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GUANGZHOU AUTOMOBILE GROUP CO., LTD.

廣州汽車集團股份有限公司

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

(Stock Code: 2238)

**OVERSEAS REGULATORY ANNOUNCEMENT
2018 FIRST QUARTERLY REPORT**

This first quarterly report is published by Guangzhou Automobile Group Co., Ltd. (the “**Company**”) pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The first quarterly result of the Company and its subsidiaries (the “**Group**”) contained in this report was prepared under the China Accounting Standards for Business Enterprises and was unaudited. The original text of this report is in Chinese.

1. IMPORTANT NOTICE

- 1.1 The board of directors, the supervisory committee and the directors, supervisors and senior management of the Company warrant the truthfulness, accuracy and completeness of the contents contained herein, that there are no false representations or misleading statements contained in or material omissions from this quarterly report, and they jointly and severally accept responsibility.
- 1.2 All directors of the Company attended the board meeting approving this quarterly report.
- 1.3 ZENG Qinghong, the person in charge of the Company and FENG Xingya, the general manager of the Company, WANG Dan, the person in charge of accounting function and ZHENG Chao, the manager of the accounting department (Accounting Chief), warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.
- 1.4 The first quarterly report of the Company was unaudited.

2. BASIC INFORMATION OF THE COMPANY

2.1 Major financial data

	<i>Unit: Yuan Currency: RMB</i>			
	As at the end of the reporting period	As at the end of last year After adjustment	Before adjustment	Increase/ decrease as at the end of the reporting period as compared with the end of last year (%)
Total assets	118,483,089,019	119,543,548,568	119,602,416,855	-0.89
Net assets attributable to shareholders of the Company	73,347,463,629	69,311,375,339	69,370,243,626	5.82
	From the beginning of the year to the end of the reporting period	From the beginning of last year to the end of the last reporting period After adjustment	Before adjustment	Increase/decrease as compared with the same period last year (%)
Net cash flow from operating activities	-1,240,059,467	3,486,390,182	3,486,390,182	-135.57
	From the beginning of the year to the end of the reporting period	From the beginning of last year to the end of the last reporting period After adjustment	Before adjustment	Increase/decrease as compared with the same period last year (%)
Revenue from operations	19,196,534,969	16,884,710,478	16,884,710,478	13.69
Net profit attributable to shareholders of the Company	3,880,052,518	3,828,578,391	3,828,578,391	1.34
Net profit attributable to shareholders of the Company after deduction of non-recurring profit or loss	3,802,046,698	3,798,378,277	3,798,378,277	0.10
Return on net assets (weighted average) (%)	5.44	8.35	8.35	Decrease by 2.91 percentage points
Basic earnings per share (Yuan/share)	0.53	0.59	0.59	-10.17
Diluted earnings per share (Yuan/share)	0.53	0.58	0.58	-8.62

Non-recurring profit and loss items and amounts

	<i>Unit: Yuan</i>	<i>Currency: RMB</i>
Item		Amount for the period
Gains/losses on disposal of non-current assets		4,697,899
Government grants recognised in profit or loss for the period (except for those closely related to the Company's normal business and in compliance with national policies and regulations and conferred continuously based on standard amounts and quantities)		79,765,052
Profit or loss from debt restructuring		27,878,095
Profit and loss from changes in fair value arising from holding of trading financial assets and trading financial liabilities except for valid straddle business related to normal business of the Company, as well as investment gain realised from disposal of trading financial assets, trading financial liabilities and financial assets available for sale		-40,286,177
Profit or loss from external entrusted loans		1,128,538
Other non-operating income and expense save as stated above		10,451,999
Impact on minority interests (after tax)		-872,073
Impact on income tax		-4,757,513
		<hr/>
Total		<u><u>78,005,820</u></u>

2.2 Table of total number of shareholders and particulars of shareholdings of the top ten shareholders and the top ten circulating shareholders (or holders of tradable shares not subject to trading moratorium) as at the end of the reporting period

