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北京金隅股份有限公司
BBMG Corporation*

(a joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 2009)

THIRD QUARTERLY REPORT FOR 2012

Pursuant to the regulations of the China Securities Regulatory Commission, BBMG Corporation* (the “**Company**” or “**BBMG**”) is required to publish a quarterly report for each of the first and third quarters.

All financial information set out in this quarterly report is unaudited and prepared in accordance with Chinese Accounting Standards for Business Enterprises.

For the third quarter of 2012 (the “**Reporting Period**”), the Company and its subsidiaries (collectively, the “**Group**”) recorded revenue from operations of approximately RMB9,174.3 million, with net profit attributable to owners of the Company amounting to approximately RMB421.0 million.

This announcement is made pursuant to disclosure obligations under Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The contents of this report are consistent with the announcement published on the Shanghai Stock Exchange. This announcement is published simultaneously domestically and overseas.

§1 IMPORTANT NOTICE

- 1.1 The board of directors (the “**Board**”), the supervisory board, the directors, the supervisors and the senior management of the Company confirm that there are no false representations, misleading statements or material omissions in this report and take joint and several responsibilities for the truthfulness, accuracy and completeness of the contents set out herein.
- 1.2 All directors of the Company attended the Board meetings.
- 1.3 The financial statements of the Company for the third quarter have not been audited.

1.4 Chairman of the Company	Jiang Weiping
Chief Financial Officer	Wang Hongjun
Head of the Accounting Department (Accounting Supervisor)	Hu Juan

Jiang Weiping, the Chairman of the Company, Wang Hongjun, the Chief Financial Officer and Hu Juan, the Head of the Accounting Department (Accounting Supervisor), have declared that they assure for the truthfulness and completeness of the financial statements contained in this quarterly report.

§2 OVERVIEW OF THE COMPANY

2.1 Major accounting data and financial indicators

	<i>Currency: RMB</i>		
	As at the end of the Reporting Period	As at the end of the previous year	Change (as compared with the end of the previous year) (%)
Total assets (RMB)	82,657,876,617.19	77,086,227,989.90	7.23
Owners' equity (or shareholders' equity) (RMB)	21,647,147,562.78	20,153,779,171.15	7.41
Net assets per share attributable to shareholders of the Company (RMB/share)	5.05	4.70	7.45
	From the beginning of the year to the end of the Reporting Period (January – September)		Year-on-year change (%)
Net cash flow generated from operating activities (RMB)		1,799,936,092.02	N/A
Net cash flow per share generated from operating activities (RMB/share)		0.42	N/A
	The Reporting Period (July – September)	From the beginning of the year to the end of the Reporting Period (January – September)	Year-on-year change (%)
Net profit attributable to shareholders of the Company (RMB)	421,017,259.74	1,808,250,838.45	-41.01
Basic earnings per share (RMB/share)	0.10	0.42	-41.18
Basic earnings per share after deducting extraordinary gains and losses (RMB/share)	0.08	0.32	N/A
Diluted earnings per share (RMB/share)	0.10	0.42	-41.18
Weighted average return on net assets (%)	1.94	8.64	Decreased by 1.87 percentage points
Weighted average return on net assets after deducting extraordinary gain and loss (%)	1.59	6.63	Decreased by 0.17 percentage points

Excluded extraordinary gain and loss items and amount:

Unit and Currency: RMB

Items	Amount from the beginning of the year to the end of the Reporting Period (January – September)
Gains and losses from disposal of non-current assets	63,891,795.71
Government subsidies included in gains and losses of the current period, excluding those closely related to the ordinary business of the Company and granted on a fixed amount or fixed quota under uniform national standards in compliance with the national policies	60,994,716.99
Capital occupancy fee from non-financial enterprises recognized through profit or loss	4,328,324.26
Gains from non-monetary assets transaction	2,148.72
Gains and losses from debt restructuring	28,485,262.36
Gains and losses on change in fair value from financial assets and financial liabilities held for trading, as well as investment income from disposal of financial assets and financial liabilities held for trading and financial assets available for sales except for effective hedging related with normal businesses of the Company	-98,275.00
Reversal of impairment for accounts receivable for which impairment was tested individually	32,355,755.71
Gains and losses from fair value change of investment properties subsequently measured at fair value	346,744,119.25
Other non-operating income and expenses other than the foregoing items	22,364,907.83
Effect of income tax	-124,433,902.08
Impact on minority interests (after tax)	<u>-12,353,998.34</u>
Total	<u><u>422,280,855.41</u></u>

