwise involving the United Kingdom.

Hong Kong

No Bonds may be offered or sold in Hong Kong, by means of any document, other than: (a) to "professional investors" (as defined in the Securities and Futures Ordinance (Cap. 571) of Hong Kong (the "**SFO**")) and any rules made thereunder; or (b) in other circumstances which do not result in the document being a "prospectus" (as defined in the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Cap. 32) of Hong Kong) or which do not constitute an offer to the public within the meaning of that Ordinance.

No advertisement, invitation or document relating to the Bonds, which is directed at, or the contents of which are likely to be accessed or read by, the public of Hong Kong (except if permitted to do so under the securities laws of Hong Kong) has been or will be issued other than with respect to the Bonds which are or are intended to be disposed of only to persons outside Hong Kong or only to "professional investors" (as defined in the SFO) and any rules made thereunder.

Japan

The Bonds have not been and will not be registered under the Financial Instruments and Exchange Law of Japan and may not be offered or sold, directly or indirectly, in Japan or to, or for the account or benefit of, any resident of Japan (which term as used herein means any person resident in Japan, including any corporation or other entity organised under the laws of Japan) or to, or for the account or benefit of, any person for reoffering or resale, directly or indirectly, in Japan or to, or for the account or benefit of, any resident of Japan, except: (a) pursuant to an exemption from the registration requirements of, or otherwise in compliance with, the Financial Instruments and Exchange Law of Japan; and (b) in compliance with any other relevant laws and regulations of Japan.

Singapore

This offering memorandum has not been and will not be registered as a prospectus with the Monetary Authority of Singapore under the Securities and Futures Act, Chapter 289 of Singapore (the "**SFA**"). Accordingly, this offering memorandum and any other document or material in connection with the offer or sale, or invitation for subscription or purchase, of the Bonds may not be circulated or distributed, nor may the Bonds be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to any person in Singapore other than (i) to an institutional investor under Section 274 of the SFA, (ii) to a relevant person pursuant to Section 275(1) of the SFA, or any person pursuant to Section 275(1A) of the SFA, and in accordance with the conditions specified in Section 275 of the SFA and (where applicable) Regulation 3 of the Securities and Futures (Classes of Investors) Regulations 2018 of Singapore, or (iii) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA.

Where the Bonds are subscribed or purchased under Section 275 of the SFA by a relevant person which is:

(a) a corporation (which is not an accredited investor (as defined in Section 4A of the SFA)) the sole business of which is to hold investments and the entire share capital of which is owned by one or more individuals, each of whom is an accredited investor; or

(b) a trust (where the trustee is not an accredited investor) whose sole purpose is to hold investments and each beneficiary of the trust is an individual who is an accredited investor,

securities or securities-based derivatives contracts (each term as defined in the SFA) of that corporation or the beneficiaries' rights and interest (howsoever described) in that trust shall not be transferred within six months after that corporation or that trust has acquired the Bonds pursuant to an offer made under Section 275 of the SFA except:

(1) to an institutional investor or to a relevant person as defined in Section 275(2) of the SFA or to any person arising from an offer referred to in Section 275(1A) or Section 276(4)(i)(B) of the SFA;

(2) where no consideration is or will be given for the transfer;

(3) where the transfer is by operation of law;

(4) as specified in Section 276(7) of the SFA; or

(5) as specified in Regulation 37A of the Securities and Futures (Offers of Investments) (Securities and Securities-based Derivatives Contracts) Regulations 2018 of Singapore.

Notification under Section 309B(1)(c) of the SFA – the Issuer has determined, and hereby notifies all relevant persons (as defined in Section 309A(1) of the SFA), that the Bonds are prescribed capital markets products (as defined in the Securities and Futures (Capital Markets Products) Regulations 2018 of Singapore) and Excluded Investment Products (as defined in MAS Notice SFA 04-N12: Notice on the Sale of Investment Products and MAS Notice FAA-N16: Notice on Recommendations on Investment Products).

PRC

Each of the Joint Lead Managers has represented, warranted and undertaken that the Bonds are not being offered or sold and may not be offered or sold, directly or indirectly, in the PRC, and the Bonds may not be offered or sold, and will not be offered or sold to any person for re-offering or resale, directly or indirectly, to any resident of the PRC, except as permitted by the applicable laws and regulations of the PRC.

Taiwan

Each of the Joint Lead Managers has represented and warranted that the offer of the Bonds has not been and will not be registered with the Financial Supervisory Commission of Taiwan pursuant to relevant securities laws and regulations and the Bonds may not be sold, issued or offered within Taiwan through a public offering or in a circumstance which constitutes an offer within the meaning of the Securities and Exchange Act of Taiwan requiring registration or approval of the Financial Supervisory Commission of Taiwan. Each of the Joint Lead Managers has represented and warranted that no person or entity in Taiwan has been authorized to offer, sell, give advice regarding or otherwise intermediate the offering and sale of the Bonds in Taiwan.

Cayman Islands

Each of the Joint Lead Managers has represented, warranted and agreed that it has not made and will not make any invitation, whether directly or indirectly, to the public in the Cayman Islands to offer or sell the Bonds.

Switzerland

This offering memorandum is not intended to constitute an offer or solicitation to purchase or invest in the Bonds described herein. The Bonds may not be publicly offered, sold or advertised, directly or indirectly, in, into or from Switzerland and will not be listed on the SIX Swiss Exchange or on any other exchange or regulated trading facility in Switzerland. Neither this offering memorandum nor any other offering or marketing material relating to the Bonds constitutes a prospectus as such term is understood pursuant to article 652a or article 1156 of the Swiss Code of Obligations, and neither this offering memorandum nor any other offering or marketing material relating to the Bonds may be publicly distributed or otherwise made publicly available in Switzerland.

SUMMARY OF CERTAIN DIFFERENCES BETWEEN PRC GAAP AND IFRS

The consolidated financial statements of the Group included in this offering memorandum have been prepared and presented in accordance with PRC GAAP. PRC GAAP is substantially in line with IFRS, except for certain differences between PRC GAAP and IFRS, which might be relevant to the financial information of the Group included herein.

The following is a general summary of certain differences between PRC GAAP and IFRS as applicable to the Group. The differences identified below are limited to those significant differences that are appropriate to the Group's financial statements. The Company is responsible for preparing the summary below. The summary is not meant to be exhaustive. The Company has not prepared a complete reconciliation of the consolidated financial information and related footnote disclosure between PRC GAAP and IFRS and has not quantified such differences. Had any such quantification or reconciliation been undertaken by the Group, other potentially significant accounting and disclosure differences may be required that are not identified below. Additionally, no attempt has been made to identify possible future differences between PRC GAAP and IFRS as a result of the prescribed changes in accounting standards. Regulatory bodies that promulgate PRC GAAP and IFRS have significant projects ongoing that could affect future comparisons such as this one. Finally, no attempt has been made to identify future differences between PRC GAAP and IFRS that may affect the financial information as a result of transactions or events that may occur in the future. Accordingly, no assurance is provided that the following summary of differences between PRC GAAP and IFRS is complete.

In making an investment decision, investors must rely upon their own examination of the Issuer, the Guarantor, the Group, the terms of the offering and other disclosure contained herein. Each investor should consult its own professional advisers for an understanding of the differences between PRC GAAP and IFRS and/or between PRC GAAP and other generally accepted accounting principles, and how those differences might affect the financial information contained herein.

GOVERNMENT GRANT

PRC GAAP only requires an assets-related government grant to be recognized as deferred income, and evenly amortized to profit or loss over the useful life of the related asset. However, under IFRS, such assets-related government grants are allowed to be presented in the statement of financial position either by setting up the grant as deferred income or by deducting the grant in arriving at the carrying amount of the asset.

Under PRC GAAP, the relocation compensation for public interests shall be recognized as special payables. The income from compensation attributable to losses of fixed assets and intangible assets, related expenses, losses from production suspension incurred during the relocation and reconstruction period and purchases of assets after the relocation shall be transferred from special payables to deferred income and accounted for in accordance with the government grants standard. The surplus reached after deducting the amount transferred to deferred income shall be recognized in capital reserve.

Under IFRS, if an entity relocates for reasons of public interests, the compensation received shall be recognized in profit or loss.

REVERSAL OF AN IMPAIRMENT LOSS

Under PRC GAAP, once an impairment loss is recognized for a long term asset (including fixed assets, intangible assets and goodwill, etc.), it shall not be reversed in any subsequent period.

Under IFRS, an impairment loss recognized in prior periods for an asset other than goodwill could be reversed if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized.

RELATED PARTY DISCLOSURES

Under PRC GAAP, government-related entities are not treated as related parties.

Under IFRS, government-related entities are still treated as related parties.

FIXED ASSETS AND INTANGIBLE ASSETS

Under PRC GAAP, only the cost model is allowed.

Under IFRS, an entity can choose either the cost model or the revaluation model as its accounting policy.

INVESTMENT PROPERTIES

Under PRC GAAP, investment properties are accounted for as fixed assets in most cases. However, properties developed by property developers to earn rental income are accounted for as "properties held for rent" and are depreciated over their useful lives.

Under IFRS, entities may choose the fair value model or cost model in depreciating their investment properties.

INTANGIBLE ASSETS—AMORTIZATION

Under PRC GAAP, the cost of an intangible asset is amortized evenly over its expected useful life starting in the month in which it is obtained.

Under IFRS, the cost of an intangible asset is amortised over its estimated useful life, with a rebuttable presumption that the useful life will not exceed 20 years.

CASH FLOW STATEMENTS

Under PRC GAAP, cash flows from operating activities are reconciliated using both the direct method and the indirect method.

Under IFRS, cash flows from operating activities are reconciliated using either the direct method or the indirect method.

RATINGS

The Bonds are expected to be rated Ba3 by Moody's. The ratings reflect the rating agencies' assessment of the likelihood of timely payment of the principal of and interest on the Bonds. The ratings do not constitute recommendations to purchase, hold or sell the Bonds inasmuch as such ratings do not comment as to market price or suitability for a particular investor. Each such rating should be evaluated independently of any other rating on the Bonds, on other securities of ours, or on us. Additionally, we are rated Ba3 with a stable outlook by Moody's. We cannot assure you that the ratings will remain in effect for any given period or that the ratings will not be revised by such rating agencies in the future if in their judgment circumstances so warrant.

GENERAL INFORMATION

CONSENTS

We have obtained all necessary consents, approvals and authorizations in the Cayman Islands and the PRC in connection with the issue and performance of the Bonds. The entering into of the Trust Deeds governing the Bonds and the issue of the Bonds have been authorized by a resolution of our Board of Directors dated December 12, 2019 and the resolutions of the Issuer's board of directors dated January 3, 2020.

LITIGATION

Except as disclosed in this offering memorandum, there are no legal or arbitration proceedings against or affecting us, any of our subsidiaries or any of our assets, nor are we aware of any pending or threatened proceedings, which are or might be material in the context of this issue of the Bonds.

NO MATERIAL ADVERSE CHANGE

There has been no adverse change or any development reasonably likely to involve an adverse change, in the condition (financial or otherwise) of our general affairs since June 30, 2019 that is material in the context of the issue of the Bonds.

DOCUMENTS AVAILABLE

For so long as any of the Bonds are outstanding, copies of the Trust Deeds governing the Bonds and the Agency Agreements are available to Bondholders free of charge during normal business hours on any weekday (except public holidays) upon prior written notice and satisfactory proof of holding from the principal office of the Principal Paying Agent.

For so long as any of the Bonds are outstanding, copies of our audited financial statements for the past two fiscal years, if any, may be obtained during normal business hours on any weekday (except public holidays) upon prior written notice and satisfactory proof of holding from the principal office of the Principal Paying Agent.

CLEARING SYSTEM AND SETTLEMENT

The Bonds have been accepted for clearance through the facilities of Euroclear and Clearstream. Certain trading information with respect to the Bonds is set forth below:

	ISIN	Common Code
2023 Bonds	XS2100597256	210059725
2025 Bonds	XS2100597330	210059733

Only Bonds evidenced by a Global Certificate have been accepted for clearance through Euroclear and Clearstream.

LEI CODE

The LEI code of the Issuer is 3003006ZC30FH27GHL08.

LISTING OF THE BONDS

Application will be made to the SGX-ST for the listing and quotation of the Bonds on the SGX-ST. The SGX-ST assumes no responsibility for the correctness of any of the statements made, opinions expressed or reports contained in this offering memorandum. Approval in-principle from, admission to the Official List of, and listing and quotation of the Bonds on, the SGX-ST are not to be taken as an indication of the merits of the Company or the Bonds. For so long as the Bonds are listed on the SGX-ST and the rules of the SGX-ST so require, the Bonds, if traded on the SGX-ST, will be traded in a minimum board lot size of S$200,000 (or its equivalent in foreign currencies). Accordingly, the Bonds, if traded on the SGX-ST, will be traded in a minimum board lot size of US$200,000.

For so long as the Bonds are listed on the SGX-ST and the rules of the SGX-ST so require, in the event that a Global Certificate is exchanged for definitive Certificates, we will appoint and maintain a paying agent in Singapore, where the definitive Certificates may be presented or surrendered for payment or redemption. In addition, in the event that a Global Certificate is exchanged for definitive Certificates, an announcement of such exchange will be made by or on behalf of us through the SGX-ST and such announcement will include all material information with respect to the delivery of the definitive Certificates, including details of the paying agent in Singapore.

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China Fortune Land Development Co., Ltd.

2019 Interim Report

ZhongXingCaiGuangHuaShenYueZi (2020) No. 102001

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Report on Review of Interim Financial Information

ZhongXingCaiGuangHuaShenYueZi (2020) No. 1D2001

To all shareholders of China Fortune Land Development Co., Ltd.:

We have reviewed the interim financial information, which comprises the interim consolidated and parent company balance sheet of China Fortune Land Development Co., Ltd (hereinafter referred to as "CFLD"), and its subsidiaries as at 30 June 2019 and the related interim consolidated and parent company statements of profit or loss, other comprehensive income, changes in equity and cash flows for the six-month periods ended 30 June 2018 and 2019, and a summary of significant accounting policies and other explanatory notes. The management of CFLD are responsible for the preparation and presentation of this interim financial information in accordance with China Accounting Standard 32 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose.

We conducted our review in accordance with Chinese CPA Standard on Review Engagements 2101. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with China CPA Standard on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information is not prepared, in all material respects, in accordance with China Accounting Standard 32 "Interim Financial Reporting".

Zhongxingcai Guanghua Certified Public Accountants LLP

Chinese Certified Public Accountant:

Chinese Certified Public Accountant:

Beijing, China

January 3, 2020

Balance Sheet

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	Note	Jun 30, 2019		Dec. 31, 2018	
		Consolidated	Parent company	Consolidated	Parent company
CURRENT ASSETS:					
Bank deposit	V.1	55,184,958,877.05	3,361,896,614.57	47,281,783,657.02	9,330,741,719.90
Notes receivables					
Accounts receivables	V.2	39,833,615,833.24		34,497,662,858.65	
Prepayments	V.3	3,884,213,572.61	51,154,047.66	3,720,794,295.56	310,026,513.45
Other receivables	V.4	15,578,037,227.17	85,432,126,747.65	13,333,931,262.73	72,987,788,978.65
Including: Interest receivables		299,440,964.41		205,168,803.42	
Dividend receivables			13,019,931,187.93		13,019,931,187.93
Inventories	V.5	246,811,827,036.48		254,523,679,717.80	
Non-current assets maturing within one year	V.6	5,730,288,791.73	2,030,614,903.00	2,015,614,903.00	2,015,614,903.00
Other current assets	V.7	17,734,877,044.09	2,931,291.99	13,169,906,384.19	56,825,823.36
Total current assets		414,538,119,091.37	72,738,552,525.01	367,960,372,179.95	84,305,797,938.08
NON-CURRENT ASSETS:					
Financial assets available for sale				654,273,403.67	72,000,000.00
Long-term equity investment	V.8	4,789,579,794.58	19,017,727,211.68	4,242,734,513.62	12,299,758,891.38
Other non-current financial assets	V.9	4,503,831,038.59	1,064,343,000.00		
Investment properties	V.10	2,245,900,000.00		2,240,100,000.00	
Fixed assets	V.11	5,174,850,924.42	9,989,780.13	5,073,292,167.41	9,630,635.65
Construction in progress	V.12	13,099,166,340.62		12,663,238,537.08	
Intangible assets	V.13	6,513,338,847.12	361,408,110.55	5,340,096,500.37	363,674,702.39
Goodwill	V.14	501,976,520.62		501,976,520.62	
Long-term deferred expenses	V.15	2,595,880,478.08		2,760,769,492.39	771,751.31
Deferred income tax assets	V.16	3,519,237,746.41	213,337,217.96	3,740,310,179.02	350,864,671.17
Other non-current assets	V.17	87,206,064.50		5,025,470,469.92	888,501,774.38
Total non-current assets		42,529,357,749.64	14,764,902,324.12	41,751,461,880.05	13,934,795,425.68
Total assets		457,067,476,841.01	87,503,454,849.13	409,711,834,060.00	97,840,593,363.76

Legal representative: Chief Financial Officer: Finance Manager:

Balance Sheet (continued)

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	Note	Jun. 30, 2019		Dec. 31, 2018	
		Consolidated	Parent company	Consolidated	Parent company
CURRENT LIABILITIES:					
Short-term borrowings	V.18	23,996,251,000.00	28,500,000.00	4,181,911,000.00	150,000,000.00
Notes payable	V.19	8,987,830,854.22		9,128,596,012.41	
Accounts payable	V.20	37,631,296,530.05		33,806,065,061.51	
Rental and sales deposits	V.21	140,284,148,121.83		137,611,878,747.80	
Compensation payable to employees	V.22	592,008,417.94	338,004,186.00	1,043,179,874.08	446,002,310.30
Taxes and fees payable	V.23	8,922,366,256.98	217,490,600.56	8,178,084,825.84	300,495,514.45
Other payables	V.24	24,051,386,318.41	25,530,647,887.98	22,759,534,276.58	29,879,973,500.00
Including: Interest payable		1,521,137,072.58	908,841,906.25	1,729,600,920.13	1,373,585,694.74
Dividend payable		3,608,110,050.80	3,605,110,050.80		
Non-current liabilities maturing within one year	V.25	25,995,669,982.97	1,345,171,258.49	20,110,084,389.97	1,487,280,475.81
Other current liabilities	V.26	8,777,710,843.78	2,498,314,658.59	8,734,507,222.27	2,469,421,520.76
Total current liabilities		276,393,398,142.19	28,187,187,291.82	242,564,850,985.79	34,785,373,311.62
NON-CURRENT LIABILITIES:					
Long-term borrowings	V.27	58,402,187,514.58	224,000,000.00	53,000,169,896.58	110,750,000.00
Bonds payable	V.28	69,901,842,739.50	36,389,458,006.45	56,075,517,887.77	36,171,913,687.34
Long-term payables	V.29	1,318,554,601.25		1,201,867,748.81	
Deferred income	V.30	17,758,365.48		17,294,524.65	
Deferred income tax liabilities	V.18	73,333,680.12		73,808,567.38	
Other non-current liabilities			1,958,958.70		1,958,958.70
Total non-current liabilities		130,163,355,799.93	36,615,417,005.15	112,481,070,227.94	36,287,804,681.04
Total liabilities		402,776,753,942.12	64,802,604,296.97	355,045,921,213.73	71,073,177,992.66
Shareholders' equity:					
Share capital	V.31	3,009,591,708.00	3,009,591,708.00	3,003,251,708.00	3,003,251,708.00
Other equity instruments	V.32	8,000,000,000.00	8,000,000,000.00	9,000,000,000.00	9,000,000,000.00
Including: preferred stock					
Perpetual bonds		8,000,000,000.00	8,000,000,000.00	9,000,000,000.00	9,000,000,000.00
Capital reserve	V.33	1,660,867,302.21	85,574,700,038.89	2,262,919,887.64	9,252,128,806.89
Less: treasury shares	V.34	637,775,800.00	632,725,800.00	641,480,400.00	641,480,400.00
Other comprehensive income	V.35	-263,158,587.56		-218,266,847.56	
Special reserve					
Surplus reserve	V.36	1,813,089,187.27	1,808,382,822.30	1,813,089,187.27	1,808,389,822.30
Retained earnings	V.37	22,968,177,889.54	1,278,451,508.01	28,388,884,980.97	5,345,317,522.87
Total equity attributable to shareholders of parent company		46,889,852,190.52	71,980,930,548.36	43,748,469,526.22	26,867,596,570.06
Non-controlling interests		7,400,940,473.27		10,308,455,310.45	
Total shareholders' equity		54,290,792,663.79	71,980,930,548.36	54,056,924,836.67	26,867,596,570.06
Total Liabilities and Shareholders' Equity		457,067,546,647.01	87,503,464,845.33	409,702,834,050.40	97,940,774,562.72

Legal representative: Chief financial officer: Finance manager:

Income Statement

Prepared by: China Cultural Land Development Co., Ltd.

Currency and Units: [illegible]

Item	Note	[illegible]		[illegible]	
		Consolidated	Parent company	Consolidated	Parent company
I. Revenue	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
Less: Cost of sales	[illegible]	[illegible]		[illegible]	
Taxes and surcharges	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
Selling expenses	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
Administrative expenses	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
Research and development expenses	[illegible]	[illegible]		[illegible]	
Financial expenses	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
Including: Interest expenses		[illegible]	[illegible]	[illegible]	[illegible]
Interest income		[illegible]	[illegible]	[illegible]	[illegible]
Add: gains from changes in fair value (losses deducted with a "-" symbol)					
Investment income (losses recognized with a "-" symbol)	[illegible]	[illegible]	[illegible]		
Including: income from investment in associates and joint ventures	[illegible]	[illegible]		[illegible]	[illegible]
Income from derecognition of financial assets measured at amortized cost (losses recognized with a "-" symbol)	[illegible]	[illegible]		[illegible]	[illegible]
Income from exchange (losses recognized with a "-" symbol)	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
Including: income from investment in associates and joint ventures		[illegible]	[illegible]	[illegible]	[illegible]
Gains from net exposure hedging (losses recognized with a "-" symbol)	[illegible]	[illegible]		[illegible]	
Gains from changes in fair value	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
II. Operating profits (losses recognized with a "-" symbol)		[illegible]	[illegible]	[illegible]	[illegible]
Add: non-operating income	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
Less: non-operating expenses	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
III. Total profits (total losses recognized with a "-" symbol)		[illegible]	[illegible]	[illegible]	[illegible]
(I) Net profits from continuing operations					
1. Net profits attributable to owners of parent company		[illegible]	[illegible]	[illegible]	[illegible]
2. Net profits attributable to shareholders of minority interests					
(II) Net profits from discontinued operations					
1. Net profits attributable to owners of parent company		[illegible]		[illegible]	
2. Profits or losses attributable to minority shareholders		[illegible]		[illegible]	
IV. Net after-tax amount of other comprehensive income		[illegible]		[illegible]	
Net after-tax amount of other comprehensive income attributable to owners of parent company		[illegible]		[illegible]	
(I) Other comprehensive income that cannot be reclassified into profit or loss later					
1. Changes from re-measurements on net liabilities or net assets of the benefit plan					
2. Share in the other comprehensive income that cannot be reclassified into profit or loss for the investee under the equity method					
(II) Other comprehensive income that will be reclassified into profit or loss later		[illegible]		[illegible]	
1. Share of the other comprehensive income that can be reclassified into profit or loss for the investee under the equity method					
2. Profit or loss of the changes in fair value of financial assets available for sale					
3. Held-to-maturity investments reclassified into profit or loss of financial assets available for sale					
4. Effective portion of hedging profit or loss of cash flows					
5. Translation differences of foreign currency financial statements		[illegible]		[illegible]	
Net after-tax amount of other comprehensive income attributable to owners of minority shareholders		[illegible]		[illegible]	
VI. Total comprehensive income		[illegible]	[illegible]	[illegible]	[illegible]
Total comprehensive income attributable to owners of parent company		[illegible]		[illegible]	
Total comprehensive income attributable to minority shareholders		[illegible]		[illegible]	
VII. Earnings per share					
(I) Basic earnings per share		[illegible]		[illegible]	
(II) Diluted earnings per share		[illegible]		[illegible]	

Legal representative: Chief Financial Officer: Finance Manager:

Statement of Cash Flows

Prepared by: Chien Peasure Land Development Co., Ltd

Currency unit: RMB yuan

Item	Note	2020.1-9		2019.1-9	
		Consolidated	Parent company	Consolidated	Parent company
I. Cash flows from operating activities:					
Cash received from sale of commodities or rendering of labor service		26,714,214,880.25	880,538,538.25	34,655,346,741.38	800,640,000.00
Refund of taxes received					
Other cash received relating to operating activities	V.52	1,070,670,457.56	90,000,605,760.00	1,230,112,760.06	81,532,580,000.43
Subtotal of cash inflows		40,396,847,867.84	3,760,540,260,140.14	80,000,000,000.44	3,700,000,000,000.00
Cash paid for goods and labor services		42,624,382,970.72		29,001,000,000.76	
Cash paid to and for employees		1,712,000,000.00	1,100,000,000.30	1,170,000,047.10	1,710,000,000.70
Payments of all types of taxes and fees		1,000,507,000.00	107,700,070.00	1,001,200,000.70	100,000,000.15
Other cash paid relating to operating activities	V.54	2,000,700,000.00	20,270,540,410.00	2,000,000,000.00	10,000,000,700.00
Subtotal of cash outflows		10,200,100,000.70	17,000,000,000.00	40,000,700,000.00	10,000,000,000.00
Net cash flows from operating activities		-300,000,000,000.00	100,700,000,000.00	-7,000,000,000.00	-3,700,000,000.00
II. Cash flows from investing activities:					
Cash received from recovery of investments		1,417,000,000.00	100,000,000.00	1,000,700,000.00	300,000,000.00
Cash received from returns on investments		000,000,000.00	0,000,000.00	000,000,000.00	00,000,000.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		00,000,000.00		00,000,000.00	
Net cash received from the disposal of subsidiaries and other business units		000,000,000.00		0,000,000.00	
Other cash received relating to investing activities	V.52			00,000,000.00	
Subtotal of cash inflows		1,000,700,000.00	000,000,000.00	0,000,000,000.00	000,000,000.00
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets		000,000,000.00	0,000,000.00	1,000,000,000.00	00,000,000.00
Cash paid for investments		0,000,000,000.00	0,000,000,000.00	0,000,000,000.00	00,000,000.00
Net cash paid for the acquisition of subsidiaries and other business units		000,000,000.00		1,000,000,000.00	1,000,000,000.00
Other cash paid relating to investing activities	V.57			000,000,000.00	
Subtotal of cash outflows		0,000,000,000.00	0,000,000,000.00	10,000,000,000.00	0,000,000,000.00
Net cash flows from investing activities		-0,000,000,000.00	-0,000,000,000.00	-0,000,000,000.00	-0,000,000,000.00
III. Cash flows from financing activities:					
Cash received by accepting investments		00,000,000.00		0,000,000,000.00	
Including: cash received by subsidiaries by absorbing investments from minority shareholders		00,000,000.00		0,000,000,000.00	
Cash received from borrowings		00,000,000.00	000,000,000.00	0,000,000,000.00	
Cash received from issue of bonds		0,000,000,000.00	0,000,000,000.00	0,000,000,000.00	0,000,000,000.00
Other cash received relating to financing activities	V.62				
Subtotal of cash inflows		00,000,000,000.00	0,000,000,000.00	00,000,000,000.00	0,000,000,000.00
Cash paid for repayments of debts		00,000,000,000.00	0,000,000,000.00	00,000,000,000.00	0,000,000,000.00
Cash payments for distribution of dividends or profit or cash payments of interest		0,000,000,000.00	0,000,000,000.00	0,000,000,000.00	0,000,000,000.00
including: dividends and profits paid by subsidiaries to minority shareholders					
Other cash payments relating to financing activities	V.52	0,000,000,000.00	0,000,000,000.00	0,000,000,000.00	0,000,000,000.00
Subtotal of cash outflows		00,000,000,000.00	0,000,000,000.00	00,000,000,000.00	0,000,000,000.00
Net cash flows from financing activities		0,000,000,000.00	0,000,000,000.00	0,000,000,000.00	0,000,000,000.00
IV. Effect of exchange rate change upon cash and cash equivalents		-000,000,000.00		0,000,000.00	
V. Net increase in cash and cash equivalents		0,000,000,000.00	-0,000,000,000.00	-00,000,000,000.00	-0,000,000,000.00
Add: cash and cash equivalents at beginning of period		00,000,000,000.00	0,000,000,000.00	00,000,000,000.00	0,000,000,000.00
VI. Cash and cash equivalents at end of period		00,000,000,000.00	0,000,000,000.00	00,000,000,000.00	0,000,000,000.00

Legal representative: Chief Financial Officer: Finance Manager:

Consolidated Statement of Changes in Equity

Prepared by: Chiro Nature Leaf Development Co., Ltd.

Company unit: RMB yuan

Item	Equity attributable to shareholders of parent company												Non-controlling interests	Total shareholders' equity
	Share capital	Other equity instruments: Preferred stock	Other equity instruments: Perpetual bonds	Other equity instruments: Others	Capital reserve	Less: treasury stock	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Subtotal		
I. Ending balance last year														
Add: change of accounting policy														
Correction of previous errors														
Merger of enterprises under the common control														
Others														
II. Beginning balance this year														
III. Amount of increase or decrease this year (decrease expressed with a "-" symbol)														
(I) Total comprehensive income														
(II) Capital invested and decreased by shareholders														
1. Ordinary shares invested by shareholders														
2. Capital invested by holders of other equity instruments														
3. Amount of payments by share-based payment included in shareholders' equity														
4. Others														
(III) Profit distribution														
1. Appropriation of surplus reserve														
2. Distribution to shareholders														
3. Others														
(IV) Internal carryover of shareholders' equity														
1. Conversion of capital reserve into share capital														
2. Conversion of surplus reserve into share capital														
3. Making up losses with surplus reserve														
4. Others														
(V) Special reserve														
1. Allocation for current period														
2. Use during current period														
(VI) Others														
IV. Ending balance this year														

Legal representative: Chief Financial Officer: Finance Manager:

Consolidated Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd

Currency: RMB yuan

Item	2018.1-6												
	Equity attributable to shareholders of parent company											Non-controlling interests	Total shareholders' equity
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Subtotal	
		Preference shares	Perpetual bonds	Others									
I. Ending balance last year	9,864,948,708.00		8,000,000,000.00		8,437,308,224.98		-2,108,466.66		1,906,945,385.60	80,198,730,838.89		107,085,015,987.36	33,537,333,947.83	140,622,349,935.19
Add: change of accounting policy													
Correction of previous error													
Merger of enterprises under the common control													
Others													
II. Beginning balance this year	9,864,948,708.00		8,000,000,000.00		8,437,308,224.98		-2,108,466.66		1,906,945,385.60	80,198,730,838.89		107,085,015,987.36	33,537,333,947.83	140,622,349,935.19
III. Amount of increase or decrease this year (the figure is expressed with a "-" symbol)					-794,824,835.98		-338,377,265.48			9,982,066,899.79		8,848,864,798.33	-5,138,881,884.85	3,709,982,913.48
(I) Total comprehensive income							-338,377,265.48			8,804,570,065.85		8,707,391,734.56	54,468,884.78	8,761,860,619.34
(II) Capital invested and decreased by shareholders					-794,824,835.98							-794,824,835.98	-4,888,657,236.23	-5,683,482,072.21
1. Ordinary shares invested by shareholders													3,827,909,200.64	3,827,909,200.64
2. Capital invested by holders of other equity instruments														
3. Amount of payments by shares recorded in shareholders' equity														
4. Others					-794,824,835.98							-794,824,835.98	-8,716,566,436.87	-9,511,391,272.85
(III) Profit distribution										-1,834,474,165.93		-1,834,474,165.93	-221,142,948.17	-2,055,617,114.10
1. Allocated surplus reserve														
2. Distribution to shareholders										-1,559,453,038.30		-1,559,453,038.30		-1,559,453,038.30
3. Others										-275,021,127.63		-275,021,127.63	-221,142,948.17	-496,164,075.80
(IV) Internal carryover of shareholders' equity														
1. Conversion of capital reserve into share capital														
2. Conversion of surplus reserve into share capital														
3. Making up losses with surplus reserve														
4. Others														
(V) Special reserve														
1. Accession for current period														
2. Use during current period														
(VI) Others														
IV. Ending balance this year	9,864,948,708.00		8,000,000,000.00		8,642,483,389.00		-340,485,732.14		1,906,945,385.60	90,180,797,738.68		116,249,689,489.14	28,398,452,063.00	144,648,141,552.14

Legal representative:

Chief Financial Officer:

Finance Manager:

Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd.

Currency unit: RMB yuan

Item	2018											
	Share capital	Other equity instruments			Capital reserve	Less: treasury stocks	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Total shareholders' equity
		Preferred stock	Perpetual bonds	Others								
I. Ending balance last year	5,008,261,708.00		8,800,000,000.00		8,363,126,806.98	641,480,400.00			1,808,382,972.32	8,346,316,932.97		29,887,090,970.88
Add: change of accounting policy												
Correction of previous errors												
Others												
II. Beginning balance this year	5,008,261,708.00		8,800,000,000.00		8,363,126,806.98	641,480,400.00			1,808,382,972.32	8,346,316,932.97		29,887,090,970.88
III. Amount of increase or decrease this year (decrease expressed with a "-" symbol)	-660,000.00		-1,800,000,000.00		172,091,200.00	-6,764,800.00				-4,086,561,624.80		-4,086,965,034.80
(I) Total comprehensive income										-187,417,840.36		-187,417,840.36
(II) Capital invested and decreased by shareholders	-660,000.00		-1,000,000,000.00		172,091,200.00	-6,764,800.00						-815,804,200.00
1. Ordinary shares invested by shareholders												
2. Capital invested by holders of other equity instruments			-1,000,000,000.00									-1,000,000,000.00
3. Amount of payments by shares recorded in shareholders' equity	-660,000.00				172,091,200.00	-6,764,800.00						183,196,000.00
4. Others												
(III) Profit distribution										-3,879,443,284.14		-3,879,443,284.14
1. Allocated surplus reserve												
2. Distribution to shareholders										-3,600,110,050.80		-3,600,110,050.80
3. Others										-279,333,233.34		-279,333,233.34
(IV) Internal carryover of shareholders' equity												
1. Conversion of capital reserve into share capital												
2. Conversion of surplus reserve into share capital												
3. Making up losses with surplus reserve												
4. Others												
(V) Special reserve												
1. Allocation for current period												
2. Use during current period												
(VI) Others												
IV. Ending balance this year	5,007,601,708.00		7,000,000,000.00		8,535,218,006.98	634,715,600.00			1,808,382,972.32	4,259,755,308.17		26,056,242,394.47

Legal representative:

Chief Financial Officer:

Finance Manager:

Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	2015.1-6											
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Total shareholders' equity
		Preferred stock	Perpetual bonds	Others								
I. Ending balance last year	2,884,846,706.00		9,000,000,000.00		7,680,748,496.98				1,400,445,896.06	4,894,788,681.10		25,860,830,982.17
Add: change of accounting policy												
Correction of previous errors												
Others												
II. Beginning balance this year	2,884,846,706.00		9,000,000,000.00		7,680,748,496.98				1,400,445,896.06	4,894,788,681.10		25,860,830,982.17
III. Amount of increase or decrease this year (decrease expressed with a "-" symbol)										-3,002,680,874.66		-3,002,680,874.66
(I) Total comprehensive income										-68,206,814.33		-68,206,814.33
(II) Capital invested and decreased by shareholders												
1. Ordinary shares invested by shareholders												
2. Capital invested by holders of other equity instruments												
3. Amount of payments by shares recorded in shareholders' equity												
4. Others												
(III) Profit distribution										-2,934,474,260.33		-2,934,474,260.33
1. Allocated surplus reserve												
2. Distribution to shareholders										-2,659,452,038.10		-2,659,452,038.10
3. Others										-275,022,222.23		-275,022,222.23
(IV) Internal carryover of shareholders' equity												
1. Conversion of capital reserve into share capital												
2. Conversion of surplus reserve into share capital												
3. Making up losses with surplus reserve												
4. Others												
(V) Special reserve												
1. Allocation for current period												
2. Use during current period												
(VI) Others												
IV. Ending balance this year	2,884,846,706.00		9,000,000,000.00		7,680,748,496.98				1,400,445,896.06	1,892,108,806.44		22,858,150,017.83

Legal representative: Chief Financial Officer: Finance Manager:

Notes to the Consolidated Financial Statements 30 June 2019

(Exclusive of special notes, the unit in the Notes shall be CNY)

I. Company Profile

(I) Company Profile

China Fortune Land Development Co., Ltd. (hereinafter "the Company" or "this Company") is formerly known as Zhejiang King Refrigeration Industry Co., Ltd. (hereinafter "Zhejiang King"), which was a Sino-foreign equity joint venture company established from the overall restructuring of Zhejiang King Refrigeration Industry Co., Ltd. (a limited liability company), subject to the approval of two documents, namely, the document numbered Zhe Shang Shi [2001] No.24 issued by the Leading Group for Enterprise Listing under Zhejiang Provincial People's Government and the document numbered Wai Jing Mao Zi Er Han [2001] No.550 issued by the former Ministry of Foreign Trade and Economic Cooperation. On December 15, 2003, upon the approval China Securities Regulatory Commission (Document: Zheng Jian Fa Xing Zi [2003] No.144), the Company issued 40,000,000 RMB ordinary shares of RMB1 per share to the public, at an offering price of RMB7.30 per share. The stocks of the Company have been listed for trading in Shanghai Stock Exchange since December 30, 2003.

The controlling shareholder of this Company is China Fortune Land Development Holding Co., Ltd., with a controlling proportion of 41.31%, and the ultimate controller is Mr. Wang Wenxue.

Registered Office:

No.1, North Side of No.3 Road
West Side of Beijing-Kaifeng Expressway
Gu'an County, Hebei Province.

Corporate Headquarters:

7/F, Tower A, Gateway Plaza
18 Xiaguangli, East 3rd Ring Road North
Chaoyang District, Beijing

Authorised Representative: Wang Wenxue

Registered Capital: RMB3,003,251,709.00

Business Scope: investment in the construction of real estate, industry parks and infrastructure; real estate agent services; provision of construction equipment and services; business management consulting; biomedicine research and development, science and technology promotion and service.

(II) Approval of Issuance of Financial Statements and Approved Issuance Date of Financial Statements

These financial statements and notes have been approved at the meeting of the 6th Board of Directors of the Company held on August 16, 2019.

(III) Scope of Consolidated Financial Statements for Current Year

This Company has incorporated all its subsidiaries (including separate entities controlled by this Company) into the scope of consolidated financial statements, including a total of 536 enterprises and structured entities controlled by this Company. Compared with last year, 26 enterprises and entities are added due to establishment and 10 enterprises are added due to business combination under different control, sold 2 enterprises and closed 2 enterprises. For details, please refer to Note "VII. Interests in Other Entities".

This Company and its subsidiaries are mainly engaged in industry park construction and real estate development.

II. The Basis of The Preparation of Financial Statements

1. Basis of Preparation

The financial statements of this Company are prepared on the basis of going-concern assumption and actual transactions and matters, and in accordance with Accounting Standards for Business Enterprises issued by the Ministry of Finance on 15 February 2006– Basic Standards and various specific accounting standards, application guides to accounting standards for business enterprises, interpretations thereof and other relevant rules (hereinafter collectively referred to as "Accounting Standards for Business Enterprises") issued by the Ministry of Finance, as well as the disclosure rules of No.15 of Preparation and Presentation Rules of Information Disclosure by Companies Publicly Offering Securities – General Provisions on Financial Statements (2014 revision).

The Company follows the accrual basis of accounting. The financial statements are prepared under the historical cost convention except for certain financial assets and financial liabilities. If an asset is impaired, provisions shall be recognized.

2. Going Concern

For at least 12 months from the end of this reporting period, the Company possesses the ability to operate as a going concern and is free from any significant matter that might affect its going-concern ability.

III. Significant Accounting Policies and Estimates of the Company

1. Declaration of Compliance with Accounting Standards for Business Enterprises

These financial statements follow the requirements of Accounting Standards for Business Enterprises, and truthfully and completely reflect the consolidated financial condition of the Company and that of its parent company as at 30 June 2019 as well as the consolidated operating results and cash flow and those of the parent company for the year of 2019.

2. Accounting Period

The accounting period of this Company is the calendar year from January 1 to 30 June.

3. Operating Cycle

Normal operating cycle refers to the period from when the Company purchases the assets for processing when the Company realizes cash or cash equivalents. This Company takes 12 months as one operating cycle, which will also serve as the standard for classifying the liquidity of assets and liabilities.

4. Functional Currency

This Company uses RMB as its functional currency, and also uses RMB to prepare its consolidated financial statements. This Company and its subsidiaries select their functional currency mainly depending on the pricing and settlement currency of main business revenue and expenditure. As the recording currencies used by some subsidiaries of this Company are different from its own functional currency, this Company converts the foreign currency financial statements of these subsidiaries in preparing the financial statements (see Note III 8 Conversion of Foreign Currency Transactions and Statements).

5. Business combination and consolidated financial statements

Business combination means a transaction or event in which two or more separate entities are combined into a single reporting entity. Business combinations are divided into business combinations involving entities under common control and those not under common control.

(1) Business Combinations involving entities under Common Control

Business combination under common control means that enterprises participating in the combination are ultimately controlled by the same party or parties before and after the combination, and such control is not temporal. In case of business combination under common control, the party obtaining the control over other participating enterprises on the combination date is the combining party, while the other enterprises participating in the combination are combined parties. The combination date means the date when the combining party obtains the control over the combined parties.

The assets and liabilities obtained by the combining party is measured at their book value with the combined parties on the combination date. As for the difference between the book value of the net assets obtained by the combining party and that of the combination consideration paid by it (or total par value of shares issued), the capital reserve (capital stock premium) should be adjusted accordingly; if the capital reserve (capital stock premium) is insufficient to offset the difference, the retained earnings should be adjusted.

Various direct expenses incurred by the combining party in conducting business combination are included in current profit or loss when incurred.

(2) Business Combinations involving entities not under common control.

Business combination not under common control means that enterprises participating in the combination are not ultimately controlled by the same party or parties before and after the combination. In the case of a business combination not under common control, the party acquiring the control over other participating enterprises on the acquisition date is the acquirer, while other enterprises participating in the combination are acquirees. Acquisition date means the date when the acquirer actually obtains the control over the acquirees.

As for a business combination not under common control, the combination costs include the fair value of assets given, liabilities incurred or assumed and equity securities issued by the acquirer in order to acquire the control over the acquiree, and the audit, legal service, evaluation and

consulting and other overheads incurred for business combination is included in the current profit or loss when incurred. The trading costs of the equity securities or debt securities issued by the acquirer in consideration of the combination are included in the initially recognized amount of equity securities or debt securities. The contingent consideration concerned is included in the combination costs at the fair value on the acquisition date, and if it is necessary to adjust the contingent consideration due to new or further evidence of any circumstance existing on the acquisition date within 12 months after the acquisition date, consolidated goodwill should be adjusted accordingly. Combination costs incurred by the acquirer and the net identifiable assets acquired in the combination is measured at their fair value on the acquisition date. The excess of the combination costs over the fair value of the net identifiable assets acquired from the acquiree on the acquisition date is recognized as goodwill. If the combination costs are less than the fair value of the net identifiable assets acquired from the acquiree in the combination, the first necessary step is to review the measurement of the fair value of the net identifiable assets, liabilities or contingent liabilities acquired from the acquiree as well as the combination costs; if after the review, the combination costs are still less than the fair value of the net identifiable assets acquired from the acquiree in the combination, the difference is included in the current profit or loss.

If the deductible temporary difference acquired by the acquirer from the acquiree is not recognized on the acquisition date due to incompliance with the recognition conditions of deferred income tax assets, but if within 12 months after the acquisition date, there is new or further information indicating the existence of relevant circumstance on the acquisition date and the it is expected that the economic benefit arising from the deductible temporary difference of the acquiree on the acquisition date can be realized, relevant deferred income tax assets should be recognized and goodwill should be reduced accordingly; if the goodwill is insufficient to offset the difference, the difference is recognized as current profit or loss; except under the foregoing circumstances, if deferred income tax assets related to a business combination are recognized, such assets should be included in current profit or loss.

As for a business combination not under common control realized in steps through several deals, it is necessary to clarify whether such deals constitute a "package deal", according to the Notice of the Ministry of Finance on Printing and Issuing Interpretation No.5 of Accounting Standards for Business Enterprises (Cai Kuai [2012] No.19) and Article 51 of Accounting Standards for Business Enterprises No.33 – Consolidated Financial Statements regarding the standard of "package deal". If the deals constitute a "package deal", the accounting treatment is made by reference to the descriptions in the foregoing paragraphs in this section and Note III.13 "Long-term Equity Investments"; If the deals do not constitute a "package deal", it is necessary to differentiate individual financial statements and consolidated financial statements in the relevant accounting treatment:

In individual financial statements, the sum of the book value of the equity investment held in the acquiree prior to the acquisition date and the additional investment cost on the acquisition date is used as the initial investment cost of such investment; if the equity interest held in the acquiree prior to the acquisition date involves other comprehensive income, at the time of deposal of such investment, accounting treatment is made for other comprehensive income related to it on the same basis upon which the acquiree will directly dispose of relevant assets or liabilities (It is reported as current investment income unless it is already reflected in the changes of net assets and/or net liabilities by the acquire according to the equity method.]

In the consolidated financial statements, the equity interest held in the acquirer prior to the acquisition date is re-measured at its fair value on the acquisition date, and the difference between fair value and book value is included in the current investment income; if the equity interest held in the acquiree prior to the acquisition date involves other comprehensive income, then accounting treatment should be made for other comprehensive income related to such investment on the same basis upon which the acquiree will directly dispose of relevant assets or liabilities. (It is reported as current investment income from the date of acquisition, unless it is already reflected in the changes of net assets and/or net liabilities by the acquire according to the equity method.)

6. Method of Preparation of Consolidated Financial Statements

(1) Principle of Determining Scope of Consolidated Financial Statements

The consolidation scope of consolidated financial statements is determined on the basis of control. Control means that this Company possesses a power over the investee, is entitled to variable return by participating in relevant activities of the investee and is able to affect the amount of such return by applying its power over the investee. The consolidation scope covers this Company and all of its subsidiaries, which mean entities controlled by this Company.

Once changes of relevant facts and circumstances result in changes of relevant elements involved in the foregoing definition of Control, this Company will reevaluate the consolidation scope.

(2) Method of Preparation of Consolidated Financial Statements

From the date when this Company acquires the actual control over the net assets and production and operation decisions of a subsidiary, it begins to incorporate such subsidiary into the consolidation scope, and from the date when it loses the actual control, this Company excludes the subsidiary from the consolidation scope. As for a subsidiary that has been disposed of, the operating results and cash flow prior to the disposal date have been properly included in the consolidated income statement and consolidated cash flow statement; as for a subsidiary disposed of in the current period, the opening balance of the consolidated balance sheet is not adjusted. As for a subsidiary added through business combination under different control, its operating results and cash flow after the acquisition date have been properly included in the Consolidated Income Statement and consolidated cash flow statement, and no adjustment is made to the opening balances and comparison figures of the consolidated financial statements. As for a subsidiary added through business combination under common control and the combined party in an absorptive combination, their operating results and cash flow from the beginning of the current period to the combination date have been properly included in the consolidated income statement and consolidated cash flow statement, and adjustments is also made to the comparison figures in the consolidated financial statements.

In the preparation of the consolidated financial statements, if the accounting policy or accounting period adopted by a subsidiary is different from that of this Company, the corresponding adjustments is made to the financial statements of the subsidiary according to the accounting policy and accounting period of this Company. As for a subsidiary acquired through a business combination under different control, adjustments are made to its financial statements on the basis of the fair value of its net identifiable assets on the acquisition date.

All significant current balances, transactions and unrealized profits within the Company are deducted in preparing the consolidated financial statements.

In the stockholders' equity and net profit or loss for the current period, portions not owned by this Company is separately presented under stockholders' equity and net profit items in the consolidated financial statements as minority equity and minority interest income. The portion of net profit or loss of the subsidiary for the current period which is attributable to minority equity is presented as "minority interest income" item under net profit item in the consolidated income statement. Even if the minority shareholders' share of the loss of the subsidiary exceeds their share of the stockholders' equity at the beginning of the period, the minority interest will still be written down.

When this Company loses the control over a subsidiary due to the disposal of part of equity investment or any other reason, this Company re-measures the remaining equity interest at its fair value on the date of loss of control. The investment income for this period is reported by the sum of the consideration received from the disposal of equity interest and the fair value of the remaining equity interest, less the share of net assets which is available to this Company according to the original shareholding proportion and is continuously calculated from the acquisition date. Other comprehensive income related to the equity investment in the original subsidiary will receive accounting treatment at the time of loss of control on the same basis as the acquiree would directly use to dispose of relevant assets or liabilities (i.e. except the changes resulting from such original subsidiary re-measuring net defined benefit plan liabilities or assets, the remaining portion of income is reported as the current investment income). Subsequently, the remaining portion of equity interest is measured according to Accounting Standards for Business Enterprises No.2 – Long-term Equity Investments or Accounting Standards for Business Enterprises No.22 – Recognition and Measurement of Financial Instruments and other relevant regulations, as set forth in detail in Note III.13 "Long-term Equity Investments" or Note III.9 "Financial Instruments".

If this Company disposes of the equity investment in a subsidiary in steps through several deals till it loses the control over such subsidiary, it is necessary to ascertain whether the deals will constitute a package deal. If the terms, conditions and economic impact of the deals used to dispose of the equity investment in the subsidiary meet one or more of the following conditions, this usually indicates that the several deals should undergo accounting treatment as a package deal: ①these deals are made simultaneously or made considering the impact on each other, ②these deals can achieve a complete business result only taken together; ③the occurrence of a deal depends on the occurrence of at least one of the other deals; ④a deal is not economical separately but is economical if considered together with other deals. If the deals do not constitute a package deal, each deal will receive accounting treatment separately depending on the circumstances pursuant to applicable principles, such as "partial disposal of long-term equity investment in a subsidiary without the loss of control" (detailed in Note III.13 (2) ④) and "losing the control over an original subsidiary due to disposal of part of equity investment or other reason" (detailed in the preceding paragraph). If the deals constitute a package deal, the deals will receive accounting treatment as a single deal with the foregoing purpose; however, prior to the loss of control, the difference between each disposal price and the share of net assets in the subsidiary corresponding to disposal of the investment is recognized other comprehensive income in the consolidated financial statements and is reported as the profit or loss for the period in which loss of control occurs when the control is lost.

7. Standard of Determining Cash and Cash Equivalents

Cash and cash equivalents of this Company include cash on hand, deposits readily available for payment as well as investments held by this Company with short term (generally to mature within

three months from the acquisition date), strong liquidity, ready convertibility into a known amount of cash, and insignificant risk of change in value.

8. Conversion of Foreign Currency Transactions and Statements

(1) Conversion Method of Foreign Currency Transactions

Foreign currency transactions of this Company are converted into reporting currency at the time of initial recognition according to the spot rate on the trading day (usually referring to the middle rate of foreign exchange quotation on the day as published by PBC, the same below), but foreign currency conversion or related transactions of the Company is converted into recording currency at the actual exchange rate.

(2) Conversion Method of Foreign Currency Monetary Items and Non-Monetary Items

On the balance sheet date, foreign currency monetary items are converted using the spot rate on the balance sheet date. The exchange difference arising because the spot rate on such date is different from that at the time of initial recognition or on the previous balance sheet date is included in current profit or loss, except that the exchange difference arising from a special foreign exchange loan meeting capitalization conditions is included in the costs of relevant assets during the capitalization period.

Foreign currency non-monetary items measured at historical cost is still be converted using the spot rate on the transaction occurrence date, and no change is made to the amount of recording currency. Foreign currency non-monetary items measured at fair value is converted using the spot rate on the determination date of fair value; the difference between the converted amount of recording currency and the original amount of recording currency is treated as a change in fair value (including change in foreign exchange) and be included in current profit or loss or recognized as other comprehensive income.

(3) Conversion Method of Foreign Currency Statements

If controlled subsidiaries, joint ventures and associated enterprises of this Company use recording currencies different from that of this Company, it is necessary to convert these foreign currency statements and then carry out financial accounting and prepare consolidated financial statements. Asset and liability items in the balance sheet is converted using the spot rate on the balance sheet date, and owner's equity items is converted using the spot rate prevailing at the time of occurrence, except the item "undistributed profit". Revenue and expense items in the income statements are converted using the spot rate on the transaction occurrence date. Accounting difference in foreign currency statements arising from conversion is presented in the item "other comprehensive income".

Foreign currency cash flow and overseas subsidiaries' cash flow is converted using the spot rate or its approximate rate on the occurrence date of cash flow. The effect of exchange rate change on cash is separately presented in the cash flow statement as a reconciliation item.

Opening balances and actual values in the previous year is presented in the values converted from financial statements in previous year.

When this Company loses the control over overseas operation in disposing of all owner's equity in overseas operation or due to disposal of part of equity investment or any other reason, the foreign exchange statement conversion differences presented under the stockholders' equity item in the

balance sheet which are related to overseas operation and attributable to owner's equity of the parent company are reported as the profit or loss for the period in which disposal is made.

When the Company's proportion of interest in overseas operation is reduced due to disposal of part of equity investment or any other reason but the Company does not lose its control over the overseas operation, the foreign currency statement conversion differences related to such overseas operation is attributable to minority interest rather than reported as current profit or loss. At the time of disposal of part of the equity interest in overseas operation which is an associated enterprise or joint venture, the foreign currency statement conversion difference related to such overseas operation is reported as the profit or loss for the period in which disposal is made, in proportion to the disposal of such overseas operation.

9. Financial Instruments

Financial instrument is a contract that forms a financial asset of one party and forms a financial liability or equity instrument of the other party. When the company becomes a party to a financial instrument contract, the relevant financial assets or financial liabilities are recognized.

(1) Financial assets

①Classification and measurement

The Company classifies financial assets according to the business model of managing financial assets and the contractual cash flow characteristics of financial assets: (a) financial assets measured at amortized cost; (b) measured at fair value and included in other comprehensive Financial assets that are income; (c) Financial assets measured at fair value through profit or loss.

Financial assets are measured at fair value on initial recognition. For financial assets measured at fair value through profit or loss, the related transaction expense is directly recognised in profit or loss. For other types of financial assets, related transaction costs are included in the initial recognition amount. For the accounts receivable or notes receivable arising from the sale of products or the provision of labor services that do not contain or consider the significant financing components, the Company shall use the consideration amount that is expected to be received as the initial confirmation amount.

Debt instrument

The debt instruments held by the company refer to the tools that analyze the definition of financial liabilities from the perspective of the issuer, and are measured in the following three ways:

Measured at amortized cost:

The company's business model for managing such financial assets is to collect contractual cash flows, and the contractual cash flow characteristics of such financial assets are consistent with the basic lending arrangements, ie the cash flows generated on a specific date are only for the principal and Payment of interest based on the outstanding principal amount. The Company recognizes interest income on such financial assets in accordance with the actual interest rate method. Such financial assets mainly include monetary funds, notes receivable and accounts receivable, other receivables, debt investment and long-term receivables. The Company will list the debt investment and long-term receivables due within one year (including one year) from the balance sheet date as non-current assets due within one year; the time limit for acquisition is within one year (including one year). The debt investment is listed as other current assets.

It is measured at fair value and its changes are included in other comprehensive income:

The company's business model for managing such financial assets is to target both the collection of contractual cash flows and the sale, and the contractual cash flow characteristics of such financial assets are consistent with the basic lending arrangements. Such financial assets are measured at fair value through profit or loss, gains or gains, exchange gains and losses, and interest income calculated using the effective interest method are recognised in profit or loss. Such financial assets are listed as other debt investments. Other debt investments due within one year (including one year) from the balance sheet date are listed as non-current assets due within one year; the time limit for acquisition is within one year | Other debt investments with one year are shown as other current assets.

The fair value is measured at fair value through profit or loss:

The Company is not measured at amortized cost and measured at fair value Debt instruments of income are measured at fair value through profit or loss and are presented as trading financial assets. If it is more than one year from the balance sheet date and is expected to be held for more than one year, it is listed as other non-current financial assets.

Equity instrument

the Company measures its equity instruments that have no control, joint control and significant influence on the fair value, and the changes are included in the current profit and loss, and are presented as transactional financial assets; It is expected to be held for more than one year from the balance sheet date, listed as other non-current financial assets.

(2) Impairment

The Company recognizes loss provision based on expected credit losses for financial assets measured at amortized cost, debt instrument investments measured at fair value and those changes are included in other comprehensive income, contract assets and financial guarantee contracts.

The Company considers reasonable and relevant Information on past events, current conditions and forecasts of future economic conditions, and takes the risk of default as a weight, and calculates the difference between the cash flow receivable from the contract and the cash flow expected to be received. The probability-weighted amount of the present value of the current value confirms the expected credit loss.

On each balance sheet date, the Company measures the expected credit losses of financial instruments at different stages. If the financial instrument has not significantly increased the credit risk since the initial confirmation, the company is in the first stage. The Company measures the loss according to the expected credit loss in the next 12 months; the financial instrument has been credit risk since the initial confirmation.

If the credit is significantly increased but credit impairment has not occurred, the company is in the second stage. The company measures the loss according to the expected credit loss of the tool for the entire duration; the financial instrument has suffered credit impairment since the initial confirmation, and is in the third stage. The company measures the loss in accordance with the expected credit losses for the entire duration of the instrument.

For financial instruments with lower credit risk on the balance sheet date, the Company assumes that its credit risk has not increased significantly since the initial recognition, and measures the loss according to the expected credit losses in the next 12 months.

For the financial instruments in the first stage and the second stage, as well as the lower credit risk, the company calculates the interest income according to its book balance and actual interest rate without deducting the impairment provision. For the financial instruments in the third stage, the interest income is calculated according to the book balance minus the amortized cost and the actual interest rate after the provision for impairment.

1) For note receivable and account receivable, regardless of whether there is a significant financing component, the Company measures the loss according to the expected credit losses for the entire duration.

When individual note receivable and account receivable cannot be used to estimate the expected credit losses at a reasonable cost, the Company classifies note receivable and account receivable into several combinations based on credit risk characteristics, and calculates expected credit losses on a combined basis. The basis for determining the combination is as follows:

Note receivable

Accounts receivable portfolio 1 Receivables from the park

Accounts Receivable Portfolio 2 Amount due from other customers

For note receivable classified into combinations, the Company calculates the expected credit losses through the historical credit loss experience, combined with the current situation and the forecast of future economic conditions, through the default risk exposure and the entire lifetime expected credit loss rate.

For account receivable classified into portfolios, the Company refers to the historical credit loss experience, combined with the current situation and the forecast of future economic conditions, compiles a comparison table of accounts receivable aging and the entire lifetime expected credit loss rate, and calculates expected credit loss.

2) When the individual other receivables cannot be used to estimate the expected credit loss at a reasonable cost, the Company divides the other receivables into several combinations according to the credit risk characteristics, and calculates the expected credit losses on a combined basis.

The basis for the combination is as follows:

Other receivables portfolio 1 Deposit receivable

Other receivables portfolio 2 Advance payment

Other receivables portfolio 3 Deposits receivable

Other receivables portfolio 4 Personal loans receivable

Other receivables portfolio 5 Receivables from partners

Other receivables portfolio 6 Other receivables

Calculating expected credit losses for other receivables through default risk exposures and expected credit loss rates over the next 12 months or throughout the duration.

3) The Company will account for the loss of receivables accrued or transferred back to the current profit and loss.

③Termination recognition

Financial assets that meet one of the following conditions are derecognised: (a) the contractual right to receive the cash flow of the financial asset is terminated; (b) the financial asset has been transferred, and the company has almost all the risks and rewards of ownership of the financial asset. Transferred to the transferee; (c) The financial asset has been transferred, although the company has neither transferred nor retained almost all the risks and rewards of ownership of the financial asset, but has abandoned the control of the financial asset.

When the investment of other equity instruments is derecognised, the book value and the consideration received are directly included in other comprehensive

The difference between the sum of the accumulated changes in fair value of the combination proceeds is recognised in retained income; when the remaining financial assets are derecognised, the carrying amount is the sum of the consideration received and the sum of the accumulated changes in fair value The difference is included in the current profit and loss.

(2) Financial liabilities

Financial liabilities are classified into financial liabilities measured at amortised cost and financial liabilities measured at fair value through profit or loss.

The financial liabilities of the Company are mainly financial liabilities measured at amortised cost, including notes payable and accounts payable,

Other payables, loans and bonds payable. Such financial liabilities are initially measured at their fair value less transaction costs and are subsequently measured using the effective interest method. If the term is less than one year (including one year), it shall be listed as current liabilities; if the term is more than one year but expires within one year (including one year) from the balance sheet date, it shall be listed as non-period within one year. Current liabilities; the rest are presented as non-current liabilities.

When all or part of the current obligations of a financial liability have been discharged, the Company derecognises the portion of the financial liability or obligation that has been discharged. The difference between the book value of the derecognition portion and the consideration paid is recognised in profit or loss for the current period.

[3] Determination of the fair value of financial instruments

A financial instrument with an active market that determines its fair value by quoted prices in an active market, Financial instruments that do not exist in an active market use valuation techniques to determine their fair value. At the time of valuation, the Company adopts valuation techniques that are applicable in the current circumstances and that are sufficient to support the use of data and other information, and are selected to be consistent with the characteristics of assets or liabilities considered by market participants in transactions in related assets or liabilities. Enter values and use the relevant observable input values as much as possible. Unobservable input values are used where the relevant observable input values are not available or are not practicable.

10. Receivables

See III. Significant Accounting Policies and Estimates of the Company 9 "Financial Instruments" for details.

11. Inventories

(1) Classification of Inventories

Categories of inventories include land consolidation, infrastructure construction, industry development services, comprehensive services, engineering construction, development cost, completed development products and biological assets.

Land consolidation includes land demolition and consolidation carried out in an entrusted industry park.

Infrastructure construction includes road, water supply, power supply, heating, drainage facility, and public projects in an entrusted industry park.

Industry development services include industry orientation, industry planning, urban planning, investment promotion, and investment services performed in an entrusted industry park.

Comprehensive services of parks include greening, cleaning, public project operation and maintenance and other relevant services performed in an entrusted industry park.

Engineering construction means construction of infrastructure in an industry park, including roads, water supply, power supply, heating, drainage facilities and public projects.

Development cost relates to properties that are uncompleted and intended for sale.

Completed development products refer to properties that have been completed and put up for sale.

Consumptive biological assets mainly include green and landscape seedlings cultivated for municipal greening and landscape layout.

Actual costs of developing products include land grant fee, preliminary planning and design fees, public facility expenditures, construction and installation expenditures and borrowing costs incurred before project completion, as well as other relevant expenses incurred in the development process.

Accounting method of development land: as for a pure land development project, its expenses will separately constitute land development cost; as for a project developed together with housing property, its expenses are allocated among cost objects and usually apportioned into costs of commercial housing.

Accounting method of public facility expenses: as for public facilities that cannot be transferred with compensation, these expenses are allocated among income items proportionately and included in costs of commercial housing; as for public facilities that can be transferred with compensation, the costs incurred are pooled with the public facility projects as cost accounting objects.

Accounting method of maintenance fund: when the Company receives public maintenance fund entrusted by owners, the fund is deemed as a liability and exclusively used for the repair and update of common parts, common equipment and public facilities in property management area.

Accounting method of quality guarantee deposit: the quality guarantee deposit posted by the construction unit is listed in "accounts payable" according to the amount specified in the

construction contract, and is paid based on actual situations and contractual provisions upon expiration of the guarantee period.

(2) Pricing Method at the Time of Inventory Acquisition and Shipment

At the time of acquisition, inventories are priced at the actual cost; at the time of product shipment, its actual cost is determined using the specific identification method.

(3) Method of Making Provision for Inventory Devaluation

On the balance sheet date, inventories are measured at the lower of the cost and net realizable value. When the net realizable value is lower than cost, provision is made for inventory devaluation. Usually, provision for inventory devaluation is made based on the excess of the cost of single inventory item over its net realizable value. As for inventories in a large quantity and with low unit price, provision for inventory devaluation is made by inventory category; as for inventories that are related to product series produced and sold in the same region, have the same or similar end use or purpose and can hardly be measured separately from other items, provision for inventory devaluation can be made in a combined manner.

After provision for inventory devaluation is made, if the original influencing factor for writing down the value of inventory has disappeared, resulting in the net realizable value of inventory being higher than its book value, the amount of original provision for inventory devaluation is reversed and included in current profit or loss.

(4) Method of Determining Net Realizable Value of Inventory

Net realizable value means the estimated sale price of inventory less costs expected to arise at the

time of completion, estimated selling expenses and relevant taxes and fees in the daily activities. The determination of the net realizable value of inventory should be based on available conclusive evidence, with consideration also given to the purpose of holding inventory and the effect of any event occurring after the balance sheet date.

(5) This Company adopts a perpetual inventory system for inventory taking.

(6) Amortization Method of Low-value Consumables and Packages

Low-value consumables are amortized using one-off amortization method when received for use; packages will also be amortized using one-off amortization method when received for use.

12. Assets Classified as Held for Sale

By selling (included non-monetary exchange with commercial substance) not holding a non-current asset or a component of the group satisfying the following conditions is classified as held for sale: (1) the non-current asset or the component in current conditions can be sold immediately according to usual trading terms; (2) the Group has made a legally binding sales agreement and has been approved for disposal of the non-current asset or the component, and the transfer will be completed within one year.

The company transfer-in non-current asset or disposal groups for selling purpose, when it meets criteria that the transfer will be completed within one year, it classifies as held for sale at the date of transfer in.

The company reclassifies non-current asset and disposal groups for held for sale at the balance sheet data. Any excess of the original carrying amount over the fair value less costs to sell is

recognized as an asset impairment loss. Asset impairment provision deducts goodwill from disposal groups first, and then implements "Accounting Standards for Business Enterprises No. 42 – Non-current Assets Held for Sale, Disposal Groups and Discontinued Operation" that deducts carrying amount by ratio of each non-current assets to total non-current assets.

After balance sheet date fair value of held for sale-non-current asset less costs to sell is higher than carrying amount, impairment provision could be recovered. Impairment provision recognized before classifies held for sale is not recoverable. Deduction of disposal groups as held for sale is recoverable, and implement "Accounting Standards for Business Enterprises No. 42 – Non-current Assets Held for Sale, Disposal Groups and Discontinued Operation" that impairment provision is recoverable and recognizes gain in the current period. Deduction of goodwill and impairment provision of non current assts recognized before No.42 are irrecoverable.

Assets (or disposal groups) held for sale are not amortized and depreciated, and interest expenses and other expenses driven by debt from disposal groups are recognized when incurred.

When non-current assets have previously been classified as held for sale, but the held for sale criteria are no longer met, the noncurrent assets should be removed from the held for sale category. The removed non-current assets should be measured at the lower of (1) their carrying amount before the assets were classified as held for sale, adjusted for any depreciation, amortisation or revaluations that would have been recognised had the asset not been classified as held for sale; and (2) their recoverable amount at the date of the subsequent decision not to sell.

When company terminates the classification of non-current assets(or disposal groups) as held for sale, the company recognizes the unrecognized gain or loss in the current period.

13 Long-term Equity Investments

Long-term equity investment as referred to in this section means a long-term equity investment whereby this Company gains control, common control over or significant influence on the investee. As for a long-term equity investment in which this Company does not have control, common control over or significant influence on the investee, such investment is accounted for as a financial asset available for sale or a financial asset which is measured at fair value and the variation of which is included in current profit or loss, and the applicable accounting policy is detailed in Note III.9 "Financial Instruments"

Common control means a control shared by this Company over an arrangement according to relevant agreement, and the relevant activities in such arrangement must be decided subject to the unanimous consent of participants sharing the control. Significant influence means that this Company has the power to participate in deciding the financial and operation policies of the investee but is unable to control the making of such policies either alone or together with other parties.

(1) Determination of Investment Cost

As for a long-term equity investment acquired from a business combination under common control, the initial investment cost of long-term equity investment is the proportion of the stockholders' equity of the combined party in the book value in the consolidated financial statements of the ultimate controller on the combination date. Capital reserve is adjusted for the difference between the initial investment cost of the long-term equity investment and the book value of cash paid, non-cash assets transferred and debts assumed; if the capital reserve is insufficient to offset the difference, the retained earnings are adjusted instead. If equity securities

are issued in consideration of the combination, the initial investment cost of long-term equity investment is the proportion of the stockholders' equity of the combined party in the book value in the consolidated financial statements of the ultimate controller on the combination date, and the total par value of the shares issued is taken as capital stock; capital reserve is adjusted for the difference between the initial investment cost of the long-term equity investment and the total par value of shares issued; if the capital reserve is insufficient to offset the difference, the retained earnings is adjusted instead. If this Company obtains equity interest in combined parties under common control in steps through several deals, finally resulting in a business combination under common control, it is necessary to determine whether the deals constitute a "package deal" : if yes, the deals is accounted for as a single transaction leading to the acquisition of control. If no, the initial investment cost of long-term equity investment is the proportion of the stockholders' equity of the combined party in the book value in the consolidated financial statements of the ultimate controller on the combination date, and capital reserve is adjusted for the difference between the initial investment cost of the long-term equity investment and the sum of book value of long-term equity investment up to the combination plus the book value of the consideration newly paid to further acquire shares on the combination date; if the capital reserve is insufficient to offset the difference, the retained earnings is adjusted instead. As for equity investment prior to combination date, other comprehensive income recognized due to equity method accounting or classification as financial asset available for sale will not be accounted for the time being.

As for a long-term equity investment obtained through a business combination under different control, on the acquisition date, the combination cost is taken as the initial investment cost of the long-term equity investment. Combination cost means the sum of the fair value of the assets surrendered, liabilities incurred or assumed, and equity securities issued by the acquirer. If the acquirer acquires the equity interest in the acquiree in steps through several deals, finally resulting in a business combination under different control, it is necessary to determine whether these deals constitute a "package deal": if yes, the deals is accounted for as a single deal leading to the acquisition of control, if no, the book value of the equity investment originally held in the acquiree plus additional investment cost is taken as the initial investment cost of the long-term equity investment accounted for using the cost method. If the originally held equity interest is accounted for using the equity method, other comprehensive income will not be accounted for the time being. If the originally held equity investment is a financial asset available for sale, the difference between its fair value and book value, as well as the cumulative changes in fair value originally included in other comprehensive income is reported as current profit or loss.

The audit, legal service, evaluation and consulting and other intermediary fees as well as other relevant overheads incurred by the combining party or acquirer in connection with the business combination is included in current profit or loss when incurred.

Except long term equity investments arising from business combination, other equity investments are initially measured at cost, which is determined according to the cash purchase price actually paid by this Company, fair value of the equity securities issued by this Company, value agreed in investment contract or agreement, fair value or original book value of assets surrendered in non-monetary asset exchange, or the fair value of the long term equity investment itself, depending upon the acquisition method of the long-term equity investment. Expenses, taxes and other necessary expenditures directly related to the acquisition of long-term equity investment are also included in the investment cost. If this Company is able to exert significant influence on the investee or exercise common control (rather than sole control) over the investee due to

additional investment, the cost of the long-term equity investment is the sum of the fair value of the originally held equity investment determined according to Accounting Standards for Business Enterprises No.22 – Recognition and Measurement of Financial Instruments and the additional investment cost.

(2) Method of Subsequent Measurement and Recognition of Profit and Loss

Any long-term equity investment leading to common control over or significant influence on the investee (except as co-operator) is accounted for using the equity method. In addition, the financial statements of the Company use the cost method to account for long-term equity investments that enable the Company to exercise control over the investee.

①Long-term Equity Investments Accounted for Using Cost Method

When the cost method is used, long-term equity investments is priced at initial investment costs, and the costs of long-term equity investments is adjusted in the case of adding to or recovering of the investment. Except for declared but unpaid cash dividend or profit contained in the price or consideration actually paid in acquiring the investment, current investment income is recognized as the cash dividend or profit declared by the investee.

②Long-term Equity Investments Accounted for Using Equity Method

When the equity method is used, if the initial investment cost of a long-term equity investment is greater than the available share of the fair value of the net identifiable assets of the investee when the investment is made, the initial investment cost of the long-term equity investment will not be adjusted; if the initial investment cost is less than the available share of the fair value of the net identifiable assets of the investee when the investment is made, the difference is included in the current profit or loss, and the cost of the long-term equity investment is adjusted at the same time.

When the equity method is used, investment income and other comprehensive income is recognized respectively according to the allocable share of the net profit or loss realized by the investee, and the book value of long-term equity investment is adjusted at the same time; the book value of the long-term equity investment is accordingly reduced by the allocable share of the profit or cash dividend declared by the investee; as for other changes in the owner's equity of the investee other than net profit or loss, other comprehensive income and profit distributions, the book value of the long-term equity investment is adjusted and the adjustment amount is included in capital reserve. In recognizing the allocable share of the net profit or loss of the investee, the net profit of the investee is adjusted on the basis of the fair value of the net identifiable assets of the investee at the time when the investment is acquired. If the accounting policy and accounting period used by the investee are different from those of this Company, the financial statements of the investee are adjusted according to the accounting policy and accounting period of this Company, and the investment income and other comprehensive income will also be recognized on this basis. As for transactions between this Company and its associated enterprises and joint ventures, if the invested or sold assets do not constitute business, the portion of unrealized gain or loss on internal transactions attributable to this Company according to its allocable share is offset, and investment profit or loss is recognized on this basis. However, if the unrealized internal transaction loss between this Company and the investee is impairment loss on the transferred assets, the loss will not be offset. If the assets are invested by this Company in a joint venture or associated enterprise constitute business, and the investor thus acquires a long-term equity investment rather than the control over the investee, the fair value of the surrendered business is

taken as the initial investment cost of the new long-term equity investment, and the difference between the book value of the initial investment cost and that of the surrendered business is fully included in the current profit or loss. If the assets sold by this Company to a joint venture or associated enterprise constitute business, the difference between the consideration received and the business is fully included in the current profit or loss. If the assets acquired by this Company from associated enterprises and joint ventures constitute business, they are accounted for according to the provisions of Accounting Standards for Business Enterprises No.20 – Business Combinations, and the gain or loss related to the transaction is fully recognized.

In determining the allocable share of the net loss incurred by the investee, the book value of the long-term equity investment and any other long term equity constituting net investment in the investee can be written down to zero at maximum. In addition, if this Company has the obligation to assume extra losses of the investee, the estimated liability is recognized according to the expected share of obligation and is included in current investment loss. If the investee realizes net profit in a subsequent period, this Company resumes the recognition of profit share after the profit share makes up for unrecognized share of loss.

③Acquisition of Minority Interest

In preparing consolidated financial statements, the capital reserve is adjusted for the difference between the long-term equity investment added due to acquisition of minority interest and the allocable share of the net assets of the subsidiary continuously calculated from the acquisition date (or combination date) pursuant to the additional shareholding proportion; if the capital reserve is insufficient to offset the difference, the retained earnings are adjusted instead.

④Disposal of Long-term Equity Investment

In consolidated financial statements, if the parent company disposes of part of its long term equity investment in a subsidiary without losing the control, the difference between the disposal price and the share of net assets in the subsidiary corresponding to the long-term equity investment disposed of is included in stockholders' equity; if the parent company disposes of its long-term equity investment in the subsidiary and thus loses its control over the subsidiary, the relevant accounting policies described in Note III.6 (2) "Method of Preparation of Consolidated Financial Statements" will apply.

As for disposal of long-term equity investments under other circumstances, the difference between the book value of the equity interest disposed of and the price actually received is included in the current profit or loss.

As for a long-term equity investment accounted for using the equity method, if the equity interest remaining after disposal will still be accounted for using the equity method, at the time of disposal, other comprehensive income originally included in stockholders' equity is accounted for proportionately on the same basis as the investee would apply to directly dispose of relevant assets or liabilities. Owner's equity recognized due to changes in the owner's equity of the investee other than net profit or loss, other comprehensive income and profit distributions is carried forward to current profit or loss.

As for a long-term equity investment accounted for using the cost method, if the equity interest remaining after disposal will still be accounted for using the cost method, other comprehensive income recognized due to the adoption of equity method accounting or accounting pursuant to standard of recognition and measurement of financial instruments before this Company acquires

the control over the investee is accounted for on the same basis as the investee would apply to directly dispose of relevant assets or liabilities and is proportionately carried forward to current profit or loss; changes in owner's equity in the net assets of the investee recognized due to the adoption of equity method accounting other than net profit or loss, other comprehensive income and profit distributions is carried forward to the current profit or loss proportionately.

If this Company loses the control over the investee due to disposal of part of equity interest, and the equity interest remaining after disposal can exercise common control over or exert significant influence on the investee in preparing individual financial statements, the remaining equity interest is accounted for using the equity method instead and is adjusted as if the remaining equity interest had been accounted for using the equity method from the time of acquisition, if the equity interest remaining after disposal cannot exercise common control over or exert significant influence on the investee, the remaining equity interest is accounted for in accordance with the relevant provisions of the standard of recognition and measurement of financial instruments, and the difference between its fair value and book value on the date of loss of control is included in current profit or loss. Before this Company acquires the control over the investee, other comprehensive income recognized due to the use of equity method accounting or the accounting pursuant to the standard of recognition and measurement of financial instruments is accounted for on the same basis as the investee would apply to directly dispose of relevant assets or liabilities when this Company loses its control over the investee, and changes in owner's equity in the net assets of the investee recognized due to the use of equity method accounting, other than net profit or loss, other comprehensive income and profit distributions, is carried forward to the current profit or loss when this Company loses its control over the investee. Wherein, if the equity interest remaining after disposal is accounted for using the equity method, other comprehensive income and other owner's equity is carried forward proportionately; if the equity interest remaining after disposal is accounted for according to the standard of recognition and measurement of financial instruments, other comprehensive income and other owner's equity is completely carried forward.

If this Company loses the common control over or significant influence on the investee due to disposal of part of equity interest, the equity interest remaining after disposal is accounted for according to the standard of recognition and measurement of financial instruments, and the difference between its fair value and book value on the date of loss of common control or significant influence is included in current profit or loss. Other comprehensive income recognized for the original equity investment due to the use of equity method accounting is accounted for on the same basis as the investee would apply to directly dispose of relevant assets and liabilities when the use of equity method accounting is terminated; owner's equity recognized due to changes in owner's equity of the investee other than net profit or loss, other comprehensive income and profit distributions is completely reported as the current profit or loss when the use of the equity method accounting is terminated.

If this Company disposes of its equity investment in a subsidiary in steps through several deals till the loss of control, and if the foregoing deals constitute a package deal, they are accounted for as single deals intended to dispose of the equity investment in the subsidiary till the loss of control; prior to the loss of control, the difference between each disposal price and the book value of the long-term equity investment corresponding to the equity interest disposed of is first recognized as other comprehensive income, and when the control is lost, is then be totally reported as the profit or loss for the period in which the control is lost.

14. Investment Properties

Investment properties mean real estate held to earn rent or capital appreciation, or both. Investment properties of this Company include leased land-use right, land-use right held for transfer after appreciation, and leased buildings.

The investment properties of this Company are initially measured at the acquisition cost, and are subsequently measured using the fair value model.

Under the fair value model, no depreciation or amortization. The difference between book value and fair value of the investment properties on the balance sheet date is adjusted and recognised in profit or loss for the current period, by taking into account the effects of deferred income tax assets or deferred income tax liabilities.

When investment properties measured by the fair value model are converted into self-use the fair value of the conversion date is taken as the book value of the self-use real estate. The difference between the fair value and the original book value is recognised in the current profit and loss.

When the self-use properties or inventories are converted into investment properties measured by fair value model, the investment properties are valued at the fair value on the date of conversion. If the fair value on the date of conversion is less than the original book value, the difference is recognised in profit or loss for the current period; if the value is greater than the original book value, the difference shall be recognised in other comprehensive income.

Investment properties that have been measured by fair value model may not be converted to cost model.

when investment properties are terminated, disposed, or permanently withdrawn from use and are not expected to obtain economic benefits from its disposal. The disposal income from the sale, transfer, retirement or damage of the investment properties are deducted from the book value and related taxes and expenses, and are recognized in the current profit and loss. At the same time, the accumulated fair value of the investment properties are transferred into current profit and loss, and the amount of other comprehensive income in the original conversion date is also transfered into current profit and loss.

15. Fixed Assets and Accumulated Depreciation

(1) Recognition Conditions of Fixed Assets

Fixed assets of this Company refer to tangible assets with a service life of over one fiscal year, which are held for producing goods, providing services, or for rent or operation and management. A fixed asset can be recognized only when economic benefits related to it are very likely to flow in the enterprise and the cost of such fixed asset can be measured reliably.

Fixed assets of this Company are initially measured at the actual cost at the time of acquisition.

(2) Classification and Depreciation Policy of Fixed Assets

This Company uses the straight line method to make depreciation. Depreciation begins when a fixed asset attains intended serviceable condition and stops when the fixed asset is derecognized or classified as non-current asset held for sale. Without regard to provision for impairment, this Company determines the yearly depreciation of various fixed assets as follows, by types, estimated service life and estimated residual value of fixed assets:

Type of Fixed Asset	Service Life	Rate of Residual Value (%)	Yearly Depreciation (%)
Buildings	20 years	0-5	4.75-5.00
Machinery equipment	5-10 years	0-5	9.50-20.00
Transportation equipment	5 years	0-5	19.00-20.00
Electronic equipment and others	3-5 years	0-5	19.00-33.33

Wherein, as for fixed assets for which provision for impairment has been made, in calculating the depreciation rate, it is also necessary to deduct the cumulative amount of the provision made for fixed asset impairment.

(3) Recognition Conditions of Financing lease and Classification and Depreciation Policy of Financing lease

As for a fixed asset under financing lease, if it is possible to reasonably determine that this Company will obtain the title to the leased asset upon expiration of the lease term, depreciation is made within the remaining service life of the leased asset; if it is impossible to reasonably determine that this Company will obtain the title to the leased asset upon expiration of the lease term, depreciation is made within the shorter of the lease term and the remaining service life of the leased asset.

At the end of each year, this Company will review the service life, estimated net residual value and depreciation method of fixed assets. If the estimated service life is different from the original estimate, the service life of fixed assets is adjusted; if the estimated net residual value is different from the original estimate, the net residual value is adjusted.

(4) Overhaul Cost

As for overhaul cost incurred by this Company for regularly inspecting fixed assets, the part that meets the recognition conditions of fixed assets as shown by conclusive evidence is included in the cost of fixed assets, while the part failing to meet the recognition conditions of fixed assets is included in current profit or loss. Depreciation of fixed assets is made as usual during the interval between regular overhauls.

16. Construction in Progress

Cost of construction in progress of this Company is determined at actual construction expenditures, including various necessary construction expenditures, borrowing costs to be capitalized before the project attains the intended serviceable condition as well as other relevant expenses.

Construction in progress is reported as fixed assets when reaching the intended serviceable condition.

17. Borrowing Costs

Borrowing costs include borrowing interest, amortization of discount or premium, auxiliary expenses as well as exchange differences arising from foreign currency loans. The borrowing costs directly attributable to the acquisition, construction or production of assets that meet capitalization conditions is capitalized when asset expenditures have been incurred, borrowing

costs have been incurred, or the acquisition, construction or production activities required to enable the assets to reach the intended serviceable condition or salable condition have begun; capitalization is ceased when the assets acquired, constructed or produced that meet the capitalization conditions have reached the intended serviceable condition or salable condition. The rest of borrowing costs is recognized as expenses in the period when they are incurred.

As for special borrowing, the interest expense actually incurred in the current period, less the interest income received by depositing the unused borrowing funds into a bank or investment income received through temporary investment, is capitalized; as for general borrowing, the capitalized amount is determined by multiplying the weighted average of the excess of cumulative asset expenditure over the special borrowing by the capitalization rate of occupied general borrowing. The capitalization rate is calculated and determined according to the weighted average interest rate of general borrowing.

During the capitalization period, the exchange differences of special borrowing in foreign currency are completely capitalized. Exchange differences of general borrowing in foreign currency are included in current profit or loss.

Assets meeting capitalization conditions refer to fixed assets, investment real estate, inventories and other assets that require rather long time of acquisition, construction or production activities to reach the intended serviceable or salable condition.

If an asset meeting the capitalization conditions encounters abnormal interruption for 3 consecutive months in the acquisition, construction or production process, the capitalization of borrowing costs is suspended till the resumption of the asset acquisition, construction or production activities.

18. Intangible Assets

This Company initially measures intangible assets at their costs and assesses their service life at the time of acquiring the intangible assets. If the service life is finite, the intangible asset is amortized over the estimated service life using an amortization method that can reflect the expected way of realization of the economic benefits related to such asset, from the time when the intangible asset is made available for use; if it is impossible to determine the expected way of realization reliably, amortization is made using the straight-line method; intangible assets with uncertain service life is not amortized.

At the end of each year, this Company reviews the service life and amortization method of intangible assets with a finite service life; if they are different from the original estimates, the original estimates are adjusted and such adjustment is treated as a change in accounting estimate.

At the end of period, if this Company estimates that a certain intangible asset can no longer bring future economic benefits to it, it will transfer all of the book value of such intangible asset to current profit or loss.

19. Research and Development Expenditures

This Company divides the expenditures of internal research and development projects into research expenditures and development expenditures.

Research expenditures are included in current profit or loss when incurred.

Development expenditures can be capitalized only if they meet the following conditions simultaneously: it is technically feasible to complete such intangible asset to make it available for

use or sale; this Company has the intention to complete such intangible asset for use or sale; this Company can prove the way in which such intangible asset can produce economic benefits, including the fact that there is a market for the products made using such intangible asset or there is a market for such intangible asset itself, and if such intangible asset is to be used internally, this Company is able to prove its usefulness; this Company has sufficient technology, financial resource and other resource support to complete the development of such intangible asset, and is able to use or sell such intangible asset; the expenditures attributable to the development stage of such intangible asset can be measured reliably. Development expenditures not meeting the foregoing conditions is included in current profit or loss.

After meeting the foregoing conditions, going through the technical feasibility and economic feasibility studies and obtaining approval for initiation, the corresponding project of this Company will proceed to the development stage.

20. Amortization Method of Long-term Deferred Expenses

Long-term deferred expenses incurred by this Company is priced at actual cost and be evenly amortized over the estimated benefit period. As for long-term deferred expense items that cannot benefit subsequent accounting periods, the amortized value is completely included in the current profit or loss.

21. Long-term Asset Impairment

As for fixed assets, construction in progress, intangible assets with finite service life, investment real estate measured using cost model, long-term equity investments in subsidiaries, joint ventures and associated enterprises and other non-current non-financial assets, this Company assesses whether there is an indication of impairment on the balance sheet date. If there is an indication of impairment, this Company will estimate the recoverable amount and conduct impairment test. As for goodwill, intangible assets with uncertain service life and intangible assets that have not reached the serviceable condition, impairment test is conducted each year, no matter whether there is an indication of impairment.

If the results of the impairment test indicate that the recoverable amount of an asset is lower than its book value, provision for impairment is made based on the difference, which is included in impairment loss. The recoverable amount is the higher of the net amount of the asset's fair value reduced by the disposal expenses and the present value of estimated future cash flow of the asset. The fair value of the asset is determined according to the sales agreement price in a fair transaction; if there is no sales agreement but there is an active market for the asset, the fair value is determined according to the bid price of such asset; if there is neither sales agreement nor an active market for the asset, the fair value of the asset can be estimated on the basis of best available information. Disposal expenses include legal fee, relevant taxes and fees, handling fee related to asset disposal as well as direct expenses incurred to enable the asset to reach the salable condition. The present value of the estimated future cash flow of the asset is determined by discounting the estimated future cash flow generated by the asset in its continuous use and at the time of final disposal, at a proper discount rate. Provision for asset impairment is calculated and recognized on the basis of a single asset, and if it is difficult to estimate the recoverable amount of a single asset, it is advisable to determine the recoverable amount of the asset group to which such asset belongs. Asset group is the minimum asset portfolio that can generate cash inflow independently.

As for goodwill separately presented in the financial statements, when impairment test is conducted, the book value of the goodwill is allocated to the asset group or combination of asset groups expected to benefit from the synergistic effect of business combination. If the results of impairment test indicate that the recoverable amount of the asset group or combination of asset groups containing the allocated goodwill, impairment loss is recognized accordingly. The amount of impairment loss is first offset against the book value of the goodwill allocated to such asset group or combination of asset groups, and then offset against the book value of assets other than goodwill in the asset group or combination of asset groups according to the proportion of such other assets. Once recognized, the foregoing asset impairment loss will not be reversed to the part whose value is recovered in the subsequent periods.

22. Employee Compensation

Employee compensation of this Company mainly consists of short-term compensation, post-employment benefits, termination benefits and other long term employee benefits.

Short-term compensation mainly consists of salaries, bonuses, allowances and subsidies, employee benefits, medical insurance premium, maternity insurance premium, industrial injury insurance premium, housing provident fund, labor union expenditures and employee education fund, non-monetary benefits, and so on. In an accounting period in which employees provide services for this Company, it will recognize actual short-term compensation as liabilities which are included in current profit or loss or relevant asset cost. Wherein, non-monetary benefits are measured at fair value.

Post-employment benefits mainly consist of defined contribution plans, which mainly include basic endowment insurance, unemployment insurance and annuity, and the corresponding payable amount is included in relevant asset cost or current profit or loss when incurred.

If this Company cancels the labor relation with an employee prior to the expiration of the employee's labor contract or puts forth compensation suggestion to encourage the employee to accept redundancy voluntarily, at the earlier of the time when this Company cannot unilaterally withdraw the termination benefits provided due to cancellation of labor relation or redundancy suggestion, and the time when the Company recognizes the cost related to the restructuring concerning payment of termination benefits, this Company will recognize the employee compensation liability arising from termination benefits and include it in current profit or loss. However, if it is expected that the termination benefits cannot be completely paid within twelve months after the end of the annual reporting period, termination benefits are treated as other long term employee compensation.

Employee early retirement plan is treated using the principle the same as the foregoing termination benefits. As for the salaries and social insurance contributions to be paid for early retirees during the period from the date when employees cease to provide services to the normal retirement date, this Company will include such salaries and contributions in current profit or loss (termination benefits) when they meet the recognition conditions of estimated liabilities.

If other long-term benefits provided by this Company to the employees meet a defined contribution plan, they are accounted for according to the defined contribution plan, otherwise the benefits are accounted for according to the relevant defined benefit plan.

23. Estimated Liabilities

If an obligation related to contingencies also meets the following conditions, this Company will recognize it as an estimated liability:

(1) This obligation is a present obligation assumed by this Company;

(2) The performance of this obligation is very likely to cause the outflow of economic benefits from this Company;

(3) The amount of this obligation can be measured reliably.

If the expenditure required to satisfy a recognized estimated liability is expected to be compensated by a third party or other party in whole or in part, the compensation amount is recognized as an asset separately only when it is practically determined that the amount can be received. The recognized compensation amount will not exceed the book value of the recognized liability.

24. Share-based Payment

The company's share-based payment is a transaction that grants equity instruments or liabilities based on equity instruments in order to obtain services from employees. The company's share-based payment is equity-settled share-based payment.

For equity-settled share-based payments in exchange for services provided by employees, the Company measures the fair value of equity instruments granted by share-based payments. On each balance sheet date in the vesting period, based on the best estimate of the number of vesting equity instruments, the services obtained in the current period are included in the relevant costs or expenses and capital reserve based on the fair value at the date of grant of the equity instruments. On the balance sheet date, if the subsequent information indicates that the number of vesting equity instruments is different from the previous estimates, the company will adjust the number of equity instruments to the actual vesting rights on the vesting date.

No adjustments are made to the identified related costs or expenses and total owner's equity after the vesting date. On the exercise date, according to the exercise rights, the capital and share capital premiums are confirmed, and the capital reserve confirmed during the waiting period is carried forward.

25.Preferred Stocks, Perpetual Bonds and Other Financial Instruments

(1) Differentiation of Financial Liabilities from Equity Instruments

Based on the contractual terms of financial instruments issued and the economic essence reflected by them rather than merely legal forms, as well as the definitions of financial assets, financial liabilities or equity instruments, this Company will classify the financial instruments or part thereof into financial assets, financial liabilities or equity instruments at the time of initial recognition.

(2) Accounting Treatment of Perpetual Bonds

Financial instruments issued by this Company is initially recognized and measured pursuant to the financial instrument standard; subsequently, on each balance sheet date, this Company will set aside interest or distribute dividend and treat interest or dividend according to relevant specific accounting standards for business enterprises. That is to say, the accounting treatment of interest expense or dividend distribution of a financial instrument is determined on the basis of the classification of such financial instrument. As for a financial instrument classified as an equity

instrument, its interest expense or dividend distribution is deemed as profit distribution made by this Company, and its repurchase and cancellation is treated as equity changes; as for a financial instrument classified as a financial liability, its interest expense or dividend distribution, in principle, is treated as borrowing costs, and the gain or loss arising from its repurchase or redemption is included in current profit or loss.

As for a financial instrument issued by this Company, if it is classified as a debt instrument and measured at amortized cost, the service charge, commission and other transaction expenses is included in the initially measured amount of the instrument issued; if it is classified as an equity instrument, the foregoing expenses is deducted from equity.

26. Revenue Recognition Principles

(1) Revenue from Industry Development Services

When this Company performs industry orientation, industry planning, urban planning, investment promotion, investment services and other industry development services in an entrusted industry park, the revenue is recognized after services are provided, subject to mutual confirmation.

(2) Revenue from Infrastructure Construction

When this Company constructs roads, water supply, power supply, heating and drainage facilities, public projects and other infrastructures within an entrusted industry park, the revenue is recognized after completion acceptance of the project, subject to mutual confirmation.

(3) Revenue from Land Consolidation

When this Company carries out land demolition and consolidation within an entrusted industry park, the revenue is recognized after the land is handed over to the competent land department, subject to mutual confirmation.

(4) Revenue from Comprehensive Park Services

When this Company conducts greening, cleaning, public project operation and maintenance and other business within an entrusted industry park, the revenue is recognized after services are provided, subject to mutual confirmation.

(5) Sale of Goods

This Company will recognize the realization of revenue from sale of goods when it has transferred the main risks or rewards on the ownership of goods to the buyer and no longer exercises management right and actual control over the goods, this Company has received relevant revenue or obtained a certificate of receipt, and the cost related to the sale of the goods can be measured reliably.

Recognition principle of revenue from real estate business: This Company will recognize the realization of operating revenue when it has transferred the main risks or rewards on the ownership of the property to the buyer and no longer exercises management right and actual control over the property, this Company has received relevant revenue or obtained a certificate of receipt, and the cost related to the sale of the property can be measured reliably. That is to say, this Company will recognize the realization of revenue when the property is completed and passes acceptance, this Company signs a sales contract, obtains a certificate of payment from the buyer, handles the handover procedures of the physical commercial housing with the buyer, and the relevant cost can be measured reliably.

(6) Revenue from Provision of Services

This Company will recognize the realization of revenue when the amount of revenue can be measured reliably, relevant economic benefits are very likely to flow in the enterprise, the completion schedule of the transaction can be determined reliably, and the costs incurred and to be incurred in transaction can be measured reliably. At the end of the period, if the results of service provision transaction can be estimated reliably, the revenue from service provision is recognized using the completion percentage method.

If the results of the service provision transaction cannot be estimated reliably on the balance sheet date, and if the service cost incurred is expected to be compensated, the revenue from service provision is recognized according to the amount of service cost incurred, and the same amount of service cost is carried forward; if the incurred service cost is expected not to be compensated, the service cost is included in current profit or loss instead of recognizing service revenue.

(7) Revenue from Property Management

This Company will recognize the realization of the revenue from property management when the property management service has been provided, the economic benefits related to the property management service can flow into the enterprise, and the cost related to the property management service can be measured reliably.

(8) Revenue from Property Leasing

As agreed in the contract or agreement entered into between this Company and the lessee, in the entire lease term inclusive of the rent-free period, the rent is amortized using the straight-line method and recognized as rental revenue.

(9) Revenue from Assignment of Right to Use Assets

The amount of revenue from assignment of right to use assets is determined separately in the following cases when the economic benefits related to the transaction are very likely to flow into the enterprise and the amount of revenue can be measured reliably.

①Amount of interest revenue, to be determined based on the length of time and actual interest rate at which others use the monetary capital of this Company.

②Amount of use fee revenue, to be calculated and determined according to the chargeable time and method as agreed in the relevant contract or agreement.

27. Governmental Subsidies

Governmental subsidies are recognized when they meet the attached conditions and can be received.

As for a government subsidy in the form of monetary asset, it is measured at the amount received or receivable. Wherein, if there is conclusive evidence that such subsidy is appropriated according to fixed quota standard, the subsidy can be measured at receivable amount, otherwise it should be measured at the actually received amount. As for a governmental subsidy in the form of non-monetary asset, it is measured at fair value; if the fair value cannot be obtained reliably, it is measured at the nominal value.

Asset-related governmental subsidy is recognized as deferred income, is evenly allocated during the service life of the relevant asset and is included in current profit or loss; income-related governmental subsidy, if used to make up for relevant expense or loss incurred, is included in

current profit or loss; if used to make up for relevant expense or loss in a subsequent period, the subsidy is included in deferred income, and is included in current profit or loss during expense recognition period. Governmental subsidy measured at nominal amount is directly included in current profit or loss. If the governmental document does not specify the object of subsidy, it is also necessary to explain the judgment basis for classifying such governmental subsidy as asset-related or income-related.

28. Deferred Income Tax Assets/Deferred Income Tax Liabilities

As for the temporary differences arising from the difference between the book value of certain asset or liability assets and their tax basis, as well as the difference between the book value and tax basis of certain items which are not recognized as assets and liabilities but the tax basis of which can be determined according to tax law, deferred income tax assets and deferred income tax liabilities is recognized using the balance sheet liability method.

As for taxable temporary differences related to the initial recognition of goodwill and related to the initial recognition of assets or liabilities arising in transactions that are not business combinations nor will their occurrence affect accounting profit and taxable income (or deductible loss), relevant deferred income tax liabilities will not be recognized. In addition, as for taxable temporary differences related to the investments in subsidiaries, associated enterprises and joint ventures, if this Company can control the time of reversal of temporary differences, and such temporary differences is very likely not to be reversed in the foreseeable future, relevant deferred income tax liabilities will not be recognized. Except for the abovementioned exceptional cases, this Company will recognize the deferred income tax liabilities arising from all other taxable temporary differences.

As for deductible temporary differences related to the initial recognition of assets or liabilities arising from transactions which are not business combinations nor will their occurrence affect accounting profit and taxable income (or deductible loss), relevant deferred income tax assets will not be recognized. In addition, as for deductible temporary differences related to the investments in subsidiaries, associated enterprises and joint ventures, if the reversal of such temporary differences is unlikely in the foreseeable future, or it is not very likely that taxable income can be obtained in the future to offset the deductible temporary differences, then relevant deferred income tax assets will not be recognized. Except for the abovementioned exceptional cases, this Company will recognize the deferred income tax assets arising from other deductible temporary differences, to the extent of the taxable income very likely to be obtained to offset the deductible temporary differences.

As for deductible loss and tax credit that can be carried forward to a subsequent year, corresponding deferred income tax assets is recognized, to the extent of the future taxable income very likely to be obtained to offset the deductible loss and tax credit.

On the balance sheet date, deferred income tax assets and deferred income tax liabilities is measured according to tax law at the applicable tax rate during the period in which relevant assets are expected to be recovered or relevant liabilities to be satisfied.

On the balance sheet date, this Company will review the book value of deferred income tax assets; if it is very likely that this Company cannot obtain sufficient taxable income to offset the benefits of the deferred income tax assets, the Company will write down the book value of the deferred income tax assets. When it is rather possible to obtain sufficient taxable income, the written-down amount is reversed.

29. Leasing

As for leases where all risks and rewards related to the ownership of asset are substantially transferred, this Company will recognize such leases as financial leases, and recognize all types of leases other than financial leases as operating leases.

On the commencement date of the lease term, this Company will regard the lower of the fair value of the asset on the lease commencement date and the present value of minimum lease payment as the entry value of the leased asset, and regard the minimum lease payment as the entry value of the long-term payable, with the difference to be taken as the unrecognized financing fee.

The rent under an operating lease is included in relevant capital cost or current profit or loss using the straight-line method in various parts of the lease term.

30. Other Significant Accounting Policies and Accounting Estimates

None.

31. Changes in Significant Accounting Policies and Accounting Estimates

(1) Changes in Significant Accounting Policies

Changes in Accounting Policies	Approval	Note
In 2017, the Ministry of Finance revised and issued the "Accounting Standards for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments" [Accounting [2017] No. 7], "Accounting Standards for Business Enterprises No. 23 - Transfer of Financial Assets" [Accounting [2017] No. 8], "Accounting Standards for Business Enterprises No. 24 - Hedge Accounting" [Accounting [2017] No. 9], "Accounting Standards for Business Enterprises No. 37 - Presentation of Financial Instruments" [Accounting [2017] No. 14] [below] Co-ordinated as "the new financial instrument guidelines", and required domestic listed companies to implement from January 1, 2019.	The Sixty-sixth Meeting of the Sixth Board of Directors of the Company	The company has implemented the above new financial instrument guidelines since January 1, 2019, and has adjusted the opening period according to regulations.
On April 30, 2019, the Ministry of Finance issued the Notice on Amending the 2019 Annual Financial Statements of General Enterprises [Accounting [2019] No. 6], which adjusted the financial statement format of general enterprises and adopted the retrospective adjustment method. The comparable data for the accounting period can be adjusted accordingly.	As required by the Ministry of Finance	According to the requirements, the company divided the "receivable notes and accounts receivable" at the beginning of the period into RMB 34,437,662,054.65 into "receivable notes"0 and "accounts receivable" of RMB 34,437,662,054.65; "payable notes and accounts payable" was divided into RMB 42,066,621,069.92. Notes payable amounted to RMB 9,128,566,012.41 and "accounts payable" of RMB 32,939,065,057 51.

(2) Changes in Accounting Estimates

The first implementation of the new financial instruments guidelines, new income standards, new lease standards, adjustments to the first implementation of the financial statements related to the beginning of the year.

Consolidated balance sheet

Item	2018-12-31	2019-1-1	Adjustment
Available for sale financial assets	654,273,493.62	N/A	-654,273,493.62
Other non-current financial assets	N/A	4,209,078,416.25	4,209,078,416.25
Other non current assets	5,025,470,469.92	1,470,665,547.29	-3,554,804,922.63

The Company's equity instruments that have no control, joint control or significant influence on the investee and which have no quotation in an active market and whose fair value cannot be reliably measured are classified as "available-for-sale financial assets" and "other non-current assets". According to the new financial instrument standard, the designated "financial assets at fair value through profit or loss" is stated in the statement as "other non-current financial assets".

Parent company balance sheet

Item	2018/12/31	2019/1/1	Adjustment
Available for sale financial assets	22,000,000.00	N/A	-22,000,000.00
Other non-current financial assets	N/A	1,009,340,000.00	1,009,340,000.00
Other non-current assets	988,501,774.08	1,161,774.08	-987,340,000.00

The Company's equity instruments that have no control, joint control or significant influence on the investee and which have no quotation in an active market and whose fair value cannot be reliably measured are classified as "available-for-sale financial assets" and "other non-current assets". According to the new financial instrument standard, the designated "financial assets at fair value through profit or loss" is stated in the statement as "other non-current financial assets".

IV. Taxes

1. Main Tax Types and Tax Rates

Tax type	Taxation Basis	Statutory Tax Rate	Notes
Business tax	Taxable income	3%, 5%	
VAT	Taxable income	3%, 5%, 6%, 10%, 11%, 16%, 17%	Note1
City maintenance & construction tax	Turnover tax payable	1%, 5%, 7%	
Education surcharge	Turnover tax payable	3%	
Local education surcharge	Turnover tax payable	2%	
Land appreciation Tax	Taxable added value	Extra progressive tax rate	
Corporate income tax	Taxable income	25%	
Housing property tax	From the perspective of renting, the tax basis is the rental income of the real estate; Residual value of real estate after deducting	1.2% of residual value or 12% of income	

	10% to 30% of original value or taxable income	
Land use tax	Land area	To be levied according to the regulations of the local taxation authority

Note 1: According to CaiShui (2016) No.36 document, on May 1, 2016, the Company began to implement the "Business Tax Replaced with VAT" policy. The VAT rate of sale of commodity housing and income from building leases is 5%. The VAT rate for general item is 11%, the VAT paid after deduct input tax. The construction service is subject to 3%. The VAT rate for general item is 11%.

According to Caishui [2018] No. 32 document, the company will apply the VAT taxable rate of 17% and 11% tax rate on May 1, 2018, and the tax rate will be adjusted to 16% and 10% respectively.

According to the Notice of the General Administration of Customs of the Ministry of Finance, the General Administration of Customs of the People's Republic of China, No. 39 of 2019, the company will apply the tax rate of 16% and 10% of the tax rate on April 1, 2019, and the tax rate will be adjusted to 13% and 9% respectively.

2. There are different corporate income tax rate taxpayers, the disclosure as following:

Entity	Corporate tax rate (%)
CFLD (US) Inc	35
CFLD INDIA INVESTMENT PRIVATE LIMITED	30
CF CITY PHILIPPINES NEW INDUSTRY CITY CORPORATION	30
CF City Japan New Industry City KK	23.4
CFLD (UK) INVESTMENT LIMITED	19
CF CITY NEW INDUSTRY TOWNSHIP MALAYSIA SDN.BHD	24
CF City Egypt New Integrated City S.A.E	22.5
CFLD (SINGAPORE) INVESTMENT PTE. LTD	17
CFLD INVESTMENT I PTE. LTD	17
CFLD INVESTMENT II PTE. LTD	17
CFLD INVESTMENT III PTE. LTD	17
CFLD INVESTMENT IV PTE. LTD	17
CFLD INVESTMENT VI PTE. LTD	17
CFLD INVESTMENT VII PTE. LTD	17
CF CITY INVESTMENT VIII PTE. LTD	17
CF CITY INVESTMENT IX PTE. LTD	17
CF CITY INVESTMENT X PTE. LTD	17
CFLD INVESTMENT XI PTE. LTD	17
CFLD INVESTMENT XII PTE. LTD	17
CFLD INVESTMENT XIII PTE. LTD	17
CFLD INVESTMENT XIV PTE. LTD	17
CFLD INVESTMENT XV PTE. LTD	17

CFLD INVESTMENT XVI PTE. LTD	17
CFLD INVESTMENT XVII PTE. LTD	17
CF CITY INVESTMENT 18 PTE. LTD	17
CF CITY INVESTMENT 19 PTE. LTD	17
CF CITY INVESTMENT 20 PTE. LTD	17
CF CITY INVESTMENT 21 PTE. LTD	17
CF CITY INVESTMENT 22 PTE. LTD	17
CF CITY INVESTMENT 23 PTE. LTD	17
NEW INDUSTRY CITY INVESTMENT 26 PTE. LTD	17
CFLD INVESTMENT 29 PTE. LTD	17
CFLD INVESTMENT 30 PTE. LTD	17
CFLD INVESTMENT 31 PTE. LTD	17
CFLD INVESTMENT 32 PTE. LTD	17
CFLD INVESTMENT 33 PTE. LTD	17
CFLD INVESTMENT 34 PTE. LTD	17
CFLD INVESTMENT 35 PTE. LTD	17
Nhon Trach New Industry City 36 PTE. LTD	17
CFLD INVESTMENT 37 PTE. LTD	17
CFLD INVESTMENT 38 PTE. LTD	17
VNIC Investment 41 Pte.Ltd	17
VINACAPITAL PACIFIC LIMITED	17
ALLRIGHT ASSETS LIMITED	17
NEW INDUSTRY PARK 39 PTE. LTD	17
NEW INDUSTRY PARK 40 PTE. LTD	17
VNIC INVESTMENT 42 PTE. LTD	17
VNIC INVESTMENT 43 PTE. LTD	17
NEW INDUSTRY PARK 44 PTE. LTD	17
NEW INDUSTRY PARK 45 PTE. LTD	17
CFLD Germany New Industry City GmbH	15.825
CFLD International Holding Limited	16.5
CFLD Korea New Industry City Co. Ltd	22
CFLD Vietnam Real Estate Development Company Limited	20
Vina Dai Phouc Corporation	20
Nhon Trach New Industry City Company Limited	20
CFLD New Industry City (B) Sdn Bhd	18.5
CHINA FORTUNE(HONG KONG)SPORTS INDUSTRY DEVELOPMENT CO.,LIMITED	16.5
CFLD(US) Incubator Services,Inc	35
GLOBAL INDUSTRIAL INVESTMENT LIMITED	16.5
Egypt New Integrated City Infrastructure Development S.A.E	22.5

CFLD Investment 46 Pte. Ltd	17
CFLD Investment 47 Pte. Ltd	17
Vietnam New Industry City Infrastructure Development Co.Ltd	20
Yuanta Investments Limited	16.5
CFLD (HK) Elderly Care Industry Investment Co.,Limited	16.5
URBANSPACE DESIGN AND PLANNING PTE. LTD.	17

3.Tax preferences and approvals

According to the approval relation to the exemption of corporate income tax in Dachang Hui Autonomous County (Ji Caishui<2011>No.13), Langfang Fortune innovation Industry services Ltd is qualified for the exemption from the portion (40%) of corporate income tax, the actual corporate income tax rate is 15%.

V. Notes to Main Items of Financial Statements

1. Bank deposit

Item	Ending balance	Beginning balance
Cash on hand	576,706.91	339,239.42
Bank deposits	51,919,192,042.39	44,424,251,707.79
Other monetary funds	3,265,190,122.75	2,857,192,709.81
Total	**55,184,958,872.05**	**47,281,783,657.02**
Including: total overseas deposits	2,578,121,454.11	2,889,728,204.18

Note: other monetary funds include Acceptance bill deposit of RMB 50,000,000.00, house purchase mortgage guarantee margin of RMB 3,146,895,350.24, POS machine settlement of RMB 52,920,220.37and performance bond of RMB 15,374,552.14.

2. Notes receivables & Accounts receivables

(1) Classification by aging

Age	Ending balance
	Amount
Less than 1 year	23,388,273,751.07
1-3years	17,243,867,660.49
3-5years	162,813,365.87
More than 5 years	12,692,978.73
Total	40,807,647,756.16

(2) Classified by bad debt provision method

Category	Ending balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage	Amount	Percentage	

		(%)		(%)	
Bad debt provision by individual	1,014,685.81		1,014,685.81	100	
Bad debt provision by Portfolio	40,806,633,070.35	100	973,017,237.11	2.38	39,833,615,833.24
Including:					
Receivable bank settlement	40,347,059,508.28	98.87	859,249,047.49	2.13	39,487,810,460.79
Amount due from other customers	459,573,562.07	1.13	113,768,189.62	24.76	345,805,372.45
Total	40,807,647,756.16	100	974,031,922.92		39,833,615,833.24

(Continued)

Category	Beginning balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Percentage (%)	
Bad debt provision by individual	1,014,685.81		1,014,685.81	100	
Bad debt provision by Portfolio	35,214,188,282.06	100	776,526,227.41	2.21	34,437,662,054.65
Including:					
Receivable bank settlement	34,736,908,691.78	98.64	632,749,062.15	1.82	34,104,159,629.63
Amount due from other customers	477,279,590.28	1.36	143,777,165.26	30.12	333,502,425.02
Total	35,215,202,967.87	100	777,540,913.22		34,437,662,054.65

(3) Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis

Accounts receivable (by the entity)	Ending balance			Reason for allotment
	Accounts receivable	Bad debt provision	Percentage (%)	
Individual	1,014,685.81	1,014,685.81	100.00	Overdue, estimably not recoverable
Total	**1,014,685.81**	**1,014,685.81**		

A.Portfolio, receivables from Receivable bank settlement

Age	Ending balance		
	Accounts receivable	Bad debt provision	Percentage (%)
Less than 1 year	23,162,078,558.51		
1-3years	17,184,980,949.77	859,249,047.49	5
Total	**40,347,059,508.28**	**859,249,047.49**	**2.13**

B.Portfolio, receivables from Amount due from other customers

Age	Ending balance		
	Amount	Bad debt provision	Percentage (%)
Less than 1 year	226,195,192.56	11,309,759.61	5
1-2 years	41,462,795.37	4,146,279.54	10

2-3 years	17,423,915.35	5,227,174.61	30
3-5 years	162,813,365.87	81,406,682.94	50
More than 5 years	11,678,292.92	11,678,292.92	100
Total	459,573,562.07	113,768,189.62	24.76

(4) Bad debt provision

Item	Beginning balance	Amount of current movement			Ending balance
		Allotment	Reversal	Write-off	
Receivable bank settlement	632,749,062.15	241,710,260.39	15,210,275.05		859,249,047.49
Amount due from other customers	143,777,165.26	8,967,776.98	38,976,751.62		113,768,189.62
Provision for bad debts on individual basis	1,014,685.81				1,014,685.81
Total	777,540,913.22	250,678,036.37	54,187,026.67		974,031,922.92

The total accounts receivables from top five debtors for the current reporting period is RMB 21,467,060,428.46, accounting for 60.96 % of the ending balance of accounts receivable. The ending balance of the bad debt provision made accordingly is RMB 506,203,084.46.

Entity name	Amount	Age	% of total accounts receivable
Gu'an County Emerging Industry Demonstration Zone Finance Branch	6,000,152,540.55	Less than 1 year: 3,500,528,881.41; 1-3years: 2,499,623,659.14	14.70
Hebei Shacheng Economic Development Zone Management Committee	5,858,466,529.83	Less than 1 year: 3,244,214,544.15; 1-3 years: 2,614,251,985.68	14.36
Dachang Chaobai River Industrial Zone Management Committee	4,648,576,276.95	1-3 years: 4,648,576,276.95	11.39
Yangtze River Delta Jiashan Technology Business Service Management Committee	3,449,156,593.77	Less than 1 year: 3,449,156,593.77	8.45
Gu'an Industrial Zone Finance Branch	2,430,839,855.98	Less than 1 year: 256,198,176.73; 1-3 years: 2,174,641,679.25	5.96
Total	22,387,191,797.08		54.86

The total amount of the top five accounts receivable at the end of the reporting period is RMB 22,387,191,797.08, accounting for 54.86% of the total balance of accounts receivable at the end of the period, and the corresponding provision for bad debts at the end of the period is RMB 596,854,680.05 .

3. Prepayments

(1) Aging analysis and percentage

Age	Ending balance	Beginning balance

	Amount	Percentage (%)	Amount	Percentage (%)
Less than 1 year	3,405,820,323.56	92.44	2,917,748,130.57	90.92
1-2 years	240,240,196.28	6.52	200,030,496.53	6.25
2-3 years	23,474,216.32	0.64	71,990,895.93	2.25
More than 3 years	14,678,786.45	0.4	17,015,680.53	0.53
Total	3,684,213,522.61	100	3,206,794,205.56	100

Note: At the end of current year, there are no prepayments aged above 1 year, with significant amount.

(2) Top five prepayments in the ending balance:

Entity name	Relationship with the Company	Amount	% of total prepayments	Age	Reason for non-payment
Beijing Zeren Compound Co., Ltd	Unrelated party	1,313,035,973.58	35.64	Less than 1 year: 1,285,198,702.73; 1-2years: 27,837,270.85	Settlement condition is not satisfied yet.
PT Delta Marunggal Rahaja	Unrelated party	116,215,443.41	3.15	Less than 1 year: 89,543,432.77; 1-2years: 26,672,010.64	Settlement condition is not satisfied yet.
Guangda Xingyi Trust Co., Ltd	Unrelated party	73,333,333.33	1.99	Less than 1 year	Settlement condition is not satisfied yet.
Hefei Natural Resources and Planning Bureau	Unrelated party	70,000,000.00	1.9	Less than 1 year	Settlement condition is not satisfied yet.
China International Technology Intelligence Cooperation Co., Ltd	Unrelated party	43,299,064.23	1.18	Less than 1 year	Settlement condition is not satisfied yet.
Total		1,615,883,814.55	43.86		

4. Other Receivables

Item	Ending balance	Beginning balance
Interest receivables	299,440,964.41	280,788,803.42
Other Receivables	15,278,896,262.76	13,051,142,459.31
Total	**15,578,337,227.17**	**13,331,931,262.73**

(1) Interest Receivables

Item	Ending balance	Beginning balance
Fixed deposit		675,325.70
Entrusted loan	299,440,964.41	280,113,477.72
Total	**299,440,964.41**	**280,788,803.42**

(2) Other Receivables

Aging	Ending balance
Less than 1 year	9,911,200,003.32
1-2 years	5,100,102,832.54
2-3 years	1,150,069,428.78
3-5 years	361,474,992.05
More than 5 years	246,494,995.37
Total	**16,769,342,252.06**

(3) Classification by nature of business

Item	Ending balance	Beginning balance
Margin	8,118,975,309.04	7,833,559,509.69
Advance payment	3,686,517,595.60	1,284,939,866.69
Partner contacts	2,556,992,736.22	2,889,150,009.19
deposit	1,118,878,488.51	1,460,476,852.77
Personal loan	15,863,235.48	5,026,541.46
other	1,272,114,887.21	869,944,070.26
Total	**16,769,342,252.06**	**14,343,096,850.06**

(4) Bad debt provision

Bad debt provision	Level I	Level II	Level III	Total
	Expected credit losses in the next 12 months	Expected credit loss for the entire duration (no credit impairment)	Expected credit loss for the entire duration (credit impairment has occurred)	
Beginning balance	249,960,381.44	882,288,192.77	159,705,816.42	1,291,954,390.75
Allotment for current period	160,952,477.93	49,977,845.63	26,706,802.00	237,632,125.56
Reversal	23,089,453.79	15,947,548.62	103,524.60	39,140,527.01
Ending balance	387,823,405.70	916,313,489.78	186,309,093.82	1,490,445,989.30

(Continued)

Item	Beginning balance	Amount of current movement			Ending balance
		Allotment	Reversal	Write-off	
Other receivables bad debt provision	1,291,954,390.75	237,632,125.56	39,140,527.01		1,490,445,989.30
Total	**1,291,954,390.75**	**237,632,125.56**	**39,140,527.01**		**1,490,445,989.30**

(5)Other receivables of the top five ending balances

Entity	Nature of business	Ending balance	Age	Percentage (%)	Bad debt provision Ending balance
Beijing Blue Coast Real Estate Development Co., Ltd.	Partnership	533,375,387.70	Less than 1 year	3.18	26,668,769.39

Langfang Yihan Real Estate Development Co., Ltd.	Cooperation intention deposit	503,224,458.00	Less than 1 year: 384,908,500.00; 1-2 years118,315,958.00	9.00	31,127,020.80
Langfang Public Resource Trading Center	Landing deposit	493,800,000.00	Less than 1 year	2.94	
PT. Delta Mega Persada	Performance bond	491,205,846.77	Less than 1 year	2.93	
Langfang Xinhangcheng Real Estate Development Co., Ltd	Cooperative investment	415,415,651.00	Less than 1 year	2.48	20,770,782.55
Total		2,437,521,393.47	/	14.53	78,566,572.74

5. Inventories

(1) Classification

Item	Ending balance		
	Book balance	Impairment provision	Book value
Raw materials	4,176,674.22		4,176,674.22
Revolving materials	78,590,533.41		78,590,533.41
Commodities in stock	3,312,708.49		3,312,708.49
Consumptive biological assets	20,227,528.62		20,227,528.62
Infrastructure construction	29,312,165,891.05		29,312,165,891.05
Land consolidation	81,655,228,006.08		81,655,228,006.08
Industry service cost	1,835,779,279.52		1,835,779,279.52
Comprehensive service	3,774,800,444.76		3,774,800,444.76
Project construction	4,660,154,588.88		4,660,154,588.88
Development cost	149,677,402,674.47	1,157,611,644.68	148,519,791,029.79
Completion development cost	6,984,243,296.47	36,641,674.81	6,947,601,621.66
Total	**278,006,081,125.97**	**1,194,253,319.49**	**276,811,827,806.48**

(Continued)

Item	Beginning balance		
	Book balance	Impairment provision	Book value
Raw materials	688,111.11		688,111.11
Revolving materials	77,850,514.21		77,850,514.21
Commodities in stock	3,101,150.59		3,101,150.59
Consumptive biological assets	20,227,528.62		20,227,528.62

Item	Beginning balance		
	Book balance	Impairment provision	Book value
Infrastructure construction	27,754,428,698.02		27,754,428,698.02
Land consolidation	73,226,678,282.66		73,226,678,282.66
Industry service cost	1,969,515,226.13		1,969,515,226.13
Comprehensive service	3,390,429,932.18		3,390,429,932.18
Project construction	4,021,200,750.96		4,021,200,750.96
Development cost	136,359,768,068.26	1,158,794,605.14	135,200,973,463.12
Completion development cost	8,911,122,520.01	53,536,464.81	8,857,586,055.20
Total	**255,735,010,782.75**	**1,212,331,069.95**	**254,522,679,712.80**

(2)Consumptive biological assets:

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Forestry	19,901,373.62			19,901,373.62
Crop	326,155.00			326,155.00
Total	**20,227,528.62**			**20,227,528.62**

(3) Breakdown of development costs

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
1	Fengtai Commercial Complex	May-13	Nov-16	5,028,611,859.00	3,568,548,314.10	3,786,363,717.50
2	Chaobai River Peacock City Phases 6&7	May-12	Apr-14	2,308,750,000.00	18,082,360.59	18,538,326.13
3	Chaoba Xinju	Jun-11	Sep-14	2,977,801,700.00	275,372,047.81	275,394,535.10
4	Badaling Peacock City Phases 1-3	Sep-10	Jul-12	1,750,520,000.00	49,817,484.69	12,686,931.38
5	Weihai Peacock City (Weihai Peacock Bay)	May-12	Dec-14	750,277,161.79	756,483,771.77	750,277,161.79
6	Peacock Mansion (Platinum Palace North)	Dec-12	Jan-15	3,225,130,000.00		4,447,129.60
7	Sujiatun Project	Apr-13	Apr-15	1,712,320,000.00	127,710,343.04	126,662,536.97
8	Guangyang Tiancun Project	Jun-15	Aug-16	390,292,990.00	81,167,973.81	77,060,492.05
9	Chaobai River Creative Office and Commercial Project	Jun-12	May-14	570,940,000.00	88,854,266.08	88,125,256.69
10	Nituo Hot Spring Peacock City	Mar-13	Apr-15	9,856,764,330.00	900,657,604.84	633,768,662.86
11	Beihang New Village Commerce	Oct-10	Nov-11	142,260,000.00	25,425,536.15	25,216,931.03
12	Zhenjiang Peacock City British Palace	Jun-13	Sep-15	2,060,490,000.00	389,895,737.01	386,696,817.60
13	Langfang Dasuell (Xuelujun)	Sep-13	May-15	5,798,950,000.00	93,953,937.38	118,741,680.36
14	Badaling Peacock City Phase-4	May-14	Jun-16	667,970,000.00	9,791,760.13	20,257,329.07
15	Grand Canal, Peacock City, British Palace Phase I	Feb-12	Jun-16	759,248,608.00		85,400.00
16	Dacheng Peacock City British Palace Phase 1 (former Tongda Project)	Jun-15	Sep-18	2,182,290,613.00	704,706,339.68	1,022,071,118.35
17	Chaobai River Peacock County Phase-1	Mar-14	Jul-16	2,078,910,000.00	228,494,674.63	259,641,108.82
18	Chaobai River British Palace Phase-9	Apr-16	Aug-16	1,350,830,000.00		15,284,260.03
19	Badaling Peacock City Phase 6.1	Apr-14	Jun-16	461,275,552.19	41,721.62	41,379.38
20	Sujiatun Area - Peacock City Project Phase 2	Apr-14	Jul-16	1,304,000,000.00	144,514,962.45	247,183,789.90
21	Peacock City British Palace 10 (Wu Tao 140 acres, 100 acres)	Jun-14	Jun-16	2,439,710,000.00		23,343,007.80
22	Park Sea 2.1	Mar-2014	Aug 2016	1,134,910,000.00		747,395.57

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
23	Hujia Headquarters Economy Commercial Port Phase 1.1	Mar-2014	Jul-15	219,340,000.00	81,515,854.35	82,020,064.36
24	Grand Canal Peacock City Phase-I(British Palace Phase 1)	Mar-2014	Nov-15	2,385,029,409.49	212,831.18	
25	Sanquanjing, Badaling Peacock City Phase 2.1	Apr-2013	Dec-18	611,748,500.00	287,977,685.60	306,893,975.44
26	Shaofu Xinmenju Phase 2	Mar-2014	Jun-16	560,958,068.54	173,897,898.99	171,653,815.87
27	Peacock City Cambridgeshire Phase 8	Aug-2014	Apr-17	1,741,790,000.00	5,869,064.51	5,820,913.47
28	Zhenjiang Lingjiawan Project	Jun-2014	Jun-17	528,910,000.00	275,649,711.20	314,566,520.29
29	Shenyang Peacock City Cambridgeshire Phase 3	Jul-2014	Nov-16	862,340,000.00	148,726,216.82	170,233,201.35
30	Zhenjiang Automotive Electronics Industry Port	Mar-2014	Jun-17	335,770,000.00	65,564,475.16	66,026,548.05
31	Dacheng Qiaotouba Project	Mar-2014	Jun-16	384,058,600.00	45,839,441.19	45,463,349.14
32	Gu'an Peacock City Cambridgeshire Phase 7	Jun-2015	Aug-17	1,203,820,000.00	210,769,609.04	168,961.18
33	Wuxi Fuyang Project	Nov-2015	Nov-18	601,766,194.73	252,385,207.87	250,071,053.65
34	Jushan Peacock City Phase 1	May-15	May-17	866,747,986.98	89,689.88	51,085.01
35	Dacheng Sunshine New City 300mu	Jan-15	May-17	596,660,000.00	97,685,756.21	96,884,298.92
36	Tangezhuang Plot a (178mu)	Mar-15	May-17	2,034,400,000.00	547,169,587.36	661,192,811.46
37	Dacheng British Palace Phase 1S	Mar-15	May-17	1,737,970,688.50	403,110,807.90	615,853,928.53
38	Yongding River Peacock British Palace Phase 2.7	Apr-15	Aug-17	2,442,480,000.00	1,140,139,067.61	1,308,711,582.34
39	Gu'an Peacock City Cambridgeshire Phase 9	Apr-15	Sep-17	1,859,970,000.00	84,232,245.45	87,440,771.01
40	Yongding River Peacock City Phase 8.2	Aug-15	May-19	2,596,450,000.00	132,918,609.48	128,439,685.57
41	Xianghe British Palace Phase 8	Jun-15	May-17	848,751,614.88	3,207,544.01	42,063,319.59
42	Shenyang Peacock City Phase 4	Apr-15	Jul-17	1,161,640,000.00	169,485,140.53	193,437,510.24
43	Jingdongfang Apartment Phase 2	Apr-13	Sep-14	78,770,000.00	65,020,877.46	64,569,058.04
44	Gu'an British Palace Phase 2 8	Jul-15	Apr-18	501,840,000.00	59,141,309.59	57,125,812.48
45	Gu'an Cambridgeshire Phase 13	Dec-2015	Sept-2018	1,746,570,000.00	336,423,951.81	16,294,625.16
46	Gu'an Cambridgeshire Phase 12	Dec-2015	Sept-2018	1,607,650,000.00	292,825,906.64	286,025,236.57

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
47	Gu'an Peacock City British Palace Phase 2 6	Jul-2015	Apr-2018	2,811,810,000.00	632,808,004 38	29,301,050.54
48	Chaobai River Peacock City Palace 17	Dec-2015	May-2017	433,678,043.26		1,992,308 61
49	Park Sea Phase 1.5	Jul-2015	Oct-2017	2,017,532,057.88	262,993,556 65	299,651,285 44
50	Park Sea Phase 1.6	Jul-2015	Dec-2017	1,917,451,274 79	362,484,537 26	430,534,208.57
51	Peacock Villa Phase 2	Aug-2015	May-2018	1,328,530,108.75	393,226,304 85	453,369,283 04
52	Grand Canal Peacock City Phase 3.3	Nov-2015	Oct-2018	1,087,043,949 37	525,274,476.65	546,289,875.53
53	Grand Canal Peacock City Phase 7.1	May-2016	Dec-2018	3,957,422,456 67	1,789,061,664.06	1,849,413,197.31
54	Baihou Hot Spring Peacock City Phase 1]	Oct-2015	Apr-2018	1,562,233,811 77	71,823,506 89	10,805,665 06
55	Yongqing Intelligent Control Industry Park Phase 1 1	Sept-2015	Aug-2016	197,200,000 00	3,350,977 70	3,373,087.32
56	Shenyang British Palace Phase.1	Apr-2014	Nov-2016	1,081,740,300 00	21,099,526.06	20,980,756.61
57	Jiashan Peacock City Yeyuan	Feb-2016	Dec-2018	737,938,407 21	21,930,692 90	
58	Shenyang Jiaan Complex Project	Sept-2018	Sept-2020	1,000,000,000 00	336,582,419.20	349,796,342.52
59	Cambridgeshire Phase 10	Apr-2016	May-2019	2,165,150,000.00	1,479,664,985.37	1,511,721,405.22
60	Cambridgeshire Phase 11	Apr-2016	May-2019	2,401,510,000.00	1,737,846,799.07	1,386,370,281.75
61	Wanlifeng	Jul-2016	Apr-2019	2,041,540,000.00	1,485,671,639 55	1,871,240,950.11
62	Peacock City Cambridgeshire Phase 7.2.1	Apr-2016	Oct-2018	811,540,000 00	507,096,611.04	546,735,841.33
63	Renqiu Baiyangdian Peacock City Phase 1	Dec-2016	Sept-2018	1,181,820,000.00	224,100,389.72	375,602,801.48
64	Grand Canal Peacock City 7.2	Oct-2016	Dec-2018	1,811,812,935.63		5,230,853.96
65	Golf Project	Aug-2015	Aug-2018	2,447,888,050.79	1,350,707,445 71	895,757,976.29
66	A34 Xiangxi Garden	Mar-2016	Jun-2016	641,493,836.31	162,855,468.63	194,882,014.55
67	A6 Xiangxi Garden	Mar-2016	Jun-2016	1,665,349,757.02	398,675,671 76	460,500,562 44
68	Baihou Hot Spring Xindu Peacock City Phase 2 (former Baihou Peacock City Phase 2)	Aug-2016	Jun-2018	2,199,230,097.49	595,795,558 45	690,035,981.39
69	Yongqing Peacock City Phase 1 3	Sept-2016	Nov-2018	1,035,300,000.00	2,145,066 51	72,287 17

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
70	Yongqing Peacock City Phase 2.1	Aug-2016	Sept-2018	777,993,740.00	4,449,104.55	
71	Huaikai Area Communicabon Equipment Industry Port Project	Oct-2015	Nov-2016	154,090,000.00	87,294,761.57	73,282,454.30
72	Badaling British Palace Phase4 1 1	Oct-2016	Mar-2019	950,120,000.00	34,367,064.88	34,085,088.53
73	Badaling British Palace Phase 3 4	Oct-2016	May-2018	647,980,000.00	310,977,825.87	315,767,760.10
74	Badaling British Palace Phase 2 3, 2, 6	May-16	Oct-2018	755,064,987.61	78,058,635.48	4,564,436.54
75	Tiangezhuang 40mu	May-17	Sept-2019	1,034,403,820.58	321,470,980.39	307,967,053.29
76	Longfeng No 1 High School 300mu, including demonstration area	Apr-2016	Dec-2018	2,648,235,788.70	963,290,136.92	
77	Xianghe Longyu Project	Jun-2017	Jun-2019	1,443,360,800.00	569,027,960.98	588,659,695.36
78	Xiezhuangtou Project	Sept-2016	Jun-2019	4,000,000,000.00	1,286,003,188.14	1,269,717,830.05
79	Changyue 320mu Project	Oct-2016	Oct-2018	3,236,370,032.78	1,457,937,215.52	112,228,581.49
80	Jingru Project	Jul-2016	Nov-2018	662,419,872.62	7,499.28	7,437.75
81	Yicheng'an Project	Jan-2017	Sept-2018	1,298,040,158.88	677,255,156.41	781,142,385.57
82	Leian Peacock City	Dec-2016	Mar-2018	2,701,584,974.54	1,956,129,164.36	1,923,547,317.41
83	Renqiu Petroleum New City Project	Oct-2016	Oct-2018	2,987,568,800.00	1,821,970,257.29	2,026,454,148.31
84	Harbin Institute of Technology Academy Incubation Center Project	May-2016	Oct-2018	948,184,117.71	75,754,475.88	32,577,025.00
85	Jiaoyan Peacock City Demonstration Zone	Apr-2015	Sept-2015	136,000,000.00	98,499,955.18	91,508,892.90
86	Tiangezhuang Land Plot E	Feb-2016	May-2019	759,898,303.68	304,548,480.82	367,011,878.91
87	Sheng'ong Project	Jan-2017	May-2019	1,942,445,378.28	865,581,470.26	923,737,794.57
88	Hot Spring Xindu Peacock City 2016 Sample House	Apr-2016	Dec-2018	11,550,000.00	10,077,319.57	10,032,484.56
89	Dizhonghai 80mu	May-2016	Apr-2018	541,235,196.19	341,779.80	338,926.06
90	Yongqing Peacock City 2, Phase 2	Sept-2016	Aug-2018	1,146,173,300.40	340,832,617.97	437,550,777.60
91	Tenglin Yufu 792mu	May-2016	Dec-2018	4,671,130,213.68	1,107,792,292.45	73,479,092.10
92	Zhuozhou Peacock City Demonstration Zone	Oct-2016	Dec-2016	20,000,000.00	13,451,021.69	13,601,112.71
93	Zhuozhou Peacock City Phase 1	Dec-2016	Sept-2019	5,787,189,510.00	2,079,641,023.31	2,511,616,616.43

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
94	Xinli Village Settlement	Aug-2014	Jul-2017	914,390,000.00	350,622,937.77	357,805,262.97
95	Dongxu Village Settlement	Mar-2017	May-2020	1,289,160,000.00	974,794,580.76	1,171,255,313.93
96	Jinhai Yuecheng	Sept-2016	Nov-2019	2,139,250,000.00	768,611,731.07	1,211,376,198.06
97	Chenhui Fudi	Sept-2016	Nov-2019	1,128,500,000.00	438,494,727.11	684,532,110.76
98	Dongzhuang Project	Feb-2017	May-2019	411,690,000.00	26,459,631.19	45,683,046.01
99	Qshu 1.3+1.5	Aug-2016	Dec-2019	3,205,790,000.00	1,329,397,524.55	1,099,687,572.70
100	Xiyu Village Settlement	Feb-2016	May-2018	871,051,899.71	32,457,535.52	28,207,535.08
101	Grand Canal Peacock City Phase 7_6_1	Dec-2016	Jun-2019	4,653,374,244.95	1,548,455,361.15	1,706,023,047.65
102	Xianghe Robot Core Part Industry Park Project	Oct-2016	Jun-2018	252,470,680.38	43,449,662.99	59,458,600.00
103	Xianghe E-commerce Comprehensive Industry Park	Apr-2016	Jan-2017	41,804,038.16	20,328,255.20	31,234,600.00
104	Xianghe Jiahua Project	Jan-2017	Dec-2018	723,769,626.00	300,102,319.43	
105	Ode to the qing dynasty.	Dec-2018	Jun-2018	749,960,199.08	437,484,759.10	501,393,858.12
106	Wushi peacock city 1.1 period	Jun-2018	Dec-2018	576,904,742.28	252,367,714.82	310,341,065.65
107	Wushi peacock city 1.2 period	Nov-2018	Jan-2018	604,337,841.21	240,442,292.79	263,672,675.41
108	The first phase of jiangmen peacock villas.	Oct-2018	Jun-2018	1,943,792,943.18	1,227,768,795.21	1,332,747,533.14
109	Sheryang British palace 3 period.	Apr-2018	Jun-2018	441,270,000.00	230,810,728.69	81,797,195.20
110	Sheryang British palace 2 period.	Sep-2018	Sep-2018	471,310,000.00	197,665,293.80	247,027,302.52
111	The first phase of sangfan.	Nov-2018	May-2018	494,626,227.34	180,120,619.77	157,511,720.63
112	Attention issue	Nov-2018	Nov-2018	1,673,680,000.00	978,084,096.42	1,155,365,293.24
113	Double willow issue	Dec-2018	Apr-2018	1,304,000,000.00	1,914,076.76	1,898,372.62
114	Project 1.1 of shucheng peacock villas.	Mar-2018	Dec-2018	944,998,374.80	387,142,763.03	476,409,278.10
115	Shucheng peacock villas project 1.2.	Apr-2018	Nov-2018	800,719,137.44	157,543,925.31	166,275,109.31
116	Shucheng peacock villas project 2.1.	Nov-2018	Nov-2018	537,805,132.77	249,169,728.43	277,204,684.75
117	Shucheng peacock villas project 2.2.	Dec-2018	Feb-2018	936,756,561.91	358,033,725.51	354,692,998.12

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
118	Project 3.1 of shucheng peacock villas	Dec-2018	Feb-2018	881,707,568.58	351,933,652.40	374,921,215.59
119	The county peacock villas	Jul-2018	Nov-2018	1,318,068,321.99	516,563,672.77	655,664,763.15
120	Come to the peacock city 3 phase 63 mu project.	Feb-2018	Mar-2018	564,878,116.00	386,527,731.55	433,676.85
121	Lishui mu road project	Sep-2018	Apr-2018	1,906,747,837.08	1,273,728,558.59	1,422,259,972.53
122	Come to the peacock city 5 phase 88 mu project.	Nov-2018	Jun-2018	768,536,216.35	437,181,150.49	520,227,924.64
123	A project of 100 mu of camphor garden.	Nov-2018	Feb-2018	960,706,006.86	434,719,453.28	555,960,267.75
124	Come to anhui kou 98 mu project	Dec-2018	Oct-2018	693,748,028.29	270,913,221.47	355,812,320.36
125	Putai north project (112 mu)	Dec-2018	Dec-2018	1,809,972,653.07	1,112,459,473.34	1,222,657,571.52
126	Talent apartment (phase II) project	Dec-2018	May-2018	396,010,000.00	105,620,195.61	
127	The peacock city of Pandian 1.1 period.	Dec-2018	Aug-2018	1,328,784,352.43	543,119,671.70	566,610,566.89
128	International apartment project (180 mu)	May-2018	Sep-2018	1,086,836,811.70	280,819,937.24	363,455,166.07
129	Bazhou business hall 83 mu	Apr-2018	Sep-2018	791,957,808.57	200,186,601.96	268,938,138.76
130	Hongyuan project (122 mu)	Jul-2018	Apr-2018	1,833,034,214.62	295,740,983.83	330,752,833.57
131	Bazhou five minutes in 2017 a brick north of 196 mu	Jun-2018	Jun-2018	3,015,116,106.73	646,049,154.58	899,666,428.00
132	Brick south project phase 1	Dec-2018	Dec-2018	2,600,000,000.00	835,522,487.57	1,409,461,973.52
133	Project 1.3 of dongba lizhuang.	Jun-2018	Nov-2018	721,060,867.01	160,526,601.56	216,200,081.78
134	Project 1.2 of dongba lizhuang.	Jun-2018	May-2018	989,021,960.42	200,893,969.43	265,489,264.60
135	Yongqing jiaba ii 72 mu.	Dec-2018	Dec-2018	710,699,718.00	227,215,302.74	225,412,268.16
136	Wenan peacock villas project 1.	Aug-2018	Jul-2018	1,830,189,341.00	973,922,668.86	1,012,054,866.27
137	Yinshang project of hualingying	Dec-2018	Sep-2018	2,580,102,794.00	745,985,151.98	818,035,353.73
138	Macro project (53 mu)	Dec-2018	Sep-2018	1,873,260,626.00	586,176,562.01	579,512,504.89
139	Shangshijiahua project	Dec-2018	Sep 2018	1,419,619,110.57	486,759,110.45	482,765,450.26
140	Gallery and workshop	Mar-2018	Aug-2018	1,495,457,378.48	903,766,794.85	898,000,871.59
141	The great canal peacock city, British palace 5.2.	Jun-2018	Aug 2018	1,330,883,130.42	370,529,231.20	386,120,603.25

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
142	Canal avenue opening project.	Dec-2018	Sep-2018	803,891,415.13	143,057,941.86	178,762,342.68
143	Project of beidaihe new district.	Sep-2018	Jul-2018	726,960,000.00	280,626,543.91	357,672,097.38
144	Wenchuangyuan 1 phase	May-2018	May-2018	2,409,250,000.00	1,346,442,395.12	1,946,180,382.65
145	Yuancheng plaza phase 1	Mar-2018	Sep-2018	952,929,238.10	992,904,512.44	670,285,559.84
146	Yong dhi xincheng	Aug-2018	May 2018	3,381,720,000.00	854,568,510.23	994,851,140.32
147	Changyang village project (90 mu)	Jul-2018	Sep-2018	785,660,000.00	257,834,713.29	291,768,337.63
148	Yi yuan project (luxury home)	Oct-2018	Dec-2018	623,400,000.00	188,952,841.48	208,237,646.74
149	AMOLED life supporting area.	Feb-2018	Dec-2018	864,130,000.00	348,450,263.87	466,813,125.59
150	Jiashan peacock city 7.	Sep-2018	Nov-2018	961,826,261.63	364,487,858.97	
151	Jiashan peacock city 8	Jan-2018	Jan-2018	613,531,379.94	428,768,848.82	441,749,382.54
152	Jiashan peacock villa 9.	Sep-2018	Nov-2018	1,514,335,703.93	482,479,001.33	
153	Jiashan peacock villas 10.	Nov-2018	Dec-2018	1,287,936,229.85	690,792,082.31	756,352,143.63
154	Jiashan peacock city 11.	Nov-2018	Aug-2018	1,133,120,264.95	554,024,887.96	605,635,039.07
155	Jiashan peacock villas 12.	Jul-2018	Oct-2018	1,114,275,221.00	573,006,591.80	646,968,060.28
156	New xitang peacock villas 1 period.	May 2018	Jul 2018	1,774,369,948.53	1,270,640,213.90	1,364,310,951.10
157	New xitang peacock city, liucang 1.	May-2018	Apr-2018	1,116,909,603.00	397,637,509.96	426,156,078.76
158	New xitang peacock city, liucang 2.	Aug-2018	Jun-2018	1,106,932,814.00	491,104,844.35	568,294,119.29
159	New xitang peacock villas 13.	Dec-2018	Sep-2018	920,936,507.00	626,206,003.55	660,707,260.61
160	New xitang peacock villas 14	Dec-2018	Sep-2018	1,901,935,043.45	1,036,924,902.95	1,117,889,332.21
161	Nanxun peacock villas issue 3.	Aug-2018	Sep-2018	1,497,480,533.29	681,585,821.75	797,997,891.20
162	Nanxun peacock villas 5.	May-2018	May-2018	1,436,807,739.00	527,679,999.46	612,772,632.06
163	Nuoke ACE jiashan international kindergarten.	May-2018	Aug 2018	963,826,261.63	10,632,019.24	
164	Jiashan e.commerce industrial park project phase I.	May-2018	Aug-2018	613,531,379.94	63,062,386.34	63,984,808.75
165	Farmland 74 mu	Mar-2018	Apr-2018	1,290,129,200.00	438,037,722.54	480,305,536.88

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166	Tian each zhuang 78 mu project	Feb-2018	Nov-2018	2,313,739,494.59	536,991,582.15	636,346,483.71
167	Land of 97 mu	Feb-2018	Nov-2018	2,793,113,652.92	738,396,439.64	782,298,483.18
168	10 acres of farmland	Feb-2018	Nov-2018	277,744,137.64	67,515,677.37	72,372,559.25
169	Large factory narrow slope 37 mu project	Dec-2018	Jun-2018	520,700,085.76	233,255,451.25	253,972,153.97
170	Secondary 50 mu	Dec-2018	Jun-2018	709,836,839.16	308,869,730.05	366,187,744.75
171	The sunlight beautiful garden	Mar-2018	Oct-2018	441,490,000.00	23,313,759.70	23,583,134.79
172	The new houses of tian each village.	Mar-2018	Jul-2018	2,073,910,000.00	467,006,686.37	463,175,106.01
173	Zhongguancun science park fangcai pai's industrial base.	Aug-2018	Jun-2018	8,976,510,000.00	4,828,612,503.47	5,380,371,243.56
174	Lai'an regional electronic information industrial park.	Jun-2018	Jun-2018	1,436,807,739.00	29,812,238.94	
175	Big plant sindu project.	Mar-2018	May-2018	846,520,659.00	187,418,308.65	
176	Gome to finance business square.	Feb-2018	Sep-2018	169,748,951.75	63,539,711.30	63,018,396.47
177	213 mu project of Phase I in the 12th branch of Sujiatun District	Mar-2018	Jun-2020	1,403,750,000.00	486,797,818.53	612,752,799.60
178	Yongqing 5 Fen 18 commercial 19 acres	May-2018	Jul-2021	608,152,087.03	19,818,592.29	78,311,500.34
179	Yongqing 5 Fen 17, Beiguan 63 acres	Jun-2018	Aug-2021	835,010,950.83	475,983,510.96	483,517,082.54
180	Qiaohou 5 Fen 2018 Fengqing park 102 acres	Jun-2018	Apr-2021	1,009,160,000.00	325,503,445.70	544,966,370.35
181	Jiang Yan Fu Phase III	May-2018	Dec-2019	195,548,252.45	70,708,429.50	70,793,430.83
182	Jiang Yan Fu Phase IV	Jun-2018	Jun-2020	172,515,814.72	65,038,621.58	68,167,402.82
183	Tuanfeng phase I	Jun-2018	Jun-2020	268,626,916.56	95,523,105.89	124,968,673.94
184	Baidaihe District Jiu branch 2017 190 Mu Residential Project	Feb-2018	Dec-2019	1,091,680,000.00	374,615,006.01	485,241,467.94
185	Changli District 21st Branch 2018 Business 302 Mu Project	May-2018	Apr-2020	1,082,680,000.00	378,974,186.66	512,098,815.57
186	Wuyi Peacock City 1.3	Jun-2018	Jun-2020	1,161,919,620.36	279,451,735.77	411,889,216.51
187	Wuyi Peacock City 2.1	Jun-2018	Jun-2020	437,278,270.44	158,421,167.35	199,301,678.89
188	Kinzheng Peacock City	Jun-2018	Apr-2021	3,669,982,811.42	1,501,395,409.18	1,738,865,930.37
189	Kinzheng Peacock City Demonstration Zone	May-2018	Aug-2020	26,212,948.87	14,058,876.05	

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190	Wuyi Peacock City Demonstration Zone	Apr-2017	Aug-2017	43,907,153.61	39,192,214.25	
191	Wuyi Peacock City 1.3 (Xinsheng Peacock City)	Jun-2018	Jun-2020	1,161,919,620.30	91,390,341.76	
192	Jiashan 10 branch 2018 new Xiang peacock town Dayun town 50 mu project	Jun-2018	Jun-2020	856,842,550.85	457,070,465.43	540,742,465.52
193	He County Peacock City Phase II	Mar-2018	Dec-2019	1,936,328,259.68	826,336,729.45	894,138,516.65
194	Lai'an District 3 Phase 3 78.mu project	Aug-2018	Apr-2020	625,883,440.70	212,680,380.30	279,971,810.69
195	Lai'an 3 District 6 Phase 70 Acres	May-2018	Apr-2020	1,018,399,472.61	502,508,856.46	677,384,934.84
196	Lai'an 5 District, Phase 1 67.mu Yu Yue Impression Project	May-2018	May-2020	1,048,435,806.27	676,563,771.64	774,386,070.83
197	Lai'an District 3, Phase 5, 57 Mu et	Jun-2018	May-2020	748,741,730.37	437,107,389.98	453,973,121.59
198	Dongchuang Residence	Apr-2017	Apr-2019	2,231,100,000.00	857,744,742.81	1,224,321,468.87
199	Wen garden	Jan-2018	Dec-2018	2,734,965,000.00	1,646,437,541.78	1,764,816,152.33
200	The kalawan project in Indonesia.	Oct-2018	Dec 2018	6,642,732,646.00	866,574,588.93	868,470,206.89
201	Yingyuan project	Apr-2018	May-2018	1,735,000,000.00	506,512,231.44	648,236,218.53
202	Shunjingyuan Project	Dec-2017	Mar-2020	1,138,233,300.00	423,060,075.66	499,248,229.34
203	Wenchuang Park Phase 2	Mar-2017	Sep-2020	890,910,000.00	528,850,394.93	543,492,539.70
204	Zhengnan Peacock City 3.1	May-2018	Apr-2020	720,764,900.00	360,525,191.78	388,012,396.04
205	Gu'an District, a branch company, 2018 cattle carnal 4.2 high-rise project	Nov-2018	Mar-2021	411,210,000.00	42,323,203.22	101,264,295.00
206	Gu'an District One Branch 2017 Tianci 48 Mu Project	Aug-2018	Oct 2020	331,670,000.00	128,755,077.31	191,835,626.39
207	Xianghe Jingwei 85mu Project	Aug-2018	Jun-2021	3,351,159,100.18	1,256,725,295.84	1,329,512,248.83
208	Gaochun G17G28 project	Apr-2018	Apr 2020	1,580,528,284.90	890,574,454.17	1,009,453,160.63
209	Wen'an District Four Branch 2017 Peacock City 46 Mu Project	Oct-2018	Nov-2021	721,096,689.65	233,661,683.05	234,102,841.07
210	Zone 3, Phase 2, 27 mu project	Jan-2018	May-2019	268,952,062.57	34,810,741.47	35,906,129.96
211	Yaxinyuan Residential Community Project	Oct 2018	Sep-2021	575,801,861.35	255,619,936.40	292,358,514.34
212	Yayunyuan Residential Community Project	Nov-2018	Sep-2021	1,101,097,277.74	508,540,787.88	560,926,526.66

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213	Chenaiyuan Residential Community Project	Oct-2018	May-2021	599,738,086.00	313,805,131.47	352,553,686.21
214	Zhu'u Peacock City	Aug-2018	Aug-2020	589,291,334.48	42,562,817.04	136,306,564.71
215	Badaling British Palace 5	Sep-2018	Sep-2020	2,739,273,223.80	348,910,811.05	340,423,474.71
216	Badaling British Palace 2.6	Sep-2017	Aug-2019	855,139,154.44	305,803,589.69	237,449,506.46
217	New Badaling Peacock Tower Center Project	May-2018	May-2020	931,955,122.80	86,014,739.63	192,707,622.22
218	Huaitai District Eight Branch Company 2017 Software Park Supporting Apartment SO Mu Project	May-2018	Dec-2019	944,675,349.72	312,337,826.24	245,107,420.70
219	Badaling Multicolored Sky Street Phase I Project	Aug-2018	Sep-2020	748,224,330.35	15,846,672.72	331,808,293.89
220	Dachang Chaobaihe Peacock City 18.2 (Former 54 acres)	Jan-2019	Jul 2021	534,991,758.68	188,527,617.86	206,419,493.70
221	Zhang Yusheng Real Estate Development Co., Ltd. Nanyang Yuefu Project	Jun 2018	Jun 2020	1,791,541,201.20	981,014,247.50	1,090,883,803.20
222	Jiashan Peacock City 9.1	Dec 2018	Dec-2020	793,422,757.35	389,544,350.58	443,029,193.95
223	The Peacock City 3.1 in the Nanyun area (139 acres)	Feb-2019	Oct-2021	2,041,249,877.80	893,564,359.34	943,290,978.34
224	Nanyun Peacock City 3.0	Aug-2019	May-2022	1,118,420,000.00	428,019,871.55	253,768,032.69
225	Shuanglu Phase II	Jul-2018	Mar-2021	2,113,793,961.72	690,961,532.32	895,179,529.10
226	Wuyi Peacock City 2.2	Aug-2018	Dec-2021	781,468,336.31	245,190,558.53	256,795,459.69
227	Jiangning G70 Plot	Jun 2018	Dec 2019	2,406,600,653.00	1,767,009,900.14	1,815,245,834.17
228	Deqing 2.0	Mar-2019	Aug-2021	695,613,118.42	1,176,461.17	1,155,808.83
229	Pujiang Peacock City 1.0 (66 acres)	Feb-2019	Jul 2019	371,220,000.00	142,027,810.59	166,747,987.17
230	Haidian District Four Branch 2018 Haidian Peacock City 1.2 Phase 67 acres project	Sep 2018	Aug-2021	671,558,569.17	273,216,013.39	300,534,692.61
231	Changli Industrial Town Project	Apr-2017	Apr-2020	298,456,600.00	2,527,132.75	2,506,358.76
232	Jiashan Economic Development Upwood Peacock City 1.0	Aug-2019	Nov-2021	1,169,720,202.18		586,287,715.68
233	Jiashan Peacock City 9.2	Jan-2019	Jul 2021	1,992,214,705.24		1,037,669,067.29
234	Jiang Yan Fu Phase V	Apr-2015	Apr-2021	334,366,839.38		88,284,294.00
235	Wenjin 3.1	Dec-2018	Apr 2021	1,142,155,706.60		415,683,974.60

S/N	Project name	Construction start date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
236	Guodian Peacock City 1.0	Aug-2015	Nov-2021	1,797,160,566.34		615,706,700.29
237	72 acres of Leiden Town in Daqing District in 2018	May-2019	Dec-2020	767,325,692.26		286,615,608.80
238	Peacock City 1.1 (126 acres) in Changli	Mar-2019	Nov-2021	741,368,905.88		101,291,108.54
239	Gu'an Aerospace Zhenbang 198 acres	Oct-2019	Dec-2021	1,867,485,451.70		1,844,000,000.00
240	93 acres of Wanlilang business outside Gu'an area	Mar-2019	Dec-2021	725,210,000.00		19,341,392.88
241	Yongqing 2017 Tanglin Yufu 210 acres	Jun-2019	May-2022	3,270,390,871.59		719,616,694.81
242	Bazhou Championship Park 102 acres	Mar-2019	Sep-2021	1,679,176,739.32		598,887,787.67
243	Shucheng Project Demonstration Zone	Jan-2017	Jun-2017	74,580,000.00		45,112,598.04
244	Shucheng 3.3 Project	Oct-2018	May-2021	361,082,889.80		109,173,386.51
245	Shucheng 3.7 project	Oct-2018	Aug-2021	988,041,951.86		283,962,508.16
246	Shucheng Peacock City 3.6	Apr-2019	Sep-2021	781,066,690.12		196,802,362.41
247	Changfeng Regional Demonstration Zone	Mar-2019	Jul-2019	14,316,500.00		3,301,892.52
248	Changfeng Peacock City 1.0	Mar-2019	Jun-2021	859,183,363.43		127,229,728.90
249	Changfeng Peacock City 1.1	Mar-2019	Jun-2021	675,061,298.48		105,727,790.66
250	Narrow slope 27 acres	Jul-2019	Mar-2022	489,020,000.00		151,397,666.62
251	Twelve Branches Cambridge County 6 Phase 106 Mu Project	May-2019	May-2020	785,630,000.00		240,669,513.28
252	Lishui Regional Talent Apartment (Phase I)	Dec-2016	Jan-2019	174,960,796.55		108,827,635.88
253	Xianghe Regional Robot System Integration Industrial Park	Dec-2017	May-2019	252,470,679.96		196,960,598.40
254	Huailai Land Reserve				1,878,925,223.04	379,939,617.11
255	Zhuozhou Land Reserve				1,880,351,931.00	1,868,135,605.87
256	Gu'an Land Reserve				7,118,756,272.92	5,944,492,286.09
257	Changli Land Reserve				549,909,845.92	861,971,624.11
258	Dacheng Land Reserve				1,299,057,709.98	1,734,551,041.45
259	Langfang Land Reserve				2,673,865,087.10	3,265,939,691.17

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
260	Yongqing Land Reserve				4,466,204,988.79	2,970,590,050.79
261	Xianghe Land Reserve				2,607,249,551.52	2,499,559,456.43
262	Bazhou Land Reserve				5,538,713,572.47	4,368,079,367.98
263	Wen'an Land Reserve				508,158,211.16	503,989,001.00
264	Wenjin land reserves					202,750,450.00
265	Xiaogan land reserve					150,280,000.00
266	Double willow land reserve					287,178,000.00
267	Sujiatun Land Reserve					40,000,000.00
268	Puyang Land Reserve					172,175,912.41
269	Gaochun land reserve				333,474,760.89	330,738,750.08
270	Shucheng Land Reserve					472,681,420.00
271	Nanjing Development Zone Land Reserve					158,088,879.49
272	Others				928,144,461.95	3,743,726,740.30
	Total				135,200,979,469.12	148,519,791,029.79

(4) Breakdown of completed development products

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
1	Langfang Fifth Avenue	Dec-2007	20,167,050.50			20,167,050.50
1	Happy City Langyuan	Dec-2013	34,626,231.77			34,626,231.77
3	Happy City Garden	Dec-2013	34,346,794.40			34,346,794.40
4	Peacock Danfeng Garden	Nov-2016	91,707,756.91		19,951,551.54	71,756,205.37
5	Peacock Mansion	Dec-2015	34,827,165.64			34,827,165.64
6	Langfang Peacock City - Park Sea 1 3	Dec-2015	157,679,357.80			157,679,357.80

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
7	Wuqing Fenghe Peacock City Phase I	Jul-2015	31,351,018.68			31,351,018.68
8	Nursery project	Jun-2016	39,415,762.01			39,415,762.01
9	University project integration	Nov-2015	96,843,413.43			96,843,413.43
10	Park Sea 1.4 Yuexiu Garden	Sep-2016	114,777,502.06		27,144,992.73	87,632,509.33
11	Anghua Haiyuan	Dec-2016	24,040,333.77		24,040,333.77	
12	Fenghe Peacock City 2.1	Dec-2016	31,024,681.00			31,024,681.00
13	Peacock City 8 2	Dec-2017	3,679,669.62			3,679,669.62
14	Cambridgeshire 2, 3	Sep-2015	31,756,838.96			31,756,838.96
15	Yongding River Peacock City Phases 1 to 5	May-2009	100,781,046.88			100,781,046.88
16	Chaobai River Peacock City Phases I to IV	Jun-2010	55,350,541.60			55,350,541.60
17	Badaling Peacock City Phase I	Jul-2012	31,312,569.32			31,312,569.32
18	Grand Canal Peacock City Phase I and I	Jun-2012	20,127,269.13			20,127,269.13
19	Champagne garden	Jul-2004	15,030,538.88			15,030,538.88
20	Gu'an City of David Phase I (Gu'an Peacock David City Phase I)	Jul-2012	32,268,219.89			32,268,219.89
21	Ninth Park Lanting	Jun-2012	22,587,662.76			22,587,662.76
22	Happy City Run Garden	Dec-2012	24,850,645.32			24,850,645.32
23	Huaxia Platinum Palace	Dec-2012	39,286,815.53			39,286,815.53
24	Chaobai River Peacock City Phase II	May-2013	5,123,473.73			5,123,473.73
25	Chaobai River Peacock City Phase IV	May-2013	4,120,693.92			4,120,693.92
26	Gu'an David City Phase II (Gu'an Peacock David City Phase II)	Apr-2013	14,317,075.50			14,317,075.50
27	Grand Canal Peacock City Phase III	May-2012	7,057,719.83			7,057,719.83
28	Langfang Eight Street	Mar-2008	4,563,472.24			4,563,472.24
29	Huaxia Classic	Jun-2009	3,510,887.43			3,510,887.43
30	Langfang nickname	Jan-2011	26,061,398.65			26,061,398.65

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
31	Six Main Street	Dec-2009	21,440,823.48			21,440,823.48
32	Seven Main Street	Dec-2008	31,719,429.32			31,719,429.32
33	Shengfang Central Square	Mar-2007	52,381,077.29			52,381,077.29
34	Chaobai River David City Phase 1	Aug-2013	5,200,567.15			5,200,567.15
35	Gu'an David City Phases 2 to 4	Apr-2013	63,350,203.05			63,350,203.05
36	Yongding River Peacock City Phase 7	Jun-2013	46,342,487.50			46,342,487.50
37	Badaling Peacock City Phase II (2.1)	Apr-2018	9,880,004.94			9,880,004.94
38	Peacock Lake 1 2	Jun-2014	3,636,976.41			3,636,976.41
39	Chaobai River David City Phase 2	Apr-2014	28,277,413.86			28,277,413.86
40	Gu'an Peacock British Palace 1 2	Oct-2013	41,029,821.62			41,029,821.62
41	Yongding River Peacock City R.1	Oct-2014	1,046,088.83			1,046,088.83
42	Gu'an Peacock David City Phase 5	May-2014	20,940,129.36			20,940,129.36
43	Yongding River Peacock City Phase 7 (7.2)	Jun-2014	32,404,860.09			32,404,860.09
44	Chaobai River Peacock City Phase 6 (6.1)	Jul-2014	2,950,809.99			2,950,809.99
45	Chaobai River Peacock City Phase 6 (6.2)	Jul-2014	14,345,090.82			14,345,090.82
46	Shaofu Community Project	Nov-2014	20,973,065.85			20,973,065.85
47	Chaobai River David City Phase 3	Sep-2014	19,543,011.21			19,543,011.21
48	Chaobai River Peacock City Phase 7 (7.1)	Aug-2014	23,222,662.21			23,222,662.21
49	Chaobai River Peacock City Phase 7 (7.2)	Oct-2014	21,973,409.14			21,973,409.14
50	Chaobai River Peacock Manor Phase I	Sep-2014	23,145,952.09			23,145,952.09
51	Grand Canal Peacock City Phase 5	Dec-2014	45,941,387.46			45,941,387.46
52	Niu Tuo Hot Spring Peacock City Phase I	Dec-2014	9,017,897.44			9,017,897.44
53	Guanchuang Village Resettlement	Dec-2014	635,850,774.14			635,850,774.14
54	Gu'an Happiness Plaza (Beijian Commercial Complex)	Dec-2014	29,497,414.10			29,497,414.10

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
55	Gu'an Peacock David City (GAJY) Phase VI	Sep-2014	10,916,260.72			10,916,260.72
56	Yongding River Peacock British Palace 1.7 Block	Dec-2014	17,636,329.81			17,636,329.81
57	Yongding River Peacock British Palace 1.8	Dec-2014	10,517,342.97			10,517,342.97
58	Badaling Peacock City Phase (2 2)	Sep-2014	8,643,082.32			8,643,082.32
59	Yongding River Peacock City Cambridgeshire Phase 1	Dec-2014	108,359,680.18			108,359,680.18
60	Gu'an Development Project (GAHX) Phase II (1.41.6)	Jan-2015	29,333,332.02			29,333,332.02
61	Peacock Manor Phase II	Jun-2015	46,879,311.67			46,879,311.67
62	Happy City Xinyuan	Jan-2015	128,800,961.50			128,800,961.50
63	Badaling Peacock City Phase II (2 3)	May-2015	20,853,046.44			20,853,046.44
64	Wuxi Peacock City Phase 1	Dec-2015	112,700,103.92			112,700,103.92
65	Zhenjiang Peacock City British Palace	Sep-2015	9,653,442.98			9,653,442.98
66	The first phase of the Grand Canal Peacock City	Dec-2015	61,050,560.98			61,050,560.98
67	Chaobai River British Palace Phase VI	Sep-2015	31,588,153.22			31,588,153.22
68	Chaobai River Peacock City Phase 8	Sep-2015	77,036,112.46			77,036,112.46
69	Gu'an Talent Home	Sep-2015	668,270.78			668,270.78
70	New Peacock City Project Synthesis	Apr-2015	142,379,101.85	5,317,434.03		147,696,535.88
71	British Palace 1.9	Jul-2015	42,055,899.00			42,055,899.00
72	Yiu Tuo Spa Peacock City 3.1	Jul-2015	15,866,517.98			15,866,517.98
73	Yiu Tuo Spa Peacock City 5.1	Jul-2015	1,119,231.94			1,119,231.94
74	North Wall Resettlement Project	Dec-2015	5,978,634.18			5,978,634.18
75	Peacock Lake 1.4	Nov-2015	127,788,834.68			127,788,834.68
76	Yongding River Peacock City Phase 6 (Gu'an Peacock City Phase 6)	Jul-2015	29,558,581.45			29,558,581.45
77	Badaling Peacock City Phase III (3.1)	Jul-2015	15,049,301.67	2,694,309.84		17,743,611.51

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
78	Sujiatun Project	Jul-2015	229,972,771.66		2,922,852.15	226,849,919.51
79	Chaobai River Peacock City 7.3	Jun-2016	8,103,334.84			8,103,334.84
80	Chaobai River British Palace 4.2	Jun-2016	44,408,745.32			44,408,745.32
81	Niu Tuo Spa Peacock City 4.1	May-2016	1,362,354.01			1,362,354.01
82	Peacock City 6.3 Tingtao Court	May-2016	2,206,446.13			2,206,446.13
83	Dudaling Peacock City Phase 4	Jun-2015	7,888,168.16			7,888,168.16
84	Baihou Peacock City Phase 1	Dec-2016	5,557,734.79			5,557,734.79
85	British Palace 2.1.1	Dec-2016	4,543,920.13			4,543,920.13
86	Peacock City 7.3	Dec-2016	4,006,944.73			4,006,944.73
87	British Palace 2.1.2	Nov-2016	1,623,103.16			1,623,103.16
88	Great Lakes 1.1+1.4	Dec-2016	31,914,878.83			31,914,878.83
89	Cambridgeshire 4	Dec-2016	2,493,277.14			2,493,277.14
90	Cambridgeshire 5	Oct-2016	60,698,973.54			60,698,973.54
91	Xin Licun resettlement	Sep-2016	559,953.22	559,953.22		1,119,906.44
92	Grand Canal Peacock City Phase VI	Dec-2016	91,332,314.99			91,332,314.99
93	Zhai Po 377 South District · Chaobai River Peacock City 10	Sep-2016	31,920,712.64			31,920,712.64
94	Chaobai River Peacock City 5.2 Peony Garden	Sep-2016	1,228,939.58			1,228,939.58
95	Shenyang Peacock City Cambridgeshire Phase 2	Jun-2016	6,736,771.98			6,736,771.98
96	Shenyang Peacock City_Cambridgeshire Phase 3	Aug-2016	13,191,428.92		885,232.86	12,306,196.06
97	Niu Tuo Spa Peacock City 7.2	Dec-2016	35,362,702.68			35,362,702.68
98	British Palace 1.1.1.3+1.5	Dec-2016	98,590,083.60			98,590,083.60
99	Hot Springs Peacock City 6.1	Dec-2016	35,576,446.84			35,576,446.84
100	Shenyang Peacock City_Cambridgeshire Phase 4	Jul-2017	34,822,028.78			34,822,028.78
101	Shenyang Peacock City Palace 1	Oct-2017	93,633,528.80	3,808,085.01	7,306,569.77	90,135,044.04

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
102	Wusi Peacock City Phase 2	May-2017	37,931,209.31			37,931,209.31
103	Baihou Peacock City Demonstration Zone Phase II	Dec-2017	97,366,239.47			97,366,239.47
104	Peacock City Park Sea 1.6	Nov-2017	10,557,117.39			10,557,117.39
105	Grand Canal, Peacock City, Broken Palace, Phase IV	Dec-2017	10,832,390.99			10,832,390.99
106	Niu Tuo Hot Spring Peacock City 6.4	Dec-2017	21,326,978.47			21,326,978.47
107	Cambridgeshire 6	May-2017	673,683.91			673,683.91
108	Peacock City Cambridgeshire 8	May-2017	25,937,916.19			25,937,916.19
109	Jiashan Yihe Home Resettlement Housing Project	Jun-2016	69,389,523.19		9,783,137.34	59,606,385.85
110	Jiashan Peacock City Phase I	Nov-2017	19,265,910.98			19,265,910.98
111	Jiashan Peacock City Lotus	Dec-2017	28,055,885.08	21,504,560.53	6,379,596.53	43,180,849.08
112	Chaobai River Peacock City 4.2	Oct-2012	6,008,325.35			6,008,325.35
113	Wo Tuo 240 (100 mu) · Chaobaihe Peacock City Yingyingyuan Third and Fourth Sections	Sep-2016	3,995,707.74			3,995,707.74
114	Chaobai River Peacock City Yaqin Garden (82 acres)	Dec-2016	2,307,340.82			2,307,340.82
115	Chaobai River Peacock City Yalong Garden (West Guan 85 acres)	Dec-2016	823,277.88			823,277.88
116	Yanjiao Peacock City British Palace Phase I (Summer Pad Hot Spring Project)	Sep-2017	7,354,668.46			7,354,668.46
117	Chaobai River Peacock City Haitong Park and Cuijing Garden	Nov-2017	8,164,776.87			8,164,776.87
118	Sunshine New City 300 acres	Oct-2017	231,495,457.96			231,495,457.96
119	88 acres of Tangshuang	Oct-2017	5,558,104.80			5,558,104.80
120	Badaling Peacock City 6.2	Oct-2017	1,047,915.29			1,047,915.29
121	Yuanyuan	Jun-2017	58,148,337.90		7,740,089.36	10,408,248.54
122	Hot Springs Xindu Peacock City 3.1 (demonstration area)	Jun-2018	40,424,905.96			40,424,905.96
123	Bazhou Hot Spring Xindu Peacock City Phase 2	Jun-2018	1,622,054.37			1,622,054.37
124	Bazhou Sifen 2016 emperor sea 80 acres	May-2018	3,822,599.43			3,822,599.43

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
125	Yongqing Peacock City Yayuan Phase I (130 acres)	May-2018	4,762,065.08			4,762,065.08
126	Peacock Mansion Phase II	May-2018	7,462,269.40			7,462,269.40
127	A34	May-2018	13,741,972.25		4,404,721.27	9,337,250.98
128	Baoding Aerospace 88th Hospital Phase 1	Mar-2018	878,354.37			878,354.37
129	Peacock City Phase 3 Cuiyuan Garden, Panlv Garden, and Qishu Garden	Jun-2018	153,809,969.94			153,809,969.94
130	Grand Canal Peacock City 7-1, Issue 7-1	Jun-2018	7,910,956.48			7,910,956.48
131	Xiqu Village Resettlement	May-2018	13,284,357.46			13,284,357.46
132	Niu Tuo Hot Spring Peacock City 6-3	May-2018	3,537,527.19			3,537,527.19
134	Peacock City Cambridgeshire 7	May-2018	26,018,079.51	284,561,197.52	155,996,900.30	154,582,376.75
135	Peacock City Cambridgeshire 9	Apr-2018	23,321,851.73			23,321,851.73
136	Foshan Peacock City Phase III	Jun-2018	27,546,431.46			27,546,431.46
137	Niu Tuo Hot Spring Peacock City 6-5	Aug-2018	112,248,041.32		106,709,434.51	5,471,606.81
138	Cambridgeshire 13	Oct-2018	196,133,038.35	414,454,543.48	498,406,019.13	112,182,142.70
139	Talent Home two-room prefroom	Sep-2018	31,708,504.43	16,894,790.00		48,603,294.43
140	Cambridgeshire 12	Oct-2018	173,604,961.92			173,604,961.92
141	Jing Qing Fang Apartment	Sep-2014	26,851,532.13			26,851,532.13
142	Changyue 130 Project	Oct-2018	12,588,942.63	1,586,892,023.90	1,506,776,578.15	92,704,388.38
143	300 square meters of Langfang No. 1 Middle School	Dec-2018		1,354,183,533.65	1,353,236,433.50	947,070.15
144	A6	Aug-2018	46,548,168.22			46,548,168.22
145	Park Seal 1.5	Oct-2017	6,825,188.95			6,825,188.95
146	Mansion 5#	Aug-2018	29,118,108.44		535,703.58	28,583,405.86
147	Jing Ying	Nov-2018	3,524,746.04			3,524,746.04
148	Yongqing Peacock City 2-2	Nov-2018	3,319,027.22		757,940.22	2,561,087.00

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
149	Yongqing Peacock City 2.1	Oct-2018	8,723,032.01			8,723,032.01
150	Yongqing 5 minutes 15 years Tangjin Royal House 431 acres	Dec-2018	3,815,769.50	1,418,911,735.73	1,361,919,332.74	60,808,172.49
151	LaCar Peacock City Phase II	Dec-2018	180,340,126.87		1,704,154.35	178,635,972.52
152	Grand Canal Peacock City 7.4	Dec-2018	878,306.20			878,306.20
153	Grand Canal Peacock City 7.2	Dec-2018	1,248,118,771.73	64,080,249.60	1,267,056,995.64	41,142,026.69
154	Grand Canal, Peacock City, British Palace, Phase V	Dec-2018	1,388,055,527.69	34,655,919.77	1,403,179,501.26	19,731,946.20
155	British Palace 3.3	Nov-2018	3,363,174.12		414,361.63	2,948,812.49
156	Peacock City Phase 4 and Phase 5 Supplement	Nov-2018	833,261.35			833,261.35
157	Badaling British Palace 2.3, 2.4	Aug-2018	1,408,393.42			1,408,393.42
158	Harbin Institute of Technology Research Incubation Center Project	Nov-2018	68,807,265.14	106,902,525.81	106,660,935.03	69,048,855.92
159	Shaofu New Residence Phase II	Sep-2017	7,333,170.49			7,333,170.49
160	Luzhuang 337-Dachang Peacock City Palace 1	Dec-2017	8,976,692.44			8,976,692.44
161	Yangezhuang A plot	Oct-2018	690,100.20		13,333.61	676,766.59
162	Tiangezhuang B plot (245 acres)	Apr-2018	17,515,111.41			17,515,111.41
163	Peacock County Phase I (New Residence in Tiangezhuang)	Nov-2019	38,750,737.15			38,750,737.15
164	Jiashan Peacock City Phase IV	Dec-2018	32,262,057.21		8,417,631.64	23,844,425.57
165	Jiashan Peacock City Phase V	Aug-2018	14,522,837.67		8,477,764.17	6,045,073.50
166	Jiashan Peacock City Phase VI	Nov-2018	36,278,974.34		18,930,743.76	17,348,230.58
167	Jiashan Peacock City Phase 7	Dec-2018		530,708,696.55	515,538,073.45	15,170,623.10
168	Jiashan Peacock City Phase 8	Dec-2018		795,520,095.93	774,431,631.57	21,088,467.36
169	Jiang Yin, Phase I	Apr-2019		117,048,764.61	110,581,356.24	6,467,408.37
170	Shenyang Peacock City Palace 3	May-2019		245,043,565.91	240,910,189.43	4,133,376.48
171	Cambridgeshire 10	May-2019		430,754,198.86	326,738,172.96	104,016,025.90

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
172	Bovine Camel Spa Peacock City 6.6	Jun-2019		256,808,759.85	256,808,759.85	
173	Cambridgeshire 11	Jun-2019		801,531,074.46	714,151,107.57	87,379,966.89
174	Bovine Camel Spa Peacock City 7.3	May-2019		358,062,331.16	191,501,200.29	166,561,130.87
175	Peacock City British Palace 2.6	May-2018		752,571,600.74	746,854,233.93	5,717,366.81
176	Peacock City British Palace 2.6 model demonstration	May-2018		3,198,082.17	3,198,082.17	
177	British Palace 2.7	Oct-2016		321,652,786.31	317,034,957.02	4,620,828.69
178	Great Lakes 1.3	Jun-2019		648,184,281.28	550,617,899.08	97,566,382.20
179	Golf	Apr-2019		580,865,492.02	564,712,707.18	16,152,784.84
180	Dacheng Xindu Project	Jun-2019		399,630,235.54	341,450,472.55	58,179,762.99
181	Lai'an Peacock City Phase 3 63-mu Project	Apr-2019		577,161,572.04	559,516,925.71	17,644,646.33
182	Badaling Peacock City British Palace 7.5	Apr-2019		121,316,972.94	119,948,287.15	1,368,685.79
183	Others		59,650,971.10	521,886,314.98	533,265,086.69	48,272,199.43
	Total		8,857,586,055.20	12,776,070,660.44	14,686,055,093.98	6,947,601,621.66

(5) Impairment provision of inventories

Item	Beginning balance	Current Increase		Current decrease		Ending balance
		Allotment	Others	Reversal or write-off	Others	
Development cost	1,158,794,605.14	16,894,790.00		18,077,750.46		1,157,611,644.68
Completion development cost	53,536,464.81	3,808,085.01		20,702,875.01		36,641,674.81
Total	**1,212,331,069.95**	**20,702,875.01**		**38,780,625.47**		**1,194,253,319.49**

The ending balance of the inventory includes the capitalization amount of the borrowing costs of RMB 19,032,235,420.81.

(6)As of 30 June, 2019, in the said inventories, the value of those mortgaged for long-term and short-term borrowings and non-current liabilities maturing within one year is RMB34,077,768,064.13.

6. Non-current Assets Maturing within One Year

Item	Ending balance	Beginning balance
Dacheng Innovation Capital No.19 Special Asset Management Plan phase 6(Note1)	1,540,714,903.00	1,540,714,903.00
Ping An Huitong Pingzhi Zhifu Customized No. 146 Phase I Special Asset Management Plan (Note 2)	1,910,000,000.00	
Ping An Huitong Pingzhi Zhifu Custom No. 146 Phase II Special Asset Management Plan (Note 3)	834,900,000.00	474,900,000.00
Dacheng Innovation Capital Jingxin No. 19 Special Asset Management Plan (Note 4)	550,673,888.73	
Entrusted the Agricultural Bank of China to entrust the loan of Shanghai Hongshida Real Estate Development Co., Ltd. (Note 5)	429,000,000.00	
Entrusted the Agricultural Bank of China to entrust the loan of Shanghai Hongshida Real Estate Development Co., Ltd. (Note 6)	230,000,000.00	
Entrusted the Agricultural Bank of China to entrust the loan of Shanghai Hongshida Real Estate Development Co., Ltd. (Note 7)	215,000,000.00	
Total	**5,710,288,791.73**	**2,015,614,903.00**

Note 1: The company, Dacheng Innovation Capital and Industrial Bank Co Ltd Changchun Branch signed contract regarding to Dacheng Innovation Capital No.19 Special Assets Management. In September 2016, the company purchases No.19 speical assets management product phase 6 with its own funds RMB 1,540mn. The contract will be completed in September 2018. In the current period, the company signed a supplementary agreement with Dacheng Innovation Capital Management Co., Ltd., extending contract for one year.

Note 2: In April 2019, the company signed the "Asset Transfer Agreement for Asset Management Plan" with Shenzhen Ping'an Decheng Investment Co., Ltd., and the company subscribed for the

first-phase special asset management of Ping An Huitong Pingzhi Fufu 146 with its own funds of 1.91 billion yuan Plan share.

Note 3: Ping An Bank Shenzhen Branch entrusted Ping An Trust Shenzhen Ping An Dahua Huitong Wealth Management Co., Ltd. on July 11, 2016 to establish Ping An Huitong Pingzhi Zhifu Custom No. 146 Phase II Specialized Asset Management Plan. The company subscribed for RMB 474.9 million with its own funds of RMB 474.9 million. The plan is estimated to be 36 months, expires in July 2019. n April 2019, the company signed a "Special Client Asset Management Plan Share Transfer Agreement" with Shenzhen Ping'an Decheng Investment Co., Ltd., and the company subscribed for the second phase of the special fund management plan of Ping An Huitong Pingfu Customs No. 140 with its own funds of 360 million yuan.

Note 4: In December 2016, the company subscribed for the seventh phase of Dacheng Innovation Capital Jingxin No. 19 Special Asset Management Plan with its own funds of RMB 550 million.

Note 5: The company signed an entrusted loan contract with China Agricultural Bank Co., Ltd. Shanghai Nanhui Sub-branch and Shanghai Hongshida Real Estate Development Co., Ltd. on April 27, 2017. The contract loan amount was 631 million yuan, and the loan period was 36 months. The annual interest rate is 12% and will expire in April 2020. As of the end of the period, the loan amount was 429 million yuan.

Note 6: The company signed an entrusted loan contract with Shanghai Agricultural Bank Co., Ltd. Shanghai Nanhui Sub-branch and Shanghai Hongshida Real Estate Development Co., Ltd. on January 17, 2017, with a loan amount of 230 million yuan, a loan term of 36 months, and an annual loan interest rate. 12%, due in January 2020.

Note 7: The company signed an entrusted loan contract with China Agricultural Bank Co., Ltd. Shanghai Nanhui Sub-branch and Shanghai Hongshida Real Estate Development Co., Ltd. on March 2, 2017, with a loan amount of 215 million yuan, a loan term of 36 months, and an annual loan interest rate. 12%, due in March 2020.

7. Other Current Assets

Item	Ending balance	Beginning balance
Prepaid tax	8,359,316,100.29	5,346,548,397.48
Input tax to be deducted	7,623,660,943.80	6,071,457,986.71
Entrusted loan provided to Nanjing Orient Datang Property Co., Ltd by entrusting Bank of Langfang (Note 1)	500,000,000.00	500,000,000.00
Entrusted loan provided to Sanhe City Yanjiao Airport Logistics Limited by entrusting Bank of Sanhe Mingyin Village (Note2)	290,000,000.00	290,000,000.00
Entrusted loan provided to Great Wall Heavy Machinery Manufacturing Co., Ltd. by entrusting Bank of China (Note 3)	286,900,000.00	286,900,000.00
Entrusted loan provided to Nanjing Orient Datang Property Co., Ltd. by entrusting Bank of Shanghai (Note 4)	200,000,000.00	200,000,000.00
Entrusted Shanghai Bank to loan to Nanjing Oriental Datang Real Estate Co., Ltd (Note 5)	200,000,000.00	200,000,000.00

Item	Ending balance	Beginning balance
Entrusted loan provided to Baishijingu Industry Co., Ltd by entrusting Bank of Sanhe Mingyin Village (Note6)	110,000,000.00	110,000,000.00
Entrusted loan provided to Nanjing Orient Datang Property Co., Ltd. by entrusting Bank of Shanghai Nanjing Branch(Note7)	100,000,000.00	100,000,000.00
Daye Trust • Huaxia Happy Investment No. 4 Passive Business Management Class Fund Trust Plan(Note8)	65,000,000.00	65,000,000.00
Total	**17,734,877,044.09**	**13,169,906,384.19**

Note 1: May 31, 2016, the Company signed the entrusted loan contract with Bank of Langfang Co., Ltd. Banking Department and Nanjing Orient Datang Property Co., Ltd. The loan term is 12 months and interest rate is 15% fixed annual rate. In 2017, the loan term was extended to 21 months. The contract will come due on 28th February 2018 Nanjing Oriental Datang Real Estate Co., Ltd. has provided sufficient self-owned real estate and its attachment mortgage guarantee, and there is no credit risk.

Note 2: on January 31, 2017, the company, Baishijingu Industry Co., Ltd and Bank of Sanhe Mingyin Village signed an entrust loan contract. The loan term is 12 months and interest rate is 12% fixed annual rate. Sanhe Yanjiao Airport Logistics Co., Ltd. has provided full land use right mortgage guarantee, and there is no credit risk

Note 3: on July 15, 2016, the Company signed the entrusted loan contract with Bank of China Co., Ltd. Langfang Yanjiao Development Zone Sub-branch and Great Wall Heavy Machinery Manufacturing Co., Ltd. The loan term is 12 months and interest rate is 8% fixed annual rate. The entrust loan contract is due, but Great Wall Heavy Machinery Manufacturing Co., Ltd provides Mortgage guarantee by the land-use right, no recoverability risk.

Note 4: on September 27, 2016, the Company signed the entrusted loan contract with Bank of Shanghai Co., Ltd. Nanjing Branch and Nanjing Orient Datang Property Co., Ltd. The loan term is 12 months and interest rate is 15% fixed annual rate. In 2017, the loan term was extended to 18 months. The contract will come due on 26th March 2018. Nanjing Oriental Datang Real Estate Co., Ltd. has provided full land use right mortgage guarantee, and there is no credit risk.

Note 5: On March 26, 2018, the company signed an entrusted loan contract with Nanjing Bank Co., Ltd. Nanjing Branch and Nanjing Oriental Datang Real Estate Co., Ltd. The maturity date was September 26, 2018, and the interest rate was a fixed annual interest rate of 15%. Nanjing Oriental Datang Real Estate Co., Ltd. has provided full land use right mortgage guarantee, and there is no credit risk.

Note 6: in January, 2017, the company, Baishijingu Industry Co., Ltd and Bank of Sanhe Mengyin Village signed an entrust loan contract. The loan term is 12 months and interest rate is 12% fixed annual rate. The parties signed a supplemental agreement in 2018, agreeing to change the loan term to January 2019. Baishi Jingu Enterprise Co., Ltd. has provided full land use right mortgage guarantee, and there is no credit risk.

Note 7: on November 30, 2017, the Company signed the entrusted loan contract with Bank of Shanghai Nanjing Branch Co., Ltd and Nanjing Orient Datang Property Co., Ltd. The loan term is 6 months and interest rate is 15% fixed annual rate. Nanjing Oriental Datang Real Estate Co., Ltd. has provided full land use right mortgage guarantee, and there is no credit risk.

Note 8: on September 28, 2017, the company and Daye Trust Co., Ltd signed a contract regarding to purchase Sub-trust share, with 650 million RMB

8. Long-term Equity Investments

(1) Long-term equity investments

Invested entity	Beginning balance	Increase or decrease for current year				
		Additional investment	Decreased investment	Investment profit/loss recognized under equity method	Adjustment to other comprehensive income	Other change in equity
I. Joint ventures						
Guyan Yiguang Science & Technology Co., Ltd.	63,076,166.53			-6,501,928.76		
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd	463,290,028.25			6,992,529.41		
Beijing Zhongcheng Huihuang Real Estate Development Co., Ltd.	1,811,952.73			-1,811,952.73		
CFLD Dongrun (Bazhou) Rail Transit Construction Management Co., Ltd.	50,000.00					
Shenzhen Partner OCT Industry Management Co., Ltd	9,283,871.17			-744,497.34		
Shenzhen Bay Double Creation Technology Service Co., Ltd	8,162,877.50			489,225.75		
Wuhan Yuchen Real Estate Development Co., Ltd	7,154,208.47			-245,374.07		
Subtotal	552,929,104.65			-1,824,997.24		
II. Associates						
Langfang City Kaichuang Jiutong Investment Co., Ltd	16,743,287.32			61,793.76		
Langfang Pangda Jilong Auto Sales Co., Ltd.	228,539,812.48			-1,687,935.51		
Shanghai HongjiNida Real Estate Development Co., Ltd	35,609,007.34			-2,748,529.00		
Hebei new model screening industry development Fund(LP)	3,006,765,165.71			1,445,790.89		
Nhon Trach Investment Joint Stock Company ("NIIC")	238,514,576.78			-2,994,736.45		
Shenzhen City Huayang Industry Development Co., Ltd	665,026.67			-772.74		
Dongguan Kuagu Technology Park Co., Ltd	1,611,324.48			154,621.46		
Shenzhen Huaanda Investment Co., Ltd	179,819.17			-144.55		
Shenzhen City ZiNoling Property Management Co., Ltd	35,258.98			-1,000.00		

Invested entity	Beginning balance	Increase or decrease for current year				
		Additional investment	Decreased investment	Investment profit/loss recognized under equity method	Adjustment to other comprehensive income	Other change in equity
Shenzhen City Lichuang Investment Development	1,154,594.85	1,040,000.00		-328.67		
Shenzhen Huaanqing Industry Co., Ltd	372,373.94			22,879.46		
Dongguang City Zhongcheng Property Management Co., Ltd	818,093.80			-73,435.27		
Dongguan City Denghui Industry Investment Co., Ltd	2,014,608.19			-129.67		
Dongguang City Qingbo Industry Investment Co., Ltd	219,431.80			-1,000.00		
Shenzhen Huaqingan Industrial Co., Ltd	543,450.13	140,000.00		-125.07		
Dongguan Ruisheng Property Management Co., Ltd	350,128.98			-1,341.80		
Dongguan Ding Xing Industrial Investment Co., Ltd	157,562.91			298.83		
Shenzhen Huawei Industrial Investment Co., Ltd8	462,638.94			-409.28		
Dongguan Huayuechuang Investment Development Co., Ltd	557,665.40			-1,040.69		
Dongguan Huamai Investment Development Co., Ltd	379,379.80	40,000.00		11,694.52		
Dongguan Weilan Property Management Co., Ltd	653,783.67			-182.51		
Dongguan Hulai Jo Industrial Investment Co., Ltd	168,748.85			-73.71		
Shenzhen Huaxing Property Management Co., Ltd	334,131.00			-1,000.00		
Shenzhen Huacheng Investment Development Co., Ltd	623,130.74			-130.67		
Dongguan Haorui Industrial Investment Co., Ltd	1,752,284.51	70,000.00		-95.74		
Dongguan Hongxin Industrial Park Operation Co., Ltd	304,332.85			-131.25		
Shenzhen Pengchuangxing Investment Development Co., Ltd	830,548.71			-379.85		
Baohou Yujingyuan Real Estate Development Co., Ltd	49,446,789.30	2,450,000.00		-693,991.24		
Nanjing Airport Exhibition Investment Management Co., Ltd	98,772,371.87			-4,338,901.38		
Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd	1,470.66	2,000,000.00		-248.03		
Dachang Hui Autonomous County Yujing Real Estate Development Co., Ltd	896.17			-304.43		

Invested entity	Beginning balance	Increase or decrease for current year				
		Additional investment	Decreased investment	Investment profit/loss recognised under equity method	Adjustment to other comprehensive income	Other change in equity
Jiaxing Rongguang Real Estate Development Co., Ltd	897,393.39			-383,766.25		
Jiaxing Yurong Real Estate Development Co., Ltd	646,375.06			-646,375.06		
Chengdu KunGn Industrial Park Development Co., Ltd		9,230,000.00				
Langfang Peacock Island Real Estate Development Co., Ltd		22,262,774.86				
Zhengzhou Yutai Real Estate Development Co., Ltd		7,000,000.00				
Guangzhou Huabang Industrial Park Operation Co., Ltd		600,000.00		-1,400.00		
Guangdong You Ai Fucu Technology Industrial Park Management Co., Ltd		400,000.00		-1,000.00		
Xinyu Jinggan Investment Center		20,000,000.00				
Huizhou Huigu Technology Industrial Park Operation Co., Ltd		300,000.00				
Subtotal	3,689,805,408.87	60,552,774.86		-11,882,496.88		
Total	4,242,734,513.62	60,552,774.86		-13,709,484.10		

(Continued)

Invested entity	Increase or decrease for current year			Ending balance	Ending balance of impairment provision
	Cash dividends or profit declared for distribution	Impairment provision made	Others		
I. Joint ventures					
Gu'an Yiguang Science & Technology Co., Ltd.				56,574,238.27	
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.				470,282,557.66	
Beijing Zhongcheng Huihuang Real Estate Development Co., Ltd.					
CFLD Dongrun (Baizhou) Rail Transit Construction Management Co., Ltd.				50,000.00	

Shenzhen Partner OCT Industry Management Co., Ltd	8,539,373.81
Shenzhen Bay Double Creation Technology Service Co., Ltd	8,652,103.25
Wuhan Yuchen Real Estate Development Co., Ltd	7,005,834.40
Subtotal	552,104,107.41
II. Associates	
Langfang City Kaichuang Jiutong Investment Co., Ltd.	16,805,021.08
Langfang Pangda Jilong Auto Sales Co., Ltd.	226,851,876.97
Shanghai Hongshida Real Estate Development Co., Ltd	32,860,473.34
Hebei new model screening industry development Fund(LP)	3,008,730,958.60
Nhon Trach Investment Joint Stock Company ("NIC")	235,519,840.33
Shenzhen City Huayang Industry Development Co., Ltd	664,253.93
Dongguan Huagu Technology Park Co., Ltd	1,765,945.94
Shenzhen Huaanda Investment Co., Ltd	179,674.62
Shenzhen City Zhiding Property Management Co., Ltd	34,258.58
Shenzhen City LiChuang Investment Development	2,194,266.18
Shenzhen Huaanqing Industry Co., Ltd	395,253.40
Dongguang City Zhongcheng Property Management Co., Ltd	744,658.03
Dongguan City Dinghai Industry Investment Co., Ltd	2,014,478.52
Dongguang City Dingbo Industry Investment Co., Ltd	218,401.80
Shenzhen Huaqingan Industrial Co., Ltd	683,325.06
Dongguan Huasheng Property Management Co., Ltd	328,787.68
Dongguan Ding Xing Industrial Investment Co., Ltd	157,264.10
Shenzhen Huawei Industrial Investment Co., Ltd	462,169.66
Dongguan Huayuechuang Investment Development Co., Ltd	556,624.21
Dongguan Huamai Investment Development Co., Ltd	431,074.32
Dongguan Weilan Property Management Co., Ltd	653,601.16
Dongguan Huizhou Industrial Investment Co., Ltd	168,725.14

Shenzhen Huaxing Property Management Co., Ltd	233,131.00
Shenzhen Huacheng Investment Development Co., Ltd	622,980.07
Dongguan Haorui Industrial Investment Co., Ltd	1,822,188.77
Dongguan Hongxin Industrial Park Operation Co., Ltd	104,201.60
Shenzhen Pengchuangxing Investment Development Co., Ltd	830,168.86
Bazhou Yujingxuan Real Estate Development Co., Ltd	51,202,798.06
Nanjing Airport Exhibition Investment Management Co., Ltd	94,433,470.69
Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd	2,001,222.63
Dachang Hui Autonomous County Yujing Real Estate Development Co., Ltd	591.74
Jiaxing Rongguang Real Estate Development Co., Ltd	513,627.14
Jiaxing Yurong Real Estate Development Co., Ltd	
Chengdu Kunlin Industrial Park Development Co., Ltd	9,250,000.00
Langfang Peacock Island Real Estate Development Co., Ltd	22,262,774.86
Zhangzhou Yutai Real Estate Development Co., Ltd	2,000,000.00
Guangzhou Huabang Industrial Park Operation Co., Ltd	598,600.00
Guangdong You Ai Huou Technology Industrial Park Management Co., Ltd	399,000.00
Xinyu Jinggan Investment Center	20,000,000.00
Huizhou Huagu Technology Industrial Park Operation Co., Ltd	300,000.00
Subtotal	**3,738,475,686.97**
Total	**4,289,579,794.38**

(2) Impairment provision for long-term equity investments

None.

9. Other non-current financial assets

Item	Ending balance	Beginning balance
Entrusted financial management (Note 1)	2,224,166,191.24	2,206,599,099.44
Beijing Jinyu General Aviation Co., Ltd. (Note2)	300,000,000.00	300,000,000.00
19 Wenjin A1-A6 sub-subscription (Note 3)	260,000,000.00	
Gu'an Industry Park New Urban PPP Project(Note 4)	200,000,000.00	200,000,000.00
TTCO Trust Corporation Ltd-Dachang Dinghong (Note 5)	185,000,000.00	185,000,000.00
CITIC Securities-Xingye Tiantou-Lian Yirong Supply Chain Asset Support Special Plan (Note 6)	184,000,000.00	129,000,000.00
Daye Trust - CFLD Investment Collective Fund Trust Plan (Note 7)	133,340,000.00	133,340,000.00
Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP) (Note 8)	101,008,045.19	101,008,045.19
CFLD Property Phase 1 Special Asset-backed Plan (Note 9)	100,000,000.00	100,000,000.00
Hebei Postdoctoral Venture Capital Investment Fund (Limited Partnership) (Note 10)	48,000,000.00	
Jing,inji Huaxia Jicai Dachang film industry Development Fund (LP) (Note 11)	42,000,000.00	42,000,000.00
Gu'an Industry Park New Urban PPP Project Heating Fee Assets Support (Note 12)	36,000,000.00	36,000,000.00
Oriental Huizhi-Xincheng No. 1 Special Asset Management Plan (Note 13)	30,000,000.00	30,000,000.00
Subscription Trust Fund Collection Plan (Note 14)	5,000,000.00	
China Credit Trust-Sub-Trust Benefits		91,777,778.00
1950 Capital China Fund (Note 15)	284,178,010.12	283,604,248.57
1950 Capital Fund 1 (Note 15)	183,324,589.88	182,959,347.05
Wuhan Baoyu Real Estate Co., Ltd.	43,490,000.00	43,490,000.00
Beijing Qiushi Agricultural Co., Ltd.	25,160,000.00	25,160,000.00
Tianya Community Network Technology Co., Ltd.	22,000,000.00	22,000,000.00
Beijing Xinghe Robot Automation Technology Co., Ltd.	20,000,000.00	20,000,000.00
Shanghai Ruilong Automotive Technology Co., Ltd.	20,000,000.00	20,000,000.00
Shanghai Jinlanluo Technology Information System Co., Ltd.	14,950,000.00	14,950,000.00
Yiyun Jiexue Technology (Beijing) Co., Ltd.	10,000,000.00	10,000,000.00
Shanghai Zhongchen Electronic Commerce Co., Ltd.	9,999,988.95	9,999,988.95
PTTrans	5,917,574.88	5,893,222.72
Langfang Fenghe Real Estate Development Co., Ltd.	5,560,000.00	5,560,000.00
Xi an Dianyun Biotechnology Co., Ltd.	5,000,000.00	5,000,000.00
Aoce Century (Beijing) Technology Co., Ltd.	2,580,000.00	2,580,000.00

Item	Ending balance	Beginning balance
Beijing Baihui Weikang Technology Co., Ltd.	1,764,755.63	1,764,755.63
Handan Hanya Real Estate Development Co., Ltd.	1,000,000.00	1,000,000.00
Shanghai Yinglian Trading Co., Ltd.	200,000.00	200,000.00
Shanghai Yin Yue Marketing Planning Co., Ltd.	105,000.00	105,000.00
AlumSutera	6,874.70	6,935.70
Chinese Football Association Super League Co., Ltd.	80,000.00	80,000.00
Total	**4,503,831,030.59**	**4,209,078,416.25**

Note 1: The company's subsidiary, Global Industry Investment Co., Ltd. invested 313 million USD and entrusted Wingskengo Limited to manage fixed-income products, including but not limited to USD bonds, USD notes, bank wealth management, etc., expected return rate 7- 10%, the product term is no more than 3 years. Wingskengo Limited is a limited company registered in Hong Kong, China. Its main business is financial investment, including bonds and stocks. Its core team members have many years of investment experience in the international capital market.

Note 2: In December 2018, the company signed a cooperation agreement with Beijing Jinyu General Aviation Co., Ltd. ["Jin Yu Aviation"], which will provide it with a loan of RMB 300 million yuan for a period of three years. The shareholders of Jinyu Airlines pledged the entire equity of Jinyu Airlines held by the company to the company. Jinyu Airlines mortgages/pledges the beneficial rights of the aircraft purchased by the borrowing funds and related fixed assets or in-transit orders to the company.

Note3: In March 2019, the company and Shenzhen Pingan Dahua Hutong Wealth Management Co., Ltd. signed the "Agreement on the Asset Support Securities Subscription for the PPP Project Asset Support Special Plan of the Xinjin District Xinjin District, Xinzhou District, Wuhan City". The company has its own funds of 2.6. 100 million yuan to subscribe for asset-backed securities.

Note 4: In December 2017, the company and China Merchants Securities Assets Management Co., Ltd signed a contract regarding to purchase RMB200,000,000 of CFLD Gu'an Industry Park New Model Urban PPP Heating fee supporting assets plan.

Note 5: In November 2017, the company and TTOC Trust Corporation Ltd signed a contract regarding to purchase RMB185,000,000 of Dacheng dinghong Asset plan.

Note 6: In 2018, the company and CITIC Securities Co., Ltd. signed the CITIC Securities-Xingye Construction Investment-Lian Yirong Supply Chain Asset Support Special Plan Asset-backed Securities Subscription Agreement. The company subscribed for asset-backed securities with its own funds of 184 million yuan.

Note 7: In September 2016, the Company signed the Sub-trust Contract with Daye Trust Co., Ltd. The Company invested its own funds of RMB133,340,000 to subscribe for the posterior units of the trust plan established by Daye Trust Co., Ltd. as the promoter.

Note 8: on November 30, 2016, CFLD (Beijing) Equity Investment Management Co., Ltd., Sanpu Weite Park Construction Development Co., Ltd., Langfang High-tech Innovation & Entrepreneurship Investment Co., Ltd. and Hebei Province Technology Investment Center (all of which are the indirect controlled subsidiaries of the Company) signed the Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP) Partnership Agreement, pursuant to which CFLD (Beijing) Equity Investment Management Co., Ltd. will contribute RMB1mn, Sanpu Weite Park Construction Development Co., Ltd. will contribute RMB100mn, Langfang High-tech Innovation &

Entrepreneurship Investment Co., Ltd. will contribute RMB50,000,000 and Hebei Province Technology Investment Center will contribute RMB50mn to jointly set up Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP). According to this partnership agreement, all the parties jointly control the investment and operation of the partnership. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement.

Note 9. In June 2016, the Company signed the CLFD Property Phase 1 Special Asset-backed Plan with Shanghai Fucheng HFT Asset Management Co., Ltd. The Company invested its own funds of RMB100,000,000 to subscribe for 1,000,000 posterior units.

Note 10: In February 2019, the company indirectly controlled the subsidiary Sanpu Weite Park Construction Development Co., Ltd. and Hebei Province Fortune Industry Guided Equity Investment Fund Co., Ltd., Langfang City Financial Investment Fund Co., Ltd., Gu'an County Zhongrun Government Investment Fund The limited liability company and the knowledge-based joint venture management company (limited partnership) signed the "Hebei Postdoctoral Equity Investment Fund (Limited Partnership) Partnership Agreement". According to the agreement, Sanpu Weite Park Construction Development Co., Ltd. invested RMB 48 million in Hebei Province. Industry Guided Equity Investment Fund Co., Ltd. invested 10 million yuan, Langfang City Financial Investment Fund Co., Ltd. invested 10 million yuan, Gu'an County Zhongrun Government Investment Fund Co., Ltd. invested 30 million yuan, and knew the joint venture management company (limited partnership) The company invested 2 million yuan to jointly establish a limited partnership enterprise Hebei post-doctoral equity investment fund. According to the parties to the partnership agreement, the company controls the investment operation of the partnership enterprise. The company is accounted for according to the equity method.

Note 11: In 2016, The company's indirect wholly owned subsidiaries, CFLD Industry Investment Co., Ltd, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd and CFLD (Beijing) Equity Investment Management Co., Ltd signed the Jingjinji Huaxia Jicai Dachang Film Industry Fund(LP) Partnership Agreement with Hebei province Jicai Industry Equity Investment Fund Co., Ltd and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd. According to this partnership agreement, CFLD Industry Investment Co., Ltd will contribute RMB52mn, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd will contribute RMB24mn, CFLD (Beijing) Equity Investment Management Co., Ltd will contribute RMB4,000,000, Hebei province Jicai Industry Equity Investment Fund Co., Ltd will contribute RMB50mn and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd will contribute RMB70mn. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement. As of 31 December 2017, RMB 42,000,000 has already paid.

Note 12: In March 2017, the company and China Merchants Securities Assets Management Co., Ltd signed a contract regarding to purchase 360,000 of CFLD Gu'an Industry Park New Model Urban PPP Heating fee supporting assets plan.

Note 13: In April 2018, the company and Oriental Huizhi Asset Management Co., Ltd. signed the "Oriental Huizhi-Xincheng No. 1 Special Asset Management Plan Asset Management Contract", and the company subscribed for the asset management plan with its own capital of RMB 30,000,000.

Note 14: The company and the trust company signed a collective fund trust plan, the company subscribed for the trust plan with its own funds of 5 million yuan.

Note 15: The 195 Capital China Fund and the 1955 Capital Fund 1 are detailed in "IX Equity in other entities 5. Interests in structured entities not included in the consolidated financial statements".

10. Investment properties

(1) Investment properties measured at cost

Item	Houses and buildings	Total
I. Original book value	2,246,300,000.00	2,246,300,000.00
1. Beginning balance		
2. Additions for current year		
(1) Purchases		
(2)Inventory\Fixed assets\Transfer-in from construction in progress		
(3) Additions from enterprise mergers		
Less: (1) Disposal		
(2) Other transfer-outs		
(3) Changes in fair value		
III. Ending book value	2,246,300,000.00	2,246,300,000.00

As of June 30, 2019, the value of the above-mentioned investment real estate for long-term loans and non-current liabilities due within one year was 673,360,000.00 yuan.

(2) Information on the investment properties for which property right certificates have not been obtained

Item	Book value	Reason for not obtaining property right certificate
Gu'an E-commerce Industry Port 1.1	201,000,000.00	Formalities in process
Gu'an Satellite Navigation Industry Port 1.2	118,000,000.00	Formalities in process
Gu'an Environmental Protection Industry Port	138,000,000.00	Formalities in process
Dachang Inspection and Certification Industry Port	91,620,000.00	Formalities in process
Sujiatun Intelligent Equipment Industry Port 1.1	240,020,000.00	Formalities in process
Happiness harbor	178,460,000.00	Formalities in process
Happiness Square Project	97,530,000.00	Formalities in process
Cambridgeshire 3	61,190,000.00	Formalities in process
Cambridgeshire 4	82,290,000.00	Formalities in process
Total	1,208,110,000.00	

11. Fixed Assets and Accumulated Depreciation

Item	Ending balance	Beginning balance
Fixed Assets	5,174,850,924.42	5,073,292,167.41
Total	**5,174,850,924.42**	**5,073,292,167.41**

(1) Information on fixed assets

Item	Houses & buildings	Machinery equipment	Transport equipment	Electronic equipment and others	Total
I. Original book value					
1. Beginning balance	5,752,973,205.12	140,985,775.79	124,321,440.71	375,357,537.32	6,393,677,958.94
2. Additions for current year	431,424,423.26	73,675,347.90	20,094,575.60	117,046,607.58	642,240,954.34
(1) Purchases	26,674,040.66	2,390,645.77	9,826,407.12	8,731,150.22	47,622,243.97
(2) Transfers from construction in progress and investment properties	97,136,607.33			315,548.57	97,434,155.90
(3) Additions from enterprise mergers	307,613,775.27	71,284,702.13	10,268,168.28	107,999,908.79	497,184,554.47
3. Reduction for current year	375,211.60	10,380.00	1,366,230.00	1,941,672.69	3,693,494.29
(1) Disposal or retirement	375,211.60	10,380.00	1,366,230.00	1,941,672.69	3,693,494.29
4. Ending balance	6,184,022,416.78	214,650,743.69	143,049,786.31	490,502,472.21	7,032,225,418.99
II. Accumulated depreciation					
1. Beginning balance	886,221,129.70	96,668,658.24	76,143,551.07	261,352,452.52	1,320,385,791.53
2. Additions for current year	338,189,304.29	68,848,874.76	18,460,250.11	114,526,809.05	540,025,138.81
(1) Allotment	165,988,229.13	8,117,537.29	9,351,648.87	25,270,765.28	208,728,180.67
(2) Additions from enterprise mergers	172,201,075.06	60,731,337.47	9,108,601.24	89,256,044.17	331,296,958.14
3. Reduction for current year	42,711.35	12,525.52	1,256,235.00	1,725,463.90	3,036,935.77
(1) Disposal or retirement	42,711.35	12,525.52	1,256,235.00	1,725,463.90	3,036,935.77
4. Ending balance	1,224,368,222.64	165,505,007.48	93,347,466.18	374,153,797.27	1,857,374,494.57
III. Impairment provision					
1. Beginning balance					

Item	Houses & buildings	Machinery equipment	Transport equipment	Electronic equipment and others	Total
2. Additions for current year					
(1) Allotment					
3. Reduction for current year					
(1) Disposal or retirement					
4. Ending balance					
IV. Book value					
1. Ending book value	4,959,654,194.14	49,345,736.21	49,702,320.11	116,348,673.94	5,174,850,924.42
2. Beginning book value	4,565,752,075.42	44,317,317.55	48,177,889.64	114,045,084.80	5,078,292,367.41

Note 1: As of June 30, 2019, the va ue of the above-mentioned fixed asse:s for long-term borrowings and non-current liabilities due within one year was 1,083,313,371.64 yuan.

