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上海大眾公用事業(集團)股份有限公司
Shanghai Dazhong Public Utilities (Group) Co., Ltd.*

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

(Stock Code: 1635)

2018 THIRD QUARTERLY REPORT

The board of directors (the "**Board**") of Shanghai Dazhong Public Utilities (Group) Co., Ltd.* (上海大眾公用事業（集團）股份有限公司) (the "**Company**") is pleased to announce the unaudited results of the Company and its subsidiaries for the nine months ended 30 September 2018 (the "**Reporting Period**"), prepared in accordance with the China Accounting Standards for Business Enterprises. This announcement is made pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

By Order of the Board
Shanghai Dazhong Public Utilities (Group) Co., Ltd.*
Yang Guoping
Chairman

Shanghai, the People's Republic of China
30 October 2018

As at the date of this announcement, the executive directors of the Company are Mr. YANG Guoping, Mr. LIANG Jiawei, Ms. YU Min, Mr. ZHUANG Jianhao and Mr. YANG Weibiao; the non-executive directors of the Company are Mr. CHAN Wing Kin, Mr. LI Songhua and

* *For identification purposes only*

I. IMPORTANT NOTICE

1.1 The Board and the Supervisory Committee of the Company together with the Directors, Supervisors and the senior management of the Company have confirmed the contents in the quarterly report are true, accurate and complete and have no false representations, misleading statements or material omissions, and they will individually and collectively accept legal responsibility for such contents.

1.2 All Directors of the Company have attended the Board meeting and considered the quarterly report.

1.3 Yang Guoping as Chairman of the Company, Zhao Ruijun as the person in charge of the accounting work, and Hu Jun as head of the accounting department (accounting officer), have confirmed the truthfulness, accuracy and completeness of the financial statements in the third quarterly report.

1.4 The third quarterly report of the Company is unaudited.

II. GENERAL INFORMATION OF THE COMPANY

2.1 Major financial data

Unit: Yuan Currency: RMB

	At the end of the Reporting Period	At the end of last year	Increase/ decrease from the end of last year *(%)*
Total assets	20,632,430,570.71	20,744,021,224.12	-0.54
Net assets attributable to shareholders of the Company	7,045,984,173.52	7,240,742,720.43	-2.69

	From the beginning of the year to the end of the Reporting Period (January–September)	From the beginning of last year to the end of the reporting period of last year (January–September)	Increase/ decrease from the corresponding period of last year *(%)*
	89,777,414.89		

	Net c2r10 0 sowrom beginning of the year to the end of the Reporting Period (January–September)	From the beginning of last year to the end of the reporting period of last year	Increase/ decrease from the corresponding period of last year *(%)*
0,530.38			

Non-recurring profit and loss items and amounts

☑ Applicable ☐ Not applicable

Unit: Yuan Currency: RMB

Item	**Amount during the Reporting Period (July–September)**	From the beginning of the year to the end of the Reporting Period (January–September)	Note
Gain or loss on disposal of non-current assets	**500,346.64**	1,631,488.20	
Ultra vires approval, or no formal approval document, or incidental tax return and reduction			
Government grant as included in profit and loss of the current period, other than those closely relating to the normal business of the Company in comply with the prescribed national policies and subject to a fixed amount or quantity under certain standard		2,000.00	
Fund occupation expense collected from the non-financial enterprises calculated into the current profits and losses			
Gain arising from investment costs for acquisition of subsidiaries, associates and joint ventures being less than the fair value of the share of the identifiable net assets of the investee entitled at the time of acquisition	**5,108,915.94**	5,108,915.94	
Profit and loss from exchange of non-monetary assets			
Profit and loss from investment or asset management entrusted to other			
Provision for impairment of assets due to force majeure factor, such as natural disasters			
Profit and loss from debt restructuring			
Enterprise restructuring expense, such as employee placement expenditure, integration expenses, etc.			
Profit or loss arising from the excess of the unfair consideration over the fair value of a transaction			
Current net profit or loss from the beginning of period to the combination date of the subsidiary company generated from enterprise combination under the same control			
Profit and loss generated from contingencies unrelated with normal operations of the Company			

Item	**Amount during the Reporting Period (July–September)**	From the beginning of the year to the end of the Reporting Period (January–September)	Note
Profit or loss from change in fair value of held-for-trading financial assets and held-for-trading financial liabilities, and investment gains from disposal of held-for-trading financial assets, held-for-trading financial liabilities and available-for-sale financial assets, other than			

Particulars of shareholdings of top ten shareholders

Name of shareholder (Full name)	Number of shares held at the end of the Reporting Period	Percentage (%)	Number of shares held with selling restrictions	Pledged or frozen		Nature of shareholders
				Status of shares	Number	
HKSCC Nominees Limited	533,099,000	18.06	0	Nil		Overseas legal person
Shanghai Dazhong Business Management Co., Ltd.* (上海大眾企業管理有限公司)	495,143,859	16.77	0	Pledged	476,500,000	Domestic non-state-owned legal person
Shanghai Gas (Group) Co., Ltd.* (上海燃氣（集團）有限公司)	153,832,735	5.21	0	Nil		State-owned legal person
Lin Zhuangxi (林莊喜)	25,408,400	0.86	0	Nil		Domestic natural person
Lin Zehua (林澤華)	20,838,878	0.71	0	Nil		Domestic natural person
Agricultural Bank of China Limited – CSI500 Index Open-ended Fund* (中國農業銀行股份有限公司－中證500交易型開放式指數證券投資基金)	17,059,826	0.58	0	Nil		Domestic non-state owned legal person
Xu Xin (徐新)	13,556,275	0.56	0	Nil		Domestic natural person
Lin Xianzhuan (林賢專)	13,189,105	0.45	0	Nil		Domestic natural person
Central Huijin Asset Management Co., Ltd.* (中央匯金資產管理有限責任公司)	11,370,700	0.39	0	Nil		State-owned legal person
Cai Zhishuang (蔡志雙)	10,765,798	0.36	0	Nil		Domestic natural person