Unit: share

Total number of shareholders ^{Note 1}

32,451

Name of shareholder (full name)	Shareholdings of the top ten shareholders			Under pledge or lock-up		Nature of shareholder
	Number of shares held at the end of the period	Percentage (%)	Number of shares subject to trading moratorium	Status of shares	Number	
Guangzhou Automobile Industry Group Co., Ltd. ^{Note 2}	3,912,671,384	53.64	0	Nil	0	State-owned legal person
HKSCC NOMINEES LIMITED ^{Note 3}	2,210,956,815	30.31	0	Unknown	–	Foreign legal person
Guangzhou Huiyin Tianyue Equity Investment Fund Management Co., Ltd.	301,356,102	4.13	301,356,102	Pledged	150,678,051	Other
Guangzhou State-owned Assets Development Holdings Co., Ltd.	150,678,051	2.07	150,678,051	Nil	0	State-owned legal person
Guangzhou Finance Holdings Assets Management Co., Ltd.-GFHAM Wealth Management Select No.3 Private Investment Fund	150,678,051	2.07	150,678,051	Nil	0	Other
Shanghai Puxing Energy Limited	87,619,752	1.20	0	Nil	0	Domestic non-state-owned legal person
Guangzhou Light Industry & Trade Group Co., Ltd	75,339,025	1.03	75,339,025	Nil	0	State-owned legal person
Suiyong Holdings Co., Ltd.	75,339,025	1.03	75,339,025	Pledged	75,339,025	Domestic non-state-owned legal person
Huaxin Trust Co., Ltd.-Huaxin Trust • Yingtai No.31 Assembled Funds Trust Plan	54,387,025	0.75	0	Nil	0	Other
Changan Funds – ICBC-Changan Yuxiang No. 9 hierarchic asset management plan	37,023,191	0.51	0	Nil	0	Other

Particulars of shareholdings of the top ten holders of tradable shares not subject to trading moratorium

Name of shareholder	Number of tradable shares not subject to trading moratorium	Class of shares and number	
		Class of share	Number
Guangzhou Automobile Industry Group Co., Ltd.	3,912,671,384	RMB ordinary shares	3,912,671,384
HKSCC NOMINEES LIMITED	2,210,956,815	Overseas listed foreign shares	2,210,956,815
Shanghai Puxing Energy Limited	87,619,752	RMB ordinary shares	87,619,752
Huaxin Trust Co., Ltd.-Huaxin Trust • Yingtai No.31 Assembled Funds Trust Plan	54,387,025	RMB ordinary shares	54,387,025
Changan Funds – ICBC-Changan Yuxiang No. 9 hierarchic asset management plan	37,023,191	RMB ordinary shares	37,023,191
Huaxin Trust Co., Ltd.-Huaxin Trust • Yingtai No.66 Assembled Funds Trust Plan	30,486,051	RMB ordinary shares	30,486,051
Ningbo Mei Shan Baoshuigang Area Jincheng Shazhou Equity Investment Co., Ltd.	29,894,504	RMB ordinary shares	29,894,504
Huaxin Trust Co., Ltd.-Huaxin Trust • Gongxin No.28 Assembled Funds Trust Plan	26,805,699	RMB ordinary shares	26,805,699
China National Machinery Industry Corporation	25,164,404	RMB ordinary shares	25,164,404
Guangzhou Iron & Steel Enterprises Group	7,869,515	RMB ordinary shares	7,869,515
Related-party relationship or concerted party relationship among the above shareholders	Guangzhou Automobile Industry Group Co., Ltd, the largest shareholder of the Company, is not related to any of the above shareholders, nor is it a party acting in concert with any of them, and it is not known to the Company whether other shareholders are related to each other or whether they are parties acting in concert.		

Note 1: As at 31 March 2018, the number of holders of A shares was 32,209 and number of holders of H shares was 242. The total number was 32,451.

Note2: Guangzhou Automobile Industry Group Co., Ltd. held 3,705,129,384 A shares of the Company in total, representing approximately 72.91% of the A share capital of the Company. At the same time, Guangzhou Automobile Industry Group Co., Ltd. held 207,542,000 H shares of the Company through Southbound Transaction and its wholly-owned subsidiary in Hong Kong, Guangzhou Auto Group (Hong Kong) Limited during the reporting period, representing approximately 9.38% of the H share capital of the Company. The total number of A and H shares of the Company held by Guangzhou Automobile Industry Group Co., Ltd. was therefore 3,912,671,384 shares, representing approximately 53.64% of the total share capital of the Company

Note3: H shares held by HKSCC NOMINEES LIMITED were held on behalf of a number of clients. H shares of the Company held by Guangzhou Auto Group (Hong Kong) Limited are also registered in trust with HKSCC NOMINEES LIMITED.

