



Lomon Billions Group Co., Ltd

Quarterly report

2019 年 04 月

This document is a free translation of the annual report and consolidated financial statements of Lomon Billions Group Co Limited for the first quarter ended March 31, 2019 produced for the convenience of English speaking readers.

In the event of any ambiguity or conflict between statements or other items contained herein and the original version which was prepared in Mandarin, the relevant statement or item of the original Mandarin version shall prevail. While all possible care has been taken to ensure that this translation is an accurate representation of the original document, this English language version has not been audited by the company's statutory auditors and in all matters of interpretation of information, views or opinions expressed therein, only the original language version of the document in Mandarin is legally binding.

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Section I、 Important Notes

The board of directors, board of supervisors, directors, supervisors and senior officers warrant that the contents of the Annual Report are true, accurate and complete and do not contain false records, misleading statements or major omissions, for which they will assume the several and joint legal liabilities.

XU Gang, person in charge of the Company, SHEN Qingfei, person in charge of accounting, and QIAO Zhuqing, head of the accounting organization (accounting supervisor) declare that the financial statements in the Annual Report are true, accurate and complete.

Section II、 Basic Information

一、 Major Accounting Data and Financial Indicators

Does the Company need to retroactively adjust or restate previous year's accounting data

Yes No

	Q1 2019	Q1 2018	Increase/Decrease in the current year when compared with last year
Operating revenue (RMB)	2,777,577,471.59	2,547,850,578.12	9.02%
Net profit attributable to shareholders of	622,936,264.04	597,876,164.36	4.19%

the Listed Company (RMB)			
Net profit attributable to shareholders of the Listed Company net of non-recurring gains and losses (RMB)	611,073,504.44	587,088,131.10	4.09%
Net cash flows from operating activities (RMB)	575,570,682.23	-564,304,986.13	-202.00%
Basic earnings per share (RMB/share)	0.32	0.29	10.34%
Diluted earnings per share (RMB/share)	0.32	0.29	10.34%
Weighted average return on equity	4.91%	4.53%	增加 0.38 个百分点
	March 31 2019	March 31 2018	Increase/Decrease in the current year when compared with last year
Total assets (RMB)	22,600,834,494.45	20,923,673,048.52	8.02%
Net profit attributable to shareholders of the Listed Company (RMB)	12,969,567,891.59	12,422,895,246.32	4.40%

Total share capital of the Company as at the last trading day before disclosure

Total share capital of the Company as at the last trading day before disclosure (share)	2,032,020,889
Fully diluted earnings per share calculated based on the latest share capital (RMB/share)	0.3066

Items and Amount of Non-recurring Profit and Loss

√ Applicable Not applicable 单位: 元

Item	the beginning of the year to the end of the reporting period	Comments
Gains and losses on disposal of non-current assets (including the written off portion of the provision for impairment of assets)	-5,530,049.97	
Tax refund and reduction or exemption involving unauthorized approval or without formal approval documents		
Government grants included in current profit and loss (closely related to business activities, except for government grants enjoyed by quota or fixed amount in accordance with national uniform standard)	13,457,920.87	
Fund occupation fees charged to non-financial enterprises and included in current profit and loss		
Income from the difference by which the cost of receiving investments from subsidiaries, joint ventures and associates is		

less than the fair value of the identifiable net assets of the invested entity when the investments are made		
Profit or loss on non-monetary assets exchange		
Profit and loss from authorizing others to invest or manage assets		
Provision for impairment of assets as a result of force majeure, such as natural disasters		
Profit and loss of debt restructuring		
Cost of enterprise restructuring, such as staff resettlement expenses, integration costs, etc.		
Profit and loss arising from unfair transactions and in excess of fair value		
Net profit and loss of a subsidiary from business combination under common control from the beginning of the period to the date of combination		
Profits and losses arising from contingencies related to normal operation of the Company		
Except for effective hedging business related to normal operation of the Company, profits and losses on the changes in fair value of financial assets and financial liabilities held for trading, and investment income earned from disposal of financial assets, financial liabilities held for trading and financial assets available for sale	7,490,593.14	
Reversal of the provision for impairment of receivables undergoing separate impairment test		
Profit and loss from entrusted loans		
Profits and losses arising from changes in fair value of investment real estate subsequently measured by fair value mode		
Impact of one-time adjustment of current profit and loss according to the requirements of taxation, accounting and other laws and regulations on current profit and loss		
Trusteeship income from entrusted operation		
Other non-operating incomes and expenses other than those mentioned above	-2,534,135.98	
Other profits and losses within the meaning of non-recurring profit and loss		
Less: Amount income tax affected	1,021,568.46	