* *For identification purposes only*

Shareholding of the top ten shareholders not subject to selling restrictions

Name of shareholders	Number of tradable shares held without selling restrictions	Type and number of shares	
		Type	Number
HKSCC Nominees Limited	533,099,000	Overseas listed foreign shares	533,099,000
Shanghai Dazhong Business Management Co., Ltd.* (上海大眾企業管理有限公司)	495,143,859	Ordinary shares denominated in RMB	495,143,859
Shanghai Gas (Group) Co., Ltd.* (上海燃氣(集團)有限公司)	153,832,735	Ordinary shares denominated in RMB	153,832,735
Lin Zhuangxi (林莊喜)	25,408,400	Ordinary shares denominated in RMB	25,408,400
Lin Zehua (林澤華)	20,838,878	Ordinary shares denominated in RMB	20,838,878
Agricultural Bank of China Limited – CSI500 Index Open-ended Fund* (中國農業銀行股份有限公司－中證500交易型開放式指數證券投資基金)	17,059,826	Ordinary shares denominated in RMB	17,059,826
Xu Xin (徐新)	13,556,275	Ordinary shares denominated in RMB	13,556,275
Lin Xianzhuan (林賢專)	13,189,105	Ordinary shares denominated in RMB	13,189,105
Central Huijin Asset Management Co., Ltd.* (中央匯金資產管理有限責任公司)	11,370,700	Ordinary shares denominated in RMB	11,370,700
Cai Zhishuang (蔡志雙)	10,765,798	Ordinary shares denominated in RMB	10,765,798
Explanations on the connected relationship or parties acting in concert among the above shareholders	The Company is not aware that any top ten shareholders of tradable shares are connected with each other.		
Explanations on the shareholders of preference shares with voting rights restored and the shareholding		Nil	

2.3 Total number of preferred shareholders and particulars of shareholdings of the top ten preferred shareholders and the top ten preferred shareholders not subject to selling restrictions as at the end of the Reporting Period

☐ Applicable ☑ Not applicable

* *For identification purposes only*

Item	Amount as at the end of the period	Amount as at the end of the period as a percentage of the total assets (%)	Amount as at the beginning of the year	Amount as at the beginning of the year as a percentage of the total assets (%)	Change in the amount as at the end of the period over the amount as at the beginning of the year (%)	Remarks
Contract assets	22,650,423.38	0.11	–	–	N/A	To pursuant to the new accounting standards, the comparative figure of the previous period has not been adjusted
Non-current assets due within one year	893,586,434.02	4.33	656,929,815.38	3.17	36.02	Mainly due to increases in the maturity of the receivables due within one year of Shanghai Dazhong Financial Leasing Co., Ltd.* (上海大眾融資租賃有限公司), a subsidiary of the Company
loans and advances	–	–	137,506,500.00	0.66	N/A	Due to the transfer of Shanghai Minhang Dazhong Micro-credit Co., Ltd.* (上海閔行大眾小額貸款股份有限公司), a subsidiary of the Company, in January 2018
Available-for-sale financial assets	–	–	893,243,718.65	4.31	N/A	To pursuant to the new accounting standards, the comparative figure of the previous period has not been adjusted
Other lending investments	345,015,957.20	1.67	–	–	N/A	To pursuant to the new accounting standards, the comparative figure of the previous period has not been adjusted
Investment in other equity instruments	98,144,513.96	0.48	–	–	N/A	To pursuant to the new accounting standards, the comparative figure of the previous period has not been adjusted
Other non-current financial assets	693,760,038.48	3.36	–	–	N/A	To pursuant to the new accounting standards, the comparative figure of the previous period has not been adjusted