2.3 Table of total number of preferred shareholders and particulars of shareholdings of the top ten preferred shareholders and the top ten preferred shareholders not subject to trading moratorium as at the end of the reporting period

Applicable Not applicable

3. SIGNIFICANT EVENTS

3.1 Material changes in items of major accounting statements and financial indicators of the Company and the reasons thereof

Unit: RMB0'000 Currency: RMB

Item	Balance as at the end of the period or during the reporting period	Percentage change	Reasons for change
Prepayments	149,772.54	23.80%	Prepayments for materials increased corresponding to the increase in production and sales volume during the period
Construction in progress	127,593.46	21.32%	Construction in progress increased due to the capacity expansion of GAMC and new energy vehicle construction
Trade payables	1,316,326.74	14.29%	Mainly due to the increase in production and sales volume which led to the increase in payables for raw materials during the reporting period
Other payables	657,498.32	-19.12%	Mainly due to the decrease in dealer's fees payable and construction cost payables during the period
Non-current liabilities due within one year	50,992.81	-66.24%	Mainly due to the repayment of RMB1 billion corporate bonds due during the period
Other current liabilities	83,284.94	25.64%	Mainly due to the increase in sale of repurchased financial assets by the financial corporations of the Group during the period

Item	Balance as at the end of the period or during the reporting period	Percentage change	Reasons for change
Revenue from operations	1,919,653.50	13.69%	Mainly due to increase in the total revenue brought by the continued growth of the sales volume of self-developed brand and the development in parts and components in the up-stream and downstream industries, commercial services and financial business of the Group during the period
Cost of operations	1,448,870.40	12.64%	Increased corresponding to the increase in sales volume of self-developed brand and the development of relevant businesses during the period
Selling expenses	147,966.85	64.94%	Mainly due to the increase in marketing-related expenses of GAMC during the period
Management expenses	92,024.68	60.82%	Mainly due to the increase in share options incentive expenses and amortisation of intangible assets during the period
Net profit attributable to the owners of the parent company	388,005.25	1.34%	Due to the aforesaid reasons, the net profit attributable to the owners of the parent company increased during the period
Cash received from sales of goods and rendering services	2,235,400.77	19.95%	Increased corresponding to the increase in sales volume during the period
Cash paid for goods and services	1,532,276.50	20.93%	Increased corresponding to the increase in production and sales volume during the period
Cash received from disposal of investments	54,773.10	-92.77%	Mainly due to the decrease in investment in financial products and cash received from disposal of investments during the period

Item	Balance as at the end of the period or during the reporting period	Percentage change	Reasons for change
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	245,881.35	78.61%	Due to the increase in R&D investment and production capacity expenses during the period
Cash paid for investment	150,382.28	-83.97%	Mainly due to the decrease in investment in financial products during the period
Cash repayments of borrowings	147,360.37	-41.13%	Mainly due to the repayment of RMB1 billion corporate bonds due during the period

3.2 Analysis and explanation of progress and impact of significant events and their solutions

Applicable Not applicable

3.3 Undertakings which have not yet been performed during the reporting period

Applicable Not applicable

3.4 Warning and explanation on the forecast of any possible loss in accumulated net profit from the beginning of the year to the end of the next reporting period or any material changes compared to the corresponding period of last year

Applicable Not applicable

Guangzhou Automobile Group Co., Ltd.

Legal representative: **ZENG Qinghong**

26 April 2018

Guangzhou, the PRC, 26 April 2018

As at the date of this announcement, the executive directors of the Company are ZENG Qinghong and FENG Xingya, the non-executive directors of the Company are YAN Zhuangli, CHEN Maoshan, LI Pingyi and DING Hongxiang, and the independent non-executive directors of the Company are FU Yuwu, LAN Hailin, LEUNG Lincheong and WANG Susheng.