2.2 Total number of shareholders and the top ten largest shareholders not subject to lockup restrictions as at the end of the Reporting Period

Unit: share

Total number of shareholders as at the end of the Reporting Period **82642 shareholders**
(including 76,436 shareholders of A Shares and 6,206 shareholders of H Shares)

Shareholding of the top ten largest shareholders not subject to lock-up restrictions

Name of shareholder (full name)	Total number of tradable shares held not subject to lock-up restrictions as at the end of the Reporting Period	Type
HKSCC NOMINEES LIMITED	1,163,308,934	Overseas listed foreign shares
China National Materials Company Limited	239,580,000	RMB-denominated ordinary shares
Tianjin Building Materials Group (Holding) Co., Ltd.	117,321,512	RMB-denominated ordinary shares
Hua Xi Xin Yu Investment Co., Ltd.	68,400,000	RMB-denominated ordinary shares
Tai'an Pinghe Investment Co., Ltd.	66,600,000	Overseas listed foreign shares
Runfeng Investment Group Co., Ltd.	60,000,000	RMB-denominated ordinary shares
Tibet Taihong Investment Co., Ltd.	42,100,000	RMB-denominated ordinary shares
Huajian International Industries (Shenzhen) Limited (華建國際實業(深圳)有限公司)	37,210,256	RMB-denominated ordinary shares
China Cinda Asset Management Co., Ltd.	36,210,344	RMB-denominated ordinary shares
Chongqing International Trust Co., Ltd. – Yuxintong Stand Alone Trust II (重慶國際信託有限公司—渝信通系列單一信託2號)	25,486,911	RMB-denominated ordinary shares

§3 SIGNIFICANT EVENTS

3.1 Significant changes in major financial statement items and indicators and the reasons thereof

Applicable Not Applicable

Items in consolidated financial statement	Reasons for the changes
Bills receivable	Bills receivable decreased by RMB449 million, which was mainly attributable to the decrease in bank acceptance bills received by the Company.
Trade receivable	Trade receivable increased by RMB1.538 billion, which was mainly attributable to the increase in volume of business.
Interest receivable	Interest receivable increased by RMB3 million, which was mainly attributable to the provision for interests on borrowings by joint ventures.
Available-for-sale financial assets	The decrease in available-for-sale financial assets was mainly attributable to the disposal of shares in Bank of Beijing held by the Group during the Reporting Period.
Construction in progress	Construction in progress increased by RMB0.9 billion, which was mainly attributable to the increase in investment in projects in progress.
Long-term prepayments	Long-term prepayments increased by RMB281 million, which was mainly attributable to the payment of mine compensations by the Company.
Bills payable	Bills payable increased by RMB165 million, which was mainly attributable to the increase in payment using bank acceptance bills.
Bonds payable	Bonds payable increased by RMB3 billion, which was mainly attributable to the issuance of medium-term notes and short-term financing bonds by the Company.
Provision	Provision increased by RMB14 million, which was mainly attributable to the increase in recognized debtor's loss by companies engaged in the production of concrete.
Business tax and surcharges	Business tax and surcharges decreased by RMB604 million as compared to the corresponding period of the previous year, which was mainly attributable to the increase in land appreciation tax resulted from the increase in revenue which has led to the increase in business tax and surcharges and revenue from properties.
Asset impairment losses	Asset impairment losses decreased by RMB10 million, which was mainly attributable to the decrease in provision for bad debts by the Company.

Investment income Investment income decreased by RMB361 million as compared to the corresponding period of the previous year, which was mainly attributable to the inclusion of an investment income generated from the combination in stages of a joint venture known as BBMG Vanke in the investment income of the corresponding period of the previous year.