Amount of minority equity affected (After-tax)		
Total	11,862,759.60	--

二、total number of common shareholders and top ten shareholders at the end of reporting period

1、total number of common shares and the number of preferred shareholders whose voting rights have been restored and the shareholding status of the top 10 shareholders

Unit:share

total number of common shareholders at the end of the reporting period	44,045	the number of preferred shareholders whose voting rights have been restored	0			
Top ten shareholders						
Name of shareholder	Nature of shareholder	Shareholding ratio	Number of shares held at the end of the reporting period	Number of restricted shares held	Pledge or freezing	
					Status of shares	Status of shares
XU Gang	Domestic natural person	20.50%	416,642,402	318,897,637	Pledge	334,849,800
LI Ling	Domestic natural person	13.95%	283,464,566	283,464,566		
TAN Ruiqing	Domestic natural person	12.22%	248,265,996	248,031,496	Pledge	248,265,900
WANG Zelong	Domestic natural person	9.24%	187,795,275	187,795,275		
FAN Xianguo	Domestic natural person	4.36%	88,582,677	88,582,677		
WANG Tao	Domestic natural person	3.49%	70,866,141	70,866,141	Pledge	70,859,700
Henan Yintai Investment Co., Ltd.	Non-state-owned legal person at home	3.00%	61,000,072	0		
China Great Wall Asset Management Co., Ltd.	State-owned legal person	2.62%	53,149,606	53,149,606		
WEI Zhaoqi	Domestic natural person	2.09%	42,519,685	42,519,685		
Tangyin County Yuxin Xylose Development Co., Ltd.	Non-state-owned legal person at home	1.90%	38,668,613	0	Pledge	4,350,000
Shareholding of top 10 unrestricted shareholders						
Name of shareholder	Number of unrestricted shares held at the end of the			Class of share		

	reporting period	Class of share	Class of share
XU Gang	97,744,765	Common shares in RMB	97,744,765
Henan Yintai Investment Co., Ltd.	61,000,072	Common shares in RMB	61,000,072
Tangyin County Yuxin Xylose Development Co., Ltd.	38,668,613	Common shares in RMB	38,668,613
Lomon Billions Group Co., Ltd. - Phase-I Employee Stock Ownership Plan	17,119,894	Common shares in RMB	17,119,894
Qingdao Bonded Area Qianye Trading Co., Ltd.	16,422,600	Common shares in RMB	16,422,600
Hong Kong Securities Clearing Company Limited	13,468,255	Common shares in RMB	13,468,255
Taikang life insurance co., LTD— Bonus - personal bonus -019L-FH002 深	9,444,434	Common shares in RMB	9,444,434
Central Huijin Assets Management Co., Ltd.	8,223,600	Common shares in RMB	8,223,600
401 Portfolio of National Social Security Fund	7,000,086	Common shares in RMB	7,000,086
Taikang life insurance co., LTD. - investment - multi - strategy optimization	6,268,992	Common shares in RMB	6,268,992
Description of the relationship or concerted action between the top 10 shareholders of unrestricted tradable shares and between the top 10 shareholders of unrestricted tradable shares and the top 10 shareholders	Among the top ten shareholders of the Company, TAN Ruiqing, Actual Controller of Henan Yintai Investment Co., Ltd. and Tangyin County Yuxin Xylose Development Co., Ltd., and DU Xinchang and XU Gang, Actual Controllers of Qingdao Bonded Area Qianye Trading Co., Ltd., signed the Concerted Action Agreement on Mar. 3, 2010 which expired and was terminated on Jul. 15, 2014, and the Company currently has no actual controller; except for the above, the Company is not aware of whether there is any relationship between other shareholders or whether it is a person acting in concert as stipulated in <i>Measures for the Administration of Disclosure of Shareholder Equity Changes of Listed Companies</i> .		
Description of participation by the top 10 common shareholders in margin financing and securities lending business (if any) (see Note 4)	None		

Whether the top 10 common shareholders and the top 10 unrestricted common shareholders of the Company agreed to carry out repurchase transactions during the reporting period

Yes No

2、The total number of preferred shareholders and the shareholding status of the top 10 preferred shareholders

Yes No

Section III、 Important matters

一、 Changes of main financial data and indicators in reporting period and the reasons