4. APPENDICES

4.1 Financial Statements

Consolidated Balance Sheet

31 March 2018

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	Amount as at the end of the period	Amount as at the beginning of the year
Current assets:		
Monetary fund	44,047,056,944	49,467,949,586
Financial assets measured at fair value and changes of which are recorded in current profit or loss	577,534,383	608,928,531
Derivative financial assets	0	0
Bills receivable	2,280,872,076	2,469,743,996
Trade receivables	1,113,244,371	1,373,809,577
Prepayments	1,497,725,398	1,209,761,931
Interests receivable	279,900,524	176,921,499
Dividends receivable	3,008,236,841	2,757,268,564
Other receivables	791,668,525	620,929,294
Inventories	3,450,533,197	3,346,598,109
Assets classified as available-for-sale	0	0
Non-current assets due within one year	779,465,685	761,523,483
Other current assets	1,787,648,150	1,691,986,099
Total current assets	59,613,886,094	64,485,420,669

Item	Amount as at the end of the period	Amount as at the beginning of the year
Non-current assets:		
Loans and advances granted	487,012,500	487,500,000
Available-for-sale financial assets	2,460,720,507	2,205,195,595
Held-to-maturity investments	0	0
Long-term receivables	535,554,169	662,956,727
Long-term equity investments	28,315,126,498	25,661,847,660
Investment properties	1,328,786,034	1,339,995,749
Fixed assets	12,452,701,465	12,151,558,104
Construction in progress	1,275,934,584	1,051,686,732
Construction materials	0	0
Disposals of fixed assets	0	0
Biological assets for production	0	0
Fuel assets	0	0
Intangible assets	7,461,997,141	7,561,936,355
Development expenses	2,284,078,706	1,881,917,370
Goodwill	104,504,775	104,504,775
Long-term deferred expenditures	312,982,549	295,498,874
Deferred income tax assets	1,240,175,719	1,123,417,537
Other non-current assets	609,628,278	530,112,421
	<u>58,869,202,925</u>	<u>55,058,127,899</u>
Total non-current assets		
	<u>118,483,089,019</u>	<u>119,543,548,568</u>
Total assets		
Current liabilities:		
Short-term borrowings	1,534,246,912	1,325,878,429
Deposit taking and deposit in inter-bank market	4,528,198,614	8,219,047,472
Financial liabilities measured at fair value and changes of which are recorded in current profit or loss	0	0
Derivative financial liabilities	0	0
Bills payable	354,243,047	440,802,436
Trade payables	13,163,267,430	11,517,046,032
Receipts in advance	777,686,191	1,073,690,123
Staff remuneration payable	1,035,964,466	1,897,093,014
Taxes payable	2,039,816,685	1,687,028,996
Interests payable	61,598,694	276,633,764
Dividends payable	6,075,000	0
Other payables	6,574,983,206	8,128,937,621
Liabilities classified as available-for-sale	0	0
Non-current liabilities due within one year	509,928,060	1,510,277,869
Other current liabilities	832,849,367	662,880,847
	<u>31,418,857,672</u>	<u>36,739,316,603</u>
Total current liabilities		

Item	Amount as at the end of the period	Amount as at the beginning of the year
Non-current liabilities:		
Long-term borrowings	562,398,531	568,817,442
Debentures payable	7,726,725,872	7,703,756,018
Including: preference shares	0	0
perpetual bonds	0	0
Long-term payables	175,795	220,893
Long-term staff remuneration payable	0	0
Special payables	0	0
Estimated liabilities	920,835,721	915,211,777
Deferred income	3,173,057,213	3,012,398,647
Deferred income tax liabilities	135,166,952	107,517,057
Other non-current liabilities	153,906,926	141,210,140
	<u>12,672,267,010</u>	<u>12,449,131,974</u>
Total non-current liabilities	12,672,267,010	12,449,131,974
	<u>44,091,124,682</u>	<u>49,188,448,577</u>
Total liabilities	44,091,124,682	49,188,448,577
Owners' equity		
Share capital	7,294,838,715	7,293,424,051
Other equity instrument	240,942,487	241,023,957
Including: preference shares	0	0
perpetual bonds	0	0
Capital reserve	24,898,160,788	24,747,753,551
Less: treasury stock	0	0
Other comprehensive income	-1,267,649	-1,186,375
Special reserve	22,661,579	18,284,964
Surplus reserve	3,191,903,501	3,191,903,501
General risk provision	92,184,496	92,184,496
Undistributed profit	37,608,039,712	33,727,987,194
Total owners' equity attributable to the parent company	73,347,463,629	69,311,375,339
Minority interests	1,044,500,708	1,043,724,652
	<u>74,391,964,337</u>	<u>70,355,099,991</u>
Total owners' equity	74,391,964,337	70,355,099,991
	<u>118,483,089,019</u>	<u>119,543,548,568</u>
Total liabilities and owners' equity	118,483,089,019	119,543,548,568