3.2 Development of significant events, related impacts and resolutions

Applicable Not Applicable

3.3 Fulfillment of undertakings by the Company, shareholders and de facto controllers

Applicable Not Applicable

1. BBMG Group furnished on 29 December 2010 a Letter of Undertaking of BBMG Group Company Limited (“**BBMG Group**”) in connection with a Voluntary Transfer of Trademarks at Nil Consideration (北京金隅集團有限責任公司關於商標無償轉讓的承諾函), whereby BBMG Group made the following irrevocable undertakings in respect of its voluntary transfer of all its existing trademarks and trademarks under application at nil consideration to BBMG:

- (1) BBMG Group shall transfer voluntarily all existing trademarks and trademarks under application that it owns as at the issuance of this undertaking letter to BBMG or its subsidiaries at nil consideration, upon receiving approval or consent from its internal decision-making bodies and the competent government authorities and subsequent to performing the relevant proceedings as required by applicable laws. Both parties shall sign the relevant transfer agreements regarding the transfer of existing trademarks and trademarks under application in accordance with laws and regulations and as required by the competent government authorities and perform all necessary proceedings.
- (2) BBMG Group and its subsidiaries (excluding BBMG and its subsidiaries) shall neither apply within or outside the PRC to register trademarks under classes related to the core businesses of BBMG that are the same or similar to the existing registered trademarks of BBMG nor apply to register existing trademarks under other classes related to the core businesses of BBMG other than those under which BBMG Group’s existing trademarks are registered.
- (3) The Master Agreement on Trademarks Licensing (商標許可使用總協議) entered into between the parties on 8 July 2009 shall cease to be effective upon completion of the transfer of the existing trademarks and trademarks under application, that is the day BBMG or its subsidiaries become the legal owners of the existing trademarks and the applicant in terms of the trademarks under application. BBMG Group will enter into further agreements or arrangements with BBMG in respect of the termination of the agreement and the subsequent matters in due course.

2. BBMG Group, the controlling shareholder of the Company, undertakes that it will not transfer via any means or entrust other party to manage the issued shares of the Company held directly or indirectly by it prior to the initial public offering of the Company and will not sell such shares to the Company within 36 months following the listing of the A shares of the Company on the Shanghai Stock Exchange.

The above undertakings are being fulfilled.

3.4 Warnings and explanations of forecasted losses or significant changes to the accumulated net profits from the beginning of the year to the end of the next reporting period

Applicable Not Applicable

3.5 Implementation of the cash dividend policy during the Reporting Period

By virtue of the “Notice concerning Further Implementation of Proceedings pertaining to Cash Dividend Distributions by Listed Company” issued by the CSRC and “Notice concerning Further Improvement on Proceedings pertaining to Cash Dividend Distributions by Listed Company” issued by Beijing Securities Regulatory Bureau and in order to enhance the decision making and supervision mechanism in respect of the profit distribution of the Company while ensuring the production and operations and the sustainable development of the Company, the nineteenth meeting of the second session of the Board was convened on 28 August 2012 to make corresponding amendments to the Articles of Associations. Specific details of the amendments cover aspects including basic principles, detailed policies, review and approval procedure, implementation and adjustment in respect of the profit distribution policies.

The Board of the Company intends to submit the above amendments for consideration at the first extraordinary general meeting for 2012 to be convened on 26 October 2012.

By order of the Board
BBMG Corporation*
Jiang Weiping
Chairman

Beijing, the PRC, 25 October 2012

As at the date of this announcement, the executive Directors are Jiang Weiping, Jiang Deyi, Shi Xijun and Wang Hongjun; the non-executive Director is Li Xinhua; and the independent non-executive Directors are Hu Zhaoguang, Zhang Chengfu, Xu Yongmo and Yip Wai Ming.

* *English translation denotes for identification purposes only*

§4 APPENDIX

4.1

Consolidated balance sheet

As at 30 September 2012

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Closing balance as at the end of the Reporting Period	Opening balance of the year
Current Assets:		
Cash and bank balances	7,484,058,593.56	7,918,479,363.14
Settlement reserves		
Loans to banks or other financial institutions		
Financial assets held for trading		
Bills receivable	898,898,810.36	1,347,905,318.65
Trade receivable	5,028,519,563.19	3,490,937,470.40
Prepayments	1,394,253,115.67	1,397,237,511.97
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract reserve receivable		
Interest receivable	5,228,611.25	1,858,662.81
Dividends receivable		
Other receivables	2,544,275,551.08	2,458,939,025.66
Purchase and sell-back of financial assets		
Inventories	30,051,072,460.72	27,269,465,788.38
Non-current assets due within one year		
Other current assets	923,213,821.60	1,012,675,280.06
	<hr/>	<hr/>
Total current assets	<u><u>48,329,520,527.43</u></u>	<u><u>44,897,498,421.07</u></u>