* *For identification purposes only*

Item	Amount as at the end of the period	Amount as at the end of the period as a percentage of the total assets (%)	Amount as at the beginning of the year	Amount as at the beginning of the year as a percentage of the total assets (%)	Change in the amount as at the end of the period over the amount as at the beginning of the year (%)	Remarks
Intangible assets	999,923,495.75	4.85	655,970,532.07	3.16	52.43	Mainly due to the reason that the construction of sewage treatment project of Shanghai Dazhong Jiading Sewage Co., Ltd.* (上海大眾嘉定污水處理有限公司), a subsidiary of the Company, was completed and transferred to intangible assets, and Shanghai Dazhong Logistics Co., Ltd.* (上海大眾運行物流有限公司), a subsidiary of the Company, (which incorporated into consolidated statement in the third quarter of 2018) was transferred to intangible assets
Goodwill	4,100,842.67	0.02	1,311,712.51	0.01	212.63	The part of increase was due to the acquisition of Shanghai Dazhong Logistics Supply Chains Management Co., Ltd.* (上海大眾運行供應鏈管理有限公司)
Long-term deferred expenses	5,901,248.04	0.03	3,500,753.96	0.02	68.57	Mainly due to the newly increased management fee for new projects (benefit period over one year)
Other non-current assets	1,154,587,349.58	5.60	1,866,113.21	0.01	61,771.24	Mainly due to the incorporation of the equity of Jiangyin Tianli Gas Co., Ltd.* (江陰天力燃氣有限公司) into the consolidated statement of the third quarter, the equity is held by Shanghai Ruyu Energy Investment Co., Ltd.* (上海儒馭能源投資公司), a subsidiary of the Company
Receipts in advance	233,482,342.73	1.13	1,071,930,245.87	5.17	-78.22	To pursuant to the new accounting standards, the comparative figure of the previous period has not been adjusted. The construction expenses which receivable in advance was included in the end of last year, and according to the new income standard, the construction expenses of the end of the current period was listed in the contract liabilities
Contract liability	646,030,182.10	3.13	-	-	N/A	To pursuant to the new accounting standards, the comparative figure of the previous period has not been adjusted

* *For identification purposes only*

Item	Amount as at the end of the period	Amount as at the end of the period as a percentage of the total assets (%)	Amount as at the beginning of the year	Amount as at the beginning of the year as a percentage of the total assets (%)	Change in the amount as at the end of the period over the amount as at the beginning of the year (%)	Remarks
Salaries payable	34,647,437.59	0.17	75,705,444.53	0.36	-54.23	Mainly due to the distribution of the annual bonus for the end of 2017 in the current period
Other payables	780,456,592.84	3.78	587,955,978.90	2.83	32.74	Mainly due to the increase in interests payable caused by increased financing scales, and the increase in dividends payable due to the new consolidated units and the increase in current accounts
including: Interest payable	41,701,707.29	0.20	26,796,743.54	0.13	55.62	Mainly due to the increase in interest expenses caused by the increase of financing scale
including: Dividends payable	77,294,046.99	0.37	911,293.00	0.00	8,381.80	Mainly due to the outstanding dividends to its former shareholder of Shanghai Ruyu Energy Investment Co., Ltd.* (上海儒馭能源投資公司), a subsidiary of the Company which incorporated into the consolidated statement of the third quarter of 2018
Non-current liabilities due within one year	1,288,017,709.56	6.24	2,406,628,348.60	11.60	-46.48	Mainly due to the RMB1.6 billion repayment of the corporate bond (11 HuDazhong)* (11滬大眾)
Other current liability	895,297.27	0.00	1,010,985,515.60	4.87	-99.91	Mainly due to the RMB1 billion repayment of the short-term financing bonds in August
Long-term borrowings	2,108,844,307.24	10.22	827,881,992.45	3.99	154.73	Increases in long-term borrowings for developing business scopes
Debentures payables	2,778,480,032.13	13.47	1,092,798,849.57	5.27	154.25	Mainly due to the newly released corporate bonds (18 Gongyong 01, 18 Gongyong 03, 18 Gongyong 04)* (18公用01、18公用03、18公用04) with a total amount of RMB1.69 billion
Deferred income tax liabilities	109,943,620.28	0.53	34,791,827.43	0.17	216.00	To pursuant to the new accounting standards, the comparative figure of the previous period has not been adjusted. The new standard released at the beginning of the 2018 was included in the current period, and the equity instruments used to be calculated by the cost approach has been changed to the corresponding deferred income tax liabilities that calculated by the fair value approach

2. Items in profit or loss:

Unit: Yuan Currency: RMB

Item	Reporting Period	Corresponding period of the previous year	Change in the amount compared to corresponding period of the previous year	Percentage change in the amount compared to corresponding period of the previous year *(%)*	Remarks
Financial expense	155,318,338.77	230,395,608.10	-75,077,269.33	-32.59	Mainly due to an increase of about RMB147 million in the current exchange earnings compared to corresponding period of the previous year, and increases in financing scale led to the increase of RMB74.76 million interest expenses compared to corresponding period of the previous year
Include: Interest	248,485,333.28	173,721,608.43	74,763,724.85	43.04	Increases in interest expenses caused by increases in financing scale
Impairment loss of asset	-563,412.07	43,014.14	-606,426.21	-1,409.83	To pursuant to the new accounting standards for financial instruments (impairment provision), the comparative figure of the previous period has not been adjusted; the impairment of asset loss in the current period provides for the depreciation of inventory

Item	Reporting Period	Corresponding period of the previous year	Change in the amount compared to corresponding period of the previous year	Percentage change in the amount compared to corresponding period of the previous year *(%)*	Remarks
Impairment loss of credit	26,431,026.10	–	26,431,026.10	N/A	To pursuant to the new accounting standards for financial instruments (impairment provision), the comparative figure of the previous period has not been adjusted
Other Income	7,178,781.57	3,972,599.57	3,206,182.00	80.71	Mainly due to the newly increased subsidy of sewage sludge drying of Dazhong Jiading, a subsidiary of the Company
Benefits of fair value change (loss stated with "-")	41,351,750.27	11,763,318.66	29,588,431.61	251.53	Changes of market fair value
Benefits of asset disposal (loss stated with "-")	-3,474,798.39	-6,338,946.69	2,864,148.30	45.18	Mainly due to the decreases in the fixed assets disposal of Dazhong Gas and Nantong gas compared to corresponding period of the previous year
Non-operating expenses	391,772.53	6,647,630.46	-6,255,857.93	-94.11	Mainly due to the scrap reduction for fixed assets