(2) Fixed assets for which no property right certificates have been obtained

Item	Book value	Reason for not obtaining property right certificate
Huailai Exhibition Hall	31,467,029.59	Formalities in process
Standard factory	61,005,759.63	Formalities in process
Gu'an Aerospace (satellite navigation) industry port 1.2	332,646,376.38	Formalities in process
Gu'an New Material Industrial Park Phase 2.1	145,930,716.15	Formalities in process
Gu'an Tsinghua Pilot Industrial Park	115,178,250.10	Formalities in process
Jingdong Warehouse Phase I Treasury and Supporting Building	230,608,281.64	Formalities in process
Jingdong E-commerce Phase II	213,292,357.21	Formalities in process
Xianghe Exhibition Hall	153,685,048.34	Formalities in process
Yongqing Intelligent Manufacturing Equipment Industry Port 1.1	68,427,823.32	Formalities in process
Office building	37,940,315.06	Formalities in process
Binhai Commercial Street	7,892,928.11	Formalities in process
Club	8,231,882.28	Formalities in process
Total	**1,406,310,767.81**	

12. Construction in Progress

Item	Ending balance	Beginning balance
Construction in Progress	13,099,165,340.52	12,663,238,537.08
Total	**13,099,165,340.52**	**12,663,238,537.08**

(1) Information on construction in progress

Item	Ending balance			Beginning balance		
	Book balance	Impairment	Book value	Book balance	Impairment	Book value
Tanggu Port Port	111,789,117.96		111,789,117.96	65,982,534.15		65,982,534.15
Qianhang Venture Building	234,077,754.28		234,077,754.28	205,027,503.89		205,027,503.89
Tianjin Information Port Industrial Park				45,627,923.75		45,627,923.75
Gu'an Regional Electronic Information Industry Park	60,086,085.48		60,086,085.48	30,148,025.48		30,148,025.48
Binhai Pavilion	78,566,858.01		78,566,858.01	70,967,536.54		70,967,536.54
Binhai Planning Exhibition Hall Reconstruction Project	59,605,900.65		59,605,900.65	52,675,045.43		52,675,045.43
Binhai City Planning Museum	119,735,715.23		119,735,715.23	116,991,863.39		116,991,863.39

Item	Ending balance			Beginning balance		
	Book balance	Impairment	Book value	Book balance	Impairment	Book value
Shucheng Regional Precision Electronics Industry Park	187,612,342.99		187,612,342.99	187,612,342.99		187,612,342.99
Intelligent hardware industry park 1	52,061,394.01		52,061,394.01	45,944,452.41		45,944,452.41
International Urban Pavilion Project Construction Period	61,688,796.12		61,688,796.12	28,527,550.97		28,527,539.97
Beidahe Venture Park	57,564,834.06		57,564,834.06	53,863,758.38		53,863,758.38
Shuangliu New City Industrial Port Phase I	80,043,994.60		80,043,994.60	60,520,813.68		60,520,813.68
Jiuxing Hotel	571,736,677.07		571,736,677.07	600,506,150.86		600,506,150.86
Dacheng Painting and Calligraphy Institute Phase I	57,354,405.75		57,354,405.75	57,354,405.75		57,354,405.75
Dacheng Chenbai Comprehensive Service Center	71,595,278.58		71,595,278.58	71,595,278.38		71,595,278.38
Dacheng National Palace	703,171,079.80		703,171,079.80	703,223,604.80		703,223,604.80
Nature Courtyard Hotel Project	185,204,817.05		185,204,817.05	175,052,318.96		175,052,318.96
Dexian Aerospace (satellite navigation) industry park 1.2	68,130,586.69		68,130,586.69	61,911,717.51		61,911,717.51
Lu'an R&D pioneering area	160,658,469.25		160,658,469.25	137,580,455.95		137,580,455.95
Machinery Parts Industry Park 1.1	66,332,261.77		66,332,261.77	62,961,478.38		62,961,478.38
Dacheng Film and Television Creative Incubator Port Project	287,645,627.71		287,645,627.71	287,034,520.39		287,034,520.39
	50,517,058.76		50,517,058.76	9,083,272.15		9,083,272.15
Dacheng Intelligent Equipment Industrial Park Project	182,163,499.58		182,163,499.58	182,163,499.58		182,163,499.58
Dacheng TV Media Technology Port	137,965,290.68		137,965,290.68	134,889,132.25		135,889,132.25
Dacheng Film and Television Production Technology Port	127,241,837.49		127,241,837.49	126,457,032.57		126,457,032.57
Da'an Biomedical Accelerated Industrial Park	109,362,709.43		109,362,709.43	185,191,734.87		185,191,734.87
Anshan TV Variety Industrial Park Project	101,995,784.96		101,995,784.96	67,537,728.02		67,537,728.02
Taigu Biomedical Incubation Industry Park	310,658,062.41		310,658,062.41	317,858,962.41		317,858,962.41
Jinshan school	189,141,108.15		189,141,108.15	197,237,463.72		197,237,463.72
Da'an E-commerce Industry Port 1.2	193,483,643.84		193,483,643.84	196,153,027.29		196,153,027.29
Da'an Happiness Hospital	573,001,564.44		573,001,564.44	486,384,810.72		486,784,810.72
Longfeng Happy Farm (Caiying Phase II	117,048,068.47		117,048,068.47	112,034,785.76		112,034,785.76
Yijiegroup	329,900,859.80		329,900,859.80	306,938,286.01		306,834,286.01
Lao Zhongde Project	5,858,159,512.42		5,858,159,512.42	5,950,477,164.71		5,950,477,164.71
Others	1,462,371,374.95		1,462,371,374.95	1,237,860,086.68		1,737,860,086.68
Total	13,099,185,348.52		13,099,185,348.52	12,661,258,597.04		12,661,258,597.04

Note 1: As of June 30, 2019, the value of the non-current liabilities mortgaged for long-term borrowings and maturity within one year of the above-mentioned construction in progress was RMB 5,371,570,937.34.

(2) Changes of key construction projects (construction in progress):

Project Name	Budget amount	Source of funds	Percentage of project investment in the budget (%)	Project progress
Zaingkou Pilot Port	142,960,000.00	Self-raised	96.15	Under construction
Dacheng Venture Building	328,304,000.00	Self-raised	61.28	Under construction

Project Name	Budget amount	Source of funds	Percentage of project investment in the budget (%)	Project progress
Electronic Information Port Industrial Park	341,940,000.00	Self-raised	35.04	Under construction
Liu'an Regional Electronic Information Industry Park	117,260,000.00	Self-raised	51.84	Under construction
Baidou Pavilion	88,038,896.10	Self-raised	79.82	Under construction
Anshun Planning Exhibition Hall Reconstruction Project	61,480,000.00	Self-raised	86.85	Under construction
Anshun City Planning Museum	149,420,000.00	Self-raised	78.3	Under construction
Shucheng Regional Precision Electronics Industry Park	200,000,000.00	Self-raised	90.88	Under construction
Intelligent hardware industry park 1	184,898,100.00	Self-raised	38.6	Under construction
International Urban Pavilion Project Construction Period	150,900,000.00	Self-raised	40.88	Under construction
Beidaihe Venture Base	183,450,000.00	Self-raised	29.96	Under construction
Shuangdu New City Industrial Park Phase I	498,200,000.00	Self-raised	32.13	Under construction
Huaibei Hotel	604,484,925.00	Self-raised	99.34	Under construction
Dazhong Painting and Calligraphy Institute Phase I	170,850,000.00	Self-raised	33.57	Under construction
Dazhong Chaobai Comprehensive Service Center	187,310,000.00	Self-raised	62.79	Under construction
Dazhong Nagasai Palace	876,480,378.41	Self-raised	90.5	Under construction
Cow Cattel Boutique Hotel Project	343,013,205.19	Self-raised	46.3	Under construction
Gu'an Aerospace (satellite navigation) industry park 1.1	629,550,000.00	Self-raised	9.84	Under construction
LaiYan R&D demonstration area	440,010,000.00	Self-raised	31.27	Under construction
Machinery Parts Industry Park 1.1	160,000,000.00	Self-raised	62.96	Under construction
Dazhong Film and Television Creative Incubator Park Project	556,860,000.00	Self-raised	51.55	Under construction
Xianghe robot core parts industrial Park Project	252,470,879.95	Self-raised	20.01	Under construction
Dazhong Intelligent Equipment Industrial Park Project	263,000,000.00	Self-raised	69.26	Under construction
Dazhong AI Media Technology Park	389,980,000.00	Self-raised	47.27	Under construction
Dazhong Film and Television Production Technology Park	299,980,000.00	Self-raised	43.86	Under construction
Gu'an Biomedical Accelerated Industrial Park	732,990,000.00	Self-raised	75.37	Under construction
Jiaozhan TV Variety Industrial Park Project	540,317,200.00	Self-raised	12.5	Under construction
Tagu Biomedical Incubation Industry Park	400,000,000.00	Self-raised	79.46	Under construction
Jiashan school	254,052,612.58	Self-raised	77.64	Under construction
Gu'an E-commerce Industry Park 1.2	1,022,920,000.00	Self-raised	89.18	Under construction
Gu'an Happyland Hospital	923,186,705.71	Self-raised	52.67	Under construction
Tanghang Happy Farm (Driving Phase I)	191,902,563.36	Self-raised	54.18	Under construction
Yingkeqiyuan	3,337,313,000.00	Self-raised	5.89	Under construction
Liu Zhoupin Project	7,936,199,300.00	Self-raised	74.96	Under construction
Others	13,590,890,663.58	Self-raised	30.44	Under construction
Total	36,341,93[illegible].81			

Project Name	Beginning balance	Addition for current period		Reduction for current period		Ending balance	
		Amount	Including: capitalized interest amount	Transfer into fixed assets/investment properties/intangible assets	Other reductions	Balance	Including: amount of capitalized interest
Tangkou Pilot Park	65,982,584.17	45,806,603.21				111,789,187.36	
Dacheng Venture Building	205,027,503.69	39,045,250.59				244,072,754.28	
Electronic Information Port Industrial Park	85,657,523.75	11,491,683.58		97,149,207.33			
Lufan Regional Electronic Information Industry Park	50,148,025.48	29,938,060.00				80,086,085.48	
Baihou Pavilion	70,987,536.54	7,598,321.48				78,586,858.02	
Haishan Planning Exhibition Hall Reconstruction Project	52,675,045.43	6,930,856.22				59,605,901.65	
Jiashan City Planning Museum	116,991,663.19	2,244,072.10				119,235,735.29	
Shucheng Regional Precision Electronics Industry Port	187,612,342.99					187,612,342.99	
Intelligent hardware industry port 1	45,944,452.41	6,116,941.60				52,061,394.01	
International Urban Pavilion Project Construction Period	28,327,599.97	33,161,256.15				61,488,796.12	
Beidaihe Venture Base	53,863,758.58	3,701,075.68				57,564,834.06	
Shuangfeng City Industrial Port Phase I	60,520,813.68	19,523,180.92				80,043,994.60	
Huadai Hotel	800,606,250.86				38,768,473.76	571,756,673.09	
Dacheng Painting and Calligraphy Institute Phase 1	57,354,405.75					57,354,405.75	
Dacheng Chaobai Comprehensive Service Center	71,595,278.38					71,595,278.38	
Dacheng Nyanrui Palace	703,213,004.80	90,468,623.17		915,548.57		793,171,079.40	
Cow Camel Boutique Hotel Project	375,052,318.96				9,847,401.91	365,204,917.05	
Guian Aerospace (satellite navigation) industry port 1.1	61,832,717.51	6,297,489.18				68,130,206.69	
Lufan R&D demonstration area	157,580,455.95	277,599,013.90			354,513,000.00	180,666,468.85	
Machinery Parts Industry Port I-1	42,383,478.38	3,948,763.39				46,332,241.77	
Dacheng Film and Television Creative Incubator Port Project	287,034,520.53	611,907.32				287,645,427.71	
Xiangbo Robot Core Parts Industrial Park Project	9,083,272.15	41,433,786.61				50,517,058.76	
Dacheng Intelligent Equipment Industrial Park Project	182,163,499.58					182,163,499.58	

Project Name	Beginning balance	Addition for current period		Reduction for current period		Ending balance	
		Amount	Including: capitalized interest amount	Transfer into fixed assets/investment properties/intangible assets	Other reductions	Balance	Including: amount of capitalized interest
Qiaotang TV Movie Technology Park	155,589,312.25	1,014,178.93				156,603,491.18	
Qiaotang Film and Television Production Technology Park	126,457,297.57	784,804.93				127,242,102.50	
Qiaotang Science and Environmental Industrial Park	185,151,324.87				35,829,205.44	149,322,119.43	
Jiaotong Logistics Industrial Park Project	87,537,128.02	14,436,256.34				101,973,384.36	
Tiaqiao Biomedical Incubation Industry Park	117,858,862.43				7,200,900.00	110,657,962.43	
Aoxiang School	197,737,488.23				8,096,355.07	189,641,133.16	
Qiaotang E-commerce Industry Park 1-2	196,153,037.25				863,383.65	195,289,653.60	
Qiaotang Resources Hospital	486,284,930.77	86,716,643.72				573,001,574.49	
Longdang Happy Farm (Zaiying Phase I)	132,034,788.76	5,013,281.71				137,048,070.47	
Pingyuan	306,938,286.01	22,963,373.79				329,902,659.80	
Jinzhangjia Project	5,650,427,164.71				87,267,652.29	5,563,159,512.42	
Others	1,227,860,086.68	772,313,201.26			53,831,913.19	1,946,341,374.75	
Total	32,845,238,537.06	1,038,355,054.26		91,434,155.90	504,994,094.94	33,099,165,340.52	

13. Intangible Assets

(1) Information on Intangible Assets

Item	Land use right	Technical assets on footballers	Technical assets on footballers	Software	Total
I. Original book value					
1. Beginning balance	4,678,370,274.20	68,080.00	1,732,523,192.96	211,590,304.65	6,621,560,851.80
2. Additions for current year	1,518,129,474.26		28,866,836.71	8,945,935.58	1,555,942,246.57
(1) Purchases	41,700,271.44		28,866,836.71	8,945,935.58	79,513,043.73
(2) Transfer-in from inventory and construction in progress					
(3) Additions from enterprise mergers	1,160,181,601.19				1,160,181,601.19
(4) Transfer from inventory	316,247,601.65				316,247,601.65
3. Reduction for current year	8,822,747.10	460	579,063,404.91	656,100.00	588,542,712.01
(1) Disposal	8,822,747.10	460	579,063,404.91	656,100.00	588,542,712.01
4. Ending balance	6,187,677,001.38	67,620.00	1,182,326,624.75	219,880,140.23	7,589,960,386.36
II. Accumulated amortization					
1. Beginning balance	308,905,128.51	1,620.95	942,456,838.67	38,100,760.30	1,289,464,348.43
2. Additions for current year	86,015,077.86	4,810.00	136,608,949.42	8,363,635.56	230,992,492.84
(1) Allotment	75,296,320.07	4,810.00	136,608,949.42	8,363,635.56	220,273,735.65
(2) Additions from enterprise mergers	10,718,757.19				10,718,757.19
3. Reduction for current year	82,115.43	10.95	431,405,555.77	347,619.88	431,835,302.03
(1) Disposal	82,115.43	10.95	431,405,555.77	347,619.88	431,835,302.03
4. Ending balance	394,838,090.94	6,440.00	647,660,232.32	46,116,775.98	1,088,621,539.24
III. Impairment provision					
1. Beginning balance					
2. Additions for current year					
(1) Allotment					
3. Reduction for current year					
(1) Disposal					
4. Ending balance					
IV. Book value					
1. Ending book value	5,792,838,910.44	61,180.00	534,666,392.43	183,772,364.25	6,511,338,847.12
2. Beginning book value	4,369,465,145.69	66,459.05	790,066,354.28	183,498,544.35	5,343,096,503.37

Note 1: As of June 30, 2019, the value of the above intangible assets for long-term borrowings and non-current liabilities due within one year was 696,227,858.44 yuan.

14. Goodwill

(1) Original book value of goodwill

Name of invested entity or matter for goodwill formation	Beginning balance	Addition for current period	Reduction for current period	Ending balance
		Formed from	Disposal	

		enterprise merger	
Shenzhen Partner Real Estate Brokering Co., Ltd. (Note 1)	285,130,891.42		285,130,891.42
Dachang Hui Autonomous County Hongrun Commerce & Trade Co., Ltd. (Note 2)	336,245.00		336,245.00
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen) (Note 3)	216,509,387.20		216,509,387.20
Hebei CFLD Football Club Co., Ltd(Note 4)	39,640,414.09		39,640,414.09
Total	541,616,937.71		541,616,937.71

Note 1: the reason for goodwill formation is that in 2016, CFLD acquired Shenzhen Partner Real Estate Brokering Co., Ltd. (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed
Shenzhen Partner Real Estate Brokering Co., Ltd.	525,000,000.00	239,869,108.58	285,130,891.42

Note 2: the reason for goodwill formation is that in 2011, Langfang Jingyu acquired Dachang Hui Autonomous County Hongrun Commerce & Trade Co., Ltd. (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed
Dachang Hui Autonomous County Hongrun Commerce & Trade Co., Ltd.	10,000,000.00	9,663,755.00	336,245.00

Note 3: the reason for goodwill formation is that in 2017, CFLD acquired Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen) (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)	300,000,000.00	83,490,612.80	216,509,387.20

Note 4: the reason for goodwill formation is that in 2015, Langfang Jingyu acquired Hebei CFLD Football Club Co., Ltd. (formerly Hebei Zhongji Football Club Co., Ltd.) (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed

Hebei CFLD Football Club Co., Ltd.	27,599,051.73	12,041,362.36	39,640,414.09

(2) Impairment provision for goodwill

Name of invested entity or matter for goodwill formation	Beginning balance	Addition for current period	Reduction for current period	Ending balance
		Provision	Disposal	
Hebei CFLD Football Club Co., Ltd	39,640,414.09			39,640,414.09

In 2015, the company acquired Hebei CFLD Football Club Co., Ltd , with a goodwill of RMB 39,640,414.09. Due to the continued loss of Hebei CFLD Football Club Co., Ltd, it is expected that the future net cash flow of the relevant asset group will be less than the book value of the asset group. Provision for impairment is RMB 39,640,414.09

As of June 30, 2019, except Hebei CFLD Football Club Co , Ltd, goodwill is not impaired and no impairment provision needs to be made.

(3) Information about goodwill asset group or asset group combination

Goodwill asset group is determined by main cash inflow could separate from other asset or asset group. In the meanwhile, Considering the way in which the management of the company manages the production and operation activities and the decision-making methods for the continuous use or disposal of the assets, the asset group or asset group combination that can benefit from the synergy effect of the business combination, and then confirms goodwill asset group or asset portfolio.

15. Long-term Deferred Expenses

Item	Beginning balance	Addition for current period	Amortization for current period	Other reduction	Ending balance
Lease payments	1,930,003,701.81	116,312,388.87	123,162,021.41		1,923,154,069.27
Football player introduction expenses	423,135,726.17	13,516,893.74	127,319,998.99		309,332,620.92
Housing decoration	387,454,936.71	19,097,365.10	76,538,443.98		330,013,857.83
Housing rentals	20,174,127.70	20,961,842.00	7,756,039.64		33,380,930.06
Total	**2,760,768,492.39**	**169,888,489.71**	**334,776,504.02**		**2,595,881,478.08**

16. Deferred Income Tax Assets and Deferred Income Tax Liabilities

(1) Deferred income tax assets

Item	Ending balance		Beginning balance	
	Deferred income tax assets	Deductible temporary difference	Deferred income tax assets	Deductible temporary difference
Profit not realized for internal sales	2,186,654,237.68	546,663,559.42	2,088,643,007.44	522,160,751.86
Deductible loss	7,840,246,559.52	1,960,061,649.88	7,606,098,297.84	1,899,402,843.57
Bad debt provision	2,050,962,378.44	512,740,594.61	1,739,638,287.04	434,113,339.17

Impairment provision of inventories	465,212,242.78	116,303,060.70	483,289,993.24	120,822,498.31
Impairment provision of entrusted loan	172,000,000.00	43,000,000.00	172,000,000.00	43,000,000.00
Estimated liabilities (including accrued Land Appreciation Tax, etc.)	696,023,497.63	173,755,874.41	216,390,914.88	54,097,728.72
Advertising and publicity expenses carried forward to be deducted in subsequent years	630,448,571.08	157,612,142.77	630,448,571.08	157,612,142.77
Donation expenses carried forward and deducted in future years	36,403,498.48	9,100,874.62	36,403,498.48	9,100,874.62
Total	**14,076,950,985.61**	**3,519,237,746.41**	**12,972,907,570.00**	**3,240,310,179.02**

(2) Deferred income tax liabilities

Item	Ending balance		Beginning balance	
	Deferred income tax liabilities	Taxable temporary difference	Deferred income tax liabilities	Taxable temporary difference
Value added after appraisal at share reform	26,670,732.44	6,667,683.11	27,773,441.48	6,943,360.37
Changes in the fair value of investment properties	266,664,788.09	66,666,197.02	266,664,788.09	66,666,197.02
Total	**293,335,520.53**	**73,333,880.13**	**294,438,229.57**	**73,609,557.39**

(3) Details of deferred income tax assets not recognized

Item	Ending balance	Beginning balance
Deductible loss	7,544,139,156.79	6,933,172,350.35
Bad debt provision	344,698,505.14	329,862,016.94
Impairment provision of inventories	729,041,076.71	729,041,076.71
Impairment provision of available-for-sale financial assets	83,851,532.41	83,851,532.41
Total	**8,701,730,271.05**	**8,075,926,976.41**

(4) The deductible loss of deferred income tax assets not recognized will expire in the following years.

Year	Ending balance	Beginning balance	Remarks
2019		328,212.10	
2020	6,467,279.34	6,467,279.34	
2021	2,308,082,688.15	2,308,082,688.15	
2022	2,616,069,694.40	2,616,069,694.40	
2023	2,002,224,476.36	2,002,224,476.36	
2024	611,295,018.54		
Total	**7,544,139,156.79**	**6,933,172,350.35**	

17.Other non current assets

Item	Ending balance	Beginning balance
Prepaid land transfer fee	85,672,700.00	94,451,443.22
Prepaid asset purchases	1,533,364.50	3,540,215.34
Dacheng Innovation Capital Jingxin No. 19 Special Asset Management Plan		550,673,888.73
Entrusted the Agricultural Bank of China to entrust the loan of Shanghai Hongshida Real Estate Development Co., Ltd.		377,000,000.00
Entrusted the Agricultural Bank of China to entrust the loan of Shanghai Hongshida Real Estate Development Co., Ltd.		230,000,000.00
Entrusted the Agricultural Bank of China to entrust the loan of Shanghai Hongshida Real Estate Development Co., Ltd		215,000,000.00
Total	87,206,064.50	1,470,665,547.29

Note: At the end of the period, other non current assets decreased by 94.07% compared with the beginning of the period, mainly due to reclassification to other non current assets due within one year.

18. Short-term Borrowings

(1) Classification of short-term borrowings:

Type of borrowing	Ending balance	Beginning balance
Pledge borrowing	3,776,500,000.00	749,500,000.00
Mortgage borrowing	9,660,900,000.00	2,195,100,000.00
Guarantee borrowing	9,794,270,000.00	1,572,750,000.00
Credit borrowing	164,561,000.00	164,561,000.00
Total	**23,396,231,000.00**	**4,181,911,000.00**

Note: The short-term loans at the end of the period increased by 459.40% compared with the beginning of the year, mainly due to the increase in pledge loans, mortgage loans and guaranteed loans during the period.

19. Notes Payables

Item	Ending balance	Beginning balance
Commercial acceptance bill	9,982,930,564.32	9,128,556,012.41
Total	**9,982,930,564.32**	**9,128,556,012.41**

20. Accounts Payables

(1) Listing of accounts payable

Item	Ending balance	Beginning balance
Less than 1 year	25,391,914,023.38	25,118,252,240.74
1-2 years	3,809,791,817.13	4,890,595,719.95
2-3 years	1,815,333,517.97	2,719,598,600.69
More than 3 years	1,622,246,271.57	209,618,496.13

Item	Ending balance	Beginning balance
Total	**32,639,285,630.05**	**32,938,065,057.51**

(2) Most of the large-value accounts payable aged over one year are project payments and quality deposits. Key projects are listed below:

Item	Ending balance	Reason for non-repayment or transfer
Peacock City 8.2	440,592,106.30	Project payments not settled
Guanzhuang Village Resettlement	298,003,660.20	Project payments not settled
Cambridgeshire 12	286,122,778.30	Project payments not settled
Zhenjiang Peacock City British Palace	232,428,779.30	Project payments not settled
British Palace 2.1.2	189,479,778.19	Project payments not settled
Total	**1,446,627,102.29**	

21. Rental and sales deposits

(1) Listing of Rental and sales deposits

Item	Ending balance	Beginning balance
Less than 1 year	76,188,618,669.16	64,880,382,214.14
1-2 years	36,377,781,699.43	45,461,000,952.37
2-3 years	18,415,352,379.46	24,223,687,155.92
More than 3 years	9,302,996,379.78	2,946,758,425.37
Total	**140,284,749,127.83**	**137,511,828,747.80**

(2) Most of the large-value advance deposits aged over one year are the sales deposits of the payments for the houses not meeting the delivery conditions.

Item	Ending balance	Reasons for outstanding or carry-over
Real estate project under construction	61,072,504,164.92	Not meet the delivery conditions
Total	**61,072,504,164.92**	

(3) Presale of real estate projects

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
1	Yongding River Peacock City Phase 5-7	107,736,375.69	111,550,454.69	99.50%	May-2013
2	Gu'an David City Phase 1-5	48,542,624.83	52,383,697.81	100.00%	Aug-2012
3	Gu'an David City Phase 6 (Lanyuan Phase 2)	559,802.76	1,494,050.76	100.00%	May-2013
4	Gu'an Peacock British Palace Phase-3(1.1-1.3,1.5)	62,861,278.50	64,764,821.50	100.00%	Oct-2012
5	Gu'an Peacock British Palace Phase-3(1.4,1.6)	27,603,742.34	29,651,742.34	100.00%	Jun-2015
6	Gu'an Peacock British Palace Phase 2	3,216,674,417.16	3,596,022,518.16	100.00%	Nov-2014
7	Chaobai River Peacock City Phase 1	42,073,695.00	34,418,387.00	100.00%	May-2011
8	Chaobai River Peacock City Phase 2-4	76,089,801.00	76,108,459.00	100.00%	Jun-2012
9	Chaobai River Peacock City Phase 6	41,554,920.00	65,261,730.90	100.00%	Jul-2014
10	Chaobai River Peacock City Phase 7	39,012,221.00	71,578,606.00	99.94%	Aug-2014
11	Chaobai River Peacock City Phase 8	72,829,160.00	91,399,577.00	99.93%	Sep-2015
12	Chaobai River David City Phase 1 (Liyuan)	26,715,069.00	26,222,650.00	100.00%	Aug-2013
13	Chaobai River David City Phase 2(Yiyuan)	5,679,791.00	28,942,952.00	100.00%	May-2014
14	Chaobai River David City Phase 3(Shiyuan)	16,401,823.00	22,441,594.00	100.00%	Sep-2014
15	Baoding Peacock City Phase 1	13,208,210.00	13,208,210.00	99.93%	Jun-2012
16	Baoding Peacock City Phase 2	19,625,348.00	19,630,470.00	98.13%	Apr-2014
17	Baoding Peacock City Phase 3	11,160,354.00	10,726,706.00	99.07%	Jul-2015
18	Grand Canal Peacock City Phases 1-3	23,298,020.00	23,538,144.00	100.00%	Dec-2009
19	Grand Canal Peacock City Phase 4	82,544.00	1,415,436.00	100.00%	Oct-2013
20	Grand Canal Peacock City Phase 5	53,050,314.57	57,187,213.82	100.00%	Dec-2014
21	Gu'an Peacock Sea Phase 1	20,179,356.79	20,182,242.79	96.90%	Nov-2013
22	Jiaoqu New City Phase 1	23,414,837.00	23,760,689.00	99.90%	May-2014
23	Chaobai River Peacock Garden Phase 2	44,694,537.00	44,783,327.00	100.00%	Jun-2015

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
24	No.9 Garden Lanfeng	4,598,616.20	4,598,616.20	98.58%	Jun-2012
25	Huaxia Platinum Palace	25,834,193.00	28,479,787.00	99.17%	Dec-2012
26	Happiness City	160,794,954.25	276,231,511.68	99.96%	Dec-2012
27	Gu'an West Peacock City Cambridgeshire Phase 1	126,630,076.00	128,450,076.00	100.00%	Jun-2015
28	Niutuo Hot Spring Peacock City Phase-1	13,771,092.00	13,072,108.00	99.90%	Jul-2015
29	Peacock Qianfeng Garden	36,961,535.15	10,472,746.63	99.96%	Nov-2014
30	Gu'an Happiness Plaza	512,121.76	1,457,450.00	100.00%	Dec-2014
31	Wuqing Fenghe Peacock City Phase-II	5,466,600.00	6,772,316.00	100.00%	Sep-2015
32	Park Peacock Sea Phase 1 3	93,199,540.99	218,741,449.70	95.73%	Sep-2015
33	Peacock Villa	19,796,462.00	20,186,462.00	99.84%	Oct-2015
34	Shenyang Peacock City Phase 1.1, Phase 1.2	15,964,144.00	19,101,906.00	100.00%	Jul-2015
35	Zhanjiang Peacock City British Palace Phase 1	5,432,019.01	7,023,532.01	99.58%	Sep-2015
36	Chaoba River Peacock City Phase 5	19,042,056.00	20,388,047.00	100.00%	Oct-2015
37	Peacock Lake Yihu Garden	12,880,242.00	12,947,539.00	100.00%	Nov-2015
38	Baoding Peacock City Phase 6	3,366,552.00	591,917.00	98.83%	Jun-2016
39	British Palace Phase 2.1 1 1.9	22,200,232.31	35 320,370.31	99.93%	Oct-2015
40	Gu'an West Peacock City Cambridgeshire Phase 2&3	20,308,695.35	35,922,366.35	99.87%	Oct-2015
41	Peacock City Kanying Garden (Yongding River Peacock City Phase II)	243,003.00	243,003.00	100.00%	Oct-2014
42	Wuxi Peacock City	64,335,997.70	141,204,008.23	98.93%	Dec-2015
43	Peacock City Cambridgeshire-Xiangshuwan	7,296,595.00	9,379,601.00	100.00%	Oct-2016
44	Peacock City Cambridgeshire-Tanxiangwan	2,525,066.00	2,643,677.00	100.00%	Oct-2016
45	Peacock City Cambridgeshire-Zhenyuan	547,397.00	587,240.00	100.00%	Oct-2016
46	Peacock City Cambridgeshire-Ruyuan	1,178,756.00	1,317,426.00	100.00%	Oct-2016
47	Peacock City Cambridgeshire-Fuyuan	5,332,131.00	6,030,646.00	100.00%	Oct-2016
48	Peacock City Cambridgeshire-Yuyuan	1,679,167.00	1,805,803.00	100.00%	Oct-2016

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
49	Jinghua Jiayuan-Langfang Peacock City Phase 2.1	11,326,080.00	20,105,306.80	100.00%	Oct-2016
50	Chaobai River - Peacock City - Chaobai Garden Phase 2	35,903,582.00	36,467,155.00	100.00%	Jul-2016
51	Chaobai River - Peacock City Phase 10	25,924,545.45	30,139,545.45	99.91%	Sep-2016
52	Chaobai River - Peacock City 5, Phase 2- Peony Garden	10,336,580.00	10,914,872.00	99.92%	Aug-2016
53	Chaobai River - Peacock City -Cambridgeshire Phase 2	123,177,659.00	157,484,302.00	100.00%	Sep-2016
54	Chaobai River Peacock City - Wenshayun Phase 1	230,600.00	250,100.00	100.00%	May-2016
55	Chaobai River-Peacock City 7.3 (low density)		200,000.00	100.00%	Jun-2016
56	Chaobai River - Peacock City Phase-7.3 (high-rise)	24,721,655.00	42,867,887.00	99.12%	Jun-2016
57	Grand Canal Peacock City Phase-6	16,385,046.00	19,504,827.00	100.00%	Nov-2016
58	Grand Canal Peacock City British Palace Phase-1	13,285,383.00	13,548,209.00	100.00%	Jul-2016
59	Grand Canal - Peacock City Phase-1 Mansion	5,805,870.00	6,561,922.00	100.00%	Nov-2015
60	Langfang Peacock City Daxue1	297,059,127.67	305,577,818.67	99.88%	Sep-2015
61	Wuqing Tonghe Peacock City Phase 2	14,547,804.50	32,752,981.97	100.00%	May-2016
62	Peacock City Park SeaPhase 1.4(Yuedu Garden)	33,684,456.37	69,513,830.37	100.00%	Nov-2016
63	Chaobai River Peacock City -Bodun Garden Phase 2(British Palace Phase 10)	1,167,738.00	1,167,738.00	98.69%	Nov-2016
64	Chaobai River -Peacock City - Chaobai Garden Phase 3 (British Palace Phase 8 2)	188,128,796.00	274,652,796.00	100.00%	Dec-2017
65	Yanjiao Peacock City (Xiadian Hot Spring Project)	22,745,287.00	22,094,182.00	99.92%	Nov-2016
66	Peacock City Cambridgeshire Phase 6	2,173,868.88	5,604,067.88	100.00%	Dec-2016
68	Bazhou Hot Spring Peacock City Phase-1	2,404,150.00	10,958,074.00	99.23%	Jul-2016
69	British Palace Phase-2 1 2	2,829,315.00	4,995,407.00	99.95%	Oct-2016
70	Peacock City Cambridgeshire Meiliyuan	626,190.13	543,167.13	100.00%	Nov-2017
71	Peacock City Cambridgeshire- Putiwan	10,000.00	10,000.00	100.00%	Jul-2016
72	Shenyang Peacock City Phase 2	9,587,349.00	9,587,349.00	100.00%	Jul-2016
73	Shenyang Peacock City Phase 3	14,956,581.00	18,085,407.00	100.00%	Jul-2016
74	New British Palace -1 Phase 2—Chaobai River Peacock City. Xuefu Lanwan	24,275,060.00	24,676,279.00	100.00%	Apr-2017

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
75	New British Palace - I Phase 2—Chaobai River Peacock City. Xuefu Lanwan Phase 2	6,602,955.05	7,057,955.05	100.00%	Apr-2017
76	New British Palace - Phase 5—Chaobai River Peacock City. Xuefu Lanwan Phase 5	405,734,214.62	336,932,529.76	100.00%	Jun-2018
77	Chaobai River Peacock City Phase 4	20,077,526.82	20,951,304.82	100.00%	Jun-2016
79	Cambridgeshire - Peacock City Cambridgeshire Jinghuiyuan	57,399.95	1,847.38	100.00%	May-2018
80	Cambridgeshire - Peacock City Cambridgeshire Jingmingyuan	716,520.00	716,520.00	100.00%	May-2018
81	Cambridgeshire - Peacock City Cambridgeshire Jingyuanyuan	352,828.00	315,933.00	100.00%	May-2018
82	Cambridgeshire - Peacock City Cambridgeshire Jingyiyuan	53,046,788.00	61,687,377.00	100.00%	May-2018
83	Peacock City Cambridgeshire – Shuweili	40,147.00	40,147.00	99.78%	May-2017
84	Peacock City Cambridgeshire - Shuxiangyuan	340,000.00	340,000.00	99.08%	May-2017
85	Peacock City Cambridgeshire - Shuyunjie	624,179,263.51	318,318,309.19	99.42%	May-2017
86	Peacock City Cambridgeshire – Yihaigwan	946,451.00	1,047,638.00	100.00%	Jun-2016
87	Nhuwo Hot Spring Peacock City - 7, Phase 2—Niuhuo Hot Spring Peacock City Yuxi Quanjing	2,769,527.00	2,795,880.00	99.78%	Dec-2016
88	Kunyun Lanwan - Chaobai River East Peacock City Ordinary Commodity Housing	1,049,106,722.00	1,050,387,218.00	100.00%	May-2017
89	Chaobai Garden Phase 4 - Chaobai River, Peacock City Chaobai Garden Phase 4 Cuijingyuan	28,859,541.00	38,367,364.00	100.00%	Apr-2017
90	Chaobai Garden Phase 4 - Chaobai River, Peacock City Chaobai Garden Phase 4 Haikongyuan	741,317.00	1,375,246.00	100.00%	Apr-2017
91	Xuefu Lanwan Phase 3 (68#-v)	36,318,771.42	39,421,808.52	100.00%	May-2017
92	Fengjing Garden	350,558,080.00	453,947,988.00	97.15%	Oct-2017
93	Peacock City British Palace Phase 4	4,309,975.00	4,408,592.00	100.00%	Jul-2017
94	Baidaling Peacock City Phase 5	693,189.16	672,256.00	100.00%	Jul-2016
95	Jiashan Peacock City Phase 1	761,126.99	34,923,632.99	98.50%	Nov-2017
96	Great Canal -British Palace Phase 5	2,061,479,715.00	14,520,399.00	100.00%	Aug-2018
97	Grand Canal Peacock City 7, Phase 4	324,562.00	324,562.00	100.00%	May-2019
98	Great Canal – Phase 7- Grand Canal Peacock City Phase 7.1	2,940,660,159.00	2,940,660,159.00	100.00%	Dec-2017
99	Great Canal – Phase 7 - Grand Canal Peacock City Phase 7.3	944,932,759.00	949,952,759.00	100.00%	Dec-2018

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
100	Chaobai River Phase 16 - Chaobai River Sqi Lanwan (Haiyue Garden)	1,716,796,640.00	1,231,814,433.00	92.16%	Jun-2017
101	New British Palace - 1 Phase 2 --Chaobai River Peacock City Xuefu Lanwan Phase 7	1,757,742,642.00	1,818,375,810.00	100.00%	Jun-2017
102	Shenging Lanwan – Shenjing Lanwan 2-2	16,619,924.00	40,634,661.00	100.00%	May-2017
103	Xuefu Lanwan Phase 6	4,018,145.54	11,162,278.00	100.00%	Mar-2017
104	Sunshine New City – Sunshine New City Price capped Commodity Housing Project	7,859,108.00	9,340,224.00	100.00%	Oct-2014
105	Shenyang Peacock City Phase 6	16,314,899.00	26,696,080.38	100.00%	Jun-2017
106	Hunhe Peacock City -Shenyang Peacock City British Palace Phase 1	64,241,645.00	80,543,052.00	100.00%	Oct-2017
107	Hunhe Peacock City -Shenyang Peacock City Phase 1 3.2	40,942,600.89	42,036,282.89	100.00%	Jun-2017
108	Badaling Peacock City Phase-6.2	470,806.61	470,806.61	100.00%	Aug-2017
109	Badaling British Palace Phase 2	817,215,305.38	819,617,639.38	99.64%	Nov-2017
111	Anxin Jiayuan	81,357,024.26	89,356,631.26	100.00%	Oct-2017
112	Xianglivuan	60,014,712.16	69,831,284.16	100.00%	Oct-2018
113	Peacock Villa Phase 2	380,234,575.00	512,910,629.00	99.65%	May-2018
114	Cambridgeshire - Peacock City Phase 8.2	4,747,908.00	5,227,908.00	100.00%	Nov-2017
115	Wuhuo Hot Spring Peacock City Phase 2	13,082,961.96	16,102,961.96	100.00%	Jun-2016
116	Wuhuo Hot Spring Peacock City Phase 4	674,634.52	673,635.52	99.75%	Apr-2016
117	Wuhuo Hot Spring Peacock City – Jinquan Garden	9,414,055.00	9,413,858.00	96.43%	Oct-2017
119	Baihow Hot Spring Peacock City Phase 3	56,829,061.00	372,404,029.00	99.04%	Dec-2017
120	Yongqing Peacock City1	393,096,640.89	554,858,605.00	97.86%	May-2018
122	Jiashan New Xitang Peacock City Phase 2	45,658,873.09	29,627,233.26	100.00%	Dec-2017
123	Jiashan New Xitang Peacock City Phase-6	42,429,711.46	48,634,060.00	99.64%	Sep-2018
125	Jiashan New Xitang Peacock City Phase 5	23,835,133.41	1	98.44%	Aug-2018
126	Peacock New City	4,843,974,570.00	4,870,565,390.00	98.06%	Aug-2019
127	Nanjao Hot Spring Peacock City Phase-6	665,071,671.40	24,900,643.00	94.30%	Sep-2017
128	Peacock City Cambridgeshire Phase 10	1,813,144,241.94	2,295,686,233.95	98.20%	May-2019

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
129	Peacock City Cambridgeshire Phase 11	3,443,793,239.99	2,920,869,735.99	99.70%	Oct-2018
130	Peacock City Cambridgeshire Phase 2	705,492,957.31	306,741,030.18	99.50%	Oct-2018
131	Peacock City Cambridgeshire Phase 13	991,557,358.43	170,862,426.65	99.38%	Oct-2018
132	Gu'an County Bureau of Finance - Gu'an Industrial Park Branch (Guanzhuang Settlement Housing Project)	654,174,200.00	654,174,200.00	100.00%	Dec-2016
133	Grand Canal – Canal Garden	2,357,756,332.07	78,757,965.68	100.00%	Dec-2018
135	Baoding Peacock City Phase 8	1,133,317.00	2,593,317.00	100.00%	Oct-2018
136	Baoding Highlife - British Palace Phase 3	158,133,840.00	34,042,250.00	100.00%	Dec-2017
137	Golf	2,501,975,856.00	1,549,087,806.00	99.31%	Aug-2018
138	Peacock Villa Phase 3	6,891,830.00	15,072,237.00	100.00%	Jun-2016
139	Xiangyuan	58,422,592.99	120,996,518.00	99.99%	Jul-2018
140	Baznou Hot Spring Peacock City Phase 2	1,232,605,941.97	1,767,521,385.00	99.39%	Jun-2018
141	Baznou Hot Spring Peacock City Phase 5	35,000.02	10,515,000.00	100.00%	Jun-2018
142	Yongqing Peacock City 2.1	7,635,654.00	7,851,654.00	99.52%	Aug-2018
143	Yongqing Peacock City 2.2	756,467,051.00	757,815,913.00	99.96%	Jun-2019
144	Tanglin Yufu	3,174,797,040.00	58,317,585.00	99.03%	May-2019
145	Chaobai River -Phase 18 - Chaobai River, Peacock City	423,372,112.00	425,367,027.00	97.68%	Jun-2018
146	Langfang Peacock City Kunlu Lanwan	1,899,844,579.00	54,599,627.00	99.18%	Aug-2018
148	Changyuan 320mu	1,923,766,475.00	120,626,149.00	91.61%	Oct-2018
149	Jiashan New Xiang Peacock City Phase 4	125,434,764.18	2,041,731.00	100.00%	Dec-2018
150	Yine Home Resettlement Project		1,500.00	100.00%	Mar-2017
151	New Xiang - New Xiang Peacock City Xiangyi	1,373,292,981.50	9,699,370.00	97.85%	Jan-2019
152	New Xiang - New Xiang Peacock City Kufu Lanwan	1,991,346,306.16	21,196,932.00	98.75%	Nov-2018
153	Baznou Peacock City Phase 4	5,176,767.97	11,216,654.00	99.74%	May-2018
155	Zhongshangfang Marketing Project	29,100,000.00	-	94.00%	Jul-2015
156	Jingrui	360,485.00	1,315,420.00	99.94%	Nov-2018

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
157	Yuefu	2,160,673,812.06	2,209,457,603.06	89.34%	May-2018
158	Chenhui Fudi	1,582,266,097.00	1,583,056,927.00	86.33%	Nov-2019
159	Jinhai Yuecheng	2,360,675,888.00	2,353,214,527.00	85.87%	Nov-2019
161	Renqiu Peacock City Project	2,644,845,992.57	2,859,581,644.00	94.75%	Apr-2019
162	Peacock Lake - Peacock Lake Phase 4	1,305,632,429.70	1,329,777,323.44	95.99%	Dec-2019
163	Grand Canal Peacock City Phase 2.6 1	1,605,017,357.10	1,608,664,758.00	88.00%	Dec-2019
164	Chaobai River - Phase 1# - Chaobai River - Peacock City	1,153,511,025.00	1,165,252,031.00	100.00%	Dec-2019
165	Chaobai River Peacock City Central Park - Fengxiangyuan	688,695,987.00	288,042,133.00	95.78%	Dec-2019
166	Shaofu Community Project	8,781,474.00	9,906,684.00	100.00%	Jun-2017
167	Wuzhi peacock city 1.1 period.	597,786,587.77	611,412,147.00	100.00%	Dec-2019
168	Wuzhi peacock city 1.2 period	598,747,541.00	616,996,269.00	98.00%	Jan-2020
169	Peacock villas - the peacock city of shenyang, the British palace 3, Phase 1	327,272,657.00	3,674,814.00	100.00%	Jun-2019
170	Peacock villas - British palace 2 Phase 1	281,118,529.00	295,995,230.00	100.00%	Aug-2019
171	Peacock villas - shenyang peacock villas 2. 2)	491,087,144.00	512,099,109.00	100.00%	Sep-2019
172	Peacock villas - shenyang peacock villas 3. 1. 2)	118,730,001.00	131,907,001.00	100.00%	Sep-2019
173	The first phase of Jianglan.	180,737,052.00	5,492,660.00	97.70%	May-2019
174	New binhu peacock villas - peacock villas impression 1	736,273,607.00	935,548,781.00	98.86%	May-2019
175	New binhu peacock villas - new binhu peacock city cloud lake big stage 1.	434,455,322.00	519,530,582.00	100.00%	Jan-2020
176	New binhu peacock villas - new binhu peacock villas impression three times.	351,609,740.00	383,790,571.00	99.88%	Mar-2020
177	A 225-acre project for peacock villas.	1,569,849,712.92	1,703,664,331.81	94.66%	Mar-2019
178	Come to the peacock city 2 phase 70 mu project.	138,788,224.00	138,447,441.00	100.00%	Nov-2018
179	Come to anjing hua 35 mu project.	234,910,056.00	249,368,652.00	83.65%	Jul-2019
180	Come to the peacock city 3 phase 63 mu project.	678,545,679.19	7,190,292.00	99.11%	Mar-2019
181	Come to the peacock city 5 phase 88 mu project.	256,400,336.00	456,042,884.40	100.00%	Jun-2019
182	Come to anshui lou 98 mu project.	288,130,750.18	315,404,050.00	54.37%	Oct-2019

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
183	The county peacock villas	1,765,140,847.71	1,339,067,254.00	93.24%	Nov-2019
184	Lishui ma road north G35 block	775,944,022.60	932,488,578.00	90.16%	Jun-2019
185	Lishui ma road south G36 block	492,377,398.00	585,375,531.00	86.69%	Jun-2019
186	International apartment project	1,192,780,413.00	1,313,076,254.00	96.77%	Sep-2020
187	Business council project (83 mu)	712,509,005.00	694,582,024.00	67.76%	Sep-2019
188	Zhiyuan town project (604 mu)	8,310,349,680.99	8,300,453,130.00	99.97%	Sep-2020
189	A brick north project of baihou (196 mu)	1,046,583,452.00	1,188,758,950.00	93.00%	Sep-2020
190	Wenan peacock villas phase 1 project.	666,516,423.88	966,527,539.00	58.21%	Aug-2020
191	Metro. project	765,925,883.00	803,490,546.00	83.78%	Sep-2020
192	Ka wah project	1,100,950,119.00			Apr-2019
193	Gallery and workshop	631,533,260.94	663,307,150.94	67.93%	Aug-2018
194	Grand canal peacock city one city south project.	1,427,179,880.00	1,477,983,478.00	83.14%	Jun-2019
195	Peacock villas happy community (phase i)	710,777,760.00	732,580,551.00	94.94%	Jul-2019
196	Grand canal - canal - ring.	361,074,670.00	372,372,832.00	73.59%	May-2020
197	Cambridge county 7.2.1.	652,214,644.00	817,956,470.04	99.62%	Sep-2020
198	Carole came phase 7.3	638,899,424.15	340,432,575.15	27.13%	Nov-2019
199	Yuancheng plaza phase 1	975,012,384.66	1,200,736,407.00	93.40%	Aug-2020
200	Wenchuangyuan 1 phase	1,661,204,986.25	1,953,059,950.20	70.13%	Sep-2020
201	Baiyangdian peacock villas 1 period.	408,214,205.00	400,212,229.00	99.09%	Sep-2018
202	Yongji new town project.	2,526,019,300.51	2,769,891,002.17	84.90%	May-2020
203	Gu'an dongzhuang residential project.	1,200,359,161.00	1,560,499,430.00	92.92%	May-2019
204	The project of phase A and zone B of the talent home.	31,609,132.00	52,366,421.00	94.10%	May-2019
205	Jiashan peacock city 8.	824,469,378.00	832,751,810.00	96.65%	Jan-2019
206	New xiang peacock city - haoyue house (10)	1,409,665,336.22	1,658,221,781.54	99.81%	Dec-2019
207	New xiang peacock city - hanfeng yuefu (phase 11)	1,105,195,704.00	1,159,723,200.68	99.66%	Sep-2020
208	New xiang peacock villas - hanxiu yuefu (12)	1,422,626,030.00	1,476,686,696.00	99.89%	Oct-2019

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
209	New xitang peacock urban area 1 phase.	1,976,844,437.00	1,934,973,480.00	100.00%	Jul-2019
210	New xitang peacock city, looking 1 phase 76 mu.	678,969,294.00	1,021,237,758.00	100.00%	Oct-2020
211	New xitang peacock villas looking 1 phase 74 mu	1,129,498,314.00	1,194,202,042.00	100.00%	Dec-2020
212	Nanxun peacock villas issue 1	1,553,997,035.15	1,830,369,211.00	97.47%	Sep-2019
213	Chaobai river peacock city ya jing garden.	99,209,508.00	123,239,268.00	99.45%	Nov-2019
214	Ziwei garden, peacock villas, chaobai river.	1,386,029,616.00	1,542,818,478.00	96.11%	Nov-2019
215	The ninth period of the British palace in badaling.	812,341.00	-	93.05%	Oct-2017
216	Badaling British palace 7	307,044,299.00	2,337,048.99	85.68%	Mar-2019
217	The fifth phase of the British palace in badaling.	19,200,716.69	82,987,347.00	94.17%	May-2020
218	Chaobai xinju housing project	702,940.00	702,940.00	100.00%	Sep-2018
219	Cultural landscape project	700,814,058.96	781,123,847.94	73.00%	Dec-2021
220	Yijingyuan project	305,494,312.80	2,098,277.57	72.90%	May-2019
221	Jiangmen Peacock City Phase I	330,977,689.04	589,226,966.00	41.41%	Jun-2020
222	Wuyi Peacock City 1 3	487,124,269.64	671,779,961.00	66.00%	Jun-2020
223	Xinzheng Peacock City	766,894,694.00	2,305,215,272.00	72.00%	Apr-2021
224	Deqing Yaolong	859,313,449.55	862,036,096.00	92.00%	Nov-2019
225	Luohe Peacock City - British Palace 7 4	181,033,681.00	187,898,681.00	100.00%	Aug-2020
226	Luohe Peacock City - Cambridgeshire 3.2 2	295,178,339.00	296,293,614.00	100.00%	Aug-2020
227	Luohe Peacock City-Shenyang Pearson City Academy Ya 1 1	405,927,172.48	1,066,164,916.00	90.52%	Jul-2020
228	Baihou five points 2017 Hengyuan 122 acres (Guanyuan)	871,005,490.00	1,175,627,963.01	99.37%	Apr-2021
229	Wenjin phase I	1,489,656,333.00	1,587,818,913.00	99.73%	Mar-2020
230	Jiang Lan Fu Phase III	191,230,861.00	214,215,913.00	100.00%	Dec-2019
231	Peacock City Happy Community Project (Phase II)	847,111,732.00	1,061,420,359.00	88.68%	Dec-2019
232	New Xitang Peacock City 13	407,203,003.00	477,817,029.00	98.00%	Sep 2020
233	New Xitang Peacock City Phase 14	1,326,963,490.22	1,573,668,487.22	100.00%	Sep-2020
234	Laixiang Xiangyuan Jiayuan 100mu Project	388,229,699.60	593,052,797.60	100.00%	Aug-2019

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
235	He County Peacock City Phase II	200,559,455.45	348,401,490.40	37.93%	Dec-2019
236	Lai'an District 7 Branch, 17 years Pural North 112 acres	323,772,840.00	390,900,657.00	47.14%	Apr-2020
237	Lai'an S District, Phase II 67-mu Yu Yue Impression Project	223,119,384.70	297,196,261.00	68.75%	May-2020
238	Xinbin Laka Peacock City-Hangzhou Peacock City Yunhu Dajing Phase II	621,172,251.00	851,156,434.00	99.73%	Jun-2020
239	Xinbin Laka Peacock City-Hangzhou Peacock City Yunhu Dajing Phase III	529,507,703.00	744,550,603.00	99.80%	Jun-2020
240	Nanxun Peacock City Phase II	518,149,053.02	1,180,989,605.00	93.36%	Sep-2019
241	Dacheng Chaobai River Project - Chaobai River Peacock City Zhixi Garden	1,615,793,565.00	1,751,298,401.20	96.21%	Nov-2019
242	Badaling High-rise - Badaling Multicolored Sky Street Phase III	840,576,867.51	892,473,750.00	84.37%	Dec-2019
243	Hexiying Project	1,065,676,609.07	1,548,569,708.03	56.33%	Jun-2020
244	Wenchuang Park Phase 2	578,928,893.00	798,268,026.69	91.48%	Mar-2021
245	Renqiu Platinum Palace	510,895,774.50	847,939,036.00	66.12%	Dec-2020
246	Aiju Tuo 7.1	102,784,005.00	386,482,099.74	59.87%	Sep-2022
247	Niu Tuo	132,622,812.33	368,062,370.00	94.42%	Oct-2020
248	Zhengnan Peacock City 1.1	282,735,261.36	602,382,194.00	83.00%	Apr-2021
249	Xianghe Jingwai 83mu Project	99,604,076.07	840,417,095.00	17.55%	Jun-2021
250	Handan District Four Branch 2017 Handan Peacock City 1.1 Phase 111 Mu Project	676,779,334.00	1,185,882,257.00	95.95%	May-2021
251	Handan District Four Branch 2018 Handan Peacock City 1.2 Phase 67 acres project	69,465,822.00	183,397,309.00	45.71%	Aug-2021
252	Gaochun Repulse Bay - Gaochun G27G28 Project	95,609,811.00	274,179,215.00	99.01%	May-2020
253	Happiness Hui Square East District	108,379,848.00	153,954,703.00	34.57%	Jul-2021
254	Yongqing Peacock City 1.3 Jinyuan	390,280,468.00	417,254,212.00	97.94%	May-2020
255	Lai'an 3 District 6 Phase 70 Acres	379,990,239.44	535,117,551.00	85.53%	May-2020
256	Lai'an District 3, Phase 5, 57 acres	5,405,876.00	9,635,876.00	11.25%	May-2020
257	50 acres of Xianghe Canal Avenue - 50 acres of Xianghe Canal Avenue	383,423,121.00	393,821,594.00	70.42%	May-2021
258	Grand Canal-9 - Grand Canal Peacock City 7.6.2	568,455,847.20	3,003,849,812.20	37.80%	May-2021

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259	Chaobai River - Bodun zhuangyuan Phase III - Chaobai River, Peacock City	21,909,273.00	32,640,499.00	71.00%	May-2021
260	Dacheng Chaobai River Project - Shaofu New Residence Phase II Project	5,698,775.73	7,963,700.00	100.00%	Sep-2017
261	Badaling High-rise - Town Center 100 acres	351,698,376.00	543,702,247.00	72.21%	Aug-2020
262	Badaling - Huailai Upper House 646 acres 1	536,460,221.00	702,150,676.00	34.00%	Aug-2020
263	Jiashan ID branch 2018 new Xitang peacock town Dayun town 50 mu project	178,764,341.64	595,777,543.00	100.00%	Aug-2018
264	Xinxiang Peacock City-Jiashan Peacock City 3.3, 72 acres	277,595,162.02	3,233,462,717.00	98.96%	Aug-2018
265	Jiang Lan Fu Phase IV	70,401,066.00	167,356,992.00	97.16%	Jun-2020
266	Yuan Feng phase I	129,333,236.00	396,787,972.00	89.25%	Jun-2020
267	Shuangfu Phase II	190,482,484.00	1,102,494,908.00	41.56%	Mar-2021
268	Luohe Peacock City - Shenyang Peacock City British Palace 3.2	139,656,787.00	153,815,034.00	97.91%	Jul-2020
269	Luohe Peacock City - Cambridgeshire 4 2.2	296,136,792.75	446,688,956.00	92.91%	Nov-2020
270	Wuyi Peacock City 2.1	3,380,639.00	66,704,956.00	27.00%	May-2021
271	Beidaihe New District Health City Binhai Kangyang Town (Phase I)	292,085,426.00	583,960,100.00	48.63%	Dec-2020
272	Baihou 5 Nen 2018 Fengqing park 102 acres	57,948,706.03	178,428,311.00	31.69%	Sep-2018
273	Xinxiang Peacock City-Jiashan Peacock City 9.1 Phase 37 Acres		278,061,730.00	73.83%	Dec-2020
274	New Southland Peacock City - New Southland Peacock City 3.1 Phase 139 acres		291,319,380.00	89.66%	Oct-2021
275	Jiang Yan Fu Phase V		33,011,746.00	26.62%	Apr-2021
276	Wanjin 3.1		102,482,999.00	88.66%	Apr-2021
277	Hunhe Peacock City - Shenyang Peacock City Cambridgeshire 6		330,904,671.45	45.08%	May-2021
278	72 acres of Leiden Town in Deqing District in 2018		388,624,434.00	95.00%	Dec-2020
279	Gu'an Wanlifeng Commercial 33 acres		65,074,310.00	59.84%	Dec-2021
280	Gu'an Canal 4.2 high-rise project in Gu'an area		118,737,664.00	68.11%	Jul-2021
281	Gu'an 7.4 period 87 mu project in Gu'an area		14,948,848.00	19.87%	Sep-2022
282	Pujiang Peacock City 1.0 (66 acres)		61,654,447.00	95.89%	Oct-2020

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283	Hangfu Peacock City, Yunhu Dayng Phase IV		254,479,695.00	92.10%	May-2021
284	Hangfu Peacock City, Yunhu Yijing Phase I		341,081,046.00	70.73%	Aug-2021
285	Zone 1 Phase 3 78 acres project		346,977,196.60	100.00%	Apr-2020
286	Baoding - Huafei Upper House 646 acres 2		33,929,857.00	9.82%	Jun-2021
287	Baoding High-rise - Huafei Colorful Sky Street Phase 1 50 acres		31,900,799.00	5.36%	Sep-2020
288	Dachang Chaobai River Project - Chaobai River Peacock City Yaxin Garden		576,046,706.00	98.03%	Sep-2021
289	Dachang Chaobai River Project - Chaobai River Peacock City Yayun Garden		1,023,686,960.00	98.41%	Sep-2021
290	Dachang Chaobai River Project - Chaobai River Peacock City Yi Cui Garden		575,850,987.00	96.81%	Sep-2021
291	Dachang Chaobai River Project - Chaobai River Peacock City Yalong Garden		556,038,371.00	86.37%	Sep-2021
292	Dachang Chaobai River Project - 40 acres of Dachang County		205,015,371.00	37.13%	May-2021
293	Dacheng Philippine 34 acres		463,788,909.00	68.16%	Jul-2021
294	Other	16,737,595.30	38,693,601.02		
	Total	132,681,330,377.37	335,338,532,104.72		

22. Remunerations Payable to Employees

(1) Listing of remunerations payable to employees

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
I. Short-term remunerations	2,043,179,674.08	3,959,222,767.26	5,410,394,023.40	592,008,417.94
II. Post-employment benefit – defined contribution plan		302,300,456.08	302,300,456.08	
III. Termination benefit		118,590.00	118,590.00	
Total	**2,043,179,674.08**	**4,261,641,813.34**	**5,712,813,069.48**	**592,008,417.94**

(2) Listing of short-term remunerations

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
1. Salary, bonus, allowance and subsidy	2,043,179,674.08	3,546,273,445.72	4,997,444,701.86	592,008,417.94
2. Employee benefits		65,614,947.62	65,614,947.62	
3. Social insurance premiums		174,354,045.51	174,354,045.51	
Including: Medical insurance premium		157,593,004.93	157,593,004.93	
Industrial insurance premium		7,382,830.70	7,382,830.70	
Child birth insurance premium		9,378,209.88	9,378,209.88	
4. Housing provident fund		165,956,352.13	165,956,352.13	
5. Trade union expenses and employee education expenses		7,023,976.28	7,023,976.28	
6. Short-term paid absence				
7. Short-term profit sharing plan				
Total	**2,043,179,674.08**	**3,959,222,767.26**	**5,410,394,023.40**	**592,008,417.94**

(3) Listing of defined contribution plan

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
1. Basic endowment insurance		291,482,955.04	291,482,955.04	
2. Unemployment insurance premium		10,817,501.04	10,817,501.04	
Total		**302,300,456.08**	**302,300,456.08**	

23. Taxes Payables

Tax	Ending balance	Beginning balance

VAT	1,744,129,410.97	1,126,462,851.40
Corporate income tax	6,301,098,270.24	5,667,481,282.07
Personal income tax	127,222,522.82	129,890,814.66
Urban construction tax	45,320,781.15	43,992,469.91
Education surcharge	42,433,781.82	42,522,862.29
Land appreciation Tax	635,375,193.93	1,148,258,251.79
Land use tax	4,734,705.03	4,762,136.57
Housing property tax	24,275,764.38	13,785,208.91
Others	7,845,828.62	928,958.39
Total	**8,922,386,256.96**	**8,178,084,835.99**

Note: the ending balance of Taxes Payables increases by 55.72% than the beginning balance, which is mainly due to the increase of the corporate income tax, VAT and Land appreciation tax

24. Other Payables

Item	Ending balance	Beginning balance
Interest payables	1,531,137,073.58	1,729,600,920.13
Dividend payables	3,603,110,050.80	
Other payables	18,917,139,194.03	21,030,033,355.93
Total	**24,051,386,318.41**	**22,759,634,276.06**

(1)Interest Payables

Item	Ending balance	Beginning balance
Bank borrowing	8,979,774.91	54,983,935.93
Bonds payable	1,521,459,758.67	1,677,677,897.95
Short-term bank borrowing	697,500.00	1,994,086.25

Total	**1,531,137,073.58**	**1,729,600,920.13**

(2)Dividend Payables

Item	Ending balance	Beginning balance
Common stock dividend	3,603,110,050.80	-
Total	**3,603,110,050.80**	-

(3) Listing of other payables by nature

Item	Ending balance	Beginning balance
Equity acquisition funds	4,014,226,244.78	2,940,418,625.60
Partnership	1,995,312,805.19	1,492,084,708.64
Margin	1,798,256,767.19	4,059,894,313.63
Collection and payment	1,654,639,303.07	1,946,019,860.46
Security deposit	1,526,397,635.53	1,235,251,321.99
Accrued expenses	999,417,856.73	1,315,317,599.64
Restricted stock repurchase obligation	632,725,600.00	641,490,400.00
Original shareholder loans not repaid, but used for debt-assumed acquisition	406,224,066.18	1,232,192,607.41
Other temporary collections	5,889,936,915.36	6,167,363,918.56
Total	**18,917,139,194.03**	**21,030,033,355.93**

(4) other payables aged over one year

Entity name	Ending balance	Reason for non-payment or non-transfer
Langfang Yitian Real Estate Development Co., Ltd	1,017,101,860.00	Conditions for agreement implementation not met
Langfang Huijia Real Estate Development Co., Ltd	464,681,151.35	Conditions for agreement implementation not met
Nanjing Yinjiayuan Enterprise Management Co., Ltd	310,919,337.50	Conditions for agreement implementation not met
Beijing Fengtai Science and Technology Park Incubator Co., Ltd	248,240,000.00	Conditions for agreement implementation not met

Xianghe County Longsheng Real Estate Development Co., Ltd	85,243,287.71	Conditions for agreement implementation not met
Total	**2,126,185,636.56**	

25. Non-current liabilities maturing within one year

(1) Classification details

Item	Ending balance	Beginning balance
Long-term borrowings maturing within one year	22,328,610,529.59	17,446,868,751.32
Long-term payables maturing within one year	2,289,065,254.52	1,899,726,717.30
Bonds payable within one year	1,378,994,198.86	772,468,701.05
Total	**25,996,669,982.97**	**20,119,064,169.67**

Note: Non-current liabilities due within one year included long-term borrowings with new instalments in the reporting period, those due with n one year of long-term payables, bonds payable within one year, and lease liabilities due within one year.

(2) Long-term borrowings maturing within one year

Item	Ending balance	Beginning balance
Pledge borrowing	3,323,960,840.00	3,988,188,000.00
Mortgage borrowing	5,216,080,683.92	3,942,014,146.34
Guarantee borrowing	13,788,569,005.67	9,516,666,604.98
Total	**22,328,610,529.59**	**17,446,868,751.32**

Note 1: Mortgage loans mainly provide collateral for inventories, intangible assets, fixed assets, investment real estate and construction in progress held by the Company. Guaranteed loans are mainly guaranteed by the company, Jiutong Investment and Jingyu Real Estate. Pledged by part of the equity interests in Jingyu Real Estate and Jiutong Investment.

Note 2: For details of the collateral, please refer to the notes "VII, 5, Inventory", "VII, 10, Investment properties", "VII, 11, Fixed Assets", "VII, 12, Construction in Progress", "VII, 13" Intangible assets."

(3) Long-term payables maturing within one year

Item	Ending balance	Beginning balance
CINDA Financial Leasing Co., Ltd	166,666,666.68	166,666,666.68
China National Foreign Trade Financial Leasing Co., Ltd.	166,666,666.68	166,666,666.66
Hubei Financial Leasing Co., Ltd	456,091,576.97	289,193,392.87
Aerospace Science and Technology Financial Leasing Co., Ltd.	177,018,965.74	71,315,589.22
Beijing Culture and Technology Finance Leasing Co., Ltd.	32,110,445.38	30,984,948.14
Ping An Bank Head Office Sales Department		123,435.26
Minsheng Financial Leasing Co., Ltd.	95,852,043.52	47,518,002.22
China Resources Leasing Co., Ltd	238,882,033.73	
Hengqin Huatong Financial Leasing Co., Ltd	45,705,800.16	
Total	**1,378,994,198.86**	**772,468,701.05**

26. Other Current Liabilities

Item	Ending balance	Beginning balance
Short-term bonds payable	2,498,314,659.59	2,499,421,520.26
Accrued Land Appreciation Tax	4,207,296,447.87	3,215,730,805.26
Output tax to be transferred	22,099,736.25	19,354,896.75
Total	**6,727,710,843.71**	**5,734,507,222.27**

Note: Other current liabilities decreased by 43.11% compared with last year, mainly due to the maturity of short-term payable bonds.

Increase or decrease of short-term bonds:

Bond name	Par value	Issuance date	Bond term	Issuance amount
18CFLD SCP009	2,500,000,000.00	2018-8-22	162days	2,497,815,972.60
19 CFLD SCP001		2019-1-18	270days	2,495,944,688.55
Total				**4,993,764,661.15**

(Continued)

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment during current period	Ending balance
18CFLD SCP003	2,499,421,520.26		12,739,726.03	578,479.74	2,500,000,000.00	
19 CFLD SCP001		2,495,944,688.55	61,404,109.57	2,369,971.04		2,498,314,659.59
Total	2,499,421,520.26	2,495,944,688.55	74,143,835.60	2,948,450.78	2,500,000,000.00	2,498,314,659.59

27. Long-term Borrowings

(1) Classification of long-term borrowings

Type of borrowing	Ending balance	Beginning balance
Pledge borrowing	15,012,601,400.00	15,962,424,400.00
Mortgage borrowing	25,384,913,808.59	18,762,774,648.67
Guarantee borrowing	40,333,282,835.59	35,754,850,401.57
Less: long-term borrowings maturing within one year	-22,328,610,529.59	-17,446,868,751.32
Total	58,402,187,514.59	53,033,180,698.92

Note 1: mortgage borrowings are mainly secured with the inventories (including land use right and aboveground projects), fixed assets and intangible assets (land use right) held by the Company. Guarantee borrowings are mainly secured by the suretyship guarantees from parent company, Langfang Jingyu Real Estate Development Co., Ltd., Jiutong Jiye Investment Co., Ltd., etc. Pledge borrowings are mainly secured by pledging the portions of the equity interests held in a number of subsidiaries (e.g. Langfang Jingyu Real Estate Development Co., Ltd., Jiutong Jiye Investment Co., Ltd., etc.) as well as the accounts receivable of Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd., Sanpu Welte Park Construction Development Co., Ltd. and so on.

Note 2: For details of the collateral, please refer to the notes "VII, 5, Inventory", "VII, 10, Investment properties", "VII, 11, Fixed Assets", "VII, 21, Construction in Progress", "VII, 13, Intangible Assets".Note 4:the annual loan rate range of long-term borrowings is 4.28%-12.5%.

28. Bonds Payables

(1) Bonds Payables

Item	Ending balance	Beginning balance
17 GUAN JIUTONG A2-142797		79,914,777.96

17 GUAN JIUTONG A3-142798	101,804,175.75	101,689,796.92
17 GUAN JIUTONG A4-142799	127,587,801.74	127,482,089.25
17 GUAN JIUTONG A5-142800	142,426,484.76	142,334,042.91
17 GUAN JIUTONG A6-142801	158,277,384.80	158,193,873.59
17 GUAN JIUTONG Sub-142802		16,678,803.74
16 CFLD A3-131920		459,662,168.48
16 CFLD A4-131921	489,429,387.90	489,154,464.13
16 CFLD A5-131922	528,996,921.08	528,760,839.65
16 CFLD Sub-131923	99,824,453.02	99,780,124.74
17 JIUTONG 01-Non-public bond	996,790,360.92	996,054,754.84
17 JIUTONG 03- Non-public bond	597,679,405.69	597,339,274.14
17 CFLD A2-GUAN PPP		499,869,297.05
17 CFLD A3-GUAN PPP	499,058,168.99	498,583,212.75
17 CFLD A4-GUAN PPP	497,314,246.63	499,078,963.51
17 CFLD A5-GUAN PPP	498,428,043.61	498,165,881.62
17 CFLD A6- GUAN PPP	498,273,048.65	498,058,140.22
17CFLD Sub debt - GUAN PPP	200,000,000.00	200,000,000.00
18JiutongD1	1,086,647,691.88	1,086,220,202.18
18JiutongD2	1,396,512,771.30	1,395,149,148.81
18JiutongD3	907,611,667.44	906,811,723.28
19 Wenjin A1	337,151,563.39	
19 Wenjin A2	297,469,198.95	
19 Wenjin A3	297,463,302.36	
19 Wenjin A4	297,460,378.77	
19 Wenjin A5	297,458,619.31	
19 Wenjin A6	297,457,454.49	
19 Wenjin sub	260,000,000.00	

16 CFLD 02 136244	1,994,294,251.75	1,992,688,885.48
16 CFLD 01-135082	2,807,599,720.62	2,792,972,686.08
16 CFLD 04-135302	3,005,193,383.58	2,992,383,216.44
16 CFLD 05-135391	2,007,464,075.77	1,994,948,034.52
16 CFLD 06-135469	2,960,930,044.91	3,989,640,956.45
16 CFLD 07-135507	293,884,857.51	799,298,520.67
15 CFLD 02-125848	472,179,736.05	472,051,281.49
15 CFLD 03-125837	389,492,218.44	368,229,192.32
15 CFLD 05 122484	3,990,040,372.13	3,986,425,967.20
16 CFLD 136167	1,492,958,070.29	1,492,068,799.22
16 CFLD 08-135557	1,503,153,582.21	1,499,866,759.20
17 CFLD JIYE MTN001-101780003	1,893,759,256.91	1,892,774,790.41
18 CFLD 02-143551	523,026,415.44	522,786,999.45
18 CFLD 01-143550	2,466,393,879.73	2,464,939,759.32
18 CFLD 03-143693	1,992,901,300.10	1,991,733,515.21
18 CFLD 04-150683	1,295,862,995.87	1,294,590,385.44
18 CFLD 06-155102	2,988,092,073.06	2,987,328,714.84
18 CFLD 07-155103	3,983,569,704.09	3,983,073,297.43
19 CFLD 01-155273	995,347,023.05	
0.5 billion USD Senior debt	3,413,173,042.41	3,402,934,278.16
0.15billion USD Senior debt	1,029,016,146.10	1,027,009,808.54
200 million USD priority notes - XS1835626810	1,264,421,462.40	1,241,975,088.70
200 million USD priority notes - XS1860402954 - July issued	1,274,371,070.58	1,253,017,567.00
110 million USD priority notes - XS1860402954-August issued	707,283,235.40	696,659,590.07
120 million USD priority notes - XS1860402954-September issued	769,020,936.52	750,553,755.48
70 million USD senior debt - XS1725851490 October issued	452,242,462.08	443,003,908.27
100 million USD priority notes - XS1860402954 October issued	623,316,901.57	610,581,650.80

100 million USD perpetual notes - XS1860402954-November issued -1	644,575,241.72	636,803,165.55
50 million USD senior debt - XS1729851490-November issued	308,526,903.92	308,192,865.08
100 million USD perpetual notes - XS1860402954-November issued 2	639,751,242.40	636,248,682.34
50 million USD senior debt - XS1729851490-December issued	326,690,774.18	308,002,474.12
70 million USD senior notes - XS1860402954-December issued	457,520,340.80	453,217,703.10
140 million USD senior debt - XS1860402954-December issued	893,826,812.03	890,729,903.18
60 million USD senior notes	404,651,077.09	403,885,238.77
US$100 million (bond code XS1729851490) advanced debt is issued for the sixth time	623,904,633.53	
530 million US dollars (bond code XS1953977326) advanced unsecured fixed-rate bonds	3,612,685,019.98	
$350 million (bond code XS1972090119) Advanced Unsecured Fixed Rate Bond	2,402,947,135.31	
650 million US dollars (bond code XS1972092248) advanced unsecured fixed-rate bonds	4,456,480,459.17	
Less: the portion maturing within one year	-2,289,065,254.52	-1,899,726,717.30
Total	69,971,542,739.50	58,075,517,697.77

(2) Increase or decrease of bonds payables

Bond name	Par value	Issue date	Term	Issuance amount
17 GUAN JIUTONG A4-142799	100	2017-3-15	4years	127,121,720.57
17 GUAN JIUTONG A5-142800	100	2017-3-15	5years	141,038,797.20
17 GUAN JIUTONG A6-142801	100	2017 3 15	6years	157,909,012.27
17 GUAN JIUTONG Sub-142802	100	2017-3-15	6years	35,752,983.91
16 CFLD A5 131922	100	2016-7-14	5years	527,680,000.00
16 CFLD Sub-131923	100	2016 7 14	5years	99,160,000.00
17 JIUTONG 01-Non-public bond	100	2017-8-17	4years	994,000,000.00
17 JIUTONG 02- Non-public bond	100	2017-10 27	5years	596,400,000.00
17 CFLD A4 GUAN PPP	100	2017-12-19	4years	497,750,000.00
17 CFLD A5-GUAN PPP	100	2017 12 19	5years	497,750,000.00
17 CFLD A6- GUAN PPP	100	2017 12 19	6years	497,750,000.00

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Bond name	Par value	Issue date	Term	Issuance amount
17CFLD Subdebt GUANPP	100	2017-12-19	6years	200,000,000.00
18Yuelong01	100	2018-3-17	5years	1,085,395,000.00
18Yuelong02	100	2018-5-31	3years	1,393,700,000.00
18Yuelong03	100	2018-6-11	3years	905,905,300.00
19 Wenjin A2	100	2019-6-25	2years	297,452,830.19
19 Wenjin A3	100	2019-6-25	3years	297,452,830.19
19 Wenjin A4	100	2019-6-25	4years	297,452,830.19
19 Wenjin A5	100	2019-6-25	5years	297,452,830.19
19 Wenjin A6	100	2019-6-25	6years	297,452,830.19
19 Wenjin sub	100	2019-6-25	6years	260,000,000.00
15 CFLD 03-122494	100	2015-10-22	7years	3,970,000,000.00
16 CFLD 136167	100	2016-1-20	7years	3,487,394,000.00
16 CFLD 02-136244	100	2016-3-3	5years	1,984,479,995.00
16 CFLD 01-135082	100	2016-3-9	5years	2,785,880,000.00
16 CFLD 04-135302	100	2016-3-24	5years	2,984,874,000.00
16 CFLD 05-135391	100	2016-4-12	5years	1,980,916,000.00
16 CFLD 06-135465	100	2016-5-10	5years	3,979,832,000.00
16 CFLD 07-135507	100	2016-5-27	4years	994,958,000.00
16 CFLD 08-135557	100	2016-6-20	4years	5,173,776,000.00
17 CFLD JIYL M1N001-101780001	100	2017-5-23	5years	1,890,248,280.00
18 CFLD 01-143550	100	2018-5-29	4years	2,462,578,301.89
18 CFLD 02-143551	100	2018-5-29	5years	522,355,094.34
18 CFLD 03-143693	100	2018-6-19	4years	1,959,950,000.00
18 CFLD 04-150683	100	2018-9-10	4years	1,294,462,332.08
18 CFLD 06-155102	100	2018-12-20	5years	2,987,264,150.94
18 CFLD 07-155103	100	2018-12-20	5years	3,983,018,867.93

Bond name	Par value	Issue date	Term	Issuance amount
19 GH1001-155273	100	2019-3-25	5years	995,500,000.00
0.5 billion USD Senior debt	1,306,840.00	2017-12-21	3years	3,225,695,573.28
0.35billion USD Senior debt	1,306,840.00	2017-12-28	3years	976,576,779.28
200 million USD priority notes - XS1835626810	1,306,840.00	2018-6-21	3years	1,294,120,000.00
200 million USD priority notes - XS1860402954 - July issued	1,306,840.00	2018-7-31	3years	1,303,300,000.00
110 million USD priority notes - XS1860402954-August issued	1,306,840.00	2018-8-31	3years	750,206,000.00
120 million USD priority notes - XS1860402954 September issued	1,306,840.00	2018-9-10	3years	820,068,000.00
70 million USD senior debt - XS1729851490 - October issued	1,306,840.00	2018-10-10	3years	483,504,000.00
100 million USD priority notes - XS1860402954 - October issued	1,306,840.00	2018-10-2	3years	687,920,000.00
100 million USD priority notes - XS1860402954-November issued - 1	1,306,840.00	2018-11-7	3years	690,550,000.00
50 million USD senior debt - XS1729851490-November issued	1,306,840.00	2018-11-15	3years	346,885,000.00
100 million USD priority notes - XS1860402954-November issued 2	1,306,840.00	2018-11-29	3years	691,510,000.00
50 million USD senior debt - XS1729851490-December issued	1,306,840.00	2018-12-11	3years	344,540,000.00
70 million USD senior notes - XS1860402954-December issued	1,306,840.00	2018-12-12	3years	483,448,000.00
140 million USD senior debt - XS1860402954-December issued	1,306,840.00	2018-12-20	3years	965,104,000.00
60 million USD senior notes	1,306,840.00	2018-12-27	3years	413,364,000.00
US$100 million (bond code XS1729851490) advanced debt is issued for the sixth time	1,306,840.00	2019-2-4	2years	658,128,780.40
$30 million US dollars (bond code XS1953977326) advanced unsecured fixed rate bonds	1,306,840.00	2019-3-1	4years	3,603,591,000.00
$350 million (bond code XS1972090119) Advanced Unsecured Fixed Rate Bond	1,306,840.00	2019-4-8	3years	2,406,031,557.45
650 million US dollars (bond code XS1972092248) advanced unsecured fixed-rate bonds	1,306,840.00	2019-4-8	5years	6,453,303,478.05
Total				**75,683,593,655.49**

(Continued)

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment for current period	Ending balance
17 GUAN JUTONG MA-142799	127,482,089.25		3,300,646.57	305,712.49		127,587,801.78

Bond name	Beginning balance	Issuance for current period	Interest allocated at par value	Amortization of premium/discount	Repayment for current period	Ending balance
17 GUAN JIUTONG A5-142800	142,336,062.91		3,683,441.08	92,441.85		142,426,484.76
17 GUAN JIUTONG A5-142801	158,193,873.99		4,100,021.81	83,511.21		158,277,384.80
17 GUAN JIUTONG Sub-142802	16,678,803.74			-16,678,803.74		0
16 CFLD A5 131922	528,760,839.65		35,085,575.80	235,681.43		528,996,521.08
16 CFLD Sub-131923	99,780,134.74			44,328.28		99,824,463.02
17 JIUTONG 01-Non-public bond	996,054,754.84		31,000,000.02	735,606.08		996,790,360.92
17 JIUTONG 05- Non-public bond	597,539,774.34		19,800,000.00	340,131.35		597,879,905.69
17 CFLD A4-GUAN PPP	499,078,952.91		16,410,000.00	-1,764,716.88		497,314,236.03
17 CFLD A5-GUAN PPP	498,165,881.61		16,410,000.00	262,162.00		498,428,043.61
17 CFLD A6- GUAN PPP	498,058,140.22		16,410,000.00	234,908.43		498,293,048.65
17CFLD Sub debt- GUAN PPP	200,000,000.00					200,000,000.00
18Jiutong01	1,086,220,202.18		60,330,000.02	427,389.70		1,086,647,591.88
18Jiutong02	1,395,149,148.81	408,006,000.00	51,799,999.98	1,363,322.49	408,006,000.00	1,396,512,471.30
18Jiutong03	906,811,723.28	219,600,000.00	33,670,000.02	799,944.16	219,600,000.00	907,611,667.44
19 Wenjin A2		297,452,830.20	254,794.52	16,368.75		297,469,198.95
19 Wenjin A3		297,452,830.20	279,452.05	18,472.10		297,461,302.30
19 Wenjin A4		297,452,830.20	283,633.23	7,548.57		297,450,378.77
19 Wenjin A5		297,452,830.20	291,890.41	5,789.11		297,458,619.31
19 Wenjin A6		297,452,830.20	300,000.00	4,624.29		297,457,454.49
19 Wenjin sub		260,000,000				260,000,000.00
15 CIB 05 121494	3,986,425,962.20		101,162,644.83	3,623,409.93		3,990,049,372.13
16 CFLD 136167	1,492,063,799.22		36,299,178.08	894,271.07		1,492,958,070.29
16 CFLD 02-136284	1,902,688,885.48		55,330,053.70	1,065,366.27	30,000.00	1,904,294,251.75
16 CFLD 01-135087	2,792,972,086.08	2,242,000,000.00	92,315,616.64	14,627,634.54	2,242,000,000.00	2,807,599,725.62
15 CFLD 04-135302	2,991,383,216.44	1,970,000,000	95,011,232.88	12,810,167.24	1,970,000,000.00	3,005,193,383.56

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment for current period	Ending balance
16 CFLD 05 135391	1,994,948,034.52	1,888,000,000	80,364,383.56	7,506,641.25	1,888,000,000.00	2,002,454,075.77
16 CFLD 06-135455	3,689,640,955.45	7,264,000,000	115,488,767.12	7,289,087.85	3 300,000,000.00	7,960,930,044.31
16 CFLD 07-135507	293,298,520.67		7,997,310.14	586,336.84		293,884,857.51
16 CFLD 08-135557	1,499,866,759.20		57,043,219.18	3,286,823.01		1,506,153,582.21
17 CFLD JIYF MTN001-101780003	1,892,774,799.61		54,647,123.29	978,046.50		1,891,753,256.93
18 CFLD 01-143550	2,464,939,759.32		81,454,356.17	1,454,120.41		2,466,393,879.73
18 CFLD 02-143551	527,786,999.45		17,303,287.67	239,415.99		521,026,415.44
18 CFLD 03-143693	1,991,733,535.21		70,512,328.77	1,167,789.89		1,992,901,300.10
18 CFLD 04 150683	1,294,990,385.41		41,301,657.53	872,810.46		1,255,862,995.87
18 CFLD 06-155102	2,987,328,714.84		104,136,986.30	763,358.22		2,988,092,073.06
18 CFLD 07-155103	3,983,073,297.43		264,635,616.44	490,406.66		3,983,563,704.09
19 CFLD 01 155273		995,300,000.00	14,616,438.36	-152,976.94		995,147,023.06
0.5 billion USD Senior debt	3,407,735,238.36		110,300,590.25	10,937,764.75		3,413,173,042.41
0.15billion USD Senior debt	1,027,309,808.54		33,090,178.88	2 006,337.96		1,029,016,146.10
200 million USD priority notes - XS1835626810	1,241,925,088.70		61,089,561.50	22,496,373.70		1,264,421,462.40
200 million USD priority notes XS1860402954 - July issued	1,251,017,567.00		61,089,561.00	23,353,503.58		1,274,370,070.48
100 million USD priority notes XS1860402954-August issued	596,569,590.07		33,599,258.55	20,619,545.33		707,288,235.40
120 million USD priority notes - XS1860402954-September issued	750,553,755.48		36,654,936.60	12,461,585.14		763,020,930.62
70 million USD senior debt - XS1729851490 - October issued	443,003,908.27		15,442,083.48	9,238,553.81		452,242,462.08
100 million USD priority notes - XS1860402954 October issued	610,581,650.80		30,544,780.50	12,735,250.77		623,316,901.57
100 million USD priority notes - XS1860402954-November issued -1	638,804,165.55		30,544,780.50	5,772,076.15		644,575,241.70
50 million USD senior debt - XS1729851490-November issued	308,192,865.08		11,010,099.63	336,038.84		308,526,903.92
100 million USD priority notes - XS1860402954-November issued 2	636,248,682.14		30,544,780.50	3,507,560.06		639,752,242.20

Bond name	Beginning balance	Issuance for current period	Interest allocated at par value	Amortization of premium/discount	Repayment for current period	Ending balance
50 million US$ senior debt - XS1729851490-December issued	305,001,474.22		11,039,059.63	16,688,300.06		326,690,774.18
70 million USD senior notes - XS1866402954-December issued	453,217,703.10		21,381,346.35	4,302,617.70		457,520,340.80
140 million USD senior debt - XS1866402954-December issued	890,729,903.18		42,767,692.70	1,096,908.85		893,826,812.03
60 million USD senior notes	401,885,238.77		18,376,868.30	766,438.32		404,651,677.09
US$100 million (bond code XS1729851490) advanced debt is issued for the sixth time		658,178,780.40	18,138,320.27	-34,224,146.87		623,904,633.53
530 million US dollars (bond code XS1953977320) advanced unsecured fixed rate bonds		3,643,591,000.00	103,426,020.64	-30,905,980.02		3,613,685,019.98
$350 million (bond code XS1972090119) Advanced Unsecured Fixed Rate Bond		2,406,031,367.45	35,555,714.83	-3,084,892.14		2,401,947,335.15
650 million US dollars (bond code XS1972092208) advanced unsecured fixed-rate bonds		4,453,303,478.05	86,426,644.97	3,176,981.12		4,456,480,459.17
Total	56,986,090,223.97	22,895,424,976.90	2,225,819,757.65	117,673,538.63	10,027,646,000.00	69,971,542,739.50

Note 1: The beginning balance of 16 CFLD A4-131921 is 489,154,464.13 yuan, the amortization price of this period is amortized by 38,355.84 yuan, the ending balance is 489,429,387.90 yuan, and the maturity date is June 15, 2020, which is listed as one year due. Non-current liabilities;

Note 2: The beginning balance of 17 Gu'an Jiutong A3-142798 is 101,689,796.92 yuan, the current premium discount is amortized by 114,378.83 yuan, the ending balance is 101,804,175.75 yuan, and the maturity date is April 24, 2020, which is listed as one year. Non-current liabilities due;

Note 3: 19 The beginning balance of A1 is 0 yuan, the current premium is amortized by 274,923.77 yuan, the ending balance is 337,151,563.39 yuan, and the maturity date is June 25, 2020, which is listed as non-current due within one year. Liability

Note 4: The beginning balance of 17 Huaxia A3-Gu'an PPP is 498,583,212.75 yuan, the current discount price amortization is 474,956.24 yuan, the ending balance is 499,058,168.99 yuan, and the maturity date is June 30, 2020, which is listed as within one year. Non-current liabilities.

29. Long-term Payables

Item	Ending balance	Beginning balance
Long-term payables	1,578,723,580.07	1,130,194,944.19
Special payable	139,831,020.16	71,272,804.62
Total	1,718,554,600.23	1,201,467,748.81

(1)Long-term payables

Item	Ending balance	Beginning balance
Ping An Bank Head Office		163,341.55
CINDA Financial Leasing Co., Ltd	249,999,999.98	333,333,333.32
Hubei Financial Leasing Co., Ltd	1,119,869,126.57	762,164,192.86
Beijing Culture and Technology Finance Leasing Co., Ltd	84,783,681.08	100,000,000.00
Minsheng Financial Leasing Co., Ltd	265,234,872.70	138,602,163.35
China National Foreign Trade Financial Leasing Co., Ltd.	208,333,333.31	291,666,666.65
Aerospace Science and Technology Financial Leasing Co., Ltd	479,496,565.29	276,793,947.51
China Resources Leasing Co., Ltd	500,000,000.00	
Hengqin Huatong Financial Leasing Co., Ltd	50,000,000.00	
Less: the portion maturing within one year	-1,378,994,198.86	772,469,701.05
Total	1,578,723,580.07	1,130,194,944.19

Note: the ending balance of long term payables increases by 39.69% than the beginning balance, which is due to the increase of financial leasing.

(2)Including: Special Payables

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance	Reason for formation
Zhaigezhuang Relocation Construction Funds (Note 1)	10,572,804.62	20,826,338.52	8,122.98	31,393,020.16	Special funds
Prevention and Control Funds for Three Rivers and Three Lakes (Note 2)	10,000,000.00			10,000,000.00	Special funds
Water Pollution Control Project for Key River Basins (Note 3)	8,000,000.00			8,000,000.00	Special funds
Heat Supply, Gas Supply and Other Infrastructure Constructions for Northeast China, North China, Northwest & West China Infrastructure construction (Note 4)	5,000,000.00			5,000,000.00	Special funds
Peacock City Wastewater Treatment Plant (Note 5)	4,300,000.00			4,300,000.00	Special funds
Donghuayuan Wastewater Treatment Plant (Note 6)	4,000,000.00			4,000,000.00	Special funds
Inshang North Street Road Construction Project (Note 7)	15,700,000.00			15,700,000.00	Special funds
Revitalization of the second road construction project (Note 7)	13,500,000.00			13,500,000.00	Special funds
Small and micro enterprise entrepreneurial innovation project (Note 8)	200,000.00			200,000.00	Special funds

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Upgrading coal-fired boilers in Chengnan heating station in Gu'an County (Note 9)		2,740,000.00		2,740,000.00	Special funds
Wenchang Avenue Rainwater Tank Culvert Project (Note 10)		38,330,000.00		38,330,000.00	Special funds
The construction of the sewage pipe project of the Yunji Avenue (Note 11)		1,890,000.00		1,890,000.00	Special funds
Wenchang Avenue South Extension Project (Note 12)		25,000,000.00		25,000,000.00	Special funds
Total	71,272,804.62	65,566,338.52	8,122.98	139,831,020.16	

Note 1: according to the Zhaigezhuang Renovation Plan approved by Langfang City Government on October 30, 2009 and the consent of all the villagers of Zhaigezhuang, the relocation compensation paid by the government was paid to Langfang Jingyu Fortune Real Estate Development Co., Ltd. Langfang Jingyu Fortune Real Estate Development Co., Ltd. is responsible for the relocation construction of Zhaigezhuang. Currently,

n June 2019, according to Lang Guangzheng [2019] No. 53 issued jointly by the People's Government of Langfang District of Langfang City and the Housing and Urban-Rural Development Bureau of Langfang City, a special fund of 20,826,300 was received.

Note 2: according to the LangCaijian [2008] No.130 document jointly issued by Langfang City Bureau of Finance and Langfang City Environmental Protection Agency, Sanpu Weite Park Construction Development Co., Ltd. received the special fiscal funds of RMB10mn for the water pollution prevention and control of three rivers, three lakes and Songhuajiang Basin

Note 3: according to the LangCaijian (2009) No.42 document issued by Langfang City Bureau of Finance, Sanpu Weite Park Construction Development Co., Ltd. received the RMB8mn special T-bond investment funds for boosting domestic demand through the construction of the water pol ution control project in key river basins.

Note 4: according to LangCaijian [2011] No.84 document issued by the Langfang City Bureau of Finance, Sanpu Weite Park Construction Development Co., Ltd. received the special funds of RMB5mn for Heat Supply Station Phase 2 Project.

Note 5: in 2014, according to ZhangCaiZhiBiaoZi [2014] No.382 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB6mn payment from Peacock City Wastewater Treatment Plant.In 2015, Huailai Dingxing Investment Development Co., Ltd. received the RMB1.5mn payment from Peacock City Wastewater Treatment Plant. The wastwate treatment plant is in the construction process, in 2017, it already paid RMB 3,200,000.00 for special purpose payment.

Note 6: in 2015, according to the JiCaijian (2013) No 276 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB1.2mn payment from Donghuayuan Wastewater Treatment Plant.

In 2015, according to the JiCaijian (2013) No.331 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB0.3mn payment from Donghuayuan Wastewater Treatment Plant.

In 2016, according to the JiCaijian (2013) No.331 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB2.5mn payment from Donghuayuan Wastewater Treatment Plant.

Note 7: In 2018, Xingtai Dingxing Park Construction and Development Co., Ltd. received a grant of 29.2 million yuan from Xingdong New District Management Committee according to Xingshi Caijian (2018) No. 23 document issued by Xingtai City Finance Bureau for Hesheng North Street.

Construction of two projects for road construction project and revitalization of the second road construction project.

Note 8: In 2018, the Industrial Real Estate Project Department of Shenyang Happiness Foundation Real Estate Development Co., Ltd. the space subsidy for Shenyang Xiaowei EnterpriseRMB 200,000, according the Shenkangfa [2018] No. 72 document issued by Shenyang Science and Technology Bureau.

Note 9: In 2019, Sanpu Weite Park Construction Development Co., Ltd. received a special fund for the upgrading of coal-fired boilers in Chengnan Heating Station of Gu'an County according to the document issued by Langfang City Ecological Environment Bureau [2019] No. 34. Ten thousand yuan.

Note 10: In 2019, Wuhan Dinghong Park Construction and Development Co., Ltd. received a special fund of 18.11 million yuan for the Wenchang Avenue rainwater tank culvert project according to the new urban construction [2018] No. 48 issued by the Urban and Rural Construction Bureau of Wuhan Xinzhou District. Construction.

Note 11: In 2019, Wuhan Dinghong Park Construction Development Co., Ltd. received a special fund of 1.89 million yuan for the sewage pipe of Wenjin Avenue according to Wuchengjian [2017] No.262 issued jointly by Wuhan Urban and Rural Construction Committee and Wuhan Municipal Finance Bureau. Engineering construction project.

Note 12: In 2019, Wuhan Dinghong Park Construction and Development Co., Ltd. received a special fund of 25 million yuan for the construction of the Wenchang Avenue South Extension Project according to the new urban construction [2018] No.39 issued by the Urban and Rural Construction Bureau of Wuhan Xinzhou District.

30. Deferred Income

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance	Reason for formation
Government grants	17,293,516.19	800,000.00	357,390.08	17,736,126.11	Government grants
Golden Tax Phase III System	1,008.46		168.09	840.37	
Total	17,294,524.65	800,000.00	357,558.17	17,736,966.48	

Wherein, the projects involving government grants:

Liabilities	Beginning balance	New grants for current period	Amount included in non-operating revenue for current period	Other change	Ending balance	Related to assets/related to income
Gu'an Aerospace (Satellite Navigation) Industry Port Phase I. I (Note 1)	720,000.00			180,000.00	540,000.00	Related to Assets
Gu'an Taigu Biomedicine R&D Base Experimental Public Service Platform (Note 2)	2,298,667.44				2,298,667.44	Related to Assets
Provincial Makerspace (Note 3)	2,000,000.00	300,000.00			2,300,000.00	Related to Assets

Liabilities	Beginning balance	New grant for current period	Amount included in non-operating revenue for current period	Other change	Ending balance	Related to assets/related to income
Wen'an City Bureau of Finance Subsidy for Academician Workstation (Note 4)	100,000.00				100,000.00	Related to Assets
Air Pollution Control Fund (Note 5)	4,270,667.00			5,776.68	4,264,670.32	Related to Assets
Provincial Cultural Industry Development Fund (Note 6)	2,000,000.00				2,000,000.00	Related to Assets
Postdoctoral program grant (Note 7)	251,068.60			151,613.42	99,454.98	Related to Assets
Dachang Hui Autonomous County Science and Technology Bureau Plan Awards (Note 8)	700,000.00				700,000.00	Related to Assets
Municipal cultural industry development guides funding support project construction (Note 9)	1,500,000.00				1,500,000.00	Related to Assets
Agricultural Science and Technology Park Science and Technology Award Fund (Note 10)	183,333.35			19,999.98	163,333.37	Related to Assets
PPP project preliminary work funding (Note 11)	3,270,000.00				3,270,000.00	Related to Assets
Total	17,293,516.13	800,000.00		357,390.08	17,736,126.11	

Note 1: in December 2015, according to the LangCaiOj (2015) No.12 document issued by Langfang City Bureau of Finance and Langfang City Industrial and Informationization Bureau, CFLD (Gu'an) Industrial Port Co., Ltd. received RMB1.8mn transferred by Langfang City Bureau of Finance to be used for the Provincial-level Civil Military Integration (CMI) Industry Demonstration Park Public Service Platform Construction Project in Hebei Gu'an Industry Park (Emerging Industry Demonstration Zone). The key CMI project in the park is Gu'an Aerospace (Satellite Navigation) Industry Port Phase 1.1. The non-operating revenue – deferred income of RMB180,000.00 was recognized the current period.

Note 2: in May 2015, according to the GuGongXin (2015) No.5 document issued by Gu'an County Industrial and Informationization Bureau, Gu'an Taigu Pharmaceutical Technology Co., Ltd. received the RMB600,000.00 special funds for biomedicine R&D base experiment public service platform project transferred by Gu'an County Industrial and Informationization Bureau.

In March 2016, according to the LangCaiJian (2015) No.273 document, Gu'an Taigu Pharmaceutical Technology Co., Ltd. received the service industry development guidance fund of RMB1.8mn transferred by Langfang City Bureau of Finance to be used for the construction of Gu'an Taigu Biomedicine R&D Base.

In January 2017, according to the Langfang Science technology bureau (2016) No.88 document, received RMB20,000.00 for supporting Gu'an Taigu Pharmaceutical Technology construction.

Note 3: in June 2016, according to LangZheng (2015) No.66 document issued by Langfang City Science and Technology Bureau, CFLD (Gu'an) Industry Port Investment Co., Ltd. received

RMB2mn transferred by Langfang City Science and Technology Bureau to be used for Gu'an Taigu International Technology Enterprise Incubator Construction Project.

In April 2019, according to the Gu'an County Finance Bureau's solid financial index [2018] No. 609 document, the funds allocated by the Finance Bureau were received 800,000 yuan.

Note 4: in December 2016, according to the MiKeRen (2016) No.10 document issued by Hebei Province Department of Science and Technology, Hebei Province CPC Committee Organization Department and Hebei Province Association of Science and Technology, Wenan Dingtai Park Construction Development Co., Ltd. received RMB100,000.00 transferred by Hebei Province Department of Science and Technology to establish academician workstation.

Note 5: in August 2017, Gu'an Jiutong Jiye utilities Co., Ltd received RMB4,235,767.00 for air pollution treatment, as per to Langfang government (2016) No.181 file. In April 2018, according to the notice of the Hebei Provincial Bureau of Quality and Technical Supervision on the online collection of energy measurement data for key energy-using units in 2018, the Quality Supervision Letter [2018] No. 226, received RMB34,660.

Note 6: in June 2017, CFLD (Dachang) Culture and Film Industry Park Investment Co., Ltd received RMB2,000,000.00 for Dachang Film and TV Creative Industry Park Project, as per to Heibei province Finance (2016) No.182 file.

Note 7: In 2018, CFLD Industry Investment Co., Ltd. received a post-doctoral academic exchange fund of 100,000 yuan according to the No. 17 Document of the National Postdoctoral Management Committee Office in 2018, and received 100,000 yuan from the respective districts and counties in Beijing. In 2018, CFLD Industry Investment Co., Ltd. and the Beijing Municipal Human Resources and Social Security Bureau signed a funding agreement for post-doctoral research activities in Beijing, and received funding of RMB 146,000. According to the 2018 Beijing Postdoctoral Work Funding Funding Report, Received RMB 45,000 for the daily funding of RMB 139,900.

Note 8: In 2018, CFLD (Dachang) Culture Film and Television Industrial Park Investment Co., Ltd. received RMB 700,000 from Hebei Province's upgraded science and technology plan project according to the Notice No. 20 issued by Langfang Science and Technology Bureau.

Note 9: In 2018, CFLD (Dachang) Culture Film and Television Industrial Park Investment Co., Ltd. received the Dachang Film and Television Industrial Park according to the No. 6 document issued by the Langfang City Cultural System Reform and Development Leading Group Office (Phase II) | Support funds of RMB 1.5 million.

Note 10: In 2018, Langfang Happiness Farm Tourism Development Co., Ltd. Gu'an Agricultural Expo Park received a one-off notice according to the "Notice on the Implementation of the Ten Projects of Printing and Promoting Science and Technology Innovation by the Langfang Municipal People's Government" (Langzheng [2014] No. 50) Reward RMB 200,000, and then use it for daily expenses of RMB 16,700.

Note 11: In accordance with the Notice of the Provincial Development and Reform Commission on Decomposing the Central Budget Investment Plan for the PPP Project in 2017 (Sufa Reform Investment [2017] No. 845), special funds of RMB 4.7 million will be allocated in 2018, after deducting the previous Development and Reform Commission. Advance payment, Huaxia Happiness Industry New City Nanjing Gaochun Construction Development Co., Ltd. received RMB 3.27 million PPP preliminary work.

31. Share Capital

Share type	Beginning balance		Addition or reduction for current period					Ending balance	
	Number of shares	Percentage (%)	New shares issued	Bonus shares	Reserve	Others	Subtotal	Number of shares	Percentage (%)
III. Total number of shares	3,003,251,709.00	100				-660,000,000		3,022,591,709.00	100

Note: The decrease in share capital during the period was mainly due to the write-off of restricted stocks.

32. Other Equity Instruments

(1) Changes of issued and outstanding perpetual bonds at end of the period

Financial instrument outstanding	Time of issue	Accounting classification	Dividend rate or coupon rate	Amount	Maturity date or renewal	Conversion condition	Conversion situation
Renewal entrusted loan	Nov 2016	Other equity instruments – perpetual bonds	6.10%	1,000,000,000.00	Renewable		
Renewal entrusted loan	Jan 2017	Other equity instruments – perpetual bonds	6.10%	2,000,000,000.00	Renewable		
Renewal entrusted loan	Jan 2017	Other equity instruments – perpetual bonds	6.10%	2,000,000,000.00	Renewable		
Renewal entrusted loan	Apr 2017	Other equity instruments – perpetual bonds	6.10%	3,000,000,000.00	Renewable		
Total				8,000,000,000.00			

Note 1: In November 2016, the company signed the "Renewable Debt Investment Agreement" with Xingye Wealth Asset Management Co., Ltd. (hereinafter referred to as "Xingye Fortune" or "Principal"), the company and Xingye Fortune and Industrial Bank Co., Ltd. Beijing The branch (hereinafter referred to as "Industrial Bank" or "Loaner") signs the "Renewable Entrusted Loan Loan Contract". The transaction involves the establishment of a special asset management plan for Xingye Fortune and the issuance of entrusted loans to the company through Industrial Bank with an amount of RMB 1 billion and an interest rate of 6.10% per year. There is no fixed loan term.

Note 2: in January 2017. The company and Industrial wealth asset management Co Beijing branch signed contract regarding to renewable entrusted loan. Industrial Wealth set up a special asset management plan to extend an entrusted loan of RMB2bn to the Company through Industrial Bank, with an indefinite loan term.

Note 3: in January 2017. The company and CITIC Trust Co., Ltd signed contract regarding to Perpetual debt investment contract. CITIC Trust Co., Ltd set up an entrusted plan RMB2bn, with a term of 3 years, 6.1% annual rate and indefinite entrusted term.

Note 4: in June 2017. The company and Huaneng guicheng Trust Co., Ltd signed contract regarding to Perpetual debt investment contract. Huaneng guicheng Trust Co., Ltd set up an entrusted plan RMB3bn, with a term of 2.5 years, 6.0% annual rate and indefinite loan term.

(2) Changes of issued and outstanding perpetual bonds at end of the period

Outstanding financial instruments	Beginning balance	Addition for current period	Reduction for current	Ending balance

			period
Renewable entrusted loan	9,000,000,000.00	1,000,000,000.00	8,000,000,000.00

Note: Mainly due to repayment of perpetual bonds.

33. Capital Reserve

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Capital premium	2,175,725,887.64		634,353,985.37	1,541,371,902.27
Others	178,194,000.00	172,091,200.00		350,285,200.00
Total	**2,353,919,887.64**	**172,091,200.00**	**634,353,985.37**	**1,891,657,102.27**

Note: The decrease in capital reserve during the period was mainly due to the acquisition of minority interests in subsidiaries.

34. Treasury shares

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Restricted stock	641,490,400.00		8,764,800.00	632,725,600.00
Total	**641,490,400.00**		**8,764,800.00**	**632,725,600.00**

Note: The decrease in treasury stocks in the current period was mainly due to the cancellation of restricted stocks.

35. Other comprehensive income

Item	Amount for current period						
	Beginning balance	Amount before income tax in current year	Less: amount included in other comprehensive income in previous period and transferred into current profit or loss	Less: income tax expenses	Attributable to parent company after tax	Attributable to minority shareholders after tax	Ending balance
I. Other comprehensive income that cannot be reclassified into profit or loss later							
II. Other comprehensive income that is reclassified in profit or loss	-219,266,847.56	-34,279,159.42			-33,891,690.00	-387,469.42	-253,158,537.56
Including: translation difference of foreign currency financial statements	219,266,847.56	-34,279,159.42			-33,891,690.00	-387,469.42	-253,158,537.56
Total of other comprehensive incomes	-219,266,847.56	-34,279,159.42			-33,891,690.00	-387,469.42	-253,158,537.56

36. Surplus Reserve

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Statutory surplus reserve	1,913,090,187.27			1,913,090,187.27
Total	**1,913,090,187.27**			**1,913,090,187.27**

37. Retained Earnings

Item	Current period	Previous period
Retained earnings end of previous year before adjustment	28,366,994,989.87	20,198,730,632.22
Adjustment to retained earnings at beginning of year (increase +, decrease -)		
Retained earnings at beginning of year after adjustment	28,366,994,989.87	20,198,730,632.22
Add: Net profit attributable to owners of parent company in the current period	8,480,826,063.81	6,926,570,090.69
Less: allocated statutory surplus reserve		
Allocated discretionary surplus reserve		
Allocated general risk reserve		
Ordinary share dividends payable	3,603,110,050.80	2,639,452,038.10
Ordinary share dividends converted into share capital		
Others	276,333,333.34	276,022,222.23
Retained earnings at end of period	32,968,377,669.54	24,190,826,461.92

38. Turnover and Cost of sales

Item	Amount for current period		Amount for previous period	
	Income	Cost	Income	Cost
Principal business	38,493,788,384.54	19,711,548,251.38	34,737,336,088.31	18,817,335,538.05
Other business	236,324,407.64	146,049,291.34	236,991,852.49	184,432,561.98
Total	38,730,112,792.18	19,857,597,542.72	34,974,327,940.80	19,001,768,100.03

Note: In the current period, the income increased by 40.52%, and the cost increased by 57.87%, which was mainly due to the increase in settlement of the company's real estate development business during the period.

(1) Principal business (by the industry)

Industry	Amount for current period		Amount for previous period	
	Operating income	Operating cost	Operating income	Operating cost
Industry development service	11,874,671,546.59	1,923,096,369.78	10,927,187,537.34	2,461,385,569.85
Infrastructure construction	397,386,865.23	341,577,092.62	102,057,113.92	93,814,879.25
Land consolidation	1,257,000,615.60	1,123,335,739.31	3,385,820,956.31	2,996,766,117.58
Comprehensive service	92,805,716.19	82,994,872.56	40,657,435.53	37,572,937.49
Property management service	473,464,982.70	478,197,111.02	285,957,387.78	269,132,577.61
Real estate development	22,877,510,843.69	14,686,055,093.98	18,970,968,474.02	12,261,149,518.14
Others	1,520,947,824.54	1,136,391,972.11	1,024,687,183.41	697,513,938.13
Total	38,493,788,394.54	19,711,548,251.38	34,737,336,088.31	18,817,335,538.05

(2) Principal business (by regions)

Regions	Amount for current period	Amount for previous period

	Operating income	Operating cost	Operating income	Operating cost
Around Beijing	23,685,306,239.79	14,224,802,732.49	27,202,568,208.86	13,853,818,018.78
Outside	14,808,482,154.75	5,486,745,518.89	7,534,767,879.45	4,963,517,519.27
Total	**38,493,788,394.54**	**19,711,548,251.38**	**34,737,336,088.31**	**18,817,335,538.05**

39. Taxes and Surcharges

Item	Amount for current period	Amount for previous period
Business tax	31,706,976.43	544,746,805.40
City maintenance & construction tax	95,174,265.43	75,812,320.62
Education surcharge	87,884,549.54	70,454,510.15
Housing property tax	29,689,364.37	27,470,298.53
Land use tax	59,411,542.39	60,880,494.40
Vehicle and vessel use tax	136,956.12	27,872.46
Stamp duty	32,204,836.55	33,770,367.71
Land appreciation tax	1,777,050,784.48	968,139,915.11
Others	5,110,849.00	17,602,344.64
Total	**2,118,370,124.31**	**1,798,904,929.02**

40. Selling expenses

Item	Amount for current period	Amount for previous period
Employee remunerations	82,322,530.80	65,021,828.56
Office expenses	95,747,637.01	97,614,722.70

Item	Amount for current period	Amount for previous period
Marketing expenses	476,589,158.82	388,008,694.28
Sales agency fee	146,948,720.25	130,915,662.83
Customer service fee	48,514,594.98	46,229,048.11
Other expenses	24,910,026.59	13,122,201.41
Total	**875,032,668.45**	**740,912,157.89**

41. Administrative Expenses

Item	Amount for current period	Amount for previous period
Employee remunerations	1,558,652,075.75	1,967,327,646.81
Recruitment and training	47,059,334.38	118,768,176.00
Office expenses	530,622,186.41	652,813,456.21
Agency consulting fee	321,805,593.47	314,921,859.12
Depreciation & amortization	361,530,949.59	345,020,034.97
Others	10,682,251.19	10,240,571.83
Total	**2,830,952,390.79**	**3,409,091,744.94**

42. Research and development expenses

Item	Amount for current period	Amount for previous period
Urban space R&D design fee	5,139,949.45	6,946,003.72
Total	**5,139,949.45**	**6,946,003.72**

43. Financial Expenses

Item	Amount for current period	Amount for previous period
Interest expenses	907,427,501.78	673,817,296.12
Less: interest income	-278,790,493.64	-157,018,168.88
Exchange loss	14,103,333.87	30,742,816.27
Less: exchange gain	-1,020,406.92	-77,709.48
Handling charge	56,768,015.46	77,974,897.62
Total	**698,487,950.55**	**625,444,631.65**

44. Impairment losses of credit financial asset

Item	Amount for current period	Amount for previous period
Bad debt loss of accounts receivable	-196,491,009.70	
Bad debt loss of other receivables	-198,491,598.55	
Total	**-394,982,608.25**	

Note: The credit impairment loss of the current period has changed greatly, mainly due to the reclassification caused by the implementation of the new financial instrument standards.

45.Impairment losses of assets

Item	Amount for current period	Amount for previous period
bad debt loss		-572,662,831.13
Total	**18,077,750.46**	**-572,662,831.13**

Note: The asset impairment losses in the current period have changed significantly, mainly due to the reclassification caused by the implementation of the new financial instrument standards.

46. Investment Income

Item	Amount for current period	Amount for previous period
Income from long-term equity investments under equity method	-13,707,494.10	-9,934,675.20
Gains of disposal investment	59,127,199.64	7,086,383.75
Profit or loss from entrusting others to make investments or manage assets	46,123,323.84	210,751,042.66
Profit or loss from outside entrusted loans	43,814,112.17	474,247,611.24
Total	**135,357,141.55**	**682,150,362.45**

Note: the investment income for the current period increases by 80.16%, compared with previous period, which is mainly due to the fact that the income from outside entrusted loan has significant increased.

47.Asset disposal income

Item	Amount for current period	Amount for previous period
Loss of intangible assets disposal	-96,387,777.76	-23,982,300.37
Loss of fixed asset disposal	-537,548.69	
Total	**-96,925,326.45**	**-23,982,300.37**

48.Other income

Item	Amount for current period	Amount for previous period
government subsidy	83, 087, 265. 16	20, 466, 200. 00

Note:Other income increased by 305.97% compared with the previous period, mainly due to the increase of new government subsidies in the current period.

49. Non-operating income

Item	Amount for current period	Amount for previous period	Amount included in current

			non-recurring profit or loss
Penalty and forfeiture income	5,466,903.26	473,842.92	5,466,903.26
Liquidated damages	12,217,640.31	3,870,013.11	12,217,640.31
Player transfer income	38,724,348.28		38,724,348.28
Others	2,364,879.39	5,302,730.63	2,364,879.39
Total	**58,773,771.24**	**9,646,586.66**	**58,773,771.24**

Note: The non-operating income for the period increased by 509.27% over the previous period, mainly due to the increase in liquidated damages and the transfer of players

50. Non-operating expenditure

Item	Amount for current period	Amount for previous period	Amount included in current non-recurring profit or loss
Donations	89,982,391.80	34,020,929.14	89,982,391.80
Fines	8,748,346.41	26,353,357.45	8,748,346.41
Others	29,202,746.18	9,702,950.23	29,202,746.18
Total	**127,933,484.39**	**70,077,236.82**	**127,933,484.39**

Note: the Non-operation expenses for the current period increases by 82.56%, compared with previous period, which is mainly due to the fact that the donations have significant increased.

51. Income Tax Expenses

(1) Table of income tax expenses

Item	Amount for current period	Amount for previous period
Income tax for current period	3,720,727,805.26	2,653,689,210.03
Deferred income tax	-278,927,567.39	-157,946,794.95
Total	**3,441,800,237.87**	**2,495,742,415.08**

(2) Adjustment process of accounting profit and income tax expenses

Item	Amount for current period
Total profit	12,019,986,685.23
Income tax expenses calculated at the statutory/applicable tax rate	3,004,996,671.31
Effect of different tax rates	25,067.89
Reversal of the deferred income tax assets recognized in prior years	287,430.64
Impact of non-deductible costs, expenses and losses	
Recognition of deferred tax assets on tax losses previously not recognised	335,336,948.94
Impact of deductible temporary difference or deductible loss of deferred income tax assets not recognized for the current period	-51,669,635.55
Other	152,823,754.64
Income tax expenses	3,441,800,237.87

52. Notes to Items of Cash Flow Statement

(1) Other cash received relating to operating activities

Item	Amount for current period	Amount for previous period
Receivables & payables	299,863,040.95	252,244,120.61
deposit	125,316,618.92	157,626,953.43
Interest income	278,790,493.64	157,018,168.88
Reserve fund	60,555,281.71	233,358,196.62
Others	308,103,022.36	429,875,347.12
Total	**1,072,628,457.58**	**1,230,112,786.66**

(2) Other cash paid relating to operating activities

Item	Amount for current period	Amount for previous period
Cash expenses	725,032,668.45	740,912,157.89
Receivables & payables	984,125,789.40	674,813,375.53
Donation	85,982,391.80	34,020,929.14
Pay the reserve	798,962,345.28	747,022,964.21
Deposit	233,693,044.07	113,064,162.53
Total	**2,831,796,239.00**	**2,309,833,589.30**

(3) Other cash received relating to investing activities

Item	Amount for current period	Amount for previous period
Asset management plan		10,000,000.00
Total		**10,000,000.00**

(4) Other cash paid relating to investing activities

Item	Amount for current period	Amount for previous period
Entrusted loan		200,000,000.00
Total		**200,000,000.00**

(5) Other cash paid relating to financing activities

Item	Amount for current period	Amount for previous period
Minority share repurchase	1,961,295,638.42	9,508,719,637.71
Total	1,961,295,638.42	9,508,719,637.71

53. Supplemental Information on Cash Flow Statement

(1) Reconciliation of net profit to cash flows of operating activities

Item	Amount for current period	Amount for previous period
1. Reconciliation of net profit to cash flows of operating activities:		
Net profit	8,578,186,447.36	6,941,058,739.26
Add: asset impairment provision	376,404,857.79	572,662,831.13
Depreciation of fixed assets, depletion of oil and gas assets and depreciation of productive biological assets	188,728,180.67	199,628,565.16
Amortization of intangible assets	220,273,735.65	251,998,904.85
Amortization of long-term deferred expenses	334,776,504.02	311,103,711.22
Losses on disposal of fixed assets, intangible assets and other long-term assets (income represented by a "-" symbol)	96,925,326.45	23,982,300.37
Losses on retirement of fixed assets (income represented by a "-" symbol)		
Loss from changes in fair value (income represented by a "-" symbol)		
Financial expenses (income represented by a "-" symbol)	907,427,501.78	673,817,296.12
Losses from investments (income represented by a "-" symbol)	135,537,141.55	-682,150,362.45
Decrease in deferred income tax assets (increase represented by a "-" symbol)	-278,922,567.39	-157,946,794.95
Increase in deferred income tax liabilities (decrease represented by a "-" symbol)	-275,677.26	
Decrease in inventories (increase represented by a "-" symbol)	-10,551,014,866.77	-11,835,412,110.13
Decrease in operating receivables (increase represented by a "-" symbol)	-15,380,370,825.79	-12,267,492,311.38
Increase in operating payables (decrease represented by a "-" symbol)	-4,858,443,000.94	8,156,715,399.88
Others		
Net cash flows from operating activities	-20,503,346,525.92	-7,816,033,740.92
2. Significant investing and financing activities not involving cash		

Item	Amount for current period	Amount for previous period
receipts and payments		
Change of debts to capital		
Convertible corporate bonds maturing within one year		
Fixed assets leased by financing		
3. Net increase or decrease in cash and cash equivalents		
Cash at the end of period	53,785,064,910.51	40,108,199,829.44
Less: cash at the beginning of period	45,605,073,741.31	64,204,874,650.60
Add: cash equivalents at the end of period		
Less: cash equivalents at the beginning of period		
Net increase in cash and cash equivalents	8,179,991,169.20	-24,096,674,821.16

(2) Net cash payments for acquiring subsidiaries in the current year

Item	Amount
Cash or cash equivalents paid in the current period for the enterprise mergers in current year	930,952,032.02
Less: cash and cash equivalents held by the subsidiaries on acquisition dates	2,495,500.28
Net cash payments for acquiring subsidiaries	928,456,531.74

(3) Net cash received from disposal of subsidiaries in the current period

Item	Amount
Cash or cash equivalents received from disposal of subsidiaries in the current period	215,000,393.11
Plus: Cash or cash equivalents paid in the current period for business combinations in the previous period	397,934,299.97
Net cash received for disposal subsidiaries	612,934,693.08

(4) Composition of cash and cash equivalents

Item	Ending balance	Beginning balance
I. Cash	53,785,064,910.51	45,605,073,741.31
Including: Cash on hand	576,706.91	339,239.42
Bank deposits readily available for payments	50,519,298,080.85	42,748,813,556.09
Other monetary funds readily available for payments	3,265,190,122.75	2,855,920,945.80
II. Cash equivalents		
Including: bond investments due within three months		
III. Cash and cash equivalents at the end of the period	53,785,064,910.51	45,605,073,741.31
Including: cash and cash equivalents subject to use restrictions for parent company or subsidiaries within the Group		

54. Assets with ownership or use right restricted

Assets with ownership restricted	Ending book value	Reason for restriction
1.Bank deposit	1,676,709,915.71	Reserve fund for the salaries of rural migrant workers
3. Inventories	24,486,194,502.28	Mortgaged for long-term borrowings and non-current liabilities maturing within one year
4. Fix assets	435,274,620.16	Mortgaged for long-term borrowings and non-current liabilities maturing within one year
5. Intangible assets	31,785,300.00	Mortgaged for long-term borrowings and non-current liabilities maturing within one year
6.Investment real estate	673,360,000.00	Mortgaged for long-term borrowings and non-current liabilities maturing within one year
7.Construction in progress	5,371,570,957.34	Mortgaged for long-term borrowings and non-current liabilities maturing within one year

Assets with ownership restricted	Ending book value	Reason for restriction
Total	43,302,134,193.09	

55. Foreign-currency Monetary Items

(1) Foreign-currency monetary items

Item	Ending foreign currency balance	Conversion exchange rate	Ending RMB balance after conversion
Bank deposit			
including: USD	211,163,979.25	6.874700	1,451,685,008.15
EUR	20,964.64	7.817000	163,880.59
HKD	18,054.16	0.879700	15,882.24
JPY	62,736.00	0.063816	4,003.56
SGD	5,120,452.18	5.080500	26,014,457.30
IDR	669,510,237,727.02	0.000486	325,381,975.54
INR	69,783,880.16	0.099559	6,947,613.32
MYR	1,279,526.06	1.659300	2,123,117.59
PHP	4,583,235.32	0.134200	615,070.18
VND	1,547,080,807,676.00	0.000294	454,841,757.46
EGP	258,018.37	0.410089	105,810.50
KRW	210,000,000.00	0.005942	1,247,820.00
Accounts receivable			
including: USD			
EUR			
HKD			
IDR	122,769,157,575.34	0.000486	59,665,810.58

Item	Ending foreign currency balance	Conversion exchange rate	Ending RMB balance after conversion
VND	65,409,673,736.00	0.000294	19,230,444.08
Long-term borrowings			
Including: USD	68,899,704.89	6.874700	473,664,801.21
EUR			
HKD			
Other bank deposit			
IDR	635,742,917,029.73	0.000486	308,971,057.68
Other receivables			
SGD	559,199.35	5.080500	2,841,012.30
IDR	1,016,082,548,319.00	0.000486	493,816,118.48
INR	4,839,680.00	0.099559	481,833.70
VND	12,082,878,162.40	0.000294	3,552,366.18
Accounts payables			
IDR	27,019,204,545.00	0.000486	13,131,333.41
VND	120,685,723,540.00	0.000294	35,482,779.72
Other non-current financial assets			
IDR	12,190,225,473.25	0.000486	5,924,449.58
Other payables			
SGD	6,277.50	5.080500	31,892.84
IDR	670,330,072,320.22	0.000486	325,780,415.15
INR	1,909,761.76	0.099559	190,133.97
MYR	95,000.00	1.659300	157,633.50
PHP	432,079.61	0.134200	57,985.08
VND	4,014,286,933,302.38	0.000294	1,180,200,358.39
Prepayments			

Item	Ending foreign currency balance	Conversion exchange rate	Ending RMB balance after conversion
USD	96,950,287.52	6.874700	666,504,141.61
HKD	174,340.00	0.879700	153,366.90
SGD	90.00	5.080500	457.25
IDR	255,516,047,693.05	0.000486	124,180,799.15
INR	477,486.00	0.099559	47,533.05
VND	45,909,503,878.25	0.000294	13,497,394.14
Advance receipt			
IDR	1,454,616,665,768.94	0.000486	706,943,699.56
VND	24,143,801,217.00	0.000294	7,098,277.56
Interest payables			
USD	72,884,740.15	6.874700	501,060,723.11
Long-term bond payables			
USD	3,534,567,525.14	6.874700	24,299,091,365.08

(2) Description of overseas operating entities

Overseas operating entity	Overseas principal place of business	Recording currency	Basis for recording currency selection
Global Industrial Investment Co., Ltd.	Hong Kong, China	USD	Main settlement currency
CFLD (US) Incubator Services, Inc.	USA	USD	Main settlement currency
CFLD (US) Inc.	USA	USD	Main settlement currency
CFLD (Hong Kong) Sports Industry Development Limited	Hong Kong, China	USD	Main settlement currency
CFLD International Holding Limited	Hong Kong	USD	Main settlement currency
CFLD (SINGAPORE) INVESTMENT PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT I PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT II PTE. LTD.	Singapore	USD	Main settlement currency

Overseas operating entity	Overseas principal place of business	Recording currency	Basis for recording currency selection
CFLD INVESTMENT III PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT IV PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT VI PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT VII PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT VIII PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT IX PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT X PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XI PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XII PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XIII PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XIV PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XV PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XVI PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XVII PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 18 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 19 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 20 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 21 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 22 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 23 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 26 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 29 PTE. LTD.	Singapore	USD	Main settlement currency

Overseas operating entity	Overseas principal place of business	Recording currency	Basis for recording currency selection
CF CITY INVESTMENT 30 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 31 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 32 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 33 PTE. LTD.	Singapore	USD	Main settlement currency
SWANCITY(SINGAPORE)INVESTMENT PTE LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 35 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 37 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 38 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 39 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 40 PTE. LTD.	Singapore	USD	Main settlement currency
VNIC Investment 41 Pte.Ltd	Singapore	USD	Main settlement currency
VNIC Investment 42 Pte.Ltd	Singapore	USD	Main settlement currency
VNIC Investment 43 Pte.Ltd	Singapore	USD	Main settlement currency
New Industry Park 44 PTE. LTD	Singapore	USD	Main settlement currency
New Industry Park 45 PTE. LTD	Singapore	USD	Main settlement currency
CFLD Investment 46 Pte. Ltd	Singapore	USD	Main settlement currency
CFLD Investment 47 Pte. Ltd	Singapore	USD	Main settlement currency
CF City Egypt New Integrated City S.A.E	Egypt	EGP	Main settlement currency
CF City Japan New Industry City KK	Japan	JPY	Main settlement currency
PT.INDONIC TANGERANG INVESTMENT	Indonesia	IDR	Main settlement currency
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	Indonesia	IDR	Main settlement currency
PT.CFCITY TANGERANG INVESTMENT	Indonesia	IDR	Main settlement currency

Overseas operating entity	Overseas principal place of business	Recording currency	Basis for recording currency selection
PT.CFCITY KARAWANG INVESTMENT	Indonesia	IDR	Main settlement currency
PTCFLD KARAWANG NEW INDUSTRY CITY DEVELOPMENT	Indonesia	IDR	Main settlement currency
CFLD INDIA INVESTMENT PRIVATE LIMITED	India	INR	Main settlement currency
VNIC Investment 1 Company Limited	Vietnam	VND	Main settlement currency
CF City Myanmar New Industry City Limited	Myanmar	MMK	Main settlement currency
CF CITY NEW INDUSTRY TOWNSHIP MALAYSIA SDN.BHD.	Malaysia	MYR	Main settlement currency
CFLD (UK) INVESTMENT LIMITED.	United Kingdom	GBP	Main settlement currency
SNC INVESTMENT 5 PTE.LTD.	Singapore	USD	
SNC Investment 27 Pte.Ltd.	Singapore	USD	
SNC Investment 28 Pte.Ltd.	Singapore	USD	Main settlement currency
CFLD Germany New Industry City GmbH	Germany	EUR	Main settlement currency
Egypt New Integrated City Infrastructure Development S.A.E(Dormant)	Egypt	EGP	Main settlement currency
CF CITY PHILIPPINES NEW INDUSTRY CITY CORPORATION	Philippines	PHP	Main settlement currency
Nhon Trach New Industry City Company Limited	Vietnam	VND	Main settlement currency
CFLD Korea New Industry City Co.,Ltd	Korea	KRW	Main settlement currency
CFLD (Cayman)Investment Ltd.	Cayman	USD	Main settlement currency
CFLD New Industry City (B)Sdn.Bhd	Brunei	BDN	Main settlement currency
Vietnam New Industry City Infrastructure Development Co.Ltd	Vietnam	VND	Main settlement currency
PT.Atlas Global Property Management	Indonesia	IDR	Main settlement currency
SwanCity International Holdings Limited	Cayman	USD	Main settlement currency
VINA DAI PHUOC CORPORATION	Vietnam	VND	Main settlement currency
CHINA FORTUNE (HONGKONG) SPORTS INDUSTRY DEVELOPMENTCO.,LIMITED	Hong Kong	USD	Main settlement currency

Overseas operating entity	Overseas principal place of business	Recording currency	Basis for recording currency selection
CFLD (HK) Elderly Care Industry Investment Co.,Limited	Hong Kong	USD	Main settlement currency
Birchfield International Limited	Samoa	HKD	Main settlement currency
Gu'f Semiconductor International Limited	Samoa	HKD	Main settlement currency
Dawson Capital Limited	British Virgin Islands	HKD	Main settlement currency
Yuanda Investments Limited	Hong Kong	HKD	Main settlement currency
URBANSPACE DESIGN AND PLANNING PTE.LTD.	Singapore	RMB	Main settlement currency

56. Governmental Subsidies

Item	Amount for current period	Financial Statements Item	Have subsidies received?
Xianghe County Park Support Fund	36,445,320.00	Other income	Yes
Langfang City Stadium subsidy	21,000,000.00	Other income	Yes
Input tax plus deduction	10,525,688.18	Other income	Yes
Langfang City Industrial and Information Technology Bureau Awards	10,000,000.00	Other income	Yes
Science and Technology Commission R & D funding	1,406,088.13	Other income	Yes
Jiutong Xinsheng Government Award	1,248,899.55	Other income	Yes
Gu'an Industrial Port Support Fund	480,000.00	Other income	Yes
Deferred income transfer (7, 52)	357,390.08	Other income	Yes
Wuxi government support funds	350,000.00	Other income	Yes
Tax return	343,083.22	Other income	Yes
Jiaxing Park Government subsidy	300,000.00	Other income	Yes
Puyang County Development and Reform Bureau supports funds	300,000.00	Other income	Yes
Government subsidy of Langfang City Industry and Information Technology Bureau	200,000.00	Other income	Yes

Shucheng Outstanding Enterprise Award	100,000.00	Other income	Yes
China Machinery and Electronic Products Import And Export Chamber of Commerce Government subsidies	30,800.00	Other income	Yes
Total	83,087,265.16		

VI, Changes in Consolidation Scope

1. Merger of enterprises not under common control

(1) Merger of enterprises not under common control in the current year

Name of acquiree	Time of equity acquisition	Cost of equity acquisition	Acquired shareholding percentage (%)	Method of equity acquisition	Date of acquisition	Determining basis for acquisition date	Revenue of acquiree from acquisition date to the end of reporting period	Net profit of acquiree from acquisition date to the end of reporting period
Brightfield International Limited	2019-4-30	-	70	Acquisition	2019-4-30	Control already transferred		
Gulf Semiconductor International Limited	2019-4-30	-	70	Acquisition	2019-4-30	Control already transferred		
Dawson Capital Limited	2019-4-30	-	70	Acquisition	2019-4-30	Control already transferred		
Yuanta Investments Limited	2019-4-30	-	70	Acquisition	2019-4-30	Control already transferred		
Guilin Lemandi Leisure World Co., Ltd.	2019-4-30	260,212,299.03	70	Acquisition	2019-4-30	Control already transferred	-	-338,013.79
Guilin Lemandi Tourism Development Co., Ltd	2019-4-30	471,710,040.09	70	Acquisition	2019-4-30	Control already transferred	15,319,415.33	-742,877.07
Guilin Jiahuang Leisure World Co., Ltd.	2019-4-30	100,653,162.59	70	Acquisition	2019-4-30	Control already transferred	3,573,823.52	-3,904,418.11
Guilin Huasheng Real Estate Development Co., Ltd	2019-3-31	130,000,000.00	100	Acquisition	2019-3-31	Control already transferred	-	-708.54
Wuhan Yuanu Real Estate Development Co., Ltd	2019-5-22	66,700,000.00	51	Acquisition	2019-5-22	Control already transferred	-	17,009.96
Wuhan Yutong Real Estate Development Co., Ltd.	2019-6-25		50	Acquisition	2019-6-25	Control already transferred	-	-229,965.38

(2) Merger costs and goodwill

Item	Guilin Lemandi Leisure World Co., Ltd	Guilin Lemandi Tourism Development Co., Ltd	Guilin Jiatianxia Leisure World Co., Ltd	Guilin Hunying Real Estate Development Co., Ltd	Wuhan Yuchu Real Estate Development Co., Ltd.
Merger costs					
- Cash	260,212,299.03	473,730,043.09	100,653,162.59	130,000,000.00	66,300,000.00
Total merger costs	260,212,299.03	473,730,043.09	100,653,162.59	130,000,000.00	66,300,000.00
Less: acquired share of the fair value of identifiable net assets	260,212,299.03	473,730,043.09	100,653,162.59	130,000,000.00	66,300,000.00
Portion of acquired share of the fair value of identifiable net assets higher than goodwill/merger costs					

(3) Identifiable assets and liabilities of acquirees on acquisition dates

In 2018, the Company had 4 subsidiaries not under common control in total. The identifiable assets and liabilities of the acquirees on acquisition dates are listed below:

Item	Summary	
	Fair value on acquisition date	Book value on acquisition date
Assets:	2,332,319,400.31	1,167,891,488.36
Bank deposit	2,495,500.28	2,495,500.28
Other receivables	1,036,670.80	1,036,670.80
Inventories	550,027,671.94	420,027,671.94
Fixed assets	145,887,596.33	239,841,845.61
Intangible assets	1,149,462,844.00	21,080,682.77
Prepayments	427,627.93	427,627.93
Other receivables	211,123,961.22	211,123,961.22
Construction in progress	6,405,003.91	6,405,003.91
Long-term deferred expenses	2,747,078.93	2,747,078.93
Long term equity investment	261,986,207.18	261,986,207.18
Other current assets	719,237.79	719,237.79
Liabilities	951,498,782.18	951,498,782.18
Accounts payable	78,789,991.41	78,789,991.41
Rental and sales deposits	11,320,009.71	11,320,009.71
Other payables	1,730,385.37	1,730,385.37
Liabilities:	858,026,581.59	858,026,581.59
Remunerations Payable to Employees	1,631,814.10	1,631,814.10
Net assets	1,380,820,618.13	716,392,706.18
Less: minority interest	357,683,787.74	-9,052,185.92
Acquired net assets	1,023,136,830.39	225,444,892.10

Determining method of the fair values of identifiable assets and liabilities

1).The merged party Gu'an Huaying Real Estate Development Co., Ltd., the fair value of the net assets was determined by the two parties on the basis of the asset evaluation report of the "Cai Cai Rui Report No. [2018] No. 34". The company held the Gu'an Real Estate Real Estate. The net assets corresponding to 100% equity of Development Co., Ltd. is 130,000,000.00 yuan.

2).The merged party Wuhan Yuzhu Real Estate Development Co., Ltd., the fair value of net assets was determined by the two parties on the basis of the asset evaluation report of "Hu Huasheng Report No. 151 [2019] No. 151". The company holds Wuhan Yuzhu Real Estate. The net assets corresponding to 51% equity of Development Co., Ltd is 66,300,000.00 yuan.

3).The merged party Wuhan Yuteng Real Estate Development Co., Ltd., the fair value of the net assets was determined by the two parties on the basis of the asset evaluation report of "Cai Cai

Rul Report No. 152 [2019] No. 152". The company holds Wuhan Yuteng Real Estate Development Co., Ltd. The net assets corresponding to 50% of the company's equity are 0 yuan.

4).The company was merged with Fang Guilin Le Mandi Leisure World Co., Ltd., and the fair value of net assets was determined by the two parties on the basis of the asset evaluation report of "Zhonglian Evaluation and Consultation [2019] No. 1069". The company held 371,731,855.76 yuan. 5.The company holds Guilin Lemandi. The net assets corresponding to 70% equity of Leisure World Co., Ltd. is 260,212,299.03 yuan.

5).The company was merged with Fang Guilin Lemandi Tourism Development Co., Ltd., and the fair value of net assets was determined by the two parties on the basis of the asset evaluation report of "Zhonglian Evaluation and Consultation [2019] No. 1069". The company held 676,757,204.41 yuan. The company holds Guilin Lemandi. The net assets corresponding to 70% equity of Tourism Development Co., Ltd. is 473,730,043.09 yuan.

6).The company was merged with Fang Guilin Jiatianxia Leisure World Co., Ltd., and the fair value of net assets was determined to be 143,790,232.27 yuan on the basis of the asset evaluation report of Zhonglian Evaluation Consulting [2019] No. 1069. The company holds the leisure world of Guilin Jiatianxiaxia. The net assets corresponding to 70% equity of the company are 100,653,162.59 yuan.

4. Disposal of subsidiaries

Name of subsidiary	Disposal Price	Disposal Equity (%)	Method of disposal	Date of losing control	Evidence of losing control	Difference between disposal price and subsidiary's equity in consolidated financial statements
Kunghe Jiahua Real Estate Development Co., Ltd	65,000,393.11	70%	Transfer	2019-6-30	Control has been transferred	59,764,371.30
Longfang Xilepa Real Estate Development Co., Ltd	190,000,000.00	55%	Transfer	2019-4-30	Control has been transferred	-637,171.46

5. Changes in the consolidation scope for other reasons

(1) Subsidiaries newly incorporated into the consolidation scope

Company name	Reason for new incorporation into consolidation scope	Investment percentage (%)
Yunuozhuo (Baihou) Construction Development Co., Ltd.	New establishment	100
Langfang Yuteng Real Estate Development Co., Ltd.	New establishment	100
Langfang Yushun Real Estate Development Co., Ltd.	New establishment	100
Langfang Yucan Real Estate Development Co., Ltd.	New establishment	100
Langfang Dongkexin Biotechnology Co., Ltd.	New establishment	100
Huaxia Happy Industry New City (Xi'an Chang'an) Development Co., Ltd.	New establishment	100
Jiangmen Yurong Real Estate Development Co., Ltd.	New establishment	100

Company name	Reason for new incorporation into consolidation scope	Investment percentage (%)
Xinzheng Yukunyuan Real Estate Development Co., Ltd	New establishment	100
Xiaogan Yuheng Real Estate Development Co., Ltd.	New establishment	100
Shucheng Yuxuan Real Estate Development Co., Ltd.	New establishment	100
Jingyang County Yuding Real Estate Development Co., Ltd	New establishment	100
Wuhan Yushun Real Estate Development Co., Ltd.	New establishment	100
Dachang Hui Autonomous County Yukun Real Estate Development Co., Ltd.	New establishment	100
Dachang Hui Autonomous County Yuding Real Estate Development Co., Ltd.	New establishment	100
Dachang Hui Autonomous County Yufeng Real Estate Development Co., Ltd.	New establishment	100
Nanjing Yujin Real Estate Development Co., Ltd.	New establishment	100
Guangzhou Partner Real Estate Co., Ltd.	New establishment	60
Huizhou City Partner Industry Service Co., Ltd.	New establishment	60
Huizhou Huazhi Industrial Park Operation Co., Ltd	New establishment	60
Chengdu Partner Industry Service Co., Ltd.	New establishment	60
Dongguan Huake Zhilian Incubator Operation Co., Ltd.	New establishment	60
Shenzhen Huazhiheng Investment Development Co., Ltd	New establishment	60
URBANSPACE DESIGN AND PLANNING PTE. LTD.	New establishment	80
Kaifeng Yuxuan Real Estate Development Co., Ltd.	New establishment	100
CFLD (HK) Elderly Care Industry Investment Co., Limited	New establishment	100
CFLD (Wuhan) Real Estate Development Co., Ltd.	New establishment	100

VII. Interests in Other Entities

1. Interests in subsidiaries

(1) Composition of enterprise group

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Langfang Jingyu Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation	100		Establishment by investment	Yes
Langfang Jingyu Fortune Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Gu'an Jingyu Fortune Real Estate Development Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Gu'an CFLD Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Xiangke Jingyu Real Estate Development Co., Ltd.	Xiangke County, Hebei Province	Xiangke County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Dacheng Jingyu Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Dacheng Jingyu Fortune Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Dacheng CFLD Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Huailai Jingyu Real Estate Development Co., Ltd.	Huailai County, Hebei Province	Huailai County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Yongding River Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Jingyu Nanhai Property Co., Ltd.	Wendeng City, Shandong Province	Wendeng City, Shandong Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Langfang City CFLD Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Huailai Jingyu Fortune Real Estate Development Co., Ltd.	Huailai County, Hebei Province	Huailai County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Qinhuangdao Jingyu Real Estate Development Co., Ltd.	Qinhuangdao, Hebei Province	Qinhuangdao, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Shenyang Jingyu Fortune Real Estate Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Tianjin CFLD Real Estate Investment Co., Ltd	Wuqing District, Tianjin	Wuqing District, Tianjin	Real estate development, selling and operation		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Shenyang CRLD Real Estate Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation	100	Establishment by investment	Yes
Shenyang Peacock City Real Estate Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation	100	Establishment by investment	Yes
Zhenjiang CRLD Real Estate Development Co., Ltd.	Zhenjiang City, Jiangsu Province	Zhenjiang City, Jiangsu Province	Real estate development, selling and operation	100	Establishment by investment	Yes
Xianghe CRLD Property Service Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Property	100	Establishment by investment	Yes
Gu'an County Haoyue Hot Spring Resort Hotel Service Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Hospitality service	100	Establishment by investment	Yes
Gu'an CRLD Asset Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Auxiliary port construction	100	Establishment by investment	Yes
Dachang Hui Autonomous County Ivy Nursery Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Cultivation, production and selling of landscape, seedlings, flowers and fruits	100	Establishment by investment	Yes
Gu'an Water Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
Dachang Hui Autonomous County Dingcheng Investment Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
Hualai Dingqing Investment Development Co., Ltd.	Hualai County, Hebei Province	Hualai County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
Wasan Digital Park Construction Development Co., Ltd.	Wasan County, Hebei Province	Wasan County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
Shenyang Qingcheng Park Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Park investment development and management	100	Establishment by investment	Yes
Shenyang Qingtang Park Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Park investment development and management	100	Establishment by investment	Yes
Shenyang Qingtai Park Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Park investment development and management	100	Establishment by investment	Yes
Tianjin Qingda Ayi investment Co., Ltd.	Wuqing District, Tianjin	Wuqing District, Tianjin	Park investment development and management	100	Establishment by investment	Yes
Gu'an Digital Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
Wuxi Qingcheng Park Construction Development Co., Ltd.	Wuxi City, Jiangsu Province	Wuxi City, Jiangsu Province	Park investment development and management	100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or
Zhangjiang Qingde Park Construction Development Co., Ltd.	Zhangjiang City, Jiangsu Province	Zhangjiang City, Jiangsu Province	Park investment development and management		100	Establishment by investment	Yes
Xianghe Digital Park Construction Development Co., Ltd	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Gu'an Jiutong Aye Public Utilities Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Public utility management		100	Establishment by investment	Yes
Gu'an Jiutong Aye Park Construction Development Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Shenyang Hunnan New City Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Contracting for the construction of municipal public projects		100	Establishment by investment	Yes
Dacheng Jiutong Aye Investment Consulting Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Investment consulting management		100	Establishment by investment	Yes
Gu'an Tangu Pharmaceutical Technology Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Biomedicine R&D		100	Establishment by investment	Yes
CFLD Investment Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Investing in commercial, retail, education and medical projects, and investment management, investment consulting	100		Establishment by investment	Yes
Langfang CFLD Education Investment Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Investing in education industry, and asset management		100	Establishment by investment	Yes
Langfang CFLD Medical Investment Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Investing in medical industry, and asset management		100	Establishment by investment	Yes
Langfang Happy Harbor Asset Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Asset management		100	Establishment by investment	Yes
Wuxi CFLD Real Estate Development Co., Ltd.	Wuxi City, Jiangsu Province	Wuxi City, Jiangsu Province	Real estate development and operation		100	Establishment by investment	Yes
Langfang CFLD Real Estate Brokerage Co., Ltd	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate information consulting, house buy & sell brokering and agency; house leasing brokering and agency		100	Establishment by investment	Yes
Jiaxing Digital Park Construction Development Co., Ltd.	Haishan County, Zhejiang Province	Haishan County, Zhejiang Province	Park investment development and management		100	Establishment by investment	Yes
Gu'an Jiutong Xinshang Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or
Langfang CFLD Forestoad Tourism Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Tourism resources development, agricultural sightseeing, tourism assets management		100	Establishment by investment	Yes
Baohou Qingqing Park Construction Development Co., Ltd.	Baohou County, Hebei Province	Baohou County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Baohou Peacock Real Estate Development Co., Ltd.	Baohou County, Hebei Province	Baohou County, Hebei Province	Real estate development, selling		100	Establishment by investment	Yes
Jiaxing Jiaguo Real Estate Development Co., Ltd.	Jiashan County, Zhejiang Province	Jiashan County, Zhejiang Province	Real estate development and operation		100	Establishment by investment	Yes
Xianghe Peacock City Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development		100	Establishment by investment	Yes
Yongqing Qingtai Park Construction Development Co., Ltd.	Yongqing County, Hebei Province	Yongqing County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Yongqing Peacock Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	Yongqing County, Hebei Province	Real estate development and operation		100	Establishment by investment	Yes
CFLD Industry Investment Co., Ltd.	Fengtai District, Beijing	Fengtai District, Beijing	Investment consulting management	100		Establishment by investment	Yes
CFLD Hebei Industry Investment Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Industrial investment		100	Establishment by investment	Yes
CFLD Capital Management Co., Ltd.	Fengtai District, Beijing	Fengtai District, Beijing	Enterprise management consulting	100		Establishment by investment	Yes
Jiaxing CFLD I Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment			Establishment by investment	Yes
Jiaxing CFLD II Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment			Establishment by investment	Yes
Gu'an CFLD Warehousing Service Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Goods warehousing service		51	Establishment by investment	Yes
CFLD (Shanghai) Industry Investment Co., Ltd.	Shanghai Free Trade Zone	Shanghai Free Trade Zone	Investment consulting management		100	Establishment by investment	Yes
CFLD (Shenzhen) Venture Capital Management Co., Ltd.	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Investment consulting management		100	Establishment by investment	Yes
CFLD (Langfang) Emerging Industry Equity Investment Fund Center (LP)	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Consulting service			Establishment by investment	Yes
Beijing Dingheng Investment Development Co., Ltd.	Fangshan District, Beijing	Fangshan District, Beijing	Project investment		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation or not
CFLD (Shenzhen) Venture Capital Fund Enterprise (LP)	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Entrusted to manage equity investment funds (prohibited to raise funds from the public or engage in the management business of publicly offered fund)		Establishment by investment	Yes
Nanpu Dingding Park Construction Development Co., Ltd.	Nanpu, Hebei Province	Nanpu, Hebei Province	Park construction investment	100	Establishment by investment	Yes
Bazhou Beitang Rye Water Service Co., Ltd.	Bazhou County, Hebei Province	Bazhou County, Hebei Province	Real estate development and operation	100	Establishment by investment	Yes
CFLD (US) Inc.	USA	USA	Various kinds of business operations	100	Establishment by investment	Yes
Wuxi Peacock County Real Estate Development Co., Ltd.	Wuxi City, Jiangsu Province	Wuxi City, Jiangsu Province	Real estate development and operation	100	Establishment by investment	Yes
CFLD Juxian Industry Investment Co., Ltd.	Gu'an Industry Park, Hebei Province	Gu'an Industry Park, Hebei Province		100	Establishment by investment	Yes
CFLD (Gu'an) Industry Park Investment Co., Ltd.	Emerging Industry Demonstration Zone, Gu'an County, Hebei Province	Emerging Industry Demonstration Zone, Gu'an County, Hebei Province	Investment management of industry park project	100	Establishment by investment	Yes
CFLD (Shanghai) Equity Investment Fund Partnership (LP)	Shanghai Free Trade Zone	Shanghai Free Trade Zone	Enterprise management consulting		Establishment by investment	Yes
Langfang CFLD Sports Development Co., Ltd.	Emerging Industry Demonstration Zone, Gu'an County	Emerging Industry Demonstration Zone, Gu'an County	Sports and cultural activities	100	Establishment by investment	Yes
Langfang Nuoyi New City Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Contracting for the construction of municipal public projects	100	Establishment by investment	Yes
Zhuolu Dingfeng Park Construction Development Co., Ltd.	Zhuolu County, Hebei Province	Zhuolu County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
Happy Harbor Commercial Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Management of commercial facilities	100	Establishment by investment	Yes
Nanpu Peacock City Real Estate Development Co., Ltd.	Nanpu City Hebei Province	Nanpu City Hebei Province	Real estate development and operation	54.55	Establishment by investment	Yes
CFLD (Gu'an) Enterprise Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province		100	Establishment by investment	Yes
CFLD (Dacheng) Culture Movie & TV Industry Park Investment Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Asset management	100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Reason why the investment is not consolidated
Gu'an Hongqing Commerce & Trade Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Selling	100	Establishment by investment	Yes
Xianghe Huarong Jiye Public Utilities Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Heat supply, sewage treatment and maintenance of public facilities	100	Establishment by investment	Yes
Dacheng Hui Autonomous County Hongqing Commerce & Trade Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Selling	100	Establishment by investment	Yes
CFLD (Xianghe) Robotics Industry Investment Management Co., Ltd	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Park construction and management	100	Establishment by investment	Yes
Jiaxing CFLD III Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
Jiaxing CFLD IV Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
Jiaxing CFLD V Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
Jiaxing CFLD VI Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
Jiaxing CFLD VII Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
Shenyang Qinglai Infrastructure Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Construction, development and operation of heat supply pipe network	100	Establishment by investment	Yes
Langfang Peacock Sea Real Estate Development Co., Ltd	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development	100	Establishment by investment	Yes
Peacock City Baoding Real Estate Development Co., Ltd.	Baoding, Hebei Province	Baoding, Hebei Province	Real estate development & operation	100	Establishment by investment	Yes
CFLD (Beijing) Equity Investment Management Co., Ltd.	Fengtai District, Beijing	Fengtai District, Beijing	Investment management	100	Establishment by investment	Yes
Baihangqian Science City Investment Co., Ltd Hebei	Baoding, Hebei Province	Baoding, Hebei Province	Park construction and management	100	Establishment by investment	Yes
Qinhuangdao Dingqing Park Construction Development Co., Ltd.	Qinhuangdao, Hebei Province	Qinhuangdao, Hebei Province	Park construction and management	100	Establishment by investment	Yes
Ye County Dingqing Park Construction Development Co., Ltd.	Maanshan City, Anhui Province	Maanshan City, Anhui Province	Park construction and management	100	Establishment by investment	Yes
Lixin Dingqing Park Construction Development Co., Ltd.	Chuzhou City, Anhui Province	Chuzhou City, Anhui Province	Park construction and management	100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Shenyang Yongye Infrastructure Development Co., Ltd.	Shenyang	Shenyang	Infrastructure construction development	90	Establishment by investment	Yes
Shenyang Dongling Park Construction Development Co., Ltd.	Shenyang	Shenyang	Park infrastructure construction and management	100	Establishment by investment	Yes
CFLD (Yongqing) Industry Port Investment Co., Ltd.	Yongqing County, Langfang City, Hebei Province	Yongqing County, Langfang City, Hebei Province	Industry port and infrastructure construction	100	Establishment by investment	Yes
CFLD (Beijing) International Motorsport Valley Co., Ltd.	Fangshan District, Beijing	Fangshan District, Beijing	Sports business operations	100	Establishment by investment	Yes
CFLD (Baoding) Industry Investment Co., Ltd.	Baoding, Langfang City, Hebei Province	Baoding, Langfang City, Hebei Province	Project investment, management	100	Establishment by investment	Yes
Beijing CFLD Investment Fund Management Center (LP)	Fengtai District, Beijing	Fengtai District, Beijing	Investment management; asset management	100	Establishment by investment	Yes
CFLD General Aviation Airport (Shanghai) Investment Management Co., Ltd	Xianghe County	Xianghe County	Airport project investment	100	Establishment by investment	Yes
Anshan CFLD Education Investment Co., Ltd.	Anshan County	Anshan County	Education industry investment and asset management	100	Establishment by investment	Yes
Huailai CFLD Asset Management Co., Ltd.	Huailai County	Huailai County	Investments in lodging, catering and education industries	100	Establishment by investment	Yes
Gu'an Peacock Sea Real Estate Development Co., Ltd.	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Establishment by investment	Yes
Gu'an Peacock Continent Real Estate Development Co., Ltd	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Establishment by investment	Yes
Gu'an Peacock Lake Real Estate Development Co., Ltd.	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Establishment by investment	Yes
Dezhang Peacock Lake Real Estate Development Co., Ltd	Dezhang Hui Autonomous County, Langfang City, Hebei Province	Dezhang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, selling and operation	100	Establishment by investment	Yes
Dezhang Peacock Continent Real Estate Development Co., Ltd	Dezhang Hui Autonomous County, Langfang City, Hebei Province	Dezhang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, selling and operation	100	Establishment by investment	Yes
Shenyang Peacock County Real Estate Development Co., Ltd	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation	100	Establishment by investment	Yes
Langfang City Peacock Lake Real Estate Development Co., Ltd.	Guangyang District, Langfang City	Guangyang District, Langfang City	Real estate development, building selling	100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or
CFLD International Holding Limited	Hong Kong	UNIT 1108-1109, 11/F., WING TUCK COMMERCIAL CENTRE 177-185 WING LOK STREET SHEUNG WAN, HONG KONG	Investment holding	100		Establishment by investment	Yes
CFLD (SINGAPORE) INVESTMENT PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT I PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT II PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT III PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT IV PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT V PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT VI PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT VII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT IX PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT X PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT XI PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
CFLD INVESTMENT XII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
CFLD INVESTMENT XIII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
CFLD INVESTMENT XIV PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
CFLD INVESTMENT XV PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
CFLD INVESTMENT XVI PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
CFLD INVESTMENT XVII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
CF CITY INVESTMENT 18 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
CF CITY INVESTMENT 19 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
CF CITY INVESTMENT 20 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
CF CITY INVESTMENT 21 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
CF CITY INVESTMENT 22 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
PT. CFLD Indonesia Investment	Indonesia	Indonesia	Real estate and industry park	100	Establishment by investment	Yes
PT. CFLD Indonesia Real Estate Development	Indonesia	Indonesia	Real estate and industry park	99.97	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
PT. CFCITY TANGERANG INVESTMENT	Indonesia	Indonesia	Real estate and industry park	100	Establishment by investment	Yes
PT. CFCITY KARAWANG INVESTMENT	Indonesia	Indonesia	Real estate and industry park	100	Establishment by investment	Yes
PT. CFCITY KARAWANG REAL ESTATE DEVELOPMENT	Indonesia	Indonesia	Real estate and industry park	100	Establishment by investment	Yes
CFLD INDIA INVESTMENT PRIVATE LIMITED	India	India	Real estate and industry park	100	Establishment by investment	Yes
CFLD VIETNAM REAL ESTATE DEVELOPMENT COMPANY LIMITED	Vietnam	Vietnam	Real estate and industry park	100	Establishment by investment	Yes
CF City Myanmar New Industry City Limited	Burma	Burma	Real estate and industry park	100	Establishment by investment	Yes
CF CITY NEW INDUSTRY TOWNSHIP MALAYSIA SDN BHD.	Malaysia	Malaysia	Real estate and industry park	100	Establishment by investment	Yes
CFLD (UK) INVESTMENT LIMITED	UK	UK	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
Langfang City Peacock County Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Minhua Road to Yinhe Street, New Century Commerce & Trading Welding Street, Guangyang District, Langfang City	Real estate development and selling	60	Establishment by investment	Yes
Baohou Hot Spring Peacock City Real Estate Development Co., Ltd	Langfang City, Hebei Province	53 Building, Linyuan, Baihou Peacock City, Langfang City, Hebei Province	Real estate development and selling	100	Establishment by investment	Yes
Baihou City Junyuan Real Estate Development Co., Ltd	Langfang City, Hebei Province	53, Linyuan, Baihou, Langfang City, Hebei Province Peacock City	Real estate development and selling	100	Establishment by investment	Yes
Jiaxing Peacock City Real Estate Development Co., Ltd.	Jiashan County, Zhejiang Province	Room 1103, Building 1, No.555 Chuangye Road, Dayun Town, Jiashan County	Real estate development and operation	100	Establishment by investment	Yes
Xianghe Peacock County Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North of Minhua Street and west of Yongyang Road (Xianxia Urban Planning Exhibition Center), Xianghe County	Real estate development and selling	100	Establishment by investment	Yes
Zhuozhou Zhizhaoying Real Estate Development Co., Ltd.	Zhuozhou City, Hebei Province	Block A, No.109 North Ring An Street, Zhuozhou Development Zone	Real estate development and operation	55	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Lixin Peacock City Real Estate Development Co., Ltd.	Chuzhou City, Anhui Province	2F, Chaha Economic Development Zone Management Committee, Lixin County	Real estate development and selling	100	Establishment by investment	Yes
Lixin Jingye Real Estate Development Co., Ltd.	Chuzhou City, Anhui Province	2F, Chaha Town Management Committee, Lixin County	Real estate development and selling	100	Establishment by investment	Yes
He County Peacock City Real Estate Development Co., Ltd.	Maanshan City, Anhui Province	No.1 Qixing Road, Wujiang Town, He County, Maanshan City, Anhui Province	Real estate development and operation	40.1	Establishment by investment	Yes
Wuhan Jiaozhou Peacock City Real Estate Development Co., Ltd.	Wuhan, Hubei Province	Group 1, Tuqiao Village, Zhaodong Street, Jiangxia District, Wuhan	Real estate development and selling	100	Establishment by investment	Yes
Wuhan Peacock Sea Real Estate Development Co., Ltd.	Wuhan, Hubei Province	Room 208, 2F, Zhongdian Street Office, Hongtu District, Wuhan	Real estate development and selling	100	Establishment by investment	Yes
Huzhou Peacock City Real Estate Development Co., Ltd.	Huzhou City, Zhejiang Province	2F, Urban Exhibition Hall, No.601 Xiangyang Road, Nanxun Town, Nanxun District, Huzhou	Real estate development and operation	100	Establishment by investment	Yes
Wuzhi Peacock City Real Estate Development Co., Ltd.	Jiaozuo City, Henan Province	2F, Comprehensive Service Building, No.8 Standard Factory Building Zone, Wuzhi County Industry Gathering Area	Real estate development and selling	100	Establishment by investment	Yes
Shucheng Peacock City Real Estate Development Co., Ltd.	Lu'an City, Anhui Province	Hengbu Town Economic Development Zone, Shucheng County	Real estate development and selling	100	Establishment by investment	Yes
Nanjing Peacock Sea Real Estate Development Co., Ltd.	Nanjing City, Jiangsu Province	Building A2, Dongshan Headquarters Commercial Park, Dongshan Sub-district, Jiangning District, Nanjing	Real estate development and operation	100	Establishment by investment	Yes
Wanan Peacock City Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Party School, County Party Committee, Wanan County, Langfang City, Hebei Province	Real estate development and selling	100	Establishment by investment	Yes
Gu'an Xinghuai Commercial Management Co., Ltd.	Langfang City, Hebei Province	Emerging Industry Demonstration Zone, Gu'an County, Langfang City, Hebei Province	Hotel management, catering management, lodging service	100	Establishment by investment	Yes
Dacheng Hui Autonomous County Xinghuai Commercial Management Co., Ltd.	Dacheng County, Hebei Province	No. 233 South Jiangtan Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Hotel management, meeting affair and exhibition service, economic information consulting	100	Establishment by investment	Yes
Bazhou CRLD Commercial Management Co., Ltd.	Bazhou City, Hebei Province	23 Building, Lanyuan, Gechou Peacock City, Langfang City, Hebei Province	Hotel management, catering management, lodging service	100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or
Langfang Jingyu Decoration Engineering Co., Ltd.	Dacheng County, Hebei Province	No.280 South Jingtun Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Building decoration engineering		100	Establishment by investment	Yes
Baohou Happy Harbor Commercial Management Co., Ltd.	Langfang City, Hebei Province	55 Building, Laoyuan, Anzhou Peacock City, Langfang City, Hebei Province	Park industry service; park infrastructure construction management		100	Establishment by investment	Yes
Beijing Xinglu Shuijia Cultural Tourism Development Co., Ltd.	Haichan County, Zhejiang Province	Room 1202, Unit 1, 1# Building, No.515 Chuangye Road, Dayun Town, Jiashan County	Tourism resource development, tourism asset management		100	Establishment by investment	Yes
Langfang CRLD Cultural Development Co., Ltd.	Xianghe County, Hebei Province	North of Xinhua Street and west of Yangqing Road (Huaxia Urban Planning Exhibition Center), Xianghe County	Cultural art exchanges, art promotion service		100	Establishment by investment	Yes
CRLD (Jiashan) Culture Movie & TV Park Investment Co., Ltd.	Jiashan County, Zhejiang Province	Room 1205, Unit 1, 1# Building, No.515 Chuangye Road, Dayun Town, Jiashan County	Cultural art exchanges; asset management; enterprise management consulting		100	Establishment by investment	Yes
Beijing CRLD Industry Investment Fund (LP)	Fengtai District, Beijing	Room 2121, 18F, Building 8, Lougou Park, Fengtai District, Beijing	Investment, investment management and consultancy on non-securities business			Establishment by investment	Yes
CRLD Innovation (Beijing) Enterprise Management Co., Ltd.	Fengtai District, Beijing	1586-21.27 Land Plot (part), Shuzhuang, Huadong, Fengtai District, Beijing	Enterprise management consulting; economic information consulting		100	Establishment by investment	Yes
CRLD Industry Management Co., Ltd.	Shenzhen, Guangdong Province	Room 201, Building A, No.1 Qianwan 1st Road, Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen (Shenzhen Qianhai Commercial Secretary Co., Ltd.)	Enterprise management consulting; economic information consulting	100		Establishment by investment	Yes
Dacheng Hui Autonomous County Xingda Investment Development Co., Ltd.	Langfang City, Hebei Province	No.300 South Jingtun Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Park investment development and management		95	Establishment by investment	Yes
Jiaxing Xinghong Park Construction Development Co., Ltd.	Jiaxing City, Zhejiang Province	Room 859, 1# Building, No.3328 Jiaxing Science City Linggongtang Road, Nanhu District, Jiaxing City, Zhejiang Province	Park investment development and management		100	Establishment by investment	Yes
Xiong County Xingda Park Construction Development Co., Ltd.	Baoding, Hebei Province	East Area of Xiong County Economic Development Zone, Baoding City, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Wuhan Xinghong Park Construction Development Co., Ltd.	Wuhan, Hubei Province	Liuzhou Street, Shuangliu Street, Caidian District, Wuhan	Park investment development and management		91.53	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or
Wuhan Dinglan Park Construction Development Co., Ltd	Wuhan, Hubei Province	Room 206, 2F, Zhangdian Sub-district Office, Jiangan District, Wuhan	Park investment development and management		100	Establishment by investment	Yes
Wuhan Dinghi Park Construction Development Co., Ltd.	Wuhan, Hubei Province	Xudin Road, Shuangtu Street, Xinzhou District, Wuhan City	Park investment development and management		100	Establishment by investment	Yes
Jiayu Dingtong Park Construction Development Co., Ltd.	Xianning City, Hubei Province	Cangwuling Village, Panjiawan Town, Jiayu County, Xianning City, Hubei Province	Park investment development and management		100	Establishment by investment	Yes
Shucheng Dingqing Park Construction Development Co., Ltd.	Liuan City, Anhui Province	Hangbu Economic Development Zone Management Committee, Shucheng County, Liuan City, Anhui Province	Park investment development and management		100	Establishment by investment	Yes
Nanjing Dingtong Park Construction Development Co., Ltd.	Nanjing City, Jiangsu Province	Nanjing Lishui Economic Development Zone	Park investment development and management		100	Establishment by investment	Yes
Wuxi Dingqing Park Construction Development Co., Ltd.	Wuxi County, Henan Province	2F, Comprehensive Service Building, No.1 Standard Factory Building Area, Wuxi County Industry Gathering Area	Park investment development and management		100	Establishment by investment	Yes
Meishan Dingqing Park Construction Development Co., Ltd.	Meishan City, Sichuan Province	Chengmei Petrochemical Park Management Committee, No.29 Pengli Street, Pengli Town, Pengshan District, Meishan City	Park investment development and management		100	Establishment by investment	Yes
Huzhou Dingqi Park Construction Development Co., Ltd.	Huzhou City, Zhejiang Province	2F, Urban Entrepreneur Hall, No.401 Xiangyang Road, Nanxun Town, Nanxun District, Huzhou	Park investment development and management		100	Establishment by investment	Yes
Xingtai Dingqing Park Construction Development Co., Ltd.	Xingtai, Hebei Province	Xiaoxicai Villagers' Committee, Zhaoyun Town, Xingtai Economic Development Zone, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Changge Dinghong Park Construction Development Co., Ltd	Changge City, Henan Province	No.358, Luocaowufu Village, Dazhou Town, Changge City	Park investment development and management		100	Establishment by investment	Yes
Jiangmen City Dingqing Park Construction Development Co., Ltd	Jiangmen, Guangdong Province	No.588 Longxi Road, Weihai Sub-district, Jianghai District, Jiangmen	Park investment development and management	100		Establishment by investment	Yes
Handan Dingqing Park Construction Development Co., Ltd.	Handan, Hebei Province	4F, Tianqin Building, No.700 North Zhonghua Street, Congtai District, Handan, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Baoding Baiyangdian Science City Construction Co., Ltd.	Baoding District, Hebei Province	Wangzhuang Village, Jiaohetang Township, Laoshi District, Baoding	Park investment development and management		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Dacheng Hui Autonomous County Beitang Jiye Water Service Co., Ltd.	Langfang City, Hebei Province	No.108 South Ruagian Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Water conservancy project	97	Establishment by investment	Yes
Xinzheng Dingdi Park Construction Development Co., Ltd.	Xinzheng City, Henan Province	4F, Management Committee Office Building, Xinzheng Xingang Industry Gathering Area (at the intersection of Renmin Road and Shenzhou Road, Xinzheng City)	Park investment development and management	100	Establishment by investment	Yes
Nanjing Dingdi Construction Development Co., Ltd.	Nanjing, Jiangsu Province	Jilin Xiazhuang Center, Lishui Economic Development Zone, Nanjing	Park investment development and management	100	Establishment by investment	Yes
Shenzhen Huacheng Industrial Investment Co., Ltd.	Shenzhen, Guangdong Province	Room 1401, Block F, West Sea Bright Pearl Building, Nanshan Sub-district, Nanshan District, Shenzhen	Real estate brokering; real estate information consulting; leasing of owned property	100	Establishment by investment	Yes
Shenzhen Huadi Industry Park Operation Co., Ltd.	Shenzhen, Guangdong Province	Room 1401, Block F, West Sea Bright Pearl Building, Nanshan Sub-district, Nanshan District, Shenzhen	Real estate brokering; real estate information consulting; leasing of owned property	60	Establishment by investment	Yes
Bazhou City Peacock Lake Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	33 Building, Lan Garden, Peacock City, Bazhou Economic and Technological Development Zone, Langfang City, Hebei Province	Real estate development and operation	67	Establishment by investment	Yes
Huailai Peacock Real Estate Development Co., Ltd.	Huailai City, Hebei Province	Huailai county, Hebei Province	Real estate development and operation	60	Establishment by investment	Yes
Nanjing Jingyu Fortune Real Estate Development Co., Ltd.	Nanjing City, Jiangsu Province	Economic and Technological Development Zone, Lishui District, Nanjing	Real estate development and leasing of owned property	100	Establishment by investment	Yes
Mianzhu Peacock Real Estate Development Co., Ltd.	Mianzhu City, Anhui Province	Third floor, Tongxing Road, Bowang District, Mianzhu City	Real estate development and leasing of owned property	100	Establishment by investment	Yes
Wuhan Peacock Real Estate Development Co., Ltd.	Wuhan City, Hubei Province	Shuangjie Street, Jiangxia District, Wuhan City	Real estate development, selling, leasing of property and Property Management	100	Establishment by investment	Yes
Nanjing Peacock Real Estate Development Co., Ltd.	Nanjing City, Jiangsu Province	Economic and Technological Development Zone, Lishui District, Nanjing	Real estate development, selling and leasing of owned property	100	Establishment by investment	Yes
Jiangmen Peacock Real Estate Development Co., Ltd.	Jiangmen City, Guangdong Province	338, Longxi Road, Pengjiang District, Jiangmen City	Real estate development, selling and leasing of property	100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or
Handan Peacock Real Estate Development Co., Ltd.	Handan City, Hebei Province	702, Tianqin Plaza, Congtai District, Handan City	Real estate development and operation		90	Establishment by investment	Yes
Xingtai Peacock Real Estate Development Co., Ltd.	Xingtai City, Hebei Province	Xicai Village, Xingtai City	Real estate development and leasing of commercial property		100	Establishment by investment	Yes
Shucheng Fortune Bye Development Management Co., Ltd.	Lu'an City, Anhui Province	Shucheng County	Real estate development, operation, Accommodation and Conference Service		100	Establishment by investment	Yes
Langfang City Anzhengfang Management Co., Ltd.	Langfang City, Hebei Province	26th Street, Kinship Street, Guangyang District, Langfang City	Management Consulting		100	Establishment by investment	Yes
Huizhou CIFLD Industry Park Investment Operation Co., Ltd.	Huizhou City, Guangdong Province	19, 8th Floor, Junhao International, Zhongkai District, Huizhou City	Industry Park development and Operation, Marketing, Management Consulting, Property Agency		100	Establishment by investment	Yes
CIFLD Jingcheng(Jiaxing) Equity Investment Fund Co., Ltd.	Jiaxing City, Zhejiang Province	112-17, Dongfang Plaza, Nanhu District, Jiaxing City	Non-Securities Investment and Management Consulting		100	Establishment by investment	Yes
CIFLD Asset Management Co., Ltd.	Shenzhen City, Guangdong Province	3-A-38, Tianan Digital New City, Huangge Road, Longgang District	Investment and Asset Management	100		Establishment by investment	Yes
Gu'an Fortune Jiye City Services Co., Ltd.	Langfang City, Hebei Province	Emerging Industry demonstration zone, Langfang City	Solid waste management of cleaning, collection, Transportation, Landscaping, Urban environmental cleaning, Public facilities management services and Engineering and technical advice		100	Establishment by investment	Yes
Jiaxing Qiegai Industry Park Construction Development Co., Ltd.	Jiashan County, Zhejiang Province	524, Tianning Street 3418, Jiashan County	Industry parks infrastructure construction, Park services and Management consulting		100	Establishment by investment	Yes
Maanshan Qiegai Park Construction Development Co., Ltd.	Maanshan City, Anhui Province	6th floor, Main building 1#, Bowang District	Industry parks infrastructure construction, Park services and Management consulting		100	Establishment by investment	Yes
Nanjing Dingshi Park Construction Development Co., Ltd.	Nanjing City, Jiangsu Province	7 Dingshi Road, Kuru Street, Jiangning District	Industry parks facilities management, Park services		90	Establishment by investment	Yes
Zhengzhou Qiegzheng Park Construction Development Co., Ltd.	Zhengzhou City, Henan Province	Xinmi County, Zhengzhou City	Industry parks infrastructure construction, Park services and Management consulting		100	Establishment by investment	Yes
Huzhou Qinghong Park Construction Development Co., Ltd	Huzhou City, Zhengjia Province	45 Laidian County, Huzhou City	Industry parks infrastructure construction, Park services and Management consulting		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Dingxing County Qingxi Port Construction Development Co., Ltd.	Baoding City, Hebei Province	Zhongtai Square, Jintai Road, Dingxing County, Baoding City	Industry parks infrastructure construction and operation	100	Establishment by investment	Yes
Pujiang County Qingxiqi Port Construction Development Co., Ltd.	Chengdu City, Sichuan Province	3-4 floor, 89# Tieqiao Street, Pujiang County	Industry parks infrastructure construction and operation	100	Establishment by investment	Yes
CFLD Industry New City(Huizhou) Investment Operation Co., Ltd.	Huizhou City, Guangdong Province	A8AA5 Zhanlong Plaza, Huiyang District	Industry parks infrastructure construction, Operation, Property management, Investment consulting and hotel management	100	Establishment by investment	Yes
CFLD(Qingyuan) Industry New City Development Co., Ltd.	Qingyuan City, Guangdong Province	08, 7th floor, Yuxiu Business Centre, Jinjia Road 23#, Qingyuan City	Industry parks infrastructure construction and operation	100	Establishment by investment	Yes
CFLD(Wuhan) Industry New City Development Co., Ltd.	Wuhan City, Hubei Province	4S, Hongbo District, Wuhan City	Industry parks infrastructure construction and operation	100	Establishment by investment	Yes
CF CITY INVESTMENT 29 PTE. LTD	Singapore	9 Raffles Road #13-01, Straits Trading Building, Singapore 048619	Investment management and consulting	100	Establishment by investment	Yes
CF CITY INVESTMENT 28 PTE. LTD	Singapore	9 Raffles Road #13-01, Straits Trading Building, Singapore 048619	Investment management and consulting	100	Establishment by investment	Yes
CFLD Germany New Industry City GmbH	Berlin, Germany	Kant-Dubbers-Straße 5, 10178 Berlin	Marketing of and investment in industrial, commercial and residential real estate projects as well as related activities	100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Egypt New Integrated City Infrastructure Development S.A.E	New Cairo, Egypt	Units No 101 and 101, second Floor, Building A7, Plot L4 B01, Cairo Festival City, New Cairo, Egypt	Planning and research in industrial areas, urban areas and other specific areas - investment promotion for industrial areas and other specific areas (including land reclamation and cultivation, tourism and industrial development, and investments in the new Port and dry ports) - construction, Operations, management, and maintenance of industrial, urban, and other specific infrastructure (including desalination plants, sewage treatment plants, industrial waste purification plants, power plants, roads, bridges, tunnels, and traffic systems, etc.) - Research on technology, economy, and investment in the rail and subway business - operating, managing and operating a variety of vehicles - real estate investment in Egyptian cities, new urban areas, and remote areas (except Sinai and other restricted areas) Dividend	100	Establishment by investment	Yes
CF CITY INVESTMENT 29 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
CF CITY INVESTMENT 30 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
CF CITY INVESTMENT 31 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
CF CITY INVESTMENT 32 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
SHANGHAI (SINGAPORE) INVESTMENT PTE. LTD.	Singapore	9 Battery Road #15-01,Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
ATLAS GLOBAL INVESTMENT 35 PTE. LTD.	Singapore	9 Battery Road #15-01,Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
SHC Investment 5 Pte Ltd	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
VHC Investment 41 Pte.Ltd	Singapore	9 Battery Road #15-01,Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
VHC Investment Pte.ltd	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
CF CITY Egypt New Integrated City S.A. E	Egypt	Rooms No.2218 and 2219 of the 22nd floor, North Tower, Nile City Tower, Kornish El Nil, Cairo	Real estate and industry park	100	Establishment by investment	Yes
CF CITY Japan New Industry City 合	Japan	Japan	Real estate and industry park	100	Establishment by investment	Yes
CF CITY PHILIPPINES NEW INDUSTRY CITY CORPORATION	Philippines	Philippines	real estate and industry park	100	Establishment by investment	Yes
CFLD Lixi(Beijing) Properties Co. Ltd	Beijing	901, 5th floor, Automotive museum west road, Fengtai District	Real estate development, selling and leasing of owned property	100	Establishment by investment	Yes
Langfang CFLD Innovation Industry Service Co., Ltd	Langfang City, Hebei Province	200 Xiangtan South Road, Dachang Hui Autonomous County, Hebei Province	Management consulting and industry consulting	100	Establishment by investment	Yes
Dongguan Aoshuo Industry Investment Co., Ltd	Dongguan City, Guangdong Province	A Building, 101, Zhongtang County, Dongguan City	Industry investment and property management	60	Establishment by investment	Yes
Langfang Jingyuanyinghe Real Estate Development Co., Ltd	Langfang City, Hebei Province	#207, Guangyang District, Langfang City	Real estate development and selling	70	Establishment by investment	Yes
Langfang Jingyucangde Real Estate Development Co., Ltd	Langfang City, Hebei Province	Wangchangpu Village, Anci District, Langfang City	Real estate development and property management	65	Establishment by investment	Yes
Gu'an peacock house real estate development co. LTD	Langfang City, Hebei	New industry pioneer bridge area of gu'an county, langfang city, hebei province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Changli peacock villa real estate development co. LTD.	Changli County, Hebei Province	Changli industrial park is planned to drink the north side of maihe street and the west side of xiaoxiao middle reservation road.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Nanyang peacock bay real estate development co. LTD.	Ma'anshan City, Anhui	No. 1, qiang road, wujiang town, ma'anshan city, anhui province.	Real estate development, selling and leasing of owned property	50	Merger of enterprises not under common control	Yes
Langfang peacock shop real estate development co. LTD.	Langfang City, Hebei	Room 302, office complex, no. 28 yanggang avenue, Yang baoxiang, anci district, langfang city, hebei province.	Real estate development	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Qinhuangdao peacock villas real estate development co. LTD.	Qinhuangdao City, Hebei Province	North side of fu chang kuang road, beidaihe new district, qinhuangdao (no. 1 changheng road)	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Yun 'an peacock hills real estate development co. LTD.	Lai An county, Anhui Province	No.8, gaojin road, jiangjia economic development zone, lai'an county.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Tan 'an peacock county real estate development co. LTD.	Chuzhou City, Anhui	4th floor, shuiliao town government, lai'an county, chuzhou city, anhui province.	Real estate development, selling and leasing of owned property	70.1	Merger of enterprises not under common control	Yes
Tai yuhui real estate development co. LTD.	Chuzhou City, Anhui	No.8, gaojin road, branch economic development zone, laian county, lu'an county, chuzhou city, anhui province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Xinzheng city peacock villas real estate development co. LTD.	Xinzheng City	The fourth floor of the administrative committee office building of xinglong industrial cluster district, xinzheng city, the intersection of xinzheng people's road and shenzhou road.	Real estate development, selling and leasing of owned property	50	Merger of enterprises not under common control	Yes
Anhe peacock villas real estate development co. LTD.	Xinxiang City, Hebei	The village of beiwuling, panjiazhuang town, anyi county.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Jiading peacock sea real estate development co. LTD.	Jiading City, Zhejiang	Room 255, building 1, no. 3339, lingwanghang road, anting district, jiading, zhejiang.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Meishan peacock villas real estate development co. LTD.	Meishan City, Sichuan	No. 241, pengli street, pengshan district, meishan city, sichuan province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Pu jiang county peacock villas real estate development co. LTD.	Chengdu City, Sichuan	Floor 3, building 2, no.68 yingbin avenue, zhuqun town, pujiang county, sheng Qu	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Deqing peacock sea real estate development co. LTD.	Huzhou City, Zhejiang	New avenue, hetiao town, deqing county, huzhou city, zhejiang province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Chengge peacock villas real estate development co. LTD.	Chengge City, Henan	Shuiyuang village, taihua city, chengge city.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Gu'an peacock pavilion real estate development co. LTD.	Langfang City, Hebei	Gu'an hot spring leisure business industrial park, langfang city, hebei province.	Real estate development, selling and leasing of owned property	51	Merger of enterprises not under common control	Yes
Zhuolu peacock villa real estate development co. LTD.	Zhangjiakou City, Hebei	Zhuolu county, zhuolu county, zhuolu county, zhangjiakou city, hebei province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
Kaihao happy foundation asset management co. LTD.	Jiaxing City, Zhejiang	Room 1205, unit 1, building 1, no. 555, chuangyun road, dayun town, jiashan county, jiaxing city, zhejiang province.	Asset Management; Project investment and investment Management; Investment Consulting; Economic Information Consulting; Hotel Management Services; Accommodation Services; Catering Services; Artificial Indoor Pools; Retail: Wine, Cigarettes, Cigars, Conference Services; Organizing Cultural and Art Exchange Activities; Rentals, Machinery and equipment R&D, software development, technical services; machining of mechanical parts, metal structures, mold manufacturing, machinery and equipment manufacturing; electrical equipment, instrumentation, steel pipe	100	Merger of enterprises not under common control	Yes
Foshan fusuda happiness industry investment co. LTD.	Foshan City, Guangdong	Room 1703, angye building, no.65, wancheng road, nanhai street, gaoming district, foshan city.	Land resources development, utilization and management; infrastructure construction, public facilities construction; urban planning and design, corporate management consulting services, technology development services, trade consulting services, technology business incubator management services, conference and exhibition services	100	Merger of enterprises not under common control	Yes
Feidong fusuda happiness industry town investment co. LTD.	Hefei City, Anhui	Old street community city, store town, feidong county, hefei city, anhui province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Mergers of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Big fish creative limited.	Langfang City, Hebei	No. 2010, jiangtun south road, hai autonomous county, langfang city, hebei province.	Literary creation and performance; organization of cultural and artistic exchanges, hosting exhibitions and exhibitions; conference services; preparation, planning, organizing film festivals, event planning, film and television equipment rental, cultural brokerage services, industrial park operation management, corporate management consulting, and economic and trade consulting Science and technology business incubation; investment agency services.	100	Merger of enterprises not under common control	Yes
Huanxin happiness industry new town (gu 'an) no.1 investment fund (limited partnership)	Langfang City, Hebei	New industry demonstration zone of gu 'an county, langfang city, hebei province.	Equity investment, project investment; investment consulting		Merger of enterprises not under common control	Yes
Wuhan qingzhida industrial park development co. LTD.	Hubei province Wuhan City	No. 2 junshi road, shuangqiao street, xiaogan district, wuhan city.	Hanjiang Construction Engineering, Municipal Public Works, Landscaping Engineering, Earthworks, Highway Engineering, Water Conservancy and Hydropower Engineering, Bridge Engineering, Tunnel Engineering, Inland Water Port Engineering, Wire and Equipment Engineering, Pipeline Engineering, Other Civil Engineering Construction, Land Consolidation, Urban and Rural Area Planning Services, Land Acquisition Agents, Planning Creative Services, Conference & Exhibition Services, Corporate Management Consulting Services.	100	Merger of enterprises not under common control	Yes
Huanxin happiness industry new city investment co. LTD	Langfang City, Hebei	New industry demonstration zone of gu 'an county, langfang city, hebei province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
Huanxin happy industrial new city (laifeng) co. Ltd.	Laifeng City, Hunan	No. 1, village committee, jiagang village, aifeng village, xiangjiang district, laifeng city.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Huizhou happy industry new city (zhongkai) co. LTD.	Shiu City, Guangdong	Room 3, 3rd floor, jingyi building, zhiwei guanghui road, dashu town, shui city.	Park infrastructure Construction and Management, Land Consolidation Services, Park Industry Services;	100	Merger of enterprises not under common control	Yes
Huizhou happy industry new town (pingjiang) construction development co. LTD.	Nanjing City, Fengru	2 / F, zone A, longtian logistics base, no. 1, pingjiang road, longtian street, economic and technological development zone, nanjing.	Park infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
Huizhou happiness industry (zhongshan) industrial new city investment co. LTD.	Zhongshan City, Guangdong	No. 71, first floor, no. 71, nanxia town, zhongshan city.	Industrial New City Project Investment, Park Investment and Construction and Operation Management, Marketing Planning, Business Management Consulting, Real Estate Development, Real Estate Agency, Freedom Leasing, Business Incubation Service, Advertising Design, Production, Agency and Publication, Hotel Management, Corporate Management Information Consulting , business information consulting, warehousing services	98.9	Merger of enterprises not under common control	Yes
Huizhou happiness industry new town (anhuiling mountain) investment co. LTD.	Mengshan City, Anhui	The east 200 meters of the economic zone of bao shanhan economic zone in hefei shan city.	Infrastructure investment, park infrastructure construction and management, land consolidation investment, industrial services in the park, investment agency services	100	Merger of enterprises not under common control	Yes
Huizhou happiness industry new town (longhu) construction and development co. LTD.	Hangzhou City, Zhejiang	Room 309, no. 937, deqi road, longhu county, hangzhou city, zhejiang province.	Park infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
Huizhou happy industry new city (group wind) co. LTD.	Huanggang City, Hubei	The second floor of the village committee office building of the garden village, tuanfeng town, tuanfeng county.	Park infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
Huizhou happiness (jiashan) industrial city development co. LTD.	Jiaxing City, Zhejiang	Room 401, 166 jingwu road, huimin street, jiashan county, jiaxing city, zhejiang province.	Park infrastructure Construction and Management, Land Consolidation Services, Park Industry Services;	100	Merger of enterprises not under common control	Yes
Huizhou happy industry new town (shangxiang) development co. LTD.	Hefei City, Anhui	Changfeng county lower east town.	Park infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or
Huanle happy industry new town (laiyang) investment co. LTD.	Laizhou City, Shandong	1802, 1803, and 2, building A, financial center, no. 32, huang he avenue, qihe district, qihe county, dezhou city, shandong province	Park infrastructure construction and management; land consolidation services, park industry services.		100	Merger of enterprises not under common control	Yes
Huanle happiness (shijiazhuang changan district) industrial new town construction development co. LTD	Shijiazhuang City, Hebei	1-3-303, building haoran, no 362, peace east road, chang'an district, shijiazhuang city, hebei province	Park infrastructure construction and management; land consolidation services; park industry services.		100	Merger of enterprises not under common control	Yes
Huanle happiness industry new city (linzhou) co. LTD	Zhuzhou City, Hunan	Room 3113, 88 wenhua avenue, yuanling demonstration area, zhuzhou city, hunan province	Park infrastructure construction and management; land consolidation services; park industry services.		100	Merger of enterprises not under common control	Yes
Huanle happy industry new town (chaohu) co. LTD	Chaohu City, Anhui	Matou's paradise on the east side of jiuhao avenue, zhalang town, chaohu city, anhui province	Park infrastructure construction and management; land consolidation services; park industry services.		100	Merger of enterprises not under common control	Yes
Huanle happy industry new town (jia) co. LTD	Huaxia County, Henan Province	Henan province has been awarded the people's government	Park infrastructure construction and management; land consolidation services; park industry services.		100	Merger of enterprises not under common control	Yes
Huanle happy industry new city nanjing gaochun construction development co. LTD	Nanjing City, Jiangsu	7th floor, west wing, gong garden hotel, 101 zhongshu road, gaochun district, nanjing	Park infrastructure construction and management; land consolidation services; park industry services.	10	90	Merger of enterprises not under common control	Yes
Huanle happiness industry new town (huainan) co. LTD	Yuhui City, Anhui	B / f, scientific research complex building, zhongjia intelligent creative park, wenxiang road, hefei economic and technological development zone, anhui province	Park infrastructure construction and management; land consolidation services; park industry services.		100	Merger of enterprises not under common control	Yes
Huanle happiness industry new city (xiangtan) co. LTD	Xiangtan City, Hunan Province	Xiangtan city, yuhu district, the main lake industrial concentration area.	Park infrastructure construction and management; land consolidation services; park industry services.		100	Merger of enterprises not under common control	Yes
Huanle happiness (chengde county) industrial new town construction development co. LTD.	Chengde City, Hebei	Hebei chengde chengde hupo emerging industrial park management committee.	Park infrastructure construction and management; land consolidation services; park industry services.		100	Merger of enterprises not under common control	Yes
Huanle happiness (leiyuan) poverty alleviation and development co. LTD.	Baoding City, Hebei	No. 91 guangfang street, laiyuan county, baoding city, hebei province.	Poverty alleviation project development and infrastructure services, land consolidation, farmland improvement, poverty alleviation project management and management		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Dongguan Hutchou Industrial Investment Co. LTD.	Dongguan City, Guangdong	2/F, hand building, the modern enterprise accelerator, no. 3-1, no. 3 industrial park, changtang community, changtang community, dalang town, dongguan city	Industrial investment, Property Leasing, Property Management, Real Estate Agency, Property information Consulting Service	80	Merger of enterprises not under common control	Yes
Langfang Jingyu chuangyi Technology Co. LTD	Langfang City, Hebei	H203, west pipe commercial neighborhood, fifth avenue, new century pedestrian street, guangyang district, langfang city.	Computer software technology development, technical consulting, technical services, technology transfer; corporate management consulting, computer graphic design, art design	70	Merger of enterprises not under common control	Yes
CFLD INVESTMENT 33 PTE. LTD.	Singapore	9 Battery Road #15-01 Straits Trading Building, Singapore 049910	Investment and management consultation	100	Merger of enterprises not under common control	Yes
CFLD INVESTMENT 88 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment and management consultation	100	Merger of enterprises not under common control	Yes
New Industry Park 39 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment and management consultation	100	Merger of enterprises not under common control	Yes
New Industry Park 40 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment and management consultation	100	Merger of enterprises not under common control	Yes
Nhon Trach New Industry City Company Limited	Vietnam	Road No. 7, Eastern Saigon Urban Area, Long Tan Commune, Nhon Trach District, Dong Nai Province	Construction of building; Construction of other civil engineering projects; Real estate activities with own or rented property; Real estate agent; consultant activities	80	Merger of enterprises not under common control	Yes
CFLD Korea New Industry City Co. Ltd	Korea	4th Floor, 207 Teheran-ro, Gangnam-gu, Seoul (Yeoksam-dong, Agabang Bldg.)	(1) marketing of new industry city projects; (2) investment in new industry city projects; and (3) any and all businesses incidental to the above.	100	Merger of enterprises not under common control	Yes
CFLD (Cayman) Investment Ltd.	Cayman	Ogier Global (Cayman) Limited, 89 Nexus Way, Camana Bay, Grand Cayman, KY1-9009, Cayman Islands	All commercial activities that are not prohibited by Cayman's law	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
CPLD New Industry City (B) Sdn.Bhd	Brunei	Unit Nos. 405A-410A, 4th Floor, Wisma Jaya, Jalan Pemancha, Bandar Seri Begawan BB3811, Brunei Darussalam	(1) collaborate with the Government of His Majesty The Sultan and Yang Di-Pertuan of Brunei Darussalam through the various relevant Ministries and government departments and agencies for the establishment and development of new industry city projects in Brunei Darussalam and to promote, facilitate, support and encourage investment in the commercial, industrial and social undertakings and activities as well as all the relevant and necessary property and infrastructures in the said projects; (2)engage in the development,construction, management, marketing, investment, letting, leasing, administration, construction, trading, sale, purchase, provision of consultancy services, or otherwise dealing in, all kinds of industrial, residential,commercial, office[include land properties or construction channel][including their amenities,facilities and infrastructure][such as, without limitation, buildings,shopping centres, entertainment centres, factories, warehouses, and other kinds of real property and improvements there of[whether owned or leased]; [3]purchase,acquire own, hold, sell, assign,transfer, mortgage, pledge, exchange, or otherwise dispose of real estate-related assets,securities and other forms of investments[including land]; [4]raise,collect, and undertake any other business or activity which is not prohibited and/or any law for the time being in force in Brunei Darussalam with full rights,powers and privileges without restriction and such other powers,acts,activities and transactions as may be deemed necessary,convenient, or incidental to, or implied from, the objects and activities set out herein	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Huaibei Palatial City Real Estate Development Co., Ltd.	Xiaoxiang City, Henan Province	Room 302, 3rd Floor, Investment Promotion Center, Zhongyuan Home Industrial Park, Yucun Town	Real estate development and management; real estate leasing operation	100	Merger of enterprises under common control	Yes
Huzhou Nanxun Yuping Real Estate Development Co., Ltd.	Huzhou City, Zhejiang Province	2nd Floor, City Exhibition Hall, No. 601 Xiangying Road, Nanxun Town	Real estate development; commercial housing sales; industrial plant development and operation; own house leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Huaibei Yutai Real Estate Development Co., Ltd.	Xiaoxiang City, Henan Province	Room 303, 3rd Floor, Investment Promotion Center, Zhongyuan Home Industry Park	Real estate development and management; real estate leasing operations	100	Merger of enterprises under common control	Yes
Deqing Yurong Real Estate Development Co., Ltd.	Huzhou City, Zhejiang Province	Leidian Town New Street	Real estate development and operation, own house leasing.	100	Merger of enterprises under common control	Yes
Feidong Peacock City Real Estate Development Co., Ltd.	Hefei City, Anhui Province	Room 101, No. 24, Food Street, Paihou Community, Shop Town	Real estate development, building sales, industrial plant development and operation, own house rental services and other services.	100	Merger of enterprises under common control	Yes
Shucheng Yuping Real Estate Development Co., Ltd.	Lu'an City, Anhui Province	Hongyang Town Economic Development Zone	Real estate development, building sales; industrial plant development and operation; own house leasing services	100	Merger of enterprises under common control	Yes
Shucheng Yutai Real Estate Development Co., Ltd.	Lu'an City, Anhui Province	Yingbin Avenue, Hongyang Town	Real estate development, building sales; industrial plant development and operation; own house leasing service	100	Merger of enterprises under common control	Yes
Shucheng Yufeng Real Estate Development Co., Ltd.	Lu'an City, Anhui Province	Yingbin Avenue, Hongyang Town	Real estate development, building sales; industrial plant development and operation; own house leasing.	100	Merger of enterprises under common control	Yes
Nanjing Yuchen Real Estate Development Co., Ltd.	Nanjing, Jiangsu Province	Room 513, No. 68 Gaoqiao Road, Economic and Technological Development Zone	Real estate development and sales; business management consulting; housing rental services; construction engineering, decoration engineering, construction. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
CHLD Industry New City (Hengyang) Co., Ltd.	Hengyang City, Shaanxi Province	Sanqu Town People's Government	land consolidation services; infrastructure services, public facilities construction; industrial development services; planning and design services; property management services, public project maintenance and utility services; municipal road construction construction services. Real estate development and sales; own house leasing. (Involving the license business project, it should be approved by the relevant department before it can be operated.) (Projects subject to approval according to law can be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Changge Yutai Real Estate Development Co., Ltd.	Xuchang City, Henan Province	Shangzhuang Village, Fourth Town	Real estate development and sales; own house leasing. (Involving the license business project, it should be approved by the relevant department before it can be operated.) (Projects subject to approval according to law can be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Gutian Jingyu Wanfeng Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Emerging industry demonstration park	Real estate development and sales; own house leasing (projects subject to approval according to law, can be carried out after approval by relevant departments).	78.5	Merger of enterprises under common control	Yes
CFLD (Fenglong) Industrial Port Construction Co., Ltd	Hefei City, Anhui Province	Shop Town, Feilou Community Food Street, Building 24, Building 101	Industrial port and project construction, development, leasing, sales, investment, management, consulting, services, park management, management, exhibition services	100	Merger of enterprises under common control	Yes
Nanjing Dingzhitong Automobile Manufacturing Industrial Park Co., Ltd.	Nanjing, Jiangsu Province	4th Floor, Science and Technology Innovation Center, Lishui Industrial Economic Development Zone	Development and operation of automobile manufacturing industry park, investment and management of automobile manufacturing industry project; technology business incubation service; real estate development, sales and leasing.	100	Merger of enterprises under common control	Yes
Huaxia Happiness Nanjing Lishui Industry Port Investment Co., Ltd	Nanjing, Jiangsu Province	4th Floor, Science and Technology Innovation Center, Lishui Industry, Economic Development Zone	Construction, development, leasing, and sales of industrial parks and self-built projects; investment, management, consulting, service, and exhibition services for park projects.	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Handan Yurong Real Estate Development Co., Ltd.	Handan City, Hebei Province	18th Floor, 21st Century Sunshine Building, 29 North China Street	Real estate development and management	51	Merger of enterprises under common control	Yes
Meishan Yutai Real Estate Development Co., Ltd.	Meishan City, Sichuan Province	141 Pengli Street (Chengnei Petrochemical Park)	Real estate development and operation; housing leasing (projects subject to approval according to law, can be carried out after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Meishan Yurong Real Estate Development Co., Ltd.	Meishan City, Sichuan Province	141 Pengli Street (Chengnei Petrochemical Park)	Real estate development and operation; housing leasing (projects subject to approval according to law, can be carried out after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Wuyi Yurong Real Estate Development Co., Ltd.	Puyang City, Henan Province	Room A218, 2nd Floor, City Planning Exhibition Hall, East Section of North Section of Yuhuai Avenue, Distinctive Business District	Real estate development and sales; own home sales	100	Merger of enterprises under common control	Yes
Wuyi Yuquan Real Estate Development Co., Ltd.	Puyang City, Henan Province	The second floor of the Urban Planning Exhibition Hall on the east side of the northern section of the Huaihua Avenue in the characteristic commercial district	Real estate development and sales; own house leasing	50	Merger of enterprises under common control	Yes
Pujiang County Yupiang Real Estate Development Co., Ltd.	Chengdu, Sichuan Province	3rd Floor, Building 1, 88 Yingbin Avenue, Shuyuan Town	Real estate development and operation; own house leasing. (Projects subject to approval according to law may be subject to business activities after approval by relevant departments).	100	Merger of enterprises under common control	Yes
Pujiang County Yurong Real Estate Development Co., Ltd.	Chengdu, Sichuan Province	3rd Floor, Building 1, 88 Yingbin Avenue, Shuyuan Town	Real estate development and operation; own house leasing. (Projects subject to approval according to law may be subject to business activities after approval by relevant departments).	100	Merger of enterprises under common control	Yes
CPLD Industry Park City (Hangzhou) Co., Ltd.	Hangzhou, Zhejiang	Weisheng Village, Meisheng Town	Park infrastructure construction and management; land consolidation services, park industry services; investment agency services;	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Jiaxing Yuxiang Real Estate Development Co., Ltd.	Jiaxing City, Zhejiang Province	23rd Floor, Building B, 181 Jiaxiu East Road, Nanhu Street	Real estate development and operation, own house lending. (Projects subject to approval according to law may be operated after approval by relevant departments)	51	Merger of enterprises under common control	Yes
Chuangye Yujing Real Estate Development Co., Ltd.	Zhuzhou City, Hunan Province	Shuikuaiqing Village, Fourth Town	Real estate development and sales; own house lending. (Involving the license business project, it should be approved by the relevant department before it can be operated.) (Projects subject to approval according to law can be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Lü An Happiness Foundation Asset Management Co., Ltd.	Chaohu City, Anhui Province	West of Zhijiang Road, south of Huijin South Road, Luyha Economic Development Zone	Asset management; project investment and investment management (non-financial); investment consulting; economic information surveys; management consulting; hotel management services; leasing services; accommodation, catering services, swimming venue business services; laundry, fitness, conference services; public parking services; organization of cultural and artistic exchange activities; food, books, periodicals, daily necessities, arts and crafts, cigarette retail; parking services; housing leasing; transportation. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Dazhang Hui Autonomous County Yutai Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Baozhi Village	Real estate development, building sales, industrial plant development and operation (operating with qualification certificate); own house leasing; land consolidation; investment agency service. (Projects subject to approval according to law may be operated after approval by relevant departments) (Business premises are valid until February 8, 2019)	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Xinzheng Yuanwen Real Estate Development Co., Ltd	Zhengzhou City, Henan Province	2nd Floor, Office Building, Weizhuang Village, East Side of Zhongxin Road, Longhai Town, North of Zhuxi Shang Road	Real estate development and sales; housing leasing; Housing construction, municipal engineering, landscaping, earth and stone, road, water conservancy and hydropower, bridges, tunnels, rhyo gang, wiring and equipment, pipelines, other civil engineering construction; land consolidation, urban and rural planning services, housing land acquisition agency; planning and creativity; Service, conference and exhibition activities; Real estate management consulting; Wealth industrial town in Pingtouzhi construction and management; land consolidation services; town industry services; investment agency services; Enterprise management consulting; corporate marketing planning; hotel management; parking management; property management; Development and operation of industrial parks; development and management of industrial park projects; Incubation of technology enterprises; real estate development, sales and leasing. (Projects subject to approval according to law may be operated after approval by relevant departments.)	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Wuhan Qingjia Industrial Park Development Co., Ltd	Wuhan, Hubei	Shuanghu Street	Real estate development and sales. Housing leasing. Housing construction, municipal engineering, landscaping, earth and stone, roads, water conservancy and hydropower, bridges, tunnels, river dams, piling and equipment, pipelines, other civil engineering construction; land consolidation, urban and rural planning services, housing land acquisition agency, planning and creativity service, conference and exhibition services, business management consulting services, industrial new infrastructure construction and management, land consolidation services, town industry services, investment agency service, enterprise management consulting, corporate marketing planning, hotel management, parking management, property management. Development and operation of industrial park; development and management of industrial park projects. Incubation of technology enterprises; real estate development, sales and leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or
Nanjing Jiqing District Kunxin Happiness Industrial Town Investment Co., Ltd.	Nanjing, Jiangsu Province	4th Floor, Science and Technology Innovation Center, Lishui Industry	Real estate development and sales, housing leasing; Housing construction, municipal engineering, landscaping, earth and stone, roads, water conservancy and hydropower, bridges, tunnels, river ports, wiring and equipment, pipelines, other civil engineering construction; land consolidation, urban and rural planning services, housing land acquisition agency; planning and creativity Service, conference and exhibition services, business management consulting services Industrial town infrastructure construction and management, land consolidation services, town industry services, investment agency services, enterprise management consulting, corporate marketing planning, hotel management, parking management, property management. Development and operation of industrial parks; development and management of industrial park projects; incubation of technology enterprises; real estate development, sales and leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)	10	60	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Shanghai Jiaotie Enterprise Management Co., Ltd.	Shanghai Municipality	Architecture, Unit 99, 1888	Real estate development and sales, housing leasing; Housing construction, municipal engineering, landscaping, earth and stone, roads, water conservancy and hydropower, bridges, tunnels, river ports, wiring and equipment, pipelines, other civil engineering constructions; land consolidation, urban and rural planning services, housing land acquisition agency, planning and creativity Service, conference and exhibition services, business management consulting services Industrial town infrastructure construction and management, land consolidation services, asset industry services. Investment agency service; Enterprise management consulting, corporate marketing planning, hotel management, parking management, property management. Development and operation of industrial parks; development and management of industrial park projects; incubation of technology enterprises; real estate development, sales and leasing. [Projects subject to approval according to law may be operated after approval by relevant departments]	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Pujiang County Dingzhicheng Industrial Park Construction Co., Ltd.	Chengdu, Sichuan Province	1-4F, Building 1, 88 Yingtao Avenue, Shuaihe Town	Real estate development and sales, housing leasing, Housing construction, municipal engineering, landscaping, earth and stone, roads, water conservancy and hydropower, bridges, tunnels, river ports, wiring and equipment, pipelines, other civil engineering construction; land consolidation, urban and rural planning services, Housing land acquisition agency, planning and creativity Service, conference and exhibition services, business management consulting services Industrial town infrastructure construction and management, land consolidation services, town industry services, investment agency services Enterprise management consulting, corporate marketing planning, hotel management, parking management, property management. Development and operation of industrial parks; development and management of industrial park projects; incubation of technology enterprises, real estate development, sales and leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Jiaolian Yujing Real Estate Development Co., Ltd.	Jining City, Zhejiang Province	Room 202, Building 1, No.673 Huishui Avenue, Caiyun Town	Real estate development and operation, own house leasing (Projects subject to approval according to law may be operated after approval by relevant departments)	60	Merger of enterprises under common control	Yes
Kangmen Yiqie Education Investment Co., Ltd.	Hengmen City, Guangdong Province	Room 108-109, First Floor, No. 388, Longxi Road, Wuhui Street	Investment in education industry. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Jiayu Yujingyuan Real Estate Development Co., Ltd	Xianning City, Hubei Province	Cangwuling Village, Panjiawan Town	Real estate development; commercial housing sales; housing rental services. (Involving the license business project, it should be approved by the relevant department before it can be operated)	100	Merger of enterprises under common control	Yes
Jiayu Aoyu Real Estate Development Co., Ltd.	Xianning City, Hubei Province	Cangwuling Village, Panjiawan Town	Real estate development; commercial housing sales; housing rental services. (Involving the license business project, it should be approved by the relevant department before it can be operated)	100	Merger of enterprises under common control	Yes
Jiayu Yulongyuan Real Estate Development Co., Ltd	Xianning City, Hubei Province	Cangwuling Village, Panjiawan Town	Real estate development; commercial housing sales; housing rental services. (Involving the license business project, it should be approved by the relevant department before it can be operated)	100	Merger of enterprises under common control	Yes
Beijing Yujingyuan Real Estate Development Co., Ltd	Beijing Municipal District	20 meters north of Caiyuan Village Committee, Zhanglang Town	Real estate development; sales of commercial housing	100	Merger of enterprises under common control	Yes
Huzhou Nanxun Dingan Technology Development Co., Ltd.	Huzhou City, Zhejiang Province	2nd floor, City Exhibition Hall, No. 601 Nanyang Road, Nanxun Town	Research and development, manufacturing and sales of intelligent automation equipment and accessories; automotive engineering technology consulting services and related software development; research and development, design, manufacture, processing, maintenance and sales of automobile intelligent manufacturing equipment, fixtures and molds; warehousing (excluding hazardous chemicals); services; wholesale and retail of steel and daily necessities	100	Merger of enterprises under common control	Yes
Huzhou Nanxun Yurui Real Estate Development Co., Ltd	Huzhou City, Zhejiang Province	2nd floor, City Exhibition Hall, No. 601 Nanyang Road, Nanxun Town	Real estate development and operation; own house leasing	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
CFLD Industry New City (Lu'an Anhui) Co., Ltd.	Lu'an City, Anhui Province	No. A6, Yucheng East Road, Shiqiu Township (Comprehensive Demonstration Park Management Committee)	Park infrastructure construction and management; land consolidation services; park industry services; investment agency services. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Wuyi Yubai Real Estate Development Co., Ltd.	Jinzhou City, Hebei Province	Room 203, 2nd Floor, City Exhibition Hall, East Section of North Section of Yuhua Avenue, Wuyi County	Real estate development and sales; housing leasing.	100	Merger of enterprises under common control	Yes
Wuhan Qingshan District CFLD Industry Town Development Co., Ltd.	Wuhan, Hubei	Wanlan's Village Urban Industrial Park 201-A55	Infrastructure construction and management, planning management, engineering survey and design of the park (including licensing projects should be approved by relevant departments); land consolidation services; park industry services; investment agency services; enterprise management consulting (projects subject to approval according to law, After the relevant departments approve and release, they can carry out business activities)	100	Merger of enterprises under common control	Yes
Handan Yuling Real Estate Development Co., Ltd.	Handan City, Hebei Province	19th Floor, New Century Sunshine Building, 28 North China Street	Real estate development and management	100	Merger of enterprises under common control	Yes
CFLD Industry New City Xinmi Co., Ltd	Zhengzhou City, Henan Province	Group 8 of Yuanshuang Village, Pairuzhuang Township	Park infrastructure construction and management, land consolidation, park industry services, investment agency services.	100	Merger of enterprises under common control	Yes
Zhuozhou Peacock City Real Estate Development Co., Ltd.	Qualipo City, Hebei Province	No. 83-2 Nanyang West Road, Park Tower Office	Real estate development and management; housing leasing	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Nanjing Yurong Real Estate Development Co., Ltd.	Nanjing, Jiangsu Province	No. 68, Shizhu North Road, Yuntai Town	Real estate development and sales; business management consulting services, industrial plant construction; housing leasing services. (Projects subject to approval according to law may be operated after approval by relevant departments)	40	Merger of enterprises under common control	Yes
Nanjing Yulan Real Estate Development Co., Ltd.	Nanjing, Jiangsu Province	No. 68-16, Shizhu North Road, Yuntai Town	Real estate development and sales, business management consulting services; industrial plant construction; housing leasing services; construction and decoration engineering construction. (Projects subject to approval according to law may be operated after approval by relevant departments)	40	Merger of enterprises under common control	Yes
Meishan Dingzhixing Industrial Park Construction Development Co., Ltd.	Meishan City, Sichuan Province	The second group of Yangmiao Village, Yihe Town (Zhongmei Petrochemical Park)	Industrial park construction development and operation; industrial park project development and management; industrial park infrastructure construction and management, enterprise management consulting, commercial investment agency services; housing construction project construction, house demolition,	100	Merger of enterprises under common control	Yes
Lai'An Yuchen Real Estate Development Co., Ltd.	Chuzhou City, Anhui Province	No. 8 Gaoxin Road, Luzhe Economic Development Zone	Real estate development and sales; own house leasing	100	Merger of enterprises under common control	Yes
Lai'An Yude Real Estate Development Co., Ltd.	Chuzhou City, Anhui Province	No. 8 Gaoxin Road, Luzhe Economic Development Zone	Real estate development and sales; own house leasing	100	Merger of enterprises under common control	Yes
Lai'An Yu Sheng Real Estate Development Co., Ltd.	Chuzhou City, Anhui Province	No. 8 Gaoxin Road, Luzhe Economic Development Zone	Real estate development and sales; own house leasing	100	Merger of enterprises under common control	Yes
Yueyang Peicheng Real Estate Development Co., Ltd	Huanggang City, Hubei Province	Garden Shop Village Committee Office Building, 2nd Floor	Real estate development and sales, industrial plant development and operation; own house leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Huzhou Nanxun Yufeng Real Estate Development Co., Ltd	Huzhou City, Zhejiang Province	2nd Floor, City Exhibition Hall, No 608 Wangying Road, Nanxun Town	Real estate development, commercial housing sales, industrial plant development and operation; own house leasing (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
VMC Investment #2 Pte Ltd	Singapore	Singapore	Project investment and investment management; investment consulting	100	Merger of enterprises under common control	Yes
VMC Investment #3 Pte Ltd	Singapore	Singapore	Project investment and investment management, investment consulting	100	Merger of enterprises under common control	Yes
New Industry Park #4 PTE. LTD.	Singapore	Singapore	Project investment and investment management, investment consulting	100	Merger of enterprises under common control	Yes
New Industry Park #5 PTE. LTD	Singapore	Singapore	Project investment and investment management, investment consulting	100	Merger of enterprises under common control	Yes
CFLD Investment #6 Pte. Ltd	Singapore	Singapore	Project investment and investment management, investment consulting	100	Merger of enterprises under common control	Yes
Investment #7 Pte. Ltd	Singapore	Singapore	Project investment and investment management, investment consulting	100	Merger of enterprises under common control	Yes
Vietnam New Industry City Infrastructure Development Co Ltd	Vietnam	Vietnam	Project construction, project management consulting, engineering cost management consulting, engineering design consulting; project implementation supervision consulting, and real estate consulting services, real estate management services Park infrastructure construction and management, land consolidation services, park supporting facilities operation and management. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Nanjing Dinghong Park Construction Development Co., Ltd	Jiangning District, Nanjing City, Jiangsu Province	No. 7 Runde Road, Hushu Street		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
CFLD (Foshan) Industrial New City Development Co., Ltd	Foshan City, Guangdong Province	Room 1201, 12th Floor, Xingye Building, 83 Wancheng Road, Nacheng Street, Chancheng District (declaration of residence)	land resource development, urban operation and management, infrastructure construction, public facilities construction; urban planning and design; property leasing; property management, building and municipal road cleaning services, enterprise management consulting services, technology development services, public consulting services, technology business incubation management services, conference and exhibition services. (Projects subject to approval according to law may be operated after approval by relevant departments) Industrial park development, public facilities construction, land consolidation services, enterprise management consulting services, enterprise investment agency services. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
CFLD (Qinhuangdao Binhaihe) Industrial New City Development Co., Ltd	Qinhuangdao District, Hebei Province	No. 225 Haiying Road, Binhaihe District	Real estate development and operation and own house leasing (projects subject to approval according to law may be approved by relevant departments before carrying out business activities); Real estate development and operation, and own house leasing (projects subject to approval according to law may be approved by relevant departments before carrying out business activities)	100	Merger of enterprises under common control	Yes
Jiashan Yuquan Real Estate Development Co., Ltd.	Jiashan County, Jiaxing City, Zhejiang Province	Room 404, No. 186, Nanhuan Road, Nanhu Street		100	Merger of enterprises under common control	Yes
Jiashan Yuding Real Estate Development Co., Ltd.	Jiashan County, Jiaxing City, Zhejiang Province	Room 2103, No. 281, South He East Road, Nanhu Street		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
CFLD Industry New City (Dongxin) Co., Ltd.	Dongxin District, Dongxin City, Hubei Province	Zhushan Town Tutaizi Second village	Park operation and maintenance services, own house leasing, park infrastructure construction and management, house transit agency, enterprise management consulting, park industry services, land consolidation. (Involving the license business project, it should be approved by the relevant departments before it can be operated)	100	Merger of enterprises under common control	Yes
CFLD Industry New City (Xingtai) Development Co., Ltd.	Xingtang County, Shijiazhuang City, Hebei Province	45 Chaoyang Road	Park infrastructure construction and management, park management, park industry service; investment agency, land consolidation services; business management consulting; housing leasing; pipe network construction, leasing; municipal, property management; sewage treatment; (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Xiangtan Peacock City Real Estate Development Co., Ltd.	Yuhu District, Xiangtan City, Hunan Province	The third floor of the back building in the courtyard of the Yuhu Industrial Conservation Zone, Hailing Town	Real estate developments and operation; real estate leasing business (projects subject to approval according to law, can be carried out after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Changfeng Peacock City Real Estate Development Co., Ltd.	Feidong County, Hefei City, Anhui Province	1st and 2nd floor, spare parts workshop, Xiaowei Enterprise Venture Base, Matang Town	Real estate development; building sales; industrial plant development and operation; own house leasing	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Anzhen Yushi Loft Book Culture Development Co., Ltd.	Binjiang County, Jiaxing City, Zhejiang Province	Building 10, Xincheng Road, No. 99 Wutaisi Road, Binjun Town	Planning and organization of cultural and artistic exchange activities, cultural and artistic performances; exhibition and exhibition services, conference services; graphic design and production; design, production, agency, and publication of various domestic advertisements; gifts and crafts, publicity materials, books, toys, culture and education [sales of supplies, daily necessities, clothing, audio textiles; catering services. [Projects subject to approval according to law, approved by relevant departments before they can carry out business activities] [subject to industrial and commercial approval] Real estate development, commercial housing sales, decoration and construction work Park infrastructure, public facilities construction and operation; park industry services, investment agency services; enterprise management consulting; planning and design consulting; land consolidation services; housing leasing; pipe network construction and leasing; construction and operation of water supply plants and heat source plants in the park; Management; property management; sewage treatment; river management [projects subject to approval according to law, can be carried out after approval by relevant departments]	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Wuhan Yuxuan Real Estate Development Co., Ltd.	Xinzhou District, Wuhan City, Hubei Province	96 Xinzhou Street, Yicheng Street	Planning and organization of cultural and artistic exchange activities, cultural and artistic performances; exhibition and exhibition services, conference services; graphic design and production; design, production, agency, and publication of various domestic advertisements; arts and crafts, publicity materials, books, art, cultural and educational sales of supplies, daily necessities, clothing, needle textiles; catering services. (Projects subject to approval according to law, approved by relevant departments before they can carry out business activities) (subject to industrial and commercial approval) Real estate development, commercial housing sales, decoration and construction work Park infrastructure, public facilities construction and operation, park industry services, investment agency services, enterprise management consulting, planning and design consulting, land consolidation services, housing leasing, pipe network energy conservation and leasing; construction and operation of water supply plants and heat source plants in the park; Management, property management, sewage treatment; pest management (projects subject to approval according to law, can be carried out after approval by relevant departments)	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
CFLD (Yuanshi) Industrial New City Construction Development Co., Ltd.	Yuanshi County, Shijiazhuang City, Hebei Province	995 Yuanshi Street, Ma Village Town	Planning and organization of cultural and artistic exchange activities, cultural and artistic performance; exhibition and exhibition services, conference services; graphic design and production; design, production, agency, and publication of various domestic advertisements; arts and crafts, published fine arts, books, toys, software and education sales of supplies, daily necessities, clothing, needle textiles; catering services (Projects subject to approval according to law, approved by relevant departments before they can carry out business activities) (subject to industrial and commercial approval) Real estate development, commercial housing sales, decoration and construction work Park infrastructure, public facilities construction and operation; park industry services, investment agency services; enterprise management consulting; planning and design consulting; land consolidation services; housing leasing; pipe network construction and leasing; construction and operation of water supply plants and heat source plants in the park; Management; property management; sewage treatment; river management (projects subject to approval according to law, can be carried out after approval by relevant departments) Infrastructure construction and management, land consolidation services, park industry services, and investment agency services. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
CFLD Industry New City (Shaoxing Keqiao) Development Co., Ltd.	Keqiao District, Shaoxing City, Zhejiang Province	Room 611, 6th Floor, Hongsheng Building, Fuquan Street			100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Wuhan Yulongyuan Real Estate Development Co., Ltd.	Xinzhou District, Wuhan City, Hubei Province	Room 4, 1st Floor, No. 1 Shuangjiu Street	Real estate development; commercial housing sales; decoration and renovation project construction	100	Merger of enterprises under common control	Yes
Huzhou Nanxun Yurong Real Estate Development Co., Ltd.	Nanxun District, Huzhou City, Zhejiang Province	2nd Floor, City Exhibition Hall, No. 603 Xiangyang Road, Nanxun Town	Industrial plant development and operation; own house leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
CFLD Industry New City (Liuyang Qingshan) Co., Ltd.	Qingshan, Guiyang City, Guizhou Province	Beside the Qingzhou Road, Liuyang Village, Baihua New Town	The company's business scope: park infrastructure construction and management, land consolidation, park industry services; investment agency services; business management consulting; own plant construction and leasing; own site leasing; sewage treatment; housing leasing;	100	Merger of enterprises under common control	Yes
Jinghan Anhui Kindergarten Co., Ltd.	Jinghan County, Beijing City, Zhejiang Province	No. 668, Shisheng Road, Luodong Street	Pre-school education (projects subject to approval according to law, can be carried out after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Xinsheng Yucheng Jiaolin Real Estate Development Co., Ltd.	Guodian Town, Xinzheng City, Henan Province	5th Floor, Community Office Building, Guodian Town, Xinzheng City	Real estate development and sales; own house leasing. (Involving the agency business project, it should be approved by the relevant department before it can be operated)	100	Merger of enterprises under common control	Yes
Qinhuangdao Yuda Real Estate Development Co., Ltd.	Beidaihe District, Qinhuangdao City, Hebei Province	West side of Binhai New Road, Chiyangtou District, Beidaihe New Area, north of Chiyang Road, south side of Wenbo Street	Real estate development and sales; housing leasing;	100	Merger of enterprises under common control	Yes
Qinhuangdao Yujing Real Estate Development Co., Ltd.	Beidaihe District, Qinhuangdao City, Hebei Province	Chiyangtou District, Beidaihe New District, west of Binhai New Road, north of Chiying Road, south of Wenbo Street	Real estate development and sales; housing leasing.	100	Merger of enterprises under common control	Yes
CFLD (Shenzhen) Operation Management Co., Ltd	Nanshan District, Shenzhen City, Guangdong Province	203, Aerospace Microwave Building, Langshan No. 2 Road, North Zone, Songpingshan Community, Xili Street	Enterprise management consulting, property management, investment and development of industry	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Yunyuanhua (Gu'an) Enterprise Management Co., Ltd	Gu'an County, Langfang City, Hebei Province	Room 305, Building 44, Satellite Navigation Industrial Park, Emerging Industry Demonstration Zone (North of Space and Technology Avenue, West of Planning Road)	Enterprise management consulting (projects subject to approval according to law, can be carried out after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Yunyuanhua (Haikou) Enterprise Management Co., Ltd.	Longhua District, Haikou City, Hainan Province	3003, Block C, Regal Garden, 16 Yuda Road	Enterprise Management Consulting (excluding financial investment and asset management)	100	Merger of enterprises under common control	Yes
CFLD Industry New City (Huidong) Co., Ltd.	Huidong County, Huizhou City, Guangdong Province	Huidong County Industrial Transfer Industrial Park	Park infrastructure construction and management, land consolidation services; park industry services; investment agency services. (Projects subject to approval according to law may be carried out after approval by relevant departments.)	100	Merger of enterprises under common control	Yes
Jiashan Yujia Real Estate Development Co., Ltd	Jiashan County, Jiaxing City, Zhejiang Province	2nd Floor, 2369, 2385, Caishan Road, Luxiang Street	Real estate development and operation, own house leasing (projects subject to approval according to law, subject to approval by relevant departments before carrying out business activities)	100	Merger of enterprises under common control	Yes
Jiashan Yuxin Real Estate Development Co., Ltd.	Jiashan County, Jiaxing City, Zhejiang Province	1st floor, 2383, 2385, Caishan Road Luxiang Street	Real estate development and operation, own house leasing (projects subject to approval according to law, subject to approval by relevant departments before carrying out business activities)	100	Merger of enterprises under common control	Yes
Deqing Yuxun Real Estate Development Co., Ltd.	Deqing County, Huzhou City, Zhejiang Province	45 New Street, Yaodian Town	Real estate development and operation; own house leasing.	100	Merger of enterprises under common control	Yes
Deqing Yude Real Estate Development Co., Ltd.	Deqing County, Huzhou City, Zhejiang Province	45 New Street, Yaodian Town	Real estate development and operation; own house leasing	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
CFLD Industry New City (Guiyang Xiuwan) Co., Ltd.	Xiuwen County, Guiyang City, Guizhou Province	Guiyang Road, Zhenxi Town (6th Floor, Management Committee of Xiuwen County Economic Development Zone, Guizhou Province)	Laws, regulations, and decisions of the State Council stipulate that no business may be prohibited; laws, regulations, and decisions of the State Council shall permit (approval), and may be operated with the approval (approval) documents upon approval by the examination and approval authority; laws, regulations, and decisions of the State Council require no permission (approval) ; the market entity chooses to operate independently. Park integrated construction and management; land consolidation services; park industry services; investment agency services	100	Merger of enterprises under common control	Yes
Huaibei Yuxiang Real Estate Development Co., Ltd.	Huaibei County, Zhengzhou City, Hebei Province	Room 006, 6th Floor, Block D1, Wanyue Plaza, Shecheng Town	Real estate development, commercial housing sales (according to qualifications), free house leasing.	100	Merger of enterprises under common control	Yes
Huaibei Yusheng Real Estate Development Co., Ltd.	Huaibei County, Zhengzhou City, Hebei Province	Room 005, 6th Floor, Block D1, Wanyue Plaza, Shecheng Town	Real estate development, commercial housing sales (according to qualifications), own house leasing.	100	Merger of enterprises under common control	Yes
CFLD Industry New City (Wan Long) Development Co., Ltd.	Long District, Xian City, Shaanxi Province	Qin Wang Yi Lu North Management Committee	Land consolidation services; infrastructure services, public facilities construction; park industry development services; planning and design services; property management services, public project maintenance, municipal road construction	100	Merger of enterprises under common control	Yes
Shucheng Yuyao Real Estate Development Co., Ltd.	Shucheng County, Lu'an City, Anhui Province	Yingbin Avenue, Hangyong Town	Real estate development, building sales, industrial plant development and operation, own house leasing services.	100	Merger of enterprises under common control	Yes
Shucheng Yuda Real Estate Development Co., Ltd.	Shucheng County, Lu'an City, Anhui Province	Yingbin Avenue, Hangyong Town	Real estate development, building sales, industrial plant development and operation, own house leasing services	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Dezhang Hui Autonomous County Yunlai Real Estate Development Co., Ltd.	Dezhang Hui Autonomous County, Langfang City, Hebei Province	200 Jiang Tan South Road	Real estate development and sales, industrial plant development and operation (operating with qualification certificate); own house leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Shaoxing Yunlai Real Estate Development Co., Ltd.	Keqiao District, Shaoxing City, Zhejiang Province	Room 610, 6th Floor, Hongsheng Building, Fuquan Street	Real estate development; building sales; industrial plant development and operation; housing leasing.	100	Merger of enterprises under common control	Yes
PT. Atlas Global Property Management	Indonesia	Equity Tower, Lantai 42, SCBD Lot. 9, Jl. Jend. Sudirman Kav. 52-53, Kelurahan Senayan, Kecamatan Kebayoran Baru, Kota Jakarta Selatan, Provinsi Dki Jakarta, Indonesia 12190	1. Management activities of real estate and its ancillary facilities, including land leasing, management activities for residential buildings, non-domestic residential buildings such as industrial land, office buildings, commercial areas, shopping malls and multi-purpose buildings 2. Industrial real estate and its ancillary facilities Management activities, including land leasing, maintenance and operations.	100	Merger of enterprises under common control	Yes
JoyceCity International Holdings Limited	Cayman	P.O. Box 31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands	All commercial activities not prohibited by Cayman law	100	Merger of enterprises under common control	Yes
Langfang Fengjiaohai Decoration Engineering Co., Ltd.	Dezhang Hui Autonomous County, Hebei Province	200 Jiang Tan South Road	Design, planning, architectural decoration and decoration; building materials (without sand and gravel), decoration materials, daily necessities, household appliances, furniture sales; garden greening. (Projects subject to approval according to law may be operated after approval by relevant departments)	100	Merger of enterprises under common control	Yes
Gu'an Peacock County Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development	100	Merger of enterprises under common control	Yes
Gu'an Peacock Palace Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Gu'an Hot Spring Peacock City Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development	100	Merger of enterprises under common control	Yes
Dacheng Peacock Palace Real Estate Development Co., Ltd	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development	100	Merger of enterprises under common control	Yes
Dacheng Peacock Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development	100	Merger of enterprises under common control	Yes
Dacheng Peacock County Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development	100	Merger of enterprises under common control	Yes
Langfang Peacock City Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development	100	Merger of enterprises under common control	Yes
Peacock City Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Building materials sales	100	Merger of enterprises under common control	Yes
Huanyu Industry (Langfang) Enterprise Management Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Business management consulting	100	Merger of enterprises under common control	Yes
CHINA FORTUNE(HONG KONG)SPORTS INDUSTRY DEVELOPMENT CO.,LIMITED	China Hong Kong	China Hong Kong		100	Merger of enterprises under common control	Yes
GLOBAL INDUSTRIAL INVESTMENT LIMITED	China Hong Kong	China Hong Kong	Investment	100	Merger of enterprises under common control	Yes
CFLD(US)Investment Services,Inc.	United States	United States	Diversified management	100	Merger of enterprises under common control	Yes
Fortune Joy Property Management Co., Ltd	Langfang City, Hebei Province	Langfang City, Hebei Province	Property investment and property management	100	Merger of enterprises under common control	Yes
Aotong Joy Investment Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Industry park investment and management	100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Dacheng Hui Autonomous County Hongrun Commerce & Trade Co., Ltd	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Commerce & trade	100	Merger of enterprises not under common control	Yes
Luanping Rubicong Investment Development Co., Ltd.	Luanping County, Hebei Province	Luanping County, Hebei Province	Park investment development and management	100	Merger of enterprises not under common control	Yes
Chengli Rubicong Investment Development Co., Ltd.	Chengli County, Hebei Province	Chengli County, Hebei Province	Park investment development and management	100	Merger of enterprises not under common control	Yes
Langfang Rubicong Investment Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Park investment development and management	100	Merger of enterprises not under common control	Yes
Langfang City Yanlianhua Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation	100	Merger of enterprises not under common control	Yes
Beijing Fangboyuan Real Estate Development Co., Ltd.	Fengtai District, Beijing	Fengtai District, Beijing	Real estate development, selling and operation	100	Merger of enterprises not under common control	Yes
Dacheng Peacock City Real Estate Development Co., Ltd	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation	100	Merger of enterprises not under common control	Yes
Langfang Taku Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation	100	Merger of enterprises not under common control	Yes
Xianghe Haoda Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Langfang City Shengbin Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or not
Dachang Hui Autonomous County Tucheng Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Xianghe Jingcheng Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development and operation	90	Merger of enterprises not under common control	Yes
Xianghe County Shengqing Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
Hebei CFLD Football Club Co., Ltd.	Shijiazhuang, Hebei Province	Shijiazhuang, Hebei Province	Sports industry development	100	Merger of enterprises not under common control	Yes
Bazhou Qingfu Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	Bazhou City, Hebei Province	Real estate development	100	Merger of enterprises not under common control	Yes
Gu'an County Xinda Hot Spring Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Hot spring tourism development	100	Merger of enterprises not under common control	Yes
Hebei Balan Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Langfang City, Hebei Province	Dachang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, building selling	100	Merger of enterprises not under common control	Yes
Beijing Fangke Xinyuan Technology Co., Ltd.	Fangsi, Beijing	Fangsi, Beijing	Real estate development, selling and operation	49	Merger of enterprises not under common control	Yes
Yongqing County Runxin Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	Yongqing County, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
Langfang City Jingrui Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Hall 18, Commercial Block, No.5 Street, Guangyang District, Langfang City	Real estate development and selling; real estate project planning	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Dacheng Hui Autonomous County Shengji Hengye Real Estate Development Co., Ltd	Dacheng County, Hebei Province	Xinjiahuai, Xiadian Town, Dacheng County	Comprehensive development and selling of real estate, building decoration, selling of building materials, hardware and electrical equipment, property management	90	Merger of enterprises not under common control	Yes
Sanhe Yinyan Real Estate Development Co., Ltd.	Sanhe County, Hebei Province	Erbaihu, Huangtaizhuang Town, Sanhe City	Comprehensive development and operation of urban real estate, auxiliary construction of infrastructure	90	Merger of enterprises not under common control	Yes
Dacheng Hui Autonomous County Jiahong Real Estate Development Co., Ltd.	Dacheng County, Langfang City, Hebei Province	East of Huai'an Road and north of Highway Section, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Real estate development, commodity housing selling, real estate consulting, property management	100	Merger of enterprises not under common control	Yes
Gu'an County Chenhui Real Estate Development Co., Ltd	Gu'an County, Hebei Province	Gu'an County Industry Park	Real estate development	90	Merger of enterprises not under common control	Yes
Gu'an County Yuecheng Real Estate Development Co., Ltd	Gu'an County, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Baihou City Yunhua Investment Co., Ltd.	Baihou City, Hebei Province	Auhyang Comprehensive Building, Caizhu Road, Baihou Development Zone	Investments and consultancy on hot spring tourism, hotel and real estate projects	100	Merger of enterprises not under common control	Yes
Anhui Kaicheng (Xianghe) Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North of Kaihua Street and west of Yongqing Road (Huaxia Urban Planning Exhibition Center), Xianghe County	Real estate development and operation	100	Merger of enterprises not under common control	Yes
Yongqing County Shenghao Shangcheng Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	East of Longhai Road and south of Anshe Street, Yongqing County, Langfang City, Hebei Province	Real estate development and operation, indoor & outdoor decoration, selling of hardware, electrical materials and building materials	100	Merger of enterprises not under common control	Yes
Hebei Chengcheng Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	West of Nanyang Village, Caojiatu Township, Yongqing County	Real estate development and operation; real estate information consulting; selling of building materials	90	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Zhuozhou Zhiyuan Real Estate Development Co., Ltd.	Zhuozhou City, Hebei Province	Dongchangfang Town, Zhuozhou City (Teaching Experiment Field of China Agricultural University)	Real estate development and selling, property management	100	Merger of enterprises not under common control	Yes
Langfang Development Zone Hongyu Guangdong Real Estate Development Co., Ltd.	Langfang City, Hebei Province	South of Taishan Road, Langfang City Economic and Technological Development Zone, Hebei Province	Real estate development	100	Merger of enterprises not under common control	Yes
Langfang Rongjie Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Building 1, 0057-6 Qu, No.26 Huaxiang Road, Langfang City Economic and Technological Zone, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
Gu'an County Dinghui Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development	100	Merger of enterprises not under common control	Yes
Gu'an Tongfa Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Gu'an Fuhong Real Estate Development Co., Ltd.	Langfang City, Hebei Province	South Area, Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Langfang Zhizheng Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development, operation	100	Merger of enterprises not under common control	Yes
Bazhou City Zhongruichen Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	Northwest of intersection of Yanshan Road and Changjiang Road, Bazhou Development Zone, Langfang City, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
Bazhou Qianhua Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	South of Center Road, Zhenyuan Development Zone, Shengfang, Bazhou, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Bazhou City Shicheng Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Northwest of intersection of Yanshan Road and Changjiang Road, Bazhou, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or not
Langfang Anglang Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	East of Langtai Road and south of Jinyue Street, Yongqing County, Langfang City, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
Langfang Songqing Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No.19 Jiahe Road, Yongqing Industrial Zone, Langfang City, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
Zhuozhou City Fenghua Real Estate Development Co., Ltd.	Baoding City, Hebei Province	Jufang No.1 Village, Dingmao Township, Zhuozhou City, Baoding, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
Xiongan Longyu Real Estate Development Co., Ltd.	Xiongan County, Hebei Province	North of Xinhua Street and west of Yongqing Road (Rongcheng Urban Planning Exhibition Center), Xiongan County	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Xiongan Weiyuan Real Estate Development Co., Ltd.	Xiongan County, Hebei Province	North of Xinhua Street and west of Yongqing Road (Rongcheng Urban Planning Exhibition Center), Xiongan County	Real estate development and operation	100	Merger of enterprises not under common control	Yes
Langfang Jinyu Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No.1 Hotel (Village Hotel), Commercial Block, west of No.5 Street, New Century Walking Street, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Beijing Yongli Hengye Real Estate Development Co., Ltd.	Beijing	Room 301, 3F, Building 5, No.99 Xingshikou Road, Haidian District, Beijing	Real estate development and selling	70	Merger of enterprises not under common control	Yes
Langfang Mingdao Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No.19 Jiahe Road, Yongqing Industrial Park	Real estate development and operation	90	Merger of enterprises not under common control	Yes
Bazhou Zhongsheng Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	South of Longhuanghu East Road, east of Taihang Road, Bazhou City	Real estate development, property management consulting, hotel management consulting	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or
Qinghai Hui Autonomous County Hongliang Real Estate Development Co., Ltd.	Qinghai Hui Autonomous County, Hebei Province	No. 200, South Jiangtan Road, Qinghai Hui Autonomous County, Langfang City, Hebei Province	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Hebei Jingrui Real Estate Development Co., Ltd.	Baoding City, Hebei Province	No. 518 Taishan Road, Baoding Development Zone	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Yongqing County Aoshun Socks Co., Ltd.	Yongqing County, Hebei Province	No. 57 Yulin Street, Yongqing County	Production and selling of socks, cloth and clothing		100	Merger of enterprises not under common control	Yes
Gucheng National Arts and Crafts Industry Co., Ltd.	Gucheng Hui Autonomous County, Hebei Province	Chenfu Village, Chenfu Township, Gucheng County	Processing, selling, import & export of national arts and crafts		100	Merger of enterprises not under common control	Yes
Zhongke Langfang Science Valley Co., Ltd.	Langfang City, Hebei Province	No. 111 Qingpu Road, Langfang Development Zone	Level 2 land development as well as related infrastructure construction, operation and management for Science Valley Project		100	Merger of enterprises not under common control	Yes
Hebei Guruide Technology Development Co., Ltd.	Langfang City, Hebei Province	Science Valley, Langfang Development Zone	Development, consulting and service of communication technology; research and development of communication equipment, transmission equipment, exchange equipment and terminal equipment; selling of communication products, computers and accessories and electronic products; leasing of owned houses and facilities		100	Merger of enterprises not under common control	Yes
Baohou Huichang Commerce & Trade Co., Ltd.	Langfang City, Hebei Province	Northwest of intersection of Yanshan Road and Changjiang Road, Anjiao Development Zone, Langfang City, Hebei Province	Commerce & trade		100	Merger of enterprises not under common control	Yes
Shenzhen Forever Industry Service Co., Ltd.	Shenzhen, Guangdong Province	Room 1401, Block F, West Sea Bright Pearl Building, No.1 Taoyuan Road, Nanshan District, Shenzhen	Real estate brokering, real estate agency planning, real estate investment consulting, economic information consulting	80		Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Consolidated into consolidation scope or not
Shenzhen Partner Network Technology Co., Ltd.	Shenzhen, Guangdong Province	Room 1402, Block F, West Sea Bright Pearl Garden, south of West Taoyuan Road, Nanyou Avenue, Nanshan District, Shenzhen	Network technology development; advertising business; computer technology consulting; domestic trade; import & export business; information consulting	60	Merger of enterprises not under common control	Yes
Hebei Aofu Real Estate Development Co., Ltd.	Langfang City, Hebei Province	1101, Qingguo Road 121#, Langfang City	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Langfang Dongxin Biotechnology Co., Ltd	Langfang City, Hebei Province	Heidaidig Road, Langfang City	Production of a single feed, production and marketing of nitrogen, feed additive, grain acquisition and import and export of goods	100	Merger of enterprises not under common control	Yes
Langfang City Dajiahao Commerce & Trade Co., Ltd	Langfang City, Hebei Province	858, S#, Huazhong Road, Langfang City	Sales of building materials, decoration materials, steel, silica supplies, flyorglasshed, arts and crafts, leather products, ceramics, bedding; cloud computing and networking technology services	100	Merger of enterprises not under common control	Yes
Langfang City Anci District Zhongdeng Craft Product Co., Ltd	Langfang City, Hebei Province	Yongjiuzhuo County, Langfang City Anci District	Crafts sales and crafts import and export	100	Merger of enterprises not under common control	Yes
Sanhe City Lukai Commerce & Trade Co., Ltd	Sanhe City, Hebei Province	Shuicheng Road, Yanjiao District, Sanhe City	Sales of color steel, mechanical and electrical equipment, electrical materials, auto parts, hardware, office supplies and building materials	100	Merger of enterprises not under common control	Yes
Hebei Fufang Real Estate Development Co., Ltd.	Langfang City, Hebei Province	200, Jianghua South Road, Dacheng Hui Autonomous County, Langfang City	Real estate development and operation	100	Merger of enterprises not under common control	Yes
Gu'an Dongyun Real Estate Development Co., Ltd	Gu'an City, Hebei Province	Emerging Industry Demonstration Zone, Gu'an County	Real estate development, selling, property management and operation	100	Merger of enterprises not under common control	Yes
Bazhou City Taihe Real Estate Development Co., Ltd	Langfang City, Hebei Province	Peacock City 53, Bazhou City	Real estate development and selling	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Zhuozhou City Old Area Estate Development Co., Ltd	Zhuozhou City, Hebei Province	69-3 Huayang West Road, Zhuozhou City	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Lulan County Xinguangtong Real Estate Development Co., Ltd	Lulan County, Anhui Province	Huangmei Road, Anhui Province	Real estate development and selling, management consulting	100	Merger of enterprises not under common control	Yes
Nanjing Fangcheng Real Estate Development Co., Ltd	Nanjing, Jiangsu Province	Zijin Technology Innovation Center, Nanjing City	Real estate development and selling, management consulting	100	Merger of enterprises not under common control	Yes
Langfang Hengcheng Commerce & Trade Co., Ltd	Langfang City, Hebei Province	308, Yanhua Road 88, Langfang City	Sales of metal materials (gold and silver limited), building materials, wood, and economic information consultation	100	Merger of enterprises not under common control	Yes
Langfang Zhongyetsuntai Eco-City Construction Co., Ltd	Langfang City, Hebei Province	Room 301, Guangyang District, Langfang City	Eco-city construction, operation and management	100	Merger of enterprises not under common control	Yes
Huabao Qinglong Investment Co., Ltd.	Beijing	Room 102, Tanbo, Haidian District	Project investment, investment consulting, real estate development and asset management	100	Merger of enterprises not under common control	Yes
Urbanplanta Planning and Architecture Design Co., Ltd (Shenzhen)	Shenzhen, Guangdong Province	8th floor, Huaiu Street, Futian District, Shenzhen City	Project management, management consulting and city planning	80	Merger of enterprises not under common control	Yes
Shanghai Huhe building design Co., Ltd	Shanghai	Room 3078, Xinhu Road 3133, Minhang District	Architectural planning and design, management consulting, market information consultation and investigation	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated from consolidation scope or
Langfang Airport Investment Development Co., Ltd.	Langfang City, Hebei Province	South of Yiluchang Village, Jingkou Office, Guangyang District, Langfang City, Hebei Province	Investment in land development and real estate development, industry park and infrastructure construction, village reconstruction and development, reconstruction and development of old cities, research and information consultation on land development and construction projects, real estate agency services, business management consulting, and construction of public facilities, plant and office space rental	20	Merger of enterprises not under common control	Yes
Renqiu City Zhongyuan Real Estate Development Co., Ltd	Renqiu City, Hebei Province	Yuhuan Road East, Renqiu City	Real estate development, leasing of construction machinery and equipment, and engineering services	51	Merger of enterprises not under common control	Yes
Langfang Jinhui Yi Trade Co., Ltd.	Langfang City, Hebei	300 Jin Yuan Road, Langfang Development Zone, No. 2-301	Cars and Accessories; Car Decoration	80	Merger of enterprises not under common control	Yes
Langfang Rui Chi Communication Technology Co., Ltd.	Langfang City, Hebei	The south side of Longji road and the west side of Tong Ren Road, new industry demonstration area, Anci District, Langfang, Hebei	Electronic products, communication equipment, household appliances and accessories R&D, production, sales, maintenance, technical consulting services; communications engineering construction and maintenance; software development; sales of construction materials;	100	Merger of enterprises not under common control	Yes
Xianghe Dinghong Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North side of Jinhua Street, west side of Yongqing Road, Xianghe county (Yiwanda Urban Planning Exhibition Center)	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Baihou thousand purple Wan Mei real estate development Co., Ltd.	Langfang City, Hebei	Anzhen City, Langfang, Hebei, Baihan Road, west side business 3	Real estate development and selling	100	Merger of enterprises not under common control	Yes
Langfang Qi Feng Real Estate Development Co., Ltd.	Langfang City, Hebei	Southeast of Langfang, Yongqing, Hebei	Real estate development and selling	67	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Langfang Xinyue real estate development Co., Ltd.	Langfang City, Hebei	Southeast of Jia Ba Li village north and Zhu Zhuang village Yongqing County Langfang city Hebei Province	Real estate development and selling	67	Merger of enterprises not under common control	Yes
Xianghe Jingwei Real Estate Development Co., Ltd.	Langfang City, Hebei	First floor, A (1), Jingwei movie town, 93 furniture Avenue, Xianghe, Langfang, Hebei	Real estate development, selling and leasing of owned property	80	Merger of enterprises not under common control	Yes
Langfang Anggang Investment Co., Ltd.	Anzhou City, Hebei	Anzhou Anggang Economic Development Zone (south of Xu Jia Bao Village)	Investment in industrial park construction projects, engineering construction projects, land consolidation projects, real estate projects, logistics industry projects, and property projects	100	Merger of enterprises not under common control	Yes
Hebei York Transportation Machinery Manufacturing Co., Ltd.	Hebei Cangzhou Hui Autonomous County	South East of Shaofu Township, Cangzhou Hui Autonomous County	Manufacturing, sales, commissioning and repair of conveyors, conveyor accessories, construction machinery, mining machinery, mechanical parking equipments and accessories, rental of factory warehouse and dormitories, development, sales and leasing of industrial real estate	100	Merger of enterprises not under common control	Yes
Dale Hanoi flower project, Vietnam	Vietnam	Vietnam	Implementation of a secondary project, including: investment, construction of apartments, villas and trade centers, together with property hi-tech infrastructure for lease or sale Feasible business activities, including: investment, construction, management, consultation services, business and development of apartments, villas, trade centers for lease or sale Providing food and beverage services at restaurants within the project site	92	Merger of enterprises not under common control	Yes
VINA DAI PHUOC CORPORATION	Singapore	Singapore	Investment	100	Merger of enterprises not under common control	Yes
VINACAPITAL PACIFIC LIMITED	Singapore	Singapore	Investment	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Dachang Hui Autonomous County Shenrong Energy Equipment Co., Ltd.	Dachang Hui Autonomous County, Langfang City, Hebei Province	300 Jiang Tan South Road	Solar equipment manufacturing and sales, solar technology application research	100	Merger of enterprises not under common control	Yes
Langfang Ronghua Construction Investment Development Co., Ltd.	Guangyang District, Langfang City, Hebei Province	3rd Floor, Building 408, Office Building, 86 Hongyu Road, Guangyang Economic Development Zone	Investment in industrial park infrastructure, real estate development, tourism, commerce, catering, urban infrastructure construction, wood processing industry, transportation industry, warehousing industry, sales and leasing of industrial plants and integrated pipe network, land consolidation	100	Merger of enterprises not under common control	Yes
Dachang Hui Autonomous County Lumei Mingjing Garden Ecology Co., Ltd	Dachang Hui Autonomous County, Langfang City, Hebei Province	300 Jiang Tan South Road	Landscaping, municipal landscape and river greening, garden development, seedling, flower cultivation and sales, tourism and sightseeing, tourist reception services, conference and exhibition services, organization of cultural and artistic exchange activities; marketing planning; new media technology promotion, services, design, production, agency, advertising, film and television planning, film production, professional contracting, engineering design. (Projects subject to approval according to law may be subject to the approval of the relevant departments before they can carry out business activities) (The above business scope shall be subject to the business license record project issued by the registration authority, the business scope and time limit for the approval of the license shall be subject to the approval of the license examination and approval authority.)	100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Beijing Wuchang Technology Co., Ltd.	Fengtai district, Beijing	8038, 8th Floor, Building 3, Huaxia Happiness Innovation Center, No. 8 West Road, Automobile Museum	Technology import and export; rental commercial housing; hotel management; motor vehicle public parking management services; enterprise management; technology development; technology promotion; technology transfer; technical consulting, technical services; sales of metal materials, machinery and equipment, import and export, import and export of goods	100	Merger of enterprises not under common control	Yes
Guilin Nanwanhu Leisure World Co., Ltd.	Guilin City, Guangxi Province	Zhiling Road, Xing'an County, Guilin City, Guangxi Province	Golf course, leisure resort, real estate development; commercial housing sales;	70	Merger of enterprises not under common control	Yes
Guilin Lanyanxi Tourism Development Co., Ltd.	Guilin City, Guangxi Province	Zhiling Road, Xing'an County, Guilin City, Guangxi Province	Tourist hotel and ancillary facilities, catering services	70	Merger of enterprises not under common control	Yes
CFLD (HK) Elderly Care Industry Investment Co., Limited	Hong Kong	602, 6/F The Strand 49 Bonham Strand Sheung Wan, Hong Kong	Investment	100	Establishment by investment	Yes
Winfield Property Limited	Samoa	Vistra Corporate Services Centre, Ground Floor, NPF Building, Beach Road, Apia, Samoa	All business activities that are not restricted by local laws	70	Merger of enterprises not under common control	Yes
Gulf Investment International Limited	Samoa	Vistra Corporate Services Centre, Ground Floor, NPF Building, Beach Road, Apia, Samoa	All business activities that are not restricted by local laws	70	Merger of enterprises not under common control	Yes
Dawson Capital Limited	British Virgin Islands	Mill Mall, Suite 8, Wickhams Cay 1, P.O. Box 3085, Road Town, Tortola, British Virgin Islands	All business activities that are not restricted by local laws	70	Merger of enterprises not under common control	Yes
Tuanlu Investment Limited	Hong Kong	Unit 9 14/F. New Trend Centre, 704 Prince Edward Road East, Kowloon, Hong Kong	All business activities that are not restricted by local laws	70	Merger of enterprises not under common control	Yes
Guilin Lanyanxi Leisure World Co., Ltd.	Guilin City, Guangxi Province	Zhiling Road, Xing'an County, Guilin City, Guangxi Province	Development of entertainment venues and facilities; real estate development and sales.	70	Merger of enterprises not under common control	Yes
Yunxi Lihua (Baihou) Construction Development Co., Ltd.	Langfang City, Hebei Province	East Side Club, Taishan Road, Baihou City, Langfang City, Hebei Province	Park Industry Service and Merchant Agency Service	100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation scope or
Langfang Yurong Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Commercial Street (National Hotel) HB108, Fifth Avenue, Fifth Avenue, New Century Pedestrian Street, Guangyang District, Langfang City, Hebei Province	Real estate development and operation, own house leasing.	100	Establishment by investment	Yes
Langfang Yuchun Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Commercial Street (National Hotel) HB115, Fifth Avenue, New Century Pedestrian Street, Guangyang District, Langfang City, Hebei Province	Real estate development and operation; own house leasing.	100	Establishment by investment	Yes
Langfang Yucan Real Estate Development Co., Ltd	Langfang City, Hebei Province	Commercial Street (5th Street, Wuyi Street, New Century Pedestrian Street, Guangyang District, Langfang City, Hebei Province, China) HB309	Real estate development and operation; own house leasing.	100	Establishment by investment	Yes
Langfang Dongkexin Biotechnology Co., Ltd.	Langfang City, Hebei Province	1st Floor, Office Building, No. 26 Xinyuan East Road, Economic and Technological Development Zone, Langfang City, Hebei Province	Production and sales of feed; grain purchase, import and export of goods	100	Establishment by investment	Yes
CSCD Industrial New City (Qian Changtan) Development Co., Ltd.	Xi'an City, Shaanxi Province	No. 23, Hongqiang East Street, Yinchen Street Office, Chang'an District, Xi'an, Shaanxi, China	Land consolidation services and infrastructure services	100	Establishment by investment	Yes
Wuhan Yurong Real Estate Development Co., Ltd	Wuhan, Hubei	No. 96 Xinzhou Street, Yucheng Street, Xinzhou District, Wuhan, Hubei, China	Real estate development, commercial housing sales, decoration engineering construction	50	Merger of enterprises not under common control	Yes
Wuhan Yuchunzhen Estate Development Co., Ltd.	Wuhan, Hubei	Room 4, 1st Floor, No.1, Jinglong Street, Jinglong Community, Longwangdui Farm, Xinzhou District, Wuhan, Hubei, China	Real estate development, commercial housing sales, decoration engineering construction	51	Merger of entities not under common control	Yes
Gu'an Haosheng Real Estate Development Co., Ltd.	Gu'an County, Langfang, Hebei	Emerging Industry Demonstration Park	Real estate development	100	Merger of entities not under common control	Yes
Jiangmen Yurong Real Estate Development Co., Ltd.	Jiangmen City, Guangdong Province	Room 319-320, Building 3, Building 2, Jiangyue Garden, Nanshan Road, Waihu Town, Jianghai District, Jiangmen City, Guangdong Province	Real estate development and sales	100	Establishment by investment	Yes
Xinsheng Yuhuayuan Real Estate Development Co., Ltd	Zhengzhou City, Henan Province	5th Floor, Corporate Office, Guodian Town Center, Xinzheng City, Zhengzhou City, Henan Province	Real estate development and operation; own house leasing.	100	Establishment by investment	Yes
Xiaogan Yuhang Real Estate Development Co., Ltd	Xiaogan City, Hubei Province	Tower 2, Zhuzhai Town, Xiaonan District, Xiaogan City, Hubei Province	Real estate development and sales; decoration and renovation project construction	100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of Acquisition	Incorporated from consolidation scope or
Shucheng Yuanxin Real Estate Development Co., Ltd.	Lu'an City, Anhui Province	Yingbin Avenue, Hongyang Town, Shucheng County, Lu'an City, Anhui Province	Real estate development and operation; own house leasing.	100	Establishment by investment	Yes
Jingyang County Yuding Real Estate Development Co., Ltd.	Xianyang City, Shaanxi Province	No. 2, Sanqu Village, Sanqu Town, Jingyang County, Xianyang City, Shaanxi Province	Real estate development and operation; own house leasing.	100	Establishment by investment	Yes
Wuhan Yujiaxin Real Estate Development Co., Ltd.	Wuhan, Hubei	No. 88 Xinghua Street, Yuchang Street, Jiangxia District, Wuhan, Hubei, China	Real estate development and operation; own house leasing.	100	Establishment by investment	Yes
Nanjing Yujin Real Estate Development Co., Ltd.	Nanjing, Jiangsu Province	No. 7, Huitu Road, Hanhu Street, Jiangning District, Nanjing, Jiangsu, China	Real estate development; real estate agency; business management consulting.	100	Establishment by investment	Yes
Dacheng Hui Autonomous County Yulun Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No. 200 Jiangan South Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Real estate development and operation; own house leasing.	100	Establishment by investment	Yes
Dacheng Hui Autonomous County Yuding Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No. 200 Jiangan South Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Real estate development and operation; own house leasing.	100	Establishment by investment	Yes
Dacheng Hui Autonomous County Yufang Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No. 200 Jiangan South Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Real estate development and operation; own house leasing.	100	Establishment by investment	Yes
Guangzhou Runnan Real Estate Co., Ltd.	Zengcheng District, Guangzhou	Room 1901, Building 1, No. 96, Fushi 12th Road, Xintang Town, Zengcheng District, Guangzhou	Real estate agency service; real estate consulting service;	60	Establishment by investment	Yes
Huizhou City Partner Industry Service Co., Ltd.	Huicheng District, Huizhou City	No. 01, 06, 32nd Floor, Baiyun Center, No. 11 Meichong Avenue, Huicheng District, Huizhou City	Property management, industrial park operation	60	Establishment by investment	Yes
Huizhou Huizhi Industrial Park Operation Co., Ltd.	Huicheng District, Huizhou City	No. 01, 06, 32nd Floor, Baiyun Center, No. 11 Meichong Avenue, Huicheng District, Huizhou City	Real estate brokerage service	60	Establishment by investment	Yes
Chengdu Partner Industry Service Co., Ltd.	Wenjiang District, Chengdu	No. 999, Qingquan South Street, Yongquan Street Office, Wenjiang District, Chengdu, Sichuan; Zhonghao Anbei Phase II, Building 5, Unit 1, 1st Floor, 2nd Floor, No.6 1st Floor, Building 2, Zone Z, Zhenxing Industrial Zone, Shenzhen	Real estate agency service	60	Establishment by investment	Yes
Dongguan Huaiwo Zhilian Incubator Operation Co., Ltd.	Dongguan city	Nanhuan Community, Dongcheng Street, Dongguan City	Property technology research and development, technical services and incubation sites and shared facilities for technology-based SMEs	60	Establishment by investment	Yes
Shenzhen Huizhihang Investment Development Co., Ltd	Nanshan District, Shenzhen	21st Floor, Block B, Building 9, Shenzhen Bay Science and Technology Park, Yuehai Street, Nanshan District, Shenzhen	Investment in industrial development	60	Establishment by investment	Yes
URBANSPACE DESIGN AND PLANNING PTE. LTD.	Singapore	30 CECIL STREET #19-08 PRUDENTIAL TOWER SINGAPORE(049712)	Land planning and construction; business and management consulting services	80	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidated scope or
Fuheng Yuhua Real Estate Development Co., Ltd	Luoyang City, Henan Province	The People's Government of Kangyingzhai Township, Xiangyang District	Real estate development and operation; own house leasing.	100	Establishment by investment	Yes
CFLD (Wuhan) Real Estate Development Co., Ltd	Wuhan, Hubei	Room 1, 3rd Floor, No. 18, Kaicheng Road, Area 50 of L... Jiang'an District	Real estate development and operation; own house leasing	100	Establishment by investment	Yes