Unit and Currency: RMB, Unaudited

Items	Closing balance as at the end of the Reporting Period	Opening balance of the year
Non-current assets:		
Entrusted loans and advances		
Available-for-sale financial assets		95,138.56
Held-to-maturity investment		
Long-term receivables		
Long-term equity investments	421,283,719.92	440,313,672.69
Investment properties	11,946,000,000.00	11,599,000,000.00
Fixed assets	15,066,511,817.89	14,613,460,813.77
Construction in progress	1,850,356,357.69	950,567,721.98
Construction materials	18,038,830.46	15,242,793.42
Disposal of fixed assets		
Capitalized biological assets		
Oil and gas assets		
Intangible assets	3,359,147,638.96	3,352,071,838.39
Development expenses		
Goodwill	312,051,745.55	312,051,745.55
Long-term prepayments	451,048,603.68	169,908,175.40
Deferred tax assets	903,917,375.61	736,017,669.07
Other non-current assets		
	-----	-----
Total non-current assets	<u><u>34,328,356,089.76</u></u>	<u><u>32,188,729,568.83</u></u>
Total assets	<u><u>82,657,876,617.19</u></u>	<u><u>77,086,227,989.90</u></u>

Unit and Currency: RMB, Unaudited

Items	Closing balance as at the end of the Reporting Period	Opening balance of the year
Current liabilities:		
Short-term loans	11,776,900,000.00	11,286,861,222.71
Borrowings from central bank		
Deposits from customers and inter-bank deposits		
Loans from banks and other financial institutions		
Financial liabilities held for trading		
Bills payable	526,403,743.58	361,817,226.63
Trade payable	6,219,574,133.73	5,124,354,120.51
Advances from customers	12,480,726,393.04	11,621,778,319.64
Gains on disposal of repurchased financial assets		
Fees and commissions payable		
Employee benefits payable	106,664,586.74	143,715,522.38
Tax payable	1,032,688,382.95	1,022,224,403.63
Interests payable	86,510,457.66	121,856,589.77
Dividends payable	45,706,473.54	55,043,247.30
Other payables	3,063,267,352.97	3,578,163,312.55
Reinsurance accounts payables		
Insurance contract reserve payable		
Amount paid for agency securities trading		
Amount paid for agency securities underwriting		
Non-current liabilities due within one year	4,302,132,049.24	3,604,124,049.24
Other current liabilities	2,835,380,115.98	2,550,516,056.02
Total current liabilities	<u>42,475,953,689.43</u>	<u>39,470,454,070.38</u>

Unit and Currency: RMB, Unaudited

Items	Closing balance as at the end of the Reporting Period	Opening balance of the year
Non-current liabilities:		
Long-term loans	5,664,035,519.30	7,772,597,451.30
Bonds payable	7,691,673,750.50	4,687,098,763.98
Long-term payables	522,743,491.00	528,129,048.14
Specific payables		
Provision	47,028,741.62	33,029,889.08
Deferred tax liabilities	2,328,204,669.53	2,234,700,987.92
Other non-current liabilities	647,852,928.64	644,601,568.27
	<u>16,901,539,100.59</u>	<u>15,900,157,708.69</u>
Total non-current liabilities	<u>16,901,539,100.59</u>	<u>15,900,157,708.69</u>
Total liabilities	<u>59,377,492,790.02</u>	<u>55,370,611,779.07</u>
Equity attributable to the owners (or equity attributable to shareholders):		
Paid-in capital (or share capital)	4,283,737,060.00	4,283,737,060.00
Capital reserve	5,305,427,661.87	5,311,872,199.72
Less: treasury shares		
Specific reserve		
Surplus reserve	340,879,231.86	340,879,231.86
Common risk provision		
Retained earnings	11,717,233,721.97	10,217,411,951.85
Exchange differences on foreign currency translation	-130,112.92	-121,272.28
	<u>21,647,147,562.78</u>	<u>20,153,779,171.15</u>
Equity attributable to the owners of the Company	<u>21,647,147,562.78</u>	<u>20,153,779,171.15</u>
Non-controlling interests	<u>1,633,236,264.39</u>	<u>1,561,837,039.68</u>
Total shareholders' equity	<u>23,280,383,827.17</u>	<u>21,715,616,210.83</u>
Total liabilities and shareholders' equity	<u>82,657,876,617.19</u>	<u>77,086,227,989.90</u>

Legal Representative of the Company: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of the Accounting Department: Hu Juan

