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**比亞迪股份有限公司**  
**BYD COMPANY LIMITED**

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

**(Stock Code: 1211)**

Website: <http://www.byd.com.cn>

**2014 FIRST QUARTERLY REPORT**

This announcement is published simultaneously in the mainland of People's Republic of China pursuant to the Rules Governing Listing of Stocks on Shenzhen Stock Exchange and in Hong Kong pursuant to the disclosure obligations under Rule 13.09, Rule 13.10B and Inside Information Provision of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

**SECTION I IMPORTANT**

The Board of Directors, Supervisory Committee and the Directors, Supervisors and senior management of the Company warrant that the contents of this quarterly report are true, accurate and complete and do not contain false information, misleading statements or material omissions, and collectively and individually accept legal responsibility thereof.

All Directors have attended the Board meeting for review of this quarterly report.

Mr. Wang Chuan-fu, the Chairman of the Company, Mr. Wu Jing-sheng, Person in charge of Accounting, and Ms. Zhou Ya-lin, Head of Accounting Department (Accounting Supervisor), hereby declare that they warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

Unless specified otherwise, the currency amounts in the text of this quarterly report are denominated in Renminbi.

**DEFINITION**

Term	Meaning
The Company, BYD	BYD Company Limited
The Group	BYD Company Limited and its subsidiaries
The Reporting Period	1 January 2014 to 31 March 2014

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### SECTION II MAJOR FINANCIAL DATA AND CHANGES OF SHAREHOLDERS

#### I. Major Accounting Data and Financial Indicators

Retrospective adjustment to or restatement of the accounting data for prior years by the Company due to change of accounting policies and correction of its accounting errors

Yes       No

	This Reporting Period	Corresponding period of last year	Increase/ decrease for the Reporting Period compared with the corresponding period of last year (%)
Operating income (RMB)	11,723,871,000.00	12,883,871,000.00	-9.00%
Net profit attributable to shareholders of the listed company (RMB)	11,966,000.00	112,387,000.00	-89.35%
Net profit after extraordinary profit and loss attributable to shareholders of the listed company (RMB)	-93,493,000.00	47,865,000.00	-295.33%
Net cash flow from operating activities (RMB)	-1,116,413,000.00	741,003,000.00	-250.66%
Basic earnings per share (RMB/share)	0.01	0.05	-89.35%
Weighted average rate of return on net assets (%)	0.06%	0.53%	down by 0.47%
	As at the end of the Reporting Period	As at the end of the previous year	Increase/ decrease as at the end of the Reporting Period compared with the end of the previous year (%)
Total assets (RMB)	77,226,350,000.00	76,392,911,000.00	1.09%
Net assets attributable to shareholders of the listed company (RMB)	21,725,912,000.00	21,709,764,000.00	0.07%

Extraordinary profit and loss items and amounts

Applicable       N/A

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Unit: RMB

Item	Amount for the period from the beginning of the year to the end of the Reporting Period	Remarks
Gains or losses on disposal of non-current assets (including writing-off of provisions for assets impairment)	-8,580,000.00	
Government grants (except for government grants which are closely related to the Company's business and conform with the amount and quantities at a national standard) charged to gains or losses for the period	98,410,000.00	
Other non-operating income and expenses apart from those stated above	25,015,000.00	
Less: Effect on income tax	5,638,000.00	
Effect on minority interests (after tax)	3,748,000.00	
Total	105,459,000.00	-

Notes for the Company's extraordinary gain or loss items as defined in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 – Extraordinary Gains or Losses and the extraordinary gain or loss items as illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 – Extraordinary Gains or Losses defined as its recurring gain or loss items

Applicable                       N/A

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### II. Table showing total number of shareholders and shareholdings of top ten holders of shares at the end of the Reporting Period