Legal representative:
ZENG Qinghong

Principal accounting
responsible person:
WANG Dan

Manager of the accounting
department:
ZHENG Chao

Balance Sheet of the Parent Company

31 March 2018

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	Amount as at the end of the period	Amount as at the beginning of the year
Current assets:		
Monetary fund	15,670,532,543	18,311,943,745
Financial assets measured at fair value and changes of which are recorded in current profit or loss	0	0
Derivative financial assets	0	0
Bills receivable	1,550,000	1,000,000
Trade receivables	1,611,734,019	1,621,228,957
Prepayments	87,562,084	71,575,268
Interests receivable	5,359,725	2,151,450
Dividends receivable	2,704,000,000	2,704,000,000
Other receivables	581,236,629	583,770,941
Inventories	42,579,327	54,192,074
Assets classified as available-for-sale	0	0
Non-current assets due within one year	0	0
Other current assets	673,734,599	657,612,545
Total current assets	<u>21,378,288,926</u>	<u>24,007,474,980</u>

Item	Amount as at the end of the period	Amount as at the beginning of the year
Non-current assets:		
Available-for-sale financial assets	601,695,500	601,695,500
Held-to-maturity investments	0	0
Long-term receivables	0	0
Long-term equity investments	48,753,428,254	46,051,075,108
Investment properties	534,446,637	538,422,689
Fixed assets	2,190,975,558	2,203,898,335
Construction in progress	44,183,988	27,840,356
Construction materials	0	0
Disposals of fixed assets	0	0
Biological assets for production	0	0
Fuel assets	0	0
Intangible assets	2,221,406,365	2,340,736,386
Development expenses	1,039,925,443	647,066,813
Goodwill	0	0
Long-term deferred expenditures	595,873	650,043
Deferred income tax assets	0	0
Other non-current assets	6,986,014	7,611,336
	<hr/>	<hr/>
Total non-current assets	55,393,643,632	52,418,996,566
	<hr/>	<hr/>
Total assets	76,771,932,558	76,426,471,546

Item	Amount as at the end of the period	Amount as at the beginning of the year
Current liabilities:		
Short-term borrowings	0	0
Financial liabilities measured at fair value and changes of which are recorded in current profit or loss	0	0
Derivative financial liabilities	0	0
Bills payables	0	0
Trade payables	202,507,191	207,495,872
Receipts in advance	1,228,481	0
Staff remuneration payable	397,490,312	642,866,505
Taxes payable	49,954,286	62,950,696
Interests payable	25,355,938	259,913,989
Dividends payable	0	0
Other payables	3,837,865,549	3,978,587,509
Liabilities classified as available-for-sale	0	0
Non-current liabilities due within one year	104,725,382	1,113,765,995
Other current liabilities	0	0
	<hr/>	<hr/>
Total current liabilities	4,619,127,139	6,265,580,566
Non-current liabilities:		
Long-term borrowings	0	0
Debentures payable	7,427,121,708	7,404,190,329
Including: preference shares	0	0
perpetual bonds	0	0
Long-term payables	0	0
Long-term staff remuneration payable	0	0
Special payables	0	0
Estimated liabilities	0	0
Deferred income	549,747,029	498,332,148
Deferred income tax liabilities	0	0
Other non-current liabilities	0	0
	<hr/>	<hr/>
Total non-current liabilities	7,976,868,737	7,902,522,477
	<hr/>	<hr/>
Total liabilities	12,595,995,876	14,168,103,043