3.2 Progress and impact of significant events and the analysis on solutions

☑ Applicable ☐ Not applicable

1. On 18 May 2018, the Company entered into Equity Transfer Agreement with Mr. Lin Kewen and Mr. Lin Leiyuan, pursuant to which the Company shall acquire 100% equity interests in Shanghai Ruyu Energy Investment Co., Ltd.* (上海儒馭能源投資有限公司) ("**Shanghai Ruyu**") which was owned as to 89% by Mr. Lin Kewen and as to 11% by Mr. Lin Leiyuan, and 49% equity interests in Shanghai Huiran Investment Co., Ltd.* (上海慧冉投資有限公司) ("**Shanghai Huiran**") held by Mr. Lin Kewen, respectively, for a consideration of RMB1,077,960,971.51 and RMB527,144,474.29, respectively. Through such transfer, the Company, through Shanghai Ruyu and Shaghai Huiran, holds directly or indirectly, an aggregate of 37.2255% equity interests in Jiangyin Tianli Gas Co., Ltd.* (江陰天力燃氣有限公司).

   As the end of Reporting Period, the Company has paid the full amount as agreed in the contract and completed the industrial and commercial filing.

2. On 24 July 2018, the Company received the Notification of Investigation (No.: Hu Diao Cha Tong Zi No. 2018-2-023) (《調查通知書》(編號：滬調查通字2018-2-023號)) from China Securities Regulatory Commission ("**CSRC**"), stating that: "As your company is suspected of being involved in short-swing trading, CSRC decided to commence an investigation on your company in accordance with relevant provisions under the Securities Law of the People's Republic of China. Please cooperate with CSRC."

* *For identification purposes only*

4. On 30 August 2018, the Company and its subsidiary Dazhong Transportation entered into Shanghai Assets and Equity Exchange Contract* (《上海市產權交易合同》) in Shanghai, pursuant to which, the Company transferred the 15% equity interests of Shanghai Shi He Industrial Co., Ltd.* (上海世合實業有限公司) ("**Shi He Industrial**") held by the Company to Dazhong Transportation at the transfer price of RMB60,164,349.47. Upon the completion of this transfer, the Company will hold 25% equity interests of Shi He Industrial while Dazhong Transportation will hold 75% equity interests of Shi He Industrial (for details, please refer to Announcement No.: Lin 2018-039) (臨2018-039).

   As the end of Reporting Period, the Company has paid the full amount as agreed in the contract and completed the industrial and commercial filing.

3.3 Undertakings that were not yet performed during the Reporting Period

☐ Applicable ☑ Not applicable

3.4 Warning on any potential loss in accumulated net profit for the period from the beginning of the year to the end of the next reporting period or any material changes in accumulated net profit as compared with the corresponding period of the previous year and the reason(s) thereof

☐ Applicable ☑ Not applicable

Company name	Shanghai Dazhong Public Utilities (Group) Co., Ltd.*
Legal representative	Yang Guoping
Date	30 October 2018

* *For identification purposes only*

IV. APPENDIX

4.1 Financial Statements

Consolidated Balance Sheet

30 September 2018

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.*

Unit: Yuan Currency: RMB Audit Type: unaudited

Item	**Balance as at the end of the period**	Balance as at the beginning of the year
Current assets:		
Cash and bank balances	**2,546,524,473.14**	5,131,980,979.06
Settlement provisions		
Loans to banks and other financial institutions		
Gain or loss of financial assets at fair value losses		21,178,307.92
Tradable financial assets	**673,095,250.62**	
Derivative financial assets		
Bills and accounts receivables:	**352,471,448.10**	306,649,164.25
Bills receivables		
Accounts receivables	**352,471,448.10**	306,649,164.25
Prepayments	**25,579,844.63**	20,367,700.47
Premium receivables		
Reinsurance receivables		
Reinsurance contract reserves receivable		
Other receivables:	**255,537,110.44**	341,088,998.57
Interest receivable		23,173.97
Dividend receivable	**9,000,000.00**	9,021,405.00
Financial assets purchased with agreement to resale		
Inventories	**59,614,887.82**	314,589,902.63
Contract assets	**22,650,423.38**	
Assets held for sale		
Non-current assets due within one year	**893,586,434.02**	656,929,815.38
Other current assets	**225,884,462.29**	226,364,443.22
Total current assets	**5,054,944,334.44**	7,019,149,311.50