Yes No

1. balance sheet

Items	End of reporting period	Beginning of reporting period	+/- (%)	Reasons
Cash and cash equivalent	2,577,999,652.91	1,684,382,500.87	53.05%	Caused by increased bank deposits
Loans and advances	493,104,000.00	282,814,500.00	74.36%	Mainly due to the increase of loans issued by Yi li small loan company, a financial subsidiary, compared with the beginning of this reporting period.
Other non-current asset	285,684,491.66	169,777,137.18	68.27%	Mainly due to the increase of advance payment for engineering and equipment during the reporting period
notes payable	2,436,275,389.00	1,178,503,367.08	106.73%	Mainly due to the increase of notes payable caused by the increase of bill payment during the reporting period
Payroll	139,129,666.64	209,555,057.41	-33.61%	Mainly due to the beginning of this reporting period pay staff compensation.
Long term loan	706,042,452.10	407,807,282.10	73.13%	主要系本报告期将一年内到期的长期借款转入一年内到期的非流动负债列报所致
other comprehensive income	-2,014,474.55	1,924,206.40	-204.69%	Due to the translation difference of foreign currency statements during the reporting period.

2. Income statement

Items	End of reporting period	Beginning of reporting period	+/- (%)	Reasons
interest income	9,349,446.97	42,337,306.27	-77.92%	Mainly due to the decrease of loans and advances issued by yi li small loan company, a subsidiary of this reporting period, compared with the same period last year
interest expense	11,000.00	1,653,052.02	-99.33%	Mainly due to the decrease of loans and advances issued by yi li small loan company, a subsidiary of this reporting period, compared with the same period last year
R&D expense	124,273,783.83	76,183,376.80	63.12%	mainly caused by the increase of R&D input in this reporting period compared with the same period last year.
financial cost	80,092,174.25	55,709,831.95	43.77%	mainly caused by the increase of interest and exchange rate during this reporting period.
assets impairment loss	5,157,439.87	32,448,523.73	-84.11%	the provision for bad debts decreased compared with the same period last year.
Investment income (Losses are marked with "-")	1,818,735.36	3,065,035.42	-40.66%	mainly caused by the decrease of financial income in this reporting period compared with the same period last year.
non-business expenditure	3,494,404.20	1,795,072.49	94.67%	Mainly caused by non-current assets scrap during this reporting period.

3. Cash flow statement

Items	End of reporting period	Beginning of reporting period	+/- (%)	Reasons
Net cash flow from operating activities	575,570,682.23	-564,304,986.13	-202.00%	mainly due to the increase in sales during this reporting period and the decrease in loans issued by small loan companies.
Net cash flow from investment activities	-976,730,450.66	454,638,978.20	-314.84%	Mainly due to the increasing of time deposit during this reporting period.
Net cash flow from financing activities	482,742,834.04	-258,668,800.05	-286.63%	mainly caused by discount and stock repurchase during this reporting period.
The impact of exchange rate movements on cash	-7,577,243.20	-23,056,756.14	-67.14%	mainly caused by the change of exchange rate and the increase of the translation difference of foreign currency statements during the reporting period.

二、 progress in important issues and analysis of its influence and solution

Implementation progress of share repurchase

applicable not applicable

On 27th July 2018, the proposal on repurchasing the company's shares was approved by the fourth extraordinary general meeting of shareholders. Please refers to the details on website www.cninfo.com.cn. The progress of repurchasing shares were announced on website www.cninfo.com.cn on 9th Oct, 30th Oct, 3rd Nov, 10th Nov, 4th Dec and 3rd Jan in 2019 respectively. On 29th Jan 2019, the Announcement on the completion of share repurchase was published on website and 56,936,308 shares were repurchased, accounting for 2.8% of total shares. The highest price is 13.86yuan/share and the lowest price is 12.2 yuan/share, the total payment is 750,108,799.73 yuan(exclude the transaction expenses).

三、 Commitments that are fulfilled during the reporting period and not fulfilled at the end of the reporting period by actual controllers, shareholders, affiliates or acquirers of the Company, the Company and other relevant parties

Applicable Not applicable

四、 Estimation of the operating performance from Jan to June in 2019

applicable not applicable

五、 Financial assets measured at fair value

applicable not applicable

categories	initial outlay cost	Changes in fair value for the current period	Changes in the accumulated fair value of an equity	Purchase amount during reporting period	Amount sold during reporting period	Accumulated investment income	Amount at end of reporting period	Capital source
其他	650,000,000.00	6,325,800.00	16,917,845.67	115,000,000.00	100,000,000.00	8,082,466.67	665,000,000.00	Self-owned fund
合计	650,000,000.00	6,325,800.00	16,917,845.67	115,000,000.00	100,000,000.00	8,082,466.67	665,000,000.00	--