Item	Amount as at the end of the period	Amount as at the beginning of the year
Owners' equity:		
Share capital	7,294,838,715	7,293,424,051
Other equity instrument	240,942,487	241,023,957
Including: preference shares	0	0
perpetual bonds	0	0
Capital reserve	33,658,645,122	33,508,237,886
Less: treasury stock	0	0
Other comprehensive income	0	0
Special reserve	0	0
Surplus reserve	3,191,903,501	3,191,903,501
Undistributed profit	<u>19,789,606,857</u>	<u>18,023,779,108</u>
Total owners' equity	<u>64,175,936,682</u>	<u>62,258,368,503</u>
Total liabilities and owners' equity	<u>76,771,932,558</u>	<u>76,426,471,546</u>

Legal representative:
ZENG Qinghong

Principal accounting
responsible person:
WANG Dan

Manager of the accounting
department:
ZHENG Chao

Consolidated Income Statement

From January to March 2018

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	Amount for the period	Amount for the previous period
I. Total revenue from operations	19,453,976,078	16,884,710,478
Including: Revenue from operations	19,196,534,969	16,884,710,478
Interest income	257,441,109	0
II. Total cost of operations	17,655,073,186	15,026,896,998
Including: Cost of operations	14,488,703,976	12,862,270,132
Interest expenses	22,584,087	0
Taxes and surcharges	686,158,519	646,078,157
Selling expenses	1,479,668,531	897,079,851
Management expenses	920,246,849	572,236,420
Financial expenses	55,587,764	36,593,789
Impairment loss of assets	2,123,460	12,638,649
Add: Gains on change in fair value (loss is represented by “-”)	-48,304,285	-992,656
Gains on investment (loss is represented by “-”)	2,447,005,872	2,321,189,715
Including: Gains from investment in associated companies and joint ventures	2,430,261,894	2,294,954,209
Gains on disposal of assets (loss is represented by “-”)	4,697,899	-3,102,433
Gains on exchange (loss is represented by “-”)	0	0
Other income	77,452,675	27,892,846
III. Operating profit (loss is represented by “-”)	4,279,755,053	4,202,800,952
Add: Non-operating income	43,987,010	15,482,844
Less: Non-operating expenses	3,344,539	13,156,179
IV. Total profit (total loss is represented by “-”)	4,320,397,524	4,205,127,617
Less: Income tax expenses	421,343,141	373,001,751
V. Net profit (net loss is represented by “-”)	3,899,054,383	3,832,125,866
(1) Classified by continuity of operations		
1. Net profit from continuing operations (net loss is represented by “-”)	3,899,054,383	3,832,125,866
2. Net profit from discontinued operations (net loss is represented by “-”)	0	0
(2) Classified by ownership of the equity		
1. Minority interests	19,001,805	3,547,475
2. Net profit attributable to the owners of the parent company	3,880,052,518	3,828,578,391

Item	Amount for the period	Amount for the previous period
VI. Other comprehensive income (net of tax)	-81,274	5,852,632
Other comprehensive income (net of tax) attributable to owners of the parent company	-81,274	1,737,919
(1) Other comprehensive income not to be reclassified into profit or loss subsequently	0	0
1. Changes arising from re-measurement of net liabilities or net assets of defined benefit plans	0	0
2. Share of investees' other comprehensive income not to be reclassified into profit or loss subsequently using equity method	0	0
(2) Other comprehensive income to be reclassified into profit or loss subsequently	-81,274	1,737,919
1. Share of investees' other comprehensive income to be reclassified into profit or loss subsequently using equity method	0	0
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		1,737,919
3. Gains or losses from reclassifying held-to-maturity investments to available-for-sale financial assets	0	0
4. Effective portion of cash flow adjusted for hedging gains or losses	0	0
5. Exchange differences on foreign currency financial statements translation	-81,274	0
6. Others	0	0
Other comprehensive income (net of tax) attributable to minority interests	0	4,114,713
VII. Total comprehensive income	3,898,973,109	3,837,978,498
Total comprehensive income attributable to the owners of the parent company	3,879,971,244	3,830,316,310
Total comprehensive income attributable to minority interests	19,001,865	7,662,188
VIII. Earnings per share:		
(1) Basic earnings per share (Yuan/share)	0.53	0.59
(2) Diluted earnings per share (Yuan/share)	0.53	0.58