* *For identification purposes only*

Item	Balance as at the end of the period	Balance as at

Item	**Balance as at the end of the period**	Balance as at the beginning of the year
Current liabilities:		
Short-term borrowings	**1,864,733,553.85**	2,458,593,100.00
Borrowings from the central bank		
Receipts of deposits and deposits from other banks		
Loans from other banks		
Trading financial liabilities		
Derivative financial liabilities		
Bills and accounts payable	**922,186,903.31**	1,263,609,075.22
Receipts in advance	**233,482,342.73**	1,071,930,245.87
Contract liabilities	**646,030,182.10**	
Funds from selling out and repurchasing financial assets		
Fee and commission payable		
Salaries payable	**34,647,437.59**	75,705,444.53
Taxes payable	**22,886,780.50**	25,614,564.59
Other payables:	**780,456,592.84**	587,955,978.90
Interests payable	**41,701,707.29**	26,796,743.54
Dividends payable	**77,294,046.99**	911,293.00
Reinsurance accounts payables		
Reserves for insurance contracts		
Customer deposits for trading in securities		
Amounts due to issuer for securities underwriting		
Liabilities held for sale		
Non-current liabilities due within one year	**1,288,017,709.56**	2,406,628,348.60
Other current liabilities	**895,297.27**	1,010,985,515.60
Total current liabilities	**5,793,336,799.75**	8,901,022,273.31

Item	**Balance as at the end of the period**	Balance as at the beginning of the year
Non-current liabilities:		
Long-term borrowings	**2,108,844,307.24**	827,881,992.45
Debentures payables	**2,778,480,032.13**	1,092,798,849.57
Including: Preference shares		
Perpetual liabilities		
Long-term payables	**296,647,899.25**	242,672,539.15
Long-term salaries payable	**34,722,500.00**	34,738,000.00
Accrued liabilities	**41,133,803.56**	32,560,445.58
Deferred income	**1,191,236,652.00**	1,218,108,219.66
Deferred income tax liabilities	**109,943,620.28**	34,791,827.43
Other non-current liabilities		
Total non-current liabilities	**6,561,008,814.46**	3,483,551,873.84
Total liabilities	**12,354,345,614.21**	12,384,574,147.15
Shareholders' equity		
Share capital	**2,952,434,675.00**	2,952,434,675.00
Other equity instruments		
Including: Preference shares		
Perpetual liabilities		
Capital reserve	**1,113,347,861.60**	1,098,572,385.87
Less: Inventory shares		
Other comprehensive income	**611,163,711.32**	1,105,843,340.14
Specific reserve		
Surplus reserve	**500,647,574.88**	500,173,309.33
General risk reserve	**138,897.86**	345,313.74
Undistributed profits	**1,868,251,452.86**	1,583,373,696.35
Total equity interest attributable to the owner of the parent company	**7,045,984,173.52**	7,240,742,720.43
Minority interests	**1,232,100,782.98**	1,118,704,356.54
Total shareholders' equity	**8,278,084,956.50**	8,359,447,076.97
Total liabilities and shareholders' equity	**20,632,430,570.71**	20,744,021,224.12

Legal representative:	*Person-in-charge of the accounting work:*	*Head of the accounting department:*
Yang Guoping	**Zhao Ruijun**	**Hu Jun**

Balance Sheet of the Parent Company

30 September 2018

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.*

Unit: Yuan Currency: RMB Audit Type: unaudited

Item	**Balance as at the end of the period**	Balance as at the beginning of the year
Current assets:		
Cash and bank balances	**1,611,103,573.46**	3,612,712,887.98
Gain or loss of financial assets at fair value losses		2,337,040.23
Trading financial liabilities	**106,000,000.00**	
Derivative financial assets		
Bills and accounts receivable		
Bills receivable		
Accounts receivable		
Prepayments	**51,357.50**	
Other receivables:	**1,142,273,335.38**	1,309,826,869.27
Interest receivable		
Dividends receivable		9,021,405.00
Inventories		
Contract assets		
Assets held for sale		
Non-current assets due within one year		
Other current assets	**58,244,857.73**	4,102,349.91
Total current assets	**2,917,673,124.07**	4,928,979,147.39

* *For identification purposes only*

Item	**Balance as at the end of the period**	Balance as at the beginning of the year
Non-current assets:		
Available-for-sale financial assets		69,227,344.47
Lending investments		
Other lending investments		
Long-term receivables		
Long-term equity investments	**9,203,708,415.72**	7,824,145,803.81
Other equity instruments		
Other non-current financial assets	**73,970,000.00**	
Investment properties	**39,995,399.26**	41,007,910.42
Fixed assets	**1,777,248.39**	1,636,667.85
Construction-in-progress	**81,925,966.48**	52,888,082.52
Productive biological assets		
Oil and gas assets		
Intangible assets	**5,470,941.94**	2,264,138.80
Development expenses		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets		
Other non-current assets		
Total non-current assets	**9,406,847,971.79**	7,991,169,947.87
Total assets	**12,324,521,095.86**	12,920,149,095.26

Item	**Balance as at the end of the period**	Balance as at the beginning of the year
Current liabilities:		
Short-term borrowings	**1,540,000,000.00**	1,959,300,000.00
Trading financial liabilities		
Derivative financial liabilities		
Bills and accounts payable		
Receipts in advance	**214,285.73**	
Contract assets		
Salaries payable	**4,351,641.67**	10,590,501.37
Taxes payable	**862,451.37**	2,771,308.02
Other payables:	**908,053,201.27**	851,660,140.69
Interests payable	**38,104,758.65**	23,058,465.20
Dividends payable	**911,293.00**	911,293.00
Liabilities held for sale		
Non-current liabilities due within one year	**197,600,000.00**	1,599,674,660.50
Other current liabilities		1,009,978,355.63
Total current liabilities	**2,651,081,580.04**	5,433,974,966.21
Non-current liabilities:		
Long-term borrowings	**965,400,000.00**	
Debentures payables	**2,778,480,032.13**	1,092,798,849.57
Including: Preference shares		
Perpetual liabilities		
Long-term payables		
Long-term salaries payable		
Accrued liabilities		
Deferred income		
Deferred income tax liabilities	**2,351,817.45**	1,198,369.36
Other non-current liabilities		
Total non-current liabilities	**3,746,231,849.58**	1,093,997,218.93
Total liabilities	**6,397,313,429.62**	6,527,972,185.14