(2)the basis for holding 50% or lower voting right, but still controlling the invested entity, and holding more than 50% voting right, but not controlling the invested entity:

Company name	Shareholding percentage	Reason that the Company holds 50% or lower voting rights but still controls the invested entity and such invested entity is incorporated into the scope of consolidation
Beijing Fengke Xinyuan Technology Co., Ltd.	49%	Other shareholders are Beijing Fengtai Science Park Incubator Co., Ltd., with a shareholding percentage of 45.455% and Beijing Fengke Century Technology Incubator Co., Ltd., with a shareholding percentage of 5.545%. The board of directors of this company has 5 members, of whom 3 are nominated by Jiuzhou Jiye, and its General Manager and Financial Controller are also nominated by jiuzhou Jiye. Thus, Jiuzhou Jiye owns the actual control right over this enterprise and this enterprise shall be incorporated into the scope of consolidation.
Langfang Airport Investment Development Co., Ltd.	20%	Other shareholders are Langfang State-owned Land Development Construction Investment Holding Co., Ltd with a shareholding percentage of 45%, and COB Yuanrong Asset Management Co., Ltd with a shareholding percentage of 20%, ENN Cultural Industry Development Co., Ltd with a shareholding percentage of 10%, and Largsen Auto Industry Park Development Co., Ltd with a shareholding percentage of 5%. The board of directors of this company has 9 members, of whom 2 are nominated by the company, and 4 are nominated by Langfang State-owned Land Development Construction Investment Holding Co., Ltd, but Langfang State-owned Land Development Construction Investment Holding Co., Ltd has authorized the nomination right to the company. Thus, the company owns the actual control right over this enterprise and this enterprise shall be incorporated into the scope of consolidation.
Nanjing Yurong Real Estate Development Co., Ltd.	40%	Other shareholder is Zhuoyue zhidi Group (Nanjing) Co., Ltd with a shareholding percentage of 50%. There are 3 members of the board of directors of the company, of which 2 people are nominated by Gu'an Jingyu Happiness Real Estate Development Co., Ltd., 1 is nominated by Zhuoyue zhidi Group (Nanjing) Co., Ltd., and the general manager and financial controller are also nominated by Gu'an Jingyu Happiness Real Estate Development Co., Ltd. Therefore, Gu'an Jingyu Happiness has actual control over the

		enterprise and this enterprise shall be incorporated into the scope of consolidation.
Nanjing Yukun Real Estate Development Co., Ltd.	40%	Other shareholder is Zhuoyue zhidi Group (Nanjing) Co., Ltd with a shareholding percentage of 60%.. There are 3 members of the board of directors of the company, of which 2 people are nominated by Gu'an Jingyu Happiness Real Estate Development Co., Ltd., 1 is nominated by Zhuoyue zhidi Group (Nanjing) Co., Ltd., and the general manager and financial controller are also nominated by Gu'an Jingyu Happiness Real Estate Development Co., Ltd. Therefore, Gu'an Jingyu Happiness has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation.
Handan Peacock City Real Estate Development Co., Ltd.	50%	Other shareholder is Beijing Blue Coast Real Estate Development Co., Ltd with a shareholding percentage of 50%. There are 5 members of the board of directors of the company, of which Langfang Jingyu Real Estate Development Co., Ltd. has appointed 3 people, Beijing Blue Coast Real Estate Development Co., Ltd. has appointed 2 people, and the general manager and financial controller are also appointed by Langfang Jingyu Real Estate Development Co., Ltd. Therefore, Langfang Jingyu Real Estate Development Co., Ltd. has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation.
Hexian Peacock Lake Real Estate Development Co., Ltd.	50%	Other shareholder is Nanjing Yinjiayuan Enterprise Management Co., Ltd with a shareholding percentage of 50%. There are 3 members of the board of directors of the company, of which Langfang Jingyu Real Estate Development Co., Ltd. has appointed 2 people, Nanjing Yinjiayuan Enterprise Management Co., Ltd has appointed 1 person, and the general manager and financial controller are also appointed by Langfang Jingyu Real Estate Development Co., Ltd. Therefore, Langfang Jingyu Real Estate Development Co., Ltd. has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation.
Xinzhong Peacock City Real Estate Development Co., Ltd.	50%	Other shareholder is Beijing Blue Coast Real Estate Development Co., Ltd with a shareholding percentage of 50%. There are 5 members of the board of directors of the company, of which Langfang Jingyu Real Estate Development Co., Ltd. has appointed 3 people, Beijing Blue Coast Real Estate Development Co., Ltd. has appointed 2 people, and the general manager and financial controller are also appointed by Langfang Jingyu Real Estate Development Co., Ltd. Therefore, Langfang Jingyu Real Estate Development Co.,

Wuyi Yuxuan Real Estate Development Co., Ltd.	50%	Ltd. has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation. Other shareholder is Luohe Changjian Real Estate Co., Ltd with a shareholding percentage of 50%. There are 5 members of the board of directors of the company, of which Langfang Jingyu Real Estate Development Co., Ltd. has appointed 3 people, and Luohe Changjian Real Estate Co., Ltd. has appointed 2 people. The general manager and financial controller are also appointed by Langfang Jingyu Real Estate Development Co., Ltd. Therefore, Langfang Jingyu Real Estate Development Co., Ltd. has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation.
Wuhan Yuteng Real Estate Development Co., Ltd	50%	The rest is COFCO Real Estate (Wuhan) Co., Ltd., which holds 50% of the shares. The company has a total of 5 board members, of which Wuhan Yuxuan Real Estate Development Co., Ltd. has appointed 3 people, and COFCO Real Estate (Wuhan) Co., Ltd. has appointed 2 people. The general manager and financial controller are also appointed by Wuhan Yuxuan Real Estate Development Co., Ltd. Therefore, Wuhan Yuxuan Real Estate Development Co., Ltd. has actual control and should be included in the merger.

Company name	Shareholding percentage	Reason that the Company holds more than 50% voting rights but does not control the invested entity and such invested entity is not incorporated into the scope of consolidation
Beijing Zhongcheng Huihuang Real Estate Development Co., Ltd.	51.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other shareholders
Gu'an Yiguang Science & Technology Co., Ltd.	70.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other shareholders
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.	51.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other shareholders
Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP)	50.25%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other partners
Nanjing Airport Exhibition Investment Management Co., Ltd	51.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other partners

(3)Basis for the control over the important structured entities incorporated into the consolidation scope:

Name	Consolidated or not	Basis for consolidation
Jiaxing CFLD I Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD II Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD III Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD IV Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD V Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD VI Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD VII Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD (Langfang) Emerging Industry Equity Investment Fund Center (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD (Shenzhen) Venture Capital Fund Enterprise (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD (Shanghai) Equity Investment Fund Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Beijing CFLD Investment Fund Management Center (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Beijing CFLD Industry Investment Fund (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD Industry New Town (Suian) No.1 Investment Fund (Limited Partnership)	Yes	According to the Partnership Agreement, substantially control such partnership

(4) Important non-wholly owned subsidiaries

Name of subsidiary	Shareholding percentage of minority shareholders (%)	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
Beijing Fengte Kinyuan Technology Co., Ltd	51.00	-170,843.06		16,887,288.12
Shenyang Yongyi Infrastructure Development Co., Ltd	30.00	851.02		-17,872.18
Dachang Hui Autonomous County Lutong Jye Water Service Co., Ltd.	5.00	-209.02		4,991,537.95
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd	5.00	-219.66		4,991,092.84
Nanjing Dingshi Park Construction Development Co., Ltd	10.00	2,852,697.22		107,269,211.60
Xianghe Jingsheng Real Estate Development Co., Ltd.	10.00	529.87		30,382,025.56
Gu'an County Chenhui Real Estate Development Co., Ltd.	10.00	-647,604.15		90,668,286.85
Hebei Gincaicheng Real Estate Development Co., Ltd	10.00	-497.04		18,674,765.66
Beijing Yongji Hengye Real Estate Development Co., Ltd.	30.00	174,243.53		37,247,880.91
Zhuozhou Xinsheneying Real Estate Development Co., Ltd	49.00	-265,590.59		-14,423,305.58
Langfang Mingdao Real Estate Development Co., Ltd	10.00	-674.97		15,033,094.83
Dazhou City Peacock Sea Real Estate Development Co., Ltd.	33.00	275.17		16,383,121.29
Renqiu City Zhongsen Real Estate Development Co., Ltd	49.00	-1,205,015.35		5,400,286.53
Langfang City Jingyusheng he Real Estate Development Co., Ltd	30.00	-141.09		-785.80
Langfang City Jingyuxiang'e Real Estate Development Co., Ltd	35.00	123.46		-875.78
Langfang Jinhui Sheng Trade Co., Ltd	20.00	-469,808.85		30,786,550.52
Langfang Qifeng Real Estate Development Co., Ltd	33.00	1,192.21		589,156,586.66
Langfang Xinyuehe Real Estate Development Co., Ltd	33.00	-210.07		23,367,792.97
Xianghe Jingwei Real Estate Development Co., Ltd	49.00	-1,781,978.58		440,066,810.52
Langfang Jingyu Chuangyi Technology Co., Ltd	30.00	-59.66		656.77
Handan Peacock City Real Estate Development Co., Ltd	50.00	-4,862,164.98		161,015,731.75
Xingcheng Peacock City Real Estate Development Co., Ltd.	50.00	-11,131.12		307,810,245.85

Name of subsidiary	Shareholding percentage of minority shareholders (%)	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
Handan Peacock Lake Real Estate Development Co., Ltd.	50.00	-6,176,903.38		40,043,732.50
Handan Peacock City Real Estate Development Co., Ltd.	39.90	-791,288.28		-9,477,952.62
Gu'an Peacock Pavilion Real Estate Development Co., Ltd.	49.00	-1,294,606.25		-3,419,100.12
Wuyi Yuanan Real Estate Development Co., Ltd.	50.00	-179,251.35		4,621,946.43
Handan Yurong Real Estate Development Co., Ltd.	49.00	-1,753,233.74		93,729,378.14
Wuhan Yushu Real Estate Development Co., Ltd	49.00	-		63,700,000.00
Nanjing Yurong Real Estate Development Co., Ltd.	60.00	-7,685,643.44		434,600,339.75
Nanjing Yukun Real Estate Development Co., Ltd.	60.00	-82,717.00		152,445,250.92
Lai An Peacock County Real Estate Development Co., Ltd	29.90	-501,516.81		-1,076,067.31
Jiading Yutheng Real Estate Development Co., Ltd.	49.00	-4,791,529.58		521.24
Jiashan Yujing Real Estate Development Co., Ltd	40.00	6,205,855.97		-55,052,569.45
Wuhan Yusong Real Estate Development Co., Ltd	50.00	-33,052.42		-3,912,389.59
Total		-24,373,158.67		2,368,508,680.74

Note: The company purchased 46.37% equity of minority shareholders of Xianghe Dingheng Real Estate Development Co., Ltd., 13.06% equity of minority shareholders of Jiading Peacock City Real Estate Development Co., Ltd., 50% equity of minority shareholders of Jiangmen Peacock City Real Estate Development Co., Ltd., Langfang Ronghua Construction Investment Development Co., Ltd. 49% equity of minority shareholders of the company, 5.66% equity of minority shareholders of Bozhou Dingxing Park Construction Development Co., Ltd., 44.44% equity of minority shareholders of Huaxia Happy Industry New City (Kaifeng) Co., Ltd., the above six companies become wholly-owned subsidiaries of the company.

(5) Main financial information on important non-wholly owned subsidiaries (unit: RMB10,000)

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Xianghe Jingsheng Real Estate Development Co., Ltd.	3,375.11		3,375.11	6,771.99		6,771.99
Gu'an County Chenhui Real Estate Development Co., Ltd.	412,019.17		412,019.17	411,906.01		411,906.01
Hebei Jiesaicheng Real Estate Development Co., Ltd.	5,102.24	1.04	5,103.28	4,384.03		4,384.03
Beijing Yongji Hongye Real Estate Development Co., Ltd.	295,387.46	2,824.74	298,212.2	306,081.18		306,081.18
Shengzhou Xinzheng Real Estate Development Co., Ltd.	39,432.42	10.09	39,442.51	42,726.36		42,726.36
Langfang Mingdao Real Estate Development Co., Ltd.	3,980.34		3,980.34	3,999.09		3,999.09
Baznou Peacock Real Estate Development Co., Ltd.	34,828.36		34,828.36	33,213.78		33,213.78
Renqiu Zhongsen Real Estate Development Co., Ltd.	108,262.30	341.39	108,603.69	109,705.78		109,705.78
Langfang Jingyusheng Real Estate Development Co., Ltd.	1.94		1.94	2.2		2.2
Langfang Jingyu Xiangfa Real Estate Development Co., Ltd	1.94	0.01	1.95	2.2		2.2
Langfang Jinhuiyu Trading Co., Ltd.	552.21	10,285.23	10,837.44	761.31		761.31
Langfang Yufeng Real Estate Development Co., Ltd	8,366.76	4.91	8,371.67	310.46		310.46
Langfang Xinyue and Real Estate Development Co., Ltd.	2,877.03		2,877.03	2,877.52		2,877.52
Xianghe Jingwei Real Estate Development Co., Ltd.	106,484.60	334.2	106,818.8	96,099.57		96,099.57
Langfang Jingyu Chuangyi Technology Co., Ltd.	0.08		0.08	0.3		0.3
Peacock Handan City Real Estate Development Co., Ltd.	156,854.21	784.42	157,638.63	125,427.50		125,427.5
Xinzheng Peacock City Real Estate Development	185,057.34	1,000.00	186,057.34	124,484.85		124,484.85

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Co., Ltd.						
Hexian Peacock Lake Real Estate Development Co., Ltd.	113,138.64	670.09	113,808.73	105,821.31		105,821.31
Hexian Peacock City Real Estate Development Co., Ltd.	140,203.54	957.54	141,161.08	143,536.50		143,536.5
Guan Peacock Pavilion Real Estate Development Co., Ltd.	41,255.00	232.59	41,487.59	42,185.37		42,185.37
Wuyi Yuxuan Real Estate Development Co., Ltd.	26,197.06	25.2	26,222.26	25,297.88		25,297.88
Nanjing Yurong Real Estate Development Co., Ltd.	155,529.24	834.78	156,364.02	55,364.63	28,566.00	83,930.63
Nanjing Yukun Real Estate Development Co., Ltd.	34,689.38	7.57	34,696.95	2,622.24		2,622.24
Lai An Peacock County Real Estate Development Co., Ltd	46,568.38	286.63	46,855.01	47,214.89		47,214.89
Beijing Fengke Xinyuan Technology Co., Ltd.	573,372.61	4,504.62	577,877.23	162,222.67	418,965.80	581,188.47
Shenyang Yongyi Infrastructure Development Co., Ltd.	1,225.86		1,225.86	1,243.73		1,243.73
Dachang Hui Autonomous County Jiutong Foundation Water Co., Ltd.	9,992.62		9,992.62	9.54		9.54
Dachang Hui Autonomous County Qingda Investment Development Co., Ltd.	9,992.53		9,992.53	10.34		10.34
Nanjing Qingshi Park Construction Development Co., Ltd.	202,817.81	262.55	203,080.36	41,383.49	59,427.65	100,811.14
Handan Yurong Real Estate Development Co., Ltd.	55,052.31	294.19	55,346.5	36,229.06		36,229.06
Wuhan Yuzhu Real Estate Development Co., Ltd.	37,039.73		37,039.73	24,038.03		24,038.03
Jiaxing Yusheng Real Estate Development Co., Ltd.	189,680.29	666.15	190,346.44	190,346.33		190,346.33
Jiashan Yujing Real Estate Development Co., Ltd.	114,939.35		114,939.35	128,702.50		128,702.5
Wuhan Yuteng Real Estate Development Co., Ltd.	52,372.04		52,372.04	53,170.91		53,170.91

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Total	3,166,649.80	24,327.94	3,190,977.74	2,328,153.55	506,959.45	2,835,113.00

(Continued)

Name of subsidiary	Beginning balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Xianghe Jingsheng Real Estate Development Co., Ltd.	3,375.11		3,375.11	6,771.46		6,771.46
Gu'an County Chenhui Real Estate Development Co., Ltd.	403,960.35		403,960.35	403,199.59		403,199.59
Hebei Dicaicheng Real Estate Development Co., Ltd.	5,102.37	0.87605	5,103.25	4,383.50		4,383.50
Beijing Yongji Hengye Real Estate Development Co., Ltd.	261,791.89	2,456.70	264,248.59	271,012.25		271,012.25
Shengzhou Xinzheng Real Estate Development Co., Ltd.	33,380.46	8.19	33,388.65	36,618.30		36,618.30
Langfang Mingdao Real Estate Development Co., Ltd.	3,980.48		3,980.48	3,998.56		3,998.56
Bazhou Peacock Real Estate Development Co., Ltd.	1,642.51		1,642.51	28.01		28.01
Renqiu Zhongsen Real Estate Development Co., Ltd.	77,508.15	123.359366	77,631.51	78,079.53	-448.01	77,631.52
Langfang Jingyusheng Real Estate Development Co., Ltd.	1.99		1.99	2.2		2.20
Langfang Jingyu Xiangfa Real Estate Development Co., Ltd.	1.99		1.99	2.2		2.20
Langfang Jinhuiyu Trading Co., Ltd.	504.76	10,517.58	11,022.34	661.31		661.31
Langfang Yufeng Real Estate Development Co., Ltd.	8,366.25	4.900753	8,371.15	309.93		309.93
Langfang Xinyue and Real Estate Development Co., Ltd.	2,807.10		2,807.10	2,807.52		2,807.52
Xianghe Jingwei Real Estate Development Co., Ltd.	58,515.51	185.703526	58,701.21	47,536.49		47,536.49

Name of subsidiary	Beginning balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Langfang Jingyu Chuangyi Technology Co., Ltd.				0.2		0.20
Peacock Handan City Real Estate Development Co., Ltd.	107,498.81	515.349685	107,954.16	74,930.70		74,930.70
Xinzheng Peacock City Real Estate Development Co., Ltd.	150,935.35	1.000	151,935.35	90,360.63		90,360.63
Hexian Peacock Lake Real Estate Development Co., Ltd.	98,543.76	258.30114	98,802.06	89,579.25		89,579.25
Hexian Peacock City Real Estate Development Co., Ltd.	133,319.37	892.406942	134,211.78	136,388.89		136,388.89
Gu'an Peacock Pavilion Real Estate Development Co., Ltd.	22,530.12	144.523256	22,674.69	23,108.26		23,108.26
Wuyi Yuxuan Real Estate Development Co., Ltd.	24,855.76	13.253483	24,869.01	23,908.77	-	23,908.77
Nanjing Yurong Real Estate Development Co., Ltd	127,386.80	407.800056	127,794.60	30,680.27	23,200	54,080.27
Nanjing Yukun Real Estate Development Co., Ltd.	33,163.71	3.835116	33,167.55	2,079.05	-	2,079.05
Lai An Peacock County Real Estate Development Co., Ltd	39,787.67	230.719139	40,018.39	40,210.54	-	40,210.54
Beijing Fengke Xinyuan Technology Co., Ltd	505,085.56	4,497.78	509,583.34	318,895.28	393,965.80	512,861.08
Shenyang Yongyi Infrastructure Development Co., Ltd.	1,225.88		1,225.88	1,242.90		1,242.90
Dachang Hui Autonomous County Jiutong Foundation Water Co., Ltd	9,992.51		9,992.51	9.01		9.01
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.	9,992.43		9,992.43	9.81		9.81
Nanjing Dingshi Park Construction Development Co., Ltd	132,480.62	159.648495	132,640.27	16,612.10	16,611.65	33,223.75
Handan Yurong Real Estate Development Co., Ltd.	43,364.20	174.920415	43,539.12	24,063.88		24,063.88
Wuhan Yuzhu Real Estate Development Co., Ltd.	6,300.00		6,300.00			0.00
Jiaxing Yusheng Real Estate Development Co., Ltd.	121,913.00	340.19568	122,253.20	121,275.23		121,275.23
Jiashan Yujing Real Estate Development Co., Ltd.	66,193.15		66,193.15	37,007.76	44,500	81,507.76
Wuhan Yuteng Real Estate Development Co., Ltd.	36,407.81		36,407.82	36,798.82		36,798.82
Total	2,531,855.48	21,936.06	2,553,791.53	1,722,772.20	477,829.44	2,200,601.64

Name of subsidiary	Amount for current period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
Xianghe Jingsheng Real Estate Development Co., Ltd.		-647.60	-647.60	-560.61
Gu'an County Chenhui Real Estate Development Co., Ltd.		-0.50	-0.50	0.04
Hebei Diecaicheng Real Estate Development Co., Ltd.		-1,105.33	-1,105.33	-4,658.37
Beijing Yongji Hengye Real Estate Development Co., Ltd.		-54.20	-54.20	5,881.62
Shengzhou Xintheng Real Estate Development Co., Ltd.		-0.53	-0.53	-0.03
Langfang Mingdao Real Estate Development Co., Ltd.		-0.67	-0.67	-0.14
Bazhou Peacock Real Estate Development Co., Ltd.		0.08	0.08	37.09
Renqiu Zhongsen Real Estate Development Co., Ltd.		-654.08	-654.08	19,560.23
Langfang Jingyusheng Real Estate Development Co., Ltd.		-0.05	-0.05	-0.05
Langfang Jingyu Xiangfa Real Estate Development Co., Ltd.		-0.04	-0.04	-0.05
Langfang Jinhuiyu Trading Co., Ltd.		-284.90	-284.90	47.45
Langfang Yufeng Real Estate Development Co., Ltd.		-0.01	-0.01	0.48
Langfang Xinyue and Real Estate Development Co., Ltd.		-0.07	-0.07	54.48
Xianghe Jingwei Real Estate Development Co., Ltd.		-445.49	-445.49	36,230.04
Langfang Jingyu Chuangyi Technology Co., Ltd.		-0.02	-0.02	0.06
Peacock Handan City Real Estate Development Co., Ltd.		-812.43	-812.43	18,957.62
Xintheng Peacock City Real Estate Development Co., Ltd.		-2.23	-2.23	-58.28
Hexian Peacock Lake Real Estate Development Co., Ltd.		-1,235.38	-1,235.38	5,767.79
Hexian Peacock City Real Estate Development Co., Ltd.		-198.32	-198.32	-10,119.60
Gu'an Peacock Pavilion Real Estate Development Co., Ltd.		-264.21	-264.21	11,082.22
Wuyi Yuxuan Real Estate Development Co., Ltd.		-35.85	-35.85	-31.48
Nanjing Yurong Real Estate Development Co., Ltd.		-1,280.94	-1,280.94	-17,100.58
Nanjing Yukun Real Estate Development Co., Ltd.		-13.79	-13.79	125.51

Name of subsidiary		Amount for current period		
Jia An Peacock County Real Estate Development Co., Ltd		-167.73	-167.73	-2,274.56
Beijing Fengke Xinyuan Technology Co., Ltd.		-33.50	-33.50	-28,415.55
Shenyang Yongyi Infrastructure Development Co., Ltd.		-0.85	-0.85	-0.02
Dachang Hui Autonomous County Jiutong Foundation Water Co., Ltd.		-0.42	-0.42	0.11
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.		-0.44	0.44	0.09
Nanjing Dingshi Park Construction Development Co., Ltd	41,976.38	2,852.70	2,852.70	-45,601.17
Handan Yurong Real Estate Development Co., Ltd.		-357.80	-357.80	7,601.12
Wuhan Yuchu Real Estate Development Co., Ltd.		1.70	1.70	-4,678.07
Jiaxing Yusheng Real Estate Development Co., Ltd		-977.86	977.86	44,209.22
Jiashan Yujing Real Estate Development Co., Ltd.		1,551.46	1,551.46	38,163.14
Wuhan Yuteng Real Estate Development Co., Ltd		-407.85	-407.85	10,293.78
Total	**41,980.38**	**-4,577.15**	**-4,577.15**	**84,593.55**

(Continued)

Name of subsidiary	Amount for previous period			
	Operating Income	Net profit	Total comprehensive income	Cash flows from operating activities
Xianghe Tingsheng Real Estate Development Co., Ltd.		-49.61	-49.61	-9,775.80
Gu'an County Chenhu Real Estate Development Co., Ltd.		-5.26	-5.26	-0.03
Hebei Diecaicheng Real Estate Development Co., Ltd.		-1,628.50	-1,628.50	-1,300.19
Beijing Yongji Hengye Real Estate Development Co., Ltd.		-268.8	-268.8	41.2
Shengzhou Xinsheng Real Estate Development Co., Ltd.		-4.52	-4.52	0.05
Langfang Mingdao Real Estate Development Co., Ltd.		-4.39	-4.39	-0.15

Name of subsidiary		Amount for previous period		
Baihou Peacock Real Estate Development Co., Ltd.		-21.82	-21.82	0.1
Renqiu Zhongsen Real Estate Development Co., Ltd.		-13.37	13.37	4,494.22
Langfang Jingyusheng Real Estate Development Co., Ltd.		-0.07	-0.07	1.93
Langfang Jingyu Xiangfa Real Estate Development Co., Ltd.		0.14	-0.14	1.86
Langfang Jinhuiyu Trading Co., Ltd.		-284.59	-284.59	-52.64
Langfang Yufeng Real Estate Development Co., Ltd		-0.19	0.19	34.73
Langfang Xinyuehe Real Estate Development Co., Ltd.		-0.1	-0.1	2.16
Xianghe Jingwei Real Estate Development Co., Ltd.		-12.25	-12.26	22.9
Langfang Jingyu Chuangyi Technology Co., Ltd.				0.1
Peacock Handan City Real Estate Development Co., Ltd.		-357.52	357.52	2,791.61
Xingheng Peacock City Real Estate Development Co., Ltd.		-108.7	-108.7	90.64
Hexian Peacock Lake Real Estate Development Co., Ltd.		-19.63	-19.63	7,387.57
Hexian Peacock City Real Estate Development Co., Ltd.		-688.5	-688.5	34,529.55
Gu'an Peacock Pavilion Real Estate Development Co., Ltd.		-216.66	-216.66	459.74
Wuyi Yuxuan Real Estate Development Co., Ltd.		0.41	0.41	-931.6
Nanjing Yurong Real Estate Development Co., Ltd.		-28.34	-28.34	-1,330.13
Nanjing Yukun Real Estate Development Co., Ltd.		3.35	3.35	98.31
Lai'An Peacock County Real Estate Development Co., Ltd		-213.33	213.33	12,868.51
Beijing Fengke Xinyuan Technology Co., Ltd.		-24.44	-24.44	-53,568.75
Shenyang Yongyi Infrastructure Development Co., Ltd		-3.57	3.57	-0.05
Dachang Hui Autonomous County Jiutong Foundation Water Co., Ltd		-3.1	-3.1	-99.85
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.		-3.11	-3.11	-99.87
Nanjing Dingshi Park Construction Development Co., Ltd.	11.37	-205.38	-205.38	-4,535.81
Handan Yurong Real Estate Development Co., Ltd.				6,656.43
Jiaxing Yusheng Real Estate Development Co., Ltd.		-7.3	-7.3	3,979.31

Name of subsidiary	Amount for previous period			
Jiashan Yujing Real Estate Development Co., Ltd.		0.09	0.09	53.81
Total	11.37	-4,169.85	-4,169.85	2,284.51

Note 1: In 2016, the company invested 2,091,388,791.73 yuan to subscribe for the partnership share of Jiaxing CFLD No.1 Investment Partnership (Limited Partnership). Jiaxing CFLD No.1 Investment Partnership (Limited Partnership) entrusted Dacheng Innovation Capital Management Co., Ltd. as the principal to manage the assets.

Note 2: The company originally held 100% equity of Gu'an CFLD Foundation Warehousing Service Co., Ltd. In March 2019, the company signed an equity transfer agreement with Shanghai Wenyi Industrial Co., Ltd. After the completion of the equity transfer, the company actually invested 500,000,000 yuan, holding 51% equity of Gu'an CFLD Foundation Warehousing Service Co., Ltd., the company's control of the company has not changed.

(5) Impacts of transactions on minority interest and equity attributable to owners of parent company

Item	Bazhou Dingxing Park Construction Development Co., Ltd.	CFLD Industry New City (Kaifeng) Co., Ltd	Xianghe Donghong Real Estate Development Co., Ltd.	Jiaxing Peacock City Real Estate Development Co., Ltd.	Jiangmen Peacock City Real Estate Development Co., Ltd	Langfang Ronghua Construction Investment Development Co., Ltd
Purchase cost						
- Cash	6,790,875.00	1,059,587,180.97	845,099,146.00	343,018,954.00	439,696,477.59	306,272,002.85
- Fair value of non-cash assets						
Total purchase cost/disposal consideration	6,790,875.00	1,059,587,180.97	845,099,146.00	343,018,954.00	439,696,477.59	306,272,002.85
Less: share in subsidiary's net assets based on the shareholding percentage acquired/disposed of/agreed	31,646,113.54	972,009,394.99	404,043,397.18	260,201,204.65	397,507,903.75	300,702,636.93
Difference	-24,855,238.54	87,577,785.98	441,055,748.82	82,817,749.35	42,188,573.84	5,569,365.92
Including: adjusted capital reserve	24,855,238.54	-87,577,785.98	-441,055,748.82	-82,817,749.35	-42,188,573.84	-5,569,365.92

Item	Baizhou Dingxing Park Construction Development Co., Ltd.	CFLD Industry New City (Kaifeng) Co., Ltd	Xianghe Dingheng Real Estate Development Co., Ltd.	Jiaxing Peacock City Real Estate Development Co., Ltd.	Jiangmen Peacock City Real Estate Development Co., Ltd	Langfang Ronghua Construction Investment Development Co., Ltd
Adjusted surplus reserve						
Adjusted undistributed profit						

2. Interests in joint ventures or associates

(1) Joint ventures or associates

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
Gu'an Yiguang Science & Technology Co., Ltd(Note1)	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	OLED devices		20	Equity method
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd(Note2)	Suzhou City, Jiangsu Province	No.2 Tianhan Road, Gaoxin District, Suzhou	Providing planning and consultancy for the incubation of scientific and technological business startups	51		Equity method
Beijing Zhongcheng Huihuang Real Estate Development Co., Ltd(Note2)	Beijing	Room 1104, No.8 Caiyuzhen Street, Daxing District, Beijing	Real estate development and selling		51	Equity method
CFLD Dongrun (Baizhou) Rail Transit Construction Management Co., Ltd.	Langfang City, Hebei Province	S3 Building, Lanyuan, Baizhou Peacock City, Langfang City, Hebei Province	Rail transport construction management, rail transport operation management, enterprise management and consulting, economic trade consulting, financial consulting		50	Equity method

Shenzhen Partner OCT Industry Management Co., Ltd	Shenzhen	Building A, Building 8, Ganjiakhang Hakka Town, No. 18 Ganli Road, Ganken g Community, Chiua Street, Longgang District, Shenzhen, China	Industrial Park Operation Management, Industrial Park Investment, Property Management, Owned Property Leasing: investment in Industrial Development (Specific projects to be separately declared): Investment Consulting (excluding restricted items); Investment Consultant		50	Equity method
Shenzhen Bay Double Creation Technology Service Co., Ltd	Shenzhen	1314, Tower A, Building 5, Shenzhen Bay Science and Technology Ecological Park, Nanshan District, Shenzhen, China	Marketing planning, business management consulting, investment consulting, house leasing, property managemem.		50	Equity method
Wuhan Yuchen Real Estate Development Co., Ltd	Wuhan, Hubei	Room 4, 1st Floor, No. 1, Xuefu Road, Shuanglu Street, Xinzhou District, Wuhan	Real estate development, commercial housing sales, housing leasing, decoration and construction work		40	Equity method
Langfang City Kaichuang Jiukong Investment Co., Ltd.	Langfang City, Hebei Province	Langfang City	Park infrastructure construction		49	Equity method
Langfang Huija Real Estate Development Co., Ltd.	Guangyang District, Langfang City, Hebei Province	No 59 Heping Road, Guangyang District, Langfang City	Real estate development and operation		20	Equity method
Langfang Pangda Yitong Auto Sales Co., Ltd.	Anci District, Langfang City, Hebei Province	No 4 Huanhanyan Road, West Ring Road, Anci Industry Park, Langfang	Selling of motor vehicles, car leasing, etc.		25	Equity method
Shanghai Hongshida Real Estate Development Co., Ltd	Shanghai	No 333, Gongyi Road, Huinan Town, Pudong New Area, Shanghai	Real estate development and operation, indoor decoration service, building materials, selling		30	Equity method
Hebei new model screening industry development Fund(LP)	Langfang City, Hebei Province	Emerging industry demonstration zone, Gu'an County, Langfang City, Hebei Province	Investment management	9		Equity method
NIC	Vietnam	7, Eastern Saigon Urban Area, Long Tan Commune, Nhon Trach District, Dong Nai Province, Vietnam	Real Estate – Township development		20	Equity method
Shenzhen City Huayang Industry Development Co., Ltd.	Shenzhen City	150, Third floor, Xinxing Road, Shenzhen City	Industry park operation, Management Consulting, Enterprise incubator, Lending and Property Management		20	Equity method

Dongguang City Huagu Tech Industry Park Co., Ltd.	Dongguan, Guangdong Province	506, Innovation park D building, Houjie County, Dongguan City	Technology Industry Park, Tech Enterprise Incubator and Consulting	20	Equity method
Shenzhen City Huaanda Investment Co., Ltd.	Shenzhen City	Second floor, Guangqiao North Road, Guangmingdn District, Shenzhen City	Investment Consulting, Property Management	20	Equity method
Shenshen City Zhuding Property Management Co., Ltd	Shenzhen City	303-3, Hebin South Road 248, Shenzhen City	Property Lending	20	Equity method
Shenzhen City Lichuang Investment Development Co., Ltd.	Shenzhen City	201, A Building, Longhua District, Shenzhen City	Industry Investment, Property Management	20	Equity method
Shenzhen City Huaqingan Industry Investment Co., Ltd.	Shenzhen City	E Building, Xinqiang Road, Pingshanxinqu, Shenzhen City	Industry park operation, Management Consulting,	20	Equity method
Dongguan City Zhongcheng Property Management Co., Ltd.	Dongguan, Guangdong Province	301, A Building, Houjie County, Dongguan City	Technology Industry Park, Tech Enterprise Incubator and Consulting	20	Equity method
Dongguang City Donghui Industry Investment Co., Ltd.	Dongguan, Guangdong Province	8# 4th Building, Yuanshanbei Road, Dongguan City	Industry Investment, Consulting, Property management and Lending	20	Equity method
Dongguang City Dongbo Industry Investment Co., Ltd.	Dongguan, Guangdong Province	Huangleng Industrial zone, Chashan County, Dongguan City	Industry Investmem, Property management and Lending	20	Equity method
Shenzhen Wan Yue City Property Management Co., Ltd	Shenshen	No.1510, Sightseeing Road, Guanlan Street, Longhua District, Shenzhen	Self-owned property leasing; property management; economic information consulting	20	Equity method
Shenzhen Huaqingan Industrial Co., Ltd	Shenzhen	Building E, Puqiao Industrial Zone, Xinqiang Road, Liuhe Community, Pingshan Street, Pingshan New District, Shenzhen, China	Industrial Park Operation, Consultant Planning, Consulting Management, Business Incubation, Property Leasing, Domestic Trade, Property Management, Production and Processing of Electronic Products	20	Equity method
Dongguan Huasheng Property Management Co., Ltd	Dongguan, Guangdong Province	3rd Floor, Nanbang Department Store, No. 3 Yongcheng Street, Yuanmuwei Village, Baishan Community, Huangjiang Town, Dongguan, China	Property Management, Property Leasing, Property Consulting, Industrial Investment	20	Equity method
Dongguan Qing Xing Industrial Investment Co., Ltd	Dongguan, Guangdong Province	Dongfeng Street, Dongguan City, Dongguan City, Tangjia Industrial Park, 1st Floor, No. 69, Building A	Industrial Investmem; Property Management; Property Investment; Property Leasing; Real Estate Brokerage Services; Indoor Hydroelectric Project Installation; Intelligent System Engineering; Decoration Engineering	20	Equity method

Shenzhen Huawei Industrial Investment Co., Ltd.	Shenzhen	Room 601, 6th Floor, No. 363, Shejing Section, Guangshen Road, Shajing Street, Baoan District, Shenzhen City	Investment in industrial, domestic trade, property management, cleaning services, house leasing, self-owned property leasing, business information consulting, zinc alloy, aluminum die casting, R&D and manufacturing of hardware and plastic molds, and landscaping management.	20	Equity method
Dongguan Huayuechuang Investment Development Co., Ltd	Dongguan, Guangdong Province	3rd Floor, South Building, No. 1, Yongkang Street, No. 3, Yongkang Street, Baoshan Community, Huangjiang Town, Dongguan City, China	Industrial investment, property management, property leasing.	20	Equity method
Dongguan Huamai Investment Development Co., Ltd	Dongguan, Guangdong Province	No. 101, No. 8 Building, Zhichuangyuan, Cardo City, Nange Village, Dao Town, Dongguan City	Property investment; Real estate brokerage; Economic information consultation; Incubation of science and technology small and medium-sized enterprises; Incubator establishments and shared facilities; technical support and professional consulting services for incubators; Corporate management consulting; Equity investment; Owned property leasing; Property management; Parking field service; conference and exhibition services	20	Equity method
Dongguan Weier Property Management Co., Ltd	Dongguan City, Guangdong Province	No. 24, West District, Dawu Village Industrial Zone, Wangmudun Town, Dongguan City	Property management, real estate agency services, real estate information consulting, industrial investment	70	Equity method
Dongguan Huaxiao Industrial Investment Co., Ltd	Dongguan City, Guangdong Province	Building B, No. 35 Shixing North Road, Fulang Village, Shipai Town, Dongguan City	Industrial investment, property management, property investment, property leasing, real estate brokerage services, indoor hydropower project installation, intelligent system engineering construction, decoration engineering construction	40	Equity method

Shenzhen Huaxing Property Management Co., Ltd.	Shenzhen	210, Building 1, Futian Industrial Zone, Tianhua Road, Huaqiang Community, Longhua Street, Longhua District, Shenzhen, China	Investment consulting (excluding futures, securities, insurance and other financial services); investment in industrial development (specific projects are separately declared); decorative engineering design, marketing planning; property management; domestic trade	20	Equity method
Shenzhen Huacheng Investment Development Co., Ltd.	Shenzhen	21st Floor, Block B, Building 9, Shenzhen Bay Science and Technology Park, Nanshan District, Shenzhen, Guangdong, China	investment; industrial development, business information consulting, business management consulting, real estate brokerage, real estate information consulting, own property leasing, property management	20	Equity method
Dongguan Haorui Industrial Investment Co., Ltd	Dongguan City, Guangdong Province	No. 35 Yingdong Road, Dajingtou Community, Dalang Town, Dongguan City	Industrial investment, property management; property leasing; real estate brokerage services	30	Equity method
Dongguan Hongpan Industrial Park Operation Co., Ltd.	Dongguan City, Guangdong Province	103, 1st Floor, Building C, No. 10 South Shalu Avenue, Shalu Community, Tangxia Town, Dongguan City	Industrial park development; property management; high-tech enterprise incubation service; enterprise management consulting; corporate image planning; marketing planning; investment consulting (excluding national restrictions); property leasing; landscaping; cleaning services; parking services. The technical development of the software and the technical development of the information system can be carried out after the business activities)	20	Equity method

Guangzhou Huabang Industrial Park Operation Co., Ltd.	Guangzhou City	4th Floor, No. 59 Linhe Road, Xintang Town, Zengcheng District, Guangzhou	Real estate development and management; own real estate business activities; housing leasing; site leasing (excluding warehousing); property management; real estate agency services; real estate consulting services; collection and payment of water and electricity charges; warehousing agency services; other warehousing industry (excluding crude oil, product oil storage, gas storage, dangerous goods storage); warehousing consulting services; parking management; corporate image planning services; planning creative services; marketing planning services; commodity information consulting services; technology information consulting services; Except for licensed business projects, business management consulting services; investment of self-owned funds; conference and exhibition services	20	Equity method
Guangdong Yun Ai Yuan Technology Industrial Park Management Co., Ltd.	Dongguan City, Guangdong Province	Habitat Valley Entrepreneurship Base 707, No. 30 Zhongshan Road, Nengli Town, Dongguan City	Industrial park operation management; industrial investment; investment consulting; property leasing; property management; landscaping; cleaning services; motor vehicle parking services; corporate marketing plans; computer software development; information system technology development	20	Equity method

Shenzhen Pengcheng Investment Development Co., Ltd	Shenzhen	Room 101, Huisheng da Plam, Qinghu Industrial Estate, Qinghu Community Committee, Qinghe Community, Longhua District, Longhua District, Shenzhen, China	Investment in industrial development (specific projects will be declared separately); property management; own property leasing	20	Equity method
Dongguan Kuase Zhilian Incubator Operation Co., Ltd.	Dongguan City, Guangdong Province	1st Floor, Building 2, Zone 2, Zhenxing Industrial Zone, Shantou, Niushan Community, Dongcheng Street, Dongguan City	Provide technology research and development, technical services and incubation sites and shared facilities for SMEs; technology based SMEs incubation; equity investment, industrial investment; business management consulting, property management; conference services, exhibition services;	80	Equity method
Baihou Yujingyuan Real Estate Development Co., Ltd	Baihou City, Hebei Province	East Side of Taishan Road, Baihou Development Zone, Commercial 3	Real estate development and sales	49	Equity method
Nanjing Airport Exhibition Investment Management Co., Ltd	Nanjing, Jiangsu Province	Zijin Science and Technology Innovation Center, Economic Development Zone, Lishui District, Nanjing	Hotel investment management; real estate development and management; commercial housing sales; own house rental services, exhibitions, conferences, hotel management services	51	Equity method
Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd.	Hebei Dachang Hui Autonomous County	No. 200 Jiangnan South Road, Dachang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, building sales, industrial plant development and operation, and own house leasing.	20	Equity method
Dachang Hui Autonomous County Yujing Real Estate Development Co., Ltd	Hebei Dachang Hui Autonomous County	No. 200 Jiangnan South Road, Dachang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, building sales, industrial plant development and operation, and own house leasing.	20	Equity method
Lai An Yulong Real Estate Development Co., Ltd.	Quanzhou City, Anhui Province	No. 8, Gaoxin Road, Luohe Economic Development Zone, Lai'an County	Real estate development and sales; own house leasing	20	Equity method
Baihou Peacock Lake Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Building 55, Junyuan, Peacock City, Baihou Economic and Technological Development Zone, Langfang City, Hebei Province	Real estate development and operation, housing rental services (Projects subject to approval according to law may be operated after approval by relevant departments)	35	Equity method

Zhangzhou Yucai Real Estate Development Co., Ltd	Qiaocheng City	1st Floor, Building 2, Hongkun Ideal Bay, High-speed Railway New City, Zhangzhou City	Real estate development and operation (prohibition of new construction real estate development and operation of residential projects with a plot ratio of less than 3.0 (including) (excluding cultural relics protection areas, but prohibiting the construction of single-family single-family real estate projects), large-scale residential projects (referring to single-set housing) Large-scale commodity investment projects such as housing projects with a construction area of more than 160 square meters and motor vehicle trading markets, building materials city, furniture city, etc. are prohibited from occupying cultivated land, nor can they occupy cultivated land in disguised form by handing urban batches of agricultural land first; Centralized office area in business activities (except for the technology business incubator, heavy-creation space and centralized office area identified by the competent department of small and medium-sized enterprises)., housing leasing, property management Business activities can be carried out after approval by the department	20	Equity method
Jiaxing Hongguang Real Estate Development Co., Ltd	Jiashan County, Jiaxing City, Zhejiang Province	Room 1501, Huiyin Building, Luodong Street, Jiashan County, Jiaxing City, Zhejiang Province, China	Real estate development and management; property management, real estate brokerage; sales: building materials	5	Equity method

Jiaxing Yurong Real Estate Development Co., Ltd.	Jiashan County, Jiaxing City, Zhejiang Province	Room 106, No. 200, Jingang East Road, Luxiang Street, Jiashan County, Jiaxing, Zhejiang, China	Real estate development and operation, own house leasing	10	Equity method
Langfang Peacock Island Real Estate Development Co., Ltd.	Langfang City, Hebei Province	2-2-110, Lanting, Huaxia North Park, Anci District, Langfang City, Hebei Province	Real estate development and operation (Projects subject to approval according to law may be operated after approval by relevant departments)	20	Equity method
Xinyu Jinggan Investment Center (Limited Partnership)	Lishui District, Xinyu City, Jiangxi Province	No. 21, Kangtai Road, Lishui District, Xinyu City, Jiangxi Province	Asset management, investment management, corporate investment consulting	10	Equity method
Huizhou Huagu Technology Industrial Park Operation Co., Ltd.	Huizhou City, Guangdong Province	Room 303, Office Building, No. 40 Qingfang South Street, Area 5, Road, Qingfang Agriculture Science Research Institute, Xiaojiaozhou Sub-district Office, Huicheng District, Huizhou City	Science and technology industrial park development, technology business incubation	25	Equity method
Chengdu Gaoxin Industrial Park Development Co., Ltd.	Chengdu, Sichuan Province	88 Yingbin Avenue, Shoulin Town, Pujiang County, Chengdu	Industrial park development, park management services, real estate development and management	13.33	Equity method
Hebei Postdoctoral Venture Capital Investment Fund (Limited Partnership)	Langfang City, Hebei Province	331, 3rd Floor, International Entrepreneurship Center, South Side of Dongfang Street, Guan County, Langfang City, Hebei Province	Equity investment and consulting	45	Equity method

Note 1: In addition to nominating the financial manager of Gu'an Shuguang Technology Co., Ltd. (hereinafter referred to as Gu'an Shuguang), the company does not nominate, appoint or intervene in any other position of Gu'an Shuguang. The financial manager only supervises Gu'an Shuguang. The financial activities do not participate in the operation of Gu'an Shuguang, so the company does not have control over Gu'an Shuguang and has a common influence.

(2) Financial summary of insignificant joint ventures and associates

Item	Ending balance/Amount for current period	Beginning balance/Amount for previous period
Joint ventures:		
Total book value of investments	551,104,107.41	552,929,104.65
Total of the following items based on shareholding percentages		
—Net profit	-1,824,997.24	-30,682,500.77
—Other comprehensive income		
—Total comprehensive income	-1,824,997.24	-30,682,500.77
Associates:		
Total book value of investments	3,738,475,686.97	3,689,805,408.97
Total of the following items based on shareholding percentages:		
-- Net profit	-11,882,496.86	7,479,670.51
--Other comprehensive income		
--Total comprehensive income	-11,882,496.86	7,479,670.51

3. The interests in the structured entities not incorporated into the scope of consolidated financial statements

(1) As a limited partner, Global Industrial Investment Co., Ltd. (a subsidiary of the Company) contributed USD50mn (equivalent to RMB338,720,000.00) to subscribe for the share of 1995 Capital China Fund ("China Fund"). The general partner of China Fund is a limited liability company incorporated in the State of Delaware. All its core team members have years of investment experience in world-class fund companies. The duration of China Fund is 7 years. The first four years following its founding is the subscription period. The general partner has the right to extend the duration by 12 months to terminate the fund in an orderly way and liquidate the assets. The duration may be extended by no more than twice. The China Fund mainly targets the innovative technological companies likely to achieve industrialization or commercialization in China. The key fields cover energy and environmental protection, medical service, food, agriculture, education, ageing population etc. Idle funds can be used to make short-term investments in excellent securities.

(2) As a limited partner, Global Industrial Investment Co., Ltd. (a subsidiary of the Company) contributed USD30mn (equivalent to RMB196,026,000.00) to subscribe for the share of 1995 Capital Fund 1 ("Capital Fund 1"). The general partner of Capital Fund 1 is a limited liability company incorporated in the State of Delaware. All its core team members have years of

investment experience in world-class fund companies. The duration of Capital Fund 1 is 10 years. The first 5 years following its founding is the contribution period; but the general partner has the right to extend the duration by 12 months to terminate the fund in an orderly way and liquidate the assets. The duration may be extended by no more than twice. The Capital Fund 1 mainly makes VC, PE and other equity investments in the forward-looking and innovative high-tech companies or (teams) having the potential to develop revolutionary products and services and likely to form a significant production capacity. The key fields cover energy and environmental protection, medical service, food, agriculture, education, ageing population etc. Idle funds can be used to make short term investments in excellent securities.

(3) On November 30, 2016, CFLD (Beijing) Equity Investment Management Co., Ltd., Sanpu Weite Park Construction Development Co., Ltd., Langfang High-tech Innovation & Entrepreneurship Investment Co., Ltd. and Hebei Province Technology Investment Center (all of which are the indirect controlled subsidiaries of the Company) signed the Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP) Partnership Agreement, pursuant to which CFLD (Beijing)Equity Investment Management Co., Ltd. will contribute RMB1mn, Sanpu Weite Park Construction Development Co., Ltd. will contribute RMB100mn, Langfang High-tech Innovation & Entrepreneurship Investment Co., Ltd. will contribute RMB50mn and Hebei Province Technology Investment Center will contribute RMB50mn to jointly set up Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP). According to this partnership agreement, all the parties jointly control the investment and operation of the partnership. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement.

(4) In 2016, The company's indirect wholly owned subsidiaries, CFLD Industry Investment Co., Ltd, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd and CFLD (Beijing) Equity Investment Management Co., Ltd signed the Jingjinji Huaxia Jicai Dachang Film Industry Fund(LP) Partnership Agreement with Hebei province Jicai Industry Equity Investment Fund Co., Ltd and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd. According to this partnership agreement, CFLD Industry Investment Co., Ltd will contribute RMB52mn, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd will contribute RMB24mn, CFLD (Beijing) Equity Investment Management Co., Ltd will contribute RMB4mn, Hebei province Jicai Industry Equity Investment Fund Co., Ltd will contribute RMB50mn and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd will contribute RMB70mn. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement.

VIII. Risks Related to Financial Instruments

The main financial instruments of the Company include borrowings, receivables, payables, trading financial assets, trading financial liabilities, etc. For the details of financial instruments, please see Note "V. Notes to Main Items of Financial Statements". The risks relating to these financial instruments as well as the risk management policies taken by the Company to lower these risks are stated below. The Company's management manages and monitors these risk exposures to ensure that the said risks are controlled to be within the defined scope.

1. Various risk management objectives and policies

The objectives of the Company's risk management are to achieve the appropriate balance between risks and earnings, minimize the negative impact of risks upon the Company's operational results and maximize the interests of shareholders and other equity investors. Based on these risk management objectives, the basic strategy of the Company's risk management is to

determine and analyze the risks facing the Company, establish the appropriate risk tolerance bottom lines, conduct risk management and supervise various risks in a timely and reliable way to control risks to be within the defined scope.

(2) Market risk

① Exchange rate risk

The exchange rate risk of the Company is mainly related to USD. Several subsidiaries of the Company adopt USD for settlement. The other main business activities of the Company adopt RMB for settlement. As of 30 June 2019, except for the USD balances of the assets and liabilities in the table below, the balances of the other assets and liabilities of the Company are RMB balances. The exchange rate risk of such assets and liabilities in USD may influence the operational results of the Company.

Item	Ending balance of foreign currency	Beginning balance of RMB equivalent
Bank deposit		
Including: USD	1,451,689,008.15	2,181,420,202.72
SGD	26,014,457.30	24,167,024.90
IDR	325,381,975.54	220,487,190.44
INR	6,947,613.32	7,772,022.31
MYR	2,123,117.59	2,527,844.55
VND	454,841,757.46	451,119,195.99
KRW	1,747,870.00	1,286,250.00
EUR	163,880.59	188,471.04
EGP	105,810.50	132,492.30
JPY	4,003.56	11,903.04
PHP	615,070.18	614,428.20
HKD	15,882.24	1,178.49
Other bank deposit		
Including: IDR	308,971,057.68	200,142,087.01
Account receivables		
Including: VND	19,230,444.08	39,107,553.77
IDR	59,665,810.58	424,517.50
Other receivables		
Including: USD		1,406,939.53
SGD	2,841,012.30	2,789,451.39
IDR	493,816,118.48	481,530,499.41
INR	481,833.70	474,220.88
VND	3,552,366.18	3,041,747.82
HKD		20,897.37
Assets available for sale		
USD		5,764,015.84
IDR	5,924,449.58	

Item	Ending balance of foreign	Beginning balance of RMB
Interest payable		
including: USD	501,060,723.11	
Accounts payable		
including: SGD		98,684.52
IDR	13,131,333.41	13,613,719.19
VND	35,482,778.72	19,348,930.48
HKD		373.76
USD		754,716.89
EUR		12,984.93
EGP		3,065.23
Other payables		
SGD	31,892.84	345,565.47
VND	1,180,200,358.39	990,331,284.08
IDR	325,780,415.15	188,762,843.42
INR	190,133.97	169,893.23
MYR	157,633.50	156,550.50
HKD		109,525.00
PHP	57,985.08	10,612.96
Long-term borrowings-USD	473,664,801.21	1,043,206,400.00
Bond payable-USD	24,299,091,365.08	13,064,066,679.16

The Company closely watched the effect of exchange rate changes upon the Company.

As of June 30, 2019, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against USD, then the Company's net profit will decrease or increase by RMB89,332,979.55.

As of June 30, 2019, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against IDR, then the Company's net profit will decrease or increase by RMB3,205,678.74.

As of June 30, 2019, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against VND, then the Company's net profit will decrease or increase by RMB 2,767,719.64.

As of June 30, 2019, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against SGD, then the Company's net profit will decrease or increase by RMB 108,088.41.

As of June 30, 2019, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against INR, then the Company's net profit will decrease or increase by RMB 27,147.42.

⑦ Interest rate risk

The interest rate risk facing the Company is mainly from bank borrowings, trust borrowings, bonds payable and other interest-bearing liabilities. The Company reasonably designs credit line, credit

type and credit term by establishing a good bank/enterprise relationship in order to ensure that the credit line from banks is sufficient and meets the Company's requirements for various kinds of short-term financing. In addition, the Company reasonably reduces the risk of interest rate fluctuation by shortening the term of single loan, in particular, incorporating the early repayment provision.

As of June 30, 2019, when other variables keep unchanged, if the loan rate based on floating rate increases or decreases by 50BPs, then the Company's net profit will decrease or increase by RMB 390,476,358.92.

③ Price risk

The Company sells the real estate commodities at market price, so the Company is influenced by the market price fluctuations.

(2) Credit risk

As of June 30, 2019, the largest credit risk exposure that is likely to result in the financial loss of the Company is mainly from the loss of the Company's financial assets for the failure by the other party to perform its obligations as well as the financial guarantees provided by the Company, specifically including:

The book value of the financial assets recognized in the consolidated balance sheet; as for the financial instruments measured at fair value, book value reflects their risk exposure, but not the largest risk exposure. The largest risk exposure will vary with the change in the fair value in future.

In order to lower credit risk, the Company sets up a special department to determine credit line, conduct credit examination and approval and implement other monitoring procedures so as to ensure that necessary measures are taken to recover the past-due creditor's right. In addition, on each balance sheet date, the Company examines the recovery of every single receivable so as to ensure that sufficient bad debt provision is made for non-recoverable receivables. Thus, the Company's management holds the view that the credit risk facing the Company decreases significantly.

The Company's working capital is deposited at the banks with a higher credit rating, so the working capital has a lower credit risk.

The Company adopted necessary policies to ensure that all sales customers had good credit records. Except for the top five debtors in accounts receivable, the Company has no other significant credit concentration risk. The top five customers in accounts receivable are government departments and the total amount is RMB 21,467,060,428.46. Thus, the credit risk is lower. However, from the perspective of prudence, the company has made 5% of bad debt provision for government receivables aged over one year.

(3) Liquidity risk

Liquidity risk is the risk that the Company is unable to satisfy its financial obligations on expiry dare. The method used by the Company to manage liquidity risk is to ensure that sufficient fund liquidity is available to fulfill the due obligations and avoid unacceptable losses or damage to the reputation of the Company. The Company regularly analyzes the structure and term of liabilities so as to ensure that abundant funds are available. The Company's management monitors use bank loans and guarantees compliance with loan agreements. The management also makes financing negotiations with financial institutions so as to maintain a certain credit line and lower liquidity risk.

IX. Disclosure of fair value

1. Ending balance of assets and liabilities measured at fair value

Item	Ending balance			Total
	Level 1	Level 2	Level 3	
1.Continuous fair value measurement				
(1)Investment properties			2,246,300,000.00	2,246,300,000.00
a. Rental building			2,246,300,000.00	2,246,300,000.00
(2)Other non-current financial assets			4,503,831,030.59	4,503,831,030.59
a. Financial assets measured at fair value through profit or loss			4,503,831,030.59	4,503,831,030.59
Total			**6,750,131,030.59**	**6,750,131,030.59**

X. Related Parties and Related-Party Transactions

1. Information on the parent company of the Company

Name of parent company	Place of registration	Business nature	Registered capital (RMB10,000)	Shareholding percentage of parent company to the Company	Voting percentage of parent company to the Company
CFLD Holding Co., Ltd.	Gu'an	Investment	105,000	35.61%	35.61%

The ultimate controller of the Company is Mr. Wang Wenxue. Mr. Wang Wenxue serves as the Board Chairman of the Company.

2. Information on the Company's subsidiaries

For the Company's subsidiaries, please see Note VII. 1 "Interests in Other Entities".

3. Information on the Company's joint ventures and associates

For the important joint ventures and associates of the Company, please see VII. 3 "Interests in joint ventures or associates".

Name of joint ventures and associates of the Company	Relationship between other related party and the Company
Shanghai Hongshida Real Estate Development Co., Ltd.	Associates
Gu'an Shuguang Technology Co., Ltd.	Joint ventures
Nanjing Airport Exhibition Investment Management Co., Ltd.	Associates
Suzhou Torch Innovation and Entrepreneurship Incubation Management Co., Ltd.	Joint ventures
Bazhou Yujingxuan Real Estate Development Co., Ltd.	Associates
Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd.	Associates

Name of joint ventures and associates of the Company	Relationship between other related party and the Company
Dachang Hui Autonomous County Yujing Real Estate Development Co., Ltd.	Associates
Langfang Peacock Island Real Estate Development Co., Ltd.	Associates
Bazhou Peacock Lake Real Estate Development Co., Ltd.	Associates
Zhangzhou Yutai Real Estate Development Co., Ltd.	Associates
Wuhan Yuchen Real Estate Development Co., Ltd.	Joint ventures
Langfang Kaichuang Jiutong Investment Co., Ltd.	Associates
Jiaxing Rongguang Real Estate Development Co., Ltd.	Associates
Jiaxing Yurong Real Estate Development Co., Ltd.	Associates
Shenzhen Bay Shuangchuang Technology Service Co., Ltd.	Joint ventures
Langfang Huijia Real Estate Development Co., Ltd.	Associates
Handan Yuya Real Estate Development Co., Ltd	Associates

4. Information on other related parties

Name of other related party	Relationship between other related party and the Company
Taiku Technology Venture Development Co., Ltd.	others
Yungu (Gu'an) Technology Co., Ltd.	others
Zhihe Holdings Co., Ltd.	the same chairman as the company
Knowledge Joint Venture Management Co., Ltd.	others
Zhihe Travel Technology Co., Ltd.	the same chairman as the company
Shenzhen Ping An Financial Center Construction Development Co., Ltd.	others
Beijing Blue Coast Real Estate Development Co., Ltd	others
Excellence Real Estate Group Co., Ltd.	others
Tianjin Yalong Real Estate Development Co., Ltd.	others
Nanjing Red Sun Real Estate Development Co., Ltd.	others
Shanghai Juntai Real Estate Development Co., Ltd.	others
Haimen Kunwan Real Estate Co., Ltd.	
Beijing Yuangan Real Estate Co., Ltd.	others
Shanghai Shengyu Industrial Co., Ltd.	others
Nanjing Yinjiayuan Enterprise Management Co., Ltd.	others
Joy City Holdings Group Co., Ltd.	others
Henan Changjian Real Estate Co., Ltd.	others

Name of other related party	Relationship between other related party and the Company
Nanjing Ruide Real Estate Co., Ltd.	others
Nanjing Yuzhifang Environmental Protection Technology Co., Ltd.	others
Langfang City Zhishan Municipal Engineering Co., Ltd.	others
Jiaxing Zeming Environmental Technology Co., Ltd.	others
Jiaxing Zhishan Water Ecological Technology Co., Ltd.	others
Beijing Feng Rui Hui Asset Management Co., Ltd.	others
Beijing Kenting Asset Management Co., Ltd	others

5. Information on Related-party Transactions

(1)Purchase goods

Name of related party	Transaction	Amount of current period	Amount of previous period
Taiku Technology Venture Development Co., Ltd. Note 1	Consulting services	13,000,000.00	
Taiku Technology Venture Development Co., Ltd. Note 2	Consulting services	5,000,000.00	24,100,000.00
Langfang City Zhishan Municipal Engineering Co., Ltd Note 3	design service	183,800.00	
Nanjing Yuzhilang Environmental Protection Technology Co., Ltd. Note 4	Garbage disposal	2,496,400.00	

Note 1: The actual controllers of the company and Taiku Technology Entrepreneurship Development Co., Ltd. are both Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Taiku Technology Venture Development are limited. The company has an associated relationship. According to the "Huaxia Happiness and Taiku Technology Innovation Service Agreement" signed by the company and Taiku Technology Venture Development Co., Ltd. in 2017, the transaction amount in this period was RMB 13.0 million.

Note 2: The actual controllers of the company and Taiku Technology Entrepreneurship Development Co., Ltd. are both Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the "Stock Listing Rules of Shanghai Stock Exchange", the development of the company and Taiku Technology is limited. The company has an associated relationship. In 2018, Gu'an Jiutong Xinsheng Park Construction Development Co., Ltd. and Taiku Technology Venture Development Co., Ltd. signed the "Taiku Service Agreement" with a total contract value of 24.1 million yuan and a transaction amount of 5 million yuan during the reporting period.

Note 3: The actual controller of the company and Langfang Zhishan Municipal Engineering Co., Ltd. is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Langfang Zhishan Municipal Engineering Co., Ltd. The company has an associated relationship. In 2018, Wuyi Dingxing Park Construction Development Co., Ltd. and Langfang Zhishan Municipal Engineering Co., Ltd. "Muyan Zhandian

Wastewater Treatment Station Phase I Construction Drawing Design Contract", the total contract amount was 183,800 yuan, and the transaction amount during the reporting period was 183,800 yuan.

Note 4: The actual controller of the company and Nanjing Yuzhilang Environmental Protection Technology Co., Ltd. is Mr. Wang Wenxue. According to the provisions of Article (1) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Nanjing Yuzhilang Environmental Protection Co., Ltd. Technology Co., Ltd has an associated relationship. In 2018, Huzhou Dingtai Park Construction Development Co., Ltd. and Nanjing Yuzhilang Environmental Protection Technology Co., Ltd "Nanjing District Peacock City Phase II Landfill Leachate Pretreatment Service Contract", with a total contract value of 1,992,800 yuan, and a transaction amount of 2,496,400 yuan during the reporting period

(2)Sell goods

Name of related party	Transaction	Amount of current period	Amount of previous period
Yungu (Gu'an) Technology Co., Ltd. (Note 4)	Property management services		169,884.00
Yungu (Gu'an) Technology Co., Ltd. (Note 6)	Property management services		20,352.00
Zhihe Holdings Co., Ltd. (Note 7)	Property management services	69,646.60	82,084.93
Knowledge Joint Venture Management Co., Ltd. (Note 8)	Property management services	7,737.40	
Zhihe Travel Technology Co., Ltd. (Note 9)	Property management services	499.19	
Taku Technology Venture Development Co., Ltd. (Note 10)	Property management services	86,333.77	
Yungu (Gu'an) Technology Co., Ltd. (Note 11)	Industrial area water supply	6,813,435.77	
Yungu (Gu'an) Technology Co., Ltd. (Note 12)	Industrial area sewage treatment	3,884,736.34	
Yungu (Gu'an) Technology Co., Ltd. (Note 13)	Property management services	23,212.20	
CFLD Foundation Holdings Co., Ltd. (Note 14)	Property management services	6,115.11	

Note 5: The actual controllers of the company and Yungu (Gu'an) Technology Co., Ltd. are Mr. Wang Wenxue. According to the provisions of Article (1) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Yungu (solid) An) Technology Co., Ltd. has a relationship. In 2017, Chuangye Property Services Co., Ltd. Gu'an Branch and Yungu (Gu'an) Technology Co., Ltd. signed two office property service contracts to provide property services to Yungu Gu'an from May 1, 2017 to 2018. On April 30, the fee is based on 9 yuan / month / square meter. The basic situation of the property is located on the 4th floor of the main building of Gu'an County Venture Building in Langfang City, Hebei Province, with a construction area of 1,573 square meters. The contract has expired.

Note 6: In 2017, Happiness Foundation Property Services Co., Ltd. Beijing Hengtai Branch and Yungu (Gu'an) Technology Co., Ltd. signed an office service agreement for office space and provided property services to Yungu Gu'an. The contract has expired.

Note 7: The actual controllers of the company and Zhihe Holdings Co., Ltd. are both Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock

Exchange Listing Rules, the company has a relationship with Zhihe Holdings Co., Ltd. . In 2018, Happiness Foundation Property Services Co., Ltd. Beijing Fengtai Branch and Zhihe Holdings Co., Ltd. signed the "Office District Cleaning Project Service Entrustment Contract". The contract will run from May 1, 2018 to April 30, 2023. The standard is 3868.7 yuan / month / person, the confirmed transaction amount in the report period is 69,636.60 yuan.

Note 8: The actual controller of the company and the joint venture management company is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1 3 of the Shanghai Stock Exchange Listing Rules, the company and the joint venture management company exist. connection relation. In 2018, Happiness Foundation Property Services Co., Ltd. Beijing Fengtai Branch signed the "Beijing Office Project Service Entrustment Contract" with the Zhijian Joint Management Co., Ltd., the contract will run from May 1, 2018 to April 30, 2023. The fee is 3868.7 yuan / month / person, the confirmed transaction amount in the report period is 7,737.40 yuan.

Note 9: The actual controllers of the company and Zhihe Travel Technology Co., Ltd. are Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Zhihe Travel Technology Co., Ltd. exist. connection relation. In 2018, Happiness Foundation Property Services Co., Ltd. Beijing Fengtai Branch and Zhihe Travel Technology Co., Ltd. signed the "Office District Cleaning Project Service Entrustment Contract". The contract will run from May 1, 2018 to April 30, 2023. The fee is 3868.7 yuan / month / person, the confirmed transaction amount is 499.19 yuan during the reporting period.

Note 10: In 2018, Gu'an Jiutong Foundation Utilities Co., Ltd. and Taiku Technology Entrepreneur Development Co., Ltd. signed the "Guan Industrial Zone Heating Contract" with a total heating area of 3,772.28 square meters and a price of 38 yuan/square meter. Confirm the transaction amount is 86,333.77 yuan.

Note 11: In 2018, Gu'an Jiutong Foundation Utilities Co., Ltd. and Yungu (Gu'an) Technology Co., Ltd. signed the "Contract for Water Supply in Industrial Zones". The charging standard is 6.12 yuan/m3. The confirmed transaction amount during the reporting period is 6,813,435.77 yuan.

Note 12. In 2019, Gu'an Jiutong Foundation Utilities Co., Ltd. and Yungu (Gu'an) Technology Co., Ltd. signed the "Industrial Zone Sewage Treatment Contract" with a charge standard of 4.34 yuan/m3. The confirmed transaction amount during the reporting period was 3,884,738.34 yuan.

Note 13: In 2019, Happiness Foundation Property Services Co., Ltd. Beijing Fengtai Branch and Yungu (Gu'an) Technology Co., Ltd. signed the "Project Contract for Beijing Office of Yungu (Gu'an) Technology Co., Ltd.", contract from 2018 From November 1st to October 31, 2020, the fee is 3868.7 yuan / month / person, the confirmed transaction amount in the report period is 23,212.20 yuan.

Note 14: CFLD Foundation Holdings Co., Ltd is the parent company of the company. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company has a relationship with CFLD Foundation Holdings Co., Ltd. In 2019, CFLD Foundation Property Services Co., Ltd. Beijing Fengtai Branch and Huaxia Happiness Foundation Holdings Co., Ltd. signed the "CFLD Holding Beijing Office Project Service Entrustment Contract", the contract will run from March 1, 2018 to April 30, 2023. For the day, the fee is 3,392 yuan/person/month from March 1, 2018 to April 30, 2018, and 3868.7/yuan/person/month after May 1, 2018. The confirmed transaction amount is 6,115.11 yuan during the reporting period.

(3) Related Party contracting and entrusted management/Outsourcing

Principal	Agent	Type of contracting asset	Start date	End date	Pricing	Recognized management expenses of current period
Wuyi Dingxing Park Construction Development Co., Ltd. (Note 15)	Langfang City Zhishan Municipal Engineering Co., Ltd.	Other asset	20/11/2018	28/12/2018	Fixed Price	8,237,414.67
Jiaxing Qingtai Park Construction Development Co., Ltd. (Note 16)	Jiaxing Zeming Environmental Technology Co., Ltd.	Other asset	5///2018	31/10/2018	Fixed Price	2,150,764.91
Jiaxing Qingtai Park Construction Development Co., Ltd. (Note 17)	Jiaxing Zhishan Water Ecological Technology Co., Ltd	Other asset	10/10/2018	31/12/2018	Fixed Price	4,341,236.14

Note 15: The actual controller of the company and Langfang Zhishan Municipal Engineering Co., Ltd. is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and the municipality of Langfang City Engineering Co., Ltd. has an associated relationship. In 2018, the company signed a general contract with the Langfang City Zhishan Municipal Engineering Co., Ltd. for the construction of the 1#2# sewage treatment station project of the first phase of the Wuyi Zhandian Wastewater Treatment Station. The contract was started on November 20, 2018, and the total construction period was completed. For 38 days, the fixed total price was 8,492,260.44 yuan, and the confirmed transaction amount was 8,237,414.67 yuan during the reporting period.

Note 16: The actual controllers of the company and Jiaxing Zeming Environmental Technology Co., Ltd. are Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Jiaxing Zeming Environmental Technology Co., Ltd. The company has an associated relationship. In 2018, the company and Jiaxing Zeming Environmental Technology Co., Ltd. signed the "General Contracting and Construction Contract for the River Road Reconstruction Project of Zhuanggang Bridge (Sunjiagang ~ Xi Shiwan) in Jiashan District. The contract plan was started on July 5, 2018, with a total construction period of 119 days. The fixed total price was 3,435,060.00 yuan, and the confirmed transaction amount was 2,150,764.91 yuan during the reporting period.

Note 17: The actual controllers of the company and Jiaxing Zhishan Water Ecological Technology Co., Ltd. are Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Jiaxing to Shanshui Ecology Technology Co., Ltd. has an associated relationship. In 2018, the company signed a "General Contract for the Construction of the Green Space Project on the South Bank of Baishuitang River in Jiashan District" with Jiaxing Zhishan Water Ecological Technology Co., Ltd. The contract was started on October 10, 2018, with a total construction period of 82 days and a fixed total price of 7,898,500.23 yuan. The confirmed transaction amount was RMB 4,341,236.14 during the reporting period

(3) Leasing

Name of lessee	Transaction	Amount of current period	Amount of previous period

Yungu (Gu'an) Technology Co., Ltd. Note 18	Apartment rent	6,728,694.49

Note 18: In 2018, Gu'an Jingyu CFLD Real Estate Development Co., Ltd. signed a residential lease agreement with Yungu (Gu'an) Technology Co., Ltd., and the rent confirmed during the reporting period was RMB 6,728,694.49

Name of lessor	Transaction	Amount of current period	Amount of previous period
Shenzhen Ping An Financial Center Construction Development Co., Ltd. Note 19	Office rent	1,041,685.12	
Beijing Feng Rui Hui Asset Management Co., Ltd. (Note 20)	Office rent	280,039.41	
Beijing Kenting Asset Management Co., Ltd Note 20	Office rent	1,153,199.79	

Note 19: China Ping An Life Insurance Co., Ltd. is a shareholder of the company. Shenzhen Ping An Financial Center Construction Development Co., Ltd. is a wholly-owned subsidiary of China Ping An Life Insurance Co., Ltd., according to the Shanghai Stock Exchange Listing Rules, Article (2) of the article, the company and Shenzhen Ping An Financial Center Construction Development Co., Ltd. have a relationship. In October 2018, the company signed a lease agreement with Shenzhen Ping An Financial Center Construction Development Co., Ltd., with the lease term beginning on November 1, 2018 and ending on October 31, 2021. During the reporting period, the confirmed transaction amount was RMB 1,041,685.12. In 2019, the two parties signed the "Early Termination Agreement for the lease of the Ping An Financial Center".

Note 20: The actual controller of the company and Beijing Fengruihui Asset Management Co., Ltd. is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Beijing Fengruihui Assets Management Co., Ltd. has an associated relationship. In 2019, the company signed a lease agreement with Beijing Fengruihui Asset Management Co., Ltd., the lease term began on January 1, 2019, and ended on March 31, 2019. The rent confirmed during the reporting period was RMB 280,039.41.

Note 21: The actual controller of the company and Beijing Kenting Asset Management Co., Ltd. is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Beijing Kenting Asset Management Co., Ltd. exist. connection relation. In 2019, the company signed a lease agreement with Beijing Kenting Asset Management Co., Ltd., with the lease term starting from January 1, 2019 and ending on December 31, 2019. The rent confirmed during the reporting period was RMB 1,153,199.79.

(4) Information on related-party guarantees

The Company as the guarantor- Joint ventures or associates

Guaranteed party	Guaranteed amount	Starting date of guarantee	Expiry date of guarantee	Whether the guarantee is fully performed or not
Gu'an Yiguang Science & Technology Co., Ltd. Note 22	150,000,000.00	2016/9/19	2021/9/19	No
Nanjing Airport Exhibition Investment Management Co., Ltd Note 23	182,325,000.00	2018/12/27	2021/12/24	No

Guaranteed party	Guaranteed amount	Starting date of guarantee	Expiry date of guarantee	Whether the guarantee is fully performed or not
Nanjing Airport Exhibition Investment Management Co., Ltd Note 24	153,000,000.00	2018/12/27	2024/11/27	No
Suzhou Torch Innovation and Entrepreneurship Incubation Management Co., Ltd Note 25	40,000,000.00	2018/12/29	2022/1/6	No
Nanjing Airport Exhibition Investment Management Co., Ltd Note 26	408,000,000.00	2019/1/30	2021/11/20	No
Jiaxing Rongguang Real Estate Development Co., Ltd. (Note 27)	39,000,000.00	2019/2/22	2022/2/21	No
Bazhou Yujingxuan Real Estate Development Co., Ltd. (Note 28)	73,500,000.00	2019/4/15	2020/7/15	No

Note 22: In September 2016, the company provided joint guarantee guarantee for the debt of RMB 150 million of the joint venture Gu'an Yiguang Technology Co., Ltd.

Note 23: In December 2018, the company provided joint guarantee guarantee for the RMB182 million debts of the joint venture Nanjing Airport Exhibition Investment Management Co., Ltd.

Note 24: In December 2018, the company provided joint guarantee guarantee for the RMB 153 million debts of the joint venture Nanjing Airport Exhibition Investment Management Co., Ltd

Note 25: In December 2018, the company provided joint guarantee guarantee for the debt of RMB 40 million of the joint venture Suzhou Torch Innovation and Entrepreneurship Incubation Management Co., Ltd.

Note 26: In January 2019, the company provided joint guarantee guarantee for the debt of 408 million yuan of the joint venture Nanjing Airport Exhibition Investment Management Co., Ltd

Note 27: In February 2019, the company provided joint guarantee guarantee for the debt of the company's Jiaxing Rongguang Real Estate Development Co., Ltd. of RMB 39 million

Note 28: In April 2019, the company provided joint guarantee guarantee for the debt of the affiliated company Bazhou Yujingxuan Real Estate Development Co., Ltd.

(5)Receivables from and payables to related parties

Name of related party	Loan amount	commencement date	Maturity date	Term
Loan				
Shanghai Hongshida Real Estate Development Co., Ltd. Note 29	429,000,000.00	2017-4-28	2020-4-27	36 months
Shanghai Hongshida Real Estate Development Co., Ltd. Note 30	230,000,000.00	2017-1-18	2020-1-17	36 months
Shanghai Hongshida Real Estate Development Co., Ltd. Note 31	715,000,000.00	2017-3-7	2020-3-6	36 months

Note 29: The company signed an entrusted loan contract with China Agricultural Bank Co., Ltd. Shanghai Nanhui Sub-branch and Shanghai Hongshida Real Estate Development Co., Ltd. on April

27, 2017. The contract loan amount was 631 million yuan, and the loan period was 36 months. The annual interest rate is 12% and will expire in April 2020. As of the end of the period, the loan amount was 429 million yuan.

Note 30: The company signed an entrusted loan contract with China Agricultural Bank Co., Ltd. Shanghai Nanhui Sub-branch and Shanghai Hongshida Real Estate Development Co., Ltd. on January 17, 2017, with a loan amount of 230 million yuan, a loan term of 36 months, and an annual loan interest rate. 17%, due in January 2020.

Note 31: The company signed an entrusted loan contract with China Agricultural Bank Co., Ltd. Shanghai Nanhui Sub-branch and Shanghai Hongshida Real Estate Development Co., Ltd. on March 2, 2017, with a loan amount of 215 million yuan, a loan term of 36 months, and an annual loan interest rate. 17%, due in March 2020

(6) Remunerations of the key management personnel

Item	Amount for current period	Amount for previous period
Remunerations of the key management personnel	63.44mr	35.23mr

6. Receivables from and payables to related parties

(1) Receivables

Item	Name of related party	Ending balance		Beginning balance	
		Book value	Bad debt	Book value	Bad debt
Other receivable	Baihou City Yuanguan Real Estate Development Co., Ltd	94,882,752.55	8,090,450.37	67,042,252.53	8,296,450.37
Other receivable	Dazhang Hui Autonomous County Yuda Real Estate Development Co., Ltd	161,722,721.92	8,086,136.10	161,177,388.59	8,058,869.41
Other receivable	Dazhang Hui Autonomous County Yujing Real Estate Development Co., Ltd.	771,015,122.97	13,550,756.15	446,039,003.45	22,301,950.17
Other receivable	Langfang Peacock Island Real Estate Development Co., Ltd.	405,526,923.65	20,276,346.18	425,239,894.30	20,261,994.72
Other receivable	Baihou City Peacock Lake Real Estate Development Co., Ltd	120,060,640.51	6,003,032.03	305,537,726.06	15,276,886.31
Other receivable	Zhangzhou Yuda Real Estate Development Co., Ltd	293,799,218.27	14,689,960.91	284,595,218.27	14,229,760.91
Other receivable	Wuhan Yuchen Real Estate Development Co., Ltd	185,060,266.67	17,053,013.33	189,783,225.00	9,489,161.25
Other receivable	Shenzhen Ping An Financial Center Construction Development Co., Ltd	5,124,499.50	256,224.98	5,124,499.50	256,224.98
Other receivable	Shenzhen Bay Shuangchuang Technology Service Co., Ltd	13,847,435.96		13,847,435.96	
Other receivable	Langfang Kaichuang Jutong Investment Co., Ltd	10,000,000.00	500,000.00	10,000,000.00	500,000.00
Other receivable	Jiaxing Ronggang Real Estate Development Co., Ltd	3,363,860.80	168,193.04	26,681,660.80	1,334,083.04
Other receivable	Jiaxing Yutong Real Estate Development Co., Ltd	141,449,638.15	7,072,481.91	363,567,624.00	18,178,381.20
Other receivable	Personal	40,737,000.00	2,036,850.00	7,691,482.20	384,574.11
Other receivable	Beijing Blue Coast Real Estate Development Co., Ltd	533,375,387.70	26,668,769.39	412,772,693.32	20,638,634.67

Item	Name of related party	Ending balance		Beginning balance	
		Book value	Bad debt	Book value	Bad debt
Other receivable	Zhuoyue Real Estate Group Co., Ltd.	170,620,096.56	8,531,004.83	169,041,640.08	9,452,082.00
Other receivable	Handan Hanye Real Estate Co., Ltd	15,290,556.57	764,527.83		
Other receivable	Nanjing Oriental Datang Real Estate Co., Ltd	37,292,049.92	1,864,602.50		
Other receivable	Shanghai Juntai Real Estate Development Co., Ltd.	32,483,000.00	1,624,150.00		
Other receivable	Haimen Kunyan Real Estate Co., Ltd.	32,483,000.00	1,624,150.00		
Other receivable	Beijing Yuangan Real Estate Co., Ltd.	19,813,000.00	990,650.00		
Interest receivable	Shanghai Hongshida Real Estate Development Co., Ltd	205,908,361.67		160,780,471.25	
Account receivable	Yungu (Gu'an) Technology Co., Ltd.	6,728,694.48	336,434.72		
Total		2,798,601,727.84	140,588,634.27	3,187,861,320.01	146,680,063.18

(2) Payables

Project name	Name of related party	Ending balance	Beginning balance
Other payables	Langfang Kuljia Real Estate Development Co., Ltd	597,681,151.35	700,451,386.35
Other payables	Beijing Blue Coast Real Estate Development Co., Ltd	133,906,086.34	664,399,946.32
Other payables	Tianjin Yalong Real Estate Development Co., Ltd	124,940,375.97	127,233,375.97
Other payables	Shanghai Shengyu Industrial Co., Ltd.	323,447,858.00	
Other payables	Nanjing Yinjiayuan Enterprise Management Co., Ltd.	310,919,337.50	
Other payables	Joy City Holdings Group Co., Ltd.	207,917,043.03	
Other payables	Shanghai Juntai Real Estate Development Co., Ltd.	124,631,487.00	
Other payables	Henan Changjian Real Estate Co., Ltd.	119,531,850.00	
Other payables	Nanjing Ruide Real Estate Co., Ltd.	28,878,616.00	
Other payables	Nanjing Airport Exhibition Investment Management Co., Ltd	23,460,000.00	
Total		1,995,312,805.19	1,492,084,708.64

7. Other Related-party Transactions

During the reporting period, the company held liquidity deposits, daily settlement business (granting employees' wages, bonuses, payment and collection services, depositing wages for migrant workers, pre-sale of commercial housing, etc.) and deposits due to settlement business at Langfang Bank. The current balance of deposits and liquidity deposits formed by settlement business does not exceed RMB 10 billion.

XI. Share-based Payments

1. Information on Share-based Payments (Unit: Per share)

Total equity instruments granted by the company in the current period	104,540,000.00
The total amount of equity instruments exercised by the company in the current period	0
Total equity instruments of the company that have expired in the current period	5,845,000.00
The scope of the exercise price of stock options issued at the end of the period and the remaining period of the contract	The exercise price of stock options granted for the first time in 2018 is RMB 27.46 /share, and the exercise period is from 2019 to 2022.
The scope of the exercise price of other equity instruments issued by the company at the end of the period and the remaining period of the contract	Restricted stocks granted for the first time in 2018, RMB 13.28 / share per share. 2019 to 2022 is the unlock period.

2. Equity-settled share-based payment

Method for determining the fair value of equity instruments granted	Black Scholes model, market price of company stock granted date
Basis for determining the number of vesting rights instruments	Based on industry and company turnover
Reasons for the significant difference between the current estimate and the previous estimate	N/A
The accumulated amount of equity-settled share-based payments included in capital reserve	350,285,200.00
Total amount of expenses confirmed by equity-settled share-based payment in the current period	172,091,200.00

XII. Commitments and Contingent Matters

1. Significant Commitments

(1) Capital Commitments

Item	Ending balance
Already contracted, but still not recognized in financial statements	
- Outside investment commitments	2,093,976,120.00
Total	**2,093,976,120.00**

(2) Operating lease commitments

As of the balance sheet date, the non-irrevocable operating lease contracts signed by the Company are as follows:

Item	Ending balance	Beginning balance
Min. lease payments under the non-revocable operating leases:		
The first year after the balance sheet date	215,708,918.59	249,557,427.34
The second year after the balance sheet date	136,139,948.11	118,885,866.86
The third year after the balance sheet date	95,304,965.74	43,838,003.57
Subsequent years	476,216,349.26	30,754,543.75
Total	**923,370,181.70**	**443,035,841.52**

(3) Other commitments

As of June 30, 2019, the agreed capital project expenses already contracted (mainly land contracts and project construction contracts) but not paid by the Contract total RMB40.42bn, which is paid in several coming years when the other parties to these contracts perform responsibilities and obligations under these contracts.

2. Contingent matters

(1) The Company provided mortgage loan guarantees for commodity housing purchasers according to real estate operation practice. Such guarantee is a staged joint guarantee. The guarantee term starts from the date when the mortgage loan contract among Company, the loan lender and the house purchaser becomes effective and ends on the date when the Company receives the House Ownership Certificate for the purchaser, assists the loan lender in handling mortgage registration and delivers the Encumbrance Certificate to the loan lender. By the end of reporting period, the aggregate of the staged guarantees provided by the Company for the commodity house purchasers is RMB69.242bn. Given that up to now, no house purchaser has defaulted under the mortgage loan contract and the current market price of these houses is higher than the selling price, the Company holds the view that the risk associated with the providing of these guarantees is very small.

Except for the said matters, the Company had no other contingent matters needing to be disclosed.

XII. Matters after the Balance Sheet Date

(I) Others

The company intends to transfer 100% equity of Beijing Wusheng Technology Co., Ltd., a wholly-owned subsidiary of the company, and 442 million credits to the project company to Ping An Life Insurance. At the same time, Ping An Life entrusts the company's subsidiary company to develop and construct the target property on the project site. And provide operational management services for the subject property after the completion of the development and construction of the target property. The matter has been reviewed and approved at the 73rd meeting of the sixth board of directors of the company and will be reviewed by the shareholders meeting.

XIII. Other Significant Matters

1. Segment Reporting

According to organization structure and internal management requirements, the Company determined two business segments, i.e. "Industrial New City Development and Construction Business" and "Real Estate Development and Others". "Industrial New City Development and Construction Business" includes infrastructure construction, industrial development service, land consolidation, park comprehensive service and auxiliary services for residential houses in the parks. "Real Estate Development and Others" includes real estate development, property service, hotel operation and so on.

The financial information on the reported segments in the first six months in 2019 is as follows:

Item	Industrial new cities	Real estate development and others	Offset	Total
Total operating revenue	13,909,660,729.21	26,134,404,244.68	1,313,952,171.72	38,730,112,802.18
Including: income from outside	13,621,864,743.61	25,108,248,058.57		38,730,112,802.18
Inter-segment income	287,795,985.60	1,026,156,186.12	1,313,952,171.72	
Total operating cost	8,110,904,074.27	25,249,152,080.65	1,974,475,528.85	26,385,580,626.27
Operating profit	7,151,295,918.00	7,486,285,483.77	2,568,435,003.39	12,069,146,398.38
Segment assets	199,560,348,803.11	394,869,022,693.80	137,361,884,649.92	457,067,486,847.01
Segment liabilities	155,078,490,010.82	378,767,781,907.67	131,069,558,075.37	402,776,713,843.12

XIV. Notes to Relevant Items of the Financial Statements of Parent Company

1. Other receivables

Item	Ending balance	Beginning balance
Interest receivables		
Dividend receivables	13,019,931,182.95	13,019,931,182.95
Other receivables	52,412,195,564.90	59,962,357,795.70
Total	**65,432,126,747.85**	**72,982,288,978.65**

(1)Dividend receivables

Item	Ending balance	Beginning balance
Langfang Jingyu Real Estate Development Co., Ltd	13,019,931,182.95	13,019,931,182.95
Total	**13,019,931,182.95**	**13,019,931,182.95**

(2) Other receivables

(1) In the portfolio, the other receivables for which bad debt provision is made with the aging analysis method:

Age	Ending balance
Less than 1 year	52,363,884,360.96
1-2 years	82,455,591.29
2-3 years	3,852,607.50
3-5 years	3,316,332.87
More than 5 years	4,152,929.25
Total	**52,457,661,821.87**

[2]Bad debt provision

Item	Beginning balance	Addition for current period	Reduction for current period		Ending balance
			Reversal	Written off	
Amount	61,151,458.97	997,128.65	16,682,330.65		45,466,256.97

[3]Classification of other receivables by nature

Nature	Ending balance	Beginning balance
Security deposit	11,266,128.66	11,266,128.66
Personal borrowing	3,336,634.34	1,647,011.05
Margin	82,781,763.25	83,381,763.25
Advances	681,469,332.79	1,006,384,287.60
Internal receivables & payables	51,678,807,962.83	58,920,830,069.11
Total	**52,457,661,821.87**	**60,023,509,254.67**

(4)Top five debtors in the ending balance of other receivables

Entity name	Amount	Age	Percentage in total other receivables (%)	Nature	Bad debt provision Ending balance
Gu'an CFLD Foundation Asset Management Co., Ltd	1,476,545,287.11	Less than 1 year	2.81	Internal receivables & payables	
Langfang Jingyu Real Estate Development Co., Ltd.	1,474,003,044.26	Less than 1 year	2.81	Internal receivables & payables	

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Entity name	Amount	Age	Percentage in total other receivables (%)	Nature	Bad debt provision Ending balance
Wuhan Peacock Island Real Estate Development Co., Ltd	821,896,455.68	Less than 1 year	1.57	Internal receivables & payables	
CFLD (Guigang) Industrial Port Investment Co., Ltd.	806,424,497.95	Less than 1 year	1.54	Internal receivables & payables	
CFLD (Shenzhen) Operation Management Co., Ltd.	772,191,406.95	Less than 1 year	1.47	Internal receivables & payables	
Total	5,353,250,691.35		10.2		

2. Long-term equity investments

(1) Classification of long-term equity investments

Item	Ending balance			Beginning balance		
	Book balance	Impairment provision	Book value	Book balance	Impairment provision	Book value
Investments in subsidiaries	9,839,233,697.42		9,839,233,697.42	8,829,233,697.42		8,829,233,697.42
Investments in associates and joint ventures	3,478,493,514.26		3,478,493,514.26	3,470,055,193.96		3,470,055,193.96
Total	13,317,727,211.68		13,317,727,211.68	12,299,288,891.38		12,299,288,891.38

(2) Investments in subsidiaries

Invested entity	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Langfang Jingyu Real Estate Development Co., Ltd.	1,669,468,030.75			1,669,468,030.75
CFLD Investment Co., Ltd.	50,000,000.00			50,000,000.00
Global Industrial Investment Co., Ltd.	2,271,340,000.00			2,271,340,000.00
CFLD Industry Investment Co., Ltd.	100,000,000.00			100,000,000.00
CFLD Capital Management Co., Ltd.	200,000,000.00			200,000,000.00
CFLD International Holding Limited	1,400,299,000.00			1,400,299,000.00
Shenzhen Partner Real	525,000,000.00			525,000,000.00

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Invested entity	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Estate Brokering Co., Ltd. Jiangmen Dingxing Park Construction Development Co., Ltd	2,413,126,666.67			2,413,126,666.67
CFLD (Zhongshan) Industrial New City Investment Co., Ltd.	200,000,000.00			200,000,000.00
CFLD New City Investment Co., Ltd		1,000,000,000.00		1,000,000,000.00
CFLD Industry New City Nanjing Gaochun Construction Development Co., Ltd		10,000,000.00		10,000,000.00
Total	**8,829,233,697.42**	**1,010,000,000.00**		**9,839,233,697.42**

(3) Investments in associates and joint ventures

Invested entity	Beginning balance	Addition or reduction for current period							Ending balance	Ending balance of impairment provision
		Additional Investment	Decreased investment	Investment profit/loss recognized under equity method	Adjustment to other comprehensive income	Other change in equity	Cash dividends or profit declared for distribution	Impairment provision made	Others		
I. Joint ventures										
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.	463,290,028.25			6,992,529.41						470,282,557.66	
Subtotal	463,290,028.25			6,992,529.41						470,282,557.66	
II. Associates											
Hebei New Display Industry Development Fund (Limited Partnership)	3,006,765,165.71			1,445,790.89						3,008,210,956.60	
Subtotal	3,006,765,165.71			1,445,790.89						3,008,210,956.60	
Total	3,470,055,193.96			8,438,320.30						3,478,493,514.26	

3. Operating income and operating cost

(1) Listing of operating income and cost:

Item	Amount for current period		Amount for previous period	
	Income	Cost	Income	Cost
Principal business	993,518,530.25		849,566,038.74	
Other business				
Total	993,518,530.25		849,566,038.74	

4. Investment income

Item	Amount for current period	Amount for previous period
Income from long-term equity investments under equity method	8,438,320.30	19,847,786.85
Income from entrusted investments and wealth management products	35,352,609.50	40,506,243.65
Entrusted loan investment income		377,358,490.59
Total	**43,790,929.80**	**437,712,521.09**

IV. Supplemental Information

1. Schedule of extraordinary profit or loss

Item	Current amount	Note
Profit or loss from disposal of non-current assets	-96,925,326.45	
Government grants included in current profit or loss, except for those closely related to the normal business operation of the company, conforming the state policies and constantly received at a fixed quota or amount based on certain standards	83,087,265.16	
Fund occupation fee received from non-financial enterprises that is included in current profit or loss	6,283,270.44	
Profit or loss from entrusting others for investment or asset management	46,123,323.84	
Profit or loss from outside entrusted loans	43,814,112.17	
Gains and loss from changes in fair value of investment properties		
Profit or loss from disposal of long-term equity investments	59,127,199.64	
Other non-operating income and expenses other than the above	-69,159,713.15	
Less: income tax impact of extraordinary profit or loss	-33,799,629.96	
Less: net impact on extraordinary profit or loss attributable to minority shareholders	-207,863.66	
Extraordinary profit or loss attributable to ordinary share shareholders of the company	**38,342,638.03**	

2. ROE and EPS

Profit for reporting period	Weighted average ROE	EPS	
		Basic EPS	Diluted EPS
Net profit attributable to ordinary share shareholders of the Company	21.34%	2.78	2.76
Net profit attributable to ordinary share shareholders of the Company after extraordinary items	21.34%	2.76	2.75

(This page is intentionally left blank and the signature and seal page of the notes to the financial statements.)

China Fortune Land Development Co., Ltd.

2020.1.3

统一社会信用代码

91110102083765691XD

营业执照

（副 本）(5-1)

扫描二维码登录"国家企业信用信息公示系统"了解更多登记、备案、许可、监管信息

名　　称　中兴财光华会计师事务所（特殊普通合伙）

类　　型　特殊普通合伙企业

执行事务合伙人　姚庚春

经营范围　审查企业会计报表、出具审计报告；验证企业资本，出具验资报告；办理企业合并、分立、清算事宜中的审计业务，出具相关报告；承办会计咨询、会计服务业务；法律、行政法规规定的其他审计业务；代理记账；房屋租赁；税务咨询；企业管理咨询。（企业依法自主选择经营项目，开展经营活动；代理记账以及依法须经批准的项目，经相关部门批准后依批准的内容开展经营活动；不得从事本市产业政策禁止和限制类项目的经营活动。）

成立日期　2013年11月13日

合伙期限　2013年11月13日 至 2033年11月12日

主要经营场所　北京市西城区阜成门外大街2号22层A24

登记机关　北京市西城区市场监督管理局

2019 年 12 月 12 日

会计师事务所

执业证书

名　　称：中兴财光华会计师事务所（特殊普通合伙）

首席合伙人：姚庚春

主任会计师：

经营场所：北京西城区阜成门外大街2号22层A24

组织形式：特殊普通合伙

执业证书编号：11010205

批准执业文号：京财会许可[2014]0031号

批准执业日期：2014年03月28日

证书序号：0000187

说　明

1、《会计师事务所执业证书》是证明持有人经财政部门依法审批，准予执行注册会计师法定业务的凭证。

2、《会计师事务所执业证书》记载事项发生变动的，应当向财政部门申请换发。

3、《会计师事务所执业证书》不得伪造、涂改、出租、出借、转让。

4、会计师事务所终止或执业许可注销的，应当向财政部门交回《会计师事务所执业证书》。

发证机关：北京市财政局

二〇一八年四月四日

中华人民共和国财政部制

证书序号：000360

会计师事务所
证券、期货相关业务许可证

经财政部、中国证券监督管理委员会审查，批准

中兴财光华会计师事务所（特殊普通合伙）执行证券、期货相关业务。

首席合伙人：姚庚春

证书号：30　　发证时间：二〇一九年十二月九日

证书有效期至：二〇二一年十二月八日

F-268

年度检验登记
Annual Renewal Registration

本证书经检验合格，继续有效一年。
This certificate is valid for another year after this renewal.

2004

证书编号：
No. of Certificate

批准注册协会：
Authorized Institute of CPAs

发证日期：
Date of Issuance

与原件一致

THE CHINESE INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

姓名 Full name
性别 Sex
出生日期 Date of birth
工作单位 Working unit
身份证号码 Identity card No.




THE CHINESE INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
姓名 Full name 王风雷
性别 Sex 男
出生日期 Date of birth 1965-08-08
工作单位 Working unit 中天财兴会计师事务所（特殊普通合伙）
身份证号码 Identity card No. 130104195508081339
与原件一致


HEBICPA
2019
2018
证书编号 No. of Certificate 130000050210
批准注册协会 Authorized Institute of CPAs 北京注册会计师协会
发证日期 Date of Issuance 1996 年 06 月 21 日
2015 年 2 月 3 日



年度检验登记
Annual Renewal Registration

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年度检验登记
Annual Renewal Registration

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CPA
2018
年检专用章

年 月 日

与原件一致

8



年度检验登记
Annual Renewal Registration

本证书经检验合格，继续有效一年。
This certificate is valid for another year after this renewal.

年度检验登记
Annual Renewal Registration

本证书经检验合格，继续有效一年。
This certificate is valid for another year after this renewal.

CPA
2014
年检专用章

年 月 日

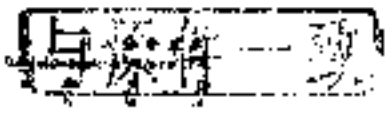
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注册会计师工作单位变更事项登记
Registration of the Change of Working Unit by a CPA



注册会计师工作单位变更事项登记
Registration of the Change of Working Unit by a CPA



China Fortune Land Development Co., Ltd.

2018 Auditor's Report

ZhongXingCaiGuangHuaShenKuaiZi [2019] No.111062

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中兴财光华
Zhongxingcai Guanghua Certified Public Accountants LLP
ADD A-24F, Yanbo New World No.2 Fuchengmenwai Avenue, Xicheng District Beijing China
PC
TEL:010-52805600
FAX:010-52805601

Auditor's Report

ZhongXingCaiGuangHuaShenKuaiZi (2019) No.111062

To all shareholders of China Fortune Land Development Co., Ltd.:

I. Opinion

We have audited the financial statements of China Fortune Land Development Co., Ltd (hereinafter referred to as "CFLD" or "the Company"), which comprise the consolidated and parent company balance sheet as at December 31, 2018, and the consolidated and parent company income statement, the statement of cash flows for the year then ended and the notes to the financial statements.

In our opinion, the attached financial statements are prepared, in all material respects, and present fairly the consolidated and parent company financial position of CFLD as at December 31, 2018 as well as the consolidated and parent company results of operation and cash flows for the year then ended in accordance with the Accounting Standards for Business Enterprises.

II. Basis for Our Opinion

We conducted our audit in accordance with the Auditing Standards for Certified Public Accountants in China. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. According to the Code of Ethics for Chinese CPA, we are independent of the Company and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

III. Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a

separate opinion on these matters. We ensure that key audit matters identified in our audit are summarized as follows:

Key Audit Matter	How our audit addressed the Key Audit Matter
1. Receivables-Recoverability of Government Park Refer to Notes to the Consolidated Financial Statements 2018, III. Significant Accounting Policies and Estimates of the Company 10. Receivables and V. Notes to Main Items of Financial Statements 7. Notes receivables & Accounts receivables The company's Receivables are carried 35,215.20 million at RMB as at 31 December 2018, included government park receivable carried 34,736.91 million at RMB as at 31 December 2018. The receivables of the government park are mainly from the company's industrial new city business. The main customers are local governments. Based on the principle of prudence and historical experience, the provision for bad debts is made to the receivables according to the ageing analysis method of 632.75 million at RMB as at 31 December 2018. The management has assessed the recoverability of Receivable Government Park, based on the evidence management gained	(1) Tested the key internal controls related to the recoverability and impairment provision of the government park receivables. (2) Obtained the policies and methods of management's provision for bad debts and evaluated their rationality. (3) Reviewed the relevant considerations and objective evidence of the management's assessment of the collectability of the government park settlements, including obtaining a long aged receivable government park settlement list, previous park settlement payment records, and management's payment to the government's payment park. Assessment of the progress of the recovery. (4) Obtained the breakdown of the accounts receivable from the government parks, and judged whether the ageing of the accounts receivable with bad debt provision by the ageing combination is appropriate, and the management's provision for bad debts is re-calculated. (5) Interviewed the Government park with significant amount of balance relation to the recoverability. Sent letters of confirmation to Government park to confirm the amount of receivable.

Key Audit Matter	How our audit addressed the Key Audit Matter
We identified the recoverability of receivable-Government park as a key audit matter, because the significant amount of balance, estimation on key assumptions and judgements made by the management.	(6) Checked the development agreement, park payment agreement, bills, special purpose audit report and confirmation file of the result of payment, reviewed the recognition of receivable- Government park is timely and accurate. (7) Checked payment record after the balance sheet date
2.Revenue recognition- Sale of properties	
Refer to Notes to the Consolidated Financial Statements 2018, III. Significant Accounting Policies and Estimates of the Company 26. Revenue Recognition Principles and V. Notes to Main Items of Financial Statements 37. Turnover and Cost of sales. The sales of properties carried 51,547.23 million at RMB as in 2018 period, 61.51% of total revenue. We identified the revenue recognition- sale of properties as a key audit matter, because the significant amount of revenue, the risk of manipulation, and recognition in a wrong period.	(1) Assessed the internal control relation to the Sale of properties. (2) Checked the completion certifications and relevant files regarding to the revenue recognized in 2018. (3) Compared the sale of properties and project completion files, and checked the financial data and data from sale department. (4) Conducted sample test from financial records and sale records, checked the sale agreement and relevant supporting documents to ensure that the properties certificates have transferred, and assessed the relevant sale of properties whether recognized

Key Audit Matter	How our audit addressed the Key Audit Matter
	in right period. (5) Checked the revenue recognized timely by checking the number of inventory properties. (6) Conducted sample test for the revenue recognized after the balance sheet date, to check the relevant supporting documents, and to ensure that the revenue recognized in the right period

IV. Other Information

The management of the Company is responsible for the other information. The other information comprises information of the Company's annual report in 2018, but excludes the financial statements and our auditor's report.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

V. Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's management is responsible for preparing the financial statements in accordance with the requirements of Accounting Standards for Business Enterprises to achieve a fair presentation, and for designing, implementing and maintaining internal control that is necessary to ensure that the financial statements are free from material misstatements, whether due to frauds or errors.

In preparing the financial statements, management of the Company is responsible for assessing the Company's ability to continue as a going concern, disclosing matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

VI. Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the audit standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the audit standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

(1) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, omissions, misrepresentations, or the override of internal control.

(2) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.

(3) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of the Company.

(4) Conclude on the appropriateness of using the going concern assumption by the management of the Company, and conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

(5) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

(6) Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit matters, including any significant deficiencies in internal control that we identify during our audit.

We also provide governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with Audit Committee, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in

extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Zhongxinghuai Guanghua Certified Public Accountants LLP

Chinese Certified Public Accountant:

Chinese Certified Public Accountant:

Beijing, China

April 19, 2019

Balance Sheet

Prepared by: China Fortune Land Development Co., Ltd

Currency unit: RMB yuan

Item	Note	Dec. 31, 2018		Dec. 31, 2017	
		Consolidated	Parent company	Consolidated	Parent company
CURRENT ASSETS:					
Bank deposit	V.1	47,251,783,657.02	9,130,241,719.90	68,104,884,888.26	14,802,394,524.25
Notes receivables & Accounts receivables	V.2	34,437,662,054.65		38,910,217,711.17	
Including: Notes Receivables					
Accounts receivables		34,437,662,054.65		38,910,217,711.17	
Prepayments	V.3	3,700,794,205.56	110,876,513.45	1,520,448,175.43	90,135,329.29
Other receivables	V.4	13,331,331,262.73	72,987,268,578.65	11,109,294,417.99	70,153,864,413.65
Including: Interest receivables		280,738,901.42		521,993,180.94	360,000,000.00
Dividend receivables			13,019,931,182.95		9,019,931,182.95
Inventories	V.5	254,572,679,712.30		329,754,385,400.09	
Non-current assets maturing within one year	V.6	2,015,614,903.00	2,015,614,903.00	6,240,448,303.00	5,020,714,903.00
Other current assets	V.7	13,169,906,384.19	68,825,873.08	12,706,505,211.84	72,586,927.03
Total current assets		367,960,372,179.95	84,305,797,938.06	348,466,284,162.78	90,939,896,103.47
NON-CURRENT ASSETS:					
Financial assets available for sale	V.8	864,273,493.07	22,000,000.00	595,301,038.65	22,000,000.00
Long-term equity investment	V.9	4,747,734,513.07	12,799,268,891.38	4,038,432,803.24	10,484,885,961.49
Investment properties	V.10	2,246,100,000.00		2,979,445,038.30	
Fixed assets	V.11	5,073,297,167.41	9,693,635.65	2,842,156,490.70	13,485,753.99
Construction in progress	V.12	12,663,238,507.08		4,206,766,331.31	
Intangible assets	V.13	5,340,096,503.07	163,644,707.09	5,193,041,537.73	103,669,776.99
Goodwill	V.14	501,976,520.62		541,616,937.31	
Long-term deferred expenses	V.15	2,760,769,492.39	771,751.11	1,790,276,960.42	3,858,756.03
Deferred income tax assets	V.16	3,240,310,179.02	150,864,673.17	2,362,641,733.19	107,515,051.90
Other non-current assets	V.17	5,075,470,468.92	888,501,774.08	2,879,940,666.50	1,333,709,575.00
Total non-current assets		41,751,461,880.05	13,634,795,425.68	27,433,660,102.85	12,068,955,475.50
Total assets		409,711,834,060.00	97,940,593,363.74	375,919,950,264.93	103,007,851,578.72

Chief Executive Officer:

Chief Financial Officer:

Finance Manager:

Balance Sheet (continued)

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	Note	Dec. 31, 2018		Dec. 31, 2017	
		Consolidated	Parent company	Consolidated	Parent company
CURRENT LIABILITIES:					
Short-term borrowings	V.18	4,180,81[illegible]	150,000,000.00	4,848,781,280.07	
Notes payables & Accounts payables	V.19	42,099,82[illegible]		33,859,[illegible]	
Rental and value deposits	V.20	127,841,828,747.80		132,470,121,298.94	
Compensation payable to employees	V.21	2,043,171,624.08	400,202,808.30	2,149,843,778.17	557,156,705.36
Taxes and fees payables	V.22	8,179,084,835.69	300,488,844.46	8,251,881,295.65	338,065,240.26
Other payables	V.23	22,758,834,276.08	28,878,875,505.00	17,810,304,889.31	27,738,80[illegible].80
including: interest payables		1,726,888,800.13	1,076,888,884.74	1,278,228,898.70	1,060,552,283.35
Non-current liabilities maturing within one year	V.24	20,110,864,188.07	1,487,280,472.81	19,426,285,255.83	3,886,156,801.84
Other current liabilities	V.25	5,734,287,222.37	2,469,42[illegible].25	10,079,406,841.35	5,985,713,809.83
Total current liabilities		242,984,693,995.78	84,795,273,111.83	229,883,488,975.89	49,388,787,826.84
NON-CURRENT LIABILITIES:					
Long-term borrowings	V.26	83,093,180,898.62	113,758,000.00	87,073,977,852.89	748,750,000.00
Bonds payable	V.27	68,875,617,937.77	36,171,985,862.34	38,987,888,700.83	28,348,413,751.39
Long-term payables	V.28	1,201,487,748.83		708,806,187.38	
Deferred income	V.29	17,294,824.86		11,218,775.89	
Deferred income tax liabilities	V.15	72,808,557.56		28,730,402.46	
Other non-current liabilities			1,958,958.70		1,958,958.70
Total non-current liabilities		313,473,778,527.64	36,287,854,821.04	76,783,268,845.83	29,084,122,788.09
Total liabilities		564,988,834,338.33	73,072,987,742.88	304,648,888,821.71	77,186,888,888.85
Shareholders' equity:					
Share capital	V.30	3,003,251,788.00	3,003,251,788.00	2,864,848,708.00	2,854,848,708.00
Other equity instruments	V.31	9,000,000,000.00	9,000,000,000.00	9,000,000,000.00	9,000,000,000.00
including: preferred stock					
Perpetual bonds		9,000,000,000.00	9,000,000,000.00	9,000,000,000.00	9,000,000,000.00
Capital reserve	V.32	2,38[illegible]	6,382,128,804.96	3,437,306,22[illegible]	7,580,748,408.58
Less: treasury shares	V.33	841,498,[illegible]	841,480,400.00		
Other comprehensive income	V.34	-218,388,847.56		-1,[illegible]	
Special reserve					
Surplus reserve	V.35	1,813,690,187.27	1,808,362,921.30	1,505,142,300.00	1,492,446,099.58
Retained earnings	V.36	28,266,994,[illegible]	8,349,312,532.67	20,240,[illegible]	4,864,798,[illegible]
Total equity attributable to shareholders of parent company		43,776,[illegible]	28,697,585,546.88	37,136,447,275.54	25,626,[illegible]
Non-controlling interests		10,936,[illegible]		33,077,[illegible]	
Total shareholders' equity		54,713,[illegible]	28,697,585,546.88	74,[illegible]	25,[illegible]
Total liabilities and shareholders' equity		499,713,[illegible]	87,[illegible]	[illegible]	[illegible]

Chief Executive Officer: Chief Financial Officer: Finance Manager:

Income Statement

Prepared by: China Hillhold Land Development Co., Ltd.

Currency unit: RMB yuan

Item	Note	2024		2023	
		Consolidated	Parent company	Consolidated	Parent company
I. Revenue	V.37	[illegible]	[illegible]	[illegible]	[illegible]
Less: Cost of sales	V.37	[illegible]		[illegible]	
Taxes and surcharges	V.38	[illegible]	[illegible]	[illegible]	[illegible]
Selling expenses	V.39	[illegible]	[illegible]	[illegible]	[illegible]
Administrative expenses	V.40	[illegible]	[illegible]	[illegible]	[illegible]
Research and development expenses	V.41	[illegible]			
Financial expenses	V.42	[illegible]	[illegible]	[illegible]	[illegible]
Including: Interest expenses		[illegible]	[illegible]	[illegible]	[illegible]
Interest income		[illegible]	[illegible]	[illegible]	[illegible]
Impairment losses of assets	V.43	[illegible]	[illegible]	[illegible]	[illegible]
Credit impairment losses	V.44	[illegible]	[illegible]	[illegible]	[illegible]
Gains on disposal of assets (losses marked with a "-" symbol)	V.45	[illegible]	[illegible]	[illegible]	[illegible]
Including: Income from investments in associates and joint ventures		[illegible]	[illegible]	[illegible]	[illegible]
Gains from changes in fair value (losses represented with a "-" symbol)	V.46	[illegible]		[illegible]	
Gains from disposal of assets	V.47	[illegible]		[illegible]	
II. Operating profit (losses represented with a "-" symbol)		[illegible]	[illegible]	[illegible]	[illegible]
Add: non-operating income	V.48	[illegible]	[illegible]	[illegible]	[illegible]
Less: non-operating expenditure	V.49	[illegible]	[illegible]	[illegible]	[illegible]
Total profits (total losses represented with a "-" symbol)		[illegible]	[illegible]	[illegible]	[illegible]
Less: income tax expenses	V.50	[illegible]	[illegible]	[illegible]	[illegible]
III. After-tax profits (total losses represented with a "-" symbol)		[illegible]	[illegible]	[illegible]	[illegible]
(I) Net profits classified by operating continuity					
1. Net profits from continuing operations (net losses marked with "-")		[illegible]	[illegible]	[illegible]	[illegible]
2. Net profits from discontinued operations (net losses marked with "-")					
(II) Net profits attributable to ownership					
1. Net profits attributable to owners of parent company		[illegible]		[illegible]	
2. Non-controlling interests		[illegible]		[illegible]	
IV. Other comprehensive income net of tax		[illegible]		[illegible]	
Net other comprehensive income attributable to owners of parent company		[illegible]		[illegible]	
(I) Other comprehensive income that will not be reclassified into profit or loss					
1. Changes from re-measurement on net defined benefit plan					
2. Share of the other comprehensive income that cannot be reclassified into profit or loss by the investee under the equity method					
(II) Other comprehensive income that will be reclassified into profit or loss		[illegible]		[illegible]	
1. Share of the other comprehensive income that will be reclassified into profit or loss by the investee under the equity method					
2. Profit or loss of fair changes on the fair value of available-for-sale financial assets					
3. Held-to-maturity investments reclassified into profit or loss of financial asset assessed for use					
4. Effective portion of hedging profit or loss of cash flows					
5. Translation difference of foreign operations financial statements		[illegible]		[illegible]	
6. Other		[illegible]			
Net other comprehensive income attributable to minority shareholders		[illegible]		[illegible]	
V. Total comprehensive income		[illegible]	[illegible]	[illegible]	[illegible]
Total comprehensive income attributable to owners of parent company		[illegible]		[illegible]	
Total comprehensive income attributable to minority shareholders		[illegible]		[illegible]	
VI. Earnings per share					
(I) Basic earnings per share		[illegible]		[illegible]	
(II) Diluted earnings per share		[illegible]		[illegible]	

Chief Executive Officer: Chief Financial Officer: Finance Manager:

Statement of Cash Flows

Prepared by: China Fortune Land Development Co., Ltd

Currency unit: Ren Min Bi yuan

Item	Note	2018		2017	
		Consolidated	Parent company	Consolidated	Parent company
I. Cash flows from operating activities:					
Cash received from sales of commodities or rendering of labor service		75,115,256,866.24	2,512,304,091.02	78,063,388,834.59	3,286,745,453.98
Refund of taxes received					
Other cash received relating to operating activities	VI.1	4,842,908,022.45	82,284,383,043.74	3,542,329,792.54	162,198,543,765.56
Subtotal of cash inflows		80,058,164,888.69	184,796,687,134.76	81,605,718,627.13	165,484,289,219.54
Cash paid for goods and labor services		56,370,480,173.25		70,962,466,118.68	
Cash paid to and for employees		12,712,872,238.39	3,476,463,837.84	8,277,369,127.85	1,200,613,752.22
Payments of all types of taxes and fees		10,076,990,651.75	143,968,611.90	11,612,311,210.70	65,611,612.24
Other cash paid relating to operating activities	VI.1	8,227,675,033.07	99,522,461,809.68	7,561,360,956.92	151,634,720,871.11
Subtotal of cash outflows		87,488,997,096.53	103,141,894,258.25	97,830,261,414.82	153,413,786,836.72
Net cash flows from operating activities		-7,427,812,208.02	-2,665,206,223.49	-16,227,720,887.69	2,092,472,382.82
II. Cash flows from investing activities:					
Cash received from recovery of investments		4,811,726,815.72	388,200,000.00	8,340,170,000.00	5,595,856,521.74
Cash received from returns on investments		418,243,662.19	359,638,110.40	432,240,762.23	258,815,108.74
Net cash received from disposal of fixed assets, intangible assets and other long-lived assets		55,422,916.00	8,275.00	29,668,162.00	147,840.00
Net cash received from the disposal of subsidiaries and other business entities		7,695,741,670.11		30,534,647.84	
Other cash received relating to investing activities	VI.1	500,000,000.00		2,560,462,142.81	
Subtotal of cash inflows		8,471,863,784.02	758,046,385.40	8,105,206,719.96	5,854,879,470.48
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets		7,987,872,786.87	49,057,763.50	4,602,148,965.38	44,837,798.35
Cash paid for investments		5,973,186,339.00	2,885,963,235.30	8,528,701,547.00	7,888,885,885.00
Net cash paid for the acquisition of subsidiaries and other business entities		2,787,569,408.72		14,722,452,822.08	
Other cash paid relating to investing activities	VI.1	946,927,778.00		1,080,994,940.31	
Subtotal of cash outflows		18,697,556,312.59	2,934,021,098.80	28,135,298,333.76	7,933,323,484.35
Net cash flows from investing activities		-9,825,692,528.57	-2,175,974,713.40	-20,029,815,887.80	-2,078,443,984.27
III. Cash flows from financing activities:					
Cash received by absorbing investments		4,317,178,406.80	535,200,000.00	40,070,444,768.12	8,000,000,000.00
Including: cash received by subsidiaries by absorbing investments from minority shareholders		3,675,000,000.00		32,070,444,768.12	
Cash received from borrowings		42,130,458,480.80	830,000,000.00	47,268,279,000.14	955,000,000.00
Cash received from issue of bonds		30,856,537,647.00	18,238,000,000.00	18,698,126,342.68	7,878,540,000.00
Other cash received relating to financing activities	VI.1	42,470,175.00		526,860,756.23	
Subtotal of cash inflows		77,346,644,709.60	19,604,000,000.00	106,563,804,866.17	16,833,540,000.00
Cash paid for repayments of debts		44,285,114,837.28	18,734,720,400.12	20,527,860,902.60	2,978,511,505.00
Cash payments for distribution of dividends or profit or cash payments of interest		15,408,183,283.12	5,133,778,739.91	7,312,496,320.20	4,143,307,455.12
Including: dividends and profit paid by subsidiaries to minority shareholders					
Other cash payments relating to financing activities	VI.1	27,744,520,044.73	1,268,454.71	16,423,521,902.82	118,855,727.24
Subtotal of cash outflows		87,437,818,165.13	23,869,767,594.74	44,463,881,325.71	7,241,894,686.36
Net cash flows from financing activities		-10,091,173,455.53	-4,265,767,594.74	62,099,923,540.46	9,591,645,313.64
IV. Effect of exchange rate change upon cash and cash equivalents		304,692,868.17		38,827,881.78	
V. Net increase in cash and cash equivalents		-27,039,986,323.95	-9,107,148,531.63	20,881,207,247.22	9,605,673,712.35
Add: cash and cash equivalents at beginning of period		54,204,301,950.60	14,202,384,574.25	43,324,094,703.38	4,596,710,861.90
VI. Cash and cash equivalents at end of period		46,906,673,743.31	5,136,241,718.58	64,204,374,858.60	14,202,384,574.25

Chief Executive Officer: Chief Financial Officer: Finance Manager

Consolidated Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd

Currency unit: RMB yuan

Item	Items													
	Equity attributable to shareholders of parent company													
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Subtotal	Non-controlling interests	Total shareholders' equity
		Preferred stock	Perpetual bonds	Others										
I. Ending balance last year	2,884,949,708.00		9,000,000,000.00		1,417,906,731.68		-1,105,814.86		1,875,147,961.63	20,188,730,837.22		37,265,819,947.28	262,937,903,947.68	71,092,869,894.96
Add: change of accounting policy										81,427,309.28		81,427,309.28		81,427,309.28
Correction of previous errors														
Merger of enterprises under the common control														
Others														
II. Beginning balance this year	2,884,949,708.00		9,000,000,000.00		1,417,906,731.68		-1,105,814.86		1,875,147,961.63	20,188,730,837.22		37,265,819,947.28	262,937,903,947.68	71,092,869,894.96
III. Amount of increase or decrease this year (decrease represented with a "-" specified)	48,368,000.00				-1,063,386,337.28	843,480,480.96	-218,180,999.10		481,847,697.94	6,316,657,548.38		5,440,859,950.68	-82,998,100,057.28	-15,368,047,806.96
(I) Total comprehensive income							-218,180,999.10			13,345,782,470.20		13,127,601,471.10	58,371,689.48	13,185,973,160.58
(II) Capital invested and (decreased) by shareholders	-48,375,000.00				-1,084,388,437.45	843,480,480.96						-1,976,243,734.35	-23,731,028,426.44	-25,499,253,194.72
1. Ordinary shares invested by shareholders													-4,459,645,349.37	-4,459,645,349.37
2. Capital invested by holders of other equity instruments														
3. Amount of payments by shares recorded in shareholders' equity	48,375,000.00				712,379,420.00	843,480,480.96						1,678,234,000.00		1,678,234,000.00
4. Others					-1,884,767,737.25							-1,884,767,737.25	-17,361,296,727.74	-19,246,064,464.99
(III) Profit distribution									481,847,697.94	-7,028,924,921.82		-6,547,077,223.88	-324,847,518.25	-6,871,924,742.13
1. Appropriated surplus reserve									481,847,697.94	-481,847,697.94				
2. Distribution to shareholders										-6,547,077,223.88		-6,547,077,223.88		-6,547,077,223.88
3. Others													-324,847,518.25	-324,847,518.25
(IV) Internal carryover of shareholders' equity														
1. Conversion of capital reserve into share capital														
2. Conversion of surplus reserve into share capital														
3. Making up losses with surplus reserve														
4. Others														
(V) Special reserve														
1. Allocation for current period														
2. Use during the current period														
(VI) Others														
IV. Ending balance this year	3,033,261,708.00		9,000,000,000.00		353,518,394.43	843,480,480.96	-218,294,647.96		2,357,095,659.57	26,505,388,385.60		43,706,679,897.62	180,839,803,890.40	55,724,822,088.00

Chief Executive Officer:

Chief Financial Officer:

Chief Accounting Officer:

Consolidated Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd

Currency unit: RMB yuan

Item	2017												
	Equity attributable to shareholders of parent company												
	Share capital	Other equity instruments			Capital reserve	Less: treasury stocks	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Other	Subtotal	Non-controlling interests	Total shareholders' equity
		Perpetual bond	Others											
I. Ending balance last year	2,954,845,708.00		1,000,000,000.00		5,982,258,774.90		244,614,287.36		1,378,894,173.57	14,156,532,425.28		25,716,545,369.11	15,870,752,897.41	41,587,298,266.52
Add: Change of accounting policy										27,329,464.68		27,329,464.68		27,329,464.68
Correction of previous errors														
Merger of enterprises under the common control														
Others														
II. Beginning balance this year	2,954,845,708.00		1,000,000,000.00		5,982,258,774.90		244,614,287.36		1,378,894,173.57	14,183,861,889.96		25,744,874,833.79	15,870,752,897.41	41,615,627,731.20
III. Amount of increase or decrease this year (decrease expressed with a "-" symbol)			4,000,000,000.00		-3,444,953,548.61		-245,720,586.22		402,296,189.36	8,081,258,817.32		8,792,879,871.85	21,268,240,985.26	30,061,120,857.11
(I) Total comprehensive income							246,720,586.22			8,820,569,643.74		8,567,849,475.52	23,298,209.53	8,591,147,685.05
(II) Capital invested and decreased by shareholders			8,000,000,000.00		-2,444,953,548.61							5,555,046,451.39	21,359,208,645.42	26,914,255,096.81
1. Ordinary shares invested by shareholders													20,618,313,738.92	20,618,313,738.92
2. Capital invested by holders of other equity instruments			8,000,000,000.00									8,000,000,000.00	4,164,668,268.13	12,164,668,268.13
3. Amount of payments by shares recorded in shareholders' equity														
4. Others					-2,444,953,548.61							-2,444,953,548.61	-23,080,873,363.52	-25,525,826,911.13
(III) Profit distribution									402,296,189.36	-1,738,310,825.42		-1,336,014,636.06	-58,754,168.87	-1,394,768,804.93
1. Appropriated surplus reserve									402,296,189.36	-402,296,189.36				
2. Distribution to shareholders										-1,336,014,636.06		-1,336,014,636.06	-58,754,168.87	-1,394,768,804.93
3. Others														
(IV) Internal carryover of shareholders' equity														
1. Conversion of capital reserve into share capital														
2. Conversion of surplus reserve into share capital														
3. Making up losses with surplus reserve														
4. Others														
(V) Special reserve														
1. Allocation for current period														
2. Use (Ending balance this period)														
(VI) Others														
IV. Ending balance this year	2,954,845,708.00		5,000,000,000.00		2,537,304,774.99		-1,106,864.86		1,781,190,363.93	22,265,120,707.28		34,337,253,979.34	37,129,241,628.67	71,466,495,608.01

Chief Executive Officer

Chief Financial Officer

Finance Manager

Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd.

Currency unit: RMB yuan

Item	2018											
	Share capital	Other equity instruments			Capital reserve	Less: treasury stocks	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Total shareholders' equity
		Preferred stock	Perpetual bonds	Others								
I. Ending balance last year	2,864,848,709.00		9,000,000,000.00		7,580,748,406.98				1,400,445,085.08	4,884,788,881.10		25,830,830,882.17
Add: change of accounting policy												
Correction of previous errors												
Others												
II. Beginning balance this year	2,864,848,709.00		9,000,000,000.00		7,580,748,406.98				1,400,445,085.08	4,884,788,881.10		25,830,830,882.17
III. Amount of increase or decrease this year (decrease expressed with a "-" symbol)	48,305,000.00				771,379,400.00	841,480,400.00			407,947,827.24	460,523,991.47		1,046,864,678.71
(I) Total comprehensive income										4,079,478,272.38		4,079,478,272.38
(II) Capital invested and decreased by shareholders	48,305,000.00				771,379,400.00	841,480,400.00						178,194,000.00
1. Ordinary shares invested by shareholders												
2. Capital invested by holders of other equity instruments												
3. Amount of payments by shares recorded in shareholders' equity	48,305,000.00				771,379,400.00	841,480,400.00						178,194,000.00
4. Others												
(III) Profit distribution									407,947,827.24	-3,618,955,420.81		-3,231,007,593.57
1. Allocated surplus reserve									407,947,827.24	-407,947,827.24		
2. Distribution to shareholders										-2,658,452,036.10		-2,658,452,036.10
3. Others										-551,555,557.57		-551,555,557.57
(IV) Internal carryover of shareholders' equity												
1. Conversion of capital reserve into share capital												
2. Conversion of surplus reserve into share capital												
3. Making up losses with surplus reserve												
4. Others												
(V) Special reserve												
1. Allocation for current period												
2. Use during current period												
(VI) Others												
IV. Ending balance this year	2,913,153,709.00		9,000,000,000.00		8,352,127,806.98	841,480,400.00			1,808,392,912.32	5,345,312,872.57		26,877,695,570.88

Chief Executive Officer:

Chief Financial Officer:

Finance Manager:

Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	2017											
	Share capital	Other equity instruments			Capital reserve	Less: treasury stocks	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Total shareholders' equity
		Preferred stock	Perpetual bonds	Others								
I. Ending balance last year	2,854,946,709.00		3,000,000,000.00		7,580,748,406.99				998,156,908.72	3,620,221,942.68		18,154,074,967.59
Add: change of accounting policy												
Correction of previous errors												
Others												
II. Beginning balance the year	2,854,946,709.00		3,000,000,000.00		7,580,748,406.99				998,156,908.72	3,620,221,942.68		18,154,074,967.59
III. Amount of increase or decrease this year (decrease expressed with a "-" symbol)			5,000,000,000.00						402,288,186.35	1,264,567,738.22		8,666,855,924.58
(I) Total comprehensive income										4,027,843,863.64		4,027,843,863.64
(II) Capital invested and decreased by shareholders			5,000,000,000.00									5,000,000,000.00
1. Ordinary shares invested by shareholders												
2. Capital invested by holders of other equity instruments			5,000,000,000.00									5,000,000,000.00
3. Amount of payments by shares included in shareholders' equity												
4. Others												
(III) Profit distribution									402,288,186.35	-2,763,276,125.42		-2,360,987,939.06
1. Allocated surplus reserve									402,288,186.35	-402,288,186.35		
2. Distribution to shareholders										-1,950,264,827.94		-1,950,264,827.94
3. Others										-410,723,111.13		-410,723,111.13
(IV) Internal carryover of shareholders' equity												
1. Conversion of capital reserve into share capital												
2. Conversion of surplus reserve into share capital												
3. Making up losses with surplus reserve												
4. Others												
(V) Special reserve												
1. Allocation for current period												
2. Use during current period												
(VI) Others												
IV. Ending balance this year	2,854,946,709.00		8,000,000,000.00		7,580,748,406.99				1,400,445,095.06	4,884,788,681.10		26,820,930,892.17

Chief Executive Officer: Chief Financial Officer: Finance Manager

Notes to the Consolidated Financial Statements 2018

(Exclusive of special notes, the unit in the Notes shall be CNY)

I. Company Profile

(I) Company Profile

China Fortune Land Development Co., Ltd. (hereinafter "the Company" or "this Company") is formerly known as Zhejiang King Refrigeration Industry Co., Ltd. (hereinafter "Zhejiang King"), which was a Sino-foreign equity joint venture company established from the overall restructuring of Zhejiang King Refrigeration Industry Co., Ltd. (a limited liability company), subject to the approval of two documents, namely, the document numbered Zhen Shang Shi [2001] No.24 issued by the Leading Group for Enterprise Listing under Zhejiang Provincial People's Government and the document numbered Wai Jing Mao Zip Err Han [2001] No.550 issued by the former Ministry of Foreign Trade and Economic Cooperation. On December 15, 2003, upon the approval China Securities Regulatory Commission (Document: Zheng Jian Fa Xing Zip [2003] No.144), the Company issued 40,000,000 ordinary shares of RMB1 per share to the public, at an offering price of RMB7.30 per share. The stocks of the Company have been listed for trading in Shanghai Stock Exchange since December 30, 2003.

The controlling shareholder of this Company is China Fortune Land Development Holding Co., Ltd., with a controlling proportion of 41.31%, and the ultimate controller is Mr. Wang Endue.

Registered Office:

No.1, North Side of No.3 Road
West Side of Beijing-Kaifeng Expressway
Gu'an County, Hebei Province.

Corporate Headquarters:

7/F, Tower A, Gateway Plaza
18 Xiaoguang, East 3rd Ring Road North
Chaoyang District, Beijing

Authorized Representative: Wang Endue

Registered Capital: RMB3,003,251,709.00

Business Scope: investment in the construction of real estate, industry parks and infrastructure; real estate agent services; provision of construction equipment and services; business management consulting; biomedicine research and development, science and technology promotion and service.

(II) Approver of Issuance of Financial Statements and Approved Issuance Date of Financial Statements

These financial statements and notes have been approved at the 66th meeting of the 6th Board of Directors of the Company held on April 19, 2019.

(III) Scope of Consolidated Financial Statements for Current Year

This Company has incorporated all its subsidiaries (including separate entities controlled by this Company) into the scope of consolidated financial statements, including a total of 504 enterprises and structured entities controlled by this Company. Compared with last year, 102 enterprises and entities are added due to establishment and 4 enterprises are added due to business combination under different control, sold 2 enterprises and Minority shareholders increase capital in 1 enterprise. For details, please refer to Note "VII. Interests in Other Entities".

This Company and its subsidiaries are mainly engaged in industry park construction and real estate development.

II. The Basis of The Preparation of Financial Statements

1. Basis of Preparation

The financial statements of this Company are prepared on the basis of going-concern assumption and actual transactions and matters, and in accordance with Accounting Standards for Business Enterprises issued by the Ministry of Finance on 15 February 2006 Basic Standards and various specific accounting standards, application guides to accounting standards for business enterprises, interpretations thereof and other relevant rules (hereinafter collectively referred to as "Accounting Standards for Business Enterprises") issued by the Ministry of Finance, as well as the disclosure rules of No.15 of Preparation and Presentation Rules of Information Disclosure by Companies Publicly Offering Securities – General Provisions on Financial Statements (2014 revision).

The Company follows the accrual basis of accounting. The financial statements are prepared under the historical cost convention except for certain financial assets and financial liabilities. If an asset is impaired, provisions shall be recognized.

2. Going Concern

For at least 12 months from the end of this reporting period, the Company possesses the ability to operate as a going concern and is free from any significant matter that might affect its going-concern ability.

III. Significant Accounting Policies and Estimates of the Company

1. Declaration of Compliance with Accounting Standards for Business Enterprises

These financial statements follow the requirements of Accounting Standards for Business Enterprises, and truthfully and completely reflect the consolidated financial condition of the Company and that of its parent company as at December 31, 2018 as well as the consolidated operating results and cash flow and those of the parent company for the year of 2018.

2. Accounting Period

The accounting period of this Company is the calendar year from January 1 to December 31.

3. Operating Cycle

Normal operating cycle refers to the period from when the Company purchases the assets for processing when the Company realizes cash or cash equivalents. This Company takes 12 months as one operating cycle, which will also serve as the standard for classifying the liquidity of assets and liabilities.

4. Functional Currency

This Company uses RMB as its functional currency, and also uses RMB to prepare its consolidated financial statements. This Company and its subsidiaries select their functional currency mainly depending on the pricing and settlement currency of main business revenue and expenditure. As the recording currencies used by some subsidiaries of this Company are different from its own functional currency, this Company converts the foreign currency financial statements of these subsidiaries in preparing the financial statements (see Note III 8 Conversion of Foreign Currency Transactions and Statements).

5. Business combination and consolidated financial statements

Business combination means a transaction or event in which two or more separate entities are combined into a single reporting entity. Business combinations are divided into business combinations involving entities under common control and those not under common control.

(1) Business Combinations involving entities under Common Control

Business combination under common control means that enterprises participating in the combination are ultimately controlled by the same party or parties before and after the combination, and such control is not temporal. In case of business combination under common control, the party obtaining the control over other participating enterprises on the combination date is the combining party, while the other enterprises participating in the combination are combined parties. The combination date means the date when the combining party obtains the control over the combined parties.

The assets and liabilities obtained by the combining party is measured at their book value with the combined parties on the combination date. As for the difference between the book value of the net assets obtained by the combining party and that of the combination consideration paid by it (or total par value of shares issued), the capital reserve (capital stock premium) should be adjusted accordingly; if the capital reserve (capital stock premium) is insufficient to offset the difference, the retained earnings should be adjusted.

Various direct expenses incurred by the combining party in conducting business combination are included in current profit or loss when incurred.

(2) Business Combinations involving entities not under common control.

Business combination not under common control means that enterprises participating in the combination are not ultimately controlled by the same party or parties before and after the combination. In the case of a business combination not under common control, the party acquiring the control over other participating enterprises on the acquisition date is the acquirer, while other enterprises participating in the combination are acquirees. Acquisition date means the date when the acquirer actually obtains the control over the acquirees.

As for a business combination not under common control, the combination costs include the fair value of assets given, liabilities incurred or assumed and equity securities issued by the acquirer in order to acquire the control over the acquire, and the audit, legal service, evaluation and consulting and other overheads incurred for business combinations is included in the current profit or loss when incurred. The trading costs of the equity securities or debt securities issued by the acquirer in consideration of the combination are included in the initially recognized amount of equity securities or debt securities. The contingent consideration concerned is included in the combination costs at the fair value on the acquisition date, and if it is necessary to adjust the contingent consideration due to new or further evidence of any circumstance existing on the acquisition date within 12 months after the acquisition date, consolidated goodwill should be adjusted accordingly. Combination costs incurred by the acquirer and the net identifiable assets acquired in the combination is measured at their fair value on the acquisition date. The excess of the combination costs over the fair value of the net identifiable assets acquired from the acquiree on the acquisition date is recognized as goodwill. If the combination costs are less than the fair value of the net identifiable assets acquired from the acquiree in the combination, the first necessary step is to review the measurement of the fair value of the net identifiable assets, liabilities or contingent liabilities acquired from the acquiree as well as the combination costs; if after the review, the combination costs are still less than the fair value of the net identifiable assets acquired from the acquiree in the combination, the difference is included in the current profit or loss.

If the deductible temporary difference acquired by the acquirer from the acquiree is not recognized on the acquisition date due to incompliance with the recognition conditions of deferred income tax assets, but if within 12 months after the acquisition date, there is new or further information indicating the existence of relevant circumstance on the acquisition date and the it is expected that the economic benefit arising from the deductible temporary difference of the acquiree on the acquisition date can be realized, relevant deferred income tax assets should be recognized and goodwill should be reduced accordingly; if the goodwill is insufficient to offset the difference, the difference is recognized as current profit or loss; except under the foregoing circumstances, if deferred income tax assets related to a business combination are recognized, such assets should be included in current profit or loss.

As for a business combination not under common control realized in steps through several deals, it is necessary to clarify whether such deals constitute a "package deal", according to the Notice of the Ministry of Finance on Printing and Issuing Interpretation No.5 of Accounting Standards for Business Enterprises (Cai Kuai [2012] No.19) and Article 51 of Accounting Standards for Business Enterprises No.33 – Consolidated Financial Statements regarding the standard of "package deal". If the deals constitute a "package deal", the accounting treatment is made by reference to the descriptions in the foregoing paragraphs in this section and Note III.13 "Long-term Equity Investments"; if the deals do not constitute a "package deal", it is necessary to differentiate individual financial statements and consolidated financial statements in the relevant accounting treatment:

In individual financial statements, the sum of the book value of the equity investment held in the acquiree prior to the acquisition date and the additional investment cost on the acquisition date is used as the initial investment cost of such investment; if the equity interest held in the acquiree prior to the acquisition date involves other comprehensive income, at the time of deposal of such investment, accounting treatment is made for other comprehensive income related to it on the

same basis upon which the acquiree will directly dispose of relevant assets or liabilities (It is reported as current investment income unless it is already reflected in the changes of net assets and/or net liabilities by the acquire according to the equity method.)

In the consolidated financial statements, the equity interest held in the acquirer prior to the acquisition date is re-measured at its fair value on the acquisition date, and the difference between fair value and book value is included in the current investment income; if the equity interest held in the acquiree prior to the acquisition date involves other comprehensive income, then accounting treatment should be made for other comprehensive income related to such investment on the same basis upon which the acquiree will directly dispose of relevant assets or liabilities (It is reported as current investment income from the date of acquisition, unless it is already reflected in the changes of net assets and/or net liabilities by the acquire according to the equity method.]

6. Method of Preparation of Consolidated Financial Statements

(1) Principle of Determining Scope of Consolidated Financial Statements

The consolidation scope of consolidated financial statements is determined on the basis of control. Control means that this Company possesses a power over the investee, is entitled to variable return by participating in relevant activities of the investee and is able to affect the amount of such return by applying its power over the investee. The consolidation scope covers this Company and all of its subsidiaries, which mean entities controlled by this Company.

Once changes of relevant facts and circumstances result in changes of relevant elements involved in the foregoing definition of Control, this Company will reevaluate the consolidation scope.

(2] Method of Preparation of Consolidated Financial Statements

From the date when this Company acquires the actual control over the net assets and production and operation decisions of a subsidiary, it begins to incorporate such subsidiary into the consolidation scope, and from the date when it loses the actual control, this Company excludes the subsidiary from the consolidation scope. As for a subsidiary that has been disposed of, the operating results and cash flow prior to the disposal date have been properly included in the consolidated income statement and consolidated cash flow statement; as for a subsidiary disposed of in the current period, the opening balance of the consolidated balance sheet is not adjusted. As for a subsidiary added through business combination under different control, its operating results and cash flow after the acquisition date have been properly included in the Consolidated Income Statement and consolidated cash flow statement, and no adjustment is made to the opening balances and comparison figures of the consolidated financial statements. As for a subsidiary added through business combination under common control and the combined party in an absorptive combination, their operating results and cash flow from the beginning of the current period to the combination date have been properly included in the consolidated income statement and consolidated cash flow statement, and adjustments is also made to the comparison figures in the consolidated financial statements.

In the preparation of the consolidated financial statements, if the accounting policy or accounting period adopted by a subsidiary is different from that of this Company, the corresponding adjustments is made to the financial statements of the subsidiary according to the accounting policy and accounting period of this Company. As for a subsidiary acquired through a business

combination under different control, adjustments are made to its financial statements on the basis of the fair value of its net identifiable assets on the acquisition date.

All significant current balances, transactions and unrealized profits within the Company are deducted in preparing the consolidated financial statements.

In the stockholders' equity and net profit or loss for the current period, portions not owned by this Company is separately presented under stockholders' equity and net profit items in the consolidated financial statements as minority equity and minority interest income. The portion of net profit or loss of the subsidiary for the current period which is attributable to minority equity is presented as "minority interest income" item under net profit item in the consolidated income statement. Even if the minority shareholders' share of the loss of the subsidiary exceeds their share of the stockholders' equity at the beginning of the period, the minority interest will still be written down.

When this Company loses the control over a subsidiary due to the disposal of part of equity investment or any other reason, this Company re-measures the remaining equity interest at its fair value on the date of loss of control. The investment income for this period is reported by the sum of the consideration received from the disposal of equity interest and the fair value of the remaining equity interest, less the share of net assets which is available to this Company according to the original shareholding proportion and is continuously calculated from the acquisition date. Other comprehensive income related to the equity investment in the original subsidiary will receive accounting treatment at the time of loss of control on the same basis as the acquiree would directly use to dispose of relevant assets or liabilities (i.e. except the changes resulting from such original subsidiary re-measuring net defined benefit plan liabilities or assets, the remaining portion of income is reported as the current investment income). Subsequently, the remaining portion of equity interest is measured according to Accounting Standards for Business Enterprises No. 2 – Long-term Equity Investments or Accounting Standards for Business Enterprises No. 22 – Recognition and Measurement of Financial Instruments and other relevant regulations, as set forth in detail in Note III.13 "Long-term Equity Investments" or Note III.9 "Financial Instruments".

If this Company disposes of the equity investment in a subsidiary in steps through several deals till it loses the control over such subsidiary, it is necessary to ascertain whether the deals will constitute a package deal. If the terms, conditions and economic impact of the deals used to dispose of the equity investment in the subsidiary meet one or more of the following conditions, this usually indicates that the several deals should undergo accounting treatment as a package deal. ①these deals are made simultaneously or made considering the impact on each other; ②these deals can achieve a complete business result only taken together; ③the occurrence of a deal depends on the occurrence of at least one of the other deals; ④a deal is not economical separately but is economical if considered together with other deals. If the deals do not constitute a package deal, each deal will receive accounting treatment separately depending on the circumstances pursuant to applicable principles, such as "partial disposal of long-term equity investment in a subsidiary without the loss of control" (detailed in Note III.13 (2) ④) and "losing the control over an original subsidiary due to disposal of part of equity investment or other reason" (detailed in the preceding paragraph). If the deals constitute a package deal, the deals will receive accounting treatment as a single deal with the foregoing purpose; however, prior to the loss of control, the difference between each disposal price and the share of net assets in the subsidiary corresponding to disposal of the investment is recognized other comprehensive income

In the consolidated financial statements and is reported as the profit or loss for the period in which loss of control occurs when the control is lost.

7. Standard of Determining Cash and Cash Equivalents

Cash and cash equivalents of this Company include cash on hand, deposits readily available for payment as well as investments held by this Company with short term (generally to mature within three months from the acquisition date), strong liquidity, ready convertibility into a known amount of cash, and insignificant risk of change in value.

8. Conversion of Foreign Currency Transactions and Statements

(1) Conversion Method of Foreign Currency Transactions

Foreign currency transactions of this Company are converted into reporting currency at the time of initial recognition according to the spot rate on the trading day (usually referring to the middle rate of foreign exchange quotation on the day as published by PBC, the same below), but foreign currency conversion or related transactions of the Company is converted into recording currency at the actual exchange rate.

(2) Conversion Method of Foreign Currency Monetary Items and Non-Monetary Items

On the balance sheet date, foreign currency monetary items are converted using the spot rate on the balance sheet date. The exchange difference arising because the spot rate on such date is different from that at the time of initial recognition or on the previous balance sheet date is included in current profit or loss, except that the exchange difference arising from a special foreign exchange loan meeting capitalization conditions is included in the costs of relevant assets during the capitalization period.

Foreign currency non-monetary items measured at historical cost is still be converted using the spot rate on the transaction occurrence date, and no change is made to the amount of recording currency. Foreign currency non-monetary items measured at fair value is converted using the spot rate on the determination date of fair value; the difference between the converted amount of recording currency and the original amount of recording currency is treated as a change in fair value (including change in foreign exchange) and be included in current profit or loss or recognized as other comprehensive income.

(3) Conversion Method of Foreign Currency Statements

If controlled subsidiaries, joint ventures and associated enterprises of this Company use recording currencies different from that of this Company, it is necessary to convert these foreign currency statements and then carry out financial accounting and prepare consolidated financial statements. Asset and liability items in the balance sheet is converted using the spot rate on the balance sheet date, and owner's equity items is converted using the spot rate prevailing at the time of occurrence, except the item "undistributed profit". Revenue and expense items in the income statements are converted using the spot rate on the transaction occurrence date. Accounting difference in foreign currency statements arising from conversion is presented in the item "other comprehensive income".

Foreign currency cash flow and overseas subsidiaries' cash flow is converted using the spot rate or its approximate rate on the occurrence date of cash flow. The effect of exchange rate change on cash is separately presented in the cash flow statement as a reconciliation item.

Opening balances and actual values in the previous year is presented in the values converted from financial statements in previous year.

When this Company loses the control over overseas operation in disposing of all owner's equity in overseas operation or due to disposal of part of equity investment or any other reason, the foreign exchange statement conversion differences presented under the stockholders' equity item in the balance sheet which are related to overseas operation and attributable to owner's equity of the parent company are reported as the profit or loss for the period in which disposal is made.

When the Company's proportion of interest in overseas operation is reduced due to disposal of part of equity investment or any other reason but the Company does not lose its control over the overseas operation, the foreign currency statement conversion differences related to such overseas operation is attributable to minority interest rather than reported as current profit or loss. At the time of disposal of part of the equity interest in overseas operation which is an associated enterprise or joint venture, the foreign currency statement conversion difference related to such overseas operation is reported as the profit or loss for the period in which disposal is made, in proportion to the disposal of such overseas operation.

9. Financial Instruments

A financial asset or liability is recognized when this Company becomes a party to a financial instrument contract. Financial assets and financial liabilities are measured at fair value at the time of initial recognition. As for financial assets and liabilities which are measured at their fair value and the variations of which are included in the current profit or loss, relevant transaction costs are directly included in profit or loss; as for other types of financial assets and liabilities, relevant transaction costs are included in the initially recognized amount.

(1) Method of Determining Fair Value of Financial Assets and Liabilities

Fair value means the price received by a market participant for selling an asset or paid by him for transferring a liability in an orderly transaction occurring on the measurement date. If there is an active market for a financial instrument, this Company uses the Quotation on an active market as its fair value. Quotation on an active market means a price which is readily available from an exchange, broker, industry association or pricing service agency on a regular basis and which represents an actual market transaction at arm's length. If there is no active market for the financial instrument, this Company calculates its fair value by using valuation techniques, which include referring to the price used in a market transaction recently conducted by parties which are informed and willing to enter into transaction, referring to the current fair value of other substantially identical financial instruments, discounted cash flow method, option pricing model, etc.

(2) Classification, Recognition and Measurement of Financial Assets

Conventionally traded financial assets are recognized and derecognized on trading day. At the time of initial recognition, financial assets are classified into financial assets which are measured at their fair value and the variations of which are included in current profit or loss, held-to-maturity investments, loans and receivables as well as financial assets available for sale.

① Financial Assets Which Are Measured at their Fair Value and the Variations of Which Are Included in Current Profit or Loss

Including trading financial assets and those financial assets which are designated as being measured at fair value with their variations included in current profit or loss.

Trading Financial Assets refer to financial assets that meet any of the following conditions: A. such financial assets are procured mainly for sale in short term; B. such financial assets are a part of a portfolio of identifiable financial instruments that are collectively managed, and there is objective evidence that this Company recently uses a short-term profit method to manage this portfolio; C. such financial assets are derivatives, except for derivatives that are designated as effective hedging instruments, derivatives falling under financial guarantee contracts, as well as derivatives that are linked to equity instruments which have no quotation on an active market, the fair value of which cannot be reliably measured and which must be settled through the surrender of such equity instruments.

Financial assets meeting any of the following conditions can be designated as financial assets which are measured at their fair value and the variations of which are included in current profit or loss at the time of initial measurement: A. such designation can eliminate or remarkably reduce the inconsistency in the recognition or measurement of relevant gains or losses due to different measurement bases; B. This Company's formal written documents of risk management or investment strategy have indicated that the financial asset portfolio or the portfolio of financial assets and liabilities containing such financial assets is managed, evaluated and reported to key management personnel on the basis of fair value.

Financial assets which are measured at their fair value and the variations of which are included in current profit or loss is subsequently measured at their fair value, and the gains or losses arising from changes in fair value as well as dividend and interest related to such financial assets is included in the current profit or loss.

② Held-to-maturity Investments

Held-to-maturity investments refer to non-derivative financial assets with fixed maturity date and fixed or determinable recoverable amount, for which this Company has a clear intention and ability to hold till the maturity.

Held-to-maturity investments are subsequently measured using effective interest method at the amortized cost, and all the gains or losses arising from de-recognition, impairment or amortization of such financial assets are included in current profit or loss.

Effective interest method means a method in which the amortized cost and the Interest income or expense of financial assets or financial liabilities (including a group of financial assets or financial liabilities) are calculated at the effective interest rate. The effective interest rate refers to the interest rate at which the future cash inflow or outflow of financial assets or financial liabilities within their estimated duration or applicable shorter period is discounted to the current book value of such financial assets or financial liabilities

In calculating the effective interest rate, this Company estimates the future cash flow (without regard to future credit loss) after considering all the contractual terms of the financial assets or financial liabilities, and it considers the charge, transaction costs and discount or premium which are paid or collected among the parties to financial asset or financial liability contracts as part of the effective interest rate.

③ Receivables

Receivable claims arising because this Company sells goods or provides services, as well as claims held by this Company in other enterprises (excluding debt instruments with quotations on active market), including accounts receivable, other receivables and notes receivable, will have an initially recognized amount as the contract or agreement price receivable from the buyers; if the claims have a financing nature, they are initially recognized at their present value.

④ Financial Assets Available for Sale

Including non-derivative financial assets designated as being available for sale at the time of initial recognition, as well as financial assets other than financial assets which are measured at fair value and the variations of which are included in current profit or loss, loans and receivables and held-to-maturity investments.

The ending cost of debt instrument investments available for sale is determined according to the amortized cost method, i.e. the initially recognized amount reduced by paid principal, plus or less the cumulative amortization arising when the Company uses the effective interest method to amortize the difference between such initially recognized amount and maturity amount, and less impairment loss incurred. The ending cost of equity instruments available for sale is their initial acquisition costs.

Financial assets available for sale is subsequently measured at their fair value, and the gains or losses arising from changes in fair value is recognized as other comprehensive income, except that impairment loss and exchange differences of foreign currency-denominated monetary financial assets related to amortized cost is included in current profit or loss; when such financial assets are derecognized, these gains or losses are transferred from other comprehensive income to current profit or loss. However, equity instrument investments that have no quotations on active market and the fair value of which cannot be measured reliably, as well as derivative financial assets which are linked to such equity instruments and must be settled through the surrender of such equity instruments is subsequently measured at their costs.

Interest obtained during the holding period of the financial assets available for sale as well as cash dividend declared by the investee is included in the investment income.

(3) Impairment of Financial Assets

Except for financial assets which are measured at their fair value and the variations of which are included in current profit or loss, this Company inspect the book value of other financial assets on each balance sheet date, and make provision for impairment if there is objective evidence showing the impairment of financial assets.

This Company will carry out separate impairment test for financial assets with significant individual amount; as for financial assets with insignificant individual amount, impairment test can be conducted either separately or in a financial asset portfolio with similar credit risk characteristics. As for financial assets showing no impairment in the separate tests (including financial assets with significant and insignificant individual amounts), they are included in a financial asset portfolio with similar credit risk characteristics for another impairment test. Financial assets for which impairment losses have been individually recognized is not included in a financial asset portfolio with similar credit risk characteristics for another impairment test.

① Impairment of Held-to-maturity Investments, Loans and Receivables

As for financial assets measured at costs or amortized costs, their book values are written down to the present value of expected future cash flow, and the writedown amount is recognized as impairment loss and included in current profit or loss. After impairment loss is recognized for a financial asset, if there is objective evidence showing that the value of such financial asset has been recovered and this is objectively related to an event occurring after the recognition of such loss, the originally recognized impairment loss should be reversed; the book value after reversal of impairment loss of the financial asset should not exceed the amortized cost of such financial asset on the reversal date, assuming that no provision for impairment is made.

② Impairment of Financial Assets Available for Sale

When it is judged based on relevant factors that the decline in the fair value of an equity instrument investment is significant or non-transient, this indicates that such equity instrument investment available for sale suffers impairment. Wherein, "significant decline" means that the decline in fair value exceeds 20% cumulatively; "non-transient decline" means that the length of continuous decline in the fair value exceeds 12 months

When a financial asset available for sale suffers impairment, the cumulative loss which arises from fair value decline and is originally included in other comprehensive income is transferred out and included in current profit or loss. The cumulative loss transferred out is the balance of the initial acquisition cost of the asset less the recovered principal and amortized amount, present fair value and the impairment loss originally included in profit or loss.

After the recognition of impairment loss, if later there is objective evidence showing that the value of such financial asset has been recovered and is objectively related to an event occurring after the recognition of such loss, the originally recognized impairment loss should be reversed; the reversal of impairment loss of an equity instrument investment available for sale is recognized as other comprehensive income, while the reversal of impairment loss of debt instrument available for sale should be included in current profit or loss.

The Company does not reverse the impairment loss of equity instrument investments which have no quotations on an active market and whose fair value cannot be measured reliably, or derivative financial assets which are related to such equity instrument and must be settled through surrender of such equity instrument.

(4) Recognition Basis and Measurement Method of Transfer of Financial Assets

Any financial asset that meets any of the following conditions is derecognized: ① the contractual right to receive the cash flow from such financial asset is terminated; ② such financial asset has been transferred, and almost all risks and rewards on the ownership of the financial asset have been reported as the transferee; ③ such financial asset has been transferred, and although the enterprise neither transfers nor retains almost all the risks and rewards on the ownership of such financial asset, it waives the control over such financial asset

If the enterprise does not transfer or retain almost all risks and rewards on the ownership of the financial asset, or waive the control over such financial asset, relevant financial asset is still recognized depending on the degree of its continued involvement with the transferred financial asset, and relevant liability is recognized accordingly. The degree of continued involvement with the transferred financial asset means the level of risks the enterprise is exposed to due to changes in value of such financial asset

If a financial asset is generally transferred and thus meets the de-recognition conditions, the difference between the book value of the transferred financial asset and the sum of the consideration received in connection with transfer and the cumulative amount of changes in fair value which is originally included in other comprehensive income is included in the current profit or loss.

If a financial asset is partially transferred and meets the de-recognition conditions, the book value of the transferred financial asset is allocated between the derecognized part and the non-derecognized part according to their relative fair values; the difference between the sum of the consideration received due to transfer and the cumulative amount of changes in fair value which should be allocated to the derecognized part and has been originally included in other comprehensive income and the foregoing allocated book value is included in current profit or loss.

As for a financial asset sold with right of recourse or a financial asset held by this Company and endorsed for transfer, this Company should determine whether almost all risks and rewards on the ownership of such financial asset have been transferred. If almost all risks and rewards on the ownership of such financial asset have been reported as the transferee, such financial asset is derecognized; if almost all risks and rewards on the ownership of such financial asset are retained, such financial asset is not derecognized; If this Company neither transfers nor retains almost all risks and rewards on the ownership of such financial asset, this Company continues to judge whether it retains the control over such asset and perform accounting treatment according to the principles described in the foregoing paragraphs.

(5) Classification and Measurement of Financial Liabilities

At the time of initial recognition, financial liabilities are classified into two types, namely, financial liabilities which are measured at their fair value and the variations of which are included in current profit or loss, and other financial liabilities. At the time of initial recognition, financial liabilities are measured at fair value. As for financial liabilities which are measured at their fair value and the variations of which are included in current profit or loss, the relevant transaction costs are directly included in current profit or loss; as for other financial liabilities, relevant transaction costs are included in the initially recognized amount.

① Financial Liabilities which Are Measured at their Fair Value and the Variations of which are Included in Current Profit or Loss

The conditions for classifying financial liabilities into trading financial liabilities and financial liabilities which are designated as being measured at fair value with variations being included in current profit or loss at the time of initial recognition are consistent with the conditions for classifying financial assets into trading financial assets and financial assets which designated as being measured at fair value with variations being included in current profit or loss at the time of initial recognition.

Financial liabilities which are measured at their fair value and the variations of which are included in current profit or loss is subsequently measured at fair value, and the gains or losses arising from changes in fair value as well as dividend and interest expenses related to such financial liabilities is included in current profit or loss.

② Other Financial Liabilities

Derivative financial liability which is linked to an equity instrument that has no quotation on active market and the fair value of which cannot be measured reliably, and which must be settled through surrender of such equity instrument, is subsequently measured at cost. Other financial liabilities are subsequently measured at amortized cost using the effective interest method, and the gains or losses arising from de-recognition or amortization is included in current profit or loss.

(6) De-recognition of Financial Liabilities

Only when the present obligation on a financial liability is discharged, can such financial liability or a part thereof be derecognized. If this Company (as the debtor) and the creditor enter into an agreement to replace an existing financial liability by assuming a new financial liability, and the contractual terms of the new financial liability are materially different from those of the existing financial liability, this Company derecognizes the existing financial liability and recognize the new financial liability at the same time.

If a financial liability is derecognized in whole or in part, the difference between the book value of the derecognized part and the consideration paid (including non-cash assets transferred out or new financial liability assumed) is included in current profit or loss.

(7) Offset of Financial Assets against Financial Liabilities

When this Company has the legal right to offset recognized financial asset and financial liability and is currently allowed to execute such legal right, and it intends to settle on a net basis or simultaneously liquidate such financial asset and satisfy such financial liability, they are presented in the balance sheet in the amount after offsetting. Otherwise, financial assets and financial liabilities are separately presented in the balance sheet and not offset against each other.

(8) Equity Instruments

Equity Instrument means a contract that proves the ownership of residual equity in the assets of this Company after deduction of all liabilities. This Company issues (including refinancing), repurchases, sells or cancels equity instruments to treat changes in equity. This Company does not recognize the changes in fair value of equity instruments. Transaction costs related to equity transactions are deducted from equity.

Various distributions (excluding stock dividend) made by this Company to holders of equity instruments reduces stockholders' equity. This Company will not recognize the changes in fair value of equity instruments.

10 Receivables

Receivables include accounts receivable and other receivables.

(1) Receivables with Significant Individual Amount and Individual Provision for Bad Debts

Criterion or amount standard of significant individual amount	Accounts receivable with a balance of above RMB50 million (included) and other receivables with a balance of above RMB50 million (included)
Method of making provision for bad debts on receivables with significant individual amount	This Company performs separate impairment test for receivables with significant individual amount. Receivables that do not show impairment in the separate test are included in

	a receivables portfolio with similar credit risk characteristics for another impairment test. Receivables for which impairment loss has been recognized in separate test is not included in a receivables portfolio with similar credit risk characteristics for further impairment test.

(2) Receivables with Provision for Bad Debts Made by Credit Risk Portfolios

As for receivables with insignificant individual amount and receivables which have significant individual amount but do not show impairment in separate impairment test, this Company will group financial assets by the similarity and relevance of credit risk characteristics. These credit risks usually reflect the ability of the debtor to repay all due amounts pursuant to the contractual terms of such assets and are related to the measurement of future cash flow of inspected assets.

A. Basis of determination of different portfolios:

Item	Basis of Determining Portfolios
Portfolio I	This portfolio consists of receivables other than those in Portfolio II and those with individual provision for bad debts. Based on historical experience, this Company makes provision for bad debts on receivables in this portfolio using the aging analysis method.
Portfolio II	This portfolio is created on the basis of the credit risk characteristics of the debtor and mainly consists of receivables showing no impairment after separate test (including receivables with significant and insignificant individual amounts from this Company's affiliates, governmental departments and partners, cash deposits, down payments and similar types of sums), and it is highly unlikely that bad debts will arise on these sums.
Portfolio III	This portfolio is created for new city business, the debtors are mainly from local government. Therefore based on historical experience and industry, this Company makes provision for bad debts on receivables in this portfolio using the aging analysis method.

B. Method of making provision for bad debts on different portfolios

Item	Method
Portfolio I	Aging analysis method
Portfolio II	No provision made for bad debts
Portfolio III	Aging analysis method

a. Between the portfolios, method applicable to the portfolio using the aging analysis method to make provision for bad debts

Aging	Proportion for Accounts Receivable (%)	Proportion for other Receivables (%)
Within 1 year (included, the same below)	5	5
1-2 years	10	10
2-3 years	30	30
3-5 years	50	50
Above 5 years	100	100

b. In Portfolio III, using the aging analysis method to make provision for bad debts

Aging	Proportion for Accounts Receivable(from local governments) (%)
Within 1 year (included, the same below)	0
1-3years	5
3-4 years	10
4-5 years	30
Above 5 years	50

(3) Accounts Receivable with Insignificant Individual Amount but with Individual Provision for Bad Debts

Reason for making individual provision for bad debts	Despite insignificant individual amount, there is evidence that it is likely that contractual cash flow will not be recovered.
Method of making provision for bad debts	Separate impairment test is performed, and if there is objective evidence that impairment occurs, the shortage of the future cash flow from the book value is recognized as impairment loss.

(4) Reversal of Provision for Bad Debts

If there is objective evidence that the value of receivables has been recovered and this is objectively related to an event occurring after the recognition of such loss, the originally recognized impairment loss should be reversed and included in the current profit or loss. However, the book value after such reversal cannot exceed the amortized cost of the receivables on the reversal date assuming no provision is made for impairment.

(5) If this Company transfers receivables to a financial institution without right of recourse, the transaction amount, less book value of written-off other receivables and relevant taxes and fees, is included in current profit or loss.

(6) As for notes receivable, prepayments, interest receivable, long-term receivables and other receivables, provision for bad debts is made based on the shortage of the present value of their future cash flow below the book value.

11. Inventories

(1) Classification of Inventories

Categories of inventories include land consolidation, infrastructure construction, industry development services, comprehensive services, engineering construction, development cost, completed development products and biological assets.

Land consolidation includes land demolition and consolidation carried out in an entrusted industry park.

Infrastructure construction includes road, water supply, power supply, heating, drainage facility, and public projects in an entrusted industry park.

Industry development services include industry orientation, industry planning, urban planning, investment promotion, and investment services performed in an entrusted industry park.

Comprehensive services of parks include greening, cleaning, public project operation and maintenance and other relevant services performed in an entrusted industry park.

Engineering construction means construction of infrastructure in an industry park, including roads, water supply, power supply, heating, drainage facilities and public projects.

Development cost relates to properties that are uncompleted and intended for sale.

Completed development products refer to properties that have been completed and put up for sale.

Consumptive biological assets mainly include green and landscape seedlings cultivated for municipal greening and landscape layout.

Actual costs of developing products include land grant fee, preliminary planning and design fees, public facility expenditures, construction and installation expenditures and borrowing costs incurred before project completion, as well as other relevant expenses incurred in the development process.

Accounting method of development land: as for a pure land development project, its expenses will separately constitute land development cost; as for a project developed together with housing property, its expenses are allocated among cost objects and usually apportioned into costs of commercial housing.

Accounting method of public facility expenses: as for public facilities that cannot be transferred with compensation, these expenses are allocated among income items proportionately and included in costs of commercial housing, as for public facilities that can be transferred with compensation, the costs incurred are pooled with the public facility projects as cost accounting objects.

Accounting method of maintenance fund: when the Company receives public maintenance fund entrusted by owners, the fund is deemed as a liability and exclusively used for the repair and update of common parts, common equipment and public facilities in property management area.

Accounting method of quality guarantee deposit. the quality guarantee deposit posted by the construction unit is listed in "accounts payable" according to the amount specified in the construction contract, and is paid based on actual situations and contractual provisions upon expiration of the guarantee period

(2) Pricing Method at the Time of Inventory Acquisition and Shipment

At the time of acquisition, inventories are priced at the actual cost, at the time of product shipment, its actual cost is determined using the specific identification method.

(3) Method of Making Provision for Inventory Devaluation

On the balance sheet date, inventories are measured at the lower of the cost and net realizable value. When the net realizable value is lower than cost, provision is made for inventory devaluation. Usually, provision for inventory devaluation is made based on the excess of the cost of single inventory item over its net realizable value. As for inventories in a large quantity and with low unit price, provision for inventory devaluation is made by inventory category; as for inventories that are related to product series produced and sold in the same region, have the same or similar end use or purpose and can hardly be measured separately from other items, provision for inventory devaluation can be made in a combined manner.

After provision for inventory devaluation is made, if the original influencing factor for writing down the value of inventory has disappeared, resulting in the net realizable value of inventory being higher than its book value, the amount of original provision for inventory devaluation is reversed and included in current profit or loss.

(4) Method of Determining Net Realizable Value of Inventory

Net realizable value means the estimated sale price of inventory less costs expected to arise at the time of completion, estimated selling expenses and relevant taxes and fees in the daily activities. The determination of the net realizable value of inventory should be based on available conclusive evidence, with consideration also given to the purpose of holding inventory and the effect of any event occurring after the balance sheet date.

(5) This Company adopts a perpetual inventory system for inventory taking.

(6) Amortization Method of Low-value Consumables and Packages

Low-value consumables are amortized using one-off amortization method when received for use; packages will also be amortized using one-off amortization method when received for use.

12. Assets Classified as Held for Sale

By selling (included non-monetary exchange with commercial substance) not holding a non-current asset or a component of the group satisfying the following conditions is classified as held for sale: (1) the non-current asset or the component in current conditions can be sold immediately according to usual trading terms; (2) the Group has made a legally binding sales agreement and has been approved for disposal of the non-current asset or the component, and the transfer will be completed within one year.

The company transfer-in non-current asset or disposal groups for selling purpose, when it meets criteria that the transfer will be completed within one year, it classifies as held for sale at the date of transfer in.

The company reclassifies non-current asset and disposal groups for held for sale at the balance sheet data. Any excess of the original carrying amount over the fair value less costs to sell is recognized as an asset impairment loss. Asset impairment provision deducts goodwill from disposal groups first, and then implet ments "Accounting Standards for Business Enterprises No. 42 – Non-current Assets Held for Sale, Disposal Groups and Discontinued Operation" that deducts carrying amount by ratio of each non-current assets to total non-current assets.

After balance sheet date fair value of held for sale-non-current asset less costs to sell is higher than carrying amount, impairment provision could be recovered. Impairment provistion recognized before classifies held for sale is not recoverable. Deduction of disposal groups as held for sale is recoverable, and implement "Accounting Standards for Business Enterprises No. 42 – Non-current Assets Held for Sale, Disposal Groups and Discontinued Operation" that impairment provision is recoverable and recognizes gain in the current period. Deduction of goodwill and impairment provision of non-current assts recognized before No.42 are irrecoverable.

Assets (or disposal groups) held for sale are not amortized and depreciated, and interest expenses and other expenses driven by debt from disposal groups are recognized when incurred

When non-current assets have previously been classified as held for sale, but the held for sale criteria are no longer met, the noncurrent assets should be removed from the held for sale category. The removed non-current assets should be measured at the lower of (1) their carrying amount before the assets were classified as held for sale, adjusted for any depreciation, amortisation or revaluations that would have been recognised had the asset not been classified as held for sale; and (2) their recoverable amount at the date of the subsequent decision not to sell.

When company terminates the classification of non-current assets(or disposal groups) as held for sale, the company recognizes the unrecognized gain or loss in the current period.

13. Long-term Equity Investments

Long-term equity investment as referred to in this section means a long-term equity investment whereby this Company gains control, common control over or significant influence on the investee. As for a long-term equity investment in which this Company does not have control, common control over or significant influence on the investee, such investment is accounted for as a financial asset available for sale or a financial asset which is measured at fair value and the variation of which is included in current profit or loss, and the applicable accounting policy is detailed in Note III.9 "Financial Instruments".

Common control means a control shared by this Company over an arrangement according to relevant agreement, and the relevant activities in such arrangement must be decided subject to the unanimous consent of participants sharing the control. Significant influence means that this Company has the power to participate in deciding the financial and operation policies of the investee but is unable to control the making of such policies either alone or together with other parties.

(1) Determination of Investment Cost

As for a long-term equity investment acquired from a business combination under common control, the initial investment cost of long-term equity investment is the proportion of the stockholders' equity of the combined party in the book value in the consolidated financial statements of the ultimate controller on the combination date. Capital reserve is adjusted for the difference between the initial investment cost of the long-term equity investment and the book value of cash paid, non-cash assets transferred and debts assumed; if the capital reserve is insufficient to offset the difference, the retained earnings are adjusted instead. If equity securities are issued in consideration of the combination, the initial investment cost of long-term equity investment is the proportion of the stockholders' equity of the combined party in the book value in the consolidated financial statements of the ultimate controller on the combination date, and the total par value of the shares issued is taken as capital stock; capital reserve is adjusted for the

difference between the initial investment cost of the long-term equity investment and the total par value of shares issued; if the capital reserve is insufficient to offset the difference, the retained earnings is adjusted instead. If this Company obtains equity interest in combined parties under common control in steps through several deals, finally resulting in a business combination under common control, it is necessary to determine whether the deals constitute a "package deal": if yes, the deals is accounted for as a single transaction leading to the acquisition of control. If no, the initial investment cost of long term equity investment is the proportion of the stockholders' equity of the combined party in the book value in the consolidated financial statements of the ultimate controller on the combination date, and capital reserve is adjusted for the difference between the initial investment cost of the long-term equity investment and the sum of book value of long-term equity investment up to the combination plus the book value of the consideration newly paid to further acquire shares on the combination date; if the capital reserve is insufficient to offset the difference, the retained earnings is adjusted instead. As for equity investment prior to combination date, other comprehensive income recognized due to equity method accounting or classification as financial asset available for sale will not be accounted for the time being.