Unit: shares

Total number of shareholders at the end of the Reporting Period		29,006 (of which 28,829 were holders of A shares and 177 were holders of H shares)				
Shareholding of top ten holders of shares						
Name of Shareholder	Nature of Shareholders	Percentage of Shareholding (%)	Number of shares held	Number of Shares subject to lock-up held	Position of pledged or frozen	
					Position of shares	Number
Wang Chuan-fu	Domestic natural person	24.24%	570,642,580	570,642,580		
HKSCC NOMINEES LIMITED	Overseas legal person	24.09%	567,025,366			
Lv Xiang-yang	Domestic natural person	10.16%	239,228,620	239,228,620	Pledge	76,000,000
MIDAMERICAN ENERGY HOLDINGS COMPANY	Overseas legal person	9.56%	225,000,000			
Youngy Investment Holding Group Co., Ltd. (融捷投資控股集團有限公司)	Domestic non-state – owned legal person	6.91%	162,581,860	162,581,860	Pledge	75,000,000
Xia Zuo-quan	Domestic natural person	5.05%	118,977,060	89,232,795	Pledge	1,470,000
Yang Long-zhong	Domestic natural person	2.53%	59,497,870	35,147,870		
Mao De-he	Domestic natural person	1.14%	26,922,300	26,922,300		
Wang Nian-qiang	Domestic natural person	0.81%	19,049,740	14,287,305	Pledge	8,810,000
Liu Wei-ping	Domestic natural person	0.52%	12,355,380			

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Shareholding of top ten holders of shares not subject to lock-up held			
Name of Shareholder	Number of shares not subject to lock-up held	Class of shares	
		Class of shares	Number
HKSCC NOMINEES LIMITED	567,025,366	Overseas listed foreign shares	567,025,366
MIDAMERICAN ENERGY HOLDINGS COMPANY	225,000,000	Overseas listed foreign shares	225,000,000
Xia Zuo-quan	29,744,265	RMB ordinary shares	29,744,265
Yang Long-zhong	24,350,000	RMB ordinary shares	24,350,000
Liu Wei-ping	12,355,380	RMB ordinary shares	12,355,380
Agricultural Bank of China – Invesco Great Wall Domestic Demand Growth II Equity Securities Investment Fund(中國農業銀行 – 景順長城內需增長貳號股票型證券投資基金)	12,161,058	RMB ordinary shares	12,161,058
Li Ke	11,884,500	RMB ordinary shares	11,884,500
Agricultural Bank of China – Invesco Great Wall Domestic Demand Growth Open-end Securities Investment Fund(中國農業銀行 – 景順長城內需增長開放式證券投資基金)	11,158,307	RMB ordinary shares	11,158,307
Li Yong-guang	10,824,680	RMB ordinary shares	10,824,680
Industrial Bank Co., Ltd. – Xingquan Global Vision Stock Type Securities Investment Funds (興業銀行股份有限公司 – 興全全球視野股票型證券投資基金)	9,304,490	RMB ordinary shares	9,304,490
Details of the connected relationship amongst, or concerted actions amongst the above shareholders	<p>1. Mr. Wang Chuan-fu is the controlling shareholder and de facto controller of the Company; Mr. Lv Xiang-yang is a cousin of Mr. Wang Chuan-fu. Mr. Lv Xiang-yang and his spouse, Ms. Zhang Chang-hong are interested in the equity of Youngy Investment Holding Group Co., Ltd. (融捷投資控股集團有限公司) as to 89.5% and 10.5% respectively; 2. Shares held by HKSCC NOMINEES LIMITED are the aggregate of H shares of the Company traded on the trading platform of HKSCC NOMINEES LIMITED on its behalf held by shareholders. 3. The Company is not aware of any connected relationships among other shareholders nor any parties acting in concert as defined in the Administrative Measures for Acquisitions by Listed Companies.</p>		
Details of top ten shareholders participating in securities margin trading (if any)	<p>As at the end of the Reporting Period, among top ten holders of shares not subject to lock-up, there is no shareholder holding shares of the Company through credit account.</p>		

Whether shareholders of the Company made the agreed repurchase transactions during the Reporting Period

Yes             No

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## SECTION III SIGNIFICANT EVENTS

### I. Substantial changes in major accounting items and financial indicators of the Company and the reasons thereof

Balance Sheet

Unit: RMB'000

Item	31 March 2014	31 December 2013	Change	Attributable Reasons
Prepayments	455,794.00	326,427.00	39.63%	Mainly due to the increase in prepayments for goods
Receipt in advance	1,859,865.00	1,272,407.00	46.17%	Mainly due to an increase in payments received in advance
Interests payable	261,738.00	166,266.00	57.42%	Mainly due to an increase in interest on debentures payable
Long-term borrowings	4,328,529.00	2,685,422.00	61.19%	Mainly due to an increase in new borrowings to meet new funding requirements
Long-term payable	2,754,492.00	–	100.00%	Mainly due to the effect of new finance leases business during the current period