Item	**Balance as at the end of the period**	Balance as at the beginning of the year
Shareholders' equity:		
Share capital	**2,952,434,675.00**	2,952,434,675.00
Other equity instruments		
Including: Preference shares		
Perpetual liabilities		
Capital reserve	**1,156,277,270.14**	1,161,947,119.70
Less: Inventory shares		
Other comprehensive income	**593,822,502.24**	1,012,152,115.13
Specific reserve		
Surplus reserve	**500,647,574.88**	500,173,309.33
Undistributed profits	**724,025,643.98**	765,469,690.96
Total shareholders' equity	**5,927,207,666.24**	6,392,176,910.12
Total liabilities and shareholders' equity	**12,324,521,095.86**	12,920,149,095.26

Legal representative: *Person-in-charge of the accounting work:*

Consolidated Income Statement

January to September 2018

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.*

Unit: Yuan Currency: RMB Audit Type: unaudited

Item		**Amount for the period (July–September)**	Amount for the previous period (July–September)	**From the beginning of the year to the end of the Reporting Period (January–September)**	From the beginning of last year to the end of the reporting period of last year (January–September)
1.	**Total operating revenue**	**1,169,415,220.61**	940,472,358.18	**3,871,406,138.96**	3,403,574,823.79
	Including: Operating revenue	**1,135,644,543.73**	912,053,980.86	**3,778,850,530.38**	3,326,893,970.44
	Interest income	**33,770,676.88**	28,418,377.32	**92,555,608.58**	76,680,853.35
	Premiums earned				
	Fees and commission income				
2.	**Total operating costs**	**1,151,695,344.38**	1,064,396,548.38	**3,861,714,305.62**	3,457,514,499.66
	Including: Operating costs	**985,101,024.70**	810,400,347.18	**3,287,343,144.41**	2,838,649,872.05
	Interest expenses				
	Fees and commission expense				
	Surrender payment				
	Net expenditure for compensation payment				
	Net provisions for insurance contracts				
	Expenditure for insurance policy dividend				
	Reinsurance cost				
	Business tax and surcharges	**8,297,478.73**	5,155,491.66	**25,125,242.14**	23,257,100.97
	Selling expenses	**43,743,033.96**	45,578,988.09	**131,678,655.46**	125,575,971.98
	Administrative expenses	**76,147,663.27**	95,231,881.90	**236,381,310.81**	239,592,932.42
	Development expenses				
	Financial expenses	**28,830,278.85**	108,186,692.05	**155,318,338.77**	230,395,608.10
	Including: Interest expense	**100,239,170.19**	78,785,125.73	**248,485,333.28**	173,721,608.43
	Interest income	**3,146,830.52**	3,999,530.30	**14,553,555.52**	17,228,766.04
	Loss on impairment of assets	**-374,038.69**	-156,852.50	**-563,412.07**	43,014.14
	Loss on impairment of credit	**9,949,903.56**		**26,431,026.10**	

* *For identification purposes only*

Item	Amount for the period (July–September)	Amount for the previous period (July–September)	From the beginning of the fiscal year (July–September)
Income (loss) before income taxes	[illegible]	[illegible]	[illegible]

Item			**Amount for the period (July–September)**	Amount for the previous period (July–September)	**From the beginning of the year to the end of the Reporting Period (January–September)**	From the beginning of last year to the end of the reporting period of last year (January–September)
6.	**Other comprehensive income after tax (net)**		**-242,411,686.47**	137,228,330.73	**-492,078,273.70**	20,819,365.78
	Other comprehensive income after tax attributable to owners of the parent company (net)		**-243,595,752.55**	137,228,330.73	**-494,679,628.81**	21,219,393.19
	(1)	Other comprehensive income that cannot be reclassified to profit and loss in subsequent periods	**-5,247,470.01**		**-20,266,328.69**	876,600.00
		1. Changes in net liabilities or net assets arising from the re-measurement of defined benefit plans				876,600.00
		2. Share of other comprehensive income of investee that cannot be reclassified to profit and loss under equity method				
		3. Change in fair value of investment in Other equity instruments	**-5,247,470.01**		**-20,266,328.69**	
		4. Change in fair value of the company's own credit risk				
	(2)	Other comprehensive income that will be reclassified to profit and loss in subsequent periods	**-238,348,282.54**	137,228,330.73	**-474,413,300.12**	20,342,793.19
		1. Share of other comprehensive income of investee that will be reclassified to profit and loss under equity method in subsequent periods	**-228,048,684.63**	-27,362,765.41	**-473,756,224.49**	-108,456,412.68
		Changes in fair value of financial assets available for sale		158,787,733.25		129,901,535.62
		2. Gains and losses from changes in fair value of available-for-sale financial assets	**-12,494,333.39**		**-5,723,872.75**	