As for a long-term equity investment obtained through a business combination under different control, on the acquisition date, the combination cost is taken as the initial investment cost of the long-term equity investment. Combination cost means the sum of the fair value of the assets surrendered, liabilities incurred or assumed, and equity securities issued by the acquirer. If the acquirer acquires the equity interest in the acquiree in steps through several deals, finally resulting in a business combination under different control, it is necessary to determine whether these deals constitute a "package deal". If yes, the deals is accounted for as a single deal leading to the acquisition of control; if no, the book value of the equity investment originally held in the acquiree plus additional investment cost is taken as the initial investment cost of the long-term equity investment accounted for using the cost method. If the originally held equity interest is accounted for using the equity method, other comprehensive income will not be accounted for the time being. If the originally held equity investment is a financial asset available for sale, the difference between its fair value and book value, as well as the cumulative changes in fair value originally included in other comprehensive income is reported as current profit or loss.

The audit, legal service, evaluation and consulting and other intermediary fees as well as other relevant overheads incurred by the combining party or acquirer in connection with the business combination is included in current profit or loss when incurred.

Except long-term equity investments arising from business combination, other equity investments are initially measured at cost, which is determined according to the cash purchase price actually paid by this Company, fair value of the equity securities issued by this Company, value agreed in investment contract or agreement, fair value or original book value of assets surrendered in non-monetary asset exchange, or the fair value of the long-term equity investment itself, depending upon the acquisition method of the long-term equity investment. Expenses, taxes and other necessary expenditures directly related to the acquisition of long-term equity investment are also included in the investment cost. If this Company is able to exert significant influence on the investee or exercise common control (rather than sole control) over the investee due to additional investment, the cost of the long-term equity investment is the sum of the fair value of the originally held equity investment determined according to Accounting Standards for Business Enterprises No.22 – Recognition and Measurement of Financial Instruments and the additional investment cost.

(2) Method of Subsequent Measurement and Recognition of Profit and Loss

Any long-term equity investment leading to common control over or significant influence on the investee (except as co-operator) is accounted for using the equity method. In addition, the financial statements of the Company use the cost method to account for long-term equity investments that enable the Company to exercise control over the investee.

①Long-term Equity Investments Accounted for Using Cost Method

When the cost method is used, long-term equity investments is priced at initial investment costs, and the costs of long-term equity investments is adjusted in the case of adding to or recovering of the investment. Except for declared but unpaid cash dividend or profit contained in the price or consideration actually paid in acquiring the investment, current investment income is recognized as the cash dividend or profit declared by the investee.

②Long-term Equity Investments Accounted for Using Equity Method

When the equity method is used, if the initial investment cost of a long-term equity investment is greater than the available share of the fair value of the net identifiable assets of the investee when the investment is made, the initial investment cost of the long-term equity investment will not be adjusted; if the initial investment cost is less than the available share of the fair value of the net identifiable assets of the investee when the investment is made, the difference is included in the current profit or loss, and the cost of the long-term equity investment is adjusted at the same time.

When the equity method is used, investment income and other comprehensive income is recognized respectively according to the allocable share of the net profit or loss realized by the investee, and the book value of long-term equity investment is adjusted at the same time; the book value of the long-term equity investment is accordingly reduced by the allocable share of the profit or cash dividend declared by the investee; as for other changes in the owner's equity of the investee other than net profit or loss, other comprehensive income and profit distributions, the book value of the long-term equity investment is adjusted and the adjustment amount is included in capital reserve. In recognizing the allocable share of the net profit or loss of the investee, the net profit of the investee is adjusted on the basis of the fair value of the net identifiable assets of the investee at the time when the investment is acquired. If the accounting policy and accounting period used by the investee are different from those of this Company, the financial statements of the investee are adjusted according to the accounting policy and accounting period of this Company, and the investment income and other comprehensive income will also be recognized on this basis. As for transactions between this Company and its associated enterprises and joint ventures, if the invested or sold assets do not constitute business, the portion of unrealized gain or loss on internal transactions attributable to this Company according to its allocable share is offset, and investment profit or loss is recognized on this basis. However, if the unrealized internal transaction loss between this Company and the investee is impairment loss on the transferred assets, the loss will not be offset. If the assets are invested by this Company in a joint venture or associated enterprise constitute business, and the investor thus acquires a long-term equity investment rather than the control over the investee, the fair value of the surrendered business is taken as the initial investment cost of the new long-term equity investment, and the difference between the book value of the initial investment cost and that of the surrendered business is fully included in the current profit or loss. If the assets sold by this Company to a joint venture or associated enterprise constitute business, the difference between the consideration received and

the business is fully included in the current profit or loss. If the assets acquired by this Company from associated enterprises and joint ventures constitute business, they are accounted for according to the provisions of Accounting Standards for Business Enterprises No.20 – Business Combinations, and the gain or loss related to the transaction is fully recognized.

In determining the allocable share of the net loss incurred by the investee, the book value of the long-term equity investment and any other long-term equity constituting net investment in the investee can be written down to zero at maximum. In addition, if this Company has the obligation to assume extra losses of the investee, the estimated liability is recognized according to the expected share of obligation and is included in current investment loss. If the investee realizes net profit in a subsequent period, this Company resumes the recognition of profit share after the profit share makes up for unrecognized share of loss.

③Acquisition of Minority Interest

In preparing consolidated financial statements, the capital reserve is adjusted for the difference between the long-term equity investment added due to acquisition of minority interest and the allocable share of the net assets of the subsidiary continuously calculated from the acquisition date (or combination date) pursuant to the additional shareholding proportion; if the capital reserve is insufficient to offset the difference, the retained earnings are adjusted instead

④Disposal of Long-term Equity Investment

In consolidated financial statements, if the parent company disposes of part of its long-term equity investment in a subsidiary without losing the control, the difference between the disposal price and the share of net assets in the subsidiary corresponding to the long-term equity investment disposed of is included in stockholders' equity; if the parent company disposes of its long-term equity investment in the subsidiary and thus loses its control over the subsidiary, the relevant accounting policies described in Note III 6 (2) "Method of Preparation of Consolidated Financial Statements" will apply

As for disposal of long-term equity investments under other circumstances, the difference between the book value of the equity interest disposed of and the price actually received is included in the current profit or loss.

As for a long-term equity investment accounted for using the equity method, if the equity interest remaining after disposal will still be accounted for using the equity method, at the time of disposal, other comprehensive income originally included in stockholders' equity is accounted for proportionately on the same basis as the investee would apply to directly dispose of relevant assets or liabilities. Owner's equity recognized due to changes in the owner's equity of the investee other than net profit or loss, other comprehensive income and profit distributions is carried forward to current profit or loss.

As for a long-term equity investment accounted for using the cost method, if the equity interest remaining after disposal will still be accounted for using the cost method, other comprehensive income recognized due to the adoption of equity method accounting or accounting pursuant to standard of recognition and measurement of financial instruments before this Company acquires the control over the investee is accounted for on the same basis as the investee would apply to directly dispose of relevant assets or liabilities and is proportionately carried forward to current profit or loss; changes in owner's equity in the net assets of the investee recognized due to the

adoption of equity method accounting other than net profit or loss, other comprehensive income and profit distributions is carried forward to the current profit or loss proportionately.

If this Company loses the control over the investee due to disposal of part of equity interest, and the equity interest remaining after disposal can exercise common control over or exert significant influence on the investee in preparing individual financial statements, the remaining equity interest is accounted for using the equity method instead and is adjusted as if the remaining equity interest had been accounted for using the equity method from the time of acquisition; if the equity interest remaining after disposal cannot exercise common control over or exert significant influence on the investee, the remaining equity interest is accounted for in accordance with the relevant provisions of the standard of recognition and measurement of financial instruments, and the difference between its fair value and book value on the date of loss of control is included in current profit or loss. Before this Company acquires the control over the investee, other comprehensive income recognized due to the use of equity method accounting or the accounting pursuant to the standard of recognition and measurement of financial instruments is accounted for on the same basis as the investee would apply to directly dispose of relevant assets or liabilities when this Company loses its control over the investee, and changes in owner's equity in the net assets of the investee recognized due to the use of equity method accounting, other than net profit or loss, other comprehensive income and profit distributions, is carried forward to the current profit or loss when this Company loses its control over the investee. Wherein, if the equity interest remaining after disposal is accounted for using the equity method, other comprehensive income and other owner's equity is carried forward proportionately; if the equity interest remaining after disposal is accounted for according to the standard of recognition and measurement of financial instruments, other comprehensive income and other owner's equity is completely carried forward

If this Company loses the common control over or significant influence on the investee due to disposal of part of equity interest, the equity interest remaining after disposal is accounted for according to the standard of recognition and measurement of financial instruments, and the difference between its fair value and book value on the date of loss of common control or significant influence is included in current profit or loss. Other comprehensive income recognized for the original equity investment due to the use of equity method accounting is accounted for on the same basis as the investee would apply to directly dispose of relevant assets and liabilities when the use of equity method accounting is terminated; owner's equity recognized due to changes in owner's equity of the investee other than net profit or loss, other comprehensive income and profit distributions is completely reported as the current profit or loss when the use of the equity method accounting is terminated.

If this Company disposes of its equity investment in a subsidiary in steps through several deals till the loss of control, and if the foregoing deals constitute a package deal, they are accounted for as single deals intended to dispose of the equity investment in the subsidiary till the loss of control; prior to the loss of control, the difference between each disposal price and the book value of the long-term equity investment corresponding to the equity interest disposed of is first recognized as other comprehensive income, and when the control is lost, is then be totally reported as the profit or loss for the period in which the control is lost.

14. Investment Properties

Investment properties mean real estate held to earn rent or capital appreciation, or both. Investment properties of this Company include leased land-use right, land-use right held for transfer after appreciation, and leased buildings.

The investment properties of this Company are initially measured at the acquisition cost, and are subsequently measured using the fair value model.

Under the fair value model, no depreciation or amortization. The difference between book value and fair value of the investment properties on the balance sheet date is adjusted and recognised in profit or loss for the current period, by taking into account the effects of deferred income tax assets or deferred income tax liabilities.

When investment properties measured by the fair value model are converted into self-use the fair value of the conversion date is taken as the book value of the self-use real estate. The difference between the fair value and the original book value is recognised in the current profit and loss.

When the self-use properties or inventories are converted into investment properties measured by fair value model, the investment properties are valued at the fair value on the date of conversion. If the fair value on the date of conversion is less than the original book value, the difference is recognised in profit or loss for the current period; If the value is greater than the original book value, the difference shall be recognised in other comprehensive income.

Investment properties that have been measured by fair value model may not be converted to cost model.

when investment properties are terminated, disposed, or permanently withdrawn from use and are not expected to obtain economic benefits from its disposal. The disposal income from the sale, transfer, retirement or damage of the investment properties are deducted from the book value and related taxes and expenses, and are recognized in the current profit and loss. At the same time, the accumulated fair value of the investment properties are transferred into current profit and loss, and the amount of other comprehensive income in the original conversion date is also transferred into current profit and loss.

15. Fixed Assets and Accumulated Depreciation

(1) Recognition Conditions of Fixed Assets

Fixed assets of this Company refer to tangible assets with a service life of over one fiscal year, which are held for producing goods, providing services, or for rent or operation and management. A fixed asset can be recognized only when economic benefits related to it are very likely to flow in the enterprise and the cost of such fixed asset can be measured reliably.

Fixed assets of this Company are initially measured at the actual cost at the time of acquisition.

(2) Classification and Depreciation Policy of Fixed Assets

This Company uses the straight line method to make depreciation. Depreciation begins when a fixed asset attains intended serviceable condition and stops when the fixed asset is derecognized or classified as non-current asset held for sale. Without regard to provision for impairment, this Company determines the yearly depreciation of various fixed assets as follows, by types, estimated service life and estimated residual value of fixed assets:

Type of Fixed Asset	Service Life	Rate of Residual Value (%)	Yearly Depreciation (%)
Buildings	20 years	0-5	4.75-5.00
Machinery equipment	5-10 years	0-5	9.50-20.00
Transportation equipment	5 years	0-5	19.00-20.00
Electronic equipment and others	3-5 years	0-5	19.00-33.33

Wherein, as for fixed assets for which provision for impairment has been made, in calculating the depreciation rate, it is also necessary to deduct the cumulative amount of the provision made for fixed asset impairment.

(3) Recognition Conditions of Financing lease and Classification and Depreciation Policy of Financing lease

As for a fixed asset under financing lease, if it is possible to reasonably determine that this Company will obtain the title to the leased asset upon expiration of the lease term, depreciation is made within the remaining service life of the leased asset; if it is impossible to reasonably determine that this Company will obtain the title to the leased asset upon expiration of the lease term, depreciation is made within the shorter of the lease term and the remaining service life of the leased asset.

At the end of each year, this Company will review the service life, estimated net residual value and depreciation method of fixed assets. If the estimated service life is different from the original estimate, the service life of fixed assets is adjusted; if the estimated net residual value is different from the original estimate, the net residual value is adjusted.

(4) Overhaul Cost

As for overhaul cost incurred by this Company for regularly inspecting fixed assets, the part that meets the recognition conditions of fixed assets as shown by conclusive evidence is included in the cost of fixed assets, while the part failing to meet the recognition conditions of fixed assets is included in current profit or loss. Depreciation of fixed assets is made as usual during the interval between regular overhauls.

16. Construction in Progress

Cost of construction in progress of this Company is determined at actual construction expenditures, including various necessary construction expenditures, borrowing costs to be capitalized before the project attains the intended serviceable condition as well as other relevant expenses.

Construction in progress is reported as fixed assets when reaching the intended serviceable condition.

17. Borrowing Costs

Borrowing costs include borrowing interest, amortization of discount or premium, auxiliary expenses as well as exchange differences arising from foreign currency loans. The borrowing costs directly attributable to the acquisition, construction or production of assets that meet capitalization conditions is capitalized when asset expenditures have been incurred, borrowing

costs have been incurred, or the acquisition, construction or production activities required to enable the assets to reach the intended serviceable condition or salable condition have begun; capitalization is ceased when the assets acquired, constructed or produced that meet the capitalization conditions have reached the intended serviceable condition or salable condition. The rest of borrowing costs is recognized as expenses in the period when they are incurred.

As for special borrowing, the interest expense actually incurred in the current period, less the interest income received by depositing the unused borrowing funds into a bank or investment income received through temporary investment, is capitalized; as for general borrowing, the capitalized amount is determined by multiplying the weighted average of the excess of cumulative asset expenditure over the special borrowing by the capitalization rate of occupied general borrowing. The capitalization rate is calculated and determined according to the weighted average interest rate of general borrowing.

During the capitalization period, the exchange differences of special borrowing in foreign currency are completely capitalized. Exchange differences of general borrowing in foreign currency are included in current profit or loss.

Assets meeting capitalization conditions refer to fixed assets, investment real estate, inventories and other assets that require rather long time of acquisition, construction or production activities to reach the intended serviceable or salable condition.

If an asset meeting the capitalization conditions encounters abnormal interruption for 3 consecutive months in the acquisition, construction or production process, the capitalization of borrowing costs is suspended till the resumption of the asset acquisition, construction or production activities.

18. Intangible Assets

This Company initially measures intangible assets at their costs and assesses their service life at the time of acquiring the intangible assets. If the service life is finite, the intangible asset is amortized over the estimated service life using an amortization method that can reflect the expected way of realization of the economic benefits related to such asset, from the time when the intangible asset is made available for use; if it is impossible to determine the expected way of realization reliably, amortization is made using the straight-line method; intangible assets with uncertain service life is not amortized.

At the end of each year, this Company reviews the service life and amortization method of intangible assets with a finite service life; if they are different from the original estimates, the original estimates are adjusted, and such adjustment is treated as a change in accounting estimate.

At the end of period, if this Company estimates that a certain intangible asset can no longer bring future economic benefits to it, it will transfer all of the book value of such intangible asset to current profit or loss.

19. Research and Development Expenditures

This Company divides the expenditures of internal research and development projects into research expenditures and development expenditures.

Research expenditures are included in current profit or loss when incurred.

Development expenditures can be capitalized only if they meet the following conditions simultaneously: it is technically feasible to complete such intangible asset to make it available for use or sale; this Company has the intention to complete such intangible asset for use or sale; this Company can prove the way in which such intangible asset can produce economic benefits, including the fact that there is a market for the products made using such intangible asset or there is a market for such intangible asset itself, and if such intangible asset is to be used internally, this Company is able to prove its usefulness; this Company has sufficient technology, financial resource and other resource support to complete the development of such intangible asset, and is able to use or sell such intangible asset; the expenditures attributable to the development stage of such intangible asset can be measured reliably. Development expenditures not meeting the foregoing conditions is included in current profit or loss.

After meeting the foregoing conditions, going through the technical feasibility and economic feasibility studies and obtaining approval for initiation, the corresponding project of this Company will proceed to the development stage.

20. Amortization Method of Long-term Deferred Expenses

Long-term deferred expenses incurred by this Company is priced at actual cost and be evenly amortized over the estimated benefit period. As for long-term deferred expense items that cannot benefit subsequent accounting periods, the amortized value is completely included in the current profit or loss.

21. Long-term Asset Impairment

As for fixed assets, construction in progress, intangible assets with finite service life, investment real estate measured using cost model, long-term equity investments in subsidiaries, joint ventures and associated enterprises and other non-current non-financial assets, this Company assesses whether there is an indication of impairment on the balance sheet date. If there is an indication of impairment, this Company will estimate the recoverable amount and conduct impairment test. As for goodwill, intangible assets with uncertain service life and intangible assets that have not reached the serviceable condition, impairment test is conducted each year, no matter whether there is an indication of impairment.

If the results of the impairment test indicate that the recoverable amount of an asset is lower than its book value, provision for impairment is made based on the difference, which is included in impairment loss. The recoverable amount is the higher of the net amount of the asset's fair value reduced by the disposal expenses and the present value of estimated future cash flow of the asset. The fair value of the asset is determined according to the sales agreement price in a fair transaction; if there is no sales agreement but there is an active market for the asset, the fair value is determined according to the bid price of such asset; if there is neither sales agreement nor an active market for the asset, the fair value of the asset can be estimated on the basis of best available information. Disposal expenses include legal fee, relevant taxes and fees, handling fee related to asset disposal as well as direct expenses incurred to enable the asset to reach the salable condition. The present value of the estimated future cash flow of the asset is determined by discounting the estimated future cash flow generated by the asset in its continuous use and at the time of final disposal, at a proper discount rate. Provision for asset impairment is calculated and recognized on the basis of a single asset, and if it is difficult to estimate the recoverable amount of a single asset, it is advisable to determine the recoverable amount of the asset group to

which such asset belongs. Asset group is the minimum asset portfolio that can generate cash inflow independently.

As for goodwill separately presented in the financial statements, when impairment test is conducted, the book value of the goodwill is allocated to the asset group or combination of asset groups expected to benefit from the synergistic effect of business combination. If the results of impairment test indicate that the recoverable amount of the asset group or combination of asset groups containing the allocated goodwill, impairment loss is recognized accordingly. The amount of impairment loss is first offset against the book value of the goodwill allocated to such asset group or combination of asset groups, and then offset against the book value of assets other than goodwill in the asset group or combination of asset groups according to the proportion of such other assets. Once recognized, the foregoing asset impairment loss will not be reversed to the part whose value is recovered in the subsequent periods.

22. Employee Compensation

Employee compensation of this Company mainly consists of short-term compensation, post-employment benefits, termination benefits and other long-term employee benefits.

Short-term compensation mainly consists of salaries, bonuses, allowances and subsidies, employee benefits, medical insurance premium, maternity insurance premium, industrial injury insurance premium, housing provident fund, labor union expenditures and employee education fund, non-monetary benefits, and so on. In an accounting period in which employees provide services for this Company, it will recognize actual short-term compensation as liabilities which are included in current profit or loss or relevant asset cost. Wherein, non-monetary benefits are measured at fair value.

Post-employment benefits mainly consist of defined contribution plans, which mainly include basic endowment insurance, unemployment insurance and annuity, and the corresponding payable amount is included in relevant asset cost or current profit or loss when incurred.

If this Company cancels the labor relation with an employee prior to the expiration of the employee's labor contract or puts forth compensation suggestion to encourage the employee to accept redundancy voluntarily, at the earlier of the time when this Company cannot unilaterally withdraw the termination benefits provided due to cancellation of labor relation or redundancy suggestion, and the time when the Company recognizes the cost related to the restructuring concerning payment of termination benefits, this Company will recognize the employee compensation liability arising from termination benefits and include it in current profit or loss. However, if it is expected that he termination benefits cannot be completely paid within twelve months after the end of the annual reporting period, termination benefits are treated as other long-term employee compensation.

Employee early retirement plan is treated using the principle the same as the foregoing termination benefits. As for the salaries and social insurance contributions to be paid for early retirees during the period from the date when employees cease to provide services to the normal retirement date, this Company will include such salaries and contributions in current profit or loss (termination benefits) when they meet the recognition conditions of estimated liabilities.

If other long-term benefits provided by this Company to the employees meet a defined contribution plan, they are accounted for according to the defined contribution plan, otherwise the benefits are accounted for according to the relevant defined benefit plan.

23. Estimated Liabilities

If an obligation related to contingencies also meets the following conditions, this Company will recognize it as an estimated liability:

(1) This obligation is a present obligation assumed by this Company;

(2) The performance of this obligation is very likely to cause the outflow of economic benefits from this Company;

(3) The amount of this obligation can be measured reliably.

If the expenditure required to satisfy a recognized estimated liability is expected to be compensated by a third party or other party in whole or in part, the compensation amount is recognized as an asset separately only when it is practically determined that the amount can be received. The recognized compensation amount will not exceed the book value of the recognized liability.

24. Share-based Payment

The company's share-based payment is a transaction that grants equity instruments or liabilities based on equity instruments in order to obtain services from employees. The company's share-based payment is equity-settled share-based payment.

For equity-settled share-based payments in exchange for services provided by employees, the Company measures the fair value of equity instruments granted by share-based payments. On each balance sheet date in the vesting period, based on the best estimate of the number of vesting equity instruments, the services obtained in the current period are included in the relevant costs or expenses and capital reserve based on the fair value at the date of grant of the equity instruments. On the balance sheet date, if the subsequent information indicates that the number of vesting equity instruments is different from the previous estimates, the company will adjust the number of equity instruments to the actual vesting rights on the vesting date.

No adjustments are made to the identified related costs or expenses and total owner's equity after the vesting date. On the exercise date, according to the exercise rights, the capital and share capital premiums are confirmed, and the capital reserve confirmed during the waiting period is carried forward.

25.Preferred Stocks, Perpetual Bonds and Other Financial Instruments

(1) Differentiation of Financial Liabilities from Equity Instruments

Based on the contractual terms of financial instruments issued and the economic essence reflected by them rather than merely legal forms, as well as the definitions of financial assets, financial liabilities or equity instruments, this Company will classify the financial instruments or part thereof into financial assets, financial liabilities or equity instruments at the time of initial recognition.

(2) Accounting Treatment of Perpetual Bonds

Financial instruments issued by this Company is initially recognized and measured pursuant to the financial instrument standard; subsequently, on each balance sheet date, this Company will set aside interest or distribute dividend and treat interest or dividend according to relevant specific accounting standards for business enterprises. That is to say, the accounting treatment of interest

expense or dividend distribution of a financial instrument is determined on the basis of the classification of such financial instrument. As for a financial instrument classified as an equity instrument, its interest expense or dividend distribution is deemed as profit distribution made by this Company, and its repurchase and cancellation is treated as equity changes; as for a financial instrument classified as a financial liability, its interest expense or dividend distribution, in principle, is treated as borrowing costs, and the gain or loss arising from its repurchase or redemption is included in current profit or loss.

As for a financial instrument issued by this Company, if it is classified as a debt instrument and measured at amortized cost, the service charge, commission and other transaction expenses is included in the initially measured amount of the instrument issued; if it is classified as an equity instrument, the foregoing expenses is deducted from equity.

26. Revenue Recognition Principles

(1) Revenue from Industry Development Services

When this Company performs industry orientation, industry planning, urban planning, investment promotion, investment services and other industry development services in an entrusted industry park, the revenue is recognized after services are provided, subject to mutual confirmation.

(2) Revenue from Infrastructure Construction

When this Company constructs roads, water supply, power supply, heating and drainage facilities, public projects and other infrastructures within an entrusted industry park, the revenue is recognized after completion acceptance of the project, subject to mutual confirmation.

(3) Revenue from Land Consolidation

When this Company carries out land demolition and consolidation within an entrusted industry park, the revenue is recognized after the land is handed over to the competent land department, subject to mutual confirmation.

(4) Revenue from Comprehensive Park Services

When this Company conducts greening, cleaning, public project operation and maintenance and other business within an entrusted industry park, the revenue is recognized after services are provided, subject to mutual confirmation.

(5) Sale of Goods

This Company will recognize the realization of revenue from sale of goods when it has transferred the main risks or rewards on the ownership of goods to the buyer and no longer exercises management right and actual control over the goods, this Company has received relevant revenue or obtained a certificate of receipt, and the cost related to the sale of the goods can be measured reliably.

Recognition principle of revenue from real estate business: This Company will recognize the realization of operating revenue when it has transferred the main risks or rewards on the ownership of the property to the buyer and no longer exercises management right and actual control over the property, this Company has received relevant revenue or obtained a certificate of receipt, and the cost related to the sale of the property can be measured reliably. That is to say, this Company will recognize the realization of revenue when the property is completed and passes acceptance, this Company signs a sales contract, obtains a certificate of payment from the buyer,

handles the handover procedures of the physical commercial housing with the buyer, and the relevant cost can be measured reliably.

(6) Revenue from Provision of Services

This Company will recognize the realization of revenue when the amount of revenue can be measured reliably, relevant economic benefits are very likely to flow in the enterprise, the completion schedule of the transaction can be determined reliably, and the costs incurred and to be incurred in transaction can be measured reliably. At the end of the period, if the results of service provision transaction can be estimated reliably, the revenue from service provision is recognized using the completion percentage method.

If the results of the service provision transaction cannot be estimated reliably on the balance sheet date, and if the service cost incurred is expected to be compensated, the revenue from service provision is recognized according to the amount of service cost incurred, and the same amount of service cost is carried forward; if the incurred service cost is expected not to be compensated, the service cost is included in current profit or loss instead of recognizing service revenue.

(7) Revenue from Property Management

This Company will recognize the realization of the revenue from property management when the property management service has been provided, the economic benefits related to the property management service can flow into the enterprise, and the cost related to the property management service can be measured reliably.

(8) Revenue from Property Leasing

As agreed in the contract or agreement entered into between this Company and the lessee, in the entire lease term inclusive of the rent-free period, the rent is amortized using the straight-line method and recognized as rental revenue.

(9) Revenue from Assignment of Right to Use Assets

The amount of revenue from assignment of right to use assets is determined separately in the following cases when the economic benefits related to the transaction are very likely to flow into the enterprise and the amount of revenue can be measured reliably:

①Amount of interest revenue, to be determined based on the length of time and actual interest rate at which others use the monetary capital of this Company.

②Amount of use fee revenue, to be calculated and determined according to the chargeable time and method as agreed in the relevant contract or agreement.

27. Governmental Subsidies

Governmental subsidies are recognized when they meet the attached conditions and can be received.

As for a government subsidy in the form of monetary asset, it is measured at the amount received or receivable. Wherein, if there is conclusive evidence that such subsidy is appropriated according to fixed quota standard, the subsidy can be measured at receivable amount, otherwise it should be measured at the actually received amount. As for a governmental subsidy in the form of non-monetary asset, it is measured at fair value; if the fair value cannot be obtained reliably, it is measured at the nominal value.

Asset-related governmental subsidy is recognized as deferred income, is evenly allocated during the service life of the relevant asset and is included in current profit or loss; income-related governmental subsidy, if used to make up for relevant expense or loss incurred, is included in current profit or loss; if used to make up for relevant expense or loss in a subsequent period, the subsidy is included in deferred income, and is included in current profit or loss during expense recognition period. Governmental subsidy measured at nominal amount is directly included in current profit or loss. If the governmental document does not specify the object of subsidy, it is also necessary to explain the judgment basis for classifying such governmental subsidy as asset-related or income-related.

28. Deferred Income Tax Assets/Deferred Income Tax Liabilities

As for the temporary differences arising from the difference between the book value of certain asset or liability assets and their tax basis, as well as the difference between the book value and tax basis of certain items which are not recognized as assets and liabilities but the tax basis of which can be determined according to tax law, deferred income tax assets and deferred income tax liabilities is recognized using the balance sheet liability method.

As for taxable temporary differences related to the initial recognition of goodwill and related to the initial recognition of assets or liabilities arising in transactions that are not business combinations, nor will their occurrence affect accounting profit and taxable income (or deductible loss), relevant deferred income tax liabilities will not be recognized. In addition, as for taxable temporary differences related to the investments in subsidiaries, associated enterprises and joint ventures, if this Company can control the time of reversal of temporary differences, and such temporary differences is very likely not to be reversed in the foreseeable future, relevant deferred income tax liabilities will not be recognized. Except for the abovementioned exceptional cases, this Company will recognize the deferred income tax liabilities arising from all other taxable temporary differences.

As for deductible temporary differences related to the initial recognition of assets or liabilities arising from transactions which are not business combinations, nor will their occurrence affect accounting profit and taxable income (or deductible loss), relevant deferred income tax assets will not be recognized. In addition, as for deductible temporary differences related to the investments in subsidiaries, associated enterprises and joint ventures, if the reversal of such temporary differences is unlikely in the foreseeable future, or it is not very likely that taxable income can be obtained in the future to offset the deductible temporary differences, then relevant deferred income tax assets will not be recognized. Except for the abovementioned exceptional cases, this Company will recognize the deferred income tax assets arising from other deductible temporary differences, to the extent of the taxable income very likely to be obtained to offset the deductible temporary differences.

As for deductible loss and tax credit that can be carried forward to a subsequent year, corresponding deferred income tax assets is recognized, to the extent of the future taxable income very likely to be obtained to offset the deductible loss and tax credit.

On the balance sheet date, deferred income tax assets and deferred income tax liabilities is measured according to tax law at the applicable tax rate during the period in which relevant assets are expected to be recovered or relevant liabilities to be satisfied.

On the balance sheet date, this Company will review the book value of deferred income tax assets; if it is very likely that this Company cannot obtain sufficient taxable income to offset the benefits of the deferred income tax assets, the Company will write down the book value of the deferred income tax assets. When it is rather possible to obtain sufficient taxable income, the written-down amount is reversed.

29. Leasing

As for leases where all risks and rewards related to the ownership of asset are substantially transferred, this Company will recognize such leases as financial leases, and recognize all types of leases other than financial leases as operating leases.

On the commencement date of the lease term, this Company will regard the lower of the fair value of the asset on the lease commencement date and the present value of minimum lease payment as the entry value of the leased asset, and regard the minimum lease payment as the entry value of the long-term payable, with the difference to be taken as the unrecognized financing fee.

The rent under an operating lease is included in relevant capital cost or current profit or loss using the straight-line method in various parts of the lease term.

30. Other Significant Accounting Policies and Accounting Estimates

None.

31. Changes in Significant Accounting Policies and Accounting Estimates

(1) Changes in accounting policies

A. Changes in accounting policies due to the implementation of new Accounting Standards for Business Enterprises

On June 15, 2018, the Ministry of Finance issued the Notice on Revising the Format of the 2018 Annual General Enterprise Financial Statements (Accounting [2018] No. 15)

The impact of the implementation of this accounting policy by the Company on the presentation of the items and amounts of the prior financial statements is as follows:

Affected items of financial statement	Statement item and amount affected in 2017
Accounts receivables	-18,910,317,711.12
Notes receivables and Accounts receivables	18,910,317,711.12
Interest receivables	-521,993,180.94
Other receivables	521,993,180.94
Notes payables	-8,467,028,435.64
Accounts payables	-25,422,040,582.96
Note payables and accounts payables	33,889,069,018.60
Interest payables	-1,276,228,295.70
Other payables	1,276,228,295.70
Long-term payables	41,872,804.62

Special payables	-41,872,804.62

Above changes in accounting policies have approved by the 66th meeting of the sixth board of directors of the company.

B. Others Changes in accounting policies

The investment properties held by the company has relatively active real estate leasing and market transactions. The company can obtain the market price and other related information of similar or similar real estate from the real estate market, so as to make research on the fair value of investment real estate. It is reasonable to estimate that the fair value of investment real estate can be obtained continuously and reliably; according to industry practice, the fair value measurement can more accurately reflect the asset value.

According to "Accounting Standards for Business Enterprises No. 3 - Investment properties", "Accounting Standards for Business Enterprises No. 28 - Accounting Policies, Changes in Accounting Estimates and Error Corrections" and the Shanghai Stock Exchange "Work Memorandum on Daily Information Disclosure of Listed Companies - No.1 In the Provisional Bulletin Format Guidelines, the "Regulations on Correction of Accounting Errors, Accounting Policies or Changes in Accounting Estimates", etc., the company changed its investment properties from the cost measurement model to the fair value measurement model from October 1, 2018. . The cumulative effects of related adjustments are listed below:

Item	2017.1.1	2017.12.31	2018.12.31
	Increase+/Decrease-	Increase+ /Decrease-	Increase+ /Decrease-
Investment properties	-23,115,142.26	55,236,411.03	266,664,768.09
Deferred income tax assets	5,778,785.57		
Deferred income tax liabilities			13,809,102.75
Retained earnings	-17,336,356.69	41,427,308.26	153,972,921.58
Total equity attributable to shareholders of parent company	-17,336,356.69	41,427,308.26	199,998,591.07

Item	2017	2018
	Increase+/Decrease-	Increase+/Decrease-
Cost of sales	-65,615,996.48	-49,332,081.02
Gains from changes in fair value	12,735,556.79	100,728,736.74
Income tax expenses	19,587,888.32	37,515,204.44
Net profits	58,763,664.95	112,545,613.32
Net profits attributable to owners of parent company	58,763,664.95	112,545,613.32

Above changes in accounting policies have approved by the 66th meeting of the sixth board of directors of the company.

(2) Changes in Accounting Estimates

Changes in Accounting Estimates	Approval	Effective	Note

		ve dat e	
Based on the expansion of the company's business scale, due to the principle of prudence, the bad debt policy of accounts receivable and settlement generated by the industrial new city business will be changed. No bad debt provision will be made before the change. After the change, according to the credit risk characteristics, the rate of provision for bad debts as following: 0% for within 1 year 5% for 1-3 years, 10% for 3-4 years, 30% for 4 5 years, 50% for 5 years or more,	Approved by the 66Th meeting of the sixth board of directors of the company	10/ 1/2 018	The current accounting estimates change reduced "receivable accounts" by RMB 632,749,062.15, increased "deferred income tax assets" by RMB 158,187,265.54, increased "asset impairment losses" by RMB 632,749,062 15, reduced "income tax" by RMB 158,187,265.54, reduced"Net profit for Non-controlling interests" by RMB 5,798,556.05, reduced " Net profit for parent company" by RMB 468,763,240.56.
The aging analysis method of accounts receivable and the judgment basis or the change of the amount of the individual amount' the combination of bad debt provision according to the aging analysis method, and the proportion of the provision for more than 3 years is refined to 3-5 years and 5 Over the years, the proportion of the accrual of more than 5 years is adjusted from 50% to 100%. Due to the obvious expansion of the company's business scale, the judgment basis or amount standard of the single amount is adjusted from 5 million yuan to 50 million yuan. The above changes in accounting estimates are treated in the future applicable law. For details, please refer to Announcement No. 2018-069 issued by the company on the website of the Shanghai Stock Exchange (www.sse.com cn) on March 29, 2018.	Approved by the 37th meeting of the sixth board of directors of the company	1/1 /20 18	The current accounting estimates change reduced "receivable accounts" by RMB 7,000,644.71, reduced "other receivables" by RMB 77,086,648.96, increased "deferred income tax assets" by RMB 11,965,483.54, increased "asset impairment losses" by RMB 84,087,293 17, reduced "income tax" by RMB 11,965,483.54, and reduced net profit by RMB 77,121,809 63

IV. Taxes

1. Main Tax Types and Tax Rates

Tax type	Taxation Basis	Statutory Tax Rate	Notes
Business tax	Taxable income	3%, 5%	
VAT	Taxable income	3%, 5%, 6%, 10%, 11%, 16%, 17%	Note1
City maintenance & construction tax	Turnover tax payable	1%, 5%, 7%	
Education surcharge	Turnover tax payable	3%	
Local education surcharge	Turnover tax payable	2%	
Land appreciation Tax	Taxable added value	Extra progressive tax rate	
Corporate income tax	Taxable income	25%	
Housing property tax	From the perspective of renting, the tax basis is the rental income of the real estate;, Residual value of real estate after deducting 10% to 30% of original value or taxable income	1.2% of residual value or 12% of income	
Land use tax	Land area	To be levied according to the regulations of the local taxation authority	

Note 1: According to CaiShui [2016] No.36 document, on May 1, 2016, the Company began to implement the "Business Tax Replaced with VAT" policy. The VAT rate of sale of commodity housing and income from building leases is 5%. The VAT rate for general item is 11%, the VAT paid after deduct input tax. The construction service is subject to 3%. The VAT rate for general item is 11%.

According to Caishui [2018] No. 32 document, the company will apply the VAT taxable rate of 17% and 11% tax rate on May 1, 2018, and the tax rate will be adjusted to 16% and 10% respectively.

2. Prepaid taxes

According to the requirements of "the Announcement on Adjusting the Prepayment Rate and Ratified Levying Rate of Land Appreciation Tax on the Real Estate Development Projects" [2010 No.1] issued by Hebei Province Local Taxation Bureau, the prepayment rate of the Land Appreciation Tax on the Company's real estate development projects is 2%.

According to the requirements of "the Announcement on facilitating real estate market development healthily (trial version)" (Shenzheng ban fa <2016> No. 40), the prepayment rate of land appreciation tax on the company's non residential real estate, commercial, garage project is 2%, and the prepayment rate of landappreciation tax on the company's residential real estate project is 1.5%.

According to the requirements of "the Announcement on Adjusting the Prepayment Rate of Land Appreciation Tax" (SuDiShuiGui [2016] No.2) issued by Jiangsu Local Taxation Bureau, the prepayment rates of the Land Appreciation Tax on the Company's residential real estate, non residential real estate and other real estate projects in Nanjing City and Suzhou City are 2%, 3% and 4% respectively. The prepayment rates of the Land Appreciation Tax on residential real estate, non residential real estate and other real estate projects in other areas are 2%.

According to the requirements of "the Regulations on the Levying of Land Appreciation Tax" (Announcement of Zhejiang Local Taxation Bureau [2010] No.2) issued by Zhejiang Local Taxation Bureau, the prepayment rate of the land Appreciation Tax on the Company's residential real estate development projects is 2%

According to the requirements of "the Announcement on clarification of Land Appreciation Tax Policy" (Announcement of Henan Local Taxation Bureau (2010) No.28), the prepayment rate of the Land Appreciation Tax on the company's residential real estate is 1.5%, non residential real estate is 3.5% and other real estate project is 4.5%.

According to the requirements of "the Announcement on Adjusting the Prepayment Rate of Land Appreciation Tax" (Hubei local taxation bureau(2014) No.7) issued by Hubei local taxation bureau, the prepayment rate of the Land Appreciation Tax on the company's residential real estate is 1.5%. According to the requirements of "the Announcement on Adjusting the Prepayment Rate of Land Appreciation Tax by province local taxation bureau" (E di shui fa (2012) No.127) issued by Hubei local taxation bureau, the prepayment rate of the Land Appreciation Tax on the company's non residential real estate and other real estate project are 4% and 6% respectively.

3. There are different corporate income tax rate taxpayers, the disclosure as following:

Entity	Corporate tax rate (%)
CFLD (US) Inc	35
CFLD INDIA INVESTMENT PRIVATE LIMITED	30
CF CITY PHILIPPINES NEW INDUSTRY CITY CORPORATION	30
CF City Japan New Industry City KK	23.4
CFLD (UK) INVESTMENT LIMITED	19
CF CITY NEW INDUSTRY TOWNSHIP MALAYSIA SDN.BHD	24
CF City Egypt New Integrated City S A.E	22.5
CFLD (SINGAPORE) INVESTMENT PTE. LTD	17
CFLD INVESTMENT I PTE. LTD	17
CFLD INVESTMENT II PTE. LTD	17
CFLD INVESTMENT III PTE. LTD	17
CFLD INVESTMENT IV PTE. LTD	17
CFLD INVESTMENT VI PTE. LTD	17
CFLD INVESTMENT VII PTE. LTD	17
CF CITY INVESTMENT VIII PTE. LTD	17
CF CITY INVESTMENT IX PTE. LTD	17
CF CITY INVESTMENT X PTE. LTD	17

CFLD INVESTMENT XI PTE. LTD	17
CFLD INVESTMENT XII PTE. LTD	17
CFLD INVESTMENT XIII PTE. LTD	17
CFLD INVESTMENT XIV PTE. LTD	17
CFLD INVESTMENT XV PTE. LTD	17
CFLD INVESTMENT XVI PTE. LTD	17
CFLD INVESTMENT XVII PTE. LTD	17
CF CITY INVESTMENT 18 PTE. LTD	17
CF CITY INVESTMENT 19 PTE. LTD	17
CF CITY INVESTMENT 20 PTE. LTD	17
CF CITY INVESTMENT 21 PTE. LTD	17
CF CITY INVESTMENT 22 PTE. LTD	17
CF CITY INVESTMENT 23 PTE. LTD	17
NEW INDUSTRY CITY INVESTMENT 26 PTE. LTD	17
CFLD INVESTMENT 29 PTE. LTD	17
CFLD INVESTMENT 30 PTE. LTD	17
CFLD INVESTMENT 31 PTE. LTD	17
CFLD INVESTMENT 32 PTE. LTD	17
CFLD INVESTMENT 33 PTE. LTD	17
CFLD INVESTMENT 34 PTE. LTD	17
CFLD INVESTMENT 35 PTE. LTD	17
Nhon Trach New Industry City 36 PTE. LTD	17
CFLD INVESTMENT 37 PTE. LTD	17
CFLD INVESTMENT 38 PTE. LTD	17
VNIC Investment 41 Pte.Ltd	17
VINACAPITAL PACIFIC LIMITED	17
ALLRIGHT ASSETS LIMITED	17
NEW INDUSTRY PARK 39 PTE. LTD	17
NEW INDUSTRY PARK 40 PTE. LTD	17
VNIC INVESTMENT 42 PTE. LTD	17
VNIC INVESTMENT 43 PTE. LTD	17
NEW INDUSTRY PARK 44 PTE. LTD	17
NEW INDUSTRY PARK 45 PTE. LTD	17
CFLD Germany New Industry City GmbH	15.825
CFLD International Holding Limited	16.5
CFLD Korea New Industry City Co. Ltd	22
CFLD Vietnam Real Estate Development Company Limited	20
Vina Dai Phouc Corporation	20
Nhon Trach New Industry City Company Limited	20

CFLD New Industry City (B) Sdn Bhd	18.5
CHINA FORTUNE(HONG KONG)SPORTS INDUSTRY DEVELOPMENT CO.,LIMITED	16.5
CFLD(US) Incubator Services,Inc	35
GLOBAL INDUSTRIAL INVESTMENT LIMITED	16.5

4.Tax preferences and approvals

According to the approval relation to the exemption of corporate income tax in Dachang Hui Autonomous County (Ji Caishui<2011>No.13), Langfang Fortune innovation industry services Ltd is qualified for the exemption from the portion (40%) of corporate income tax, the actual corporate income tax rate is 15%.

V. Notes to Main Items of Financial Statements

1. Bank deposit

Item	Ending balance	Beginning balance
Cash on hand	339,239.42	352,456.19
Bank deposits	44,424,251,707.79	66,428,856,304.01
Other monetary funds	2,857,192,709.81	1,675,676,128.06
Total	**47,281,783,657.02**	**68,104,884,888.26**
Including: total overseas deposits	2,889,728,204.18	7,708,439,308.28

Note 1: Bank deposits in this period fell by 33.13%, mainly due to the repayment of debts due.

Note2: other monetary funds include house purchase mortgage guarantee margin of RMB 2,795,092,792.87, POS machine settlement of RMB 60,828,152.93 and performance bond of RMB 1,271,764.01.

Note 3: The amount of money deposited abroad during the period decreased by 62.51% compared with last year, mainly due to the construction expenditure of domestic and overseas parks.

2. Notes receivables & Accounts receivables

Item	Ending balance	Beginning balance
Notes receivables		
Accounts receivables	34,437,662,054.65	18,910,317,711.12
Total	**34,437,662,054.65**	**18,910,317,711.12**

（1）Accounts Receivables

1) Classification by risks

Category	Ending balance		
	Book balance	Bad debt provision	Book value

	Amount	Percentage (%)	Amount	Percentage (%)	
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	35,214,158,282.06	100	776,526,227.41	2.21	34,437,662,054.65
Including: Portfolio I	477,279,590.28	1.36	143,777,165.26	30.12	333,502,425.02
Portfolio II					
Portfolio III	34,736,908,691.78	98.64	632,749,062.15	1.82	34,104,159,629.63
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis	1,014,685.81	0	1,014,685.81	100.00	
Total	35,215,202,967.87	100.00	777,540,913.22		34,437,662,054.65

(Continued)

Category	Beginning balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Percentage (%)	
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	19,011,323,992.45	99.99	101,006,281.33	0.53	18,910,317,711.12
Including: Portfolio I	478,605,783.26	2.52	101,006,281.33	21.10	377,599,501.93
Portfolio II	18,532,718,209.19	97.48			18,532,718,209.19
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis	1,014,685.81	0.01	1,014,685.81	100.00	
Total	19,012,338,678.26	100.00	102,020,967.14		18,910,317,711.12

Note 1: the ending balance of accounts receivable increased by 85.22% than the beginning balance, which was mainly due to the increase of the settlement receivables from government parks.

A. In the portfolio I, the accounts receivable for which bad debt provision is made with the aging analysis method:

Age	Ending balance				Beginning balance			
	Amount	Percentage (%)	Bad debt provision	Percentage (%)	Amount	Percentage (%)	Bad debt provision	Percentage (%)
Less than 1 year	163,590,186.96	34.28	8,179,509.35	5	204,000,202.23	42.63	10,201,039.11	5.00

Age	Ending balance				Beginning balance			
	Amount	Percentage (%)	Bad debt provision	Percentage (%)	Amount	Percentage (%)	Bad debt provision	Percentage (%)
1-2 years	64,895,850.05	13.60	6,489,585.01	10	26,636,719.46	5.56	2,663,671.95	10.00
2-3 years	11,446,749.68	2.40	5,434,024.90	50	179,374,852.66	37.44	53,752,455.80	30.00
3-5 years	237,845,515.14	49.80	118,672,757.59	50	68,775,428.91	14.37	34,389,714.47	50.00
More than 5 years	14,001,288.41	2.93	14,001,288.41	100				
Total	477,279,590.26	100.00	145,777,165.76	30.55	478,685,283.26	100.00	101,006,283.33	21.10

B. In Portfolio III, using the aging analysis method to make provision for bad debts

Age	Ending balance		
	Amount	Bad debt provision	Percentage (%)
Less than 1 year	22,081,927,448.75		0
1-3 years	12,654,981,243.03	632,749,062.15	5
3-4 years			
4-5 years			
More than 5 years			
Total	34,736,908,691.78	632,749,062.15	1.82

C. Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis

Accounts receivable (by the entity)	Ending balance			
	Accounts receivable	Bad debt provision	Percentage (%)	Reason for allotment
Individual	1,014,685.81	1,014,685.81	100.00	Overdue, estimably not recoverable
Total	1,014,685.81	1,014,685.81		

(2) Bad debt provision

Item	Beginning balance	Current addition after consolidation	Allotment for current period	Reduction for current period		Ending balance
				Reversal	Write-off	
Amount	102,020,967.14		678,974,264.12	3,454,318.04		777,540,913.22

(3) Top five debtors of accounts receivable in the ending balance:

The total accounts receivables from top five debtors for the current reporting period is RMB 21,467,060,428.46, accounting for 60.96 % of the ending balance of accounts receivable. The ending balance of the bad debt provision made accordingly is RMB 506,203,084.46.

Entity name	Amount	Age	% of total accounts receivable
Hebei Gu'an Emerging Industry Demonstration District Finance Bureau	7,705,552,540.55	Less than 1 year: 5,823,104,161.41; 1-2 years: 1,882,448,379.14	21.88
Dachang Hui Autonomous County Bureau of Finance	4,648,576,276.95	Less than 1 year: 1,500,062,132.75; 1-2 years: 3,148,514,144.20	13.2
Gu'an County Bureau of Finance Hebei Gu'an	4,159,411,429.35	Less than 1 year: 1,495,953,942.67; 1-2 years: 2,663,457,486.68	11.81
Hebei Shacheng Economic Development Zone Management Committee			
Yangtze River Delta Jiashan Technology Business Service Management Committee	2,523,878,502.36	Less than 1 year: 2,523,878,502.36	7.17
Gu'an County Finance Bureau	2,429,641,679.25	1-2 years: 2,429,641,679.25	6.9
Total	21,467,060,428.46		60.96

3. Prepayments

(1) Aging analysis and percentage

Age	Ending balance		Beginning balance	
	Amount	Percentage (%)	Amount	Percentage (%)
Less than 1 year	2,911,748,130.57	90.97	1,148,145,555.13	70.85
1-2 years	200,039,498.53	6.25	287,614,457.27	17.75
2-3 years	71,990,895.93	2.25	84,045,353.85	5.19
More than 3 years	17,015,680.53	0.53	100,642,809.23	6.21
Total	3,200,794,205.56	100	1,620,448,175.48	100

Note 1: the ending balance of prepayments increased by 97.53% than the beginning balance, which was mainly due to the increase of construction prepayments. At the end of current year, there are no prepayments aged above 1 year with significant amount.

(3) Top five prepayments in the ending balance:

Entity name	Relationship with the Company	Amount	% of total prepayments	Age	Reason for non-payment
Beijing Zeren Compound Co., Ltd	Unrelated party	1,846,567,595.85	57.69	Less than 1 year	Settlement condition is not satisfied yet.
PT Delta Marunggal Kaharja	Unrelated party	124,728,531.73	3.9	Less than 1 year	Settlement condition is not satisfied yet
Guangdong Yingyi Trust Co., Ltd	Unrelated party	73,333,333.33	2.29	Less than 1 year	Settlement condition is not satisfied yet
China International Technology Intelligence Cooperation Co., Ltd	Unrelated party	58,899,839.64	1.84	Less than 1 year	Settlement condition is not satisfied yet.

Wuhu County Public Resource Trading Center	Unrelated party	50,000,000.00	1.56	1-2 years	Settlement condition is not satisfied yet
Total		2,153,529,300.05	67.28		

4. Other Receivables

Item	Ending balance	Beginning balance
Interest receivables	280,788,803.42	521,993,180.94
Dividend receivables		
Other Receivables	13,051,142,459.31	10,587,301,292.05
Total	**13,331,931,262.73**	**11,109,294,472.99**

(1) Interest Receivables

Item	Ending balance	Beginning balance
Fixed deposit	675,325.70	
Entrusted loan	280,113,477.72	521,993,180.94
Total	**280,788,803.42**	**521,993,180.94**

Note: The interest receivable decreased by 46.21% compared with the beginning of the period, mainly due to the decrease in the entrusted loan interest reduction in the current period

(2) Classification by risks

Category	Ending balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Percentage (%)	
Other receivables with single significant amounts, for which bad debt provision is made on item by item basis					
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	14,337,564,333.56	99.96	1,286,421,872.25	8.97	13,051,142,459.31
Including: Portfolio I	11,245,542,151.34	78.44	1,279,635,972.70	11.38	9,965,906,178.64
Portfolio II	3,085,236,280.67	21.51			3,085,236,280.67
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis	5,532,518.50	0.04	5,532,518.50	100.00	
Total	14,343,096,850.06	100.00	1,291,954,390.75		13,051,142,459.31

(Continued)

Category	Beginning balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Percentage (%)	
Other receivables with single significant amounts, for which bad debt provision is made on item by item basis	5,000,000.00	0.05	5,000,000.00	100	

Category	Beginning balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Percentage (%)	
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	11,188,856,936.83	99.95	594,555,644.78	5.32	10,587,301,292.05
Including: Portfolio I	6,974,771,781.71	62.34	594,553,644.78	8.52	6,380,218,136.93
Portfolio II	4,207,083,155.12	37.61			4,207,083,155.12
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis	532,518.50		532,518.50	100.00	
Total	11,187,387,455.33	100.00	600,086,163.28		10,587,301,292.05

A. At the end of the period, there are no other receivables with significant single amount and single provision for bad debts.

B. In the portfolio I, the other receivables for which bad debt provision is made with the aging analysis method:

Age	Ending balance				Beginning balance			
	Amount	Percentage (%)	Bad debt provision	Percentage (%)	Amount	Percentage (%)	Bad debt provision	Percentage (%)
Less than 1 year	4,999,337,631.32	44.45	249,966,881.56	5	5,467,018,848.61	78.37	273,350,942.42	5.00
1-2 years	4,949,340,631.40	43.98	494,934,663.14	10	879,841,264.53	12.61	87,984,126.45	10.00
2-3 years	917,416,401.75	8.15	781,230,040.13	30	358,536,252.23	5.14	107,551,887.68	30.00
3 years	232,266,964.60	1.89	106,113,437.80	50	217,046,628.64	3.11	108,523,332.32	50.00
More than 5 years	154,175,297.92	1.37	154,175,297.92	100	92,278,751.99	0.45	15,378,376.00	50.00
Total	11,252,328,050.69	100.00	5,286,471,872.25	31.41	6,974,771,781.71	100.00	594,553,644.78	8.52

C. In the portfolio II, the other receivables for which no bad debt provision is made:

Other receivables (by the entity)	Ending balance			Reason for allotment
	Other receivables	Bad debt provision	Percentage (%)	
Shanghai Fucheng Haifutong Asset Management Co., Ltd	627,775,095.58			The funds are collected and are expected to be fully recovered.
Bazhou Xinli Steel Co., Ltd	510,000,000.00			Cooperation intention deposit, expected to be fully recovered
PT. Delta Mega Persada	479,964,414.16			Contract deposit, expected to be fully recovered
Hebei Xianghe Economic Development Zone Management Committee Finance Bureau	382,608,977.16			Prepaid for construction of the park and is expected to be fully recovered

Other receivables (by the entity)	Ending balance			Reason for allotment
	Other receivables	Bad debt provision	Percentage (%)	
Beijing Dongfu Houde Investment Management Center (Limited Partnership)	208,662,500.00			Trust Industry Protection Fund is expected to be fully recovered
Shucheng County Public Resource Transaction Administration	128,000,000.00			Land deposit is expected to be fully recovered
	125,197,500.00			Trust Industry Protection Fund is expected to be fully recovered
Yinhua Fortune Capital Management (Beijing) Co., Ltd				
Daye Trust Co., Ltd	92,415,000.00			Trust Industry Protection Fund is expected to be fully recovered
Guangda Xingyi Trust Co., Ltd	80,145,347.95			Trust Industry Protection Fund is expected to be fully recovered
Financial Center of Nanjianta Town, Guangyang District, Langfang City	69,000,000.00			Demolition deposit is expected to be fully recovered
CITIC Trust Co., Ltd	42,770,000.00			Trust Industry Protection Fund is expected to be fully recovered
	40,000,000.00			Prepaid for construction of the park and is expected to be fully recovered.
Changli County Finance Bureau				
Nuituo Town Finance Center, Gu'an County	30,000,000.00			Land deposit is expected to be fully recovered
Huaneng Guicheng Trust Co., Ltd	30,000,000.00			Trust Industry Protection Fund is expected to be fully recovered
Western Trust Company Limited	27,030,000.00			Trust Industry Protection Fund is expected to be fully recovered
Aerospace Science and Technology Financial Leasing Co., Ltd	18,000,000.00			Trust Industry Protection Fund is expected to be fully recovered
Xiongle County Land Reserve Center	17,000,000.00			Land deposit is expected to be fully recovered
Nanjing Economic and Technological Development Zone Management Committee	16,240,000.00			Demolition deposit is expected to be fully recovered
Bohai International Trust Co., Ltd	15,000,000.00			Trust Industry Protection Fund is expected to be fully recovered
Xinhua Trust Co., Ltd	15,000,000.00			Trust Industry Protection Fund is expected to be fully recovered

Other receivables (by the entity)	Ending balance			
	Other receivables	Bad debt provision	Percentage (%)	Reason for allotment
	15,000,000.00			Trust Industry Protection Fund is expected to be fully recovered
China Minsheng Trust Co., Ltd				
China Foreign Trade Financial Leasing Co., Ltd	15,000,000.00			Trust Industry Protection Fund is expected to be fully recovered
	13,847,435.96			Lease deposit, expected to be fully recovered
Shenzhen Bay Shuangchuang Technology Service Co., Ltd				
Wuyuan County Poverty Alleviation and Development Office	11,108,078.22			Poverty alleviation advances are expected to be fully recovered
National Trust Co., Ltd	10,010,000.00			Trust Industry Protection Fund is expected to be fully recovered
Qianchuan Street Finance Office, Huangpi District, Wuhan City	10,000,000.00			Contract deposit, expected to be fully recovered
Xianghe County Finance Bureau Treasury Unit	9,840,000.00			Land deposit is expected to be fully recovered
Pujiang County Land Reserve Center	5,412,610.80			Land deposit is expected to be fully recovered
Zhongyuan Trust Co., Ltd	5,240,000.00			Trust Industry Protection Fund is expected to be fully recovered
Shanghai International Trust Co., Ltd	5,200,000.00			Trust Industry Protection Fund is expected to be fully recovered
	5,000,000.00			Lease deposit, expected to be fully recovered
Dongguan Huake Zhilian Incubator Operation Co., Ltd				
	5,000,000.00			Trust Industry Protection Fund is expected to be fully recovered
Bank of Communications International Trust Co., Ltd				
Zhongrong International Trust Co., Ltd	4,984,000.00			Trust Industry Protection Fund is expected to be fully recovered
Minsheng Financial Leasing Co., Ltd	4,500,000.00			Trust Industry Protection Fund is expected to be fully recovered
Dongguan Collective Assets Trading Center, Wangniudun Town, Dongguan City	3,000,000.00			Lease deposit, expected to be fully recovered

Other receivables (by the entity)	Ending balance			Reason for allotment
	Other receivables	Bad debt provision	Percentage (%)	
China Trust Industry Protection Fund Co., Ltd	3,000,000.00			Trust Industry Protection Fund is expected to be fully recovered

D. Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis

Other receivables (by the entity)	Ending balance			Reason for allotment
	Other receivables	Bad debt provision	Percentage (%)	
Bazhou Shengfang Finance Branch	5,000,000.00	5,000,000.00	100	Overdue, estimably not recoverable
BUCG No.8 Construction Engineering Co., Ltd.	268,035.00	268,035.00	100	Overdue, estimably not recoverable
Langfang Petroleum Huatong Engineering Company	264,483.50	264,483.50	100	Overdue, estimably not recoverable
Total	**5,532,518.50**	**5,532,518.50**	**100**	

(2) Bad debt provision

Item	Beginning balance	Current addition after consolidation	Allotment for current period	Reduction for current period		Ending balance
				Reversal	Write-off	
Amount	600,086,163.28	-2,290,984.00	747,241,587.13	53,082,375.66		1,291,954,390.75

(3) Within this reporting period, there are no other receivables actually written off.

(4) Classification of other receivables by nature

Nature	Ending balance	Beginning balance
Security deposit	1,467,968,334.97	267,670,531.01
Advances	1,284,939,866.69	1,061,554,202.69
Personal borrowings	5,026,541.46	41,417,292.69
Margin	7,833,559,509.69	9,472,102,028.97
Others	869,944,070.26	344,643,399.97
Partnership	2,889,150,009.19	
Total	**14,343,096,850.06**	**11,187,387,455.33**

(5) Top five debtors in the ending balance of other receivables:

Entity name	Nature	Ending balance	Age	% of total ending balance of other	Bad debt provision Ending balance

				receivables	
Shanghai Fucheng Hailutong Asset Management Co., Ltd	Funds collection	627,775,095.58	Less than 1 year	6.38	
Bazhou Xinli Steel Co., Ltd	Cooperation deposit	510,000,000.00	1-2 years	3.56	
Langfang Yilian Real Estate Development Co., Ltd	Cooperation deposit	503,724,458.00	Less than 1 year: 384,908,500; 2-3 years: 118,815,958	3.51	31,127,020.80
PT. Delta Mega Persada	Contract deposit	479,964,614.16	1-2 years	3.35	
Daching Hui Autonomous County Yujing Real Estate Development Co., Ltd	Deposit	446,009,003.45	Less than 1 year	3.11	22,300,450.17
Total		2,567,472,971.19		17.91	53,427,470.97

5. Inventories

(1) Classification

Item	Ending balance		
	Book balance	Impairment provision	Book value
Raw materials	688,111.11		688,111.11
Revolving materials	77,850,514.21		77,850,514.21
Commodities in stock	3,101,150.59		3,101,150.59
Consumptive biological assets	20,227,528.62		20,227,528.62
Infrastructure construction	27,754,428,698.02		27,754,428,698.02
Land consolidation	73,226,678,282.66		73,226,678,282.66
Industry service cost	1,969,515,226.13		1,969,515,226.13
Comprehensive service	3,390,429,932.18		3,390,429,932.18
Project construction	4,021,200,750.96		4,021,200,750.96
Development cost	136,359,768,068.26	1,158,794,605.14	135,200,973,463.12
Completion development cost	8,911,122,520.01	53,536,464.81	8,857,586,055.20
Total	**255,735,010,782.75**	**1,212,331,069.95**	**254,522,679,712.80**

(Continued)

Item	Beginning balance		
	Book balance	Impairment provision	Book value
Raw materials	774,508.58		774,508.58
Revolving materials	4,476,508.34		4,476,508.34
Commodities in stock	75,471,061.53		75,471,061.53
Consumptive biological assets	20,102,403.62		20,102,403.62

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Item	Beginning balance		
	Book balance	Impairment provision	Book value
Infrastructure construction	22,931,833,153.78		22,931,833,153.78
Land consolidation	61,032,926,578.43		61,032,926,578.43
Industry service cost	2,415,418,384.63		2,415,418,384.63
Comprehensive service	2,338,644,850.07		2,338,644,850.07
Project construction	3,346,206,163.64		3,346,206,163.64
Development cost	131,549,357,716.44	340,935,912.75	131,208,421,803.69
Completion development cost	6,513,190,539.91	93,080,556.13	6,420,109,983.78
Total	**230,228,401,868.97**	**434,016,468.88**	**229,794,385,400.09**

Consumptive biological assets:

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Forestry	19,776,248.62	125,125.00		19,901,373.62
Crop	326,155.00			326,155.00
Total	**20,102,403.62**	**125,125.00**		**20,227,528.62**

(4) Impairment provision of inventories

Item	Beginning balance	Current increase		Current decrease		Ending balance
		Allotment	Others	Reversal or write-off	Others	
Development cost	340,935,912.75	987,869,852.50		170,011,170.11		1,158,794,605.14
Completion development cost						
Total	93,080,556.13	24,856,105.02		64,400,196.34		53,536,464.81

The ending balance of the inventory includes the capitalization amount of the borrowing costs of RMB 15,545,101,738.05.

(2) Breakdown of development costs

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
1	Fengtai Commercial Complex	May-13	Nov. 2016	5,008,611,858.58	2,369,730,778.08	3,568,548,314.10
2	Chaobai River Peacock City Phases 6&7	May-12	Apr. 2014	107,200,000.00	25,666,669.50	18,082,360.59
3	Chaobai Xinju	Jun. 2011	Sept. 2014	1,609,174,669.00	281,649,757.48	275,372,047.81
4	Badaling Peacock City Phases 1-3	Sept. 2010	Jul. 2012	280,102,212.42	38,708,057.12	49,827,484.69
5	Huaxia Platinum Palace	Oct. 2010	Dec. 2012	2,500,000,000.00	20,323,303.12	
6	Weihai Peacock City (Weihai Peacock Bay)	May-12	Dec. 2014	136,000,000.00	750,207,369.35	756,483,771.77
7	Gulian Talent Garden Project	Feb. 2011	Oct. 2013	66,760,000.00	309,287,520.27	
8	Sujiatun Project	Apr. 2013	Apr. 2015	409,540,000.00	701,309,602.14	127,710,343.04
9	Guangyang Tuntun Project	Jun. 2015	Aug. 2016	290,292,950.00	80,502,027.00	81,167,973.83
10	Chaobai River Creative Office and Commercial Project	Jun. 2017	May-14	570,940,000.00	85,743,932.95	88,854,766.08
11	Niuguo Hot Spring Peacock City	Mar. 2013	Apr. 2015	9,856,704,330.00	1,368,267,869.45	900,657,604.84
12	Beiheng New Village Commerce	Oct. 2010	Nov. 2011	142,260,000.00	25,092,908.93	25,425,536.15
13	Zhenjiang Peacock City British Palace	Jun. 2013	Sept. 2015	2,060,490,000.00	557,534,618.76	389,895,717.01
14	Langfang Peacock City – Park Sea Phase 1-3	Aug. 2013	Oct. 2015	2,774,650,000.00	127,396,148.07	

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
15	Langlang Dasha i (Xiaofujun)	Sept. 2013	May-15	5,798,950,000.00	178,983,212.12	91,953,937.18
16	Wuxi Peacock City Phase 1	Nov. 2013	Dec. 2015	2,269,786,311.22	553,988,196.44	
17	Badaling Peacock City Phase-4	May-14	Jun. 2016	667,970,000.00		9,791,760.13
18	Dachang Peacock City British Palace Phase 1 (Former Tongda Project)	Jun. 2015	Sept. 2018	2,182,296,613.00	1,260,101,974.99	704,706,339.68
19	Chaobai River Peacock County Phase-1	Mar. 2014	Jul. 2016	2,073,910,000.00	1,056,124,901.76	228,494,674.63
20	Chaobai River British Palace Phase-9	Apr. 2014	Aug. 2016	1,350,830,000.00	409,318,544.25	
21	Badaling Peacock City Phase 5.1	Apr. 2014	Jul. 2016	739,403,934.46	32,608,749.76	
22	Badaling Peacock City Phase 6.1	Apr. 2014	Jun. 2016	464,275,552.19		41,721.62
23	SujiaLun Area - Peacock City Project Phase 2	Apr. 2014	Jul. 2016	1,304,000,000.00	46,754,512.50	144,514,067.45
24	Dachang Inspection Certification Industry Port	Mar. 2014	May-15	45,480,000.00	18,778,973.61	
25	Huailai Headquarters Economy Commercial Port Phase 1.1	Mar. 2014	Jul. 2015	219,340,000.00	81,144,591.97	81,815,854.35
26	Grand Canal Peacock City Phase-6(British Palace Phase 3)	Mar. 2014	Nov. 2015	2,385,479,469.49	80,154,400.77	212,831.18
27	Jiashan Yihe Garden Settlement Housing Project	Apr. 2014	Jun. 2016	376,145,085.52	1,668,498.13	
28	Sanquanying, Badaling Peacock City Phase 7.1	Apr. 2013	Dec. 2013	611,748,600.00	334,527,595.89	287,927,685.60
29	Dachang CIAC Industry Port	Oct. 2013	Apr. 2015	701,940,000.00	189,663,499.58	
30	Dachang Nanyuadian Hot Spring Plot Project	Oct. 2014	Dec. 2016	1,193,389,372.29	283,675,573.43	
31	Dachang Movie & TV Incubation Port	Dec. 2014	Jun. 2016	557,705,900.00	286,823,850.68	
32	Shaofu Xinminju Phase 2	Mar. 2014	Jun. 2016	540,938,048.34	440,077,575.97	173,897,898.39
33	Peacock City Cambridgeshire Phase 8	Aug. 2014	Apr. 2017	1,741,790,000.00	642,980,983.31	5,869,064.51
34	Zhenjiang Lingjiawan Project	Jun. 2014	Jun. 2017	528,910,000.00	179,157,295.65	275,649,711.20
35	Wuxi Peacock City Phase 2	Jan. 2015	Dec. 2017	1,491,555,830.83	42,103,503.28	
36	Shenyang Peacock City Cambridgeshire Phase 3	Jul. 2014	Nov. 2016	861,240,000.00	262,126,439.82	148,726,215.82
37	Zhenjiang Automotive Electronics Industry Port	Mar. 2014	Jun. 2017	135,770,000.00	65,025,231.93	65,564,475.16

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
38	Dachang Qiaotoubao Project	Mar. 2014	Jun. 2016	384,058,600.00	45,463,349.14	45,839,441.19
39	Gu'an Peacock City Cambridgeshire Phase 7	Jun. 2015	Aug. 2017	1,203,810,000.00	1,021,368,079.76	216,769,609.04
40	Wuxi Fuyang Project	Nov. 2015	Nov. 2018	601,766,954.73	234,272,074.72	252,385,207.87
41	Jiashan Peacock City Phase-1	May-15	May-17	866,747,986.98		89,689.88
42	Badaling Aerospace No.5 Yard Phase 1	Jul. 2015	Oct. 2017	761,546,594.37	502,034,935.45	
43	Badaling British Palace Phase 2	Jul. 2015	Oct. 2017	892,395,360.56	153,533,591.11	
44	Dachang Sunshine New City 100mu	Jan. 2015	May-17	596,660,000.00	257,545,574.99	97,685,766.21
45	Tiangezhuang Plot 8 (178mu)	Mar. 2015	May-17	2,034,420,000.00	361,088,407.29	547,169,587.36
46	Dachang British Palace Phase 15	Mar. 2015	May-17	1,737,970,688.50	367,059,973.36	463,110,807.90
47	Yongding River Peacock British Palace Phase 2.7	Apr. 2015	Aug. 2017	2,442,480,000.00	922,752,090.76	1,140,139,057.61
48	Gu'an Peacock City Cambridgeshire Phase 9	Apr. 2015	Sept. 2017	1,839,970,000.00	1,020,877,171.09	84,292,145.45
49	Yongding River Peacock City Phase 8.2	Aug. 2015	May-19	2,596,490,000.00	137,915,753.32	132,918,609.48
50	Xinghe British Palace Phase 4	Jun. 2015	May-17	848,751,614.88		3,207,544.01
51	Shenyang Peacock City Phase 4	Apr. 2015	Jul. 2017	1,163,650,000.00	111,057,167.05	169,485,140.53
52	Yongqing Peacock City Phase 1.1	Aug. 2015	Oct. 2017	478,679,863.32	445,330,631.64	
53	Jingdongfang Apartment Phase 2	Apr. 2013	Sept. 2014	78,770,000.00	62,111,090.89	65,029,877.46
54	Gu'an British Palace Phase 2.8	Jul. 2015	Apr. 2018	501,840,000.00	376,533,629.29	59,141,309.59
55	Gu'an Cambridgeshire Phase 13	Dec. 2015	Sept. 2018	1,746,570,000.00	1,162,597,295.70	336,423,951.81
56	Gu'an Cambridgeshire Phase 12	Dec. 2015	Sept. 2018	1,607,650,000.00	591,156,673.62	292,825,906.64
57	Gu'an Peacock City British Palace Phase 2.6	Jul. 2015	Apr. 2018	2,811,810,000.00	1,797,138,164.94	632,608,004.38
58	Park Sea Phase 1.5	Jul. 2015	Oct. 2017	2,017,532,457.88	1,583,738,184.28	242,093,556.65
59	Park Sea Phase 1.6	Jul. 2015	Dec. 2017	1,912,451,274.79	900,451,520.93	362,484,637.26
60	Peacock Villa Phase 2	Aug. 2015	May-18	1,328,536,108.75	619,783,950.81	393,226,304.85

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
61	Grand Canal Peacock City Phase-7.3	Nov. 2015	Oct. 2018	1,087,043,949.37	594,770,075.07	525,224,476.65
62	Grand Canal Peacock City Phase 7.1	May-16	Dec. 2018	3,957,422,456.67	1,841,405,723.22	1,769,081,664.06
63	Grand Canal Peacock City Phase 7.4	Apr. 2016	Oct. 2018	432,126,630.97	248,547,402.88	
64	Xianghe British Palace Phase 5	Apr. 2018	Aug. 2018	1,727,063,643.49	829,473,180.00	
65	Bazhou Hot Spring Peacock City Phase 2.1 (28 Building)	Aug. 2015	May-18	111,413,631.53	68,005,693.70	
66	Bazhou Hot Spring Peacock City Phase 33	Oct. 2015	Apr. 2018	1,562,233,311.77	149,360,553.58	71,823,506.89
67	Yongqing Intelligent Control Industry Park Phase 1-1	Sept. 2015	Aug. 2016	107,200,000.00	3,917,100.25	3,350,577.30
68	Shanyang British Palace Phase-1	Apr. 2014	Nov. 2016	1,083,740,000.00	246,292,011.76	21,099,526.06
69	Jiashan Peacock City Heyuan	Feb. 2016	Dec. 2018	737,938,407.21	22,111,504.82	21,910,621.59
70	Dachang Jiaban Complex Project	Sept. 2018	Sept. 2020	1,000,000,000.00	325,200,935.18	339,582,419.20
71	Talent Garden Phase 2 Affordable Housing	Jan. 2016	May-19	643,570,000.00	456,878,297.51	
72	Talent Garden Phase 2 Price-capped Housing	Jan. 2016	May-19	372,230,000.00	275,583,799.27	
73	Cambridgeshire Phase 10	Apr. 2016	May-19	2,185,150,000.00	982,917,901.23	1,479,661,985.37
74	Cambridgeshire Phase 11	Apr. 2016	May-19	2,401,510,000.00	1,000,146,989.14	1,737,846,799.07
75	Wanlifang	Jul. 2016	Apr. 2019	2,041,540,000.00	1,194,128,762.85	1,485,671,639.55
76	Peacock City Cambridgeshire Phase 7.2.3	Apr. 2016	Oct. 2018	811,540,000.00	94,620,900.62	907,096,611.04
77	Renqiu Baiyangdian Peacock City Phase 1	Dec. 2018	Sept. 2018	1,181,820,000.00	214,166,830.29	224,190,589.72
78	Renqiu Glass Fiber Composite Material Industry Park (Phase 1) Project	Sept. 2015	Nov. 2016	44,960,000.00	5,382,840.00	
79	Grand Canal Peacock City 7.2	Oct. 2016	Dec. 2018	1,811,812,935.63	620,457,915.91	
80	Jiashan Peacock City Phase 3	Apr. 2016	May-18	729,326,471.34	459,812,199.69	
81	Jiashan Peacock City Phase 4	May-16	Aug. 2018	695,873,193.67	317,206,653.02	
82	Jiashan Peacock City Phase 5	Apr. 2016	Jul. 2018	472,671,416.92	281,966,466.64	
83	Jiashan Peacock City Phase-6	May-16	Jul. 2018	653,846,175.10	345,815,260.96	

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
84	Gold Project	Aug. 2016	Aug. 2018	2,347,888,050.79	919,240,942.66	1,350,707,445.71
85	A34 Xiangdi Garden	Mar. 2016	Jun. 2016	641,493,836.31	232,900,365.32	162,855,468.63
86	A6 Xiangdi Garden	Mar. 2016	Jun. 2016	1,665,369,757.02	576,340,342.91	354,675,671.76
87	Baihou Hot Spring Xindu Peacock City Phase 2 (former BaiHou Peacock City Phase 2)	Aug. 2016	Jun. 2018	2,199,230,097.49	1,073,461,327.67	595,795,558.45
88	Baihou Hot Spring Xindu Peacock City Phase 5	Jul. 2016	Oct. 2018	894,224,949.80	430,688,587.03	
89	Yongqing Peacock City Phase 1.3	Sept. 2016	Nov. 2018	7,210,608,670,130.94	2,130,442.59	2,148,066.51
90	Yongqing Peacock City Phase 2.1	Aug. 2016	Sept. 2018	7,779,977,400,000.00	263,439,580.27	4,449,304.55
91	Huailai Area Communication Equipment Industry Port Project	Oct. 2015	Nov. 2016	154,090,000.00	52,099,413.00	87,294,762.57
92	Badaling British Palace Phase-4.1.1	Oct. 2016	Mar-19	950,120,000.00	30,212,622.45	34,367,064.88
93	Badaling British Palace Phase 3.1	Sept. 2016	Apr. 2019	1,711,301,001.57	651,910,223.61	
94	Badaling British Palace Phase 3.4	Oct. 2016	May-18	647,580,000.00	109,677,161.48	110,977,825.87
95	Badaling British Palace Phase 2.3. 2. 4	May-16	Oct. 2018	755,064,987.61	501,709,512.87	78,958,635.48
96	Tiangezhuang B3B4 Land Plot	Sept. 2016	Mar-19	1,609,124,669.00	469,423,842.78	
97	Tiangezhuang 40mu	May-17	Sept. 2019	1,034,403,820.58	542,749,033.01	321,470,980.39
98	Tiangezhuang Land Plot A	Feb. 2016	May-18	2,034,420,000.00	318,198,689.74	
99	Langfang No 1 High School 300mu, including demonstration area	Apr. 2016	Dec. 2018	2,634,235,788.70	1,227,540,771.80	943,290,136.92
100	Gu'an Taihu Huayuan Tiandi	Apr. 2016	May-17	280,142,212.42	143,478,540.66	
101	Xianghe Longyu Project	Jun. 2017	Jun. 2019	1,443,160,800.00	474,923,886.98	569,027,960.98
102	Xiaohuangtou Project	Sept. 2016	Jun. 2019	4,000,000,000.00	1,072,690,699.58	1,284,003,288.14
103	Changyue 320mu Project	Oct. 2016	Oct. 2018	3,236,370,032.78	1,292,696,218.32	1,457,937,215.52
104	Jingyu Project	Jul. 2016	Nov. 2018	662,419,872.62	243,462,667.00	2,499.28
105	Yicheng'nan Project	Jan. 2017	Sept. 2018	1,298,040,158.88	547,471,441.42	677,255,156.41
106	Laian Peacock City	Dec. 2016	Mar-18	2,701,584,974.54	1,873,539,585.57	1,956,139,164.36

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107	Renqiu Petroleum New City Project	Oct. 2016	Oct 2018	2,587,568,800.00	1,123,012,810.08	1,821,970,257.29
108	Nanyang Peacock Sea	Feb. 2017	Jul. 2019	2,500,000,000.00	1,575,958,756.51	
109	Harbin Institute of Technology Academy Incubation Center Project	May-2016	Oct 2018	948,184,117.71	343,737,102.61	75,754,475.88
110	Foshan Peacock City Demonstration Zone	Apr. 2015	Sept. 2015	136,000,000.00		99,499,955.18
111	Tiangezhuang Land Plot E	Feb. 2016	May-19	759,898,803.68	155,084,363.59	304,508,480.82
112	Shengjing Project	Jan 2017	May-19	1,942,445,378.28	656,655,884.56	855,581,470.26
113	Hot Spring Xindu Peacock City 2016 Sample House	Apr 2016	Dec 2018	11,550,000.00	8,183,128.36	10,077,319.57
114	Dizhonghai 80mu	May-2016	Apr. 2018	541,235,196.19	337,045,783.64	341,729.80
115	Yongqing Peacock City 2. Phase 2	Sept 2016	Aug. 2018	13,461,733,003.980	534,208,416.64	340,832,617.97
116	Tangshan Yufu 792mu	May-2016	Dec 2018	46,711,302,134,795.50	2,137,381,969.59	1,107,792,707.45
117	Zhuozhou Peacock City Demonstration Zone	Oct 2016	Dec 2016	20,000,000.00	13,761,552.03	13,451,021.69
118	Zhuozhou Peacock City Phase 1	Dec. 2016	Sept 2019	5,787,189,510.00	750,032,726.87	2,029,641,023.31
119	Xinli Village Settlement	Aug. 2014	Jul 2017	914,390,000.00	664,264,792.20	350,622,937.77
120	Dongxu Village Settlement	Mar. 2017	May-20	1,789,160,000.00	867,393,349.06	974,794,580.76
121	Jiehai Yuecheng	Sept. 2016	Nov. 2019	2,139,250,000.00	731,595,742.76	768,616,731.07
122	Chennai Fudi	Sept. 2016	Nov. 2019	1,128,500,000.00	378,577,234.28	438,454,727.13
123	Dongzhuang Project	Feb 2017	May-19	411,690,000.00	281,436,342.38	26,499,631.19
124	Dahu 1 3+1.5	Aug. 2016	Dec. 2019	3,105,790,000.00	1,069,171,190.18	1,329,397,524.55
125	Xiyu Village Settlement	Feb 2016	May-18	821,051,899.71	465,978,946.16	32,457,535.52
126	Grand Canal Peacock City Phase 7_6_1	Dec 2016	Jun 2019	4,653,374,244.95	1,277,158,073.32	1,548,455,761.15
127	Xianghe Robot Core Part Industry Park Project	Oct. 2016	Jun 2018	252,470,680.39	22,745,958.16	41,449,662.00
128	Xianghe E-commerce Comprehensive Industry Park	Apr. 2016	Jan. 2017	41,824,038.16	19,871,959.99	20,328,255.20
129	Xianghe Jiahua Project	Jan 2017	Dec 2018	723,769,626.00	227,561,742.17	300,107,319.43

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130	Ode to the Qing Dynasty.	Dec-2018	Jun-2018	749,960,299.08	52,306,900.08	437,484,759.10
131	Wuzhi peacock city 1.1 period.	Jun-2018	Dec-2018	574,906,742.28	206,793,492.52	252,367,714.82
132	Wuzhi peacock city 1.2 period.	Nov-2018	Jun-2018	604,337,841.21	193,575,205.73	240,442,292.79
133	The first phase of jiangmen peacock villas.	Oct-2018	Jun-2018	1,943,737,943.16	973,480,305.38	1,227,748,795.21
134	Shenyang British palace 3 period	Apr-2018	Jun-2018	441,270,000.00	154,167,436.52	230,810,728.69
135	Shenyang British palace 2 period	Sep-2018	Sep-2018	471,310,000.00	134,406,762.00	197,665,252.80
136	The first phase of jiangjun	Nov-2018	May-2018	894,026,227.31	64,514,539.35	180,120,615.77
137	Attention issue	Nov-2018	Nov-2018	1,673,679,389.77	661,177,706.09	978,084,916.42
138	Double willow issue	Dec-2018	Apr-2018	1,304,000,000.00	393,421,132.36	1,514,076.76
139	Project 1.1 of shucheng peacock villas.	Mar-2018	Dec-2018	900,998,374.80	273,282,110.34	387,242,763.03
140	Shucheng peacock villas project 1.2.	Apr-2018	Nov-2018	430,719,137.44	112,638,599.03	157,543,925.31
141	Shucheng peacock villas project 2.1.	Nov-2018	Nov-2018	537,809,137.77	161,743,936.13	249,269,728.43
142	Shucheng peacock villas project 2.2.	Dec-2018	Feb-2018	936,756,561.91	237,755,337.05	358,031,725.51
143	Project 3.1 of shucheng peacock villas	Dec-2018	Feb-2018	881,707,568.58	242,468,231.22	351,033,657.40
144	Hangzhou town happy new village residential district.	Jul-2018	Dec-2018	432,456,924.88	15,695,476.93	
145	The county peacock villas	Jun-2018	Nov-2018	1,318,068,321.99	327,940,297.64	536,563,672.77
146	Come to the peacock city 3 phase 63 mu project.	Feb-2018	Mar-2018	564,878,315.00	332,178,685.48	366,572,731.55
147	Lishui ma road project	Sep-2018	Apr-2018	1,506,747,837.08	977,004,455.71	1,273,728,558.59
148	Come to the peacock city 5 phase 88 mu project.	Nov-2018	Jun-2018	768,536,216.35	346,812,198.04	437,181,150.49
149	A project of 100 mu of camphor garden	Nov-2018	Feb-2018	960,736,006.86	344,240,300.00	434,719,453.28
150	Come to anshu kou 98 mu project	Dec-2018	Oct-2018	603,748,028.29	140,466,494.01	270,913,221.47
151	Putai north project (112 mu)	Dec-2018	Dec-2018	1,809,977,653.07	623,000,000.00	1,112,489,473.34
152	Talent apartment (phase II) project	Dec-2016	May-2018	396,010,000.00	36,805,185.47	105,620,195.61

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153	The peacock city of hardan 1 1 period.	Dec-2018	Aug-2018	1,328,780,352.43	16,910,000.00	543,110,673.70
154	International apartment project (180 mu)	May-2018	Sep-2018	1,086,856,811.70	235,053,237.72	280,810,937.74
155	Baotou business hall 83 mu	Apr-2018	Sep-2018	751,957,808.57	158,823,928.97	200,186,605.96
156	Hengyuan project (122 mu)	Jul-2018	Aug-2018	1,837,034,214.67	271,373,761.15	295,740,984.83
157	Baotou five minutes in 2017 a block north of 196 mu	Jun-2018	Jun-2018	5,015,116,186.73	270,304,065.45	646,049,154.58
158	Bridge south project phase 1	Dec-2018	Dec-2018	2,600,000,000.00	18,315,247.19	815,522,487.97
159	Project 1.1 of dongbaili zhuang	Jun-2018	Nov-2018	425,576,435.57	148,764,872.38	166,526,661.56
160	Project 1.2 of dongbaili zhuang	Jun-2018	May-2018	9,893,225,604,180.45	178,767,912.72	230,893,969.43
161	Yonggang jiabai 77 mu.	Dec-2018	Dec-2018	7,306,997,180,000.00	223,321,653.23	227,215,302.74
162	Wenan peacock wholesale project 3	Aug-2018	Jul-2018	1,880,189,341.00	969,897,722.02	973,927,668.86
163	Yusheng project of heyingying	Dec-2018	Sep-2018	2,583,101,794.00	533,685,357.97	745,985,151.98
164	Macro project (53 mu)	Dec-2018	Sep-2018	1,173,260,625.00	279,645,017.25	586,176,562.01
165	Shangshijiahua project.	Dec-2018	Sep-2018	1,419,019,110.57	514,011,663.91	485,755,170.48
166	Gallery and workshop	Mar-2018	Aug-2018	1,495,452,378.98	1,090,952,551.57	903,766,734.85
167	The great canal peacock city, British palace 5.2.	Jun-2018	Aug-2018	1,330,883,130.62	346,952,438.70	370,529,231.20
168	Canal avenue opening project.	Dec-2018	Sep-2018	803,891,415.13	94,104,699.67	143,357,941.86
169	Project of beida he new district.	Sep-2018	Jul-2018	726,965,000.00	192,299,458.89	280,626,543.91
170	Wenchuangyuan 1 phase	May-2018	May-2018	2,409,250,000.00	125,759,309.00	1,346,992,395.12
171	Yuancheng plaza phase 1	Mar-2018	Sep-2018	952,999,238.10	948,177,203.66	992,924,512.44
172	Yongchixincheng	Aug-2018	May-2018	3,081,720,000.00	683,031,554.65	854,569,510.29
173	Changyang village project (90 mu)	Jul-2018	Sep-2018	785,660,000.00	170,000,938.35	257,834,713.79
174	Yiyuan project (fuxing home)	Oct-2018	Dec-2018	623,400,000.00	182,542,130.49	189,957,841.48
175	AMOLED life supporting area.	Feb-2018	Dec-2018	274,230,000.00	115,354,069.35	348,450,263.87

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176	Jiashan peacock city 7.	Sep-2018	Nov-2018	363,826,261.63	299,670,675.27	364,487,858.97
177	Jiashan peacock city 8	Jan-2018	Jan-2018	613,531,379.94	248,400,553.63	428,268,808.82
178	Jiashan peacock villa 9.	Sep-2018	Nov-2018	1,514,335,309.93	402,412,679.02	482,479,001.33
179	Jiashan peacock villas 10	Nov-2018	Dec-2018	1,287,936,129.85	553,739,196.09	690,792,082.31
180	Jiashan peacock city 11	Nov-2018	Aug-2018	1,133,120,264.85	455,554,954.49	554,024,887.96
181	Jiashan peacock villas 12	Jul-2018	Oct-2018	1,114,776,771.00	480,413,516.99	573,006,591.80
182	New xitang peacock villas 1 period.	May-2018	Jul-2018	1,772,853,805.48	1,149,147,479.50	1,270,640,218.90
183	New xitang peacock city, looking 1.	May-2018	Apr-2018	1,116,909,603.00	351,266,763.90	397,637,539.96
184	New xitang peacock city, looking 2.	Aug-2018	Jun-2018	1,106,932,814.30	362,352,211.99	491,104,844.35
185	New xitang peacock villas 13.	Dec-2018	Sep-2018	920,936,907.00	529,126,510.57	626,206,003.55
186	New xitang peacock villas 14.	Dec-2018	Sep-2018	1,901,935,048.48	904,707,079.77	1,036,924,902.95
187	Nanhun peacock villas stage 1	Aug-2018	Sep-2018	1,497,480,533.29	1,274,503,406.86	681,585,821.75
188	Nanhun peacock villas ii.	May-2018	May-2018	1,436,807,739.00	42,194.57	527,679,999.46
189	Huaxia ACE jiashan international kindergarten.	May-2018	Aug-2018	66,760,000.00	6,795,898.29	30,682,019.24
190	Jiashan e commerce industrial park project phase I	May-2018	Aug-2018	409,540,000.00	60,972,537.63	63,062,386.34
191	Peacock villas nine green garden, tulpe garden, tong shu garden.	May-2018	Dec-2018	1,873,400,000.00	961,730,453.66	
192	Farmland 74 mu	Mar-2018	Apr-2018	2,041,734,369.17	7,071,213.93	438,037,722.54
193	Tian each zhuang 78 mu project	Feb-2018	Nov-2018	2,313,739,494.59	65,311,935.00	536,991,582.15
194	Land of 97 mu	Feb-2018	Nov-2018	2,793,113,652.52	52,832,326.40	738,396,439.64
195	10 acres of farmland	Feb-2018	Nov-2018	277,744,137.64	6,643,980.61	67,515,677.37
196	Large factory narrow slope 37 mu project	Dec-2018	Jun-2018	520,700,085.76	219,133,226.75	233,255,451.25
197	Secondary 50 mu	Dec-2018	Jun-2018	709,836,839.16	280,776,737.94	338,863,730.05
198	The sunlight beautiful garden	Mar-2018	Oct-2018	441,450,000.00	20,637,172.58	23,313,759.70

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198	The new houses of tian each village	Mar-2018	Jul-2018	2,073,910,000.00	499,890,000.00	467,006,686.37
200	Zhongguancun science park fengtai park industrial base.	Aug-2018	Jun-2018	8,976,530,000.00	3,950,384,668.72	4,828,617,303.47
201	Lai'an regional electronic information industrial park.	Jun-2018	Jun-2018	117,260,000.00	80,253,825.38	29,812,238.04
202	Xiangwu new village housing.			1,100,000,000.00	263,779,637.27	
203	Big plant s ndu project	Mar-2018	May-2018	846,520,659.00	64,587,567.05	187,418,308.65
204	Peacock mansion 5	Mar-2018	Jul-2018	89,309,571.72	37,876,608.41	
205	Come to finance business square	Feb-2018	Sep-2018	169,748,951.25	74,601,975.33	63,549,711.30
206	218 mu project of Phase I in the 12th branch of Suiyuan District	Mar-2018	Jun-2020	1,403,750,000.00		488,797,818.53
207	Yongqing S Fen 18 commercial 19 acres	May-2018	Jul-2021	6,051,520,870,348.40		19,828,592.29
208	Yongqing S Fen 17, Beiguan 63 acres	Jun-2018	Aug-2021	8,350,109,508,300.00		475,083,510.56
209	Baizhou S Fen 2018 Fengqing park 102 acres	Jun-2018	Apr-2021	1,009,160,000.00		325,503,445.70
210	Jiang Yan Fu Phase III	May 2018	Dec-2019	195,548,252.45		70,708,420.50
211	Jiang Yan Fu Phase IV	Jun-2018	Jun-2020	172,515,814.72		65,038,621.58
212	Tuanfeng phase I	Jun-2018	Jun-2020	268,626,916.56		95,523,105.89
213	Beidaihe District Jia branch 2017 190 Mu Residential Project	Feb 2018	Dec-2019	1,091,680,000.00		374,615,006.01
214	Changli District 21st Branch 2018 Business 302 Mu Project	May 2018	Apr-2020	1,081,690,000.00		378,974,186.66
215	Wuzhi Peacock City 1 3	Jun-2018	Jun-2020	1,161,919,620.36		279,652,735.77
216	Wuzhi Peacock City 2 1	Jun-2018	Jun-2020	437,278,270.66		158,421,367.35
217	Xinzheng Peacock City	Jun-2018	Apr-2021	3,669,982,821.42		1,501,395,409.28
218	Xinzheng Peacock City Demonstration Zone	May-2018	Aug-2020	26,212,992.87		14,058,876.05
219	Wuzhi Peacock City Demonstration Zone	Apr-2017	Aug-2017	43,907,153.61		39,192,214.25
220	Wuzhi Peacock City 1 3 (Xinzheng Peacock City)	Jun-2018	Jun-2020	1,161,919,620.36		91,390,341.76
221	Jiashan 10 branch 2018 new Xiang peacock town Dayun town 50 mu project	Jun-2018	Jun 2020	895,842,550.65		457,020,465.43

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222	He County Peacock City Phase II	Mar-2018	Dec-2019	1,936,328,259.68		816,336,729.45
223	Lai'an District 1 Phase 3 78-mu project	Aug-2018	Apr-2020	625,883,440.70		212,684,180.30
224	Lai'an 3 District 6 Phase 70 Acres	May-2018	Apr-2020	1,018,399,472.61		592,508,856.46
225	Lai'an 5 District, Phase III 67-mu Yu Yue Impression Project	May-2018	May-2020	1,048,435,806.27		676,563,771.64
226	Lai'an District 3, Phase 5, 57 acres	Jun-2018	May-2020	748,741,730.37		437,107,383.98
227	Dongchuang Residence	Apr-2017	Apr-2019	2,231,190,000.00		857,744,742.81
228	Wen garden	Jan-2018	Dec-2018	2,734,965,000.00	778,662,128.28	1,646,437,541.78
229	The kalawan project in Indonesia	Oct-2018	Dec-2018	6,642,732,646.00	746,926,762.87	866,574,588.93
230	Yijingyuan project	Apr-2018	May-2018	1,735,080,900.00	691,863,569.85	506,512,231.44
231	Shurongyuan Project	Dec-2017	Mar-2020	1,138,288,300.00	10,578,238.92	423,060,075.66
232	Gu'an Biomedical Accelerated Industrial Park	Jun-2017	Jun-2018	117,760,000.00	37,193,351.44	
233	Wenchuang Park Phase 2	Mar-2017	Sep-2020	890,910,000.00		528,850,394.93
234	Zhengnan Peacock City 1 1	May-2018	Apr-2020	720,764,900.00		360,575,193.78
235	Gu'an District, a branch company, 2018 cattle camel 4,2 high-rise project	Nov-2018	Mar-2021	411,210,000.00		42,329,203.22
236	Gu'an District One Branch 2017 Tianli 48 Mu Project	Aug-2018	Oct-2020	331,470,000.00		128,755,077.32
237	Xianghe Jingwei 83mu Project	Aug-2018	Jun-2021	1,351,159,300.18		1,256,721,295.84
238	Gaochun G27G28 project	Apr-2018	Apr-2020	1,483,273,881.68		890,574,254.17
239	Wen'an District Four Branch 2017 Peacock City 46 Mu Project	Oct-2018	Nov-2021	721,096,669.65		233,661,683.06
240	Zone 3, Phase 2, 27-mu project	Jan-2018	May-2019	268,982,062.57		34,810,741.47
241	Yaxinyuan Residential Community Project	Oct-2018	Sep-2021	575,801,861.35		255,619,936.40
242	Yayunyuan Residential Community Project	Nov-2018	Sep-2021	1,101,097,277.74		509,540,787.88
243	Chenxiyuan Residential Community Project	Oct-2018	May-2021	599,736,086.00		313,805,131.47
244	Zhuku Peacock City	Aug-2018	Aug-2020	389,791,334.48		42,962,817.04

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
245	Badaling British Palace 5	Sep-2018	Sep-2020	2,739,273,221.00		148,910,811.05
246	Badaling British Palace 7.6	Sep-2017	Aug-2015	865,259,154.44		105,803,589.69
247	New Badaling Peacock Town Center Project	Mar-2018	May-2020	983,395,122.83		86,314,739.83
248	Huaile District Eight Branch Company 2017 Software Park Supporting Apartment 50 Mu Project	May-2018	Dec-2019	944,825,159.72		112,337,826.24
249	Badaling Multicolored Sky Street Phase I Project	Aug-2018	Sep-2020	748,224,130.35		15,846,677.77
250	Dachang Chaobaihe Peacock City 18.2 (Former 34 acres)	Jan-2019	Jul-2021	514,991,758.68		188,527,017.86
251	Jiaxing Yusheng Real Estate Development Co., Ltd. Hanjing Yuefu Project	Jun-2018	Jun-2020	1,741,543,201.20		981,014,247.50
252	Jiashan Peacock City 9.1	Dec-2018	Dec-2020	798,422,757.35		389,544,350.58
253	The Peacock City 3.1 in the Nanxun area (139 acres)	Feb-2019	Oct-2021	2,120,516,696.64		890,564,369.34
254	Nanxun Peacock City 3.0	Aug-2019	May-2022	1,118,420,000.00		428,019,871.56
255	Shuangliu Phase II	Jul-2018	Mar-2021	2,113,793,961.72		690,561,532.32
256	Wuxi Peacock City 2.2	Aug-2018	Dec-2021	781,468,336.31		246,150,558.53
257	Jiangning G70 plot	Jun-2018	Oct-2019	2,404,600,493.00		1,797,004,902.10
258	Deqing 2.0	Mar-2019	Aug-2021	695,613,113.47		1,176,461.17
259	Pujiang Peacock City 1.0 (66 acres)	Feb-2019	Jul-2019	484,910,000.00		142,027,810.59
260	Hangjin District Four Branch 2018 Handan Peacock City 1.2 Phase 67 acres project	Sep-2018	Aug-2021	671,358,569.17		273,216,913.39
261	Changli Industrial Town Project	Apr-2017	Apr-2020	298,456,800.00		2,527,132.75
262	Huairai Land Reserve				1,836,074,579.19	1,878,925,223.04
263	Jiaxing Land Reserve				671,536,140.00	
264	Wuxi Land Reserve				92,677,586.43	
265	Zhuozhou Land Reserve				3,347,201,674.26	1,880,351,941.00
266	Gu'an Land Reserve				7,682,930,184.15	7,118,756,272.92

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
267	Changli Land Reserve				973,742,885.39	549,903,845.92
268	Dachang Land Reserve				2,086,659,989.50	1,239,057,709.98
269	Langfang Land Reserve				5,721,405,472.47	7,673,865,087.10
270	Yongqing Land Reserve				3,429,979,286.62	4,466,204,988.79
271	Xianghe Land Reserve				3,637,796,302.42	2,607,249,551.52
272	Bazhou Land Reserve				6,983,794,004.20	5,538,713,572.48
273	Beidaihe land reserve.				182,770,738.15	
274	Wanlan Land Reserve					508,158,211.16
275	Gaochun land reserve					333,474,760.89
276	Others				500,436,789.97	928,144,482.96
	Total				133,208,421,803.69	135,200,973,463.12

(3) Breakdown of completed development products

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
1	Langfang Fifth Avenue	Dec-2007	20,151,460.36	15,590.14		20,167,050.50
2	Happy City Langyuan	Dec-2013	35,808,856.76		1,182,624.99	34,626,231.77
3	Happy City Garden	Dec-2013	56,148,680.21	221,755.85	22,023,641.66	34,346,794.40
4	Peacock Danfeng Garden	Nov-2014	104,485,024.51	6,447,559.52	19,224,827.12	91,707,756.91
5	Peacock Mansion	Dec-2015	25,411,578.59	25,449,426.28	16,033,839.23	34,827,165.64
6	Langfang Peacock City - Park Sea 2.3	Oct-2015	222,965,385.99	129,191,136.86	94,477,165.05	157,679,357.80
7	Wuqing Fenghe Peacock City Phase I	Jul-2015	2,203,363.36	30,758,447.44	1,610,792.12	31,351,018.68
8	Nursery project	Jun-2016	39,415,762.01			39,415,762.01
9	University project integration	Nov-2015	113,565,563.69	263,568,691.40	280,293,841.66	96,840,413.43

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
10	Park Sea 1.4 Yuexiu Garden	Sep-2016	116,181,718.07		1,404,216.01	114,777,502.06
11	Jinghua Jiayuan	Dec-2016	26,146,993.47	1,573,398.84	3,680,058.54	24,040,333.77
12	Fenghe Peacock City 2.1	Dec-2016	31,215,779.34		191,098.34	31,024,681.00
13	Peacock City 8.7	Dec-2017	4,010,845.01	188,398,535.03	188,729,711.32	3,679,669.62
14	Cambridgeshire 2, 3	Sep-2015	10,094,563.13	319,543,927.57	297,881,651.74	31,756,838.96
15	Yongding River Peacock City Phases 1 to 5	May-2009	96,861,215.81	18,669,141.63	14,749,310.56	100,781,046.88
16	Chaobai River Peacock City Phases I to IV	Jun-2010	55,350,541.60			55,350,541.60
17	Dadaling Peacock City Phase I	Jul-2012	31,543,847.51		231,284.19	31,312,563.32
18	Grand Canal Peacock City Phase I and II	Jun-2012	20,127,769.13			20,127,269.13
19	Champagne garden	Jul-2004	15,030,538.88			15,030,538.88
20	Gu'an City of David Phase I (Gu'an Peacock David City Phase I	Jul-2012	37,249,510.64	498,620.10	479,910.85	37,268,219.89
21	Ninth Park Lanting	Jun-2012	23,677,567.06		1,089,904.30	22,587,662.76
22	Happy City Run Garden	Dec-2012	41,977,463.15		17,126,817.83	24,850,645.32
23	Huaxia Platinum Palace	Dec-2012	39,286,815.53	37,528,528.46	37,528,528.46	39,286,815.53
24	Chaobai River Peacock City Phase III	May-2013	5,123,473.73			5,123,473.73
25	Chaobai River Peacock City Phase IV	May-2013	43,015,688.60		38,894,994.68	4,120,693.92
26	Gu'an David City Phase II (Gu'an Peacock David City Phase II	Apr-2013	14,302,837.38	869,733.00	855,494.88	14,317,075.50
27	Grand Canal Peacock City Phase III	May-2012	8,108,348.62		1,050,628.79	7,057,719.83
28	Langfang Fight Screen	Mar-2008	4,563,472.24			4,563,472.24
29	Huaxia Classic	Jun-2003	3,510,887.43			3,510,887.43
30	Langfang nickname	Jan-2011	26,061,398.65			26,061,398.65
31	Six Main Street	Dec-2009	4,856,404.62	16,584,418.86		21,440,823.48
32	Seven Main Street	Dec-2008	31,719,429.32			31,719,429.32

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
33	Shengfang Central Square	Mar-2007	43,590,794.41	8,590,282.88		52,181,077.29
34	Grand Canal Peacock City Phase IV	Oct-2013	2,418,191.95		2,418,191.95	
35	Chaobai River David City Phase 1	Aug-2013	12,211,528.63	335,092.36	7,346,053.84	5,200,567.15
36	Gu'an David City Phases 2 to 4	Apr-2013	63,350,203.05			63,350,203.05
37	Yongding River Peacock City Phase 7	Jun-2013	46,342,487.50			46,342,487.50
38	Gu'an Peacock Lake 1.1 Project	Nov-2013	8,086,654.84		8,086,654.84	
39	Baoding Peacock City Phase II (2.1)	Apr-2014	10,897,406.72		1,017,401.78	9,880,004.94
40	Peacock Lake 1.2	Jun-2014	3,131,816.38	27,815,631.48	27,310,471.45	3,636,976.41
41	Chaobai River David City Phase 2	Apr-2014	28,144,184.42	2,788,677.73	2,655,448.29	28,277,413.86
42	Gu'an Peacock British Palace 1.2	Oct-2013	41,029,821.62			41,029,821.62
43	Yongding River Peacock City 8.1	Oct-2014	16,374,148.50		15,328,059.67	1,046,088.83
44	Gu'an Peacock David City Phase 5	May-2014	20,940,129.36			20,940,129.36
45	Yongding River Peacock City Phase 7 (7.2)	Jun-2014	32,404,860.09			32,404,860.09
46	Chaobai River Peacock City Phase 6 (6.1)	Jul-2014	3,332,497.11		381,687.12	2,950,809.99
47	Chaobai River Peacock City Phase 6 (6.2)	Jul-2014	15,159,386.50		814,295.68	14,345,090.82
48	Shaofu Community Project	Nov-2014	74,180,237.64	852,571.07	54,059,743.46	20,973,065.85
49	Chaobai River David City Phase 3	Sep-2014	23,263,982.77	170,705.99	3,891,677.55	19,543,011.21
50	Chaobai River Peacock City Phase 7 (7.1)	Aug-2014	22,468,214.36	754,447.85		23,222,662.21
51	Chaobai River Peacock City Phase 7 (7.2)	Oct-2014	21,973,409.14			21,973,409.14
52	Chaobai River Peacock Manor Phase I	Sep-2014	42,642,252.14		29,496,300.05	13,145,952.09
53	Grand Canal Peacock City Phase 5	Dec-2014	46,275,928.26	9,665,459.20	10,000,000.00	45,941,387.46
54	Nu Tuo Hot Spring Peacock City Phase I	Dec-2014	30,593,240.91		21,576,343.47	9,017,897.44
55	Guanchuang Village Resettlement	Dec-2014	695,850,774.14			695,850,774.14

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
56	Gu'an Happiness Plaza (Beiguan Commercial Complex)	Dec-2014	150,913,860.70		101,416,446.60	49,497,414.10
57	Gu'an Peacock David City (GAJY) Phase VI	Sep-2014	10,561,445.10	354,794.62		10,916,240.72
58	Yongding River Peacock British Palace 1.7 Block	Dec-2014	19,529,598.52		1,895,268.81	17,634,329.81
59	Yongding River Peacock British Palace 1.8	Dec-2014	11,142,761.80		625,418.83	10,517,342.97
60	Badaling Peacock City Phase II (2.2)	Sep-2014	8,843,896.04		200,813.72	8,643,082.32
61	Yongding River Peacock City Cambridgeshire Phase 1	Dec-2014	118,987,677.68		10,628,997.50	108,359,680.18
62	Gu'an Development Project (GAHX) Phase II (1.41.6)	Jan-2015	29,333,332.02			29,333,332.02
63	Peacock Manor Phase I	Jun-2015	50,023,844.63		3,144,532.96	46,879,311.67
64	Happy City Xinyuan	Jan-2015	128,800,961.50			128,800,961.50
65	Badaling Peacock City Phase II (2.3)	May-2015	55,850,536.39		34,997,489.95	20,853,046.44
66	Wuxi Peacock City Phase 1	Dec-2015	126,976,630.27	548,117,737.88	564,390,264.13	110,700,103.99
67	Zhengzhang Peacock City British Palace	Sep-2015	10,337,685.05	264,177,753.71	264,806,553.78	9,653,442.98
68	The first phase of the Grand Canal Peacock City	Dec-2015	114,235,538.00		53,184,997.02	61,050,540.98
69	Chaobai River British Palace Phase VI	Sep-2015	37,043,132.00		5,454,978.78	31,588,153.22
70	Chaobai River Peacock City Phase 8	Sep-2015	82,179,625.84	18,189,351.55	24,332,865.13	77,036,112.46
71	New Peacock City Project Phase 3 (2.2, 2.3) (Cambridge County 3)	Oct-2015	543,906.52		543,906.52	
72	Gu'an Talent Home	Sep-2015	83,580,566.05		82,912,295.27	668,270.78
73	New Peacock City Project Synthesis	Apr-2015	142,379,101.85			142,379,101.85
74	British Palace 1.9	Jul-2015	42,055,899.00			42,055,899.00
75	Niu Tuo Spa Peacock City 3.1	Jul-2015	20,176,545.22		4,310,027.24	15,866,517.98
76	Niu Tuo Spa Peacock City 5.1	Jul-2015	4,267,847.13	611,509.57	3,760,126.82	1,119,231.94
77	North Wuli Resettlement Project	Dec-2015	461,884,502.69		455,905,868.51	5,978,634.18
78	Peacock Lake 1.4	Nov-2015	185,774,957.37		57,986,162.69	127,788,834.68

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
79	Yongding River Peacock City Phase 6 (Gu'an Peacock City Phase 6)	Jul-2015	29,084,452.93	474,128.56		29,558,581.49
80	Badaling Peacock City Phase III (3.1)	Jul-2015	42,139,588.65		27,090,284.98	15,049,303.67
81	Sujiatun Project	Jul-2015	238,650,437.26	862,071.75	9,743,740.35	229,772,771.66
82	Wo Tuo 240 (140 acres) - Chaobai River Peacock City Yingying Park No.1 and No.2	Jun-2016	3,995,707.74		3,995,707.74	
83	Chaobai River Peacock City 7.3	Jun-2016	997,387.66	7,105,937.18		8,103,324.84
84	Chaobai River British Palace 4.2	Jun-2016	43,015,688.60	34,253,020.28	32,859,953.56	44,408,745.32
85	Niu Tuo Spa Peacock City 4.1	May-2016	33,511,031.34		32,148,677.32	1,362,354.02
86	Peacock City 6.3 Tingtao Court	May-2016	25,888,741.56		23,681,795.43	2,206,446.13
87	Badaling Peacock City Phase 4	Jun-2015	8,758,403.82		870,235.66	7,888,168.16
88	Baizhou Peacock City Phase 1	Dec-2016	5,490,662.73	12,670,298.72	12,603,226.66	5,557,734.79
89	British Palace 2.1.1	Dec-2016	4,543,920.13			4,543,920.13
90	Peacock City 7.3	Dec-2016	6,781,577.37		2,774,632.64	4,006,944.73
91	British Palace 2.1.2	Nov-2016	1,885,437.42		262,334.26	1,623,103.16
92	Great Lakes 1.2+1.4	Dec-2016	18,480,528.45	104,175,541.97	90,741,191.59	31,914,878.83
93	Cambridgeshire 4	Dec-2016	44,717,969.38	97,803,878.50	140,026,570.74	2,493,277.14
94	Cambridgeshire 5	Oct-2016	58,509,831.15	96,938,522.69	94,749,380.30	60,698,973.54
95	Xin Licun resettlement	Sep-2016	559,953.22			559,953.22
96	Grand Canal Peacock City Phase VI	Dec-2016	5,592,139.49	85,740,175.50		91,332,314.99
97	West 95 acres - Chaobai River Peacock City Maple Garden, Magnolia Park	Dec-2016				
98	Zhai Po 377 South District - Chaobai River Peacock City 1D	Sep-2016	31,919,171.17	1,561.47		31,920,732.64
99	Chaobai River Peacock City 5.2 Peony Garden	Sep-2016	1,008,220.45	220,719.13		1,228,939.58
100	Shenyang Peacock City Cambridgeshire Phase 2	Jun-2016	25,543,542.11		18,806,770.13	6,736,771.98

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
101	Shenyang Peacock City, Cambridgeshire Phase 3	Aug-2016	2,051,765.27	207,498,024.33	196,358,360.68	11,191,428.92
102	Niu Tuo Spa Peacock City 2-1	Nov-2016		1,909,565.90	1,909,565.90	
103	Niu Tuo Spa Peacock City 7-7	Dec-2016	6,949,049.10	150,536,558.87	122,085,841.29	35,362,702.68
104	British Palace 1-1, 1-3+1-5	Dec-2016	98,590,083.60			98,590,083.60
105	Hot Springs Peacock City 6-1	Dec-2016	375,142,072.54		339,566,225.70	35,575,846.84
106	Shenyang Peacock City, Cambridgeshire Phase 4	Jul-2017	30,442,768.96	143,887,035.09	139,507,375.27	34,822,028.78
107	Shenyang Peacock City Palace 1	Oct-2017	58,133,445.14	800,956,175.02	765,456,591.36	93,633,028.80
108	Wuxi Peacock City Phase 2	May-2017	81,679,813.48	26,931,929.25	70,630,533.42	37,981,209.31
109	Baingu Hot Spring Peacock City Phase 3	Nov-2017	4,304,368.49	128,218,639.09	132,541,007.58	
110	Baihou Peacock City Demonstration Zone Phase I	Dec-2017	97,346,239.47			97,346,239.47
111	Peacock City Park Set 1-6	Nov-2017	5,269,728.86	911,362,282.67	906,074,234.14	10,557,117.39
112	Grand Canal, Peacock City, British Palace, Phase IV	Dec-2017	12,813,664.28	8,151,787.27	10,133,060.54	10,832,390.99
113	Niu Tuo Hot Spring Peacock City 6-6	Dec-2017	10,993,043.79	20,212,107.03	18,878,172.35	21,326,978.47
114	Cambridgeshire 6	May-2017	711,657.52	149,512,104.18	149,550,077.79	673,683.91
115	Peacock City Cambridgeshire 8	May-2017	1,414,964.92	515,206,929.24	490,683,977.97	25,937,916.19
116	Jiashan Yihe Home Resettlement Housing Project	Jun-2016	174,525,092.62		105,155,569.43	69,369,523.19
117	Jiashan Peacock City Phase I	Nov-2017	25,603,333.08		6,337,422.10	19,265,910.98
118	Jiashan Peacock City LeLus	Dec-2017	27,497,710.58	11,630,369.74	11,211,994.74	28,055,885.58
119	Chaobai River Peacock City 4-2	Oct-2012	75,559.62	5,932,765.73		6,008,325.35
120	Wo Tuo 240 (300 mu) - Chaobai Ne Peacock City Yongningyuan Third and Fourth Sections	Sep-2016		3,995,707.74		3,995,707.74
121	Chaobai River Peacock City Yaqin Garden (82 acres)	Dec-2016	2,387,399.88	18,648,471.20	18,728,530.26	2,307,340.82
122	Chaobai River Peacock City Yulong Garden (West Guan 85 acres)	Dec-2016	873,865.34	28,550,965.57	28,601,553.03	823,277.88

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
123	Yanjiao Peacock City British Palace Phase 1 (Summer Pad Hot Spring Project)	Sep-2017	8,936,089.50	261,119,103.56	282,100,524.60	7,354,668.46
124	Chaobai River Peacock City Haitong Park and Cuijing Garden	Nov-2017	168,659,852.52		160,495,075.65	8,164,776.87
125	Sunshine New City 300 acres	Oct-2017	21,946,147.94	296,759,564.12	86,210,254.10	231,495,457.96
126	Chaobai River Peacock City Palace 17	Mar-2016	118,601,767.60	5,219,770.88	123,821,538.48	
127	68 acres of Tiangezhuang	Oct-2017	5,558,104.80			5,558,104.80
128	Badaling Peacock City 6.2	Oct-2017	997,447.13	20,348,784.12	20,298,315.96	1,047,915.29
129	Yijingyuan	Jun-2017	48,352,270.84	16,297,639.28	46,501,572.22	18,148,337.90
130	Hot Springs Xindu Peacock City 3.1 (demonstration area)	Jun-2018		64,232,398.69	23,807,492.73	40,424,905.96
131	Baizhou Hot Spring Xindu Peacock City Phase 2	Jun-2018		1,431,469,040.84	1,429,846,986.47	1,622,054.37
132	Baizhou Hot Spring Xindu Peacock City Phase 5	Jun-2018		716,255,226.01	716,255,226.01	
133	Baizhou 5 fen 2018 emperor sea 80 acres	May-2018		402,934,851.65	399,112,252.22	3,822,599.43
134	Yongqing Peacock City Yayuan Phase I (110 acres)	May-2018		450,854,031.78	446,091,966.70	4,762,065.08
135	Peacock Mansion Phase II	May-2018		607,356,874.64	599,894,605.24	7,462,269.40
136	A34	May-2018		266,558,893.95	252,816,921.70	13,741,972.25
137	Badaling Aerospace Fifth Hospital Phase 1	Mar-2018		656,368,298.54	655,489,944.17	878,354.37
138	Peacock City Phase 9 Cuiyuan Garden, Nanbi Garden, and Qishu Garden	Jun-2018		1,466,425,270.02	1,312,615,300.08	153,809,969.94
139	Grand Canal Peacock City 7.1, Issue 7.3	Jun-2018		701,042,779.26	693,131,822.78	7,910,956.48
140	Xiyu Village Resettlement	May-2018		816,112,437.76	802,828,080.30	13,284,357.46
141	British Palace 2.8	May-2018		346,044,753.26	346,044,753.26	
142	Niu Tuo Hot Spring Peacock City 6.3	May-2018		370,617,443.48	367,079,916.29	3,537,527.19
143	Peacock City Cambridgeshire 7	May-2018		660,274,733.07	634,256,653.54	26,018,079.53
144	Peacock City Cambridgeshire 9	Apr-2018		1,331,043,476.26	1,307,721,624.53	23,321,851.73

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
145	Jiashan Peacock City Phase IV	Jun-2018		640,099,499.33	612,553,067.87	27,546,431.46
146	Nan Tao Hot Spring Peacock City 6.5	Aug-2018		289,579,380.96	177,286,339.64	112,293,041.32
147	Cambridgeshire 13	Oct-2018		1,190,100,173.95	1,083,966,555.60	106,133,618.35
148	Talent home two-term price room	Sep-2018		484,098,694.50	452,390,190.07	31,708,504.43
149	Cambridgeshire 12	Oct-2018		765,371,193.33	591,766,231.41	173,604,961.92
150	Jing Dong Fang Apartment	Sep-2014		26,851,532.13		26,851,532.13
151	Changyue 329 Project	Oct-2018		979,142,421.60	966,553,478.97	12,588,942.63
152	300 square meters of Langfang No. 1 Middle School	Dec-2018		991,884,958.15	991,884,958.15	
153	A6	Aug-2018		716,672,952.12	670,124,782.90	46,548,169.22
154	Park Sea I 5	Oct-2017		1,355,465,936.23	1,348,640,747.28	6,825,188.95
155	Mansion 5#	Aug-2018		71,971,718.25	46,852,608.81	25,119,109.44
156	Jing Ying	Nov-2018		566,389,747.96	562,864,601.92	3,524,746.04
157	Yongqing Peacock City 2.2	Nov-2018		534,072,574.84	530,753,547.62	3,319,027.22
158	Yongqing Peacock City 2.1	Oct-2018		600,838,089.10	592,115,057.09	8,723,032.01
159	Yongqing 5 minutes 16 years Tanglin Royal House 431 acres	Dec-2018		1,042,107,657.72	1,038,291,868.22	3,815,789.50
160	Lai'an Peacock City Phase II	Dec-2018		369,609,693.95	189,269,567.08	180,340,126.87
161	Grand Canal Peacock City 7.4	Dec-2018		440,766,548.82	439,888,242.62	878,306.20
162	Grand Canal Peacock City 7.2	Dec-2018		1,244,118,772.73		1,244,118,772.73
163	Grand Canal, Peacock City, British Palace, Phase V	Dec-2018		1,388,055,527.69		1,388,055,527.69
164	British Palace 3.1	Nov-2018		1,409,444,310.99	1,406,081,136.82	3,363,174.17
165	Peacock City Phase 4 and Phase 5 Supplement	Nov-2018		46,494,370.24	45,681,108.89	813,261.35
166	Badaling British Palace 2.3, 2.4	Aug-2018		627,492,412.08	626,084,018.66	1,408,393.42
167	Harbin Institute of Technology Research Incubation Center Project	Nov-2018		627,557,264.09	559,149,998.95	68,407,265.14

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
168	Shaolu New Residence Phase II	Sep-2017		290,795,069.03	283,461,898.54	7,333,170.49
169	Luihuang 337-Dachang Peacock City Palace 1	Dec-2017		1,138,558,345.57	1,129,581,653.13	8,976,692.44
170	Tiangezhuang A plot	Oct-2018		447,934,007.56	447,243,907.16	690,100.20
171	Tiangezhuang B2 and B3 projects	Apr-2018		540,073,180.42	540,073,180.42	
172	Tiangezhuang A plot (178 acres)	Oct-2018		345,578,672.84	345,578,672.84	
173	Tiangezhuang B plot (245 acres)	Apr-2018		142,249,738.91	124,734,427.50	17,515,311.41
174	Old->Tiangezhuang C, D plot	Nov-2019		278,638,470.73	278,638,470.73	
175	Peacock County Phase I (New Residence in Tiangezhuang)	Nov-2019		1,164,274,757.88	1,125,524,020.73	38,750,737.15
176	Jiashan Peacock City Phase IV	Dec-2018		581,511,204.82	549,249,147.61	32,262,057.21
177	Jiashan Peacock City Phase V	Aug-2018		385,410,401.27	370,887,563.60	14,522,837.67
178	Jiashan Peacock City Phase VI	Nov-2018		533,622,678.48	497,343,704.14	36,278,974.34
179	Others		63,535,765.05	2,597,196.99	6,481,990.88	59,650,971.16
	Total		**6,420,109,983.78**	**38,662,181,828.49**	**36,224,705,757.07**	**8,857,586,055.20**

(5) As of December 31, 2018, in the said inventories, the value of those mortgaged for long-term and short-term borrowings and non-current liabilities maturing within one year is RMB24,465,194,502.28

6. Non-current Assets Maturing within One Year

Item	Ending balance	Beginning balance
Dacheng Innovation Capital No.19 Special Asset Management Plan phase 6(Note1)	1,540,714,903.00	1,540,714,903.00
Ping An Huitong Pingzhi Zhifu Custom No. 146 Phase II Special Asset Management Plan (Note 2)	474,900,000.00	
Entrust loan for China Railway Materials(Note 3)		4,000,000,000.00
Beijing Tahe General Aviation Technology Co., Ltd. (Note 4)		300,000,000.00
Xinyuan Asset CFLD No.1 Special Asset Management Plan (Note5)		280,000,000.00
Entrusted loan provided to Hebei Yemao Real Estate Development Co., Ltd. by entrusting Bank of Langfang (Note6)		119,733,400.00
Total	2,015,614,903.00	6,240,448,303.00

Note 1: The company, Dacheng Innovation Capital and Industrial Bank Co Ltd Changchun Branch signed contract regarding to Dacheng Innovation Capital No.19 Special Assets Management. In September 2016, the company purchases No.19 speical assets management product phase 6 with its own funds RMB 1,540 million. The contract will be completed in September 2018. In the current period, the company signed a supplementary agreement with Dacheng Innovation Capital Management Co., Ltd., extending contract for one year.

Note 2: Ping An Bank Shenzhen Branch entrusted Ping An Trust Shenzhen Ping An Dahua Huitong Wealth Management Co., Ltd. on July 11, 2016 to establish Ping An Huitong Pingzhi Zhifu Custom No. 146 Phase II Specialized Asset Management Plan. The company subscribed for RMB 474.9 million with its own funds of RMB 474.9 million. The plan is estimated to be 36 months, expires in July 2019.

Note 3: The company, Bank of Langfang Kangzhuangdao Branch and China Railway Materials signed an entrust loan, with RMB4,000,000,000.00, 2 years and 6% annual rate. The parties signed a supplementary agreement in 2018, agreeing to extend the loan term to June 28, 2019, and the loan interest rate was determined to be 9.5% per year. It was returned in December 2018

Note 4: In October 2016, the Company signed an agreement with Beijing Tahe General Aviation Technology Co., Ltd. ("Tahe Aviation"), pursuant to which the Company provides a loan of RMB300 million to Tahe Aviation, with a term of 2 years. The shareholders of Tahe Aviation pledged their equity in Tahe Aviation to the Company. Tahe Aviation will pledge/mortgage the aircraft and relate fixed assets purchased with such borrowing to the Company. This loan has returned.

Note 5: In March 2016, the Company signed the Asset Management Contract for Xinyuan Asset CFLD No.1 Special Asset Management Plan with Xinyuan Asset Management Co., Ltd. The Company invested its own funds of RMB280mn to subscribe for Xinyuan Asset Management CFLD No.1 Special Asset Management Plan. The duration of asset management plan is 26 months, and it has returned in May 2018.

Note 6: In July 2016, the Company signed the entrusted loan contract with Bank of Langfang Co., Ltd. and Hebei Yemao Real Estate Development Co., Ltd. The loan term is 18 months and the loan rate is 12%. This loan has returned.

7. Other Current Assets

Item	Ending balance	Beginning balance
Prepaid tax	5,346,548,397.48	6,431,772,230.44
Input tax to be deducted	6,071,457,986.71	4,572,832,981.40
Entrusted loan provided to Nanjing Orient Datang Property Co., Ltd by entrusting Bank of Langfang (Note 1)	500,000,000.00	500,000,000.00
Entrusted loan provided to Sanhe City Yanjiao Airport Logistics Limited by entrusting Bank of Sanhe Mingyin Village (Note2)	290,000,000.00	340,000,000.00
Entrusted loan provided to Great Wall Heavy Machinery Manufacturing Co., Ltd. by entrusting Bank of China (Note 3)	286,900,000.00	286,900,000.00
Entrusted loan provided to Nanjing Orient Datang Property Co., Ltd. by entrusting Bank of Shanghai (Note 4)	200,000,000.00	200,000,000.00
Entrusted Shanghai Bank to loan to Nanjing Oriental Datang Real Estate Co , Ltd (Note 5)	200,000,000.00	
Entrusted loan provided to Baishijingu Industry Co., Ltd by entrusting Bank of Sanhe Mingyin Village (Note6)	110,000,000.00	160,000,000.00
Entrusted loan provided to Nanjing Orient Datang Property Co., Ltd. by entrusting Bank of Shanghai Nanjing Branch(Note7)	100,000,000.00	100,000,000.00
Daye Trust • Huaxia Happy Investment No. 4 Passive Business Management Class Fund Trust Plan(Note8)	65,000,000.00	65,000,000.00
Entrusted loan provided to Hebei Xiongwei Chemical company by entrusting Minsheng Bank Beijing Branch (Note9)		50,000,000.00
Entrusted Langfang Bank to loan to Beijing Zhongcheng Huihuang Real Estate Development Co , Ltd (Note 10)		
Total	13,169,906,384.19	12,706,505,211.84

Note 1: May 31, 2016, the Company signed the entrusted loan contract with Bank of Langfang Co., Ltd. Banking Department and Nanjing Orient Datang Property Co., Ltd. The loan term is 12 months and interest rate is 15% fixed annual rate. In 2017, the loan term was extended to 21 months. The contract will come due on 28th February 2018. Nanjing Oriental Datang Real Estate Co , Ltd. has provided sufficient self-owned real estate and its attachment mortgage guarantee, and there is no credit risk

Note 2: on January 31, 2017, the company, Baishijingu Industry Co., Ltd and Bank of Sanhe Mingyin Village signed an entrust loan contract. The loan term is 12 months and interest rate is 12% fixed annual rate. Sanhe Yanjiao Airport Logistics Co., Ltd. has provided full land use right mortgage guarantee, and there is no credit risk

Note 3: on July 15, 2016, the Company signed the entrusted loan contract with Bank of China Co., Ltd. Langfang Yanjiao Development Zone Sub-branch and Great Wall Heavy Machinery

Manufacturing Co., Ltd. The loan term is 12 months and interest rate is 8% fixed annual rate. The entrust loan contract is due, but Great Wall Heavy Machinery Manufacturing Co., Ltd provides Mortgage guarantee by the land-use right, no recoverability risk.

Note 4: on September 27, 2016, the Company signed the entrusted loan contract with Bank of Shanghai Co., Ltd. Nanjing Branch and Nanjing Orient Datang Property Co., Ltd. The loan term is 12 months and interest rate is 15% fixed annual rate. In 2017, the loan term was extended to 18 months. The contract will come due on 26th March 2018. Nanjing Oriental Datang Real Estate Co., Ltd. has provided full land use right mortgage guarantee, and there is no credit risk.

Note 5: On March 26, 2018, the company signed an entrusted loan contract with Nanjing Bank Co., Ltd. Nanjing Branch and Nanjing Oriental Datang Real Estate Co., Ltd. The maturity date was September 26, 2018, and the interest rate was a fixed annual interest rate of 15%. Nanjing Oriental Datang Real Estate Co., Ltd. has provided full land use right mortgage guarantee, and there is no credit risk.

Note 6: in January, 2017, the company, Baishijingu Industry Co., Ltd and Bank of Sanhe Mengyin Village signed an entrust loan contract. The loan term is 12 months and interest rate is 12% fixed annual rate. The parties signed a supplemental agreement in 2018, agreeing to change the loan term to January 2019. Baishi Jingu Enterprise Co., Ltd. has provided full land use right mortgage guarantee, and there is no credit risk.

Note 7: on November 30, 2017, the Company signed the entrusted loan contract with Bank of Shanghai Nanjing Branch Co., Ltd and Nanjing Orient Datang Property Co., Ltd. The loan term is 6 months and interest rate is 15% fixed annual rate. Nanjing Oriental Datang Real Estate Co., Ltd. has provided full land use right mortgage guarantee, and there is no credit risk.

Note 8: on September 28, 2017, the company and Daye Trust Co., Ltd signed a contract regarding to purchase Sub-trust share, with 650 million RMB.

Note 9: on January 31, 2017, the company, Hebei Xiongwei Chemical company and Minsheng Bank Beijing Branch signed an entrust loan contract. The loan term is 6 months and interest rate is 10% fixed annual rate. This loan has returned.

Note 10: On May 21, 2018, the company signed an entrusted loan contract with Beijing Zhongcheng Brilliant Real Estate Development Co., Ltd. and Langfang Bank Co., Ltd., with a loan amount of RMB 172 million. The loan term is 3 months and the interest rate is a fixed annual interest rate of 15%. This entrusted loan has been fully impaired.

8. Financial Assets Available for Sale

(1) Information on financial assets available for sale

Item	Ending balance			Beginning balance		
	Book balance	Impairment provision	Book value	Book balance	Impairment provision	Book value
Debt instruments available for sale						
Equity instruments available for sale	738,125,026.03	83,851,532.41	654,273,493.62	665,426,663.06	70,125,132.41	595,301,530.65
Including: measured at fair value						
Measured at cost	738,125,026.03	83,851,532.41	654,273,493.62	665,426,663.06	70,125,132.41	595,301,530.65
Total	738,125,026.03	83,851,532.41	654,273,493.62	665,426,663.06	70,125,132.41	595,301,530.65

(2) Financial assets available for sale measured at cost at the end of the period

Invested entity	Book balance				Impairment provision				Shareholding percentage in the invested entity (%)	Cash dividends for current period
	Beginning balance	Addition for current period	Reduction for current period	Ending balance	Beginning balance	Addition for current period	Reduction for current period	Ending balance		
Tianjin Community Network Technology Co., Ltd.	22,000,000.00			22,000,000.00					3.81	
Hebei Dexin Real Estate Development Group Co., Ltd	356,838.72		356,838.72						1	
Beijing Jinghe Robotics Automation Technology Co., Ltd.	20,000,000.00			20,000,000.00					16	
Xi'an Didiyun Biotechnology Co., Ltd	5,000,000.00			5,000,000.00					6.25	
Shanghai Zhongchen E-commerce Co., Ltd	9,999,988.95			9,999,988.95					1.69	
A-Test Compliance Services (Beijing) Co., Ltd	2,580,000.00			2,580,000.00					7.08	
Beijing Bai Hui Wei Kang Technology Co., Ltd	1,784,755.63			1,784,755.63					3.58	
Beijing Qianfu Agricultural Co., Ltd.	25,160,000.00			25,160,000.00					4.14	
Beijing Zhuyunda Technology Co., Ltd.	5,003,675.00		5,003,675.00						4.17	
Shanghai Ruilong Automobile Technology Co., Ltd	20,000,000.00			20,000,000.00					9.31	
Leyun Technology (Beijing) Co., Ltd	10,000,000.00			10,000,000.00					1.98	
3W5 Capital China Fund (Note 3)	326,710,000.00	17,299,451.89		344,009,451.89	51,826,203.32	8,579,000.00		60,405,203.32	99.9	
3W5 Capital Fund 1 (Note 1)	196,026,000.00	10,379,671.74		206,405,671.74	14,788,929.09	8,657,450.00		23,446,379.09	99	
Alam Sanco	6,534.20	401.5		6,935.70					0.001	
Shanghai Lianluo Scantot Technology Information System Corp. Ltd	14,950,000.00			14,950,000.00					7.48	
PT Trans	5,868,870.56	24,353.16		5,893,223.72					31.2	

Invested entity	Book balance				Impairment provision				Shareholding percentage in the invested entity (%)	Cash dividends for current period
	Beginning balance	Addition for current period	Reduction for current period	Ending balance	Beginning balance	Addition for current period	Reduction for current period	Ending balance		
Wuhan Nanyu Real Estate Co., Ltd		43,490,000.00		43,490,000.00					7.14	
Yiyang Real Estate Development Co., Ltd		1,000,000.00		1,000,000.00					20	
Langfang Fenghe Real Estate Development Co., Ltd		9,550,000.00		9,550,000.00					10.01	
Shanghai Yin Yue Marketing Planning Co., Ltd		105,000.00		105,000.00					21	
Shanghai Yingjun Trading Co., Ltd		200,000.00		200,000.00					20	
Total	665,426,669.06	78,058,976.69	5,360,593.73	738,125,026.02	70,125,132.41	13,726,400.00		83,851,532.41	/	

Note 1: For 1995 Capital China Fund and 1995 Capital Fund 1, please see "Item 4, VII. Interests in Other Entities".

(3) Impairment provision for financial assets available for sale

Available for sale financial assets classification	equity instruments	Debt instruments	Total
Impairment provision at beginning of the year			
Addition	70,125,132.41		70,125,132.41
Write off	13,726,400.00		13,726,400.00
Impairment provision at end of the year	83,851,532.41		83,851,532.41

9. Long-term Equity Investments

(1) Long-term equity investments

Invested entity	Beginning balance	Increase or decrease for current year				
		Additional investment	Decreased investment	Investment profit/loss recognized under equity method	Adjustment to other comprehensive income	Other change in equity
I. Joint ventures						
Suzhou Yiguang Science & Technology Co., Ltd	75,013,773.98			-11,937,607.41		
Hebei Yemao Real Estate Development Co., Ltd.	33,970,523.23		11,628,000.00	-22,342,523.23		
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.	449,014,679.24			14,275,349.01		
Beijing Zhongchang Huihuang Real Estate Development Co., Ltd	5,533,325.38			1,721,372.65		
CFLD Dongguan (Baizhou) Rail Transit Construction Management Co., Ltd.	50,000.00					
Shenzhen Partner DCT Industry Management Co., Ltd	9,497,890.49			(234,019.37)		
Shenzhen Bay Double Creation Technology Service Co., Ltd	14,160,181.65			(5,997,304.15)		
Wuhan Yucher Real Estate Development Co., Ltd		9,999,231.49		-2,745,023.02		
Subtotal	585,240,373.93	9,999,231.49	11,628,000.00	-30,682,500.77		
II. Associates						
Langfang City Kaichuang Jufeng Investment Co., Ltd.	16,621,819.24			121,068.08		
Beijing Qingcai Technology Co., Ltd.	9,245,403.59		15,500,000.00	6,254,596.41		
Langfang Huijia Real Estate Development Co., Ltd	953,887.12			(953,887.12)		
Langfang Pangde Jilong Auto Sales Co., Ltd.	129,332,564.97	98,983,295.68		225,992.53		
Langfang City Fangyu Real Estate Development Co., Ltd	1,507,569.31		2,000,000.00	492,430.69		
Shanghai Hongshida Real Estate Development Co., Ltd.	46,197,322.19			(10,588,319.95)		
Hebei new model screening industry development Fund(LP)	3,019,704,251.50			(12,999,085.79)		

Invested entity	Beginning balance	Increase or decrease for current year				
		Additional investment	Decreased investment	Investment profit/loss recognized under equity method	Adjustment to other comprehensive income	Other change in equity
Sanhe City Dongfeng Real Estate Development Co., Ltd	5,730,700.74		7,500,000.00	1,769,299.26		
Nhon Trach Investment Joint Stock Company ("NIC")	216,059,876.90			22,454,699.88		
Shenzhen City Huayang Industry Development Co., Ltd	689,186.11			(24,159.44)		
Dongguan Kuagu Technology Park Co., Ltd	1,291,727.96	676,000.00		(356,403.48)		
Shenzhen Huaanda Investment Co., Ltd	192,783.78			(12,964.61)		
Shenzhen City Zhiding Property Management Co., Ltd	47,842.20			(12,553.22)		
Shenzhen City Lichuang Investment Development	480,383.26	600,000.00		74,211.59		
Shenzhen Huaanqing Industry Co., Ltd	326,617.00			45,756.94		
Dongguang City Zhongcheng Property Management Co., Ltd	577,490.39	460,000.00		(219,397.09)		
Dongguan City Donghui Industry Investment Co., Ltd	1,701,304.34	760,000.00		(446,696.15)		
Dongguang City Dingbo Industry Investment Co., Ltd	220,708.00			(1,306.20)		
Shenzhen Wan Yue City Property Management Co., Ltd	27,827.68			(27,827.68)		
Shenzhen Huaqingan Industrial Co., Ltd	542,684.26			765.87		
Dongguan Huasheng Property Management Co., Ltd	333,629.77			(3,500.79)		
Dongguan Ding Xing Industrial Investment Co., Ltd	158,032.79			(469.36)		
Shenzhen Huawei Industrial Investment Co., Ltd	428,764.90			33,874.04		
Dongguan Huayuechuang Investment Development Co., Ltd	559,750.80			(2,085.40)		
Dongguan Huamai Investment Development Co., Ltd	700,331.71	872,000.00		7,048.09		
Dongguan Weilan Property Management Co., Ltd		598,000.00		55,783.67		
Dongguan Huizhuo Industrial Investment Co., Ltd		170,825.50		(2,076.65)		
Shenzhen Huixing Property Management Co., Ltd		240,000.00		(5,869.00)		
Shenzhen Huacheng Investment Development Co., Ltd		747,400.00		(124,289.26)		

Invested entity	Beginning balance	Increase or decrease for current year				
		Additional investment	Decreased investment	Investment profit/loss recognised under equity method	Adjustment to other comprehensive income	Other change in equity
Dongguan Haorui Industrial Investment Co., Ltd		1,642,580.00		109,304.51		
Dongguan Hongxin Industrial Park Operation Co., Ltd		104,000.00		332.85		
Shenzhen Pengchuangqing Investment Development Co., Ltd		1,000,000.00		(169,451.29)		
Baizhou Yujingxuan Real Estate Development Co., Ltd		42,978,481.14		6,468,308.16		
Nanping Airport Exhibition Investment Management Co., Ltd		102,000,000.00		(3,227,628.13)		
Dacheng Hui Autonomous County Yuda Real Estate Development Co., Ltd		1,470.66				
Dacheng Hui Autonomous County Yujing Real Estate Development Co., Ltd		896.17				
Jiaxing Rongguang Real Estate Development Co., Ltd		1,000,000.00		(132,606.61)		
Jiaxing Yurong Real Estate Development Co., Ltd		2,000,000.00		(1,353,624.96)		
Subtotal	3,453,192,429.31	254,133,309.15	25,000,000.00	2,479,670.51		
Total	4,038,432,803.24	264,132,540.64	36,626,000.00	(23,202,830.26)		

(Continued)

Invested entity	Increase or decrease for current year			Ending balance	Ending balance of impairment provision
	Cash dividends or profit declared for distribution	Impairment provision made	Others		
I. Joint ventures					
Guʼan Yaguang Science & Technology Co., Ltd.				63,076,166.53	
Hebei Yemao Real Estate Development Co., Ltd.					
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.				463,290,028.25	
Beijing Zhongcheng Huihuang Real Estate Development Co., Ltd.				1,811,952.79	

Invested entity	Increase or decrease for current year				Ending balance	Ending balance of impairment provision
	Cash dividends or profit declared for distribution	Impairment provision made	Others			
CFLD Dongrun (Bazhou) Rail Transit Construction Management Co., Ltd.					50,000.00	
Shenzhen Partner OCT Industry Management Co., Ltd					9,283,871.17	
Shenzhen Bay Double Creation Technology Service Co., Ltd					8,162,877.50	
Wuhan Yuchen Real Estate Development Co., Ltd					7,254,208.47	
Subtotal					552,929,104.65	
II. Associates						
Langfang City Kaichuang Jiutong Investment Co., Ltd					16,743,287.32	
Beijing Dingcai Technology Co., Ltd.						
Langfang Huijia Real Estate Development Co., Ltd.						
Langfang Pangda Jilong Auto Sales Co., Ltd.					228,539,812.48	
Langfang City Fangyu Real Estate Development Co., Ltd						
Shanghai Hongshida Real Estate Development Co., Ltd.					35,609,002.34	
Hebei new model screening industry development Fund(LP)					3,006,765,165.71	
Sanhe City Dongfeng Real Estate Development Co., Ltd						
Nhon Trach Investment Joint Stock Company ("NIC")					238,514,576.78	
Shenzhen City Huayang Industry Development Co., Ltd					665,026.67	
Dongguan Huagu Technology Park Co., Ltd					1,611,324.48	
Shenzhen Huaanda Investment Co., Ltd					179,819.37	

Invested entity	Increase or decrease for current year			Ending balance	Ending balance of impairment provision
	Cash dividends or profit declared for distribution	Impairment provision made	Others		
Shenzhen City Zhiding Property Management Co., Ltd				35,258.98	
Shenzhen City Chuang Investment Development				1,154,594.85	
Shenzhen Huaanqing Industry Co., Ltd				372,373.94	
Dongguang City Zhongcheng Property Management Co., Ltd				818,093.30	
Dongguan City Dinghui Industry Investment Co., Ltd				2,014,608.19	
Dongguang City Dingbo Industry Investment Co., Ltd				219,401.80	
Shenzhen Wan Yue City Property Management Co , Ltd					
Shenzhen Huaqingan Industria Co., Ltd				543,450.13	
Dongguan Huasheng Property Management Co., Ltd				330,128.98	
Dongguan Ding Xing Industrial Investment Co., Ltd				157,562.93	
Shenzhen Huawei Industrial Investment Co., Ltd				462,638.94	
Dongguan Huayuechuang Investment Development Co., Ltd				557,665.40	
Dongguan Huamai Investment Development Co., Ltd				379,379.80	

Invested entity	Increase or decrease for current year			Ending balance	Ending balance of impairment provision
	Cash dividends or profit declared for distribution	Impairment provision made	Others		
Dongguan Weilan Property Management Co., Ltd				659,783.67	
Dongguan Huizhuo Industrial Investment Co., Ltd				168,748.85	
Shenzhen Huaxing Property Management Co., Ltd				294,131.00	
Shenzhen Huacheng Investment Development Co., Ltd				623,110.74	
Dongguan Haoyi Industrial Investment Co., Ltd				1,752,284.51	
Dongguan Hongxin Industrial Park Operation Co., Ltd				104,332.85	
Shenzhen Pengchuangxing Investment Development Co., Ltd				830,548.71	
Baizhou Yupingxuan Real Estate Development Co., Ltd				49,446,789.30	
Nanjing Airport Exhibition Investment Management Co., Ltd				98,772,371.87	
Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd				2,470.66	
Dachang Hui Autonomous County Yuling Real Estate Development Co., Ltd				896.17	
Jiaxing Rongguang Real Estate Development Co., Ltd				897,393.39	
Jiaxing Yurong Real Estate Development Co., Ltd				646,375.06	
Subtotal				3,689,805,406.97	
Total				4,242,734,513.62	

(2) Impairment provision for long-term equity investments

None.

10. Investment properties

(1) Investment properties measured at cost

Item	Houses and buildings	Total
I. Original book value		
1. Beginning balance	2,929,445,039.30	2,929,445,039.30
2. Additions for current year	-683,145,039.30	-683,145,039.30
(1) Purchases		
(2)Inventory\Fix assets\Transfer-in from construction in progress	505,811,800.64	505,811,800.64
(3) Additions from enterprise mergers		
Less: (1) Disposal		
(2) Other transfer-outs	1,351,053,136.00	1,351,053,136.00
(3) Changes in fair value	162,096,296.06	162,096,296.06
III. Ending book value	2,246,300,000.00	2,246,300,000.00

Note 1: After the review and approval of the 66th meeting of the sixth board of directors of the company, the company's Subsequent measurement of investment Properties changed from cost method to fair value measurement from October 1, 2018. For the impact of changes in relevant accounting policies, please refer to "III. Significant Accounting Polices and Estimates of the Company, 31 Changes in Significant Accounting Policies and Accounting Estimates".

Note 2: Investment properties were evaluated by Guangzhou Guangzhou Diyi Taiping Daiweisi Real Estate and Land Appraisal Co., Ltd. The valuation method uses the income method and the comparison method.

Note 3: The Company's Happiness Plaza Project, Cambridge County Phase 3 and Phase 4 projects are for rental. On October 1, 2018, the inventory is converted into investment properties and measured at fair value. The difference between the fair value of the conversion date and the original book value is deducted. The amount of income tax liabilities of RMB 46,025,669.49 is recognised in other comprehensive income.

(2) Information on the investment properties for which property right certificates have not been obtained

Item	Book value	Reason for not obtaining property right certificate
Gu'an E-commerce Industry Port 1.1	201,000,000.00	Formalities in process
Gu'an Satellite Navigation Industry Port 1.1	118,000,000.00	Formalities in process
Gu'an Environmental Protection Industry Port	138,000,000.00	Formalities in process
Dachang Inspection and Certification Industry Port	91,620,000.00	Formalities in process
Jiashan Shanghai Talent Venture Industry Port	283,000,000.00	Formalities in process
Sujiatun Intelligent Equipment Industry Port 1.1	240,020,000.00	Formalities in process

Happiness harbor	178,460,000.00	Formalities in process
Happiness Square Project	97,530,000.00	Formalities in process
Cambridgeshire 3	61,190,000.00	Formalities in process
Cambridgeshire 4	82,290,000.00	Formalities in process
Total	**1,491,110,000.00**	

11. Fixed Assets and Accumulated Depreciation

Item	Ending balance	Beginning balance
Fixed Assets	5,073,292,167.41	2,842,166,493.70
Total	**5,073,292,167.41**	**2,842,166,493.70**

[1] Information on fixed assets

Item	Houses & buildings	Machinery equipment	Transport equipment	Electronic equipment and others	Total
I. Original book value					
1. Beginning balance	3,159,948,219.94	126,905,725.58	109,975,252.33	339,415,474.09	3,736,244,671.94
2. Additions for current year	2,666,312,585.86	14,193,865.13	28,281,525.76	42,506,627.89	2,751,294,604.63
(1) Purchases	27,141,513.95	13,781,211.52	28,281,525.76	40,280,868.72	98,985,119.95
(2) Transfer-in from construction in progress and investment properties	2,639,171,071.90	412,653.61		119,658.13	2,640,203,383.64
(3) Additions from enterprise mergers				2,106,101.04	2,106,101.04
3. Reduction for current year	73,287,600.67	113,814.92	3,935,337.38	6,524,564.66	83,861,317.63
(1) Disposal or retirement	73,287,600.67	113,814.92	3,935,337.38	6,524,564.66	83,861,317.63
4. Ending balance	5,752,973,205.12	140,985,775.79	124,321,440.71	375,397,537.32	6,393,677,958.94
II. Accumulated depreciation					
1. Beginning balance	547,754,018.45	78,145,140.77	60,157,058.49	208,021,960.53	894,078,178.24
2. Additions for current year	349,458,045.93	19,754,983.46	17,762,295.71	56,790,380.47	443,765,705.57
(1) Allotment	349,458,045.93	19,754,983.46	17,762,295.71	55,030,134.42	442,005,459.52
(2) Additions from enterprise mergers				1,760,246.05	1,760,246.05
3. Reduction for current year	10,990,934.68	1,231,465.99	1,775,803.13	3,459,888.48	17,458,092.28
(1) Disposal or retirement	10,990,934.68	1,231,465.99	1,775,803.13	3,459,888.48	17,458,092.28
4. Ending balance	886,221,129.70	96,668,658.24	76,143,551.07	261,352,452.52	1,320,385,791.53
III. Impairment provision					
1. Beginning balance					

Item	Houses & buildings	Machinery equipment	Transport equipment	Electronic equipment and others	Total
2. Additions for current year					
(1) Allotment					
3. Reduction for current year					
(1) Disposal or retirement					
4. Ending balance					
IV. Book value					
1. Ending book value	4,866,752,075.42	66,317,117.55	48,177,889.64	114,045,084.80	5,073,292,167.41
2. Beginning book value	2,612,194,201.43	68,760,584.81	49,818,193.84	131,393,513.56	2,862,166,493.70

Note 1: as of December 31, 2018, the value of the said fixed assets mortgaged for long-term borrowings and non-current liabilities maturing within one year is RMB435,274,620.16

Note 2: The book value at the end of the period increased by 78.50% compared with the beginning of the period, mainly due to the transfer of fixed assets to purchase and construction in progress.

(3) Fixed assets for which no property right certificates have been obtained

Item	Book value	Reason for not obtaining property right certificate
Huailai Exhibition Hall	32,566,279.13	Formalities in process
Standard factory	62,597,214.21	Formalities in process
Sujiatun West District Exhibition Hall	71,513,423.52	Formalities in process
Gu'an Aerospace (satellite navigation) industry port 1.2	342,105,515.04	Formalities in process
Gu'an New Material Industrial Park Phase 2.1	150,089,660.67	Formalities in process
Gu'an Tsinghua Pilot Industrial Park	118,668,500.08	Formalities in process
Jingdong Warehouse Phase I Treasury and Supporting Building	237,596,411.38	Formalities in process
Jingdong E-commerce Phase II	218,761,392.01	Formalities in process
Xianghe Exhibition Hall	158,076,049.70	Formalities in process
Zhiziying Phase I	81,840,000.00	Formalities in process
Yongqing Intelligent Manufacturing Equipment Industry Port 1.1	70,373,638.20	Formalities in process
Office building	38,778,073.93	Formalities in process
Binhai Commercial Street	7,238,236.60	Formalities in process
Club	8,799,286.32	Formalities in process
Total	**1,599,003,680.79**	

12. Construction in Progress

Item	Ending balance	Beginning balance
Construction in Progress	12,663,238,537.08	4,266,765,319.31
Total	12,663,238,537.08	4,266,765,319.31

(1) Information on construction in progress

Item	Ending balance			Beginning balance		
	Book balance	Impairment	Book value	Book balance	Impairment	Book value
Tsinghua Pilot Port	66,982,534.15		66,982,534.15	63,370,822.57		63,370,822.57
Huailai Industrial Plant				63,649,816.53		63,649,816.53
Dacheng Venture Building	205,037,503.89		205,037,503.89	148,572,997.50		148,572,997.50
Electronic Information Port Industrial Park	85,627,923.75		85,627,923.75	43,932,918.81		43,932,918.81

Item	Ending balance			Beginning balance		
	Book balance	Impairment	Book value	Book balance	Impairment	Book value
Baihow Pavilion	70,967,536.54		70,967,536.54			
Renqiu Planning Exhibition Hall	16,744,847.65		16,744,847.65			
Jinshan Planning Exhibition Hall Reconstruction Project	52,675,045.43		52,675,045.43			
Jinshan City Planning Museum	116,991,663.19		116,991,663.19			
Shucheng Regional Precision Electronics Industry Park	187,612,342.99		187,612,342.99			
Beidahe Venture Base	53,863,758.38		53,863,758.38			
Shuangliu New City Industrial Park Phase I	60,520,813.68		60,520,813.68			
Huatai Hotel	600,506,150.66		600,506,150.66	382,422,386.54		382,422,386.54
Dachang National Palace	703,223,004.80		703,223,004.80	682,957,535.31		682,957,535.31
Huitun Boutique Hotel Project	175,052,318.96		175,052,318.96	148,578,238.96		148,578,238.96
Gu'an Aerospace (satellite navigation) industry park 1 2	61,922,717.51		61,922,717.51	42,806,014.81		42,806,014.81
Lu'an R&D demonstration area	137,580,455.95		137,580,455.95	54,984,431.50		54,984,431.50
New Xiang Water Street Phase I Project				448,024,591.63		448,024,591.63
Machinery Parts Industry Park 1 1	62,963,478.38		62,963,478.38			
Dachang Film and Television Creative Incubation Park Project	287,034,520.39		287,034,520.39			
Daxu Garden World	1,400,709.42		1,400,709.42			
Dachang Intelligent Equipment Industrial Park Project	182,161,499.58		182,161,499.58			
Yiyang Yuan	306,938,286.01		306,938,286.01			
Dachang TV Media Technology Park	176,869,312.25		176,869,312.25	127,496,287.49		127,496,287.49
Dachang Film and Television Production Technology Park	126,457,032.57		126,457,032.57	120,594,961.98		120,594,961.98
Gu'an Biomedical Accelerated Industrial Park	185,191,724.87		185,191,724.87	24,501,806.71		24,501,806.71
Jinshan TV Variety Industrial Park Project	67,537,728.01		67,537,728.01	2,762,639.49		2,762,639.49
Taigu Biomedical Incubation Industry Park	317,858,962.41		317,858,962.41	149,078,900.00		149,078,900.00
Haidian school	197,237,463.21		197,237,463.21	111,136,893.06		111,136,893.06
Gu'an E-commerce Industry Park 1 2	196,153,027.29		196,153,027.29	414,354,450.51		414,354,450.51
Gu'an Happiness Hospital	486,284,920.72		486,284,920.72	346,078,933.34		346,078,933.34
Langfang Happy Farm (Dairying Phase I)	112,034,765.76		112,034,765.76	191,721,000.63		191,721,000.63
Lize Zhongtie Project	5,950,427,164.71		5,950,427,164.71			
Others	1,454,367,903.75		1,454,367,903.75	859,739,691.93		859,739,691.93
Total	12,663,238,537.68		12,663,238,537.68	4,266,765,319.31		4,266,765,319.31

(2) Changes of key construction projects (construction in progress):

Project Name	Budget amount	Source of funds	Percentage of project investment in the budget (%)	Project progress

Project Name	Budget amount	Source of funds	Percentage of project investment in the budget (%)	Project progress
Tonghua Pilot Port	342,960,000.00	Self-raised	46.15	Under construction
Nuanlai Industrial Plant	65,000,000.00	Self-raised		Put into use
Dachang Venture Building	329,704,000.00	Self-raised	62.28	Under construction
Electronic Information Port Industrial Park	341,940,000.00	Self-raised	25.04	Under construction
Baizhou Pavilion	88,913,896.10	Self-raised	79.87	Under construction
Renqiu Planning Exhibition Hall	96,282,569.78	Self-raised	35.64	Under construction
Jiashan Planning Exhibition Hall Reconstruction Project	81,480,000.00	Self-raised	54.65	Under construction
Jiashan City Planning Museum	140,420,000.00	Self-raised	78.3	Under construction
Shucheng Regional Precision Electronics Industry Port	200,000,000.00	Self-raised	93.81	Under construction
Beidaihe Venture Base	183,450,000.00	Self-raised	29.36	Under construction
Shuangliu New City Industrial Port Phase I	498,200,000.00	Self-raised	12.15	Under construction
Huaila Hotel	604,484,925.00	Self-raised	99.34	Under construction
Dachang National Palace	750,857,956.38	Self-raised	93.66	Under construction
Niuzuo Boutique Hotel Project	342,012,205.29	Self-raised	51.18	Under construction
Changli Planning Exhibition Hall	99,485,678.45	Self-raised		Put into use
Gu'an Aerospace (satellite navigation) industry port 1.2	629,590,000.00	Self-raised	9.64	Under construction
Gu'an R&D demonstration area	440,010,000.00	Self-raised	31.27	Under construction
New Xitang Water Street Phase I Project	520,000,000.00	Self-raised		Put into use
Machinery Parts Industry Port 1.1	100,000,000.00	Self-raised	62.95	Under construction
Dachang Film and Television Creative Incubator Port Project	536,860,000.00	Self-raised	51.55	Under construction
Dahu Garden World	312,589,377.69	Self-raised		Put into use
Dachang Intelligent Equipment Industrial Park Project	763,000,000.00	Self-raised	69.26	Under construction
Yijing Yuan	3,557,134,000.00	Self-raised	9.2	Under construction
Dachang TV Media Technology Port	789,590,000.00	Self-raised	47.27	Under construction
Dachang Film and Television Production Technology Port	299,980,000.00	Self-raised	47.16	Under construction
Gu'an Biomedical Accelerated Industrial Park	732,990,000.00	Self-raised	25.27	Under construction
Jiashan TV Variety Industrial Park Project	540,317,200.00	Self-raised	12.5	Under construction
Tangu Biomedical Incubation Industry Park	400,000,000.00	Self-raised	79.46	Under construction
Jiashan school	254,057,612.58	Self-raised	77.64	Under construction
Gu'an E-commerce Industry Port 1.2	1,022,920,000.00	Self-raised	19.38	Under construction
Gu'an Happiness Hospital	923,186,706.72	Self-raised	52.67	Under construction
Langlang Happy Farm (Zixiying Phase I)	391,902,563.35	Self-raised	58.38	Under construction
Lize Zhongtai Project	7,938,199,300.00	Self-raised	74.96	Under construction
Others	13,938,922,641.26	Self-raised	30.44	Under construction
Total	36,618,914,650.63			

Project Name	Beginning balance	Addition for current period		Reduction for current period		Ending balance	
		Amount	Including: capitalized interest amount	Transfer into fixed assets/investment properties/intangible assets	Other reductions	Balance	Including: amount of capitalized interest
Tonghua Pilot Port	63,372,822.57	3,613,711.58				66,986,534.15	
Huadai Industrial Park	63,649,816.53	8,167.40			63,654,183.93		
Dachang Venture Building	148,573,997.50	56,464,506.39				205,038,503.89	
Electronic Information Port Industrial Park	48,933,918.81	41,695,204.94				90,629,123.75	
Baihua Pavilion		70,967,536.56				70,967,536.56	
Jiangqu Planning Exhibition Hall		109,027,017.43		94,282,569.78		14,744,447.65	
Jinhan Planning Exhibition Hall Reconstruction Project		52,675,045.43				52,675,045.43	
Jinhan City Planning Museum		116,991,663.19				116,991,663.19	
Shuangyang Regional Precision Electronics Industry Park		187,612,342.99				187,612,342.99	
Zhendaohe Venture Base		53,883,758.38				53,883,758.38	
Shuangyang New City Industrial Port Phase I		60,520,813.68				60,520,813.68	
Nanhai Hotel	382,422,386.54	218,083,744.32				600,506,130.86	
Dachang National Palace	682,957,535.33	20,265,469.46				703,223,004.80	
Nantian Boutique Hotel Project	148,578,238.96	26,474,080.00				175,052,318.96	
Chengli Planning Exhibition Hall		55,485,698.45		55,485,698.45			
Qiu'an Aerospace (satellite navigation) industry park 1.2	83,806,014.88	3,575,776.62			24,458,075.97	62,923,717.53	
Qiu'an R&D demonstration area	54,984,693.50	93,497,223.35			10,901,356.80	137,580,459.95	
New Kheng Water Street Phase I Project	648,024,591.63	39,056,324.97		487,080,616.30			
Machinery Parts Industry Park 1.1		62,963,478.38				62,963,478.38	
Dachang Film and Television Creative Incubator Park Project		287,034,520.39				287,034,520.39	
Qihu Garden World		312,589,377.69		312,589,377.69		1,400,709.42	
Dachang Intelligent Equipment Industrial Park Project		142,163,899.58				142,163,899.58	

Project Name	Beginning balance	Additions for current period		Reduction for current period		Ending balance	
		Amount	Including: capitalized interest amount	Transfer into fixed assets/investment properties/intangible assets	Other reductions	Balance	Including: amount of capitalized interest
Yijing Yuan		323,607,980.97		16,669,694.96		306,938,286.01	
Qucheng TV Media Technology Park	127,456,287.45	9,392,824.76				136,849,112.21	
Qucheng Film and Television Production Technology Park	120,554,961.98	5,862,070.55				126,417,032.53	
Gu'an Biomedical Accelerated Industrial Park	24,901,800.73	160,689,926.16				185,591,726.89	
Anshan TV Variety Industrial Park Project	2,762,639.49	64,775,088.53				67,537,728.02	
Tangu Biomedical Incubation Industry Park	149,078,900.00	166,740,062.41				315,818,962.41	
ASPAM school	111,136,893.06	148,836,116.28		912,655.63	61,862,892.51	197,237,463.22	
Gu'an E-commerce Industry Park I-2	414,356,450.57	43,435,971.07		218,761,392.01	42,916,008.70	196,353,027.93	
Gu'an Happiness Hospital	346,078,933.34	140,205,997.34				486,284,930.72	
Langfang Happy Farm (Zoning Phase)	191,721,000.63	1,153,785.13		81,840,000.00		113,034,785.76	
Wuhe Zhongtie Project		5,950,427,164.71				5,950,427,164.71	
Others	659,789,891.93	826,600,303.30		16,283,617.67	14,788,782.04	1,454,367,905.75	
Total	8,266,765,219.31	9,858,484,353.88		1,398,904,820.62	219,106,117.49	32,648,238,539.08	

13. Intangible Assets

(1) Information on Intangible Assets

Item	Land use right	Technical assets on footballers	Technical assets on footballers	Software	Total
I. Original book value					
1. Beginning balance	4,247,539,982.57		1,579,020,877.13	179,702,718.42	6,006,272,578.12
2. Additions for current year	527,015,970.54	68,080.00	289,949,245.53	41,896,586.23	858,929,882.30
(1) Purchases	121,056,414.30	68,080.00	289,949,245.53	41,896,586.23	452,969,326.15
(2) Transfer-in from inventory and construction in progress	399,290,177.99				399,290,177.99
(3) Additions from enterprise mergers	6,670,378.16				6,670,378.16
3. Reduction for current year	96,185,678.91		136,455,929.71		232,641,608.62
(1) Disposal	21,290,439.86		136,455,929.71		157,746,369.57
(2) Transfer to inventory	74,895,239.05				74,895,239.05
4. Ending balance	4,678,370,274.20	68,080.00	1,732,513,192.95	221,599,304.65	6,632,560,851.80
II. Accumulated amortization					
1. Beginning balance	196,040,037.15		592,177,713.76	25,066,189.48	813,228,940.39
2. Additions for current year	117,672,910.52	1,620.95	420,964,654.96	13,034,570.82	551,673,757.25
(1) Allotment	117,672,910.52	1,620.95	420,964,654.96	13,034,570.82	551,673,757.25
(2) Additions from enterprise mergers					
3. Reduction for current year	4,807,819.16		70,630,530.05		75,438,349.21
(1) Disposal	768,986.45		70,630,530.05		71,399,516.50
(2) Transfer to inventory	4,038,832.71				4,038,832.71
4. Ending balance	308,905,128.51	1,620.95	942,456,838.67	38,100,760.30	1,289,464,348.43
III. Impairment provision					
1. Beginning balance					
2. Additions for current year					
(1) Allotment					
3. Reduction for current year					
(1) Disposal					
4. Ending balance					
IV. Book value					
1. Ending book value	4,369,465,145.69	66,459.05	790,056,354.28	183,498,544.35	5,343,086,503.37
2. Beginning book value	4,051,499,945.42		986,907,163.37	154,636,528.94	5,193,043,637.73

Note 1: As of December 31, 2018, the value of the intangible assets mortgaged for long-term borrowings and non-current liabilities maturing within one year is RMB31,785,300.00.

14. Goodwill

(1) Original book value of goodwill

Name of invested entity or matter for goodwill formation	Beginning balance	Addition for current period		Reduction for current period	Ending balance
		Formed from enterprise merger		Disposal	
Shenzhen Partner Real Estate Brokering Co., Ltd. (Note 1)	285,130,891.42				285,130,891.42
Hebei CFLD Football Club Co., Ltd. (Note 2)	39,640,414.09			39,640,414.09	
Dachang Hui Autonomous County Hongrun Commerce & Trade Co., Ltd. (Note 1)	336,245.00				336,245.00
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen) (Note4)	216,509,387.20				216,509,387.20
Total	541,616,937.71			39,640,414.09	501,976,523.62

Note 1: the reason for goodwill formation is that in 2015, CFLD acquired Shenzhen Partner Real Estate Brokering Co., Ltd. (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed
Shenzhen Partner Real Estate Brokering Co., Ltd.	525,000,000.00	239,869,108.58	285,130,891.42

Note 2: the reason for goodwill formation is that in 2015, Langfang Jingyu acquired Hebei CFLD Football Club Co., Ltd. (formerly Hebei Zhongji Football Club Co., Ltd.) (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed
Hebei CFLD Football Club Co., Ltd.	27,599,051.73	-12,041,362.36	39,640,414.09

Note 3: the reason for goodwill formation is that in 2011, Langfang Jingyu acquired Dachang Hui Autonomous County Hongrun Commerce & Trade Co., Ltd. (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed

Duchang Hui Autonomous County Hongrun Commerce & Trade Co., Ltd.	10,000,000.00	9,663,755.00	336,245.00

Note 4: the reason for goodwill formation is that in 2017, CFLD acquired Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen) (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)	300,000,000.00	83,490,612.80	216,509,387.20

(2) Impairment provision for goodwill

Name of invested entity or matter for goodwill formation	Beginning balance	Addition for current period	Reduction for current period	Ending balance
		Provision	Disposal	
Hebei CFLD Football Club Co., Ltd		39,640,414.09		39,640,414.09

In 2015, the company acquired Hebei CFLD Football Club Co., Ltd , with a goodwill of RMB 39,640,414.09. Due to the continued loss of Hebei CFLD Football Club Co., Ltd, it is expected that the future net cash flow of the relevant asset group will be less than the book value of the asset group. Provision for impairment is RMB 39,640,414.09.

As of December 31, 2018, except Hebei CFLD Football Club Co., Ltd, goodwill is not impaired and no impairment provision needs to be made.

[3] Information about goodwill asset group or asset group combination

Goodwill asset group is determined by main cash inflow could separate from other asset or asset group. In the meanwhile, Considering the way in which the management of the company manages the production and operation activities and the decision-making methods for the continuous use or disposal of the assets, the asset group or asset group combination that can benefit from the synergy effect of the business combination, and then confirms goodwill asset group or asset portfolio.

15. Long-term Deferred Expenses

Item	Beginning balance	Addition for current period	Amortization for current period	Other reduction	Ending balance
Lease payments	1,307,545,337.01	855,514,462.51	233,056,097.71		1,930,003,701.81
Footballer introduction expenses	340,676,785.07	515,836,914.28	433,377,493.18		423,135,726.17
Housing decoration	140,290,980.84	352,091,242.95	104,927,187.08		387,454,936.71
Housing rentals	1,766,457.50	19,334,922.30	926,252.10		20,175,127.70
Total	**1,790,278,960.42**	**1,742,777,542.04**	**772,287,010.07**		**2,760,769,492.39**

16. Deferred Income Tax Assets and Deferred Income Tax Liabilities

(1) Deferred income tax assets

Item	Ending balance		Beginning balance	
	Deferred income tax assets	Deductible temporary difference	Deferred income tax assets	Deductible temporary difference
Profit not realized for internal sales	2,088,643,007.44	522,160,751.86	2,355,679,086.16	588,919,771.54
Deductible loss	7,606,098,297.84	1,899,402,843.57	5,370,444,912.08	1,342,611,228.02
Bad debt provision	1,739,693,287.04	434,113,339.17	606,000,794.08	151,500,198.52
Impairment provision of inventories	483,289,993.24	120,822,498.31	410,772,369.20	102,693,092.30
Impairment provision of entrusted loan	172,000,000.00	43,000,000.00		
Estimated liabilities (including accrued Land Appreciation Tax, etc.)	216,390,914.88	54,097,728.72	271,179,688.84	67,794,922.21
Advertising and publicity expenses carried forward to be deducted in subsequent years	630,448,571.08	157,612,142.77	436,622,082.40	109,155,520.60
Donation expenses carried forward and deducted in future years	36,403,498.48	9,100,874.62		
Total	**12,972,907,570.00**	**3,240,310,179.02**	**9,450,698,932.76**	**2,362,674,733.19**

(2) Deferred income tax liabilities

Item	Ending balance		Beginning balance	
	Deferred income tax liabilities	Taxable temporary difference	Deferred income tax liabilities	Taxable temporary difference
Value added after appraisal at share reform	27,773,441.48	6,943,360.37	27,645,198.84	6,911,299.71
Changes in the fair value of investment properties	266,664,788.09	66,666,197.02	55,236,411.01	13,809,102.75
Total	**294,438,229.57**	**73,609,557.39**	**82,881,609.85**	**20,720,402.46**

(3) Details of deferred income tax assets not recognized

Item	Ending balance	Beginning balance
Deductible loss	6,933,172,350.35	4,931,355,676.15
Bad debt provision	329,862,016.94	96,106,336.34
Impairment provision of inventories	720,041,076.71	23,244,099.68
Impairment provision of available-for-sale financal assets	83,851,532.41	70,125,132.41
Total	**8,075,926,976.41**	**5,120,831,244.58**

Note: due to the uncertainty about whether enough taxable income can be obtained in future for certain subsidiaries as well as the impact of the levying of income tax in a ratified way, the said deductible temporary difference is not recognized as deferred income tax assets.

(4) The deductible loss of deferred income tax assets not recognized will expire in the following years.

Year	Ending balance	Beginning balance	Remarks
2018		407,802.16	
2019	328,212.10	328,212.10	
2020	6,467,279.34	6,467,279.34	
2021	2,308,082,688.15	2,308,082,688.15	
2022	2,616,069,694.40	2,616,069,694.40	
2023	2,002,224,476.36		
Total	**6,933,172,350.35**	**4,931,355,676.15**	

17. Other Non-Current Assets

Item	Ending balance	Beginning balance
Entrusted financial management (Note 1)	2,206,599,099.44	
Dacheng Innovation Capital Jingxin No.19 Special Asset Management Plan (Note 2)	550,673,888.73	550,673,888.73
Entrusted loan provided to Shanghai Hongshida Real Estate Development Co., Ltd. by entrusting Agricultural Bank of China (Note 3)	377,000,000.00	351,150,000.00
Beijing Jinyu General Aviation Co., Ltd. (Note 4)	300,000,000.00	
Entrusted loan provided to Shanghai Hongshida Real Estate Development Co., Ltd. by entrusting Agricultural Bank of China (Note 5)	230,000,000.00	230,000,000.00
Entrusted loan provided to Shanghai Hongshida Real Estate Development Co., Ltd. by entrusting Agricultural Bank of China (Note 6)	215,000,000.00	215,000,000.00
Gu'an Industry Park New Urban PPP Project(Note 7)	200,000,000.00	200,000,000.00
YTCO Trust Corporation Ltd-Dachang Dinghong (Note 8)	185,000,000.00	185,000,000.00
Daye Trust - CFLD Investment Collective Fund Trust Plan (Note 9)	133,340,000.00	133,340,000.00
CITIC Securities-Xingye Jiantou-Luan Yirong Supply Chain Asset Support Special Plan (Note 10)	129,000,000.00	
Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP) (Note 11)	101,008,045.19	101,000,000.00
CFLD Property Phase 1 Special Asset-backed Plan (Note 12)	100,000,000.00	100,000,000.00
Prepaid land grant fee	94,451,443.22	184,882,336.61
China Credit Trust-Sub-Trust Benefits (Note 13)	91,777,778.00	
Jingjinji Huaxia Jicai Dachang film industry Development Fund (LP) (Note 14)	42,000,000.00	42,000,000.00
Gu'an Industry Park New Urban PPP Project Heating Fee Assets Support (Note 15)	36,000,000.00	36,000,000.00

Item	Ending balance	Beginning balance
Oriental Huizhi-Xincheng No. 1 Special Asset Management Plan (Note 16)	30,000,000.00	
Prepaid for purchasing assets	3,540,215.34	5,508,160.05
Chinese Football Association Super League Co., Ltd. (Note 17)	80,000.00	80,000.00
Ping'an Huitong – Ping'an Zhi'u Customized No.145 Phase 2 Special Asset Management Plan (Note 18)		474,900,000.00
Footballer Techniques of CFLD Football Club (Note 19)		54,406,261.51
CFLD Gu'an New Urban PPP project Municipal Property Services Asset Support(Note 20)		10,000,000.00
Total	**5,025,470,469.92**	**2,873,940,646.90**

Note 1: The company's subsidiary, Global Industry Investment Co., Ltd. invested 313 million USD and entrusted Wingskengo Limited to manage fixed-income products, including but not limited to USD bonds, USD notes, bank wealth management, etc., expected return rate 7- 10%, the product term is no more than 3 years. Wingskengo Limited is a limited company registered in Hong Kong, China. Its main business is financial investment, including bonds and stocks. Its core team members have many years of investment experience in the international capital market. As of the end of the period, the investment and wealth management varieties were wealth collecting USD, amounting to 313 million yuan.

Note 2: In December 2016, the company subscribed for the seventh phase of Dacheng Innovation Capital Jingxin No. 19 Specialized Asset Management Plan with its own funds of RMB 550 million.

Note 3: on April 27, 2017, the company, Agricultural Bank of China Limited Shanghai Nanhui Branch and Shanghai Hongshida Real Estate Development Co., Ltd signed entrust loan contract, with RMB631,000,000.00, a term of 36 months and 12% annual rate. As of the end of the period, the amount of loans was 377 million yuan.

Note 4: In December 2018, the company signed a cooperation agreement with Beijing Jinyu General Aviation Co., Ltd. ("Jin Yu Aviation"), which will provide it with a loan of RMB 300 million yuan for a period of three years. The shareholders of Jinyu Airlines pledged the entire equity of Jinyu Airlines held by the company to the company. Jinyu Airlines mortgages/pledges the beneficial rights of the aircraft purchased by the borrowing funds and related fixed assets or in-transit orders to the company.

Note 5: on January 17, 2017, the company, Agricultural Bank of China Limited Shanghai Nanhui Branch and Shanghai Hongshida Real Estate Development Co., Ltd signed entrust loan contract, with RMB230,000,000.00, a term of 36 months and 12% annual rate.

Note 6: On March 2, 2017, the company, Agricultural Bank of China Limited Shanghai Nanhui Branch and Shanghai Hongshida Real Estate Development Co., Ltd signed entrust loan contract, with RMB215,000,000.00, a term of 36 months and 12% annual rate.

Note 7: In December 2017, the company and China Merchants Securities Assets Management Co., Ltd signed a contract regarding to purchase RMB200,000,000 of CFLD Gu'an Industry Park New Model Urban PPP Heating fee supporting assets plan.

Note 8: In November 2017, the company and TTOC Trust Corporation Ltd signed a contract regarding to purchase RMB185,000,000 of Dacheng dinghong Asset plan

Note 9: In September 2016, the Company signed the Sub-trust Contract with Daye Trust Co., Ltd. The Company invested its own funds of RMB133,340,000 to subscribe for the posterior units of the trust plan established by Daye Trust Co., Ltd. as the promoter.

Note 10: In 2018, the company and CITIC Securities Co., Ltd. signed the "CITIC Securities - Xingye Construction Investment - Lian Yirong Supply Chain Asset Support Special Plan Phase 1 Asset-Backed Securities Subscription Agreement and Risk Disclosure", the company has its own funds RMB 129,100,000 to subscribe for asset-backed securities.

Note 11: on November 30, 2016, CFLD (Beijing) Equity Investment Management Co., Ltd., Sanpu Weite Park Construction Development Co., Ltd., Langfang High-tech Innovation & Entrepreneurship Investment Co , Ltd. and Hebei Province Technology Investment Center (all of which are the indirect controlled subsidiaries of the Company) signed the Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP) Partnership Agreement, pursuant to which CFLD (Beijing)Equity Investment Management Co., Ltd. will contribute RMB1mn, Sanpu Weite Park Construction Development Co., Ltd. will contribute RMB100mn, Langfang High-tech Innovation & Entrepreneurship Investment Co., Ltd. will contribute RMB50,000,000 and Hebei Province Technology Investment Center will contribute RMB50mn to jointly set up Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP). According to this partnership agreement, all the parties jointly control the investment and operation of the partnership. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement.

Note 12: In June 2016, the Company signed the CLFD Property Phase 1 Special Asset-backed Plan with Shanghai Fucheng HFT Asset Management Co., Ltd. The Company invested its own funds of RMB100,000,000 to subscribe for 1,000,000 posterior units

Note 13: In 2018, the company signed the "Debt Beneficiary Transfer Agreement" with China Credit Trust Co , Ltd., and the company subscribed the sub-trust beneficial rights with its own funds of RMB 91,770,800.

Note 14: in 2016, The company's indirect wholly owned subsidiaries, CFLD Industry Investment Co., Ltd, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd and CFLD (Beijing) Equity Investment Management Co., Ltd signed the Jingjinji Huaxia Jicai Dachang Film Industry Fund(LP) Partnership Agreement with Hebei province Jicai Industry Equity Investment Fund Co., Ltd and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd. According to this partnership agreement, CFLD Industry Investment Co., Ltd will contribute RMB52mn, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd will contribute RMB24 million, CFLD (Beijing) Equity Investment Management Co., Ltd will contribute RMB4,000,000, Hebei province Jicai Industry Equity Investment Fund Co., Ltd will contribute RMB50mn and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd will contribute RMB70mn. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement. As of 31 December 2018, RMB 42,000,000 has already paid.

Note 15: in March 2017, the company and China Merchants Securities Assets Management Co., Ltd signed a contract regarding to purchase 360,000 of CFLD Gu'an Industry Park New Model Urban PPP Heating fee supporting assets plan.

Note 16: In April 2018, the company and Oriental Huizhi Asset Management Co., Ltd. signed the "Oriental Huizhi-Xincheng No. 1 Special Asset Management Plan Asset Management Contract", and the company subscribed for the asset management plan with its own capital of RMB 30,000,000.

Note 17: After 2015 competition season, the Company was admitted into CSL. According to the articles of association of Chinese Football Association Super League Co., Ltd., the newly admitted club obtains 4% equity of Chinese Football Association Super League Co., Ltd. and pays the corresponding investment of RMB80,000. The duration of this investment is not definite, non-assignable and enjoys the right to receive dividends.

Note 18: Ping'an Bank Shenzhen Branch entrusted Ping'an Trust Shenzhen Ping'an Dahua Huitong Wealth Management Co., Ltd. to set up Ping'an Huitong Ping'an Zhifu Customized No.146 Phase 2 Special Asset Management Plan on July 11, 2016. The Company invested its own funds of RMB476.9 million to subscribe for 474.9 million units, a term of 36 months, will come due in July 2019. This period is reclassified to non-current assets due within one year.

Note 19: In 2017, the company has prepaid RMB 54.41 million for the football player transfer, it has transferred into intangible assets.

Note 20: In August 2017, the company and China Resources Shentou Investment Trust Co., Ltd signed a contract regarding to purchase 100000 of CFLD Gu' an new urban PPP project note, with its own funds RMB10 million.

18. Short-term Borrowings

(1) Classification of short-term borrowings:

Type of borrowing	Ending balance	Beginning balance
Pledge borrowing	249,500,000.00	865,781,500.07
Mortgage borrowing	2,195,100,000.00	420,000,000.00
Guarantee borrowing	1,572,750,000.00	2,560,000,000.00
Credit borrowing	164,561,000.00	3,000,000,000.00
Total	**4,181,911,000.00**	**6,845,781,500.07**

Note 1: Short-term borrowings at the end of the period decreased by 38.91% compared with the beginning of the year, mainly due to the repayment of borrowings

Note 2. Mortage borrowing are mainly secured with the inventory. Guarantee borrowing are mainly secured by the suretyship guarantee from parent company and Jiutong Investment Ltd. Pledge borrowings are mainly secured by pleding the shares of Global Industry Investment Co., Ltd

Note 3: details of collateral are shown in the note " V, 5, inventory"; Please refer to the notes " V, 13,Intangible assets"; and X.Related Parties and Related-Party Transactions, 5. Information on Related-party Transactions".

19. Notes Payable and Accounts Payable

Item	Ending balance	Beginning balance
Notes Payable	9,128,556,012.41	8,467,028,435.64
Accounts Payable	32,938,065,057.51	25,422,040,582.96
Total	**42,066,621,069.92**	**33,889,069,018.60**

(1)Notes Payable

Item	Ending balance	Beginning balance
Commercial acceptance bill	9,128,556,012.41	8,467,028,435.64
Total	**9,128,556,012.41**	**8,467,028,435.64**

Note 1: the ending balance of Notes payable increases by 553.11%, compared with beginning balance, which is mainly due to the fact that payment method changes to Note payble for construction payment.

(2) Listing of accounts payable

Item	Ending balance	Beginning balance
Less than 1 year	25,118,252,240.74	21,870,130,705.16
1-2 years	4,890,595,719.95	3,336,277,789.92
2-3 years	2,719,598,600.69	130,628,383.62
More than 3 years	209,618,496.13	85,003,704.26
Total	**32,938,065,057.51**	**25,422,040,582.96**

(3) Most of the large-value accounts payable aged over one year are project payments and quality deposits. Key projects are listed below.

Item	Ending balance	Reason for non-repayment or transfer
Peacock City 8.2	486,182,663.35	Project payments not settled
Guanzhuang Village Resettlement	300,607,168.29	Project payments not settled
Zhenjiang Peacock City British Palace	256,062,390.20	Project payments not settled
Peacock City Cambridgeshire 8	187,162,312.48	Project payments not settled
British Palace 2.1 2	183,498,277.07	Project payments not settled
Total	**1,413,512,811.39**	

20. Rental and sales deposits

(1) Listing of Rental and sales deposits

Item	Ending balance	Beginning balance
Less than 1 year	64,880,382,214.14	65,831,157,132.12
1-2 years	45,461,000,952.37	52,397,157,261.94
2-3 years	24,223,687,155.92	12,322,371,006.16
More than 3 years	2,946,758,425.37	1,925,635,899.72
Total	**137,511,828,747.80**	**132,476,321,299.94**

(2) Most of the large-value advance deposits aged over one year are the sales deposits of the payments for the houses not meeting the delivery conditions.

Item	Ending balance	Reasons for outstanding or carry-over
Real estate project under construction	69,224,265,164.96	Not meet the delivery conditions
Total	**69,224,265,164.96**	

(3) Presale of real estate projects

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
1	Yongding River Peacock City Phase 5-7	148,552,503.14	107,734,371.65	99.43%	May 2013
2	Gu'an David City Phase 1-5	45,390,180.72	48,547,624.61	100.00%	Aug-2017
3	Gu'an David City Phase 6 (Lanyuan Phase 2)	945,572.76	959,802.76	100.00%	May-2013
4	Gu'an Peacock British Palace Phase-1(1.1-1 3.1.5)	60,144,646.59	62,861,278.50	100.00%	Oct-2012
5	Gu'an Peacock British Palace Phase-1(1.4,1.6)	25,912,705.34	27,603,762.14	100.00%	Jun-2015
6	Gu'an Peacock British Palace Phase 2	5,865,920,428.78	3,214,674,617.16	100.00%	Nov-2014
7	Chaobai River Peacock City Phase-1	126,333,515.00	42,078,695.00	100.00%	May-2011
8	Chaobai River Peacock City Phase 2-4	18,934,614.00	76,089,801.00	100.00%	Jun-2012
9	Chaobai River Peacock City Phase-6		41,864,920.00	100.00%	Jul-2014
10	Chaobai River Peacock City Phase 7	10,494,572.00	39,012,225.00	99.93%	Aug-2014
11	Chaobai River Peacock City Phase 8	69,827,584.00	72,829,160.00	99.93%	Sep-2015
12	Chaobai River David City Phase 1 (Liyuan)	13,023,865.00	26,715,069.00	100.00%	Aug-2013
13	Chaobai River David City Phase 2(Yiyuan)	5,237,550.00	5,679,291.00	100.00%	May-2014
14	Chaobai River David City Phase 3(Sanyuan)	14,752,935.00	16,401,823.00	100.00%	Sep-2014
15	Badaling Peacock City Phase 1	13,256,963.00	13,208,213.00	99.93%	Jun-2012
16	Badaling Peacock City Phase 2	72,501,675.00	19,025,548.00	98.11%	Apr-2014
17	Badaling Peacock City Phase 3	45,433,576.22	11,160,356.00	99.03%	Jul-2015
18	Grand Canal Peacock City Phases 1-3	2,760,832.02	29,298,020.00	100.00%	Dec-2009
19	Grand Canal Peacock City Phase 4	2,900,711.00	82,544.00	100.00%	Oct-2013
20	Grand Canal Peacock City Phase 5	53,325,217.11	53,050,114.82	100.00%	Dec-2014
21	Gu'an Peacock Sea Phase 1	478,535,567.50	20,179,956.79	96.87%	Nov-2013
22	Jianguo New City Phase 1	26,694,202.00	23,414,837.00	99.90%	May-2014

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
23	Chaobai River Peacock Garden Phase 2	38,520,827.00	44,694,537.00	100.00%	Jun-2015
24	No.9 Garden Lanting	7,119,193.20	4,598,616.70	98.53%	Jun-2017
25	Huaxia Platinum Palace	16,817,589.00	25,834,193.00	99.13%	Dec-2012
26	Happiness City	76,736,025.63	160,794,954.25	99.95%	Dec-2012
27	Gu'an West Peacock City Cambridgeshire Phase 1	123,445,944.22	126,630,076.00	100.00%	Jun-2015
28	Niutuo Hot Spring Peacock City Phase-1	59,574,147.30	13,772,092.00	99.90%	Jul-2015
29	Peacock Danfeng Garden	9,335,987.46	35,061,535.15	99.96%	Nov-2014
30	Gu'an Happiness Plaza	17,511,909.82	511,121.76	100.00%	Dec-2014
31	Wuqing Fenghe Peacock City Phase-I	3,595,000.00	5,466,600.00	100.00%	Sep-2015
32	Park Peacock Sea Phase 1.3	92,744,092.59	93,199,540.99	95.42%	Sep-2015
33	Peacock Villa	13,031,462.00	19,796,462.00	99.83%	Oct-2015
34	Shenyang Peacock City Phase 1.1. Phase 1.2	14,653,694.00	15,964,244.00	100.00%	Jul-2015
35	Zhenjiang Peacock City British Palace Phase 1	171,902,229.57	5,432,019.01	99.58%	Sep-2015
36	Chaobai River Peacock City Phase 5	14,993,847.00	19,047,056.00	100.00%	Oct-2015
37	Peacock Lake Yihu Garden	107,261,297.00	12,889,242.00	100.00%	Nov-2015
38	Badaling Peacock City Phase 6	58,575,777.00	3,366,552.00	98.78%	Jun-2016
39	British Palace Phase 2.1.1. 1.9	68,896,171.31	22,200,232.31	99.91%	Oct-2015
40	Gu'an West Peacock City Cambridgeshire Phases 2&3	29,854,980.69	29,308,605.35	99.86%	Oct-2015
41	Peacock City Kanjing Garden (Yongding River Peacock City Phase 8)	48,252,668.00	243,003.00	100.00%	Oct-2014
42	Wuxi Peacock City	593,491,139.50	64,325,997.79	95.87%	Dec-2015
43	Peacock City Cambridgeshire -Xiangshuwan	6,755,360.00	7,296,595.00	100.00%	Oct-2016
44	Peacock City Cambridgeshire - Tanxiangwan	2,069,790.00	2,335,066.00	100.00%	Oct-2016
45	Peacock City Cambridgeshire- Zhenyuan	1,667,968.00	547,397.00	100.00%	Oct-2016
46	Peacock City Cambridgeshire- Ruyuan	1,054,770.00	1,178,756.00	100.00%	Oct-2016
47	Peacock City Cambridgeshire - Fuyuan	5,655,542.00	5,332,131.00	100.00%	Dec-2016

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated [for first batch] completion time
48	Peacock City Cambridgeshire - Yuyuan	2,316,370.00	5,639,162.00	100.00%	Oct-2016
49	Jinghua Juyuan-Langfang Peacock City Phase 2.1	751,050.00	11,326,090.00	100.00%	Oct-2016
50	Chaobai River - Peacock City - Chaobai Garden Phase 2	9,604,226.00	35,903,582.00	100.00%	Jul-2016
51	Chaobai River - Peacock City Phase 10	16,954,301.79	25,924,545.45	99.90%	Sep-2016
52	Chaobai River - Peacock City 5. Phase 2- Peony Garden	6,339,582.00	10,336,580.00	99.92%	Aug-2016
53	Chaobai River - Peacock City Cambridgeshire Phase 2	119,609,889.00	123,177,659.00	100.00%	Sep-2016
54	Chaobai River Peacock City - Wenshajun Phase 1		230,600.00	100.00%	May-2016
55	Chaobai River - Peacock City Phase-7.3 [high-rise]	4,842,268.00	24,721,655.00	99.00%	Jun-2016
56	Grand Canal Peacock City Phase-6	17,575,806.95	16,385,046.00	100.00%	Nov-2016
57	Grand Canal Peacock City British Palace Phase-1	88,861,327.00	13,285,383.00	100.00%	Jul-2016
58	Grand Canal - Peacock City Phase-1 Mansion	28,948,302.75	5,805,870.00	100.00%	Nov-2015
59	Langfang Peacock City Daowell	211,079,546.44	297,059,127.67	99.87%	Sep-2015
60	Wuqing Fengha Peacock City Phase 2	13,059,456.97	14,547,804.50	100.00%	May-2016
61	Peacock City Park See Phase 1.4(Yuexiu Garden)	17,137,395.37	33,684,456.37	100.00%	Nov-2016
62	Chaobai River -Peacock City -Bodun Garden Phase 2[British Palace Phase 10]	492,053.34	1,167,738.00	98.67%	Nov-2016
63	Chaobai River -Peacock City - Chaobai Garden Phase 3 [British Palace Phase 8 2]	2,278,024,932.00	188,128,795.00	100.00%	Dec-2017
64	Yanjiao Peacock City [Xiadian Hot Spring Project]	961,493,431.00	22,745,287.00	99.91%	Nov-2016
65	Peacock City Cambridgeshire Phase 6	137,332.88	2,172,868.88	100.00%	Dec-2016
66	Bazhou Hot Spring Peacock City Phase-1	2,404,150.00	2,404,150.00	99.57%	Jul-2016
67	British Palace Phase-2.1.2	525,557.00	2,829,315.00	99.93%	Oct-2016
68	Peacock City Cambridgeshire-Meiliyuan	390,621,143.13	624,190.13	100.00%	Nov-2017
69	Peacock City Cambridgeshire- Putiwan		10,000.00	100.00%	Jul-2016
70	Shenyang Peacock City Phase 2	19,264,121.00	9,587,349.00	100.00%	Jul-2016
71	Shenyang Peacock City Phase 3	197,034,305.00	14,956,581.00	100.00%	Jul-2016

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
72	New British Palace - I Phase 2—Chaobai River Peacock City Xuefu Lanwan	1,282,724.00	24,225,060.00	100.00%	Apr-2017
73	New British Palace -1 Phase 2—Chaobai River Peacock City Xuefu Lanwan Phase 2	327,525.05	6,607,955.05	100.00%	Apr-2017
74	New British Palace - Phase 5 Chaobai River Peacock City Xuefu Lanwan Phase 5	2,543,043,408.06	455,734,214.62	100.00%	Jun-2018
75	Chaobai River Peacock City Phase 4	22,838,559.82	24,077,528.82	100.00%	Jun-2016
76	Cambridgeshire - Peacock City Cambridgeshire Jingxinyuan	796,741,258.00	57,399.95	100.00%	May-2018
77	Cambridgeshire - Peacock City Cambridgeshire Jingmingyuan	396,314,975.00	716,520.00	100.00%	May-2018
78	Cambridgeshire - Peacock City Cambridgeshire Jingyuanyuan	712,446,692.00	382,828.00	100.00%	May-2018
79	Cambridgeshire - Peacock City Cambridgeshire Jingyuan	527,460,058.00	53,046,788.00	100.00%	May-2018
80	Peacock City Cambridgeshire – Shuweili	339,717,110.00	40,147.00	99.78%	May-2017
81	Peacock City Cambridgeshire - Shuxiangyuan	179,594,497.00	340,000.00	99.03%	May-2017
82	Peacock City Cambridgeshire - Shuyunjie	370,124,580.00	624,178,263.51	99.42%	May-2017
83	Peacock City Cambridgeshire – Yiraingwan	667,650.00	946,451.00	100.00%	Jun-2016
84	Niutuo Hot Spring Peacock City -7. Phase 2 — Niutuo Hot Spring Peacock City Yuxi Quanjing	363,293,496.00	2,769,527.00	99.77%	Dec-2016
85	Fuyun Lanwan - Chaobai River East Peacock City Ordinary Commodity Housing	2,230,568,573.96	1,049,106,772.00	100.00%	May-2017
86	Chaoba Garden- Phase 4 - Chaobai River Peacock City Chaoba Garden Phase 4 Cuijingyuan	263,444,323.80	28,859,541.00	100.00%	Apr-2017
87	Chaoba Garden- Phase 4 - Chaobai River Peacock City Chaoba Garden Phase 4 Haitongyuan	552,688.20	741,317.00	100.00%	Apr-2017
88	Xuefu Lanwan Phase 3 (68mu)	2,455,042.86	36,318,771.42	100.00%	May-2017
89	Fenging Garden	1,095,026,065.00	356,558,080.00	97.04%	Oct-2017
90	Peacock City British Palace Phase 4	7,517,570.00	4,309,975.00	100.00%	Jul-2017
91	Bedaling Peacock City Phase 5	65,401,334.00	693,189.16	100.00%	Jul-2016
92	Jishan Peacock City Phase 3	551,309.00	761,126.00	100.00%	Nov-2017
93	Great Canal -British Palace Phase 5	2,055,325,585.92	2,061,479,735.00	100.00%	Aug-2018
94	Grand Canal Peacock City 7 Phase 4	432,606,442.00	324,562.00	100.00%	May-2019

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
95	Great Canal · Phase 7· Grand Canal Peacock City Phase 7 1	3,622,600,768 00	2,940,660,159.00	100 00%	Dec-2017
96	Great Canal – Phase 7 - Grand Canal Peacock City Phase 7.3	1,182,798,039 00	944,932,759 00	100 00%	Dec-2018
97	Chaobai River Phase 16 - Chaobai River Sijilanwan (Haiyue Garden)	1,342,588,852 00	1,216,296,640 00	92 05%	Jun 2017
98	New British Palace -2 Phase 2—Chaobai River Peacock City. Xuefu Lanwan Phase 7	2,800,243,786 00	1,757,747,642 00	100.00%	Jun-2017
99	Shengjing Lanwan – Shengjing Lanwan 2.2	1,182,570,703 00	16,419,924 00	100.00%	May-2017
100	Xuefu Lanwan Phase 6	167,634,917.00	4,018,345 54	100.00%	Mar-2017
101	Sunshine New City – Sunshine New City Price-capped Commodity Housing Project	1,564,679.00	7,859,108.00	100 00%	Oct-2014
102	Shenyang Peacock City Phase 4	143,117,199 74	16,314,899.00	100.00%	Jun-2017
103	Wanhe Peacock City -Shenyang Peacock City British Palace Phase 1	472,193,342.00	64,241,615 00	100.00%	Oct-2017
104	Wanhe Peacock City -Shenyang Peacock City Phase 1.3.2	25,786,078.89	40,932,600.89	100.00%	Jun-2017
105	Badaling Peacock City Phase-6 2	497,955 61	470,806.61	100.00%	Aug-2017
106	Badaling British Palace Phase 2	857,958,700.00	817,215,305.38	99.63%	Nov-2017
107	Badaling Aerospace No.5 Yard Phase 1	209,178,535.00		100.00%	Feb-2018
108	Anru Tianyuan	1,096,236,444.26	81,357,024.26	100.00%	Oct-2017
109	Xiangtiyuan	786,925,812 09	60,014,717.16	100.00%	Oct-2018
110	Peacock Villa Phase 2	978,424,050 00	180,734,575 00	99.62%	May-2018
111	Cambridgeshire · Peacock City Phase 8 2	4,747,908 00	4,747,908.00	100.00%	Nov-2017
112	Niutuo Hot Spring Peacock City Phase 2	21,057,959.96	13,082,961 96	100.00%	Jun-2016
113	Niutuo Hot Spring Peacock City Phase 4	42,459,969 52	674,604 52	99.75%	Apr-2016
114	Niutuo Hot Spring Peacock City – Jinyuan Garden	63,796,584 00	9,414,055.00	99 41%	Oct-2017
115	Talent Garden	86,298,213 67		99 62%	Sep-2015
116	Baihou Hot Spring Peacock City Phase 3	174,880,274 00	56,828,061 00	99 00%	Dec 2017
117	Yongqing Peacock City	634,738,566 88	393,594,640 89	97.17%	May 2018
118	Jiashan New Xitang Peacock City Phase 2		45,658,873.09	100.00%	Dec-2017

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
119	Jiashan New Xiang Peacock City Phase-6	633,375,472.00	42,429,711.40	96.68%	Sep-2018
120	Jiashan New Xiang Peacock City Phase 3	772,392,410.00		100.00%	Jun-2018
121	Jiashan New Xiang Peacock City Phase 5	536,357,750.47	23,835,137.91	97.33%	Aug-2018
122	Peacock New City	4,777,658,378.00	4,843,974,570.00	98.13%	Aug-2019
123	Niutuo Hot Spring Peacock City Phase-6	1,854,028,780.00	665,073,671.40	94.00%	Sep-2017
124	Peacock City Camondgeshire Phase 10	1,087,976,155.12	1,313,144,241.94	93.20%	May-2019
125	Peacock City Camondgeshire Phase 11	1,115,744,280.99	3,449,793,259.99	99.70%	Oct-2018
126	Peacock City Camondgeshire1 Phase 2	1,015,260,264.00	205,492,957.31	99.50%	Oct-2018
127	Peacock City Camondgeshire Phase 13	2,386,420,160.43	991,557,358.43	99.38%	Oct-2018
128	Gu'an County Bureau of Finance - Gu'an Industrial Park Branch (Guanzhuang Settlement Housing Project)	654,174,200.00	654,174,200.00	100.00%	Dec-2016
129	Grand Canal · Canal Garden	2,367,756,332.07	2,367,756,332.07	100.00%	Dec-2018
130	Badaling Peacock City Phase 7.1	108,172,251.00		100.00%	Sep-2017
131	Badaling Peacock City Phase 8	375,588,434.00	1,133,317.00	100.00%	Oct-2018
132	Badaling High-rise · British Palace Phase 3	1,750,367,468.27	158,133,840.00	100.00%	Dec-2017
133	Golf	2,493,881,927.00	2,503,975,856.00	99.28%	Aug-2018
134	Peacock Villa Phase 3	70,491,651.00	6,891,839.00	100.00%	Jun-2016
135	Xiangaiyuan	277,942,715.00	58,422,592.99	99.99%	Jul-2018
136	Beihou Hot Spring Peacock City Phase 2	2,922,587,892.00	1,232,605,941.97	99.40%	Jun-2018
137	Beihou Hot Spring Peacock City Phase 5	1,013,677,317.00	35,000.02	100.00%	Jun-2018
138	Yongqing Peacock City 2.1	1,078,930,961.39	7,635,664.00	98.95%	Aug-2018
139	Yongqing Peacock City 2.2	1,461,545,278.00	756,467,051.00	99.80%	Jun-2019
140	Tanglin Yufu	4,851,342,152.99	3,174,297,040.00	99.03%	May-2019
141	Chaobai River -Phase 18 - Chaobai River· Peacock City	396,115,861.00	423,372,112.00	97.65%	Jun-2018
142	Langfang Peacock City Xuefu Lanwan	3,133,518,646.00	1,899,844,579.00	99.18%	Aug-2018
143	Changyue 320mu	3,666,266,526.00	1,923,766,475.00	91.61%	Oct-2018

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
144	Jiashan New Xitang Peacock City Phase 4	1,205,093,100.00	125,414,764.18	100.00%	Dec-2018
145	New Xitang - New Xitang Peacock City Xiangyi	943,773,550.00	1,273,292,981.50	99.23%	Jan-2019
146	New Xitang - New Xitang Peacock City Xufu Lanwan	1,597,330,767.00	1,991,346,306.16	99.09%	Nov-2018
147	Baihou Peacock City Phase 4	642,147,428.00	5,176,767.97	99.94%	May-2018
148	Rose Garden Villa	35,050,430.00		76.53%	May-2017
149	Zhongshangfang Marketing Project	29,100,000.00	29,100,000.00	94.00%	Jul-2015
150	Jingrui	864,367,367.00	360,485.00	99.92%	Nov-2018
151	Yufu	1,536,916,537.00	2,160,673,812.06	87.42%	May-2018
152	Chenhui Fudi	1,559,798,792.00	1,582,266,097.00	86.33%	Nov-2019
153	Jinhai Yuecheng	2,349,701,021.00	2,350,675,888.00	85.87%	Nov-2019
154	Rongju Peacock City Project	2,300,054,949.91	2,644,845,992.57	94.17%	Apr-2019
155	Peacock Lake -Peacock Lake Phase 4	790,017,869.32	1,805,632,429.70	95.99%	Dec-2019
156	Grand Canal Peacock City Phase 7.8.1	1,596,454,634.00	1,605,017,357.30	86.00%	Dec-2019
157	Chaobai River -Phase 18 - Chaobai River - Peacock City	1,124,469,868.00	1,153,511,025.00	100.00%	Dec-2019
158	Chaobai River Peacock City Central Park - Fengxiangyuan	823,610,408.00	888,695,987.00	95.10%	Dec-2019
159	Shaolu Community Project	4,858,191.00	8,781,474.00	100.00%	Jun-2017
160	Wuzhi peacock city 1.1 period	410,504,128.00	597,786,587.77	94.57%	Dec-2019
161	Wuzhi peacock city 1.2 period.	106,369,184.58	598,747,541.00	89.26%	Jan-2020
162	Peacock villas - the peacock city of shenyang, the British palace 3. Phase 1	231,037,516.00	327,272,657.00	100.00%	Jun-2019
163	Peacock villas - British palace 2. Phase 1	19,918,469.00	281,119,529.00	100.00%	Aug-2019
164	Peacock villas - shenyang peacock villas 2. 2)	162,623,329.00	491,087,184.00	100.00%	Sep-2019
165	Peacock villas - shenyang peacock villas 3. 1. 2)	36,196,825.00	118,730,001.00	100.00%	Sep-2019
166	The first phase of jianglan.	18,736,158.00	380,737,052.00	95.76%	May-2019
167	New binhu peacock villas - peacock villas impression 1.	452,268,243.00	736,273,607.00	93.95%	May-2019
168	New binhu peacock villas - new binhu peacock city cloud lake big stage 1.	37,940,187.00	434,455,322.00	99.54%	Jan-2020

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169	New binhu peacock villas - new binhu peacock villas impression three times.	78,520,636.00	351,609,740.00	99.87%	Mar-2020
170	A 225-acre project for peacock villas.	506,639,925.60	1,569,849,712.92	92.50%	Mar-2019
171	Come to the peacock city 2 phase 70 mu project	343,565,811.88	198,488,220.00	100.00%	Nov-2018
172	Come to anjing hua 35 mu project.	58,417,577.00	234,910,056.00	84.86%	Jul-2019
173	Come to the peacock city 3 phase 63 mu project.	589,640,825.30	678,545,579.19	99.38%	Mar-2019
174	Come to the peacock city 5 phase 88 mu project	256,400,336.00	256,400,336.00	82.70%	Jan-2019
175	Come to anshu kou 58 mu project	113,404,104.00	288,130,750.18	56.34%	Oct-2019
176	The county peacock villas	483,914,455.86	1,206,140,847.71	90.20%	Nov-2019
177	Lishui ma road north G35 block	97,351,825.00	775,944,022.00	71.30%	Jun-2019
178	Lishui ma road south G36 block	85,839,460.00	437,377,399.00	72.30%	Jun-2019
179	International apartment project	425,851,355.00	1,192,780,413.00	93.35%	Sep-2020
180	Business council project (83 mu)	718,252,549.00	712,508,000.00	90.76%	Sep-2019
181	Zhiyuan town project (604 mu)	6,096,312,349.00	8,320,345,680.39	99.73%	Sep-2020
182	A block north project of baimou (196 mu)	219,844,118.41	1,046,593,467.00	76.43%	Sep-2020
184	Wenan peacock villas phase 1 project.	136,339,679.61	660,516,423.88	100.00%	Aug-2020
184	Metro project	87,842,928.11	765,925,883.00	79.85%	Sep-2020
185	Ke wah project	1,055,591,235.65	1,300,950,119.00	97.19%	Apr-2019
186	Gallery and workshop	270,772,171.00	641,533,260.94	66.85%	Aug-2018
187	Grand canal peacock city one city south project.	1,298,122,476.00	1,427,179,880.00	73.00%	Jun-2019
188	Peacock villas happy community (phase i)	133,663,742.87	720,777,760.00	91.94%	Jul-2019
189	Grand canal - canal - nine	238,890,826.00	361,024,670.00	73.00%	May-2020
190	Cambridge county 7 2.1.	174,669,136.00	692,214,644.00	99.62%	Sep-2020
191	Cattle camel phase 7.3	492,265,377.54	638,899,424.15	27.13%	Nov-2019
192	Yuancheng plaza phase 1	237,744,545.00	975,012,384.66	88.98%	Aug-2020
193	Wenchuangyuan 1 phase	980,833,019.44	1,661,204,986.25	70.13%	Sep-2020

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194	Baiyangdian peacock villas 1 period	413,232,317.00	408,214,205.00	39.09%	Sep-2018
195	Yongji new town project.	1,029,095,704.59	2,526,019,300.51	84.90%	May-2020
196	Gu 'an dongzhuang residential project.	2,022,530,178.78	1,200,359,161.00	43.94%	May-2019
197	The project of phase A and zone B of the talent home	180,410,964.96	31,609,132.00	94.10%	May-2019
198	Jiashan peacock city 8.	753,871,424.00	824,469,378.00	94.94%	Jun-2019
199	New xitang peacock city - haoyue house (10)	393,029,433.00	1,409,665,336.22	99.79%	Dec-2019
200	New xitang peacock city - hanfeng yuefu (phase 11)	249,652,233.08	1,105,195,704.00	99.77%	Sep-2020
201	New xitang peacock villas - hanxiu yuefu (12)	579,641,264.00	1,422,626,030.00	100.00%	Oct-2019
202	New xitang peacock urban area 1 phase.	1,118,263,097.00	1,926,844,437.00	100.00%	Jul-2019
203	New xitang peacock city, luoxing 1 phase 70 mu.	168,265,126.00	628,953,294.00	99.79%	Oct-2020
204	New xitang peacock villas luoxing 2 phase 74 mu.	102,064,768.00	1,129,498,314.00	99.52%	Dec-2020
205	Nankun peacock villas issue 1.	1,355,259,674.00	1,553,997,035.15	98.18%	Sep-2019
206	Chaobai river peacock city ya jing garden.	46,157,507.00	99,209,508.00	99.31%	Nov-2019
207	Ziwei garden, peacock villas, chaobai river.	77,756,626.00	1,386,029,616.00	95.88%	Nov-2019
208	The ninth period of the British palace in badaling.	2,239,288,967.00	812,341.00	93.02%	Oct-2017
209	Badaling British palace 7.	192,048,477.00	307,048,299.00	84.00%	Mar-2019
210	The fifth phase of the British palace in badaling	1,199,314,924.10	19,260,716.69	93.00%	May-2020
211	Chaobai xinyu housing project	263,596,812.00	702,940.00	100.00%	Sep-2018
212	Cultural landscape project	75,380,912.75	700,814,058.96	70.90%	Dec-2021
213	Yijingyuan project	130,354,543.43	105,494,312.80	91.24%	May-2019
214	Jiangmen Peacock City Phase I		330,977,683.04	25.62%	Jun-2020
215	Wuzhi Peacock City 1.3		497,124,249.64	56.79%	Jun-2020
216	Xinzheng Peacock City		766,894,634.00	39.40%	Apr-2021
217	Qeqing Yalong		859,313,449.55	90.00%	Nov-2019
218	Luohe Peacock City · British Palace 2.2		181,033,681.00	100.00%	Aug-2020

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219	Luohe Peacock City - Cambridgeshire 3 2 2		295,178,339.00	100.00%	Aug-2020
220	Luohe Peacock City-Shenyang Peacock City Academy No 1 1		405,927,272.49	68.00%	Jul-2020
221	Baihou five points 2017 Hongyuan 122 acres (Guanyuan)		871,085,490.00	70.85%	Apr-2021
222	Wen jin phase I		1,439,556,333.00	98.47%	Mar-2020
223	Jiang Lan Fu Phase III		191,730,863.00	100.00%	Dec-2019
224	Peacock City Happy Community Project (Phase II)		847,111,732.00	71.58%	Dec-2019
225	New Xitang Peacock City 13		407,203,003.00	98.19%	Sep-2020
226	New Xitang Peacock City Phase 14		1,326,963,490.22	97.85%	Sep-2020
227	Laiwang Xiangyuan Jiayuan 100mu Project		388,229,609.60	100.00%	Aug-2019
228	He County Peacock City Phase II		200,559,455.45	23.06%	Dec-2019
229	Lanan District 7 Branch, 17 years Puta North 112 acres		323,772,840.00	47.87%	Apr-2020
230	Lanan 5 District, Phase III 57-mu Yu Yue Impression Project		223,119,384.70	70.24%	May-2020
231	Xinbin Lake Peacock City-Hangzhou Peacock City Yunhu Dayang Phase II		621,172,251.00	98.82%	Jan-2020
232	Xinbin Lake Peacock City-Hangzhou Peacock City Yunhu Dayang Phase III		529,507,703.00	80.16%	Jun-2020
233	Nanxun Peacock City Phase II		518,143,053.02	66.12%	Sep-2019
234	Dazhang Chaobai River Project - Chaobai River Peacock City Ziwei Garden		1,615,794,565.00	95.88%	Nov-2019
235	Baidaling High-rise - Baidaling Multicolored Sky Street Phase III		840,576,867.51	83.30%	Dec-2019
236	Hexying Project		2,365,676,609.07	47.29%	Jun-2020
237	Wenchuang Park Phase 2		578,928,693.00	90.90%	Mar-2021
238	Bengu Platinum Palace		513,895,774.50	52.95%	Dec-2020
239	Niu Tuo 7 1		302,784,005.00	30.83%	Sep-2022
240	Niu Tuo		332,622,812.33	47.05%	Dec-2020
241	Zhengnan Peacock City 1 5		282,235,261.36	75.49%	Apr-2021
242	Xiangna Jingwei 83mu Project		99,604,076.07	2.73%	Jun-2021

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243	Handan District Four Branch 2017 Handan Peacock City 1.1 Phase 111 Mu Project		678,779,334.00	68.64%	May-2021
244	Handan District Four Branch 2018 Handan Peacock City 1.2 Phase 67 acres project		69,465,812.00	18.70%	Aug-2021
245	Gaochun Repulse Bay - Gaochun G27G28 Project		95,609,811.00	99.01%	May 2020
246	Happiness Hui Square East District		108,379,848.00	94.82%	Jul-2021
247	Yongqing Peacock City 1.3 Jinyuan		390,280,468.00	29.00%	May-2020
248	Lai'an 3 District 6 Phase 70 Acres		179,990,239.44	58.74%	May-2020
249	Lai'an District 3, Phase 5, 57 acres		5,405,876.00	11.25%	May-2020
250	50 acres of Xianghe Canal Avenue - 50 acres of Xianghe Canal Avenue		383,423,121.00	35.00%	May-2021
251	Grand Canal-7 - Grand Canal Peacock City 7.6 Z		568,653,847.20	34.00%	May-2021
252	Chaobai River – Bodun zhuangyuan Phase III - Chaobai River Peacock City		21,909,273.00	69.00%	May 2021
253	Dachang Chaobai River Project - Shaofu New Residence Phase II Project		5,693,775.73	100.00%	Sep-2017
254	Badaling High-rise - Town Center 100 acres		351,668,376.00	39.00%	Aug-2020
255	Badaling - Huailai Upper House 646 acres 1		536,460,221.00	22.00%	Aug-2020
256	Foshan 10 branch 2018 new Xiang peacock town Dayun town 50 mu project		178,764,341.64	79.15%	Aug-2018
257	Xinxiang Peacock City-Jiashan Peacock City 8.3, 72 acres		277,995,162.02	44.99%	Aug-2018
258	Jiang Lan Fu Phase IV		70,402,086.00	58.56%	Jun-2020
259	Tuan Feng phase I		129,313,716.00	59.40%	Jun-2020
260	Shuangliu Phase II		130,482,484.00	25.83%	Mar-2021
261	Luohe Peacock City - Shenyang Peacock City British Palace 3.2		139,658,787.00	96.00%	Jul-2020
262	Luohe Peacock City - Cambridgeshire 4 2.2		296,136,792.75	75.00%	Nov-2020
263	Wuzhi Peacock City 2.1		3,390,619.00	3.79%	May-2021
264	Beidaihe New District Health City Binhai Kangyang Town (Phase I)		292,095,426.00	24.87%	Dec-2020
265	Bazhou 5 fen 2018 Fengqing park 102 acres		57,948,706.03	0.07%	Sep-2018

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
266	Other	19,212,784.05	16,737,596.30		
	Total	127,444,252,848.92	132,683,330,377.37		

21. Remunerations Payable to Employees

(1) Listing of remunerations payable to employees

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
I. Short-term remunerations	2,185,802,752.32	11,190,612,919.69	11,333,235,997.93	2,043,179,674.08
II. Post-employment benefit – defined contribution plan	38,026.85	684,917,674.73	684,955,701.58	
III. Termination benefit		192,414,750.16	192,414,750.16	
IV. Other benefits maturing within one year				
Total	**2,185,840,779.17**	**12,067,945,344.58**	**12,210,606,449.67**	**2,043,179,674.08**

(2) Listing of short-term remunerations

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
1. Salary, bonus, allowance and subsidy	2,185,802,752.32	10,283,911,892.24	10,426,534,970.48	2,043,179,674.08
2. Employee benefits		168,872,541.08	168,872,541.08	
3. Social Insurance premiums		350,468,735.11	350,468,735.11	
Including: Medical insurance premium		308,420,009.46	308,420,009.46	
Industrial insurance premium		19,411,271.25	19,411,271.25	
Child birth insurance premium		22,637,454.40	22,637,454.40	
4. Housing provident fund		381,460,131.93	381,460,131.93	

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
5. Trade union expenses and employee education expenses		5,899,619.33	5,899,619.33	
6. Short-term paid absence				
7. Short-term profit sharing plan				
Total	**2,185,802,752.32**	**11,190,612,919.69**	**11,333,235,997.93**	**2,043,179,674.08**

(3) Listing of defined contribution plan

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
1. Basic endowment insurance	38,026.85	660,816,381.31	660,854,408.16	
2. Unemployment insurance premium		24,101,293.42	24,101,293.42	
3. Enterprise annuity premium				
Total	**38,026.85**	**684,917,674.73**	**684,955,701.58**	

22. Taxes Payables

Tax	Ending balance	Beginning balance
VAT	1,126,462,851.40	985,240,088.69
Corporate income tax	5,667,481,282.07	3,357,019,566.35
Personal income tax	129,890,814.66	131,888,719.52
Urban construction tax	43,992,469.91	27,174,533.89
Education surcharge	42,522,862.29	16,235,134.29
Land appreciation Tax	1,148,258,251.79	727,448,669.97
Land use tax	4,762,136.57	263,686.93

Tax	Ending balance	Beginning balance
Housing property tax	13,785,208.91	4,626,184.82
Others	928,958.39	1,799,711.20
Total	**8,178,084,835.99**	**5,251,696,295.66**

Note: the ending balance of Taxes Payables increased by 55.72% than the beginning balance, which was mainly due to the increase of the corporate income tax, VAT and Land appreciation tax.