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六、 External guarantees provided in violation of rules

Applicable Not applicable

七、 The non-operating occupation of funds by the controlling shareholders and their affiliates of the listed company

Applicable Not applicable

八、 Registration form concerning reception of survey, communication, interview and other activities during the reporting period

Applicable Not applicable

Date of reception	Way of reception	Type of reception object	Index of basic situation of survey
2019 年 03 月 13 日	Site visit	Institution	For details, please visit http://www.cninfo.com.cn for Investor Relations Activity Record on 13 th March 2019

Section IV Financial report

一、Financial Report

1、Consolidated Balance Sheet

Unit:yuan

Items	31th March 2019	31th December 2018
Current asset:		
Cash and cash equivalent	2,577,999,652.91	1,684,382,500.87
Deposit reservation for balance		
Lendings		
tradable financial assets		
Financial assets at fair value through profit or loss	678,404,512.33	658,835,379.00
Derivative financial asset		
Notes receivable and accounts receivable	2,279,842,058.84	1,812,318,282.19
Thereinto: Notes receivable	918,541,064.21	712,636,370.67
Accounts receivable	1,361,300,994.63	1,099,681,911.52
Advances to suppliers	221,312,915.14	218,033,111.50
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract reserves receivable		
Other receivables	38,471,835.96	34,840,956.03
Thereinto: Interests receivable		
Dividends receivable		
Buying back the sale of financial assets		
Inventory	1,909,511,272.60	1,947,721,511.24
Contract assets		
Assets held for sale		
Non-current assets maturing within one year		
Other current assets	122,184,084.90	111,397,079.43

TOTAL CURRENT ASSETS	7,827,726,332.68	6,467,528,820.26
Non-current assets:		
Loans and advances	493,104,000.00	282,814,500.00
creditors' investment		
Available-for-sale financial assets		
Other creditors' investment		
held-to-maturity investment		
long-term receivables	210,462,247.03	215,964,897.35
Long-term equity investment	11,777,150.24	11,625,909.94
Other equity instruments investment		
Other noncurrent financial assets		
Investment properties	53,435,768.88	52,195,136.57
Fixed assets	5,837,813,320.65	5,843,524,617.18
Construction in progress	1,439,602,219.06	1,413,238,779.28
Bearer biological assets		
Oil and gas assets		
Intangible assets		
Development costs	1,225,874,304.52	1,246,645,639.67
Goodwill		
Long-term prepaid expenses	4,985,888,761.43	4,985,888,761.43
Deferred tax assets	62,942,214.69	52,251,712.94
Other non-current assets	166,523,683.61	182,217,136.72
Fixed assets	285,684,491.66	169,777,137.18
TOTAL NON-CURRENT ASSETS	14,773,108,161.77	14,456,144,228.26
TOTAL ASSETS	22,600,834,494.45	20,923,673,048.52
Current liabilities:		
Short-term borrowings	3,349,735,491.57	3,633,223,440.00
Borrowings from central bank		
Loans from other financial institutions		
trading financial liabilities		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Notes payable and accounts payable	3,513,834,614.32	2,437,886,290.69

Advances from customers	88,188,662.22	85,667,651.39
Financial assets sold for repurchase		
Deposits from customers and interbank		
Payment for trading securities by agency		
Payment for underwriting securities by agency		
Payroll payable	139,129,666.64	209,555,057.41
tax payable	230,942,437.68	243,421,541.33
Other payables	168,476,007.35	159,237,824.53
Thereinto: Interests payable		
Dividends payable		
Handling charges and commissions payable		
Reinsurance accounts payable		
Contract liability		
Liabilities held for sale		
Non-current liabilities maturing within one year	704,866,665.00	578,127,672.50
other current liability		
TOTAL CURRENT LIABILITIES	8,195,173,544.78	7,347,119,477.85
Non-current liabilities:		
Insurance contract reserves		
Long-term borrowings	706,042,452.10	407,807,282.10
bonds payable		
Including: Preferred stock		
Perpetual bond		
lease liability		
long-term payable	200,000,000.00	200,000,000.00
Long-term employee payroll payable		
estimated liabilities	5,182,325.00	4,169,943.33
Deferred income	173,103,837.51	184,070,128.41
Deferred tax liabilities	141,170,019.54	146,504,289.96
Other non-current liabilities		