Item		**Amount for the period (July–September)**	Amount for the previous period (July–September)	**From the beginning of the year to the end of the Reporting Period (January–September)**	From the beginning of last year to the end of the reporting period of last year (January–September)
	3. Gains and losses from financial assets reclassified as other comprehensive income				
	4. Credit depreciation reserves of other investments on bonds				
	5. Effective portion of hedging gains and losses from cash flows				
	6. Exchange differences from retranslation of financial statements	**2,194,735.48**	5,803,362.89	**5,066,797.12**	-1,102,329.75
	Other comprehensive income after tax attributable to minority shareholders (net)	**1,184,066.08**		**2,601,355.11**	-400,027.41
7.	**Total comprehensive income**	**-22,564,668.29**	283,530,876.28	**-98,975,248.95**	458,583,149.51
	Total comprehensive income attributable to owners of the parent company	**-34,978,004.43**	290,283,400.42	**-159,997,096.74**	377,009,102.52
	Total comprehensive income attributable to minority shareholders	**12,413,336.14**	-6,752,524.14	**61,021,847.79**	81,574,046.99
8.	**Earnings per share:**				
	(1) Basic earnings per share *(RMB/share)*	**0.0707**	0.0518	**0.1134**	0.1205
	(2) Diluted earnings per share *(RMB/share)*	**0.0707**	0.0518	**0.1134**	0.1205

Legal representative:	*Person-in-charge of the accounting work:*	*Head of the accounting department:*
Yang Guoping	**Zhao Ruijun**	**Hu Jun**

Income Statement of the Parent Company

January to September 2018

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.*

Unit: Yuan Currency: RMB Audit Type: unaudited

Item		**Amount for the period (July–September)**	Amount for the previous period (July–September)	**From the beginning of the year to the end of the Reporting Period (January–September)**	From the beginning of last year to the end of the reporting (January–September)
1.	**Operating Revenue**	**1,477,504.97**	2,389,617.00	**5,118,292.53**	4,816,040.35
	Less: Operating cost				
	Business tax and surcharges	**157,290.68**	-17,142.86	**1,262,657.60**	-17,142.86
	Selling expenses				
	Administrative expenses	**19,270,335.44**	8,222,712.75	**47,580,031.70**	26,846,353.58
	Research and develop expenses				
	Finance expenses	**6,318,769.22**	94,304,141.97	**97,996,602.06**	191,130,745.06
	Including: Interest expenses	**71,456,893.49**	64,795,871.82	**177,294,270.78**	135,356,555.08
	Interest incomes	**1,935,093.62**	3,232,425.30	**4,923,050.23**	11,517,135.84
	Impairment losses on assets		-2.00		-94,622.44
	Impairment losses on credit	**-1,168,699.74**		**-968,653.81**	
	Add: Other income:				
	Investment income (loss stated with "–")	**122,405,201.93**	200,134,675.10	**272,561,511.11**	502,453,612.74
	Including: Investment income from associates and joint ventures	**111,960,641.84**	121,281,709.89	**213,729,397.16**	265,265,491.04
	Gains arising from net exposure hedge (losses stated with "–")				
	Gains arising from changes in fair value (losses stated with "–")	**-14,054.85**	46,055.67	**-121,705.94**	94,914.26
	Gains arising from asset disposal (losses stated with "–")				

* *For identification purposes only*

Item		Amount for the period (July–September)	Amount for the previous period (July–September)	From the beginning of the year to the end of the Reporting Period (January–September)	From the beginning of last year to the end of the reporting (January–September)
2.	**Operating profit (loss stated with "–")**	**99,290,956.45**	100,060,637.91	**131,687,460.15**	289,499,234.01
	Add: Non-operating income	**1,012,000.00**	193,860.00	**1,012,860.00**	193,860.00
	Less: Non-operating expenses	**12,984.90**		**113,228.52**	
3.	**Total profit (total loss stated with "–")**	**100,289,971.55**	100,254,497.91	**132,587,091.63**	289,693,094.01
	Less: Income tax expenses	**-3,513.71**		**-32,215.79**	
4.	**Net profit (net loss stated with "–")**	**100,293,485.26**	100,254,497.91	**132,619,307.42**	289,693,094.01
	(1) Income from continuing operation (total loss stated with "–")	**100,293,485.26**	100,254,497.91	**132,619,307.42**	289,693,094.01
	(2) Income from discontinue operation (total loss stated with "–")				
5.	**Other comprehensive income after tax (net)**	**-210,734,159.79**	127,031,449.23	**-418,329,612.89**	36,433,756.93
	(1) Other comprehensive income which cannot be reclassified into profit or loss in subsequent periods				
	1. Changes in net liabilities or net assets from the re-measurement of defined benefit plans				
	2. Shares of other comprehensive income which cannot be reclassified to profit or loss of the investees under equity method				
	3. Change in fair value of investment in Other equity instruments				
	4. Change in fair value of the company's own credit risk				

Item	**Amount for the period (July–September)**	Amount for the previous period (July–September)	**From the**