23. Other Payables

Item	Ending balance	Beginning balance
Interest payables	1,729,600,920.13	1,276,228,295.70
Other payables	21,030,033,355.93	16,634,076,589.61
Total	**22,759,634,276.06**	**17,910,304,885.31**

(1) Interest Payables

Item	Ending balance	Beginning balance
Bank borrowing	54,983,935.93	25,486,330.75
Bonds payable	1,672,622,897.95	1,249,383,579.67
Short-term bank borrowing	1,994,086.25	1,358,385.28
Total	**1,729,600,920.13**	**1,276,228,295.70**

Note: the ending balance of interest payable increased by 35.52% than the beginning balance, which was due to the increase of the long term loan.
(1) Listing of other payables by nature

Item	Ending balance	Beginning balance
Security deposit	1,735,251,371.99	631,957,111.88
Margin	4,059,894,313.63	2,994,808,945.78

Item	Ending balance	Beginning balance
Collection and payment	1,940,019,800.40	3,391,273,885.52
Accrued expenses	1,315,317,599.64	1,006,729,305.13
Original shareholder loans not repaid, but used for debt-assumed acquisition	1,732,192,607.41	1,438,295,587.42
Other temporary collections	6,167,353,918.56	3,882,871,009.88
Equity acquisition funds	3,581,909,025.60	3,198,140,744.00
Partnership	1,492,084,708.64	
Restricted stock repurchase obligation	641,490,400.00	
Total	**21,030,033,355.93**	**16,634,076,589.61**

(2) other payables aged over one year

Entity name	Ending balance	Reason for non-payment or non-transfer
Langfang Yutian Real Estate Development Co., Ltd	3,027,301,860.00	Conditions for agreement implementation not met
Langfang Xinghong Mall Management Co., Ltd	605,904,062.14	Conditions for agreement implementation not met
Beijing Fengtai Science and Technology Park Incubator Co., Ltd	248,240,000.00	Conditions for agreement implementation not met
Langfang Shida Real Estate Development Co., Ltd	199,817,944.13	Conditions for agreement implementation not met
Yutai (Beijing) Investment Co., Ltd	228,259,281.50	Conditions for agreement implementation not met
Total	**2,156,323,147.77**	

24 Non-current liabilities maturing within one year

(1) Classification details

Item	Ending balance	Beginning balance
Long-term borrowings maturing within one year	17,440,868,751.32	16,345,927,258.46
Long-term payables maturing within one year	1,899,726,717.30	655,666,656.68
Bonds payable within one year	772,468,701.05	2,403,293,972.16

Item	Ending balance	Beginning balance
VAT output tax within one year		20,377,358.51
Total	**20,119,064,169.67**	**19,425,265,255.81**

(2) Long-term borrowings maturing within one year

Item	Ending balance	Beginning balance
Pledge borrowing	3,988,188,000.00	5,735,610,000.00
Mortgage borrowing	3,942,014,146.34	4,193,828,762.34
Guarantee borrowing	9,516,666,604.98	6,416,488,496.12
Total	**17,446,868,751.32**	**16,345,927,258.46**

(3) Long-term payables maturing within one year

Item	Ending balance	Beginning balance
SPDB Financial Leasing Co., Ltd.		360,000,000.00
CINDA Financial Leasing Co., Ltd	166,666,666.68	166,666,666.68
Bazhou City Urban Construction Development Co., Ltd.		4,000,000.00
China National Foreign Trade Financial Leasing Co., Ltd.	166,666,666.66	125,000,000.00
Hubei Financial Leasing Co., Ltd	289,193,392.87	
Aerospace Science and Technology Financial Leasing Co., Ltd.	71,315,589.22	
Beijing Culture and Technology Finance Leasing Co., Ltd.	30,984,948.14	
Ping An Bank Head Office Sales Department	123,435.26	
Minsheng Financial Leasing Co., Ltd.	47,518,002.22	
Total	**772,468,701.05**	**655,666,666.68**

Note 1: mortgage borrowings are mainly secured with the, fixed assets and intangible assets held by the Company. Guarantee borrowings are mainly secured by the suretyship guarantee from parent company, Jiutong investment and Jingyu real estate. Pledge borrowings are mainly secured by pledging the portions of the equity interests of Jingyu real estate and Jiutong investment.

Note 2: For the details on collaterals, see Note "V.5. Inventories", "V.11. Fixed Assets" and "V.13. Intangible Assets";

(4) Output tax to be maturing within one year

Item	Ending balance	Beginning balance
Output tax to be transferred		20,377,358.51
Total		**20,377,358.51**

25. Other Current Liabilities

Item	Ending balance	Beginning balance
Short-term bonds payable	2,499,421,520.26	7,584,240,358.76
Accrued Land Appreciation Tax	3,215,730,805.26	2,482,583,560.17
Output tax to be transferred	19,354,896.75	12,586,022.40
Total	**5,734,507,222.27**	**10,079,409,941.33**

Note: Other current liabilities decreased by 43.11% compared with last year, mainly due to the maturity of short-term payable bonds.

(1) Increase or decrease of short-term bonds:

Bond name	Par value	Issuance date	Bond term	Issuance amount
17 CFLD SCP001	1,000,000,000.00	2017-4-27	270 days	998,432,000.00
17 CFLD SCP002	1,000,000,000.00	2017-5-15	270days	998,432,000.00
17 CFLD SCP003	1,500,000,000.00	2017-6-23	270days	1,497,648,000.00
17 CFLD SCP004	1,500,000,000.00	2017-6-29	270days	1,497,648,000.00
17 CFLD SCP005	1,000,000,000.00	2017-7-12	270days	996,132,000.00
18CFLD SCP001	1,500,000,000.00	2018-3-13	180days	1,497,658,301.89
18CFLD SCP002	1,000,000,000.00	2018-3-29	196days	998,312,626.01
18CFLD SCP003	2,500,000,000.00	2018-8-22	162days	2,497,819,972.60
17 CFLD GUAN ABN001	90,000,000.00	2017-8-14	1year	89,460,000.00

Bond name	Par value	Issuance date	Bond term	Issuance amount
17 CFLD A1- GUAN PPP	500,000,000.00	2017-12-19	195days	497,750,000.00
Jiutong Jiye Investment 2017 first short term bond	1,000,000,000.00	2017-1-18	1year	996,000,000.00
Total	**12,590,000,000.00**			**12,565,292,900.50**

(Continued)

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment during current period	Ending balance
17 CFLD SCP001	999,840,038.40		2,905,205.48	159,961.60	1,000,000,000.00	
17 CFLD SCP002	999,715,836.47		5,595,153.42	284,163.53	1,000,000,000.00	
17 CFLD SCP003	1,499,287,679.07		16,200,410.96	712,320.93	1,500,000,000.00	
17 CFLD SCP004	1,499,241,175.13		17,326,027.40	758,824.87	1,500,000,000.00	
17 CFLD SCP005	998,629,078.46		12,887,671.23	1,370,921.54	1,000,000,000.00	
18CFLD SCP001		1,497,658,301.89	43,863,013.70	2,341,698.11	1,500,000,000.00	
18CFLDSCP002		998,312,626.01	33,293,150.68	1,687,373.99	1,000,000,000.00	
18CFLDSCP003		2,497,819,972.60	53,835,616.44	1,601,547.66		2,499,421,520.26
17 CFLD GUAN ABN001	89,708,046.09		1,866,584.05	291,953.91	90,000,000.00	
17 CFLD A1- GUAN PPP	497,886,999.65		15,025,000.00	2,113,000.35	500,000,000.00	0.00
Jiutong Jiye Investment 2017 first short term bond	999,931,503.49		2,250,000.00	68,496.51	1,000,000,000.00	
Total	**7,584,240,358.76**	**4,993,790,900.50**	**206,987,833.36**	**11,390,261.00**	**10,090,000,000.00**	**2,499,421,520.26**

26. Long-term Borrowings

(1) Classification of long-term borrowings

Type of borrowing	Ending balance	Beginning balance
Pledge borrowing	15,962,424,400.00	13,244,128,762.34
Mortgage borrowing	18,762,774,648.67	22,766,286,478.12
Guarantee borrowing	35,754,850,401.57	17,409,490,000.00
Less: long-term borrowings maturing within one year	17,446,868,751.32	16,345,927,258.46
Total	**53,033,180,698.92**	**37,073,977,982.00**

Note 1: mortgage borrowings are mainly secured with the inventories (including land use right and aboveground projects), fixed assets and intangible assets (land use right) held by the Company. Guarantee borrowings are mainly secured by the suretyship guarantees from parent company, Langfang Jingyu Real Estate Development Co., Ltd., Jiutong Jiye Investment Co., Ltd., etc. Pledge borrowings are mainly secured by pledging the portions of the equity interests held in a number of subsidiaries (e.g. Langfang Jingyu Real Estate Development Co., Ltd., Jiutong Jiye Investment Co., Ltd., etc.) as well as the accounts receivable of Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd., Sanpu Weite Park Construction Development Co., Ltd. and so on.

Note 2: For the details on collaterals, see Note "V.5. Inventories", "V.11. Fixed Assets", "V.13. Intangible assets"

Note 3: the ending balance of long-term borrowings increased by 43.05% than the beginning balance, which was due to the increase of mortgage borrowing, guarantee borrowing and pledge borroning.Note 4:the annual loan rate range of long-term borrowings is 4.28%-12.5%.

27. Bonds Payables

(1) Bonds Payables

Item	Ending balance	Beginning balance
15 CFLO 125912	-	918,474,101.18
15 CFLO 02-125848	472,051,281.49	472,240,361.12
15 CFLO 03-125837	388,229,192.32	387,492,351.59
15 CFLD 04-125799		997,540,944.77
15 CFLD 05-122494	3,986,425,967.70	3,979,395,275.61

Item	Ending balance	Beginning balance
16 CFLD 136167	1,492,063,799.22	1,490,324,820.43
16 CFLD 02-136244	1,992,688,885.48	1,989,506,820.38
16 CFLD 01-135082	2,792,972,086.08	2,789,996,141.83
16 CFLD 04-135302	2,992,383,216.44	2,989,211,206.92
16 CFLD 05-135391	1,994,948,034.52	1,992,914,105.90
16 CFLD 06-135465	3,989,640,956.46	3,985,602,548.10
16 CFLD 07-135507	293,298,520.67	997,150,394.69
16 CFLD 08-135557	1,499,866,759.20	5,183,694,094.13
17 CFLD JIYE MTN001-101780003	1,892,774,790.41	1,890,885,640.58
18 CFLD 01-143550	2,464,939,759.32	
18 CFLD 02-143551	522,786,999.45	
18 CFLD 03-143693	1,991,733,515.21	
18 CFLD 04-150683	1,294,990,385.41	
18 CFLD 06-155102	2,987,328,714.84	
18 CFLD 07-155103	3,983,073,297.43	
17 GUAN JIUTONG A1-142796		57,934,579.63
17 GUAN JIUTONG A2-142797	79,914,777.96	79,678,808.71
17 GUAN JIUTONG A3-142798	101,689,796.92	101,484,021.07
17 GUAN JIUTONG A4-142799	127,482,089.25	127,283,837.21
17 GUAN JIUTONG A5-142800	142,334,042.91	142,153,613.84
17 GUAN JIUTONG A6-142801	158,193,873.59	156,024,362.27
17 GUAN JIUTONG Sub-142802	16,678,803.74	35,784,333.91
16 CFLD A2-131919		429,344,346.58
16 CFLD A3-131920	459,662,168.48	458,701,881.51
16 CFLD A4-131921	499,154,464.13	488,307,091.09

Item	Ending balance	Beginning balance
16 CFLD A5-131922	528,760,839.65	527,897,188.37
16 CFLD Sub-131923	99,780,124.74	99,689,750.00
17 CFLD GUAN ABN001 Senior		99,511,280.60
17 CFLD GUAN ABN001 Sub		10,000,000.00
17 JIUTONG 01-Non-public bond	996,054,754.84	994,496,291.39
17 JIUTONG 03- Non-public bond	597,339,274.14	596,508,351.22
17 CFLD A2-GUAN PPP	499,869,297.05	497,796,466.43
17 CFLD A3-GUAN PPP	498,583,212.75	497,772,148.63
17 CFLD A4-GUAN PPP	499,078,963.51	497,792,646.18
17 CFLD A5-GUAN PPP	498,165,881.61	497,764,178.94
17 CFLD A6- GUAN PPP	498,058,140.22	497,761,221.15
17CFLD Sub debt- GUAN PPP	200,000,000.00	200,000,000.00
18Jiutong01	1,086,220,202.18	
18Jiutong02	1,395,149,148.81	
18Jiutong03	906,811,723.28	
0.5 billion USD Senior debt	3,402,235,278.16	3,231,877,102.72
0.15billion USD Senior debt	1,027,009,808.54	978,356,953.99
200 million USD priority notes - XS1835626810	1,241,925,088.70	
200 million USD priority notes - XS1860402954 - July issued	1,253,017,567.00	
110 million USD priority notes - XS1860402954-August issued	696,659,590.07	
120 million USD priority notes - XS1860402954-September issued	750,553,755.48	
70 million USD senior debt - XS1729851490 - October issued	443,003,908.27	
100 million USD priority notes - XS1860402954 - October issued	610,581,650.80	

Item	Ending balance	Beginning balance
100 million USD priority notes - XS1866402954-November issued 1	638,803,165.55	
50 million USD senior debt - XS1729852490-November issued	308,192,865.08	
100 million USD priority notes - XS1866402954-November issued 2	636,248,687.34	
50 million USD senior debt - XS1729852490-December issued	308,002,474.12	
70 million USD senior notes - XS1866402954-December issued	453,217,703.10	
140 million USD senior debt - XS1866402954-December issued	890,729,903.18	
60 million USD senior notes	403,885,238.77	
Less: the portion maturing within one year	-1,899,726,717.30	7,403,293,972.16
Total	**58,075,517,697.77**	**38,967,060,290.51**

Note: Bonds payable increased by 49.04% over the previous year, mainly due to the large number of issuance of USD bonds.

(2) Increase or decrease of bonds payables

Bond name	Par value	Issue date	Term	Issuance amount
15 CFLD 05-122494	100	2015-10-22	7years	3,970,000,000.00
16 CFLD 136167	100	2016-1-20	7years	1,487,394,990.00
16 CFLD 02-136244	100	2016-3-3	5years	1,984,379,995.00
16 CFLD 01-135082	100	2016-3-9	5years	2,785,884,000.00
16 CFLD 04-135302	100	2016-3-24	5years	2,984,874,000.00
16 CFLD 05-135391	100	2016-4-12	5years	1,989,916,000.00
16 CFLD 06-135465	100	2016-5-10	5years	3,979,832,000.00
16 CFLD 07-135507	100	2016-5-27	4years	994,958,000.00
16 CFLD 08-135557	100	2016-6-20	4years	5,173,776,000.00

Bond name	Par value	Issue date	Term	Issuance amount
17 CFLD JIYE MTN001-101780003	100	2017-5-23	5years	1,890,248,280.00
18 CFLD 01-143550	100	2018-5-29	4years	2,462,578,301.89
18 CFLD 02-143551	100	2018-5-29	5years	522,365,094.34
18 CFLD 03-143693	100	2018-6-19	4years	1,989,960,000.00
18 CFLD 04-150683	100	2018-9-10	4years	1,294,481,132.08
18 CFLD 06-155102	100	2018-12-20	5years	2,987,264,150.94
18 CFLD 07-155103	100	2018-12-20	5years	3,983,018,867.93
17 GUAN JIUTONG A3-142798	100	2017-3-15	3years	101,300,121.07
17 GUAN JIUTONG A4-142799	100	2017-3-15	4years	127,121,720.57
17 GUAN JIUTONG A5-142800	100	2017-3-15	5years	142,018,797.20
17 GUAN JIUTONG A6-142801	100	2017-3-15	6years	157,909,012.27
17 GUAN JIUTONG Sub-142802	100	2017-3-15	6years	35,752,983.91
16 CFLD A4-131921	100	2016-7-14	4years	487,860,000.00
16 CFLD A5-131922	100	2016-7-14	5years	527,680,000.00
16 CFLD Sub-131923	100	2016-7-14	5years	99,560,000.00
17 JIUTONG 01- Non-public bond	100	2017-8-17	4years	994,000,000.00
17 JIUTONG 03- Non-public bond	100	2017-10-27	5years	596,400,000.00
17 CFLD A3-GUAN PPP	100	2017-12-19	3years	497,750,000.00
17 CFLD A4-GUAN PPP	100	2017-12-19	4years	497,750,000.00
17 CFLD A5-GUAN PPP	100	2017-12-19	5years	497,750,000.00
17 CFLD A6- GUAN PPP	100	2017-12-19	6years	497,750,000.00
17CFLD Sub debt- GUAN PPP	100	2017-12-19	6years	200,000,000.00
18Jiutong01	100	2018-3-22	5years	1,085,095,000.00
18Jiutong02	100	2018-5-31	3years	3,393,700,000.00
18Jiutong03	100	2018-6-11	3years	905,905,000.00

Bond name	Par value	Issue date	Term	Issuance amount
0.5 billion USD Senior debt	1,306,840.00	2017-12-21	3years	3,225,695,573.23
0.15billion USD Senior debt	1,306,840.00	2017-12-28	3years	976,576,779.28
200 million USD priority notes XS1835626810	1,306,840.00	2018-6-21	3years	1,294,120,000.00
200 million USD priority notes - XS1860402954 - July issued	1,306,840.00	2018-7-31	3years	1,363,300,000.00
110 million USD priority notes - XS1860402954-August issued	1,306,840.00	2018-8-31	3years	750,706,000.00
120 million USD priority notes - XS1860402954-September issued	1,306,840.00	2018-9-10	3years	820,668,000.00
70 million USD senior debt - XS1729851490 - October issued	1,306,840.00	2018-10-10	3years	483,504,000.00
100 million USD priority notes XS1860402954 - October issued	1,306,840.00	2018-10-2	3years	687,920,000.00
100 million USD priority notes - XS1860402954-November issued -1	1,306,840.00	2018-11-7	3years	690,650,000.00
50 million USD senior debt - XS1729851490-November issued	1,306,840.00	2018-11-16	3years	346,885,000.00
100 million USD priority notes - XS1860402954-November issued 2	1,306,840.00	2018-11-29	3years	693,530,000.00
60 million USD senior debt - XS1729851490-December issued	1,306,840.00	2018-12-11	3years	344,980,000.00
70 million USD senior notes - XS1860402954-December issued	1,306,840.00	2018-12-12	3years	483,448,000.00
140 million USD senior debt - XS1860402954-December issued	1,306,840.00	2018-12-20	3years	965,104,000.00
60 million USD senior notes	1,306,840.00	2018-12-27	3years	413,364,000.00
Total				62,866,684,799.71

Continued:

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment for current period	Ending balance

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment for current period	Ending balance
15 CFLD 05-122404	3,979,395,279.61		204,000,000.00	7,030,686.59		3,986,425,962.20
16 CFLD 136167	1,490,324,820.43		73,200,000.00	1,738,978.78		1,492,063,799.22
16 CFLD 02 136294	1,969,526,820.38		80,600,000.00	3,182,065.10		1,952,688,885.48
16 CFLD 01 135082	2,789,996,141.83		152,200,000.00	2,975,944.25		2,792,972,086.08
16 CFLD 04-135307	2,989,211,206.92		155,700,000.00	3,172,009.52		2,992,383,216.44
16 CFLD 05-135391	1,992,910,105.90		106,000,000.00	2,033,928.62		1,994,948,034.52
16 CFLD 06-135465	3,985,602,548.10		215,200,000.00	4,038,408.36		3,989,640,956.46
16 CFLD 07-135507	997,158,354.69		30,547,771.23	1,148,125.98	706,000,000.00	293,298,520.67
16 CFLD 08-135557	5,183,690,094.13		182,006,232.87	6,172,665.07	3,690,000,000.00	1,679,866,759.20
17 CFLD JIYE MTNO01-101780001	1,890,886,640.56		110,200,000.00	1,889,149.83		1,892,774,790.41
18 CFLD 01 143550		2,462,576,301.80	39,135,616.44	2,361,057.43		2,464,539,759.37
18 CFLD 02 143551		572,765,094.34	21,028,767.11	421,905.11		592,786,999.45
18 CFLD 03-143693		1,989,960,000.00	76,905,479.45	1,773,515.21		1,991,733,515.21
18 CFLD 04-150683		1,294,481,132.08	79,518,904.11	509,253.33		1,294,990,385.41
18 CFLD 06-155102		2,987,264,150.94	6,328,767.12	64,569.90		2,987,328,714.84
18 CFLD 07-155103		3,563,018,867.93	10,305,479.45	54,429.50		3,585,073,297.43
17 GUAN JUTONG A3-142798	101,484,071.07		5,533,668.50	205,775.85		101,689,796.92
17 GUAN JUTONG A4-142799	127,284,837.21		6,693,231.00	198,252.04		127,482,089.25
17 GUAN JUTONG A5 142800	142,153,618.84		7,477,593.96	180,429.07		142,334,042.91
17 GUAN JUTONG A6-142801	158,024,361.27		8,314,747.53	169,511.52		158,193,873.59
17 GUAN JUTONG Sub 142802	35,789,333.91			15,105,535.17		16,678,803.74

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment for current period	Ending balance
16 CFLD 44-131921	488,307,091.09		24,900,000.02	847,373.04		489,154,464.13
16 CFLD A5-131922	527,897,188.37		29,679,999.91	883,651.28		528,760,839.65
16 CFLD Sub-131923	99,689,750.00			90,374.74		99,780,124.74
17 JIUTONG 01-Non-public bond	994,496,291.39		62,000,000.04	1,558,463.45		996,054,754.84
17 JIUTONG 03- Non-public bond	595,508,351.22		39,600,000.00	830,922.92		597,339,274.14
17 CFLD 03-GUAN PPP	497,777,145.63		33,030,000.00	806,064.12		498,583,212.75
17 CFLD A4-GUAN PPP	497,792,646.18		33,030,000.00	1,286,317.33		499,078,963.51
17 CFLD A5-GUAN PPP	497,764,178.94		33,030,000.00	401,702.67		498,165,881.61
17 CFLD A6- GUAN PPP	497,761,221.15		33,030,000.00	296,919.07		498,058,140.22
17CFLD Sub debt- GUAN PPP	200,000,000.00		-	-		200,000,000.00
18 JiutongD1		1,085,055,000.00	64,528,000.03	1,125,202.18		1,086,220,202.18
18 Jiutong 02		1,393,700,000.00	80,145,555.54	1,449,148.81		1,395,149,148.81
18 Jiutong 03		905,905,000.00	37,724,055.58	906,723.28		906,811,723.28
3.5 billion USD Senior debt	3,231,877,102.72		221,315,515.43	170,358,175.44		3,402,235,278.16
3.35billion USD Senior debt	978,356,953.59		66,304,654.60	48,652,854.55		1,027,009,808.54
200 million USD priority notes - XS1835626810	-	1,294,120,000.00	62,963,789.00	-52,194,911.30		1,241,925,088.70
200 million USD priority notes - XS1860402954 July issued	-	1,363,300,000.00	49,692,465.00	-110,282,433.00		1,253,017,567.00
110 million USD priority notes - XS1860402954-August issued	-	730,706,000.00	27,990,855.75	-58,046,409.93		696,659,590.07

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment for current period	Ending balance
120 million USD priority notes - XS1860402954-September issued	-	820,668,000.00	29,815,479.00	-70,114,244.52		750,553,755.48
70 million USD senior debt - XS1729851490 - October issued	-	483,504,000.00	15,930,791.12	40,520,051.73		443,003,948.27
100 million USD priority notes - XS1860402954 - October issued	-	687,970,000.00	24,846,232.50	-77,338,349.20		610,581,650.80
100 million USD priority notes - XS1860402954-November issued -1	-	690,650,000.00	24,846,232.50	-51,846,834.45		638,803,165.55
50 million USD senior debt - XS1729851490 November issued	-	346,885,000.00	11,364,850.81	38,692,134.92		308,192,865.08
100 million USD priority notes - XS1860402954-November issued 2	-	693,530,000.00	24,846,232.50	-57,281,317.66		636,248,682.34
50 million USD senior debt - XS1729851490-December issued	-	344,980,000.00	11,364,850.81	-36,977,525.88		308,002,474.12
70 million USD senior notes - XS1860402954-December issued	-	483,448,000.00	17,397,362.75	-30,230,296.90		453,217,703.10
140 million USD senior debt - XS1860402954-December issued	-	965,104,000.00	34,784,775.50	-74,374,096.82		890,729,903.18
60 million USD senior notes	-	413,364,000.00	-	-9,478,761.23		403,885,238.77
Total	36,961,639,140.55	25,962,546,547.18	2,651,342,407.57	-453,667,989.96	4,395,000,000.00	58,075,517,697.77

Note 1:The beginning balance of 15 CFLD 02-125848 is RMB 472,240,361.12, the amortization of the current period is -189,079.63, the ending balance is RMB 472,051,281.49, and the maturity date is August 31, 2019, which is listed as non-current liabilities due within one year.

Note 2: The The beginning balance of 15 CFLD 03-125837 is RMB 387,492,351.59, the amortization of the current period is 736,840.73, the endind balance is RMB 388,229,192.32, and the maturity date is September 9, 2019, which is listed as non-current liabilities due within one year.

Note 3: The beginning balance of 16 CFLD A3-131920 is 458,701,881.51, the amortization of the current period is 960,286.97, the endind balanc is RMB 459,662,168.48, and the maturity date is June 15, 2019, which is listed as non-current liabilities due within one year.

Note 4: The beginning balance of 17 Gu'an Jiulong A2-142797 is RMB 79,678,808.71, the amortization of the current period is 235,969.25, the endind balanc is RMB 79,914,777.96, and a maturity date of April 24, 2019, which is listed as non-current liabilities due within one year.

Note 5: The beginning balance of 17 CFLD A2-Gu'an PPP is 497,796,466.43, the current amortization price of the current period is 2,072,830.62, the endind balanc is RMB 499,869,297.05, and the maturity date is June 30, 2019, which is listed as non-current liabilities due within one year.

Note 6: The beginning balance of 17 Happy Gu'an ABN001 Priority 2 is RMB 99,511,280.60, the current amortization price of the current period is 488,719.4, the endind balanc is RMB 0, and the maturity date is July 26, 2019, which is listed as non-current liabilities due within one year.

Note 7: The beginning balance of 17 Happy Gu'an ABN001 is RMB10,000,000, the current amortization price of the current period is 0, the endind balanc is RMB 0, and the maturity date is July 26, 2019, which is listed as non-current liabilities due within one year.

28. Long-term Payables

Item	Ending balance	Beginning balance
SPDB Financial Leasing Co., Ltd.		360,000,000.00
Bazhou City Urban Construction Development Co., Ltd.		4,000,000.00
Ping An Bank Head Office	163,341.55	163,341.55
Yihui Capital (China) Financial Leasing Co., Ltd. Beijing Branch		102,384.34
China National Foreign Trade Financial Leasing Co., Ltd.	291,666,666.65	458,333,333.33
CINDA Financial Leasing Co., Ltd	333,333,333.32	500,000,000.00
Hubei Financial Leasing Co., Ltd	767,164,192.86	
Aerospace Science and Technology Financial Leasing Co., Ltd	276,733,947.51	
Beijing Culture and Technology Finance Leasing Co., Ltd	100,000,000.00	
Minsheng Financial Leasing Co., Ltd	138,602,163.35	
Special payables	71,272,804.62	41,872,804.62
Less: the portion maturing within one year (Note V 24)	772,468,701.05	655,666,666.68
Total	**1,201,467,748.81**	**708,805,197.16**

Note: the ending balance of long term payables increased by 69.51% than the beginning balance, which was due to the increase of financial leasing.Including: Special Payables

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance	Reason for formation
Zhaigezhuang Relocation Construction Funds (Note 1)	10,572,804.62			10,572,804.62	Special funds
Prevention and Control Funds for Three Rivers and Three Lakes (Note 2)	10,000,000.00			10,000,000.00	Special funds
Water Pollution Control Project for Key River Basins (Note 3)	8,000,000.00			8,000,000.00	Special funds
Heat Supply, Gas Supply and Other Infrastructure Constructions for Northeast China, North China, Northwest a West China Infrastructure construction (Note 4)	5,000,000.00			5,000,000.00	Special funds
Peacock City Wastewater Treatment Plant (Note 5)	4,300,000.00			4,300,000.00	Special funds
Donghuayuan Wastewater Treatment Plant (Note 6)	4,000,000.00			4,000,000.00	Special funds
Heshang North Street Road Construction Project (Note 7)		15,700,000.00		15,700,000.00	Special funds
Revitalization of the second road construction project (Note 7)		13,500,000.00		13,500,000.00	Special funds
Small and micro enterprise entrepreneurial innovation project (Note 8)		200,000.00		200,000.00	Special funds
Total	41,872,804.62	29,400,000.00		71,272,804.62	

Note 1: according to the Zhaigezhuang Renovation Plan approved by Langfang City Government on October 30, 2009 and the consent of all the villagers of Zhaigezhuang, the relocation

compensation paid by the government was paid to Langfang Jingyu Fortune Real Estate Development Co., Ltd. Langfang Jingyu Fortune Real Estate Development Co., Ltd. is responsible for the relocation construction of Zhaigezhuang. Currently,

Note 2: according to the LangCaiJian (2008) No.130 document jointly issued by Langfang City Bureau of Finance and Langfang City Environmental Protection Agency, Sanpu Weite Park Construction Development Co., Ltd. received the special fiscal funds of RMB10mn for the water pollution prevention and control of three rivers, three lakes and Songhuajiang Basin.

Note 3: according to the LangCaiJian (2009) No.42 document issued by Langfang City Bureau of Finance, Sanpu Weite Park Construction Development Co., Ltd. received the RMB8mn special T-bond investment funds for boosting domestic demand through the construction of the water pollution control project in key river basins.

Note 4: according to LangCaiJian (2011) No.84 document issued by the Langfang City Bureau of Finance, Sanpu Weite Park Construction Development Co., Ltd. received the special funds of RMB5mn for Heat Supply Station Phase 2 Project.

Note 5: in 2014, according to ZhangCaiZhiBiaoZi (2014) No.382 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB6mn payment from Peacock City Wastewater Treatment Plant.In 2015, Huailai Dingxing Investment Development Co., Ltd. received the RMB1.5mn payment from Peacock City Wastewater Treatment Plant The wastwate treatment plant is in the construction process, in 2017, it aleady paid RMB 3,200,000.00 for special purpose payment.

Note 6: in 2015, according to the JiCaiJian (2013) No.276 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB1.2mn payment from Donghuayuan Wastewater Treatment Plant.

In 2015, according to the JiCaiJian (2013) No.331 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB0.3mn payment from Donghuayuan Wastewater Treatment Plant.

In 2016, according to the JiCaiJian (2013) No.331 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB2.5mn payment from Donghuayuan Wastewater Treatment Plant.

Note 7: In 2018, Xingtai Dingxing Park Construction and Development Co., Ltd. received a grant of 29.2 million yuan from Xingdong New District Management Committee according to Xingshi Caijian [2018] No. 23 document issued by Xingtai City Finance Bureau for Hesheng North Street. Construction of two projects for road construction project and revitalization of the second road construction project.

Note 8: In 2018, the Industrial Real Estate Project Department of Shenyang Happiness Foundation Real Estate Development Co., Ltd. the space subsidy for Shenyang Xiaowei EnterpriseRMB 200,000, according the Shenkangfa [2018] No. 72 document issued by Shenyang Science and Technology Bureau.

29. Deferred Income

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance	Reason for formation

Government grants	11,714,454.44	6,095,660.00	516,598.25	17,293,516.19	Government grants
Golden Tax Phase III System	2,319.25		1,310.79	1,008.46	
Total	**11,716,773.69**	**6,095,660.00**	**517,909.04**	**17,294,524.65**	

Wherein, the projects involving government grants:

Liabilities	Beginning balance	New grant for current period	Amount included in non-operating revenue for current period	Other change	Ending balance	Related to assets/related to income
Gu'an Aerospace (Satellite Navigation) Industry Port Phase 1.1 (Note 1)	1,080,000.00		360,000.00		720,000.00	Related to Assets
Gu'an Taigu Biomedicine R&D Base Experiment Public Service Platform (Note 2)	2,298,667.44				2,298,667.44	Related to Assets
Province' Makerspace (Note 3)	2,000,000.00				2,000,000.00	Related to Assets
Wen'an City Bureau of Finance Subsidy for Academician Workstation (Note 4)	100,000.00				100,000.00	Related to Assets
Air Pollution Control Fund (Note 5)	4,235,787.00	34,660.00			4,270,447.00	Related to Assets
Provincial Cultural Industry Development Fund (Note 6)	2,000,000.00				2,000,000.00	Related to Assets
Postdoctoral program grant (Note 7)		391,000.00	139,931.60		251,068.40	Related to Assets
Dachang Hui Autonomous County Science and Technology Bureau Plan Awards (Note 8)		700,000.00			700,000.00	Related to Assets
Municipal cultural industry development guides funding support project construction (Note 9)		1,500,000.00			1,500,000.00	Related to Assets
Agricultural Science and Technology Park Science and Technology Award Fund (Note 10)		200,000.00	16,666.65		183,333.35	Related to Assets
PPP project preliminary work funding (Note 11)		3,270,000.00			3,270,000.00	Related to Assets
Total	**11,714,454.44**	**6,095,660.00**	**516,598.25**		**17,293,516.19**	

Note 1: in December 2015, according to the LangCaiQi (2015) No.12 document issued by Langfang City Bureau of Finance and Langfang City Industrial and Informationization Bureau, CFLD (Gu'an) Industrial Port Co., Ltd. received RMB1.8mn transferred by Langfang City Bureau of Finance to be used for the Provincial-level Civil-Military Integration (CMI) Industry Demonstration Park Public Service Platform Construction Project in Hebei Gu'an Industry Park (Emerging Industry Demonstration Zone). The key CMI project in the park is Gu'an Aerospace (Satellite Navigation)

Industry Port Phase 1.1. The non-operating revenue – deferred income of RMB360,000.00 was recognized the current period.

Note 2: In May 2015, according to the GuGongXin (2015) No.5 document issued by Gu'an County Industrial and Informationization Bureau, Gu'an Taigu Pharmaceutical Technology Co., Ltd. received the RMB600,000.00 special funds for biomedicine R&D base experiment public service platform project transferred by Gu'an County Industrial and Informationization Bureau.

In March 2016, according to the LangCaijian (2015) No.273 document, Gu'an Taigu Pharmaceutical Technology Co., Ltd. received the service industry development guidance fund of RMB1.8mn transferred by Langfang City Bureau of Finance to be used for the construction of Gu'an Taigu Biomedicine R&D Base

In January 2017, according to the Langfang Science technology bureau (2016) No.88 document, received RMB20,000.00 for supporting Gu'an Taigu Pharmaceutical Technology construction.

Note 3: in June 2016, according to LangZheng (2015) No.66 document issued by Langfang City Science and Technology Bureau, CFLD (Gu'an) Industry Port Investment Co., Ltd. received RMB2mn transferred by Langfang City Science and Technology Bureau to be used for Gu'an Taigu International Technology Enterprise Incubator Construction Project.

Note 4: in December 2016, according to the MiKeRen (2016) No.10 document issued by Hebei Province Department of Science and Technology, Hebei Province CPC Committee Organization Department and Hebei Province Association of Science and Technology, Wenan Dingtai Park Construction Development Co., Ltd. received RMB100,000.00 transferred by Hebei Province Department of Science and Technology to establish academician workstation.

Note 5: in August 2017, Gu'an Jiutong Jiye utilities Co., Ltd received RMB4,235,767.00 for air pollution treatment, as per to Langfang government (2016) No.181 file. In April 2018, according to the notice of the Hebei Provincial Bureau of Quality and Technical Supervision on the online collection of energy measurement data for key energy-using units in 2018, the Quality Supervision Letter [2018] No. 226, received RMB34,660.

Note 6: in June 2017, CFLD (Dachang) Culture and Film Industry Park Investment Co., Ltd received RMB2,000,000.00 for Dachang Film and TV Creative Industry Park Project, as per to Hebei province Finance (2016) No.182 file.

Note 7: In 2018, CFLD Industry Investment Co., Ltd. received a post-doctoral academic exchange fund of 100,000 yuan according to the No. 17 Document of the National Postdoctoral Management Committee Office in 2018, and received 100,000 yuan from the respective districts and counties in Beijing. In 2018, CFLD Industry Investment Co., Ltd. and the Beijing Municipal Human Resources and Social Security Bureau signed a funding agreement for post-doctoral research activities in Beijing, and received funding of RMB 146,000. According to the 2018 Beijing Postdoctoral Work Funding Funding Report, Received RMB 45,000 for the daily funding of RMB 139,900.

Note 8: In 2018, CFLD (Dachang) Culture Film and Television Industrial Park Investment Co., Ltd. received RMB 700,000 from Hebei Province's upgraded science and technology plan project according to the Notice No. 20 issued by Langfang Science and Technology Bureau.

Note 9: In 2018, CFLD (Dachang) Culture Film and Television Industrial Park Investment Co., Ltd. received the Dachang Film and Television Industrial Park according to the No. 6 document issued

by the Langfang City Cultural System Reform and Development Leading Group Office (Phase III) | Support funds of RMB 1.5 million

Note 10: In 2018, Langfang Happiness Farm Tourism Development Co., Ltd. Gu'an Agricultural Expo Park received a one-off notice according to the "Notice on the Implementation of the Ten Projects of Printing and Promoting Science and Technology Innovation by the Langfang Municipal People's Government" (Langzheng (2014) No. 50) Reward RMB 200,000, and then use it for daily expenses of RMB 16,700.

Note 11: In accordance with the Notice of the Provincial Development and Reform Commission on Decomposing the Central Budget Investment Plan for the PPP Project in 2017 (Sufa Reform Investment (2017) No. 845), special funds of RMB 4.7 million will be allocated in 2018, after deducting the previous Development and Reform Commission. Advance payment, Huaxia Happiness Industry New City Nanjing Gaochun Construction Development Co., Ltd. received RMB 3.27 million PPP preliminary work.

30. Share Capital

Share type	Beginning balance		Additions or reductions for current period				Ending balance		
	Number of shares	Percentage (%)	New shares issued	Bonus shares	Reserve	Others	Subtotal	Number of shares	Percentage (%)
I. RMB ordinary shares	[illegible]	100						[illegible]	[illegible]
Restricted stock			[illegible]				[illegible]	[illegible]	[illegible]
III. Total number of shares	[illegible]	[illegible]	[illegible]				[illegible]	[illegible]	[illegible]

31. Other Equity Instruments

(1) Changes of issued and outstanding perpetual bonds at end of the period

Financial instrument outstanding	Time of issue	Accounting classification	Dividend rate or interest rate	Amount	Maturity date or renewal	Conversion condition	Conversion situation
Renewal entrusted loan	Nov. 2016	Other equity instruments - perpetual bonds	6.10%	1,000,000,000.00	Renewable		
Renewal entrusted loan	Jan 2017	Other equity instruments - perpetual bonds	6.10%	2,000,000,000.00	Renewable		
Renewal entrusted loan	Jan 2017	Other equity instruments - perpetual bonds	6.10%	2,000,000,000.00	Renewable		
Renewal entrusted loan	Jun. 2017	Other equity instruments - perpetual bonds	6.10%	1,000,000,000.00	Renewable		
Renewal entrusted loan	Jun. 2017	Other equity instruments - perpetual bonds	5.90%	1,000,000,000.00	Renewable		
Total				9,000,000,000.00			

Note 1: In November 2016, the company signed the "Renewable Debt Investment Agreement" with Xingye Wealth Asset Management Co., Ltd. (hereinafter referred to as "Xingye Fortune" or "Principal"), the company and Xingye Fortune and Industrial Bank Co., Ltd. Beijing The branch (hereinafter referred to as "Industrial Bank" or "Loaner") signs the "Renewable Entrusted Loan Loan Contract". The transaction involves the establishment of a special asset management plan for Xingye Fortune and the issuance of entrusted loans to the company through Industrial Bank with an amount of RMB 1 billion and an interest rate of 6.10% per year. There is no fixed loan term.

Note 2: in January 2017. The company and Industrial wealth asset management Co Beijing branch signed contract regarding to renewable entrusted loan. Industrial Wealth set up a special asset management plan to extend an entrusted loan of RMB2bn to the Company through Industrial Bank, with an indefinite loan term.

Note 3: in January 2017. The company and CITIC Trust Co., Ltd signed contract regarding to Perpetual debt investment contract. CITIC Trust Co., Ltd set up an entrusted plan RMB2bn, with a term of 3 years, 6.1% annual rate and indefinite entrusted term.

Note 4: in June 2017. The company and Huaneng guicheng Trust Co., Ltd signed contract regarding to Perpetual debt investment contract. Huaneng guicheng Trust Co., Ltd set up an entrusted plan RMB3bn, with a term of 2.5 years, 6.0% annual rate and indefinite loan term.

Note 5: in June 2017. The company and Bohai International Trust Co., Ltd signed contract regarding to Perpetual debt investment contract. Bohai International Trust Co., Ltd set up an entrusted plan RMB1bn, with a term of 2 years, 5.9% annual rate and indefinite loan term.

(2) Changes of issued and outstanding perpetual bonds at end of the period

Outstanding financial instruments	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Renewable entrusted loan	9,000,000,000.00			9,000,000,000.00

32. Capital Reserve

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Capital premium	3,437,306,224.89	593,185,400.00	1,854,765,737.25	2,175,725,887.64
Others		178,194,000.00		178,194,000.00
Total	3,437,306,224.89	771,379,400.00	1,854,765,737.25	2,353,919,887.64

Note: The increase of capital reserve of 771,379,400.00 in this period was due to the equity-settled share-based payment, and the decrease of 1,854,765,737.25 was mainly due to the acquisition of minority interests in subsidiaries.

33. Treasury shares

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Restricted stock		641,490,400.00		641,490,400.00
Total		641,490,400.00		641,490,400.00

Note: The increased in treasury stocks in the current period was mainly due to the issuance of restricted stocks.

34. Other comprehensive income

Item	Beginning balance	Amount for current period					Ending balance
		Amount before income tax in current year	Less: amount included in other comprehensive income in previous period and transferred into current profit or loss	Less: income tax expenses	Attributable to parent company after tax	Attributable to minority shareholders after tax	
I. Other comprehensive income that cannot be reclassified into profit or loss later							
II. Other comprehensive income that is reclassified in profit or loss	-1,105,958.86	-201,400,657.36		15,341,889.83	-218,160,888.70	1,418,341.51	-219,266,847.56
Including: translation difference of foreign currency financial statements	-1,105,958.86	-262,768,216.68		-264,186,558.19	1,418,341.51	-265,292,517.05	-264,186,558.19
Others (gains generated from inventory converting into investment real estate)		61,367,559.32		15,341,889.83	46,025,669.49		46,025,669.49
Total of other comprehensive incomes	-1,105,958.86	-201,400,657.36		15,341,889.83	-218,160,888.70	1,418,341.51	-219,266,847.56

35. Surplus Reserve

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Statutory surplus reserve	1,505,142,360.03	407,947,827.24		1,913,090,187.27
Total	**1,505,142,360.03**	**407,947,827.24**		**1,913,090,187.27**

36. Retained Earnings

Item	Current period	Previous period
Retained earnings end of previous year before adjustment	20,198,730,632.22	14,176,238,779.85
Adjustment to retained earnings at beginning of year (increase +, decrease -)	41,427,308.26	-17,336,356.69
Retained earnings at beginning of year after adjustment	20,240,157,940.48	14,158,902,423.16
Add: Net profit attributable to owners of parent company in the current period	11,745,792,470.30	8,839,569,642.74
Less: allocated statutory surplus reserve	407,947,827.24	402,288,186.36
Allocated discretionary surplus reserve		
Allocated general risk reserve		
Ordinary share dividends payable	2,659,452,038.10	1,950,264,827.94
Ordinary share dividends converted into share capital		
Others	551,555,555.57	405,761,111.12
Retained earnings at end of period	28,366,994,989.87	20,240,157,940.48

Note: 1. The Other is paid for the parent company's perpetual interest, with RMB 551,555,555.57.

2. Due to changes in accounting policies, the retained earnings at the beginning of the period is affected by RMB 41,427,308.26.

37. Turnover and Cost of sales

Item	Amount for current period		Amount for previous period	
	Income	Cost	Income	Cost
Principal business	83,404,180,346.54	48,716,434,170.92	59,299,762,000.05	30,776,694,493.95
Other business	394,409,808.15	202,407,655.33	335,658,323.14	209,492,543.49
Total	**83,798,590,154.69**	**48,918,841,826.25**	**59,635,420,323.19**	**30,986,187,037.44**

Note: In the current period, the income increased by 40.52%, and the cost increased by 57.87%, which was mainly due to the increase in settlement of the company's real estate development business during the period.

(1) Principal business (by the industry)

Industry	Amount for current period		Amount for previous period	
	Operating income	Operating cost	Operating income	Operating cost
Industry development service	23,891,961,834.26	5,417,540,627.77	23,085,609,716.53	1,788,615,042.74
Infrastructure construction	213,832,162.40	188,513,203.29	102,071,700.02	141,849,770.33
Land consolidation	5,331,044,489.59	4,652,212,303.12	4,790,788,222.74	4,168,217,265.56
Comprehensive service	349,785,435.90	296,523,866.08	417,498,210.01	140,487,099.80
Property management service	795,835,038.07	661,305,014.85	462,084,487.78	390,732,945.26
Real estate development	51,547,229,400.26	36,224,705,757.07	28,930,916,812.36	27,488,090,819.37
Others	1,274,491,986.06	1,275,543,398.74	1,450,753,350.61	1,653,201,551.39
Total	**83,404,180,346.54**	**48,716,434,170.92**	**59,299,762,000.05**	**30,776,694,493.95**

38. Taxes and Surcharges

Item	Amount for current period	Amount for previous period
Business tax	839,802,743.00	1,096,622,213.43
City maintenance & construction tax	206,174,447.20	157,647,948.75
Education surcharge	188,021,775.76	145,227,887.33
Housing property tax	54,276,599.72	37,672,584.51
Land use tax	120,940,926.06	111,951,547.90
Vehicle and vessel use tax	248,920.69	43,473.80
Stamp duty	65,308,786.05	92,684,475.96
Land appreciation tax	3,856,315,274.69	3,301,709,543.70
Others	29,214,433.77	241,241,774.81
Total	**5,360,303,801.44**	**5,183,801,445.19**

39. Selling expenses

Item	Amount for current period	Amount for previous period
Employee remunerations	150,823,815.00	92,416,487.53
Office expenses	227,723,804.85	193,324,651.93

Item	Amount for current period	Amount for previous period
Marketing expenses	1,154,916,042.52	927,339,103.30
Sales agency fee	186,477,622.94	447,639,092.84
Customer service fee	94,117,952.30	97,771,160.12
Other expenses	68,055,911.26	204,438,803.95
Total	1,882,115,148.87	1,962,929,299.67

40. Administrative Expenses

Item	Amount for current period	Amount for previous period
Employee remunerations	6,028,348,591.80	4,824,504,234.40
Recruitment and training	241,707,148.50	409,763,233.53
Office expenses	891,280,115.54	1,065,436,748.17
Agency consulting fee	90,873,153.14	490,369,705.04
Depreciation & amortization	743,001,041.54	649,438,179.24
Others	47,640,496.84	47,990,548.81
Total	**8,044,850,547.36**	**7,487,502,649.19**

41. Research and development expenses

Item	Amount for current period	Amount for previous period
Urban space R&D design fee	13,569,084.60	
Total	**13,569,084.60**	

Note: The increase in research and development expenses in this period was mainly due to the urban space development and design for the industrial new city

42. Financial Expenses

Item	Amount for current period	Amount for previous period
Interest expenses	1,405,536,159.08	1,210,630,352.91
Less: interest income	-515,819,745.79	261,995,195.63
Exchange loss	39,550,799.37	4,911,181.69
Less: exchange gain	-311,652.76	162,615.87
Handling charge	33,599,286.88	26,642,356.13
Total	**962,554,846.78**	**980,026,079.23**

43. Asset Impairment Loss

Item	Amount for current period	Amount for previous period
Bad debt	1,369,679,157.56	368,248,818.46
Inventory	930,236,105.70	393,877,579.17
Available for Sale	13,726,400.00	70,125,132.41
Goodwill	39,640,414.09	
Entrusted loan	172,000,000.00	
Total	**2,525,282,077.35**	**832,251,530.04**

Note: The current asset impairment loss increased by 203.43%, mainly due to provision for bad debts and provision for inventory price declines.

44. Other Income

Item	Amount for current period	Amount for previous period
Personal income Tax return	30,969,508.23	
Subsidies for Livable City Innovation Research Projects from the Perspective of Urban "Building"	1,140,000.00	
Construction control standards for new urbanized villages and towns in the Pearl River Delta	660,000.00	
Shanghai Xuhui Financial Subsidy	90,000.00	
Shenzhen Science and Technology Innovation Committee R & D funding	454,000.00	
2016-17 National High-tech Enterprise Certification Fund Support	90,000.00	
Stable employment subsidy	46,623.55	
Gu'an County Government PPP Award	3,500,000.00	
Zhongguancun Ecological Park Support Fund	8,966,200.00	
Huailai Environmental Protection Agency	920,000.00	
Special funds for science and technology	700,000.00	
Yongqing County 2018 Small and Micro Enterprise Entrepreneurship Innovation Award	200,000.00	

Item	Amount for current period	Amount for previous period
Gu'an Second Wastewater Treatment Plant Project	10,000,000.00	
2017 city-level collaborative innovation base award fund	100,000.00	
Corporate subsidy	60,000.00	
Gu'an Aerospace (Satellite Navigation) Industry Harbor Phase 1.1	360,000.00	360,000.00
Gu'an Agricultural Expo Park Policy Support Fund	300,000.00	
Agricultural science and technology special funds	700,000.00	
Agricultural Science and Technology Park Technology Award Fund	16,666.65	
Postdoctoral program grant	139,931.60	
Gu'an Industrial Port Government Subsidy	300,000.00	
Hotel government incentive	120,000.00	
2017 provincial tourism development special fund	80,000.00	
Government subsidy tax	5,151,315.47	
Stadium government subsidy	30,000,000.00	
Forest restoration fee	350,000 00	
Baizhou Food Industry Port Special Support Fund	150,000.00	
Government subsidy tax	50,000.00	
Advanced work unit reward	50,000.00	
Industry and Information Bureau subsidy income	300	
Industrial and Commercial Bureau's above-scale enterprises reward funds	160,000.00	
Government subsidies for tree planting activities in 2018	71,650.00	
Hebei Provincial Department of Finance Asset Securitization Award Revenue	2,300,000.00	
Air defense subsidy	2,158.00	

Item	Amount for current period	Amount for previous period
Development and Reform Bureau regulations service industry award funds	60,000.00	
Cultural Industry Park Government Grant	100,000.00	
Hebei asset securitization rewards		2,000,000.00
Langfang City International Science and Technology Cooperation Base Awards		1,000,000.00
Futian District, Shenzhen High-tech Enterprises supporting Awards		1,053,000.00
Shenzhen original cultural and creative enterprise loan interest subsidy		779,856.39
Wuxi 2016 Modern Industry Development Support Fund		250,000.00
2016 Municipal Technology Business Incubator Awards		220,000.00
2016 Municipal Rural Tourism Construction Funds		220,903.50
Rural Tourism Construction Fund		100,000.00
2017 Jiashan County Business Incubation Base Subsidy		100,000.00
Gu'an Taigu Biomedical R&D Base Experimental Public Service Platform		75,400.00
2016 Hebei Province Supports City and County Development Guidance Funds		50,000.00
Veteran Funds		38,600.00
Total	98,318,353.50	6,097,759.89

Note. Other income in the current period increased by 1,512.37% from the previous period, mainly due to the increase in government subsidies.

45. Investment Income

Item	Amount for current period	Amount for previous period
Income from long-term equity investments under equity method	-23,202,830.26	7,595,040.13
Gains of disposal investment	73,459,045.92	22,900,421.45
Income from wealth management products	11,579,332.36	28,880,417.27

Profit or loss from outside entrusted loans	1,169,650,346.22	458,233,396.27
Profit or loss from entrusting others to make investments or manage assets	382,496,085.34	232,460,370.70
Total	**1,613,981,980.58**	**734,479,556.56**

Note: the investment income for the current period increased by 119.74%, compared with previous period, which was mainly due to the fact that the income from outside entrusted loan

46.Gains from changes in fair value

Item	Amount for current period	Amount for previous period
Investment properties	100,728,736.74	12,735,556.79
Total	**100,728,736.74**	**12,735,556.79**

47. Gains from disposal of assets

Item	Amount for current period	Amount for previous period	Extraordinary profit or loss for current period
Total of gains from disposal of non-current assets	-32,997,265.92	114,582.76	-32,997,265.92
Including: gains from disposal of fix assets	-4,241,886.83	114,582.76	-4,241,886.83
gains from Intangible assets	-28,755,379.09		-28,755,379.09
Total	**-32,997,265.92**	**114,582.76**	**-32,997,265.92**

48. Non-operating Income

Item	Amount for current period	Amount for previous period	Amount included in current non-recurring profit or loss
Penalty and forfeiture income	4,273,297.87	5,094,887.74	4,273,297.87
Excess of the fair value of the equity interests of companies acquired over the total consideration		41,891,428.96	
Others	11,187,160.99	24,159,039.82	11,187,160.99
Total	**15,460,458.86**	**71,145,356.52**	**15,460,458.86**

49. Non-operating expenditure

Item	Amount for current period	Amount for previous period	Amount included in current non-recurring profit or loss
Donations	357,522,400.00	115,266,140.27	357,522,400.00
Fines	20,102,330.17	28,461,200.70	20,102,330.17
Others	78,238,535.58	6,135,924.89	78,238,535.58
Total	**455,863,265.75**	**149,863,265.86**	**455,863,265.75**

Note: the Non-operation expenditure for the current period increased by 204.19%, compared with previous period, which was mainly due to the fact that the donations have significant increased.

50. Income Tax Expenses

(1) Table of income tax expenses

Item	Amount for current period	Amount for previous period
Income tax for current period	6,469,893,845.88	5,080,056,525.22
Deferred income tax	-841,938,044.11	-1,067,959,351.59
Total	**5,627,955,801.77**	**4,012,097,173.63**

(2) Adjustment process of accounting profit and income tax expenses

Item	Amount for current period
Total profit	17,430,701,820.05
Income tax expenses calculated at the statutory/applicable tax rate	4,357,675,455.01
Effect of different tax rates	-96,555,025.02
Reversal of the deferred income tax assets recognized in prior years	49,460,515.72
Impact of non-deductible costs, expenses and losses	474,820,974.63
Recognition of deferred tax assets on tax losses previously not recognised	-14,054,964.86
Impact of deductible temporary difference or deductible loss of deferred income tax assets not recognized for the current period	762,730,001.34
Other	143,869,844.96
Income tax expenses	5,627,955,801.77

51. Notes to Items of Cash Flow Statement

(1) Other cash received relating to operating activities

Item	Amount for current period	Amount for previous period
Receivables & payables	3,352,485,402.62	2,303,154,781.25
Security deposit	438,244,715.32	382,595,561.16

Item	Amount for current period	Amount for previous period
Interest income	263,067,839.65	254,677,170.18
Government subsidy	103,897,415.25	
Others	785,212,649.61	602,698,249.95
Total	**4,942,908,022.45**	**3,543,125,762.54**

(2) Other cash paid relating to operating activities

Item	Amount for current period	Amount for previous period
Cash expenses	2,679,510,958.94	2,142,955,378.90
Receivables & payables	992,158,631.64	1,441,871,458.63
Donation	357,527,400.00	
Deposit	1,668,379,577.96	3,533,373,179.30
Other	530,103,864.48	449,660,943.09
Total	**6,227,675,033.02**	**7,567,860,959.92**

(3) Other cash received relating to investing activities

Item	Amount for current period	Amount for previous period
Other non-current assets returned	310,000,000.00	
Asset management plan	280,000,000.00	500,000,000.00
Investment deposit		1,059,462,142.81
Total	**590,000,000.00**	**1,559,462,142.81**

(4) Other cash paid relating to investing activities

Item	Amount for current period	Amount for previous period
Entrusted loan	397,850,000.00	1,511,150,000.00
Asset management plan	250,777,778.00	431,000,000.00
Disposal of subsidiaries		29,806,960.31
Acquisitions deposit		15,000,000.00
China Super League Co., Ltd	300,000,000.00	
Total	**948,627,778.00**	**1,986,956,960.31**

(5) Other cash received relating to financing activities

Item	Amount for current period	Amount for previous period
Financing deposit	13,093,175.00	520,695,008.33
Special purpose payment	29,400,000.00	
Government Grants		6,255,787.00

Item	Amount for current period	Amount for previous period
Total	**42,493,175.00**	**526,950,795.33**

(6) Other cash paid relating to financing activities

Item	Amount for current period	Amount for previous period
Financial advisory fee	880,073,358.92	188,167,639.09
Financing deposit	77,279,500.00	466,577,222.23
Financial leasing	43,074,000.00	331,500,000.00
Minority share repurchase	26,744,112,209.85	15,437,276,441.50
Total	**27,744,539,068.77**	**16,423,521,302.82**

52. Supplemental Information on Cash Flow Statement

(1) Reconciliation of net profit to cash flows of operating activities

Item	Amount for current period	Amount for previous period
1. Reconciliation of net profit to cash flows of operating activities:		
Net profit	11,802,746,018.28	8,806,570,990.51
Add: asset impairment provision	2,525,287,077.35	832,251,530.04
Depreciation of fixed assets, depletion of oil and gas assets and depreciation of productive biological assets	442,005,459.52	313,973,793.71
Amortization of intangible assets	551,673,757.25	513,082,599.92
Amortization of long-term deferred expenses	777,787,010.07	587,916,913.62
Losses on disposal of fixed assets, intangible assets and other long-term assets (income represented by a "-" symbol)	32,997,265.92	-114,582.76
Losses on retirement of fixed assets (income represented by a "-" symbol)		
Loss from changes in fair value (income represented by a "-" symbol)	-100,728,736.74	-12,735,556.79
Financial expenses (income represented by a "-" symbol)	928,955,559.90	1,215,378,918.73
Losses from investments (income represented by a "-" symbol)	-1,613,981,980.58	-734,479,556.56
Decrease in deferred income tax assets (increase represented by a "-" symbol)	-879,485,309.21	-1,087,266,552.78
Increase in deferred income tax liabilities (decrease represented by a "-" symbol)	37,547,265.10	19,307,201.19
Decrease in inventories (increase represented by a "-" symbol)	-25,506,608,913.78	-79,313,189,192.99

Item	Amount for current period	Amount for previous period
Decrease in operating receivables (increase represented by a "-" symbol)	-18,240,745,485.83	3,757,572,385.98
Increase in operating payables (decrease represented by a "-" symbol)	19,596,941,291.88	50,556,860,492.69
Others	2,223,300,321.95	-1,741,622,076.95
Net cash flows from operating activities	-7,427,812,398.92	-16,227,729,027.49
2. Significant investing and financing activities not involving cash		
receipts and payments		
Change of debts to capital		
Convertible corporate bonds maturing with n one year		
Fixed assets leased by financing		
3. Net increase or decrease in cash and cash equivalents		
Cash at the end of period	45,605,073,741.31	64,204,874,650.60
Less: cash at the beginning of period	64,204,874,650.60	43,324,667,403.38
Add: cash equivalents at the end of period		
Less: cash equivalents at the beginning of period		
Net increase in cash and cash equivalents	-18,599,800,909.29	20,880,207,247.22

(2) Net cash payments for acquiring subsidiaries in the current year

Item	Amount
Cash or cash equivalents paid in the current period for the enterpr se mergers in current year	2,720,000,000.00
Less: cash and cash equivalents held by the subsidiaries on acquisition dates	12,030,391.28
Net cash payments for acquiring subsidiaries	2,707,969,608.72

(3) Net cash received from disposal of subsidiaries in the current period

Item	Amount
Cash or cash equivalents received from disposal of subsidiaries n the current period	2,692,966,526.82
Less: cash and cash equivalents held by the subsidiaries on disposal dates	7,224,856.71
Net cash received for disposal subsidiaries	2,685,741,670.11

(4) Composition of cash and cash equivalents

Item	Ending balance	Beginning balance
I. Cash	45,605,073,741.31	64,204,874,650.60
Including: Cash on hand	339,239.42	352,456.10

Item	Ending balance	Beginning balance
Bank deposits readily available for payments	42,942,560,425.09	62,540,113,527.14
Other monetary funds readily available for payments	2,662,174,076.80	1,664,408,667.27
II. Cash equivalents		
Including: bond investments due within three months		
III. Cash and cash equivalents at the end of the period	45,605,073,741.31	64,204,874,650.60
Including: cash and cash equivalents subject to use restrictions for parent company or subsidiaries within the Group		

53. Assets with ownership or use right restricted

Assets with ownership restricted	Ending book value	Reason for restriction
1 Bank deposit	1,676,709,915.71	Reserve fund for the salaries of rural migrant workers
3. Inventories	24,465,194,502.28	Mortgaged for long-term borrowings and non-current liabilities maturing within one year
4. Fix assets	435,274,620.16	Mortgaged for long-term borrowings and non-current liabilities maturing within one year
4 Intangible assets	31,785,300.00	Mortgaged for long-term borrowings and non-current liabilities maturing within one year
Total	**26,608,964,338.15**	

54. Foreign-currency Monetary Items

(1) Foreign-currency monetary items

Item	Ending foreign currency balance	Conversion exchange rate	Ending RMB balance after conversion
Bank deposit			
including: USD	317,843,018.23	6.863200	2,181,420,202.72
EUR	24,017.31	7.847300	188,471.04
HKD	1,345.00	0.886800	1,178.49
JPY	192,335.00	0.061887	11,903.04
SGD	4,827,418.98	5.006200	24,167,024.90
IDR	466,146,280,006.53	0.000473	220,487,190.44
INR	79,317,683.25	0.097986	7,772,022.51
MYR	1,533,979.34	1.647900	2,527,844.55

Item	Ending foreign currency	Conversion	Ending RMB balance after
PHP	4,697,463.34	0.130800	614,428.20
VND	1,524,051,337,820.00	0.000296	451,119,195.99
EGP	344,800.37	0.384258	132,492.30
KRW	210,000,000.00	0.006125	1,286,250.00
Accounts receivable			
IDR	897,500,000.00	0.000473	424,517.50
VND	132,170,114,096.00	0.000296	39,107,553.77
Long-term borrowings			
Including: USD	152,000,000.00	6.863200	1,043,206,400.00
Other bank deposit			
IDR	423,133,376,342.17	0.000473	200,142,087.01
Other receivables			
USD	204,997.60	6.863200	1,406,934.53
HKD	23,850.00	0.876200	20,897.37
SGD	557,199.35	5.006200	2,789,451.38
IDR	1,018,034,882,479.00	0.000473	481,530,499.41
INR	4,833,680.00	0.097986	474,220.88
VND	10,276,175,069.40	0.000296	3,041,747.82
Accounts payables			
USD	37,113.43	6.863200	254,716.89
HKD	426.57	0.876200	373.76
EUR	1,654.70	7.847300	12,984.93
SGD	19,712.46	5.006200	98,684.52
IDR	28,781,647,339.67	0.000473	13,613,719.19
VND	65,368,008,393.00	0.000296	19,348,930.48
EGP	7,977.00	0.384258	3,065.23
Available for sale financial assets			
USD	12,185,080,000.00	0.000473	5,764,015.84
Other payables			
HKD	125,000.00	0.886800	110,850.00
SGD	69,027.50	5.006200	345,565.47
IDR	399,075,778,895.63	0.000473	188,762,843.42
INR	1,733,852.68	0.097986	169,893.23
MYR	95,000.00	1.647300	156,493.50
PHP	81,138.81	0.130800	10,612.96
VND	3,345,713,797,555.20	0.000296	990,331,284.08

(2) Description of overseas operating entities

Overseas operating entity	Overseas principal place of business	Recording currency	Basis for recording currency selection
Global Industrial Investment Co., Ltd.	Hong Kong	USD	Main settlement currency
CFLD (US) Incubator Services, Inc.	USA	USD	Main settlement currency
CFLD (US) Inc.	USA	USD	Main settlement currency
CFLD (Hong Kong) Sports Industry Development Limited	Hong Kong	USD	Main settlement currency
CFLD International Holding Limited	Hong Kong	USD	Main settlement currency
CFLD (SINGAPORE) INVESTMENT PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT I PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT II PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT III PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT IV PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT VI PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT VII PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT VIII PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT IX PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT X PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XI PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XII PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XIII PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XIV PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XV PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XVI PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XVII PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 18 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 19 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 20 PTE. LTD	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 21 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 22 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 23 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 26 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 29 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 30 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 31 PTE. LTD.	Singapore	USD	Main settlement currency

Overseas operating entity	Overseas principal place of business	Recording currency	Basis for recording currency selection
CF CITY INVESTMENT 32 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 33 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 34 PTE. LTD	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 35 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 36 PTE. LTD	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 37 PTE. LTD	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 38 PTE. LTD	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 39 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 40 PTE. LTD.	Singapore	USD	Main settlement currency
VNIC Investment 41 Pte.Ltd	Singapore	USD	Main settlement currency
VNIC Investment 42 Pte.Ltd	Singapore	USD	Main settlement currency
VNIC Investment 43 Pte.Ltd	Singapore	USD	Main settlement currency
New Industry Park 44 PTE. LTD	Singapore	USD	Main settlement currency
New Industry Park 45 PTE. LTD	Singapore	USD	Main settlement currency
CFLD Investment 46 Pte. Ltd	Singapore	USD	Main settlement currency
CFLD Investment 47 Pte. Ltd	Singapore	USD	Main settlement currency
CF City Egypt New Integrated City S.A.E	Egypt	EGP	Main settlement currency
CF City Japan New Industry City KK	Japan	JPY	Main settlement currency
PT.INDONIC TANGERANG INVESTMENT	Indonesia	IDR	Main settlement currency
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	Indonesia	IDR	Main settlement currency
PT.CFCITY TANGERANG INVESTMENT	Indonesia	IDR	Main settlement currency
PT.CFCITY KARAWANG INVESTMENT	Indonesia	IDR	Main settlement currency
CFLD INDIA INVESTMENT PRIVATE LIMITED	India	INR	Main settlement currency
VNIC Investment 1 Company Limited	Vietnam	VND	Main settlement currency
CF City Myanmar New Industry City Limited	Myanmar	MMK	Main settlement currency
CF CITY NEW INDUSTRY TOWNSHIP MALAYSIA SDN.BHD.	Malaysia	MYR	Main settlement currency
CFLD (UK) INVESTMENT LIMITED.	United Kingdom	GBP	Main settlement currency
VINACAPITAL PACIFIC LIMITED	Singapore	USD	Main settlement currency
ALLRIGHT ASSETS LIMITED	Singapore	USD	Main settlement currency
PT CFLD KARAWANG NEW INDUSTRY CITY DEVELOPMENT	Indonesia	IDR	Main settlement currency
PT Trans Heksa Karawang	Indonesia	IDR	Main settlement currency
PT Delta Mega Persada	Indonesia	IDR	Main settlement currency

Overseas operating entity	Overseas principal place of business	Recording currency	Basis for recording currency selection
PT Delta Mega Rahardja	Indonesia	IDR	Main settlement currency
VINA DAI PHUOC CORPORATION	Vietnam	VND	Main settlement currency
Nhon Trach Investment Joint Stock Company	Vietnam	VND	Main settlement currency
Nhon Trach New Industry City Company Limited	Vietnam	VND	Main settlement currency
Vietnam New Industry City Infrastructure Development Co.Ltd	Vietnam	VND	Main settlement currency
REPRESENTATIVE OFFICE OF CFLD (SINGAPORE) INVESTMENT PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY PHILIPPINES NEW INDUSTRY CITY CORPORATION	Philippines	PHP	Main settlement currency
CFLD Korea New Industry City Co.,Ltd	South Korea	KRW	Main settlement currency
CFLD (Cayman) Investment Ltd.	Cayman Islands	XYD	Main settlement currency
Dacheng Jiutong Foundation Investment Co., Ltd. Germany Representative Office	Germany	DEM	Main settlement currency
CFLD Germany New Industry City GmbH	Germany	DEM	Main settlement currency
CFLD New Industry City (B) Sdn.Bhd	Brunei	BND	Main settlement currency
CF CITY EGYPT NEW INDUSTRIAL CITY JOINT STOCK COMPONY	Egypt	EGP	Main settlement currency
SwanCity International Holdings Limited	Cayman Islands	USD	Main settlement currency
PT Atlas Global Property Management	Indonesia	IDR	Main settlement currency
CFLD (HK) ELDERLY CARE INDUSTRY INVESTMENT CO., LIMITED	Hong Kong	HKD	Main settlement currency

55. Governmental Subsidies

(1) Governmental Subsidies recognized in Balance Sheet

Item	Amount for current period	Financial Statements Item	Have subsidies received?
Air pollution control fund	34,660.00	Deferred income	Yes
Postdoctoral program grant	191,000.00	Deferred income	Yes
Dacheng Hui Autonomous County Science and Technology Bureau plan reward	700,000.00	Deferred income	Yes
Municipal cultural industry development guidance fund support project construction	1,500,000.00	Deferred income	Yes
Agricultural Science and Technology Park Technology Award Fund	200,000.00	Deferred income	Yes
PPP project preliminary work funding	3,270,000.00	Deferred income	Yes
Personal income Tax return	30,969,508.23	Other income	Yes
Subsidies for Livable City Innovation Research Projects from the Perspective of Urban "Building"	1,340,000.00	Other income	Yes
Carrying out the construction control standards of the new urbanization villages and towns in the Pearl River Delta	660,000.00	Other income	Yes
Shanghai Xuhui financial subsidy	90,000.00	Other income	Yes

Item	Amount for current period	Financial Statements Item	Have subsidies received?
Shenzhen Science and Technology Innovation Committee R & D funding	454,000.00	Other income	Yes
20I617 National high-tech Enterprise Certification Fund Support	50,000.00	Other income	Yes
Stable employment subsidy	46,623.55	Other income	Yes
Guian County Government PPP Award	3,500,000.00	Other income	Yes
Zhongguancun Ecological Park Support Fund	8,966,700.00	Other income	Yes
Huadu Environmental Protection Agency	920,000.00	Other income	Yes
Special funds for science and technology	700,000.00	Other income	Yes
Yangqing County 2018 Small and Micro Enterprise Entrepreneurship Innovation Award	200,000.00	Other income	Yes
Guian Second Wastewater Treatment Plant Project	10,000,000.00	Other income	Yes
2017 city-level collaborative innovation base award fund	100,000.00	Other income	Yes
Corporate subsidy	60,000.00	Other income	Yes
Guian Agricultural Expo Park Policy Support Fund	300,000.00	Other income	Yes
Agriculture' science and technology special funds	700,000.00	Other income	Yes
Guian Industrial Port Government Subsidy	300,000.00	Other income	Yes
Hotel government incentive	120,000.00	Other income	Yes
2017 provincial tourism development special fund	80,000.00	Other income	Yes
Government subsidy tax	5,151,315.47	Other income	Yes
Stadium government subsidy	30,000,000.00	Other income	Yes
Forest vegetation restoration fee	350,000.00	Other income	Yes
Baizhou Food Industry Port Special Support Fund	150,000.00	Other income	Yes
Government subsidy tax	50,000.00	Other income	Yes
Advanced work unit reward	50,000.00	Other income	Yes
Industry and Information Bureau subsidy income	300.00	Other income	Yes
Industrial and Commercial Bureau's above-scale enterprises reward funds	160,000.00	Other income	Yes
Government subsidies for tree planting activities in 2018	71,650.00	Other income	Yes
Hebei Provincial Department of Finance Asset Securitization Award Revenue	2,300,000.00	Other income	Yes
Air defense subsidy	2,158.00	Other income	Yes
Development and Reform Bureau regulations service industry award funds	60,000.00	Other income	Yes
Cultural Industry Park Government Grant	100,000.00	Other income	Yes
Total	103,897,415.25		

(2) Governmental Subsidies recognized in Profit and Loss

Item	Relation to Asset or Income	Other Income

Item	Relation to Asset or Income	Other Income
Gu'an Aerospace (satellite navigation) industrial port 1.1	Asset	360,000.00
Agricultural Science and Technology Park Technology Award Fund	Asset	16,666.65
Postdoctoral program grant	Asset	139,931.50
Personal income tax return	Income	30,969,508.23
Subsidies for Livable City Innovation Research Projects from the Perspective of Urban "Building"	Income	1,140,000.00
Carrying out the construction control standards of the new urbanization villages and towns in the Pearl River Delta	Income	660,000.00
Shanghai Kuhui financial Subsidy	Income	90,000.00
Shenzhen Science and Technology Innovation Committee R & D funding	Income	454,000.00
Received the 2016/17 National High-tech Enterprise Certification Fund Support	Income	50,000.00
Stable subsidy	Income	46,623.55
Gu'an County Government PPP Award	Income	3,500,000.00
Zhongguancun Ecological Park Support Fund	Income	8,966,200.00
Kunlai Environmental Protection Agency	Income	920,000.00
Special funds for science and technology	Income	700,000.00
Yongqing County 2018 Small and Micro Enterprise Entrepreneurship Innovation Award	Income	200,000.00
Gu'an Second Wastewater Treatment Plant Project	Income	10,000,000.00
2017 city-level collaborative innovation base award fund	Income	100,000.00
Corporate subsidy	Income	80,000.00
Gu'an Agricultural Expo Park Policy Support Fund	Income	300,000.00
Agricultural science and technology special funds	Income	700,000.00
Gu'an Industrial Port Government Subsidy	Income	300,000.00
Hotel government incentive	Income	120,000.00
2017 provincial tourism development special fund	Income	80,000.00
Government subsidy tax	Income	5,151,315.47
Stadium government subsidy	Income	30,000,000.00
Forest restoration fee	Income	350,000.00
Baihou Food Industry Park Special Support Fund	Income	150,000.00
Government subsidy tax	Income	50,000.00
Advanced work unit reward	Income	50,000.00
Industry and Information Bureau subsidy income	Income	300
Industrial and Commercial Bureau's above scale enterprises reward funds	Income	160,000.00
Government subsidies for tree planting activities in 2018	Income	71,650.00
Hebei Provincial Department of Finance Asset Securitization Award Revenue	Income	2,300,000.00
Air defense subsidy	Income	2,158.00
Development and Reform Bureau regulations service industry award funds	Income	60,000.00
Cultural Industry Park Government Grant	Income	100,000.00
Total		98,318,353.50

VI. Changes in Consolidation Scope

1. Merger of enterprises not under common control

(1) Merger of enterprises not under common control in the current year

Name of acquiree	Time of equity acquisition	Cost of equity acquisition	Acquired shareholding percentage (%)	Method of equity acquisition	Date of acquisition	Determining basis for acquisition date	Revenue of acquiree from acquisition date to the end of reporting period	Net profit of acquiree from acquisition date to the end of reporting period
Dachang Hui Autonomous County Shichang Energy Equipment Co., Ltd.	43,418.00	445,247,637.94	100.00	Acquisition	2018-11-14	Control already transferred		-108,625,437.81
Langfang Ronghua Construction Investment Development Co., Ltd.	43,325.00	318,772,900.93	51.00	Acquisition	2018-8-13	Control already transferred	60,071.85	1,609,409.22
Dachang Hui Autonomous County Lumei Mingjing Garden Ecology Co., Ltd.	43,438.00	1.00	100.00	Acquisition	2018-12-4	Control already transferred	26,970,754.80	969,171.21
Beijing Wushang Technology Co., Ltd.	43,454.00	5,780,000,000.00	100.00	Acquisition	2018-12-20	Control already transferred		

(2) Merger costs and goodwill

Item	Dachang Hui Autonomous County Shichang Energy Equipment Co . Ltd	Dachang Hui Autonomous County Lumei Mingjing Garden Ecology Co., Ltd.	Beijing Wusheng Technology Co , Ltd	Langfang Ronghua Construction Investment Development Co., Ltd.
Merger costs				
- Cash	445,247,637.94	1	5,780,000,000.00	318,772,900.93
Total merger costs	445,247,637.94	1	5,780,000,000.00	318,772,900.93
Less: acquired share of the fair value of identifiable net assets	445,247,637.94	1	5,780,000,000.00	318,772,900.93
Portion of acquired share of the fair value of identifiable net assets higher than goodwill/merger costs				

[3] Identifiable assets and liabilities of acquirees on acquisition dates

In 2018, the Company had 4 subsidiaries not under common control in total. The identifiable assets and liabilities of the acquirees on acquisition dates are listed below:

Item	Summary	
	Fair value on acquisition date	Book value on acquisition date
Assets:	10,735,695,136.56	8,702,578,516.88
Bank deposit	12,164,872.20	12,164,872.20
Prepayments	240,000.00	240,000.00
Other receivables	1,841,312,131.59	1,841,312,131.59
Inventories	2,516,883,413.97	1,453,444,400.41
Fixed assets	345,854.99	221,554.99
Construction in progress	6,343,313,649.20	5,373,853,343.03
Intangible assets	6,670,378.16	6,577,378.16
Long-term deferred expenses	14,531,870.70	14,531,870.70
Deferred income tax assets	232,965.80	232,965.80
Liabilities:	3,891,752,613.52	3,891,752,613.52
Accounts payable	192,018,687.59	192,018,687.59
Rental and sales deposits	4,866,426.32	4,866,426.32
Other payables	3,694,867,499.61	3,694,867,499.61
Net assets	6,843,942,523.04	4,810,825,903.36
Less: minority interest	299,921,984.17	
Acquired net assets	6,544,020,538.87	4,810,825,903.36

Determining method of the fair values of identifiable assets and liabilities

①The company was merged with Dachang Hui Autonomous County Shichang Energy Equipment Co., Ltd., and the fair value of net assets is RMB 445,247,637.94 on the basis of the asset evaluation report of "Ji Cai Rui Report [2018] No. 074". The company holds 100% equity of Dachang Hui Autonomous County Shichang Energy Equipment Co., Ltd. With RMB 445,247,637.94.

②The company was merged with Langfang Ronghua Construction Investment Development Co., Ltd and the fair value of net assets is RMB 625,044,903.78on the basis of the asset evaluation report of "Ji Cai Rui Report [2018] No. 092". The company holds 51% equity of Dachang Hui Autonomous County Shichang Energy Equipment Co., Ltd. With RMB 318,772,900.93.

③The company was merged party Beijing Wusheng Technology Co., Ltd., the fair value of net assets is RMB 5,780,000,000.00 based on the announcemen, and the net assets of the company holding 100% equity of Beijing Wusheng Technology Co., Ltd is RMB 5,780,000,000.00.

④The company was merged Dachang Hui Autonomous County Lumei Mingjing Garden Ecology Co., Ltd., the fair value of net assets was determined by the two parties on the basis of the net

assets of the target division. The company holds Dachang Hui Autonomous County Lumei Mingjing Garden Ecology Co., Ltd 100% equity of Jing Garden Ecology Co., Ltd. With RMB 0.

2. Disposal of subsidiaries

Name of subsidiary	Disposal Price	Disposal Equity (%)	Method of disposal	Date of losing control	Evidence of losing control	Difference between disposal price and subsidiary's equity in consolidated financial statements
Langfang Old Grandma Food Co., Ltd.	52,250,242.00	100%	Transfer	2018/7/31	Control has been transferred	6,775,062.74
Bazhou Peacock Lake Real Estate Development Co., Ltd.	1.00	65%	Transfer	2018/10/31	Control has been transferred	606,183.78
Langfang Peacock Island Real Estate Development Co., Ltd.	1.00	80%	Transfer	2018/10/31	Control has been transferred	606,974.28
Dachang Hui Autonomous County Yujing Real Estate Development Co., Ltd.	1.00	80%	Transfer	2018/11/14	Control has been transferred	-10,359.95
Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd.	1.00	80%	Transfer	2018/11/14	Control has been transferred	-7,353.32
Zhuozhou Yutai Real Estate Development Co., Ltd.	1.00	80%	Transfer	2018/11/14	Control has been transferred	391,465.08
Baihou Yuanguan Real Estate Development Co., Ltd	51,572,452.99	51%	Transfer	2018/6/30	Control has been transferred	13,657,906.46

Name of subsidiary	Equity on the date of loss of control (%)	Book value of date of losing control	Fair value at date of losing control	Gain or loss based on fair value method	Method of disposal	Other comprehensive income transferred to investment gains and losses
Langfang Old Grandma Food Co., Ltd.					Fair value	
Baihou Peacock Lake Real Estate Development Co., Ltd	2%			0.02	Fair value	
Langfang Peacock Island Real Estate Development Co., Ltd.	20%			0.2	Fair value	
Dachang Hui	20%			0.2	Fair value	

Name of subsidiary	Equity on the date of loss of control (%)	Book value of date of losing control	Fair value of date of losing control	Gain or loss based on fair value method	Method of disposal	Other comprehensive income transferred to investment gains and losses
Autonomous County Yujing Real Estate Development Co., Ltd.						
Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd.	20%		0.2		Fair value	
Zhuozhou Yutai Real Estate Development Co., Ltd.	20%		0.2		Fair value	
Baizhou Yujingyuan Real Estate Development Co., Ltd.	49%	42,978,481.14	49,550,003.85	6,571,522.71	Fair value	

3. Changes in the consolidation scope for other reasons

(1) Subsidiaries newly incorporated into the consolidation scope

Company name	Reason for new incorporation into consolidation scope	Investment percentage (%)
Huojia Peacock City Real Estate Development Co., Ltd.	New establishment	100
Huzhou Nanxun Yujing Real Estate Development Co., Ltd.	New establishment	100
Huojia Yutai Real Estate Development Co., Ltd.	New establishment	100
Deqing Yurong Real Estate Development Co., Ltd.	New establishment	100
Feidong Peacock City Real Estate Development Co., Ltd.	New establishment	100
Shucheng Yujing Real Estate Development Co., Ltd.	New establishment	100
Shucheng Yutai Real Estate Development Co., Ltd.	New establishment	100
Shucheng Yufeng Real Estate Development Co., Ltd.	New establishment	100
Nanjing Yuchen Real Estate Development Co., Ltd.	New establishment	100
CFLD Industry New City (Yangyang) Co., Ltd.	New establishment	100
Changge Yutai Real Estate Development Co., Ltd.	New establishment	100
Gu'an Jingyu Wanfeng Real Estate Development Co., Ltd.	New establishment	51
CFLD (Feidong) Industrial Port Construction Co., Ltd.	New establishment	100
Nanjing Dingzhitong Automobile Manufacturing Industrial Park Co., Ltd.	New establishment	100
CFLD Nanjing Lishui Industry Port Investment Co., Ltd.	New establishment	100

Company name	Reason for new incorporation into consolidation scope	Investment percentage (%)
Handan Yu Yurong Real Estate Development Co., Ltd	New establishment	51
Meishan Yutai Real Estate Development Co., Ltd.	New establishment	100
Meishan Yurong Real Estate Development Co., Ltd.	New establishment	100
Wuzhi Yurong Real Estate Development Co., Ltd.	New establishment	100
Wuzhi Yuxuan Real Estate Development Co., Ltd.	New establishment	50
Pujiang County Yusheng Real Estate Development Co., Ltd.	New establishment	100
Pujiang County Yurong Real Estate Development Co., Ltd.	New establishment	100
Huaxia Happy Industry New City (Hangzhou) Co., Ltd.	New establishment	100
Jiaxing Yusheng Real Estate Development Co., Ltd	New establishment	51
Changge Yujing Real Estate Development Co., Ltd	New establishment	100
Lai An Happiness Foundation Asset Management Co., Ltd.	New establishment	100
Dachang Hui Autonomous County Yutai Real Estate Development Co., Ltd.	New establishment	100
Xinzheng Yutanyuan Real Estate Development Co., Ltd.	New establishment	100
Wuhan Dingjie Industrial Park Development Co., Ltd.	New establishment	100
Nanjing Xishan District CFLD Industrial Town Investment Co., Ltd	New establishment	100
Shanghai Yumin Enterprise Management Co., Ltd.	New establishment	100
Pujiang County Dingzhisheng Industrial Park Construction Co., Ltd.	New establishment	100
Jiashan Yujing Real Estate Development Co., Ltd	New establishment	100
Jiangmen Yude Education Investment Co., Ltd.	New establishment	100
Jiayu Yujingxuan Real Estate Development Co., Ltd.	New establishment	100
Jiayu Jinyu Real Estate Development Co., Ltd.	New establishment	100
Jiayu Yulongxuan Real Estate Development Co., Ltd.	New establishment	100
Beijing Yujingyuan Real Estate Development Co., Ltd.	New establishment	100
Huzhou Nanxun Dingxu Technology Development Co., Ltd.	New establishment	100
Huzhou Nanxun Yutai Real Estate Development Co., Ltd.	New establishment	100
CFLD Industry New City (Lu'an Jinan) Co., Ltd.	New establishment	100
Wuzhi Yutai Real Estate Development Co., Ltd.	New establishment	100
Wuhan Qingshan District CFLD Industry Town Development Co., Ltd	New establishment	100
Handan Yujing Real Estate Development Co., Ltd.	New establishment	100

Company name	Reason for new incorporation into consolidation scope	Investment percentage (%)
CFLD Industry New City Xinmi Co., Ltd.	New establishment	100
Cangzhou Peacock City Real Estate Development Co., Ltd	New establishment	100
Nanjing Yurong Real Estate Development Co., Ltd.	New establishment	40
Nanjing Yukun Real Estate Development Co., Ltd.	New establishment	40
Meishan Dangzhixing Industrial Park Construction Development Co., Ltd.	New establishment	100
Lai An Yushan Real Estate Development Co., Ltd.	New establishment	100
Lai An Yuda Real Estate Development Co., Ltd	New establishment	100
Lai An Yu Sheng Real Estate Development Co., Ltd.	New establishment	100
Tuanfeng Peacheng Real Estate Development Co., Ltd.	New establishment	100
Huizhou Nankun Yufeng Real Estate Development Co., Ltd.	New establishment	100
VNIC Investment 42 Pte.Ltd	New establishment	100
VNIC Investment 43 Pte.Ltd	New establishment	100
New Industry Park 44 PTE. LTD.	New establishment	100
New Industry Park 45 PTE. LTD	New establishment	100
CFLD Investment 46 Pte. Ltd	New establishment	100
CFLD Investment 47 Pte. Ltd	New establishment	100
Vietnam New Industry City Infrastructure Development Co.Ltd	New establishment	100
Nanjing Dinghong Park Construction Development Co., Ltd.	New establishment	100
Gu'an Huasheng Real Estate Development Co., Ltd.	New establishment	100
CFLD (Foshan) Industrial New City Development Co., Ltd.	New establishment	100
CFLD (Qinhuangdao Beidaihe) Industrial New City Development Co., Ltd	New establishment	100
Jiashan Yuxuan Real Estate Development Co., Ltd.	New establishment	100
Jiashan Yuding Real Estate Development Co., Ltd.	New establishment	100
CFLD Industry New City (Xiaogan) Co., Ltd.	New establishment	100
CFLD Industry New City (Xingtang) Development Co., Ltd.	New establishment	100
Xiangtan Peacock City Real Estate Development Co., Ltd.	New establishment	100
Changfeng Peacock City Real Estate Development Co., Ltd.	New establishment	100
Jiashan Yuell Left Bank Culture Development Co., Ltd.	New establishment	100
Wuhan Yuxuan Real Estate Development Co., Ltd.	New establishment	100
CFLD (Yuanshi) Industrial New City Construction	New establishment	100

Company name	Reason for new incorporation into consolidation scope	Investment percentage [%]
Development Co., Ltd.		
CFLD Industry New City (Shaoxing Keqiao) Development Co., Ltd	New establishment	100
Wuhan Yulongyuan Real Estate Development Co., Ltd	New establishment	100
Huizhou Nanxun Yurong Real Estate Development Co., Ltd	New establishment	100
CFLD Industry New City (Guiyang Qingzhen) Co., Ltd.	New establishment	100
Jiashan Aohua Kindergarten Co., Ltd.	New establishment	100
Xinzheng Yuchengxuan Real Estate Development Co., Ltd.	New establishment	100
Qinhuangdao Yuda Real Estate Development Co., Ltd.	New establishment	100
Qinhuangdao Yuying Real Estate Development Co., Ltd.	New establishment	100
CFLD (Shenzhen) Operation Management Co., Ltd.	New establishment	100
Yunuozhuo (Gu'an) Enterprise Management Co., Ltd	New establishment	100
Yunuozhuo (Haikou) Enterprise Management Co., Ltd.	New establishment	100
CFLD Industry New City (Hudong) Co., Ltd.	New establishment	100
Jiashan Yujia Real Estate Development Co., Ltd.	New establishment	100
Jiashan Yucan Real Estate Development Co., Ltd.	New establishment	100
Deqing Yukun Real Estate Development Co., Ltd.	New establishment	100
Deqing Yuda Real Estate Development Co., Ltd.	New establishment	100
CFLD Industry New City (Guiyang Xiuwen) Co., Ltd	New establishment	100
Huailai Yuxuan Real Estate Development Co., Ltd	New establishment	100
Huailai Yusheng Real Estate Development Co., Ltd.	New establishment	100
CFLD Industry New City (Xi'an Linyi) Development Co., Ltd.	New establishment	100
Shucheng Yukun Real Estate Development Co., Ltd.	New establishment	100
Shucheng Yuda Real Estate Development Co., Ltd	New establishment	100
Dachang Hui Autonomous County Yuren Real Estate Development Co., Ltd.	New establishment	100
Shaoxing Yuda Real Estate Development Co., Ltd.	New establishment	100
PT Atlas Global Property Managemet	New establishment	100
SwanCity International Holdings Limited	New establishment	100
Dachang Hui Autonomous County Yuying Real Estate Development Co., Ltd.	New establishment	100
Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd.	New establishment	100

VII. Interests in Other Entities

1. Interests in subsidiaries

(1) Composition of enterprise group

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Langfang Jingyu Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation	100		Establishment by investment	Yes
Langfang Jingyu Fortune Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Gu'an Jingyu Fortune Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Gu'an CRLD Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Xianghe Jingyu Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Dacheng Jingyu Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Dacheng Jingyu Fortune Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Dacheng CRLD Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Huailai Jingyu Real Estate Development Co., Ltd.	Huailai County, Hebei Province	Huailai County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Yongding River Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Jingyu Hantai Property Co., Ltd.	Weifang City, Shandong Province	Weifang City, Shandong Province	Real estate development, selling and operation		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Langfang City CFLD Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Huailai Jingyu Fortune Real Estate Development Co., Ltd.	Huailai County, Hebei Province	Huailai County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Qinhuangdao Jingyu Real Estate Development Co., Ltd.	Qinhuangdao, Hebei Province	Qinhuangdao, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Shenyang Jingye Fortune Real Estate Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Tianjin CFLD Real Estate Investment Co., Ltd.	Wuqing District, Tianjin	Wuqing District, Tianjin	Real estate development, selling and operation		100	Establishment by investment	Yes
Shenyang CFLD Real Estate Development Co., Ltd	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Shenyang Peacock City Real Estate Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Zhenjiang CFLD Real Estate Development Co., Ltd.	Zhenjiang City, Jiangsu Province	Zhenjiang City, Jiangsu Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Xianghe CFLD Property Service Co., Ltd	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Property		100	Establishment by investment	Yes
Gu'an County Huayu Hot Spring Resort Hotel Service Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Hospitality service		100	Establishment by investment	Yes
Gu'an CFLD Asset Management Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Auxiliary park construction		100	Establishment by investment	Yes
Dacheng Hui Autonomous County Ivy Nursery Co., Ltd.	Cangzhou Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Cultivation, production and selling of landscape, seedlings, flowers and plants		100	Establishment by investment	Yes
Sangu Water Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Dachang Hui Autonomous County Dingsheng Investment Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Huailai Dingjing Investment Development Co., Ltd.	Huailai County, Hebei Province	Huailai County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Wanan Dingrui Park Construction Development Co., Ltd.	Wengan County, Hebei Province	Wengan County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Shenyang Dingsheng Park Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Park investment development and management		100	Establishment by investment	Yes
Shenyang Dingfeng Park Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Park investment development and management		100	Establishment by investment	Yes
Shenyang Dingkai Park Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Park investment development and management		100	Establishment by investment	Yes
Tianjin Dingda Jiye Investment Co., Ltd.	Wuqing District, Tianjin	Wuqing District, Tianjin	Park investment development and management		100	Establishment by investment	Yes
Gu'an Dingkai Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Wuxi Dingkong Park Construction Development Co., Ltd.	Wuxi City, Jiangsu Province	Wuxi City, Jiangsu Province	Park investment development and management		100	Establishment by investment	Yes
Zhenjiang Dingda Park Construction Development Co., Ltd.	Zhenjiang City, Jiangsu Province	Zhenjiang City, Jiangsu Province	Park investment development and management		100	Establishment by investment	Yes
Xianghe Dingtai Park Construction Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Gu'an Jietong Jiye Public Utilities Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Public utility management		100	Establishment by investment	Yes
Gu'an Jietong Jiye Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Shenyang Huaxia New City Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Contracting for the construction of municipal public projects		100	Establishment by investment	Yes
Qiaocheng Jutong Pipe Investment Consulting Co., Ltd.	Qiaocheng Hui Autonomous County, Hebei Province	Qiaocheng Hui Autonomous County, Hebei Province	Investment consulting management		100	Establishment by investment	Yes
Gu'an Taigu Pharmaceutical Technology Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Biomedicine R&D		100	Establishment by investment	Yes
CFLD Investment Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Investing in commercial, hotel, education and medical projects, and investment management, investment consulting	100		Establishment by investment	Yes
Langfang CFLD Education Investment Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Investing in education industry, and asset management		100	Establishment by investment	Yes
Langfang CFLD Medical Investment Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Investing in medical industry, and asset management		100	Establishment by investment	Yes
Langfang Happy Harbor Asset Management Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Asset management		100	Establishment by investment	Yes
Wuxi CFLD Real Estate Development Co., Ltd	Wuxi City, Jiangsu Province	Wuxi City, Jiangsu Province	Real estate development and operation		100	Establishment by investment	Yes
Langfang CFLD Real Estate Brokering Co., Ltd	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate information consulting; house buy & sell brokering and agency; house leasing, brokering and agency		100	Establishment by investment	Yes
Jiaxing Dingtai Park Construction Development Co., Ltd.	Haishan County, Zhejiang Province	Haishan County, Zhejiang Province	Park investment development and management		100	Establishment by investment	Yes
Gu'an Jiutong Xinsheng Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Langfang CFLD Farmland Tourism Development Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Tourism resources development, agricultural sightseeing, tourism assets management		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Bazhou Dongsong Park Construction Development Co., Ltd	Bazhou County, Hebei Province	Bazhou County, Hebei Province	Park investment development and management		66.94	Establishment by investment	Yes
Bazhou Peacock Real Estate Development Co., Ltd.	Bazhou County, Hebei Province	Bazhou County, Hebei Province	Real estate development, selling		100	Establishment by investment	Yes
Jiaxing Jingyu Real Estate Development Co., Ltd	Jiashan County, Zhejiang Province	Jiashan County, Zhejiang Province	Real estate development and operation		100	Establishment by investment	Yes
Xianghe Peacock City Real Estate Development Co., Ltd	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development		100	Establishment by investment	Yes
Yongqing Dingtai Park Construction Development Co., Ltd	Yongqing County, Hebei Province	Yongqing County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Yongqing Peacock Real Estate Development Co., Ltd	Yongqing County, Hebei Province	Yongqing County, Hebei Province	Real estate development and operation		100	Establishment by investment	Yes
CFLD Industry Investment Co., Ltd	Fengtai District, Beijing	Fengtai District, Beijing	Investment consulting management	100		Establishment by investment	Yes
CFLD Hebei Industry Investment Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Industrial investment		100	Establishment by investment	Yes
CFLD Capital Management Co., Ltd	Fengtai District, Beijing	Fengtai District, Beijing	Enterprise management consulting	100		Establishment by investment	Yes
Jiaxing CFLD I Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment			Establishment by investment	Yes
Jiaxing CFLD II Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment			Establishment by investment	Yes
Gu'an CFLD Warehousing Service Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Goods warehousing service		100	Establishment by investment	Yes
Dacheng Jiutong Hyt Industry Service Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Investment agency business		100	Establishment by investment	Yes
CFLD (Shanghai) Industry Investment Co., Ltd	Shanghai Free Trade Zone	Shanghai Free Trade Zone	Investment consulting management		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
CFLD (Shenzhen) Venture Capital Management Co., Ltd.	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Investment consulting management		100	Establishment by investment	Yes
CFLD (Langfang) Emerging Industry Equity Investment Fund Center (LP)	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Consulting service			Establishment by investment	Yes
Beijing Dinghong Investment Development Co., Ltd.	Fangshan District, Beijing	Fangshan District, Beijing	Project investment		100	Establishment by investment	Yes
CFLD (Shenzhen) Venture Capital Fund Enterprise (LP)	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Entrusted to manage equity investment fund (prohibited to raise funds from the public or engage in the management business of publicly offered fund)			Establishment by investment	Yes
Renqiu Dingding Park Construction Development Co., Ltd.	Renqiu, Hebei Province	Renqiu, Hebei Province	Park construction investment		100	Establishment by investment	Yes
Baihow Jurong Rye Water Service Co., Ltd.	Baihou County, Hebei Province	Baihou County, Hebei Province	Real estate development and operation		100	Establishment by investment	Yes
CFLD (US) Inc.	USA	USA	Various kinds of business operations		100	Establishment by investment	Yes
Wuxi Peacock County Real Estate Development Co., Ltd.	Wuxi City, Jiangsu Province	Wuxi City, Jiangsu Province	Real estate development and operation		100	Establishment by investment	Yes
CFLD Aviation Industry Investment Co., Ltd.	Gu'an Industry Park, Hebei Province	Gu'an Industry Park, Hebei Province			100	Establishment by investment	Yes
CFLD (Gu'an) Industry Port Investment Co., Ltd.	Emerging Industry Demonstration Zone, Gu'an County, Hebei Province	Emerging Industry Demonstration Zone, Gu'an County, Hebei Province	Investment management of industry park project		100	Establishment by investment	Yes
CFLD (Shanghai) Equity Investment Fund Partnership (LP)	Shanghai Free Trade Zone	Shanghai Free Trade Zone	Enterprise management consulting			Establishment by investment	Yes
Langfang CFLD Sports Development Co., Ltd.	Emerging Industry Demonstration Zone, Gu'an County	Emerging Industry Demonstration Zone, Gu'an County	Sports and cultural activities		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Langfang Huaxia New City Construction Development Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Contracting for the construction of municipal public projects		100	Establishment by investment	Yes
Zhuolu Dingtai Park Construction Development Co., Ltd	Zhuolu County, Hebei Province	Zhuolu County, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Happy Harbor Commercial Management Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Management of commercial facilities		100	Establishment by investment	Yes
Renqiu Peacock City Real Estate Development Co., Ltd.	Renqiu City Hebei Province	Renqiu City Hebei Province	Real estate development and operation		94.55	Establishment by investment	Yes
CFLD (Gu'an) Enterprise Management Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province			100	Establishment by investment	Yes
CFLD (Dacheng) Cultural Movie & TV Industry Park Investment Co., Ltd	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Asset management		100	Establishment by investment	Yes
Gu'an Hongding Commerce & Trade Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Selling		100	Establishment by investment	Yes
Xianghe Jutong Jiye Public Utilities Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Heat supply, sewage treatment and maintenance of public facilities		100	Establishment by investment	Yes
Dacheng Hui Autonomous County Hongfeng Commerce & Trade Co., Ltd	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Selling		100	Establishment by investment	Yes
CFLD (Xianghe) Robotics Industry Investment Management Co., Ltd	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Park construction and management		100	Establishment by investment	Yes
Jiaxing CFLD III Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment			Establishment by investment	Yes
Jiaxing CFLD IV Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment			Establishment by investment	Yes
Jiaxing CFLD V Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment			Establishment by investment	Yes
Jiaxing CFLD VI Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment			Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Jiaxing CFLD VII Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment			Establishment by investment	Yes
Shenyang Donghai Infrastructure Construction Development Co., Ltd	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Construction, development and operation of heat supply pipe network		100	Establishment by investment	Yes
Langfang Peacock Sea Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development		100	Establishment by investment	Yes
Peacock City Baoding Real Estate Development Co., Ltd	Baoding, Hebei Province	Baoding, Hebei Province	Real estate development & operation		100	Establishment by investment	Yes
CFLD (Beijing) County Investment Management Co., Ltd	Fengtai District, Beijing	Fengtai District, Beijing	Investment management		100	Establishment by investment	Yes
Baiyangdian Science City Investment Co., LtdHotel	Baoding, Hebei Province	Baoding, Hebei Province	Park construction and management		100	Establishment by investment	Yes
Qinhuangdao Dingcong Park Construction Development Co., Ltd	Qinhuangdao, Hebei Province	Qinhuangdao, Hebei Province	Park construction and management		100	Establishment by investment	Yes
He County Dingcong Park Construction Development Co., Ltd.	Maanshan City, Anhui Province	Maanshan City, Anhui Province	Park construction and management		100	Establishment by investment	Yes
Lixin Dingcong Park Construction Development Co., Ltd.	Chuzhou City, Anhui Province	Chuzhou City, Anhui Province	Park construction and management		100	Establishment by investment	Yes
Shenyang Yongyi Infrastructure Development Co., Ltd.	Shenyang	Shenyang	Infrastructure construction development		95	Establishment by investment	Yes
Shenyang Dingcong Park Construction Development Co., Ltd	Shenyang	Shenyang	Park infrastructure construction and management		100	Establishment by investment	Yes
CFLD (Yongqing) Industry Park Investment Co., Ltd.	Yongqing County, Langfang City, Hebei Province	Yongqing County, Langfang City, Hebei Province	Industry park and self-built project construction		100	Establishment by investment	Yes
CFLD (Beijing) International Motorsport Valley Co., Ltd.	Xiangshan District, Beijing	Xiangshan District, Beijing	Sports business operation		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
CFLD (Baohou) Industry Investment Co., Ltd	Baohou, Langfang City, Hebei Province	Baohou, Langfang City, Hebei Province	Project investment, management		100	Establishment by investment	Yes
Beijing CFLD Investment Fund Management Center (LP)	Fengtai District, Beijing	Fengtai District, Beijing	Investment management; asset management		100	Establishment by investment	Yes
CFLD General Aviation Airport (Xianghe) Investment Management Co., Ltd	Xianghe County	Xianghe County	Airport project investment		100	Establishment by investment	Yes
Jiashan CFLD Education Investment Co., Ltd	Jiashan County	Jiashan County	Education industry investment and asset management		100	Establishment by investment	Yes
Huaibei CFLD Asset Management Co., Ltd.	Huaibei County	Huaibei County	Investment in lodging, catering and education industries		100	Establishment by investment	Yes
Gu'an Peacock Sea Real Estate Development Co., Ltd	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	Real estate development and selling		100	Establishment by investment	Yes
Gu'an Peacock Continent Real Estate Development Co., Ltd.	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	Real estate development and selling		100	Establishment by investment	Yes
Gu'an Peacock Lake Real Estate Development Co., Ltd.	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	Real estate development and selling		100	Establishment by investment	Yes
Dacheng Peacock Lake Real Estate Development Co., Ltd	Dacheng Hui Autonomous County, Langfang City, Hebei Province	Dacheng Hui Autonomous County, Langfang City, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Dacheng Peacock Continent Real Estate Development Co., Ltd	Dacheng Hui Autonomous County, Langfang City, Hebei Province	Dacheng Hui Autonomous County, Langfang City, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Shenyang Peacock County Real Estate Development Co., Ltd	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation		100	Establishment by investment	Yes
Langfang City Peacock Lake Real Estate Development Co., Ltd.	Guangyang District, Langfang City	Guangyang District, Langfang City	Real estate development, building selling		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
CFLD International Holding Limited	Hong Kong	UNIT 2102-2103, 21/F., WING TUCK COMMERCIAL CENTRE 177-183 WING LOK STREET SHEUNG WAN, HONG KONG	Investment holding	100		Establishment by investment	Yes
CFLD (SINGAPORE) INVESTMENT PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management, investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT I PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT II PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT III PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT IV PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT VI PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT VII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT VIII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT IX PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT X PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business Nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
CFLD INVESTMENT XI PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT XII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT XIII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT XIV PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT XV PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT XVI PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CFLD INVESTMENT XVII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management, investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 18 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management, investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 19 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management, investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 20 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management, investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 21 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 22 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
PT. CFLD Indonesia Investment	Indonesia	Indonesia	Real estate and industry park		100	Establishment by investment	Yes
PT. CFLD Indonesia Real Estate Development	Indonesia	Indonesia	Real estate and industry park		99.975	Establishment by investment	Yes
PT. CFCITY TANGERANG INVESTMENT	Indonesia	Indonesia	Real estate and industry park		100	Establishment by investment	Yes
PT. CFCITY KARAWANG INVESTMENT	Indonesia	Indonesia	Real estate and industry park		100	Establishment by investment	Yes
PT. CFCITY KARAWANG REAL ESTATE DEVELOPMENT	Indonesia	Indonesia	Real estate and industry park		100	Establishment by investment	Yes
CFLD INDIA INVESTMENT PRIVATE LIMITED	India	India	Real estate and industry park		100	Establishment by investment	Yes
CFLD VIETNAM REAL ESTATE DEVELOPMENT COMPANY LIMITED	Vietnam	Vietnam	Real estate and industry park		100	Establishment by investment	Yes
CF City Myanmar New Industry City Limited	Burma	Burma	Real estate and industry park		100	Establishment by investment	Yes
CF CITY NEW INDUSTRY TOWNSHIP MALAYSIA SDN BHD	Malaysia	Malaysia	Real estate and industry park		100	Establishment by investment	Yes
CFLD (UK) INVESTMENT LIMITED	UK	UK	Project investment and investment management; investment consulting		100	Establishment by investment	Yes
Langfang City Peacock County Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Xinhua Road to Yinhe Street, New Century Commercial & Trading wanling Street, Guangyang District, Langfang City	Real estate development and selling		80	Establishment by investment	Yes
Baoding Aoc Spring Peacock City Real Estate Development Co., Ltd.	Langfang City, Hebei Province	S3 Building, Lanyuan, Baohou Peacock City, Langfang City, Hebei Province	Real estate development and selling		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Baizhou City Haiyuan Real Estate Development Co., Ltd	Langfang City, Hebei Province	53, Lanyuan, Baizhou, Langfang City, Hebei Province Peacock City	Real estate development and selling		100	Establishment by investment	Yes
Haining Peacock City Real Estate Development Co., Ltd	Jiashan County, Zhejiang Province	Room 3103, Building 1, No 535 Chuangye Road, Dayun Town, Jiashan County	Real estate development Land operation		52.94	Establishment by investment	Yes
Xianghe Peacock County Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North of Binhua Street and west of Yongding Road (Yuexiu Urban Planning Exhibition Center), Xianghe County	Real estate development and selling		100	Establishment by investment	Yes
Zhuozhou Xinsheng Real Estate Development Co., Ltd.	Zhuozhou City, Hebei Province	Block A, No.109 North Ping An Street, Zhuozhou Development Zone	Real estate development and operation		51	Establishment by investment	Yes
Lixian Peacock City Real Estate Development Co., Ltd	Chuzhou City, Anhui Province	2/, Chahe Economic Development Zone Management Committee, Lixin County	Real estate development and selling		100	Establishment by investment	Yes
Lixin Jingyu Real Estate Development Co., Ltd.	Chuzhou City, Anhui Province	2F, Chahe Town Management Committee, Lixin County	Real estate development and selling		100	Establishment by investment	Yes
He County Peacock City Real Estate Development Co., Ltd.	Maanshan City, Anhui Province	No.1 Qixing Road, Wujiang Town, He County, Maanshan City, Anhui Province	Real estate development and operation		100	Establishment by investment	Yes
Wuhan Xinzhou Peacock City Real Estate Development Co., Ltd.	Wuhan, Hubei Province	Group 1, Tuyihao Village, Zhucheng Street, Xinzhou District, Wuhan	Real estate development and selling		100	Establishment by investment	Yes
Wuhan Peacock Spa Real Estate Development Co., Ltd.	Wuhan, Hubei Province	Room 208, 2F, Zhongdian Street Office, Jiangxia District, Wuhan	Real estate development and selling		100	Establishment by investment	Yes
Huzhou Peacock City Real Estate Development Co., Ltd.	Huzhou City, Zhejiang Province	2F, Urban Exhibition Hall, No 601 Jiangyang Road, Nanxun Town, Nanxun District, Huzhou	Real estate development and operation		100	Establishment by investment	Yes
Wushi Peacock City Real Estate Development Co., Ltd	Jiaozuo City, Henan Province	2F, Comprehensive Service Building, No 9 Standard Factory Building Zone, Wushi County Industry Gathering Area	Real estate development and selling		100	Establishment by investment	Yes
Shucheng Peacock City Real Estate Development Co., Ltd.	Lu'an City, Anhui Province	Huagby Town Economic Development Zone, Shucheng County	Real estate development and selling		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Nanjing Peacock Sea Real Estate Development Co., Ltd.	Nanjing City, Jiangsu Province	Building A2, Dongshan Headquarters Commercial Park, Dongshan Sub-district, Jiangning District, Nanjing	Real estate development and operation		100	Establishment by investment	Yes
Wuqiao Peacock City Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Party School, County Party Committee, Wuqiao County, Langfang City, Hebei Province	Real estate development and selling		94.55	Establishment by investment	Yes
Gu'an Kingfutai Commercial Management Co., Ltd.	Langfang City, Hebei Province	Emerging Industry Demonstration Zone, Gu'an County, Langfang City, Hebei Province	Hotel management, meeting management; lodging service		100	Establishment by investment	Yes
Dacheng Hui Autonomous County Kingfutai Commercial Management Co., Ltd	Dacheng County, Hebei Province	No.200 South Jiangtan Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Hotel management, meeting affair and exhibition service; economic information consulting		100	Establishment by investment	Yes
Bazhou CFLD Commercial Management Co., Ltd.	Bazhou City, Hebei Province	S3 Building, Lanyuan, Bazhou Peacock City, Langfang City, Hebei Province	Hotel management, meeting management; lodging service		100	Establishment by investment	Yes
Langfang Jingyu Decoration Engineering Co., Ltd.	Dacheng County, Hebei Province	No.200 South Jiangtan Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Building decoration engineering		100	Establishment by investment	Yes
Bazhou Happy Harbor Commercial Management Co., Ltd.	Langfang City, Hebei Province	S3 Building, Lanyuan, Bazhou Peacock City, Langfang City, Hebei Province	Park industry service; park infrastructure construction management		100	Establishment by investment	Yes
Jiaxing Xinglu Shuijia Cultural Tourism Development Co., Ltd.	Haiyan County, Zhejiang Province	Room 1202, Unit 1, 1# Building, No.555 Chuangye Road, Dayun Town, Haiyan County	Tourism resource development, tourism asset management		100	Establishment by investment	Yes
Langfang CFLD Cultural Development Co., Ltd.	Nanghe County, Hebei Province	North of Xishan Street and west of Yongqing Road (Huaxia Urban Planning Exhibition Center), Nanghe County	Cultural art exchanges, art promotion service		100	Establishment by investment	Yes
CFLD (Haiyan) Culture Movie & TV Park investment Co., Ltd.	Haiyan County, Zhejiang Province	Room 1203, Unit 1, 1# Building, No.555 Chuangye Road, Dayun Town, Haiyan County	Cultural art exchanges; asset management; enterprise management consulting		100	Establishment by investment	Yes
Beijing CFLD Industry Investment Fund (LP)	Fengtai District, Beijing	Room 2132, 1/F, Building 6, Longpo Park, Fengtai District, Beijing	investment, investment management and consultancy on non-securities business			Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
CRLD Innovation (Beijing) Enterprise Management Co., Ltd.	Fengtai District, Beijing	1518-25.27 Land Plot (park), Shejhyang, Huaxiang, Fengtai District, Beijing	Enterprise management consulting, economic information consulting		100	Establishment by investment	Yes
CRLD Industry Management Co., Ltd.	Shenzhen, Guangdong Province	Room 201, Building A, No.1 Qianwan 1st Road, Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen (Shenzhen Qianhai Commercial Secretary Co., Ltd.)	Enterprise management consulting, economic information consulting	100		Establishment by investment	Yes
Dacheng Hui Autonomous County Dingda Investment Development Co., Ltd.	Langfang City, Hebei Province	No.200 South Jiangxue Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Park investment development and management		85	Establishment by investment	Yes
Jiaxing Dinghong Park Construction Development Co., Ltd.	Jiaxing City, Zhejiang Province	Room 358, 14 Building, No.3339 Jiaxing Science City Linggongtang Road, Nanhu District, Jiaxing City, Zhejiang Province	Park investment development and management		100	Establishment by investment	Yes
Xiong County Dingxing Park Construction Development Co., Ltd.	Baoding, Hebei Province	East Area of Xiong County Economic Development Zone, Baoding City, Hebei Province	Park investment development and management		100	Establishment by investment	Yes
Wuhan Dinghong Park Construction Development Co., Ltd.	Wuhan, Hubei Province	Luzhen Street, Shuanghu Street, Jiangxia District, Wuhan	Park investment development and management		51.02	Establishment by investment	Yes
Wuhan Dinghui Park Construction Development Co., Ltd.	Wuhan, Hubei Province	Room 303, 2F, Zhangjiba Sub-district Office, Hongshi District, Wuhan	Park investment development and management		100	Establishment by investment	Yes
Wuhan Dingshi Park Construction Development Co., Ltd.	Wuhan, Hubei Province	Xuelan Road, Shuanghu Street, Jiangxia District, Wuhan City	Park investment development and management		52.38	Establishment by investment	Yes
Jueyu Dingtong Park Construction Development Co., Ltd.	Xianning City, Hubei Province	Gaoyuwan Village, Panjiawan Town, Jueyu County, Xianning City, Hubei Province	Park investment development and management		100	Establishment by investment	Yes
Shucheng Dingxing Park Construction Development Co., Ltd.	Liuan City, Anhui Province	Hangtu Economic Development Zone Management Committee, Shucheng County, Liuan City, Anhui Province	Park investment development and management		80	Establishment by investment	Yes
Nanjing Dingtong Park Construction Development Co., Ltd.	Nanjing City, Jiangsu Province	Nanjing Lishui Economic Development Zone	Park investment development and management		64.01	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Wuqiao Dingxing Park Construction Development Co., Ltd.	Wuqiao County, Hebei Province	2F, Comprehensive Service Building, No.9 Standard Factory Building Area, Wuqiao County Industrial Gathering Area	Park investment development and management		51	Establishment by investment	Yes
Meishan Dingxing Park Construction Development Co., Ltd.	Meishan City, Sichuan Province	Chengxin Petrochemical Park Management Committee, No.29 Pengli Street, Pengli Town, Pengshan District, Meishan City	Park investment development and management		100	Establishment by investment	Yes
Huzhou Dingtai Park Construction Development Co., Ltd.	Huzhou City, Zhejiang Province	2F, Urban Exhibition Hall, No.401, Jiangyang Road, Nanxun Town, Nanxun District, Huzhou	Park investment development and management		54.55	Establishment by investment	Yes
Xingtai Dingxing Park Construction Development Co., Ltd.	Xingtai, Hebei Province	Zequan Villagers' Committee, Zhuqun Town, Xingtai Economic Development Zone, Hebei Province	Park investment development and management		51	Establishment by investment	Yes
Chengde Dingxing Park Construction Development Co., Ltd.	Chengde City, Hunan Province	No.358, Lanchuanpu Village Daohou Town, Chengde City	Park investment development and management		52.38	Establishment by investment	Yes
Jiangmen City Dingxing Park Construction Development Co., Ltd.	Jiangmen, Guangdong Province	No.368 Longxi Road, Wenhai Subdistrict, Jianghai District, Jiangmen	Park investment development and management	51		Establishment by investment	Yes
Handan Dingxing Park Construction Development Co., Ltd.	Handan, Hebei Province	4F, Tongyin Building, No.102 North Zhonghua Street, Congtai District, Handan, Hebei Province	Park investment development and management		54.55	Establishment by investment	Yes
Baoding Baiyangdian Science City Construction Co., Ltd.	Baoding District, Hebei Province	Wangzhuang Village, Laozhuang Township, Lianchi District, Baoding	Park investment development and management		100	Establishment by investment	Yes
Dacheng Hui Autonomous County Jiufang Aye Water Service Co., Ltd.	Langfang City, Hebei Province	No.200 South Jiangjun Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Water conservancy project		95	Establishment by investment	Yes
Xinzheng Dingtai Park Construction Development Co., Ltd.	Xinzheng City, Henan Province	4F, Management Committee Office Building, Xinzheng Xingang Industry Gathering Area (at the intersection of Renmin Road and Shenzhou Road, Xinzheng City)	Park investment development and management		100	Establishment by investment	Yes
Nanjing Dingda Construction Development Co., Ltd.	Nanjing, Jiangsu Province	2/3/n Kechuang Center, Lishui Economic Development Zone, Nanjing	Park investment development and management		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Shenzhen Kuicheng Industrial Investment Co., Ltd	Shenzhen, Guangdong Province	Room 3401, Block F, West Sea Bright Pearl Building, Nanshan Sub-district, Nanshan District, Shenzhen	Real estate brokering, real estate information consulting, leasing of owned property		100	Establishment by investment	Yes
Shenzhen Kuichi Industry Park Operation Co., Ltd	Shenzhen, Guangdong Province	Room 3401, Block F, West Sea Bright Pearl Building, Nanshan Sub-district, Nanshan District, Shenzhen	Real estate brokering, real estate valuation consulting, leasing of owned property		100	Establishment by investment	Yes
Baihou City Peacock Land Real Estate Development Co., Ltd	Baihou City, Hebei Province	S3 Building, Lan Garden, Peacock City, Baihou Economic and Technological Development Zone, Langfang City, Hebei Province	Real estate development and operation		60	Establishment by investment	Yes
Huailai Peacock Real Estate Development Co., Ltd	Huailai City, Hebei Province	Huailai County, Hebei Province	Real estate development and operation		60	Establishment by investment	Yes
Nanjing Jingyu Fortune Real Estate Development Co., Ltd.	Nanjing City, Jiangsu Province	Economic and Technological Development Zone, Lishui District, Nanjing	Real estate development and leasing of owned property		100	Establishment by investment	Yes
Maanshan Peacock Real Estate Development Co., Ltd.	Maanshan City, Anhui Province	Third floor, Yingpan Road, Bowang District, Maanshan City	Real estate development and leasing of owned property		100	Establishment by investment	Yes
Wuhan Peacock Real Estate Development Co., Ltd.	Wuhan City, Hubei Province	Shuangku Street, Xinzhou District, Wuhan City	Real estate development, selling, leasing of property and Property Management		100	Establishment by investment	Yes
Nanjing Peacock Real Estate Development Co., Ltd	Nanjing City, Jiangsu Province	Economic and Technological Development Zone, Lishui District, Nanjing	Real estate development, selling and leasing of owned property		100	Establishment by investment	Yes
Jiangmen Peacock Real Estate Development Co., Ltd.	Jiangmen City, Guangdong Province	388, Gongyi Road, Jianghai District, Jiangmen City	Real estate development, selling and leasing of property		100	Establishment by investment	Yes
Handan Peacock Real Estate Development Co., Ltd.	Handan City, Hebei Province	702, Tianyan Plaza, Congtai District, Handan City	Real estate development and operation		100	Establishment by investment	Yes
Xingtai Peacock Real Estate Development Co., Ltd	Xingtai City, Hebei Province	Jiuta Village, Xingtai City	Real estate development and leasing of owned property		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Shucheng Fortune Hye Development Management Co., Ltd	Lu'an City, Anhui Province	Shucheng County	Real estate development, operation, Accommodation and Conference Service		100	Establishment by investment	Yes
Langfang City Anhangfang Management Co., Ltd	Langfang City, Hebei Province	Fifth Street, Jianhua Street, Guangyang District, Langfang City	Management Consulting		100	Establishment by investment	Yes
Huizhou CFLD Industry Town Investment Operation Co., Ltd	Huizhou City, Guangdong Province	19, 9th Floor, Junhao International, Zhongkai District, Huizhou City	Industry Parks Investment and Operation, Marketing, Management Consulting, Property Agency		100	Establishment by investment	Yes
CFLD Xingcheng(Jiaxing) Equity Investment Fund Co., Ltd	Jiaxing City, Zhejiang Province	513-23, Dongfang Plaza, Nanhu District, Jiaxing City	Non-Securities Investment and Management Consulting		100	Establishment by investment	Yes
CFLD Asset Management Co., Ltd	Shenzhen City, Guangdong Province	3-4-38, Yuehai Digital New City, Huanggang Road, Longgang District	Investment and Asset Management	100		Establishment by investment	Yes
Bozhan Fortune Aye City Services Co., Ltd	Langfang City, Hebei Province	Emerging industry demonstration zone, Langfang City	Solid waste management of cleaning, collection, Transportation, Landscaping, Urban environmental cleaning, Public facilities management services and Engineering and technical advice.		100	Establishment by investment	Yes
Jiaxing Dingan Industry Park Construction Development Co., Ltd	Jiashan County, Zhejiang Province	524, Tuanjing Street 341#, Jiashan County	Industry parks infrastructure construction, Park services and Management consulting		100	Establishment by investment	Yes
Maanshan Dingshi Park Construction Development Co., Ltd	Maanshan City, Anhui Province	6th floor, Main building 3#, Dawang District	Industry parks infrastructure construction, Park services and Management consulting		100	Establishment by investment	Yes
Nanjing Dingshi Park Construction Development Co., Ltd.	Nanjing City, Jiangsu Province	7 Dacaoda Road, Hulu Street, Jiangning District	Industry parks facilities management, Park services		95	Establishment by investment	Yes
Zhengzhou Dingsheng Park Construction Development Co., Ltd	Zhengzhou City, Henan Province	Xuwa County, Zhengzhou City	Industry parks infrastructure construction, Park services and Management consulting		100	Establishment by investment	Yes
Huzhou Dingsheng Park Construction Development Co., Ltd	Huzhou City, Zhejiang Province	45 Leicun County, Huzhou City	Industry parks infrastructure construction, Park services and Management consulting		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Investment or establishment scope or not
				Direct	Indirect		
Dingxing County Dingrui Park Construction Development Co., Ltd.	Baoding City, Hebei Province	Zhonghui Square, Jiefu Road, Dingxing County, Baoding City	Industry parks infrastructure construction and operation		100	Establishment by investment	Yes
Pujiang County Dingqiao Park Construction Development Co., Ltd.	Chengdu City, Sichuan Province	1-4 Floor, 888 Yingbin Street, Pujiang County	Industry parks infrastructure construction and operation		54.55	Establishment by investment	Yes
CFLD Industry New City(Huizhou) Investment Operation Co., Ltd	Huizhou City, Guangdong Province	A33445 Zhenxing Plaza, Huiyang District	Industry parks infrastructure construction, Operation, Property Management, Investment consulting and hotel management;		100	Establishment by investment	Yes
CFLD(Qingyuan) Industry New City Development Co., Ltd.	Qingyuan City, Guangdong Province	03, 7th Floor, Youxin Business Centre, Jinglu Road 23#, Qingyuan City	Industry parks infrastructure construction and operation		100	Establishment by investment	Yes
CFLD(Wuhan) Industry New City Development Co., Ltd.	Wuhan City, Hubei Province	43, Huangbo District, Wuhan City	Industry parks infrastructure construction and operation		100	Establishment by investment	Yes
CF CITY INVESTMENT 23 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 26 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes
CFLD Germany New Industry City GmbH	Berlin, Germany	Karl-Liebknecht-Straße 5, 10178 Berlin	Acquiring oil and investment in industrial, commercial and residential real estate projects as well as related activities		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Egypt New Integrated City Infrastructure Development S.A.E	New Cairo, Egypt	Units no. 101 and 102 second floor, Building A2, Plot 34 BOL, Cairo Festival City, New Cairo, Egypt	Planning and research in industrial areas, urban areas and other specific areas; investment promotion for industrial areas and other specific areas (including land reclamation and cultivation, housing and industrial development, and investment in the Ain Port and dry ports); construction, operation, management, and maintenance of industrial, urban, and other specific infrastructure (including desalination plants, sewage treatment plants, industrial water purification plants, power plants, roads, subways, trains, and traffic tunnels, etc.); research on technology, economy, and investment in the train and subway business; operating, maintaining and operating a variety of vehicles; real estate investments in Egyptian cities, new urban areas, and remote areas (except Sinai and other reclaimed areas); Outsidel		100	Establishment by investment	Yes
CF CITY INVESTMENT 29 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 30 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 31 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 32 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 33 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
CF CITY INVESTMENT 34 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes
CF CITY INVESTMENT 35 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes
VINK 2 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes
VINK Investment Pte Ltd	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting		100	Establishment by investment	Yes
CF CITY Egypt New Integrated City S.A.E	Egypt	Rooms No 2216 and 2218 of the 22nd floor, Nile Tower, Nile City Tower, Ramlet Beaulac, Cournish El Nil, Cairo	Real estate and industry park		100	Establishment by investment	Yes
CF CITY Japan New Industry City KK	Japan	Japan	Real estate and industry park		100	Establishment by investment	Yes
CF CITY PHILIPPINES NEW INDUSTRY CITY CORPORATION	Philippines	Philippines	real estate and industry park		100	Establishment by investment	Yes
CFLD (Beijing) Properties Co., Ltd	Beijing	801, 8th floor, Automotive museum west road, Fengtai District	Real estate development, selling and leasing of owned property		100	Establishment by investment	Yes
Langfang CFLD Innovation Industry Service Co., Ltd	Langfang City, Hebei Province	200 Jianglan South Road, Gaocheng Hui Autonomous County, Hebei Province	Management consulting and industry consulting		100	Establishment by investment	Yes
Dongguan Hexiao Industry Investment Co., Ltd	Dongguan City, Guangdong Province	A Building, 301, Zhongtang County, Dongguan City	Industry investment and property management		51	Establishment by investment	Yes
Langfang Anyuzhenghe Real Estate Development Co., Ltd	Langfang City, Hebei Province	H207, Guangyang District, Langfang City	Real estate development and selling		70	Establishment by investment	Yes
Langfang Anyuanlangfa Real Estate Development Co., Ltd	Langfang City, Hebei Province	Wangchangpu Village, Anci District, Langfang City	Real estate development and property management		65	Establishment by investment	Yes
Gu'an peacock house real estate development co. LTD	Langfang City, Hebei	New and city demonstration zone of gu'an county, langfang city, hebei province	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Changli peacock villa real estate development co. LTD	Changli County, Hebei Province	Changli industrial park is planned to drink the north side of nuite street and the east side of xuanlan mountain road	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Heyian peacock lake real estate development co. LTD.	Ma'anshan City, Anhui	No. 1, qiang road, wujiang town, ma'anshan city, anhui province.	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Langfang peacock chou real estate development co. LTD	Langfang City, Hebei	Room 202, office complex, no. 26 yanggang avenue, Pang Da xiang, anjuda street, langfang city, hebei province	Real estate development		100	Merger of enterprises not under common control	Yes
Qinhuangdao peacock villa real estate development co. LTD	Qinhuangdao City, Hebei Province	North side of fu chang huang road, beidaihe new district, qinhuangdao (no. 1 changhuang road)	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Yan'an peacock lake real estate development co. LTD	Lai An County, Anhui Province	No.8, gaoan road, branch economic development zone, laian county	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Yan'an peacock county real estate development co. LTD	Chuzhou City, Anhui	4th floor, zhuzhou town government, qiao county, chuzhou city, anhui province	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Fengyuan real estate development co. LTD	Chuzhou City, Anhui	No.8, gaoan road, branch economic development zone, laian county, laian county, chuzhou city, anhui province	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Jiangheng city peacock villa real estate development co. LTD	Ruzhang City	The fourth floor of the administrative committee office building of jiangang industrial cluster district, ruzhang city, the intersection of zhizhang people's road and zhenzhou road	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Jishi peacock villas real estate development co. LTD	Xianning City, Hubei	Zhi village of beihuang, panpiaan town, jiayi county.	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Jiaxing peacock sea real estate development co. LTD	Jiaxing City, Zhejiang	Room 255, building 1, no. 1339, jiagangjiang road, nanhu district, jiaxing, zhejiang	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Meishan peacock villas real estate development co. LTD.	Meishan City, Sichuan	No. 141, pengli street, pengshan district, meishan city, sichuan province.	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Pujiang county peacock villas real estate development co. LTD.	Chengdu City, Sichuan	Floor 3, building 1, no.68 yingbin avenue, shuxin town, pujiang county, chengdu.	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Deqing peacock seagull estate development co. LTD.	Huzhou City, Zhejiang	Nine avenue, laishan town, deqing county, huzhou city, zhejiang province.	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Changge peacock villas real estate development co. LTD.	Changge City, Henan	Shuzhuang village, fenlian city, changge city.	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Gu'an peacock pavilion real estate development co. LTD.	Langfang City, Hebei	Gu'an hot spring leisure business industrial park, langfang city, hebei province.	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Zhuolu peacock villas real estate development co. LTD.	Zhangjiakou City, Hebei	Zhuolu county, zhuolu county, zhuolu county, zhangjiakou city, hebei province.	Real estate development, selling and leasing of owned property		100	Merger of enterprises not under common control	Yes
Jiashan happy foundation asset management co. LTD.	Jiaxing City, Zhejiang	Room 1205, unit 1, building 1, no. 555, chuangyun road, dayun town, jiashan county, jiaxing city, zhejiang province.	Asset Management; Project Investment and Investment Management, Investment Consulting, Economic Information Consulting, Hotel Management Services; Accommodation Services; Catering Services; Artificial Indoor Pools; Retail: Wine, Cigarettes, Cigars; Conference Services; Organizing Cultural and Art Exchange Activities; Realtor.		100	Merger of enterprises not under common control	Yes
Gu'an aerospace zhenfeng technology co. LTD.	Langfang City, Hebei	New industry demonstration zone of gu'an county, langfang city, hebei province.	Machinery and equipment R&D, software development, technical services; machining of mechanical parts; metal structures, mold manufacturing, machinery and equipment manufacturing; electrical equipment, instrumentation, steel sales		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Foshan Nanhai happiness industry town development co. LTD.	Foshan City, Guangdong	Room 1305, zongye building, no 83, wencheng road, hecheng street, gaoming district, foshan city	Land resources development, utilization and management, infrastructure construction, public facilities construction; urban planning and design; corporate management consulting services, technology development services, trade consulting services, technology business incubator management services, conference and exhibition services		100	Merger of enterprises not under common control	Yes
Feidong Nanhai happiness industry town investment co. LTD	Hefei City, Anhui	Qili street commodity city, xibei town, feidong county, hefei city, anhui province.	Park Infrastructure Construction and Management; Land Consolidation Services, Park Industry Services,		100	Merger of enterprises not under common control	Yes
Big fish creative limited.	Langfang City, Hebei	No.200, yangtze south road, hre autonomous county, langfang city, hebei province	Literary creation and performance, organization of cultural and artistic exchanges, hosting exhibitions and exhibitions; conference services, preparation, planning, organizing film festivals, event planning, film and television equipment rental, cultural brokerage services, industrial park operation management, corporate management consulting, and economic and trade consulting Science and technology business incubation; investment agency services		100	Merger of enterprises not under common control	Yes
Nanhai happiness industry new town (guan) no. 1 investment fund limited partnership)	Langfang City, Hebei	New industry demonstration zone of guan county, langfang city, hebei province	Equity investment, project investment; investment consulting		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Wuhan dingsheda industrial park development co. LTD.	Hubei province is Wuhan City	No. 2 xuelin road, zhuangjiawan street, zhicheng district, wuhan city.	Housing Construction Engineering, Municipal Public Works, Landscaping Engineering, Earthworks, Highway Engineering, Water Conservancy and Hydropower Engineering, Bridge Engineering, Tunnel Engineering, Inland Water Port Engineering, Wire and Equipment Engineering, Pipeline Engineering, Other Civil Engineering Construction, Land Consolidation, Urban and Rural Areas Planning Services, Land Acquisition Agents, Planning Disposal Services, Conference & Exhibition Services, Corporate Management Consulting Services		100	Merger of enterprises not under common control	Yes
Ruyitai happiness industry new city investment co. LTD.	Langfang City, Hebei	New industry demonstration zone of gu'an county, langfang city, hebei province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;		100	Merger of enterprises not under common control	Yes
Ruitai happy industrial new city (baofeng) co. LTD.	Kaifeng City, Henan	No. 1, village committee, jiagang village, zejiaji village, xiangfeng district, baifeng city.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services.		55.56	Merger of enterprises not under common control	Yes
Ruitai happy industry new city (shaoxing) co. LTD.	Sakun City, Guangdong	Room 3, 3rd floor, jingyi building, intwel guanghai road, dasha town, bihai city.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;		100	Merger of enterprises not under common control	Yes
Ruitai happy industry new town (nanjing) construction development co. LTD	Nanjing City, Jiangsu	2/f, zone A, longjun logistics base, no. 1, pingjiang road, longjun street, economic and technological development zone, nanjing.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Huaxia happiness (zhongshan) industrial new city investment co. LTD.	Zhongshan City, Guangdong	No. 21, first floor, no. 21, cuozhi town, zhongshan city	industrial New City Project investment, Park Investment and Construction and Operation Management, Marketing Planning, Business Management Consulting, Real Estate Development, Real Estate Agency, Freedom Leasing, Business Incubation Service, Advertising Design, Production Agency and Publication, Hotel Management, Corporate Management information Consulting, business information consulting, warehousing services		100	Merger of enterprises not under common control	Yes
Huaxia happiness industry new town (including mountain) investment co. LTD.	Maanshan City, Anhui	The east 200 meters of the economic zone of bao shanzhen economic zone in maanshan city.	Infrastructure investment, park infrastructure construction and management, land consolidation investment, industrial services in the park, investment agency services		100	Merger of enterprises not under common control	Yes
Huaxia happiness industry new town (hongtu) construction and development co. LTD.	Hangzhou City, Zhejiang	Room 301, no. 337, dabu road, tonglu county, hangzhou city, zhejiang province	Park infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;		100	Merger of enterprises not under common control	Yes
Huaxia happy industry new city (group wide) co. LTD	Huanggang City, Hubei	The second floor of the village committee office building of the garden village, tuanfeng town, tuanfeng county	Park infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;		100	Merger of enterprises not under common control	Yes
Huaxia happiness (jiashan) industrial city development co. LTD	Jiaxing City, Zhejiang	Room 401, 168 yingwei road, hanhu street, jiashan county, jiaxing city, zhejiang province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;		100	Merger of enterprises not under common control	Yes
Huaxia happy industry new town (changfeng) development co. LTD.	Hefei City, Anhui	Changfeng county lower bang town	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;		100	Merger of enterprises not under common control	Yes
Huaxia happy industry new town (dezhou) investment co. LTD.	Dezhou City, Shandong	1302, 1303, unit 2, building A, financial center, no. 30, huanghe avenue, qihe district, qihe county, dezhou city, shandong province	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Hubei happiness (shijiazhuang chang'an district) industrial new town construction development co. LTD.	Shijiazhuang City, Hebei	3-3-203, building 1#hotel, no.362, pingan east road, chang'an district, shijiazhuang city, hebei province	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services.		100	Merger of enterprises not under common control	Yes
Hubei happiness industry new city (zhuzhou) co. LTD	Zhuzhou City, Hunan	Room 1203, 88 yun ong avenue, yunlong demonstration area, zhuzhou city, hunan province	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services.		100	Merger of enterprises not under common control	Yes
Hubei happy industry new town (chizhou) co. LTD.	Chizhou City, Anhui	Market's paradise on the east side of jinchuan avenue, shuiguo town, chizhou city, anhui province	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services.		100	Merger of enterprises not under common control	Yes
Hubei happy industry new town (hua) co LTD	Huaxi County, Henan Province	Henan province has been awarded the county-town people's government.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services.		100	Merger of enterprises not under common control	Yes
Hubei happy industry new city nanyang gaoxin construction development co. LTD.	Nanyang City, Jiangsu	7th floor, west wing, qing garden hotel, 103 zhuanghu road, gaoxin district, nanyang.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services.		100	Merger of enterprises not under common control	Yes
Hubei happiness industry new town (yuan) co. LTD.	Yuan City, Anhui	8 / f, scientific research complex building, zhongke intelligent product park, weiwang road, yuan economic and technological development zone, anhui province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services.		100	Merger of enterprises not under common control	Yes
Hubei happiness industry new city (xiangtan) co. LTD.	Xiangtan City, Hunan Province	Xiangtan city, yuhu district, the river lake industrial concentration zone	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;		100	Merger of enterprises not under common control	Yes
Hubei happiness (chengde county) industrial new town construction development co. LTD.	Chengde City, Hebei	Hebei chengde chengde huapo emerging industrial cluster district management committee.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services.		100	Merger of enterprises not under common control	Yes
Hubei happiness (laiyuan) poverty alleviation and development co. LTD	Baoding City, Hebei	No. 93 guangyang street, laiyuan county, baoding city, hebei province.	Poverty alleviation project development and infrastructure facilities, land consolidation, farmland improvement, poverty alleviation project management and management		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Dongguan Huizhou Industrial Investment Co. LTD	Dongguan City, Guangdong	2/F, Dafu Building, the modern enterprise accelerator, no. 11, no. 3 industrial park, changlang community, changtang community, dalang town, dongguan City.	Industrial investment, Property Leasing, Property Management, Real Estate Agency, Property Information Consulting Service		51	Merger of enterprises not under common control	Yes
Langfang yayin zhuangyi technology co. LTD	Langfang City, Hebei	1103, wanlande commercial neighborhood, 79# avenue, new century pedestrian street, guangyang district, langfang city	Computer software technology development, technical consulting, technical services, technology transfer, corporate management consulting, computer graphic design; art design		70	Merger of enterprises not under common control	Yes
CFLD INVESTMENT 30 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment and management, consultation		100	Merger of enterprises not under common control	Yes
CFLD INVESTMENT 38 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment and management, consultation		100	Merger of enterprises not under common control	Yes
New Industry Park 39 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment and management, consultation		100	Merger of enterprises not under common control	Yes
New Industry Park 40 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment and management, consultation		100	Merger of enterprises not under common control	Yes
Nhon Trac New Industry City Company Limited	Vietnam	Road No. 7, Eastern Saigon Urban Area, Long Tan Commune, Nhon Trach District, Dong Nai Province	Construction of buildings; Construction of other civil engineering projects; Real estate activities with own or leased property; Real estate agent, consultants services,		80	Merger of enterprises not under common control	Yes
CFLD Korea New Industry City Co., Ltd	Korea	4th Floor, 237 Teheran-ro, Gangnam-gu, Seoul (Yeoksam-dong, Agabang Bldg.)	(1) marketing of new industrial city projects, (2) investment in new industry city projects; and (3) any and all businesses incidental to the above		100	Merger of enterprises not under common control	Yes
CFLD (Cayman) Investment Ltd	Cayman	Ogier Global (Cayman) Limited, 89 Nexus Way, Camana Bay, Grand Cayman, KY1-9009, Cayman Islands	All commercial activities that are not prohibited by Cayman's law		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of consolidation	Incorporated into consolidation scope or not
				Direct	Indirect		
CPLD New Industry City (B) Sdn.Bhd	Brunei	Unit No. 4(5th-4)04, 4th Floor, Wisma Jaya, Jalan Pemancha, Kasabu Kot Segawan BB0811, Brunei Darussalam	(1)collaborate with the Government of His Majesty The Sultan and Yang Di-Pertuan of Negara Darussalam through the various relevant ministries and government departments and agencies for the establishment and development of new industry city projects in Brunei Darussalam and to promote, facilitate, support and encourage investment in the commercial, industrial and social undertakings and activities as well as all the relevant and ancillary property and infrastructure in the said projects; (2)engage in the development,construction, management, marketing, investment, holding, leasing, administration, commercialisation, trading, sale, purchase, provision of consultancy services, or otherwise dealing in, all kinds of industrial, residential,commercial, office(include land) properties or combinations thereof(including type-specific,facilities and infrastructure)such as, without limitation, buildings,shopping centres,entertainment centres, factories, warehouses, and other kinds of real property and improvements thereof(whether owned or leased); (3)purchase,acquire own, hold, sell, assign,transfer, mortgage, pledge, exchange, or otherwise dispose of real estate-related assets,securities and other forms of investments(including bonds); (4)receive,collect, and undertake any other business or activity which is not prohibited under any law for the time being in force in Brunei Darussalam with full rights,powers and privileges without restriction and such other powers,acts,activities and transactions as may be deemed necessary,convenient, or incidental		100	Merger of companies not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Huaxia Peacock City Real Estate Development Co., Ltd	Anyang City, Henan Province	Room 301, 3rd Floor, Investment Promotion Center, Zhongyuan Home Industrial Park, Yuxun Town	Real estate development and management, real estate leasing operations		100	Merger of enterprises under common control	Yes
Huzhou Henan Yuyang Real Estate Development Co., Ltd	Huzhou City, Zhejiang Province	2nd Floor, City Exhibition Hall, No. 601 Zhongyang Road, Yuxun Town	Real estate development, commercial housing sales; industrial plant development and operation; own house leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Henan Yutai Real Estate Development Co., Ltd	Xinxiang City, Henan Province	Room 301, 3rd Floor, Investment Promotion Center, Zhongyuan Home Industry Park	Real estate development and management; real estate leasing operations		100	Merger of enterprises under common control	Yes
Deqing Yurong Real Estate Development Co., Ltd	Huzhou City, Zhejiang Province	Leidun Town New Street	Real estate development and operation; own house leasing.		100	Merger of enterprises under common control	Yes
Fengyang Peacock City Real Estate Development Co., Ltd.	Hefei City, Anhui Province	Room 301, No. 24, Food Street, Baitou Community, Shop Town	Real estate development; building sales; industrial plant development and operation; own house rental services and power services		100	Merger of enterprises under common control	Yes
Shucheng Yujing Real Estate Development Co., Ltd.	Lu'an City, Anhui Province	Hangyong Town Economic Development Zone	Real estate development; building sales; industrial plant development and operation; own house leasing services		100	Merger of enterprises under common control	Yes
Shucheng Yutai Real Estate Development Co., Ltd.	Lu'an City, Anhui Province	Yingbin Avenue, Hangyong Town	Real estate development; building sales; industrial plant development and operation; own house leasing services		100	Merger of enterprises under common control	Yes
Shucheng Yulong Real Estate Development Co., Ltd.	Lu'an City, Anhui Province	Yingbin Avenue, Hangyong Town	Real estate development; building sales; industrial plant development and operation; own house leasing		100	Merger of enterprises under common control	Yes
Nanjing Tuchen Real Estate Development Co., Ltd.	Nanjing, Jiangsu Province	Room 611, No. 66 Ranging Road, Economic and Technological Development Zone	Real estate development and sales; business management consulting; housing rental services; construction engineering; decoration engineering construction (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
CFLD Industry New City (Yangyang) Co., Ltd	Xunyang City, Shaanxi Province	Sanqu Town People's Government	Land consolidation services; infrastructure services, public facilities construction, industrial development services, planning and design services; property management services, public project maintenance and utility services; municipal road construction-construction services		100	Merger of enterprises under common control	Yes
Zhongzhi Yutai Real Estate Development Co., Ltd.	Xiuchang City, Hunan Province	Shangzhuang Village, Fenghu Town	Real estate development and sales, own house leasing (involving the license business project, it should be approved by the relevant department before it can be operated.) (Projects subject to approval according to law can be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Suzhou Angyu Weisheng Real Estate Development Co., Ltd.	Langlang City, Hebei Province	Emerging industry demonstration zone	Real estate development and sales; own house leasing (projects subject to approval according to law, can be carried out after approval by relevant departments).		51	Merger of enterprises under common control	Yes
CFLD (Feidong) Industrial Port Construction Co., Ltd.	Hefei City, Anhui Province	Shop Town, Meilan Community Food Street, Building 24, Building 101	Industrial park and project construction, development, leasing, sales, investment management, consulting services, park management, management, exhibition services		100	Merger of enterprises under common control	Yes
Nanjing Dinghitong Automobile Manufacturing Industrial Park Co., Ltd	Nanjing, Jiangsu Province	4th Floor, Science and Technology Innovation Center, Lishui Industrial Economic Development Zone	Development and operation of automobile manufacturing industry park, investment and management of automobile manufacturing industry project, technology business incubation service, real estate development, sales and leasing.		100	Merger of enterprises under common control	Yes
Haoxia Happiness Nanjing Lishui Industry Port Investment Co., Ltd	Nanjing, Jiangsu Province	4th Floor, Science and Technology Innovation Center, Lishui Industry, Economic Development Zone	Construction, development, leasing, and sales of industrial ports and self-built projects, investment, management consulting, service, and exhibition services for port projects.		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Handan Yurong Real Estate Development Co., Ltd.	Handan City, Hebei Province	19th Floor, New Century Supreme Building, 39 North China Street	Real estate development and management		51	Merger of enterprises under common control	Yes
Meishan Yuda Real Estate Development Co., Ltd	Meishan City, Sichuan Province	141 Pengi Street (Chengmei Petrochemical Park)	Real estate development and operation; housing leasing (projects subject to approval according to law, can be carried out after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Meishan Yurong Real Estate Development Co., Ltd	Meishan City, Sichuan Province	141 Peng I Street (Chengmei Petrochemical Park)	Real estate development and operation, housing leasing (projects subject to approval according to law, can be carried out after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Wuzhi Yurong Real Estate Development Co., Ltd	Jiaozuo City, Henan Province	Room A218, 2nd Floor, City Planning Exhibition Hall, East Section of North Section of Yuhua Avenue, Binzhong Business District	Real estate development and sales, own home sales		100	Merger of enterprises under common control	Yes
Wuzhi Yuyuan Real Estate Development Co., Ltd	Jiaozuo City, Henan Province	The second floor of the Urban Planning Exhibition Hall on the east side of the northern section of the Huahua Avenue in the characteristic commercial district	Real estate development and sales, own house leasing		60	Merger of enterprises under common control	Yes
Pujiang County Yusheng Real Estate Development Co., Ltd.	Chengdu, Sichuan Province	3rd Floor, Building 1, 88 Yinghan Avenue, Shuijin Town	Real estate development and operation; own house leasing (Projects subject to approval according to law may be subject to business activities after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Pujiang County Yurong Real Estate Development Co., Ltd.	Chengdu, Sichuan Province	3rd Floor, Building 1, 88 Yinghan Avenue, Shuijin Town	Real estate development and operation; own house leasing. (Projects subject to approval according to law may be subject to business activities after approval by relevant departments).		100	Merger of enterprises under common control	Yes
CELD Industry New City (Hangzhou) Co., Ltd.	Hangzhou, Zhejiang	Weigang Village, Xiaoshan Town	Park infrastructure construction and management, and consolidated services; park industry services; investment agency services		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Jiaxing Yucheng Real Estate Development Co., Ltd.	Jiaxing City, Zhejiang Province	23rd Floor, Building 6, 181 Sunshine EastRoad, Jiaxing Street	Real estate development and operation; own house leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)		51	Merger of enterprises under common control	Yes
Chengge Yujing Real Estate Development Co., Ltd.	Xuchang City, Henan Province	Shuzhuang Village, Fuerlu Town	Real estate development and sales; own house leasing. (Involving the license business projects, it should be approved by the relevant department before it can be operated.) (Projects subject to approval according to law can be operated after approved by relevant departments)		100	Merger of enterprises under common control	Yes
Lai An Happiness Foundation Asset Management Co., Ltd.	Quzhou City, Anhui Province	West of Zhejiang Road, south of Nubin South Road, Kecheng Economic Development Zone	Asset management; project investment and investment management (non-financial); investment consulting; economic information services; management consulting; hotel management services; leasing services; accommodation, catering services; swimming venue business services; laundry, fitness, conference services; Public parking services; organization of cultural and artistic exchange activities; food, books, periodicals, daily necessities, arts and crafts, cigarette retail, booking services; housing leasing; transportation. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage [%]		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Qianxiang Hui Autonomous County Yutai Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Shaohu Village	Real estate development, building sales, industrial park development and operation (operating with qualification certificate); own house leasing; land consolidation; investment agency service. (Projects subject to approval according to law may be operated after approval by relevant departments) (business premises are valid until February 8, 2019)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Zhuhaiqing Yuhuiwan Real Estate Development Co., Ltd.	Zhengzhou City, Henan Province	2nd Floor, Office Building, Weizhuang Village, East Side of Zhengdi Road, Longhu Town, North of Zhuoyang Road	Real estate development and sales. Housing leasing. Housing construction, municipal engineering, landscaping, earth and stone, road, water conservancy and hydropower, bridges, tunnels, heat plants, wiring and equipment, pipelines, other civil engineering construction; land consolidation, urban and rural planning services, housing land acquisition agency, planning and creativity service, conference and exhibition service, business management consulting service; industrial town infrastructure construction and management, land consolidation services, town industry services. Investment agency services Enterprise management consulting, corporate marketing planning, hotel management, parking management, property management. Development and operation of industrial parks, development and management of industrial park projects; incubation of technology enterprises; real estate development, sales and leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	No

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Wuhan Dingsi Industrial Park Development Co., Ltd.	Wuhan, Hubei	Shuangku Street	Real estate development; Land sales; housing leasing; Housing construction; municipal engineering; landscaping; earth and stone; roads; water conservancy and hydropower; bridges; tunnels; river ports; wiring and equipment; pipelines; other civil engineering construction; land consolidation; urban and rural planning services; housing land acquisition agency; planning and creativity Service; conference and exhibition services; business management consulting services; industrial town infrastructure construction and management; pre-consolidation services; town industry services; investment agency services; Enterprise management consulting; corporate marketing planning; hotel management; parking management; property management; Development and operation of industrial parks; development and management of industrial park projects; incubation of technology enterprises; real estate development; sales and leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Nanjing Xinlian District Heating Happiness Industrial Town Investment Co., Ltd.	Nanjing, Jiangsu Province	4th Floor, Science and Technology Innovation Center, Lishui Industry	Real estate development and sales, housing leasing; Heating construction, municipal engineering, landscaping, wells and ducts, roads, water conservancy and hydropower, bridges, tunnels, river ports, wiring and equipment, pipelines, other civil engineering construction; land consolidation, urban and rural planning services; housing land acquisition agency, planning and design; Service, conference and exhibition services; business management consulting services; Industrial town infrastructure construction and management, land consolidation services; Other industry services; investment agency services; Enterprise management consulting, corporate marketing planning; hotel management; parking management; property management; Development and operation of industrial parks, development and management of industrial park projects, incubation of technology enterprises; real estate development, sales and leasing; (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Shanghai Minmetals Enterprise Management Co., Ltd.	Shanghai Municipality	Intb Road, Lane 99, 1998	Real estate development and sales, housing leasing, Housing construction, municipal engineering, landscaping, earth and stone, roads, water conservancy and hydropower, bridges, tunnels, river ports, wiring and equipment, pipelines, other building engineering construction; land consolidation, urban and rural planning services, housing land acquisition agency, planning and property service, conference and exhibition services, business management consulting services, industrial town infrastructure construction and management, land consolidation services, loan industry services, investment agency services, enterprise management consulting, database marketing planning, hotel management, parking management, property management, Development and operation of industrial parks, development and management of industrial park projects, incubation of technology enterprises, real estate development, sales and leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Pujiang County Qingchizhang Industrial Park Construction Co., Ltd.	Chengdu, Sichuan Province	1-4F, Building 1, 8A Yingbin Avenue, Shoutan Town	Real estate development and sales, housing leasing, Housing construction, municipal engineering, landscaping, earth and stone, roads, water conservancy and hydropower, bridges, tunnels, steel parts, wiring and equipment, pipelines, other civil engineering construction; land consolidation, urban and rural planning services, housing land acquisition agency, planning and creativity service, conference and exhibition services, business management consulting services Industrial town infrastructure construction and management, land consolidation services, town industry service, investment agency service Enterprise management consulting, corporate marketing planning, hotel management, parking management, property management. Development and operation of industrial parks; development and management of industrial park projects; incubation of technology enterprises; real estate development, sales and leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Renhuai Yujing Real Estate Development Co., Ltd.	Jiaxing City, Zhejiang Province	Room 302, Building 1, No.575 Hushan Avenue, Deyun Town	Real estate development and operation, own house leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Jiangmen Yude Education Investment Co., Ltd.	Jiangmen City, Guangdong Province	Room 106-109, First Floor, No. 168, Dongpi Road, Waihai Street	Investment in education industry. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Anyu Yulongwan Real Estate Development Co., Ltd.	Xianning City, Hubei Province	Cangwuling Village, Panjiawan Town	Real estate development; commercial housing sales; housing rental services. (Involving the license business project, it should be approved by the relevant department before it can be operated)		100	Merger of enterprises under common control	Yes
Anyu Anye Real Estate Development Co., Ltd.	Xianning City, Hubei Province	Cangwuling Village, Panjiawan Town	Real estate development; commercial housing sales; housing rental services. (Involving the license business project, it should be approved by the relevant department before it can be operated)		100	Merger of enterprises under common control	Yes
Anyu Yulongwan Real Estate Development Co., Ltd.	Xianning City, Hubei Province	Cangwuling Village, Panjiawan Town	Real estate development; commercial housing sales; housing rental services. (Involving the license business project, it should be approved by the relevant department before it can be operated)		100	Merger of enterprises under common control	Yes
Beijing Yulongwan Real Estate Development Co., Ltd.	Beijing Municipal District	20 meters north of Caijiakou Village Committee, Changping Town	Real estate development; sales of commercial housing		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Huzhou Wanyun Qingyu Technology Development Co., Ltd.	Huzhou City, Zhejiang Province	2nd Floor, City Exhibition Hall, No 601 Xiangjiang Road, Wanyun Town	Research and development, manufacturing and sales of intelligent automation equipment and accessories, automotive engineering technology consulting services and related software development, research and development, design, manufacture, processing, maintenance and sales of automotive intelligent manufacturing equipment, accessories and molds; warehousing (excluding hazardous chemicals) Services, wholesale and retail of steel and daily necessities		100	Merger of enterprises under common control	Yes
Huzhou Wanyun Yuhe Real Estate Development Co., Ltd.	Huzhou City, Zhejiang Province	2nd Floor, City Exhibition Hall, No 601 Xiangjiang Road, Wanyun Town	Real estate development and operation, own house leasing		100	Merger of enterprises under common control	Yes
CFLD Industry New City (Lu'an Area) Co., Ltd.	Lu'an City, Anhui Province	No. 66, Yucheng East Road, Thirty Township (Concentration Demonstration Park Management Committee)	Park infrastructure construction and management, land consolidation services, park industry services, investment agency services (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Wushi Yuhe Real Estate Development Co., Ltd	Hebi City, Henan Province	Room 203, 2nd Floor, City Exhibition Hall, East Section of North Section of Yuhua Avenue, Wushi County	Real estate development and sales, housing leasing		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation prepared or not
				Direct	Indirect		
Wuhan Dongshan District CFLD Industry Town Development Co., Ltd	Wuhan, Hubei	Workshop Village Urban Industrial Park 291-455	infrastructure construction and management, planning management, engineering survey and design of the park, including planning projects should be approved by relevant departments); land consolidation services; park industry services; investment agency services; enterprise management consulting (projects subject to approval according to law, After the relevant departments approve and release, they can carry out business activities)		100	Merger of enterprises under common control	Yes
Handan Yujing Real Estate Development Co Ltd	Handan City, Hebei Province	19th Floor, New Century Sunshine Building, 29 Hope Chang Street	Real estate development and management		100	Merger of enterprises under common control	Yes
CFLD Investment New City Asset Co., Ltd	Zhengzhou City, Henan Province	Group 8 of Yuanzhuang Village Yuanzhuang Township	Park infrastructure construction and management, land consolidation, park industry services, investment agency services		100	Merger of enterprises under common control	Yes
Quzhou Peacock City Real Estate Development Co., Ltd	Quzhou City, Hebei Province	No. 43-2 Nanyang West Road, Town Tower Office	Real estate development and management, housing leasing		100	Merger of enterprises under common control	Yes
Nanyang Yurong Real Estate Development Co., Ltd	Nanyang, Hunan Province	No. 66, Shihuyu North Road, Town Town	Real estate development and sales; business management consulting services; industrial plant construction; housing leasing services (Projects subject to approval according to law may be operated after approval by relevant departments)		40	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Nanjing Yuhua Real Estate Development Co., Ltd.	Nanjing, Jiangsu Province	No. 68-16, Shizhu North Road, Yuhua Town	Real estate development and sales; business management consulting services; industrial plant construction; housing leasing services; construction and decoration engineering construction. (Projects subject to approval according to law may be operated after approval by relevant departments)		60	Merger of enterprises under common control	Yes
Meishan Dingcheng Industrial Park Construction Development Co., Ltd	Meishan City, Sichuan Province	The second group of Yangmiao Village, Yihe Town (Chengmen Petrochemical Park)	Industrial park construction development and operation, industrial park project development and management; industrial park infrastructure construction and management, enterprise management consulting; commercial investment agency services; housing construction project construction, house demolition.		100	Merger of enterprises under common control	Yes
Lai An Yuehan Real Estate Development Co., Ltd	Quzhou City, Anhui Province	No. 8 Gansan Road, Luqiao Economic Development Zone	Real estate development and sales, own house leasing		100	Merger of enterprises under common control	Yes
Lai An Yuda Real Estate Development Co., Ltd.	Quzhou City, Anhui Province	No. 8 Gansan Road, Luqiao Economic Development Zone	Real estate development and sales, own house leasing		100	Merger of enterprises under common control	Yes
Lai An Yu Sheng Real Estate Development Co., Ltd	Quzhou City, Anhui Province	No. 8 Gansan Road, Luqiao Economic Development Zone	Real estate development and sales, own house leasing		100	Merger of enterprises under common control	Yes
Tuanlong Baocheng Real Estate Development Co., Ltd	Huanggang City, Hubei Province	Garden Shop Village Committee Office Building, 2nd Floor	Real estate development and sales, industrial park development and operation; own house leasing (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Huzhou Nanxun Yufeng Real Estate Development Co., Ltd.	Huzhou City, Zhejiang Province	2nd Floor, City Exhibition Hall, No 601 Xiangyang Road, Nanxun Town	Real estate development; commercial housing sales; industrial plant development and operation; own house leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
VHIC Investment 42 Pte Ltd	Singapore	Singapore	Project investment and investment management; investment consulting		100	Merger of enterprises under common control	Yes
VHIC Investment 43 Pte Ltd	Singapore	Singapore	Project investment and investment management; investment consulting		100	Merger of enterprises under common control	Yes
New Industry Park 44 PTE. LTD	Singapore	Singapore	Project investment and investment management; investment consulting		100	Merger of enterprises under common control	Yes
New Industry Park 45 PTE. LTD	Singapore	Singapore	Project investment and investment management; investment consulting		100	Merger of enterprises under common control	Yes
CFLD Investment 46 Pte. Ltd	Singapore	Singapore	Project investment and investment management; investment consulting		100	Merger of enterprises under common control	Yes
Investment 47 Pte. Ltd	Singapore	Singapore	Project investment and investment management; investment consulting		100	Merger of enterprises under common control	Yes
Vietnam New Industry City Infrastructure Development Co.Ltd	Vietnam	Vietnam	Project construction; project management consulting, engineering cost management consulting; engineering design consulting; project implementation supervision consulting; and real estate consulting services, real estate management services		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Nanjing Dinghong Park Construction Development Co., Ltd	Jiangning District, Nanjing City, Jiangsu Province	No. 7 Puzu Road, Hushu Street	Park infrastructure construction and management, R&D consultation services; park industry investment services and management. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Gu'an Huasheng Real Estate Development Co., Ltd.	Gu'an County, Langfang, Hebei	Emerging Industry Demonstration Park	Real estate development		100	Merger of enterprises under common control	Yes
CFLD (Foshan) Industrial New City Development Co., Ltd	Foshan City, Guangdong Province	Room 3201, 32/F, Floor, Xingye Building, 83 Wencheng Road, Haicheng Street, Nanhai District (declaration of residence)	Land resource development, urbanization and management, infrastructure construction, public facilities construction, urban planning and design, property leasing, property management, building and municipal road cleaning services, enterprise management consulting services, technology development services, trade consulting services, technology business incubation Management services, conference and exhibition services. (Projects subject to approval according to law may be operated after approval by relevant departments; industrial park foundation, public facilities construction; land consolidation activities, enterprise management consulting services; enterprise investment agency services. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
CFLD (Guangdong Renshou) Industrial New City Development Co., Ltd.	Renhuangdao District, Hebei Province	No. 225 Haixing Road, Renshou District	Real estate development and operation, and own house leasing (projects subject to approval according to law may be approved by relevant departments before carrying out business activities)		100	Merger of enterprises under common control	Yes
Jiashan Yuquan Real Estate Development Co., Ltd.	Jiashan County, Jiaxing City, Zhejiang Province	Room 404, No 168, Juan Road, Huimin Street			100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Jiashan Yuding Real Estate Development Co., Ltd.	Jiashan County, Jiaxing City, Zhejiang Province	Room 2101, No. 181, Sanlihlan East Road, Luxiang Street	Real estate development and operation, and own house leasing (projects subject to approval according to law may be approved by relevant departments before carrying out business activities)		100	Merger of enterprises under common control	Yes
CFLD Industry New City (Xiegan) Co., Ltd.	Xiegan District, Xiegan City, Hebei Province	Zhuzhai Town Tuanjie Second Village	Park operation and maintenance services, own house leasing, park infrastructure construction and management, investment agency, enterprise management consulting, park industry services, land consolidation. (Involving the license business project, it should be approved by the relevant department before it can be operated)		100	Merger of enterprises under common control	Yes
CFLD Industry New City (Xingtang) Development Co., Ltd.	Xingtang County, Shijiazhuang City, Hebei Province	45 Chaoyang Road	Park infrastructure construction and management, park management, park industry services; investment agency, land consolidation services; business management consulting; leasing; pipe network construction, leasing; municipal property management; sewage treatment; (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Xiangtan Peacock City Real Estate Development Co., Ltd.	Yuhu District, Xiangtan City, Hunan Province	The third floor at the back building in the courtyard of the Yuhu Industrial Concentration Zone, Hejiaj Town	Real estate development and operation; real estate leasing business (projects subject to approval according to law, can be carried out after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Changfeng Peacock City Real Estate Development Co., Ltd.	Feidong County, Hefei City, Anhui Province	1st and 2nd floor, spare parts workshop, Haowei Enterprise Venture Base, Xiyang Town	Real estate development; building sales; industrial plant development and operation; own house leasing		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Hangzhou Yuelai Left Bank Culture Development Co., Ltd	Jiashan County, Jiaxing City, Zhejiang Province	Building 10, Binjiang Yuan, No. 99 Yuanhui Road, Qiaxin Town	Planning and organization of cultural and artistic exchange activities; cultural and artistic performances; exhibition and exhibition services; conference services; graphic design and production; design, production, agency, and publication of various domestic advertisements; arts and crafts; publicity materials; books, toys, culture and education sales of supplies; daily necessities, clothing; textiles, catering services (Projects subject to approval according to law, approved by relevant departments before they can carry out business activities) (subject to industrial and commercial approval) Real estate development; commercial housing sales; decoration and construction work; Park integrated new public facilities construction and operation; park industry services; investment agency services; enterprise management consulting; planning and design consulting; land consolidation; urban; Advertising; testing; pipe network construction and testing; construction and operation of water supply plants and heat source plants in the park; Management; property management; sewage treatment; road management (projects subject to approval according to law can be carried out after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Wuhan Yuexin Real Estate Development Co., Ltd	Xinzhou District, Wuhan City, Hubei Province	95 Minghou Street, Yucheng Street	Planning and organization of cultural and artistic exchange activities, cultural and artistic performances, exhibition and exhibition services, conference services; graphic design and production, design, production, agency, and publication of various domestic advertisements, arts and crafts, publicity materials, books, toys, cultural and education Sales of supplies, daily necessities, clothing, needle textile; catering services (Projects subject to approval according to law, approved by relevant departments before they can carry out business activities) (subject to industrial and commercial approval) Real estate development, commercial housing sales, detailed and construction work Park infrastructure, public facilities construction and operation; park industry services, investment agency services; enterprise management consulting; planning and design consulting; land consolidation services; housing leasing; pipe network construction and leasing; construction and operation of water supply plants and heat source plants in the park, Management, property management; sewage treatment; river management (projects subject to approval according to law, can be carried out after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Included into consolidation scope or not
				Direct	Indirect		
CFLD (Yuanshi) Industrial New City Construction Development Co., Ltd	Yuanshi County, Shijiazhuang City, Hebei Province	395 Yuanshi Street, Ma Village Town	Planning and organization of cultural and artistic exchange activities, cultural and artistic performances, exhibition and exhibition services, conference services, graphic design and production; design, production, agency, and publication of various domestic advertisements; arts and crafts, publicity materials, books, toys, culture and education, sales of cut flowers, daily necessities, clothing, textile textiles; catering services (Projects subject to approval according to law, approved by relevant departments before they can carry out business activities) (subject to industrial and commercial approval) Real estate development; commercial housing sales; decoration and construction work; Park infrastructure, public facilities construction and operation; park industry services; investment agency services; enterprise management consulting, planning and design consulting, land remediation services; housing leasing; pipe network construction and leasing; construction and operation of water supply plants and heat source plants in the park; Management of property management, sewage treatment; water management (projects subject to approval according to law, can be carried out after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
CFLD Industry New City (Shaoxing Keqiao) Development Co., Ltd	Keqiao District, Shaoxing City, Zhejiang Province	Room 611, 6th Floor, Hongzheng Building, Fuquan Street	Infrastructure construction and management, land consolidation services, park industry services, and investment agency activities. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Wuhan Yulongyuan Real Estate Development Co., Ltd.	Xinzhou District, Wuhan City, Hubei Province	Room A, 1st Floor, No. 1 Shuangqiu Street	Real estate development, commercial housing sales, decoration and renovation project construction		100	Merger of enterprises under common control	Yes
Huzhou Nanxun Yulong Real Estate Development Co., Ltd.	Nanxun District, Huzhou City, Zhejiang Province	2nd Floor, City Exhibition Hall, No. 603 Xiangyang Road, Nanxun Town	Real estate development, commercial housing sales, industrial plant development and operation; own house leasing. (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
CFLD Industry New City (Guiyang Qingzhen) Co., Ltd	Qingzhen, Guiyang City, Guizhou Province	Beside the Qingzhen Road, Liyutang Village, Benhua New Town	The company's business scope: park infrastructure construction and management; land consolidation; park industry services; investment agency services; business management consulting; own plant construction and leasing; own site leasing; sewage treatment; housing leasing;		100	Merger of enterprises under common control	Yes
Jiashan Aonai Kindergarten Co., Ltd	Jiashan County, Jiaxing City, Zhejiang Province	No. 488, Shisheng Road, Luxiang Street	Pre-school education (projects subject to approval according to law, can be carried out after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Xinzheng Yucheng Yuan Real Estate Development Co., Ltd	Guodian Town, Xinzheng City, Henan Province	5th Floor, Community Office Building, Guodian Town, Xinzheng City	Real estate development and sales, own house leasing. (Involving the special business project, it should be approved by the relevant department before it can be operated)		100	Merger of enterprises under common control	Yes
Qinhuangdao Yuda Real Estate Development Co., Ltd.	Beidaihe District, Qinhuangdao City, Hebei Province	West side of Benhai New Road, Chuyangtou District, Beidaihe New Area, north of Chuyang Road, south side of Wanbo Street	Real estate development and sales; housing leasing;		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Qinhuangdao Yuejing Real Estate Development Co., Ltd.	Beidaihe District, Qinhuangdao City, Hebei Province	Chiyang Dou District, Beidaihe New District, west of Binhai Avenue Road, north of Chiyang Road, south of Wenbo Street	Real estate development and sales, housing leasing		100	Merger of enterprises under common control	Yes
CFLD (Shenzhen) Operation Management Co., Ltd.	Nanshan District, Shenzhen City, Guangdong Province	301, Aerospace Micromotor Building, Langshan No. 2 Road, North Zone, Songpingshan Community, 6th Street	Enterprise management consulting, property management, investment and development of industry		100	Merger of enterprises under common control	Yes
Yunzhishuo (Gu'an) Enterprise Management Co., Ltd.	Gu'an County, Langfang City, Hebei Province	Room 306, Building 44, Satellite Invigoration Industrial Park, Emerging Industry Demonstration Zone (North of Science and Technology Avenue, West of Planning Road)	Enterprise management consulting (projects subject to approval according to law, can be carried out after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Yunzhishuo (Haikou) Enterprise Management Co., Ltd.	Longhua District, Haikou City, Hainan Province	1001 Block C, Regal Garden, 16 Yunhe Road	Enterprise Management Consulting (excluding financial investment and asset management)		100	Merger of enterprises under common control	Yes
CFLD Industry New City (Huidong) Co., Ltd.	Huidong County, Huizhou City, Guangdong Province	Huidong County Industrial Transfer Industrial Park	Park infrastructure construction and management, land consolidation services, park industry services; investment agency activities (Projects subject to approval according to law may be operated after approval by relevant departments.)		100	Merger of enterprises under common control	Yes
Jiashan Yuye Real Estate Development Co., Ltd.	Jiashan County, Jiaxing City, Zhejiang Province	2nd Floor, 2181, 2185, Chenan Road, Luosong Street	Real estate development and operation, own house leasing (projects subject to approval according to law, subject to approval by relevant departments before carrying out business activities)		100	Merger of enterprises under common control	Yes
Jiashan Yuxun Real Estate Development Co., Ltd.	Jiashan County, Jiaxing City, Zhejiang Province	1st Floor, 2183, 2185, Chenan Road, Luosong Street	Real estate development and operation, own house leasing (projects subject to approval according to law, subject to approval by relevant departments before carrying out business activities)		100	Merger of enterprises under common control	Yes
Deqing Yuhuan Real Estate Development Co., Ltd.	Deqing County, Huzhou City, Zhejiang Province	45 New Street, Leyuan Town	Real estate development and operation, own house leasing		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Deqing Yuda Real Estate Development Co., Ltd.	Deqing County, Huzhou City, Zhejiang Province	45 New Street, Lenban Town	Real estate development and operation; own house leasing.		100	Merger of enterprises under common control	Yes
CFLD Industry New City (Guiyang Xiuwen) Co., Ltd.	Xiuwen County, Guiyang City, Guizhou Province	Cuigang Road, Zhaluo Town (5th Floor, Management Committee of Xiuwen County Economic Development Zone, Guizhou Province)	Laws, regulations, and decisions of the State Council stipulate that no business may be prohibited; laws, regulations, and decisions of the State Council shall permit (approval), and may be operated with the approval (approval) documents upon approval by the administration and approval authority; laws, regulations, and decisions of the State Council require no permission (approval)), the market entity chooses to operate independently. Park infrastructure construction and management; land consolidation services, park industry services; investment agency services		100	Merger of enterprises under common control	Yes
Huaibei Yuxuan Real Estate Development Co., Ltd.	Huaibei County, Zhangjiakou City, Hebei Province	Room 008, 8th Floor, Block 01, Wanyue Plaza, Shecheng Town	Real estate development, commercial housing sales (according to qualifications), free house leasing		100	Merger of enterprises under common control	Yes
Huaibei Yuzheng Real Estate Development Co., Ltd.	Huaibei County, Zhangjiakou City, Hebei Province	Room 005, 8th Floor, Block 01, Wanyue Plaza, Shecheng Town	Real estate development, commercial housing sales (according to qualifications), own house leasing		100	Merger of enterprises under common control	Yes
CFLD Industry New City (Xi'an Lintong) Development Co., Ltd.	Lintong District, Xi'an City, Shaanxi Province	Qin Wang Yi Lu North Management Committee	Land consolidation services, infrastructure services, public facilities construction; park industry development services; planning and design services; property management services, public project maintenance, municipal road construction		100	Merger of enterprises under common control	Yes
Shucheng Yuxun Real Estate Development Co., Ltd.	Shucheng County, Lu'an City, Anhui Province	Yingbin Avenue, Hengpeng Town	Real estate development, building sales, industrial plant development and operation, own house leasing services		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Shucheng Yude Real Estate Development Co., Ltd.	Shucheng County, Lu'an City, Anhui Province	Yinghua Avenue, Hongyang Town	Real estate development, building sales, industrial plant development and operation, own house leasing services		100	Merger of enterprises under common control	Yes
Datong Hui Autonomous County Yurun Real Estate Development Co., Ltd	Datong Hui Autonomous County, Langfang City, Hebei Province	200 Jiang Tan South Road	Real estate development and sales, industrial plant development and operation (operating with qualification certificate), own house leasing (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes
Shaoxing Yuda Real Estate Development Co., Ltd.	Keqiao District, Shaoxing City, Zhejiang Province	Room 630, 6th Floor, Hongsheng Building, Fuqiao Street	Real estate development, building sales, industrial plant development and operation; housing leasing		100	Merger of enterprises under common control	Yes
PT. Aqua Global Property Management	Indonesia	Aqua by Tower, Lantai 42, SOHO Lot. 9, Jl. Jend. Sudirman Kav. 52-53, Kelurahan Senayan, Kecamatan Kebayoran Baru, Kota Adm Jakarta Selatan, Provinsi Dk. Jakarta, Indonesia 12190	1. Management activities of real estate and its ancillary facilities, including land leases, management activities for residential buildings, non-domestic residential buildings such as industrial land, office buildings, commercial areas, shopping malls and multi-purpose buildings 2. industrial real estate and its ancillary facilities Management activities, including land leasing, maintenance and operations.		100	Merger of enterprises under common control	Yes
SeaCity International Holdings Limited	Cayman	P.O. Box 31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands	All commercial activities are prohibited by Cayman law		100	Merger of enterprises under common control	Yes
Langfang Fenglinghui Decoration Engineering Co., Ltd.	Datong Hui Autonomous County, Hebei Province	200 Jiang Tan South Road	Design, planning and interior decoration, building materials (without sand and gravel), decorative materials, daily necessities, household appliances, furniture sales, garden greening (Projects subject to approval according to law may be operated after approval by relevant departments)		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Gu'an Peacock County Real Estate Development Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development		100	Merger of enterprises under common control	Yes
Gu'an Peacock Palace Real Estate Development Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development		100	Merger of enterprises under common control	Yes
Gu'an Hot Spring Peacock City Real Estate Development Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development		100	Merger of enterprises under common control	Yes
Dacheng Peacock Palace Real Estate Development Co., Ltd	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development		100	Merger of enterprises under common control	Yes
Dacheng Peacock Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development		100	Merger of enterprises under common control	Yes
Dacheng Peacock County Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Real estate development		100	Merger of enterprises under common control	Yes
Langfang Peacock City Real Estate Development Co., Ltd	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development		100	Merger of enterprises under common control	Yes
Peacock City Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Building materials sales		100	Merger of enterprises under common control	Yes
Huaheng Industry (Langfang) Enterprise Management Co., Ltd	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Business management consulting		100	Merger of enterprises under common control	Yes
CHINA FORTUNE (HONG KONG) SPORTS INDUSTRY DEVELOPMENT CO., LIMITED	China Hong Kong	China Hong Kong			100	Merger of enterprises under common control	Yes
GLOBAL INDUSTRIAL INVESTMENT LIMITED	China Hong Kong	China Hong Kong	Investment		100	Merger of enterprises under common control	Yes
CFLD(US)Investor Services, Inc	United States	United States	Domestic management		100	Merger of enterprises under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Fortune Jiye Property Management Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Industry investment and property management		100	Merger of enterprises under common control	Yes
Jufeng Jiye Investment Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Industry park investment and management		100	Merger of enterprises under common control	Yes
Dacheng Hui Autonomous County Hongrun Commerce & Trade Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Dacheng Hui Autonomous County, Hebei Province	Commerce & trade		100	Merger of enterprises not under common control	Yes
Luanpeng Ruixiang Investment Development Co., Ltd.	Luanpeng County, Hebei Province	Luanpeng County, Hebei Province	Park investment development and management		100	Merger of enterprises not under common control	Yes
Chengli Ruixiang Investment Development Co., Ltd.	Chengli County, Hebei Province	Chengli County, Hebei Province	Park investment development and management		100	Merger of enterprises not under common control	Yes
Langfang Xiaoxiang Jiye Investment Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Park investment development and management		100	Merger of enterprises not under common control	Yes
Langfang City Yuntianlou Real Estate Development Co., Ltd	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation		100	Merger of enterprises not under common control	Yes
Beijing Fengtaijun Real Estate Development Co., Ltd.	Fengtai District, Beijing	Fengtai District, Beijing	Real estate development, selling and operation		100	Merger of enterprises not under common control	Yes
Dacheng Peacock City Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Langfang Tiany Real Estate Development Co., Ltd	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation		100	Merger of enterprises not under common control	Yes
Xianghe Hepsin Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Langfang City Shengbin Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Dachang Hui Autonomous County Yuchang Real Estate Development Co., Ltd	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Xianghe Jingsheng Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development and operation		90	Merger of enterprises not under common control	Yes
Xianghe County Shengquang Real Estate Development Co., Ltd	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development and operation		100	Merger of enterprises not under common control	Yes
Hebei CFLD Football Club Co., Ltd.	Shijiazhuang, Hebei Province	Shijiazhuang, Hebei Province	Sports industry development		100	Merger of enterprises not under common control	Yes
Baoding Qingfu Real Estate Development Co., Ltd.	Baoding City, Hebei Province	Baoding City, Hebei Province	Real estate development		100	Merger of enterprises not under common control	Yes
Gu'an County Xindu Hot Spring Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Hot spring tourism development		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Hebei Jinhui Real Estate Development Co., Ltd	Dacheng Hui Autonomous County, Langfang City, Hebei Province	Dacheng Hui Autonomous County, Langfang City, Hebei Province	Real estate development, building selling		100	Merger of enterprises not under common control	Yes
Beijing Fengtai Xinyuan Technology Co., Ltd.	Fengtai, Beijing	Fengtai, Beijing	Real estate development, selling and operation		49	Merger of enterprises not under common control	Yes
Yongqing County Ruixun Real Estate Development Co., Ltd	Yongqing County, Hebei Province	Yongqing County, Hebei Province	Real estate development and operation		100	Merger of enterprises not under common control	Yes
Langfang City Angrui Real Estate Development Co., Ltd.	Langfang City, Hebei Province	HB3 18, Commercial Block, No 5 Street, Guangyang District, Langfang City	Real estate development and selling; real estate project planning		100	Merger of enterprises not under common control	Yes
Dacheng Hui Autonomous County Shengji Hengyu Real Estate Development Co., Ltd.	Dacheng County, Hebei Province	Beghanan, Xiaolan Town, Dacheng County	Comprehensive development and selling of real estate, building decoration, selling of building materials, hardware and electrical equipment, property management		100	Merger of enterprises not under common control	Yes
Sanhe Xinyan Real Estate Development Co., Ltd.	Sanhe County, Hebei Province	Erbeihu, Huangtuzhuang Town, Sanhe City	Comprehensive development and operation of urban real estate, auxiliary construction of infrastructure		100	Merger of enterprises not under common control	Yes
Dacheng Hui Autonomous County Jiakang Real Estate Development Co., Ltd	Dacheng County, Langfang City, Hebei Province	East of Hualan Road and north of Highway Station, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Real estate development, commodity housing selling, real estate consulting, property management		100	Merger of enterprises not under common control	Yes
Gu'an County Chenhui Real Estate Development Co., Ltd	Gu'an County, Hebei Province	Gu'an County Industry Park	Real estate development		90	Merger of enterprises not under common control	Yes
Gu'an County Yuancheng Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development and selling		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Baohou City Yinhua Investment Co., Ltd	Baohou City, Hebei Province	Ruiyang Comprehensive Building, Guohu Road, Baohou Development Zone	Investment and consultancy on hot spring tourism, hotel and real estate projects		100	Merger of enterprises not under common control	Yes
Anhuo Kelong (Xianghe) Real Estate Development Co., Ltd	Xianghe County, Hebei Province	North of Zenhua Street and west of Yongxing Road (Huaxi Urban Planning Exhibition Center), Xianghe County	Real estate development and operation		100	Merger of enterprises not under common control	Yes
Yongqing County Shengbao Shangcheng Real Estate Development Co., Ltd	Yongqing County, Hebei Province	East of Langhe Road and south of Jinque Street, Yongqing County, Langfang City, Hebei Province	Real estate development and operation, indoor & outdoor decoration, selling of hardware, electrical materials and building materials		100	Merger of enterprises not under common control	Yes
Hebei Oucaicheng Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	West of Nanxiang Village, Duquan Township, Yongqing County	Real estate development and operation, real estate information consulting, selling of building materials		90	Merger of enterprises not under common control	Yes
Zhuozhou Zhiyuan Real Estate Development Co., Ltd	Zhuozhou City, Hebei Province	Dongchengliang Town, Zhuozhou City (Teaching Experiment Field of China Agricultural University)	Real estate development and leasing, property management		51.61	Merger of enterprises not under common control	Yes
Xianghe Luhua Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Langfang City, Hebei Province	Real estate development and operation		70	Merger of enterprises not under common control	Yes
Langfang Development Zone Hongyu Guangcong Real Estate Development Co., Ltd.	Langfang City, Hebei Province	South of Yanhua Road, Langfang City Economic and Technological Development Zone, Hebei Province	Real estate development		100	Merger of enterprises not under common control	Yes
Langfang Hongce Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Building 1, 0057-4 Qu, No.38 Huayuan Road, Langfang City Economic and Technological Zone, Hebei Province	Real estate development and operation		100	Merger of enterprises not under common control	Yes
Gu'an County Dinghui Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Gu'an Yongli Real Estate Development Co., Ltd	Langfang City, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Gu'an Yunhong Real Estate Development Co., Ltd.	Langfang City, Hebei Province	South Area, Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Langfang Zhihong Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development, operation		100	Merger of enterprises not under common control	Yes
Bazhou City Zhongruichen Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	Northwest of intersection of Yanshan Road and Chongjiang Road, Bazhou Development Zone, Langfang City, Hebei Province	Real estate development and operation		100	Merger of enterprises not under common control	Yes
Bazhou Qianhua Real Estate Development Co., Ltd	Bazhou City, Hebei Province	South of Gangu Road, Zhenyuan Development Zone, Shengfang, Bazhou, Langfang City, Hebei Province	Real estate development and selling		60	Merger of enterprises not under common control	Yes
Bazhou City Shicheng Real Estate Development Co., Ltd	Langfang City, Hebei Province	Northwest of intersection of Yanshan Road and Chongjiang Road, Bazhou, Langfang City, Hebei Province	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Langfang Jinglong Real Estate Development Co., Ltd	Yongqing County, Hebei Province	East of Langba Road and south of Jinque Street, Yongqing County, Langfang City, Hebei Province	Real estate development and operation		60	Merger of enterprises not under common control	Yes
Langfang Xieju Real Estate Development Co., Ltd	Yongqing County, Hebei Province	East of Langba Road and south of Jinque Street, Yongqing County, Langfang City, Hebei Province	Real estate development and selling		55	Merger of enterprises not under common control	Yes
Langfang Fengjing Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No.19 Baihe Road, Yongqing Industrial Zone, Langfang City, Hebei Province	Real estate development and operation		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated less consolidation scope or not
				Direct	Indirect		
Zhuozhou City Fenghua Real Estate Development Co., Ltd.	Baoding City, Hebei Province	Xuliying No.2 Village, Dayang Township, Zhuozhou City, Baoding, Hebei Province	Real estate development and operation		100	Merger of enterprises not under common control	Yes
Xianghe Longyu Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North of Xinhua Street and west of Yongqing Road (Huguo Urban Planning Exhibition Center), Xianghe County	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Xianghe Weiyuan Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North of Xinhua Street and west of Yongqing Road (Huguo Urban Planning Exhibition Center), Xianghe County	Real estate development and operation		51	Merger of enterprises not under common control	Yes
Langfang Jinye Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No.1 H109 (Village Hotel), Commercial Block, west of No.5 Street, New Century Walking Street, Langfang City, Hebei Province	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Beijing Yongji Hengye Real Estate Development Co., Ltd.	Beijing	Room 301, 3F, Building 5, No.99 Xingshikou Road, Haidian District, Beijing	Real estate development and selling		70	Merger of enterprises not under common control	Yes
Langfang Mingda Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No.10 Baihe Road, Yongqing Industrial Park	Real estate development and operation		90	Merger of enterprises not under common control	Yes
Bazhou Zhongsheng Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	South of Longjiangxu East Road, east of Taishan Road, Bazhou City	Real estate development, property management consulting, hotel management consulting		100	Merger of enterprises not under common control	Yes
Dacheng Hui Autonomous County Hengtong Real Estate Development Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	No.700, South Jiangtan Road, Dacheng Hui Autonomous County, Langfang City, Hebei Province	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Hebei Jingrui Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	No.519 Taishan Road, Bazhou Development Zone	Real estate development and selling		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Yongqing County Aoshun Socks Co., Ltd.	Yongqing County, Hebei Province	No.57 Yulin Street, Yongqing County	Production and selling of socks, cloth and clothing		100	Merger of enterprises not under common control	Yes
Dacheng National Arts and Crafts Industry Co., Ltd.	Dacheng Hui Autonomous County, Hebei Province	Chendu Village, Chenfu Township, Dacheng County	Processing, selling, import & export of related national arts and craft.		100	Merger of enterprises not under common control	Yes
Zhongtie Langfang Science Valley Co., Ltd.	Langfang City, Hebei Province	No.111 Qinggao Road, Langfang Development Zone	Level II land development as well as related infrastructure construction, operation and management for Science Valley Project		90	Merger of enterprises not under common control	Yes
Hebei Gantide Technology Development Co., Ltd.	Langfang City, Hebei Province	Science Valley, Langfang Development Zone	Development, consulting and service of communication technology; research and development of communication equipment, transmission equipment, exchange equipment and terminal equipment; selling of communication products, computer and accessories and electronic products; leasing of owned houses and facilities		100	Merger of enterprises not under common control	Yes
Baihou Huicheng Commerce & Trade Co., Ltd.	Langfang City, Hebei Province	Northwest of intersection of Yingshan Road and Changjiang Road, Baihou Development Zone, Langfang City, Hebei Province	Commerce & trade		100	Merger of enterprises not under common control	Yes
Shenzhen Partner Industry Service Co., Ltd.	Shenzhen, Guangdong Province	Room 1401, Block F, West Sea Bright Pearl Building, No.1 Taoyuan Road, Nanshan District, Shenzhen	Real estate brokering, real estate agency planning, real estate investment consulting, economic information consulting	60		Merger of enterprises not under common control	Yes
Shenzhen Partner Network Technology Co., Ltd.	Shenzhen, Guangdong Province	Room 1401, Block F, West Sea Bright Pearl Garden, south of West Taoyuan Road, Nanyou Avenue, Nanshan District, Shenzhen	Network technology development; advertising business; computer technology consulting, domestic trade; import & export business; information consulting		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Hebei Aofu Real Estate Development Co., Ltd	Langfang City, Hebei Province	1303, Qingguo Road 1134 Langfang City	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Langfang Dongwei Bioengineering Co., Ltd	Langfang City, Hebei Province	Huixiang Road, Langfang City	Production of a single feed, production and marketing of nitrogen, feed additive, grain acquisition and import and export of goods		100	Merger of enterprises not under common control	Yes
Langfang City Dayinlu Commerce & Trade Co., Ltd	Langfang City, Hebei Province	855, 58, Huixiang Road, Langfang City	Sales of building materials, decoration materials, steel, office supplies, Recycled fuel, brick and tile, leather products, ceramics, bedding, epic computing and networking technology services		100	Merger of enterprises not under common control	Yes
Langfang City Anci District Zhongxing Craft Products Co., Ltd	Langfang City, Hebei Province	Yangshuwu County, Langfang City Anci District	Crafts sales and crafts import and export		100	Merger of enterprises not under common control	Yes
Sanhe City Lihui Commerce & Trade Co., Ltd	Sanhe City, Hebei Province	Shuncheng Road Yanjiao District, Sanhe City	Sales of color steel, mechanical and electrical equipment, electrical materials, auto parts, hardware, office supplies and building materials		100	Merger of enterprises not under common control	Yes
Hebei Fuqiang Real Estate Development Co., Ltd	Langfang City, Hebei Province	200, Jianjian South Road, Dacheng Hui Autonomous County, Langfang City	Real estate development and operation		100	Merger of enterprises not under common control	Yes
Gu'an Donghan Real Estate Development Co., Ltd	Gu'an City, Hebei Province	Emerging Industry Demonstration Zone, Gu'an County	Real estate development, selling, property management and operation		51	Merger of enterprises not under common control	Yes
Baoding City Fanhe Real Estate Development Co., Ltd	Langfang City, Hebei Province	Peacock City 53, Baoding City	Real estate development and selling		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Zhoukou City Qi Real Estate Development Co., Ltd	Zhoukou City, Hebei Province	63-2 Huayang West Road, Zhoukou City	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Lixin County Xinghuguangtong Real Estate Development Co., Ltd	Lixin County, Anhui Province	Huangwei Road, Anhui Province	Real estate development and selling, management consulting		100	Merger of enterprises not under common control	Yes
Nanyang Fengthong Real Estate Development Co., Ltd	Nanyang, Jiangsu Province	Zijin Technology Innovation Center, Nanjing City	Real estate development and selling, management consulting		100	Merger of enterprises not under common control	Yes
Langfang Heyuanfeng Commerce & Trade Co., Ltd	Langfang City, Hebei Province	108, Sanhuan Road 88, Langfang City	Sales of metal materials, plastic and other industrial building materials, wood and electronic information construction		100	Merger of enterprises not under common control	Yes
Langfang Zhongzaihuanbo Eco-City Construction Co., Ltd	Langfang City, Hebei Province	Room 221, Guangyang District, Langfang City	Ecological construction, operation and management		100	Merger of enterprises not under common control	Yes
Huibao Qingfeng Investment Co., Ltd.	Beijing	Room 102, Yedda, Haidian District	Project investment, investment consulting, Real estate development and asset management		100	Merger of enterprises not under common control	Yes
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)	Shenzhen, Guangdong Province	5th floor, Huafa Street, Futian District, Shenzhen City	Project Management, management consulting and city planning		80	Merger of enterprises not under common control	Yes
Shanghai Huihe building design Co., Ltd	Shanghai	Room 1079, Xinhu Road 1211, Minhang District	Architectural planning and design, management consulting, market information consultation and investment		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Langfang Airport Investment Development Co., Ltd	Langfang City, Hebei Province	South of Tihechang Village, Baijiaw, Office, Guangyang District, Langfang City, Hebei Province	Investment in land development and real estate development, industry parks and infrastructure construction, village reconstruction and development, reconstruction and development of old cores, research and information consultation on land development and construction projects, real estate agency services, business management consulting, and construction of public facilities, plant and office space rental	20		Merger of enterprises not under common control	Yes
Renqiu City Zhongyan Real Estate Development Co., Ltd	Renqiu City, Hebei Province	Huizhan Road East, Renqiu City	Real estate development, leasing of construction machinery and equipment, and engineering services		55	Merger of enterprises not under common control	Yes
Langfang Jinhai Yi Trade Co., Ltd	Langfang City, Hebei	3001 Jin Yuan Road, Langfang Development Zone, No. 2-303	Cars and Accessories: Car Decoration		80	Merger of enterprises not under common control	Yes
Langfang Ayi CN Communication Technology Co., Ltd.	Langfang City, Hebei	The south side of Longk road and the east side of Tong Ren Road, New industry demonstration area, Anci District, Langfang, Hebei	Electronic products, communication equipment, household appliances and accessories R&D, production, sales, maintenance; technical consulting services; communication engineering construction and maintenance; software development; sales of construction materials,		100	Merger of enterprises not under common control	Yes
Xianghe Dingheng Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North side of Xinhua Street, west side of Yongyang Road, Xianghe county (Huaxia Urban Planning Exhibition Center)	Real estate development and selling		60	Merger of enterprises not under common control	Yes
Bazhou thousand purple Wan Hui real estate development Co., Ltd.	Langfang City, Hebei	Bazhou City, Langfang, Hebei, Taishan Road, east side business S	Real estate development and selling		100	Merger of enterprises not under common control	Yes
Langfang Q. Feng Real Estate Development Co., Ltd.	Langfang City, Hebei	Southeast of Langfang, Yongqing, Hebei	Real estate development and selling		67	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Langfang Xinyue real estate development Co., Ltd.	Langfang City, Hebei	Southeast of Jia Ba Li village north and the Zhuang village Yongqing County Langfang city Hebei Province	Real estate development and selling		67	Merger of enterprises not under common control	Yes
Xianghe Jingwei Real Estate Development Co., Ltd.	Langfang City, Hebei	First floor, A(1), Anguan hotel town, 82 Culture Avenue, Xianghe, Langfang, Hebei	Real estate development, selling and leasing of owned property		60	Merger of enterprises not under common control	Yes
Langfang Anggang Investment Co., Ltd.	Baihou City, Hebei	Baihou Anggang Economic Development Zone (south of Ru Jia Bao Village)	Investment in industrial park construction projects, engineering construction projects, land consolidation projects, real estate projects, logistics industry projects, and property projects		100	Merger of enterprises not under common control	Yes
Hebei York Transportation Machinery Manufacturing Co., Ltd.	Hebei Daohang Hui Autonomous County	South East of Shuofa Township, Daohang Hui Autonomous County	Manufacturing, sales, commissioning and repair of conveyors, conveyor accessories, construction machinery, mining machinery, mechanical parking equipment and accessories, rental of factory warehouses, tech parks, development, sales and leasing of industrial real estate		100	Merger of enterprises not under common control	Yes
Dafu lotus flower project, Vietnam	Vietnam	Vietnam	Implementation of a secondary project, including: investment, construction of apartments, villas and trade centers, together with property matching infrastructure for lease or sale Real estate business activities, including: investment, construction, management, consultation services, business and development of apartments, villas, trade centers for lease or sale Providing food and beverage services at restaurants within the project site		92	Merger of enterprises not under common control	Yes
VINH DAI PHUOC CORPORATION	Singapore	Singapore	Investment		100	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
VIBACAPITAL PACIFIC LIMITED	Singapore	Singapore	Investment		100	Merger of enterprises not under common control	Yes
Dezhang Hui Autonomous County Shizilang Energy Equipment Co., Ltd.	Dezhang Hui Autonomous County, Langfang City, Hebei Province	200 Jiang Tan South Road	Solar equipment manufacturing and sales, solar technology application research,		100	Merger of enterprises not under common control	Yes
Langfang Ronghua Construction Investment Development Co., Ltd.	Guangyang District, Langfang City, Hebei Province	1st Floor, Building B18, Office Building, 46 Hongyu Road, Guangyang Economic Development Zone	Investment in industrial park infrastructure, real estate development, tourism, consumer, catering, urban infrastructure construction, wood processing industry, transportation industry, manufacturing industry; sales and leasing of industrial plants and integrated pipe network; land consolidation.		51	Merger of enterprises not under common control	Yes

Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
				Direct	Indirect		
Dacheng Hui Autonomous County Luanxi Mingjing Garden Ecology Co., Ltd	Dacheng Hui Autonomous County, Langfang City, Hebei Province	200 Jiang Tan South Road	Landscaping, municipal landscape and river greening; garden development, seedling flower cultivation and sales; tourism and sightseeing; public relations services; conference and exhibition services; organization of cultural and artistic exchange activities; marketing planning, new media technology promotion, services, design, production, agency, Advertising; film and television planning, film production, professional contracting, engineering design. (Projects subject to approval according to law may be subject to the approval of the relevant departments before they can carry out business activities) (The above business scope shall be subject to the business license record project issued by the registration authority; the business scope and time limit for the approval of the license shall be subject to the approval of the license examination and approval authority.)		100	Merger of enterprises not under common control	Yes
Beijing Weizheng Technology Co., Ltd	Fengtai District, Beijing	906, 5th Floor, Building 2, Huaxia Happiness Innovation Center, No. 8 West Road, Automobile Museum	Technology import and export, rental commercial housing, hotel management; motor vehicle public parking management services; enterprise management; technology development; technology promotion; technology transfer, technical consulting, technical services, sales of metal materials, machinery and equipment; import and export, import and export of goods		100	Merger of enterprises not under common control	Yes

① the basis for holding 50% or lower voting right, but still controlling the invested entity, and holding more than 50% voting right, but not controlling the invested entity:

Company name	Shareholding percentage	Reason that the Company holds 50% or lower voting rights but still controls the invested entity and such invested entity is incorporated into the scope of consolidation
Beijing Fengke Xinyuan Technology Co., Ltd.	49%	Other shareholders are Beijing Fengtai Science Park Incubator Co., Ltd., with a shareholding percentage of 45.455% and Beijing Fengke Century Technology Incubator Co., Ltd., with a shareholding percentage of 5.545%. The board of directors of this company has 5 members, of whom 3 are nominated by Jiuzhou Jiye, and its General Manager and Financial Controller are also nominated by jiuzhou Jiye. Thus, Jiuzhou Jiye owns the actual control right over this enterprise and this enterprise shall be incorporated into the scope of consolidation
Langfang Airport Investment Development Co., Ltd.	20%	Other shareholders are Langfang State-owned Land Development Construction Investment Holding Co., Ltd with a shareholding percentage of 45%, and COB Yuanrong Asset Management Co., Ltd with a shareholding percentage of 20%, ENN Cultural Industry Development Co., Ltd with a shareholding percentage of 10%, and Langsen Auto Industry Park Development Co., Ltd with a shareholding percentage of 5%. The board of directors of this company has 9 members, of whom 2 are nominated by the company, and 4 are nominated by Langfang State-owned Land Development Construction Investment Holding Co., Ltd, but Langfang State-owned Land Development Construction Investment Holding Co., Ltd has authorized the nomination right to the company. Thus, the company owns the actual control right over this enterprise and this enterprise shall be incorporated into the scope of consolidation
Nanjing Yusong Real Estate Development Co., Ltd.	40%	Other shareholder is Zhuoyue zhidi Group (Nanjing) Co., Ltd with a shareholding percentage of 60%.. There are 3 members of the board of directors of the company, of which 2 people are nominated by Gu'an Jingyu Happiness Real Estate Development Co., Ltd., 1 is nominated by Zhuoyue zhidi Group (Nanjing) Co., Ltd., and the general manager and financial controller are also nominated by Gu'an Jingyu Happiness Real Estate Development Co., Ltd. Therefore, Gu'an Jingyu Happiness has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation.
Nanjing Yukun Real Estate Development Co., Ltd.	40%	Other shareholder is Zhuoyue zhidi Group (Nanjing) Co., Ltd with a shareholding percentage of 60%.. There are 3 members of the board of directors of the company, of which 2 people are nominated by Gu'an Jingyu Happiness Real Estate Development Co., Ltd., 1 is nominated by Zhuoyue zhidi Group (Nanjing) Co., Ltd., and the general manager and financial controller are also nominated by Gu'an Jingyu Happiness Real Estate Development Co., Ltd. Therefore, Gu'an Jingyu Happiness has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation.

Company name	Shareholding percentage	Reason that the Company holds 50% or lower voting rights but still controls the invested entity and such invested entity is incorporated into the scope of consolidation
Jiangmen Peacock City Real Estate Development Co., Ltd.	50%	Other shareholder is Zhuoyue zhidi Group (Shenzhen) Real Estate Co., Ltd with a shareholding percentage of 50%.There are 5 members of the board of directors of the company, of which Langfang Jingyu Real Estate Development Co., Ltd. has appointed 3 people, and Zhuoyue Zhidi Group(Shenzhen)Real Co., Ltd. has appointed 2 people. The general manager is appointed by Langfang Jingyu Real Estate Development Co., Ltd. Therefore, Langfang Jingyu Real Estate Development Co., Ltd. has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation
Handan Peacock City Real Estate Development Co., Ltd.	50%	Other shareholder is Beijing Blue Coast Real Estate Development Co., Ltd with a shareholding percentage of 50%. There are 5 members of the board of directors of the company, of which Langfang Jingyu Real Estate Development Co., Ltd. has appointed 3 people, Beijing Blue Coast Real Estate Development Co., Ltd. has appointed 2 people, and the general manager and financial controller are also appointed by Langfang Jingyu Real Estate Development Co., Ltd. Therefore, Langfang Jingyu Real Estate Development Co., Ltd. has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation.
Hexian Peacock Lake Real Estate Development Co., Ltd.	50%	Other shareholder is Nanjing Yinjiayuan Enterprise Management Co., Ltd with a shareholding percentage of 50%. There are 3 members of the board of directors of the company, of which Langfang Jingyu Real Estate Development Co., Ltd. has appointed 2 people, Nanjing Yinjiayuan Enterprise Management Co., Ltd has appointed 1 person, and the general manager and financial controller are also appointed by Langfang Jingyu Real Estate Development Co., Ltd. Therefore, Langfang Jingyu Real Estate Development Co., Ltd. has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation.
Xinzheng Peacock City Real Estate Development Co., Ltd.	50%	Other shareholder is Beijing Blue Coast Real Estate Development Co., Ltd with a shareholding percentage of 50%. There are 5 members of the board of directors of the company, of which Langfang Jingyu Real Estate Development Co., Ltd. has appointed 3 people, Beijing Blue Coast Real Estate Development Co., Ltd. has appointed 2 people, and the general manager and financial controller are also appointed by Langfang Jingyu Real Estate Development Co., Ltd. Therefore, Langfang Jingyu Real Estate Development Co., Ltd. has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation.
Wuzhi Yuxuan Real Estate Development Co., Ltd.	50%	Other shareholder is Luohe Changjian Real Estate Co., Ltd with a shareholding percentage of 50%. There are 5 members of the board of directors of the company, of which Langfang Jingyu Real Estate Development Co., Ltd. has appointed 3 people, and Luohe Changjian Real Estate Co., Ltd. has appointed 2 people. The general manager and financial controller are also appointed by Langfang Jingyu Real Estate Development Co., Ltd. Therefore, Langfang Jingyu Real Estate Development Co., Ltd. has actual control over the

Company name	Shareholding percentage	Reason that the Company holds 50% or lower voting rights but still controls the invested entity and such invested entity is incorporated into the scope of consolidation
Nanjing Yurong Real Estate Development Co., Ltd.	40%	enterprise and this enterprise shall be incorporated into the scope of consolidation. Other shareholder is Zhuoyue zhidi Group (Nanjing) Co., Ltd with a shareholding percentage of 60%. There are 3 members of the board of directors of the company, of which 2 people are nominated by Gu'an Jingyu Happiness Real Estate Development Co., Ltd., 1 is nominated by Zhuoyue zhidi Group (Nanjing) Co., Ltd., and the general manager and financial controller are also nominated by Gu'an Jingyu Happiness Real Estate Development Co., Ltd. Therefore, Gu'an Jingyu Happiness has actual control over the enterprise and this enterprise shall be incorporated into the scope of consolidation.