Balance sheet of the Company

As at 30 September 2012

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Closing balance as at the end of the Reporting Period	Opening balance of the year
Current Assets:		
Cash and bank balances	1,594,303,124.08	2,067,665,937.14
Financial assets held for trading		
Bills receivable	1,180,000.00	194,431,820.00
Trade receivable		
Prepayments		
Interest receivable	294,791,823.35	244,076,234.45
Dividends receivable	962,851,923.20	1,735,410,104.56
Other receivables	15,209,585,657.20	12,052,309,719.02
Inventories		
Non-current assets due within one year		
Other current assets		
Total current assets	<u>18,062,712,527.83</u>	<u>16,293,893,815.17</u>

Items	Closing balance as at the end of the Reporting Period	Opening balance of the year
Non-current assets:		
Available-for-sale financial assets		
Held-to-maturity investment		
Long-term receivables		
Long-term equity investments	17,617,806,997.52	16,567,433,258.32
Investment properties	5,103,543,400.00	6,853,600,000.00
Fixed assets	1,354,393,774.95	1,446,902,166.97
Construction in progress	220,743,756.85	1,116,000.00
Construction materials		
Disposal of fixed assets		
Capitalized biological assets		
Oil and gas assets		
Intangible assets	494,661,660.97	505,996,003.17
Development expenses		
Goodwill		
Long-term prepayments		
Deferred tax assets	4,739,121.29	
Other non-current assets		
	-----	-----
Total non-current assets	<u>24,795,888,711.58</u>	<u>25,375,047,428.46</u>
Total assets	<u>42,858,601,239.41</u>	<u>41,668,941,243.63</u>

Items	Closing balance as at the end of the Reporting Period	Opening balance of the year
Current liabilities:		
Short-term loans	10,282,500,000.00	9,960,500,000.00
Financial liabilities held for trading		
Bills payable		
Trade payable		
Advances from customers	99,838,500.09	91,625,849.71
Employee benefits payable		328,640.47
Tax payable	5,996,756.58	5,975,518.37
Interests payable	82,837,751.98	110,626,337.81
Dividends payable	20,962,235.89	37,204,079.53
Other payables	3,950,012,943.81	4,884,855,537.01
Non-current liabilities due within one year	2,311,000,000.00	1,820,000,000.00
Other current liabilities		
Total current liabilities	<u>16,753,148,188.35</u>	<u>16,911,115,962.90</u>
Non-current liabilities:		
Long-term loans	2,025,000,000.00	3,865,000,000.00
Bonds payable	7,691,673,750.50	4,687,098,763.98
Long-term payables	545,007,830.14	504,999,278.14
Specific payables		
Provision		
Deferred income tax liabilities	792,313,211.56	996,643,603.02
Other non-current liabilities		
Total non-current liabilities	<u>11,053,994,792.20</u>	<u>10,053,741,645.14</u>
Total liabilities	<u>27,807,142,980.55</u>	<u>26,964,857,608.04</u>

Unit and Currency: RMB, Unaudited

Items	Closing balance as at the end of the Reporting Period	Opening balance of the year
Equity attributable to the owners (or equity attributable to shareholders):		
Paid-in capital (or share capital)	4,283,737,060.00	4,283,737,060.00
Capital reserve	5,724,155,727.37	5,724,155,727.37
Less: treasury shares		
Specific reserve		
Surplus reserve	340,879,231.86	340,879,231.86
Common risk provision		
Retained earnings	<u>4,702,686,239.63</u>	<u>4,355,311,616.36</u>
 Total shareholders' equity	 <u><u>15,051,458,258.86</u></u>	 <u><u>14,704,083,635.59</u></u>
 Total liabilities and shareholders' equity	 <u><u>42,858,601,239.41</u></u>	 <u><u>41,668,941,243.63</u></u>

Legal Representative of the Company: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of the Accounting Department: Hu Juan