TOTAL NON-CURRENT LIABILITIES	1,225,498,634.15	942,551,643.80
Total liabilities	9,420,672,178.93	8,289,671,121.65
Owner's equity:		
Capital stock	2,032,020,889.00	2,032,020,889.00
Other equity instruments		
Including: Preferred stock		
Perpetual bond		
Capital surplus	9,591,212,785.43	9,581,876,882.10
Less: treasury stock	750,235,605.66	663,155,409.81
Other comprehensive income	-2,014,474.55	1,924,206.40
Special reserve	27,703,984.93	22,284,630.23
Surplus reserve	478,506,573.31	478,506,573.31
General risk provisions	6,113,341.37	6,113,341.37
Undistributed profits	1,586,260,397.76	963,324,133.72
Total equity attributable to equity owners of the Parent Company	12,969,567,891.59	12,422,895,246.32
Minority interests	210,594,423.93	211,106,680.55
Total owner's equity	13,180,162,315.52	12,634,001,926.87
Total liabilities and owners' equity	22,600,834,494.45	20,923,673,048.52

Legal representative: XU Gang Principal in charge of accounting: SHEN Qingfei Head of accounting department: QIAO Zhuqing

2、Balance Sheet of Parent Company

Unit:yuan

Items	31th March 2019	31th December 2018
Current assets:		
Cash at bank and on hand	1,535,958,862.38	1,020,479,716.39
Financial assets at fair value through profit or loss	663,404,512.33	557,078,712.33
Derivative financial assets		
Notes receivable and accounts receivable	693,926,009.34	840,517,344.48
Thereinto: Notes receivable	132,040,754.06	220,905,272.29
Accounts receivable	561,885,255.28	619,612,072.19
Advances to suppliers	103,590,358.02	59,005,279.37

Other receivables	684,462,198.11	311,080,609.16
Thereinto: Interests receivable		
Dividends receivable		
Inventories	557,194,403.44	580,274,655.82
Contract assets		
Assets held for sale		
Non-current assets maturing within one year		
Other current assets	30,138,072.76	53,370,967.21
TOTAL CURRENT ASSETS	4,268,674,416.38	3,421,807,284.76
Non-current assets:		
creditors' investment		
Available-for-sale financial assets		
Other creditors' investment		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	12,114,849,369.76	12,086,678,848.70
Other equity instruments investment		
Other non-current financial assets		
Investment property	51,624,283.54	50,352,066.06
Fixed assets	1,297,488,710.83	1,245,193,004.81
Construction in progress	313,062,873.95	342,900,941.52
productive biological asset		
oil and gas assets		
right-of-use asset		
Intangible assets	198,183,653.31	200,302,562.43
development expenditure		
Goodwill		
long-term unamortized expenses	20,897.46	139,589.24
deferred income tax assets	16,363,200.86	16,982,898.30
other non-current assets	173,022,277.84	49,354,846.55
total non-current assets	14,164,615,267.55	13,991,904,757.61
Total assets	18,433,289,683.93	17,413,712,042.37
Current liabilities:		

Short-term borrowings	1,608,007,500.00	2,346,327,440.00
trading financial liabilities		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Notes payable and accounts payable	2,238,106,206.90	1,485,144,725.42
Advances from customers	15,295,227.03	26,334,853.82
Contract liability		
Employee payroll payable	52,543,139.93	75,975,094.77
Taxes payable	9,772,005.66	31,282,743.70
Other payables	658,046,209.11	1,121,227,659.73
Thereinto: Interests payable		
Dividends payable		
Liabilities held for sale		
Non-current liabilities maturing within one year	648,888,220.00	510,000,000.00
Other current liabilities		
TOTAL CURRENT LIABILITIES	5,230,658,508.63	5,596,292,517.44
Non current liabilities		
Long-term borrowings	226,224,725.00	135,000,000.00
Bonds payable		
Including: Preferred stock		
Perpetual bond		
Leasing liability		
Long-term payables		
Long-term employee benefits payable		
Accrued liabilities		
Deferred income	6,289,055.12	6,990,909.08
Deferred tax liabilities	1,061,806.85	1,061,806.85
Other non-current liabilities		
TOTAL NON-CURRENT LIABILITIES	233,575,586.97	143,052,715.93
Total liabilities	5,464,234,095.60	5,739,345,233.37
Owner's equity:		
Capital stock	2,032,020,889.00	2,032,020,889.00
Other equity instruments		