Legal representative: ZENG Qinghong	Principal accounting responsible person: WANG Dan	Manager of the accounting department: ZHENG Chao
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Income Statement of the Parent Company

From January to March 2018

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	Amount for the period	Amount for the previous period
I. Revenue from operations	43,475,029	56,946,860
Less: Cost of operations	39,570,687	48,019,762
Taxes and surcharges	3,369,459	4,319,257
Selling expenses	0	0
Management expenses	449,464,990	271,610,337
Financial expenses	-27,267,762	39,698,692
Impairment loss of assets	0	0
Add: Gains on change in fair value (loss is represented by “-”)	0	0
Gains on investment (loss is represented by “-”) Including: Gains on investment in associated companies and joint ventures	2,153,896,479	2,068,461,049
Gains on disposal of assets (loss is represented by “-”)	-5,350	-1,765
Other income	33,657,588	7,232,606
II. Operating profit (loss is represented by “-”)	1,765,886,372	1,768,990,702
Add: Non-operating income	34,101	58,801
Less: Non-operating expenses	92,724	8,410,593
III. Total profit (total loss is represented by “-”)	1,765,827,749	1,760,638,910
Less: Income tax expenses	0	0
IV. Net profit (net loss is represented by “-”)	1,765,827,749	1,760,638,910
(1) Net profit from continuing operations (net loss is represented by “-”)	1,765,827,749	1,760,638,910
(2) Net profit from discontinued operations (net loss is represented by “-”)	0	0

Item	Amount for the period	Amount for the previous period
V. Other comprehensive income (net of tax)	0	0
(1) Other comprehensive income not to be reclassified into profit or loss subsequently	0	0
1. Changes arising from re-measurement of net liabilities or net assets of defined benefit plans	0	0
2. Share of investees' other comprehensive income not to be reclassified into profit or loss subsequently using equity method	0	0
(2) Other comprehensive income to be reclassified into profit or loss subsequently	0	0
1. Share of investees' other comprehensive income to be reclassified into profit or loss subsequently using equity method	0	0
2. Gains or losses arising from changes in fair value of available-for-sale financial assets	0	0
3. Gains or losses from reclassifying held-to-maturity investments to available-for-sale financial assets	0	0
4. Effective portion of cash flow adjusted for hedging gains or losses	0	0
5. Exchange differences on foreign currency financial statements translation	0	0
6. Others	0	0
VI. Total comprehensive income	1,765,827,749	1,760,638,910

Legal representative:
ZENG Qinghong

Principal accounting
responsible person:
WANG Dan

Manager of the accounting
department:
ZHENG Chao

Consolidated Cash Flow Statement

From January to March 2018

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	Amount for the period	Amount for the previous period
I. Cash flow generated from operating activities:		
Cash received from sales of goods and rendering labour services	22,354,007,651	18,636,684,503
Net increase in deposits from customer and other banks	-3,691,812,066	0
Cash received from interest, handling fees and commissions	162,427,872	0
Tax rebates	887,099	883,765
Other cash received from activities relating to operation	873,183,528	1,179,690,989
Sub-total of cash inflows from operating activities	19,698,694,084	19,817,259,257
Cash paid for goods and services	15,322,765,034	12,670,987,268
Net increase in customer loans and advances	-500,000	0
Net increase in deposit in PBOC and interbank deposits	415,400,000	0
Cash paid for interest, handling fees and commissions	7,212,555	0
Cash paid to and on behalf of employees	1,939,751,984	1,422,018,396
Tax payments	1,731,553,648	1,544,992,862
Other cash payments related to operating activities	1,522,570,330	692,870,549
Sub-total of cash outflows from operating activities	20,938,753,551	16,330,869,075
Net cash flow from operating activities	<u>-1,240,059,467</u>	<u>3,486,390,182</u>