4.2

Consolidated Income Statement

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Amount for the Reporting Period (July to September)	Amount for the corresponding period of the previous year (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the
				period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
I. Total operating revenue	9,174,292,381.24	6,016,300,342.56	23,920,251,517.05	19,093,953,934.68
Including: Operating revenue	9,174,292,381.24	6,016,300,342.56	23,920,251,517.05	19,093,953,934.68
Interest income				
Earned premiums				
Fees and commission income				
II. Total operating costs	8,833,691,542.97	5,660,884,324.74	22,059,350,312.55	17,136,510,648.77
Including: Operating costs	7,181,403,149.45	4,579,619,990.29	17,578,780,829.30	13,788,643,393.45
Interest expenses				
Fees and commission expenses				
Premiums refund				
Compensation payout, net				
Provision for reinsurance contract reserve, net				
Policy dividend payment				
Amortized reinsurance expenditures				
Business tax and surcharges	485,686,612.29	128,854,338.37	1,250,040,596.92	645,560,444.18
Selling expenses	353,328,982.52	255,481,438.31	935,195,008.81	726,953,221.79
Administrative expenses	649,275,574.81	475,242,661.51	1,647,468,991.37	1,398,334,984.50
Financial expenses	160,980,894.53	214,005,485.90	631,690,406.18	551,266,733.47
Asset impairment losses	3,016,329.37	7,680,410.36	16,174,479.97	25,751,871.38
Plus: Gains from changes in fair value ("-" indicating loss)			346,744,119.25	419,839,599.88
Investment income ("-" indicating loss)	-4,889,209.40	337,619,686.97	-24,478,465.53	337,003,927.60
Including: Gains from investments in associated companies and joint ventures	-4,894,259.40	-12,357,801.67	-42,196,628.04	-13,036,977.44
Foreign exchange gains ("-" indicating loss)				

Unit and Currency: RMB, Unaudited

Items	Amount for the Reporting Period (July to September)	Amount for the corresponding period of the previous year (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the
				period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
III. Operating profit (“-” indicating loss)	335,711,628.87	693,035,704.79	2,183,166,858.22	2,714,286,813.39
Plus: Non-operating revenue	239,322,963.40	189,885,631.61	537,233,478.10	519,602,468.29
Less: Non-operating expenses	8,505,923.88	11,230,668.75	40,195,757.02	34,577,467.61
Including: Loss on disposal of non-current assets	8,689,463.35	868,984.70	19,924,763.16	2,831,699.52
IV. Total profit (“-” indicating total loss)	566,528,668.39	871,690,667.65	2,680,204,579.30	3,199,311,814.07
Less: Income tax expenses	123,523,312.54	126,103,850.67	709,249,440.84	752,711,498.65
V. Net profit (“-” indicating net loss)	443,005,355.85	745,586,816.98	1,970,955,138.46	2,446,600,315.42
Net profit attributable to the owners of the Company	421,017,259.74	713,758,110.98	1,808,250,838.45	2,349,581,983.86
Gains/losses of minority interests	21,988,096.11	31,828,706.00	162,704,300.01	97,018,331.56
VI. Earnings per share:				
(1) basic earnings per share	0.10	0.17	0.42	0.56
(2) diluted earnings per share	0.10	0.17	0.42	0.56
VII. Other comprehensive income	-3,562.18	-6,466.30	-82,546.89	-19,311.53
VIII. Total comprehensive income	443,001,793.67	745,580,350.68	1,970,872,591.57	2,446,581,003.89
Total comprehensive income attributable to the owners of the Company	421,013,697.56	713,751,644.68	1,808,168,291.56	2,349,562,672.33
Total comprehensive income attributable to minority interests	21,988,096.11	31,828,706.00	162,704,300.01	97,018,331.56

Legal Representative of the Company: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of the Accounting Department: Hu Juan