Including: Preferred stock		
Perpetual bond		
Capital surplus	9,583,507,640.50	9,572,892,476.05
Less: treasury stock	750,235,605.66	663,155,409.81
Other comprehensive income		
Special reserve		
Surplus reserve	478,506,573.31	478,506,573.31
Undistributed profits	1,625,256,091.18	254,102,280.45
Total owner's equity	12,969,055,588.33	11,674,366,809.00
Total liabilities and owners' equity	18,433,289,683.93	17,413,712,042.37

3、 Consolidated Income Statement

Unit: yuan

Item	Current accrual	Amount incurred in last period
I. Revenue	2,787,800,550.33	2,590,765,714.57
Including: Operating revenue	2,777,577,471.59	2,547,850,578.12
Interest income	9,349,446.97	42,337,306.27
Earned premium		
Handling charges and commission income	873,631.77	577,830.18
II. Total costs	2,053,817,669.88	1,870,195,723.05
Including: Cost of sales	1,618,531,557.65	1,495,216,092.28
Interest expense	11,000.00	1,653,052.02
Handling charges and commission expenditure	2,353.99	9,101.53
Sales tax and additions	33,076,394.97	37,502,996.95
Selling and distribution expenses	102,688,114.34	86,525,549.97
General and administrative expenses	89,984,850.98	84,947,197.82
R&D costs	124,273,783.83	76,183,376.80
Financial expenses	80,092,174.25	55,709,831.95
Thereinto: Interest expense	47,909,834.74	40,420,827.88
Interest income	3,018,549.96	2,905,506.39
Asset impairment losses	5,157,439.87	32,448,523.73
Add: Other income	13,457,920.87	12,910,346.17
Add: Income from investments(Fill in with “-” for loss)	1,818,735.36	3,065,035.42

Including: Share of profit of associates and joint ventures	151,240.30	7,075.49
Exchange gain (minus: loss)		
Income from change in fair value (indicate loss with “-”)	6,325,800.00	
Income from asset disposal (indicate loss with “-”)	-5,530,352.65	-1,725,112.37
III. Operating profit (minus: loss)	750,054,984.03	734,820,260.74
Add: Non-operating income	960,268.22	882,527.10
Less: Non-operating expenses	3,494,404.20	1,795,072.49
IV. Total profit (minus: total loss)	747,520,848.05	733,907,715.35
Less: Income tax expenses	117,894,507.10	114,504,741.18
V. Net profit (minus: net loss)	629,626,340.95	619,402,974.17
(一) 按经营持续性分类		
(I) Net profit from continuing operations (Fill in with “-” for net loss)	629,626,340.95	619,402,974.17
(II) Net profit from terminating operations (Fill in with “-” for net loss)		
(二) 按所有权属分类		
1. Attributable to equity owners of the Parent Company	622,936,264.04	597,876,164.36
2. Minority shareholder gains and losses	6,690,076.91	21,526,809.81
VI. Other comprehensive income, net of tax	-3,938,680.95	-10,077,818.63
Net of tax from other comprehensive income attributable to owners of the parent company	-3,938,680.95	-10,077,818.63
(I) Other comprehensive income that can not be reclassified to profit or loss		
1. changes in re-measurement and setting of benefit plans		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
(II) Other comprehensive income that will be reclassified to profit or loss	-3,938,680.95	-10,077,818.63
1. Other comprehensive income that can be transferred to profit or loss under the equity method		

2. Changes in the fair value of other debt investments		
3. Changes in fair value of available-for-sale financial assets		
4. The amount of financial assets reclassified into other comprehensive income		
5. Profits or losses arising from reclassification of held-to-maturity investments to available-for-sale financial assets		
6. Provisions for credit impairment of other credit investments		
7. Cash flow hedge reserve		
8. Translation difference in foreign currency financial statements	-3,938,680.95	-10,077,818.63
9. other		
Net of tax from other comprehensive income attributable to minority shareholders		
VII. Total comprehensive income	625,687,660.00	609,325,155.54
Attributable to equity owners of the Parent Company	618,997,583.09	587,798,345.73
Total comprehensive income attributable to minority shareholders	6,690,076.91	21,526,809.81
VIII. Earnings per share:		
(I) Basic income per share	0.32	0.29
(II) Diluted income per share	0.32	0.29

Legal representative: XU Gang Principal in charge of accounting: SHEN Qingfei Head of accounting department: QIAO Zhuqing