Company name	Shareholding percentage	Reason that the Company holds more than 50% voting rights but does not control the invested entity and such invested entity is not incorporated into the scope of consolidation
Beijing Zhongcheng Huihuang Real Estate Development Co., Ltd.	51.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other shareholders
Gu'an Yiguang Science & Technology Co., Ltd.	70.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other shareholders
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.	51.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other shareholders
Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP)	50.24%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other partners

② Basis for the control over the important structured entities incorporated into the consolidation scope:

Name	Consolidated or not	Basis for consolidation
Jiaxing CFLD I Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD II Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD III Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD IV Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD V Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership

Name	Consolidated or not	Basis for consolidation
Jiaxing CFLD VI Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD VII Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD (Langfang) Emerging Industry Equity Investment Fund Center (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD (Shenzhen) Venture Capital Fund Enterprise (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD (Shanghai) Equity Investment Fund Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Beijing CFLD Investment Fund Management Center (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Beijing CFLD Industry Investment Fund (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD Industry New Town (Gu'an) No.1 Investment Fund (Limited Partnership)	Yes	According to the Partnership Agreement, substantially control such partnership

(2) Important non-wholly owned subsidiaries

Name of subsidiary	Shareholding percentage of minority shareholders (%)	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
Beijing Fengke Xinyuan Technology Co., Ltd.	51.00%	906,767.62		-16,718,446.07
Shenyang Yongyi Infrastructure Development Co., Ltd.	10.00%	-8,717.74		-17,020.56
Bazhou Dingding Park Construction Development Co., Ltd.	5.66%	5,444,816.32		32,846,667.30
Dachang Hui Autonomous County Jiutong Jiye Water Service Co., Ltd.	5.00%	-3,967.29		4,991,747.57
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.	5.00%	-4,063.62		4,991,312.49
Zhongjie Langfang Science Valley Co., Ltd.	10.00%	-1,357,588.37		
Handan Dingding Park Construction Development Co., Ltd.	45.45%	-296,004.70		
Xingtai Dingding Park Construction Development Co., Ltd	48.00%	3,983,678.13		
Huzhou Dingtai Park Construction Development Co., Ltd	45.45%	-19,620,436.75		
Pujiang County Dingding Park Construction Development Co., Ltd	45.45%	-10,471,589.44		
Nanjing Dingtong Park Construction Development Co., Ltd	35.99%	576,408.75		
Wuhan Dinghong Park Construction Development Co., Ltd	48.98%	-2,801,584.05		
Shucheng Dingding Park Construction Development Co., Ltd	40.00%	-4,848,321.91		
Nanjing Dingjie Park Construction Development Co., Ltd	10.00%	-408,008.95		99,416,514.38

Name of subsidiary	Shareholding percentage of minority shareholders (%)	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
Wulu Dingxing Park Construction Development Co., Ltd	49.00%	-20,346,414.76		
CFLD Industry New City (Kaifeng) Co., Ltd	44.44%	-579,402.41		972,040,597.59
Wuhan Dingshi Park Construction Development Co., Ltd	47.62%	14,616,247.56		
Changge Dinghong Park Construction Development Co., Ltd	47.62%	10,369,437.82		
Xuanghe Jingsheng Real Estate Development Co., Ltd.	10.00%	-605,717.97		30,382,555.43
Gu'an County Chenhui Real Estate Development Co., Ltd.	10.00%	-258,393.54		91,315,891.04
Hebei Diecaicheng Real Estate Development Co., Ltd.	10.00%	-6,169.82		18,675,242.70
Langfang Xilejia Real Estate Development Co., Ltd.	45.00%	-194,356.23		123,266,980.01
Xianghe Jiahua Real Estate Development Co., Ltd.	30.00%	52,785.38		2,939,481.45
Beijing Yongji Hengye Real Estate Development Co., Ltd.	30.00%	-7,324,549.74		37,073,637.00
Zhuozhou Xinzhenyang Real Estate Development Co., Ltd.	49.00%	-16,718,808.95		-14,157,715.39
Xianghe Wenyuan Real Estate Development Co., Ltd.	49.00%	-2,200,389.56		
Langfang Mingdao Real Estate Development Co., Ltd.	30.00%	-5,507.42		15,033,769.80
Bazhou City Peacock Lake Real Estate Development Co., Ltd.	33.00%	-141,687.77		
Bazhou City Peacock Sea Real Estate Development Co., Ltd.	33.00%	-74,801.20		16,382,846.12
Renqiu City Zhongsen Real Estate Development Co., Ltd	49.00%	-1,707,310.60		-2,195,271.18
Langfang City Jingyusheenghe Real Estate Development Co., Ltd	30.00%	-397.47		-644.71
Langfang City Jingyuxiangfa Real Estate Development Co., Ltd	35.00%	-463.84		-752.34
Renqiu Peacock City Real Estate Development Co., Ltd.	46.46%	-289,258.65		
Zhuozhou Zhiyuan Real Estate Development Co., Ltd.	48.39%	2,125,914.87		
Gu'an Donghan Real Estate Development Co., Ltd	49.00%	-8,993,433.29		-
Bazhou Quanhua Real Estate Development Co., Ltd	40.00%	-4,124,038.02		-
Langfang Jinhui Sheng Trade Co., Ltd	20.00%	-1,141,187.79		31,356,359.37
Xianghe Dingheng Real Estate Development Co., Ltd	46.37%	-111,838.64		404,046,971.26
Langfang Jingfeng Real Estate Development Co., Ltd	40.00%	-5,122,361.92		
Wen'an Peacock City Real Estate Development Co., Ltd	45.45%	-2,309,896.47		
Jiaxing Peacock City Real Estate Development Co., Ltd	13.06%	-56,168,033.01		280,740,642.48
Langfang Qifeng Real Estate	33.00%	-420.55		585,355,394.45

Name of subsidiary	Shareholding percentage of minority shareholders [%]	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
Development Co., Ltd				
Langfang Xinyuehe Real Estate Development Co., Ltd	33.00%	-653.16		23,367,969.04
Xianghe Jingwei Real Estate Development Co., Ltd	40.00%	-2,211,141.81		441,838,797.70
Langfang Jingyu Chuangyi Technology Co., Ltd	30.00%	-353.44		-597.11
Handan Peacock City Real Estate Development Co., Ltd.	50.00%	-7,449,773.73		165,077,896.33
Xincheng Peacock City Real Estate Development Co., Ltd.	50.00%	-925,868.45		307,821,376.58
Hexian Peacock Lake Real Estate Development Co., Ltd.	50.00%	-3,779,364.12		46,220,635.88
Hexian Peacock City Real Estate Development Co., Ltd.	39.90%	-4,433,896.34		-8,686,664.36
Jiangmen Peacock City Real Estate Development Co., Ltd.	50.00%	-12,574,231.20		394,651,390.64
Gu'an Peacock Pavilion Real Estate Development Co., Ltd.	49.00%	-435,200.25		-2,124,491.87
Wuzhi Yuxuan Real Estate Development Co., Ltd.	50.00%	-200,842.95		4,801,197.76
Handan Yurong Real Estate Development Co., Ltd.	49.00%	-2,517,390.12		95,482,609.88
Langfang Ronghua Construction Investment Development Co., Ltd.	49.00%	785,670.51		300,707,654.68
Nanjing Yurong Real Estate Development Co., Ltd.	60.00%	-7,439,387.81		442,285,983.19
Nanjing Yuxun Real Estate Development Co., Ltd.	60.00%	-69,032.08		186,530,967.92
Tai An Peacock County Real Estate Development Co., Ltd	29.90%	-1,698,646.60		-574,550.50
Jiading Yusheng Real Estate Development Co., Ltd.	49.00%	-5,007,949.18		4,792,050.82
Jiashan Yujing Real Estate Development Co., Ltd	40.00%	-67,925,124.82		-61,258,424.82
Shenzhen Partner Industry Service Co., Ltd.	40.00%	1,707,938.00		144,571,038.14
Jiangmen City Dingding Park Construction Development Co., Ltd.	49.00%	-8,526,841.74		
Langfang Airport Investment Development Co., Ltd.	30.00%	-574,333.98		-9,224,027.45
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)	20.00%	1,018,738.25		20,038,980.03
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	0.00%	-1,212.58		-8,072.13
Vina Dai Phouc Joint Stock Company	8.00%	-5,532,013.76		42,688,037.87
Nhon Trac New Industry City Company Limited	16.00%	-8,925,476.57		23,746,997.74
Jiading CFLD No.1 Investment Partnership (Limited Partnership)		148,561.33		
Dongguan Huasheng Industrial Investment Co., Ltd.	29.00%	270,602.30		1,217,054.92
Dongguan Huazhou Industrial Investment Co., Ltd.	49.00%	-1,113,781.39		2,643,311.27

Name of subsidiary	Shareholding percentage of minority shareholders [%]	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
Jiaxing CFLD Land Investment Partnership (Limited Partnership)		-27,480.51		1,019,972,519.49
Huizhou City Partner Industry Service Co., Ltd.	40.00%	483,359.48		516,640.52
Total		-267,888,970.27		6,294,865,042.37

Note: In 2018, the Company has purchased the 10% minority interest of Zhongke Langfang Technology Valley Co., Ltd, the 45.45% minority interest of Handan Dingxing Park Construction Development Co., Ltd, the 48% minority interest of Xingtai Dingxing Park Construction Development Co., Ltd, and the 45.45% minority interest of Huzhou Dingtai Park Construction Development Co., Ltd, the 45.45% minority interest of Pujiang County Dingxing Park Construction Development Co., Ltd, the 35.99% minority interest of Nanjing Dingtong Park Construction Development Co., Ltd, the 49% minority interest of Bazhou Peacock City Real Estate Development Co., Ltd, the 48.98% minority interest of Dinghong Park Construction Development Co., Ltd, the 40% minority interest of Shucheng Dingxing Park Construction Development Co., Ltd, the 49% minority interest of Wuzhi Dingxing Park Construction Development Co., Ltd, the 47.62% minority interest of Wuhan Dingshi Park Construction Development Co., Ltd, the 47.62% minority interest of Changge Dinghong Park Construction Development Co., Ltd, the 49% minority interest of Xianghe Weiyuan Real Estate Development Co., Ltd, the 33% minority interest of Bazhou Peacock Lake Real Estate Development Co., Ltd, the 45.45% minority interest of Renqiu Peacock City Real Estate Development Co., Ltd, the 48.99% minority interest of Zhuozhou Zhiyuan Real Estate Development Co., Ltd, the 49% minority interest of Gu'an Donghan Real Estate Development Co., Ltd, the 40% minority interest of Bazhou Qianhua Real Estate Development Co., Ltd, the 40% minority interest of Langfang Jingfeng Real Estate Development Co., Ltd, the 45.45% minority interest of Wenan Peacock City Real Estate Development Co., Ltd, the 49% minority interest of Jiangmen Dingxing Park Construction Development Co., Ltd. These 20 companies are the wholly owned subsidiaries of the Company.

(3) Main financial information on important non-wholly owned subsidiaries (unit: RMB10,000)

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Shenzhen Urban Space Planning Architectural Design Co., Ltd.	17,930.99	1,901.02	19,832.01	7,968.17	3.99	7,972.11
Jiangmen Dingxing Park Construction Development Co., Ltd	890,149.28	4,417.01	894,566.29	641,301.18	35,000.00	676,301.18
Huzhou Dingtai Park Construction Development Co., Ltd.	584,023.31	3,983.73	588,007.04	56,604.09		56,604.09
Bazhou Dingxing Park Construction Development Co., Ltd.	1,151,957.18	11,087.88	1,163,045.06	984,564.44	63,958.42	1,048,522.86
Shucheng Dingxing Park Construction Development Co.,	339,081.47	40,060.41	379,141.88	98,909.57		98,909.57

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Ltd.						
Wuhan Dinghong Park Construction Development Co., Ltd.	271,507.60	4,546.82	276,054.42	42,172.63	45,000.00	87,172.63
Wuhi Dingrong Park Construction Development Co., Ltd.	259,942.97	14,320.34	274,263.31	77,899.97		77,899.97
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.	9,992.43		9,992.43	9.81		9.81
Xingtai Dingxing Park Construction Development Co., Ltd.	104,064.12	134.99	104,199.11	9,568.08	2,920.00	12,488.08
Changge Dinghong Park Construction Development Co., Ltd.	248,145.92	2,417.70	250,563.62	46,032.85		46,032.85
Handan Dingxing Park Construction Development Co., Ltd.	128,320.28	5,190.80	133,511.08	23,849.71		23,849.71
CFLD Industry New City (Kaifeng) Co., Ltd.	150,130.94	171.20	150,302.14	3,170.66		3,170.66
Dachang Hui Autonomous County Jiutong Foundation Water Co., Ltd.	9,992.51		9,992.51	9.01		9.01
Zhongke Langfang Technology Valley Co., Ltd.	22,855.72	33,689.46	56,545.18	50,322.82		50,322.82
Nanjing Dingshi Park Construction Development Co., Ltd.	132,480.62	159.65	132,640.27	16,920.10	16,303.65	33,223.75
Nanjing Dingtong Park Construction Development Co., Ltd.	965,362.53	2,420.95	967,783.48	98,360.66	288,750.00	387,110.66
Beijing Fengke Xinyuan Technology Co., Ltd.	505,085.56	4,497.78	509,583.34	118,895.28	393,965.80	512,861.08
Shenyang Yongyi Infrastructure Development Co., Ltd.	1,225.88		1,225.88	1,242.90		1,242.90
Wuhan Dingshi Park Construction Development Co., Ltd.	168,953.77	7,612.38	176,566.15	53,835.84		53,835.84
Jiangmen Peacock City Real Estate Development Co., Ltd.	219,730.48	1,310.96	221,041.44	65,711.16	76,400.00	142,111.16
Wuchi Yuxuan Real Estate Development Co., Ltd.	24,855.76	13.25	24,869.01	23,908.77		23,908.77
Xinzheng Peacock City Real Estate Development Co., Ltd.	150,935.35	1,000.00	151,935.35	90,360.63		90,360.63
Henan Peacock City Real Estate Development Co., Ltd.	133,319.37	892.41	134,211.78	136,388.89		136,388.89
Hexian Peacock Lake Real Estate Development Co., Ltd.	98,543.76	258.30	98,802.06	89,579.25		89,579.25
Lai An Peacock County Real Estate Development Co., Ltd	39,787.67	230.72	40,018.39	40,210.54		40,210.54
Xiangtai Baihua Real Estate Development Co., Ltd.	113,686.64	318.93	114,005.57	114,467.63		114,467.63
Xiangtai Weiyuan Real Estate Development Co., Ltd.	105,723.41	221.77	105,945.18	80,745.35		80,745.35
Langfang Jingyusheng'he Real Estate Development Co., Ltd.	1.99		1.99	2.20		2.20

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Langfang Jingyu Xiangjia Real Estate Development Co., Ltd.	1.99		1.99	2.20		2.20
Langfang Jinhuiyi Trading Co., Ltd.	504.76	10,517.58	11,022.34	661.31		661.31
Xiangtne Jingwei Real Estate Development Co., Ltd.	58,515.51	185.70	58,701.21	47,536.49		47,536.49
Jixxing Yusheng Real Estate Development Co., Ltd.	121,913.00	340.20	122,253.20	121,275.23		121,275.23
Jixing Peacock City Real Estate Development Co., Ltd.	1,150,580.04	6,542.21	1,157,122.25	984,120.66		984,120.66
Jiashan Yuying Real Estate Development Co., Ltd.	66,193.15		66,193.15	37,007.76	44,500.00	81,507.76
Handan Peacock City Real Estate Development Co., Ltd.	107,438.81	515.35	107,954.16	74,930.70		74,930.70
Handan Yurong Real Estate Development Co., Ltd.	43,364.20	174.92	43,539.12	24,063.88		24,063.88
Langfang Jingfeng Real Estate Development Co., Ltd.	707,761.38	12.51	707,773.89	410,798.19		410,798.19
Zhuozhou Zhiyuan Real Estate Development Co., Ltd.	1,398,242.03	2,116.50	1,400,358.53	935,192.79	65,000.00	1,000,192.79
Hebei Diecaichong Real Estate Development Co., Ltd.	5,102.37	0.88	5,103.25	4,383.50		4,383.50
Langfang Xileju Real Estate Development Co., Ltd	35,083.37		35,083.37	26,445.98		26,445.98
Baihou Peacock Sea Real Estate Development Co., Ltd.	1,642.51		1,642.51	28.01		28.01
Langfang Qifeng Real Estate Development Co., Ltd.	8,366.25	4.90	8,371.15	309.93		309.93
Baihou Qianhua Real Estate Development Co., Ltd.	564,155.69	446.60	564,601.29	121,082.86		121,082.86
Wenan Peacock City Real Estate Development Co., Ltd.	200,213.45	562.84	200,776.29	92,665.12		92,665.12
Gu'an County Chenhui Real Estate Development Co., Ltd.	403,960.35		403,960.35	403,199.59		403,199.59
Renqiu Zhongsen Real Estate Development Co., Ltd.	77,508.15	123.36	77,631.51	78,079.53		78,079.53
Gu'an Donghan Real Estate Development Co., Ltd.	249,069.98		249,069.98	245,757.78		245,757.78
Gu'an Peacock Pavilion Real Estate Development Co., Ltd	22,530.17	144.52	22,674.69	23,108.26		23,108.26
Nanyang Yurong Real Estate Development Co., Ltd.	127,386.80	407.80	127,794.60	30,880.27	23,200.00	54,080.27
Nanjing Yukun Real Estate Development Co., Ltd.	33,163.71	3.84	33,167.55	2,079.05		2,079.05
Renqiu Peacock City Real Estate Development Co., Ltd.	200,377.50	3,302.07	203,679.57	45,518.42		45,518.42
Beijing Yongli Hongye Real Estate Development Co., Ltd.	261,791.89	2,456.70	264,248.59	271,012.25		271,012.25
Zhuozhou Xinzhenying Real Estate Development Co., Ltd.	33,380.46	8.19	33,388.65	36,618.30		36,618.30
Langfang Mingdao Real Estate Development Co., Ltd.	3,980.48		3,980.48	3,998.56		3,998.56
Langfang Jingyu Chuangyi Technology Co., Ltd.				0.20		0.20
Langfang Xinyuehe Real Estate Development Co., Ltd.	2,807.10		2,807.10	2,807.52		2,807.52
Langfang Ronghua						

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Construction Investment Development Co., Ltd.	174,994.34	1,368.09	176,362.43	165,807.73		165,807.73
Xianghe Jingsheng Real Estate Development Co., Ltd.	3,375.81		3,375.81	6,771.46		6,771.46
Xianghe Dingheng Real Estate Development Co., Ltd	23,399.51		23,399.51	240.97		240.97
Langfang Airport Investment Development Co., Ltd	17,031.80	35.65	17,067.45	18,220.45		18,220.45
Shenzhen Partner Industry Service Co., Ltd.	42,251.97	10,285.71	52,537.68	12,964.02		12,964.02
Dongguan Huasheng Industrial Investment Co., Ltd.	617.99	15.41	633.40	213.72		213.72
Dongguan Huazhou Industrial Investment Co., Ltd.	1,201.25	192.55	1,393.80	418.41		418.41
Jiaxing CFLD No.1 Investment Partnership (Limited Partnership)	754,886.55		754,886.55	180.22		180.22
Jiaxing CFLD Land Investment Partnership (Limited Partnership)	151,031.10		151,031.10	1,035.22		1,035.22
Puyang County Dingxing Park Construction Development Co., Ltd.	208,949.87	2,053.89	211,003.76	43,710.57		43,710.57
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	79,280.82	7,902.83	87,183.65	-73,490.13		-73,490.13
VINA CAI PHUOC CORPORATION	81,027.38	35,297.25	116,324.63	77,870.34		77,870.34
Nhon Trac New Industry City Company Limited	50,649.01	3,449.89	54,098.90	-41,656.92	-1,735.73	-43,392.65
Huizhou City Partner Industry Service Co., Ltd	2,274.02	330.90	2,585.52	1,706.36		1,706.36
Total	14,323,793.91	229,636.30	14,553,430.21	7,054,828.22	1,053,268.13	8,108,096.35

(Continued)

Name of subsidiary	Beginning balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Shenzhen Urban Space Planning Architectural Design Co., Ltd.	16,399.44	1,658.45	18,057.89	6,691.02	16.33	6,707.35
Jiangsu Dingxing Park Construction Development Co., Ltd.	241,854.32	1,523.45	245,377.77	19,952.86		19,952.86
Huzhou Dingta Park Construction Development Co., Ltd	500,347.59	430.45	500,778.04	22,036.49		22,036.49
Dazhou Dingxing Park Construction Development Co., Ltd	925,362.46	1,743.53	927,096.29	822,193.90		822,193.90
Shucheng Dingxing Park Construction Development Co., Ltd	299,976.98	17,188.86	317,165.84	72,062.58		72,062.58
Wuhan Dinghong Park Construction Development Co., Ltd	252,780.92	1,053.52	253,834.44	11,381.51	50,000.00	61,381.51
Wuxi Dingxing Park Construction Development Co., Ltd	78,377.30	4,412.63	82,789.93	21,211.32		21,211.32
Dachang Hui Autonomous County Dingda	9,992.28	3.02	9,995.30	4.51		4.51

Name of subsidiary	Beginning balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Investment Development Co., Ltd.						
Xingtai Qingtong Park Construction Development Co., Ltd.	97,427.04	425.81	97,852.85	6,828.82		6,828.82
Changge Qinghong Park Construction Development Co., Ltd.	184,081.95	548.3	184,630.25	5,718.54		5,718.54
Handan Qingxing Park Construction Development Co., Ltd.	115,591.89	60.52	115,652.41	5,876.87		5,876.87
CFLD Industry New City (Kaifang) Co., Ltd	128,146.86		128,146.86			
Qiachang Hui Autonomous County Jiutong Foundation Water Co., Ltd.	9,992.28	2.86	9,995.14	3.71		3.71
Zhongke Langfang Technology Valley Co., Ltd.	21,434.23	34,285.61	55,719.84	47,086.91		47,986.91
Nanjing Dingshi Park Construction Development Co., Ltd.	51,158.88	55.4	51,214.28	11,389.75		11,389.75
Nanjing Qingtong Park Construction Development Co., Ltd.	695,021.55	2,348.77	697,370.32	79,192.50	96,250.00	175,442.50
Beijing Hengke Xinyuan Technology Co., Ltd.	389,215.75	4,576.51	393,792.26	338,409.99	58,837.80	397,247.79
Shenyang Yongyi Infrastructure Development Co., Ltd.	1,226.53	2.77	1,229.30	1,237.60		1,237.60
Wuhan Dingshi Park Construction Development Co., Ltd	143,206.39	498.47	143,704.86	25,457.84		25,457.84
Xianghe Jiahua Real Estate Development Co., Ltd.	109,142.66	325.63	109,468.29	109,947.94		109,947.94
Xianghe Weiyuan Real Estate Development Co., Ltd.	38,009.52	78.18	38,087.70	12,432.71		12,432.71
Langfang Jingyuchenghe Real Estate Development Co., Ltd	0.12		0.12	0.2		0.2
Tangfang Jingyu Xiangfa Real Estate Development Co., Ltd	0.12		0.12	0.2		0.2
Langfang Jinhuiy Trading Co., Ltd.	560.66	10,982.28	11,542.94	611.32		611.32
Xianghe Jingwei Real Estate Development Co., Ltd.	11,723.27		11,723.27			
Haxing Peacock City Real Estate Development Co., Ltd.	691,074.59	1,376.34	692,450.93	538,489.53		538,489.53
Langfang Angfeng Real Estate Development Co., Ltd	784,631.85	977.83	782,609.68	520,357.35		520,357.35
Zhuozhou Zhiyuan Real Estate Development Co., Ltd	1,170,669.52	1,310.28	1,171,979.80	673,015.62	96,364.00	769,379.62
Hebei Dacaicheng Real Estate Development Co., Ltd	5,103.66	0.44	5,104.10	4,378.18		4,378.18
Langfang Xinjia Real Estate Development Co., Ltd.	28,031.26		28,031.26	19,350.68		19,350.68
Baohou Peacock Lake Real Estate Development Co., Ltd.	32,540.27		32,540.27	30,907.95		30,907.95
Baohou Peacock sea Real Estate Development Co., Ltd.	1,640.88		1,640.88	3.71		3.71
Langfang Qifeng Real Estate Development Co., Ltd.	8,327.76	4.86	8,332.62	271.26		271.26
Baohou Qianhua Real Estate Development Co., Ltd.	470,564.86	138.12	470,702.98	26,117.33		26,117.33
Wenan Peacock City Real Estate Development Co., Ltd.	162,821.54	200.01	163,021.55	53,625.38		53,625.38
Su'an County Chenhui Real Estate	403,660.44		403,660.44	402,641.28		402,641.28

Name of subsidiary	Beginning balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Development Co., Ltd.						
Renqiu Zhongsan Real Estate Development Co., Ltd.	16,878.35	11.22	16,889.57	16,989.15		16,989.15
Gu'an Donghan Real Estate Development Co., Ltd.	111,954.14		111,954.14	106,677.96		106,677.96
Renqiu Peacock City Real Estate Development Co., Ltd.	200,805.52	3,796.50	204,602.02	45,650.13		45,650.13
Beijing Yongji Hengye Real Estate Development Co., Ltd.	99,709.65	1,768.75	101,478.40	105,800.54		105,800.54
Zhuozhou Xinzhenying Real Estate Development Co., Ltd.	29,923.51	612.13	30,535.64	30,353.28		30,353.28
Langfang Mingdao Real Estate Development Co., Ltd.	3,966.50		3,966.50	3,979.06		3,979.06
Langfang Jingyu Chuangyi Technology Co., Ltd.	0.02		0.02	0.1		0.1
Langfang Xinyuehe Real Estate Development Co., Ltd.	2,773.86		2,773.86	2,774.08		2,774.08
Xianghe Jingsheng Real Estate Development Co., Ltd.	3,975.21		3,975.21	6,765.85		6,765.85
Xianghe Dingheng Real Estate Development Co., Ltd	20,754.09		20,754.09	32.35		32.35
Langfang Airport Investment Development Co., Ltd.	64,333.67	25.39	64,359.06	65,440.27		65,440.27
Shenzhen Partner Industry Service Co., Ltd.	41,944.68	9,770.24	51,714.92	13,193.97		13,193.97
Dongguan Huasheng Industrial Investment Co., Ltd.	487.33	32.93	520.26	193.9		193.9
Dongguan Yuezhou Industrial Investment Co., Ltd.	1,068.12	12.23	1,080.35	15.39		15.39
Pujiang County Dingxing Park Construction Development Co., Ltd.	176,448.77	1,321.43	177,770.20	21,353.59		21,353.59
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	79,479.72	6,323.88	85,803.60	-66,416.56		-66,416.56
VINA DAI PHUOC CORPORATION	67,422.85	1,540.10	68,962.95	-24,786.88		-24,786.88
Nhon Trac New Industry City Company Limited	16,039.66	77.42	16,117.08	-3,425.64		-3,425.64
Total	9,017,063.21	111,440.46	9,128,503.67	4,174,472.28	301,468.13	4,475,940.31

Name of subsidiary	Amount for current period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
Shenzhen Urban Space Planning Architectural Design Co., Ltd.	28,716.11	509.37	509.37	-4,184.76
Jiangmen Dingxing Park Construction Development Co., Ltd.	8,938.62	-7,159.79	-7,159.79	82,290.18
Huizhou Dingtai Park Construction Development Co., Ltd.	116,868.56	52,661.40	52,661.40	2,704.61
Baizhou Dingxing Park Construction Development Co., Ltd.	58,781.63	9,619.82	9,619.82	-63,633.41

Name of subsidiary	Amount for current period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
Shucheng Dingxing Park Construction Development Co., Ltd.	94,714.68	35,129.06	35,129.06	27,154.72
Wuhan Dinghong Park Construction Development Co., Ltd.	38,906.52	-3,571.14	-3,571.14	4,190.83
Wuzhi Dingxing Park Construction Development Co., Ltd.	81,098.47	54,234.72	54,234.72	-71,614.55
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.		-8.17	-8.17	-99.76
Xingtai Dingxing Park Construction Development Co., Ltd.	13,632.02	687	687	3,322.50
Changge Dinghong Park Construction Development Co., Ltd.	43,831.38	25,619.06	25,619.06	583 18
Handan Dingxing Park Construction Development Co., Ltd.		-114.16	-114.16	4,958 46
CFLD Industry New City (Kaifeng) Co., Ltd.		-130.38	-130.38	-18,930.49
Dachang Hui Autonomous County Jiutong Foundation Water Co., Ltd.		-7.93	-7.93	-99.74
Zhongke Langfang Technology Valley Co., Ltd.	79.81	-1,510 57	-1,510.57	-1,880.95
Nanjing Dingshi Park Construction Development Co., Ltd.	81.97	-408.01	-408.01	-65,359.79
Nanjing Dingtong Park Construction Development Co., Ltd.	128,303.41	53,915 14	53,915.14	-225,486.85
Beijing Fengke Xinyuan Technology Co., Ltd.		177.8	177.8	-228,475.58
Shenyang Yongyi Infrastructure Development Co., Ltd.		-8.72	-8.72	-0.65
Wuhan Dingshi Park Construction Development Co., Ltd.	41,721.01	4,483.30	4,483.30	7,709.42
Jiangmen Peacock City Real Estate Development Co., Ltd.		-2,892.75	-2,892.75	-76,092.39
Wuzhi Yuxuan Real Estate Development Co., Ltd.		-39.76	-39.76	-984.33
Xinzheng Peacock City Real Estate Development Co., Ltd.		-188.03	-188.03	-3,932.22
Hexian Peacock City Real Estate Development Co., Ltd.		-1,811.54	-1,811.54	20,706.47
Hexian Peacock Lake Real Estate Development Co., Ltd.		-777.2	-777.2	3,310.93
Lai An Peacock County Real Estate Development Co., Ltd		-686.67	-686.67	6,573.89
Xianghe Jiahua Real Estate Development Co., Ltd.		17.6	17.6	-50,151.04
Xianghe Weiyuan Real Estate Development Co., Ltd.		-450.15	-450.15	29,434.29
Langfang Jingyushenghe Real Estate Development Co., Ltd.		-0.13	-0.13	1.87
Langfang Jingyu Xiangfa Real Estate Development Co., Ltd.		-0.13	-0.13	1.87

Name of subsidiary	Amount for current period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
Langfang Jinhuiyi Trading Co., Ltd.		-570.59	-570.59	-55.9
Xianghe Jingwei Real Estate Development Co., Ltd.		-552.79	-552.79	32,119.01
Jiaxing Yusheng Real Estate Development Co., Ltd.		-1,022.03	-1,022.03	20,843.20
Jiaxing Peacock City Real Estate Development Co., Ltd.		-12,699.79	-12,699.79	150,193.27
Jiashan Yujing Real Estate Development Co., Ltd.		-16,981.28	-16,981.28	-23,956.85
Handan Peacock City Real Estate Development Co., Ltd.		-1,546.39	-1,546.39	4,410.52
Handan Yurong Real Estate Development Co., Ltd.		-524.76	-524.76	-13,454.94
Langfang Jingfeng Real Estate Development Co., Ltd.	163,266.35	34,723.36	34,723.36	-117,325.82
Zhuozhou Zhiyuan Real Estate Development Co., Ltd.		-2,434.44	-2,434.44	-17,056.41
Hebei Diecaicheng Real Estate Development Co., Ltd.		-6.17	-6.17	0.07
Langfang Xilejia Real Estate Development Co., Ltd.		-43.19	-43.19	7,051.75
Bazhou Peacock Sea Real Estate Development Co., Ltd.		-22.67	-22.67	0.25
Langfang Qifeng Real Estate Development Co., Ltd.		-0.13	-0.13	38.49
Bazhou Qianhua Real Estate Development Co., Ltd.		-1,067.21	-1,067.21	-14,713.72
Wenan Peacock City Real Estate Development Co., Ltd.		-1,285.01	-1,285.01	15,565.12
Gu'an County Chenhui Real Estate Development Co., Ltd.		-258.39	-258.39	-10,826.81
Renqiu Zhongsen Real Estate Development Co., Ltd.		-348.43	-348.43	21,028.24
Gu'an Donghan Real Estate Development Co., Ltd.		-1,963.98	-1,963.98	3,581.55
Gu'an Peacock Pavilion Real Estate Development Co., Ltd.		-305.48	-305.48	5,846.83
Nanjing Yurong Real Estate Development Co., Ltd.		-1,239.90	-1,239.90	-53,082.46
Nanjing Yukun Real Estate Development Co., Ltd.		-11.51	-11.51	-18,571.46
Renqiu Peacock City Real Estate Development Co., Ltd.		-790.73	-790.73	-8,719.16
Beijing Yongji Hengye Real Estate Development Co., Ltd.		-2,441.52	-2,441.52	-25,092.33
Zhuozhou Xinzhenying Real Estate Development Co., Ltd.		-3,412.00	-3,412.00	-11.21

Name of subsidiary	Amount for current period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
Langfang Mingdao Real Estate Development Co., Ltd.		-5.51	-5.51	-0.21
Langfang Jingyu Chuangyi Technology Co., Ltd.		-0.12	-0.12	-0.02
Langfang Xinyuehe Real Estate Development Co., Ltd.		-0.2	-0.2	2.47
Langfang Ronghua Construction Investment Development Co., Ltd.	6.01	160.34	160.34	-1,088.02
Xianghe Jingsheng Real Estate Development Co., Ltd.		-605.72	-605.72	0.11
Xianghe Dingheng Real Estate Development Co., Ltd.		-27.96	-27.96	7.19
Langfang Airport Investment Development Co., Ltd.	20.25	-71.79	-71.79	-331.42
Shenzhen Partner Industry Service Co., Ltd.	35,824.31	1,052.71	1,052.71	-10,233.00
Dongguan Huasheng Industrial Investment Co., Ltd.	992.64	93.31	93.31	87.77
Dongguan Huazhou Industrial Investment Co., Ltd.	1,119.54	8.43	8.43	775.92
Jiaxing CFLD No.1 Investment Partnership (Limited Partnership)		4,721.16	4,721.16	58,061.42
Jiaxing CFLD Land Investment Partnership (Limited Partnership)		-4	-4	1.1
Pujiang County Dingxing Park Construction Development Co., Ltd.	63,000.80	10,876.58	10,876.58	2,655.17
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	13,866.10	-5,258.95	-1,547.41	-7,656.02
VINA DAI PHUOC CORPORATION	5,430.14	-6,361.82	-1,470.38	34,441.02
Nhon Trac New Industry City Company Limited		-4,685.88	72.62	5,664.88
Huizhou City Partner Industry Service Co., Ltd.	4,059.27	-120.84	-120.84	497.59
Total	943,199.60	202,253.75	215,615.23	-577,286.11

(Continued)

Name of subsidiary	Amount for previous period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
Shenzhen Urban Space Planning Architectural Design Co., Ltd.	17,025.65	-1,666.36	-1,666.36	3,345.41
Jiangmen Dingxing Park Construction Development Co., Ltd.		-4,575.10	-4,575.10	-229,815.69

Name of subsidiary	Amount for previous period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
Huzhou Dingtai Park Construction Development Co., Ltd.		-1,221.17	-1,221.17	-430,208.50
Bazhou Dingxing Park Construction Development Co., Ltd.	87,858.82	41,258.09	41,258.09	-21,717.00
Shucheng Dingxing Park Construction Development Co., Ltd.	42,312.92	5,199.02	5,199.02	-225,286.72
Wuhan Dinghong Park Construction Development Co., Ltd.	22,002.52	-2,624.56	-2,624.56	-235,937.91
Wuzhi Dingxing Park Construction Development Co., Ltd.	16,545.55	-3,900.05	-3,900.05	-52,309.16
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.		-6.08	-6.08	-298.84
Xingtai Dingxing Park Construction Development Co., Ltd.		-1,458.09	-1,458.09	-91,762.64
Changge Dinghong Park Construction Development Co., Ltd.		-1,646.79	-1,646.79	-180,364.56
Handan Dingxing Park Construction Development Co., Ltd.		-224.46	-224.46	-109,895.91
CHLD Industry New City (Kaifeng) Co., Ltd.		-0.14	-0.14	-128,146.04
Dachang Hui Autonomous County Jiutong Foundation Water Co., Ltd.		-5.44	-5.44	-298.81
Zhongke Langfang Technology Valley Co., Ltd.	108.08	-1,860.92	-1,860.92	1,982.86
Nanjing Dingshi Park Construction Development Co., Ltd.		-175.48	-175.48	-37,371.25
Nanjing Dingtong Park Construction Development Co., Ltd.	57,092.64	5,175.08	5,175.08	-552,588.65
Beijing Fengke Xinyuan Technology Co., Ltd.		-21.05	-21.05	-23,392.16
Shenyang Yongyi Infrastructure Development Co., Ltd.		-6.51	-6.51	17.18
Wuhan Dingshi Park Construction Development Co., Ltd.		-1,551.49	-1,551.49	-119,752.01
Xianghe Jiahua Real Estate Development Co., Ltd.		-881.88	-881.88	64,695.56
Xianghe Weiyuan Real Estate Development Co., Ltd.		-197.47	-197.47	8,615.98
Langfang Jingyushenghe Real Estate Development Co., Ltd.		-0.08	-0.08	0.12
Langfang Jingyu Xiangfa Real Estate Development Co., Ltd.		-0.08	-0.08	0.12
Langfang Jinhuiyi Trading Co., Ltd.		-308.2	-308.2	57.32
Jiaxing Peacock City Real Estate Development Co., Ltd.		-4,234.45	-4,234.45	12,328.80
Langfang Jingfeng Real Estate Development Co., Ltd		-2,508.34	-2,508.34	-102,989.13

Name of subsidiary	Amount for previous period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
Zhuozhou Zhiyuan Real Estate Development Co., Ltd.		-3,580.66	-3,580.66	-484,465.32
Hebei Diecaicheng Real Estate Development Co., Ltd.		30.76	30.76	-997.59
Langfang Xinjin Real Estate Development Co., Ltd.		-47.01	-47.01	41.45
Bazhou Peacock Lake Real Estate Development Co., Ltd.		-17.68	-17.68	-1,489.22
Bazhou Peacock sea Real Estate Development Co., Ltd.		-12.83	-12.83	-1,505.28
Langfang Qifeng Real Estate Development Co., Ltd.		4.01	-4.01	-0.12
Bazhou Qianhua Real Estate Development Co., Ltd.		316.65	-316.65	-349,431.99
Wenan Peacock City Real Estate Development Co., Ltd.		-603.83	-603.83	-104,086.77
Gu'an County Chenhui Real Estate Development Co., Ltd.		-1,274.61	-1,274.61	-6,173.97
Renqiu Zhongsen Real Estate Development Co., Ltd		-93.49	-93.49	1,155.55
Gu'an Donghan Real Estate Development Co., Ltd.		-608.65	-608.65	19,738.17
Renqiu Peacock City Real Estate Development Co., Ltd.		-669.58	-669.58	-166,042.99
Beijing Yongji Hengye Real Estate Development Co., Ltd.		-1,459.20	-1,459.20	31,895.89
Zhuozhou Xinzhengyang Real Estate Development Co., Ltd.		-1,477.33	-1,477.33	-2,993.98
Langfang Mingdao Real Estate Development Co., Ltd.		-12.69	-12.69	4.37
Langfang Jingyu Chuangyi Technology Co., Ltd.		-0.08	-0.08	0.02
Langfang Xinyuehe Real Estate Development Co., Ltd.		-0.04	0.04	1.64
Xianghe Jingsheng Real Estate Development Co., Ltd.		-1,358.29	-1,358.29	-
Xianghe Dingheng Real Estate Development Co., Ltd.		-21.9	-21.9	1.08
Langfang Airport Investment Development Co., Ltd.		-101.71	-101.71	3,551.91
Shenzhen Partner Industry Service Co., Ltd.	27,794.38	-218.01	-218.01	626.66
Dongguan Huasheng Industrial Investment Co., Ltd.	423.69	-73.64	-73.64	-73.81
Dongguan Huazhou Industrial Investment Co., Ltd		-33.04	-33.04	-1,004.35
Pujiang County Dingpeng Park Construction Development Co., Ltd.		-3,559.40	-3,559.40	-159,800.09

Name of subsidiary	Amount for previous period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
PT.CFLD CANGERANG NEW INDUSTRY CITY DEVELOPMENT	38,630.88	-5,781.23	-6,909.88	1,758.45
VINA DAI PHUOC CORPORATION	1,658.07	-2,167.15	-4,996.15	-3,682.17
Nhon Trac New Industry City Company Limited		320.45	-536.16	-11,934.60
Total	291,451.15	1,224.40	-5,307.76	-3,689,015.60

2. The transactions for which the Company's shares in the owners' equity of subsidiaries change, but the Company still controls subsidiaries

[1] Description of the changes of the Company's shares in the owners' equity of subsidiaries

①The company originally held 100% of the shares of Hancan Peacock City Real Estate Development Co., Ltd. In February 2018, the company signed an equity transfer agreement with Beijing Cullen Coast Real Estate Development Co., Ltd. After the completion of the equity transfer, the company actually invested RMB 173,400,000.00 yuan and held a 50% stake in Hancan Peacock City Real Estate Development Co., Ltd , the company's control of the company has not changed.

② The company originally held 100% of the shares of Xinzheng Peacock City Real Estate Development Co., Ltd. In June 2018, the company signed an equity transfer agreement with Beijing Côte d'Azur Real Estate Development Co., Ltd. After the completion of the equity transfer, the company actually invested RMB 308,813,750.00, holding 50% equity of Xinzheng Peacock City Real Estate Development Co., Ltd., the company's control of the company has not changed.

③ The company originally held 100% of the shares of Hetao County Real Estate Development Co., Ltd. In February 2018, the company signed an equity transfer agreement with Nanjing Yinjiayuan Enterprise Management Co., Ltd. After the completion of the equity transfer, the company actually invested RMB 50,000,000.00, holding 50% equity of Hetao Peahu Real Estate Development Co., Ltd., the company's control of the company has not changed.

④ The company originally held 100% of the shares of Hexian Peacock City Real Estate Development Co., Ltd In March 2018, the company signed an equity transfer agreement with Nanjing Red Sun Real Estate Development Co., Ltd. and Nanjing Dongyuan Ruisheng Information Technology Co., Ltd. After the completion of the equity transfer, the company actually contributed RMB 3,005,000.00 and holdHexian Peacock City Real Estate Development Co., Ltd 60.1% equity, the company's control of the company has not changed

⑤ The company originally held 100% of the shares of Jiangmen Peacock City Real Estate Development Co., Ltd. In April 2018, the company signed an equity transfer agreement with Excellence Real Estate Group Co., Ltd. Upon completion of the equity transfer, the Company actually contributed RMB 413,995,000.00 and held a 50% stake in Jiangmen Peacock City Real Estate Development Co., Ltd. The company's control of the company has not changed.

⑥ The company originally held 100% of the shares of Gu'an Peacock Pavilion Real Estate Development Co., Ltd. In June 2018, the company signed an equity transfer agreement with Kaisa Real Estate (Beijing) Co., Ltd. Upon completion of the equity transfer, the company holds a 51% stake in Gu'an Peacock Pavilion Real Estate Development Co., Ltd., and the company's control of the company has not changed.

⑦ The company originally held a 100% of the shares of Wuzhi Yuxuan Real Estate Development Co., Ltd. In June 2018, the company signed an equity transfer agreement with Luohe Changjian Real Estate Co., Ltd. Upon completion of the equity transfer, the Company actually contributed RMB 5,000,000.00 and hold a 50% stake in Wuzhi Yuxuan Real Estate Development Co., Ltd. The company's control of the company has not changed.

⑧ The company originally held 100% of the shares of Lai An Peacock County Real Estate Development Co., Ltd. In March 2018, the company signed an equity transfer agreement with Nanjing Ruide Real Estate Co., Ltd. Upon completion of the equity transfer, the Company actually contributed RMB 3,505,000.00 and held a 70.1% stake in Lai An Peacock County Real Estate Development Co., Ltd. The company's control of the company has not changed.

⑨In December 2017, the company signed a capital increase agreement with Shenzhen Pingan Dahua Huitong Wealth Management Co., Ltd. After the completion of the capital increase and share expansion, the Company actually invested RMB 900,000,000.00 and held 86.94% equity of Jiaxing Peacock City Real Estate Development Co., Ltd. The company's control of the company has not changed.

⑩In December 2017, the company signed a capital increase agreement with Shenzhen Pingan Dahua Huitong Financial Management Co., Ltd. After the completion of the capital increase and share expansion, the company actually invested RMB 500,000,000.00 and held 55.56% equity of CFLD Industry New City (Kaifeng) Co., Ltd. The company's control of the company has not changed.

⑪In December 2017, the company signed a capital increase agreement with China Jingu International Trust Co., Ltd. After the completion of the capital increase and share expansion, the Company actually invested RMB1,000,000,000.00 and held a 51% stake in Wuzhi Dingxing Park Construction Development Co., Ltd. The company's control of the company has not changed.

⑫In March 2018, the company signed a partnership agreement with Everbright Xingyi Trust Co., Ltd. The Company actually invested RMB 470,000,000.00 in Jiaxing Huaxia Happiness Land Investment Partnership (Limited Partnership), and the company's control over the company has not changed

⑬ Daye Trust Co., Ltd., Yinhua Fortune Capital Management (Beijing) Co., Ltd., Beijing Dongfu Houde Investment Management Center (Limited Partnership) (collectively referred to as "Party B") is Jiaxing CFLD No.1 Investment Partnership (Limited Partnership) Limited Partner, Party B intends to withdraw from the investment in Jiaxing No. 3 in three years from 2019 to 2021, and Huaxia Happiness Foundation Co., Ltd. will transfer the total share of the limited partnership of RMB 5 billion held by Party B, and the total amount of the transfer will be RMB 5.04 billion.

(2) Impacts of transactions on minority interest and equity attributable to owners of parent company

Item	Handan Dingqing Park Construction Development Co., Ltd.	Puyang County Qingqing Park Construction Development Co., Ltd	Wuhan Qinghong Park Construction Development Co., Ltd.	Renqiu Peacock City Real Estate Development Co., Ltd	Wuxi Dingqing Park Construction Development Co., Ltd
Purchase cost					
- Cash	523,490,555.55	1,048,697,867.61	995,592,075.01	1,071,469,041.64	1,011,906,979.16
- Fair value of non-cash assets					
Total purchase cost/disposal consideration	523,490,555.55	1,048,697,867.61	995,592,075.01	1,071,469,041.64	1,011,906,979.16
Less: share in subsidiary's net assets based on the shareholding percentage acquired/disposed of/agreed	498,777,679.39	975,307,944.00	946,049,373.39	998,007,629.23	930,652,459.00
Difference	24,712,876.16	73,389,923.61	49,542,701.62	73,461,412.41	81,254,520.16
Including: adjusted capital reserve	-24,712,876.16	-73,389,923.61	-49,542,701.62	-73,461,412.41	-81,254,520.16
Adjusted surplus reserve					
Adjusted undistributed profit					

(Continued)

Item	Wuhan Dingshi Park Construction Development Co., Ltd	Changge Qinghong Park Construction Development Co., Ltd.	Weifang Peacock City Real Estate Development Co., Ltd	Zhuozhou Zhiyuan Real Estate Development Co., Ltd.	Langfang Yongfeng Real Estate Development Co., Ltd
Purchase cost					
- Cash	305,682,571.17	760,646,692.47	532,933,333.33	2,641,523,864.57	1,561,839,566.39
- Fair value of non-cash assets					
Total purchase cost/disposal consideration	305,682,571.17	760,646,692.47	532,933,333.33	2,641,523,864.57	1,561,839,566.39
Less: share in subsidiary's net assets based on the shareholding percentage acquired/disposed of/agreed	306,279,497.74	709,803,167.13	496,017,931.45	2,487,799,634.37	1,496,032,855.22
Difference	-596,926.57	50,843,525.34	36,915,401.88	153,724,230.20	65,806,711.17
Including: adjusted capital reserve	596,926.57	-50,843,525.34	-36,915,401.88	-153,724,230.20	-65,806,711.17
Adjusted surplus reserve					

Item	Wuhan Dingshi Park Construction Development Co., Ltd	Chengge Donghong Park Construction Development Co., Ltd	Wenan Peacock City Real Estate Development Co., Ltd.	Zhuozhou Zhiyuan Real Estate Development Co., Ltd	Langfang Jingfeng Real Estate Development Co., Ltd
Adjusted undistributed profit					

(Continued)

Item	Jiangmen Dingping Park Construction Development Co., Ltd	Wuhu Yuquan Real Estate Development Co., Ltd.	Gu'an Peacock Pavilion Real Estate Development Co., Ltd.	Hexian Peacock City Real Estate Development Co., Ltd	Jiangmen Peacock City Real Estate Development Co., Ltd
Purchase cost					
- Cash	1,613,175,666.67	5,000,000.00	48,877,518.59	1,995,000.00	47,861,684.32
- Fair value of non-cash assets					
Total purchase cost/disposal consideration	1,613,175,666.67	5,000,000.00	48,877,518.59	1,995,000.00	47,861,684.32
Less: share in subsidiary's net assets based on the shareholding percentage acquired/disposed of/agreed	1,470,311,314.97	5,002,040.71	-1,689,291.62	-4,252,768.02	18,230,621.84
Difference	142,864,351.70	-2,040.71	50,566,810.21	6,247,768.02	29,631,062.48
Including: adjustee capital reserve	142,864,351.70	-2,040.71	50,566,810.21	6,247,768.02	29,631,062.48
Adjusted surplus reserve					
Adjusted undistributed profit					

(Continued)

Item	Xinzheng Peacock City Real Estate Development Co., Ltd	Handan Peacock City Real Estate Development Co., Ltd	Nanjing Dinglong Park Construction Development Co., Ltd.	Gu'an Donghan Real Estate Development Co., Ltd	Jiaxing Peacock City Real Estate Development Co., Ltd
Purchase cost					
- Cash	678,107.53	28,022,760.44	1,614,244,218.75	958,440,000.00	720,971,871.43
- Fair value of non-cash assets					
Total purchase cost/disposal consideration	678,107.53	28,022,760.44	1,614,244,218.75	958,440,000.00	720,971,871.43
Less: share in subsidiary's net assets based on the shareholding percentage	-66,524.98	24,127,670.06	1,519,901,065.45	722,498,270.88	687,401,374.51

Item	Xinzhang Peacock City Real Estate Development Co., Ltd.	Handan Peacock City Real Estate Development Co., Ltd	Nanjing Dingtong Park Construction Development Co., Ltd.	Gu'an Donghan Real Estate Development Co., Ltd.	Jiaxing Peacock City Real Estate Development Co., Ltd.
acquired/disposed of/agreed					
Difference	744,632.51	3,895,090.38	94,343,153.30	235,941,720.12	38,570,546.92
Including: adjusted capital reserve	744,632.51	3,895,090.38	-94,343,153.30	-235,941,720.12	-38,570,546.92
Adjusted surplus reserve					
Adjusted undistributed profit					

(Continued)

Item	Zhongke Langfang Technology Valley Co., Ltd.	Xingtai Dingqing Park Construction Development Co., Ltd	Huzhou Dingtai Park Construction Development Co., Ltd.	Shucheng Dingqing Park Construction Development Co., Ltd	Xianghe Weiyuan Real Estate Development Co., Ltd
Purchase cost					
- Cash	208,235,916.85	644,408,333.34	3,219,674,966.20	1,635,583,333.33	500,942,054.41
- Fair value of non-cash assets					
Total purchase cost/disposal consideration	208,235,916.85	644,408,333.34	3,219,674,966.20	1,635,583,333.33	500,942,054.41
Less: share in subsidiary's net assets based on the shareholding percentage acquired/disposed of/agreed	209,550,010.34	597,912,786.72	2,975,124,976.96	1,534,722,511.39	230,632,557.55
Difference	-1,314,093.49	46,495,546.62	244,549,989.24	100,860,821.94	270,309,496.86
Including: adjusted capital reserve	1,314,093.49	-46,495,546.62	-244,549,989.24	-100,860,821.94	-270,309,496.86
Adjusted surplus reserve					
Adjusted undistributed profit					

(Continued)

Item	Bazhou Peacock Lake Real Estate Development Co., Ltd	Bazhou Qianhua Real Estate Development Co., Ltd.	Lai An Peacock County Real Estate Development Co., Ltd
Purchase cost			
- Cash	16,500,000.00	2,749,655,000.00	1,795,000.00

Item	Bazhou Peacock Lake Real Estate Development Co., Ltd.	Bazhou Qianhua Real Estate Development Co., Ltd	Lai An Peacock County Real Estate Development Co., Ltd
- Fair value of non-cash assets			
Total purchase cost/disposal consideration	16,500,000.00	2,749,655,000.00	1,795,000.00
Less: share in subsidiary's net assets based on the shareholding percentage acquired/disposed of/agreed	16,299,959.35	2,495,295,799.80	2,465,903.90
Difference	200,040.65	254,359,200.20	-670,903.90
Including: adjusted capital reserve	-200,040.65	-254,359,200.20	670,903.90
Adjusted surplus reserve			
Adjusted undistributed profit			

3. Interests in joint ventures or associates

(1) Joint ventures or associates

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
Gu'an Yiguang Science & Technology Co., LtdNote1	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	OLED devices		70	Equity method
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., LtdNote2	Suzhou City, Jiangsu Province	No.2 Taishan Road, Gaoxin District, Suzhou	Providing planning and consultancy for the incubation of scientific and technological business startups	51		Equity method
Beijing Zhongcheng Huihuang Real Estate Development Co., LtdNote2	Beijing	Room 1104, No.8 Caiyuzhen Street, Daxing District, Beijing	Real estate development and selling		51	Equity method
CFLD Dongrun (Bazhou) Rail Transit Construction Management Co., Ltd.	Langfang City, Hebei Province	S3 Building, Lanyuan, Bazhou Peacock City, Langfang City, Hebei Province	Rail transport construction management, rail transport operation management, enterprise management and		50	Equity method

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
Shenzhen Partner OCT Industry Management Co., Ltd	Shenzhen	Building A, Building B, Ganjiazhang Hakka Town, No. 18 Ganli Road, Gankeng Community, Jihua Street, Longgang District, Shenzhen, China	consulting, economic trade consulting, financial consulting Industrial Park Operation Management, Industrial Park Investment, Property Management, Owned Property Leasing; Investment in Industrial Development (Specific projects to be separately declared); Investment Consulting (excluding restricted items); Investment Consultant		50	Equity method
Shenzhen Bay Double Creation Technology Service Co., Ltd	Shenzhen	1314, Tower A, Building 5, Shenzhen Bay Science and Technology Ecological Park, Nanshan District, Shenzhen, China	Marketing planning, business management consulting, investment consulting, house leasing, property management.		50	Equity method
Wuhan Yuchen Real Estate Development Co., Ltd.	Wuhan, Hubei	Room 4, 1st Floor, No.1, Xuefin Road, Shuangliu Street, Xinzhou District, Wuhan	Real estate development, commercial housing sales, housing leasing, decoration and construction work		40	Equity method
Langfang City Kaichuang Jiutong Investment Co., Ltd.	Langfang City, Hebei Province	Langfang City	Park infrastructure construction		49	Equity method
Langfang Huijia Real Estate Development Co., Ltd.	Guangyang District, Langfang City, Hebei Province	No.59 Heping Road, Guangyang District, Langfang City	Real estate development and operation		20	Equity method
Langfang Fengda Yikong Auto Sales Co., Ltd.	Anci District, Langfang City, Hebei Province	No.4 Huanhuanyan Road, West Ring Road, Anci Industry Park, Langfang	Selling of motor vehicles, car leasing, etc.		25	Equity method
Shanghai Hongshide Real Estate	Shanghai	No.2321 Gongji Road, Huinan Town, Pudong New	Real estate development and		30	Equity method

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
Development Co., Ltd.		Area, Shanghai	operation, indoor decoration, service, building materials, selling			
Hebei new model screening industry development Fund(LP)	Langfang City, Hebei Province	Emerging industry demonstration zone, Gu'an County, Langfang City, Hebei Province	Investment management	9		Equity method
NIC	Vietnam	7, Eastern Saigon Urban Area, Long Tan Commune, Nhon Trach District, Dong Nai Province, Vietnam	Real Estate - Township development		20	Equity method
Shenzhen City Huayang Industry Development Co., Ltd	Shenzhen City	150, Third Floor, Xinhua Road, Shenzhen City	Industry park operation, Management Consulting, Enterprise Incubator, Lending and Property Management		20	Equity method
Dongguang City Huagu Tech Industry Park Co., Ltd.	Dongguan, Guangdong Province	506, Innovation park D building, Houjie County, Dongguan City	Technology Industry Park, Tech Enterprise Incubator and Consulting		20	Equity method
Shenzhen City Huijinda Investment Co., Ltd.	Shenzhen City	Second floor, Guangqiao North Road, Guangmingqu District, Shenzhen City	Investment Consulting, Property Management		20	Equity method
Shenzhen City Zhiding Property Management Co., Ltd.	Shenzhen City	303-3, Hebin South Road 244, Shenzhen City	Property Lending		20	Equity method
Shenzhen City Lichuang Investment Development Co., Ltd.	Shenzhen City	201, A Building, Longhua District, Shenzhen City	Industry Investment, Property Management		20	Equity method
Shenzhen City Huaqingan Industry Investment Co., Ltd.	Shenzhen City	F Building, Xinqiang Road, Pingshanxinqu, Shenzhen City	Industry park operation, Management Consulting,		20	Equity method
Dongguan City Zhongcheng Property Management Co., Ltd.	Dongguan, Guangdong Province	301, A Building, Houjie County, Dongguan City	Technology Industry Park, Tech Enterprise Incubator and Consulting		20	Equity method
Dongguang City Binghui Industry Investment Co., Ltd.	Dongguan, Guangdong Province	8# 4th Building, Yuanshanbei Road, Dongguan City	Industry Investment, Consulting, Property management and Lending		20	Equity method
Dongguang City Dingbo Industry Investment Co., Ltd	Dongguan, Guangdong Province	Huangjing Industrial zone, Chashan County, Dongguan City	Industry Investment, Property management and Lending		20	Equity method
Shenzhen Wan Yue City Property Management Co., Ltd	Shenzhen	No.1510, Sightseeing Road, Guanlan Street, Longhua District, Shenzhen	Self-owned property leasing; property management; economic		20	Equity method

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
			information consulting			
Shenzhen Huaqingan Industrial Co., Ltd	Shenzhen	Building E, Puqiao Industrial Zone, Xinqiang Road, Liuhe Community, Pingshan Street, Pingshan New District, Shenzhen, China	Industrial Park Operation, Consultant Planning, Consulting Management, Business incubation, Property Leasing, Domestic Trade, Property Management, Production and Processing of Electronic Products		20	Equity method
Dongguan Huasheng Property Management Co., Ltd	Dongguan, Guangdong Province	3rd Floor, Nantang Department Store, No. 1 Yongcheng Street, Yuanwuwei Village, Baoshan Community, Huangjiang Town, Dongguan, China	Property Management, Property Leasing, Property Consulting, Industrial Investment		20	Equity method
Dongguan Ding Xing Industrial Investment Co., Ltd	Dongguan, Guangdong Province	Dongfeng Street, Dongguan City, Dongguan City, Tangxia Industrial Park, 1st Floor, No. 69, Building A	Industrial Investment; Property Management; Property Investment; Property Leasing; Real Estate Brokerage Services; Indoor Hydroelectric Project Installation; Intelligent System Engineering; Decoration Engineering		20	Equity method
Shenzhen Huawei Industrial Investment Co., Ltd	Shenzhen	Room 601, 6th Floor, No. 363, Shajing Section, Guangshen Road, Shajing Street, Bao'an District, Shenzhen City	Investment in industrial, domestic trade, property management, cleaning services, house leasing, self-owned property leasing, business information consulting, zinc aluminum die casting, R&D and manufacturing of hardware and plastic molds, and landscaping management.		20	Equity method
Dongguan Huayuanchuang Investment	Dongguan, Guangdong Province	3rd Floor, South Building, No. 1, Yongkang Street, No. 1, Yongkang Street, Baoshan Community,	Industrial investment, property management, property leasing		20	Equity method

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
Development Co., Ltd		Huangpai Town, Dongguan City, China				
Dongguan Huamei Investment Development Co., Ltd	Dongguan, Guangdong Province	No. 101, No. 8 Building, Zhichuangyuan, Corde City, Nange Village, Dao Town, Dongguan City	Property investment; Real estate brokerage; Economic information consultation; Incubation of science and technology small and medium-sized enterprises; Incubator establishments and shared facilities, technical support and professional consulting services for incubators; Corporate management consulting; Equity investment; Owned property leasing; Property management; Parking field service; conference and exhibition services		20	Equity method
Dongguan Weilan Property Management Co., Ltd.	Dongguan City, Guangdong Province	No. 24, West District, Buwu Village Industrial Zone, Wangniudun Town, Dongguan City	Property management, real estate agency services, real estate information consulting, industrial investment		20	Equity method
Dongguan Huizhuo Industrial Investment Co., Ltd	Dongguan City, Guangdong Province	Building B, No. 35 Shixing North Road, Fulong Village, Shipai Town, Dongguan City	Industrial investment, property management, property investment, property leasing, real estate brokerage services, indoor hydropower project installation, intelligent system engineering construction, decoration engineering construction		30	Equity method
Shenzhen Huixing Property Management Co., Ltd.	Shenzhen	210, Building 1, Futian Industrial Zone, Jianhui Road, Hualian Community, Longhua Street, Longhua District, Shenzhen, China	Investment consulting (excluding futures, securities, insurance and other financial services). Investment in industrial		20	Equity method

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
			development (specific projects are separately declared); decorative engineering design; marketing planning; property management; domestic trade			
Shenzhen Huacheng Investment Development Co., Ltd.	Shenzhen	21st Floor, Block B, Building 9, Shenzhen Bay Science and Technology Park, Nanshan District, Shenzhen, Guangdong, China	Investment in industrial development, business information consulting, business management consulting, real estate brokerage, real estate information consulting, own property leasing, property management		20	Equity method
Dongguan Haorui Industrial Investment Co., Ltd.	Dongguan City, Guangdong Province	No. 35 Yingfeng Road, Daingtou Community, Dalang Town, Dongguan City	Industrial investment; property management; property leasing; real estate brokerage services		30	Equity method
Shenzhen Huarui Industrial Investment Co., Ltd.	Shenzhen	Room 406, Building 7, Lower Third Industrial Zone, Shangcun Community, Gongming Street, Guangming New District, Shenzhen	Investment in industrial development (specific projects will be declared separately); investment consulting (excluding securities, insurance, futures, finance and other projects requiring pre-approval); creative services; public relations activities organization and planning; business e-commerce; market information consultation and investigation; information consultation; business management consulting; marketing and planning; conference services; exhibition		20	Equity method

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
			display services; advertising design; domestic trade; operating import and export business; indoor and outdoor decoration engineering design, construction, Internet information services.			
Dongguan Nongken Industrial Park Operation Co., Ltd.	Dongguan City, Guangdong Province	103, 1st Floor, Building C, No. 10 South Shahu Avenue, Shahu Community, Tangxia Town, Dongguan City	Industrial park development; property management; high-tech enterprise incubation service; enterprise management consulting; corporate image planning; marketing planning, investment consulting (excluding national restrictions); property leasing; landscaping; cleaning services; parking services; The technical development of the software and the technical development of the information system can be carried out after the business activities]		20	Equity method
Guangzhou Huabang Industrial Park Operation Co., Ltd	Guangzhou City	4th Floor, No. 59 Jindu Road, Xintang Town, Zengcheng District, Guangzhou	Real estate development and management; own real estate business activities; housing leasing; site leasing (excluding warehousing); property management; real estate agency services; real estate consulting services; collection and payment of water and electricity charges; warehousing agency services; other warehousing industry		20	Equity method

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
			(excluding crude oil, product oil storage, gas storage, dangerous goods storage); warehousing consulting services; parking management; corporate image planning services, planning creative services, marketing planning services; commodity information consulting services; technology information consulting services; Except for licensed business projects: business management consulting services, investment of self-owned funds, conference and exhibition services			
Guangdong You Ai Fuou Technology Industrial Park Management Co., Ltd	Dongguan City, Guangdong Province	Habitat Valley Entrepreneurship Base 707, No. 20 Zhongshan Road, Jiangli Town, Dongguan City	Industrial park operation management; industrial investment; investment consulting; property leasing; property management; landscaping; cleaning services; motor vehicle parking services; corporate marketing plans; computer software development; information system technology development		20	Equity method
Shenzhen Pengchuangqing Investment Development Co., Ltd.	Shenzhen	Room 101, Huishengda Plant, Qinghu Industrial Estate, Qinghu Community Committee, Qinghu Community, Longhua District, Longhua District, Shenzhen, China	Investment in industrial development (specific projects will be declared separately); property management; own property leasing		20	Equity method

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
Dongguan Huake Zhilian Incubator Operation Co., Ltd.	Dongguan City, Guangdong Province	1st Floor, Building 2, Zone 2, Zhenxing Industrial Zone, Shantou, Nanshan Community, Dongcheng Street, Dongguan City	Provide technology research and development, technical services and incubation sites and shared facilities for SMEs, technology-based SMEs incubation; equity investment; industrial investment; business management consulting; property management; conference services; exhibition services;		80	Equity method
Baohou Yujingxuan Real Estate Development Co., Ltd	Baohou City, Hebei Province	East Side of Taishan Road, Baohou Development Zone, Commercial 3	Real estate development and sales.		49	Equity method
Nanjing Airport Exhibition Investment Management Co., Ltd.	Nanjing, Jiangsu Province	Zijin Science and Technology Innovation Center, Economic Development Zone, Lishui District, Nanjing	Hotel investment management, real estate development and management; commercial housing sales; own house rental services; exhibitions, conferences, hotel management services		51	Equity method
Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd	Hebei Dachang Hui Autonomous County	No. 200 Jiangtan South Road, Dachang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, building sales, industrial plant development and operation, and own house leasing		20	Equity method
Dachang Hui Autonomous County Yujing Real Estate Development Co., Ltd.	Hebei Dachang Hui Autonomous County	No. 200 Jiangtan South Road, Dachang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, building sales, industrial plant development and operation, and own house leasing		20	Equity method
Laian Yulong Real Estate Development Co., Ltd	Chuzhou City, Anhui Province	No. 8, Gaoxin Road, Luohe Economic Development Zone, Laian County	Real estate development and sales; own house leasing		20	Equity method
Baohou Peacock Lake Real Estate Development Co., Ltd	Langfang City, Hebei Province	Building 53, Lanyuan, Peacock City, Baohou Economic and Technological Development Zone, Langfang City, Hebei Province	Real estate development and operation, housing rental services. (Projects subject to approval according to law may be		35	Equity method

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
			operated after approval by relevant departments)			
Zhengzhou Yurai Real Estate Development Co., Ltd.	Qunzhou City	1st Floor, Building 2, Hongkun Ideal Bay, High-speed Railway New City, Zhengzhou City	Real estate development and operation (prohibition of new construction: real estate development and operation of residential projects with a plot ratio of less than 1.0 (including) (excluding cultural relics protection areas, but prohibiting the construction of single family single-family real estate projects); large-scale residential projects (referring to single-set housing) Large-scale commodity investment projects such as housing projects with a construction area of more than 144 square meters and motor vehicle trading market, building materials city, furniture city, etc. are prohibited from occupying cultivated land, nor can they occupy cultivated land in disguised form by handling urban batches of agricultural land first; Centralized office area in business activities (except for the technology business incubator, heavy creation space and centralized office area identified by the competent department of		20	Equity method

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
			small and medium-sized enterprises);; housing leasing; property management Business activities can be carried out after approval by the department			
Jiaxing Rongguang Real Estate Development Co., Ltd	Jiashan County, Jiaxing City, Zhejiang Province	Room 2501, Huijin Building, Luodong Street, Jiashan County, Jiaxing City, Zhejiang Province, China	Real estate development and management, property management, real estate brokerage; sales, building materials		5	Equity method
Jiaxing Yurong Real Estate Development Co., Ltd.	Jiashan County, Jiaxing City, Zhejiang Province	Room 206, No. 290, Jinyang East Road, Luodong Street, Jiashan County, Jiaxing, Zhejiang, China	Real estate development and operation, own house leasing		10	Equity method
Langfang Peacock Island Real Estate Development Co., Ltd.	Langfang City, Hebei Province	2-2-110, Lanlong, Huaxia North Park, Anci District, Langfang City, Hebei Province	Real estate development and operation. [Projects subject to approval according to law may be operated after approval by relevant departments]		20	Equity method

(2) Financial summary of insignificant joint ventures and associates

Item	Ending balance/Amount for current period	Beginning balance/Amount for previous period
Joint ventures:		
Total book value of investments	552,929,104.65	585,240,373.93
Total of the following items based on shareholding percentages		
—Net profit	-30,682,500.77	-10,475,634.91
- Other comprehensive income		
- Total comprehensive income	-30,682,500.77	-10,475,634.91
Associates:		
Total book value of investments	3,689,805,408.97	3,453,192,479.31
Total of the following items based on shareholding percentages		
-- Net profit	7,479,670.51	2,880,585.78
-Other comprehensive income		
-Total comprehensive income	7,479,670.51	2,880,585.78

4. The interests in the structured entities not incorporated into the scope of consolidated financial statements

(1) As a limited partner, Global Industrial Investment Co., Ltd. (a subsidiary of the Company) contributed USD50mn (equivalent to RMB338,720,000.00) to subscribe for the share of 1995 Capital China Fund ("China Fund") The general partner of China Fund is a limited liability company incorporated in the State of Delaware. All its core team members have years of investment experience in world class fund companies. The duration of China Fund is 7 years. The first four years following its founding is the subscription period. The general partner has the right to extend the duration by 12 months to terminate the fund in an orderly way and liquidate the assets. The duration may be extended by no more than twice The China Fund mainly targets the innovative technological companies likely to achieve industrialization or commercialization in China. The key fields cover energy and environmental protection, medical service, food, agriculture, education, ageing population etc. Idle funds can be used to make short-term investments in excellent securities

(2) As a limited partner, Global Industrial Investment Co., Ltd. (a subsidiary of the Company) contributed USD30mn (equivalent to RMB196,026,000.00) to subscribe for the share of 1995 Capital Fund 1 ("Capital Fund 1") The general partner of Capital Fund 1 is a limited liability company incorporated in the State of Delaware. All its core team members have years of investment experience in world-class fund companies. The duration of Capital Fund 1 is 10 years. The first 5 years following its founding is the contribution period; but the general partner has the right to extend the duration by 12 months to terminate the fund in an orderly way and liquidate the assets. The duration may be extended by no more than twice. The Capital Fund 1 mainly

makes VC, PE and other equity investments in the forward-looking and innovative high-tech companies or teams) having the potential to develop revolutionary products and services and likely to form a significant production capacity. The key fields cover energy and environmental protection, medical service, food, agriculture, education, ageing population etc. Idle funds can be used to make short-term investments in excellent securities.

(3) On November 30, 2016, CFLD (Beijing) Equity Investment Management Co., Ltd., Sanpu Weite Park Construction Development Co., Ltd., Langfang High-tech Innovation & Entrepreneurship Investment Co., Ltd. and Hebei Province Technology Investment Center (all of which are the indirect controlled subsidiaries of the Company) signed the Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP) Partnership Agreement, pursuant to which CFLD (Beijing)Equity Investment Management Co., Ltd. will contribute RMB1mn, Sanpu Weite Park Construction Development Co., Ltd. will contribute RMB100mn, Langfang High-tech Innovation & Entrepreneurship Investment Co., Ltd. will contribute RMB50mn and Hebei Province Technology Investment Center will contribute RMB50mn to jointly set up Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP). According to this partnership agreement, all the parties jointly control the investment and operation of the partnership. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement.

(4) In 2016, The company's indirect wholly owned subsidiaries, CFLD Industry Investment Co., Ltd, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd and CFLD (Beijing) Equity Investment Management Co., Ltd signed the Jingjinji Huaxia Jicai Dachang Film Industry Fund(LP) Partnership Agreement with Hebei province Jicai Industry Equity Investment Fund Co., Ltd and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd. According to this partnership agreement, CFLD Industry Investment Co., Ltd will contribute RMB52mn, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd will contribute RMB24mn, CFLD (Beijing) Equity Investment Management Co., Ltd will contribute RMB4mn, Hebei province Jicai Industry Equity Investment Fund Co., Ltd will contribute RMB50mn and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd will contribute RMB70mn. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement.

VIII. Risks Related to Financial Instruments

The main financial instruments of the Company include borrowings, receivables, payables, trading financial assets, trading financial liabilities, etc. For the details of financial instruments, please see Note "V. Notes to Main Items of Financial Statements". The risks relating to these financial instruments as well as the risk management policies taken by the Company to lower these risks are stated below. The Company's management manages and monitors these risk exposures to ensure that the said risks are controlled to be within the defined scope.

1. Various risk management objectives and policies

The objectives of the Company's risk management are to achieve the appropriate balance between risks and earnings, minimize the negative impact of risks upon the Company's operational results and maximize the interests of shareholders and other equity investors. Based on these risk management objectives, the basic strategy of the Company's risk management is to determine and analyze the risks facing the Company, establish the appropriate risk tolerance bottom lines, conduct risk management and supervise various risks in a timely and reliable way to control risks to be within the defined scope.

(1) Market risk

① Exchange rate risk

The exchange rate risk of the Company is mainly related to USD. Several subsidiaries of the Company adopt USD for settlement. The other main business activities of the Company adopt RMB for settlement. As of Dec 31, 2018, except for the USD balances of the assets and liabilities in the table below, the balances of the other assets and liabilities of the Company are RMB balances. The exchange rate risk of such assets and liabilities in USD may influence the operational results of the Company.

Item	Ending balance of foreign currency	Beginning balance of RMB equivalent
Bank deposit		
Including: USD	2,181,420,202.72	7,472,483,563.98
SGD	24,167,024.90	19,822,394.71
IDR	220,487,190.44	153,139,525.58
INR	7,772,022.51	16,451,594.19
MYR	2,527,844.55	7,238,911.28
VND	451,119,195.99	37,825,371.04
KRW	1,286,250.00	1,282,890.00
EUR	188,471.04	195,057.50
EGP	132,492.30	
JPY	11,903.04	
PHP	614,428.20	
HKD	1,178.49	
Other bank deposit		
Including: IDR	200,142,087.01	
Account receivables		
Including: VND	39,107,553.77	1,195,115.25
IDR	424,517.50	
Other receivables		
Including: USD	2,435,903.92	19,483,292.95
SGD	2,789,451.39	2,778,905.07
IDR	481,530,499.41	564,833,822.48
INR	474,220.88	480,181.23
VND	3,041,747.82	665,675.52
HKD	20,897.37	
Other current assets		
including：SGD		495,506.57
IDR		144,757,987.98
INR		1,045,031.62
VND		25,377,744.33

Item	Ending balance of foreign	Beginning balance of RMB
Assets available for sale		
USD	5,764,015.84	6,534.20
IDR		5,868,870.56
Short-term borrowing		
including: USD		718,762,000.00
Accounts payable		
Including: SGD	98,684.52	
IDR	13,613,719.19	18,706,558 05
VND	19,348,930.48	9,033,735 19
MYR		162,657.00
HKD	373.76	
USD	254,716.89	
EUR	12,984.93	
EGP	3,065.23	
Other payables		
Including: USD		14,406,175.80
SGD	345,565.47	
VND	990,331,284.08	39,822,504 31
IDR	188,762,843.42	114,715,320.21
INR	169,893.23	1,277,347.09
MYR	156,550.50	
HKD	109,525.00	
PHP	10,612.96	
Long-term borrowings-USD	1,043,206,400.00	653,420,000.00
Bond payable-USD	13,064,066,679.16	4,210,234,056.70

The Company closely watched the effect of exchange rate changes upon the Company.

As of December 31, 2018, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against USD, then the Company's net profit will decrease or increase by RMB44,696,012.39.

As of December 31, 2018, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against IDR, then the Company's net profit will decrease or increase by RMB2,625,778.99.

As of December 31, 2018, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against VND, then the Company's net profit will decrease or increase by RMB 1,936,543.94.

As of December 31, 2018, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against SGD, then the Company's net profit will decrease or increase by RMB 99,420.85.

As of December 31, 2018, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against INR, then the Company's net profit will decrease or increase by RMB 30,286.31.

② Interest rate risk

The interest rate risk facing the Company is mainly from bank borrowings, trust borrowings, bonds payable and other interest-bearing liabilities. The Company reasonably designs credit line, credit type and credit term by establishing a good bank/enterprise relationship in order to ensure that the credit line from banks is sufficient and meets the Company's requirements for various kinds of short-term financing. In addition, the Company reasonably reduces the risk of interest rate fluctuation by shortening the term of single loan, in particular, incorporating the early repayment provision

As of Dec 31, 2018, when other variables keep unchanged, if the loan rate based on floating rate increases or decreases by 50BPs, then the Company's net profit will decrease or increase by RMB 279,982,351.69.

③ Price risk

The Company sells the real estate commodities at market price, so the Company is influenced by the market price fluctuations.

(2) Credit risk

As of Dec 31, 2018, the largest credit risk exposure that is likely to result in the financial loss of the Company is mainly from the loss of the Company's financial assets for the failure by the other party to perform its obligations as well as the financial guarantees provided by the Company, specifically including:

The book value of the financial assets recognized in the consolidated balance sheet; as for the financial instruments measured at fair value, book value reflects their risk exposure, but not the largest risk exposure. The largest risk exposure will vary with the change in the fair value in future.

In order to lower credit risk, the Company sets up a special department to determine credit line, conduct credit examination and approval and implement other monitoring procedures so as to ensure that necessary measures are taken to recover the past-due creditor's right. In addition, on each balance sheet date, the Company examines the recovery of every single receivable so as to ensure that sufficient bad debt provision is made for non-recoverable receivables. Thus, the Company's management holds the view that the credit risk facing the Company decreases significantly.

The Company's working capital is deposited at the banks with a higher credit rating, so the working capital has a lower credit risk.

The Company adopted necessary policies to ensure that all sales customers had good credit records. Except for the top five debtors in accounts receivable, the Company has no other significant credit concentration risk. The top five customers in accounts receivable are government departments and the total amount is RMB 21,467,060,428.46. Thus, the credit risk is lower. However, from the perspective of prudence, the company has made 5% of bad debt provision for government receivables aged over one year.

(3) Liquidity risk

Liquidity risk is the risk that the Company is unable to satisfy its financial obligations on expiry date. The method used by the Company to manage liquidity risk is to ensure that sufficient fund liquidity is available to fulfill the due obligations and avoid unacceptable losses or damage to the reputation of the Company. The Company regularly analyzes the structure and term of liabilities so as to ensure that abundant funds are available. The Company's management monitors use bank loans and guarantees compliance with loan agreements. The management also makes financing negotiations with financial institutions so as to maintain a certain credit line and lower liquidity risk.

IX. Disclosure of fair value

1. Ending balance of assets and liabilities measured at fair value

	Ending balance			
Item	Level 1	Level 2	Level 3	Total
1.Continuous fair value measurement				
(1)Investment properties			2,246,300,000.00	2,246,300,000.00
a. Rental building			2,246,300,000.00	2,246,300,000.00
Total			2,246,300,000.00	2,246,300,000.00

2. Continuing and non-continuing level 3 fair value measurement projects, using valuation techniques and qualitative and quantitative information as important parameters

The company hired Guangzhou Diyi Taiping Daiweisi Real Estate and Land Appraisal Co., Ltd. to evaluate the fair value of investment real estate. The valuation is valued using the income method and the comparative method.

The income method is to predict the future income of the valuation object, and use the rate of return or capitalization rate and the income multiplier to convert the future income into value to obtain the value or price of the valuation object. The comparison method selects a certain number of comparable instances, compares them with the valuation object, and processes the comparable instance transaction price according to the difference between them to obtain the valuation object value or price.

The above level 3 assets changes as follows

Item	2017.12.31	Changes in accounting policies	2018.1.1	Addition	Transfer out
Investment properties	2,874,208,628.29	55,236,411.01	2,929,445,039.30	505,811,800.64	1,351,053,136.00

[Continued]

Item	Recognised in current profit and loss	Recognised in Other comprehensive income	2018.12.31	Changes in unrealized gains or losses on assets held in December 31, 2018
Investment properties	100,728,736.74	61,367,559.32	2,246,300,000.00	100,728,736.74

The level 3 fair value measurement related information is as follows:

Item	2018.12.31 fair value	Valuation method	Name	Scope	Relationship with fair value	Observable or not
Investment properties	2,246,300,000	Income method, comparison method	Rate of return within the lease	5%-6%	Negative	Not observable
			Rate of return without the lease	5.5%-6.5%	Negative	Not observable
			Market rent	RMB 15 per square meter per month to RMB 154	Positive	Not observable

X. Related Parties and Related-Party Transactions

1. Information on the parent company of the Company

Name of parent company	Place of registration	Business nature	Registered capital (RM10,000)	Shareholding percentage of parent company in the Company	Voting percentage of parent company in the Company
CFLD Holding Co., Ltd.	Guan	Investment	105,000	41.31%	41.31%

The ultimate controller of the Company is Mr. Wang Wenxue. Mr. Wang Wenxue serves as the Board Chairman of the Company.

2. Information on the Company's subsidiaries

For the Company's subsidiaries, please fee Note VII. 1 "Interests in Other Entities ".

3. Information on the Company's joint ventures and associates

For the important joint ventures and associates of the Company, please see VII. 3 "Interests in joint ventures or associates"

Name of joint ventures and associates of the Company	Relationship between other related party and the Company
Nanjing Oriental Datang Real Estate Co., Ltd	Joint ventures(Disposal in Dec 2017)
Hebei Yemao Real Estate Development Co., Ltd	Joint ventures
Shanghai Hongshida Real Estate Development Co., Ltd	Associates
Gu'an Shuguang Technology Co., Ltd	Joint ventures
Nanjing Airport Exhibition Investment Management Co., Ltd	Associates

Name of joint ventures and associates of the Company	Relationship between other related party and the Company
Suzhou Torch Innovation and Entreprencurship Incubation Management Co., Ltd	Joint ventures
Bazhou Yujingxuan Real Estate Development Co., Ltd	Associates
Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd	Associates
Dachang Hui Autonomous County Yujing Real Estate Development Co., Ltd	Associates
Langfang Peacock Island Real Estate Development Co., Ltd	Associates
Bazhou Peacock Lake Real Estate Development Co., Ltd	Associates
Zhangzhou Yutai Real Estate Development Co., Ltd	Associates
Wuhan Yuchen Real Estate Development Co., Ltd	Joint ventures
Langfang Kaichuang Jiutong Investment Co , Ltd	Associates
Jiaxing Rongguang Real Estate Development Co., Ltd	Associates
Jiaxing Yurong Real Estate Development Co., Ltd	Associates
Shenzhen Bay Shuangchuang Technology Service Co., Ltd	Joint ventures
Langfang Huijia Real Estate Development Co., Ltd	Associates

4. Information on other related parties

Name of other related party	Relationship between other related party and the Company
Taiku Technology Venture Development Co., Ltd	others
Shanghai Qijiu Real Estate Agency Co., Ltd	others
Yungu (Gu'an) Technology Co., Ltd	others
Zhihe Holdings Co., Ltd	the same chairman as the company
Zhihe Capital Management Co., Ltd	others
Zhihe Travel Technology Co , Ltd	the same chairman as the company
Zhejiang Hezhong New Energy Automobile Co., Ltd	others
Shenzhen Ping An Financial Center Construction Development Co., Ltd	others
Beijing Blue Coast Real Estate Development Co., Ltd	others
Zhuoyue Zhidi Real Estate Group Co., Ltd	others
Tianjin Yasong Real Estate Development Co., Ltd	others

5. Information on Related-party Transactions

(1)Purchase goods

Name of related party	Transaction	Amount of current period	Amount of previous period
Taiku Technology Venture Development Co., Ltd Note1	Consulting services	80,000,000.00	330,000,000.00
Taiku Technology Venture Development Co., Ltd Note2	Consulting services	9,640,000.00	
Shanghai Qijiu Real Estate Agency Co , Ltd Note3	Procurement services	2,866,834.75	
Shanghai Qijiu Real Estate Agency Co., Ltd Note4	Procurement services	342,802.37	
Shanghai Qijiu Real Estate Agency Co., Ltd Note5	Air conditioning Procurement services	129,014.00	
Shanghai Qijiu Real Estate Agency Co., Ltd Note6	Procurement services	4,818,033.05	

Note1: The actual controllers of the company and Taiku Technology Entrepreneurship Development Co., Ltd. are both Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company is associated with Taiku Technology Venture Development Co., Ltd relationship. According to the "CFLD and Taiku Technology Innovation Service Agreement" signed by the company and Taiku Technology Venture Development Co , Ltd in 2017, and a transaction amount of RMB 80 million during the reporting period.

Note2: The actual controllers of the company and Taiku Technology Entrepreneurship Development Co., Ltd. are both Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company is associated with Taiku Technology Venture Development Co., Ltd. relationship. In May 2018, Gu'an Jiutong Xinsheng Park Construction Development Co., Ltd. and Taiku Technology Innovation Development Co., Ltd. signed the "Taiku Service Agreement" with a total contract value of RMB 24.1 million and a transaction amount of RMB 9 64 million during the reporting period.

Note3: The actual controller of the company and Shanghai Qijiu Real Estate Brokerage Co., Ltd. is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10 1.3 of the Shanghai Stock Exchange Listing Rules, the company is associated with Shanghai Qijiu Real Estate Agency Co., Ltd. relationship. Hebei Huaxia Happiness Football Club Co., Ltd. and Shanghai Qijiu Real Estate Brokerage Co., Ltd. signed the "Comprehensive Procurement Framework Contract", and the transaction amount during the reporting period was RMB 2,866,834.75.

Note 4: The actual controller of the company and Shanghai Qiju Real Estate Brokerage Co., Ltd. is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company is associated with Shanghai Qijiu Real Estate Agency Co., Ltd. relationship. Hebei Huaxia Happiness Football Club Co., Ltd. and Shanghai Qijiu Real Estate Brokerage Co., Ltd. signed the "Comprehensive Purchasing Framework Contract", and the transaction amount during the reporting period was RMB 342 802.37.

Note 5: The actual controller of the company and Shanghai Qijiu Real Estate Agency Co., Ltd. is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company is associated with Shanghai Qijiu Real Estate Agency Co., Ltd. relationship. Qinhuangdao Jingyu Real Estate Development Co., Ltd. and Shanghai Qijiu Real Estate Agency Co., Ltd. signed the "Air Conditioning Purchasing Contract", and the transaction amount during the reporting period was RMB 129,014.

Note 6: The actual controller of the company and Shanghai Qijiu Real Estate Agency Co., Ltd. is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company is associated with Shanghai Qijiu Real Estate Agency Co., Ltd. relationship. CFLD Foundation Investment Co., Ltd., Shenyang Dingkai Park Construction Development Co., Ltd. and Shanghai Qijiu Real Estate Agency Co., Ltd. signed the "Comprehensive Procurement Contract". The transaction amount during the reporting period was RMB 4,818,033.05.

(2)Sell goods

Name of related party	Transaction	Amount of current period	Amount of previous period
Yungu (Gu'an) Technology Co., Ltd Note7	Property management services	198,198.00	373,528.28
Yungu (Gu'an) Technology Co., Ltd Note8	Conference services	23,320.00	
Yungu (Gu'an) Technology Co., Ltd Note9	Conference services	15,900.00	
Zhihe Holdings Co., Ltd Note10	Property management services	151,800.00	
Zhihe Capital Management Co., Ltd Note11	Property management services	110,500.00	
Zhihe Travel Technology Co., Ltd Note12	Property management services	29,400.00	
Taiku Technology Venture Development Co., Ltd Note13	Property management services	55,680.10	
Zhejiang Hezhong New Energy Automobile Co., Ltd Note14	Sell goods	91,000.00	
Yungu (Gu'an) Technology Co., Ltd Note15	Hotel accommodation services	290,165.97	

Note 7: The actual controllers of the company and Yungu (Gu'an) Technology Co., Ltd. are both Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Yungu (Gu'an) Technology The company has an associated relationship. In 2017, Chuangye Property Services Co., Ltd. Gu'an Branch and Yungu (Gu'an) Technology Co., Ltd. signed two office property service contracts to provide property services to Yungu Gu'an, (1) since May 1, 2017 From April 30, 2018, the charging standard is 9 yuan / month / square meter, the basic situation of the property is located in the fourth floor of the main building of Gu'an County Venture Building, Langfang City, Hebei Province, with a construction area of 1573 square meters; (2) from From December 1, 2017 to June 30, 2018, the charging standard is 15 yuan / month / square meter. The basic situation of the property is located

on the 7th floor of the main building of Gu'an County Venture Building, Langfang City, Hebei Province, with a construction area of 1573 square meters. During the reporting period, the confirmed transaction amount was RMB 198,198.

Note 8: The actual controllers of the company and Yungu (Gu'an) Technology Co., Ltd. are both Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Yungu (Gu'an) Technology The company has an associated relationship. In January 2018, Sanpu Weite Park Construction Development Co., Ltd. and Yungu (Gu'an) Technology Co., Ltd. signed the "Conference Service Agreement" with a total contract value of RMB 23.32 million and a transaction amount of RMB 23.32 million during the reporting period.

Note 9: The actual controllers of the company and Yungu (Gu'an) Technology Co., Ltd. are both Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Yungu (Gu'an) Technology The company has an associated relationship. In December 2017, Sanpu Weite Park Construction Development Co., Ltd. and Yungu (Gu'an) Technology Co., Ltd. signed the "Conference Service Agreement" with a total contract value of RMB 15.59 million and a transaction amount of RMB 15.59 million during the reporting period.

Note 10: The actual controller of the company and Zhihe Holdings Co., Ltd. is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company has a relationship with Zhihe Holdings Co., Ltd. In May 2018, CFLD Foundation Property Services Co., Ltd. Beijing Fengtai Branch and Zhihe Holdings Co., Ltd. signed the "Office District Cleaning Project Service Entrustment Contract". The contract will run from May 1, 2018 to April 30, 2023. The fee is RMB3868.70/ month / person and a transaction amount of RMB 151,800 during the reporting period.

Note 11: The actual controller of the company and the joint venture management company is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company has a relationship with the joint venture management company. In 2018, CFLD Foundation Property Services Co., Ltd. Beijing Fengtai Branch signed the "Beijing Office Project Service Entrustment Contract" with the Zhijian Joint Management Co., Ltd., the contract will run from May 1, 2018 to April 30, 2023. The fee is RMB3868.70/ month / person, and a transaction amount of RMB 110,500 during the reporting period.

Note 12: The actual controllers of the company and Zhihe Travel Technology Co., Ltd. are Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company has a relationship with Zhihe Travel Technology Co., Ltd. In April 2018, CFLD Foundation Property Services Co., Ltd. Beijing Fengtai Branch and Zhihe Travel Technology Co., Ltd. signed the "Office District Cleaning Project Service Entrustment Contract", the contract will run from May 1, 2018 to April 30, 2023. The fee is RMB3868.70/month/person, and the transaction amount during the reporting period is RMB29,400.

Note 13: The actual controllers of the company and Taiku Technology Entrepreneurship Development Co., Ltd. are both Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company is associated with Taiku Technology Venture Development Co., Ltd. relationship. In November 2018, Gu'an Jiutong Foundation Utilities Co., Ltd. and Taiku Technology Entrepreneur Development Co., Ltd. signed the "Guan Industrial Zone Heating Contract" with a total heating area of 3,772.28 square meters and a

price of RMB38 / square meter, which was confirmed during the reporting period. The transaction amount is RMB55,680.10.

Note 14: The actual controller of the company and Zhejiang Hezhong New Energy Automobile Co., Ltd. is Mr. Wang Wenxue. According to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Taizhou Hezhong New Energy Vehicle Co., Ltd. The company has an associated relationship. During the reporting period, Zhejiang Hezhong New Energy Automobile Co., Ltd. purchased RMB 78,800 from the Hebei Huaxia Happiness Football Club Co., Ltd., with a ticket of RMB 19,200, and a total transaction amount of RMB 91,000.

Note 15: The actual controllers of the company and Yungu (Gu'an) Technology Co., Ltd. are both Mr. Wang Wenxue, according to the provisions of paragraph (2) of Article 10.1.3 of the Shanghai Stock Exchange Listing Rules, the company and Taiyun Valley (Gu'an) Technology Co., Ltd. has an associated relationship. In September 2018, Gu'an CFLD Foundation Asset Management Co., Ltd. Peng Hotel and Company signed a "Hotel Service Agreement" with Yungu (Gu'an) Technology Co., Ltd., and the transaction amount during the reporting period was RMB 290,165.97

(3) Leasing

Name of lessor	Transaction	Amount of current period	Amount of previous period
Shenzhen Ping An Financial Center Construction and Development Co., Ltd. (Note 16)	Office rent	1,041,685.12	

Note 16: China Ping An Life Insurance Co., Ltd. is a shareholder of the company. Shenzhen Ping An Financial Center Construction Development Co., Ltd. is a wholly-owned subsidiary of China Ping An Life Insurance Co., Ltd., in accordance with the "Shanghai Stock Exchange Listing Rules", Article 10.1.3 (The provisions of the second paragraph, the company and Shenzhen Ping An Financial Center Construction Development Co., Ltd. have a relationship. In October 2018, the company signed a lease agreement with Shenzhen Ping An Financial Center Construction Development Co., Ltd., the lease term began on November 1, 2018, and ended on October 31, 2021. The rent and Property management services confirmed during the reporting period was RMB 736,352.48. and 305,332.64 respectively.

(4) Information on related-party guarantees

The Company as the guarantor- Joint ventures or associates

Guaranteed party	Guaranteed amount	Starting date of guarantee	Expiry date of guarantee	Whether the guarantee is fully performed or not
Gu'an Yiguang Science & Technology Co., Ltd. Note 17	150,000,000.00	2016/9/19	2021/9/19	No
Nanjing Airport Exhibition Investment Management Co., Ltd Note 18	182,000,000.00	2018/12/27	2021/12/24	No
Nanjing Airport Exhibition Investment Management Co., Ltd Note 19	153,000,000.00	2018/12/27	2024/11/27	No
Suzhou Torch Innovation and Entrepreneurship Incubation Management Co., Ltd Note 20	40,000,000.00	2018/12/29	2022/1/6	No

The Company as the guarantor- Subsidiaries

At the end of the period, the total guarantee balance of subsidiaries is RMB 89.683 billion.

Guarantor	Guaranteed party	Guarantee amount	Starting date of guarantee	Expiry date of guarantee	Whether the guarantee is fully performed or not
CFLD Holding Co., Ltd.	China Fortune Land Development Co., Ltd.	2,000,000,000.00	2016/3/24	2020/5/25	No

Note 17: In September 2016, the company provided joint guarantee guarantee for the debt of RMB 150 million of the joint venture Gu'an Yiguang Technology Co., Ltd.

Note 18: In December 2018, the company provided joint guarantee guarantee for the RMB182 million debts of the joint venture Nanjing Airport Exhibition Investment Management Co., Ltd.

Note 19: In December 2018, the company provided joint guarantee guarantee for the RMB 153 million debts of the joint venture Nanjing Airport Exhibition Investment Management Co., Ltd.

Note 20: In December 2018, the company provided joint guarantee guarantee for the debt of RMB 40 million of the joint venture Suzhou Torch Innovation and Entrepreneurship Incubation Management Co., Ltd.

(5)Receivables from and payables to related parties

Name of related party	Loan amount	commencement date	Maturity date	Term
Loan				
Nanjing Oriental Datang Real Estate Co., Ltd. Note 21	500,000,000.00	2016-5-31	2018-2-28	21 months
Nanjing Oriental Datang Real Estate Co., Ltd. Note 22	200,000,000.00	2016-9-30	2018-3-26	18 months
Nanjing Oriental Datang Real Estate Co., Ltd. Note 23	200,000,000.00	2018-3-26	2018-9-26	6 months
Nanjing Oriental Datang Real Estate Co., Ltd. Note 24	100,000,000.00	2017-11-30	2018-5-30	6 months
Shanghai Hongshida Real Estate Development Co., Ltd. Note 25	377,000,000.00	2017-4-28	2020-4-27	36 months
Shanghai Hongshida Real Estate Development Co., Ltd. Note 26	230,000,000.00	2017-1-18	2020-1-17	36 months
Shanghai Hongshida Real Estate Development Co., Ltd. Note 27	215,000,000.00	2017-3-7	2020-3-6	36 months

Note 21: On May 31, 2016, the company signed an entrusted loan contract with the business department of Langfang Bank Co., Ltd. and Nanjing Oriental Datang Real Estate Co., Ltd., with a loan term of 12 months and a fixed interest rate of 15% per year. The parties signed a renewal agreement in 2017, agreeing to change the loan term to 21 months and the maturity date to

February 28, 2018. Nanjing Oriental Datang Real Estate Co., Ltd. has provided sufficient self-owned real estate and its attachment mortgage guarantee, and there is credit risk.

Note 22: On September 27, 2016, the company signed an entrusted loan contract with Nanjing Bank Co., Ltd. Nanjing Branch and Nanjing Oriental Datang Real Estate Co., Ltd., with a loan term of 12 months and a fixed interest rate of 15% per year. The parties signed a renewal agreement in 2017, agreeing to change the loan term to 18 months and the maturity date is March 26, 2018. Nanjing Oriental Datang Real Estate Co., Ltd. has provided full land use right mortgage guarantee, and there is credit risk.

Note 23: On March 26, 2018, the company signed an entrusted loan contract with Bank of Shanghai Co., Ltd. Nanjing Branch and Nanjing Oriental Datang Real Estate Co., Ltd., with a maturity date of September 26, 2018, and a fixed interest rate of 15% per year. Nanjing Oriental Datang Real Estate Co., Ltd. has provided full land use right mortgage guarantee, and there is credit risk.

Note 24: On November 30, 2017, the company signed an entrusted loan contract with Shanghai Bank Nanjing Branch and Nanjing Oriental Datang Real Estate Co., Ltd., with a loan term of 6 months and a fixed interest rate of 15% per year. Nanjing Oriental Datang Real Estate Co., Ltd. has provided full land use right mortgage guarantee, and there is credit risk.

Note 25: The company signed an entrusted loan contract with China Agricultural Bank Co., Ltd. Shanghai Nanhui Sub-branch and Shanghai Hongshida Real Estate Development Co., Ltd. on April 27, 2017. The contract loan amount is RMB 631 million, the loan period is 36 months, and the loan annual interest rate is 12%, due in April 2020. As of the end of the period, the amount of loans was RMB 377 million.

Note 26: The company signed an entrusted loan contract with Shanghai Agricultural Bank Co., Ltd. Shanghai Nanhui Sub-branch and Shanghai Hongshida Real Estate Development Co., Ltd. on January 17, 2017. The loan amount is 230 million yuan, the loan period is 36 months, and the loan annual interest rate is 12%. It expires in January 2020.

Note 27: The company signed an entrusted loan contract with China Agricultural Bank Co., Ltd. Shanghai Nanhui Sub-branch and Shanghai Hongshida Real Estate Development Co., Ltd. on March 2, 2017. The loan amount was RMB 215 million, the loan period is 36 months, and the loan annual interest rate is 12%. It Expires in March 2020.

Note 28: In July 2016, the company signed an entrusted loan contract with Langfang Bank Co., Ltd. and Hebei Yemao Real Estate Development Co., Ltd., with a loan period of 18 months and an interest rate of 12%. The loan has returned.

(6) Remunerations of the key management personnel

Item	Amount for current period	Amount for previous period
Remunerations of the key management personnel	55.95mn	40.32mn

5. Receivables from and payables to related parties

(1) Receivables

Item	Name of related party	Ending balance		Beginning balance	
		Book value	Bad debt	Book value	Bad debt

Item	Name of related party	Ending balance		Beginning balance	
		Book value	Bad debt	Book value	Bad debt
Other receivable	Baizhou City Yujingyuan Real Estate Development Co., Ltd	87,042,252.53	8,298,450.37		
Other receivable	Dachang Hui Autonomous County Yuda Real Estate Development Co., Ltd.	161,377,388.59	8,068,869.43		
Other receivable	Dachang Hui Autonomous County Yujing Real Estate Development Co., Ltd.	446,039,003.45	22,301,950.17		
Other receivable	Langfang Peacock Island Real Estate Development Co., Ltd	405,239,894.30	20,261,994.72		
Other receivable	Baizhou City Peacock Lake Real Estate Development Co., Ltd.	305,517,726.66	15,275,886.33		
Other receivable	Zhangzhou Yutai Real Estate Development Co., Ltd	284,595,218.27	14,229,760.91		
Other receivable	Wuhan Yuchen Real Estate Development Co., Ltd	189,783,225.00	9,489,161.25		
Other receivable	Shenzhen Ping An Financial Center Construction Development Co., Ltd	5,124,499.50	256,224.98		
Other receivable	Shenzhen Bay Shuangchuang Technology Service Co., Ltd	13,847,435.96			
Other receivable	Langfang Kaichuang Jiutong Investment Co., Ltd	10,000,000.00	500,000.00		
Other receivable	Jiaxing Ronggiang Real Estate Development Co., Ltd	26,681,860.80	1,334,093.04		
Other receivable	Jiaxing Yurong Real Estate Development Co., Ltd	363,567,624.00	18,178,381.20		
Other receivable	Personal	7,491,482.20	374,574.11		
Other receivable	Beijing Blue Coast Real Estate Development Co., Ltd	412,772,693.32	20,638,634.67		
Other receivable	Zhuoyue Real Estate Group Co., Ltd.	189,041,640.08	9,452,082.00		
Other receivable	Nanjing Oriental Datang Real Estate Co., Ltd			128,000,000.00	
Interest receivable	Hebei Yemao Real Estate Development Co., Ltd			29,336,697.85	
Interest receivable	Nanjing Oriental Datang Real Estate Co., Ltd	38,958,904.10		5,844,531.72	
Interest receivable	Shanghai Hongshidu Real Estate Development Co.,	160,780,471.25		62,471,917.81	

Item	Name of related party	Ending balance		Beginning balance	
		Book value	Bad debt	Book value	Bad debt
	Ltd				
Total		3,107,861,320.01	148,660,063.18	229,653,147.38	

(2) Payables

Project name	Name of related party	Ending balance	Beginning balance
Other payables	Langfang Hujia Real Estate Development Co., Ltd	700,451,386.35	
Other payables	Beijing Blue Coast Real Estate Development Co., Ltd	664,399,946.37	
Other payables	Tianjin Yalong Real Estate Development Co., Ltd	127,233,375.97	
	Total	1,492,084,708.64	

6. Other Related-party Transactions

During the reporting period, the company held liquidity deposits, daily settlement business (granting employees' wages, bonuses, payment and collection services, depositing wages for migrant workers, pre-sale of commercial housing, etc.) and deposits due to settlement business at Langfang Bank. The current balance of deposits and liquidity deposits formed by settlement business does not exceed RMB 10 billion.

XI. Share-based Payments

1. Information on Share-based Payments (Unit: Per share)

Total equity instruments granted by the company in the current period	104,540,000.00
The total amount of equity instruments exercised by the company in the current period	0
Total equity instruments of the company that have expired in the current period	5,845,000.00
The scope of the exercise price of stock options issued at the end of the period and the remaining period of the contract	The exercise price of stock options granted for the first time in 2018 is RMB 27.46 /share, and the exercise period is from 2019 to 2022.
The scope of the exercise price of other equity instruments issued by the company at the end of the period and the remaining period of the contract	Restricted stocks granted for the first time in 2018, RMB 13.28 / share per share, 2019 to 2022 is the unlock period.

2. Equity-settled share-based payment

Method for determining the fair value of equity instruments granted	Black-Scholes model, market price of company stock granted date
Basis for determining the number of vesting rights instruments	Based on industry and company turnover
Reasons for the significant difference between the current estimate and the previous estimate	N/A

The accumulated amount of equity-settled share-based payments included in capital reserve	178,194,000.00
Total amount of expenses confirmed by equity-settled share-based payment in the current period	178,194,000.00

XII. Commitments and Contingent Matters

1. Significant Commitments

(1) Capital Commitments

Item	Ending balance
Already contracted, but still not recognized in financial statements	
- Outside investment commitments	2,093,976,120.00
Total	**2,093,976,120.00**

(2) Operating lease commitments

As of the balance sheet date, the non-irrevocable operating lease contracts signed by the Company are as follows:

Item	Ending balance	Beginning balance
Min. lease payments under the non-revocable operating leases:		
The first year after the balance sheet date	249,557,427.34	157,428,513.72
The second year after the balance sheet date	118,885,866.86	106,791,005.81
The third year after the balance sheet date	43,838,003.57	32,532,979.60
Subsequent years	30,754,543.76	24,932,275.58
Total	**443,035,841.52**	**321,684,774.71**

(3) Other commitments

As of Dec 31, 2018, the agreed capital project expenses already contracted (mainly land contracts and project construction contracts) but not paid by the Contract total RMB23.826bn, which is paid in several coming years when the other parties to these contracts perform responsibilities and obligations under these contracts.

2. Contingent matters

(1) The Company provided mortgage loan guarantees for commodity housing purchasers according to real estate operation practice. Such guarantee is a staged joint guarantee. The guarantee term starts from the date when the mortgage loan contract among Company, the loan lender and the house purchaser becomes effective and ends on the date when the Company receives the House Ownership Certificate for the purchaser, assists the loan lender in handling mortgage registration and delivers the Encumbrance Certificate to the loan lender. By the end of reporting period, the aggregate of the staged guarantees provided by the Company for the commodity house purchasers is RMB65.654bn. Given that up to now, no house purchaser has defaulted under the mortgage loan contract and the current market price of these houses is higher than the selling price, the Company holds the view that the risk associated with the providing of these guarantees is very small.

Except for the said matters, the Company had no other contingent matters needing to be disclosed.

XI. Matters after the Balance Sheet Date

(I) Key non-adjustment matters

1. In January 2019, the company issued the first short-term financing bonds of Huaxia Happiness Foundation Co., Ltd in 2019, referred to as "19 Huaxia Happiness SCP001". The value date was January 18, 2019, with a term of 270 days. The total issuance is RMB 2.5 billion, the issue price is RMB 100, and the coupon rate is 5.50%. The proceeds are deducted from the issuance expenses and are used to repay the company's issued short-term financing bonds.

2 In March 2019, the company issued CFLD Jiye Co., Ltd. 2019 publicly issued corporate bonds (first period), referred to as "19 Huaxia 01", bond code "155273", with a scale of RMB 1 billion and a term of 5 years. At the end of the second and fourth years, the issuer adjusts the coupon rate option and the investor's option to sell back, with a coupon rate of 5.50%. The raised funds were transferred to the special account of the company's current bond raising funds on March 25, 2019.

3. In February 2019, the company's overseas indirect wholly owned subsidiary, CFLD (CAYMAN) INVESTMENT LTD, based on the US Securities Act S regulations, based on the senior unsecured fixed rate bonds issued in 2017 with the bond code XS1729851490, according to the same terms of the bond, the issuance of a $100 million senior unsecured fixed-rate bond to overseas professional investors, with a remaining maturity of 1.9 years and a coupon rate of 6.5%.

4.In March 2019, CFLD (CAYMAN) INVESTMENT LTD, an indirect wholly-owned subsidiary of the company, completed a foreign-issued US$530 million senior unsecured fixed-rate bond with a coupon rate of 8.625% and a maturity of 2 years.

5. In April 2019, CFLD (CAYMAN) INVESTMENT LTD, an indirect wholly-owned subsidiary of the company, completed the issuance of a US$650 million senior unsecured fixed-rate bond with a coupon rate of 8.6% and a maturity of 5 years

6. In April 2019, CFLD (CAYMAN) INVESTMENT LTD, an indirect wholly-owned subsidiary of the company, completed a US$350 million senior unsecured fixed-rate bond with a coupon rate of 7.125% and a maturity of 3 years

(II) Profit distribution

The Company's profit distribution proposal for 2018 was examined and approved at the 66th meeting of the 6th Board of Directors on April 29, 2019. The specific distribution proposal is as follows.

The Company proposes to distribute a cash dividend of RMB12.00 (tax included) per 10 shares to all the shareholders, with the total share capital of 3,002,591,709 shares, totaling RMB3,603,110,050.80. This profit distribution proposal has to be approved by the 2018 shareholders' general meeting of the Company before implementation.

(III) Others

1. On January 31, 2019, Huaxia Holdings, Ping An Asset Management and the actual controller of the company, Wang Wenxue, signed the "Share Transfer Agreement", stipulating that Huaxia Holdings would transfer 170,886,000 shares of the company to Ping An Assets through the agreement transfer method; February 11, 2019 On the same day, the above-mentioned three parties and Ping An Life signed a "Supplemental Agreement to the Share Transfer Agreement", which agreed to transfer the underlying shares under the "Share Transfer Agreement" to the actual transferee, Ping An Life's stock account.

2. On April 8, 2019, Huaxia Holdings and Ping An Life Insurance completed the registration of the transfer of the relevant shares. Upon completion of the transfer, Ping An Life holds 756,984,598 shares of the company, accounting for 25.21% of the company's existing total share capital of 3,002,591,709 shares. Ping An Life and Ping An Asset Management Co., Ltd. hold a total of 758,253,503 shares of the company, accounting for 25.25% of the company's existing total share capital of 3,002,591,709 shares.

XIII. Other Significant Matters

1 Segment Reporting

According to organization structure and internal management requirements, the Company determined two business segments, i.e. "Industrial New City Development and Construction Business" and "Real Estate Development and Others". "Industrial New City Development and Construction Business" includes infrastructure construction, industrial development service, land consolidation, park comprehensive service and auxiliary services for residential houses in the parks. "Real Estate Development and Others" includes real estate development, property service, hotel operation and so on.

The financial information on the reported segments in the first six months in 2018 is as follows:

Item	Industrial new cities	Real estate development and others	Offset	Total
Total operating revenue	30,470,886,674.45	59,772,153,534.15	6,444,449,053.91	83,798,590,154.69
Including: income from outside	29,786,623,922.19	54,011,966,232.54		83,798,590,154.69
Inter-segment income	684,263,752.30	5,760,187,301.61	6,444,449,053.91	
Total operating cost	17,294,305,182.23	56,315,236,807.84	5,901,824,657.42	67,707,517,332.65
Operating profit	13,431,460,473.20	13,667,961,393.62	9,228,317,239.88	17,871,104,626.94
Segment assets	182,380,541,651.28	584,114,252,530.28	356,782,960,121.56	409,711,834,060.00
Segment liabilities	152,519,415,688.03	474,423,875,458.01	271,947,389,922.71	354,995,901,223.33

Except for the above matters, as of Dec 31, 2018, the Company has no other significant matters needing to be disclosed.

XIV. Notes to Relevant Items of the Financial Statements of Parent Company

1. Other receivables

Item	Ending balance	Beginning balance
Interest receivables		360,000,000.00
Dividend receivables	13,019,931,182.95	9,019,931,182.95
Other receivables	59,962,357,795.70	60,773,133,236.90
Total	**72,982,288,978.65**	**70,153,064,419.85**

(1)Interest receivables

Item	Ending balance	Beginning balance
Entrusted loan		360,000,000.00
Total		**360,000,000.00**

(2)Dividend receivables

Item	Ending balance	Beginning balance
Langfang Jingyu Real Estate Development Co., Ltd	13,019,931,182.95	9,019,931,182.95
Total	**13,019,931,182.95**	**9,019,931,182.95**

(3) Other receivables

①Classification of other receivables by risks

Category	Ending balance				
	Book balance		Bad debt provision		
	Amount	Percentage (%)	Amount	Allotment percentage (%)	Book value
Other receivables with single significant amounts, for which bad debt provision is made on item by item basis					
Receivables for which bad debt provision is made by the portfolio of credit risk	60,023,509,254.67	100.00	61,151,458.97	0.10	59,962,357,795.70

Category	Ending balance				
	Book balance		Bad debt provision		
	Amount	Percentage (%)	Amount	Allotment percentage (%)	Book value
characteristics					
Including: Portfolio I	1,062,679,185.56	1.77	61,151,458.97	5.75	1,001,527,726.59
Portfolio II	58,960,830,069.11	98.23			58,960,830,069.11
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis					
Total	**60,023,509,254.67**	**100.00**	**61,151,458.97**		**59,962,357,795.70**

(Continued)

Category	Beginning balance				
	Book balance		Bad debt provision		
	Amount	Percentage (%)	Amount	Allotment percentage (%)	Book value
Other receivables with single significant amounts, for which bad debt provision is made on item by item basis					
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	60,795,017,087.74	100.00	21,883,850.84	0.04	60,773,133,236.90
Including: Portfolio I	332,670,253.47	0.55	21,883,850.84	6.58	310,786,402.63
Portfolio II	60,462,346,834.27	99.45			60,462,346,834.27
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis					

Category	Beginning balance				
	Book balance		Bad debt provision		
	Amount	Percentage (%)	Amount	Allotment percentage (%)	Book value
Total	**60,795,017,087.74**	**100.00**	**21,883,850.84**		**60,773,133,236.90**

Note 1: the ending balance of other receivables decreases by 33.85% than the beginning balance, which is mainly due to the decreases in receivables from or payables to subsidiaries.

A. In the portfolio, the other receivables for which bad debt provision is made with the aging analysis method:

Age	Ending balance				Beginning balance			
	Amount	Percentage (%)	Bad debt provision	Percentage (%)	Amount	Percentage (%)	Bad debt provision	Percentage (%)
Less than 1 year	1,018,723,011.25	95.87	50,936,150.56	5.00	287,755,987.02	86.35	14,362,799.35	5.00
1-2 years	32,634,304.69	3.07	1,155,782.25	10.00	37,945,004.33	11.41	3,794,500.43	10.00
2-3 years	3,852,607.50	0.36	20,200.00	30.00	40,400.00	0.01	12,120.00	30.00
3-4 years	40,400.00	0.00	20,200.00	50.00	3,827,330.95	1.05	1,913,665.48	50.00
4-5 years	3,305,932.87	0.31	1,652,966.44	50.00	3,601,531.17	1.08	1,800,765.58	50.00
More than 5 years	4,122,929.25	0.39	4,122,929.25	100.00				
Total	**1,062,679,185.56**	**100.00**	**61,151,458.97**		**332,670,253.47**	**100.00**	**21,883,850.84**	

B. In the portfolio, the other receivables for which no bad debt provision is made:

Other receivables (by the entity)	Ending balance			
	Other receivables	Bad debt provision	Allotment percentage	Reason for no allotment
Bohai International Trust Co., Ltd	10,000,000.00			Trust security fund, estimably recoverable in full
Huaneng Guicheng Trust Co., Ltd	30,000,000.00			Trust security fund, estimably recoverable in full
Internal receivables	58,920,830,069.11			Internal receivables, estimably recoverable in full
Total	**58,960,830,069.11**			

②Bad debt provision

Item	Beginning balance	Addition for current period	Reduction for current period		Ending balance
			Reversal	Written off	
Amount	21,883,850.84	39,268,970.38	1,362.25		61,151,458.97

③Classification of other receivables by nature

Nature	Ending balance	Beginning balance
Security deposit	11,266,128.66	3,574,752.50
Personal borrowing	1,647,011.05	12,255,785.41
Margin	83,381,763.25	155,982,389.54
Advances	1,006,384,282.60	272,420,659.36
Internal receivables & payables	58,920,830,069.11	60,350,783,500.93
Total	60,023,509,254.67	60,795,017,087.74

④Top five debtors in the ending balance of other receivables

Entity name	Amount	Age	Percentage in total other receivables (%)	Nature	Bad debt provision Ending balance
Gu'an Happy Foundation Asset Management Co., Ltd.	2,599,044,026.56	Less than 1 year	4.33	Internal receivables & payables	
Xianghe Dingtai Park Construction Development Co., Ltd	1,807,861,284.78	Less than 1 year	3.01	Internal receivables & payables	
Changli Ruixiang Investment Development Co., Ltd	1,775,506,468.83	Less than 1 year	2.96	Internal receivables & payables	
Langfang Jingyu Real Estate Development Co., Ltd	1,634,332,705.14	Less than 1 year	2.72	Internal receivables & payables	
CFLD Foundation Investment Co., Ltd	1,312,603,808.13	Less than 1 year	2.19	Internal receivables & payables	
Total	9,129,348,293.44		15.21		

2. Long-term equity investments

(1) Classification of long-term equity investments

Item	Ending balance			Beginning balance		
	Book balance	Impairment provision	Book value	Book balance	Impairment provision	Book value
Investments in subsidiaries	8,829,233,697.42		8,829,233,697.42	7,016,107,030.75		7,016,107,030.75
Investments in associates and joint ventures	3,470,055,193.96		3,470,055,193.96	3,468,778,930.74		3,468,778,930.74
Total	**12,299,288,891.38**		**12,299,288,891.38**	**10,484,885,961.49**		**10,484,885,961.49**

The ending balance of long-term equity investment increased by 17.3% compared with the beginning of the period, mainly due to the capital investment of Jiangmen Dingxing Park Construction Development Co., Ltd. and CFLD (Zhongshan) Industrial New City Investment Co., Ltd.

(2) Investments in subsidiaries

Invested entity	Beginning balance	Addition for current period	Reduction for current period	Ending balance
LangFang Jingyu Real Estate Development Co., Ltd.	1,669,468,030.75			1,669,468,030.75
CFLD Investment Co., Ltd.	50,000,000.00			50,000,000.00
Global Industrial Investment Co., Ltd.	2,271,340,000.00			2,271,340,000.00
CFLD Industry Investment Co , Ltd.	100,000,000.00			100,000,000.00
CFLD Capital Management Co., Ltd.	200,000,000.00			200,000,000.00
CFLD International Holding Limited	1,400,299,000.00			1,400,299,000.00
Shenzhen Partner Real Estate Brokering Co., Ltd.	525,000,000.00			525,000,000.00
Jiangmen Dingxing Park	800,000,000.00	1,613,126,666.67		2,413,126,666.67

Invested entity	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Construction Development Co., Ltd				
CFLD (Zhongshan) Industrial New City Investment Co., Ltd.		200,000,000.00		200,000,000.00
Total	7,016,107,030.75	1,813,126,666.67		8,829,233,697.42

(3) Investments in associates and joint ventures

Investee entity	Beginning balance	Addition or reduction for current period							Ending balance	Ending balance of impairment provision
		Additional investment	Decreased investment	Investment profit/loss recognized under equity method	Adjustment to other comprehensive income	Other change in equity	Cash dividends or profit declared for distribution	Impairment provision made	Others		
I. Joint ventures											
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.	449,014,679.24			14,275,349.01						463,290,028.25	
Subtotal	449,014,679.24			14,275,349.01						463,290,028.25	
II. Associates											
Hubei New Display Industry Development Fund (Limited Partnership)	3,019,764,251.50			-12,999,085.79						3,006,765,165.71	
Subtotal	3,019,764,251.50			-12,999,085.79						3,006,765,165.71	
Total	3,468,778,930.74			1,276,263.22						3,470,055,193.96	

3. Operating income and operating cost

(1) Listing of operating income and cost:

Item	Amount for current period		Amount for previous period	
	Income	Cost	Income	Cost
Principal business	2,182,414,619.78		3,194,099,484.93	
Other business	37,159,018.91			
Total	2,219,573,638.69		3,194,099,484.93	

(2) Principal business (by the industry)

Industry name	Amount for current period		Amount for previous period	
	Operating income	Operating cost	Operating income	Operating cost
Consulting service	2,182,414,619.78		3,194,099,484.93	
Total	**2,182,414,619.78**		**3,194,099,484.93**	

4. Investment income

Item	Amount for current period	Amount for previous period
Income from long-term equity investments under cost method	4,000,000,000.00	4,000,000,000.00
Income from long-term equity investments under equity method	1,276,263.22	28,547,124.80
Income from investments in wealth management products		26,104,678.31
Investment income from asset management plan	305,700,929.04	456,445,512.17
Entrusted loan investment income	1,063,634,311.64	
Total	**5,370,611,503.90**	**4,511,097,315.28**

IV. Supplemental Information

1. Schedule of extraordinary profit or loss

According to the requirements of the "Explanatory Announcement No.1 on Information Disclosure for Companies Offering their Securities to the Public – Extraordinary Profit or Loss (2008)" issued by the China Securities Regulatory Commission, the Company's extraordinary profit or loss for 2017 is as follows:

Item	Current amount	Note
Profit or loss from disposal of non-current assets	-32,997,265.92	
Government grants included in current profit or loss, except for those closely related to the normal business operation of the company, conforming the state policies and constantly received at a fixed quota or amount based on certain standards	98,318,353.50	

Item	Current amount	Note
Fund occupation fee received from non-financial enterprises that is included in current profit or loss	212,121,234.64	
Profit or loss from entrusting others for investment or asset management	382,496,085.34	
Profit or loss from outside entrusted loans	1,169,650,346.22	
Gains and loss from changes in fair value of investment properties	100,728,736.74	
Profit or loss from disposal of long-term equity investments	73,459,046.92	
Other non-operating receipts and expenditure beside the foregoing items	-440,402,806.89	
Profit or loss from wealth management products	11,579,332.36	
Less: income tax impact of extraordinary profit or loss	-417,689,200.47	
Less: net impact on extraordinary profit or loss attributable to minority shareholders	2,145,496.49	
Extraordinary profit or loss attributable to ordinary share shareholders of the company	**1,159,409,358.93**	

2. ROE and EPS

According to the requirements of the "Compilation Rule No.9 for Information Disclosure by for Companies Offering their Securities to the Public – Calculation and Disclosure of ROE and EPS (revision in 2010)" issued by the China Securities Regulatory Commission, the Company's weighted average ROE, basic EPS and diluted EPS for 2018 are as follows.

Profit for reporting period	Weighted average ROE	EPS	
		Basic EPS	Diluted EPS
Net profit attributable to ordinary share shareholders of the Company	35.19%	3.79	3.77
Net profit attributable to ordinary share shareholders of the Company after extraordinary items	31.55%	3.40	3.38

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China Fortune Land Development Co., Ltd.

2019.4.19

编号 10497214 0

营业执照

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(副 本)

统一社会信用代码 91110102083765697x

名　　称	中兴财光华会计师事务所（特殊普通合伙）
类　　型	特殊普通合伙企业
主要经营场所	北京市西城区阜成门外大街2号22层A24
执行事务合伙人	姚庚春
成立日期	2013年11月13日
合伙期限	2013年11月13日 至 2033年11月12日
经营范围	审查企业会计报表、出具审计报告；验证企业资本，出具验资报告；办理企业合并、分立、清算事宜中的审计业务，出具相关报告；承办会计咨询、会计服务业务；法律、行政法规规定的其他审计业务；代理记账；房屋租赁；税务咨询；企业管理咨询。（企业依法自主选择经营项目，开展经营活动；代理记账以及依法须经批准的项目，经相关部门批准后依批准的内容开展经营活动；不得从事本市产业政策禁止和限制类项目的经营活动。）

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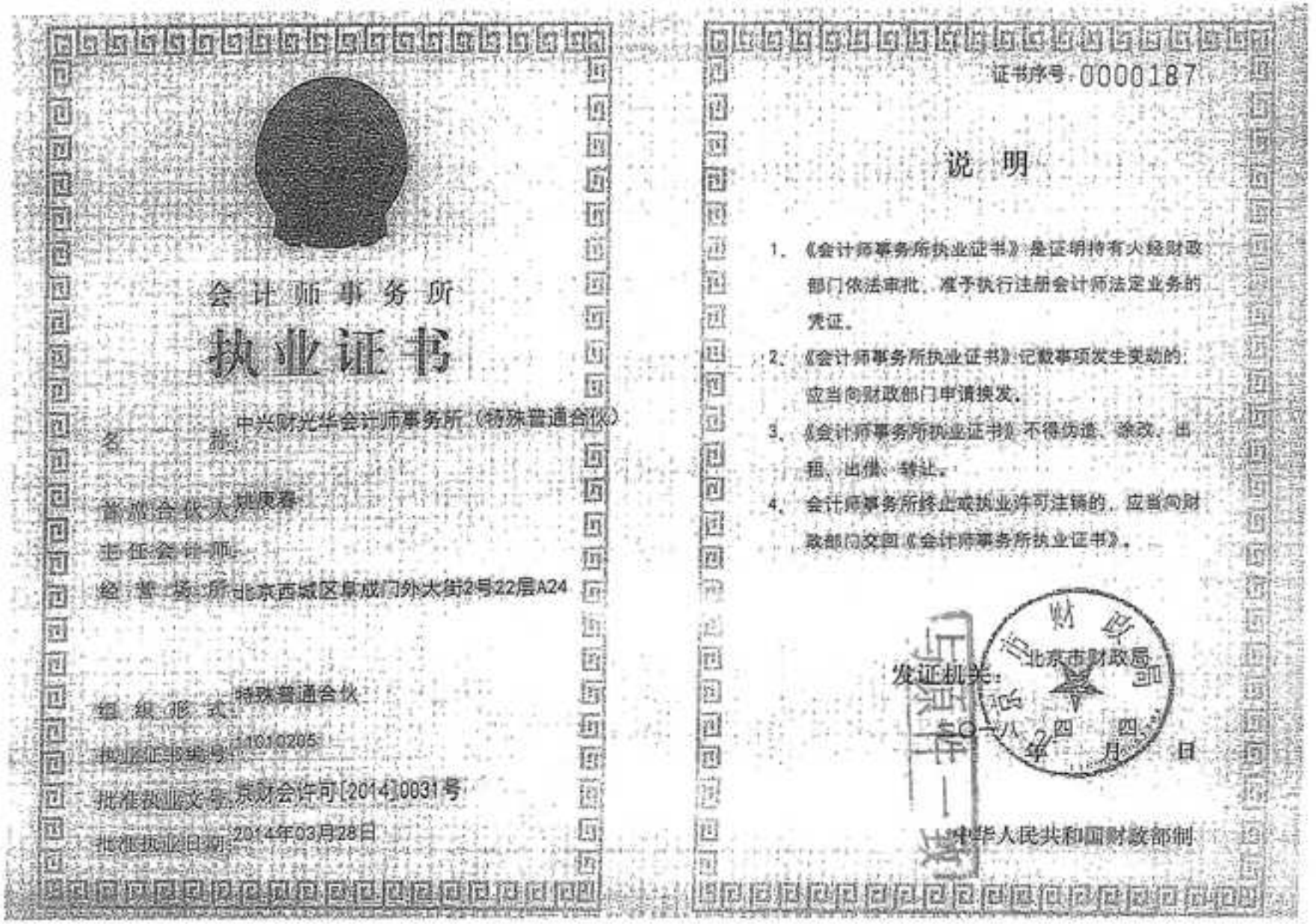
登记机关

2018 年 10 月 15 日

提示：每年1月1日至6月30日通过企业信用信息公示系统报送上一年度年度报告并公示。

企业信用信息公示系统网址：

中华人民共和国国家工商行政管理总局监制



会计师事务所

执业证书

名　　称：中兴财光华会计师事务所（特殊普通合伙）

首席合伙人：姚庚春

主任会计师：

经 营 场 所：北京西城区阜成门外大街2号22层A24

组 织 形 式：特殊普通合伙

执业证书编号：11010205

批准执业文号：京财会许可[2014]0031号

批准执业日期：2014年03月28日

证书序号：0000187

说　明

1、《会计师事务所执业证书》是证明持有人经财政部门依法审批，准予执行注册会计师法定业务的凭证。

2、《会计师事务所执业证书》记载事项发生变动的，应当向财政部门申请换发。

3、《会计师事务所执业证书》不得伪造、涂改、出租、出借、转让。

4、会计师事务所终止或执业许可注销的，应当向财政部门交回《会计师事务所执业证书》。

发证机关：北京市财政局

二〇一八年四月　日

中华人民共和国财政部制

证书序号：000447

会计师事务所
证券、期货相关业务许可证

经财政部、中国证券监督管理委员会审查，批准

中兴财光华会计师事务所（特殊普通合伙）执行证券、期货相关业务。

首席合伙人：姚庚春

证书号：30　　发证时间：二〇一九年十二月十一日

证书有效期至：二〇二九年十二月十一日

F-584



与原件一致

姓名：张延勇
证书编号：130000012216

证书编号：
No. of Certificate 130000012210

批准注册协会：
Authorized Institute of CPAs 河北省注册会计师

发证日期：
Date of Issuance 2003 年 1 月 日

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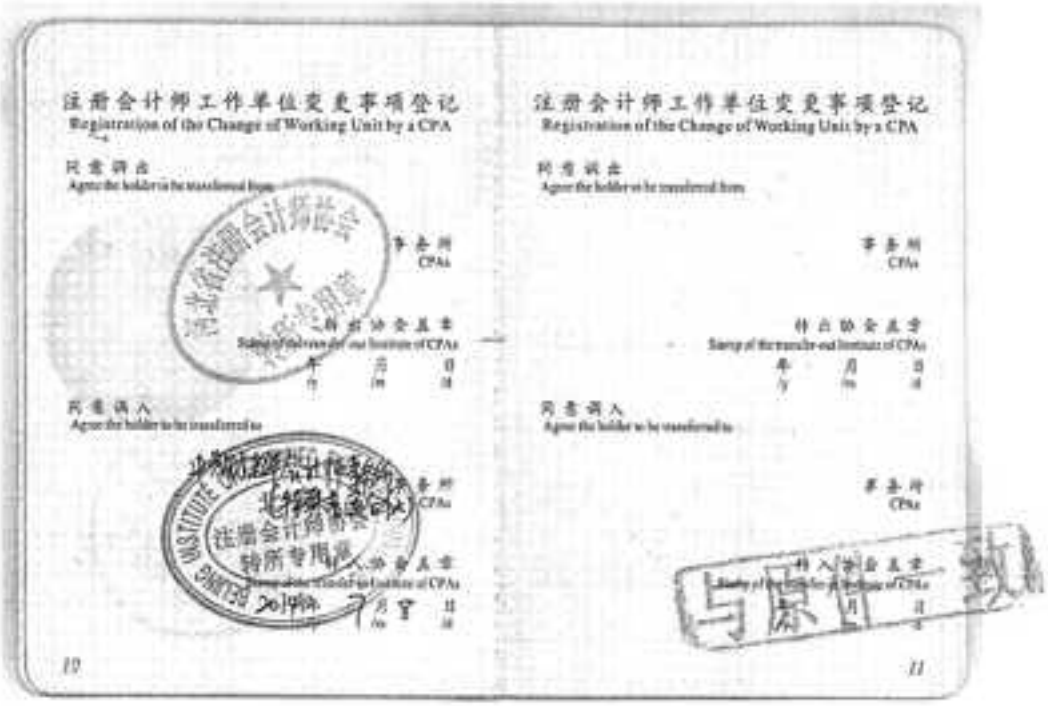
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注册会计师工作单位变更事项登记
Registration of the Change of Working Unit by a CPA

同意调出
Agree the holder to be transferred from

事务所
CPAs

转出协会盖章
Stamp of the transfer-out Institute of CPAs

年 月 日
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证书编号：
No. of Certificate

批准注册协会：
Authorized Institute of CPAs

发证日期：
Date of Issuance

年度检验登记
Annual Renewal Registration

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This certificate is valid for another year after this renewal.

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2019年3月13日

THE CHINESE INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

中国注册会计师协会

姓名 Full name

性别 Sex

出生日期 Date of Birth

工作单位 Working unit

身份证件号码 Identity card No.

China Fortune Land Development Co., Ltd.

2017 Auditor's Report

ZhongXingCaiGuangHuaShenKuaiZi (2018) No.111010

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Auditor's Report

ZhongXingCaiGuangHuaShenKuaiZi (2018) No.111010

To all shareholders of China Fortune Land Development Co., Ltd.:

I. Opinion

We have audited the financial statements of China Fortune Land Development Co., Ltd (hereinafter referred to as "**CFLD**" or "the Company"), which comprise the consolidated and parent company balance sheet as at December 31, 2017, and the consolidated and parent company income statement, the statement of cash flows for the year then ended and the notes to the financial statements.

In our opinion, the attached financial statements are prepared, in all material respects, and present fairly the consolidated and parent company financial position of CFLD as at December 31, 2017 as well as the consolidated and parent company results of operation and cash flows for the year then ended in accordance with the Accounting Standards for Business Enterprises.

II. Basis for Our Opinion

We conducted our audit in accordance with the Auditing Standards for Certified Public Accountants in China. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. According to the Code of Ethics for Chinese CPA, we are independent of the Company in accordance with the Code of Ethics for Chinese CPA and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

III. Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial

statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How our audit addressed the Key Audit Matter
1. Receivables-Recoverability of Government Park Refer to Notes to the Consolidated Financial Statements 2017, III. Significant Accounting Policies and Estimates of the Company 25. Revenue Recognition Principles and V. Notes to Main Items of Financial Statements 42. Turnover and Cost of sales. The company's Receivables are carried 18,910.32 million at RMB as at 31 December 2017, included government park receivable carried 18,552.81 million at RMB as at 31 December 2017. The management has assessed the recoverability of Receivable-Government Park, based on the evidence management gained. We identified the recoverability of receivable-Government park as a key audit matter, because the significant amount of balance, estimation on key assumptions and judgements made by the management.	(1) Assessed the internal control relation to the relevance between the recoverability of government park and the management. (2) Reviewed the considerations and relevant evidence relation to the assessment of recoverability-Government park from the management, including the list of payments more than 1 year, the records of payment history, and the assessment of recoverability by the management. (3) Interviewed the Government park with significant amount of balance relation to the recoverability. (4) Checked the development agreement, park payment agreement, bills, special purpose audit report and confirmation file of the result of payment, reviewed the recognition of receivable- Government park is timely and accurate. (5) Sent letters of confirmation to Government park to confirm the amount of receivable. (6) Checked payment record after the balance sheet date

Key Audit Matter	How our audit addressed the Key Audit Matter
2.Revenue recognition- Sale of properties Refer to Notes to the Consolidated Financial Statements 2017, III. Significant Accounting Policies and Estimates of the Company 10. Receivables and V. Notes to Main Items of Financial Statements 3. Accounts Receivables. The sales of properties carried 28,930.92 million at RMB as in 2017 period, 48.51% of total revenue. We identified the revenue recognition- sale of properties as a key audit matter, because the significant amount of revenue, the risk of manipulation, and recognition in a wrong period.	(1) Assessed the internal control relation to the Sale of properties. (2) Checked the completion certifications and relevant files regarding to the revenue recognized in 2017. (3) Compared the sale of properties and project completion files, and checked the financial data and data from sale department. (4) Conducted sample test from financial records and sale records, checked the sale agreement and relevant supporting documents to ensure that the properties certificates have transferred, and assessed the relevant sale of properties whether recognized in right period. (5) Checked the revenue recognized timely by checking the number of inventory properties. (6) Conducted sample test for the revenue recognized after the balance sheet data, to check the relevant supporting documents, and to ensure that the revenue recognized in the right period.

IV. Other Information

The management of the Company is responsible for the other information. The other information comprises information of the Company's annual report in 2017, but excludes the financial statements and our auditor's report.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

V. Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's management is responsible for preparing the financial statements in accordance with the requirements of Accounting Standards for Business Enterprises to achieve a fair presentation, and for designing, implementing and maintaining internal control that is necessary to ensure that the financial statements are free from material misstatements, whether due to frauds or errors.

In preparing the financial statements, management of the Company is responsible for assessing the Company's ability to continue as a going concern, disclosing matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

VI. Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the audit standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the audit standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

(1) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, omissions, misrepresentations, or the override of internal control.

(2) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company’s internal control

(3) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of the Company.

(4) Conclude on the appropriateness of using the going concern assumption by the management of the Company, and conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

(5) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

(6) Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit matters, including any significant deficiencies in internal control that we identify during our audit.

We also provide governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with Audit Committee, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Zhongxingcai Guanghua Certified Public Accountants LLP	Chinese Certified Public Accountant:
	Chinese Certified Public Accountant:
Beijing, China	March 29, 2018

Balance Sheet

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	Note	Dec. 31, 2017		Dec. 31, 2016	
		Consolidated	Parent company	Consolidated	Parent company
CURRENT ASSETS:					
Bank deposit	V.1	68,104,884,888.26	14,802,394,524.25	45,503,088,103.30	5,218,591,951.00
Notes receivables	V.2			60,000.00	
Accounts receivables	V.3	18,910,317,711.12		9,500,775,321.78	
Prepayments	V.4	1,620,448,175.48	90,135,328.39	3,551,329,933.91	43,945,195.73
Interest receivables	V.5	521,993,180.94	360,000,000.00	192,159,338.46	120,000,000.00
Dividend receivables			9,019,931,182.95		5,019,931,182.95
Other receivables	V.6	10,587,301,292.05	60,773,133,236.90	6,936,742,521.63	91,901,949,446.58
Inventories	V.7	229,794,385,400.09		147,344,749,271.05	
Non-current assets maturing within one year	V.8	6,240,448,303.00	5,820,714,903.00	3,000,000,000.00	2,500,000,000.00
Other current assets	V.9	12,706,505,211.84	72,586,927.93	7,532,268,640.53	6,190,150.71
Total current assets		**348,486,284,162.78**	**90,938,896,103.42**	**223,561,173,130.66**	**104,810,607,926.97**
NON-CURRENT ASSETS:					
Financial assets available for sale	V.10	595,301,530.65	22,000,000.00	683,832,195.30	22,000,000.00
Long-term equity investment	V.11	4,038,432,803.24	10,484,885,961.49	1,182,146,402.12	5,911,959,080.88
Investment properties	V.12	2,874,208,628.29		1,373,268,058.00	
Fixed assets	V.13	2,842,166,493.70	13,485,753.99	2,670,129,708.38	17,007,188.70
Construction in progress	V.14	4,266,765,319.31		3,338,486,244.21	
Intangible assets	V.15	5,193,043,637.73	133,449,776.89	6,140,026,263.39	86,975,386.48
Goodwill	V.16	541,616,937.71		325,107,550.51	
Long-term deferred expenses	V.17	1,790,278,960.42	3,858,756.03	1,404,812,618.72	6,945,760.95
Deferred income tax assets	V.18	2,362,674,733.19	107,515,651.90	1,273,050,482.09	138,895,921.68
Other non-current assets	V.19	2,873,940,646.90	1,333,759,575.00	7,951,296,139.48	6,968,954,903.00
Total non-current assets		**27,378,429,691.14**	**12,098,955,475.30**	**26,342,155,662.20**	**13,152,738,241.69**
Total assets		**375,864,713,853.92**	**103,037,851,578.72**	**249,903,328,792.86**	**117,963,346,168.66**

Chief Executive Officer: **Chief Financial Officer:** **Finance Manager:**

Balance Sheet (continued)

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	Note	Dec. 31, 2017		Dec. 31, 2016	
		Consolidated	Parent company	Consolidated	Parent company
CURRENT LIABILITIES:					
Short-term borrowings	V.20	6,845,781,500.07		300,000,000.00	
Notes payables	V.21	8,467,028,435.64		1,296,416,549.67	
Accounts payables	V.22	25,422,040,582.96		20,425,430,164.98	7,781,650.67
Rental and sales deposits	V.23	132,476,321,299.94		102,548,395,448.16	
Compensation payable to employees	V.24	2,185,840,779.17	557,126,706.38	949,836,980.65	220,293,164.82
Taxes and fees payables	V.25	5,251,696,295.66	139,015,740.26	3,618,131,143.21	57,319,061.45
Interest payables	V.26	1,276,228,295.70	1,090,332,282.35	980,638,410.85	926,430,751.71
Other payables	V.27	16,634,076,589.61	36,646,478,490.46	10,555,123,593.10	67,740,107,756.26
Non-current liabilities maturing within one year	V.28	19,425,265,255.81	3,896,130,897.58	17,220,947,402.60	375,000,000.00
Other current liabilities	V.29	10,079,409,941.33	5,996,713,809.53	1,804,331,468.74	998,469,917.81
Total current liabilities		**228,063,688,975.89**	**48,325,797,926.56**	**159,699,251,161.96**	**70,325,402,302.72**
NON-CURRENT LIABILITIES:					
Long-term borrowings	V.30	37,073,977,982.00	740,750,000.00	20,291,377,985.00	2,135,000,000.00
Bonds payable	V.31	38,967,060,290.51	28,148,413,761.29	31,341,663,910.17	29,340,478,202.63
Long-term payables	V.32	666,932,392.54		472,776,921.78	
Special payables	V.33	41,872,804.62		45,072,804.62	
Deferred income	V.34	11,716,773.69		5,897,999.97	
Deferred income tax liabilities	V.18	6,911,299.71		7,191,986.84	
Other non-current liabilities	V.35		1,958,998.70	8,390,695.72	8,390,695.72
Total non-current liabilities		**76,768,471,543.07**	**28,891,122,759.99**	**52,172,372,304.10**	**31,483,868,898.35**
Total liabilities		**304,832,160,518.96**	**77,216,920,686.55**	**211,871,623,466.06**	**101,809,271,201.07**
Shareholders' equity:					
Share capital	V.36	2,954,946,709.00	2,954,946,709.00	2,954,946,709.00	2,954,946,709.00
Other equity instruments	V.37	9,000,000,000.00	9,000,000,000.00	1,000,000,000.00	1,000,000,000.00
Including: preferred stock					
Perpetual bonds		9,000,000,000.00	9,000,000,000.00	1,000,000,000.00	1,000,000,000.00
Capital reserve	V.38	3,437,306,224.89	7,580,749,406.99	5,882,258,774.50	7,580,749,406.99
Less: treasury shares					
Other comprehensive income	V.39	-1,105,958.86		244,614,207.36	
Special reserve					
Surplus reserve	V.40	1,505,142,360.03	1,400,445,095.08	1,102,854,173.67	998,156,908.72
Retained earnings	V.41	20,198,730,632.22	4,884,789,681.10	14,176,238,779.85	3,620,221,942.88
Total equity attributable to shareholders of parent company		37,095,019,967.28	25,820,930,892.17	25,360,912,644.38	16,154,074,967.59
Non-controlling interests		33,937,533,367.68		12,670,792,682.42	
Total shareholders' equity		**71,032,553,334.96**	**25,820,930,892.17**	**38,031,705,326.80**	**16,154,074,967.59**
Total Liabilities and Shareholders' Equity		**375,864,713,853.92**	**103,037,851,578.72**	**249,903,328,792.86**	**117,963,346,168.66**

Chief Executive Officer: **Chief Financial Officer:** **Finance Manager:**

Income Statement

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	Note	2017		2016	
		Consolidated	Parent company	Consolidated	Parent company
I. Turnover	V.42	**59,635,420,323.19**	**3,194,099,484.93**	**53,820,587,475.87**	**1,366,269,113.00**
Less: Cost of sales	V.42	31,051,803,033.92		36,045,154,218.03	
Tax and surcharge	V.43	5,183,801,445.19	17,373,507.05	3,134,770,456.54	3,517,871.46
Selling expenses	V.44	1,962,929,299.67	640,704,464.18	1,875,219,848.67	347,974,721.70
Administrative expenses	V.45	7,487,502,649.19	2,474,889,739.71	3,622,756,852.61	1,415,283,615.31
Financial expenses	V.46	980,026,079.23	427,390,936.59	563,018,066.21	259,170,875.14
Impairment losses of assets	V.47	832,251,530.04	14,713,075.47	176,363,119.50	-2,487,017.19
Add: gains from changes in fair value (losses expressed with a "-" symbol)					
Investment income (losses expressed with a "-" symbol)	V.48	734,479,556.56	4,511,097,315.28	414,970,061.10	1,877,258,206.12
Including: income from investments in associates and joint ventures		-7,595,049.13	28,547,124.80	-59,317,981.68	6,505,628.16
Gains from disposal of assets	V.49	114,582.76	30,233.74	4,183,108.79	-22,395.21
Other income	V.50	6,097,759.89	3,000,000.00		
II. Operating profits (losses expressed with a "-" symbol)		**12,877,798,185.16**	**4,133,155,310.95**	**8,822,458,084.20**	**1,220,044,857.49**
Add: non-operating income	V.51	71,145,356.52	1,915.54	193,812,852.09	20,000,808.42
Less: non-operating expenditure	V.52	149,863,265.86	62,929,800.00	40,753,144.88	5,850,167.78
Total profits (total losses expressed with a "-" symbol)		**12,799,080,275.82**	**4,070,227,426.49**	**8,975,517,791.41**	**1,234,195,498.13**
Less: income tax expenses	V.53	3,992,509,285.31	47,345,562.85	2,807,399,515.98	-64,768,483.06
IV. Net profits (net losses expressed with a "-" symbol)		**8,806,570,990.51**	**4,022,881,863.64**	**6,168,118,275.43**	**1,298,963,981.19**
Net profits attributable to owners of parent company		8,780,805,977.79		6,491,579,082.35	
Non-controlling interests		25,765,012.72		-323,460,806.92	
V. Net after-tax amount of other comprehensive income		**-248,198,972.43**		**210,322,171.39**	
Net after-tax amount of other comprehensive income attributable to owners of parent company		-245,720,166.22		210,322,171.39	
(I) Other comprehensive income that cannot be reclassified into profit or loss later					
1. Changes from re-measurement to set net liabilities or net assets of the benefit plan					
2. Share of the other comprehensive income that cannot be reclassified into profit or loss for the invested entity under the equity method					
(II) Other comprehensive income that will be reclassified into profit or loss later		-245,720,166.22		210,322,171.39	
1. Share of the other comprehensive income that will be reclassified into profit or loss for the invested entity under the equity method					
2. Profit or loss of the changes in the fair value of financial assets available for sale					
3. Held-to-maturity investment reclassified into profit or loss of financial asset available for sale					
4. Effective portion of hedging profit or loss of cash flows					
5. Translation difference of foreign currency financial statements		-245,720,166.22		210,322,171.39	
Net after-tax amount of other comprehensive income attributable to minority shareholders		-2,478,806.21			
VI. Total comprehensive income		**8,558,372,018.08**	**4,022,881,863.64**	**6,378,440,446.82**	**1,298,963,981.19**
Total comprehensive income attributable to owners of parent company		8,535,085,811.57		6,701,901,253.74	
Total comprehensive income attributable to minority shareholders		23,286,206.51		-323,460,806.92	
VII. Earning per share					
(1) Basic earnings per share		2.83		2.22	
(2) Diluted earnings per share		2.83		2.22	

Chief Executive Officer: **Chief Financial Officer:** **Finance Manager:**

Statement of Cash Flows

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	Note	2017		2016	
		Consolidated	Parent company	Consolidated	Parent company
I. Cash flows from operating activities					
Cash received from sales of commodities or rendering of labor service		78,049,396,624.59	3,385,745,453.98	90,132,071,862.37	1,448,245,259.78
Refund of taxes received					
Other cash received relating to operating activities	V.52	3,543,125,762.54	162,110,583,765.56	3,725,703,809.36	196,656,115,101.53
Subtotal of cash inflows		**81,592,522,387.13**	**165,496,329,219.54**	**93,857,775,671.73**	**198,104,360,361.31**
Cash paid for goods and labor services		70,962,496,116.65		66,160,878,175.69	
Cash paid to and for employees		8,277,783,127.35	1,501,613,753.32	4,634,350,682.73	792,439,858.98
Payments of all types of taxes and fees		11,012,111,210.70	85,411,512.29	8,805,390,064.16	9,093,909.21
Other cash paid relating to operating activities	V.54	7,567,860,959.92	161,826,730,571.11	6,494,092,542.86	221,183,821,059.86
Subtotal of cash outflows		**97,820,251,414.62**	**163,413,755,836.72**	**86,094,711,465.44**	**221,985,354,828.05**
Net cash flows from operating activities		**-16,227,729,027.49**	**2,082,573,382.82**	**7,763,064,206.29**	**-23,880,994,466.74**
II. Cash flows from investing activities					
Cash received from recovery of investments		6,103,120,000.00	5,565,858,521.34	12,006,800,000.00	9,007,800,000.00
Cash received from returns on investments		412,240,763.21	258,875,198.74	309,847,380.19	1,740,220,334.01
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		29,998,162.00	142,840.00	97,461,182.49	68,425.00
Net cash received from the disposal of subsidiaries and other business entities		30,534,647.94			
Other cash received relating to investing activities	V.54	1,559,462,142.81		1,751,000,000.00	
Subtotal of cash inflows		**8,135,355,715.96**	**5,824,876,560.08**	**14,165,108,562.68**	**10,748,088,759.01**
Cash paid for the purchase and construction of fixed assets, intangible assets and other long term assets		4,932,148,953.38	44,637,798.35	3,820,015,290.39	42,112,501.94
Cash paid for investments		6,523,700,567.09	7,860,685,666.00	15,580,030,306.40	18,113,394,903.00
Net cash paid for the acquisition of subsidiaries and other business entities		14,722,462,822.98		12,699,900,162.11	875,000,000.00
Other cash paid relating to investing activities	V.52	1,986,956,960.31		7,127,482,453.09	
Subtotal of cash outflows		**28,165,269,303.76**	**7,905,323,464.35**	**39,227,428,211.99**	**19,030,507,404.94**
Net cash flows from investing activities		**-20,029,913,587.80**	**-2,080,446,904.27**	**-25,062,319,649.31**	**-8,282,418,645.93**
III. Cash flows from financing activities					
Cash received by absorbing investments		40,070,848,268.12	8,000,000,000.00	17,529,248,154.12	7,893,635,809.32
Including: cash received by subsidiaries by absorbing investments from minority shareholders		32,070,848,268.12		9,635,507,344.80	
Cash received from borrowings		42,268,278,930.14	955,000,000.00	27,886,277,981.99	2,260,000,000.00
Cash received from issue of bonds		18,696,126,342.88	7,878,540,280.00	24,668,964,985.00	22,379,014,985.00
Other cash received relating to financing activities	V.54	526,950,795.33		1,081,101,120.28	
Subtotal of cash inflows		**101,562,204,336.47**	**16,833,540,280.00**	**71,165,592,241.39**	**32,532,650,794.32**
Cash paid for repayments of debts		20,527,863,902.69	2,979,511,506.88	29,885,228,269.09	750,000,000.00
Cash payments for distribution of dividends or profit or cash payments of interest		7,512,496,320.20	4,143,397,456.18	6,049,604,647.93	2,152,136,617.46
Including: dividends and profits paid by subsidiaries to minority shareholders				607,200,330.30	
Other cash payments relating to financing activities	V.54	16,423,521,302.82	118,955,222.24	9,837,008,462.41	139,188,507.79
Subtotal of cash outflows		**44,463,881,525.71**	**7,241,864,185.30**	**45,771,841,379.43**	**3,041,325,125.25**
Net cash flows from financing activities		**57,098,322,810.76**	**9,591,676,094.70**	**25,393,750,861.96**	**29,491,325,669.07**
IV. Effect of exchange rate change upon cash and cash equivalents		**39,527,051.75**		**34,174,999.12**	
V. Net increase in cash and cash equivalents		**20,880,207,247.22**	**9,593,802,573.25**	**8,128,670,418.06**	**-2,672,087,443.60**
Add: cash and cash equivalents at beginning of period		43,324,667,403.38	5,208,591,951.00	35,195,996,985.32	7,880,679,394.60
VI. Cash and cash equivalents at end of period		**64,204,874,650.60**	**14,802,394,524.25**	**43,324,667,403.38**	**5,208,591,951.00**

-3,900,010,237.66

Chief Executive Officer: **Chief Financial Officer:** **Finance Manager:**

Consolidated Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	2016												
	Equity attributable to shareholders of parent company											Non-controlling interests	Total shareholders' equity
	Share capital	Other equity instruments			Capital reserve	Less: treasury stocks	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Subtotal	
		Preferred stock	Perpetual bonds	Others									
I. Ending balance last year	**2,645,759,430.00**				**459,143,130.92**		**34,292,035.97**		**972,957,775.55**	**9,414,632,874.04**		**13,526,785,246.48**	**12,103,214,870.80**	**25,630,000,117.28**
Add: change of accounting policy														
Correction of previous errors														
Merger of enterprises under the common control														
Others														
II. Beginning balance this year	**2,645,759,430.00**				**459,143,130.92**		**34,292,035.97**		**972,957,775.55**	**9,414,632,874.04**		**13,526,785,246.48**	**12,103,214,870.80**	**25,630,000,117.28**
III. Amount of increase or decrease this year (decrease expressed with a "-" symbol)	**309,187,279.00**		**1,000,000,000.00**		**5,423,115,643.58**		**210,322,171.39**		**129,896,398.12**	**4,761,605,905.81**		**11,834,127,397.90**	**567,577,811.62**	**12,401,705,209.52**
(I) Total comprehensive income							210,322,171.39			6,491,579,082.35		6,701,901,253.74	-323,460,806.92	6,378,440,446.82
(II) Capital invested and decreased by shareholders	309,187,279.00		1,000,000,000.00		5,423,115,643.58							6,732,302,922.58	1,498,238,948.84	8,230,541,871.42
1. Ordinary shares invested by shareholders	309,187,279.00				6,584,553,530.32							6,893,740,809.32	9,635,507,344.80	16,529,248,154.12
2. Capital invested by holders of other equity instruments			1,000,000,000.00									1,000,000,000.00		1,000,000,000.00
3. Amount of payments by shares recorded in shareholders' equity														
4. Others					-1,161,437,886.74							-1,161,437,886.74	-8,137,268,395.96	-9,298,706,282.70
(III) Profit distribution									129,896,398.12	-1,729,973,176.54		-1,600,076,778.42	-607,200,330.30	-2,207,277,108.72
1. Allocated surplus reserve									129,896,398.12	-129,896,398.12				
2. Distribution to shareholders										-1,595,671,222.86		-1,595,671,222.86	-607,200,330.30	-2,202,871,553.16
3. Others										-4,405,555.56		-4,405,555.56		-4,405,555.56
(IV) Internal carryover of shareholders' equity														
1. Conversion of capital reserve into share capital														
2. Conversion of surplus reserve into share capital														
3. Making up losses with surplus reserve														
4. Others														
(V) Special reserve														
1. Allocation for current period														
2. Use during current period														
(VI) Others														
IV. Ending balance this year	**2,954,946,709.00**		**1,000,000,000.00**		**5,882,258,774.50**		**244,614,207.36**		**1,102,854,173.67**	**14,176,238,779.85**		**25,360,912,644.38**	**12,670,792,682.42**	**38,031,705,326.80**

Chief Executive Officer: **Chief Financial Officer:** **Finance Manager:**

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Consolidated Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	2017												
	Equity attributable to shareholders of parent company											Non-controlling interests	Total shareholders' equity
	Share capital	Other equity instruments			Capital reserve	Less: treasury stocks	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Subtotal	
		Preferred stock	Perpetual bonds	Others									
I. Ending balance last year	**2,954,946,709.00**		##########		**5,882,258,774.50**		**244,614,207.36**		**1,102,854,173.67**	**14,176,238,779.85**		**25,360,912,644.38**	**12,670,792,682.42**	**38,031,705,326.80**
Add: change of accounting policy													
Correction of previous errors													
Merger of enterprises under the common control													
Others													
II. Beginning balance this year	**2,954,946,709.00**		##########		**5,882,258,774.50**		**244,614,207.36**		**1,102,854,173.67**	**14,176,238,779.85**		**25,360,912,644.38**	**12,670,792,682.42**	**38,031,705,326.80**
III. Amount of increase or decrease this year (decrease expressed with a "-" symbol)			##########		**-2,444,952,549.61**		**-245,720,166.22**		**402,288,186.36**	**6,022,491,852.37**		**11,734,107,322.90**	**21,266,740,685.26**	**33,000,848,008.16**
(I) Total comprehensive income							-245,720,166.22			8,780,805,977.79		8,535,085,811.57	23,286,206.51	8,558,372,018.08
(II) Capital invested and decreased by shareholders			8,000,000,000.00		-2,444,952,549.61							5,555,047,450.39	21,302,208,645.42	26,857,256,095.81
1. Ordinary shares invested by shareholders													29,618,313,738.92	29,618,313,738.92
2. Capital invested by holders of other equity instruments			8,000,000,000.00									8,000,000,000.00	4,744,568,268.12	12,744,568,268.12
3. Amount of payments by shares recorded in shareholders' equity														
4. Others					-2,444,952,549.61							-2,444,952,549.61	-13,060,673,361.62	-15,505,625,911.23
(III) Profit distribution									402,288,186.36	-2,758,314,125.42		-2,356,025,939.06	-58,754,166.67	-2,414,780,105.73
1. Allocated surplus reserve									402,288,186.36	-402,288,186.36				
2. Distribution to shareholders										-1,950,264,827.94		-1,950,264,827.94		-1,950,264,827.94
3. Others										-405,761,111.12		-405,761,111.12	-58,754,166.67	-464,515,277.79
(IV) Internal carryover of shareholders' equity														
1. Conversion of capital reserve into share capital														
2. Conversion of surplus reserve into share capital														
3. Making up losses with surplus reserve														
4. Others														
(V) Special reserve														
1. Allocation for current period														
2. Use during current period														
(VI) Others														
IV. Ending balance this year	**2,954,946,709.00**		##########		**3,437,306,224.89**		**-1,105,958.86**		**1,505,142,360.03**	**20,198,730,632.22**		**37,095,019,967.28**	**33,937,533,367.68**	**71,032,553,334.96**

Chief Executive Officer: **Chief Financial Officer:** **Finance Manager:**

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Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	2017											
	Share capital	Other equity instruments			Capital reserve	Less: treasury stocks	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Total shareholders' equity
		Preferred stock	Perpetual bonds	Others								
I. Ending balance last year	**2,645,759,430.00**				**996,195,876.67**				**868,260,510.60**	**4,051,231,138.23**		**8,561,446,955.50**
Add: change of accounting policy												
Correction of previous errors												
Others												
II. Beginning balance this year	**2,645,759,430.00**				**996,195,876.67**				**868,260,510.60**	**4,051,231,138.23**		**8,561,446,955.50**
III. Amount of increase or decrease this year (decrease expressed with a "-" symbol)	**309,187,279.00**		**1,000,000,000.00**		**6,584,553,530.32**				**129,896,398.12**	**-431,009,195.35**		**7,592,628,012.09**
(I) Total comprehensive income										1,298,963,981.19		1,298,963,981.19
(II) Capital invested and decreased by shareholders	309,187,279.00		1,000,000,000.00		6,584,553,530.32							7,893,740,809.32
1. Ordinary shares invested by shareholders	309,187,279.00				6,584,553,530.32							6,893,740,809.32
2. Capital invested by holders of other equity instruments			1,000,000,000.00									1,000,000,000.00
3. Amount of payments by shares recorded in shareholders' equity												
4. Others												
(III) Profit distribution									129,896,398.12	-1,729,973,176.54		-1,600,076,778.42
1. Allocated surplus reserve									129,896,398.12	-129,896,398.12		
2. Distribution to shareholders										-1,595,671,222.86		-1,595,671,222.86
3. Others										-4,405,555.56		-4,405,555.56
(IV) Internal carryover of shareholders' equity												
1. Conversion of capital reserve into share capital												
2. Conversion of surplus reserve into share capital												
3. Making up losses with surplus reserve												
4. Others												
(V) Special reserve												
1. Allocation for current period												
2. Use during current period												
(VI) Others												
IV. Ending balance this year	**2,954,946,709.00**		**1,000,000,000.00**		**7,580,749,406.99**				**998,156,908.72**	**3,620,221,942.88**		**16,154,074,967.59**

Chief Executive Officer: **Chief Financial Officer:** **Finance Manager:**

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Statement of Changes in Equity

Prepared by: China Fortune Land Development Co., Ltd. Currency unit: RMB yuan

Item	2016											
	Share capital	Other equity instruments			Capital reserve	Less: treasury stocks	Other comprehensive income	Special reserve	Surplus reserve	Retained earnings	Others	Total shareholders' equity
		Preferred stock	Perpetual bonds	Others								
I. Ending balance last year	**2,645,759,430.00**				**996,195,876.67**				**868,260,510.60**	**4,051,231,138.23**		**8,561,446,955.50**
Add: change of accounting policy												
Correction of previous errors												
Others												
II. Beginning balance this year	**2,645,759,430.00**				**996,195,876.67**				**868,260,510.60**	**4,051,231,138.23**		**8,561,446,955.50**
III. Amount of increase or decrease this year (decrease expressed with a "-" symbol)	**309,187,279.00**		**1,000,000,000.00**		**6,584,553,530.32**				**129,896,398.12**	**-431,009,195.35**		**7,592,628,012.09**
(I) Total comprehensive income										1,298,963,981.19		1,298,963,981.19
(II) Capital invested and decreased by shareholders	309,187,279.00		1,000,000,000.00		6,584,553,530.32							7,893,740,809.32
1. Ordinary shares invested by shareholders	309,187,279.00				6,584,553,530.32							6,893,740,809.32
2. Capital invested by holders of other equity instruments			1,000,000,000.00									1,000,000,000.00
3. Amount of payments by shares recorded in shareholders' equity												
4. Others												
(III) Profit distribution									129,896,398.12	-1,729,973,176.54		-1,600,076,778.42
1. Allocated surplus reserve									129,896,398.12	-129,896,398.12		
2. Distribution to shareholders										-1,595,671,222.86		-1,595,671,222.86
3. Others										-4,405,555.56		-4,405,555.56
(IV) Internal carryover of shareholders' equity												
1. Conversion of capital reserve into share capital												
2. Conversion of surplus reserve into share capital												
3. Making up losses with surplus reserve												
4. Others												
(V) Special reserve												
1. Allocation for current period												
2. Use during current period												
(VI) Others												
IV. Ending balance this year	**2,954,946,709.00**		**1,000,000,000.00**		**7,580,749,406.99**				**998,156,908.72**	**3,620,221,942.88**		**16,154,074,967.59**

Chief Executive Officer: **Chief Financial Officer:** **Finance Manager:**

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Notes to the Consolidated Financial Statements 2017

(Exclusive of special notes, the unit in the Notes shall be CNY)

I. Company Profile

(I) Company Profile

China Fortune Land Development Co., Ltd. (hereinafter "the Company" or "this Company") is formerly known as Zhejiang King Refrigeration Industry Co., Ltd. (hereinafter "Zhejiang King"), which was a Sino-foreign equity joint venture company established from the overall restructuring of Zhejiang King Refrigeration Industry Co., Ltd. (a limited liability company), subject to the approval of two documents, namely, the document numbered Zhe Shang Shi [2001] No.24 issued by the Leading Group for Enterprise Listing under Zhejiang Provincial People's Government and the document numbered Wai Jing Mao Zi Er Han [2001] No.550 issued by the former Ministry of Foreign Trade and Economic Cooperation. On December 15, 2003, upon the approval China Securities Regulatory Commission (Document: Zheng Jian Fa Xing Zi [2003] No.144), the Company issued 40,000,000 RMB ordinary shares of RMB1 per share to the public, at an offering price of RMB7.30 per share. The stocks of the Company have been listed for trading in Shanghai Stock Exchange since December 30, 2003.

The controlling shareholder of this Company is China Fortune Land Development Holding Co., Ltd., with a controlling proportion of 61.67%, and the ultimate controller is Mr. Wang Wenxue.

Registered Office:

No.1, North Side of No.3 Road
West Side of Beijing-Kaifeng Expressway
Gu'an County, Hebei Province.

Corporate Headquarters:

7/F, Tower A, Gateway Plaza
18 Xiaguangli, East 3rd Ring Road North
Chaoyang District, Beijing

Authorised Representative: Wang Wenxue

Registered Capital: RMB2,954,946,709.00

Business Scope: investment in the construction of real estate, industry parks and infrastructure; real estate agent services; provision of construction equipment and services; business management consulting; biomedicine research and development, science and technology promotion and service.

(II) Approver of Issuance of Financial Statements and Approved Issuance Date of Financial Statements

These financial statements and notes have been approved at the 37th meeting of the 6th Board of Directors of the Company held on March 29, 2018.

(III) Scope of Consolidated Financial Statements for Current Year

This Company has incorporated all its subsidiaries (including separate entities controlled by this Company) into the scope of consolidated financial statements, including a total of 406 enterprises and structured entities controlled by this Company. Compared with last year, 103 enterprises and entities are added due to establishment and 30 enterprises are added due to business combination under different control, sold 2 enterprises and liquidated 2 enterprises. For details, please refer to Note "VII. Interests in Other Entities".

This Company and its subsidiaries are mainly engaged in industry park construction and real estate development.

II. The Basis of The Preparation of Financial Statements

1. Basis of Preparation

The financial statements of this Company are prepared on the basis of going-concern assumption and actual transactions and matters, and in accordance with Accounting Standards for Business Enterprises issued by the Ministry of Finance on 15 February 2006– Basic Standards and various specific accounting standards, application guides to accounting standards for business enterprises, interpretations thereof and other relevant rules (hereinafter collectively referred to as "Accounting Standards for Business Enterprises") issued by the Ministry of Finance, as well as the disclosure rules of No.15 of Preparation and Presentation Rules of Information Disclosure by Companies Publicly Offering Securities – General Provisions on Financial Statements (2014 revision).

The Company follows the accrual basis of accounting. The financial statements are prepared under the historical cost convention except for certain financial assets and financial liabilities. If an asset is impaired, provisions shall be recognized.

2. Going Concern

For at least 12 months from the end of this reporting period, the Company possesses the ability to operate as a going concern and is free from any significant matter that might affect its going-concern ability.

III. Significant Accounting Policies and Estimates of the Company

1. Declaration of Compliance with Accounting Standards for Business Enterprises

These financial statements follow the requirements of Accounting Standards for Business Enterprises, and truthfully and completely reflect the consolidated financial condition of the Company and that of its parent company as at December 31, 2017 as well as the consolidated operating results and cash flow and those of the parent company for the year of 2017.

2. Accounting Period

The accounting period of this Company is the calendar year from January 1 to December 31.

3. Operating Cycle

Normal operating cycle refers to the period from when the Company purchases the assets for processing when the Company realizes cash or cash equivalents. This Company takes 12 months as one operating cycle, which will also serve as the standard for classifying the liquidity of assets and liabilities.

4. Functional Currency

This Company uses RMB as its functional currency, and also uses RMB to prepare its consolidated financial statements. This Company and its subsidiaries select their functional currency mainly depending on the pricing and settlement currency of main business revenue and expenditure. As the recording currencies used by some subsidiaries of this Company are different from its own functional currency, this Company converts the foreign currency financial statements of these subsidiaries in preparing the financial statements (see Note III.8 Conversion of Foreign Currency Transactions and Statements).

5. Business combination and consolidated financial statements

Business combination means a transaction or event in which two or more separate entities are combined into a single reporting entity. Business combinations are divided into business combinations involving entities under common control and those not under common control.

(1) Business Combinations involving entities under Common Control

Business combination under common control means that enterprises participating in the combination are ultimately controlled by the same party or parties before and after the combination, and such control is not temporal. In case of business combination under common control, the party obtaining the control over other participating enterprises on the combination date is the combining party, while the other enterprises participating in the combination are combined parties. The combination date means the date when the combining party obtains the control over the combined parties.

The assets and liabilities obtained by the combining party is measured at their book value with the combined parties on the combination date. As for the difference between the book value of the net assets obtained by the combining party and that of the combination consideration paid by it (or total par value of shares issued), the capital reserve (capital stock premium) should be adjusted accordingly; if the capital reserve (capital stock premium) is insufficient to offset the difference, the retained earnings should be adjusted.

Various direct expenses incurred by the combining party in conducting business combination are included in current profit or loss when incurred.

(2) Business Combinations involving entities not under common control.

Business combination not under common control means that enterprises participating in the combination are not ultimately controlled by the same party or parties before and after the combination. In the case of a business combination not under common control, the party acquiring the control over other participating enterprises on the acquisition date is the acquirer, while other enterprises participating in the combination are acquirees. Acquisition date means the date when the acquirer actually obtains the control over the acquirees.

As for a business combination not under common control, the combination costs include the fair value of assets given, liabilities incurred or assumed and equity securities issued by the acquirer in order to acquire the control over the acquiree, and the audit, legal service, evaluation and consulting and other overheads incurred for business combination is included in the current profit or loss when incurred. The trading costs of the equity securities or debt securities issued by the acquirer in consideration of the combination are included in the initially recognized amount of equity securities or debt securities. The contingent consideration concerned is included in the combination costs at the fair value on the acquisition date, and if it is necessary to adjust the contingent consideration due to new or further evidence of any circumstance existing on the acquisition date within 12 months after the acquisition date, consolidated goodwill should be adjusted accordingly. Combination costs incurred by the acquirer and the net identifiable assets acquired in the combination is measured at their fair value on the acquisition date. The excess of the combination costs over the fair value of the net identifiable assets acquired from the acquiree on the acquisition date is recognized as goodwill. If the combination costs are less than the fair value of the net identifiable assets acquired from the acquiree in the combination, the first necessary step is to review the measurement of the fair value of the net identifiable assets, liabilities or contingent liabilities acquired from the acquiree as well as the combination costs; if after the review, the combination costs are still less than the fair value of the net identifiable assets acquired from the acquiree in the combination, the difference is included in the current profit or loss.

If the deductible temporary difference acquired by the acquirer from the acquiree is not recognized on the acquisition date due to incompliance with the recognition conditions of deferred income tax assets, but if within 12 months after the acquisition date, there is new or further information indicating the existence of relevant circumstance on the acquisition date and the it is expected that the economic benefit arising from the deductible temporary difference of the acquiree on the acquisition date can be realized, relevant deferred income tax assets should be recognized and goodwill should be reduced accordingly; if the goodwill is insufficient to offset the difference, the difference is recognized as current profit or loss; except under the foregoing circumstances, if deferred income tax assets related to a business combination are recognized, such assets should be included in current profit or loss.

As for a business combination not under common control realized in steps through several deals, it is necessary to clarify whether such deals constitute a “package deal”, according to the Notice of the Ministry of Finance on Printing and Issuing Interpretation No.5 of Accounting Standards for Business Enterprises (Cai Kuai [2012] No.19) and Article 51 of Accounting Standards for Business Enterprises No.33 – Consolidated Financial Statements regarding the standard of “package deal”. If the deals constitute a “package deal”, the accounting treatment is made by reference to the descriptions in the foregoing paragraphs in this section and Note III.13 “Long-term Equity Investments”; if the deals do not constitute a “package deal”, it is necessary to differentiate individual financial statements and consolidated financial statements in the relevant accounting treatment:

In individual financial statements, the sum of the book value of the equity investment held in the acquiree prior to the acquisition date and the additional investment cost on the acquisition date is used as the initial investment cost of such investment; if the equity interest held in the acquiree prior to the acquisition date involves other comprehensive income, at the time of deposal of such investment, accounting treatment is made for other comprehensive income related to it on the

same basis upon which the acquiree will directly dispose of relevant assets or liabilities (It is reported as current investment income unless it is already reflected in the changes of net assets and/or net liabilities by the acquire according to the equity method.)

In the consolidated financial statements, the equity interest held in the acquirer prior to the acquisition date is re-measured at its fair value on the acquisition date, and the difference between fair value and book value is included in the current investment income; if the equity interest held in the acquiree prior to the acquisition date involves other comprehensive income, then accounting treatment should be made for other comprehensive income related to such investment on the same basis upon which the acquiree will directly dispose of relevant assets or liabilities (It is reported as current investment income from the date of acquisition, unless it is already reflected in the changes of net assets and/or net liabilities by the acquire according to the equity method.)

6. Method of Preparation of Consolidated Financial Statements

(1) Principle of Determining Scope of Consolidated Financial Statements

The consolidation scope of consolidated financial statements is determined on the basis of control. Control means that this Company possesses a power over the investee, is entitled to variable return by participating in relevant activities of the investee and is able to affect the amount of such return by applying its power over the investee. The consolidation scope covers this Company and all of its subsidiaries, which mean entities controlled by this Company.

Once changes of relevant facts and circumstances result in changes of relevant elements involved in the foregoing definition of Control, this Company will reevaluate the consolidation scope.

(2) Method of Preparation of Consolidated Financial Statements

From the date when this Company acquires the actual control over the net assets and production and operation decisions of a subsidiary, it begins to incorporate such subsidiary into the consolidation scope, and from the date when it loses the actual control, this Company excludes the subsidiary from the consolidation scope. As for a subsidiary that has been disposed of, the operating results and cash flow prior to the disposal date have been properly included in the consolidated income statement and consolidated cash flow statement; as for a subsidiary disposed of in the current period, the opening balance of the consolidated balance sheet is not adjusted. As for a subsidiary added through business combination under different control, its operating results and cash flow after the acquisition date have been properly included in the Consolidated Income Statement and consolidated cash flow statement, and no adjustment is made to the opening balances and comparison figures of the consolidated financial statements. As for a subsidiary added through business combination under common control and the combined party in an absorptive combination, their operating results and cash flow from the beginning of the current period to the combination date have been properly included in the consolidated income statement and consolidated cash flow statement, and adjustments is also made to the comparison figures in the consolidated financial statements.

In the preparation of the consolidated financial statements, if the accounting policy or accounting period adopted by a subsidiary is different from that of this Company, the corresponding adjustments is made to the financial statements of the subsidiary according to the accounting policy and accounting period of this Company. As for a subsidiary acquired through a business

combination under different control, adjustments are made to its financial statements on the basis of the fair value of its net identifiable assets on the acquisition date.

All significant current balances, transactions and unrealized profits within the Company are deducted in preparing the consolidated financial statements.

In the stockholders' equity and net profit or loss for the current period, portions not owned by this Company is separately presented under stockholders' equity and net profit items in the consolidated financial statements as minority equity and minority interest income. The portion of net profit or loss of the subsidiary for the current period which is attributable to minority equity is presented as "minority interest income" item under net profit item in the consolidated income statement. Even if the minority shareholders' share of the loss of the subsidiary exceeds their share of the stockholders' equity at the beginning of the period, the minority interest will still be written down.

When this Company loses the control over a subsidiary due to the disposal of part of equity investment or any other reason, this Company re-measures the remaining equity interest at its fair value on the date of loss of control. The investment income for this period is reported by the sum of the consideration received from the disposal of equity interest and the fair value of the remaining equity interest, less the share of net assets which is available to this Company according to the original shareholding proportion and is continuously calculated from the acquisition date. Other comprehensive income related to the equity investment in the original subsidiary will receive accounting treatment at the time of loss of control on the same basis as the acquiree would directly use to dispose of relevant assets or liabilities (i.e. except the changes resulting from such original subsidiary re-measuring net defined benefit plan liabilities or assets, the remaining portion of income is reported as the current investment income). Subsequently, the remaining portion of equity interest is measured according to Accounting Standards for Business Enterprises No.2 – Long-term Equity Investments or Accounting Standards for Business Enterprises No.22 – Recognition and Measurement of Financial Instruments and other relevant regulations, as set forth in detail in Note III.13 "Long-term Equity Investments" or Note III.9 "Financial Instruments".

If this Company disposes of the equity investment in a subsidiary in steps through several deals till it loses the control over such subsidiary, it is necessary to ascertain whether the deals will constitute a package deal. If the terms, conditions and economic impact of the deals used to dispose of the equity investment in the subsidiary meet one or more of the following conditions, this usually indicates that the several deals should undergo accounting treatment as a package deal: ①these deals are made simultaneously or made considering the impact on each other; ②these deals can achieve a complete business result only taken together; ③the occurrence of a deal depends on the occurrence of at least one of the other deals; ④a deal is not economical separately but is economical if considered together with other deals. If the deals do not constitute a package deal, each deal will receive accounting treatment separately depending on the circumstances pursuant to applicable principles, such as "partial disposal of long-term equity investment in a subsidiary without the loss of control" (detailed in Note III.13 (2) ④) and "losing the control over an original subsidiary due to disposal of part of equity investment or other reason" (detailed in the preceding paragraph). If the deals constitute a package deal, the deals will receive accounting treatment as a single deal with the foregoing purpose; however, prior to the loss of control, the difference between each disposal price and the share of net assets in the subsidiary corresponding to disposal of the investment is recognized other comprehensive income

in the consolidated financial statements and is reported as the profit or loss for the period in which loss of control occurs when the control is lost.

7. Standard of Determining Cash and Cash Equivalents

Cash and cash equivalents of this Company include cash on hand, deposits readily available for payment as well as investments held by this Company with short term (generally to mature within three months from the acquisition date), strong liquidity, ready convertibility into a known amount of cash, and insignificant risk of change in value.

8. Conversion of Foreign Currency Transactions and Statements

(1) Conversion Method of Foreign Currency Transactions

Foreign currency transactions of this Company are converted into reporting currency at the time of initial recognition according to the spot rate on the trading day (usually referring to the middle rate of foreign exchange quotation on the day as published by PBC, the same below), but foreign currency conversion or related transactions of the Company is converted into recording currency at the actual exchange rate.

(2) Conversion Method of Foreign Currency Monetary Items and Non-Monetary Items

On the balance sheet date, foreign currency monetary items are converted using the spot rate on the balance sheet date. The exchange difference arising because the spot rate on such date is different from that at the time of initial recognition or on the previous balance sheet date is included in current profit or loss, except that the exchange difference arising from a special foreign exchange loan meeting capitalization conditions is included in the costs of relevant assets during the capitalization period.

Foreign currency non-monetary items measured at historical cost is still be converted using the spot rate on the transaction occurrence date, and no change is made to the amount of recording currency. Foreign currency non-monetary items measured at fair value is converted using the spot rate on the determination date of fair value; the difference between the converted amount of recording currency and the original amount of recording currency is treated as a change in fair value (including change in foreign exchange) and be included in current profit or loss or recognized as other comprehensive income.

(3) Conversion Method of Foreign Currency Statements

If controlled subsidiaries, joint ventures and associated enterprises of this Company use recording currencies different from that of this Company, it is necessary to convert these foreign currency statements and then carry out financial accounting and prepare consolidated financial statements. Asset and liability items in the balance sheet is converted using the spot rate on the balance sheet date, and owner's equity items is converted using the spot rate prevailing at the time of occurrence, except the item "undistributed profit". Revenue and expense items in the income statements are converted using the spot rate on the transaction occurrence date. Accounting difference in foreign currency statements arising from conversion is presented in the item "other comprehensive income".

Foreign currency cash flow and overseas subsidiaries' cash flow is converted using the spot rate or its approximate rate on the occurrence date of cash flow. The effect of exchange rate change on cash is separately presented in the cash flow statement as a reconciliation item.

Opening balances and actual values in the previous year is presented in the values converted from financial statements in previous year.

When this Company loses the control over overseas operation in disposing of all owner's equity in overseas operation or due to disposal of part of equity investment or any other reason, the foreign exchange statement conversion differences presented under the stockholders' equity item in the balance sheet which are related to overseas operation and attributable to owner's equity of the parent company are reported as the profit or loss for the period in which disposal is made.

When the Company's proportion of interest in overseas operation is reduced due to disposal of part of equity investment or any other reason but the Company does not lose its control over the overseas operation, the foreign currency statement conversion differences related to such overseas operation is attributable to minority interest rather than reported as current profit or loss. At the time of disposal of part of the equity interest in overseas operation which is an associated enterprise or joint venture, the foreign currency statement conversion difference related to such overseas operation is reported as the profit or loss for the period in which disposal is made, in proportion to the disposal of such overseas operation.

9. Financial Instruments

A financial asset or liability is recognized when this Company becomes a party to a financial instrument contract. Financial assets and financial liabilities are measured at fair value at the time of initial recognition. As for financial assets and liabilities which are measured at their fair value and the variations of which are included in the current profit or loss, relevant transaction costs are directly included in profit or loss; as for other types of financial assets and liabilities, relevant transaction costs are included in the initially recognized amount.

(1) Method of Determining Fair Value of Financial Assets and Liabilities

Fair value means the price received by a market participant for selling an asset or paid by him for transferring a liability in an orderly transaction occurring on the measurement date. If there is an active market for a financial instrument, this Company uses the Quotation on an active market as its fair value. Quotation on an active market means a price which is readily available from an exchange, broker, industry association or pricing service agency on a regular basis and which represents an actual market transaction at arm's length. If there is no active market for the financial instrument, this Company calculates its fair value by using valuation techniques, which include referring to the price used in a market transaction recently conducted by parties which are informed and willing to enter into transaction, referring to the current fair value of other substantially identical financial instruments, discounted cash flow method, option pricing model, etc.

(2) Classification, Recognition and Measurement of Financial Assets

Conventionally traded financial assets are recognized and derecognized on trading day. At the time of initial recognition, financial assets are classified into financial assets which are measured at their fair value and the variations of which are included in current profit or loss, held-to-maturity investments, loans and receivables as well as financial assets available for sale.

① Financial Assets Which Are Measured at their Fair Value and the Variations of Which Are Included in Current Profit or Loss

Including trading financial assets and those financial assets which are designated as being measured at fair value with their variations included in current profit or loss.

Trading Financial Assets refer to financial assets that meet any of the following conditions: A. such financial assets are procured mainly for sale in short term; B. such financial assets are a part of a portfolio of identifiable financial instruments that are collectively managed, and there is objective evidence that this Company recently uses a short-term profit method to manage this portfolio; C. such financial assets are derivatives, except for derivatives that are designated as effective hedging instruments, derivatives falling under financial guarantee contracts, as well as derivatives that are linked to equity instruments which have no quotation on an active market, the fair value of which cannot be reliably measured and which must be settled through the surrender of such equity instruments.

Financial assets meeting any of the following conditions can be designated as financial assets which are measured at their fair value and the variations of which are included in current profit or loss at the time of initial measurement: A. such designation can eliminate or remarkably reduce the inconsistency in the recognition or measurement of relevant gains or losses due to different measurement bases; B. This Company's formal written documents of risk management or investment strategy have indicated that the financial asset portfolio or the portfolio of financial assets and liabilities containing such financial assets is managed, evaluated and reported to key management personnel on the basis of fair value.

Financial assets which are measured at their fair value and the variations of which are included in current profit or loss is subsequently measured at their fair value, and the gains or losses arising from changes in fair value as well as dividend and interest related to such financial assets is included in the current profit or loss.

② Held-to-maturity Investments

Held-to-maturity investments refer to non-derivative financial assets with fixed maturity date and fixed or determinable recoverable amount, for which this Company has a clear intention and ability to hold till the maturity.

Held-to-maturity investments are subsequently measured using effective interest method at the amortized cost, and all the gains or losses arising from de-recognition, impairment or amortization of such financial assets are included in current profit or loss.

Effective interest method means a method in which the amortized cost and the interest income or expense of financial assets or financial liabilities (including a group of financial assets or financial liabilities) are calculated at the effective interest rate. The effective interest rate refers to the interest rate at which the future cash inflow or outflow of financial assets or financial liabilities within their estimated duration or applicable shorter period is discounted to the current book value of such financial assets or financial liabilities.

In calculating the effective interest rate, this Company estimates the future cash flow (without regard to future credit loss) after considering all the contractual terms of the financial assets or financial liabilities, and it considers the charge, transaction costs and discount or premium which are paid or collected among the parties to financial asset or financial liability contracts as part of the effective interest rate.

③ Receivables

Receivable claims arising because this Company sells goods or provides services, as well as claims held by this Company in other enterprises (excluding debt instruments with quotations on active market), including accounts receivable, other receivables and notes receivable, will have an initially recognized amount as the contract or agreement price receivable from the buyers; if the claims have a financing nature, they are initially recognized at their present value.

④ Financial Assets Available for Sale

Including non-derivative financial assets designated as being available for sale at the time of initial recognition, as well as financial assets other than financial assets which are measured at fair value and the variations of which are included in current profit or loss, loans and receivables and held-to-maturity investments.

The ending cost of debt instrument investments available for sale is determined according to the amortized cost method, i.e. the initially recognized amount reduced by paid principal, plus or less the cumulative amortization arising when the Company uses the effective interest method to amortize the difference between such initially recognized amount and maturity amount, and less impairment loss incurred. The ending cost of equity instruments available for sale is their initial acquisition costs.

Financial assets available for sale is subsequently measured at their fair value, and the gains or losses arising from changes in fair value is recognized as other comprehensive income, except that impairment loss and exchange differences of foreign currency-denominated monetary financial assets related to amortized cost is included in current profit or loss; when such financial assets are derecognized, these gains or losses are transferred from other comprehensive income to current profit or loss. However, equity instrument investments that have no quotations on active market and the fair value of which cannot be measured reliably, as well as derivative financial assets which are linked to such equity instruments and must be settled through the surrender of such equity instruments is subsequently measured at their costs.

Interest obtained during the holding period of the financial assets available for sale as well as cash dividend declared by the investee is included in the investment income.

（3）Impairment of Financial Assets

Except for financial assets which are measured at their fair value and the variations of which are included in current profit or loss, this Company inspect the book value of other financial assets on each balance sheet date, and make provision for impairment if there is objective evidence showing the impairment of financial assets.

This Company will carry out separate impairment test for financial assets with significant individual amount; as for financial assets with insignificant individual amount, impairment test can be conducted either separately or in a financial asset portfolio with similar credit risk characteristics. As for financial assets showing no impairment in the separate tests (including financial assets with significant and insignificant individual amounts), they are included in a financial asset portfolio with similar credit risk characteristics for another impairment test. Financial assets for which impairment losses have been individually recognized is not included in a financial asset portfolio with similar credit risk characteristics for another impairment test.

① Impairment of Held-to-maturity Investments, Loans and Receivables

As for financial assets measured at costs or amortized costs, their book values are written down to the present value of expected future cash flow, and the writedown amount is recognized as impairment loss and included in current profit or loss. After impairment loss is recognized for a financial asset, if there is objective evidence showing that the value of such financial asset has been recovered and this is objectively related to an event occurring after the recognition of such loss, the originally recognized impairment loss should be reversed; the book value after reversal of impairment loss of the financial asset should not exceed the amortized cost of such financial asset on the reversal date, assuming that no provision for impairment is made.

② Impairment of Financial Assets Available for Sale

When it is judged based on relevant factors that the decline in the fair value of an equity instrument investment is significant or non-transient, this indicates that such equity instrument investment available for sale suffers impairment. Wherein, “significant decline” means that the decline in fair value exceeds 20% cumulatively; “non-transient decline” means that the length of continuous decline in the fair value exceeds 12 months.

When a financial asset available for sale suffers impairment, the cumulative loss which arises from fair value decline and is originally included in other comprehensive income is transferred out and included in current profit or loss. The cumulative loss transferred out is the balance of the initial acquisition cost of the asset less the recovered principal and amortized amount, present fair value and the impairment loss originally included in profit or loss.

After the recognition of impairment loss, if later there is objective evidence showing that the value of such financial asset has been recovered and is objectively related to an event occurring after the recognition of such loss, the originally recognized impairment loss should be reversed; the reversal of impairment loss of an equity instrument investment available for sale is recognized as other comprehensive income, while the reversal of impairment loss of debt instrument available for sale should be included in current profit or loss.

The Company does not reverse the Impairment loss of equity instrument investments which have no quotations on an active market and whose fair value cannot be measured reliably, or derivative financial assets which are related to such equity instrument and must be settled through surrender of such equity instrument.

(4) Recognition Basis and Measurement Method of Transfer of Financial Assets

Any financial asset that meets any of the following conditions is derecognized: ① the contractual right to receive the cash flow from such financial asset is terminated; ② such financial asset has been transferred, and almost all risks and rewards on the ownership of the financial asset have been reported as the transferee; ③ such financial asset has been transferred, and although the enterprise neither transfers nor retains almost all the risks and rewards on the ownership of such financial asset, it waives the control over such financial asset.

If the enterprise does not transfer or retain almost all risks and rewards on the ownership of the financial asset, or waive the control over such financial asset, relevant financial asset is still recognized depending on the degree of its continued involvement with the transferred financial asset, and relevant liability is recognized accordingly. The degree of continued involvement with the transferred financial asset means the level of risks the enterprise is exposed to due to changes in value of such financial asset.

If a financial asset is generally transferred and thus meets the de-recognition conditions, the difference between the book value of the transferred financial asset and the sum of the consideration received in connection with transfer and the cumulative amount of changes in fair value which is originally included in other comprehensive income is included in the current profit or loss.

If a financial asset is partially transferred and meets the de-recognition conditions, the book value of the transferred financial asset is allocated between the derecognized part and the non-derecognized part according to their relative fair values; the difference between the sum of the consideration received due to transfer and the cumulative amount of changes in fair value which should be allocated to the derecognized part and has been originally included in other comprehensive income and the foregoing allocated book value is included in current profit or loss.

As for a financial asset sold with right of recourse or a financial asset held by this Company and endorsed for transfer, this Company should determine whether almost all risks and rewards on the ownership of such financial asset have been transferred. If almost all risks and rewards on the ownership of such financial asset have been reported as the transferee, such financial asset is derecognized; if almost all risks and rewards on the ownership of such financial asset are retained, such financial asset is not derecognized; if this Company neither transfers nor retains almost all risks and rewards on the ownership of such financial asset, this Company continues to judge whether it retains the control over such asset and perform accounting treatment according to the principles described in the foregoing paragraphs.

(5) Classification and Measurement of Financial Liabilities

At the time of initial recognition, financial liabilities are classified into two types, namely, financial liabilities which are measured at their fair value and the variations of which are included in current profit or loss, and other financial liabilities. At the time of initial recognition, financial liabilities are measured at fair value. As for financial liabilities which are measured at their fair value and the variations of which are included in current profit or loss, the relevant transaction costs are directly included in current profit or loss; as for other financial liabilities, relevant transaction costs are included in the initially recognized amount.

① Financial Liabilities which Are Measured at their Fair Value and the Variations of which are Included in Current Profit or Loss

The conditions for classifying financial liabilities into trading financial liabilities and financial liabilities which are designated as being measured at fair value with variations being included in current profit or loss at the time of initial recognition are consistent with the conditions for classifying financial assets into trading financial assets and financial assets which designated as being measured at fair value with variations being included in current profit or loss at the time of initial recognition.

Financial liabilities which are measured at their fair value and the variations of which are included in current profit or loss is subsequently measured at fair value, and the gains or losses arising from changes in fair value as well as dividend and interest expenses related to such financial liabilities is included in current profit or loss.

② Other Financial Liabilities

Derivative financial liability which is linked to an equity instrument that has no quotation on active market and the fair value of which cannot be measured reliably, and which must be settled through surrender of such equity instrument, is subsequently measured at cost. Other financial liabilities are subsequently measured at amortized cost using the effective interest method, and the gains or losses arising from de-recognition or amortization is included in current profit or loss.

(6) De-recognition of Financial Liabilities

Only when the present obligation on a financial liability is discharged, can such financial liability or a part thereof be derecognized. If this Company (as the debtor) and the creditor enter into an agreement to replace an existing financial liability by assuming a new financial liability, and the contractual terms of the new financial liability are materially different from those of the existing financial liability, this Company derecognizes the existing financial liability and recognize the new financial liability at the same time.

If a financial liability is derecognized in whole or in part, the difference between the book value of the derecognized part and the consideration paid (including non-cash assets transferred out or new financial liability assumed) is included in current profit or loss.

(7) Offset of Financial Assets against Financial Liabilities

When this Company has the legal right to offset recognized financial asset and financial liability and is currently allowed to execute such legal right, and it intends to settle on a net basis or simultaneously liquidate such financial asset and satisfy such financial liability, they are presented in the balance sheet in the amount after offsetting. Otherwise, financial assets and financial liabilities are separately presented in the balance sheet and not offset against each other.

(8) Equity Instruments

Equity Instrument means a contract that proves the ownership of residual equity in the assets of this Company after deduction of all liabilities. This Company issues (including refinancing), repurchases, sells or cancels equity instruments to treat changes in equity. This Company does not recognize the changes in fair value of equity instruments. Transaction costs related to equity transactions are deducted from equity.

Various distributions (excluding stock dividend) made by this Company to holders of equity instruments reduces stockholders' equity. This Company will not recognize the changes in fair value of equity instruments.

10. Receivables

Receivables include accounts receivable and other receivables.

(1) Receivables with Significant Individual Amount and Individual Provision for Bad Debts

Criterion or amount standard of significant individual amount	Accounts receivable with a balance of above RMB5 million (included) and other receivables with a balance of above RMB5 million (included)
Method of making provision for bad debts on receivables with significant individual amount	This Company performs separate impairment test for receivables with significant individual amount. Receivables that do not show impairment in the separate test are included in

	a receivables portfolio with similar credit risk characteristics for another impairment test. Receivables for which impairment loss has been recognized in separate test is not included in a receivables portfolio with similar credit risk characteristics for further impairment test.

(2) Receivables with Provision for Bad Debts Made by Credit Risk Portfolios

As for receivables with insignificant individual amount and receivables which have significant individual amount but do not show impairment in separate impairment test, this Company will group financial assets by the similarity and relevance of credit risk characteristics. These credit risks usually reflect the ability of the debtor to repay all due amounts pursuant to the contractual terms of such assets and are related to the measurement of future cash flow of inspected assets.

A. Basis of determination of different portfolios:

Item	Basis of Determining Portfolios
Portfolio I	This portfolio consists of receivables other than those in Portfolio II and those with individual provision for bad debts. Based on historical experience, this Company makes provision for bad debts on receivables in this portfolio using the aging analysis method.
Portfolio II	This portfolio is created on the basis of the credit risk characteristics of the debtor and mainly consists of receivables showing no impairment after separate test (including receivables with significant and insignificant individual amounts from this Company's affiliates, governmental departments and partners, cash deposits, down payments and similar types of sums), and it is highly unlikely that bad debts will arise on these sums.

B. Method of making provision for bad debts on different portfolios

Item	Method
Portfolio I	Aging analysis method
Portfolio II	No provision made for bad debts

a. Between the portfolios, method applicable to the portfolio using the aging analysis method to make provision for bad debts

Aging	Proportion for Accounts Receivable (%)	Proportion for other Receivables (%)
Within 1 year (included, the same below)	5	5
1-2 years	10	10

Aging	Proportion for Accounts Receivable (%)	Proportion for other Receivables (%)
2-3 years	30	30
3-4 years	50	50
4-5 years	50	50
Above 5 years	50	50

(3) Accounts Receivable with Insignificant Individual Amount but with Individual Provision for Bad Debts

Reason for making individual provision for bad debts	Despite insignificant individual amount, there is evidence that it is likely that contractual cash flow will not be recovered.
Method of making provision for bad debts	Separate impairment test is performed, and if there is objective evidence that impairment occurs, the shortage of the future cash flow from the book value is recognized as impairment loss.

(4) Reversal of Provision for Bad Debts

If there is objective evidence that the value of receivables has been recovered and this is objectively related to an event occurring after the recognition of such loss, the originally recognized impairment loss should be reversed and included in the current profit or loss. However, the book value after such reversal cannot exceed the amortized cost of the receivables on the reversal date assuming no provision is made for impairment.

(5) If this Company transfers receivables to a financial institution without right of recourse, the transaction amount, less book value of written-off other receivables and relevant taxes and fees, is included in current profit or loss.

(6) As for notes receivable, prepayments, interest receivable, long-term receivables and other receivables, provision for bad debts is made based on the shortage of the present value of their future cash flow below the book value.

11. Inventories

(1) Classification of Inventories

Categories of inventories include land consolidation, infrastructure construction, industry development services, comprehensive services, engineering construction, development cost, completed development products and biological assets.

Land consolidation includes land demolition and consolidation carried out in an entrusted industry park.

Infrastructure construction includes road, water supply, power supply, heating, drainage facility, and public projects in an entrusted industry park.

Industry development services include industry orientation, industry planning, urban planning, investment promotion, and investment services performed in an entrusted industry park.

Comprehensive services of parks include greening, cleaning, public project operation and maintenance and other relevant services performed in an entrusted industry park.

Engineering construction means construction of infrastructure in an industry park, including roads, water supply, power supply, heating, drainage facilities and public projects.

Development cost relates to properties that are uncompleted and intended for sale.

Completed development products refer to properties that have been completed and put up for sale.

Consumptive biological assets mainly include green and landscape seedlings cultivated for municipal greening and landscape layout.

Actual costs of developing products include land grant fee, preliminary planning and design fees, public facility expenditures, construction and installation expenditures and borrowing costs incurred before project completion, as well as other relevant expenses incurred in the development process.

Accounting method of development land: as for a pure land development project, its expenses will separately constitute land development cost; as for a project developed together with housing property, its expenses are allocated among cost objects and usually apportioned into costs of commercial housing.

Accounting method of public facility expenses: as for public facilities that cannot be transferred with compensation, these expenses are allocated among income items proportionately and included in costs of commercial housing; as for public facilities that can be transferred with compensation, the costs incurred are pooled with the public facility projects as cost accounting objects,

Accounting method of maintenance fund: when the Company receives public maintenance fund entrusted by owners, the fund is deemed as a liability and exclusively used for the repair and update of common parts, common equipment and public facilities in property management area.

Accounting method of quality guarantee deposit: the quality guarantee deposit posted by the construction unit is listed in “accounts payable” according to the amount specified in the construction contract, and is paid based on actual situations and contractual provisions upon expiration of the guarantee period.

(2) Pricing Method at the Time of Inventory Acquisition and Shipment

At the time of acquisition, inventories are priced at the actual cost; at the time of product shipment, its actual cost is determined using the specific identification method.

(3) Method of Making Provision for Inventory Devaluation

On the balance sheet date, inventories are measured at the lower of the cost and net realizable value. When the net realizable value is lower than cost, provision is made for inventory devaluation. Usually, provision for inventory devaluation is made based on the excess of the cost of single inventory item over its net realizable value. As for inventories in a large quantity and with low unit price, provision for inventory devaluation is made by inventory category; as for inventories that are related to product series produced and sold in the same region, have the same or similar end use or purpose and can hardly be measured separately from other items, provision for inventory devaluation can be made in a combined manner.

After provision for inventory devaluation is made, if the original influencing factor for writing down the value of inventory has disappeared, resulting in the net realizable value of inventory

being higher than its book value, the amount of original provision for inventory devaluation is reversed and included in current profit or loss.

(4) Method of Determining Net Realizable Value of Inventory

Net realizable value means the estimated sale price of inventory less costs expected to arise at the time of completion, estimated selling expenses and relevant taxes and fees in the daily activities. The determination of the net realizable value of inventory should be based on available conclusive evidence, with consideration also given to the purpose of holding inventory and the effect of any event occurring after the balance sheet date.

(5) This Company adopts a perpetual inventory system for inventory taking.

(6) Amortization Method of Low-value Consumables and Packages

Low-value consumables are amortized using one-off amortization method when received for use; packages will also be amortized using one-off amortization method when received for use.

12. Assets Classified as Held for Sale

By selling (included non-monetary exchange with commercial substance) not holding a non-current asset or a component of the group satisfying the following conditions is classified as held for sale: (1) the non-current asset or the component in current conditions can be sold immediately according to usual trading terms; (2) the Group has made a legally binding sales agreement and has been approved for disposal of the non-current asset or the component, and the transfer will be completed within one year.

The company transfer-in non-current asset or disposal groups for selling purpose, when it meets criteria that the transfer will be completed within one year, it classifies as held for sale at the date of transfer in.

The company reclassifies non-current asset and disposal groups for held for sale at the balance sheet data. Any excess of the original carrying amount over the fair value less costs to sell is recognized as an asset impairment loss. Asset impairment provision deducts goodwill from disposal groups first, and then impletments “Accounting Standards for Business Enterprises No. 42 – Non-current Assets Held for Sale, Disposal Groups and Discontinued Operation” that deducts carring amount by ratio of each non-current assets to total non-current assets.

After balance sheet date fair value of held for sale-non-current asset less costs to sell is higher than carrying amount, impairment provision could be recovered. Impairment provistion recognized before classifies held for sale is not recoverable. Deduction of disposal groups as held for sale is recoverable, and implement “Accounting Standards for Business Enterprises No. 42 – Non-current Assets Held for Sale, Disposal Groups and Discontinued Operation” that impairment provision is recoverable and recognizes gain in the current period. Deduction of goodwill and impairment provision of non-current assts recognized before No.42 are irrecoverable.

Assets (or disposal groups) held for sale are not amortized and depreciated, and Interest expenses and other expernses driven by debt from disposal groups are recognized when incurred.

When non-current assets have previously been classified as held for sale, but the held for sale criteria are no longer met, the noncurrent assets should be removed from the held for sale category. The removed non-current assets should be measured at the lower of (1) their carrying amount before the assets were classified as held for sale, adjusted for any depreciation,

amortisation or revaluations that would have been recognised had the asset not been classified as held for sale; and (2) their recoverable amount at the date of the subsequent decision not to sell.

When company terminates the classification of non-current assets(or disposal groups) as held for sale, the company recognizes the unrecognized gain or loss in the current period.

13. Long-term Equity Investments

Long-term equity investment as referred to in this section means a long-term equity investment whereby this Company gains control, common control over or significant influence on the investee. As for a long-term equity investment in which this Company does not have control, common control over or significant influence on the investee, such investment is accounted for as a financial asset available for sale or a financial asset which is measured at fair value and the variation of which is included in current profit or loss, and the applicable accounting policy is detailed in Note III.9 “Financial Instruments”.

Common control means a control shared by this Company over an arrangement according to relevant agreement, and the relevant activities in such arrangement must be decided subject to the unanimous consent of participants sharing the control. Significant influence means that this Company has the power to participate in deciding the financial and operation policies of the investee but is unable to control the making of such policies either alone or together with other parties.

(1) Determination of Investment Cost

As for a long-term equity investment acquired from a business combination under common control, the initial investment cost of long-term equity investment is the proportion of the stockholders’ equity of the combined party in the book value in the consolidated financial statements of the ultimate controller on the combination date. Capital reserve is adjusted for the difference between the initial investment cost of the long-term equity investment and the book value of cash paid, non-cash assets transferred and debts assumed; if the capital reserve is insufficient to offset the difference, the retained earnings are adjusted instead. If equity securities are issued in consideration of the combination, the initial investment cost of long-term equity investment is the proportion of the stockholders’ equity of the combined party in the book value in the consolidated financial statements of the ultimate controller on the combination date, and the total par value of the shares issued is taken as capital stock; capital reserve is adjusted for the difference between the initial investment cost of the long-term equity investment and the total par value of shares issued; if the capital reserve is insufficient to offset the difference, the retained earnings is adjusted instead. If this Company obtains equity interest in combined parties under common control in steps through several deals, finally resulting in a business combination under common control, it is necessary to determine whether the deals constitute a “package deal”: if yes, the deals is accounted for as a single transaction leading to the acquisition of control. If no, the initial investment cost of long-term equity investment is the proportion of the stockholders’ equity of the combined party in the book value in the consolidated financial statements of the ultimate controller on the combination date, and capital reserve is adjusted for the difference between the initial investment cost of the long-term equity investment and the sum of book value of long-term equity investment up to the combination plus the book value of the consideration newly paid to further acquire shares on the combination date; if the capital reserve is insufficient to offset the difference, the retained earnings is adjusted instead. As for equity investment prior to

combination date, other comprehensive income recognized due to equity method accounting or classification as financial asset available for sale will not be accounted for the time being.

As for a long-term equity investment obtained through a business combination under different control, on the acquisition date, the combination cost is taken as the initial investment cost of the long-term equity investment. Combination cost means the sum of the fair value of the assets surrendered, liabilities incurred or assumed, and equity securities issued by the acquirer. If the acquirer acquires the equity interest in the acquiree in steps through several deals, finally resulting in a business combination under different control, it is necessary to determine whether these deals constitute a "package deal": if yes, the deals is accounted for as a single deal leading to the acquisition of control; if no, the book value of the equity investment originally held in the acquiree plus additional investment cost is taken as the initial investment cost of the long-term equity investment accounted for using the cost method. If the originally held equity interest is accounted for using the equity method, other comprehensive income will not be accounted for the time being. If the originally held equity investment is a financial asset available for sale, the difference between its fair value and book value, as well as the cumulative changes in fair value originally included in other comprehensive income is reported as current profit or loss.

The audit, legal service, evaluation and consulting and other intermediary fees as well as other relevant overheads incurred by the combining party or acquirer in connection with the business combination is included in current profit or loss when incurred.

Except long-term equity investments arising from business combination, other equity investments are initially measured at cost, which is determined according to the cash purchase price actually paid by this Company, fair value of the equity securities issued by this Company, value agreed in investment contract or agreement, fair value or original book value of assets surrendered in non-monetary asset exchange, or the fair value of the long-term equity investment itself, depending upon the acquisition method of the long-term equity investment. Expenses, taxes and other necessary expenditures directly related to the acquisition of long-term equity investment are also included in the investment cost. If this Company is able to exert significant influence on the investee or exercise common control (rather than sole control) over the investee due to additional investment, the cost of the long-term equity investment is the sum of the fair value of the originally held equity investment determined according to Accounting Standards for Business Enterprises No.22 – Recognition and Measurement of Financial Instruments and the additional investment cost.

(2) Method of Subsequent Measurement and Recognition of Profit and Loss

Any long-term equity investment leading to common control over or significant influence on the investee (except as co-operator) is accounted for using the equity method. In addition, the financial statements of the Company use the cost method to account for long-term equity investments that enable the Company to exercise control over the investee.

①Long-term Equity Investments Accounted for Using Cost Method

When the cost method is used, long-term equity investments is priced at initial investment costs, and the costs of long-term equity investments is adjusted in the case of adding to or recovering of the investment. Except for declared but unpaid cash dividend or profit contained in the price or consideration actually paid in acquiring the investment, current investment income is recognized as the cash dividend or profit declared by the investee.

②Long-term Equity Investments Accounted for Using Equity Method

When the equity method is used, if the initial investment cost of a long-term equity investment is greater than the available share of the fair value of the net identifiable assets of the investee when the investment is made, the initial investment cost of the long-term equity investment will not be adjusted; if the initial investment cost is less than the available share of the fair value of the net identifiable assets of the investee when the investment is made, the difference is included in the current profit or loss, and the cost of the long-term equity investment is adjusted at the same time.

When the equity method is used, investment income and other comprehensive income is recognized respectively according to the allocable share of the net profit or loss realized by the investee, and the book value of long-term equity investment is adjusted at the same time; the book value of the long-term equity investment is accordingly reduced by the allocable share of the profit or cash dividend declared by the investee; as for other changes in the owner's equity of the investee other than net profit or loss, other comprehensive income and profit distributions, the book value of the long-term equity investment is adjusted and the adjustment amount is included in capital reserve. In recognizing the allocable share of the net profit or loss of the investee, the net profit of the investee is adjusted on the basis of the fair value of the net identifiable assets of the investee at the time when the investment is acquired. If the accounting policy and accounting period used by the investee are different from those of this Company, the financial statements of the investee are adjusted according to the accounting policy and accounting period of this Company, and the investment income and other comprehensive income will also be recognized on this basis. As for transactions between this Company and its associated enterprises and joint ventures, if the invested or sold assets do not constitute business, the portion of unrealized gain or loss on internal transactions attributable to this Company according to its allocable share is offset, and investment profit or loss is recognized on this basis. However, if the unrealized internal transaction loss between this Company and the investee is impairment loss on the transferred assets, the loss will not be offset. If the assets are invested by this Company in a joint venture or associated enterprise constitute business, and the investor thus acquires a long-term equity investment rather than the control over the investee, the fair value of the surrendered business is taken as the initial investment cost of the new long-term equity investment, and the difference between the book value of the initial investment cost and that of the surrendered business is fully included in the current profit or loss. If the assets sold by this Company to a joint venture or associated enterprise constitute business, the difference between the consideration received and the business is fully included in the current profit or loss. If the assets acquired by this Company from associated enterprises and joint ventures constitute business, they are accounted for according to the provisions of Accounting Standards for Business Enterprises No.20 – Business Combinations, and the gain or loss related to the transaction is fully recognized.

In determining the allocable share of the net loss incurred by the investee, the book value of the long-term equity investment and any other long-term equity constituting net investment in the investee can be written down to zero at maximum. In addition, if this Company has the obligation to assume extra losses of the investee, the estimated liability is recognized according to the expected share of obligation and is included in current investment loss. If the investee realizes net profit in a subsequent period, this Company resumes the recognition of profit share after the profit share makes up for unrecognized share of loss.

③Acquisition of Minority Interest

In preparing consolidated financial statements, the capital reserve is adjusted for the difference between the long-term equity investment added due to acquisition of minority interest and the allocable share of the net assets of the subsidiary continuously calculated from the acquisition date (or combination date) pursuant to the additional shareholding proportion; if the capital reserve is insufficient to offset the difference, the retained earnings are adjusted instead.

④Disposal of Long-term Equity Investment

In consolidated financial statements, if the parent company disposes of part of its long-term equity investment in a subsidiary without losing the control, the difference between the disposal price and the share of net assets in the subsidiary corresponding to the long-term equity investment disposed of is included in stockholders' equity; if the parent company disposes of its long-term equity investment in the subsidiary and thus loses its control over the subsidiary, the relevant accounting policies described in Note III.6 (2) "Method of Preparation of Consolidated Financial Statements" will apply.

As for disposal of long-term equity investments under other circumstances, the difference between the book value of the equity interest disposed of and the price actually received is included in the current profit or loss.

As for a long-term equity investment accounted for using the equity method, if the equity interest remaining after disposal will still be accounted for using the equity method, at the time of disposal, other comprehensive income originally included in stockholders' equity is accounted for proportionately on the same basis as the investee would apply to directly dispose of relevant assets or liabilities. Owner's equity recognized due to changes in the owner's equity of the investee other than net profit or loss, other comprehensive income and profit distributions is carried forward to current profit or loss.

As for a long-term equity investment accounted for using the cost method, if the equity interest remaining after disposal will still be accounted for using the cost method, other comprehensive income recognized due to the adoption of equity method accounting or accounting pursuant to standard of recognition and measurement of financial instruments before this Company acquires the control over the investee is accounted for on the same basis as the investee would apply to directly dispose of relevant assets or liabilities and is proportionately carried forward to current profit or loss; changes in owner's equity in the net assets of the investee recognized due to the adoption of equity method accounting other than net profit or loss, other comprehensive income and profit distributions is carried forward to the current profit or loss proportionately.

If this Company loses the control over the investee due to disposal of part of equity interest, and the equity interest remaining after disposal can exercise common control over or exert significant influence on the investee in preparing individual financial statements, the remaining equity interest is accounted for using the equity method instead and is adjusted as if the remaining equity interest had been accounted for using the equity method from the time of acquisition; if the equity interest remaining after disposal cannot exercise common control over or exert significant influence on the investee, the remaining equity interest is accounted for in accordance with the relevant provisions of the standard of recognition and measurement of financial instruments, and the difference between its fair value and book value on the date of loss of control is included in current profit or loss. Before this Company acquires the control over the

investee, other comprehensive income recognized due to the use of equity method accounting or the accounting pursuant to the standard of recognition and measurement of financial instruments is accounted for on the same basis as the investee would apply to directly dispose of relevant assets or liabilities when this Company loses its control over the investee, and changes in owner's equity in the net assets of the investee recognized due to the use of equity method accounting, other than net profit or loss, other comprehensive income and profit distributions, is carried forward to the current profit or loss when this Company loses its control over the investee. Wherein, if the equity interest remaining after disposal is accounted for using the equity method, other comprehensive income and other owner's equity is carried forward proportionately; if the equity interest remaining after disposal is accounted for according to the standard of recognition and measurement of financial instruments, other comprehensive income and other owner's equity is completely carried forward.

If this Company loses the common control over or significant influence on the investee due to disposal of part of equity interest, the equity interest remaining after disposal is accounted for according to the standard of recognition and measurement of financial instruments, and the difference between its fair value and book value on the date of loss of common control or significant influence is included in current profit or loss. Other comprehensive income recognized for the original equity investment due to the use of equity method accounting is accounted for on the same basis as the investee would apply to directly dispose of relevant assets and liabilities when the use of equity method accounting is terminated; owner's equity recognized due to changes in owner's equity of the investee other than net profit or loss, other comprehensive income and profit distributions is completely reported as the current profit or loss when the use of the equity method accounting is terminated.

If this Company disposes of its equity investment in a subsidiary in steps through several deals till the loss of control, and if the foregoing deals constitute a package deal, they are accounted for as single deals intended to dispose of the equity investment in the subsidiary till the loss of control; prior to the loss of control, the difference between each disposal price and the book value of the long-term equity investment corresponding to the equity interest disposed of is first recognized as other comprehensive income, and when the control is lost, is then be totally reported as the profit or loss for the period in which the control is lost.

14. Investment Properties

Investment properties mean real estate held to earn rent or capital appreciation, or both. Investment propoerties of this Company include leased land-use right, land-use right held for transfer after appreciation, and leased buildings.

The investment properties of this Company are initially measured at the acquisition cost, and subsequent expenditures related to investment properties are included in the cost of investment properties if economic benefits related to such asset are very likely to flow in and the cost can be measured reliably; other subsequent expenditures are included in current profit or loss when incurred. Depreciation or amortization is made according to relevant provisions regarding fixed assets or intangible assets.