Item	Amount for the period	Amount for the previous period
II. Cash flow generated from investing activities:		
Cash received from disposal of investments	547,730,971	7,576,972,592
Cash received from gains on investment	84,562,147	93,819,982
Net cash received from disposal of fixed assets, intangible assets and other long term assets	6,947,899	39,482,432
Net cash received from disposal of subsidiaries and other operating entities	0	0
Other cash received from activities related to investment	<u>310,052,694</u>	<u>1,000,148,980</u>
Sub-total of cash inflows from investing activities	<u>949,293,711</u>	<u>8,710,423,986</u>
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	2,458,813,512	1,376,675,509
Cash paid for investment	1,503,822,803	9,379,825,987
Net cash paid for acquiring subsidiaries and other operating entities	0	0
Other cash paid for activities related to investment	<u>5,081,496</u>	<u>76,031,291</u>
Sub-total of cash outflows from investing activities	<u>3,967,717,811</u>	<u>10,832,532,787</u>
Net cash flow generated from investing activities	<u><u>-3,018,424,100</u></u>	<u><u>-2,122,108,801</u></u>

Cash Flow Statement of the Parent Company

From January to March 2018

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	Amount for the period	Amount for the previous period
I. Cash flow generated from operating activities:		
Cash received from sales of goods and rendering labour services	49,150,791	100,718,935
Tax rebates	0	0
Other cash received from activities related to operation	<u>202,744,233</u>	<u>15,112,069,288</u>
Sub-total of cash inflows from operating activities	<u>251,895,024</u>	<u>15,212,788,223</u>
Cash paid for goods and labour services	1,498,024	2,541,171
Cash paid to and on behalf of employees	217,163,763	201,237,323
Tax payments	22,136,304	23,927,756
Other cash payments related to operating activities	<u>59,849,654</u>	<u>13,367,207,165</u>
Sub-total of cash outflows from operating activities	<u>300,647,745</u>	<u>13,594,913,415</u>
Net cash flow from operating activities	<u><u>-48,752,721</u></u>	<u><u>1,617,874,808</u></u>

Item	Amount for the period	Amount for the previous period
II. Cash flow generated from investing activities:		
Cash received from disposal of investments	0	6,880,000,000
Cash received from gains on investment	88,208	3,884,384
Net cash received from disposal of fixed assets, intangible assets and other long term assets	2,600	0
Net cash received from disposal of subsidiaries and other operating entities	0	0
Other cash received from activities related to investing activities	<u>2,000,000</u>	<u>0</u>
Sub-total of cash inflows from investing activities	<u>2,090,808</u>	<u>6,883,884,384</u>
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	747,014,518	504,229,172
Cash paid for investment	548,456,668	9,608,055,994
Net cash paid for acquiring subsidiaries and other operating entities	0	0
Other cash paid for activities related to investing activities	<u>0</u>	<u>3,368,000</u>
Sub-total of cash outflows from investing activities	<u>1,295,471,186</u>	<u>10,115,653,166</u>
Net cash flow from investing activities	<u><u>-1,293,380,378</u></u>	<u><u>-3,231,768,782</u></u>

Item	Amount for the period	Amount for the previous period
III. Net cash flow generated from financing activities:		
Cash received from capital contributions	9,405,267	6,137,352
Cash received from borrowing	0	0
Other cash received from financing-related activities	0	0
	<hr/>	<hr/>
Sub-total of cash inflows from financing activities	9,405,267	6,137,352
	<hr/>	<hr/>
Cash repayments of borrowings	1,000,000,000	2,300,000,000
Dividends paid, profit distributed or interest paid	308,683,357	369,620,494
Other cash paid for financing-related activities	0	300,000
	<hr/>	<hr/>
Sub-total of cash outflows from financing activities	1,308,683,357	2,669,920,494
	<hr/>	<hr/>
Net cash flows from financing activities	<u>-1,299,278,090</u>	<u>-2,663,783,142</u>
IV. Effects of changes in exchange rate on cash and cash equivalents	0	0
V. Net increase in cash and cash equivalents	-2,641,411,189	-4,277,677,116
Add: Cash and cash equivalents at the beginning of the period	18,311,943,745	13,293,924,296
VI. Cash and cash equivalents at the end of the period	15,670,532,556	9,016,247,180

Legal representative:
ZENG Qinghong

Principal accounting
responsible person:
WANG Dan

Manager of the accounting
department:
ZHENG Chao

4.2 Audited report

Applicable Not applicable