4、Income Statement of Parent Company

Unit:yuan

Item	Current accrual	Amount incurred in last period
I. Operating income	718,254,661.95	685,257,330.32
Less: Operating cost	514,183,586.29	517,331,215.15
Sales tax and additions	4,889,793.67	9,407,955.33
Selling and distribution expenses	23,044,590.91	20,455,242.32

General and administrative expenses	29,133,398.76	31,371,591.09
R&D costs	32,777,886.33	23,330,353.50
Financial expenses	21,938,244.54	16,120,774.76
Thereinto: Interest expense	27,208,017.26	34,391,930.33
Interest income	4,391,081.23	10,595,041.48
Asset impairment losses	3,146,529.25	571,263.47
Add: Other income	701,853.96	1,988,753.96
Income from investments(Fill in with “-” for loss)	1,289,304,971.84	253,854.46
Including: Share of profit of associates and joint ventures	151,240.30	187,187.79
Income from change in fair value (indicate loss with “-”)	6,325,800.00	
Income from asset disposal (indicate loss with “-”)	-698,545.89	
II. Operating profit (Fill in with “-” for loss)	1,384,774,712.11	68,911,543.12
Add: Non-operating income	612.89	277,162.57
Less: Non-operating expenses	116,928.00	77,366.00
III. Total profits (Fill in with “-” for total loss)	1,384,658,397.00	69,111,339.69
Less: Income tax expenses	13,504,586.27	10,392,520.15
IV. Net profit (Fill in with “-” for net loss)	1,371,153,810.73	58,718,819.54
(I) Net profit from continuing operations (Fill in with “-” for net loss)	1,371,153,810.73	58,718,819.54
(II) Net profit from terminating operations (Fill in with “-” for net loss)		
V. Net of tax from other comprehensive income		
(I) Other comprehensive income that can not be reclassified to profit or loss		
1. Changes in re-measurement and setting of benefit plans		
2. Other comprehensive income that		

cannot be transferred to profit or loss under the equity method		
(II) Other comprehensive income that will be reclassified to profit or loss		
1. Other comprehensive income that can be transferred to profit or loss under the equity method		
Other comprehensive income		
2. Changes in fair value of available-for-sale financial assets		
3. Profits or losses arising from reclassification of held-to-maturity investments to available-for-sale financial assets		
4. Effective portion of gains or losses on hedging instruments in a cash flow hedge		
5. Translation differences on translation of foreign currency financial statements		
6. Others	1,371,153,810.73	58,718,819.54
VI. Earnings per share:		
(I) Basic income per share		

5、Consolidated Cash Flow Statement

unit:yuan

Item	Current accrual	Amount incurred in last period
I. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	2,718,174,626.84	2,009,070,218.90
Net increase in deposits from clients and other financial institutions	17,770,572.66	4,611,822.26
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		

Received net reinsurance cash		
Net increase in household savings and investment funds		
The net increase of financial assets that are measured at fair value and whose changes are included in current profits and losses		
Cash for interest, fees and commissions	10,658,854.88	66,939,872.42
Net increase in borrowing funds		
Net increase in repurchase funds		
Net cash received for buying and selling securities		
refund of tax		
other cash received relating to operating activities	191,379,348.83	125,731,023.50
Subtotal of cash inflow from operating activities	2,937,983,403.21	2,206,352,937.08
Cash payment for goods and services	1,306,647,389.72	1,110,874,706.99
Net increase in customer loans and advances	230,812,122.00	1,074,595,000.00
Net increase in central bank and interbank deposits		
Cash payment for the original insurance contract		
Net increase in financial assets held for trading purposes		
Net increase in lending funds		
Cash to pay interest, fees and commissions	93,402.87	1,296,508.74
Cash to pay insurance dividends		
Cash paid to and for employees	255,410,517.42	191,687,458.53
tax payments	332,887,261.85	296,701,753.64
Payment of other cash related to business activities	236,562,027.12	95,502,495.31
Subtotal of cash outflow from	2,362,412,720.98	2,770,657,923.21

operating activities		
Net cash flow from operating activities	575,570,682.23	-564,304,986.13
二、Cash flow from investment activities:		
Cash received form return of investment	1,360,484,412.00	700,000,000.00
Cash received on investment income	3,403,267.22	3,154,383.34
net cash recovered from the disposal of fixed assets, intangible assets and other long-term assets	10,023,060.00	
net cash received by dispose of subsidiaries and other business units		
cash received related to other investment activities	16,438.36	348,903,042.31
Subtotal of cash inflow from investment activities	1,373,927,177.58	1,052,057,425.65
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	104,226,216.24	37,418,447.45
Cash paid for investments	2,246,431,412.00	560,000,000.00
Net increase in pledged loans		
Obtain net cash paid by subsidiaries and other business units		
cash paid related to other investment activities		
Subtotal of cash outflow from investment activities	2,350,657,628.24	597,418,447.45
Net cash flow from investment activities	-976,730,450.66	454,638,978.20
三、Cash flow from fundraising activities:		
Cash received by investors		4,500,000.00
Including: Subsidiaries receive cash from minority investors		4,500,000.00
cash received from the loan	2,441,803,633.59	832,500,000.00