15. Fixed Assets and Accumulated Depreciation

(1) Recognition Conditions of Fixed Assets

Fixed assets of this Company refer to tangible assets with a service life of over one fiscal year, which are held for producing goods, providing services, or for rent or operation and management. A fixed asset can be recognized only when economic benefits related to it are very likely to flow in the enterprise and the cost of such fixed asset can be measured reliably.

Fixed assets of this Company are initially measured at the actual cost at the time of acquisition.

(2) Classification and Depreciation Policy of Fixed Assets

This Company uses the straight line method to make depreciation. Depreciation begins when a fixed asset attains intended serviceable condition and stops when the fixed asset is derecognized or classified as non-current asset held for sale. Without regard to provision for impairment, this Company determines the yearly depreciation of various fixed assets as follows, by types, estimated service life and estimated residual value of fixed assets:

Type of Fixed Asset	Service Life	Rate of Residual Value (%)	Yearly Depreciation (%)
Buildings	20 years	0-5	4.75-5.00
Machinery equipment	5-10 years	0-5	9.50-20.00
Transportation equipment	5 years	0-5	19.00-20.00
Electronic equipment and others	3-5 years	0-5	19.00-33.33

Wherein, as for fixed assets for which provision for impairment has been made, in calculating the depreciation rate, it is also necessary to deduct the cumulative amount of the provision made for fixed asset impairment.

(3) Recognition Conditions of Financing lease and Classification and Depreciation Policy of Financing lease

As for a fixed asset under financing lease, if it is possible to reasonably determine that this Company will obtain the title to the leased asset upon expiration of the lease term, depreciation is made within the remaining service life of the leased asset; if it is impossible to reasonably determine that this Company will obtain the title to the leased asset upon expiration of the lease term, depreciation is made within the shorter of the lease term and the remaining service life of the leased asset.

At the end of each year, this Company will review the service life, estimated net residual value and depreciation method of fixed assets. If the estimated service life is different from the original estimate, the service life of fixed assets is adjusted; if the estimated net residual value is different from the original estimate, the net residual value is adjusted.

(4) Overhaul Cost

As for overhaul cost incurred by this Company for regularly inspecting fixed assets, the part that meets the recognition conditions of fixed assets as shown by conclusive evidence is included in the cost of fixed assets, while the part failing to meet the recognition conditions of fixed assets is included in current profit or loss. Depreciation of fixed assets is made as usual during the interval between regular overhauls.

16. Construction in Progress

Cost of construction in progress of this Company is determined at actual construction expenditures, including various necessary construction expenditures, borrowing costs to be capitalized before the project attains the intended serviceable condition as well as other relevant expenses.

Construction in progress is reported as fixed assets when reaching the intended serviceable condition.

17. Borrowing Costs

Borrowing costs include borrowing interest, amortization of discount or premium, auxiliary expenses as well as exchange differences arising from foreign currency loans. The borrowing costs directly attributable to the acquisition, construction or production of assets that meet capitalization conditions is capitalized when asset expenditures have been incurred, borrowing costs have been incurred, or the acquisition, construction or production activities required to enable the assets to reach the intended serviceable condition or salable condition have begun; capitalization is ceased when the assets acquired, constructed or produced that meet the capitalization conditions have reached the intended serviceable condition or salable condition. The rest of borrowing costs is recognized as expenses in the period when they are incurred.

As for special borrowing, the interest expense actually incurred in the current period, less the interest income received by depositing the unused borrowing funds into a bank or investment income received through temporary investment, is capitalized; as for general borrowing, the capitalized amount is determined by multiplying the weighted average of the excess of cumulative asset expenditure over the special borrowing by the capitalization rate of occupied general borrowing. The capitalization rate is calculated and determined according to the weighted average interest rate of general borrowing.

During the capitalization period, the exchange differences of special borrowing in foreign currency are completely capitalized. Exchange differences of general borrowing in foreign currency are included in current profit or loss.

Assets meeting capitalization conditions refer to fixed assets, investment real estate, inventories and other assets that require rather long time of acquisition, construction or production activities to reach the intended serviceable or salable condition.

If an asset meeting the capitalization conditions encounters abnormal interruption for 3 consecutive months in the acquisition, construction or production process, the capitalization of borrowing costs is suspended till the resumption of the asset acquisition, construction or production activities.

18. Intangible Assets

This Company initially measures intangible assets at their costs and assesses their service life at the time of acquiring the intangible assets. If the service life is finite, the intangible asset is amortized over the estimated service life using an amortization method that can reflect the expected way of realization of the economic benefits related to such asset, from the time when the intangible asset is made available for use; if it is impossible to determine the expected way of realization reliably, amortization is made using the straight-line method; intangible assets with uncertain service life is not amortized.

At the end of each year, this Company reviews the service life and amortization method of intangible assets with a finite service life; if they are different from the original estimates, the original estimates are adjusted and such adjustment is treated as a change in accounting estimate.

At the end of period, if this Company estimates that a certain intangible asset can no longer bring future economic benefits to it, it will transfer all of the book value of such intangible asset to current profit or loss.

19. Research and Development Expenditures

This Company divides the expenditures of internal research and development projects into research expenditures and development expenditures.

Research expenditures are included in current profit or loss when incurred.

Development expenditures can be capitalized only if they meet the following conditions simultaneously: it is technically feasible to complete such intangible asset to make it available for use or sale; this Company has the intention to complete such intangible asset for use or sale; this Company can prove the way in which such intangible asset can produce economic benefits, including the fact that there is a market for the products made using such intangible asset or there is a market for such intangible asset itself, and if such intangible asset is to be used internally, this Company is able to prove its usefulness; this Company has sufficient technology, financial resource and other resource support to complete the development of such intangible asset, and is able to use or sell such intangible asset; the expenditures attributable to the development stage of such intangible asset can be measured reliably. Development expenditures not meeting the foregoing conditions is included in current profit or loss.

After meeting the foregoing conditions, going through the technical feasibility and economic feasibility studies and obtaining approval for initiation, the corresponding project of this Company will proceed to the development stage.

20. Amortization Method of Long-term Deferred Expenses

Long-term deferred expenses incurred by this Company is priced at actual cost and be evenly amortized over the estimated benefit period. As for long-term deferred expense items that cannot benefit subsequent accounting periods, the amortized value is completely included in the current profit or loss.

21. Long-term Asset Impairment

As for fixed assets, construction in progress, intangible assets with finite service life, investment real estate measured using cost model, long-term equity investments in subsidiaries, joint ventures and associated enterprises and other non-current non-financial assets, this Company assesses whether there is an indication of impairment on the balance sheet date. If there is an indication of impairment, this Company will estimate the recoverable amount and conduct impairment test. As for goodwill, intangible assets with uncertain service life and intangible assets that have not reached the serviceable condition, impairment test is conducted each year, no matter whether there is an indication of impairment.

If the results of the impairment test indicate that the recoverable amount of an asset is lower than its book value, provision for impairment is made based on the difference, which is included in impairment loss. The recoverable amount is the higher of the net amount of the asset's fair value reduced by the disposal expenses and the present value of estimated future cash flow of the asset.

The fair value of the asset is determined according to the sales agreement price in a fair transaction; if there is no sales agreement but there is an active market for the asset, the fair value is determined according to the bid price of such asset; if there is neither sales agreement nor an active market for the asset, the fair value of the asset can be estimated on the basis of best available information. Disposal expenses include legal fee, relevant taxes and fees, handling fee related to asset disposal as well as direct expenses incurred to enable the asset to reach the salable condition. The present value of the estimated future cash flow of the asset is determined by discounting the estimated future cash flow generated by the asset in its continuous use and at the time of final disposal, at a proper discount rate. Provision for asset impairment is calculated and recognized on the basis of a single asset, and if it is difficult to estimate the recoverable amount of a single asset, it is advisable to determine the recoverable amount of the asset group to which such asset belongs. Asset group is the minimum asset portfolio that can generate cash inflow independently.

As for goodwill separately presented in the financial statements, when impairment test is conducted, the book value of the goodwill is allocated to the asset group or combination of asset groups expected to benefit from the synergistic effect of business combination. If the results of impairment test indicate that the recoverable amount of the asset group or combination of asset groups containing the allocated goodwill, impairment loss is recognized accordingly. The amount of impairment loss is first offset against the book value of the goodwill allocated to such asset group or combination of asset groups, and then offset against the book value of assets other than goodwill in the asset group or combination of asset groups according to the proportion of such other assets. Once recognized, the foregoing asset impairment loss will not be reversed to the part whose value is recovered in the subsequent periods.

22. Employee Compensation

Employee compensation of this Company mainly consists of short-term compensation, post-employment benefits, termination benefits and other long-term employee benefits.

Short-term compensation mainly consists of salaries, bonuses, allowances and subsidies, employee benefits, medical insurance premium, maternity insurance premium, industrial injury insurance premium, housing provident fund, labor union expenditures and employee education fund, non-monetary benefits, and so on. In an accounting period in which employees provide services for this Company, it will recognize actual short-term compensation as liabilities which are included in current profit or loss or relevant asset cost. Wherein, non-monetary benefits are measured at fair value.

Post-employment benefits mainly consist of defined contribution plans, which mainly include basic endowment insurance, unemployment insurance and annuity, and the corresponding payable amount is included in relevant asset cost or current profit or loss when incurred.

If this Company cancels the labor relation with an employee prior to the expiration of the employee's labor contract or puts forth compensation suggestion to encourage the employee to accept redundancy voluntarily, at the earlier of the time when this Company cannot unilaterally withdraw the termination benefits provided due to cancellation of labor relation or redundancy suggestion, and the time when the Company recognizes the cost related to the restructuring concerning payment of termination benefits, this Company will recognize the employee compensation liability arising from termination benefits and include it in current profit or loss. However, if it is expected that he termination benefits cannot be completely paid within twelve

months after the end of the annual reporting period, termination benefits are treated as other long-term employee compensation.

Employee early retirement plan is treated using the principle the same as the foregoing termination benefits. As for the salaries and social insurance contributions to be paid for early retirees during the period from the date when employees cease to provide services to the normal retirement date, this Company will include such salaries and contributions in current profit or loss (termination benefits) when they meet the recognition conditions of estimated liabilities.

If other long-term benefits provided by this Company to the employees meet a defined contribution plan, they are accounted for according to the defined contribution plan, otherwise the benefits are accounted for according to the relevant defined benefit plan.

23. Estimated Liabilities

If an obligation related to contingencies also meets the following conditions, this Company will recognize it as an estimated liability:

(1) This obligation is a present obligation assumed by this Company;

(2) The performance of this obligation is very likely to cause the outflow of economic benefits from this Company;

(3) The amount of this obligation can be measured reliably.

If the expenditure required to satisfy a recognized estimated liability is expected to be compensated by a third party or other party in whole or in part, the compensation amount is recognized as an asset separately only when it is practically determined that the amount can be received. The recognized compensation amount will not exceed the book value of the recognized liability.

24. Preferred Stocks, Perpetual Bonds and Other Financial Instruments

(1) Differentiation of Financial Liabilities from Equity Instruments

Based on the contractual terms of financial instruments issued and the economic essence reflected by them rather than merely legal forms, as well as the definitions of financial assets, financial liabilities or equity instruments, this Company will classify the financial instruments or part thereof into financial assets, financial liabilities or equity instruments at the time of initial recognition.

(2) Accounting Treatment of Perpetual Bonds

Financial instruments issued by this Company is initially recognized and measured pursuant to the financial instrument standard; subsequently, on each balance sheet date, this Company will set aside interest or distribute dividend and treat interest or dividend according to relevant specific accounting standards for business enterprises. That is to say, the accounting treatment of interest expense or dividend distribution of a financial instrument is determined on the basis of the classification of such financial instrument. As for a financial instrument classified as an equity instrument, its interest expense or dividend distribution is deemed as profit distribution made by this Company, and its repurchase and cancellation is treated as equity changes; as for a financial instrument classified as a financial liability, its interest expense or dividend distribution, in principle, is treated as borrowing costs, and the gain or loss arising from its repurchase or redemption is included in current profit or loss.

As for a financial instrument issued by this Company, if it is classified as a debt instrument and measured at amortized cost, the service charge, commission and other transaction expenses is included in the initially measured amount of the instrument issued; if it is classified as an equity instrument, the foregoing expenses is deducted from equity.

25. Revenue Recognition Principles

(1) Revenue from Industry Development Services

When this Company performs industry orientation, industry planning, urban planning, investment promotion, investment services and other industry development services in an entrusted industry park, the revenue is recognized after services are provided, subject to mutual confirmation.

(2) Revenue from Infrastructure Construction

When this Company constructs roads, water supply, power supply, heating and drainage facilities, public projects and other infrastructures within an entrusted industry park, the revenue is recognized after completion acceptance of the project, subject to mutual confirmation.

(3) Revenue from Land Consolidation

When this Company carries out land demolition and consolidation within an entrusted industry park, the revenue is recognized after the land is handed over to the competent land department, subject to mutual confirmation.

(4) Revenue from Comprehensive Park Services

When this Company conducts greening, cleaning, public project operation and maintenance and other business within an entrusted industry park, the revenue is recognized after services are provided, subject to mutual confirmation.

(5) Sale of Goods

This Company will recognize the realization of revenue from sale of goods when it has transferred the main risks or rewards on the ownership of goods to the buyer and no longer exercises management right and actual control over the goods, this Company has received relevant revenue or obtained a certificate of receipt, and the cost related to the sale of the goods can be measured reliably.

Recognition principle of revenue from real estate business: This Company will recognize the realization of operating revenue when it has transferred the main risks or rewards on the ownership of the property to the buyer and no longer exercises management right and actual control over the property, this Company has received relevant revenue or obtained a certificate of receipt, and the cost related to the sale of the property can be measured reliably. That is to say, this Company will recognize the realization of revenue when the property is completed and passes acceptance, this Company signs a sales contract, obtains a certificate of payment from the buyer, handles the handover procedures of the physical commercial housing with the buyer, and the relevant cost can be measured reliably.

(6) Revenue from Provision of Services

This Company will recognize the realization of revenue when the amount of revenue can be measured reliably, relevant economic benefits are very likely to flow in the enterprise, the completion schedule of the transaction can be determined reliably, and the costs incurred and to

be incurred in transaction can be measured reliably. At the end of the period, if the results of service provision transaction can be estimated reliably, the revenue from service provision is recognized using the completion percentage method.

If the results of the service provision transaction cannot be estimated reliably on the balance sheet date, and if the service cost incurred is expected to be compensated, the revenue from service provision is recognized according to the amount of service cost incurred, and the same amount of service cost is carried forward; if the incurred service cost is expected not to be compensated, the service cost is included in current profit or loss instead of recognizing service revenue.

(7) Revenue from Property Management

This Company will recognize the realization of the revenue from property management when the property management service has been provided, the economic benefits related to the property management service can flow into the enterprise, and the cost related to the property management service can be measured reliably.

(8) Revenue from Property Leasing

As agreed in the contract or agreement entered into between this Company and the lessee, in the entire lease term inclusive of the rent-free period, the rent is amortized using the straight-line method and recognized as rental revenue.

(9) Revenue from Assignment of Right to Use Assets

The amount of revenue from assignment of right to use assets is determined separately in the following cases when the economic benefits related to the transaction are very likely to flow into the enterprise and the amount of revenue can be measured reliably:

①Amount of interest revenue, to be determined based on the length of time and actual interest rate at which others use the monetary capital of this Company.

②Amount of use fee revenue, to be calculated and determined according to the chargeable time and method as agreed in the relevant contract or agreement.

26. Governmental Subsidies

Governmental subsidies are recognized when they meet the attached conditions and can be received.

As for a government subsidy in the form of monetary asset, it is measured at the amount received or receivable. Wherein, if there is conclusive evidence that such subsidy is appropriated according to fixed quota standard, the subsidy can be measured at receivable amount, otherwise it should be measured at the actually received amount. As for a governmental subsidy in the form of non-monetary asset, it is measured at fair value; if the fair value cannot be obtained reliably, it is measured at the nominal value.

Asset-related governmental subsidy is recognized as deferred income, is evenly allocated during the service life of the relevant asset and is included in current profit or loss; income-related governmental subsidy, if used to make up for relevant expense or loss incurred, is included in current profit or loss; if used to make up for relevant expense or loss in a subsequent period, the subsidy is included in deferred income, and is included in current profit or loss during expense recognition period. Governmental subsidy measured at nominal amount is directly included in current profit or loss. If the governmental document does not specify the object of subsidy, it is

also necessary to explain the judgment basis for classifying such governmental subsidy as asset-related or income-related.

27. Deferred Income Tax Assets/Deferred Income Tax Liabilities

As for the temporary differences arising from the difference between the book value of certain asset or liability assets and their tax basis, as well as the difference between the book value and tax basis of certain items which are not recognized as assets and liabilities but the tax basis of which can be determined according to tax law, deferred income tax assets and deferred income tax liabilities is recognized using the balance sheet liability method.

As for taxable temporary differences related to the initial recognition of goodwill and related to the initial recognition of assets or liabilities arising in transactions that are not business combinations nor will their occurrence affect accounting profit and taxable income (or deductible loss), relevant deferred income tax liabilities will not be recognized. In addition, as for taxable temporary differences related to the investments in subsidiaries, associated enterprises and joint ventures, if this Company can control the time of reversal of temporary differences, and such temporary differences is very likely not to be reversed in the foreseeable future, relevant deferred income tax liabilities will not be recognized. Except for the abovementioned exceptional cases, this Company will recognize the deferred income tax liabilities arising from all other taxable temporary differences.

As for deductible temporary differences related to the initial recognition of assets or liabilities arising from transactions which are not business combinations nor will their occurrence affect accounting profit and taxable income (or deductible loss), relevant deferred income tax assets will not be recognized. In addition, as for deductible temporary differences related to the investments in subsidiaries, associated enterprises and joint ventures, if the reversal of such temporary differences is unlikely in the foreseeable future, or it is not very likely that taxable income can be obtained in the future to offset the deductible temporary differences, then relevant deferred income tax assets will not be recognized. Except for the abovementioned exceptional cases, this Company will recognize the deferred income tax assets arising from other deductible temporary differences, to the extent of the taxable income very likely to be obtained to offset the deductible temporary differences.

As for deductible loss and tax credit that can be carried forward to a subsequent year, corresponding deferred income tax assets is recognized, to the extent of the future taxable income very likely to be obtained to offset the deductible loss and tax credit.

On the balance sheet date, deferred income tax assets and deferred income tax liabilities is measured according to tax law at the applicable tax rate during the period in which relevant assets are expected to be recovered or relevant liabilities to be satisfied.

On the balance sheet date, this Company will review the book value of deferred income tax assets; if it is very likely that this Company cannot obtain sufficient taxable income to offset the benefits of the deferred income tax assets, the Company will write down the book value of the deferred income tax assets. When it is rather possible to obtain sufficient taxable income, the written-down amount is reversed.

28. Leasing

As for leases where all risks and rewards related to the ownership of asset are substantially transferred, this Company will recognize such leases as financial leases, and recognize all types of leases other than financial leases as operating leases.

On the commencement date of the lease term, this Company will regard the lower of the fair value of the asset on the lease commencement date and the present value of minimum lease payment as the entry value of the leased asset, and regard the minimum lease payment as the entry value of the long-term payable, with the difference to be taken as the unrecognized financing fee.

The rent under an operating lease is included in relevant capital cost or current profit or loss using the straight-line method in various parts of the lease term.

29. Other Significant Accounting Policies and Accounting Estimates

None.

30. Changes in Significant Accounting Policies and Accounting Estimates

(1) Changes in Accounting Policies

In 2017, the Ministry of Finance issued "Accounting Standards for Business Enterprises No. 42 – Non-current Assets Held for Sale, Disposal Groups and Discontinued Operation" which has been implemented since 28 May 2017. It required to adopt the prospective approach to handle the Non-current assets held for sale, disposal Groups and discontinued operation that existed at the implementation date.

In 2017, the Ministry of Finance notice has amended "Accounting Standards for Business Enterprises No. 16-Government Grant". The amended standard has been implemented since 12 June 2017. It requires to adopt the prospective approach to handle the government grant that existed on 1 January 2017. For new government grant from 1 January 2017 to the implementation date, it is also required to make adjustments according to the revised standards.

In 2017, the Ministry of Finance issued the Notice of the Ministry of Finance on Revising and Issuing the Format of Financial Statements of General Enterprises (Notice on revision of the format of financial statements for general enterprises) (Cai Kuai〔2017〕No. 30). Enterprises that apply the Accounting Standards for Business Enterprises shall prepare the financial statements for 2017 and the future periods in accordance with the Accounting Standards for Business Enterprises and the requirements of the Notice.

The main impact of the implementation of the above three provisions by the Company is as follows:

Changes in accounting policies	Affected items of financial statement	Statement item and amount affected
Cai Kuai〔2017〕No. 30	Non-operating income reported in the previous period	-4,277,630.41
	Non-operating expenses reported in the previous period	-94,521.62

	Adjustment to the presentation of gains and losses from asset disposa	4,183,108.79

(2) Changes in Accounting Estimates

None.

IV. Taxes

1. Main Tax Types and Tax Rates

Tax type	Taxation Basis	Statutory Tax Rate	Notes
Business tax	Taxable income	3%, 5%	
VAT	Taxable income	3%, 5%, 6%, 11%, 17%	
City maintenance & construction tax	Turnover tax payable	1%, 5%, 7%	
Education surcharge	Turnover tax payable	3%	
Local education surcharge	Turnover tax payable	2%	
Land appreciation Tax	Taxable added value	Extra progressive tax rate	
Corporate income tax	Taxable income	25%	
Housing property tax	Residual value of real estate after deducting 30% of original value or taxable income	1.2% of residual value or 12% of income	
Land use tax	Land area	To be levied according to the regulations of the local taxation authority	

Note 1: According to CaiShui (2016) No.36 document, on May 1, 2016, the Company began to implement the "Business Tax Replaced with VAT" policy. The VAT rate of sale of commodity housing and income from building leases is 5%. The VAT rate for general item is 11%, the VAT paid after deduct input tax. The construction service is subject to 3%. The VAT rate for general item is 11%.

2. Prepaid taxes

According to the requirements of "the Announcement on Adjusting the Prepayment Rate and Ratified Levying Rate of Land Appreciation Tax on the Real Estate Development Projects" (2010 No.1) issued by Hebei Province Local Taxation Bureau, the prepayment rate of the Land Appreciation Tax on the Company's real estate development projects is 2%.

According to the requirements of "the Announcement on facilitating real estate market development healthily (trial version)" (Shenzheng ban fa <2016> No. 40), the prepayment rate of land appreciation tax on the company's non residential real estate, commercial, garage project is 2%, and the prepayment rate of landappreciation tax on the company's residiential real estate project is 1.5%.

According to the requirements of "the Announcement on Adjusting the Prepayment Rate of Land Appreciation Tax" (SuDiShuiGui (2016) No.2) issued by Jiangsu Local Taxation Bureau, the prepayment rates of the Land Appreciation Tax on the Company's residential real estate, non residential real estate and other real estate projects in Nanjing City and Suzhou City are 2%, 3% and 4% respectively. The prepayment rates of the Land Appreciation Tax on residential real estate, non residential real estate and other real estate projects in other areas are 2%.

According to the requirements of "the Regulations on the Levying of Land Appreciation Tax" (Announcement of Zhejiang Local Taxation Bureau (2010) No.2) issued by Zhejiang Local Taxation Bureau, the prepayment rate of the Land Appreciation Tax on the Company's residential real estate development projects is 2%.

According to the requirements of "the Annoncement on clarification of Land Apprecaition Tax Policy", the prepayment rate of the Land Appreciation Tax on the company's residential real estate is 1.5%, non residential real estate is 3.5% and other real estate project is 4.5%.

According to the requirements of "the Announcement on Adjusting the Prepayment Rate of Land Appreciation Tax" (Hubei local taxation bureau(2014) No.7) issued by Hubei local taxation bureau, the prepayment rate of the Land Appreciation Tax on the company's residential real estate is 1.5%. According to the requirements of "the Announcement on Adjusting the Prepayment Rate of Land Appreciation Tax by province local taxation bureau" (E di shui fa (2012) No.127) issued by Hubei local taxation bureau, the prepayment rate of the Land Appreciation Tax on the company's non residential real estate and other real estae project are 4% and 6% respectively.

3. Tax preferences and approvals

According to the approval relation to the exemptation of corporate income tax in Dachang Hui Autonomous County (Ji Caishui<2011>No.13), Langfang Fortune innovation industry services Ltd is qualified for the exmption from the portion (40%) of corporate income tax, the actual corporate income tax rate is 15%.

V. Notes to Main Items of Financial Statements

1. Bank deposit

Item	Ending balance	Beginning balance
Cash on hand	352,456.19	357,174.82
Bank deposits	66,428,856,304.01	43,238,977,016.31
Other monetary funds	1,675,676,128.06	2,263,753,912.17
Total	**68,104,884,888.26**	**45,503,088,103.30**
Including: total overseas deposits	7,708,439,308.28	1,833,336,639.51

Note 1: the overseas deposits for the ending balance increase by 320.46%, compared with beginning balance, which is mainly due to the financing activity by newly established CFLD International Holding Ltd.

Note 2: other monetary funds include house purchase mortgage guarantee margin of RMB1,659,327,426.07,letter of guarantee (LG) margin of RMB 10,000,000.00,POS machine settlement of RMB5,081,241.20 and performance bond of RMB1,267,460.79.

2. Notes Receivables

Item	Ending balance	Beginning balance
Bank acceptance bill		60,000.00
Commercial acceptance bill		

Item	Ending balance	Beginning balance
Total		**60,000.00**

3. Accounts Receivables

(1) Classification by risks

Category	Ending balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Percentage (%)	
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	19,011,323,992.45	99.99	101,006,281.33	0.53	18,910,317,711.12
Including: Portfolio I	478,605,783.26	2.52	101,006,281.33	21.10	377,599,501.93
Portfolio II	18,532,718,209.19	97.48			18,532,718,209.19
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis	1,014,685.81	0.01	1,014,685.81	100.00	
Total	**19,012,338,678.26**	**100.00**	**102,020,967.14**		**18,910,317,711.12**

(Continued)

Category	Beginning balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Percentage (%)	
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	9,536,497,985.01	99.99	35,722,663.23	0.37	9,500,775,321.78
Including: Portfolio I	322,204,664.72	3.38	35,722,663.23	11.09	286,482,001.49
Portfolio II	9,214,293,320.29	96.61			9,214,293,320.29
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis	1,014,685.80	0.01	1,014,685.80	100.00	
Total	**9,537,512,670.81**	**100.00**	**36,737,349.03**		**9,500,775,321.78**

Note 1: the ending balance of accounts receivable increases by 99.34% than the beginning balance, which is mainly due to the increase of the settlement receivables from government parks.

A. In the portfolio, the accounts receivable for which bad debt provision is made with the aging analysis method:

Age	Ending balance				Beginning balance			
	Amount	Percentage (%)	Bad debt provision	Percentage (%)	Amount	Percentage (%)	Bad debt provision	Percentage (%)
Less than 1 year	204,020,782.23	42.63	10,201,039.11	5.00	93,638,078.91	29.06	4,681,903.95	5.00
1-2 years	26,630,719.46	5.56	2,663,071.95	10.00	202,354,741.92	62.80	20,235,474.21	10.00
2-3 years	179,174,852.66	37.44	53,752,455.80	30.00	11,503,184.34	3.57	3,450,955.29	30.00
More than 3 years	68,779,428.91	14.37	34,389,714.47	50.00	14,708,659.55	4.57	7,354,329.78	50.00
Total	**478,605,783.26**	**100.00**	**101,006,281.33**	**21.10**	**322,204,664.72**	**100.00**	**35,722,663.23**	**11.09**

B. In the portfolio, the accounts receivable for which no bad debt provision is made:

Accounts receivable (by the entity)	Ending balance			
	Accounts receivable	Bad debt provision	Percentage (%)	Reason for allotment
Gu'an Industry Zone Financial Office	5,214,855,633.50			Since receivables are from government, it is estimated that they can be recovered in full.
Dachang Hui Autonomous County Bureau of Finance	4,114,596,017.20			Since receivables are from government, it is estimated that they can be recovered in full.
Hebei Shacheng Economic Development Zone Management Committee	2,663,457,486.68			Since receivables are from government, it is estimated that they can be recovered in full.
Hebei Gu'an Emerging Industry Demonstration Zone Sub bureau of Finance	2,520,004,989.95			Since receivables are from government, it is estimated that they can be recovered in full.
Shenshui Ecological Technology Innovation New City Management Committee	1,122,012,427.75			Since receivables are from government, it is estimated that they can be recovered in full.
Hebei Bazhou Economic Development Zone Management Committee	931,376,958.13			Since receivables are from government, it is estimated that they can be recovered in full.
Xianghe Economic Development Zone Management Committee Bureau of Finance	901,047,156.58			Since receivables are from government, it is estimated that they can be recovered in full.
Yishui Economic and Technical Development Corporation	560,990,217.07			Since receivables are from government, it is estimated that they can be recovered in full.
He County Hezhoug New Town Modern Industrial Park Management Committee	299,351,692.22			Since receivables are from government, it is estimated that they can be recovered in full.
Hebei Wenan Economic Development Zone Management Committee	146,286,044.96			Since receivables are from government, it is estimated that they can be recovered in full.
Yangtze River Delta Jiashan technology business services management committee	58,739,585.15			Since receivables are from government, it is estimated that they can be recovered in full.
Total	**18,532,718,209.19**			

C. Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis

Accounts receivable (by the entity)	Ending balance			
	Accounts receivable	Bad debt provision	Percentage (%)	Reason for allotment
Individual	1,014,685.81	1,014,685.81	100.00	Overdue, estimably not recoverable
Total	**1,014,685.81**	**1,014,685.81**		

(2) Bad debt provision

Item	Beginning balance	Current addition after consolidation	Allotment for current period	Reduction for current period		Ending balance
				Reversal	Write-off	
Amount	36,737,349.03		65,606,574.95	322,956.84		102,020,967.14

(3) Top five debtors of accounts receivable in the ending balance:

The total accounts receivables from top five debtors for the current reporting period is RMB15,634,926,555.08, accounting for 82.24% of the ending balance of accounts receivable. The ending balance of the bad debt provision made accordingly is RMB0.00.

Entity name	Amount	Age	% of total accounts receivable
Gu'an County Finance Bureau	5,214,855,633.50	Less than 1 year	27.43
Dachang Hui Autonomous County Bureau of Finance	4,114,596,017.20	Less than 1 year	21.64
Gu'an County Bureau of Finance Hebei Gu'an Hebei Shacheng Economic Development Zone Management Committee	2,663,457,486.68	Less than 1 year	14.01
Hebei Gu'an Emerging Industry Demonstration District Finance Bureau	2,520,004,989.95	Less than 1 year	13.26
Shenshui Ecological Technology Innovation City Management Committee	1,122,012,427.75	Less than 1 year: 756,998,800.00; 1-2 years: 365,013,627.75;	5.9
Total	**15,634,926,555.08**		**82.24**

4. Prepayments

(1) Aging analysis and percentage

Age	Ending balance		Beginning balance	
	Amount	Percentage (%)	Amount	Percentage (%)
Less than 1 year	1,148,145,555.13	70.85	3,232,180,358.26	91.02
1-2 years	287,614,457.27	17.75	88,088,215.83	2.48
2-3 years	84,045,353.85	5.19	128,628,946.78	3.62
More than 3 years	100,642,809.23	6.21	102,432,413.04	2.88
Total	**1,620,448,175.48**	**100**	**3,551,329,933.91**	**100.00**

Note 1: the ending balance of prepayments decreases by 54.37% than the beginning balance, which is mainly due to the decrease of land and project prepayments.

(2) At the end of current year, there are no prepayments aged above 1 year, with significant amount.

(3) Top five prepayments in the ending balance:

Entity name	Relationship with the Company	Amount	% of total prepayments	Age	Reason for non-payment
Gu'an County Finance Bureau	Unrelated party	152,986,699.80	9.44	Less than 1 year	Settlement condition is not satisfied yet.
NIC_Nhon Investment Corporation	Unrelated party	127,442,067.15	7.87	Less than 1 year	Settlement condition is not satisfied yet.
PT DELTA MANUNGGAL RAHARJA	Unrelated party	84,436,100.10	5.21	Less than 1 year	Settlement condition is not satisfied yet.
Langfang Economic and Technological Development Zone Xiazhuangtou Village Committee	Unrelated party	70,000,000.00	4.32	Less than 1 year	Settlement condition is not satisfied yet.
Gu'an County Bureau of Land and Resources	Unrelated party	63,400,000.00	3.91	Less than 1 year	Settlement condition is not satisfied yet.
Total		**498,264,867.05**	**30.75**		

5. Interest Receivables

Item	Ending balance	Beginning balance
Entrusted loan	521,993,180.94	192,159,338.46
Total	**521,993,180.94**	**192,159,338.46**

Note: the ending balance of prepayments increases by 171.65% than the beginning balance, which is mainly due to the increase of the interest allotted for entrusted loan within the current period.

6. Other Receivables

(1) Classification by risks

Category	Ending balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Percentage (%)	
Other receivables with single significant amounts, for which bad debt provision is made on item by item basis	5,000,000.00	0.05	5,000,000.00	100	
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	11,181,854,936.83	99.95	594,553,644.78	5.32	10,587,301,292.05
Including: Portfolio I	6,974,771,781.71	62.34	594,553,644.78	8.52	6,380,218,136.93
Portfolio II	4,207,083,155.12	37.61			4,207,083,155.12
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis	532,518.50		532,518.50	100.00	
Total	**11,187,387,455.33**	**100.00**	**600,086,163.28**		**10,587,301,292.05**

(Continued)

Category	Beginning balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Percentage (%)	
Other receivables with single significant amounts, for which bad debt provision is made on item by item basis	5,000,000.00	0.07	5,000,000.00	100.00	
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	7,240,638,518.70	99.92	303,895,997.07	4.20	6,936,742,521.63
Including: Portfolio I	3,509,610,015.29	48.43	303,895,997.07	8.66	3,205,714,018.22
Portfolio II	3,731,028,503.41	51.49			3,731,028,503.41
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis	532,518.50	0.01	532,518.50	100.00	
Total	**7,246,171,037.20**	**100.00**	**309,428,515.57**		**6,936,742,521.63**

Note 1: the ending balance of other receivables increases by 54.39% than the beginning balance, which is mainly due to the increase of the paid performance bond, acquisition margin, etc. within the current period.

A. Other receivables with significant single amounts, for which bad debt provision is made on item by item basis, at the end of period:

Other receivables (by the entity)	Ending balance			
	Other receivables	Bad debt provision	Percentage (%)	Reason for allotment
Bazhou Shengfang Financial Sub-bureau	5,000,000.00	5,000,000.00	100.00	Overdue, estimably not recoverable
Total	**5,000,000.00**	**5,000,000.00**	**100.00**	

B. In the portfolio, the other receivables for which bad debt provision is made with the aging analysis method:

Age	Ending balance				Beginning balance			
	Amount	Percentage (%)	Bad debt provision	Percentage (%)	Amount	Percentage (%)	Bad debt provision	Percentage (%)
Less than 1 year	5,487,098,848.44	78.67	274,354,942.42	5.00	2,581,903,074.11	73.57	129,095,153.78	5.00
1-2 years	879,841,264.57	12.61	87,984,126.46	10.00	605,760,891.13	17.26	60,576,089.11	10.00
2-3 years	358,506,292.27	5.14	107,551,887.68	30.00	233,741,354.57	6.66	70,122,406.40	30.00
More than 3 years	249,325,376.43	3.58	124,662,688.22	50.00	88,204,695.48	2.51	44,102,347.78	50.00
Total	**6,974,771,781.71**	**100.00**	**594,553,644.78**	**8.52**	**3,509,610,015.29**	**100.00**	**303,895,997.07**	**8.66**

C. In the portfolio, the other receivables for which no bad debt provision is made:

Other receivables (by the entity)	Ending balance			
	Other receivables	Bad debt provision	Percentage (%)	Reason for allotment
Wen'an County Bureau of Land and Resources	579,770,000.00			Land margin, estimably recoverable in full
PT DELTA MANUNGGAL RAHARJA	564,013,837.58			Performance bond, estimably recoverable in full
Shanghai Fucheng Haifutong Asset Management Co., Ltd	529,309,255.86			Cash sweep, estimably recoverable in full
Bazhou Xinli Iron & Steel Co., Ltd	510,000,000.00			Deposit, estimably recoverable in full
Laian County Land Reserve Center	402,000,000.00			Land margin, estimably recoverable in full
Hebei Xianghe Economic Development Zone Management Committee Bureau of Finance	334,160,361.03			Trust security fund, estimably recoverable in full
Dachang Hui Autonomous County Public Resource Trading Center	240,000,000.00			Land margin, estimably recoverable in full
Huaneng Guicheng Trust Co., Ltd.	145,633,333.34			Trust security fund, estimably recoverable in full
He County Land Reserve Center	136,730,000.00			Land margin, estimably recoverable in full
Zhuhai Eastern Longsheng Investment Management Center (limited partnership)	95,201,666.67			Trust security fund, estimably recoverable in full
Fiscal Central Receipt & Payment Center, Nanjianta Town, Guangyang District, Langfang City	69,000,000.00			Relocation margin, estimably recoverable in full
Huzhou City Land Reserve Center	58,800,000.00			Land margin, estimably recoverable in full
China Railway Trust Co., Ltd	43,926,060.16			Trust security fund, estimably recoverable in full
Xinhua Trust Co., Ltd	43,437,500.00			Trust security fund, estimably recoverable in full
Tianjin Wuqing District Dawang Guzhuang Town Financial Office	40,000,000.00			Performance bond, estimably recoverable in full
Da Ye Trust Co., Ltd.	40,141,388.89			Trust security fund, estimably recoverable in full
Wuhan Public Resource Trading Management Office	33,330,000.00			Relocation margin, estimably recoverable in full
Jiashan County Public Resources Exchange Center	31,110,000.00			Land margin, estimably recoverable in full
Ping An Trust Co., Ltd.	30,000,000.00			Trust security fund, estimably recoverable in full
Gu'an County Niutuo Town Financial Office	30,000,000.00			Land margin, estimably recoverable in full
Yingda International Trust	30,691,666.67			Trust security fund, estimably recoverable in full
Guangyang District Construction Bureau, Langfang City	20,000,000.00			Relocation margin, estimably recoverable in full

Other receivables (by the entity)	Ending balance			
	Other receivables	Bad debt provision	Percentage (%)	Reason for allotment
Luanping County Development and Reform Bureau	20,000,000.00			Commencement margin, estimably recoverable in full
Bank of Communications International Trust Co., Ltd.	18,525,200.00			Trust security fund, estimably recoverable in full
CITIC Trust Co., Ltd.	26,950,250.00			Trust security fund, estimably recoverable in full
Bohai International Trust Co., Ltd	15,000,000.00			Trust security fund, estimably recoverable in full
China National Foreign Trade Financial & Leasing Co., Ltd	15,000,000.00			Trust security fund, estimably recoverable in full
Shenwan Hongyuan Securities	14,742,222.22			Trust security fund, estimably recoverable in full
China Industrial International Trust Ltd	10,757,164.16			Trust security fund, estimably recoverable in full
Beijing Dongfu Houde Investment Management Center (limited partnership)	10,700,694.44			Trust security fund, estimably recoverable in full
Anhui Zhengqi Financial Leasing Co., Ltd.	10,000,000.00			Performance bond, estimably recoverable in full
China Minsheng Trust Co., Ltd.	15,000,000.00			Trust security fund, estimably recoverable in full
Guotong Trust	9,600,000.00			Trust security fund, estimably recoverable in full
Jinlin Province Trust Co., Ltd	8,000,000.00			Trust security fund, estimably recoverable in full
Ruikaida Industrial Co., Ltd	7,159,310.28			Acquisition margin, estimably recoverable in full
Yinhua Fund Management Co.,Ltd	6,420,416.67			Trust security fund, estimably recoverable in full
Zhongyuan Trust Co., Ltd	5,240,000.00			Trust security fund, estimably recoverable in full
CBB Trust Co., Ltd	5,000,000.00			Trust security fund, estimably recoverable in full
Beijing Municipal Bureau of Finance	1,215,827.15			Trust security fund, estimably recoverable in full
Langfang State-owned Land and Resources Bureau Technology Valley Branch	517,000.00			Trust security fund, estimably recoverable in full
Total	**4,207,083,155.12**			

D. Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis

Other receivables (by the entity)	Ending balance			
	Other receivables	Bad debt provision	Percentage (%)	Reason for allotment
BUCG No.8 Construction Engineering Co., Ltd.	268,035.00	268,035.00	100.00	Overdue, estimably not recoverable
Langfang Petroleum Huatong Engineering Company	264,483.50	264,483.50	100.00	Overdue, estimably not recoverable
Total	**532,518.50**	**532,518.50**	**100.00**	

(2) Bad debt provision

Item	Beginning balance	Current addition after consolidation	Allotment for current period	Reduction for current period		Ending balance
				Reversal	Write-off	
Amount	309,428,515.57	-12,307,552.64	318,110,466.57	15,145,266.22		600,086,163.28

(3) Within this reporting period, there are no other receivables actually written off.

(4) Classification of other receivables by nature

Nature	Ending balance	Beginning balance
Security deposit	267,670,531.01	149,265,221.53
Advances	1,061,554,202.69	1,034,735,492.42
Personal borrowings	41,417,292.69	100,829,847.47
Margin	9,472,102,028.97	5,914,846,024.05
Others	344,643,399.97	46,494,451.73
Total	**11,187,387,455.33**	**7,246,171,037.20**

(5) Top five debtors in the ending balance of other receivables:

Entity name	Nature	Ending balance	Age	% of total ending balance of other receivables	Bad debt provision Ending balance
Wen'an County Bureau of Land and Resources	Land margin	579,770,000.00	Less than 1 year	5.18	
PT. Delta Mega Persada	Performance bond	564,013,837.58	Less than 1 year	5.04	
Shanghai Fucheng Haifutong Asset Management Co., Ltd	Cash Sweep	529,309,255.86	Less than 1 year	4.73	
Bazhou Xinli Iron & Steel Co., Ltd	Deposit	510,000,000.00	Less than 1 year	4.56	
Yongqing County Land Reserve Exchange Center	Land margin	402,000,000.00	Less than 1 year	3.6	
Total		**2,585,093,093.44**		**23.11**	

7. Inventories

(1) Classification

Item	Ending balance		
	Book balance	Impairment provision	Book value
Raw materials	774,508.58		774,508.58
Revolving materials	4,476,508.34		4,476,508.34
Commodities in stock	75,471,061.53		75,471,061.53
Consumptive biological assets	20,102,403.62		20,102,403.62
Infrastructure construction	22,931,833,153.78		22,931,833,153.78
Land consolidation	61,032,926,578.43		61,032,926,578.43
Industry service cost	2,415,418,384.63		2,415,418,384.63
Comprehensive service	2,338,644,850.07		2,338,644,850.07
Project construction	3,346,206,163.64		3,346,206,163.64
Development cost	131,549,357,716.44	340,935,912.75	131,208,421,803.69
Completion development cost	6,513,190,539.91	93,080,556.13	6,420,109,983.78
Total	**230,228,401,868.97**	**434,016,468.88**	**229,794,385,400.09**

(Continued)

Item	Beginning balance		
	Book balance	Impairment provision	Book value
Raw materials	661,165.47		661,165.47
Revolving materials	2,554,928.86		2,554,928.86
Commodities in stock	80,967,848.00		80,967,848.00
Consumptive biological assets	19,767,763.49		19,767,763.49
Infrastructure construction	7,907,191,260.90		7,907,191,260.90
Land consolidation	35,726,962,029.85		35,726,962,029.85
Industry service cost	1,439,639,113.88		1,439,639,113.88
Comprehensive service	1,522,129,268.32		1,522,129,268.32
Project construction	10,681,619,008.68		10,681,619,008.68
Development cost	83,638,442,200.43	46,649,036.28	83,591,793,164.15
Completion development cost	6,374,825,862.68	3,362,143.23	6,371,463,719.45
Total	**147,394,760,450.56**	**50,011,179.51**	**147,344,749,271.05**

Consumptive biological assets:

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Forestry	19,767,763.49	8,485.13		19,776,248.62
Crop		326,155.00		326,155.00
Total	**19,767,763.49**	**334,640.13**		**20,102,403.62**

Note 1: the capitalized amount of borrowing costs included in the ending balance of inventories is RMB11,610,700,695.14.

(2) Breakdown of development costs

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
1	Fengtai Commercial Complex	May-13	Nov. 2016	2,950,002,837.00	2,366,699,528.76	2,399,730,778.08
2	Chaobai River Peacock City Phases 6&7	May-12	Apr. 2014	1,745,490,000.00	17,934,002.93	25,666,669.50
3	Jianqiao New City Phase 1	May-11	May-14	1,371,540,000.00	56,814,102.13	
4	Chaobai Xinju	Jun. 2011	Sept. 2014	4,716,780,000.00	261,374,751.20	261,849,757.48
5	Badaling Peacock City Phases 1-3	Sept. 2010	Jul. 2012	1,595,730,000.00	307,399,593.99	38,708,057.12
6	Huaxia Platinum Palace	Oct. 2010	Dec. 2012	1,151,450,000.00	12,052,935.50	20,323,303.12
7	Happiness City	May-11	Dec. 2012	7,358,820,000.00	11,951,722.03	
8	Weihai Peacock City (Wehai Peacock Bay)	May-12	Dec. 2014	2,480,000,000.00	749,617,329.75	750,207,369.35
9	Peacock Villa (north of Platinum Palace)	Dec. 2012	Jan. 2015	3,225,130,000.00	357,626,734.90	
10	Gu'an Talent Garden Project	Feb. 2011	Oct. 2013	1,296,240,000.00	223,776,758.00	309,282,520.27
11	Sujiatun Project	Apr. 2013	Apr. 2015	1,927,810,000.00	561,801,594.88	434,028,519.08
12	Guangyang Tiancun Project	Jun. 2015	Aug. 2016	290,292,990.00	80,502,027.00	80,502,027.00
13	Chaobai River Creative Office and Commercial Project	Jun. 2012	May-14	570,940,000.00	490,692,111.79	85,743,932.95
14	Shenbei Project	May-14	Dec. 2015	580,000,000.00	1,163,350.00	
15	Niutuo Hot Spring Peacock City	Mar. 2013	Apr. 2015	9,856,764,330.00	804,689,927.46	1,368,262,863.49
16	Beiheng New Village Commerce	Oct. 2010	Nov. 2011	170,000,000.00	26,188,601.13	25,092,998.93
17	Zhenjiang Peacock City British Palace	Jun. 2013	Sept. 2015	2,060,490,000.00	499,878,611.70	652,934,618.76
18	Wuqing Fenghe River Peacock City Phase 2	Nov. 2013	May-16	2,349,070,000.00	241,023,013.16	
19	Langfang Peacock City – Park Sea Phase 1.3	Aug. 2013	Oct. 2015	1,922,160,000.00	83,150,325.35	127,396,148.07
20	Langfang Daxueli (Xuefujun)	Sept. 2013	May-15	4,972,000,000.00	839,049,254.37	178,983,212.12
21	Wuxi Peacock City Phase 1	Nov. 2013	Dec. 2015	2,269,758,000.00	201,721,772.68	553,988,196.44
22	Badaling Peacock City Phase-4	May-14	Jun. 2016	668,000,000.00	33,792.00	

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
23	Grand Canal Peacock City British Palace Phase-1	Feb. 2014	Jun. 2016	454,000,000.00	32,443,333.18	
24	Dachang Peacock City British Palace Phase 1 (former Tongda Project)	Jun. 2015	Sept. 2018	3,000,000,000.00	740,175,890.74	1,260,301,974.99
25	Chaobai River Peacock County Phase-1	Mar. 2014	Jul. 2016	2,073,910,000.00	726,126,192.34	1,056,124,901.76
26	Chaobai River British Palace Phase-9	Apr. 2014	Aug. 2016	1,081,740,000.00	668,726,230.57	409,313,544.25
27	Badaling Peacock City Phase 5.1	Apr. 2014	Jul. 2016	891,589,086.45	408,950,197.37	32,608,749.76
28	Badaling Peacock City Phase 6.1	Apr. 2014	Jun. 2016	694,081,827.53	347,858,241.09	
29	Sujiatun Area - Peacock City Project Phase 2	Apr. 2014	Jul. 2016	1,327,320,000.00	23,791,522.04	45,754,512.50
30	Peacock City British Palace Phase 10 (Wotuo, 140mu, 100mu)	Jun. 2014	Jun. 2016	4,120,310,000.00	960,000.00	
31	New Peacock City Project Phase-6.1	Apr. 2014	Oct. 2016	2,656,210,000.00	2,307,287,069.73	
32	Park Sea Phase 2.1	Mar. 2014	Aug. 2016	1,120,880,000.00	8,100.00	
33	Park Sea Phase 1.4	Sept. 2014	Nov. 2016	888,330,000.00	474,270,504.61	
34	Jiashan E-commerce Industry Park	May-14	Dec. 2015	409,540,000.00	60,413,814.09	
35	Dachang Inspection Certification Industry Port	Mar. 2014	May-15	45,480,000.00	32,411,051.43	18,778,973.61
36	British Palace Phase-2.1.2	Mar. 2014	Oct. 2016	1,888,780,000.00	405,623,162.13	
37	Huailai Headqurarters Economy Commercial Port Phase 1.1	Mar. 2014	Jul. 2015	219,340,000.00	81,144,591.97	81,144,591.97
38	Grand Canal Peacock City Phase-6(British Palace Phase 3)	Mar. 2014	Nov. 2015	2,433,060,000.00	1,362,155,366.40	80,154,400.77
39	Jiashan Yihe Garden Settlement Housing Project	Apr. 2014	Jun. 2016	542,620,000.00	302,295,024.11	1,698,498.13
40	Sanquanjing, Badaling Peacock City Phase 7.1	Apr. 2013	Dec. 2013	508,200,000.00	300,024,069.57	334,527,595.89
41	Dachang CIMC Industry Port	Oct. 2013	Apr. 2015	701,940,000.00	181,229,655.43	189,663,499.58
42	Sujiatun Intelligent Equipment Industry Park	Nov. 2013	Aug. 2015	305,120,000.00	244,314,576.41	267,781,083.06
43	Dachang Nanxiadian Hot Spring Plot Project	Oct. 2014	Dec. 2016	980,000,000.00	483,704,197.94	283,671,573.43
44	Dachang Movie & TV Incubation Port	Dec. 2014	Jun. 2016	557,705,900.00	275,965,202.87	286,823,850.68
45	Xianghe Robot Industry Port	May-14	Dec. 2015	291,370,000.00	183,014,001.48	

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
46	Shaofu Xinminju Phase 2	Mar. 2014	Jun. 2016	540,938,048.00	107,426,876.49	440,077,575.92
47	Peacock City Cambridgeshire Phase 8	Aug. 2014	Apr. 2017	1,378,730,000.00	965,649,552.46	642,980,983.31
48	Bazhou Peacock City Phase-1	Jul. 2014	Oct. 2015	1,426,700,000.00	702,577,738.78	
49	Zhenjiang Lingjiawan Project	Jun. 2014	Jun. 2017	528,910,000.00	141,581,002.87	179,157,295.65
50	Wuxi Peacock City Phase 2	Jan. 2015	Dec. 2017	1,480,423,100.00	936,540,654.04	42,103,503.28
51	Shenyang Peacock City Cambridgeshire Phase 3	Jul. 2014	Nov. 2016	887,600,000.00	229,625,369.90	262,126,439.32
52	Zhenjiang Automotive Electronics Industry Port	Mar. 2014	Jun. 2017	135,770,000.00	64,958,544.72	65,025,231.93
53	Dachang Qiaotoubao Project	Mar. 2014	Jun. 2016	384,058,600.00	46,055,214.29	45,463,349.14
54	Gu'an Peacock City Cambridgeshire Phase 7	Jun. 2015	Aug. 2017	3,028,320,000.00	875,557,830.24	1,021,368,079.76
55	Xinxitang Commercial Street Project	Jul. 2015	Mar. 2017	576,770,000.00	285,514,595.43	
56	Wuxi Fuyang Project	Nov. 2015	Nov. 2018	631,800,000.00	228,353,523.57	234,272,074.72
57	Jiashan Peacock City Phase-1	May-15	May-17	885,170,000.00	446,367,669.04	
58	Badaling Peacock City Phase-6.2	Jul. 2015	Nov. 2017	400,410,000.00	236,484,174.07	
59	Badaling Aerospace No.5 Yard Phase 1	Jul. 2015	Oct. 2017	745,680,000.00	289,291,686.00	502,034,935.45
60	Badaling British Palace Phase 2	Jul. 2015	Oct. 2017	883,430,000.00	377,868,858.95	153,533,591.11
61	Chaobai River Peacock City British Palace Phase 13	Jun. 2015	Jun. 2017	586,400,600.00	320,106,144.31	
62	Dachang Sunshine New City 100mu	Jan. 2015	May-17	567,370,000.00	210,222,080.06	257,545,574.99
63	Tiangezhuang Plot a (178mu)	Mar. 2015	May-17	1,187,260,000.00	344,277,485.88	361,083,407.29
64	Dachang British Palace Phase 15	Mar. 2015	May-17	1,634,150,000.00	352,674,065.37	367,059,973.36
65	Yongding River Peacock British Palace Phase 2.7	Apr. 2015	Aug. 2017	1,981,978,300.00	274,078,023.97	922,752,090.76
66	Gu'an Peacock City Cambridgeshire Phase 9	Apr. 2015	Sept. 2017	1,839,970,000.00	613,922,202.25	1,020,877,171.09
67	Yongding River Peacock City Phase 8.2	Aug. 2015	May-19	2,528,040,000.00	1,321,113,992.97	137,915,753.32
68	Xianghe British Palace Phase 4	Jun. 2015	May-17	82,541,620,000.00	510,228,408.62	

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
69	Shenyang Peacock City Phase 4	Apr. 2015	Jul. 2017	1,187,620,000.00	321,009,708.99	111,057,167.05
70	Yongqing Peacock City Phase 1.1	Aug. 2015	Oct. 2017	1,013,060,000.00	195,120,614.32	445,330,631.64
71	Jingdongfang Apartment Phase 2	Apr. 2013	Sept. 2014	78,770,000.00	58,472,176.74	62,111,090.89
72	Gu'an British Palace Phase 2.8	Jul. 2015	Apr. 2018	501,840,000.00	121,488,419.88	376,533,629.29
73	Gu'an Cambridgeshire Phase 13	Dec. 2015	Sept. 2018	1,310,490,000.00	568,082,097.44	1,162,597,295.70
74	Gu'an Cambridgeshire Phase 12	Dec. 2015	Sept. 2018	1,607,650,000.00	149,988,105.15	591,156,673.62
75	Gu'an Peacock City British Palace Phase 2.6	Jul. 2015	Apr. 2018	2,811,810,000.00	578,926,761.39	1,797,118,164.94
76	Chaobai River Peacock City British Palace Phase 17	Dec. 2015	May-17	344,650,000.00	216,254,387.63	
77	Chaobai River Peacock City Haitong Garden and Cuijing Garden	Jul. 2015	Apr. 2017	1,133,000,000.00	252,936,696.82	
78	Langfang Marketing Center	Aug. 2015	May-18	1,493,710,000.00	73,612,184.79	
79	Park Sea Phase 1.5	Jul. 2015	Oct. 2017	1,994,270,000.00	1,092,610,019.49	1,583,738,184.28
80	Park Sea Phase 1.6	Jul. 2015	Dec. 2017	1,967,350,000.00	855,347,769.28	900,451,520.93
81	Peacock Villa Phase 2	Aug. 2015	May-18	1,075,750,000.00	75,988,554.11	619,783,950.81
82	Grand Canal Peacock City Phase-7.3	Nov. 2015	Oct. 2018	1,054,370,000.00	377,904,228.27	594,770,075.07
83	Grand Canal Peacock City Phase 7.1	May-16	Dec. 2018	3,543,180,800.00	1,357,997,413.97	1,841,405,723.22
84	Grand Canal Peacock City Phase 7.4	Apr. 2016	Oct. 2018	409,703,100.00	184,776,352.01	248,547,402.68
85	Xianghe British Palace Phase 5	Apr. 2016	Aug. 2018	1,584,560,000.00	662,064,335.40	829,473,180.00
86	Bazhou Hot Spring Peacock City Phase 2.1 (2# Building)	Aug. 2015	May-18	109,370,000.00	23,782,828.99	68,005,693.70
87	Bazhou Hot Spring Peacock City Phase 33	Oct. 2015	Apr. 2018	1,612,720,000.00	184,720,753.27	149,360,553.58
88	Yongqing Intelligent Control Industry Park Phase 1.1	Sept. 2015	Aug. 2016	107,200,000.00	63,536,036.83	3,917,100.25
89	Shenyang British Palace Phase-1	Apr. 2014	Nov. 2016	1,084,490,000.00	277,458,124.66	246,292,011.76
90	Jiashan Peacock City Heyuan	Feb. 2016	Dec. 2018	737,040,000.00	340,681,186.65	22,111,504.82
91	Dachang Jialan Complex Project	Sept. 2018	Sept. 2020	1,000,000,000.00	325,200,935.18	325,200,935.18

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
92	Talent Garden Phase 2 Affordable Housing	Jan. 2016	May-19	611,160,000.00	182,386,324.12	456,878,297.51
93	Talent Garden Phase 2 Price-capped Housing	Jan. 2016	May-19	337,070,000.00	141,132,208.23	275,583,799.27
94	Cambridgeshire Phase 10	Apr. 2016	May-19	1,598,560,000.00	610,665,461.15	982,917,901.23
95	Cambridgeshire Phase 11	Apr. 2016	May-19	1,729,140,000.00	616,176,354.64	1,000,146,989.14
96	Wanlifeng	Jul. 2016	Apr. 2019	2,041,482,454.32	179,385,640.81	1,194,128,762.85
97	Peacock City Cambridgeshire Phase 7.2.1	Apr. 2016	Oct. 2018	811,540,000.00	24,228,180.36	94,620,900.62
98	Renqiu Baiyangdian Peacock City Phase 1	Dec. 2016	Sept. 2018	1,188,120,000.00	109,038,415.22	214,166,830.29
99	Renqiu Glass Fiber Composite Material Industry Park (Phase 1) Project	Sept. 2015	Nov. 2016	44,960,000.00	30,796,837.58	5,382,840.00
100	Grand Canal Peacock City 7.2	Oct. 2016	Dec. 2018	1,602,081,800.00	359,007,576.15	620,457,915.91
101	Jiashan Peacock City Phase 3	Apr. 2016	May-18	725,173,967.83	294,769,792.50	459,812,199.69
102	Jiashan Peacock City Phase 4	May-16	Aug. 2018	681,859,894.07	189,092,526.51	317,206,653.02
103	Jiashan Peacock City Phase 5	Apr. 2016	Jul. 2018	443,221,599.16	171,455,591.95	281,966,466.64
104	Jiashan Peacock City Phase-6	May-16	Jul. 2018	674,970,000.00	198,814,501.32	345,815,260.96
105	Golf Project	Aug. 2016	Aug. 2018	1,897,290,000.00	781,538,842.95	919,240,942.66
106	A34 Xiangxi Garden	Mar. 2016	Jun. 2016	646,160,000.00	183,086,414.89	232,900,065.32
107	A6 Xiangdi Garden	Mar. 2016	Jun. 2016	1,625,580,000.00	410,878,832.82	576,340,342.91
108	Bazhou Hot Spring Xindu Peacock City Phase 2 (former Bazhou Peacock City Phase 2)	Aug. 2016	Jun. 2018	1,974,406,800.00	239,174,799.42	1,073,461,322.67
109	Bazhou Hot Spring Xindu Peacock City Phase 5	Jul. 2016	Oct. 2018	676,250,000.00	97,998,181.54	430,188,587.63
110	Yongqing Peacock City Phase 1.3	Sept. 2016	Nov. 2018	1,035,300,000.00	2,130,442.59	2,130,442.59
111	Yongqing Peacock City Phase 2.1	Aug. 2016	Sept. 2018	627,260,000.00	26,591,959.56	263,439,580.27
112	Huailai Area Communication Equipment Industry Port Project	Oct. 2015	Nov. 2016	154,090,000.00	36,801,194.29	52,099,413.60
113	Badaling British Palace Phase-4.1.1	Oct. 2016	Mar-19	819,560,000.00	29,726,332.90	30,212,622.45
114	Badaling British Palace Phase 3.1	Sept. 2016	Apr. 2019	1,375,490,000.00	281,176,100.79	631,910,223.61

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
115	Badaling British Palace Phase 3.4	Oct. 2016	May-18	489,720,000.00	109,353,620.53	109,677,161.48
116	Badaling British Palace Phase 2.3. 2. 4	May-16	Oct. 2018	625,088,400.00	256,821,334.36	501,709,512.87
117	Tiangezhuang B1B4 Land Plot	Sept. 2016	Mar-19	1,609,124,669.00	346,447,863.44	469,423,842.78
118	Tiangezhuang 40mu	May-17	Sept. 2019	800,000,000.00	526,335,133.01	542,749,033.01
119	Tiangezhuang Land Plot A	Feb. 2016	May-18	1,740,800,000.00	221,010,499.86	318,198,689.74
120	Langfang No.1 High School 300mu, including demonstration area	Apr. 2016	Dec. 2018	2,695,080,000.00	826,364,825.87	1,227,540,271.80
121	Gu'an Taihu Huayuan Tiandi	Apr. 2016	May-17	280,142,212.42	95,412,296.84	143,478,540.66
122	Xianghe Longyu Project	Jun. 2017	Jun. 2019	1,443,160,800.00	472,440,200.00	474,923,886.98
123	Xiazhuangtou Project	Sept. 2016	Jun. 2019	4,000,000,000.00	825,294,099.41	1,072,690,699.58
124	Changyue 320mu Project	Oct. 2016	Oct. 2018	3,349,260,000.00	888,497,683.95	1,292,696,218.32
125	Jingrui Project	Jul. 2016	Nov. 2018	636,080,000.00	164,298,011.75	243,462,667.00
126	Yichengnan Project	Jan. 2017	Sept. 2018	884,310,000.00	361,306,613.14	547,471,441.42
127	Laian Peacock City	Dec. 2016	Mar-18	2,234,720,000.00	329,207,130.47	1,873,539,585.52
128	Renqiu Petroleum New City Project	Oct. 2016	Oct. 2018	2,750,270,000.00	722,945,892.89	1,123,012,810.08
129	Nanjing Peacock Sea	Feb. 2017	Jul. 2019	2,500,000,000.00	1,480,037,180.67	1,575,958,756.51
130	Harbin Institute of Technology Academy Incubation Center Project	May-2016	Oct. 2018	814,050,000.00	19,632,667.13	343,732,192.61
131	Jiashan Peacock City Demonstration Zone	Apr. 2015	Sept. 2015	136,000,000.00	88,915,824.31	
132	Tiangezhuang Land Plot E	Feb. 2016	May-19	594,430,000.00	97,773,720.35	155,084,363.99
133	Shenglong Project	Jan. 2017	May-19	1,906,520,000.00	438,754,969.48	656,655,884.56
134	Bazhou Hot Spring Peacock City Demonstration Zone Renovation & Upgrading	Mar. 2016	Jun. 2016	3,417,700.00	609,283.70	
135	Hot Spring Xindu Peacock City 2016 Sample House	Apr. 2016	Dec. 2018	11,550,000.00	6,134,283.37	8,183,128.36
136	Dizhonghai 80mu	May-2016	Apr. 2018	588,910,000.00	81,336,582.64	337,045,783.64
137	Yongqing Peacock City 2. Phase 2	Sept. 2016	Aug. 2018	1,617,610,000.00	141,011,533.74	504,208,416.64

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
138	Tanglin Yufu 792mu	May-2016	Dec. 2018	6,128,510,000.00	559,567,820.74	2,137,381,969.59
139	Zhuozhou Peacock City Demonstration Zone	Oct. 2016	Dec. 2016	20,000,000.00	6,612,833.52	10,761,552.03
140	Zhuozhou Peacock City Phase 1	Dec. 2016	Sept. 2019	4,599,840,000.00	969,305,986.53	750,032,726.87
141	Xinli Village Settlement	Aug. 2014	Jul. 2017	865,040,000.00	337,790,363.58	364,264,792.20
142	Dongxu Village Settlement	Mar. 2017	May-20	1,289,160,000.00	564,423,402.16	867,393,349.06
143	Nongquanwan Garden	Mar. 2017	Jun. 2019	2,161,510,000.00	50,274,381.43	
144	Jinhai Yuecheng	Sept. 2016	Nov. 2019	936,600,000.00	683,491,285.09	731,595,742.76
145	Chenhui Fudi	Sept. 2016	Nov. 2019	1,125,770,000.00	931,672,892.74	378,577,234.28
146	Hongcheng Quarter	Oct. 2013	Oct. 2015	500,000,000.00	147,849,778.07	
147	Dongzhuang Project	Feb. 2017	May-19	411,690,000.00	6,247,620.27	281,436,342.38
148	Dahu 1.3+1.5	Aug. 2016	Dec. 2019	1,454,870,000.00	158,964,314.40	1,069,171,190.18
149	Xiyu Village Settlement	Feb. 2016	May-18	573,460,000.00	243,248,475.88	465,978,946.16
150	Xiaohe County Seat Reception Center	Mar. 2016	Apr. 2016	10,390,000.00	5,506,085.49	
151	Grand Canal Peacock City Phase 7_6_1	Dec. 2016	Jun. 2019	4,667,620,000.00	512,346,623.61	1,277,158,073.32
152	Xianghe Robot Industry Port Factory Building Aux. Facility Project	Jul. 2016	Nov. 2016	9,205,748.81	5,469,205.02	
153	Xianghe Robot Core Part Industry Park Project	Oct. 2016	Jun. 2018	252,470,680.39	1,141,886.77	22,745,958.16
154	Xianghe E-commerce Comprehensive Industry Park	Apr. 2016	Jan. 2017	41,804,038.16	11,359,238.00	19,871,959.99
155	Chaobai River Peacock City Yaqin Garden (Wotuo 82mu)	May-2015	Apr. 2017	607,538,055.00	416,624,287.92	
156	Chaobai River Peacock City Yachen Garden (Xiguan 85mu)	May-2015	Apr. 2017	655,092,041.00	407,593,219.44	
157	Xianghe Jiahua Project	Jan. 2017	Dec. 2018	891,120,000.00	105,498,949.34	227,561,742.17
158	Ode to the qing dynasty.	Dec-2018	Jun-2018	830,724,159.31		52,306,904.08
159	Wuzhi peacock city 1.1 period.	Jun-2018	Dec-2018	574,904,742.28		206,793,432.52
160	Wuzhi peacock city 1.2 period.	Nov-2018	Jan-2018	604,337,841.21		133,575,205.73

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
161	The first phase of jiangmen peacock villas.	Oct-2018	Jun-2018	1,487,160,631.84		973,480,365.38
162	Shenyang British palace 3 period.	Apr-2018	Jun-2018	432,000,000.00		154,167,436.52
163	Shenyang British palace 2 period.	Sep-2018	Sep-2018	471,090,000.00		134,406,762.00
164	The first phase of jianglan.	Nov-2018	May-2018	368,469,911.81		64,514,599.35
165	Attention issue	Nov-2018	Nov-2018	1,341,695,195.12		661,177,706.09
166	Double willow issue	Dec-2018	Apr-2018	1,024,020,438.98		390,421,132.06
167	Project 1.1 of shucheng peacock villas.	Mar-2018	Dec-2018	729,049,718.64		273,282,110.34
168	Shucheng peacock villas project 1.2.	Apr-2018	Nov-2018	343,068,616.70		112,638,596.69
169	Shucheng peacock villas project 2.1.	Nov-2018	Nov-2018	467,772,999.14		161,743,936.13
170	Shucheng peacock villas project 2.2.	Dec-2018	Feb-2018	788,628,086.59		237,755,337.05
171	Project 3.1 of shucheng peacock villas	Dec-2018	Feb-2018	830,290,005.34		242,468,231.22
172	Hangzhou town happy new village residential district.	Jul-2018	Dec-2018	432,456,924.88		15,695,476.91
173	The county peacock villas.	Jul-2018	Nov-2018	1,085,140,000.00		327,940,297.63
174	Come to the peacock city 3 phase 63 mu project.	Feb-2018	Mar-2018	646,894,426.16		332,178,685.48
175	Lishui ma road project.	Sep-2018	Apr-2018	1,646,188,000.00		977,004,455.73
176	Come to the peacock city 5 phase 88 mu project.	Nov-2018	Jun-2018	767,699,420.50		346,812,198.04
177	A project of 100 mu of camphor garden.	Nov-2018	Feb-2018	959,916,166.15		344,240,000.00
178	Come to anshui kou 98 mu project.	Dec-2018	Oct-2018	692,383,783.83		142,466,494.91
179	Putai north project (112 mu)	Dec-2018	Dec-2018	2,000,000,000.00		623,000,000.00
180	Talent apartment (phase I) project.	Dec-2018	May-2018	396,010,000.00		36,809,185.42
181	The peacock city of handan 1.1 period.	Dec-2018	Aug-2018	1,302,178,471.08		16,930,000.00
182	International apartment project (180 mu)	May-2018	Sep-2018	942,910,000.00		235,053,237.72
183	Bazhou business hall 83 mu.	Apr-2018	Sep-2018	497,110,000.00		158,823,928.97

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
184	Hengyuan project (122 mu)	Jul-2018	Apr-2018	1,231,000,000.00		271,323,761.15
185	Bazhou five minutes in 2017 a brick north of 196 mu.	Jun-2018	Jun-2018	2,117,060,000.00		270,304,060.45
186	Brick south project phase 1	Dec-2018	Dec-2018	2,600,000,000.00		18,315,247.19
187	Project 1.3 of dongba li zhuang.	Jun-2018	Nov-2018	425,576,435.97		143,764,872.38
188	Project 1.2 of dongba li zhuang.	Jun-2018	May-2018	535,330,000.00		178,767,912.72
189	Yongqing jia ba li 77 mu.	Dec-2018	Dec-2018	730,700,000.00		223,321,650.23
190	Wenan peacock villas project 1.	Aug-2018	Jul-2018	1,986,326,460.89		969,897,722.02
191	Yinsheng project of hexi yingying.	Dec-2018	Sep-2018	1,745,870,000.00		533,685,357.97
192	Macro project (53 mu)	Dec-2018	Sep-2018	1,173,260,000.00		279,645,017.25
193	Shangshijiahua project.	Dec-2018	Sep-2018	914,169,064.43		514,411,863.91
194	Gallery and workshop	Mar-2018	Aug-2018	1,367,410,000.00		1,090,952,551.57
195	The great canal peacock city, British palace 5.2.	Jun-2018	Aug-2018	848,950,000.00		346,952,438.70
196	Canal avenue opening project.	Dec-2018	Sep-2018	380,720,000.00		94,104,699.67
197	Project of beidaihe new district.	Sep-2018	Jul-2018	615,813,843.32		192,299,758.89
198	Wenchuangyuan 1 phase	May-2018	May-2018	2,223,938,753.66		115,759,309.00
199	Yuancheng plaza phase 1	Mar-2018	Sep-2018	1,525,159,216.20		943,177,203.66
200	Yong dhi xincheng	Aug-2018	May-2018	2,581,334,813.46		683,031,554.65
201	Changyang village project (90 mu)	Jul-2018	Sep-2018	933,309,781.02		109,000,938.35
202	Yi yuan project (fuxing home)	Oct-2018	Dec-2018	409,940,000.00		182,542,130.49
203	AMOLED life supporting area.	Feb-2018	Dec-2018	274,230,000.00		116,394,069.35
204	Jiashan peacock city 7.	Sep-2018	Nov-2018	865,080,585.23		299,670,675.27
205	Jiashan peacock city 8.	Jan-2018	Jan-2018	576,102,911.28		248,400,553.63
206	Jiashan peacock villa 9.	Sep-2018	Nov-2018	1,375,362,909.10		402,412,679.02

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
207	Jiashan peacock villas 10.	Nov-2018	Dec-2018	1,204,293,050.77		553,739,196.09
208	Jiashan peacock city 11.	Nov-2018	Aug-2018	1,059,861,327.14		455,554,954.49
209	Jiashan peacock villas 12.	Jul-2018	Oct-2018	1,114,445,979.00		480,413,516.99
210	New xitang peacock villas 1 period.	May-2018	Jul-2018	1,715,286,628.63		1,149,147,479.50
211	New xitang peacock city, luoxing 1.	May-2018	Apr-2018	1,033,072,168.94		351,266,763.30
212	New xitang peacock city, luoxing 2.	Aug-2018	Jun-2018	1,028,245,685.19		362,352,213.99
213	New xitang peacock villas 13.	Dec-2018	Sep-2018	919,990,000.00		529,126,910.57
214	New xitang peacock villas 14.	Dec-2018	Sep-2018	1,898,020,000.00		904,707,079.77
215	Nanxun peacock villas issue 1.	Aug-2018	Sep-2018	1,444,445,643.91		1,274,503,406.86
216	Nanxun peacock villas ii.	May-2018	May-2018	1,454,420,000.00		42,104.57
217	Huaxia ACE jiashan international kindergarten.	May-2018	Aug-2018	66,760,000.00		6,793,898.29
218	Jiashan e-commerce industrial park project phase I.	May-2018	Aug-2018	409,540,000.00		60,972,537.63
219	Peacock villas nine green garden, culpa garden, tong shu garden.	May-2018	Dec-2018	1,814,050,604.93		961,730,453.66
220	Farmland 74 mu	Mar-2018	Apr-2018	1,054,350,000.00		7,071,213.93
221	Tian each zhuang 78 mu project.	Feb-2018	Nov-2018	1,148,349,624.14		65,311,935.00
222	Land of 97 mu	Feb-2018	Nov-2018	1,148,350,000.00		52,831,326.40
223	10 acres of farmland	Feb-2018	Nov-2018	1,395,330,000.00		6,643,980.61
224	Large factory narrow slope 37 mu project.	Dec-2018	Jun-2018	466,460,000.00		219,133,226.75
225	Secondary 50 mu	Dec-2018	Jun-2018	579,416,477.36		280,776,737.94
226	The sunlight beautiful garden	Mar-2018	Oct-2018	359,790,000.00		20,637,172.58
227	The new houses of tian each village.	Mar-2018	Jul-2018	2,273,910,000.00		499,890,000.08
228	Zhongguancun science park fengtai park industrial base.	Aug-2018	Jun-2018	8,009,610,000.00		3,950,383,668.72
229	Lai 'an regional electronic information industrial park.	Jun-2018	Jun-2018	117,260,000.00		30,293,825.38

S/N	Project name	Commencement date (planned)	Estimated first-batch completion time	Estimated total investment	Beginning balance	Ending balance
230	Xiangwu new village housing.			1,100,000,000.00		230,739,602.27
231	Big plant sindu project.	Mar-2018	May-2018	8,557,000,000.00		64,587,567.45
232	Peacock mansion 5.	Mar-2018	Jul-2018	100,000,000.00		37,876,608.41
233	Come to finance business square.	Feb-2018	Sep-2018	169,748,951.25		74,601,925.33
234	Wen garden	Jan-2018	Dec-2018	9,700,367,608.00	8,192,233.81	778,662,128.28
235	The kalawan project in Indonesia.	Oct-2018	Dec-2018	6,642,732,646.00		746,926,762.87
236	Yijingyuan project	Apr-2018	May-2018	4,871,762,635.32		691,863,569.85
237	Item 1.	Dec-2018	Mar-2018	469,480,000.00		10,578,238.92
238	Gu 'an biological medicine accelerates industrial park.	Jun-2018	Jun-2018	117,260,000.00		37,193,351.44
239	Huailai Land Reserve				723,311,301.84	1,836,074,579.19
240	Jiaxing Land Reserve				3,298,461,160.66	471,506,140.00
241	Wuxi Land Reserve				13,000,000.00	92,677,586.43
242	Zhuozhou Land Reserve				506,102,397.87	3,347,201,674.26
243	Gu'an Land Reserve				7,554,147,604.20	7,682,930,184.15
244	Changli Land Reserve				499,529,764.55	973,742,885.39
245	Dachang Land Reserve				2,201,487,080.38	2,986,659,989.50
246	Langfang Land Reserve				2,808,558,600.43	5,721,405,472.47
247	Yongqing Land Reserve				2,349,232,340.76	3,429,427,688.97
248	Xianghe Land Reserve				2,169,658,648.88	3,637,796,302.42
249	Bazhou Land Reserve				5,135,854,925.15	6,983,294,004.20
250	Beidaihe land reserve.					182,770,738.19
251	Others				426,805,470.67	500,988,387.63
	Total			**412,039,111,723.84**	**83,591,793,164.15**	**131,208,421,803.69**

(3) Breakdown of completed development products

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
1	Yongding River Peacock City Phases 1-5	May-09	101,447,722.97	39,084.60	4,625,591.76	96,861,215.81
2	Chaobai River Peacock City Phases 1-4	Jun. 2010	58,747,866.71	55,151,641.03	58,548,966.14	55,350,541.60
3	Badaling Peacock City Phase-1	Jul. 2012	30,951,849.39	591,998.12	-	31,543,847.51
4	Grand Canal Peacock City Phases 1&2	Jun. 2012	20,127,269.13	-	-	20,127,269.13
5	Champagne Garden	Jul. 2004	15,030,538.88	-	-	15,030,538.88
6	Gu'an David City Phase 1 (Gu'an Peacock David City Phase 1)	Jul. 2012	32,389,191.45	-	139,680.81	32,249,510.64
7	Gu'an Peacock British Palace Phase-1	Dec. 2012	134,628,876.99	4,571,433.00	139,200,309.99	-
8	No.9 Garden Lanting	Jun. 2012	24,740,840.86	-	1,063,273.80	23,677,567.06
9	Happy City Runyuan	Dec. 2012	44,014,147.06	-	2,036,683.91	41,977,463.15
10	Huaxia Platinum Palace	Dec. 2012	44,104,661.46	-	4,817,845.93	39,286,815.53
11	Chaobai River Peacock City Phase 3	May-13	3,375,182.12	27,745,257.94	25,996,966.33	5,123,473.73
12	Chaobai River Peacock City Phase 4	May-13	43,235,515.83	7,981,266.28	8,201,093.51	43,015,688.60
13	Gu'an David City Phase 2 (Gu'an Peacock David City Phase 2)	Apr. 2013	14,381,261.97	4,633,705.50	4,712,130.09	14,302,837.38
14	Grand Canal Peacock City Phase 3	May-12	8,045,881.69	2,958,047.86	2,895,580.93	8,108,348.62
15	Langfang No.8 Street	Mar. 2008	4,563,472.24			4,563,472.24
16	Langfang No.5 Street	Dec. 2007	20,151,460.36			20,151,460.36
17	Huaxia Jingdian	Jun. 2003	3,510,887.43			3,510,887.43
18	Langfang Yihao	Jan. 2011	26,061,398.65			26,061,398.65
19	Sixth Street	Dec. 2009	4,856,404.62			4,856,404.62
20	Seventh Street	Dec. 2008	31,719,429.32			31,719,429.32
21	Shengfang Center Plaza	Mar. 2007	43,590,794.41			43,590,794.41
22	Xiangbin Huacheng	Nov. 2008	208,380.27		208,380.27	

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
23	Happiness City Langyuan	Dec. 2013	70,538,044.90		34,729,188.14	35,808,856.76
24	Grand Canal Peacock City Phase 4	Oct. 2013	2,406,534.01	4,275,128.60	4,263,470.66	2,418,191.95
25	Chaobai River David City Phase 1	Aug. 2013	12,102,980.82	4,749,285.43	4,640,737.62	12,211,528.63
26	Gu'an David City Phases 2-44	Apr. 2013	62,950,065.02	7,061,793.95	6,661,655.92	63,350,203.05
27	Yongding River Peacock City Phase 7	Jun. 2013	46,561,150.47		218,662.97	46,342,487.50
28	Gu'an Peacock Lake 1.1 Project	Nov. 2013	8,086,654.84			8,086,654.84
29	Badaling Peacock City Phase 2(2.1)	Apr. 2014	10,897,406.72			10,897,406.72
30	Peacock Lake Phase 1.2	Jun. 2014	3,131,816.38			3,131,816.38
31	Chaobai River David City Phase 2	Apr. 2014	26,019,231.02	48,338,451.55	46,213,498.15	28,144,184.42
32	Gu'an Peacock British Palace Phase 1.2	Oct. 2013	44,886,870.54		3,857,048.92	41,029,821.62
33	Yongding River Peacock City Phase 8.1	Oct. 2014	18,519,065.30		2,144,916.80	16,374,148.50
34	Gu'an Peacock David City Phase 5	May-14	21,725,513.15		785,383.79	20,940,129.36
35	Yongding River Peacock City Phase 7 (7.2)	Jun. 2014	33,158,050.21		753,190.12	32,404,860.09
36	Happiness City Yayuan	Dec. 2013	54,522,915.50	53,203,827.64	51,578,062.93	56,148,680.21
37	Peacock Danfeng Garden	Nov. 2014	143,116,307.94		38,631,283.43	104,485,024.51
38	Chaobai River Peacock City Phase-6(6.1)	Jul. 2014	3,141,653.55	8,586,818.21	8,395,974.65	3,332,497.11
39	Chaobai River Peacock City Phase-6(6.2)	Jul. 2014	14,752,238.66	6,786,915.65	6,379,767.81	15,159,386.50
40	Shaofu Community Project	Nov. 2014	74,180,237.64			74,180,237.64
41	Chaobai River David City Phase 3	Sept. 2014	23,075,452.73	5,083,902.78	4,895,372.74	23,263,982.77
42	Chaobai River Peacock City Phase 7(7.1)	Aug. 2014	23,076,817.08	3,080,626.12	3,689,228.84	22,468,214.36
43	Chaobai River Peacock City Phase 7 (7.2)	Oct. 2014	22,905,883.24		932,474.10	21,973,409.14
44	Chaobai River Peacock Garden Phase 1	Sept. 2014	20,964,388.70	52,330,951.91	30,653,088.47	42,642,252.14
45	Grand Canal Peacock City Phase 5	Dec. 2014	123,866,853.46	41,903,787.77	119,494,712.97	46,275,928.26

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
46	Niutuo Hot Spring Peacock City Phase-1	Dec. 2014	38,145,818.69		7,552,577.78	30,593,240.91
47	Guanzhuang Village Settlement	Dec. 2014	635,598,079.30	547,626.20	294,931.36	635,850,774.14
48	Gu'an Happiness Plaza (Beiguan Commercial Complex)	Dec. 2014	142,931,400.81		12,017,540.11	130,913,860.70
49	Gu'an Peacock David City(GAJY) Phase 6	Sept. 2014	46,303,498.21		35,742,052.11	10,561,446.10
50	Yongding River Peacock British Palace Land Plot 1.7	Dec. 2014	19,529,598.62			19,529,598.62
51	Yongding River Peacock British Palace Phase 1.8	Dec. 2014	11,142,761.80			11,142,761.80
52	Badaling Peacock City Phase 2(2.2)	Sept. 2014	8,843,896.04			8,843,896.04
53	Yongding River Peacock City Cambridgeshire Phase 1	Dec. 2014	118,830,255.98	2,318,075.00	2,165,653.30	118,982,677.68
54	Gu'an Development Project (GAHX) Phase 2 (1.4 1.6)	Jan. 2015	55,421,422.49		26,088,090.47	29,333,332.02
55	Peacock Garden Phase 2	Jun. 2015	50,903,277.61		879,432.98	50,023,844.63
56	Happiness City Xinyuan	Jan. 2015	252,545,911.50	19,126,245.79	142,871,195.79	128,800,961.50
57	Badaling Peacock City Phase 2(2.3)	May-15	55,850,536.39			55,850,536.39
58	Wuxi Peacock City Phase 1	Dec. 2015	132,258,898.54		3,282,268.27	128,976,630.27
59	Zhenjiang Peacock City British Palace	Sept. 2015	11,045,911.52	282,129,785.86	282,843,012.33	10,332,685.05
60	Grand Canal Peacock City Phase-1 High-rise	Dec. 2015	236,961,775.87		122,726,237.87	114,235,538.00
61	Chaobai River British Palace Phase 6	Sept. 2015	42,882,494.72		5,839,362.72	37,043,132.00
62	Chaobai River Peacock City Phase 8	Sept. 2015	88,247,882.85		6,068,257.01	82,179,625.84
63	New Peacock City Project Phase 2(2.1) (Cambridgeshire Phase 2)	Oct. 2015	17,319,122.97		17,319,122.97	0.00
64	New Peacock City Project Phase 3(2.2. 2.3) (Cambridgeshire Phase 3)	Oct. 2015	57,079,400.36		56,535,493.84	543,906.52
65	Gu'an Talent Garden	Sept. 2015	83,413,412.77	372,828.00	205,674.72	83,580,566.05
66	New Peacock City Project Complex	Apr. 2015	140,436,747.38	1,942,354.47		142,379,101.85
67	British Palace 1. Phase 9	Jul. 2015	49,533,096.33		7,477,197.33	42,055,899.00
68	Niutuo Hot Spring Peacock City Phase 3.1	Jul. 2015	26,050,061.64		5,873,516.42	20,176,545.22

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
69	Niutuo Hot Spring Peacock City Phase 5.1	Jul. 2015	5,366,397.44		1,098,550.25	4,267,847.19
70	Beiwuli Settlement Project	Dec. 2015	459,544,614.75	2,339,887.94		461,884,502.69
71	Peacock Lake Phase 1.4	Nov. 2015	176,572,606.03	32,468,978.83	23,266,587.49	185,774,997.37
72	Yongding River Peacock City Phase-6(Gu'an Peacock City Phase-6)	Jul. 2015	34,493,875.63		5,409,422.70	29,084,452.93
73	Peacock Villa	Dec. 2015	90,534,845.44		65,123,266.85	25,411,578.59
74	Langfang Peacock City -Park Sea Phase 1.3	Oct. 2015	223,288,066.86		100,322,680.87	122,965,385.99
75	Wuqing Fenghe Peacock City Phase-1	Jul. 2015	117,085,108.56		114,821,745.20	2,263,363.36
76	Badaling Peacock City Phase 3(3.1)	Jul. 2015	42,139,588.65			42,139,588.65
77	Sujiatun Project (Shenyang Peacock City Phase-1)	Jul. 2015	262,142,401.77	426,280,894.42	449,768,858.93	238,654,437.26
78	Nursery Project		39,415,762.01			39,415,762.01
79	Daxueli Project Complex	Nov. 2015	196,508,036.07		82,942,472.38	113,565,563.69
80	Wotuo 240(140mu) -Chaobai River Peacock City Xiangying arden 1# &2# Section	Jun. 2016	24,424,072.00		20,428,364.26	3,995,707.74
81	Chaobai River British Palace Phase 4.1	Jun. 2016		5,383,776.52	5,383,776.52	-
82	Chaobai River Peacock City Phase-7.3	Jun. 2016	21,248,960.34		20,251,572.68	997,387.66
83	Chaobai River British Palace Phase 4.2	Jun. 2016	14,784,916.67	28,230,771.93		43,015,688.60
84	Niutuo Hot Spring Peacock City Phase 4.1	May-16	33,843,261.44		332,230.10	33,511,031.34
85	Peacock City Phase 6.3 Tingtao Garden	May-16	33,009,736.66		7,121,495.10	25,888,241.56
86	Badaling Peacock City Phase 4	Jun. 2015	8,724,611.82	51,559,903.66	51,526,111.66	8,758,403.82
87	Badaling Peacock City Phase 6.1	Jul. 2016		249,968,522.92	249,968,522.92	-
88	Bazhou Peacock City Phase 1	Dec. 2016	5,576,544.22	498,502,663.44	498,588,544.93	5,490,662.73
89	Park Sea Phase 1.4 Yuexiu Garden	Sept. 2016	4,125,892.06	646,454,613.68	534,398,787.67	116,181,718.07
90	Jinghua Jiayuan	Dec. 2016	26,411,412.94		264,419.47	26,146,993.47
91	Fenghe Peacock City Phase 2.1	Dec. 2016	170,985,753.38	244,956,179.51	384,726,153.55	31,215,779.34

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
92	British Palace Phase 2.1.1	Dec. 2016	5,633,667.13		1,089,747.00	4,543,920.13
93	Peacock City Phase-7.3	Dec. 2016	8,415,407.75		1,633,835.38	6,781,572.37
94	British Palace Phase-2.1.2	Nov. 2016	3,994,302.01	824,956,814.89	827,065,679.48	1,885,437.42
95	Taihu Phase 1.1+1.4	Dec. 2016	3,627,803.75	14,852,724.70		18,480,528.45
96	Cambridgeshire Phase 4	Dec. 2016	52,355,653.26		7,637,683.88	44,717,969.38
97	Cambridgeshire Phase 5	Oct. 2016	74,115,423.84		15,605,592.69	58,509,831.15
98	Xinli Village Settlement	Sept. 2016		1,886,755.00	1,326,801.78	559,953.22
99	Grand Canal Peacock City Phase-6	Dec. 2016	2,124,006.24	1,827,553,266.42	1,824,085,133.17	5,592,139.49
100	Wotuo 95mu - Chaobai River Peacock City Rongfeng Garden, Yulan Garden	Dec. 2016	143,631,220.83	14,940,204.84	158,571,425.67	
101	Zhaipo 377 South Area - Chaobai River Peacock City Phase 10	Sept. 2016	34,033,736.43		2,114,565.26	31,919,171.17
102	Chaobai River Peacock City Phase 5.2 Peony Garden	Sept. 2016	4,952,117.83		3,943,897.38	1,008,220.45
103	Shenyang Peacock City Cambridgeshire Phase 2	Jun. 2016	83,071,294.39		57,527,752.28	25,543,542.11
104	Shenyang Peacock City Cambridgeshire Phase 3	Aug. 2016	16,754,336.01	123,626.39	14,826,197.13	2,051,765.27
105	Niutuo Hot Spring Peacock City Phase 2.1	Nov. 2016		70,935,314.26	70,935,314.26	
106	Niutuo Hot Spring Peacock City Phase 7.2	Dec. 2016		21,627,335.66	14,685,290.56	6,942,045.10
107	Hongcheng Quarter	Dec. 2014		95,484,880.22	95,484,880.22	
108	British Palace 1.1, 1.3+1. Phase 5	Dec. 2016	570,863.79	147,818,061.54	49,798,841.73	98,590,083.60
109	Peacock City Phase-6.1.1	Dec. 2016	296,330.35		296,330.35	
110	Peacock City Phase 6.1.2	Dec. 2016	177,798.21		177,798.21	
111	Hot Spring Peacock City Phase 6.1	Dec. 2016	2,723,749.30	503,502,068.80	131,083,145.56	375,142,672.54
112	Shenyang Peacock City Cambridgeshire Phase 4	01 July 2017		362,335,465.00	331,893,096.04	30,442,368.96
113	Shenyang peacock city British palace 1 period.	Oct-2017		127,104,440.51	68,970,995.37	58,133,445.14
114	Wuxi peacock city 2 period.	May-2017		1,254,591,244.01	1,172,911,430.53	81,679,813.48

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
115	Bazhou hot spring peacock villas 3.	Nov-2017		468,113,409.88	463,811,041.39	4,302,368.49
116	Bazhou peacock city demonstration zone 1.	Dec-2017		97,346,239.47		97,346,239.47
117	Peacock city park sea 1.6.	Nov-2017		469,696,096.20	464,426,867.34	5,269,228.86
118	The grand canal, the peacock city of Britain, is in its fourth phase.	Dec-2017		809,373,359.32	796,559,695.08	12,813,664.24
119	Peacock City Phase 8.2	Dec-2017		2,285,688,402.46	2,281,677,556.55	4,010,845.91
120	Niutuo Hot Spring Peacock City Phase 6.4.	Dec-2017		302,939,527.37	282,946,483.58	19,993,043.79
121	Cambridgeshire 6	May-2017		2,259,873,879.93	2,259,162,222.41	711,657.52
122	Cambridge 2, 3.	Sep-2015		12,242,012.02	2,147,448.89	10,094,563.13
123	Peacock city, Cambridge, 8.	May-2017		826,099,387.96	824,684,423.04	1,414,964.92
124	Jiashan yi and homestead housing project.	Jun-2016		376,145,085.52	201,619,992.90	174,525,092.62
125	Jiashan peacock villas 1.	Nov-2017		550,417,059.20	522,979,348.62	27,437,710.58
126	Jiashan peacock villas.	Dec-2017		709,787,070.23	684,183,737.15	25,603,333.08
127	Chaobai river peacock city 4.2 period.	Oct-2012		3,191,510.73	3,115,951.11	75,559.62
128	Wotuo 240(100mu) -Chaobai River Peacock City Xiangying arden 3# & # 4# Section.	Sep-2016		35,072,826.29	35,072,826.29	
129	Chaobai river peacock city yaqin garden	Dec-2016		306,924,867.78	304,537,467.90	2,387,399.88
130	Chaobai river peacock city yachen garden (xiguan 85 mu)	Dec-2016		587,355,442.35	586,481,577.01	873,865.34
131	White House project (phase I)	Mar-2015		144,001,325.23	144,001,325.23	
132	Yanjiao peacock city UK palace 1 (summer cushion hot spring project)	Sep-2017		426,674,967.43	418,338,877.93	8,336,089.50
133	Chaobai river peacock villas, haitong park and cui jingyuan.	Nov-2017		842,473,958.62	673,814,106.10	168,659,852.52

S/N	Project name	First-batch completion time	Beginning book balance	Addition for current period	Reduction for current period	Ending balance
134	Sunshine new city 100 mu.	Oct-2017		263,485,997.81	241,539,849.87	21,946,147.94
135	Chaobai river peacock city British palace 17 period.	Mar-2016		480,439,999.47	361,838,231.87	118,601,767.60
136	68 mu of farmland	Oct-2017		615,384,174.48	609,826,069.68	5,558,104.80
137	No.6.2, peacock villas, badaling.	Oct-2017		402,171,140.20	401,173,693.07	997,447.13
138	Badaling British palace 2.	Nov-2017		518,241,705.37	518,241,705.37	
139	Badaling peacock city 5.	May-2017		562,186,083.19	562,186,083.19	
140	Escape garden	Jun-2017		61,703,141.03	13,350,870.19	48,352,270.84
141	Others		49,015,115.51	20,339,179.81	5,818,530.27	63,535,765.05
	Total		**6,371,463,719.45**	**22,536,737,083.70**	**22,488,090,819.37**	**6,420,109,983.78**

(4) Impairment provision of inventories

Item	Beginning balance	Current increase		Current decrease		Ending balance
		Allotment	Others	Reversal or write-off	Others	
Development cost	46,649,036.28	304,159,166.27		9,872,289.80		340,935,912.75
Completion development cost	3,362,143.23	89,718,412.90				93,080,556.13
Total	**50,011,179.51**	**393,877,579.17**		**9,872,289.80**		**434,016,468.88**

(5) As of December 31, 2017, in the said inventories, the value of those mortgaged for long-term and short-term borrowings and non-current liabilities maturing within one year is RMB10,458,580,164.83

8. Non-current Assets Maturing within One Year

Item	Ending balance	Beginning balance
Entrust loan for China Railway Materials(Note1)	4,000,000,000.00	
Dacheng Innovation Capital No.19 Special Asset Management Plan phase 6(Note2)	1,540,714,903.00	
Beijing Tahe General Aviation Technology Co., Ltd. (Note 3)	300,000,000.00	
Xinyuan Asset CFLD No.1 Special Asset Management Plan (Note4)	280,000,000.00	
Entrusted loan provided to Hebei Yemao Real Estate Development Co., Ltd. by entrusting Bank of Langfang (Note5)	119,733,400.00	
Kunlun Trust - Dinghong Company Collective Fund Trust Contract for Working Capital Loan (Note6)		500,000,000.00
Dacheng Innovation Capital Jingxin No.19 Special Asset Management Plan (Note7)		2,500,000,000.00
Total	**6,240,448,303.00**	**3,000,000,000.00**

Note 1: The company, Bank of Langfang Kangzhuangdao Branch and China Railway Materials signed an entrust loan, with RMB4,000,000,000.00, 2 years and 6% annual rate.

Note 2: The company, Dacheng Innovation Capital and Industrial Bank Co Ltd Changchun Branch signed contract regarding to Dacheng Innovation Capital No.19 Special Assets Management. In September 2016, the company purchases No.19 speical assets manament product phase 6 with its own funds RMB 1,540mn. The contract will be completed in September 2018.

Note 3: In October 2016, the Company signed an agreement with Beijing Tahe General Aviation Technology Co., Ltd. ("Tahe Aviation"), pursuant to which the Company provides a loan of RMB300mn to Tahe Aviation, with a term of 2 years. The shareholders of Tahe Aviation pledged their equity in Tahe Aviation to the Company. Tahe Aviation will pledge/mortgage the aircraft and relate fixed assets purchased with such borrowing to the Company.

Note 4: In March 2016, the Company signed the Asset Management Contract for Xinyuan Asset CFLD No.1 Special Asset Management Plan with Xinyuan Asset Management Co., Ltd. The Company invested its own funds of RMB280mn to subscribe for Xinyuan Asset Management CFLD No.1 Special Asset Management Plan. The duration of asset management plan is 26 months, and it will be completed in May 2018.

Note 5: In July 2016, the Company signed the entrusted loan contract with Bank of Langfang Co., Ltd. and Hebei Yemao Real Estate Development Co., Ltd. The loan term is 18 months and the loan rate is 12%. On 30th November 2017, the company has received RMB58mn.

Note 6: on August 20, 2015, the Company signed the Collective Fund Trust Contract with Kunlun Trust Co., Ltd. and China Minsheng Bank Co., Ltd. The Company invested its own funds of RMB500mn to subscribe for the posterior units of Kunlun Trust - Dinghong Company Collective Fund Trust Plan for Working Capital Loan. As of 31 December 2017, This Trust plan has completed and received.

Note 7: on October 15, 2014, the Company signed the Dacheng Innovation Capital Jingxin No.19 Special Asset Management Plan Asset Management Contract with Dacheng Innovation Capital and Industrial Bank Co., Ltd. Changchun Branch. On January 19, 2015, the Company invested its own funds of RMB1bn to subscribe the Dacheng Innovation Capital Jingxing No.19 Special Asset Management Plan Phase II. On May 7, 2015, the Company invested its own funds of RMB1bn to subscribe for Dacheng Innovation Capital Jingxing No.19 Special Asset Management Plan Phase III. On July 1, 2015, the Company invested its own funds of RMB500mn to subscribe for Dacheng Innovation Capital Jingxing No.19 Special Asset Management Plan Phase IV. As of 31 December 2017, This Trust plan has completed and received.

9. Other Current Assets

Item	Ending balance	Beginning balance
Prepaid tax	6,431,772,230.44	5,060,329,089.28
Input tax to be deducted	4,572,832,981.40	1,485,039,551.25
Entrusted loan provided to Nanjing Orient Datang Property Co., Ltd. by entrusting Bank of Langfang (Note 1)	500,000,000.00	500,000,000.00
Entrusted loan provided to Nanjing Orient Datang Property Co., Ltd. by entrusting Bank of Shanghai (Note 2)	200,000,000.00	200,000,000.00
Entrusted loan provided to Great Wall Heavy Machinery Manufacturing Co., Ltd. by entrusting Bank of China (Note 3)	286,900,000.00	286,900,000.00
Entrusted loan provided to Baishijingu Industry Co., Ltd by entrusting Bank of Sanhe Mingyin Village (Note4)	160,000,000.00	
Entrusted loan provided to Sanhe City Yanjiao Airport Logistics Limited by entrusting Bank of Sanhe Mingyin Village (Note5)	340,000,000.00	
Entrusted loan provided to Hebei Xiongwei Chemical company by entrusting Minsheng Bank Beijing Branch (Note6)	50,000,000.00	
Daye Trust • Huaxia Happy Investment No. 4 Passive Business Management Class Fund Trust Plan(Note7)	65,000,000.00	
Entrusted loan provided to Nanjing Orient Datang Property Co., Ltd. by entrusting Bank of Shanghai Nanjing Branch(Note8)	100,000,000.00	
Total	**12,706,505,211.84**	**7,532,268,640.53**

Note 1: May 31, 2016, the Company signed the entrusted loan contract with Bank of Langfang Co., Ltd. Banking Department and Nanjing Orient Datang Property Co., Ltd. The loan term is 12 months and interest rate is 15% fixed annual rate. In 2017, the loan term was extended to 21 months. The contract will come due on 28th Feburary 2018.

Note 2: on September 27, 2016, the Company signed the entrusted loan contract with Bank of Shanghai Co., Ltd. Nanjing Branch and Nanjing Orient Datang Property Co., Ltd. The loan term is 12 months and interest rate is 15% fixed annual rate. In 2017, the loan term was extended to 18 months. The contract will come due on 26th March 2018.

Note 3: on July 15, 2016, the Company signed the entrusted loan contract with Bank of China Co., Ltd. Langfang Yanjiao Development Zone Sub-branch and Great Wall Heavy Machinery Manufacturing Co., Ltd. The loan term is 12 months and interest rate is 8% fixed annual rate. The entrust loan contract is due, but Great Wall Heavy Machinery Manufacturing Co., Ltd provides Mortgage guarantee by the land-use right, no recovebility risk.

Note 4: on January 31, 2017, the company, Baishijingu Industry Co., Ltd and Bank of Sanhe Mingyin Village signed an entrust loan contract. The loan term is 12 months and interest rate is 12% fixed annual rate.

Note 5: on January 31, 2017, the company, Baishijingu Industry Co., Ltd and Bank of Sanhe Mingyin Village signed an entrust loan contract. The loan term is 12 months and interest rate is 12% fixed annual rate.

Note 6: on January 31, 2017, the company, Hebei Xiongwei Chemical company and Minsheng Bank Beijing Branch signed an entrust loan contract. The loan term is 6 months and interest rate is 10% fixed annual rate. The entrust loan contract is due, but Hebei Xiongwei Chemial company provides Mortgage guarantee by the land-use right, no recovebility risk.

Note 7: on September 28, 2017, the company and Daye Trust Co., Ltd signed a contract regarding to purchase Sub-trust share, with 650 million RMB.

Note 8: on November 30, 2017, the Company signed the entrusted loan contract with Bank of Shanghai Nanjing Branch Co., Ltd and Nanjing Orient Datang Property Co., Ltd. The loan term is 6 months and interest rate is 15% fixed annual rate.

10. Financial Assets Available for Sale

(1) Information on financial assets available for sale

Item	Ending balance			Beginning balance		
	Book balance	Impairment provision	Book value	Book balance	Impairment provision	Book value
Debt instruments available for sale						
Equity instruments available for sale	665,426,663.06	70,125,132.41	595,301,530.65	683,832,195.30		683,832,195.30
Including: measured at fair value						
Measured at cost	665,426,663.06	70,125,132.41	595,301,530.65	683,832,195.30		683,832,195.30
Others						
Total	**665,426,663.06**	**70,125,132.41**	**595,301,530.65**	**683,832,195.30**		**683,832,195.30**

(2) Financial assets available for sale measured at cost at the end of the period

Invested entity	Book balance				Impairment provision				Shareholding percentage in the invested entity (%)	Cash dividends for current period
	Beginning balance	Addition for current period	Reduction for current period	Ending balance	Beginning balance	Addition for current period	Reduction for current period	Ending balance		
Tianya Community Network Technology Co., Ltd.	22,000,000.00			22,000,000.00					3.81	
Hebei Deren Real Estate Development Group Co., Ltd.	356,838.72			356,838.72					1.00	
Beijing Xinghe Robotics Automation Technology Co., Ltd.	20,000,000.00			20,000,000.00					25.00	
Xi'an Dianyun Biotechnology Co., Ltd.	5,000,000.00			5,000,000.00					6.25	
Shanghai Zhongchen E-commerce Co., Ltd.	9,999,988.95			9,999,988.95					1.89	
A-Test Compliance Services (Beijing) Co., Ltd.	2,580,000.00			2,580,000.00					7.0274	
Beijing Bai Hui Wei Kang Technology Co., Ltd.	1,764,755.63			1,764,755.63					3.58	
Beijing Qiushi Agricultural Co., Ltd.	25,160,000.00			25,160,000.00					4.14	
Beijing Zhiyunda Technology Co., Ltd.	5,003,675.00			5,003,675.00					4.17	
Shanghai Rongle Auto Electronics Co., Ltd.	7,000,000.00		7,000,000.00							
Shanghai Ruilong Automobile Technology Co., Ltd.	20,000,000.00			20,000,000.00					9.31	
Eayun Technology (Beijing) Co.,	10,000,000.00			10,000,000.00					1.98	

Invested entity	Book balance				Impairment provision				Shareholding percentage in the invested entity (%)	Cash dividends for current period
	Beginning balance	Addition for current period	Reduction for current period	Ending balance	Beginning balance	Addition for current period	Reduction for current period	Ending balance		
Ltd.										
1995 Capital China Fund (Note 1)	346,850,000.00		20,140,000.00	326,710,000.00		70,125,132.41		70,125,132.41	99.90	
1995 Capital Fund 1 (Note 1)	208,110,000.00		12,084,000.00	196,026,000.00					99.00	
Alam Sutera	6,937.00		402.80	6,534.20					0.001	
Shanghai JinLanLuo Science Technology Information System Corp,.Ltd		14,950,000.00		14,950,000.00					7.48	
PT Trans		5,868,870.56		5,868,870.56					11.2	
Total	**683,832,195.30**	**20,818,870.56**	**39,224,402.80**	**665,426,663.06**		**70,125,132.41**		**70,125,132.41**		

Note 1: For 1995 Capital China Fund and 1995 Capital Fund 1, please see “Item 4, VII. Interests in Other Entities”.

(3) Impairment provision for financial assets available for sale

Available for sale financial assets classification	equity instruments	Debt instruments	Total
Impairment provision at beginning of the year			
Addition	70,125,132.41		70,125,132.41
Write off			
Impairment provision at end of the year	70,125,132.41		70,125,132.41

11. Long-term Equity Investments

(1) Long-term equity investments

Invested entity	Beginning balance	Increase or decrease for current year				
		Additional investment	Decreased investment	Investment profit/loss recognized under equity method	Adjustment to other comprehensive income	Other change in equity
I. Joint ventures						
Gu'an Yiguang Science & Technology Co., Ltd.	88,800,712.37			-13,786,938.43		
Dachang Hui Autonomous County Zhengtong Real Estate Development Co., Ltd.	127,177.87			-127,177.87		
Hebei Yemao Real Estate Development Co., Ltd.	33,911,779.19			58,744.04		
Langfang City Yinhua Real Estate Development Co., Ltd.	5,698,745.94		6,120,000.00	421,254.06		
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.	440,871,050.13			8,143,629.11		
Beijing Zhongcheng Huihuang Real Estate Development Co., Ltd.	4,614,393.66			-1,081,068.28		
CFLD Dongrun (Bazhou) Rail Transit Construction Management Co., Ltd.	50,000.00					
Nanjing Orient Datang Property Co., Ltd.	97,762,149.68		100,000,000.00	2,237,850.32		
Shenzhen Partner OCT Industry Management Co., Ltd		10,000,000.00		-502,109.51		
Shenzhen Bay Double Creation Technology Service Co., Ltd		20,000,000.00		-5,839,818.35		
Subtotal	**671,836,008.84**	**30,000,000.00**	**106,120,000.00**	**-10,475,634.91**		
II. Associates						
Langfang City Kaichuang Jiutong Investment Co., Ltd.	17,079,132.51			-457,313.27		
Beijing Dingcai Technology Co., Ltd.	12,061,486.65			-2,816,083.06		
Langfang Huijia Real Estate Development Co., Ltd.	5,630,179.56			-4,676,292.44		
Langfang Pangda Jilong Auto Sales Co., Ltd.	132,262,498.66			-2,929,934.39		
Langfang City Fangyu Real Estate Development Co., Ltd.	1,911,639.02			-404,069.71		

Invested entity	Beginning balance	Increase or decrease for current year				
		Additional investment	Decreased investment	Investment profit/loss recognized under equity method	Adjustment to other comprehensive income	Other change in equity
Shanghai Hongshida Real Estate Development Co., Ltd.	51,365,456.88			-5,168,134.69		
Huantai (Beijing) Investment Co., Ltd.	290,000,000.00		290,000,000.00			
Hebei new model screening industry development Fund(LP)		2,999,000,000.00		20,764,251.50		
Sanhe City Dongfeng Real Estate Development Co., Ltd		7,500,000.00		-1,769,299.26		
Nhon Trach Investment Joint Stock Company ("NIC")		215,232,856.53		1,707,266.65	-880,246.28	
Shenzhen City Huayang Industry Development Co., Ltd		1,000,000.00		-310,813.89		
Dongguan Huagu Technology Park Co., Ltd		1,376,600.00		-84,872.04		
Shenzhen Huaanda Investment Co., Ltd		200,000.00		-7,216.22		
Shenzhen City Zhiding Property Management Co., Ltd		60,000.00		-12,187.80		
Shenzhen City LIchuang Investment Development		600,000.00		-119,616.74		
Shenzhen Huaanqing Industry Co., Ltd		360,000.00		-33,383.00		
Dongguang City Zhongcheng Property Management Co., Ltd		720,000.00		-142,509.61		
Dongguan City Dinghui Industry Investment Co., Ltd		1,717,240.00		-15,935.66		
Dongguang City Dingbo Industry Investment Co., Ltd		223,000.00		-2,292.00		
Shenzhen Wan Yue City Property Management Co., Ltd		120,000.00		-92,172.32		
Shenzhen Huaqingan Industrial Co., Ltd		660,000.00		-117,315.74		
Dongguan Huasheng Property Management Co., Ltd		392,000.00		-58,370.23		
Dongguan Ding Xing Industrial Investment Co., Ltd		160,000.00		-1,967.71		
Shenzhen Huawei Industrial Investment Co., Ltdß		800,000.00		-371,235.10		
Dongguan Huayuechuang Investment Development Co., Ltd		560,000.00		-249.20		
Dongguan Huamai Investment Development Co., Ltd		200,000.00		331.71		

Invested entity	Beginning balance	Increase or decrease for current year				
		Additional investment	Decreased investment	Investment profit/loss recognized under equity method	Adjustment to other comprehensive income	Other change in equity
Subtotal	**510,310,393.28**	**3,230,881,696.53**	**290,000,000.00**	**2,880,585.78**	**-880,246.28**	
Total	**1,182,146,402.12**	**3,260,881,696.53**	**396,120,000.00**	**-7,595,049.13**	**-880,246.28**	

(Continued)

Invested entity	Increase or decrease for current year			Ending balance	Ending balance of impairment provision
	Cash dividends or profit declared for distribution	Impairment provision made	Others		
I. Joint ventures					
Gu'an Yiguang Science & Technology Co., Ltd.				75,013,773.94	
Dachang Hui Autonomous County Zhengtong Real Estate Development Co., Ltd.					
Hebei Yemao Real Estate Development Co., Ltd.				33,970,523.23	
Langfang City Yinhua Real Estate Development Co., Ltd.					
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.				449,014,679.24	
Beijing Zhongcheng Huihuang Real Estate Development Co., Ltd.				3,533,325.38	
CFLD Dongrun (Bazhou) Rail Transit Construction Management Co., Ltd.				50,000.00	
Nanjing Orient Datang Property Co., Ltd.					
Shenzhen Partner OCT Industry Management Co., Ltd				9,497,890.49	
Shenzhen Bay Double Creation Technology Service Co., Ltd				14,160,181.65	
Subtotal				**585,240,373.93**	
II. Associates					
Langfang City Kaichuang Jiutong Investment Co., Ltd.				16,621,819.24	
Beijing Dingcai Technology Co., Ltd.				9,245,403.59	
Langfang Huijia Real Estate Development Co., Ltd.				953,887.12	

Langfang Pangda Yilong Auto Sales Co., Ltd.	129,332,564.27
Langfang City Fangyu Real Estate Development Co., Ltd.	1,507,569.31
Shanghai Hongshida Real Estate Development Co., Ltd.	46,197,322.19
Huantai (Beijing) Investment Co., Ltd.	
Hebei new model screening industry development Fund(LP)	3,019,764,251.50
Sanhe City Dongfeng Real Estate Development Co., Ltd	5,730,700.74
Nhon Trach Investment Joint Stock Company ("NIC")	216,059,876.90
Shenzhen City Huayang Industry Development Co., Ltd	689,186.11
Dongguan Huagu Technology Park Co., Ltd	1,291,727.96
Shenzhen Huaanda Investment Co., Ltd	192,783.78
Shenzhen City Zhiding Property Management Co., Ltd	47,812.20
Shenzhen City LIchuang Investment Development	480,383.26
Shenzhen Huaanqing Industry Co., Ltd	326,617.00
Dongguang City Zhongcheng Property Management Co., Ltd	577,490.39
Dongguan City Dinghui Industry Investment Co., Ltd	1,701,304.34
Dongguang City Dingbo Industry Investment Co., Ltd	220,708.00
Shenzhen Wan Yue City Property Management Co., Ltd	27,827.68
Shenzhen Huaqingan Industrial Co., Ltd	542,684.26
Dongguan Huasheng Property Management Co., Ltd	333,629.77
Dongguan Ding Xing Industrial Investment Co., Ltd	158,032.29
Shenzhen Huawei Industrial Investment Co., Ltd	428,764.90
Dongguan Huayuechuang Investment Development Co., Ltd	559,750.80

Dongguan Huamai Investment Development Co., Ltd	200,331.71
Subtotal	**3,453,192,429.31**
Total	**4,038,432,803.24**

(2) Impairment provision for long-term equity investments

None.

12. Investment properties

(1) Investment properties measured at cost

Item	Houses and buildings	Land use right	Total
I. Original book value			
1. Beginning balance	1,399,078,724.42	90,933,325.73	1,490,012,050.15
2. Additions for current year	1,581,861,301.75	82,159,873.16	1,664,021,174.91
(1) Purchases			
(2)Inventory\Fix assets\Transfer-in from construction in progress	1,581,861,301.75	82,159,873.16	1,664,021,174.91
(3) Additions from enterprise mergers			
3. Reduction for current year	30,077,475.39		30,077,475.39
(1) Disposal	30,077,475.39		30,077,475.39
(2) Other transfer-outs			
4. Ending balance	2,950,862,550.78	173,093,198.89	3,123,955,749.67
II. Accumulated depreciation and accumulated amortization			
1. Beginning balance	111,496,204.40	5,247,787.75	116,743,992.15
2. Additions for current year	128,525,143.44	6,155,405.15	134,680,548.59
(1) Allotment or amortization	128,525,143.44	6,155,405.15	134,680,548.59
3. Reduction for current year	1,677,419.36		1,677,419.36
(1) Disposal	1,677,419.36		1,677,419.36
(2) Other transfer-outs			
4. Ending balance	238,343,928.48	11,403,192.90	249,747,121.38
III. Impairment provision			
1. Beginning balance			
2. Additions for current year			
(1) Allotment			
3. Reduction for current year			
(1) Disposal			
(2) Other transfer-outs			
4. Ending balance			
IV. Book value			
1. Ending book value	**2,712,518,622.30**	**161,690,005.99**	**2,874,208,628.29**
2. Beginning book value	**1,287,582,520.02**	**85,685,537.98**	**1,373,268,058.00**

Note: the ending net value of investment properties increases by 109.30% than the beginning value, which is due to transfer-in from construction in progress.

(2) Information on the investment properties for which property right certificates have not been obtained

Item	Book value	Reason for not obtaining property right certificate
Gu'an Happy Harbor	165,671,787.38	Formalities in process
Rented factory buildings in Sujiatun Intelligent Equipment Industry Park	12,152,294.37	Formalities in process
Jiashan E-commerce Industry Park Project Phase 1	287,365,050.13	Formalities in process
Tsinghua Pilot Incubation Port	125,649,000.04	Formalities in process
Environmental Protection Industry Port Phase 1	119,603,647.70	Formalities in process
Gu'an New Materials Industrial Park Phase 2.1	158,389,549.71	Formalities in process
Inspection and Certification of Science and Technology Port Construction Project Phase 1.2	37,403,333.33	Formalities in process
Inspection and Certification Technology Harbor Phase 1.1	33,758,416.67	Formalities in process
Yongqing Intelligent Manufacturing Equipment Industry Harbor Phase 1.1	74,265,267.96	Formalities in process
Gu'an Aerospace (Satellite Navigation) Industrial Port 1.2	280,663,875.66	Formalities in process
Gu'an Aerospace (Satellite Navigation) Industry Harbor Phase 1.1	167,350,849.84	Formalities in process
Xianghe Robot Industry Port Phase 1	207,238,521.46	Formalities in process
Total	**1,669,511,594.25**	

13. Fixed Assets and Accumulated Depreciation

(1) Information on fixed assets

Item	Houses & buildings	Machinery equipment	Transport equipment	Electronic equipment and others	Total
I. Original book value					
1. Beginning balance	2,844,055,450.50	120,385,046.56	84,055,395.20	263,700,896.84	3,312,196,789.10
2. Additions for current year	315,892,769.44	6,949,888.59	26,736,698.32	78,529,996.74	428,109,353.09
(1) Purchases	61,017,757.56	5,099,888.59	24,008,351.28	74,423,047.35	164,549,044.78
(2) Transfer-in from construction in progress	112,607,181.84	1,850,000.00			114,457,181.84
(3) Additions from enterprise mergers	144,832,375.49		2,728,347.04	4,106,949.39	151,667,671.92
(4) Currency exchange	-2,564,545.45				-2,564,545.45
3. Reduction for current year		429,209.57	816,841.19	2,815,419.49	4,061,470.25
(1) Disposal or retirement		429,209.57	816,841.19	2,815,419.49	4,061,470.25
4. Ending balance	3,159,948,219.94	126,905,725.58	109,975,252.33	339,415,474.09	3,736,244,671.94
II. Accumulated depreciation					
1. Beginning balance	384,523,170.51	59,322,911.83	44,559,208.10	153,661,790.28	642,067,080.72
2. Additions for current year	163,230,847.94	19,188,524.87	15,879,349.41	56,558,061.82	254,856,784.04
(1) Allotment	158,680,309.35	19,188,524.87	13,658,523.83	53,381,883.55	244,909,241.60
(2) Additions from enterprise mergers	4,550,538.59		2,220,825.58	3,176,178.27	9,947,542.44
3. Reduction for current year		366,295.93	281,499.02	2,197,891.57	2,845,686.52
(1) Disposal or retirement		366,295.93	281,499.02	2,197,891.57	2,845,686.52
4. Ending balance	547,754,018.45	78,145,140.77	60,157,058.49	208,021,960.53	894,078,178.24
III. Impairment provision					
1. Beginning balance					
2. Additions for current year					

Item	Houses & buildings	Machinery equipment	Transport equipment	Electronic equipment and others	Total
(1) Allotment					
3. Reduction for current year					
(1) Disposal or retirement					
4. Ending balance					
IV. Book value					
1. Ending book value	**2,612,194,201.49**	**48,760,584.81**	**49,818,193.84**	**131,393,513.56**	**2,842,166,493.70**
2. Beginning book value	**2,459,532,279.99**	**61,062,134.73**	**39,496,187.10**	**110,039,106.56**	**2,670,129,708.38**

Note 1: as of December 31, 2017, the value of the said fixed assets mortgaged for long-term borrowings and non-current liabilities maturing within one year is RMB91,072,909.44.

(2) Information on fixed assets temporarily idle

Item	Original book value	Accumulated depreciation	Impairment provision	Book value	Remarks
Houses & buildings	24,339,320.00	12,061,181.66		12,278,138.34	Jinguan Hotel

(3) Fixed assets for which no property right certificates have been obtained

Item	Book value	Reason for not obtaining property right certificate
Huailai Exhibition Hall	18,465,886.37	Formalities in process
Sujiatun West Area Exhibition Hall	76,177,335.72	Formalities in process
Xianghe Exhibition Hall	166,858,052.42	Formalities in process
Office building	40,593,437.50	Formalities in process
Total	**302,094,712.01**	

14. Construction in Progress

(1) Information on construction in progress

Item	Ending balance			Beginning balance		
	Book balance	Impairment	Book value	Book balance	Impairment	Book value
Gu'an Bicycle Park	52,793,833.07		52,793,833.07	52,647,613.65		52,647,613.65
Tsinghua Pilot Incubation Port	63,370,822.57		63,370,822.57	62,937,848.49		62,937,848.49
Fengtai Commercial Project				103,763,752.21		103,763,752.21
Huailai Industrial Factory Building	63,649,816.53		63,649,816.53	63,649,816.53		63,649,816.53
Dachang Startup Plaza	148,572,997.50		148,572,997.50	91,590,031.27		91,590,031.27
Huailai Hotel	382,422,386.54		382,422,386.54	118,822,361.11		118,822,361.11
Dachang Painting and Calligraphy Academy Phase 1	57,354,405.75		57,354,405.75	57,214,375.75		57,214,375.75
Dachang Management Committee Building	71,595,278.38		71,595,278.38	71,595,278.38		71,595,278.38
Dachang National Palace	682,957,535.31		682,957,535.31	665,109,574.90		665,109,574.90
Niutuo Jipin Hotel Project	148,578,238.96		148,578,238.96	153,459,676.19		153,459,676.19
Gu'an Aerospace (Satellite Navigation) Industry Port	82,806,014.81		82,806,014.81	443,006,396.00		443,006,396.00
Gu'an New Material Industry Park Phase 2.1	38,018,172.51		38,018,172.51	172,186,769.17		172,186,769.17
Environmental Protection Industry Port Phase-1	37,714,150.00		37,714,150.00	98,741,943.99		98,741,943.99
Lai An R&D Demonstration Area	54,984,431.50		54,984,431.50			
New Xitang Water Street Phase I Project	448,024,591.63		448,024,591.63			
Dachang TV Media Technology Port	127,496,287.49		127,496,287.49	101,981,953.41		101,981,953.41
Dachang Movie & TV Production Technology Port	120,594,961.98		120,594,961.98	85,374,100.59		85,374,100.59

Item	Ending balance			Beginning balance		
	Book balance	Impairment	Book value	Book balance	Impairment	Book value
Taigu Biopharmaceutical Hatching Industrial Park	149,078,900.00		149,078,900.00			
Jiashan School	111,136,893.06		111,136,893.06	3,835,432.81		3,835,432.81
Gu'an E-commerce Industry Port	414,354,450.52		414,354,450.52	271,283,337.82		271,283,337.82
Gu'an Happiness Hospital	346,078,933.34		346,078,933.34	267,635,990.43		267,635,990.43
Langfang Happy Farmstead (Zhiziying Phase 1)	191,721,000.63		191,721,000.63	188,486,049.16		188,486,049.16
Shucheng Planning Exhibition Hall						
Inspection and Certification Technology Harbor						
Yongqing Intelligent Manufacturing Equipment Industry Harbor Phase 1.1						
Xianghe Robot Industry Port Phase 1						
miscellaneous	473,461,217.23		473,461,217.23	265,163,942.35		265,163,942.35
Total	**4,266,765,319.31**		**4,266,765,319.31**	**3,338,486,244.21**		**3,338,486,244.21**

(2) Changes of key construction projects (construction in progress):

Project Name	Budget amount	Source of funds	Percentage of project investment in the budget (%)	Project progress
Gu'an Bicycle Park	55,000,000.00	Self-raised	95.99	Under construction
Tsinghua Pilot Incubation Port	142,960,000.00	Self-raised	44.33	Under construction
Fengtai Commercial Project	1,385,521,887.37	Self-raised		Transfer to Inventory
Huailai Industrial Factory Building	65,000,000.00	Self-raised	97.92	Under construction
Dachang Startup Plaza	167,300,000.00	Self-raised	88.81	Under construction
Huailai Hotel	459,460,000.00	Self-raised	83.23	Under construction
Dachang Painting and Calligraphy Academy Phase 1	170,850,000.00	Self-raised	33.57	Under construction
Dachang Management Committee Building	100,000,000.00	Self-raised	71.60	Under construction
Dachang National Palace	739,270,000.00	Self-raised	92.38	Under construction
Niutuo Jipin Hotel Project	500,000,000.00	Self-raised	29.72	Under construction
Gu'an Aerospace (Satellite Navigation) Industry Port	629,590,000.00	Self-raised	13.15	Under construction
Gu'an New Material Industry Park Phase 2.1	208,728,000.00	Self-raised	18.21	Under construction
Environmental Protection Industry Port Phase-1	166,380,000.00	Self-raised	22.67	Preparation
Lai An R&D Demonstration Area	440,010,000.00	Self-raised	12.50	Under construction
New Xitang Water Street Phase I Project	984,572,224.51	Self-raised	45.50	Under construction
Dachang TV Media Technology Port	289,590,000.00	Self-raised	44.03	Under construction

Project Name	Budget amount	Source of funds	Percentage of project investment in the budget (%)	Project progress
Dachang Movie & TV Production Technology Port	299,980,000.00	Self-raised	40.20	Under construction
Taigu Biopharmaceutical Hatching Industrial Park	150,000,000.00	Self-raised	99.39	Under construction
Jiashan School	271,180,000.00	Self-raised	40.98	Under construction
Gu'an E-commerce Industry Port	866,220,000.00	Self-raised	47.83	Under construction
Gu'an Happiness Hospital	924,850,000.00	Self-raised	37.42	Under construction
Langfang Happy Farmstead (Zhiziying Phase 1)	191,902,563.38	Self-raised	99.91	Basic completion
Shucheng Planning Exhibition Hall	65,500,000.00	Self-raised	100.00	Put into use
Inspection and Certification Technology Harbor	100,000,000.00	Self-raised	100.00	Put into use
Yongqing Intelligent Manufacturing Equipment Industry Harbor Phase 1.1	77,832,595.24	Self-raised	100.00	Put into use
Xianghe Robot Industry Port Phase 1	217,193,210.26	Self-raised	100.00	Put into use
Others	9,219,322,035.83	Self-raised	5.14	Under construction
Total	**18,888,212,516.59**			

Project Name	Beginning balance	Addition for current period		Reduction for current period		Ending balance	
		Amount	Including: capitalized interest amount	Transfer into fixed assets/investment properties/intangible assets	Other reductions	Balance	Including: amount of capitalized interest
Gu'an Bicycle Park	52,647,613.65	146,219.42				52,793,833.07	
Tsinghua Pilot Incubation Port	62,937,848.49	432,974.08				63,370,822.57	
Fengtai Commercial Project	103,763,752.21	-		103,763,752.21		-	
Huailai Industrial Factory Building	63,649,816.53	-				63,649,816.53	
Dachang Startup Plaza	91,590,031.27	56,982,966.23				148,572,997.50	
Huailai Hotel	118,822,361.11	263,600,025.43				382,422,386.54	
Dachang Painting and Calligraphy Academy Phase 1	57,214,375.75	140,030.00				57,354,405.75	
Dachang Management Committee Building	71,595,278.38	-				71,595,278.38	
Dachang National Palace	665,109,574.90	17,847,960.41				682,957,535.31	
Niutuo Jipin Hotel Project	153,459,676.19	-			4,881,437.23	148,578,238.96	
Gu'an Aerospace (Satellite Navigation) Industry Port	443,006,396.00	109,334,702.30		469,535,083.49		82,806,014.81	
Gu'an New Material Industry Park Phase 2.1	172,186,769.17	33,159,609.69		167,328,206.35		38,018,172.51	
Environmental Protection Industry Port Phase-1	98,741,943.99	66,667,412.09		127,695,206.08		37,714,150.00	
Lai An R&D Demonstration Area	-	54,984,431.50				54,984,431.50	
New Xitang Water Street Phase I Project	-	448,024,591.63				448,024,591.63	
Dachang TV Media Technology Port	101,981,953.41	25,514,334.08				127,496,287.49	
Dachang Movie & TV Production Technology Port	85,374,100.59	35,220,861.39				120,594,961.98	
Taigu Biopharmaceutical Hatching	-	149,078,900.00				149,078,900.00	

Project Name	Beginning balance	Addition for current period		Reduction for current period		Ending balance	
		Amount	Including: capitalized interest amount	Transfer into fixed assets/investment properties/intangible assets	Other reductions	Balance	Including: amount of capitalized interest
Industrial Park							
Jiashan School	3,835,432.81	107,301,460.25				111,136,893.06	
Gu'an E-commerce Industry Port	271,283,337.82	143,071,112.70				414,354,450.52	
Gu'an Happiness Hospital	267,635,990.43	78,442,942.91				346,078,933.34	
Langfang Happy Farmstead (Zhiziying Phase 1)	188,486,049.16	3,234,951.47				191,721,000.63	
Shucheng Planning Exhibition Hall		65,500,000.00		65,500,000.00			
Inspection and Certification Technology Harbor		90,209,783.91		90,209,783.91			
Yongqing Intelligent Manufacturing Equipment Industry Harbor Phase 1.1		77,832,595.24		77,832,595.24			
Xianghe Robot Industry Port Phase 1		217,193,210.26		217,193,210.26			
Others	265,163,942.35	339,555,058.78		128,323,139.95	2,934,643.95	473,461,217.23	
Total	**3,338,486,244.21**	**2,383,476,133.77**		**1,447,380,977.49**	**7,816,081.18**	**4,266,765,319.31**	

15. Intangible Assets

(1) Information on Intangible Assets

Item	Land use right	Technical assets on footballers	Software	Total
I. Original book value				
1. Beginning balance	5,664,295,962.78	744,116,965.46	124,158,264.86	6,532,571,193.10
2. Additions for current year	2,008,122,319.06	873,896,799.56	55,581,833.56	2,937,600,952.18
(1) Purchases	581,309,063.41	873,896,799.56	55,534,656.54	1,510,740,519.51
(2) Transfer-in from construction in progress				
(3) Additions from enterprise mergers	1,426,813,255.65		47,177.02	1,426,860,432.67
3. Reduction for current year	3,424,878,299.27	38,983,887.89	37,380.00	3,463,899,567.16
(1) Disposal		38,983,887.89	37,380.00	39,021,267.89
(2) Transfer to Inventory	3,424,878,299.27			3,424,878,299.27
4. Ending balance	4,247,539,982.57	1,579,029,877.13	179,702,718.42	6,006,272,578.12
II. Accumulated amortization				
1. Beginning balance	154,976,694.92	221,801,925.97	15,766,308.82	392,544,929.71
2. Additions for current year	140,402,884.19	382,523,426.21	9,299,880.66	532,226,191.06
(1) Allotment	121,264,481.36	382,523,426.21	9,294,692.35	513,082,599.92
(2) Additions from enterprise mergers	19,138,402.83		5,188.31	19,143,591.14
3. Reduction for current year	99,339,541.96	12,202,638.42		111,542,180.38
(1) Disposal		12,202,638.42		12,202,638.42
(2) Transfer to Inventory	99,339,541.96			99,339,541.96
4. Ending balance	196,040,037.15	592,122,713.76	25,066,189.48	813,228,940.39
III. Impairment provision				
1. Beginning balance				
2. Additions for current year				
(1) Allotment				
3. Reduction for current year				
(1) Disposal				
4. Ending balance				
IV. Book value				
1. Ending book value	**4,051,499,945.42**	**986,907,163.37**	**154,636,528.94**	**5,193,043,637.73**
2. Beginning book value	**5,509,319,267.86**	**522,315,039.49**	**108,391,956.04**	**6,140,026,263.39**

Note 1: As of December 31, 2017, the value of the intangible assets mortgaged for long-term borrowings and non-current liabilities maturing within one year is RMB106,811,212.00.

16. Goodwill

(1) Original book value of goodwill

Name of invested entity or matter for goodwill formation	Beginning balance	Addition for current period	Reduction for current period	Ending balance
		Formed from enterprise merger	Disposal	
Dachang Hui Autonomous County Hongrun Commerce & Trade Co., Ltd. (Note 1)	336,245.00			336,245.00
Hebei CFLD Football Club Co., Ltd. (Note 2)	39,640,414.09			39,640,414.09
Shenzhen Partner Real Estate Brokering Co., Ltd. (Note 3)	285,130,891.42			285,130,891.42
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)（Note4）		216,509,387.20		216,509,387.20
Total	**325,107,550.51**	**216,509,387.20**		**541,616,937.71**

Note 1: the reason for goodwill formation is that in 2011, Langfang Jingyu acquired Dachang Hui Autonomous County Hongrun Commerce & Trade Co., Ltd. (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed
Dachang Hui Autonomous County Hongrun Commerce & Trade Co., Ltd.	10,000,000.00	9,663,755.00	336,245.00

Note 2: the reason for goodwill formation is that in 2015, Langfang Jingyu acquired Hebei CFLD Football Club Co., Ltd. (formerly Hebei Zhongji Football Club Co., Ltd.) (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed
Hebei CFLD Football Club Co., Ltd.	27,599,051.73	-12,041,362.36	39,640,414.09

Note 3: the reason for goodwill formation is that in 2016, CFLD acquired Shenzhen Partner Real Estate Brokering Co., Ltd. (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed
Shenzhen Partner Real Estate Brokering Co., Ltd.	525,000,000.00	239,869,108.58	285,130,891.42

Note 4: the reason for goodwill formation is that in 2017, CFLD acquired Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen) (merger of enterprises not under common control) and the paid transaction consideration exceeds the share in the fair value of identifiable net assets on the acquisition date.

Invested entity	Merger costs	Fair value of net assets of merged party on acquisition date	Goodwill amount formed
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)	300,000,000.00	83,490,612.80	216,509,387.20

(2) Impairment provision for goodwill

At the end of each year, the Company conducts impairment tests on goodwill. As of December 31, 2017, goodwill is not impaired and no impairment provision needs to be made.

17. Long-term Deferred Expenses

Item	Beginning balance	Addition for current period	Amortization for current period	Other reduction	Ending balance
Lease payments	995,988,780.94	455,127,332.56	143,570,776.49		1,307,545,337.01
Footballer introduction expenses	343,179,953.87	392,948,757.04	395,452,425.84		340,676,285.07
Housing decoration	63,026,712.86	123,419,723.70	46,155,555.72		140,290,880.84
Housing rentals	2,617,171.05	1,887,442.02	2,738,155.57		1,766,457.50
Total	**1,404,812,618.72**	**973,383,255.32**	**587,916,913.62**		**1,790,278,960.42**

18. Deferred Income Tax Assets and Deferred Income Tax Liabilities

(1) Deferred income tax assets

Item	Ending balance		Beginning balance	
	Deferred income tax assets	Deductible temporary difference	Deferred income tax assets	Deductible temporary difference
Profit not realized for internal sales	588,919,771.54	2,355,679,086.16	452,422,647.97	1,809,690,591.74
Deductible loss	1,342,611,228.02	5,370,444,912.08	652,873,663.25	2,611,494,653.00
Bad debt provision	151,500,198.52	606,000,794.08	76,096,556.28	304,386,225.12
Impairment provision of inventories	102,693,092.30	410,772,369.20	4,223,697.50	16,894,790.00
Estimated liabilities (including accrued Land Appreciation Tax, etc.)	67,794,922.21	271,179,688.84	27,593,148.49	110,372,593.96
Advertising and publicity expenses carried forward to be deducted in subsequent years	109,155,520.60	436,622,082.40	59,840,768.60	239,363,074.42
Total	**2,362,674,733.19**	**9,450,698,932.76**	**1,273,050,482.09**	**5,092,201,928.24**

(2) Deferred income tax liabilities

Item	Ending balance		Beginning balance	
	Deferred income tax liabilities	Taxable temporary difference	Deferred income tax liabilities	Taxable temporary difference
Value added after appraisal at share reform	6,911,299.71	27,645,198.84	7,191,986.84	28,767,947.34
Total	**6,911,299.71**	**27,645,198.84**	**7,191,986.84**	**28,767,947.34**

(3) Details of deferred income tax assets not recognized

Item	Ending balance	Beginning balance
Deductible loss	4,931,355,676.15	2,142,335,976.07
Bad debt provision	96,106,336.34	41,779,639.48
Impairment provision of inventories	23,244,099.68	33,116,389.51
Total	**5,050,706,112.17**	**2,217,232,005.06**

Note: due to the uncertainty about whether enough taxable income can be obtained in future for certain subsidiaries as well as the impact of the levying of income tax in a ratified way, the said deductible temporary difference is not recognized as deferred income tax assets.

(4) The deductible loss of deferred income tax assets not recognized will expire in the following years.

Year	Ending balance	Beginning balance	Remarks
2017		110,192,914.02	
2018	407,802.16	407,802.16	
2019	328,212.10	328,212.10	
2020	6,467,279.34	6,467,279.34	
2021	2,308,082,688.15	2,024,939,768.45	
2022	2,616,069,694.40		
Total	**4,931,355,676.15**	**2,142,335,976.07**	

19. Other Non-Current Assets

Item	Ending balance	Beginning balance
Dacheng Innovation Capital Jingxin No.19 Special Asset Management Plan (Note 1)	550,673,888.73	550,673,888.73
Ping'an Huitong – Ping'an Zhifu Customized No.146 Phase 2 Special Asset Management Plan (Note 2)	474,900,000.00	474,900,000.00
Entrusted loan provided to Shanghai Hongshida Real Estate Development Co., Ltd. by entrusting Agricultural Bank of China （Note 3）	351,150,000.00	
Beijing Tahe General Aviation Technology Co., Ltd. (Note 4)		300,000,000.00
Entrusted loan provided to Shanghai Hongshida Real Estate Development Co., Ltd. by entrusting Agricultural Bank of China （Note 5）	230,000,000.00	
Prepaid land grant fee	184,882,336.61	85,741,442.00

Item	Ending balance	Beginning balance
Entrusted loan provided to Shanghai Hongshida Real Estate Development Co., Ltd. by entrusting Agricultural Bank of China （Note 6）	215,000,000.00	
Gu'an Industry Park New Urban PPP Project(Note 7)	200,000,000.00	
TTCO Trust Corporation Ltd-Dachang Dinghong (Note 8)	185,000,000.00	
Daye Trust - CFLD Investment Collective Fund Trust Plan (Note 9)	133,340,000.00	133,340,000.00
Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP) (Note 10)	101,000,000.00	101,000,000.00
CFLD Property Phase 1 Special Asset-backed Plan (Note 11)	100,000,000.00	100,000,000.00
Footballer Techniques of CFLD Football Club (Note 12)	54,406,261.51	207,584,905.75
Jingjinji Huaxia Jicai Dachang film industry Development Fund (LP) (Note 13)	42,000,000.00	
Gu'an Industry Park New Urban PPP Project Heating Fee Assets Support (Note 14)	36,000,000.00	
CFLD Gu'an New Urban PPP project Municipal Property Services Asset Support(Note 15)	10,000,000.00	
Prepaid for purchasing assets	5,508,160.05	
Chinese Football Association Super League Co., Ltd. (Note 16)	80,000.00	80,000.00
Entrusted loan from China Railway Material Group (Note 17)		4,000,000,000.00
Dacheng Innovation Capital Jingxin No.19 Special Asset Management Plan (Note 18)		1,540,714,903.00
Xinyuan Asset CFLD No.1 Special Asset Management Plan (Note 19)		280,000,000.00
Entrusted loan provided to Hebei Yemao Real Estate Development Co., Ltd. by entrusting Bank of Langfang (Note 20)		177,261,000.00
Total	**2,873,940,646.90**	**7,951,296,139.48**

Note 1: In December 2016, the Company invested its own funds of RMB550mn to subscribe for Dacheng Innovation Capital Jingxin No.19 Special Asset Management Plan Phase 7, a term of 33 months and 12% annual rate, and will come due in September 2019.

Note 2: Ping'an Bank Shenzhen Branch entrusted Ping'an Trust Shenzhen Ping'an Dahua Huitong Wealth Management Co., Ltd. to set up Ping'an Huitong Ping'an Zhifu Customized No.146 Phase 2 Special Asset Management Plan on July 11, 2016. The Company invested its own funds of RMB476.9mn to subscribe for 474.9mn units. a term of 36 months, will come due in July 2019.

Note 3：on Apirl 27, 2017, the company, Agricultural Bank of China Limited Shanghai Nanhui Branch and Shanghai Hongshida Real Estate Development Co., Ltd signed entrust loan contract, with RMB631,000,000.00, a term of 36 months and 12% annual rate. As 31 December 2017, RMB351.15mn has already paid.

Note 4: in October 2016, the Company signed an agreement with Beijing Tahe General Aviation Technology Co., Ltd. ("Tahe Aviation"), pursuant to which the Company provides a loan of RMB300mn to Tahe Aviation, with a term of 2 years. The shareholders of Tahe Aviation pledged their equity in Tahe Aviation to the Company. Tahe Aviation will pledge/mortgage the aircraft and relate fixed assets purchased with such borrowing to the Company. As of 31 december 2017, The company reclassifies this Asset to Non-current Assets Maturing within One Year.

Note 5：on January 17, 2017, the company, Agricultural Bank of China Limited Shanghai Nanhui Branch and Shanghai Hongshida Real Estate Development Co., Ltd signed entrust loan contract, with RMB230,000,000.00, a term of 36 months and 12% annual rate.

Note 6：On March 2, 2017, the company, Agricultural Bank of China Limited Shanghai Nanhui Branch and Shanghai Hongshida Real Estate Development Co., Ltd signed entrust loan contract, with RMB215,000,000.00, a term of 36 months and 12% annual rate.

Note 7: In December 2017, the company and China Merchants Securities Assets Management Co., Ltd signed a contract regarding to purchase RMB200mn of CFLD Gu'an Industry Park New Model Urban PPP Heating fee supporting assets plan.

Note 8: In November 2017, the company and TTOC Trust Corporation Ltd signed a contract regarding to purchase RMB185mn of Dacheng dinghong Asset plan.

Note 9: In September 2016, the Company signed the Sub-trust Contract with Daye Trust Co., Ltd. The Company invested its own funds of RMB133.34mn to subscribe for the posterior units of the trust plan established by Daye Trust Co., Ltd. as the promoter.

Note 10: on November 30, 2016, CFLD (Beijing) Equity Investment Management Co., Ltd., Sanpu Weite Park Construction Development Co., Ltd., Langfang High-tech Innovation & Entrepreneurship Investment Co., Ltd. and Hebei Province Technology Investment Center (all of which are the indirect controlled subsidiaries of the Company) signed the Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP) Partnership Agreement, pursuant to which CFLD (Beijing)Equity Investment Management Co., Ltd. will contribute RMB1mn, Sanpu Weite Park Construction Development Co., Ltd. will contribute RMB100mn, Langfang High-tech Innovation & Entrepreneurship Investment Co., Ltd. will contribute RMB50mn and Hebei Province Technology Investment Center will contribute RMB50mn to jointly set up Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP). According to this partnership agreement, all the parties jointly control the investment and operation of the partnership. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement.

Note 11: In June 2016, the Company signed the CLFD Property Phase 1 Special Asset-backed Plan with Shanghai Fucheng HFT Asset Management Co., Ltd. The Company invested its own funds of RMB100mn to subscribe for 1,000,000 posterior units.

Note 12: In 2017, thc company has prepaid RMB 54.41mn for the football player transfer.

Note 13: in 2016, The company's indirect wholly owned subsidiaries, CFLD Industry Investment Co., Ltd, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd and CFLD (Beijing) Equity Investment Management Co., Ltd signed the Jingjinji Huaxia Jicai Dachang Film Industry Fund(LP) Partnership Agreement with Hebei province Jicai Industry Equity Investment Fund Co., Ltd and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd. According to this partnership agreement, CFLD Industry Investment Co., Ltd will contribute RMB52mn, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd will contribute RMB24mn, CFLD (Beijing) Equity Investment Management Co., Ltd will contribute RMB4mn, Hebei province Jicai Industry Equity Investment Fund Co., Ltd will contribute RMB50mn and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd will contribute RMB70mn. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement. As of 31 December 2017, RMB 42mn has already paid.

Note 14: in March 2017, the company and China Merchants Securities Assets Management Co., Ltd signed a contract regarding to purchase 360,000 of CFLD Gu'an Industry Park New Model Urban PPP Heating fee supporting assets plan.

Note 15: In August 2017, the company and China Resources Shentou Investment Trust Co., Ltd signed a contract regarding to purchase 100000 of CFLD Gu' an new urban PPP project note, with its own funds RMB10 mn.

Note 16: After 2015 competition season, the Company was admitted into CSL. According to the articles of association of Chinese Football Association Super League Co., Ltd., the newly admitted club obtains 4% equity of Chinese Football Association Super League Co., Ltd. and pays the corresponding investment of RMB80,000. The duration of this investment is not definite, non-assignable and enjoys the right to receive dividends.

Note 17: On June 29, 2016, the Company signed the entrusted loan contract with Bank of Langfang Co., Ltd. Kangzhuangdao Sub-branch and China Railway Material Group. The loan amount is RMB4bn, the loan term is 24 months and the annual loan rate is 6%. The contract will come due in June 2018, it reclassifies to Non-current Assets Maturing within One Year.

Note 18: On October 15, 2014, the Company signed the Asset Management Contract of Dacheng Innovation Capital Jingxin No.19 Special Asset Management Plan with Dacheng Innovation Capital and Industrial Bank Co., Ltd. Changchun Branch. In September 2016, the Company invested its own funds of RMB1541mn to subscribe for Dacheng Innovation Capital Jingxin No.19 Special Asset Management Plan Phase 6. It reclassifies to Non-current Assets Maturing within One Year.

Note 19: in March 2016, the Company signed the Asset Management Contract for Xinyuan Asset CFLD No.1 Special Asset Management Plan with Xinyuan Asset Management Co., Ltd. The Company invested its own funds of RMB280mn to subscribe for Xinyuan Asset Management CFLD No.1 Special Asset Management Plan. The duration of asset management plan is 26 months. The contract will come due in May 2018, it reclassifies to Non-current Assets Maturing within One Year.

Note 20: in July 2016, the Company signed the entrusted loan contract with Bank of Langfang Co., Ltd. and Hebei Yemao Real Estate Development Co., Ltd. The loan term is 18 months and the loan rate is 12%. The contract will come due in January 2018, it reclassifies to Non-current Assets Maturing within One Year.

20. Short-term Borrowings

(1) Classification of short-term borrowings:

Type of borrowing	Ending balance	Beginning balance
Guarantee borrowing	2,560,000,000.00	300,000,000.00
Mortgage borrowing	420,000,000.00	
Pledge borrowing	865,781,500.07	
Credit borrowing	3,000,000,000.00	
Total	**6,845,781,500.07**	**300,000,000.00**

Note 1: the ending balance of short-term borrowings increases by 2181.93%, compared with beginning balance, which is mainly due to the fact that the Mortgage borrowing, Credit borrowing and Pledge borrowing have significant increased.

Note 2: Mortage borrowing are mainly secured with the inventory. Guarantee borrowing are mainly secured by the suretyship guarantee from parent company and Jiutong Investment Ltd. Pledge borrowings are mainly secured by pleding the shares of Global Industry Investment Co., Ltd

Note 3: details of collateral are shown in the note " V, 7, inventory"; Please refer to the notes " IX. Related Parties and Related-Party Transactions, 5. Information on Related-party Transactions".

21. Notes Payable

Item	Ending balance	Beginning balance
Bank acceptance bill		
Commercial acceptance bill	8,467,028,435.64	1,296,416,549.67
Total	**8,467,028,435.64**	**1,296,416,549.67**

Note 1: the ending balance of Notes payable increases by 553.11%, compared with beginning balance, which is mainly due to the fact that payment method changes to Note payble for construction payment.

22. Accounts Payable

(1) Listing of accounts payable

Item	Ending balance	Beginning balance
Less than 1 year	21,870,130,705.16	15,629,726,731.44
1-2 years	3,336,277,789.92	3,668,816,323.02
2-3 years	130,628,383.62	897,204,998.65
More than 3 years	85,003,704.26	229,682,111.87
Total	**25,422,040,582.96**	**20,425,430,164.98**

(2) Most of the large-value accounts payable aged over one year are project payments and quality deposits. Key projects are listed below:

Item	Ending balance	Reason for non-repayment or transfer
Gu'an Cambridgeshire 2, 3	375,179,886.17	Project payments not settled
Gu'an Guanzhuang Resettlement Project	322,818,703.19	Project payments not settled
Gu'an Xinli Village Resettlement Project	292,076,624.88	Project payments not settled
Yongding River Peacock Cambridgeshire Phase 1	186,623,616.97	Project payments not settled
Shenyang Peacock City Cambridge County Phase 1	177,505,447.48	Project payments not settled
Total	**1,354,204,278.69**	

23. Rental and sales deposits

(1) Listing of Rental and sales deposits

Item	Ending balance	Beginning balance
Less than 1 year	65,831,157,132.12	70,198,434,060.73
1-2 years	52,397,157,261.94	28,959,904,531.44
2-3 years	12,322,371,006.16	2,081,340,657.78
More than 3 years	1,925,635,899.72	1,308,716,198.21

Total	**132,476,321,299.94**	**102,548,395,448.16**

(2) Most of the large-value advance deposits aged over one year are the sales deposits of the payments for the houses not meeting the delivery conditions.

(3) Presale of real estate projects

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
1	Yongding River Peacock City Phase 5-7	164,944,545.22	148,652,503.14	99.22%	May 2013
2	Gu'an David City Phase 1-5	15,083,445.84	45,390,189.72	100.00%	Aug. 2012
3	Gu'an David City Phase 6 (Lanyuan Phase 2)	65,423,018.33	945,572.76	100.00%	May 2013
4	Gu'an Peacock British Palace Phase-1(1.1-1.3,1.5)	89,651,223.49	60,144,646.59	100.00%	Oct. 2012
5	Gu'an Peacock British Palace Phase-1(1.4,1.6)	44,918,460.34	25,912,709.34	100.00%	Jun. 2015
6	Gu'an Peacock British Palace Phase 2	4,900,897,987.43	5,865,920,428.78	100.00%	Nov. 2014
7	Chaobai River Peacock City Phase-1	72,773,960.00	126,333,515.00	99.01%	May 2011
8	Chaobai River Peacock City Phase 2-4	19,227,309.00	18,934,614.00	99.57%	Jun. 2012
9	Chaobai River Peacock City Phase-6	245,000.00	-	99.48%	Jul. 2014
10	Chaobai River Peacock City Phase 7	8,015,612.00	10,494,572.00	99.93%	Aug. 2014
11	Chaobai River Peacock City Phase 8	52,102,511.00	69,827,584.00	99.35%	Sept. 2015
12	Chaobai River David City Phase 1 (Liyuan)	12,865,020.00	13,023,365.00	100.00%	Aug. 2013
13	Chaobai River David City Phase 2(Yiyuan)	4,625,139.00	5,237,550.00	100.00%	May 2014
14	Chaobai River David City Phase 3(Shiyuan)	11,308,809.00	14,752,935.00	99.85%	Sept. 2014
15	Badaling Peacock City Phase-1	13,256,963.00	13,256,963.00	99.93%	Jun. 2012
16	Badaling Peacock City Phase 2	73,018,957.00	72,501,675.00	97.43%	Apr. 2014
17	Badaling Peacock City Phase 3	55,083,678.22	45,433,576.22	99.03%	Jul. 2015
18	Grand Canal Peacock City Phases 1-3	2,936,843.71	2,760,832.02	100.00%	Dec. 2009
19	Grand Canal Peacock City Phase 4	2,900,711.00	2,900,711.00	100.00%	Oct. 2013
20	Grand Canal Peacock City Phase 5	165,926,379.92	53,325,217.11	100.00%	Dec. 2014

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
21	Gu'an Peacock Sea Phase 1	17,599,536.79	478,535,567.50	96.87%	Nov. 2013
22	Jianqiao New City Phase 1	25,608,635.00	26,694,202.00	99.78%	May 2014
23	Chaobai River Peacock Garden Phase 2	29,758,858.00	38,520,827.00	100.00%	Jun. 2015
24	No.9 Garden Lanting	4,312,913.20	7,119,193.20	98.52%	Jun. 2012
25	Huaxia Platinum Palace	15,854,883.00	16,817,589.00	99.08%	Dec. 2012
26	Happiness City	143,552,430.26	76,736,025.63	99.93%	Dec. 2012
27	Gu'an West Peacock City Cambridgeshire Phase 1	121,336,162.00	123,445,944.22	99.90%	Jun. 2015
28	Niutuo Hot Spring Peacock City Phase-1	51,064,815.10	59,574,147.10	99.86%	Jul. 2015
29	Peacock Danfeng Garden	20,306,090.23	9,335,987.46	99.94%	Nov. 2014
30	Gu'an Happiness Plaza	18,065,179.00	17,551,909.82	100.00%	Dec. 2014
31	Wuqing Fenghe Peacock City Phase-1	98,978,671.00	3,595,000.00	100.00%	Sept. 2015
32	Park Peacock Sea Phase 1.3	76,432,870.30	92,744,092.59	95.41%	Sept. 2015
33	Peacock Villa	97,802,412.00	13,031,462.00	99.81%	Oct. 2015
34	Shenyang Peacock City Phase 1.1, Phase 1.2	18,042,980.62	14,653,694.00	98.22%	Jul. 2015
35	Zhenjiang Peacock City British Palace Phase 1	305,985,225.96	171,902,229.57	99.49%	Sept. 2015
36	Chaobai River Peacock City Phase 5	12,731,806.00	14,993,847.00	100.00%	Oct. 2015
37	Peacock Lake Yihu Garden	101,862,182.00	107,261,297.00	100.00%	Nov. 2015
38	Badaling Peacock City Phase 4	1,596,770.00	58,575,777.00	98.56%	Jun. 2016
39	British Palace Phase 2.1.1. 1.9	11,682,295.92	18,896,171.31	99.86%	Oct. 2015
40	Gu'an West Peacock City Cambridgeshire Phases 2&3	94,641,543.30	29,854,980.69	99.86%	Oct. 2015
41	Peacock City Kanjing Garden (Yongding River Peacock City Phase 8)	23,877,707.58	48,252,668.00	100.00%	Oct. 2014
42	Wuxi Peacock City	1,579,681,578.09	599,491,139.50	91.78%	Dec. 2015
43	Peacock City Cambridgeshire ·Xiangshuwan	5,431,420.00	6,755,360.00	100.00%	Oct. 2016

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
44	Peacock City Cambridgeshire · Tanxiangwan	1,866,070.00	2,069,790.00	100.00%	Oct. 2016
45	Peacock City Cambridgeshire· Zhenyuan	1,153,488.00	1,687,968.00	100.00%	Oct. 2016
46	Peacock City Cambridgeshire· Ruyuan	1,000,394.00	1,054,770.00	100.00%	Oct. 2016
47	Peacock City Cambridgeshire · Puyuan	5,153,393.00	5,655,542.00	100.00%	Oct. 2016
48	Peacock City Cambridgeshire · Yuyuan	2,059,271.00	2,316,370.00	100.00%	Oct. 2016
49	Jinghua Jiayuan-Langfang Peacock City Phase 2.1	21,578,680.00	751,050.00	100.00%	Oct. 2016
50	Chaobai River - Peacock City · Chaobai Garden Phase 2	9,840,595.00	9,604,226.00	100.00%	Jul. 2016
51	Chaobai River - Peacock City Phase 10	4,663,469.07	16,954,301.79	99.90%	Sept. 2016
52	Chaobai River - Peacock City 5. Phase 2· Peony Garden	4,901,198.00	6,339,582.00	99.92%	Aug. 2016
53	Chaobai River - Peacock City ·Cambridgeshire Phase 2	424,613,000.00	119,609,889.00	100.00%	Sept. 2016
54	Chaobai River Peacock City · Wenshajun Phase 1	20,000.00	-	100.00%	May 2016
55	Chaobai River - Peacock City Phase-7.3 (low-density)	9,921,670.00	-	100.00%	Jun. 2016
56	Chaobai River - Peacock City Phase-7.3 (high-rise)	6,108,577.00	4,842,268.00	99.00%	Jun. 2016
57	Grand Canal Peacock City Phase-6	1,826,978,393.37	17,575,806.95	100.00%	Nov. 2016
58	Grand Canal Peacock City British Palace Phase-1	151,249,149.00	88,861,327.00	100.00%	Jul. 2016
59	Grand Canal - Peacock City Phase-1 Mansion	45,254,755.00	28,948,302.75	100.00%	Nov. 2015
60	Langfang Peacock City Daxueli	1,744,053,329.56	211,079,546.44	99.85%	Sept. 2015
61	Wuqing Fenghe Peacock City Phase 2	280,174,403.01	13,059,456.97	100.00%	May 2016
62	Peacock City Park SeaPhase 1.4(Yuexiu Garden)	490,136,067.37	17,137,395.37	99.99%	Nov. 2016
63	Chaobai River ·Peacock City ·Bodun Garden Phase 2(British Palace Phase 10)	19,118,070.00	492,053.34	98.67%	Nov. 2016
64	Chaobai River ·Peacock City · Chaobai Garden Phase 3 (British Palace Phase 8.2)	2,274,389,932.00	2,278,024,932.00	100.00%	Dec. 2017
65	Yanjiao Peacock City (Xiadian Hot Spring Project)	1,294,312,611.00	961,493,431.00	99.91%	Nov. 2016

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
66	Peacock City Cambridgeshire Phase 6	2,194,677,841.26	137,332.88	100.00%	Dec. 2016
67	Badaling Peacock City Phase 6.1	304,628,498.00	-	98.43%	Oct. 2016
68	Bazhou Hot Spring Peacock City Phase-1	498,126,229.00	2,404,150.00	99.57%	Jul. 2016
69	British Palace Phase-2.1.2	2,029,810,706.33	525,557.00	99.92%	Oct. 2016
70	Peacock City Cambridgeshire·Meiliyuan	1,613,391,520.13	860,621,143.13	100.00%	Nov. 2017
71	Peacock City Cambridgeshire· Putiwan	11,036.00	-	100.00%	May 2017
72	Shenyang Peacock City Phase 2	25,315,045.20	19,264,121.00	99.36%	Jul. 2016
73	Shenyang Peacock City Phase 3	104,256,049.66	197,034,305.00	100.00%	Jul. 2016
74	New British Palace -1 Phase 2—Chaobai River Peacock City. Xuefu Lanwan	767,123,972.00	1,282,724.00	100.00%	Apr. 2017
75	New British Palace -1 Phase 2—Chaobai River Peacock City. Xuefu Lanwan Phase 2	845,484,889.00	327,525.05	100.00%	Apr. 2017
76	New British Palace - Phase 5—Chaobai River Peacock City. Xuefu Lanwan Phase 5	2,533,358,597.00	2,543,943,408.06	100.00%	Jun. 2018
77	Chaobai River Peacock City Phase 4	280,122,291.82	22,838,559.82	100.00%	Jun. 2016
78	Sujiatun Intelligent Manufacturing Equipment Industry Port	10,371,032.00	-	100.00%	Aug. 2015
79	Cambridgeshire - Peacock City Cambridgeshire Jingninyuan	296,311,565.00	296,741,258.00	100.00%	May 2018
80	Cambridgeshire - Peacock City Cambridgeshire Jingmingyuan	396,314,975.00	396,314,975.00	100.00%	May 2018
81	Cambridgeshire - Peacock City Cambridgeshire Jingyuanyuan	712,446,692.00	712,446,692.00	100.00%	May 2018
82	Cambridgeshire - Peacock City Cambridgeshire Jingyiyuan	527,460,058.00	527,460,058.00	100.00%	May 2018
83	Peacock City Cambridgeshire – Shuweili	335,834,120.00	339,717,110.00	99.78%	May 2017
84	Peacock City Cambridgeshire - Shuxiangyuan	174,287,003.00	179,594,497.00	99.03%	May 2017
85	Peacock City Cambridgeshire - Shuyunjia	190,378,843.00	370,124,580.00	74.84%	May 2017
86	Peacock City Cambridgeshire – Yinxingwan	564,300.00	667,650.00	100.00%	Jun. 2016
87	Niutuo Hot Spring Peacock City -7. Phase 2—Niutuo Hot Spring Peacock City Yuxi Quanjing	160,845,359.00	163,293,496.00	99.77%	Oct. 2017

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
88	Huyun Lanwan - Chaobai River East Peacock City Ordinary Commodity Housing	1,678,918,732.00	2,230,568,573.96	99.99%	May 2017
89	Chaobai Garden- Phase 4 - Chaobai River. Peacock City Chaobai Garden Phase 4 Cuijingyuan	853,076,838.00	263,444,323.80	100.00%	Apr. 2017
90	Chaobai Garden- Phase 4 - Chaobai River. Peacock City Chaobai Garden Phase 4 Haitongyuan	502,322,979.00	552,488.20	100.00%	Apr. 2017
91	Xuefu Lanwan Phase 3 (68mu)	861,637,168.00	2,465,042.86	100.00%	May 2017
92	Fengjing Garden	1,639,818,745.00	1,095,026,065.00	97.02%	Oct. 2017
93	Peacock City British Palace Phase 4	895,445,866.00	7,517,570.00	100.00%	Jul. 2017
94	Badaling Peacock City Phase 5	828,285,896.42	65,401,334.00	100.00%	Jul. 2016
95	Jiashan Peacock City Phase 1	762,337,735.00	591,309.00	100.00%	May 2017
96	Great Canal -British Palace Phase 5	1,817,390,341.09	2,055,325,585.92	100.00%	Aug. 2018
97	Grand Canal Peacock City 7. Phase 4	477,597,543.00	492,606,442.00	100.00%	May 2019
98	Great Canal – Phase 7- Grand Canal Peacock City Phase 7.1	3,436,369,816.00	3,622,600,768.00	100.00%	Dec. 2017
99	Great Canal – Phase 7 - Grand Canal Peacock City Phase 7.3	1,140,850,222.00	1,182,798,039.00	100.00%	Dec. 2018
100	Chaobai River Phase 16 - Chaobai River Siji Lanwan (Haiyue Garden)	792,266,697.00	1,142,588,852.00	92.05%	Jun. 2017
101	New British Palace -1 Phase 2—Chaobai River Peacock City. Xuefu Lanwan Phase 7	1,794,173,031.00	2,800,243,786.00	99.92%	Jun. 2017
102	Shengjing Lanwan – Shenjing Lanwan 2.2	1,009,904,387.00	1,182,579,703.00	100.00%	May 2017
103	Xuefu Lanwan Phase 6	709,913,148.00	167,634,917.00	100.00%	May 2018
104	Sunshine New City – Sunshine New City Price-capped Commodity Housing Project	477,377,141.00	1,564,679.00	100.00%	Oct. 2014
105	Shenyang Peacock City Phase 4	292,926,328.00	143,117,199.74	99.80%	Jun. 2017
106	Hunhe Peacock City -Shenyang Peacock City British Palace Phase 1	152,289,678.00	472,193,342.00	97.44%	Oct. 2017
107	Hunhe Peacock City -Shenyang Peacock City Phase 1.3.2	292,197,289.39	25,286,078.89	99.75%	Jun. 2017
108	Badaling Peacock City Phase-6.2	311,503,645.61	497,955.61	100.00%	Aug. 2017

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
109	Badaling British Palace Phase 2	1,840,438,870.38	857,958,700.00	99.63%	Nov. 2017
110	Badaling Aerospace No.5 Yard Phase 1	209,178,535.00	209,178,535.00	100.00%	Feb. 2018
111	Anrui Jiayuan	1,782,698,039.00	1,496,236,444.26	99.99%	Oct. 2017
112	Xiangtiyuan	722,021,258.16	786,925,812.49	100.00%	Oct. 2018
113	Peacock Villa Phase 2	714,146,193.00	978,424,050.00	99.60%	May 2018
114	Cambridgeshire - Peacock City Phase 8.2	2,697,865,415.00	4,747,908.00	100.00%	Nov. 2017
115	Niutuo Hot Spring Peacock City Phase 2	6,557,975.96	21,057,959.96	98.07%	Jun. 2016
116	Niutuo Hot Spring Peacock City Phase 4	38,794,981.52	42,459,969.52	99.75%	Apr. 2016
117	Niutuo Hot Spring Peacock City – Jinquan Garden	62,272,771.00	63,796,584.00	99.21%	Oct. 2017
118	Talent Garden	64,570,187.00	86,298,213.67	99.62%	Sept. 2015
119	Bazhou Hot Spring Peacock City Phase 3	574,999,199.00	174,880,274.00	98.74%	Apr. 2018
120	Yongqing Peacock City1	579,003,552.00	634,738,566.88	65.68%	Oct. 2017
121	Fengtai Commercial Complex	701,950,075.00	-	-	Aug. 2017
122	Jiashan New Xitang Peacock City Phase 2	660,287,785.00	-	96.06%	Dec. 2018
123	Jiashan New Xitang Peacock City Phase-6	618,310,472.00	633,375,472.00	100.00%	Dec. 2018
124	Jiashan New Xitang Peacock City Phase 3	766,025,394.00	772,392,410.00	100.00%	May 2018
125	Jiashan New Xitang Peacock City Phase 5	498,827,337.00	536,357,750.47	100.00%	Jul. 2018
126	Peacock New City	3,682,282,851.00	4,777,658,378.00	93.88%	Aug. 2019
127	Niutuo Hot Spring Peacock City Phase-6	1,782,255,611.00	1,854,028,780.00	92.00%	Sept. 2017
128	Peacock City Cambridgeshire Phase 10	402,784,638.94	1,087,976,195.12	93.18%	May 2019
129	Peacock City Cambridgeshire Phase 11	1,063,298,573.99	1,115,744,280.99	99.62%	Oct. 2018
130	Peacock City Cambridgeshire1 Phase 2	984,201,285.00	1,015,260,264.00	99.48%	Oct. 2018
131	Peacock City Cambridgeshire Phase 13	957,965,406.00	2,386,420,160.43	99.31%	Oct. 2018

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
132	Gu'an County Bureau of Finance - Gu'an Industrial Park Branch (Guanzhuang Settlement Housing Project)	654,174,200.00	654,174,200.00	100.00%	Dec. 2016
133	Grand Canal – Canal Garden	2,292,621,189.02	2,367,756,332.02	100.00%	Dec. 2018
134	Badaling Peacock City Phase 7.1	68,634,022.00	108,172,251.00	100.00%	Sept. 2017
135	Badaling Peacock City Phase 8	375,588,414.00	375,588,414.00	100.00%	Oct. 2018
136	Badaling High-rise - British Palace Phase 3	2,753,314,190.00	1,750,367,468.27	100.00%	Apr. 2019
137	Golf	1,022,123,856.00	2,493,881,927.00	99.26%	Aug. 2018
138	Peacock Villa Phase 3	47,468,292.00	70,491,651.00	100.00%	Jun. 2016
139	Xiangxiyuan	255,874,137.00	277,942,715.00	99.99%	Aug. 2016
140	Bazhou Hot Spring Peacock City Phase 2	1,699,985,354.00	2,922,537,892.00	99.39%	Sept. 2018
141	Bazhou Hot Spring Peacock City Phase 5	1,006,417,343.00	1,013,677,317.00	95.59%	Sept. 2018
142	Yongqing Peacock City 2.1	819,113,858.00	1,078,930,961.39	98.78%	Aug. 2018
143	Yongqing Peacock City 2.2	1,264,752,337.00	1,461,545,228.00	99.15%	Sept. 2018
144	Tanglin Yufu	1,151,266,688.99	4,851,342,152.99	98.31%	Nov. 2018
145	Chaobai River -Phase 18 - Chaobai River. Peacock City	189,031,961.00	396,115,861.00	97.65%	Jun. 2018
146	Langfang Peacock City Xuefu Lanwan	2,847,650,280.00	3,133,518,646.00	99.16%	Aug. 2018
147	Renqiu Petroleum New City	749,756,738.00	-	100.00%	Oct. 2018
148	Changyue 320mu	2,323,889,025.00	3,666,266,526.00	90.10%	Oct. 2018
149	Jiashan New Xitang Peacock City Phase 4	1,028,915,101.00	1,205,093,100.00	100.00%	Nov. 2018
150	Yihe Garden Settlement Housing Project	16,159,292.47	-	100.00%	Mar. 2017
151	New Xitang - New Xitang Peacock City Xiangxi	696,175,420.00	943,773,550.00	98.71%	Nov. 2018
152	New Xitang - New Xitang Peacock City Xufu Lanwan	22,703,068.00	1,597,330,767.00	97.97%	Nov. 2018
153	Bazhou Peacock City Phase 4	513,261,263.00	842,147,428.00	99.93%	Apr. 2018
154	Rose Garden Villa	35,050,430.00	35,050,430.00	76.53%	May 2017

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
155	Zhongshangfang Marketing Project	29,100,000.00	29,100,000.00	94.00%	Jul. 2015
156	Jingrui	493,948,290.00	864,367,367.00	99.90%	Nov. 2018
157	Yuefu	282,401,078.00	1,538,816,537.00	85.37%	May 2018
158	Chenhui Fudi	666,598,837.00	1,559,738,792.00	77.77%	Nov. 2019
159	Jinhai Yuecheng	666,564,323.00	2,349,701,021.00	85.82%	Nov. 2019
160	Cambridgeshire - Hongcheng	288,094,546.22	-	100.00%	Oct. 2015
161	Renqiu Peacock City Project	270,396,333.00	2,300,054,949.91	83.32%	Apr. 2019
162	Peacock Lake -Peacock Lake Phase 4	310,305,828.00	790,017,869.32	95.98%	Dec. 2019
163	Grand Canal Peacock City Phase 7.6.1	379,816,098.99	1,596,454,634.00	85.00%	Dec. 2019
164	Chaobai River -Phase 18 - Chaobai River - Peacock City	221,680,537.00	1,124,469,868.00	100.00%	Dec. 2019
165	Chaobai River Peacock City Central Park - Fengxiangyuan	363,841,839.00	823,610,408.00	94.89%	Dec. 2019
166	Shaofu Community Project	12,704,670.00	4,858,191.00	100.00%	Jun. 2017
167	Wuzhi peacock city 1.1 period.	-	410,504,128.00	76.19%	Dec-2019
168	Wuzhi peacock city 1.2 period.	-	106,369,184.58	31.38%	Jan-2020
169	Peacock villas - the peacock city of shenyang, the British palace 3. Phase 1	-	231,037,516.00	94.64%	Jun-2019
170	Peacock villas - British palace 2. Phase 1	-	19,918,469.00	22.99%	Aug-2019
171	Peacock villas - shenyang peacock villas 2. 2)	-	162,621,329.00	58.09%	Sep-2019
172	Peacock villas - shenyang peacock villas 3. 1. 2)	-	36,198,825.00	31.89%	Sep-2019
173	The first phase of jianglan.	-	18,736,158.00	32.50%	May-2019
174	New binhu peacock villas - peacock villas impression 1.	-	452,268,243.00	78.49%	Dec-2018
175	New binhu peacock villas - new binhu peacock city cloud lake big stage 1.	-	37,940,187.00	53.61%	Nov-2019

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
176	New binhu peacock villas - new binhu peacock villas impression three times.	-	78,920,636.00	18.77%	Nov-2019
177	A 225-acre project for peacock villas.	-	596,639,925.40	95.99%	Mar-2019
178	Come to the peacock city 2 phase 70 mu project.	-	343,965,811.88	94.31%	Nov-2018
179	Come to anjing hua 35 mu project.	-	58,417,577.00	77.94%	Jul-2019
180	Come to the peacock city 3 phase 63 mu project.	-	589,640,825.34	98.33%	Mar-2019
181	Come to the peacock city 5 phase 88 mu project.	-	256,400,336.00	82.70%	Jun-2019
182	Come to anshui kou 98 mu project.	-	113,404,104.00	82.95%	Oct-2019
183	The county peacock villas.	-	483,914,455.86	64.48%	Nov-2019
184	Lishui ma road north G35 block.	-	97,391,825.00	97.47%	Apr-2019
185	Lishui ma road south G36 block.	-	85,839,460.00	63.91%	May-2019
186	International apartment project	-	425,851,355.00	43.30%	Jul-2019
187	Business council project (83 mu)	-	718,252,549.00	90.74%	May-2019
188	Zhiyuan town project (604 mu)	-	6,094,312,345.00	99.72%	Aug-2019
189	A brick north project of bazhou (196 mu)	-	219,844,118.41	44.64%	Nov-2020
190	Wenan peacock villas phase 1 project.	-	136,339,679.61	100.00%	Aug-2020
191	Macro, project	-	82,842,928.11	15.77%	Sep-2020
192	Ka wah project	-	1,055,591,235.65	96.51%	Apr-2019
193	Gallery and workshop	-	270,272,171.00	25.62%	Aug-2018
194	Grand canal peacock city one city south project.	-	1,298,122,476.00	69.00%	Jun-2019
195	Peacock villas happy community (phase I)	-	133,663,742.87	30.00%	Jul-2020
196	Grand canal - canal - nine.	-	258,890,826.00	65.00%	May-2020
197	Cambridge county 7.2.1.	-	174,669,116.00	77.27%	Sep-2020
198	Cattle camel phase 7.3	-	492,265,377.54	24.71%	Nov-2019
199	Yuancheng plaza phase 1	-	237,744,545.00	20.02%	Aug-2020

S/N	Project name	Beginning balance	Ending balance	Pre-sale percentage	Estimated (for first batch) completion time
200	Wenchuangyuan 1 phase	-	480,833,019.44	57.59%	Sep-2020
201	Baiyangdian peacock villas 1 period.	-	413,232,317.00	39.09%	Sep-2018
202	Yongji new town project.	-	1,029,095,704.59	46.22%	May-2020
203	Gu 'an dongzhuang residential project.	-	1,022,530,178.78	39.42%	May-2019
204	The project of phase A and zone B of the talent home.	-	180,410,954.96	39.29%	May-2019
205	Jiashan peacock city 8.	-	753,871,424.00	97.45%	Nov-2018
206	New xitang peacock city - haoyue house (10)	-	393,029,433.00	76.45%	Dec-2019
207	New xitang peacock city - hanfeng yuefu (phase 11)	-	249,652,233.08	99.40%	Aug-2020
208	New xitang peacock villas - hanxiu yuefu (12)	-	579,641,264.00	98.87%	Oct-2019
209	New xitang peacock urban area 1 phase.	-	1,118,263,097.00	98.75%	Jul-2019
210	New xitang peacock city, luoxing 1 phase 70 mu.	-	168,265,126.00	94.87%	Apr-2020
211	New xitang peacock villas luoxing 2 phase 74 mu.	-	102,064,768.00	100.00%	Jun-2020
212	Nanxun peacock villas issue 1.	-	1,155,259,674.00	99.08%	Sep-2019
213	Chaobai river peacock city ya jing garden.	-	46,157,507.00	99.31%	Nov-2019
214	Ziwei garden, peacock villas, chaobai river.	-	77,756,626.00	95.88%	Nov-2019
215	The ninth period of the British palace in badaling.	-	2,239,288,967.00	93.00%	Oct-2017
216	Badaling British palace 7.	-	192,048,477.00	84.00%	Mar-2019
217	The fifth phase of the British palace in badaling.	-	1,199,314,924.10	92.00%	May-2020
218	Chaobai xinju housing project.	-	263,996,812.00	100.00%	Sep-2018
219	Cultural landscape project	-	75,380,912.75	83.00%	Dec-2021
220	Yijingyuan project	-	136,354,543.43	100.00%	May-2019
221	Other	17,310,605.42	19,212,784.05		
	Total	**99,245,108,754.20**	**127,444,252,848.92**		

24. Remunerations Payable to Employees

(1) Listing of remunerations payable to employees

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
I. Short-term remunerations	949,836,980.65	8,984,536,925.89	7,748,571,154.22	2,185,802,752.32
II. Post-employment benefit – defined contribution plan	-	527,190,266.35	527,152,239.50	38,026.85
III. Termination benefit	-	1,114,302.00	1,114,302.00	-
IV. Other benefits maturing within one year	-	945,431.63	945,431.63	-
Total	**949,836,980.65**	**9,513,786,925.87**	**8,277,783,127.35**	**2,185,840,779.17**

Note: the ending balance of remunerations payable to employees increases by 130.13% than the beginning balance, which is mainly due to the increase of the staff and year-end bonus.

(2) Listing of short-term remunerations

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
1. Salary, bonus, allowance and subsidy	949,836,980.65	8,262,561,343.92	7,026,595,572.25	2,185,802,752.32
2. Employee benefits		151,535,339.09	151,535,339.09	
3. Social insurance premiums		275,451,844.12	275,451,844.12	
Including: Medical insurance premium		241,972,957.11	241,972,957.11	
Industrial insurance premium		16,520,175.43	16,520,175.43	
Child birth insurance premium		16,958,711.58	16,958,711.58	
4. Housing provident fund		293,082,839.19	293,082,839.19	
5. Trade union expenses and employee education expenses		1,905,559.57	1,905,559.57	
6. Short-term paid absence				

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
7. Short-term profit sharing plan				
8. Others				
Total	**949,836,980.65**	**8,984,536,925.89**	**7,748,571,154.22**	**2,185,802,752.32**

(3) Listing of defined contribution plan

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
1. Basic endowment insurance		507,649,486.55	507,611,459.70	38,026.85
2. Unemployment insurance premium		19,540,779.80	19,540,779.80	
3. Enterprise annuity premium				
Total		**527,190,266.35**	**527,152,239.50**	**38,026.85**

25. Taxes Payables

Tax	Ending balance	Beginning balance
VAT	985,240,088.69	477,609,793.01
Corporate income tax	3,357,019,566.35	2,698,349,513.05
Personal income tax	131,888,719.52	280,414,686.72
Urban construction tax	27,174,533.89	23,426,349.57
Education surcharge	16,235,134.29	22,071,433.15
Land appreciation Tax	727,448,669.97	103,894,014.83
Land use tax	263,686.93	2,595,934.27
Housing property tax	4,626,184.82	4,900,353.67
Others	1,799,711.20	4,869,064.94
Total	**5,251,696,295.66**	**3,618,131,143.21**

Note: the ending balance of Taxes Payables increases by 45.15% than the beginning balance, which is mainly due to the increase of the corporate income tax, VAT and Land appreciation tax.

26. Interest Payables

Item	Ending balance	Beginning balance
Bank borrowing	25,486,330.75	37,341,123.18
Bonds payable	1,249,383,579.67	943,297,287.67
Short-term bank borrowing	1,358,385.28	
Total	**1,276,228,295.70**	**980,638,410.85**

Note: the ending balance of interest payable increases by 30.14% than the beginning balance, which is due to the increase of the interest allotted on the bonds payable not due yet at the agreed interest rate at the end of the period.

27. Other Payables

(1) Listing of other payables by nature

Item	Ending balance	Beginning balance
Security deposit	631,957,111.88	244,187,842.38
Margin	2,994,808,945.78	880,376,616.27
Collection and payment	3,391,273,885.52	3,025,443,045.79
Accrued expenses	1,096,729,305.13	809,390,227.83
Original shareholder loans not repaid, but used for debt-assumed acquisition	1,438,295,587.42	1,042,391,235.85
Other temporary collections	3,882,871,009.88	1,446,099,139.93
Equity acquisition funds	3,198,140,744.00	3,107,235,485.05
Total	**16,634,076,589.61**	**10,555,123,593.10**

Note: the ending balance of other payables increases by 57.59% than the beginning balance, which is due to the increase of deposit and other temporary collection.

(2) Most of the large-value other payables aged over one year are the land funds collected and paid for the enterprises settling in the park. The key projects are listed below:

Entity name	Ending balance	Reason for non-payment or non-transfer
Beijing Fengtai Science Park Incubator Co., Ltd.	982,200,000.00	Conditions for agreement implementation not met
Beijing Fengtai Science Park Construction Development Co., Ltd.	113,148,142.01	Conditions for agreement implementation not met
Beijing Aerospace Propulsion Institute	39,200,000.00	Conditions for agreement implementation not met
Beijing Huachuang Rongzhi Decoration Engineering Co., Ltd.	23,609,180.00	Conditions for agreement implementation not met
Aerospace Special Materials and Process Technology Institute	21,931,239.83	Conditions for agreement implementation not met
Total	**1,180,088,561.84**	

28. Non-current liabilities maturing within one year

(1) Classification details

Item	Ending balance	Beginning balance
Long-term borrowings maturing within one year	16,345,927,258.46	16,682,761,232.00
Long-term payables maturing within one year	655,666,666.68	538,186,170.60
Bonds payable within one year	2,403,293,972.16	
VAT output tax within one year	20,377,358.51	
Total	**19,425,265,255.81**	**17,220,947,402.60**

(2) Long-term borrowings maturing within one year

Item	Ending balance	Beginning balance
Mortgage borrowing	4,193,828,762.34	5,620,000,000.00
Guarantee borrowing	6,416,488,496.12	5,738,333,332.00
Pledge borrowing	5,735,610,000.00	5,324,427,900.00
Total	**16,345,927,258.46**	**16,682,761,232.00**

(3) Long-term payables maturing within one year

Item	Ending balance	Beginning balance
Zhengda International Leasing Co., Ltd. Beijing Branch		300,000,000.00
SPDB Financial Leasing Co., Ltd.	360,000,000.00	100,000,000.00
AVIC International Leasing Co., Ltd.		134,936,170.60
CINDA Financial Leasing Co., Ltd	166,666,666.68	
China National Foreign Trade Financial Leasing Co., Ltd.	125,000,000.00	
Bazhou City Urban Construction Development Co., Ltd.	4,000,000.00	3,250,000.00
Total	**655,666,666.68**	**538,186,170.60**

Note 1: mortgage borrowings are mainly secured with the, fixed assets and intangible assets held by the Company. Guarantee borrowings are mainly secured by the suretyship guarantee from parent company, Jiutong investment and Jingyu real estate. Pledge borrowings are mainly secured by pledging the portions of the equity interests of Jingyu real estate and Jiutong investment.

Note 2: For the details on collaterals, see Note "V.7. Inventories", "V.13. Fixed Assets" and "V.15. Intangible Assets"; for the details on guarantee borrowings, see Note "IX.5. Related-party Transactions.

(4) Output tax to be maturing within one year

Item	Ending balance	Beginning balance
Output tax to be transferred	20,377,358.51	
Total	**20,377,358.51**	

Note: the company, Bank of Langfang Kangzhuang Branch and China Railway Materials signed an entrust loans on 29th June 2016, and the amount of loan is RMB 4,000,000,000.00 with 24 months and 6% annual interest rate. As of 31 December 2017, Accrued Interest income is RMB360,000,000.00, and recognized VAT output tax RMB20,377,358.51, based on VAT rate 6%.

29. Other Current Liabilities

Item	Ending balance	Beginning balance
Short-term bonds payable	7,584,240,358.76	1,287,731,674.66
Accrued Land Appreciation Tax	2,482,583,560.17	512,493,403.75
Output tax to be transferred	12,586,022.40	4,106,390.33
Total	**10,079,409,941. 33**	**1,804,331,468.74**

Note: the ending balance of other current liabilities increases by 458.62% than the beginning balance, which is due to the increase of short-term bonds payable and accured land appreciation tax.

(1) Increase or decrease of short-term bonds:

Bond name	Par value	Issuance date	Bond term	Issuance amount
17 CFLD SCP001	1,000,000,000.00	2017-4-27	1 year	998,432,000.00
17 CFLD SCP002	1,000,000,000.00	2017-5-15	1 year	998,432,000.00
17 CFLD SCP003	1,500,000,000.00	2017-6-23	1 year	1,497,648,000.00
17 CFLD SCP004	1,500,000,000.00	2017-6-29	1 year	1,497,648,000.00
17 CFLD SCP005	1,000,000,000.00	2017-7-12	1 year	996,132,000.00
17 CFLD GUAN ABN001	90,000,000.00	2017-8-14	1 year	89,460,000.00
Jiutong Jiye Investment 2017 first short term bond	1,000,000,000.00	2017-1-18	1 year	996,000,000.00
17 CFLD A1- GUAN PPP	500,000,000.00	2017-12-19	1 year	497,750,000.00
16 CFLD 09-135724	1,000,000,000.00	2016-08-08	1 year	998,000,000.00
16 CFLD A1	290,000,000.00	2016-07-14	1 year	288,740,000.00
Total	**8,880,000,000.00**			**8,858,242,000.00**

Continued:

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment during current period	Ending balance
17 CFLD SCP001		998,432,000.00	32,749,589.04	1,408,038.40		999,840,038.40
17 CFLD SCP002		998,432,000.00	31,947,945.21	1,283,838.47		999,715,838.47
17 CFLD SCP003		1,497,648,000.00	39,168,082.19	1,639,679.07		1,499,287,679.07
17 CFLD SCP004		1,497,648,000.00	37,709,589.04	1,593,175.13		1,499,241,175.13
17 CFLD SCP005		996,132,000.00	22,619,178.08	2,497,078.46		998,629,078.46
17 CFLD A1- GUAN PPP		89,460,000.00	1,645,150.68	248,046.09		89,708,046.09
Jiutong Jiye Investment 2017 first short term bond		996,000,000.00	46,681,503.49	3,931,503.49		999,931,503.49
17 CFLD A1- GUAN PPP		497,750,000.00	1,136,999.65	136,999.65		497,886,999.65
16 CFLD 09-135724	998,469,917.81		22,994,520.55	1,530,082.19	1,000,000,000.00	
16 CFLD A1	289,261,756.85		4,800,826.85	738,243.15	299,717,320.00	
Total	**1,287,731,674.66**	**7,571,502,000.00**	**241,453,384.78**	**15,006,684.10**	**1,299,717,320.00**	**7,584,240,358.76**

30. Long-term Borrowings

(1) Classification of long-term borrowings

Type of borrowing	Ending balance	Beginning balance
Mortgage borrowing	13,244,128,762.34	13,063,000,000.00
Guarantee borrowing	22,766,286,478.12	14,321,711,317.00
Pledge borrowing	17,409,490,000.00	9,589,427,900.00
Less: long-term borrowings maturing within one year	16,345,927,258.46	16,682,761,232.00
Total	**37,073,977,982.00**	**20,291,377,985.00**

Note 1: mortgage borrowings are mainly secured with the inventories (including land use right and aboveground projects), fixed assets and intangible assets (land use right) held by the Company. Guarantee borrowings are mainly secured by the suretyship guarantees from parent company, Langfang Jingyu Real Estate Development Co., Ltd., Jiutong Jiye Investment Co., Ltd., etc. Pledge borrowings are mainly secured by pledging the portions of the equity interests held in a number of subsidiaries (e.g. Langfang Jingyu Real Estate Development Co., Ltd., Jiutong Jiye Investment Co., Ltd., etc.) as

well as the accounts receivable of Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd., Sanpu Weite Park Construction Development Co., Ltd. and so on.

Note 2: For the details on collaterals, see Note “V.7. Inventories”, “V.13. Fixed Assets”; for the details on guarantee borrowings, see Note “IX.5. Related-party Transactions.

Note 3: the ending balance of long-term borrowings increases by 82.71% than the beginning balance, which is due to the increase of mortgage borrowing, guarantee borrowing and pledge borroring.

Note 4:the annual loan rate range of long-term borrowings is 3.9%-9%.

31. Bonds Payables

(1) Bonds Payables

Item	Ending balance	Beginning balance
15 CFLD 125912	918,474,101.18	995,452,694.52
15 CFLD 02-125848	472,240,361.12	994,810,616.44
15 CFLD 03-125837	387,492,351.59	995,381,931.51
15 CFLD 04-125799	997,540,944.77	994,581,201.37
15 CFLD 05-122494	3,979,395,275.61	3,973,602,299.82
16 CFLD 136167	1,490,324,820.43	1,488,520,248.90
16 CFLD 02-136244	1,989,506,820.38	1,986,070,496.37
16 CFLD 01-135082	2,789,996,141.83	2,786,026,513.70
16 CFLD 04-135302	2,989,211,206.92	2,985,284,128.77
16 CFLD 05-135391	1,992,914,105.90	1,990,443,094.52
16 CFLD 06-135465	3,985,602,548.10	3,980,276,242.47
16 CFLD 07-135507	997,150,394.69	995,136,542.47
16 CFLD 08-135557	5,183,694,094.13	5,174,892,191.77
16 CFLD A2-131919	429,344,346.58	428,342,046.57
16 CFLD A3-131920	458,701,881.51	457,987,681.51

16 CFLD A4-131921	488,307,091.09	487,781,841.10
16 CFLD A5-131922	527,897,188.37	527,473,438.36
16 CFLD Sub-131923	99,689,750.00	99,600,700.00
17 CFLD JIYE MTN001-101780003	1,890,885,640.58	
17 CFLD GUAN ABN001 Senior	99,511,280.60	
17 CFLD GUAN ABN001 Sub	10,000,000.00	
17 JIUTONG 03- Non-public bond	596,508,351.22	
17 JIUTONG 01-Non-public bond	994,496,291.39	
17 CFLD A2-GUAN PPP	497,796,466.43	
17 CFLD A3-GUAN PPP	497,777,148.63	
17 CFLD A4-GUAN PPP	497,792,646.18	
17 CFLD A5-GUAN PPP	497,764,178.94	
17 GUAN JIUTONG A1-142796	57,934,579.63	
17 GUAN JIUTONG A2-142797	79,678,808.71	
17 GUAN JIUTONG A3-142798	101,484,021.07	
17 GUAN JIUTONG A4-142799	127,283,837.21	
17 GUAN JIUTONG A5-142800	142,153,613.84	
17 GUAN JIUTONG A6-142801	158,024,362.27	
17 GUAN JIUTONG Sub-142802	35,784,333.91	
17 CFLD A6- GUAN PPP	497,761,221.15	
0.5 billion USD Senior debt	3,231,877,102.72	
0.15billlion USD Senior debt	978,356,953.99	
17CFLD Sub debt- GUAN PPP	200,000,000	
Less: the portion maturing within one year	2,403,293,972.16	
Total	**38,967,060,290.51**	**31,341,663,910.17**

Note 1：15 CFLD 125912 the beginning balance was RMB 995,452,694.52, the bond was amortised RMB 3,021,406.66 and repaied RMB 80,000,000.00 in 2017. Since the date of due is on 29th July 2018, it disclosed as Non-current liabilities maturing within one year.

Note 2：15 CFLD 04-125799 the beginning balance was RMB 994,581,201.37, the bond was amortised RMB 2,959,743.40 in 2017. Since the date of due is on 28th Septmber 2018, it disclosed as Non-current liabilities maturing within one year.

Note 3：16 CFLD A2-131919 the beginning balance was RMB 428,342,046.58, the bond was amortised RMB 1,002,300.00 in 2017. Since the date of due is on 15th June 2018, the ending balance RMB429,344,346.68 disclosed as Non-current liabilities maturing within one year.

Note 4：17 GUAN Jiutong A1-142796 the beginning balance was null, the bond was amortised RMB 332,550.00 in 2017. Since the date of due is on 23rd April 2018, the ending balance RMB57,934,579.63 disclosed as Non-current liabilities maturing within one year.

(2) Increase or decrease of bonds payables

Bond name	Par value	Issue date	Term	Issuance amount
15 CFLD 02-125848	1,000,000,000.00	2015-9-2	4 years	993,500,000.00
15 CFLD 03-125837	1,000,000,000.00	2015-9-11	4 years	993,500,000.00
15 CFLD 05-122494	4,000,000,000.00	2015-10-22	7 years	3,970,000,000.00
16 CFLD 136167	1,500,000,000.00	2016-1-20	7 years	1,487,394,990.00
16 CFLD 02-136244	2,000,000,000.00	2016-3-3	5 years	1,984,379,995.00
16 CFLD 01-135082	2,800,000,000.00	2016-3-9	5 years	2,785,884,000.00
16 CFLD 04-135302	3,000,000,000.00	2016-3-24	5 years	2,984,874,000.00
16 CFLD 05-135391	2,000,000,000.00	2016-4-12	5 years	1,989,916,000.00
16 CFLD 06-135465	4,000,000,000.00	2016-5-10	5 years	3,979,832,000.00
16 CFLD 07-135507	1,000,000,000.00	2016-5-27	4 years	994,958,000.00
16 CFLD 08-135557	5,200,000,000.00	2016-6-20	4 years	5,173,776,000.00
16 CFLD A3-131920	460,000,000.00	2016-7-14	3 years	457,990,000.00
16 CFLD A4-131921	490,000,000.00	2016-7-14	4 years	487,860,000.00
16 CFLD A5-131922	530,000,000.00	2016-7-14	5 years	527,680,000.00
16 CFLD Sub-131923	100,000,000.00	2016-7-14	5 years	99,560,000.00

Bond name	Par value	Issue date	Term	Issuance amount
17 CFLD MTN001-101780003	1,900,000,000.00	2017-5-23	5 years	1,890,248,280.00
17 CFLD GUAN ABN001 Senior debt2	100,000,000.00	2017-8-14	2 years	99,400,000.00
17 CFLD GUANABN001 Sub	10,000,000.00	2017-8-14	2 years	10,000,000.00
17 JIUTONG 03- non public debt	600,000,000.00	2017-10-27	5 years	596,400,000.00
17 JIUTONG 01-non public debt	1,000,000,000.00	2017-8-17	4 years	994,000,000.00
17 CFLD A2- GUAN PPP	500,000,000.00	2017-12-19	2 years	497,750,000.00
17 CFLD A3- GUAN PPP	500,000,000.00	2017-12-19	3 years	497,750,000.00
17 CFLD A4- GUAN PPP	500,000,000.00	2017-12-19	4 years	497,750,000.00
17 CFLD A5- GUAN PPP	500,000,000.00	2017-12-19	5 years	497,750,000.00
17 CFLD A6- GUAN PPP	500,000,000.00	2017-12-19	6 years	497,750,000.00
17 GUAN JIUTONG A2-142797	80,000,000.00	2017-3-15	2 years	79,451,075.35
17 GUAN JIUTONG A3-142798	102,000,000.00	2017-3-15	3 years	101,300,121.07
17 GUAN JIUTONG A4-142799	128,000,000.00	2017-3-15	4 years	127,121,720.57
17 GUAN JIUTONG A5-142800	143,000,000.00	2017-3-15	5 years	142,018,797.20
17 GUAN JIUTONG A6-142801	159,000,000.00	2017-3-15	6 years	157,909,012.27
17 GUAN JIUTONG Sub-142802	36,000,000.00	2017-3-15	6 years	35,752,983.91
0.5 billion USD Senior debt	3,267,100,000.00	2017-12-21	3 yeas	3,225,695,573.23
0.15billlion USD Senior debt	980,130,000.00	2017-12-28	3 years	976,576,779.28
17CFLD Sub debt- GUAN PPP	200,000,000.00	2017-12-19	6 years	200,000,000.00
Total	**40,285,230,000.00**			**40,035,729,327.88**

Continued:

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment for current period	Ending balance
15 CFLD 02-125848	994,810,616.44		46,833,698.64	2,429,744.68	525,000,000.00	472,240,361.12
15 CFLD 03-125837	995,381,931.51		45,448,717.81	2,110,420.08	610,000,000.00	387,492,351.59
15 CFLD 05-122494	3,973,602,299.82		204,000,000.00	5,792,975.79		3,979,395,275.61
16 CFLD 136167	1,488,520,248.90		73,200,000.00	1,804,571.53		1,490,324,820.43
16 CFLD 02-136244	1,986,070,496.37		80,800,000.00	3,436,324.01		1,989,506,820.38
16 CFLD 01-135082	2,786,026,513.70		151,200,000.00	3,969,628.13		2,789,996,141.83
16 CFLD 04-135302	2,985,284,128.77		155,700,000.00	3,927,078.15		2,989,211,206.92
16 CFLD 05-135391	1,990,443,094.52		106,000,000.00	2,471,011.38		1,992,914,105.90
16 CFLD 06-135465	3,980,276,242.47		215,200,000.00	5,326,305.63		3,985,602,548.10
16 CFLD 07-135507	995,136,542.47		51,900,000.00	2,013,852.22		997,150,394.69
16 CFLD 08-135557	5,174,892,191.77		270,400,000.00	8,801,902.36		5,183,694,094.13
16 CFLD A3-131920	457,987,681.51		24,380,000.00	714,200.00	22,442,940.00	458,701,881.51
16 CFLD A4-131921	487,781,841.10		24,500,000.01	525,249.99	22,553,230.00	488,307,091.09
16 CFLD A5-131922	527,473,438.36		29,679,999.99	423,750.01	27,322,030.00	527,897,188.37
16 CFLD Sub-131923	99,600,700.00			89,050.00		99,689,750.00
17 CFLD MTN001-101780003		1,890,248,280.00	67,025,753.42	637,360.58		1,890,885,640.58
17 CFLD GUAN ABN001 Senior debt2		99,400,000.00	1,827,945.21	111,280.60		99,511,280.60
17 CFLD GUANABN001 Sub		10,000,000.00				10,000,000.00
17 JIUTONG 03- non public debt		596,400,000.00	7,148,351.22	108,351.22		596,508,351.22

Bond name	Beginning balance	Issuance for current period	Interest allotted at par value	Amortization of premium/discount	Repayment for current period	Ending balance
17 JIUTONG 01-non public debt		994,000,000.00	23,574,069.16	496,291.39		994,496,291.39
17 CFLD A2- GUAN PPP		497,750,000.00	1,079,799.76	46,466.43		497,796,466.43
17 CFLD A3- GUAN PPP		497,750,000.00	1,127,148.63	27,148.63		497,777,148.63
17 CFLD A4- GUAN PPP		497,750,000.00	1,142,646.18	42,646.18		497,792,646.18
17 CFLD A5- GUAN PPP		497,750,000.00	1,114,178.94	14,178.94		497,764,178.94
17 CFLD A6- GUAN PPP		497,750,000.00	1,111,221.15	11,221.15		497,761,221.15
17 GUAN JIUTONG A2-142797		79,451,075.35	3,166,666.64	227,733.36		79,678,808.71
17 GUAN JIUTONG A3-142798		101,300,121.07	4,199,000.00	183,900.00		101,484,021.07
17 GUAN JIUTONG A4-142799		127,121,720.57	5,269,333.36	162,116.64		127,283,837.21
17 GUAN JIUTONG A5-142800		142,018,797.20	5,886,833.36	134,816.64		142,153,613.84
17 GUAN JIUTONG A6-142801		157,909,012.27	6,545,500.00	115,350.00		158,024,362.27
17 GUAN JIUTONG Sub-142802		35,752,983.91	0.00	31,350.00		35,784,333.91
0.5 billion USD Senior debt		3,225,695,573.23	41,404,426.80	6,181,529.49		3,231,877,102.72
0.15billlion USD Senior debt		976,576,779.28	3,553,220.72	1,780,174.71		978,356,953.99
17CFLD Sub debt- GUAN PPP		200,000,000.00				200,000,000.00
Total	**28,923,287,967.71**	**11,124,624,342.88**	**1,654,418,511.00**	**54,147,979.92**	**1,207,318,200.00**	**38,967,060,290.51**

32. Long-term Payables

Item	Ending balance	Beginning balance
SPDB Financial Leasing Co., Ltd.	360,000,000.00	460,000,000.00
Bazhou City Urban Construction Development Co., Ltd.	4,000,000.00	10,500,000.00
CINDA Financial Leasing Co., Ltd	500,000,000.00	
China National Foreign Trade Financial Leasing Co., Ltd.	458,333,333.33	
Zhengda International Leasing Co., Ltd. Beijing Branch		300,000,000.00
AVIC International Leasing Co., Ltd.		240,463,092.38
Yihui Capital (China) Financial Leasing Co., Ltd. Beijing Branch	102,384.34	
Ping An Bank Head Office	163,341.55	
Less: the portion maturing within one year (Note V.28)	655,666,666.68	538,186,170.60
Total	**666,932,392.54**	**472,776,921.78**

Note: the ending balance of long term payables increases by 41.07% than the beginning balance, which is due to the increase of financial leasing.

33. Special Payables

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance	Reason for formation
Zhaigezhuang Relocation Construction Funds (Note 1)	10,572,804.62			10,572,804.62	Special funds
Prevention and Control Funds for Three Rivers and Three Lakes (Note 2)	10,000,000.00			10,000,000.00	Special funds
Water Pollution Control Project for Key River Basins (Note 3)	8,000,000.00			8,000,000.00	Special funds
Heat Supply, Gas Supply and Other Infrastructure Constructions for Northeast China, North China, Northwest a West China Infrastructure construction (Note 4)	5,000,000.00			5,000,000.00	Special funds
Peacock City Wastewater Treatment Plant (Note 5)	7,500,000.00		3,200,000.00	4,300,000.00	Special funds
Donghuayuan Wastewater Treatment Plant (Note 6)	4,000,000.00			4,000,000.00	Special funds
Total	**45,072,804.62**		**3,200,000.00**	**41,872,804.62**	

Note 1: according to the Zhaigezhuang Renovation Plan approved by Langfang City Government on October 30, 2009 and the consent of all the villagers of Zhaigezhuang, the relocation compensation paid by the government was paid to Langfang Jingyu Fortune Real Estate Development Co., Ltd. Langfang Jingyu Fortune Real Estate Development Co., Ltd. is responsible for the relocation construction of Zhaigezhuang. Currently,

Note 2: according to the LangCaiJian (2008) No.130 document jointly issued by Langfang City Bureau of Finance and Langfang City Environmental Protection Agency, Sanpu Weite Park Construction Development Co., Ltd. received the special fiscal funds of RMB10mn for the water pollution prevention and control of three rivers, three lakes and Songhuajiang Basin.

Note 3: according to the LangCaiJian (2009) No.42 document issued by Langfang City Bureau of Finance, Sanpu Weite Park Construction Development Co., Ltd. received the RMB8mn special T-bond investment funds for boosting domestic demand through the construction of the water pollution control project in key river basins.

Note 4: according to LangCaiJian (2011) No.84 document issued by the Langfang City Bureau of Finance, Sanpu Weite Park Construction Development Co., Ltd. received the special funds of RMB5mn for Heat Supply Station Phase 2 Project.

Note 5: in 2014, according to ZhangCaiZhiBiaoZi (2014) No.382 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB6mn payment from Peacock City Wastewater Treatment Plant.In 2015, Huailai Dingxing Investment Development Co., Ltd. received the RMB1.5mn payment from Peacock City Wastewater Treatment Plant. The wastwate treatment plant is in the construction process, in 2017, it aleady paid RMB 3,200,000.00 for special purpose payment.

Note 6: in 2015, according to the JiCaiJian (2013) No.276 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB1.2mn payment from Donghuayuan Wastewater Treatment Plant.

In 2015, according to the JiCaiJian (2013) No.331 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB0.3mn payment from Donghuayuan Wastewater Treatment Plant.

In 2016, according to the JiCaiJian (2013) No.331 document, Huailai Dingxing Investment Development Co., Ltd. received the RMB2.5mn payment from Donghuayuan Wastewater Treatment Plant.

34. Deferred Income

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance	Reason for formation
Government grants	5,894,067.44	6,255,787.00	435,400.00	11,714,454.44	Government grants
Golden Tax Phase III System	3,932.53		1,613.28	2,319.25	
Total	**5,897,999.97**	**6,255,787.00**	**437,013.28**	**11,716,773.69**	

Wherein, the projects involving government grants:

Liabilities	Beginning balance	New grant for current period	Amount included in non-operating revenue for current period	Other change	Ending balance	Related to assets/related to income
Gu'an Aerospace (Satellite Navigation) Industry Port Phase 1.1 (Note 1)	1,440,000.00		360,000.00		1,080,000.00	Related to Assets
Gu'an Taigu Biomedicine R&D Base Experiment Public	2,354,067.44	20,000.00	75,400.00		2,298,667.44	Related to Assets

Liabilities	Beginning balance	New grant for current period	Amount included in non-operating revenue for current period	Other change	Ending balance	Related to assets/related to income
Service Platform (Note 2)						
Provincial Makerspace (Note 3)	2,000,000.00				2,000,000.00	Related to Assets
Wen'an City Bureau of Finance Subsidy for Academician Workstation (Note 4)	100,000.00				100,000.00	Related to Assets
Air Pollution Control Fund (Note 5)		4,235,787.00			4,235,787.00	Related to Assets
Provincial Cultural Industry Development Fund (Note 6)		2,000,000.00			2,000,000.00	Related to Assets
Total	**5,894,067.44**	**6,255,787.00**	**435,400.00**		**11,714,454.44**	

Note 1: in December 2015, according to the LangCaiQi (2015) No.12 document issued by Langfang City Bureau of Finance and Langfang City Industrial and Informationization Bureau, CFLD (Gu'an) Industrial Port Co., Ltd. received RMB1.8mn transferred by Langfang City Bureau of Finance to be used for the Provincial-level Civil-Military Integration (CMI) Industry Demonstration Park Public Service Platform Construction Project in Hebei Gu'an Industry Park (Emerging Industry Demonstration Zone). The key CMI project in the park is Gu'an Aerospace (Satellite Navigation) Industry Port Phase 1.1. The non-operating revenue – deferred income of RMB360,000.00 was recognized the current period.

Note 2: in May 2015, according to the GuGongXin (2015) No.5 document issued by Gu'an County Industrial and Informationization Bureau, Gu'an Taigu Pharmaceutical Technology Co., Ltd. received the RMB600,000.00 special funds for biomedicine R&D base experiment public service platform project transferred by Gu'an County Industrial and Informationization Bureau. In the current period, the other income recognized was RMB75,400.00.

In March 2016, according to the LangCaiJian (2015) No.273 document, Gu'an Taigu Pharmaceutical Technology Co., Ltd. received the service industry development guidance fund of RMB1.8mn transferred by Langfang City Bureau of Finance to be used for the construction of Gu'an Taigu Biomedicine R&D Base.

In January 2017, according to the Langfang Science technology bureau (2016) No.88 document, received RMB20,000.00 for supporting Gu'an Taigu Pharmaceutical Technology construction.

Note 3: in June 2016, according to LangZheng (2015) No.66 document issued by Langfang City Science and Technology Bureau, CFLD (Gu'an) Industry Port Investment Co., Ltd. received RMB2mn transferred by Langfang City Science and Technology Bureau to be used for Gu'an Taigu International Technology Enterprise Incubator Construction Project.

Note 4: in December 2016, according to the MiKeRen (2016) No.10 document issued by Hebei Province Department of Science and Technology, Hebei Province CPC Committee Organization Department and Hebei Province Association of Science and Technology, Wenan Dingtai Park Construction Development Co., Ltd. received RMB100,000.00 transferred by Hebei Province Department of Science and Technology to establish academician workstation.

Note 5: in August 2017, Gu'an Jiutong Jiye utilities Co., Ltd received RMB4,235,787.00 for air pollution treatment, as per to Langfang government (2016) No.181 file.

Note 6: in June 2017, CFLD (Dachang) Culture and Film Industry Park Investment Co., Ltd received RMB2,000,000.00 for Dachang Film and TV Creative Industry Park Project, as per to Heibei province Finance (2016) No.182 file.

35. Other Non-Current Liabilities

Item	Ending balance	Beginning balance
Loss on long-term equity investments confirmed under the equity method		1,598,242.89
VAT output Tax		6,792,452.83
Total		**8,390,695.72**

Note 1: Loss on long-term equity investments decreased due to company consolidation.

Note 2: VAT output Tax disclosed as Non-current liabilities maturing within one year.

36. Share Capital

Share type	Beginning balance		Addition or reduction for current period					Ending balance	
	Number of shares	Percentage (%)	New shares issued	Bonus shares	Reserve	Others	Subtotal	Number of shares	Percentage (%)
I. Shares subject to sales limitation									
1. RMB ordinary shares	309,187,279.00	10.46				-309,187,279.00	-309,187,279.00		
II. Shares not subject to sales limitation									
1. RMB ordinary shares	2,645,759,430.00	89.54				309,187,279.00	309,187,279.00	2,954,946,709.00	100
III. Total number of shares	**2,954,946,709.00**	**100**						**2,954,946,709.00**	**100**

37. Other Equity Instruments

(1) Changes of issued and outstanding perpetual bonds at end of the period

Financial instrument outstanding	Time of issue	Accounting classification	Dividend ratio or interest rate	Amount	Maturity date or renewal	Conversion condition	Conversion situation
Renewal entrusted loan	Nov. 2016	Other equity instruments – perpetual bonds	6.10%	1,000,000,000.00	Renewable		
Renewal entrusted loan	Jan.2017	Other equity instruments – perpetual bonds	6.10%	4,000,000,000.00	Renewable		
Renewal entrusted loan	Jun. 2017	Other equity instruments – perpetual bonds	6.10%	3,000,000,000.00	Renewable		
Renewal entrusted loan	Jun. 2017	Other equity instruments – perpetual bonds	5.90%	1,000,000,000.00	Renewable		
Total				**9,000,000,000.00**			

Note 1: in January 2017. The company and Industrial wealth asset management Co Beijing branch signed contract regarding to renewable entrusted loan. Industrial Wealth set up a special asset management plan to extend an entrusted loan of RMB2bn to the Company through Industrial Bank, with an indefinite loan term.

Note 2: in January 2017. The company and CITIC Trust Co., Ltd signed contract regarding to Perpetual debt investment contract. CITIC Trust Co., Ltd set up an entrusted plan RMB2bn, with a term of 3 years, 6.1% annual rate and indefinite entrusted term.

Note 3: in June 2017. The company and Huaneng guicheng Trust Co., Ltd signed contract regarding to Perpetual debt investment contract. Huaneng guicheng Trust Co., Ltd set up an entrusted plan RMB3bn, with a term of 2.5 years, 6.0% annual rate and indefinite loan term.

Note 3: in June 2017. The company and Bohai International Trust Co., Ltd signed contract regarding to Perpetual debt investment contract. Bohai International Trust Co., Ltd set up an entrusted plan RMB1bn, with a term of 2 years, 5.9% annual rate and indefinite loan term.

(2) Changes of issued and outstanding perpetual bonds at end of the period

Outstanding financial instruments	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Renewable entrusted loan	1,000,000,000.00	8,000,000,000.00		9,000,000,000.00

38. Capital Reserve

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Capital premium	5,882,258,774.50		2,444,952,549.61	3,437,306,224.89
Total	**5,882,258,774.50**		**2,444,952,549.61**	**3,437,306,224.89**

Note: the decrease of capital reserve – capital premium is mainly due to the repurchase of minority interest of subsidiaries, decreasing the capital reserve by RMB 2,444,952,549.61.