Income Statement of the Company

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Amount for the Reporting Period (July to September)	Amount for the corresponding period of the previous year (July to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
I. Operating revenue	2,554,601,157.65	98,641,924.86	2,802,832,553.71	552,582,329.86
Less: Operating costs	966,693,783.25	7,479,422.91	1,017,657,634.15	280,827,423.03
Business tax and surcharges	118,146,099.01	5,425,305.86	132,042,017.28	15,920,782.43
Selling expenses	2,410,889.00	2,536,520.00	8,181,389.00	20,254,267.49
Administrative expenses	89,824,552.73	29,433,548.06	169,449,407.10	154,726,576.68
Financial expenses	29,889,951.14	108,795,910.53	294,786,996.26	282,417,839.50
Asset impairment losses			-32,355,755.71	-34,889,570.23
Plus: Gains from changes in fair value ("-" indicating loss)	-998,726,658.06		-794,243,800.70	329,200,000.00
Investment income ¹ ("-" indicating loss)	27,458,066.90	94,994,965.19	24,297,348.09	151,186,061.90
Including: Gains from investments in associated companies and joint ventures	-5,204,537.12	-10,163,280.78	-42,985,753.12	-21,105,922.06
II. Operating profit ("-" indicating loss)	376,367,291.36	39,966,182.69	443,124,413.02	313,711,072.86
Plus: Non-operating revenue	1,876,017.15	516,906.50	5,088,212.39	13,197,436.69
Less: Non-operating expenses	14,279.84	31,662.54	536,404.03	288,933.76
Including: Loss on disposal of non-current assets	-89,905.20		250,521.27	
III. Total profit ("-" indicating total loss)	378,229,028.67	40,451,426.65	447,676,221.38	326,619,575.79
Less: Income tax expenses	-273,292,012.33		-209,069,502.07	109,495,931.22
IV. Net profit ("-" indicating net loss)	651,521,041.00	40,451,426.65	656,745,723.45	217,123,644.57
V. Earnings per share:				
(1) basic earnings per share				
(2) diluted earnings per share				
VI. Other comprehensive income				
VII. Total comprehensive income	651,521,041.00	40,451,426.65	656,745,723.45	217,123,644.57

Legal Representative of the Company: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of the Accounting Department: Hu Juan

4.3

Consolidated Statement of Cash Flows
January to September 2012

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Amount for the period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)	Amount for the period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	22,844,864,062.79	16,266,114,974.24
Net increase of deposits from customers and inter-bank deposits		
Net increase of borrowings from central bank		
Net increase of loans from other financial institutions		
Cash received as premiums of original insurance contracts		
Net cash received from reinsurance business		
Net increase of policy holder deposits and investment		
Net increase of disposal of financial assets held for trading		
Cash received from interests, fees and commissions		
Net increase of loans from banks and other financial institutions		
Net increase of capital from repurchase business		
Refund of taxes and levies	179,010,710.69	178,666,215.59
Other cash received relating to operating activities	1,040,857,614.25	1,592,508,758.41
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Subtotal of cash inflows from operating activities	24,064,732,387.73	18,037,289,948.24
Cash paid for purchasing goods and receiving services	16,575,308,700.23	13,433,302,637.81
Net increase of customers' loans and advances		
Net increase of deposits in central bank and inter-bank deposits		
Cash paid for compensation payout under original insurance contracts		
Cash paid for interest, fees and commissions		
Cash paid for policy dividends		
Cash paid to and for the benefit of employees	1,671,099,968.25	1,418,791,446.56
Taxes and levies paid	2,708,671,234.98	2,363,705,592.37
Other cash paid relating to operating activities	1,309,716,392.25	2,094,961,382.84
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Subtotal of cash outflows from operating activities	22,264,796,295.71	19,310,761,059.58
Net cash flows arising from operating activities	1,799,936,092.02	-1,273,471,111.34

Unit and Currency: RMB, Unaudited

Items	Amount for the period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)
II. Cash flows from investing activities:		
Cash received from disposal of investments	49,349.57	11,200,000.00
Cash received from return on investments	1,105,974.74	32,589,810.98
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	117,262,201.70	113,322,665.97
Net cash received from disposal of subsidiaries and other operating segments	8,164,989.31	
Other cash received relating to investing activities		
Subtotal of cash inflows from investing activities	126,582,515.32	157,112,476.95
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	2,220,155,440.32	2,016,846,276.83
Cash paid for investments	25,167,600.00	6,328,450.01
Net increase of pledged loans		
Net cash paid for acquisition of subsidiaries and other operating segments		567,652,569.34
Other cash paid relating to investing activities		
Subtotal of cash outflows from investing activities	2,245,323,040.32	2,590,827,296.18
Net cash flows arising from investing activities	-2,118,740,525.00	-2,433,714,819.23
III. Cash flows from financing activities:		
Cash received from capital contribution	59,850,000.00	15,601,447.01
Including: cash received by subsidiaries from investments of minority interests	59,850,000.00	15,601,447.01
Cash received from borrowings	10,061,500,000.00	11,276,158,996.27
Cash received from issuing bonds	3,000,000,000.00	
Other cash received relating to financing activities	200,000,000.00	212,865,979.19
Subtotal of cash inflows from financing activities	13,321,350,000.00	11,504,626,422.47
Cash paid for debts settlement	11,763,731,832.07	8,055,159,018.61
Cash paid for the distribution of dividends, profits or interest payments	1,481,474,534.04	968,724,029.19
Including: Dividends and profits paid by subsidiaries to minority interests	25,699,438.71	25,289,311.30
Other cash paid relating to financing activities		
Subtotal of cash outflows from financing activities	13,245,206,366.11	9,023,883,047.80
Net cash flows arising from financing activities	76,143,633.89	2,480,743,374.67