Consolidated Statement of Cash Flows

January to September 2018

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.*

Unit: Yuan Currency: RMB Audit Type: unaudited

Item		Amount for the period (January–September)	Amount for the previous period (January–September)
1.	**Cash flow from operating activities:**		
	Cash received from sales of goods and rendering of services	**4,222,451,363.73**	3,909,374,079.77
	Net increase in customer and interbank deposits		
	Net increase in borrowings from the central bank		
	Net cash increase in placements from other financial institutions		
	Cash received from premiums under original insurance contracts		
	Net cash received from reinsurance business		
	Net increase in deposits of policy holders and investment funds		
	Net increase in disposal of financial assets at fair value through profit or loss		
	Cash received from interest, fees and commissions	**107,222,146.33**	79,884,908.53
	Net increase in placements		
	Net increase in cash received from repurchase business		
	Refund of taxes and levies	**1,627,436.21**	8,080,411.38
	Other cash received relating to operating activities	**47,880,403.77**	1,021,198,065.76
Sub-total of cash inflows from operating activities		**4,379,181,350.04**	5,018,537,465.44
	Cash paid for purchase of goods and receipt of services	**3,526,783,280.57**	2,875,170,541.35
	Net increase in customer loans and advances to customers		-55,613,458.76
	Net increase in deposits in the central bank and interbank deposits		
	Cash paid for compensation payments under original insurance contracts		
	Cash paid for interest, fees and commissions		
	Cash paid for insurance policy dividend		
	Cash paid to and on behalf of employees	**401,161,821.54**	381,429,207.20
	Payments of all types of taxes	**166,874,951.70**	238,067,316.71
	Other cash paid relating to operating activities	**194,583,881.34**	1,153,197,375.04
Sub-total of cash outflows from operating activities		**4,289,403,935.15**	4,592,250,981.54
Net cash flows generated from operating activities		**89,777,414.89**	426,286,483.90

* *For identification purposes only*

Item	Amount for the period (January–September)

Item		Amount for the period (January–September)	Amount for the previous period (January–September)
4.	**Effect of foreign exchange rate changes on cash and cash equivalents**	**87,773,712.06**	-109,341,723.60
5.	**Net increase in cash and cash equivalents**	**-2,394,987,616.49**	689,120,429.68
	Add: Balance of cash and cash equivalents at the beginning of the period	**4,912,842,842.20**	3,258,732,920.83
6.	**Balance of cash and cash equivalents at the end of the period**	**2,517,855,225.71**	3,947,853,350.51

Legal representative:	*Person-in-charge of the accounting work:*	*Head of the accounting department:*
Yang Guoping	**Zhao Ruijun**	**Hu Jun**

Statement of Cash Flows of the Parent Company

January to September 2018

Prepared by: Shanghai Dazhong Public Utilities (Group) Co., Ltd.*

Unit: Yuan Currency: RMB Audit Type: unaudited

Item		**Amount for the period (January–September)**	Amount for the previous period (January–September)
1.	**Cash flow from operating activities:**		
	Cash received from sales of goods and rendering of services	**4,572,711.33**	6,879.74
	Refund of tax and levies received		
	Other cash received relating to operating activities	**6,595,948.30**	23,172,173.57
Sub-total of cash inflow from operating activities		**11,168,659.63**	23,179,053.31
	Cash paid for purchase of goods and receipt of services		
	Cash paid to and on behalf of employees	**31,150,554.63**	31,402,864.89
	Cash paid for all types of taxes	**3,308,211.10**	8,515,506.78
	Other cash paid relating to operating activities	**27,065,027.59**	39,494,282.56
Sub-total of cash outflow from operating activities		**61,523,793.32**	79,412,654.23
Net cash flow from operating activities		**-50,355,133.69**	-56,233,600.92
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Item		Amount for the period (January–September)	Amount for the previous period (January–September)
3.	**Cash flow from financing activities:**		
	Cash received from investments		176,421,156.78
	Cash received from borrowings	**2,853,000,000.00**	1,472,600,000.00
	Cash received from bonds issuance	**1,690,000,000.00**	2,100,000,000.00
	Other cash received relating to financing activities		158,000,000.00
Sub-total of cash inflow from financing activities		**4,543,000,000.00**	3,907,021,156.78
	Cash paid for repayment of debts	**4,709,300,000.00**	1,355,600,000.00
	Cash paid for distribution of dividends and profit or interest expense	**34624,5,986.28**	274,093,413.50
	Other cash paid relating to financing activities	**3,687,500.00**	194,106,277.82
Sub-total of cash outflow from financing activities		**5,059,793,486.28**	1,823,799,691.32
Net cash flow from financing activities		**-516,793,486.28**	2,083,221,465.46
4.	**Effect on cash and cash equivalents due to change in foreign currency exchange rate**	**93,568,522.77**	-76,640,514.44
5.	**Net increase in cash and cash equivalents**	**-2,001,609,314.52**	1,024,321,996.73
	Add: Balance of cash and cash equivalents at the beginning of the period	**3,612,712,887.98**	1,954,019,101.39
6.	**Balance of cash and cash equivalents at the end of the period**	**1,611,103,573.46**	2,978,341,098.12

Legal representative:	*Person-in-charge of the accounting work:*	*Head of the accounting department:*
Yang Guoping	**Zhao Ruijun**	**Hu Jun**

4.2 Audit Report

☐ Applicable ☑ Not applicable