39. Other comprehensive income

Item	Beginning balance	Amount for current period					Ending balance
		Amount before income tax in current year	Less: amount included in other comprehensive income in previous period and transferred into current profit or loss	Less: income tax expenses	Attributable to parent company after tax	Attributable to minority shareholders after tax	
I. Other comprehensive income that cannot be reclassified into profit or loss later							
II. Other comprehensive income that is reclassified in profit or loss	244,614,207.36	-245,720,166.22			-245,720,166.22		-1,105,958.86
Including: translation difference of foreign currency financial statements	244,614,207.36	-245,720,166.22			-245,720,166.22		-1,105,958.86
Total of other comprehensive incomes	**244,614,207.36**	**-245,720,166.22**			**-245,720,166.22**		**-1,105,958.86**

40. Surplus Reserve

Item	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Statutory surplus reserve	1,102,854,173.67	402,288,186.36		1,505,142,360.03
Total	**1,102,854,173.67**	**402,288,186.36**		**1,505,142,360.03**

41. Retained Earnings

Item	Current period	Previous period
Retained earnings end of previous year before adjustment	14,176,238,779.85	9,414,632,874.04
Adjustment to retained earnings at beginning of year (increase +, decrease -)		
Retained earnings at beginning of year after adjustment	14,176,238,779.85	9,414,632,874.04
Add: Net profit attributable to owners of parent company in the current period	8,780,805,977.79	6,491,579,082.35
Less: allocated statutory surplus reserve	402,288,186.36	129,896,398.12
Allocated discretionary surplus reserve		
Allocated general risk reserve		
Ordinary share dividends payable	1,950,264,827.94	1,595,671,222.86
Ordinary share dividends converted into share capital		
Others	405,761,111.12	4,405,555.56
Retained earnings at end of period	**20,198,730,632.22**	**14,176,238,779.85**

Note: the decrease of retained earnings– others is mainly due to paid the interest of Perpetual debt, decreasing the retained earnings by RMB 405,761,111.12.

42. Turnover and Cost of sales

Item	Amount for current period		Amount for previous period	
	Income	Cost	Income	Cost
Principal business	59,299,762,000.05	30,776,694,493.95	53,456,290,070.65	35,713,355,090.39
Other business	335,658,323.14	275,108,539.97	364,297,405.22	331,799,127.64
Total	**59,635,420,323.19**	**31,051,803,033.92**	**53,820,587,475.87**	**36,045,154,218.03**

(1) Principal business (by the industry)

Industry	Amount for current period		Amount for previous period	
	Operating income	Operating cost	Operating income	Operating cost
Industry development service	23,085,699,216.53	1,788,615,042.24	10,972,036,582.85	465,851,194.92
Infrastructure construction	162,021,700.02	141,849,770.33	746,836,270.86	644,414,405.96
Land consolidation	4,790,788,222.74	4,168,217,265.56	5,164,951,158.09	4,343,073,804.92
Comprehensive service	417,498,210.01	140,487,099.80	406,508,189.68	179,680,761.72
Property management service	462,084,487.78	396,232,945.26	283,908,769.25	243,867,989.34
Real estate development	28,930,916,812.36	22,488,090,819.37	35,374,689,684.50	29,169,850,114.81
Others	1,450,753,350.61	1,653,201,551.39	507,359,415.42	666,616,818.72
Total	**59,299,762,000.05**	**30,776,694,493.95**	**53,456,290,070.65**	**35,713,355,090.39**

43. Taxes and Surcharges

Item	Amount for current period	Amount for previous period
Business tax	1,095,622,213.43	1,959,803,759.79
City maintenance & construction tax	157,647,948.75	149,789,647.27
Education surcharge	145,227,887.33	134,724,911.62
Housing property tax	37,672,584.51	21,457,254.08
Land use tax	111,951,542.90	49,418,115.55
Vehicle and vessel use tax	43,473.80	7,611.20
Stamp duty	92,684,475.96	51,276,136.79
Land appreciation tax	3,301,709,543.70	767,088,556.62
Others	241,241,774.81	1,204,463.62
Total	**5,183,801,445.19**	**3,134,770,456.54**

Note: the Taxes and surcharges increased by 65.36%, compared with previous period. The main reason is that the increase of the Land appreciation tax.

44. Selling expenses

Item	Amount for current period	Amount for previous period
Employee remunerations	92,416,487.53	154,515,457.17
Office expenses	193,324,651.93	151,155,354.37
Marketing expenses	927,339,103.30	796,687,597.98

Item	Amount for current period	Amount for previous period
Sales agency fee	447,639,092.84	648,761,538.64
Customer service fee	97,771,160.12	94,525,085.91
Other expenses	204,438,803.95	29,574,814.60
Total	**1,962,929,299.67**	**1,875,219,848.67**

45. Administrative Expenses

Item	Amount for current period	Amount for previous period
Employee remunerations	4,824,504,234.40	1,778,488,548.13
Recruitment and training	409,763,233.53	113,692,375.86
Office expenses	1,065,436,748.17	667,142,413.62
Agency consulting fee	490,369,705.04	564,967,915.22
Depreciation & amortization	649,438,179.24	418,628,994.27
Taxes		55,210,120.13
Others	47,990,548.81	24,626,485.38
Total	**7,487,502,649.19**	**3,622,756,852.61**

Note: management expenses increased by 106.68%, compared with previous period. The main reason is that as the numbers of the Company expanded, various kinds of expenses (employee remuneration, office expenses, Agency consulting fee, Depreciation & amortization, etc.) have increased.

46. Financial Expenses

Item	Amount for current period	Amount for previous period
Interest expenses	1,210,630,352.91	770,105,132.98
Less: interest income	261,995,195.63	279,845,809.74
Exchange loss	4,911,181.69	34,513,182.61
Less: exchange gain	162,615.87	371,649.14
Handling charge	26,642,356.13	38,617,209.50
Total	**980,026,079.23**	**563,018,066.21**

Note: the financial expenses for current period increased by 74.07%, compared with previous period, which is mainly due to increase in bond interest expenses.

47. Asset Impairment Loss

Item	Amount for current period	Amount for previous period

Bad debt loss	368,248,818.46	176,363,119.50
Inventory	393,877,579.17	
Available for Sale	70,125,132.41	
Total	**832,251,530.04**	**176,363,119.50**

Note: the asset impairment loss for the current period increases by 371.90%, compared with previous year. The main reason is that inventory impairment has significant increased.

48. Investment Income

Item	Amount for current period	Amount for previous period
Income from long-term equity investments under equity method	-7,595,049.13	-59,317,981.68
Income from wealth management products	28,880,417.27	76,029,813.07
Profit or loss from outside entrusted loans	458,233,396.27	189,708,525.99
Profit or loss from entrusting others to make investments or manage assets	232,460,370.70	208,549,703.72
Gains of disposal investment	22,500,421.45	
Total	**734,479,556.56**	**414,970,061.10**

Note: the investment income for the current period increases by 77.00%, compared with previous period, which is mainly due to the fact that the income from outside entrusted loan has significant increased.

49. Gains from disposal of assets

Item	Amount for current period	Amount for previous period	Extraordinary profit or loss for current period
Total of gains from disposal of non-current assets	114,582.76	4,183,108.79	114,582.76
Including: gains from disposal of fix assets	114,582.76	4,183,108.79	114,582.76
Total	**114,582.76**	**4,183,108.79**	**114,582.76**

50. Other Income

Item	Amount for current period	Amount for previous period

Hebei asset securitization rewards	2,000,000.00
Langfang City International Science and Technology Cooperation Base Awards	1,000,000.00
Futian District, Shenzhen High-tech Enterprises supporting Awards	1,053,000.00
Shenzhen original cultural and creative enterprise loan interest subsidy	729,856.39
Gu'an Aerospace (Satellite Navigation) Industry Harbor Phase 1.1	360,000.00
Wuxi 2016 Modern Industry Development Support Fund	250,000.00
2016 Municipal Technology Business Incubator Awards	220,000.00
2016 Municipal Rural Tourism Construction Funds	120,903.50
Rural Tourism Construction Fund	100,000.00
2017 Jiashan County Business Incubation Base Subsidy	100,000.00
Gu'an Taigu Biomedical R&D Base Experimental Public Service Platform	75,400.00
2016 Hebei Province Supports City and County Development Guidance Funds	50,000.00
Veteran Funds	38,600.00
Total	**6,097,759.89**

51. Non-operating Income

Item	Amount for current period	Amount for previous period	Amount included in current non-recurring profit or loss
Government grants		27,744,985.08	
Land transfer		68,840,799.08	
Penalty and forfeiture income	5,094,887.74	23,439,232.97	5,094,887.74
Excess of the fair value of the equity interests of companies acquired over the total consideration	41,891,428.96	71,650,520.39	41,891,428.96
Others	24,159,039.82	2,137,314.57	24,159,039.82
Total	**71,145,356.52**	**193,812,852.09**	**71,145,356.52**

Note: the non-operating income for the current period decrease by 64.29%, compared with previous period, which is mainly due to the significant decrease in the Land transfer.

52. Non-operating Expenses

Item	Amount for current period	Amount for previous period	Amount included in current non-recurring profit or loss
Donations	115,266,140.27	17,312,267.78	115,266,140.27
Fines	28,461,200.70	10,654,120.16	28,461,200.70
Land transfer		8,620,031.81	
Others	6,135,924.89	4,166,725.13	6,135,924.89
Total	**149,863,265.86**	**40,753,144.88**	**149,863,265.86**

Note: the Non-operation expenses for the current period increases by 267.73%, compared with previous period, which is mainly due to the fact that the donations have significant increased.

53. Income Tax Expenses

(1) Table of income tax expenses

Item	Amount for current period	Amount for previous period
Income tax for current period	5,080,056,525.22	3,491,142,078.35
Deferred income tax	-1,087,547,239.91	-683,742,562.37
Total	**3,992,509,285.31**	**2,807,399,515.98**

(2) Adjustment process of accounting profit and income tax expenses

Item	Amount for current period
Total profit	12,799,080,275.82
Income tax expenses calculated at the statutory/applicable tax rate	3,199,770,068.95
Effect of different tax rates	-83,082,965.94
Reversal of the deferred income tax assets recognized in prior years	50,809,156.59
Tax effect of income not taxable for tax purposes	-19,264,034.91
Impact of non-deductible costs, expenses and losses	74,894,177.18
Recognition of deferred tax assets on tax losses previously not recognised	-8,187,236.48
Impact of deductible temporary difference or deductible loss of deferred income tax assets not recognized for the current period	654,017,423.60
Utilisation of deductible temporary differences which no deferred income tax asset was recognized in previous years	51,424,737.90
Other	72,127,958.42
Income tax expenses	**3,992,509,285.31**

54. Notes to Items of Cash Flow Statement

(1) Other cash received relating to operating activities

Item	Amount for current period	Amount for previous period
Receivables & payables	2,303,154,781.25	2,394,529,810.68
Security deposit	382,595,561.16	414,237,543.53
Interest income	254,677,170.18	279,845,809.74
Petty cash	396,805,330.11	60,742,309.19
Others	205,892,919.84	576,348,336.22
Total	**3,543,125,762.54**	**3,725,703,809.36**

(2) Other cash paid relating to operating activities

Item	Amount for current period	Amount for previous period
Cash expenses	2,142,955,378.90	2,191,133,581.58
Receivables & payables	1,441,871,458.63	1,036,545,173.57
Handling charge	26,642,356.13	38,617,209.50
Deposit	3,533,373,179.30	3,114,373,260.80
Other	423,018,586.96	113,423,317.41
Total	**7,567,860,959.92**	**6,494,092,542.86**

(3) Other cash received relating to investing activities

Item	Amount for current period	Amount for previous period
Asset management plan	500,000,000.00	1,751,000,000.00
Investment deposit	1,059,462,142.81	
Total	**1,559,462,142.81**	**1,751,000,000.00**

(4) Other cash paid relating to investing activities

Item	Amount for current period	Amount for previous period
Entrusted loan	1,511,150,000.00	5,164,161,000.00
Asset management plan	431,000,000.00	708,240,000.00
Disposal of subsidiaries	29,806,960.31	
Acqusitions deposit	15,000,000.00	939,001,453.09
Beijing Tahe General Aviation Technology Co., Ltd		300,000,000.00
Letter of guarantee margin of football club		16,000,000.00
China Super League Co., Ltd		80,000.00
Total	**1,986,956,960.31**	**7,127,482,453.09**

(5) Other cash received relating to financing activities

Item	Amount for current period	Amount for previous period
Financing deposit	520,695,008.33	1,066,101,120.28
Special purpose payment		11,100,000.00
Government Grants	6,255,787.00	3,900,000.00
Total	**526,950,795.33**	**1,081,101,120.28**

(6) Other cash paid relating to financing activities

Item	Amount for current period	Amount for previous period
Financial advisory fee	188,167,639.09	214,934,431.11
Financing deposit	466,577,222.23	876,230,665.06
Financial leasing	331,500,000.00	99,540,105.01
Minority share repurchase	15,437,276,441.50	8,646,303,261.23
Total	**16,423,521,302.82**	**9,837,008,462.41**

55. Supplemental Information on Cash Flow Statement

(1) Reconciliation of net profit to cash flows of operating activities

Item	Amount for current period	Amount for previous period
1. Reconciliation of net profit to cash flows of operating activities:		
Net profit	8,806,570,990.51	6,168,118,275.43
Add: asset impairment provision	832,251,530.04	176,363,119.50
Depreciation of fixed assets, depletion of oil and gas assets and depreciation of productive biological assets	379,589,790.19	271,973,390.07
Amortization of intangible assets	513,082,599.92	319,442,327.44
Amortization of long-term deferred expenses	587,916,913.62	199,824,195.85
Losses on disposal of fixed assets, intangible assets and other long-term assets (income represented by a "-" symbol)	-114,582.76	-4,183,108.79
Losses on retirement of fixed assets (income represented by a "-" symbol)		
Loss from changes in fair value (income represented by a "-" symbol)		
Financial expenses (income represented by a "-" symbol)	1,215,378,918.73	804,246,666.45
Losses from investments (income represented by a "-" symbol)	-734,479,556.56	-414,970,061.10

Item	Amount for current period	Amount for previous period
Decrease in deferred income tax assets (increase represented by a "-" symbol)	-1,087,266,552.78	-681,903,452.55
Increase in deferred income tax liabilities (decrease represented by a "-" symbol)	-280,687.13	-1,839,109.82
Decrease in inventories (increase represented by a "-" symbol)	-79,313,189,192.99	-45,056,388,165.57
Decrease in operating receivables (increase represented by a "-" symbol)	3,757,572,385.98	-1,198,232,108.19
Increase in operating payables (decrease represented by a "-" symbol)	50,556,860,492.69	48,680,710,772.20
Others	-1,741,622,076.95	-1,500,098,534.63
Net cash flows from operating activities	-16,227,729,027.49	7,763,064,206.29
2. Significant investing and financing activities not involving cash		
receipts and payments		
Change of debts to capital		
Convertible corporate bonds maturing within one year		
Fixed assets leased by financing		
3. Net increase or decrease in cash and cash equivalents		
Cash at the end of period	64,204,874,650.60	43,324,667,403.38
Less: cash at the beginning of period	43,324,667,403.38	35,195,996,985.32
Add: cash equivalents at the end of period		
Less: cash equivalents at the beginning of period		
Net increase in cash and cash equivalents	20,880,207,247.22	8,128,670,418.06

(2) Net cash payments for acquiring subsidiaries in the current year

Item	Amount
Cash or cash equivalents paid in the current period for the enterprise mergers in current year	14,853,650,864.90
Less: cash and cash equivalents held by the subsidiaries on acquisition dates	131,188,041.92
Net cash payments for acquiring subsidiaries	**14,722,462,822.98**

(3) Net cash received from disposal of subsidiaries in the current period

Item	Amount
Cash or cash equivalents received from disposal of subsidiaries in the current period	56,065,648.00
Including：Langfang City Guoli Real Estate Development Co., Ltd	55,571,900.00
Dachang Peacock Pavilion Real Estate Development Co., Ltd	493,748.00
Less: cash and cash equivalents held by the subsidiaries on disposal dates	55,337,960.37
Including：Langfang City Guoli Real Estate Development Co., Ltd	25,037,252.06
Dachang Peacock Pavilion Real Estate Development Co., Ltd	30,300,708.31
Net cash received for disposal subsidiaries	**727,687.63**
Including：Langfang City Guoli Real Estate Development Co., Ltd	30,534,647.94
Dachang Peacock Pavilion Real Estate Development Co., Ltd	-29,806,960.31

Note: The Net cash received for disposal of Dachang Peacock Pavillion Real Estate Development Co., Ltd is RMB-29,806,960.31, and reclassified in “Other cash paid relating to investing activities”.

(4) Composition of cash and cash equivalents

Item	Ending balance	Beginning balance
I. Cash	64,204,874,650.60	43,324,667,403.38
Including: Cash on hand	352,456.19	357,174.82
Bank deposits readily available for payments	62,540,113,527.14	41,091,856,316.39
Other monetary funds readily available for payments	1,664,408,667.27	2,232,453,912.17
II. Cash equivalents		
Including: bond investments due within three months		
III. Cash and cash equivalents at the end of the period	64,204,874,650.60	43,324,667,403.38
Including: cash and cash equivalents subject to use restrictions for parent company or subsidiaries within the Group		

56. Assets with ownership or use right restricted

Assets with ownership restricted	Ending book value	Reason for restriction
1. Bank deposits	3,888,742,776.87	Reserve fund for the salaries of rural migrant workers
2. Other monetary funds	11,267,460.79	Performance bond, RMB1,267,460.79; L/G margin, RMB10mn
3. Inventories	10,458,580,164.83	Mortgaged for long-term borrowings and non-current liabilities maturing within one year

Assets with ownership restricted	Ending book value	Reason for restriction
4. Fix assets	91,072,909.44	Mortgaged for long-term borrowings and non-current liabilities maturing within one year
4. Intangible assets	106,811,212.00	Mortgaged for long-term borrowings and non-current liabilities maturing within one year
Total	**14,556,474,523.93**	

57. Foreign-currency Monetary Items

(1) Foreign-currency monetary items

Item	Ending foreign currency balance	Conversion exchange rate	Ending RMB balance after conversion
Bank deposit			
Including: USD	1,143,595,782.80	6.5342	7,472,483,563.98
EUR	25,000.00	7.8023	195,057.50
HKD			
KRW	210,000,000.00	0.006109	1,282,890.00
SGD	4,059,387.42	4.8831	19,822,394.71
IDR	317,716,858,052.41	0.000482	153,139,525.58
INR	161,343,920.41	0.101966	16,451,594.19
MYR	4,504,331.58	1.6071	7,238,911.28
VND	131,795,717,892.91	0.000287	37,825,371.04
Accounts receivable			
Including: USD			
VND	4,164,164,634.15	0.000287	1,195,115.25
JPY			
Long-term borrowings			
Available for sale			
USD	1,000.00	6.5342	6,534.20
IDR	12,176,080,000.00	0.000482	5,868,871.56
Other receivables			
Including: USD	372,792.98	6.5342	2,435,903.92
SGD	569,086.25	4.8831	2,778,905.07
IDR	1,171,854,403,477.57	0.000482	564,833,822.48
INR	4,709,228.85	0.101966	480,181.23

Item	Ending foreign currency	Conversion exchange	Ending RMB balance after
VND	2,319,426,886.06	0.000287	665,675.52
Other current assets			
SGD	101,473.77	4.8831	495,506.57
IDR	300,327,775,892.12	0.000482	144,757,987.98
INR	10,248,824.31	0.101966	1,045,031.62
VND	88,424,196,271.78	0.000287	25,377,744.33
Accounts payable			
IDR	38,810,286,410.79	0.000482	18,706,558.05
MYR	101,211.50	1.6071	162,657.00
VND	31,476,429,233.45	0.000287	9,033,735.19
Other payables			
Including: USD	2,204,734.44	6.5342	14,406,175.80
SGD	205,121.21	4.8831	1,001,627.40
IDR	237,998,589,638.38	0.000482	114,715,320.21
INR	12,527,186.37	0.101966	1,277,347.09
VND	138,754,370,434.37	0.000287	39,822,504.31

(2) Description of overseas operating entities

Overseas operating entity	Overseas principal place of business	Recording currency	Basis for recording currency selection
Global Industrial Investment Co., Ltd.	Hong Kong, China	USD	Main settlement currency
CFLD (US) Incubator Services, Inc.	USA	USD	Main settlement currency
CFLD (US) Inc.	USA	USD	Main settlement currency
CFLD (Hong Kong) Sports Industry Development Limited	Hong Kong, China	USD	Main settlement currency
CFLD International Holding Limited	Hong Kong	USD	Main settlement currency
CFLD (SINGAPORE) INVESTMENT PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT I PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT II PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT III PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT IV PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT VI PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT VII PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT VIII PTE. LTD.	Singapore	USD	Main settlement currency

Overseas operating entity	Overseas principal place of business	Recording currency	Basis for recording currency selection
CF CITY INVESTMENT IX PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT X PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XI PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XII PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XIII PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XIV PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XV PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XVI PTE. LTD.	Singapore	USD	Main settlement currency
CFLD INVESTMENT XVII PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 18 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 19 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 20 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 21 PTE. LTD.	Singapore	USD	Main settlement currency
CF CITY INVESTMENT 22 PTE. LTD.	Singapore	USD	Main settlement currency
PT. CFLD Indonesia Investment	Indonesia	IDR	Main settlement currency
PT. CFLD Indonesia Real Estate Development	Indonesia	IDR	Main settlement currency
PT. CFCITY TANGERANG INVESTMENT	Indonesia	IDR	Main settlement currency
PT. CFCITY KARAWANG INVESTMENT	Indonesia	IDR	Main settlement currency
PT. CFCITY KARAWANG REAL ESTATE DEVELOPMENT	Indonesia	IDR	Main settlement currency
CFLD INDIA INVESTMENT PRIVATE LIMITED	India	INR	Main settlement currency
CFLD VIETNAM REAL ESTATE DEVELOPMENT COMPANY LIMITED	Vietnam	VND	Main settlement currency
CF City Myanmar New Industry City Limited	Burma	BUK	Main settlement currency
CF CITY NEW INDUSTRY TOWNSHIP MALAYSIA SDN.BHD.	Malaysia	RM	Main settlement currency
CFLD (UK) INVESTMENT LIMITED.	UK	GBP	Main settlement currency

58. Governmental Subsidies

(1) Governmental Subsidies recognized in Balance Sheet

Item	Amount for current period	Financial Statements Item	Have subsidies received?
Gu'an Taigu Biomedical R&D Base Experimental Public Service Platform	20,000.00	Deferred income	Yes
Air Pollution Control Fund	4,235,787.00	Deferred income	Yes

Provincial Cultural Industry Development Fund	2,000,000.00	Deferred income	Yes
Hebei asset securitization rewards	2,000,000.00	Other income	Yes
Langfang City International Science and Technology Cooperation Base Awards	1,000,000.00	Other income	Yes
Futian District, Shenzhen High-tech Enterprises supporting Awards	1,053,000.00	Other income	Yes
Shenzhen original cultural and creative enterprise loan interest subsidy	729,856.39	Other income	Yes
Wuxi 2016 Modern Industry Development Support Fund	250,000.00	Other income	Yes
2016 Municipal Technology Business Incubator Awards	220,000.00	Other income	Yes
2016 Municipal Rural Tourism Construction Funds	120,903.50	Other income	Yes
Rural Tourism Construction Fund	100,000.00	Other income	Yes
2017 Jiashan County Business Incubation Base Subsidy	100,000.00	Other income	Yes
2016 Hebei Province Supports City and County Development Guidance Funds	50,000.00	Other income	Yes
Veteran Funds	38,600.00	Other income	Yes
Total	**11,918,146.89**		

(2) Governmental Subsidies recognized in Profit and Loss

Item	Relation to Asset or Income	Other income
Gu'an Aerospace (Satellite Navigation) Industry Harbor Phase 1.1	Asset	360,000.00
Gu'an Taigu Biomedical R&D Base Experimental Public Service Platform	Asset	75,400.00
Hebei asset securitization rewards	Income	2,000,000.00
Langfang City International Science and Technology Cooperation Base Awards	Income	1,000,000.00
Futian District, Shenzhen High-tech Enterprises supporting Awards	Income	1,053,000.00
Shenzhen original cultural and creative enterprise loan interest subsidy	Income	729,856.39
Wuxi 2016 Modern Industry Development Support Fund	Income	250,000.00

2016 Municipal Technology Business Incubator Awards	Income	220,000.00
2016 Municipal Rural Tourism Construction Funds	Income	120,903.50
Rural Tourism Construction Fund	Income	100,000.00
2017 Jiashan County Business Incubation Base Subsidy	Income	100,000.00
2016 Hebei Province Supports City and County Development Guidance Funds	Income	50,000.00
Veteran Funds	Income	38,600.00
Total		**6,097,759.89**

VI. Changes in Consolidation Scope

1. Merger of enterprises not under common control

(1) Merger of enterprises not under common control in the current year

Name of acquiree	Time of equity acquisition	Cost of equity acquisition	Acquired shareholding percentage (%)	Method of equity acquisition	Date of acquisition	Determining basis for acquisition date	Revenue of acquiree from acquisition date to the end of reporting period	Net profit of acquiree from acquisition date to the end of reporting period
Hebei Aofu Real Estate Development Co., Ltd.	2017/3/31	1,160,541,980.80	100	Acquisition	2017/3/20	Control already transferred		-6,040,072.54
Langfang Dongxin Biotechnology Co., Ltd	2017/2/28	180,664,298.51	100	Acquisition	2017/2/17	Control already transferred		-5,408,417.44
Langfang City Dejielinka Commerce & Trade Co., Ltd	2017/1/31	100,618,461.16	100	Acquisition	2017/1/30	Control already transferred		-4,422,704.21
Langfang City Anci District Zhongxiang Craft Product Co., Ltd	2017/1/31	121,222,583.85	100	Acquisition	2017/1/20	Control already transferred		-1,317,036.46
Sanhe City Luhui Commerce & Trade Co., Ltd	2017/3/31	184,630,000.00	100	Acquisition	2017/3/1	Control already transferred		-274,714.52
Hebei Fujiang Real Estate Development Co., Ltd.	2017/1/31	788,390,000.00	100	Acquisition	2017/1/6	Control already transferred		-224,077.92
Gu'an Donghan Real Estate Development Co., Ltd	2017/6/30	767,520,000.00	51	Acquisition	2017/5/31	Control already transferred		-6,086,502.60
Bazhou City Taihe Real Estate Development Co., Ltd	2017/3/31	462,397,000.00	100	Acquisition	2017/3/31	Control already transferred	68,648,000.00	18,564,270.32
Zhuozhou City Qili Real Estate Development Co., Ltd	2017/3/31	674,388,758.00	100	Acquisition	2017/2/28	Control already transferred		-16,438,402.03
Laian County Xinghuiguangtong Real Estate Development Co., Ltd	2017/4/30	19,650,000.00	100	Acquisition	2017/4/10	Control already transferred		-1,250,020.50
Nanjing Fengsheng Real Estate Development Co., Ltd	2017/6/30	142,706,144.23	100	Acquisition	2017/6/30	Control already transferred		-5,477,701.99
Langfang Heruicheng Commerce & Trade Co., Ltd	2017/6/30		100	Acquisition	2017/5/31	Control already transferred		-33,194.41
Huabao Qingfeng Investment Co., Ltd	2017/6/30	100,000,000.00	100	Acquisition	2017/4/1	Control already transferred	1,906,677.64	85,404.59
Langfang Zhongyehuantai E-co City Construction Co., Ltd	2017/6/30	1,372,603,372.40	100	Acquisition	2017/6/1	Control already transferred		433.57

Name of acquiree	Time of equity acquisition	Cost of equity acquisition	Acquired shareholding percentage (%)	Method of equity acquisition	Date of acquisition	Determining basis for acquisition date	Revenue of acquiree from acquisition date to the end of reporting period	Net profit of acquiree from acquisition date to the end of reporting period
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)	2017/5/30	300,000,000.00	80	Acquisition	2017/5/30	Control already transferred	126,721,999.22	-1,663,745.01
Shanghai Huihe building design Co., Ltd	2017-5-30		100	Acquisition	2017-5-30	Control already transferred		17,301,819.96
Renqiu City Zhongsen Real Estate Development Co., Ltd	2017-1-31		51	Acquisition	2017-1-10	Control already transferred		-934,868.92
Langfang Airport Investment Development Co., Ltd.	2017/6/15		20	Acquisition	2017/6/15	Control already transferred		-1,018,123.34
Langfang Jinhui Sheng Trade Co., Ltd	2017-7-13	121,886,860.15	80	Acquisition	2017-7-13	Control already transferred		-3,082,012.42
Langfang Ruichi Communication Technology Co., Ltd	2017-7-31	90,000,000.00	100	Acquisition	2017-7-31	Control already transferred		-639,852.38
Xianghe Dingheng Real Estate Development Co., Ltd	2017-8-31	578,727,583.27	60	Acquisition	2017-8-31	Control already transferred		-219,036.26
Bazhou Qianzi Wanhui Real Estate Development Co., Ltd	2017-11-30	1,141,507,184.00	100	Acquisition	2017-11-30	Control already transferred		6,367.29
Langfang Yufeng Real Estate Development Co., Ltd	2017-4-30	1,300,466,060.00	67	Acquisition	2017-4-30	Control already transferred		-40,065.63
Langfang Xinyuehe Real Estate Development Co., Ltd	2017-6-30	48,778,265.40	67	Acquisition	2017-6-30	Control already transferred		-376.93
Xianghe Jingwei Real Estate Development Co., Ltd	2017-12-15	674,105,040.00	60	Acquisition	2017-12-15	Control already transferred		43,251.23
Langfang Jingang Investment Co., Ltd	2017-7-31	661,756,209.00	100	Acquisition	2017-7-31	Control already transferred		-11,214.18
Hebei Yueji Transport Machinery Manufacturing Co., Ltd	2017-8-14	309,162,258.20	100	Acquisition	2017-8-14	Control already transferred		-473,102.25
VINA DAI PHUOC CORPORATION	2017-3-31	571,516,206.55	92	Acquisition	2017-2-21	Control already transferred	16,580,248.91	-21,671,535.44
VINACAPITAL PACIFIC LIMITED	2017-3-31	28,022.46	100	Acquisition	2017-2-21	Control already transferred		-21,301.64
ALLRIGHT ASSETS LIMITED	2017-3-31	3,002.25	100	Acquisition	2017-2-21	Control already transferred		-36,578.58
Total		**11,873,269,290.23**					**213,856,925.77**	**-40,783,110.65**

(2) Merger costs and goodwill

Item	Hebei Aofu Real Estate Development Co., Ltd	Langfang Dongxin Biotechnology Co., Ltd	Langfang City Dejielinka Commerce & Trade Co., Ltd	Langfang City Anci District Zhongxiang Craft Product Co., Ltd	Sanhe City Luhui Commerce & Trade Co., Ltd	Hebei Fujiang Real Estate Development Co., Ltd
Merger costs						
- Cash	1,160,541,980.80	180,664,298.51	100,618,461.16	121,222,583.85	184,630,000.00	788,390,000.00
Total merger costs	1,160,541,980.80	180,664,298.51	100,618,461.16	121,222,583.85	184,630,000.00	788,390,000.00
Less: acquired share of the fair value of identifiable net assets	1,160,541,980.80	180,664,298.51	108,655,177.84	121,222,583.85	184,630,000.00	788,390,000.00
Portion of acquired share of the fair value of identifiable net assets higher than goodwill/merger costs			-8,036,716.68			-

CONTINUED

Item	Gu'an Donghan Real Estate Development Co., Ltd	Bazhou City Taihe Real Estate Development Co., Ltd	Zhuozhou City Qili Real Estate Development Co., Ltd	Laian County Xinghuiguangtong Real Estate Development Co., Ltd	Nanjing Fengsheng Real Estate Development Co., Ltd	Langfang Heruicheng Commerce & Trade Co., Ltd
Merger costs						
- Cash	767,520,000.00	462,397,000.00	674,388,758.00	19,650,000.00	142,706,144.23	
Total merger costs	767,520,000.00	462,397,000.00	674,388,758.00	19,650,000.00	142,706,144.23	
Less: acquired share of the fair value of identifiable net assets	767,520,000.00	462,397,000.00	674,388,758.00	19,650,000.00	142,706,144.23	
Portion of acquired share of the fair value of identifiable net assets higher than goodwill/merger costs						

CONTINUED

Item	Huabao Qingfeng Investment Co., Ltd	Langfang Zhongyehuantai E-co City Construction Co., Ltd	Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)	Renqiu City Zhongsen Real Estate Development Co., Ltd
Merger costs				
- Cash	100,000,000.00	1,372,603,372.40	300,000,000.00	
Total merger costs	100,000,000.00	1,372,603,372.40	300,000,000.00	
Less: acquired share of the fair value of identifiable net assets	100,000,000.00	1,372,603,372.40	83,490,612.80	
Portion of acquired share of the fair value of identifiable net assets higher than goodwill/merger costs			216,509,387.20	

CONTINUED

Item	Langfang Jinhui Sheng Trade Co., Ltd	Langfang Ruichi Communication Technology Co., Ltd	Xianghe Dingheng Real Estate Development Co., Ltd	Bazhou Qianzi Wanhui Real Estate Development Co., Ltd
Merger costs				
- Cash	121,886,860.15	90,000,000.00	578,727,583.27	1,141,507,184.00
Total merger costs	121,886,860.15	90,000,000.00	578,727,583.27	1,141,507,184.00
Less: acquired share of the fair value of identifiable net assets	132,455,798.58	105,186,941.05	578,727,583.27	1,141,507,184.00
Portion of acquired share of the fair value of identifiable net assets higher than goodwill/merger costs	-10,568,938.43	-15,186,941.05		

CONTINUED

Item	Langfang Yufeng Real Estate Development Co., Ltd	Langfang Xinyuehe Real Estate Development Co., Ltd	Xianghe Jingwei Real Estate Development Co., Ltd	Langfang Jingang Investment Co., Ltd
Merger costs				
- Cash	1,300,466,060.00	48,778,265.40	674,105,040.00	661,756,209.00
Total merger costs	1,300,466,060.00	48,778,265.40	674,105,040.00	661,756,209.00
Less: acquired share of the fair value of identifiable net assets	1,300,466,060.00	48,778,265.40	674,105,040.00	669,070,300.00
Portion of acquired share of the fair value of identifiable net assets higher than goodwill/merger costs				-7,314,091.00

CONTINUED

Item	Hebei Yueji Transport Machinery Manufacturing Co., Ltd	VINA DAI PHUOC CORPORATION	VINACAPITAL PACIFIC LIMITED	ALLRIGHT ASSETS LIMITED
Merger costs				
- Cash	309,162,258.20	571,516,206.55	28,022.46	3,002.25
Total merger costs	309,162,258.20	571,516,206.55	28,022.46	3,002.25
Less: acquired share of the fair value of identifiable net assets	309,947,000.00	571,516,206.55	28,022.46	3,002.25
Portion of acquired share of the fair value of identifiable net assets higher than goodwill/merger costs	-784,741.80			

Main reason for the formation of large-value goodwill

In 2017, China Fortune Land Development Co., Ltd. acquired Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen) at a price of RMB300,000,000.00 for 80% stock share. On the date of acquisition, the fair value of the net assets of Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen) is RMB104,363,266.00. The transaction consideration is higher than the fair value of the net assets on the date of acquisition. The difference is RMB216,509,387.20, which is recognized as goodwill. Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen) is only one Architectural design institute in China with An Urban Planning qualification and A Land Planning qualification. Its business covers more than 30 provinces and annual revenue is more than RMB100mn. It builds great reputation and influence and establishes several branches, such as Beijing, Shanghai, Nanjing, Chongqing, Qingdao etc. Those areas are highly matched CFLD's, enabling it to create synergy with CFLD. Therefore, the company decided to purchase it by over its fair value of the net assets.

(3) Identifiable assets and liabilities of acquirees on acquisition dates

In 2017, the Company had 30 subsidiaries not under common control in total. The identifiable assets and liabilities of the acquirees on acquisition dates are listed below:

Item	Summary	
	Fair value on acquisition date	Book value on acquisition date
Assets:	18,802,768,004.74	7,271,912,347.32
Bank deposit	131,188,041.92	131,188,041.92
Notes receivables	290,000.00	290,000.00
Accounts receivables	786,487,047.77	786,487,047.77
Prepayments	191,928,294.33	191,928,294.33
Other receivables	7,634,949.37	7,634,949.37
Inventories	34,532,032.49	34,532,032.49
Other current assets	16,100,019,400.65	5,766,293,141.44
Fixed assets	141,720,129.48	94,856,838.23
Intangible assets	1,407,716,841.53	257,450,734.57
Long-term deferred expenses	125,363.99	125,363.99
Deferred income tax assets	1,052,451.84	1,052,451.84
Other non-current assets	73,451.37	73,451.37
Liabilities:	4,816,933,590.13	4,816,933,590.13
Borrowings	285,403,160.85	285,403,160.85
Note payable	109,234,881.60	109,234,881.60
Accounts payable	500,000.00	500,000.00
Rental and sales deposits	76,874,149.72	76,874,149.72
Compensation payable to employees	6,781,632.07	6,781,632.07
Interests payables	56,489.58	56,489.58
Taxes payables	1,590,848.74	1,590,848.74
Other payables	4,303,320,863.28	4,303,320,863.28
Other current liabilities	4,781,425.46	4,781,425.46
Long-term Other payable	28,390,138.83	28,390,138.83
Net assets	13,985,834,414.61	2,454,978,757.19
Less: minority interest	2,290,282,106.33	
Acquired net assets	11,695,552,308.28	2,454,978,757.19

Determining method of the fair values of identifiable assets and liabilities

For the merged party Hebei Aofu Real Estate Development Co., Ltd, On the basis of the Zhiyuanpingbaozi (2016) No.378 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB1,160,541,980.80. The net assets of the 100% equity held by the Company in Hebei Aofu Real Estate Development Co., Ltd is RMB1,160,541,980.80.

For the merged party Langfang Dongxin Biotechnology Co., Ltd, on the basis of the Langyeqinpingbaozi (2017) No.003 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB180,664,298.51. The net assets of the 100% equity held by the Company in Langfang Dongxin Biotechnology Co., Ltd is RMB180,664,298.51.

For the merged party Langfang City Dejielinka Commerce & Trade Co., Ltd, on the basis of the Zhonghezhengyuanbaozi (2016) No.1420 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB108,655,177.84. The net assets of the 100% equity held by the Company in Langfang City Dejielinka Commerce & Trade Co., Ltd is RMB108,655,177.84

For the merged party Langfang City Anci District Zhongxiang Craft Product Co., Ltd, on Langyeqinpingbaozi (2017) No.004 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB121,222,583.85. The net assets of the 100% equity held by the Company in Langfang City Anci District Zhongxiang Craft Product Co., Ltd is RMB121,222,583.85.

For the merged party Sanhe City Luhui Commerce & Trade Co., Ltd, on the basis of the Zhiyuanpingbaozi (2017) No.055 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB184,630,000.00. The net assets of the 100% equity held by the Company in Sanhe City Luhui Commerce & Trade Co., Ltd is RMB184,630,000.00.

For the merged party Hebei Fujiang Real Estate Development Co., Ltd., on the basis of the Zhiyuanpingbaozi (2017) No.299 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB788,390,000.00. The net assets of the 100% equity held by the Company in Hebei Fujiang Real Estate Development Co., Ltd is RMB788,390,000.00.

For the merged party Gu'an Donghan Real Estate Development Co., Ltd, on the basis of the Jicairuipingbaozi (2017) No.019 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB1,504,941176.47. The net assets of the 51% equity held by the Company in Gu'an Donghan Real Estate Development Co., Ltd is RMB767,520,000.00.

For the merged party Bazhou City Taihe Real Estate Development Co., Ltd, on the basis of the Jicairuipingbaozi (2016) No.411 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB462,397,000.00. The net assets of the 100% equity held by the Company in Bazhou City Taihe Real Estate Development Co., Ltd is RMB462,397,000.00.

For the merged party Zhuozhou City Qili Real Estate Development Co., Ltd, on the basis of the Jicairuipingbaozi (2016) No.410 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB674,388,758.00. The net assets of the 100% equity held by the Company in Zhuozhou City Qili Real Estate Development Co., Ltd is RMB674,388,758.00.

For the merged party Laian County Xinghuiguangtong Real Estate Development Co., Ltd, on the basis of the Suguohengpingbaozi (2017) No.0291 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB19,650,000.00. The net assets of the 100% equity held by the Company in Laian County Xinghuiguangtong Real Estate Development Co., Ltd is RMB19,650,000.00.

For the merged party Nanjing Fengsheng Real Estate Development Co., Ltd, on the basis of the Suguohengpingbaozi (2017) No.0272 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB142,706,144.23. The net assets of the 100% equity held by the Company in Nanjing Fengsheng Real Estate Development Co., Ltd is RMB142,706,144.23.

For the merged party Langfang Heruicheng Commerce & Trade Co., Ltd, on the basis of the Jicairuipingbaozi (2017) No.31 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB0. The net assets of the 100% equity held by the Company in Langfang Heruicheng Commerce & Trade Co., Ltd is RMB0.

For the merged party Huabao Qingfeng Investment Co., Ltd, on the basis of the Jicairuipingbaozi (2017) No.31 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB100,000,000.00. The net assets of the 100% equity held by the Company in Huabao Qingfeng Investment Co., Ltd is RMB100,000,000.00.

For the merged party Langfang Zhongyehuantai E-co City Construction Co., Ltd, on the basis of the Zhonghengzhengyuanbaozi (2017) No.1197 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB1,372,603,372.40. The net assets of the 100% equity held by the Company in Langfang Zhongyehuantai E-co City Construction Co., Ltd is RMB1,372,603,372.40.

For the merged party Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen), on the basis of the Jicairuipingbaozi (2017) No.061 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB104,363,266.00. The net assets of the 80% equity held by the Company in Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen) is RMB83,490,612.80.

For the merged party Renqiu City Zhongsen Real Estate Development Co., Ltd, on the basis of the net book assets of the target company at the time of acquisition, both parties determine through negotiations that the fair value of its net assets is RMB0. The net assets of the 51% equity held by the Company in Renqiu City Zhongsen Real Estate Development Co., Ltd is RMB0.

The company has been incorporated in langfang airport investment and development co., LTD.

For the merged party Langfang Jinhui Sheng Trade Co., Ltd, on the basis of the Zhonghengzhengyuanbaozi (2017) No.1267 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB165,569,748.22. The net assets of the 80% equity held by the Company in Langfang Jinhui Sheng Trade Co., Ltd is RMB132,455,798.58.

For the merged party Langfang Ruichi Communication Technology Co., Ltd, on the basis of the Zhonghengzhengyuanbaozi (2017) No.1167 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB105,186,941.05. The net assets of the 100% equity held by the Company in Langfang Ruichi Communication Technology Co., Ltd is RMB105,186,941.05.

For the merged party Xianghe Dingheng Real Estate Development Co., Ltd, on the basis of the Jicairuipingbaozi (2017) No.112 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB964,545,972.12. The net assets of the 60% equity held by the Company in Xianghe Dingheng Real Estate Development Co., Ltd is RMB578,727,583.27.

For the merged party Bazhou Qianzi Wanhui Real Estate Development Co., Ltd, on the basis of the Jicairuipingbaozi (2017) No.112-3 Appraisal Report, both parties determine through negotiations

that the fair value of its net assets is RMB1,141,507,184.00. The net assets of the 100% equity held by the Company in Bazhou Qianzi Wanhui Real Estate Development Co., Ltd is RMB1,141,507,184.00.

For the merged party Langfang Yufeng Real Estate Development Co., Ltd, on the basis of the Jicairuipingbaozi (2017) No.12 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB1,940,994,119.40. The net assets of the 67% equity held by the Company in Langfang Yufeng Real Estate Development Co., Ltd is RMB1,300,466,060.00.

For the merged party Langfang Xinyuehe Real Estate Development Co., Ltd, on the basis of the Jicairuipingbaozi (2017) No.056 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB72,803,381.19. The net assets of the 67% equity held by the Company in Langfang Xinyuehe Real Estate Development Co., Ltd is RMB48,778,265.40.

For the merged party Xianghe Jingwei Real Estate Development Co., Ltd, on the basis of the Langzhengpingzi (2018) No.001 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB1,123,508,400.00. The net assets of the 60% equity held by the Company in Xianghe Jingwei Real Estate Development Co., Ltd is RMB674,105,040.00.

For the merged party Langfang Jingang Investment Co., Ltd, on the basis of the Jicairuipingbaozi (2017) No.057 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB669,070,300.00. The net assets of the 100% equity held by the Company in Langfang Jingang Investment Co., Ltd is RMB669,070,300.00.

For the merged party Hebei Yueji Transport Machinery Manufacturing Co., Ltd, on the basis of the Langzhengpingzi (2017) No.94 Appraisal Report, both parties determine through negotiations that the fair value of its net assets is RMB309,947,000.00. The net assets of the 100% equity held by the Company in Hebei Yueji Transport Machinery Manufacturing Co., Ltd is RMB309,947,000.00.

For the merged party VINA DAI PHUOC CORPORATION, on the basis of the Appraisal Report-Final Purchase Price Allocation Report on a 72% interest in Vina Dai Phuoc Corp, both parties determine through negotiations that the fair value of its net assets is RMB621,213,267.99. The net assets of the 92% equity held by the Company in VINA DAI PHUOC CORPORATION is RMB571,516,206.55.

For the merged party VINA VINACAPITAL PACIFIC LIMITED, on the basis of the Appraisal Report-Final Purchase Price Allocation Report on a 72% interest in Vina Dai Phuoc Corp, both parties determine through negotiations that the fair value of its net assets is RMB28,022.46. The net assets of the 100% equity held by the Company in VINA VINACAPITAL PACIFIC LIMITED is RMB28,022.46.

For the merged party ALLRIGHT ASSETS LIMITED, on the basis of the Appraisal Report-Final Purchase Price Allocation Report on a 72% interest in Vina Dai Phuoc Corp, both parties determine through negotiations that the fair value of its net assets is RMB3,002.25. The net assets of the 72% equity held by the Company in ALLRIGHT ASSETS LIMITED is RMB3,002.25.

2. Disposal of subsidiaries

Name of subsidiary	Disposal Price	Disposal Equity（%）	Method of disposal	Date of losing control	Evidence of losing control	Difference between disposal price and subsidiary's equity in consolidated financial statements
Langfang City Guoli Real Estate Development Co., Ltd	10,000,000.00	50	Transfer	Oct 31, 2017	Transfer out	-75,809,858.42
Dachang Peacock Pavilion Real Estate Development Co., Ltd	493,748.00	50.9996	Transfer	Nov 7, 2017	Transfer out	-1,300,279.02

3. Changes in the consolidation scope for other reasons

(1) Subsidiaries newly incorporated into the consolidation scope

As of Dec 31, 2017, 103 newly established subsidiaries were incorporated into the consolidation scope, specifically as follows:

Company name	Reason for new incorporation into consolidation scope	Investment percentage (%)
Huailai Peacock Real Estate Development Co., Ltd.	New establishment	60
Nanjing JIngyu Fortune Real Estate Development Co., Ltd.	New establishment	100
Maanshan Peacock Real Estate Development Co., Ltd.	New establishment	100
Wuhan Peacock Real Estate Development Co., Ltd.	New establishment	100
Nanjing Peacock Real Estate Development Co., Ltd.	New establishment	100
Jiangmen Peacock Real Estate Development Co., Ltd	New establishment	100
Handan Peacock Real Estate Development Co., Ltd.	New establishment	100
Xingtai Peacock Real Estate Development Co., Ltd.	New establishment	100
Shucheng Fortune Jiye Development Management Co., Ltd.	New establishment	100
Langfang City Anshengfeng Management Co., Ltd.	New establishment	100
Huizhou CFLD industry town Investment Operation Co., Ltd.	New establishment	100
CFLD Xingcheng(Jiaxing) Equity Investment Fund Co., Ltd.	New establishment	100
CFLD Asset Management Co., Ltd.	New establishment	100
Gu'an Fortune Jiye City Services Co., Ltd.	New establishment	100
Jiaxing Dingxing Industry Park Construction Development Co., Ltd.	New establishment	100
Maanshan Dingxing Park Construction Development Co., Ltd.	New establishment	100
Nanjing Dingshi Park Construction Development Co., Ltd.	New establishment	90

Company name	Reason for new incorporation into consolidation scope	Investment percentage (%)
Zhengzhou Dingsheng Park Construction Development Co., Ltd.	New establishment	100
Huzhou Dinghong Park Construction Development Co., Ltd.	New establishment	100
Dingxing County Dingtai Park Construction Development Co., Ltd.	New establishment	100
Pujiang County Dingxing Park Construction Development Co., Ltd.	New establishment	54.55
CFLD Industry New City(Huizhou) Investment Operation Co., Ltd.	New establishment	100
CFLD(Qingyuan) Industry New City Development Co., Ltd.	New establishment	100
CFLD(Huhan) Industry New City Development Co., Ltd.	New establishment	100
CF CITY INVESTMENT 23 PTE. LTD.	New establishment	100
NEW INDUSTRY CITY INVESTMENT 26 PTE. LTD.	New establishment	100
CFLD INVESTMENT 27 PTE. LTD.	New establishment	100
CFLD INVESTMENT 28 PTE. LTD.	New establishment	100
CFLD INVESTMENT 29 PTE. LTD.	New establishment	100
CFLD INVESTMENT 30 PTE. LTD.	New establishment	100
CFLD INVESTMENT 31 PTE. LTD.	New establishment	100
CFLD INVESTMENT 32 PTE. LTD.	New establishment	100
CFLD INVESTMENT 33 PTE. LTD.	New establishment	100
CFLD INVESTMENT 34 PTE. LTD.	New establishment	100
CFLD INVESTMENT 35 PTE. LTD.	New establishment	100
VNIC 2 PTE. LTD.	New establishment	100
VNIC Investment Pte.Ltd	New establishment	100
CF City Egypt New Integrated City S.A.E	New establishment	100
CF City Japan New Industry City KK	New establishment	100
CF CITY PHILIPPINES NEW INDUSTRY CITY CORPORATION	New establishment	100
CFLD Lize(Beijing) Properties Co., Ltd	New establishment	100
Langfang CFLD Innovation Industry Services Co., Ltd	New establishment	100
Dongguan Huahao Industry Investment Co., Ltd	New establishment	51
Langfang Jingyushenghe Real Estate Development Co., Ltd	New establishment	70
Langfang Jingyuxiangfa Real Estate Development Co., Ltd	New establishment	65
Gu 'an peacock house real estate development co. LTD.	New establishment	100
Changli peacock villas real estate development co. LTD.	New establishment	100
Hexian peacock lake real estate development co. LTD.	New establishment	100

Company name	Reason for new incorporation into consolidation scope	Investment percentage (%)
Langfang peacock zhou real estate development co. LTD.	New establishment	100
Langfang peacock villas real estate development co. LTD.	New establishment	100
Qinhuangdao peacock villas real estate development co. LTD.	New establishment	100
Bazhou yujingxuan real estate development co. LTD.	New establishment	100
Zhuozhou yutai real estate development co. LTD.	New establishment	100
Yan 'an peacock lake real estate development co. LTD.	New establishment	100
Yan 'an peacock county real estate development co. LTD.	New establishment	100
To yutai real estate development co. LTD.	New establishment	100
Xinzheng city peacock villas real estate development co. LTD.	New establishment	100
Jiahe peacock villas real estate development co. LTD.	New establishment	100
Jiaxing peacock sea real estate development co. LTD.	New establishment	100
Meishan peacock villas real estate development co. LTD.	New establishment	100
Pu jiang county peacock villas real estate development co. LTD.	New establishment	100
Deqing peacock sea real estate development co. LTD.	New establishment	100
Changge peacock villas real estate development co. LTD.	New establishment	100
Gu 'an peacock pavilion real estate development co. LTD.	New establishment	100
Zhuolu peacock villas real estate development co. LTD.	New establishment	100
Jiashan happy foundation asset management co. LTD.	New establishment	100
Nanjing airport exhibition investment management co. LTD.	New establishment	100
Gu 'an aerospace zhenbang technology co. LTD.	New establishment	100
Foshan huaxia happiness industry town development co. LTD.	New establishment	100
Feidong huaxia happiness industry town investment co. LTD.	New establishment	100
Big fish creative limited.	New establishment	100
Huaxia happiness industry new town (gu 'an) no.1 investment fund (limited partnership)	New establishment	100
Wuhan dingzhida industrial park development co. LTD.	New establishment	100
Huaxia happiness industry new city investment co. LTD.	New establishment	100
Huaxia happy industrial new city (kaifeng) co. LTD.	New establishment	55.56
Huaxia happy industry new city (zhaoqing) co. LTD.	New establishment	100
Huaxia happy industry new town (nanjing) construction development co. LTD.	New establishment	100
Huaxia happiness (zhongshan) industrial new city investment co. LTD.	New establishment	100
Huaxia happiness industry new town (including mountain) investment co. LTD.	New establishment	100

Company name	Reason for new incorporation into consolidation scope	Investment percentage (%)
Huaxia happiness industry new town (tonglu) construction and development co. LTD.	New establishment	100
Huaxia happy industry new city (group wind) co. LTD.	New establishment	100
Huaxia happiness (jiashan) industrial city development co. LTD.	New establishment	100
Huaxia happy industry new town (changfeng) development co. LTD.	New establishment	100
Huaxia happy industry new town (qi river) investment co. LTD.	New establishment	100
Huaxia happiness (shijiazhuang chang 'an district) industrial new town construction development co. LTD.	New establishment	100
Huaxia happiness industry new city (zhuzhou) co. LTD.	New establishment	100
Huaxia happy industry new town (chaohu) co. LTD.	New establishment	100
Huaxia happy industry new town (jijia) co. LTD.	New establishment	100
Huaxia happy industry new city nanjing gaochun construction development co. LTD.	New establishment	100
Huaxia happiness industry new town (liuan) co. LTD.	New establishment	100
Huaxia happiness industry new city (xiangtan) co. LTD.	New establishment	100
Huaxia happiness (chengde county) industrial new town construction development co. LTD.	New establishment	100
Huaxia happiness (laiyuan) poverty alleviation and development co. LTD.	New establishment	100
Dongguan huazhou industrial investment co. LTD.	New establishment	51
Langfang jingyu chuangyi technology co. LTD.	New establishment	70
CFLD INVESTMENT 37 PTE. LTD.	New establishment	100
CFLD INVESTMENT 38 PTE. LTD.	New establishment	100
New Industry Park 39 PTE. LTD.	New establishment	100
New Industry Park 40 PTE. LTD.	New establishment	100
Nhon Trac New Industry City Company Limited	New establishment	80
CFLD Korea New Industry City Co.,Ltd	New establishment	100
CFLD（Cayman) Investment Ltd.	New establishment	100
CFLD New Industry City（B) Sdn.Bhd	New establishment	100

VII. Interests in Other Entities

1. Interests in subsidiaries

(1) Composition of enterprise group

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Method of acquisition	Incorporated into consolidation scope or not
					Direct	Indirect		
1	Langfang Jingyu Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation	100		Establishment by investment	Yes
2	Langfang Jingyu Fortune Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
3	Gu'an Jingyu Fortune Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
4	Gu'an CFLD Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
5	Xianghe Jingyu Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
6	Dachang Jingyu Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
7	Dachang Jingyu Fortune Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
8	Dachang CFLD Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
9	Huailai Jingyu Real Estate Development Co., Ltd.	Huailai County, Hebei Province	Huailai County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
10	Yongding River Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development, selling and operation		100	Establishment by investment	Yes
11	Jingyu Nanhai Property Co., Ltd.	Wendeng City, Shandong Province	Wendeng City, Shandong Province	Real estate development, selling and operation		100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
12	Langfang City CFLD Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation	100	Establishment by investment	Yes
13	Huailai Jingyu Fortune Real Estate Development Co., Ltd.	Huailai County, Hebei Province	Huailai County, Hebei Province	Real estate development, selling and operation	100	Establishment by investment	Yes
14	Qinhuangdao Jingyu Real Estate Development Co., Ltd.	Qinhuangdao, Hebei Province	Qinhuangdao, Hebei Province	Real estate development, selling and operation	100	Establishment by investment	Yes
15	Shenyang Jingyu Fortune Real Estate Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation	100	Establishment by investment	Yes
16	Tianjin CFLD Real Estate Investment Co., Ltd.	Wuqing District, Tianjin	Wuqing District, Tianjin	Real estate development, selling and operation	100	Establishment by investment	Yes
17	Shenyang CFLD Real Estate Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation	100	Establishment by investment	Yes
18	Shenyang Peacock City Real Estate Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation	100	Establishment by investment	Yes
19	Zhenjiang CFLD Real Estate Development Co., Ltd.	Zhenjiang City, Jiangsu Province	Zhenjiang City, Jiangsu Province	Real estate development, selling and operation	100	Establishment by investment	Yes
20	Xianghe CFLD Property Service Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Property	100	Establishment by investment	Yes
21	Gu'an County Huayu Hot Spring Resort Hotel Service Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Hospitality service	100	Establishment by investment	Yes
22	Gu'an CFLD Asset Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Auxiliary park construction	100	Establishment by investment	Yes
23	Dachang Hui Autonomous County Ivy Nursery Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Cultivation, production and selling of landscape, seedlings, flowers and lawns	100	Establishment by investment	Yes
24	Sanpu Weite Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
25	Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
26	Huailai Dingxing Investment Development Co., Ltd.	Huailai County, Hebei Province	Huailai County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
27	Wenan Dingtai Park Construction Development Co., Ltd.	Wenan County, Hebei Province	Wenan County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
28	Shenyang Dingsheng Park Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Park investment development and management	100	Establishment by investment	Yes
29	Shenyang Dingtong Park Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Park investment development and management	100	Establishment by investment	Yes
30	Shenyang Dingkai Park Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Park investment development and management	100	Establishment by investment	Yes
31	Tianjin Dingda Jiye Investment Co., Ltd.	Wuqing District, Tianjin	Wuqing District, Tianjin	Park investment development and management	100	Establishment by investment	Yes
32	Gu'an Dingkai Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
33	Wuxi Dinghong Park Construction Development Co., Ltd.	Wuxi City, Jiangsu Province	Wuxi City, Jiangsu Province	Park investment development and management	100	Establishment by investment	Yes
34	Zhenjiang Dingda Park Construction Development Co., Ltd.	Zhenjiang City, Jiangsu Province	Zhenjiang City, Jiangsu Province	Park investment development and management	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
35	Xianghe Dingtai Park Construction Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
36	Gu'an Jiutong Jiye Public Utilities Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Public utility management	100	Establishment by investment	Yes
37	Gu'an Jiutong Jiye Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
38	Shenyang Huaxia New City Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Contracting for the construction of municipal public projects	100	Establishment by investment	Yes
39	Dachang Jiutong Jiye Investment Consulting Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Investment consulting management	100	Establishment by investment	Yes
40	Gu'an Taigu Pharmaceutical Technology Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Biomedicine R&D	100	Establishment by investment	Yes
41	CFLD Investment Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Investing in commercial, hotel, education and medical projects, and investment management; investment consulting	100	Establishment by investment	Yes
42	Langfang CFLD Education Investment Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Investing in education industry, and asset management	100	Establishment by investment	Yes
43	Langfang CFLD Medical Investment Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Investing in medical industry, and asset management	100	Establishment by investment	Yes
44	Langfang Happy Harbor Asset Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Asset management	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
45	Wuxi CFLD Real Estate Development Co., Ltd.	Wuxi City, Jiangsu Province	Wuxi City, Jiangsu Province	Real estate development and operation	100	Establishment by investment	Yes
46	Langfang CFLD Real Estate Brokering Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate information consulting; house buy & sell brokering and agency; house leasing brokering and agency	100	Establishment by investment	Yes
47	Jiaxing Dingtai Park Construction Development Co., Ltd.	Jiashan County, Zhejiang Province	Jiashan County, Zhejiang Province	Park investment development and management	100	Establishment by investment	Yes
48	Gu'an Jiutong Xinsheng Park Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
49	Langfang CFLD Farmstead Tourism Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Tourism resources development, agricultural sightseeing, tourism assets management	100	Establishment by investment	Yes
50	Bazhou Dingxing Park Construction Development Co., Ltd.	Bazhou County, Hebei Province	Bazhou County, Hebei Province	Park investment development and management	94.34	Establishment by investment	Yes
51	Bazhou Peacock Real Estate Development Co., Ltd.	Bazhou County, Hebei Province	Bazhou County, Hebei Province	Real estate development, selling	100	Establishment by investment	Yes
52	Jiaxing Jingyu Real Estate Development Co., Ltd.	Jiashan County, Zhejiang Province	Jiashan County, Zhejiang Province	Real estate development and operation	100	Establishment by investment	Yes
53	Xianghe Peacock City Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development	100	Establishment by investment	Yes
54	Yongqing Dingtai Park Construction Development Co., Ltd.	Yongqing County, Hebei Province	Yongqing County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
55	Yongqing Peacock Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	Yongqing County, Hebei Province	Real estate development and operation	100	Establishment by investment	Yes
56	Global Industrial Investment Co., Ltd.	Hong Kong, China	Hong Kong, China	Investment	100	Establishment by investment	Yes
57	CFLD Industry Investment Co., Ltd.	Fengtai District, Beijing	Fengtai District, Beijing	Investment consulting management	100	Establishment by investment	Yes
58	CFLD Hebei Industry Investment Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Industrial investment	100	Establishment by investment	Yes
59	Huanyu Industry (Langfang) Enterprise Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Enterprise management consulting	100	Establishment by investment	Yes
60	CFLD(US)Incubator Services, Inc	USA	USA	Various kinds of business operations	100	Establishment by investment	Yes
61	CFLD Capital Management Co., Ltd.	Fengtai District, Beijing	Fengtai District, Beijing	Enterprise management consulting	100	Establishment by investment	Yes
62	Peacock City Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Selling of building materials	100	Establishment by investment	Yes
63	Jiaxing CFLD I Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
64	Jiaxing CFLD II Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
65	Gu'an CFLD Warehousing Service Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Goods warehousing service	100	Establishment by investment	Yes
66	Dachang Peacock County Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Real estate development	100	Establishment by investment	Yes
67	Dachang Peacock Palace Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Real estate development	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
68	Dachang Peacock Sea Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Real estate development	100	Establishment by investment	Yes
69	Dachang Jiutong Jiye Industry Service Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Investment agency business	100	Establishment by investment	Yes
70	Gu'an Peacock Palace Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development	100	Establishment by investment	Yes
71	Gu'an Peacock County Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development	100	Establishment by investment	Yes
72	Gu'an Hot Spring Peacock City Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Real estate development	100	Establishment by investment	Yes
73	CFLD (Shanghai) Industry Investment Co., Ltd.	Shanghai Free Trade Zone	Shanghai Free Trade Zone	Investment consulting management	100	Establishment by investment	Yes
74	CFLD (Shenzhen) Venture Capital Management Co., Ltd.	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Investment consulting management	100	Establishment by investment	Yes
75	Langfang City Peacock City Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development	100	Establishment by investment	Yes
76	CFLD (Langfang) Emerging Industry Equity Investment Fund Center (LP)	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Consulting service		Establishment by investment	Yes
77	Beijing Dinghong Investment Development Co., Ltd.	Fangshan District, Beijing	Fangshan District, Beijing	Project investment	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
78	CFLD (Shenzhen) Venture Capital Fund Enterprise (LP)	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen	Entrusted to manage equity investment fund (prohibited to raise funds from the public or engage in the management business of publicly offered fund)		Establishment by investment	Yes
79	Renqiu Dingxing Park Construction Development Co., Ltd.	Renqiu, Hebei Province	Renqiu, Hebei Province	Park construction investment	100	Establishment by investment	Yes
80	Bazhou Jiutong Jiye Water Service Co., Ltd.	Bazhou County, Hebei Province	Bazhou County, Hebei Province	Real estate development and operation	100	Establishment by investment	Yes
81	CFLD (US) Inc.	USA	USA	Various kinds of business operations	100	Establishment by investment	Yes
82	Wuxi Peacock County Real Estate Development Co., Ltd.	Wuxi City, Jiangsu Province	Wuxi City, Jiangsu Province	Real estate development and operation	100	Establishment by investment	Yes
83	CFLD Aviation Industry Investment Co., Ltd.	Gu'an Industry Park, Hebei Province	Gu'an Industry Park, Hebei Province		100	Establishment by investment	Yes
84	CFLD (Gu'an) Industry Port Investment Co., Ltd.	Emerging Industry Demonstration Zone, Gu'an County, Hebei Province	Emerging Industry Demonstration Zone, Gu'an County, Hebei Province	Investment management of industry park project	100	Establishment by investment	Yes
85	CFLD (Shanghai) Equity Investment Fund Partnership (LP)	Shanghai Free Trade Zone	Shanghai Free Trade Zone	Enterprise management consulting		Establishment by investment	Yes
86	Langfang CFLD Sports Development Co., Ltd.	Emerging Industry Demonstration Zone, Gu'an County	Emerging Industry Demonstration Zone, Gu'an County	Sports and cultural activities	100	Establishment by investment	Yes
87	Langfang Huaxia New City Construction Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Contracting for the construction of municipal public projects	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
88	Zhuolu Dingtai Park Construction Development Co., Ltd.	Zhuolu County, Hebei Province	Zhuolu County, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
89	Happy Harbor Commercial Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Management of commercial facilities	100	Establishment by investment	Yes
90	Renqiu Peacock City Real Estate Development Co., Ltd.	Renqiu City Hebei Province	Renqiu City Hebei Province	Real estate development and operation	54.55	Establishment by investment	Yes
91	CFLD (Gu'an) Enterprise Management Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province		100	Establishment by investment	Yes
92	CFLD (Dachang) Cultural Movie & TV Industry Park Investment Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Asset management	100	Establishment by investment	Yes
93	Gu'an Hongxing Commerce & Trade Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Selling	100	Establishment by investment	Yes
94	CFLD (Hong Kong) Sports Industry Development Limited	Hong Kong, China	Hong Kong, China		100	Establishment by investment	Yes
95	Xianghe Jiutong Jiye Public Utilities Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Heat supply, sewage treatment and maintenance of public facilities	100	Establishment by investment	Yes
96	Dachang Hui Autonomous County Hongtong Commerce & Trade Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Selling	100	Establishment by investment	Yes
97	CFLD (Xianghe) Robotics Industry Investment Management Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Park construction and management	100	Establishment by investment	Yes
98	Jiaxing CFLD III Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
99	Jiaxing CFLD IV Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
100	Jiaxing CFLD V Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
101	Jiaxing CFLD VI Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
102	Jiaxing CFLD VII Investment Partnership (LP)	Jiaxing City, Zhejiang Province	Jiaxing City, Zhejiang Province	Industrial investment		Establishment by investment	Yes
103	Shenyang Dingkai Infrastructure Construction Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Construction, development and operation of heat supply pipe network	100	Establishment by investment	Yes
104	Langfang Peacock Sea Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development	100	Establishment by investment	Yes
105	Peacock City Baoding Real Estate Development Co., Ltd.	Baoding, Hebei Province	Baoding, Hebei Province	Real estate development & operation	100	Establishment by investment	Yes
106	CFLD (Beijing) Equity Investment Management Co., Ltd.	Fengtai District, Beijing	Fengtai District, Beijing	Investment management	100	Establishment by investment	Yes
107	Baiyangdian Science City Investment Co., LtdNote1	Baoding, Hebei Province	Baoding, Hebei Province	Park construction and management	100	Establishment by investment	Yes
108	Qinhuangdao Dingxing Park Construction Development Co., Ltd.	Qinhuangdao, Hebei Province	Qinhuangdao, Hebei Province	Park construction and management	100	Establishment by investment	Yes
109	He County Dingxing Park Construction Development Co., Ltd.	Maanshan City, Anhui Province	Maanshan City, Anhui Province	Park construction and management	100	Establishment by investment	Yes
110	Laian Dingxing Park Construction Development Co., Ltd.	Chuzhou City, Anhui Province	Chuzhou City, Anhui Province	Park construction and management	100	Establishment by investment	Yes
111	Shenyang Yongyi Infrastructure Development Co., Ltd.	Shenyang	Shenyang	Infrastructure construction development	90	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
112	Shenyang Dingxing Park Construction Development Co., Ltd.	Shenyang	Shenyang	Park infrastructure construction and management	100	Establishment by investment	Yes
113	CFLD (Yongqing) Industry Port Investment Co., Ltd.	Yongqing County, Langfang City, Hebei Province	Yongqing County, Langfang City, Hebei Province	Industry port and self-built project construction	100	Establishment by investment	Yes
114	CFLD (Beijing) International Motorsport Valley Co., Ltd.	Fangshan District, Beijing	Fangshan District, Beijing	Sports business operations	100	Establishment by investment	Yes
115	CFLD (Bazhou) Industry Investment Co., Ltd.	Bazhou, Langfang City, Hebei Province	Bazhou, Langfang City, Hebei Province	Project investment, management	100	Establishment by investment	Yes
116	Beijing CFLD Investment Fund Management Center (LP)	Fengtai District, Beijing	Fengtai District, Beijing	Investment management; asset management	100	Establishment by investment	Yes
117	CFLD General Aviation Airport (Xianghe) Investment Management Co., td.	Xianghe County	Xianghe County	Airport project investment	100	Establishment by investment	Yes
118	Jiashan CFLD Education Investment Co., Ltd.	Jiashan County	Jiashan County	Education industry investment and asset management	100	Establishment by investment	Yes
119	Huailai CFLD Asset Management Co., Ltd.	Huailai County	Huailai County	Investments in lodging, catering and education industries	100	Establishment by investment	Yes
120	Gu'an Peacock Sea Real Estate Development Co., Ltd.	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Establishment by investment	Yes
121	Gu'an Peacock Continent Real Estate Development Co., Ltd.	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Establishment by investment	Yes
122	Gu'an Peacock Lake Real Estate Development Co., Ltd.	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
123	Dachang Peacock Lake Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Langfang City, Hebei Province	Dachang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, selling and operation	100	Establishment by investment	Yes
124	Dachang Peacock Continent Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Langfang City, Hebei Province	Dachang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, selling and operation	100	Establishment by investment	Yes
125	Shenyang Peacock County Real Estate Development Co., Ltd.	Shenyang City, Liaoning Province	Shenyang City, Liaoning Province	Real estate development, selling and operation	100	Establishment by investment	Yes
126	Langfang City Peacock Lake Real Estate Development Co., Ltd.	Guangyang District, Langfang City	Guangyang District, Langfang City	Real estate development, building selling	100	Establishment by investment	Yes
127	CFLD International Holding Limited	Hong Kong	UNIT 1102-1103, 11/F., WING TUCK COMMERCIAL CENTRE 177-183 WING LOK STREET SHEUNG WAN, HONG KONG	Investment holding	100	Establishment by investment	Yes
128	CFLD (SINGAPORE) INVESTMENT PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
129	CFLD INVESTMENT I PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
130	CFLD INVESTMENT II PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
131	CFLD INVESTMENT III PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
132	CFLD INVESTMENT IV PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
133	CFLD INVESTMENT VI PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
134	CFLD INVESTMENT VII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
135	CF CITY INVESTMENT VIII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
136	CF CITY INVESTMENT IX PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
137	CF CITY INVESTMENT X PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
138	CFLD INVESTMENT XI PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
139	CFLD INVESTMENT XII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
140	CFLD INVESTMENT XIII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
141	CFLD INVESTMENT XIV PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
142	CFLD INVESTMENT XV PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
143	CFLD INVESTMENT XVI PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
144	CFLD INVESTMENT XVII PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
145	CF CITY INVESTMENT 18 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
146	CF CITY INVESTMENT 19 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
147	CF CITY INVESTMENT 20 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
148	CF CITY INVESTMENT 21 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
149	CF CITY INVESTMENT 22 PTE. LTD.	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
150	PT. CFLD Indonesia Investment	Indonesia	Indonesia	Real estate and industry park	100	Establishment by investment	Yes
151	PT. CFLD Indonesia Real Estate Development	Indonesia	Indonesia	Real estate and industry park	99.975	Establishment by investment	Yes
152	PT. CFCITY TANGERANG INVESTMENT	Indonesia	Indonesia	Real estate and industry park	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
153	PT. CFCITY KARAWANG INVESTMENT	Indonesia	Indonesia	Real estate and industry park	100	Establishment by investment	Yes
154	PT. CFCITY KARAWANG REAL ESTATE DEVELOPMENT	Indonesia	Indonesia	Real estate and industry park	100	Establishment by investment	Yes
155	CFLD INDIA INVESTMENT PRIVATE LIMITED	India	India	Real estate and industry park	100	Establishment by investment	Yes
156	CFLD VIETNAM REAL ESTATE DEVELOPMENT COMPANY LIMITED	Vietnam	Vietnam	Real estate and industry park	100	Establishment by investment	Yes
157	CF City Myanmar New Industry City Limited	Burma	Burma	Real estate and industry park	100	Establishment by investment	Yes
158	CF CITY NEW INDUSTRY TOWNSHIP MALAYSIA SDN.BHD.	Malaysia	Malaysia	Real estate and industry park	100	Establishment by investment	Yes
159	CFLD (UK) INVESTMENT LIMITED.	UK	UK	Project investment and investment management; investment consulting	100	Establishment by investment	Yes
160	Langfang City Peacock County Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Xinhua Road to Yinhe Street, New Century Commerce & Trading Walking Street, Guangyang District, Langfang City	Real estate development and selling	60	Establishment by investment	Yes
161	Bazhou Hot Spring Peacock City Real Estate Development Co., Ltd.	Langfang City, Hebei Province	S3 Building, Lanyuan, Bazhou Peacock City, Langfang City, Hebei Province	Real estate development and selling	100	Establishment by investment	Yes
162	Bazhou City Jinyuan Real Estate Development Co., Ltd.	Langfang City, Hebei Province	S3, Lanyuan, Bazhou, Langfang City, Hebei Province Peacock City	Real estate development and selling	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
163	Jiaxing Peacock City Real Estate Development Co., Ltd.	Jiashan County, Zhejiang Province	Room 1103, Building 1, No.555 Chuangye Road, Dayun Town, Jiashan County	Real estate development and operation	52.94	Establishment by investment	Yes
164	Xianghe Peacock County Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North of Xinhua Street and west of Yongqing Road (Huaxia Urban Planning Exhibition Center), Xianghe County	Real estate development and selling	100	Establishment by investment	Yes
165	Zhuozhou Xinzhenying Real Estate Development Co., Ltd.	Zhuozhou City, Hebei Province	Block A, No.109 North Ping An Street, Zhuozhou Development Zone	Real estate development and operation	51	Establishment by investment	Yes
166	Laian Peacock City Real Estate Development Co., Ltd.	Chuzhou City, Anhui Province	2F, Chahe Economic Development Zone Management Committee, Laian County	Real estate development and selling	100	Establishment by investment	Yes
167	Laian Jingyu Real Estate Development Co., Ltd.	Chuzhou City, Anhui Province	2F, Chahe Town Management Committee, Laian County	Real estate development and selling	100	Establishment by investment	Yes
168	He County Peacock City Real Estate Development Co., Ltd.	Maanshan City, Anhui Province	No.1 Qixing Road, Wujiang Town, He County, Maanshan City, Anhui Province	Real estate development and operation	100	Establishment by investment	Yes
169	Wuhan Xinzhou Peacock City Real Estate Development Co., Ltd.	Wuhan, Hubei Province	Group 1, Yuyhao Village, Zhucheng Street, Xinzhou District, Wuhan	Real estate development and selling	100	Establishment by investment	Yes
170	Wuhan Peacock Sea Real Estate Development Co., Ltd.	Wuhan, Hubei Province	Room 208, 2F, Zhengdian Street Office, Jiangxi District, Wuhan	Real estate development and selling	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
171	Huzhou Peacock City Real Estate Development Co., Ltd.	Huzhou City, Zhejiang Province	2F, Urban Exhibition Hall, No.601 Xiangyang Road, Nanxun Town, Nanxun District, Huzhou	Real estate development and operation	100	Establishment by investment	Yes
172	Wuzhi Peacock City Real Estate Development Co., Ltd.	Jiaozuo City, Henan Province	2F, Comprehensive Service Building, No.9 Standard Factory Building Zone, Wuzhi County Industry Gathering Area	Real estate development and selling	100	Establishment by investment	Yes
173	Shucheng Peacock City Real Estate Development Co., Ltd.	Liuan City, Anhui Province	Hangbu Town Economic Development Zone, Shucheng County	Real estate development and selling	100	Establishment by investment	Yes
174	Nanjing Peacock Sea Real Estate Development Co., Ltd.	Nanjing City, Jiangsu Province	Building A2, Dongshan Headquarters Commercial Park, Dongshan Sub-district, Jiangning District, Nanjing	Real estate development and operation	100	Establishment by investment	Yes
175	Wenan Peacock City Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Party School, County Party Committee, Wenan County, Langfang City, Hebei Province	Real estate development and selling	54.55	Establishment by investment	Yes
176	Gu'an Xingfuhui Commercial Management Co., Ltd.	Langfang City, Hebei Province	Emerging Industry Demonstration Zone, Gu'an County, Langfang City, Hebei Province	Hotel management, meeting management; lodging service	100	Establishment by investment	Yes
177	Dachang Hui Autonomous County Xingfuhui Commercial Management Co., Ltd.	Dachang County, Hebei Province	No.200 South Jiangtan Road, Dachang Hui Autonomous County, Langfang City, Hebei Province	Hotel management, meeting affair and exhibition service; economic information consulting	100	Establishment by investment	Yes
178	Bazhou CFLD Commercial Management Co., Ltd.	Bazhou City, Hebei Province	S3 Building, Lanyuan, Bazhou Peacock City, Langfang City, Hebei Province	Hotel management, meeting management; lodging service	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
179	Langfang Jingyu Decoration Engineering Co., Ltd.	Dachang County, Hebei Province	No.200 South Jiangtan Road, Dachang Hui Autonomous County, Langfang City, Hebei Province	Building decoration engineering	100	Establishment by investment	Yes
180	Bazhou Happy Harbor Commercial Management Co., Ltd.	Langfang City, Hebei Province	S3 Building, Lanyuan, Bazhou Peacock City, Langfang City, Hebei Province	Park industry service; park infrastructure construction management	100	Establishment by investment	Yes
181	Jiaxing Xingfu Shuijie Cultural Tourism Development Co., Ltd.	Jiashan County, Zhejiang Province	Room 1202, Unit 1, 1# Building, No.555 Chuangye Road, Dayun Town, Jiashan County	Tourism resource development, tourism asset management	100	Establishment by investment	Yes
182	Langfang CFLD Cultural Development Co., Ltd.	Xianghe County, Hebei Province	North of Xinhua Street and west oYongqing Road (Huaxia Urban Planning Exhibition Center), Xianghe County	Cultural art exchanges, art promotion service	100	Establishment by investment	Yes
183	CFLD (Jiashan) Culture Movie & TV Park Investment Co., Ltd.	Jiashan County, Zhejiang Province	Room 1203, Unit 1, 1# Building, No.555 Chuangye Road, Dayun Town, Jiashan County	Cultural art exchanges; asset management; enterprise management consulting	100	Establishment by investment	Yes
184	Beijing CFLD Industry Investment Fund (LP)	Fengtai District, Beijing	Room 2132, 18F, Building 6, Louguo Park, Fengtai District, Beijing	Investment, investment management and consultancy on non-securities business		Establishment by investment	Yes
185	CFLD Photoelectric Technology (Bazhou) Co., Ltd.	Bazhou City, Hebei Province	S3 Building, Lanyuan, Bazhou Peacock City, Langfang City, Hebei Province	R&D, production, selling, technical consultancy and technical service of new-type panel display products and equipment	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
186	CFLD Innovation (Beijing) Enterprise Management Co., Ltd.	Fengtai District, Beijing	1516-25.27 Land Plot (park), Sihezhuang, Huaxiang, Fengtai District, Beijing	Enterprise management consulting, economic information consulting	100	Establishment by investment	Yes
187	CFLD Industry Management Co., Ltd.	Shenzhen, Guangdong Province	Room 201, Building A, No.1 Qianwan 1# Road, Qianhai Shenzhen-Hong Kong Cooperation Zone, Shenzhen (Shenzhen Qianhai Commercial Secretary Co., Ltd.)	Enterprise management consulting, economic information consulting	100	Establishment by investment	Yes
188	Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.	Langfang City, Hebei Province	No.200 South Jiangtan Road, Dachang Hui Autonomous County, Langfang City, Hebei Province	Park investment development and management	95	Establishment by investment	Yes
189	Jiaxing Dinghong Park Construction Development Co., Ltd.	Jiaxing City, Zhejiang Province	Room 359, 1# Building, No.3339 (Jiaxing Science City) Linggongtang Road, Nanhu District, Jiaxing City, Zhejiang Province	Park investment development and management	100	Establishment by investment	Yes
190	Xiong County Dingxing Park Construction Development Co., Ltd.	Baoding, Hebei Province	East Area of Xiong County Economic Development Zone, Baoding City, Hebei Province	Park investment development and management	100	Establishment by investment	Yes
191	Wuhan Dinghong Park Construction Development Co., Ltd.	Wuhan, Hubei Province	Liuzhen Street, Shuangliu Street, Xinzhou District, Wuhan	Park investment development and management	51.02	Establishment by investment	Yes
192	Wuhan Dingkai Park Construction Development Co., Ltd.	Wuhan, Hubei Province	Room 203, 2F, Zhengdian Sub-district Office, Jiangxia District, Wuhan	Park investment development and management	100	Establishment by investment	Yes
193	Wuhan Dingshi Park Construction Development Co., Ltd.	Wuhan, Hubei Province	Xuelin Road, Shuangliu Street, Xinzhou District, Wuhan City	Park investment development and management	52.38	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
194	Jiayu Dingtong Park Construction Development Co., Ltd.	Xianning City, Hubei Province	Cangwuling Village, Panjiawan Town, Jiayu County, Xianning City, Hubei Province	Park investment development and management	100	Establishment by investment	Yes
195	Shucheng Dingxing Park Construction Development Co., Ltd.	Liuan City, Anhui Province	Hangbu Economic Development Zone Management Committee, Shucheng County, Liuan City, Anhui Province	Park investment development and management	60	Establishment by investment	Yes
196	Nanjing Dingtong Park Construction Development Co., Ltd.	Nanjing City, Jiangsu Province	Nanjing Lishui Economic Development Zone	Park investment development and management	64.01	Establishment by investment	Yes
197	Wuzhi Dingxing Park Construction Development Co., Ltd.	Wuzhi County, Henan Province	2F, Comprehensive Service Building, No.9 Standard Factory Building Area, Wuzhi County Industry Gathering Area	Park investment development and management	51	Establishment by investment	Yes
198	Meishan Dingxing Park Construction Development Co., Ltd.	Meishan City, Sichuan Province	Chengmei Petrochemical Park Management Committee, No.29 Pengli Street, Pengxi Town, Pengshan District, Meishan City	Park investment development and management	100	Establishment by investment	Yes
199	Huzhou Dingtai Park Construction Development Co., Ltd.	Huzhou City, Zhejiang Province	2F, Urban Exhibition Hall, No.601 Xiangyang Road, Nanxun Town, Nanxun District, Huzhou	Park investment development and management	54.55	Establishment by investment	Yes
200	Xingtai Dingxing Park Construction Development Co., Ltd.	Xingtai, Hebei Province	Xicuncai Villagers' Committee, Zhucun Town, Xingtai Economic Development Zone, Hebei Province	Park investment development and management	52	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
201	Changge Dinghong Park Construction Development Co., Ltd.	Changge City, Henan Province	No.358, Lanchuanfu Village, Dazhou Town, Changge City	Park investment development and management	52.38	Establishment by investment	Yes
202	Jiangmen City Dingxing Park Construction Development Co., Ltd.	Jiangmen, Guangdong Province	No.388 Longxi Road, Waihai Sub-district, Jianghai District, Jiangmen	Park investment development and management	51	Establishment by investment	Yes
203	Handan Dingxing Park Construction Development Co., Ltd.	Handan, Hebei Province	4F, Tianqin Building, No.702 North Zhonghua Street, Congtai District, Handan, Hebei Province	Park investment development and management	54.55	Establishment by investment	Yes
204	Baoding Baiyangdian Science City Construction Co., Ltd.	Baoding District, Hebei Province	Wangzhuang Village, Jiaozhuang Township, Lianchi District, Baoding	Park investment development and management	100	Establishment by investment	Yes
205	Dachang Hui Autonomous County Jiutong Jiye Water Service Co., Ltd.	Langfang City, Hebei Province	No.200 South Jiangtan Road, Dachang Hui Autonomous County, Langfang City, Hebei Province	Water conservancy project	95	Establishment by investment	Yes
206	Xinzheng Dingtai Park Construction Development Co., Ltd.	Xinzheng City, Henan Province	4F, Management Committee Office Building, Xinzheng Xingang Industry Gathering Area (at the intersection of Renmin Road and Shenzhou Road, Xinzheng City)	Park investment development and management	100	Establishment by investment	Yes
207	Nanjing Dingda Construction Development Co., Ltd.	Nanjing, Jiangsu Province	Zijin Kechuang Center, Lishui Economic Development Zone, Nanjing	Park investment development and management	100	Establishment by investment	Yes
208	Shenzhen Huacheng Industrial Investment Co., Ltd.	Shenzhen, Guangdong Province	Room 1401, Block F, West Sea Bright Pearl Building, Nanshan Sub-district, Nanshan District, Shenzhen	Real estate brokering; real estate information consulting; leasing of owned property	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
209	Shenzhen Huazhi Industry Park Operation Co., Ltd.	Shenzhen, Guangdong Province	Room 1401, Block F, West Sea Bright Pearl Building, Nanshan Sub-district, Nanshan District, Shenzhen	Real estate brokering; real estate information consulting; leasing of owned property	100	Establishment by investment	Yes
210	Bazhou City Peacock Lake Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	S3 Building, Lan Garden, Peacock City, Bazhou Economic and Technological Development Zone, Langfang City, Hebei Province	Real estate development and operation	67	Establishment by investment	Yes
211	Bazhou City Peacock Sea Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	S3 Building, Lan Garden, Peacock City, Bazhou Economic and Technological Development Zone, Langfang City, Hebei Province	Real estate development and operation	67	Establishment by investment	Yes
212	Huailai Peacock Real Estate Development Co., Ltd.	Huailai City, Hebei Province	Huailai county, Hehei Province	Real estate development and operation	60	Establishment by investment	Yes
213	Nanjing JIngyu Fortune Real Estate Development Co., Ltd.	Nanjing City, Jiangsu Province	Economic and Technological Development Zone, LIshui District, Nanjing	Real estate development and leasing of owned property	100	Establishment by investment	Yes
214	Maanshan Peacock Real Estate Development Co., Ltd.	Maanshan City, Anhui Province	Third floor, Yongning Road, Bowang District, Maanshan City	Real estate development and leasing of owned property	100	Establishment by investment	Yes
215	Wuhan Peacock Real Estate Development Co., Ltd.	Wuhan City, Hubei Province	Shuangliu Street, Xinzhou District, Wuhan City	Real estate development, selling, leasing of property and Property Management	100	Establishment by investment	Yes
216	Nanjing Peacock Real Estate Development Co., Ltd.	Nanjing City, Jiangsu Province	Economic and Technological Development Zone, LIshui District, Nanjing	Real estate development, selling and leasing of owned property	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
217	Jiangmen Peacock Real Estate Development Co., Ltd.	Jiangmen City, Guangdong Province	388, Longxi Road, Jianghai District, Jiangmen City	Real estate development, selling and leasing of property	100	Establishment by investment	Yes
218	Handan Peacock Real Estate Development Co., Ltd.	Handan City, Hebei Province	702, Tlanqin Plaza, Congtai District, Handan City	Real estate development and operation	100	Establishment by investment	Yes
219	Xingtai Peacock Real Estate Development Co., Ltd.	Xingtai City, Hebei Province	Xicai Village, Xingtai City	Real estate development and leasing of owned property	100	Establishment by investment	Yes
220	Shucheng Fortune Jiye Development Management Co., Ltd.	Liuan City, Anhui Province	Shuchneg County	Real estate development, operation, Accommodation and Conference Service	100	Establishment by investment	Yes
221	Langfang City Anshengfeng Management Co., Ltd.	Langfang City, Hebei Province	Fifth Street, Xinshiji Street, Guangyang District, Langfang City	Management Consulting	100	Establishment by investment	Yes
222	Huizhou CFLD industry town Investment Operation Co., Ltd.	Huizhou City, Guangdong Province	19, 9th Floor, Junhao international, Zhongkai District, Huizhou City	Industry Parks Investment and Operation. Marketing, Management Consulting, Property Agency	100	Establishment by investment	Yes
223	CFLD Xingcheng(Jiaxing) Equity Investment Fund Co., Ltd.	Jiaxing City, Zhejiang Province	112-27, Dongfang Plaza, Nanhu District, Jiaxing City	Non-Securities Investment and Management Consulting	100	Establishment by investment	Yes
224	CFLD Asset Management Co., Ltd.	Shenzhen City, Guangdong Province	3-4-38, Tianan Digital New City, Huangge Road, Longgang District	Investment and Asset Management	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
225	Gu'an Fortune Jiye City Services Co., Ltd.	Langfang City, Hebei Province	Emerging industry demonstration zone, Langfang City	Solid waste management of cleaning, collection, Transportation, Landscaping, Urban environmental cleaning, Public facilities management services and Engineering and technical advice.	100	Establishment by investment	Yes
226	Jiaxing Dingxi Industry Park Construction Development Co., Ltd.	Jiashan County, Zhejiang Province	524, Tianning Street 341#, Jiashan County	Industry parks infrastructure construction, Park services and Management consulting	100	Establishment by investment	Yes
227	Maanshan Dingshi Park Construction Development Co., Ltd.	Maanshan City, Anhui Province	6th floor, Main building 3#, Bowang District	Industry parks infrastructure construction, Park services and Management consulting	100	Establishment by investment	Yes
228	Nanjing Dingshi Park Construction Development Co., Ltd.	Nanjing City, Jiangsu Province	7 Daoruize Road, Huru Street, Jiangning District	Industry parks facilities management, Park services	90	Establishment by investment	Yes
229	Zhengzhou Dingsheng Park Construction Development Co., Ltd.	Zhengzhou City, Henan Province	Xiawo County, Zhengzhou City	Industry parks infrastructure construction, Park services and Management consulting	100	Establishment by investment	Yes
230	Huzhou Dinghong Park Construction Development Co., Ltd.	Huzhou City, Zhengjia Province	45 Leidian County, Huzhou City	Industry parks infrastructure construction, Park services and Management consulting	100	Establishment by investment	Yes
231	Dingxing County Dingtai Park Construction Development Co., Ltd.	Baoding City, Hebei Province	Zhonghui Square, Jintai Road, Dingxing County, Baoding City	Industry parks infrastructure construction and operation	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
232	Pujiang County Dingxingi Park Construction Development Co., Ltd.	Chengdu City, Sichuan Province	1-4 floor, 88# YIngbin Street, Pujiang Country	Industry parks infrastructure construction and operation	54.55	Establishment by investment	Yes
233	CFLD Industry New City(Huizhou) Investment Operation Co., Ltd.	Huizhou City, Guangdong Province	A3A4A5 Zhenlong Plaza, Huiyang District	Industry parks infrastructure construction, Operation, Property Management, Investment consulting and hotel management	100	Establishment by investment	Yes
234	CFLD(Qingyuan) Industry New City Development Co., Ltd.	Qingyuan City, Guangdong Province	03, 7th floor, Youxin Business Centre, Jingfu Road 23#, Qingyuan City	Industry parks infrastructure construction and operation	100	Establishment by investment	Yes
235	CFLD(Huhan) Industry New City Development Co., Ltd.	Wuhan City, Hubei Province	43, Huangbo District, Wuhan City	Industry parks infrastructure construction and operation	100	Establishment by investment	Yes
236	CF CITY INVESTMENT 23 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
237	CF CITY INVESTMENT 26 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
238	CF CITY INVESTMENT 27 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
239	CF CITY INVESTMENT 28 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
240	CF CITY INVESTMENT 29 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
241	CF CITY INVESTMENT 30 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
242	CF CITY INVESTMENT 31 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
243	CF CITY INVESTMENT 32 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
244	CF CITY INVESTMENT 33 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
245	CF CITY INVESTMENT 34 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
246	CF CITY INVESTMENT 35 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
247	VNIC 2 PTE. LTD	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
248	VNIC Investment Pte.ltd	Singapore	9 Battery Road #15-01, Straits Trading Building, Singapore 049910	Investment management and consulting	100	Establishment by investment	Yes
249	CF CITY Egypt New Integrated City S.A. E	Egypt	Rooms No.2218 and 2219 of the 22nd floor, North Tower, Nile City Tower, Ramlet Beaulac, Cournich El NiL, Cairo	Real estate and industry park	100	Establishment by investment	Yes
250	CF CITY Japan New Industry City KK	Japan	Japan	Real estate and industry park	100	Establishment by investment	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
251	CF CITY PHILIPPINES NEW INDUSTRY CITY CORPORATION	Philippines	Philippines	real estate and industry park	100	Establishment by investment	Yes
252	CFLD Lize(Beijing) Properties Co., Ltd	Beijing	301, 3th floor, Automotive museum west road, Fengtai District	Real estate development, selling and leasing of owned property	100	Establishment by investment	Yes
253	Langfang CFLD Innovation Industry Services Co., Ltd	Langfang City, Hebei Province	200 Jiangtan South Road, Dachang Hui Autonomous County, Hebei Province	Management consulting and industry consulting	100	Establishment by investment	Yes
254	Dongguan Huahao Industry Investment Co., Ltd	Dongguan City, Guangdong Province	A Building, 101, Zhongtang County, Dongguan City	Industry Investment and property management	51	Establishment by investment	Yes
255	Langfang Jingyushenghe Real Estate Development Co., Ltd	Langfang City, Hebei Province	H207, Guangyang District, Langfang City	Real estate development and selling	70	Establishment by investment	Yes
256	Langfang Jingyuxiangfa Real Estate Development Co., Ltd	Langfang City, Hebei Province	Wangchangpu Village, Anci District, Langfang City	Real estate development and property management	65	Establishment by investment	Yes
257	Gu 'an peacock house real estate development co. LTD.	Langfang City, Hebei	New industry demonstration zone of gu 'an county, langfang city, hebei province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
258	Changli peacock villas real estate development co. LTD.	Changli County, Hebei Province	Changli industrial park is planned to drink the north side of mahe street and the east side of assistant minister mountain road.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
259	Hexian peacock lake real estate development co. LTD.	Ma'anshan City, Anhui	No. 1, qixing road, wujiang town, ma 'anshan city, anhui province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
260	Langfang peacock zhou real estate development co. LTD.	Langfang City, Hebei	Room 202, office complex, no. 26 yangguang avenue, Yang tax xiang, ansubdistrict, langfang city, hebei province.	Real estate development	100	Merger of enterprises not under common control	Yes
261	Langfang peacock villas real estate development co. LTD.	Langfang City, Hebei	Room 203, office complex, no. 26 yangguang avenue, Yang tax township, anji district, langfang city, hebei province (office)	Real estate development	100	Merger of enterprises not under common control	Yes
262	Qinhuangdao peacock villas real estate development co. LTD.	Qinhuangdao City, Hebei Province	North side of fu chang huang road, beidaihe new district, qinhuangdao (no. 1 changhuang road)	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
263	Bazhou yujingxuan real estate development co. LTD.	Langfang City, Hebei	Commercial 3, east side of taishan road, bazhou district, langfang city, hebei province.	Real estate development	100	Merger of enterprises not under common control	Yes
264	Zhuozhou yutai real estate development co. LTD.	Baoding City, Hebei	Zhuozhou city, baoding city, hebei province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
265	Yan 'an peacock lake real estate development co. LTD.	Lai An county, Anhui Province	No.8, gao xin road, branch economic development zone, laian county.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
266	Yan 'an peacock county real estate development co. LTD.	Chuzhou City, Anhui	4th floor, shuikou town government, laian county, chuzhou city, anhui province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
267	To yutai real estate development co. LTD.	Chuzhou City, Anhui	No.8, gaoxin road, branch economic development zone, laian county, luan county, chuzhou city, anhui province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
268	Xinzheng city peacock villas real estate development co. LTD.	Xinzheng City	The fourth floor of the administrative committee office building of xingang industrial cluster district, xinzheng city, the intersection of xinzheng people's road and shenzhou road.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
269	Jiahe peacock villas real estate development co. LTD.	Xianning City, Hubei	The village of baiwuling, panjiawan town, jiayi county.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
270	Jiaxing peacock sea real estate development co. LTD.	Jiaxing City, Zhejiang	Room 255, building 1, no. 3339, lingongtang road, nanhu district, jiaxing, zhejiang.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
271	Meishan peacock villas real estate development co. LTD.	Meishan City, Sichuan	No. 141, pengli street, pengshan district, meishan city, sichuan province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
272	Pu jiang county peacock villas real estate development co. LTD.	Chengdu City, Sichuan	Floor 3, building 1, no.88 yingbin avenue, shouan town, pujiang county, chengdu.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
273	Deqing peacock sea real estate development co. LTD.	Huzhou City, Zhejiang	New avenue, leidian town, deqing county, huzhou city, zhejiang province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
274	Changge peacock villas real estate development co. LTD.	Changge City, Henan	Shuzhuang village, foshan city, changge city.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
275	Gu 'an peacock pavilion real estate development co. LTD.	Langfang City, Hebei	Gu 'an hot spring leisure business industrial park, langfang city, hebei province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
276	Zhuolu peacock villas real estate development co. LTD.	Zhangjiakou City, Hebei	Zhuolu county, zhuolu county, zhuolu county, zhangjiakou city, hebei province.	Real estate development, selling and leasing of owned property	100	Merger of enterprises not under common control	Yes
277	Jiashan happy foundation asset management co. LTD.	Jiaxing City, Zhejiang	Room 1205, unit 1, building 1, no. 555, chuangyun road, dayun town, jiashan county, jiaxing city, zhejiang province.	Asset Management; Project Investment and Investment Management; Investment Consulting; Economic Information Consulting; Hotel Management Services; Accommodation Services; Catering Services; Artificial Indoor Pools; Retail: Wine, Cigarettes, Cigars; Conference Services; Organizing Cultural and Art Exchange Activities; Realtor.	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
278	Nanjing airport exhibition investment management co. LTD.	Nanjing City, Jiangsu	Zijin science and innovation center, lishui economic development zone, nanjing.	Hotel investment management; real estate development and management; commercial housing sales; self-owned rental services; exhibitions, conference services, hotel management services	100	Merger of enterprises not under common control	Yes
279	Gu 'an aerospace zhenbang technology co. LTD.	Langfang City, Hebei	New industry demonstration zone of gu 'an county, langfang city, hebei province.	Machinery and equipment R&D, software development, technical services; machining of mechanical parts; metal structures, mold manufacturing, machinery and equipment manufacturing; electrical equipment, instrumentation, steel sales	100	Merger of enterprises not under common control	Yes
280	Foshan huaxia happiness industry town development co. LTD.	Foshan City, Guangdong	Room 1203, xingye building, no.83, wenchang road, hecheng street, gaoming district, foshan city.	Land resources development, utilization and management; infrastructure construction, public facilities construction; urban planning and design; corporate management consulting services, technology development services, trade consulting services, technology business incubator management services, conference and exhibition services	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
281	Feidong huaxia happiness industry town investment co. LTD.	Hefei City, Anhui	Old street commodity city, store town, feidong county, hefei city, anhui province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
282	Big fish creative limited.	Langfang City, Hebei	No.200, jiangtan south road, hui autonomous county, langfang city, hebei province.	Literary creation and performance; organization of cultural and artistic exchanges, hosting exhibitions and exhibitions; conference services; preparation, planning, organizing film festivals, event planning, film and television equipment rental, cultural brokerage services, industrial park operation management, corporate management consulting, and economic and trade consulting Science and technology business incubation; investment agency services	100	Merger of enterprises not under common control	Yes
283	Huaxia happiness industry new town (gu 'an) no.1 investment fund (limited partnership)	Langfang City, Hebei	New industry demonstration zone of gu 'an county, langfang city, hebei province.	Equity investment, project investment; investment consulting	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
284	Wuhan dingzhida industrial park development co. LTD.	Hubei province is Wuhan City	No. 2 xuelin road, shuangliu street, xinzhou district, wuhan city.	Housing Construction Engineering, Municipal Public Works, Landscaping Engineering, Earthworks, Highway Engineering, Water Conservancy and Hydropower Engineering, Bridge Engineering, Tunnel Engineering, Inland Water Port Engineering, Wire and Equipment Engineering, Pipeline Engineering, Other Civil Engineering Construction, Land Consolidation, Urban and Rural Areas Planning Services, Land Acquisition Agents, Planning Creative Services, Conference & Exhibition Services, Corporate Management Consulting Services	100	Merger of enterprises not under common control	Yes
285	Huaxia happiness industry new city investment co. LTD.	Langfang City, Hebei	New industry demonstration zone of gu 'an county, langfang city, hebei province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
286	Huaxia happy industrial new city (kaifeng) co. LTD.	Kaifeng City, Henan	No. 1, village committee, jia gang village, xijiang village, xiangxing district, kaifeng city.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	55.56	Merger of enterprises not under common control	Yes
287	Huaxia happy industry new city (zhaoqing) co. LTD.	Sihui City, Guangdong	Room 3, 3rd floor, jingyi building, xinwei guanghai road, dasha town, sihui city.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
288	Huaxia happy industry new town (nanjing) construction development co. LTD.	Nanjing City, Jiangsu	2 / f, zone A, longtan logistics base, no. 1, pinggang road, longtan street, economic and technological development zone, nanjing.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
289	Huaxia happiness (zhongshan) industrial new city investment co. LTD.	Zhongshan City, Guangdong	No. 71, first floor, no. 71, renmin town, zhongshan city.	Industrial New City Project Investment, Park Investment and Construction and Operation Management, Marketing Planning, Business Management Consulting, Real Estate Development, Real Estate Agency, Freedom Leasing, Business Incubation Service, Advertising Design, Production, Agency and Publication, Hotel Management, Corporate Management Information Consulting , business information consulting, warehousing services	100	Merger of enterprises not under common control	Yes
290	Huaxia happiness industry new town (including mountain) investment co. LTD.	Maanshan City, Anhui	The east 200 meters of the economic zone of bao chanshan economic zone in maanshan city.	Infrastructure investment, park infrastructure construction and management, land consolidation investment, industrial services in the park, investment agency services	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
291	Huaxia happiness industry new town (tonglu) construction and development co. LTD.	Hangzhou City, Zhejiang	Room 303, no. 937, daqi road, tonglu county, hangzhou city, zhejiang province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
292	Huaxia happy industry new city (group wind) co. LTD.	Huanggang City, Hubei	The second floor of the village committee office building of the garden village, tuanfeng town, tuan feng county.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
293	Huaxia happiness (jiashan) industrial city development co. LTD.	Jiaxing City, Zhejiang	Room 401, 168 jingwei road, huimin street, jiashan county, jiaxing city, zhejiang province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
294	Huaxia happy industry new town (changfeng) development co. LTD.	Hefei City, Anhui	Changfeng county lower tang town.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
295	Huaxia happy industry new town (qi river) investment co. LTD.	Dezhou City, Shandong	1302, 1303, unit 2, building A, financial center, no. 10, huanghe avenue, qihe district, qihe county, dezhou city, shandong province	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
296	Huaxia happiness (shijiazhuang chang 'an district) industrial new town construction development co. LTD.	Shijiazhuang City, Hebei	1-3-203, building habitat, no.362, peace east road, chang 'an district, shijiazhuang city, hebei province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
297	Huaxia happiness industry new city (zhuzhou) co. LTD.	Zhuzhou City, Hunan	Room 1113, 88 yunlong avenue, yunlong demonstration area, zhuzhou city, hunan province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
298	Huaxia happy industry new town (chaohu) co. LTD.	Chaohu City, Anhui	Maker's paradise on the east side of jinchao avenue, zhaigao town, chaohu city, anhui province	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
299	Huaxia happy industry new town (jijia) co. LTD.	Huojia County, Henan Province	Henan province has been awarded the county town people's government.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
300	Huaxia happy industry new city nanjing gaochun construction development co. LTD.	Nanjing City, Jiangsu	7th floor, west wing, zijing garden hotel, 101 shuanghu road, gaochun district, nanjing.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
301	Huaxia happiness industry new town (liuan) co. LTD.	Lu'an City, Anhui	8 / f, scientific research complex building, zhongke intelligent pioneer park, wenweng road, liuan economic and technological development zone, anhui province.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
302	Huaxia happiness industry new city (xiangtan) co. LTD.	Xiangtan City, Hunan Province	Xiangtan city, yuhu district, the rain lake industrial concentration zone.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes
303	Huaxia happiness (chengde county) industrial new town construction development co. LTD.	Chengde City, Hebei	Hebei chengde chengde liugou emerging industrial cluster district management committee.	Park Infrastructure Construction and Management; Land Consolidation Services; Park Industry Services;	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
304	Huaxia happiness (laiyuan) poverty alleviation and development co. LTD.	Baoding City, Hebei	No. 91 guangping street, laiyuan county, baoding city, hebei province.	Poverty alleviation project development and infrastructure facilities, land consolidation, farmland improvement, poverty alleviation project management and management	100	Merger of enterprises not under common control	Yes
305	Dongguan huazhou industrial investment co. LTD.	Dongguan City, Guangdong	2 / f, tunxi building, the modern enterprise accelerator, no. 31, no. 3 industrial park, changtang community, changtang community, dalang town, dongguan city.	Industrial Investment, Property Leasing, Property Management, Real Estate Agency, Property Information Consulting Service	51	Merger of enterprises not under common control	Yes
306	Langfang jingyu chuangyi technology co. LTD.	Langfang City, Hebei	H207, west side commercial neighborhood, fifth avenue, new century pedestrian street, guangyang district, langfang city.	Computer software technology development, technical consulting, technical services, technology transfer; corporate management consulting; computer graphic design; art design	70	Merger of enterprises not under common control	Yes
307	CFLD INVESTMENT 37 PTE. LTD.	Singapore	9 Battery Road #15-01,Straits Trading Building, Singapore 049910	Investment and management, consultation	100	Merger of enterprises not under common control	Yes
308	CFLD INVESTMENT 38 PTE. LTD.	Singapore	9 Battery Road #15-01,Straits Trading Building, Singapore 049910	Investment and management, consultation	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
309	New Industry Park 39 PTE. LTD.	Singapore	9 Battery Road #15-01,Straits Trading Building, Singapore 049910	Investment and management, consultation	100	Merger of enterprises not under common control	Yes
310	New Industry Park 40 PTE. LTD.	Singapore	9 Battery Road #15-01,Straits Trading Building, Singapore 049910	Investment and management, consultation	100	Merger of enterprises not under common control	Yes
311	Nhon Trac New Industry City Company Limited	Vietnam	Road No. 7, Eastern Saigon Urban Area, Long Tan Commune,Nhon Trach District, Dong Nai Province	Construction of buildings;Construction of other civil engineering projects;Real estate activities with own or leased property; Real estate agent, consultant activities;	80	Merger of enterprises not under common control	Yes
312	CFLD Korea New Industry City Co.,Ltd	Korea	4th Floor, 207 Tehran-ro, Gangnam-gu, Seoul (Yeoksam-dong, Agabang Bldg.)	(1) marketing of new industry city projects; (2) investment in new industry city projects; and (3) any and all businesses incidental to the above.	100	Merger of enterprises not under common control	Yes
313	CFLD（Cayman) Investment Ltd.	Cayman	Ogier Global (Cayman) Limited, 89 Nexus Way, Camana Bay, Grand Cayman, KY1-9009, Cayman Islands	All commercial activities that are not prohibited by Cayman's law	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
314	CFLD New Industry City（B) Sdn.Bhd	Brunei	Unit Nos. 405A-410A, 4th Floor, Wisma Jaya, Jalan Pemancha, Bandar Seri Begawan BS8811, Brunei Darussalam	（1）collaborate with the Government of His Majesty The Sultan and Yang Di-Pertuan of Brunei Darussalam through the various relevant Ministries and government department and agencies for the establishment and development of new industry city projects in Brunei Darussalam and to promote, facilitate, support and encourage investment in the commercial, industrial and social undertakings and activities as well in all the relevant and necessary property and infrastructure in the said projects; (2)engage in the development,construction, management, marketing, investment, holding, leasing, administration, commercialisation, trading, sale, purchase, provision of consultancy services, or otherwise dealing in, all kinds of industrial, residential,commercial, office(include land) properties or combinations thereof(including their amenities,facilities and infrastructures)such as, without limitation, buildings,shopping centres,entertainment centres, factories, warehouses, and other kinds of real property and improvements	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
315	Fortune Jiye Property Management Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Industry investment and property management	100	Merger of enterprises under common control	Yes
316	Jiutong Jiye Investment Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Industry park investment and management	100	Merger of enterprises under common control	Yes
317	Dachang Hui Autonomous County Hongrun Commerce & Trade Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Commerce & trade	100	Merger of enterprises not under common control	Yes
318	Luanping Ruixiang Investment Development Co., Ltd.	Luanping County, Hebei Province	Luanping County, Hebei Province	Park investment development and management	100	Merger of enterprises not under common control	Yes
319	Changli Ruixiang Investment Development Co., Ltd.	Changli County, Hebei Province	Changli County, Hebei Province	Park investment development and management	100	Merger of enterprises not under common control	Yes
320	Langfang Ruixiang Jiye Investment Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Park investment development and management	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
321	Langfang City Yuntianlou Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation	100	Merger of enterprises not under common control	Yes
322	Beijing Fengkejian Real Estate Development Co., Ltd.	Fengtai District, Beijing	Fengtai District, Beijing	Real estate development, selling and operation	100	Merger of enterprises not under common control	Yes
323	Dachang Peacock City Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation	100	Merger of enterprises not under common control	Yes
324	Langfang Taitu Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development, selling and operation	100	Merger of enterprises not under common control	Yes
325	Xianghe Haoxin Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
326	Langfang City Shengbin Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
327	Dachang Hui Autonomous County Yuchang Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Dachang Hui Autonomous County, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
328	Xianghe Jingsheng Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development and operation	90	Merger of enterprises not under common control	Yes
329	Xianghe County Shengqiang Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
330	Hebei CFLD Football Club Co., Ltd.	Shijiazhuang, Hebei Province	Shijiazhuang, Hebei Province	Sports industry development	100	Merger of enterprises not under common control	Yes
331	Bazhou Qinglv Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	Bazhou City, Hebei Province	Real estate development	100	Merger of enterprises not under common control	Yes
332	Gu'an County Xindu Hot Spring Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County, Hebei Province	Hot spring tourism development	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
333	Hebei Jialan Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Langfang City, Hebei Province	Dachang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, building selling	100	Merger of enterprises not under common control	Yes
334	Beijing Fengke Xinyuan Technology Co., Ltd.	Fengtai, Beijing	Fengtai, Beijing	Real estate development, selling and operation	49	Merger of enterprises not under common control	Yes
335	Yongqing County Ruixun Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	Yongqing County, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
336	Langfang City Jingrui Real Estate Development Co., Ltd.	Langfang City, Hebei Province	HB118, Commercial Block, No.5 Street, Guangyang District, Langfang City	Real estate development and selling; real estate project planning	100	Merger of enterprises not under common control	Yes
337	Dachang Hui Autonomous County Shengji Hengyu Real Estate Development Co., Ltd.	Dachang County, Hebei Province	Jinghanan, Xiadian Town, Dachang County	Comprehensive development and selling of real estate, building decoration, selling of building materials, hardware and electrical equipment, property management	100	Merger of enterprises not under common control	Yes
338	Sanhe Yinyan Real Estate Development Co., Ltd.	Sanhe County, Hebei Province	Erbaihu, Huangtuzhuang Town, Sanhe City	Comprehensive development and operation of urban real estate, auxiliary construction of infrastructure	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
339	Dachang Hui Autonomous County Jiahong Real Estate Development Co., Ltd.	Dachang County, Langfang City, Hebei Province	East of Hua'an Road and north of Highway Station, Dachang Hui Autonomous County, Langfang City, Hebei Province	Real estate development, commodity housing selling, real estate consulting, property management	100	Merger of enterprises not under common control	Yes
340	Gu'an County Chenhui Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Gu'an County Industry Park	Real estate development	90	Merger of enterprises not under common control	Yes
341	Gu'an County Yuecheng Real Estate Development Co., Ltd.	Gu'an County, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
342	Bazhou City Yinhua Investment Co., Ltd.	Bazhou City, Hebei Province	Ruiyang Comprehensive Building, Cuizhu Road, Bazhou Development Zone	Investments and consultancy on hot spring tourism, hotel and real estate projects	100	Merger of enterprises not under common control	Yes
343	Junhao Kaixing (Xianghe) Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North of Xinhua Street and west oYongqing Road (Huaxia Urban Planning Exhibition Center), Xianghe County	Real estate development and operation	100	Merger of enterprises not under common control	Yes
344	Yongqing County Shengbao Shangcheng Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	East of Langba Road and south of Jinque Street, Yongqing County, Langfang City, Hebei Province	Real estate development and operation, indoor & outdoor decoration, selling of hardware, electrical materials and building materials	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
345	Hebei Diecaicheng Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	West of Hemaying Village, Caojiawu Township, Yongqing County	Real estate development and operation; real estate information consulting, selling of building materials	90	Merger of enterprises not under common control	Yes
346	Zhuozhou Zhiyuan Real Estate Development Co., Ltd.	Zhuozhou City, Hebei Province	Dongchengfang Town, Zhuozhou City (Teaching Experiment Field of China Agricultural University)	Real estate development and selling; property management	51.61	Merger of enterprises not under common control	Yes
347	Xianghe Jiahua Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	Xianghe County, Langfang City, Hebei Province	Real estate development and operation	70	Merger of enterprises not under common control	Yes
348	Langfang Development Zone Hongyu Guangtong Real Estate Development Co., Ltd.	Langfang City, Hebei Province	South of Yaohua Road, Langfang City Economic and Technological Development Zone, Hebei Province	Real estate development	100	Merger of enterprises not under common control	Yes
349	Langfang Rongke Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Building 1, 0057-4 Qiu, No.28 Huaxiang Road, Langfang City Economic and Technological Zone, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
350	Gu'an County Dinghui Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
351	Gu'an Yongfa Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
352	Gu'an Yuzhong Real Estate Development Co., Ltd.	Langfang City, Hebei Province	South Area, Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
353	Langfang Zhisheng Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Industry Park, Gu'an County, Langfang City, Hebei Province	Real estate development, operation	100	Merger of enterprises not under common control	Yes
354	Bazhou City Zhongruichen Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	Northwest of intersection of Yanshan Road and Changjiang Road, Bazhou Development Zone, Langfang City, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
355	Bazhou Qianhua Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	South of Center Road, Zhenyuan Development Zone, Shengfang, Bazhou, Langfang City, Hebei Province	Real estate development and selling	60	Merger of enterprises not under common control	Yes
356	Bazhou City Shichang Real Estate Development Co., Ltd.	Langfang City, Hebei Province	Northwest of intersection of Yanshan Road and Changjiang Road, Bazhou, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
357	Langfang Jingfeng Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	East of Langba Road and south of Jinque Street, Yongqing County, Langfang City, Hebei Province	Real estate development and operation	60	Merger of enterprises not under common control	Yes
358	Langfang Xilejia Real Estate Development Co., Ltd.	Yongqing County, Hebei Province	East of Langba Road and south of Jinque Street, Yongqing County, Langfang City, Hebei Province	Real estate development and selling	55	Merger of enterprises not under common control	Yes
359	Langfang Fengjing Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No.19 Baihe Road, Yongqing Industrial Zone, Langfang City, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
360	Zhuozhou City Penghua Real Estate Development Co., Ltd.	Baoding City, Hebei Province	Xuliying No.2 Village, Diaowo Township, Zhuozhou City, Baoding, Hebei Province	Real estate development and operation	100	Merger of enterprises not under common control	Yes
361	Xianghe Longyu Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North of Xinhua Street and west of Yongqing Road (Huaxia Urban Planning Exhibition Center), Xianghe County	Real estate development and selling	100	Merger of enterprises not under common control	Yes
362	Xianghe Weiyuan Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North of Xinhua Street and west of Yongqing Road (Huaxia Urban Planning Exhibition Center), Xianghe County	Real estate development and operation	51	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
363	Langfang Jinyu Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No.1 H109 (Village Hotel), Commercial Block, west of No.5 Street, New Century Walking Street, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes
364	Beijing Yongji Hengye Real Estate Development Co., Ltd.	Beijing	Room 302, 3F, Building 5, No.99 Xingshikou Road, Haidian District, Beijing	Real estate development and selling	70	Merger of enterprises not under common control	Yes
365	Langfang City Old Grandma Food Co., Ltd.	Langfang City, Hebei Province	No.12 Anjin Road (office premises), Anci Industry Park, Anci District, Langfang	Purchase of agricultural and sideline products	100	Merger of enterprises not under common control	Yes
366	Langfang Mingdao Real Estate Development Co., Ltd.	Langfang City, Hebei Province	No.19 Baihe Road, Yongqing Industrial Park	Real estate development and operation	90	Merger of enterprises not under common control	Yes
367	Bazhou Zhongshang Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	South of Longjianghu East Road, east of Taishan Road, Bazhou City	Real estate development, property management consulting, hotel management consulting	100	Merger of enterprises not under common control	Yes
368	Dachang Hui Autonomous County Hengtong Real Estate Development Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	No.200, South Jiangtan Road, Dachang Hui Autonomous County, Langfang City, Hebei Province	Real estate development and selling	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
369	Hebei Jingrui Real Estate Development Co., Ltd.	Bazhou City, Hebei Province	No.519 Taishan Road, Bazhou Development Zone	Real estate development and selling	100	Merger of enterprises not under common control	Yes
370	Yongqing County Aoshun Socks Co., Ltd.	Yongqing County, Hebei Province	No.57 Yulin Street, Yongqing County	Production and selling of socks, cloth and clothing	100	Merger of enterprises not under common control	Yes
371	Dachang National Arts and Crafts Industry Co., Ltd.	Dachang Hui Autonomous County, Hebei Province	Chenfu Village, Chenfu Township, Dachang County	Processing, selling, import & export of related national arts and crafts	100	Merger of enterprises not under common control	Yes
372	Zhongke Langfang Science Valley Co., Ltd.	Langfang City, Hebei Province	No.111 Qingguo Road, Langfang Development Zone	Level 1 land development as well as related infrastructure construction, operation and management for Science Valley Project	90	Merger of enterprises not under common control	Yes
373	Hebei Guruide Technology Development Co., Ltd.	Langfang City, Hebei Province	Science Valley, Langfang Development Zone	Development, consulting and service of communication technology; research and development of communication equipment, transmission equipment, exchange equipment and terminal equipment; selling of communication products, computer and accessories and electronic products; leasing of owned houses and facilities	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
374	Bazhou Huichang Commerce & Trade Co., Ltd.	Langfang City, Hebei Province	Northwest of intersection of Yanshan Road and Changjiang Road, Bazhou Development Zone, Langfang City, Hebei Province	Commerce & trade	100	Merger of enterprises not under common control	Yes
375	Shenzhen Partner Industry Service Co., Ltd.	Shenzhen, Guangdong Province	Room 1401, Block F, West Sea Bright Pearl Building, No.1 Taoyuan Road, Nanshan District, Shenzhen	Real estate brokering, real estate agency planning, real estate investment consulting, economic information consulting	60	Merger of enterprises not under common control	Yes
376	Shenzhen Partner Network Technology Co., Ltd.	Shenzhen, Guangdong Province	Room 1402, Block F, West Sea Bright Pearl Garden, south of West Taoyuan Road, Nanyou Avenue, Nanshan District, Shenzhen	Network technology development; advertising business; computer technology consulting; domestic trade; import & export business; information consulting	100	Merger of enterprises not under common control	Yes
377	Hebei Aofu Real Estate Development Co., Ltd.	Langfang City, Hebei Province	1101, Qingguo Road 111#, Langfang City	Real estate development and selling	100	Merger of enterprises not under common control	Yes
378	Langfang Dongxin Biotechnology Co., Ltd	Langfang City, Hebei Province	Huaxiang Road, Langfang City	Production of a single feed, production and marketing of nitrogen, feed additive, grain acquisition and import and export of goods	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
379	Langfang City Dejielinka Commerce & Trade Co., Ltd	Langfang City, Hebei Province	85S, 5#, Huaxiang Road, Langfang City	Sales of building materials, decoration materials, steel, office supplies, Riyongbaihuo, arts and crafts, leather products, ceramics, bedding; cloud computing and networking technology services	100	Merger of enterprises not under common control	Yes
380	Langfang City Anci District Zhongxiang Craft Product Co., Ltd	Langfang City, Hebei Province	Yangshuiwu County, Langfang City Anci District	Crafts sales and crafts import and export	100	Merger of enterprises not under common control	Yes
381	Sanhe City Luhui Commerce & Trade Co., Ltd	Sanhe City, Hebei Province	Shuichang Road，Yanjiao District, Sanhe City	Sales of color steel, mechanical and electrical equipment, electrical materials; auto parts, hardware, office supplies and building materials	100	Merger of enterprises not under common control	Yes
382	Hebei Fujiang Real Estate Development Co., Ltd.	Langfang City, Hebei Province	200, Jiangtan South Road, Dachang Hui Autonomous County, Langfang City	Real estate development and operation	100	Merger of enterprises not under common control	Yes
383	Gu'an Donghan Real Estate Development Co., Ltd	Gu'an City, Hebei Province	Emerging Industry Demonstration Zone, Gu'an County	Real estate development, selling, property management and operation	51	Merger of enterprises not under common control	Yes
384	Bazhou City Taihe Real Estate Development Co., Ltd	Langfang City, Hebei Province	Peacock City S3, Bazhou City	Real estate development and selling	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
385	Zhuozhou City Qili Real Estate Development Co., Ltd	Zhuozhou City, Hebei Province	63-2 Huayang West Road, Zhuozhou City	Real estate development and selling	100	Merger of enterprises not under common control	Yes
386	Laian County Xinghuiguangtong Real Estate Development Co., Ltd	Laian County, Anhui Province	Huangwen Road, Anhui Province	Real estate development and selling, management consulting	100	Merger of enterprises not under common control	Yes
387	Nanjing Fengsheng Real Estate Development Co., Ltd	Nanjing, Jiangsu Province	Zijin Technology Innovation Centre, Nanjing City	Real estate development and selling, management consulting	100	Merger of enterprises not under common control	Yes
388	Langfang Heruicheng Commerce & Trade Co., Ltd	Langfang City, Hebei Province	10#, Sanhao Road 8#, Langfang City	Sales of metal materials (gold and silver limited), building materials, wood, and economic information consultation	100	Merger of enterprises not under common control	Yes
389	Langfang Zhongyehuantai E-co City Construction Co., Ltd	Langfang City, Hebei Province	Room 201, Guangyang District, Langfang City	E-co city construction, operation and management	100	Merger of enterprises not under common control	Yes
390	Huabao Qingfeng Investment Co., Ltd.	Beijing	Room 102, Yadide, Haidian District	Projects investment, investment consulting, Real estate development and asset management	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
391	Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)	Shenzhen, Guangdong Province	6th floor, Huafu Street, Futian District, Shenzhen City	Project management, management consulting and city planning	80	Merger of enterprises not under common control	Yes
392	Shanghai Huihe building design Co., Ltd	Shanghai	Room 1079, Xinzhu Road 1111, Minhang District	Architectural planning and design, management consulting, market information consultation and investigation	100	Merger of enterprises not under common control	Yes
393	Langfang Airport Investment Development Co., Ltd.	Langfang City, Hebei Province	South of Yihechang Village, Baijiawu Office, Guangyang District, Langfang City, Hebei Province	Investment in land development and real estate development, industry parks and infrastructure construction, village reconstruction and development, reconstruction and development of old cities, research and information consultation on land development and construction projects, real estate agency services, business management consulting, and construction of public facilities, plant and office space rental	20	Merger of enterprises not under common control	Yes
394	Renqiu City Zhongsen Real Estate Development Co., Ltd	Renqiu City, Hebei Province	Huizhan Road East, Renqiu City	Real estate development, leasing of construction machinery and equipment, and engineering services	51	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
395	Langfang Jinhui Yi Trade Co., Ltd.	Langfang City, Hebei	100 Jin Yuan Road, Langfang Development Zone, No. 2-201	Cars and Accessories; Car Decoration	80	Merger of enterprises not under common control	Yes
396	Langfang Rui Chi Communication Technology Co., Ltd.	Langfang City, Hebei	The south side of Longji road and the east side of Tong Ren Road, new industry demonstration area, Anci District, Langfang, Hebei	Electronic products, communication equipment, household appliances and accessories R&D, production, sales, maintenance, technical consulting services; communications engineering construction and maintenance; software development; sales of construction materials;	100	Merger of enterprises not under common control	Yes
397	Xianghe Dingheng Real Estate Development Co., Ltd.	Xianghe County, Hebei Province	North side of Xinhua Street, west side of Yongqing Road, Xianghe county (Huaxia Urban Planning Exhibition Center)	Real estate development and selling	60	Merger of enterprises not under common control	Yes
398	Bazhou thousand purple Wan Hui real estate development Co., Ltd.	Langfang City, Hebei	Bazhou City, Langfang, Hebei, Taishan Road, east side business 3	Real estate development and selling	100	Merger of enterprises not under common control	Yes
399	Langfang Qi Feng Real Estate Development Co., Ltd.	Langfang City, Hebei	Southeast of Langfang, Yongqing, Hebei	Real estate development and selling	67	Merger of enterprises not under common control	Yes
400	Langfang Xinyue and real estate development Co., Ltd.	Langfang City, Hebei	Southeast of Jia Ba Li village north and Zhu Zhuang village Yongqing County Langfang city Hebei Province	Real estate development and selling	67	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
401	Xianghe Jingwei Real Estate Development Co., Ltd.	Langfang City, Hebei	First floor, A (1), Jingwei home town, 63 furniture Avenue, Xianghe, Langfang, Hebei	Real estate development, selling and leasing of owned property	60	Merger of enterprises not under common control	Yes
402	Langfang Jinggang Investment Co., Ltd.	Bazhou City, Hebei	Bazhou Jinggang Economic Development Zone (south of Xu Jia Bao Village)	Investment in industrial park construction projects, engineering construction projects, land consolidation projects, real estate projects, logistics industry projects, and property projects	100	Merger of enterprises not under common control	Yes
403	Hebei York Transportation Machinery Manufacturing Co., Ltd.	Hebei Dachang Hui Autonomous County	South East of Shaofu Township, Dachang Hui Autonomous County	Manufacturing, sales, commissioning and repair of conveyors, conveyor accessories, construction machinery, mining machinery, mechanical parking equipment and accessories, rental of factory warehouse stockyards, development, sales and leasing of industrial real estate	100	Merger of enterprises not under common control	Yes

S/N	Name of subsidiary	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)	Method of acquisition	Incorporated into consolidation
404	Dafu lotus flower project, Vietnam	Vietnam	Vietnam	Implementation of a secondary project, including: investment, construction of apartments, villas and trade centers, together with property hi-tech infrastructures for lease or sale Real estate business activities, including: investment, construction, management, consultation services, business and development of apartments, villas, trade centers for lease or sale Providing food and beverage services at restaurants within the project site	92	Merger of enterprises not under common control	Yes
405	VINA DAI PHUOC CORPORATION	Singapore	Singapore	Investment	100	Merger of enterprises not under common control	Yes
406	VINACAPITAL PACIFIC LIMITED	Singapore	Singapore	Investment	100	Merger of enterprises not under common control	Yes

① the basis for holding 50% or lower voting right, but still controlling the invested entity, and holding more than 50% voting right, but not controlling the invested entity:

Company name	Shareholding percentage	Reason that the Company holds 50% or lower voting rights but still controls the invested entity and such invested entity is incorporated into the scope of consolidation
Beijing Fengke Xinyuan Technology Co., Ltd.	49%	Other shareholders are Beijing Fengtai Science Park Incubator Co., Ltd., with a shareholding percentage of 45.455% and Beijing Fengke Century Technology Incubator Co., Ltd., with a shareholding percentage of 5.545%. The board of directors of this company has 5 members, of whom 3 are nominated by Jiuzhou Jiye, and its General Manager and Financial Controller are also nominated by jiuzhou Jiye. Thus, Jiuzhou Jiye owns the actual control right over this enterprise and this enterprise shall be incorporated into the scope of consolidation.
Langfang Airport Investment Development Co., Ltd.	20%	Other shareholders are Langfang State-owned Land Development Construction Investment Holding Co., Ltd with a shareholding percentage of 45%, and CDB Yuanrong Asset Management Co., Ltd with a shareholding percentage of 20%, ENN Cultural Industry Development Co., Ltd with a shareholding percentage of 10%, and Langsen Auto Industry Park Development Co., Ltd with a shareholding percentage of 5%. The board of directors of this company has 9 members, of whom 2 are nominated by the company, and 4 are nominated by Langfang State-owned Land Development Construction Investment Holding Co., Ltd, but Langfang State-owned Land Development Construction Investment Holding Co., Ltd has authorized the nomination right to the company. Thus, the company owns the actual control right over this enterprise and this enterprise shall be incorporated into the scope of consolidation.

Company name	Shareholding percentage	Reason that the Company holds more than 50% voting rights but does not control the invested entity and such invested entity is not incorporated into the scope of consolidation
Hebei Yemao Real Estate Development Co., Ltd.	60.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other shareholders
Beijing Zhongcheng Huihuang Real Estate Development Co., Ltd.	51.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other shareholders
Gu'an Yiguang Science & Technology Co., Ltd.	70.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other shareholders
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.	51.00%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other shareholders
Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP)	50.24%	According to the articles of association, the Company does not control the invested entity, but controls the invested entity together with other partners

② Basis for the control over the important structured entities incorporated into the consolidation scope:

Name	Consolidated or not	Basis for consolidation
Jiaxing CFLD I Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD II Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD III Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD IV Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD V Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD VI Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Jiaxing CFLD VII Investment Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD (Langfang) Emerging Industry Equity Investment Fund Center (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD (Shenzhen) Venture Capital Fund Enterprise (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD (Shanghai) Equity Investment Fund Partnership (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Beijing CFLD Investment Fund Management Center (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
Beijing CFLD Industry Investment Fund (LP)	Yes	According to the Partnership Agreement, substantially control such partnership
CFLD Industry New Town (Gu'an) No.1 Investment Fund (Limited Partnership)	Yes	According to the Partnership Agreement, substantially control such partnership

(2) Important non-wholly owned subsidiaries

Name of subsidiary	Shareholding percentage of minority shareholders (%)	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
Beijing Fengke Xinyuan Technology Co., Ltd.	51	-107,358.58		-17,623,213.89
Shenyang Yongyi Infrastructure Development Co., Ltd.	10	-6,512.52		-8,302.83
Bazhou Dingxing Park Construction Development Co., Ltd.	5.66	23,352,076.88		27,401,850.98
Dachang Hui Autonomous County Jiutong Jiye Water Service Co., Ltd.	5	-2,720.19		4,995,714.86
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.	5	-3,038.95		4,995,396.10
Beijing Dinghong Investment Development Co., Ltd.	-	708,319.48		

Name of subsidiary	Shareholding percentage of minority shareholders (%)	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
Qinhuangdao Dingxing Park Construction Development Co., Ltd.	-	-4,544,854.79		
Zhongke Langfang Science Valley Co., Ltd.	10	-1,860,918.87		210,907,598.71
Handan Dingxing Park Construction Development Co., Ltd.	45.45	-926,315.91		499,073,684.09
Xingtai Dingxing Park Construction Development Co., Ltd	48	-6,070,891.41		593,929,108.59
Huzhou Dingtai Park Construction Development Co., Ltd	45.45	-5,254,586.29		2,994,745,413.71
Pujiang County Dingxing Park Construction Development Co., Ltd	45.45	-13,980,466.56		985,779,533.44
Nanjing Dingtong Park Construction Development Co., Ltd	35.99	19,324,656.70		1,519,324,656.70
Wuhan Dinghong Park Construction Development Co., Ltd	48.98	-11,149,042.56		948,850,957.44
Shucheng Dingxing Park Construction Development Co., Ltd	40	19,368,833.30		1,519,368,833.30
Nanjing Dingshi Park Construction Development Co., Ltd	10	-175,476.67		39,824,523.33
Wulu Dingxing Park Construction Development Co., Ltd	49	-7,541,126.24		145,458,873.76
CFLD Industry New City (Kaifeng) Co., Ltd	44.44			781,470,000.00
Wuhan Dingshi Park Construction Development Co., Ltd	47.62	-6,336,749.82		91,663,250.18
Changge Dinghong Park Construction Development Co., Ltd	47.62	-6,166,270.69		699,433,729.31
Bazhou Peacock City Real Estate Development Co., Ltd.	-	-45,870,920.74		
Dachang Peacock City Real Estate Development Co., Ltd.	-	-3,373,067.88		
Xianghe Jingsheng Real Estate Development Co., Ltd.	10	-1,358,290.00		30,988,273.40

Name of subsidiary	Shareholding percentage of minority shareholders (%)	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
Xianghe Peacock County Real Estate Development Co., Ltd[Note]	-	-557,112.65		
Langfang City Peacock Lake Real Estate Development Co., Ltd[Note]	-	-4,183,850.41		
Gu'an County Chenhui Real Estate Development Co., Ltd.	10	-1,274,611.44		91,574,284.58
Hebei Diecaicheng Real Estate Development Co., Ltd.	10	30,761.22		18,681,412.52
Langfang Xilejia Real Estate Development Co., Ltd.	45	-211,523.69		123,461,335.26
Xianghe Jiahua Real Estate Development Co., Ltd.	30	-2,645,632.19		2,886,696.07
Yongqing Peacock City Real Estate Development Co., Ltd.	-	-1,854,913.21		
Beijing Yongji Hengye Real Estate Development Co., Ltd.	30	-4,377,591.95		44,398,186.74
Bazhou Qinglv Real Estate Development Co., Ltd.	-	138,529.14		
Huailai Jingyu Real Estate Development Co., Ltd.	-	12,251,583.67		
Zhuozhou Xinzhenying Real Estate Development Co., Ltd.	49	-7,238,906.44		2,561,093.56
Xianghe Weiyuan Real Estate Development Co., Ltd.	49	-967,612.89		232,832,947.11
Langfang Mingdao Real Estate Development Co., Ltd.	10	-12,693.22		15,039,277.22
Langfang City Shengbin Real Estate Development Co., Ltd.	-	4,824,501.24		
Bazhou Jinyuan Real Estate Development Co., Ltd	-	-48,773.75		
Bazhou City Peacock Lake Real Estate Development Co., Ltd.	33	-58,352.88		16,441,647.12
Bazhou City Peacock Sea Real Estate Development Co., Ltd.	33	-42,352.68		16,457,647.32
Hebei Jingrui Real Estate Development Co., Ltd[Note]	-	-789,401.30		
Renqiu City Zhongsen Real Estate Development Co., Ltd	49	-458,085.77		-487,960.58
Langfang City Jingyushenghe Real Estate Development Co., Ltd	30	-247.24		-247.24
Langfang City Jingyuxiangfa Real Estate Development Co., Ltd	35	-288.45		-288.48
Xianghe County Shengqiang	-	3,945,716.25		

Name of subsidiary	Shareholding percentage of minority shareholders (%)	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
Real Estate Development Co., Ltd.	45.45	-1,703,112.12		998,296,887.88
Renqiu Peacock City Real Estate Development Co., Ltd.	48.387	-14,326,280.50		2,485,673,719.50
Zhuozhou Zhiyuan Real Estate Development Co., Ltd.	49	-4,302,637.73		731,491,713.17
Gu'an Donghan Real Estate Development Co., Ltd	40	-580,102.18		2,499,419,897.82
Bazhou Qianhua Real Estate Development Co., Ltd	20	-616,402.48		32,497,547.16
Langfang Jinhui Sheng Trade Co., Ltd	-	-239,624.88		-
Langfang Ruichi Communication Technology Co., Ltd	40	-87,614.50		379,511,109.90
Xianghe Dingheng Real Estate Development Co., Ltd	40	4,155,217.14		1,504,155,217.14
Langfang Jingfeng Real Estate Development Co., Ltd	45.45	-1,677,172.08		498,322,827.92
Wen'an Peacock City Real Estate Development Co., Ltd	47.06			681,410,000.00
Jiaxing Peacock City Real Estate Development Co., Ltd	33			585,355,815.00
Langfang Yufeng Real Estate Development Co., Ltd	33	-124.39		23,368,622.20
Langfang Xinyuehe Real Estate Development Co., Ltd	40			444,049,939.51
Xianghe Jingwei Real Estate Development Co., Ltd	30	-243.67		-243.67
Langfang Jingyu Chuangyi Technology Co., Ltd	40	-8,535,278.74		142,863,100.14
Shenzhen Partner Industry Service Co., Ltd.	49	-21,161,843.30		1,478,838,156.70
Jiangmen City Dingxing Park Construction Development Co., Ltd.	80	-813,698.67		-8,649,693.47
Langfang Airport Investment Development Co., Ltd.	49	-213,547.38		946,452.62
Dongguan City Huahao Industry Investment Co., Ltd	49	-161,887.66		5,718,112.34
Dongguan Huazhou Industrial Investment Co., Ltd	80	-1,852,411.41		19,020,241.78
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)				

Name of subsidiary	Shareholding percentage of minority shareholders (%)	Profit or loss attributable to minority shareholders in the current year	Dividends distributed to minority shareholders in the current year	Balance of minority interest
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	0.025	-14,445.56		-9,285.22
Nhon Trac New Industry City Company Limited	16	-512,722.13		-857,858.75
VIna Dai Phouc Joint Stock Company	8	-2,052,338.09		47,265,468.85
Total		**-110,201,851.27**		**24,193,113,660.91**

Note: In 2017, the Company has purchased the 48.98% of Beijing Dinghong Investment Development Co., Ltd, the 45% minority interest of Qinhuangdao Dingxing Park Construction Development Co., Ltd, the 33.33% minority interest of Langfang Peacock Lake Real Estate Development Co., Ltd, and the 73.28% of Xianghe Peacock County Real Estate Development Co., Ltd, the 33% minority interest of Bazhou Jinyuan Real Estate Development Co., Ltd, the 30% minority interest of Hebei Jingrui Real Estate Development Co., Ltd, the 49% minority interest of Bazhou Peacock City Real Estate Development Co., Ltd, the 49% minority interest of Dachang Peacock City Real Estate Development Co., Ltd, the 49% minority interest of Yongqing Peacock City Real Estate Development Co., Ltd, the 49% minority interest of Bazhou Youth Property Development Co., Ltd, the 49.49% minority interest of Huailai Jingyu Real Estate Development Co., Ltd, the 49% minority interest of Langfang Shengbin Real Estate Development Co., Ltd, the 45% minority interest of Xianghe Shengqiang Real Estate Development Co., Ltd, the 20% minority interest of Langfang Ruichi Communication Technology Co., Ltd. These 14 companies are the wholly owned subsidiaries of the Company.

(3) Main financial information on important non-wholly owned subsidiaries (unit: RMB10,000)

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Beijing Fengke Xinyuan Technology Co., Ltd.	389,215.75	4,576.51	393,792.26	338,409.99	58,837.80	397,247.79
Shenyang Yongyi Infrastructure Development Co., Ltd.	1,226.53	2.77	1,229.30	1,237.60		1,237.60
Bazhou Dingxing Park Construction Development Co., Ltd.	925,362.46	1,733.83	927,096.29	822,193.90		822,193.90
Dachang Hui Autonomous County Jiutong Jiye Water Service Co., Ltd.	9,992.28	2.86	9,995.14	3.71		3.71
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.	9,992.23	3.07	9,995.30	4.51		4.51
Zhongke Langfang Science Valley Co., Ltd.	21,434.23	34,285.61	55,719.84	47,986.91		47,986.91

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Handan Dingxing Park Construction Development Co., Ltd.	115,591.89	60.52	115,652.41	5,876.87		5,876.87
Xingtai Dingxing Park Construction Development Co., Ltd	97,427.04	425.81	97,852.85	6,828.82		6,828.82
Huzhou Dingtai Park Construction Development Co., Ltd	500,347.59	430.45	500,778.04	22,036.49		22,036.49
Pujiang County Dingxing Park Construction Development Co., Ltd	176,448.77	1,321.43	177,770.20	21,353.59		21,353.59
Nanjing Dingtong Park Construction Development Co., Ltd	695,021.55	2,348.77	697,370.32	79,192.50	96,250.00	175,442.50
Wuhan Dinghong Park Construction Development Co., Ltd	252,780.92	1,053.52	253,834.44	11,381.51	50,000.00	61,381.51
Shucheng Dingxing Park Construction Development Co., Ltd	299,976.98	17,188.86	317,165.84	72,062.58		72,062.58
Nanjing Dingshi Park Construction Development Co., Ltd	51,158.88	55.4	51,214.28	11,389.75		11,389.75
Wulu Dingxing Park Construction Development Co., Ltd	78,377.30	4,412.63	82,789.93	21,211.32		21,211.32
CFLD Industry New City (Kaifeng) Co., Ltd	128,146.86		128,146.86			
Wuhan Dingshi Park Construction Development Co., Ltd	143,206.39	498.47	143,704.86	25,457.84		25,457.84
Changge Dinghong Park Construction Development Co., Ltd	184,081.95	548.3	184,630.25	5,718.54		5,718.54
Xianghe Jingsheng Real Estate Development Co., Ltd.	3,975.21		3,975.21	6,765.85		6,765.85
Gu'an County Chenhui Real Estate Development Co., Ltd.	403,660.44		403,660.44	402,641.28		402,641.28
Hebei Diecaicheng Real Estate Development Co., Ltd.	5,103.66	0.44	5,104.10	4,378.18		4,378.18
Langfang Xilejia Real Estate Development Co., Ltd.	28,031.26		28,031.26	19,350.68		19,350.68
Xianghe Jiahua Real Estate Development Co., Ltd.	109,142.66	325.63	109,468.29	109,947.94		109,947.94
Beijing Yongji Hengye Real Estate Development Co., Ltd.	99,709.65	1,768.74	101,478.40	105,800.54		105,800.54

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Zhuozhou Xinzhenying Real Estate Development Co., Ltd.	29,923.51	612.13	30,535.64	30,353.28		30,353.28
Xianghe Weiyuan Real Estate Development Co., Ltd.	38,009.52	73.18	38,082.70	12,432.71		12,432.71
Langfang Mingdao Real Estate Development Co., Ltd.	3,966.50		3,966.50	3,979.06		3,979.06
Bazhou City Peacock Lake Real Estate Development Co., Ltd.	32,540.27		32,540.27	30,907.95		30,907.95
Bazhou City Peacock Sea Real Estate Development Co., Ltd.	1,640.88		1,640.88	3.71		3.71
Renqiu City Zhongsen Real Estate Development Co., Ltd	16,878.35	11.22	16,889.57	16,989.15		16,989.15
Langfang City Jingyushenghe Real Estate Development Co., Ltd	0.12		0.12	0.2		0.2
Langfang City Jingyuxiangfa Real Estate Development Co., Ltd	0.12		0.12	0.2		0.2
Renqiu Peacock City Real Estate Development Co., Ltd.	200,805.52	3,796.50	204,602.01	45,650.13		45,650.13
Zhuozhou Zhiyuan Real Estate Development Co., Ltd.	1,170,669.52	1,310.28	1,171,979.80	673,015.62	96,364.00	769,379.62
Gu'an Donghan Real Estate Development Co., Ltd	111,954.14		111,954.14	106,677.96		106,677.96
Bazhou Qianhua Real Estate Development Co., Ltd	470,564.86	138.12	470,702.98	26,117.33		26,117.33
Langfang Jinhui Sheng Trade Co., Ltd	560.66	10,982.28	11,542.94	611.32		611.32
Xianghe Dingheng Real Estate Development Co., Ltd	20,754.08		20,754.08	32.35		32.35
Langfang Jingfeng Real Estate Development Co., Ltd	781,631.85	977.83	782,609.68	520,357.35		520,357.35
Wen'an Peacock City Real Estate Development Co., Ltd	162,821.54	200.01	163,021.55	53,625.38		53,625.38
Jiaxing Peacock City Real Estate Development Co., Ltd	691,074.59	1,326.34	692,400.93	538,489.53		538,489.53
Langfang Yufeng Real Estate Development Co., Ltd	8,327.76	4.86	8,332.62	271.26		271.26
Langfang Xinyuehe Real Estate Development Co., Ltd	2,773.86		2,773.86	2,774.08		2,774.08
Xianghe Jingwei Real Estate Development Co., Ltd	11,723.27		11,723.27			
Langfang Jingyu Chuangyi Technology Co., Ltd	0.02		0.02	0.1		0.1
Shenzhen Partner Industry Service Co., Ltd.	41,944.68	9,770.24	51,714.92	13,193.97		13,193.97

Name of subsidiary	Ending balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Jiangmen City Dingxing Park Construction Development Co., Ltd.	243,854.32	1,523.45	245,377.77	-19,952.86		-19,952.86
Langfang Airport Investment Development Co., Ltd.	64,333.67	25.39	64,359.06	65,440.27		65,440.27
Dongguan City Huahao Industry Investment Co., Ltd	487.33	32.93	520.26	193.9		193.9
Dongguan Huazhou Industrial Investment Co., Ltd	1,068.12	12.23	1,080.35	15.39		15.39
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)	16,399.44	1,658.45	18,057.89	6,691.02	16.33	6,707.35
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	79,479.72	6,323.88	85,803.60	-66,416.56		-66,416.56
Nhon Trac New Industry City Company Limited	16,039.66	77.42	16,117.08	-3,425.64		-3,425.64
VIna Dai Phouc Joint Stock Company	67422.85	1540.1	68962.95	-24786.88		-24786.88
Total	**9,017,063.21**	**111,440.46**	**9,128,503.67**	**4,174,472.18**	**301,468.13**	**4,475,940.31**

(Continued)

Name of subsidiary	Beginning balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Beijing Fengke Xinyuan Technology Co., Ltd.	34,372.19	323,539.40	357,911.59	222,508.27	138,837.80	361,346.07
Shenyang Yongyi Infrastructure Development Co., Ltd.	1,086.97	0.6	1,087.57	1,089.35		1,089.35
Bazhou Dingxing Park Construction Development Co., Ltd.	200,051.83	1,781.83	201,833.66	138,189.36		138,189.36
Dachang Hui Autonomous County Jiutong Jiye Water Service Co., Ltd.	9,997.95	1.04	9,998.99	2.12		2.12
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.	9,997.95	1.04	9,998.99	2.12		2.12
Zhongke Langfang Science Valley Co., Ltd.	19,345.07	35,177.65	54,522.72	44,928.87		44,928.87
Xianghe Jingsheng Real Estate Development Co., Ltd.	5,325.00		5,325.00	6,757.35		6,757.35
Gu'an County Chenhui Real Estate Development Co., Ltd.	185,937.87	46.74	185,984.61	183,690.84		183,690.84
Hebei Diecaicheng Real Estate Development Co., Ltd.	7,336.07	29.32	7,365.39	6,670.23		6,670.23
Langfang Xilejia Real Estate Development	27,989.28		27,989.28	19,261.69		19,261.69

Name of subsidiary	Beginning balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Co., Ltd.						
Xianghe Jiahua Real Estate Development Co., Ltd.	11,442.44	32.24	11,474.68	11,072.45		11,072.45
Beijing Yongji Hengye Real Estate Development Co., Ltd.	33,805.13	1,287.24	35,092.37	37,955.32		37,955.32
Zhuozhou Xinzhenying Real Estate Development Co., Ltd.	18,579.85	119	18,698.85	17,039.17		17,039.17
Xianghe Weiyuan Real Estate Development Co., Ltd.	26,881.03	7.5	26,888.53	1,041.07		1,041.07
Langfang Mingdao Real Estate Development Co., Ltd.	3,848.21		3,848.21	3,848.08		3,848.08
Bazhou City Peacock Lake Real Estate Development Co., Ltd.	1,650.00		1,650.00			
Bazhou City Peacock Sea Real Estate Development Co., Ltd.	1,650.00		1,650.00			
Shenzhen Partner Industry Service Co., Ltd.	46,633.92	112.86	46,746.78	8,897.19		8,897.19
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	77,477.47	4,603.70	82,081.17	82,312.31		82,312.31
Total	**723,408.23**	**366,740.16**	**1,090,148.39**	**785,265.79**	**138,837.80**	**924,103.59**

Name of subsidiary	Amount for current period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
Beijing Fengke Xinyuan Technology Co., Ltd.		-21.05	-21.05	-23,392.16
Shenyang Yongyi Infrastructure Development Co., Ltd.		-6.51	-6.51	17.18
Bazhou Dingxing Park Construction Development Co., Ltd.	87,858.82	41,258.09	41258.09	-21,217.00
Dachang Hui Autonomous County Jiutong Jiye Water Service Co., Ltd.		-5.44	-5.44	-298.81
Dachang Hui Autonomous County Dingda Investment Development Co., Ltd.		-6.08	-6.08	-298.84
Zhongke Langfang Science Valley Co., Ltd.	108.08	-1,860.92	-1860.92	1,982.86
Handan Dingxing Park Construction Development Co., Ltd.		-224.46	-224.46	-109,895.91
Xingtai Dingxing Park Construction Development Co., Ltd		-1,458.09	-1458.09	-91,762.64
Huzhou Dingtai Park Construction Development Co., Ltd		-1,221.17	-1221.17	-430,208.50
Pujiang County Dingxing Park Construction Development Co., Ltd		-3,559.40	-3559.4	-159,800.09

Name of subsidiary	Amount for current period			
Nanjing Dingtong Park Construction Development Co., Ltd	57,092.64	5,175.08	5175.08	-552,588.65
Wuhan Dinghong Park Construction Development Co., Ltd	22,002.52	-2,624.56	-2624.56	-235,937.91
Shucheng Dingxing Park Construction Development Co., Ltd	42,312.92	5,199.02	5199.02	-225,286.72
Nanjing Dingshi Park Construction Development Co., Ltd		-175.48	-175.48	-37,371.25
Wulu Dingxing Park Construction Development Co., Ltd	16,545.55	-3,900.05	-3900.05	-52,309.16
CFLD Industry New City (Kaifeng) Co., Ltd		-0.14	-0.14	-128,146.04
Wuhan Dingshi Park Construction Development Co., Ltd		-1,551.49	-1551.49	-119,752.01
Changge Dinghong Park Construction Development Co., Ltd		-1,646.79	-1646.79	-180,364.56
Xianghe Jingsheng Real Estate Development Co., Ltd.		-1,358.29	-1358.29	0.00
Gu'an County Chenhui Real Estate Development Co., Ltd.		-1,274.61	-1274.61	-6,173.97
Hebei Diecaicheng Real Estate Development Co., Ltd.		30.76	30.76	-997.59
Langfang Xilejia Real Estate Development Co., Ltd.		-47.01	-47.01	41.45
Xianghe Jiahua Real Estate Development Co., Ltd.		-881.88	-881.88	64,695.56
Beijing Yongji Hengye Real Estate Development Co., Ltd.		-1,459.20	-1,459.20	31,895.89
Zhuozhou Xinzhenying Real Estate Development Co., Ltd.		-1477.33	-1477.33	-2,993.98
Xianghe Weiyuan Real Estate Development Co., Ltd.		-197.47	-197.47	8,615.98
Langfang Mingdao Real Estate Development Co., Ltd.		-12.69	-12.69	4.37
Bazhou City Peacock Lake Real Estate Development Co., Ltd.		-17.68	-17.68	-1,489.22
Bazhou City Peacock Sea Real Estate Development Co., Ltd.		-12.83	-12.83	-1,505.28
Renqiu City Zhongsen Real Estate Development Co., Ltd		-93.49	-93.49	1,155.55
Langfang City Jingyushenghe Real Estate Development Co., Ltd		-0.08	-0.08	0.12
Langfang City Jingyuxiangfa Real Estate Development Co., Ltd		-0.08	-0.08	0.12
Renqiu Peacock City Real Estate Development Co., Ltd.		-669.58	-669.58	-166,042.99
Zhuozhou Zhiyuan Real Estate Development Co., Ltd.		-3580.66	-3580.66	-484,465.32
Gu'an Donghan Real Estate Development Co., Ltd		-608.65	-608.65	19,738.17
Bazhou Qianhua Real Estate Development Co., Ltd		-316.65	-316.65	-349,431.99

Name of subsidiary	Amount for current period			
Langfang Jinhui Sheng Trade Co., Ltd		-308.20	-308.20	57.32
Xianghe Dingheng Real Estate Development Co., Ltd		-21.90	-21.90	1.08
Langfang Jingfeng Real Estate Development Co., Ltd		-2,508.34	-2,508.34	-102,989.13
Wen'an Peacock City Real Estate Development Co., Ltd		-603.83	-603.83	-104,086.77
Jiaxing Peacock City Real Estate Development Co., Ltd		-4,234.45	-4,234.45	12,328.80
Langfang Yufeng Real Estate Development Co., Ltd		-4.01	-4.01	-0.12
Langfang Xinyuehe Real Estate Development Co., Ltd		-0.04	-0.04	1.64
Langfang Jingyu Chuangyi Technology Co., Ltd		-0.08	-0.08	0.02
Shenzhen Partner Industry Service Co., Ltd.	27,794.38	-218.01	-218.01	626.66
Jiangmen City Dingxing Park Construction Development Co., Ltd.		-4,575.10	-4575.1	-229,815.69
Langfang Airport Investment Development Co., Ltd.		-101.71	-101.71	3,551.91
Dongguan City Huahao Industry Investment Co., Ltd	421.69	-73.64	-73.64	-73.81
Dongguan Huazhou Industrial Investment Co., Ltd		-33.04	-33.04	-1,004.35
Urbanspace Planning and Architecturaldesign Co., Ltd(Shenzhen)	17,025.65	-1,666.36	-1,666.36	3,345.41
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	18,630.88	-5,781.23	-6,909.88	-1,758.45
Nhon Trac New Industry City Company Limited		-320.45	-536.16	-11,934.60
VIna Dai Phouc Joint Stock Company	1,658.02	-2,167.15	-4,996.15	-3,682.17
Total	**291,451.15**	**-1,224.40**	**-5,397.76**	**-3,689,015.60**

(Continued)

Name of subsidiary	Amount for previous period			
	Operating income	Net profit	Total comprehensive income	Cash flows from operating activities
Beijing Fengke Xinyuan Technology Co., Ltd.		-29,613.12	-29,613.12	-138,677.42
Shenyang Yongyi Infrastructure Development Co., Ltd.		-1.63	-1.63	6.11
Xianghe Jingsheng Real Estate Development Co., Ltd.		-1,034.74	-1,034.74	
Gu'an County Chenhui Real Estate Development Co., Ltd.		-113.26	-113.26	16,831.33
Hebei Diecaicheng Real Estate Development Co., Ltd.		-60.61	-60.61	1,057.76
Langfang Xilejia Real Estate Development Co., Ltd.		-17.04	-17.04	3.14
Xianghe Jiahua Real Estate Development Co., Ltd.		-88.23	-88.23	2,114.13
Zhangzhou Zhiyuan Real Estate Development Co., Ltd				
PT.CFLD TANGERANG NEW INDUSTRY CITY DEVELOPMENT	1,008.00	-3,203.84	-3,203.84	60,289.89
Total	**1,008.00**	**-34,132.47**	**-34,132.47**	**-58,375.06**

2. The transactions for which the Company's shares in the owners' equity of subsidiaries change, but the Company still controls subsidiaries

(1) Description of the changes of the Company's shares in the owners' equity of subsidiaries

①The Company formerly held the 100% equity of Handan Dingxing Park Construction Development Co., Ltd. In June 2017, the Company signed a capital increase agreement with Shenwan Hongyuan Securities Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB600,000,000.00, holding 54.55% equity of Handan Dingxing Park Construction Development Co., Ltd. The Company's control over such company does not change.

② The Company formerly held the 100% equity of Xingtai Dingxing Park Construction Development Co., Ltd. In August 2017, the Company signed a capital increase agreement with Yingda International Trust. After the completion of the share inssuance, the Company's actual capital contribution is RMB325,000,000.00, holding 52% equity of Xingtai Dingxing Park Construction Development Co., Ltd. The Company's control over such company does not change.

③ The Company formerly held the 100% equity of Renqiu Peacock City Real Estate Development Co., Ltd. In May 2017, the Company signed a capital increase agreement with China Railway Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB600,000,000.00, holding 54.55% equity of Renqiu Peacock City Real Estate Development Co., Ltd. The Company's control over such company does not change.

④ The Company formerly held the 100% equity of Zhangzhou Zhiyuan Real Estate Development Co., Ltd. In May 2017, the Company signed a capital increase agreement with Daye Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB1,600,000,000.00, holding 51.613% equity of Zhangzhou Zhiyuan Real Estate Development Co., Ltd. The Company's control over such company does not change.

⑤ The Company formerly held the 100% equity of Bazhou Qianhua Real Estate Development Co., Ltd. In June 2017, the Company signed a capital increase agreement with Zhuhai Eastern Longsheng Investment Management Center (limited partnership). After the completion of the share inssuance, the Company's actual capital contribution is RMB1,950,000,000.00, holding 60% equity of Bazhou Qianhua Real Estate Development Co., Ltd. The Company's control over such company does not change.

⑥ The Company formerly held the 100% equity of Jiangmen Dingxing Park Construction Development Co., Ltd. In June 2017, the Company signed a capital increase agreement with Huaneng Guicheng Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB800,000,000.00, holding 51% equity of Jiangmen Dingxing Park Construction Development Co., Ltd. The Company's control over such company does not change.

⑦The Company formerly held the 100% equity of Huzhou Dingtai Park Construction Development Co., Ltd. In August 2017, the Company signed a capital increase agreement with Pingan Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB1,800,000,000.00, holding 54.55% equity of of Huzhou Dingtai Park Construction Development Co., Ltd. The Company's control over such company does not change.

⑧The Company formerly held the 100% equity of Pujiang County Dingxing Park Construction Development Co., Ltd. In Septmber 2017, the Company signed a capital increase agreement with Pingan Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital

contribution is RMB600,000,000.00, holding 54.55% equity of Pujiang County Dingxing Park Construction Development Co., Ltd.. The Company's control over such company does not change.

⑨The Company formerly held the 100% equity of Nanjing Dingtong Park Construction Development Co., Ltd. In Septmber 2017, the Company signed a capital increase agreement with Xinhua Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB889,780,000.00, holding 64.01% equity of Nanjing Dingtong Park Construction Development Co., Ltd. The Company's control over such company does not change.

⑩The Company formerly held the 100% equity of Wuhan Dinghong Park Construction Development Co., Ltd. In Septmber 2017, the Company signed a capital increase agreement with China Telecom Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB1,000,000,000.00, holding 51.02% equity of Wuhan Dinghong Park Construction Development Co., Ltd. The Company's control over such company does not change.

The Company formerly held the 100% equity of Shucheng Dingxing Park Construction Development Co., Ltd. In Septmber 2017, the Company signed a capital increase agreement with Zhuhai Eastern Longsheng Investment Management Center. After the completion of the share inssuance, the Company's actual capital contribution is RMB900,000,000.00, holding 60% equity of Shucheng Dingxing Park Construction Development Co., Ltd. The Company's control over such company does not change.

The Company formerly held the 100% equity of Nanjing Dingshi Park Construction Development Co., Ltd. In Septmber 2017, the Company signed a capital increase agreement with Nanjing Jiangning City Construction Group Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB360,000,000.00, holding 90% equity of Nanjing Dingshi Park Construction Development Co., Ltd. The Company's control over such company does not change.

The Company formerly held the 100% equity of Wulu Dingxing Park Construction Development Co., Ltd. In December 2017, the Company signed a capital increase agreement with China Jingu International Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB510,000,000.00, holding 51% equity of Wulu Dingxing Park Construction Development Co., Ltd. The Company's control over such company does not change.

The Company formerly held the 100% equity of CFLD Industry New City (Kaifeng) Co., Ltd. In December 2017, the Company signed a capital increase agreement with Shenzhen Pingan Dahua Huitong Financial Management Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB500,000,000.00, holding 55.56% equity of CFLD Industry New City (Kaifeng) Co., Ltd. The Company's control over such company does not change.

The Company formerly held the 100% equity of Wuhan Dingshi Park Construction Development Co., Ltd. In December 2017, the Company signed a capital increase agreement with CITIC Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB1,100,000,000.00, holding 52.38% equity of Wuhan Dingshi Park Construction Development Co., Ltd. The Company's control over such company does not change.

The Company formerly held the 100% equity of Changge Dinghong Park Construction Development Co., Ltd. In Septmber 2017, the Company signed a capital increase agreement with CITIC Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital

contribution is RMB1,100,000,000.00, holding 52.38% equity of Changge Dinghong Park Construction Development Co., Ltd. The Company's control over such company does not change.

The Company formerly held the 100% equity of Langfang Jingfeng Real Estate Development Co., Ltd. In Septmber 2017, the Company signed a capital increase agreement with Industrial International Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB900,000,000.00, holding 60% equity of Langfang Jingfeng Real Estate Development Co., Ltd. The Company's control over such company does not change.

The Company formerly held the 100% equity of Wen'an Peacock City Real Estate Development Co., Ltd. In October 2017, the Company signed a capital increase agreement with Jianxin Trust Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB600,000,000.00, holding 54.55% equity of Wen'an Peacock City Real Estate Development Co., Ltd. The Company's control over such company does not change.

The Company formerly held the 100% equity of Jiaxing Peacock City Real Estate Development Co., Ltd. In December 2017, the Company signed a capital increase agreement with Shenzhen Pingan Dahua Huitong Wealth Management Co., Ltd. After the completion of the share inssuance, the Company's actual capital contribution is RMB900,000,000.00, holding 52.94% equity of of Jiaxing Peacock City Real Estate Development Co., Ltd. The Company's control over such company does not change.

(2) Impacts of transactions on minority interest and equity attributable to owners of parent company

Item	Beijing Dinghong Investment Development Co., Ltd	Qinhuangdao Dingxing Park Construction Development Co., Ltd	Bazhou Peacock City Real Estate Development Co., Ltd	Dachang Peacock City Real Estate Development Co., Ltd	Xianghe Peacock County Real Estate Development Co., Ltd
Purchase cost					
- Cash	2,100,100,000.00	2,132,527,777.78	1,000,000,000.00	800,000,000.00	54,849,402.00
- Fair value of non-cash assets	-	-	-	-	-
Total purchase cost/disposal consideration	2,100,100,000.00	2,132,527,777.78	1,000,000,000.00	800,000,000.00	54,849,402.00
Less: share in subsidiary's net assets based on the shareholding percentage acquired/disposed of/agreed	2,204,588,320.94	2,271,528,402.64	1,087,033,138.60	812,442,542.12	59,641,867.80
Difference	-104,488,320.94	-139,000,624.86	-87,033,138.60	-12,442,542.12	-4,792,465.80
Including: adjusted capital reserve	-104,488,320.94	-139,000,624.86	-87,033,138.60	-12,442,542.12	-4,792,465.80
Adjusted surplus reserve	-	-	-	-	-
Adjusted undistributed profit	-	-	-	-	-

(Continued)

Item	Langfang Peacock Lake Real Estate Development Co., Ltd	Yongqing Peacock City Real Estate Development Co., Ltd	Bazhou Youth Property Development Co., Ltd	Huailai Jingyu Real Estate Development Co., Ltd	Langfang Shengbin Real Estate Development Co., Ltd
Purchase cost					
- Cash	1,606,306,250.00	320,683,333.33	748,261,111.11	1,315,387,391.78	1,918,625,000.00
- Fair value of non-cash assets					-
Total purchase cost/disposal consideration	1,606,306,250.00	320,683,333.33	748,261,111.11	1,315,387,391.78	1,918,625,000.00
Less: share in subsidiary's net assets based on the shareholding percentage acquired/disposed of/agreed	1,720,762,436.13	349,059,490.86	798,845,308.63	1,389,595,234.23	2,130,592,584.48
Difference	-114,456,186.13	-28,376,157.53	-50,584,197.52	-74,207,842.45	-211,967,584.48
Including: adjusted capital reserve	-114,456,186.13	-28,376,157.53	-50,584,197.52	-74,207,842.45	-211,967,584.48

Item	Langfang Peacock Lake Real Estate Development Co., Ltd	Yongqing Peacock City Real Estate Development Co., Ltd	Bazhou Youth Property Development Co., Ltd	Huailai Jingyu Real Estate Development Co., Ltd	Langfang Shengbin Real Estate Development Co., Ltd
Adjusted surplus reserve					
Adjusted undistributed profit					

(Continued)

Item	Bazhou Jinyuan Real Estate Development Co., Ltd	Hebei Jingrui Real Estate Development Co., Ltd	Xianghe Shengqiang Real Estate Development Co., Ltd	Langfang Ruichi Communication Technology Co., Ltd	Bazhou Yujingxuan Real Estate Development Co., Ltd
Purchase cost					
- Cash	289,542,238.00	1,066,479,546.26	1,368,094,250.00	39,120,230.00	87,711,186.00
- Fair value of non-cash assets					
Total purchase cost/disposal consideration	289,542,238.00	1,066,479,546.26	1,368,094,250.00	39,120,230.00	87,711,186.00
Less: share in subsidiary's net assets based on the shareholding percentage acquired/disposed of/agreed	577,483,249.75	1,703,263,894.56	1,432,242,783.75	52,183,349.62	175,422,372.00
Difference	-287,941,011.75	-636,784,348.30	-64,148,533.75	-13,063,119.62	-87,711,186.00
Including: adjusted capital reserve	-287,941,011.75	-636,784,348.30	-64,148,533.75	-13,063,119.62	-87,711,186.00
Adjusted surplus reserve					
Adjusted undistributed profit					

(Continued)

Item	Gu'an Peacock Pavilion Real Estate Development Co., Ltd	Gu'an Peacock House Real Estate Development Co., Ltd
Purchase cost		
- Cash	97,460,000.00	441,000,000.00
- Fair value of non-cash assets	-	-

Item	Gu'an Peacock Pavilion Real Estate Development Co., Ltd	Gu'an Peacock House Real Estate Development Co., Ltd
Total purchase cost/disposal consideration	97,460,000.00	441,000,000.00
Less: share in subsidiary's net assets based on the shareholding percentage acquired/disposed of/agreed	194,920,000.00	882,000,000.00
Difference	-97,460,000.00	-441,000,000.00
Including: adjusted capital reserve	-97,460,000.00	-441,000,000.00
Adjusted surplus reserve		
Adjusted undistributed profit		

3. Interests in joint ventures or associates

(1) Joint ventures or associates

Name of associate	Principal place of business	Place of registration	Business nature	Shareholding percentage (%)		Accounting treatment method of investment in joint venture or associate
				Direct	Indirect	
Gu'an Yiguang Science & Technology Co., LtdNote1	Gu'an County, Langfang City, Hebei Province	Gu'an County, Langfang City, Hebei Province	OLED devices		70	Equity method
Hebei Yemao Real Estate Development Co., LtdNote2	Dachang County, Langfang City, Hebei Province	Dachang County, Langfang City	Real estate development and selling		60	Equity method
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., LtdNote2	Suzhou City, Jiangsu Province	No.2 Taishan Road, Gaoxin District, Suzhou	Providing planning and consultancy for the incubation of scientific and technological business startups	51		Equity method
Beijing Zhongcheng Huihuang Real Estate Development Co., LtdNote2	Beijing	Room 1104, No.8 Caiyuzhen Street, Daxing District, Beijing	Real estate development and selling		51	Equity method

CFLD Dongrun (Bazhou) Rail Transit Construction Management Co., Ltd.	Langfang City, Hebei Province	S3 Building, Lanyuan, Bazhou Peacock City, Langfang City, Hebei Province	Rail transport construction management, rail transport operation management, enterprise management and consulting, economic trade consulting, financial consulting	50	Equity method
Shenzhen Partner OCT Industry Management Co., Ltd	Shenzhen	Building A, Building 8, Ganjiakhang Hakka Town, No. 18 Ganli Road, Gankeng Community, Jihua Street, Longgang District, Shenzhen, China	Industrial Park Operation Management, Industrial Park Investment, Property Management, Owned Property Leasing; Investment in Industrial Development (Specific projects to be separately declared); Investment Consulting (excluding restricted items); Investment Consultant	50	Equity method
Shenzhen Bay Double Creation Technology Service Co., Ltd	Shenzhen	1314, Tower A, Building 5, Shenzhen Bay Science and Technology Ecological Park, Nanshan District, Shenzhen, China	Marketing planning, business management consulting, investment consulting, house leasing, property management.	50	Equity method
Langfang City Kaichuang Jiutong Investment Co., Ltd.	Langfang City, Hebei Province	Langfang City	Park infrastructure construction	49	Equity method
Beijing Dingcai Technology Co., Ltd.	Beijing	Beijing	Technology development, promotion, transfer, consulting and service	33.33	Equity method
Langfang Huijia Real Estate Development Co., Ltd.	Guangyang District, Langfang City, Hebei Province	No.59 Heping Road, Guangyang District, Langfang City	Real estate development and operation	20	Equity method
Langfang Pangda Yilong Auto Sales Co., Ltd.	Anci District, Langfang City, Hebei Province	No.4 Huannanyan Road, West Riing Road, Anci Industry Park, Langfang	Selling of motor vehicles, car leasing, etc.	25	Equity method
Langfang City Fangyu Real Estate Development Co., Ltd.	Guangyang District, Langfang City, Hebei Province	No.418 Jianguo Road, Guangyang District, Langfang City	Real estate development and selling	20	Equity method
Shanghai Hongshida Real Estate Development Co., Ltd.	Shanghai	No.2321 Gongji Road, Huinan Town, Pudong New Area, Shanghai	Real estate development and operation, indoor decoration, service, building materials, selling	30	Equity method

Hebei new model screening industry development Fund(LP)	Langfang City, Hebei Province	Emerging industry demonstration zone, Gu'an County, Langfang City, Hebei Province	Investment management	9		Equity method
Sanhe City Dongfeng Real Estate Development Co., Ltd.	Sanhe City, Langfang City, Hebei Province	Jingha Road South, Sanhe City	Real Estate Development and Operation		12	Equity method
NIC	Vietnam	7, Eastern Saigon Urban Area, Long Tan Commune, Nhon Trach District, Dong Nai Province, Vietnam	Real Estate – Township development		20	Equity method
Shenzhen City Huayang Industry Development Co., Ltd.	Shenzhen City	150, Third floor, Xinxing Road, Shenzhen City	Industry park operation, Management Consulting, Enterprise Incubator, Lending and Property Management		20	Equity method
Dongguang City Huagu Tech Industry Park Co., Ltd.	Dongguan, Guangdong Province	506, Innovation park D building, Houjie County, Dongguan City	Technology Industry Park, Tech Enterprise Incubator and Consulting		20	Equity method
Shenzhen City Huaanda Investment Co., Ltd.	Shenzhen City	Second floor, Guangqiao North Road, Guangmingxin District, Shenzhen City	Investment Consulting, Property Management		20	Equity method
Shenzhen City Zhiding Property Management Co., Ltd.	Shenzhen City	303-3, Hebin South Road 24#, Shenzhen City	Property Lending		20	Equity method
Shenzhen City Lichuang Investment Development Co., Ltd.	Shenzhen City	201, A Building, Longhua District, Shenzhen City	Industry Investment, Property Management		20	Equity method
Shenzhen City Huaqingan Industry Investment Co., Ltd.	Shenzhen City	E Building, Xinqiang Road, Pingshanxinqu, Shenzhen City	Industry park operation, Management Consulting,		20	Equity method
Dongguan City Zhongcheng Property Management Co., Ltd.	Dongguan, Guangdong Province	301, A Building, Houjie County, Dongguan City	Technology Industry Park, Tech Enterprise Incubator and Consulting		20	Equity method
Dongguang City Dinghui Industry Investment Co., Ltd.	Dongguan, Guangdong Province	8# 4th Building, Yuanshanbei Road, Dongguan City	Industry Investment, Consulting, Property management and Lending		20	Equity method
Dongguang City Dingbo Industry Investment Co., Ltd.	Dongguan, Guangdong Province	Huangling Industrial zone, Chashan County, Dongguan City	Industry Investment, Property management and Lending		20	Equity method
Shenzhen Wan Yue City Property Management Co., Ltd	Shenzhen	No.1510, Sightseeing Road, Guanlan Street, Longhua District, Shenzhen	Self-owned property leasing; property management; economic information consulting		20	Equity method
Shenzhen Huaqingan Industrial Co., Ltd	Shenzhen	Building E, Puqiao Industrial Zone, Xinqiang Road, Liuhe Community, Pingshan Street, Pingshan New District, Shenzhen, China	Industrial Park Operation, Consultant Planning, Consulting Management, Business Incubation, Property Leasing, Domestic Trade, Property Management, Production and Processing of Electronic Products		20	Equity method

Dongguan Huasheng Property Management Co., Ltd	Dongguan, Guangdong Province	3rd Floor, Nankang Department Store, No. 1 Yongchang Street, Yuanwuwei Village, Baoshan Community, Huangjiang Town, Dongguan, China	Property Management, Property Leasing, Property Consulting, Industrial Investment	20	Equity method
Dongguan Ding Xing Industrial Investment Co., Ltd	Dongguan, Guangdong Province	Dongfeng Street, Dongguan City, Dongguan City, Tangxia Industrial Park, 1st Floor, No. 69, Building A	Industrial Investment; Property Management; Property Investment; Property Leasing; Real Estate Brokerage Services; Indoor Hydroelectric Project Installation; Intelligent System Engineering; Decoration Engineering	20	Equity method
Shenzhen Huawei Industrial Investment Co., Ltd	Shenzhen	Room 601, 6th Floor, No. 363, Shajing Section, Guangshen Road, Shajing Street, Bao'an District, Shenzhen City	Investment in industrial, domestic trade, property management, cleaning services, house leasing, self-owned property leasing, business information consulting, zinc aluminum die casting, R&D and manufacturing of hardware and plastic molds, and landscaping management.	20	Equity method
Dongguan Huayuechuang Investment Development Co., Ltd	Dongguan, Guangdong Province	3rd Floor, South Building, No. 1, Yongkang Street, No. 1, Yongkang Street, Baoshan Community, Huangjiang Town, Dongguan City, China	Industrial investment, property management, property leasing.	20	Equity method
Dongguan Huamai Investment Development Co., Ltd	Dongguan, Guangdong Province	No. 101, No. 8 Building, Zhichuangyuan, Carde City, Nange Village, Dao Town, Dongguan City	Property investment; Real estate brokerage; Economic information consultation; Incubation of science and technology small and medium-sized enterprises; Incubator establishments and shared facilities, technical support and professional consulting services for incubators; Corporate management consulting; Equity investment; Owned property leasing; Property management; Parking Field service; conference and exhibition services	20	Equity method

(2) Financial summary of insignificant joint ventures and associates

Item	Ending balance/Amount for current period	Beginning balance/Amount for previous period
Joint ventures:		
Total book value of investments	585,240,373.93	671,836,008.84
Total of the following items based on shareholding percentages		
—Net profit	-10,475,634.91	-37,652,794.96
—Other comprehensive income		
—Total comprehensive income	-10,475,634.91	-37,652,794.96
Associates:		
Total book value of investments	3,453,192,429.31	510,310,393.28
Total of the following items based on shareholding percentages:		
-- Net profit	2,880,585.78	-21,665,186.72
--Other comprehensive income		
--Total comprehensive income	2,880,585.78	-21,665,186.72

4. The interests in the structured entities not incorporated into the scope of consolidated financial statements

(1) As a limited partner, Global Industrial Investment Co., Ltd. (a subsidiary of the Company) contributed USD50mn (equivalent to RMB338,720,000.00) to subscribe for the share of 1995 Capital China Fund ("China Fund"). The general partner of China Fund is a limited liability company incorporated in the State of Delaware. All its core team members have years of investment experience in world-class fund companies. The duration of China Fund is 7 years. The first four years following its founding is the subscription period. The general partner has the right to extend the duration by 12 months to terminate the fund in an orderly way and liquidate the assets. The duration may be extended by no more than twice. The China Fund mainly targets the innovative technological companies likely to achieve industrialization or commercialization in China. The key fields cover energy and environmental protection, medical service, food, agriculture, education, ageing population etc. Idle funds can be used to make short-term investments in excellent securities.

(2) As a limited partner, Global Industrial Investment Co., Ltd. (a subsidiary of the Company) contributed USD30mn (equivalent to RMB196,026,000.00) to subscribe for the share of 1995 Capital Fund 1 ("Capital Fund 1"). The general partner of Capital Fund 1 is a limited liability company incorporated in the State of Delaware. All its core team members have years of investment experience in world-class fund companies. The duration of Capital Fund 1 is 10 years. The first 5 years following its founding is the contribution period; but the general partner has the right to extend the duration by 12 months to terminate the fund in an orderly way and liquidate the assets. The duration may be extended by no more than twice. The Capital Fund 1 mainly makes VC, PE and other equity investments in the forward-looking and innovative high-tech companies or (teams) having the potential to develop revolutionary products and services and likely to form a significant production capacity. The key fields cover energy and environmental

protection, medical service, food, agriculture, education, ageing population etc. Idle funds can be used to make short-term investments in excellent securities.

(3) On November 30, 2016, CFLD (Beijing) Equity Investment Management Co., Ltd., Sanpu Weite Park Construction Development Co., Ltd., Langfang High-tech Innovation & Entrepreneurship Investment Co., Ltd. and Hebei Province Technology Investment Center (all of which are the indirect controlled subsidiaries of the Company) signed the Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP) Partnership Agreement, pursuant to which CFLD (Beijing)Equity Investment Management Co., Ltd. will contribute RMB1mn, Sanpu Weite Park Construction Development Co., Ltd. will contribute RMB100mn, Langfang High-tech Innovation & Entrepreneurship Investment Co., Ltd. will contribute RMB50mn and Hebei Province Technology Investment Center will contribute RMB50mn to jointly set up Sanpu Kechuang Gu'an Technology Equity Investment Fund Center (LP). According to this partnership agreement, all the parties jointly control the investment and operation of the partnership. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement.

(4) In 2016, The company's indirect wholly owned subsidiaries, CFLD Industry Investment Co., Ltd, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd and CFLD (Beijing) Equity Investment Management Co., Ltd signed the Jingjinji Huaxia Jicai Dachang Film Industry Fund(LP) Partnership Agreement with Hebei province Jicai Industry Equity Investment Fund Co., Ltd and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd. According to this partnership agreement, CFLD Industry Investment Co., Ltd will contribute RMB52mn, Dachang Hui Autonomous County Dinghong Investment Development Co., Ltd will contribute RMB24mn, CFLD (Beijing) Equity Investment Management Co., Ltd will contribute RMB4mn, Hebei province Jicai Industry Equity Investment Fund Co., Ltd will contribute RMB50mn and Dachang Hui Autonomous County Fumin Industry Development Investment Fund Co., Ltd will contribute RMB70mn. The Company adopts the equity method for accounting and such investments are listed as other non-current assets in the statement.

VIII. Risks Related to Financial Instruments

The main financial instruments of the Company include borrowings, receivables, payables, trading financial assets, trading financial liabilities, etc. For the details of financial instruments, please see Note "V. Notes to Main Items of Financial Statements". The risks relating to these financial instruments as well as the risk management policies taken by the Company to lower these risks are stated below. The Company's management manages and monitors these risk exposures to ensure that the said risks are controlled to be within the defined scope.

1. Various risk management objectives and policies

The objectives of the Company's risk management are to achieve the appropriate balance between risks and earnings, minimize the negative impact of risks upon the Company's operational results and maximize the interests of shareholders and other equity investors. Based on these risk management objectives, the basic strategy of the Company's risk management is to determine and analyze the risks facing the Company, establish the appropriate risk tolerance bottom lines, conduct risk management and supervise various risks in a timely and reliable way to control risks to be within the defined scope.

(1) Market risk

① Exchange rate risk

The exchange rate risk of the Company is mainly related to USD. Several subsidiaries of the Company adopt USD for settlement. The other main business activities of the Company adopt RMB for settlement. As of Dec 31, 2017, except for the USD balances of the assets and liabilities in the table below, the balances of the other assets and liabilities of the Company are RMB balances. The exchange rate risk of such assets and liabilities in USD may influence the operational results of the Company.

Item	Ending balance of foreign currency	Beginning balance of RMB equivalent
Bank deposit		
Including: USD	7,472,483,563.98	2,049,674,299.57
SGD	19,822,394.71	39,637,331.40
IDR	153,139,525.58	100,666,648.15
INR	16,451,594.19	
MYR	7,238,911.28	
VND	37,825,371.04	
KRW	1,282,890.00	
EUR	195,057.50	120,905.40
HKD		113,523.81
Accounts receivables		
Including: VND	1,195,115.25	
Other receivables		
Including: USD	2,435,903.92	19,483,292.95
SGD	2,778,905.07	244,246.56
IDR	564,833,822.48	653,666,766.96
INR	480,181.23	
VND	665,675.52	
Other current assets		
including：SGD	495,506.57	
IDR	144,757,987.98	
INR	1,045,031.62	
VND	25,377,744.33	
Assets available for sale		
USD	6,534.20	554,960,001.00
IDR	5,868,870.56	
Short-term borrowing		
including: USD	718,762,000.00	
Accounts payable		
Including: USD		730,466.10
IDR	18,706,558.05	19,202,255.25
VND	9,033,735.19	

Item	Ending balance of foreign currency	Beginning balance of RMB equivalent
MYR	162,657.00	
Other payables		
Including: USD	14,406,175.80	10,021,384.33
SGD		3,329,044.12
IDR	39,822,504.31	
VND	114,715,320.21	6,296,123.71
INR	1,277,347.09	
Long-term borrowings-USD	653,420,000.00	
Bond payable-USD	4,210,234,056.70	

The Company closely watched the effect of exchange rate changes upon the Company.

As of December 31, 2017, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against USD, then the Company's net profit will decrease or increase by RMB7,042,889.14.

As of December 31, 2017, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against IDR, then the Company's net profit will decrease or increase by RMB2,756,918.73.

As of December 31, 2017, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against SGD, then the Company's net profit will decrease or increase by RMB86,613.02.

As of December 31, 2017, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against INR, then the Company's net profit will decrease or increase by RMB62,622.97.

As of December 31, 2017, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against VND, then the Company's net profit will decrease or increase by RMB60,778.75.

As of December 31, 2017, assuming that all other variables keep unchanged, if RMB appreciates or depreciates by 50BPs against MYR, then the Company's net profit will decrease or increase by RMB26,535.95.

② Interest rate risk

The interest rate risk facing the Company is mainly from bank borrowings, trust borrowings, bonds payable and other interest-bearing liabilities. The Company reasonably designs credit line, credit type and credit term by establishing a good bank/enterprise relationship in order to ensure that the credit line from banks is sufficient and meets the Company's requirements for various kinds of short-term financing. In addition, the Company reasonably reduces the risk of interest rate fluctuation by shortening the term of single loan, in particular, incorporating the early repayment provision.

As of Dec 31, 2017, when other variables keep unchanged, if the loan rate based on floating rate increases or decreases by 50BPs, then the Company's net profit will decrease or increase by RMB414,535,801.58.

③ Price risk

The Company sells the real estate commodities at market price, so the Company is influenced by the market price fluctuations.

(2) Credit risk

As of Dec 31, 2017, the largest credit risk exposure that is likely to result in the financial loss of the Company is mainly from the loss of the Company's financial assets for the failure by the other party to perform its obligations as well as the financial guarantees provided by the Company, specifically including:

The book value of the financial assets recognized in the consolidated balance sheet; as for the financial instruments measured at fair value, book value reflects their risk exposure, but not the largest risk exposure. The largest risk exposure will vary with the change in the fair value in future.

In order to lower credit risk, the Company sets up a special department to determine credit line, conduct credit examination and approval and implement other monitoring procedures so as to ensure that necessary measures are taken to recover the past-due creditor's right. In addition, on each balance sheet date, the Company examines the recovery of every single receivable so as to ensure that sufficient bad debt provision is made for non-recoverable receivables. Thus, the Company's management holds the view that the credit risk facing the Company decreases significantly.

The Company's working capital is deposited at the banks with a higher credit rating, so the working capital has a lower credit risk.

The Company adopted necessary policies to ensure that all sales customers had good credit records. Except for the top five debtors in accounts receivable, the Company has no other significant credit concentration risk. The top five customers in accounts receivable are government departments and the total amount is RMB15,634,926,555.08. Thus, the credit risk is lower.

(3) Liquidity risk

Liquidity risk is the risk that the Company is unable to satisfy its financial obligations on expiry date. The method used by the Company to manage liquidity risk is to ensure that sufficient fund liquidity is available to fulfill the due obligations and avoid unacceptable losses or damage to the reputation of the Company. The Company regularly analyzes the structure and term of liabilities so as to ensure that abundant funds are available. The Company's management monitors use bank loans and guarantees compliance with loan agreements. The management also makes financing negotiations with financial institutions so as to maintain a certain credit line and lower liquidity risk.

IX. Related Parties and Related-Party Transactions

1. Information on the parent company of the Company

Name of parent company	Place of registration	Business nature	Registered capital (RM10,000)	Shareholding percentage of parent company in the Company	Voting percentage of parent company in the Company
CFLD Holding Co., Ltd.	Gu'an	Investment	105,000	61.67%	61.67%

The ultimate controller of the Company is Mr. Wang Wenxue. Mr. Wang Wenxue serves as the Board Chairman of the Company.

2. Information on the Company's subsidiaries

For the Company's subsidiaries, please fee Note VII. 1 "Interests in Other Entities ".

3. Information on the Company's joint ventures and associates

For the important joint ventures and associates of the Company, please see VII. 3 "Interests in joint ventures or associates".

4. Information on other related parties

Name of other related party	Relationship between other related party and the Company
Chongqing Jindian Landscape Co., Ltd.	Mr. Hu Xuewen, the director of the Company, serves as the director of Chongqing Jindian Landscape Co., Ltd. ("Jindian Landscape").
Zhihe Industry Investment Co., Ltd.	The actual controller of Zhihe Industry Investment Co., Ltd. is Mr. Wang Wenxue, and Mr. Wang Wenxue concurrently serves as the Board Chairman of the Company and the executive director of Zhihe Industry Investment Co., Ltd.
Hetai Yinliang (Beijing) Technology Development Co., Ltd.	The actual controller of the Company and Hetai Yinliang (Beijing) Technology Development Co., Ltd. are Mr. Wang Wenxue.
Zhihe Holding Co., Ltd.	The actual controller of the Company and Zhihe Holding Co., Ltd. is Mr. Wang Wenxue, and Wang Wenxue serves as the Board Chairman of the Company.
Bank of Langfang	Mr. Wang Wenxue, the Board Chairman of the Company, serves as the director of Bank of Langfang. Mr. Guo Shaozeng, the director of the Company, serves as the Vice Chairman of Bank of Langfang.
Huaxia Yunlian Smart City Co., Ltd.	The actual controller of the Company and Huaxia Yunlian Smart City Co., Ltd. is Mr. Wang Wenxue.
Kong Jian Jia Co., Ltd.	The actual controller of the Company and Kong Jian Jia Co., Ltd. is Mr. Wang Wenxue.
TechCode Technology Development Co., Ltd.	The actual controller of the Company and TechCode Technology Development Co., Ltd is Mr. Wang Wenxue.
TechCode Accelerator (Israel), Ltd.	The actual controller of the Company and TechCode Accelerator (Israel), Ltd. is Mr. Wang Wenxue.

Name of other related party	Relationship between other related party and the Company
TechCode Accelerator (Germany) TCAC GmbH.	The actual controller of the Company and echCode Accelerator (Germany) TCAC GmbH is Mr. Wang Wenxue.
TechCode Accelerator (US), Inc.	The actual controller of the Company and TechCode Accelerator (US), Inc. is Mr. Wang Wenxue.
TechCode Accelerator Korea Co.Ltd.	The actual controller of the Company and TechCode Accelerator Korea Co. Ltd. is Mr. Wang Wenxue.
Shanghai Qiju Real Estate Brokerage Co., Ltd	The actual controller of the Shanghai Qiju Real Estate Brokerage Co., Ltd is Mr. Wang Wenxue
Yungu (Guan) Technology Co., Ltd	The actual controller of the Company and Yungu (Guan) Technology Co., Ltd is Mr. Wang Wenxue
Hebei New Display Industry Development Fund (Limited Partnership)	Other
Guo Shaozeng	Director
Meng Jing	Director, President
Hu Xuewen	Director
Zhao Hongjing	Director, Vice President
Cheng Tao	Director (off office)
Zhu Wuxiang	Independent Director
Zhang Qifeng	Independent Director
Duan Zhongpeng	Independent Director(off office)
Chang Dongjuan	Chairman of the Supervisory Committee
Zhang Yi	Supervisor
Zheng Yanli	Employee Supervisor
Jin Ting	Employee Supervisor(off office)
Zhang Shufeng	Vice President
Yuan Gang	Vice President
Chen Huaizhou	Vice President
Wu Zhongbing	Vice President & Financial Controller
Lin Chenghong	Secretary of the Board

5. Information on Related-party Transactions

(1) Information on related-party guarantees

The Company as the guarantor

Guaranteed party	Guaranteed amount	Starting date of guarantee	Expiry date of guarantee	Whether the guarantee is fully performed or not
Gu'an Yiguang Science & Technology Co., Ltd.	150,000,000.00	2016/9/19	2021/9/19	No

The Company as the guaranteed party

Guarantor	Guaranteed party	Guarantee amount	Starting date of guarantee	Expiry date of guarantee	Whether the guarantee is fully performed or not
CFLD Holding Co., Ltd.	China Fortune Land Development Co., Ltd.	2,000,000,000.00	2016/3/24	2020/5/23	No

(2) Remunerations of the key management personnel

Item	Amount for current period	Amount for previous period
Remunerations of the key management personnel	40.32mn	46.96mn

(3) Other related-party transactions

Note 1: The company and its related party Chongqing Jindian Landscape Co., Ltd signed new contract with RMB512.3591mn, By the end of the reporting period, RMB233.1798mn has been paid.

Note 2: The company and its related party Taiku Technology Innovation Co., Ltd signed new contract with RMB330mn, By the end of the reporting period, RMB144mn has been paid.

Note 3: The company and its related party TechCode Accelerator (Israel) Ltd signed new contract with USD 5.65mn, By the end of the reporting period, not paid yet.

Note 4: The company and its related party TechCode Accelerator (Germany) TCAC GmbH signed new contract with EUR 3.25mn, By the end of the reporting period, EUR 3.25mn has been paid.

Note 5: The company and its related party TechCode Accelerator (US), Inc signed new contract with USD 4.40mn, By the end of the reporting period, USD 4.40mn has been paid.

Note 6: The company and its related party TechCode Accelerator Korea Co. Ltd signed new contract with KRW 4.03mn, By the end of the reporting period, KRW 4.03mn has been paid.

Note 7: The company and its related party China Cloud Alliance Smart City Co., Ltd signed new contract with RMB 1.40mn.

Note 8: The company and its related party Zhihe Holdings Co., Ltd, in 2017, the company's indirectly owned subsidiary CFLD property management Ltd provide Property management services for Zhihe Holdings Co., Ltd, with RMB199,867.16 and received RMB151,216.40.

Note 9: In 2017, Yungu (Gu'an) Technology Co., Ltd and CFLD property management Ltd signed services contract with RMB236,541.56.

Note 10: In 2016, the company, Bank of Langfang Co., Ltd and Nanjing Orient Datang Property Co., Ltd signed entrusted loan contract, for a loan of RMB500mn to Nanjing Orient Datang Property Co., Ltd. The contract has extended to 21 months and the due date is on 28th Feburary 2018.

In 2016, the company, Bank of Shanghai Co., Ltd Nanjing Branch and Nanjing Orient Datang Property Co., Ltd signed entrusted loan contract, for a loan of RMB200mn to Nanjing Orient Datang Property Co., Ltd. The contract has extended to 18 months and the due date is on 26th March 2018.

In 2017, the company, Bank of Shanghai Co., Ltd Nanjing Branch and Nanjing Orient Datang Property Co., Ltd signed entrusted loan contract, for a loan of RMB100mn to Nanjing Orient Datang Property Co., Ltd, with a term of 6 months and 15% annual rate.

Note 11: In 2017, the company, Bank of Langfang Co., Ltd and Hebei Yemao Real Estate Ltd signed entrusted loan contract, for a loan of RMB119,733,400.00 to Hebei Yemao Real Estate Ltd, with a term of 18 months and 12% annual rate.

Note 12: In 2017, the company, Agricultural Bank of China Co., Ltd. Shanghai Nanhui Branch and Shanghai Hongshida Real Estate Ltd signed entrusted loan contract, for a loan of RMB230mn to Shanghai Hongshida Real Estate Ltd, with a term of 36 months and 12% annual rate.

In 2017, the company, Agricultural Bank of China Co., Ltd. Shanghai Nanhui Branch and Shanghai Hongshida Real Estate Ltd signed entrusted loan contract, for a loan of RMB215mn to Shanghai Hongshida Real Estate Ltd, with a term of 36 months and 12% annual rate.

In 2017, the company, Agricultural Bank of China Co., Ltd. Shanghai Nanhui Branch and Shanghai Hongshida Real Estate Ltd signed entrusted loan contract, for a loan of RMB631mn to Shanghai Hongshida Real Estate Ltd, with a term of 36 months and 12% annual rate.

Note 13: In 2016, Jingyu Real Estate, Bank of Langfang Co., Ltd and Nanjing Orient Datang Property Co., Ltd signed entrusted loan contract, for a loan of RMB500mn to Nanjing Orient Datang Property Co., Ltd. The handling charge is RMB500,000.00. Jingyu Real Estate Entrusted Bank of Langfang Co., Ltd. For a loan of RMB4bn to China Railway Material Group Co., Ltd. The handling charge is RMB8mn. By the end of reporting period, full payment has been made. In 2017, Jingyu Real Estate, Bank of Langfang Co., Ltd and Nanjing Orient Datang Property Co., Ltd signed entrusted loan contract, for a loan of RMB100mn to Nanjing Orient Datang Property Co., Ltd. The handling charge is RMB100,000.00.

Note 14: Bank of Langfang Co., Ltd's daily deposit balance does not exceed RMB 10 billion.

Note 15: The company and Zhihe Holdings Co., Ltd set up a Hebei New Display Industry Development Fund, as limited partner invest in RMB2999 mn and Zhihe will invest rest of contributions.

6. Receivables from and payables to related parties

(1) Receivables

Project name	Name of related party	Ending balance	Beginning balance
Interest receivable	Nanjing Orient Datang Property Co., Ltd	9,844,531.72	9,844,531.72
	Hebei Yemao Real Estate Development Co., Ltd	29,336,697.85	29,336,697.85
	Shanghai Hongshida Real Estate Development Co., Ltd	62,471,917.81	62,471,917.81

	Total	101,653,147.38	101,653,147.38
Other recivable	Nanjing Orient Datang Real Estate Co., Ltd	128,000,000.00	

(2) Payables

Project name	Name of related party	Ending balance	Beginning balance
Accounts payable	Chongqing Jindian Landscape Co., Ltd.		24,148,221.81
	Total		**24,148,221.81**

X. Commitments and Contingent Matters

1. Significant Commitments

(1) Capital Commitments

Item	Ending balance
Already contracted, but still not recognized in financial statements	
- Outside investment commitments	1,723,976,120.00
Total	**1,723,976,120.00**

(2) Operating lease commitments

As of the balance sheet date, the non-irrevocable operating lease contracts signed by the Company are as follows:

Item	Ending balance	Beginning balance
Min. lease payments under the non-revocable operating leases:		
The first year after the balance sheet date	157,428,513.72	342,456,029.15
The second year after the balance sheet date	106,791,005.81	23,051,086.73
The third year after the balance sheet date	32,532,979.60	1,939,299.46
Subsequent years	24,932,275.58	11,000.00
Total	**321,684,774.71**	**367,457,415.34**

(3) Other commitments

As of Dec 31, 2017, the agreed capital project expenses already contracted (mainly land contracts and project construction contracts) but not paid by the Contract total RMB27.358bn, which is paid in several coming years when the other parties to these contracts perform responsibilities and obligations under these contracts.

2. Contingent matters

(1) The Company provided mortgage loan guarantees for commodity housing purchasers according to real estate operation practice. Such guarantee is a staged joint guarantee. The guarantee term starts from the date when the mortgage loan contract among Company, the loan lender and the house purchaser becomes effective and ends on the date when the Company receives the House Ownership Certificate for the purchaser, assists the loan lender in handling mortgage registration and delivers the Encumbrance Certificate to the loan lender. By the end of reporting period, the aggregate of the staged guarantees provided by the Company for the commodity house purchasers is RMB61.609bn. Given that up to now, no house purchaser has

defaulted under the mortgage loan contract and the current market price of these houses is higher than the selling price, the Company holds the view that the risk associated with the providing of these guarantees is very small.

Except for the said matters, the Company had no other contingent matters needing to be disclosed.

XI. Matters after the Balance Sheet Date

(I) Profit distribution

The Company's profit distribution proposal for 2017 was examined and approved at the 37th meeting of the 6th Board of Directors on March 29, 2018. The specific distribution proposal is as follows:

The Company proposes to distribute a cash dividend of RMB9.00 (tax included) per 10 shares to all the shareholders, with the total share capital of 2,954,946,709 shares, totaling RMB2,659,452,038.10. This profit distribution proposal has to be approved by the 2017 shareholders' general meeting of the Company before implementation.

(II) Others

1. In March, 2018, Jiutong Jiye Investment Co., Ltd., an indirect controlled subsidiary of the Company, issued RMB1.09bn 2018 Jiutong 01 non-public bond, bond code 150170, with a term of 5 years and the annual coupon rate is 7.4%. In the late of second year and fourth year, issuer has options to adjust coupon rate and repurchase bond. On 12th March 2018, all fund has received and transferred to Jiutong Investment special account.

2. In March, 2018, the company issued RMB1.5bn 2018 first short term financing bond, bond code 18 CFLD SCP001,, with a term of 180 days and the annual coupon rate is 6.2%.

By the disclosure date of this report, except for the said matters, the Company had no other matters after the balance sheet date needing to be disclosed.

XII. Other Significant Matters

1. Segment Reporting

According to organization structure and internal management requirements, the Company determined two business segments, i.e. "Industrial New City Development and Construction Business" and "Urban Real Estate and Others". "Industrial New City Development and Construction Business" includes infrastructure construction, industrial development service, land consolidation, park comprehensive service and auxiliary services for residential houses in the parks. Urban Real Estate and Others" includes urban real estate development (including the real estate developments in Langfang City, Hebei Province; Wuqing, Tianjin; Wendeng, Shandong Province, etc.), property service, hotel operation and other business.

The financial information on the reported segments in the first six months in 2017 is as follows:

Item	Development and construction of industrial new cities	Urban real estate and others	Offset	Total
Total operating revenue	38,409,719,087.48	30,843,754,650.75	9,618,053,415.04	59,635,420,323.19
Including: income from outside	28,791,665,672.44	30,843,754,650.75		59,635,420,323.19
Inter-segment income	9,618,053,415.04		9,618,053,415.04	

Item	Development and construction of industrial new cities	Urban real estate and others	Offset	Total
Total operating cost	15,857,222,592.97	28,813,999,965.72	-2,827,091,478.55	47,498,314,037.24
Operating profit	12,934,443,079.47	2,029,754,685.03	2,827,091,478.55	12,137,106,285.95
Segment assets	139,562,000,947.26	295,804,901,507.32	59,502,188,600.66	375,864,713,853.92
Segment liabilities	104,708,991,865.55	221,481,714,591.27	21,358,545,937.86	304,832,160,518.96

Except for the above matters, as of Dec 31, 2017, the Company has no other significant matters needing to be disclosed.

XIII. Notes to Relevant Items of the Financial Statements of Parent Company

1. Other receivables

(1) Classification of other receivables by risks

Category	Ending balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Allotment percentage (%)	
Other receivables with single significant amounts, for which bad debt provision is made on item by item basis					
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	60,795,017,087.74	100.00	21,883,850.84	0.04	60,773,133,236.90
Including: Portfolio I	332,670,253.47	0.55	21,883,850.84	6.58	310,786,402.63
Portfolio II	60,462,346,834.27	99.45			60,462,346,834.27
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis					
Total	**60,795,017,087.74**	**100.00**	**21,883,850.84**		**60,773,133,236.90**

(Continued)

Category	Beginning balance				
	Book balance		Bad debt provision		Book value
	Amount	Percentage (%)	Amount	Allotment percentage (%)	
Other receivables with single significant amounts, for which bad debt provision is made on item by item basis					
Receivables for which bad debt provision is made by the portfolio of credit risk characteristics	91,909,120,221.95	100.00	7,170,775.37	0.01	91,901,949,446.58
Including: Portfolio I	85,213,375.64	0.09	7,170,775.37	8.42	78,042,600.27
Portfolio II	91,823,906,846.31	99.91			91,823,906,846.31
Receivables with single insignificant amounts, for which bad debt provision is made on item by item basis					
Total	**91,909,120,221.95**	**100.00**	**7,170,775.37**		**91,901,949,446.58**

Note 1: the ending balance of other receivables decreases by 33.85% than the beginning balance, which is mainly due to the decreases in receivables from or payables to subsidiaries.

A. In the portfolio, the other receivables for which bad debt provision is made with the aging analysis method:

Age	Ending balance	Beginning balance

	Amount	Percentage (%)	Bad debt provision	Percentage (%)	Amount	Percentage (%)	Bad debt provision	Percentage (%)
Less than 1 year	287,255,987.02	86.35	14,362,799.35	5.00	74,223,353.52	87.10	3,711,167.68	5.00
1-2 years	37,945,004.33	11.41	3,794,500.43	10.00	3,309,924.00	3.88	330,992.40	10.00
2-3 years	40,400.00	0.01	12,120.00	30.00	3,557,168.87	4.17	1,067,150.66	30.00
More than 3 years	7,428,862.12	2.23	3,714,431.06	50.00	4,122,929.25	4.84	2,061,464.63	50.00
Total	**332,670,253.47**	**100.00**	**21,883,850.84**		**85,213,375.64**	**100.00**	**7,170,775.37**	

B. In the portfolio, the other receivables for which no bad debt provision is made:

Other receivables (by the entity)	Ending balance			
	Other receivables	Bad debt provision	Allotment percentage	Reason for no allotment
Bohai International Trust Co., Ltd	10,000,000.00			Trust security fund, estimably recoverable in full
Huaneng Guicheng Trust Co., Ltd	101,563,333.34			Trust security fund, estimably recoverable in full
Internal receivables	60,350,783,500.93			Internal receivables, estimably recoverable in full
Total	**60,462,346,834.27**			

(2) Bad debt provision

Item	Beginning balance	Addition for current period	Reduction for current period		Ending balance
			Reversal	Written off	
Amount	7,170,775.37	14,713,075.47			21,883,850.84

(3) Classification of other receivables by nature

Nature	Ending balance	Beginning balance
Security deposit	3,574,752.50	5,177,113.50
Personal borrowing	12,255,785.41	28,859,594.40
Margin	155,982,389.54	192,844,800.38
Advances	272,420,659.36	30,501,675.62
Internal receivables & payables	60,350,783,500.93	91,651,737,038.05
Total	**60,795,017,087.74**	**91,909,120,221.95**

(4) Top five debtors in the ending balance of other receivables

Entity name	Amount	Age	Percentage in total other receivables (%)	Nature	Bad debt provision Ending balance
Dachang Jiutong Foundation Investment Consultant Co., Ltd	2,128,380,133.83	Less than 1 year	3.50	Internal receivables & payables	
Jiaxing Peacock City Real Estate Development Co., Ltd	1,899,244,263.53	Less than 1 year	3.12	Internal receivables & payables	
Dachang Hui Autonomous County Ivy League Nursery Co., Ltd	1,575,936,397.75	Less than 1 year	2.59	Internal receivables & payables	
Nanjing Peacock Sea Real Estate Development Co., Ltd	1,525,317,827.30	Less than 1 year	2.51	Internal receivables & payables	
Gu'an Happy Foundation Asset Management Co., Ltd. Dachang Branch	1,392,145,128.61	Less than 1 year	2.29	Internal receivables & payables	
Total	**8,521,023,751.02**		**14.01**		

2. Long-term equity investments

(1) Classification of long-term equity investments

Item	Ending balance			Beginning balance		
	Book balance	Impairment provision	Book value	Book balance	Impairment provision	Book value
Investments in subsidiaries	7,016,107,030.75		7,016,107,030.75	5,471,088,030.75		5,471,088,030.75
Investments in associates	3,468,778,930.74		3,468,778,930.74	440,871,050.13		440,871,050.13

Item	Ending balance			Beginning balance		
	Book balance	Impairment provision	Book value	Book balance	Impairment provision	Book value
and joint ventures						
Total	**10,484,885,961.49**		**10,484,885,961.49**	**5,911,959,080.88**		**5,911,959,080.88**

(2) Investments in subsidiaries

Invested entity	Beginning balance	Addition for current period	Reduction for current period	Ending balance
Langfang Jingyu Real Estate Development Co., Ltd.	1,669,468,030.75			1,669,468,030.75
CFLD Investment Co., Ltd.	50,000,000.00			50,000,000.00
Global Industrial Investment Co., Ltd.	2,271,340,000.00			2,271,340,000.00
CFLD Industry Investment Co., Ltd.	100,000,000.00			100,000,000.00
CFLD Capital Management Co., Ltd.	200,000,000.00			200,000,000.00
CFLD International Holding Limited	655,280,000.00	745,019,000.00		1,400,299,000.00
Shenzhen Partner Real Estate Brokering Co., Ltd.	525,000,000.00			525,000,000.00
Jiangmen Dingxing Park Construction Development Co., Ltd		800,000,000.00		800,000,000.00
Total	**5,471,088,030.75**	**1,545,019,000.00**		**7,016,107,030.75**

(3) Investments in associates and joint ventures

Invested entity	Beginning balance	Addition or reduction for current period								Ending balance	Ending balance of impairment provision
		Additional investment	Decreased investment	Investment profit/loss recognized under equity method	Adjustment to other comprehensive income	Other change in equity	Cash dividends or profit declared for distribution	Impairment provision made	Others		
I. Joint ventures											
Suzhou Torch Innovation & Entrepreneurship Incubation Management Co., Ltd.	440,871,050.13			8,143,629.11						449,014,679.24	
Subtotal	**440,871,050.13**			**8,143,629.11**						**449,014,679.24**	
II. Associates											
Hebei New Display Industry Development Fund (Limited Partnership)		2,999,000,000.00		20,764,251.50						3,019,764,251.50	
Subtotal		2,999,000,000.00		20,764,251.50						3,019,764,251.50	
Total	**440,871,050.13**	**2,999,000,000.00**		**28,907,880.61**						**3,468,778,930.74**	

Note: in 2015, the Company set up Langfang Airport Investment Development Co., Ltd. ("Airport Investment") with Langfang State-owned Land Development Construction Investment Holding Co., Ltd., CDB Yuanrong Asset Management Co., Ltd., ENN Cultural Industry Development Co., Ltd. and Langsen Auto Industry Park Development Co., Ltd. Airport Investment's registered capital is RMB10bn. The Company contributes RMB2bn, accounting for 20% of the total registered capital. As of December 31, 2017, the Company has not made any capital contribution to Airport

Investment. The company owned Airport investment control right in June 2017. According to the articles of association of Airport Investment as well as its profits for 2015, 2016 and 2017 first half year, the Company accounted for Airport Investment with the equity method and recognized long-term equity investment losses of RMB732,820.92, RMB865,421.97 and RMB360,755.81, respectively. Because the Company has not made any actual contribution, the recognized losses are stated in other non-current liabilities. Since late of June 2017, the company used cost method for Airport investment.

3. Operating income and operating cost

(1) Listing of operating income and cost:

Item	Amount for current period		Amount for previous period	
	Income	Cost	Income	Cost
Principal business	3,194,099,484.93		1,366,269,113.00	
Other business				
Total	**3,194,099,484.93**		**1,366,269,113.00**	

(2) Principal business (by the industry)

Industry name	Amount for current period		Amount for previous period	
	Operating income	Operating cost	Operating income	Operating cost
Consulting service	3,194,099,484.93		1,366,269,113.00	
Total	**3,194,099,484.93**		**1,366,269,113.00**	

4. Investment income

Item	Amount for current period	Amount for previous period

Item	Amount for current period	Amount for previous period
Income from long-term equity investments under cost method	4,000,000,000.00	1,519,921,182.95
Income from long-term equity investments under equity method	28,547,124.80	6,505,628.16
Income from investments in wealth management products	26,104,678.31	52,694,997.84
Investment income from asset management plan	456,445,512.17	298,136,397.17
Total	**4,511,097,315.28**	**1,877,258,206.12**

IV. Supplemental Information

1. Schedule of extraordinary profit or loss

According to the requirements of the "Explanatory Announcement No.1 on Information Disclosure for Companies Offering their Securities to the Public – Extraordinary Profit or Loss (2008)" issued by the China Securities Regulatory Commission, the Company's extraordinary profit or loss for 2017 is as follows:

Item	Current amount	Previous amount
Profit or loss from disposal of non-current assets	114,582.76	4,183,108.79
Government grants included in current profit or loss, except for those closely related to the normal business operation of the company, conforming the state policies and constantly received at a fixed quota or amount based on certain standards	6,097,759.89	27,744,985.08
Fund occupation fee received from non-financial enterprises that is included in current profit or loss		9,632,059.97
Gains when the investment cost of acquiring a subsidiary, associate or joint venture is less than the share in the fair value of the identifiable net assets of the invested	41,891,428.96	71,650,520.39

Item	Current amount	Previous amount
entity at the time of making such investment		
Profit or loss from entrusting others for investment or asset management	232,460,370.70	208,549,703.72
Profit or loss from disposal of long-term equity investments	22,500,421.45	
Profit or loss from outside entrusted loans	458,233,396.27	189,708,525.99
Profit or loss from wealth management products	28,880,417.27	76,029,813.07
Other non-operating receipts and expenditure beside the foregoing items	-120,609,338.30	53,664,201.74
Total extraordinary profit or loss	**669,569,039.00**	**641,162,918.75**
Less: income tax impact of extraordinary profit or loss	164,034,702.69	148,702,306.58
Net extraordinary profit or loss	**505,534,336.31**	**492,460,612.17**
Less: net impact on extraordinary profit or loss attributable to minority shareholders	-3,318,422.34	47,311.04
Extraordinary profit or loss attributable to ordinary share shareholders of the company	**508,852,758.65**	**492,413,301.13**

2. ROE and EPS

According to the requirements of the "Compilation Rule No.9 for Information Disclosure by for Companies Offering their Securities to the Public – Calculation and Disclosure of ROE and EPS (revision in 2010)" issued by the China Securities Regulatory Commission, the Company's weighted average ROE, basic EPS and diluted EPS for 2017 are as follows:

Profit for reporting period	Weighted average ROE	EPS	
		Basic EPS	Diluted EPS

Net profit attributable to ordinary share shareholders of the Company	31.40%	2.83	2.83
Net profit attributable to ordinary share shareholders of the Company after extraordinary items	29.50%	2.66	2.66

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China Fortune Land Development Co., Ltd.

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