Cash received by issuing bonds		
Receipt of other cash related to fund-raising activities	498,222,291.67	
Subtotal of cash inflow from financing activities	2,940,025,925.26	837,000,000.00
Cash Payment for debt	2,281,042,048.36	954,880,000.00
Cash to distribute dividends, profits, or interest payments	57,567,722.02	140,111,090.35
including: dividends and profits paid by subsidiaries to minority shareholders		
Payment of other cash related to fund-raising activities	118,673,320.84	677,709.70
subtotal of Cash outflow from financing activities	2,457,283,091.22	1,095,668,800.05
Net cash flow from financing activities	482,742,834.04	-258,668,800.05
四、 The effect of exchange rate changes on cash and cash equivalents	-7,577,243.20	-23,056,756.14
五、 Net increase in cash and cash equivalents	74,005,822.41	-391,391,564.12
plus: Beginning balance of cash and cash equivalents	1,495,540,791.23	2,218,242,151.05
六、 Ending balance of cash and cash equivalents	1,569,546,613.64	1,826,850,586.93

6、 Cash Flow Statement of Parent Company

Unit:yuan

Item	Current accrual	Amount incurred in last period
I. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	690,676,377.93	438,975,817.15
Refund of taxes and surcharges		
Cash received relating to other operating activities	144,790,629.97	91,710,534.95
Sub-total of cash inflows	835,467,007.90	530,686,352.10
Cash received from sales of goods and rendering of services	488,830,127.81	564,329,846.01

Cash paid to and on behalf of employees	87,212,957.38	54,179,087.84
Payments of taxes and surcharges	38,030,519.69	47,618,338.43
Cash paid relating to other operating activities	83,084,768.99	43,427,627.37
Sub-total of cash outflows	697,158,373.87	709,554,899.65
Net cash flows from operating activities	138,308,634.03	-178,868,547.55
II. Cash flows from investing activities:		
Cash received from disposal of investments	1,216,110,000.00	
Cash received from returns on investments	1,243,115,270.00	999,966,666.67
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other business entities		
Cash received relating to other investing activities		1,138,903,042.31
Sub-total of cash inflows	2,459,225,270.00	2,138,869,708.98
Cash paid to acquire fixed assets, intangible assets and other long-term assets	33,254,730.87	558,188.88
Cash paid to acquire investments	1,938,857,000.00	485,000,000.00
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities	1,200,000.00	1,376,778,560.71
Sub-total of cash outflows	1,973,311,730.87	1,862,336,749.59
Net cash flows from investing activities	485,913,539.13	276,532,959.39
III. Cash flows from financing activities		
Cash received from capital contributions		

Cash received from borrowing	1,145,233,500.00	455,000,000.00
Cash received from issuance of bonds		
Cash received relating to other financing activities	2,397,567,765.79	70,000,000.00
Sub-total of cash inflows	3,542,801,265.79	525,000,000.00
Cash repayments of amounts borrowed	1,644,471,483.00	643,748,000.00
Cash paid for interest and distribution of dividends or profit	28,796,798.90	36,440,366.90
Cash payments relating to other financing activities	2,616,829,274.70	70,677,709.70
Sub-total of cash outflows	4,290,097,556.60	750,866,076.60
Net cash flows from financing activities	-747,296,290.81	-225,866,076.60
IV. Effect of foreign exchange rate changes on cash and cash equivalents	-2,702,460.30	-5,965,767.80
V. Net increase in cash and cash equivalents	-125,776,577.95	-134,167,432.56
Add: Cash and cash equivalents at beginning of year	892,957,316.39	977,235,890.88
VI. Cash and cash equivalents at end of year	767,180,738.44	843,068,458.32

II、Statement of adjustment of financial statements

applicable no applicable

III、Audit report

Is the Q1 report audited?

yes no

Lomon Billions Group Co., Ltd

Chairman: Xu Gang

19th April 2019