Unit and Currency: RMB, Unaudited

Items	Amount for the period	
	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
IV. Effects of exchange rate fluctuations on cash and cash equivalents	4,446.94	15,340.13
V. Net increase of cash and cash equivalents	-242,656,352.15	-1,226,427,215.77
Plus: Opening balance of cash and cash equivalents	5,126,471,371.39	5,030,591,724.13
VI. Closing balance of cash and cash equivalents	4,883,815,019.24	3,804,164,508.36

Legal Representative of the Company: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of the Accounting Department: Hu Juan

Statement of Cash Flows of the Company

January to September 2012

Prepared by: BBMG Corporation

Unit and Currency: RMB, Unaudited

Items	Amount for the period from the beginning of the previous year to the end of the Reporting Period (January to September)	Amount for the period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	349,174,039.34	256,916,943.59
Refund of taxes and levies		
Other cash received relating to operating activities	<u>29,987,636,532.57</u>	<u>27,211,765,172.19</u>
 Subtotal of cash inflows from operating activities	 30,336,810,571.91	 27,468,682,115.78
 Cash paid for purchasing goods and receiving services	 12,963,690.38	 14,360,747.07
Cash paid to and for the benefit of employees	39,548,977.77	40,228,815.53
Taxes and levies paid	194,008,471.74	70,853,198.06
Other cash paid relating to operating activities	<u>30,219,902,698.18</u>	<u>28,212,722,184.80</u>
 Subtotal of cash outflows from operating activities	 30,466,423,838.07	 28,338,164,945.46
Net cash flows arising from operating activities	-129,613,266.16	-869,482,829.68

Unit and Currency: RMB, Unaudited

Items	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	Amount for the period from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
II. Cash flows from investing activities:		
Cash received from disposal of investments	8,194,200.00	
Cash received from return on investments	64,345,704.64	58,680,909.89
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	10,450.00	6,167,980.00
Net cash received from disposal of subsidiaries and other operating segments		
Other cash received relating to investing activities		11,229,519.80
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Subtotal of cash inflows from investing activities	72,550,354.64	76,078,409.69
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	187,316,973.46	226,223,920.68
Cash paid for investments	1,125,977,600.00	1,374,198,550.01
Net cash paid for acquisition of subsidiaries and other operating segments		524,787,667.11
Other cash paid relating to investing activities		
	<hr/>	<hr/>
Subtotal of cash outflows from investing activities	1,313,294,573.46	2,125,210,137.80
Net cash flows arising from investing activities	-1,240,744,218.82	-2,049,131,728.11
III. Cash flows from financing activities:		
Cash received from capital contribution		
Cash received from borrowings	9,192,500,000.00	8,963,501,791.69
Cash received from issuing bonds	3,000,000,000.00	
Other cash received relating to financing activities	200,000,000.00	
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Subtotal of cash inflows from financing activities	12,392,500,000.00	8,963,501,791.69
Cash paid for debts settlement	10,219,500,000.00	5,706,400,000.00
Cash paid for the distribution of dividends, profits or interest payments	1,106,325,328.08	1,020,016,328.43
Other cash paid relating to financing activities	169,680,000.00	
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Subtotal of cash outflows from financing activities	11,495,505,328.08	6,726,416,328.43
Net cash flows arising from financing activities	896,994,671.92	2,237,085,463.26

Unit and Currency: RMB, Unaudited

Items	Amount for the period	
	Amount for the period from the beginning of the year to the end of the Reporting Period (January to September)	from the beginning of the previous year to the end of the corresponding period of the previous year (January to September)
IV. Effects of exchange rate fluctuations on cash and cash equivalents		0.04
V. Net increase of cash and cash equivalents	-473,362,813.06	-681,529,094.49
Plus: Opening balance of cash and cash equivalents	2,067,665,937.14	2,091,137,672.75
VI. Closing balance of cash and cash equivalents	1,594,303,124.08	1,409,608,578.26

Legal Representative of the Company: Jiang Weiping

Chief Financial Officer: Wang Hongjun

Head of the Accounting Department: Hu Juan