Statement of Profit or Loss

Unit: RMB'000

Item	January to March 2014	January to March 2013	YoY Change	Attributable Reasons
Business tax and surcharge	218,650.00	357,292.00	-38.80%	Mainly due to a decrease in consumption tax and surcharge as a result of the decline in sales of traditional fuel vehicles
Finance expenses	318,914.00	244,007.00	30.70%	Mainly due to an increase in interest expenses
Impairment loss of assets	73,110.00	52,365.00	39.62%	Mainly due to an increase in provisions for bad debts of trade receivables
Gains from investment	-8,599.00	79.00	-10,984.81%	Mainly due to a decrease in the gains from investment of the joint venture
Non-operating income	127,881.00	67,571.00	89.25%	Mainly due to an increase in government grants

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Statement of Cash Flows

Unit: RMB'000

Item	January to March 2014	January to March 2013	YoY Change	Attributable Reasons
Net cash flow from operating activities	-1,116,413.00	741,003.00	-250.66%	Mainly due to an increase in cash paid for goods and service during the current period
Net cash flow from funding activities	2,171,361.00	278,266.00	680.32%	Mainly due to the effect of new finance leases business during the current period

### II. Progress of significant events and analysis of their impacts and solutions

During the Reporting Period, the Company had no new material litigation or arbitration. The progress of the material litigations and arbitrations as disclosed in the 2013 A Shares annual report during the Reporting Period are set forth below:

1. Infringement litigation between companies (including Shenzhen Futaihong Precision Industry Co., Ltd.) and the Company and some of its subsidiaries

On 22 November 2013, the Hong Kong High Court permitted the Company, BYD Hong Kong, Golden Link Worldwide Limited, BYD Electronic Company Limited, Lead Wealth International Limited, Tianjin BYD Electronic Company Limited and BYD Precision Manufacture Company Limited (hereinafter referred to as “Defendants”) to submit an official response against the defense of Hong Hai Precision Industry Co., Ltd, Foxconn International Holdings Limited, Shenzhen Futaihong Precision Industry Co., Ltd. and Hongfujin Precision Industrial (Shenzhen) Co., Ltd. (hereinafter referred to as “Defendants of the Counterclaim”) before 6 December 2013, and at the same time, confirmed that the parties would exchange evidence lists within 120 days. On 6 December 2013, the Defendants officially submitted the response against the defense of the Defendants of the Counterclaim to the court. On 21 March 2014, the parties issued notices of consent to the court and required that the period for exchange of evidence lists should be extended for 84 days from the day the court made its decision. On 24 March 2014, the court granted such extension.

2. The Maritime Compensation Disputes between the Company and other parties including HLL Atlantic Schiffahrts GmbH and David Peyser Sportswear, Inc.

On 2 December 2013, the Cargo Plaintiffs submitted an expert report. On 21 March 2014, the Defendants applied to the court to extend the submission of progress report to 25 April as the Defendants and the Plaintiffs were negotiating a settlement to properly resolve all pending issues. The date on which the Company will submit the expert report extended accordingly.

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3. Dispute over sales proceeds between Suzhou Xindasheng Auto Sales Service Company Limited (蘇州新大生汽車銷售服務有限公司) (hereinafter referred to as “Suzhou Xindasheng”) and BYD Auto Sales Company Limited (hereinafter referred to as “BYD Auto Sales”)

On 23 September 2013, BYD Auto Sales (as the Plaintiff) launched a lawsuit to the Shenzhen Longgang District People’s Court, demanding Suzhou Xindasheng to repay the auto sales related proceeds of RMB6,662,880 payable by Suzhou Xindasheng to BYD Auto Sales. The court has processed the case for hearing, which was expected to be held in mid-March 2014. The date for the hearing is pending the notice by the court.

4. Dispute over sales proceeds between Nantong Dasheng BYD Auto Sales Service Company Limited (南通大生比亞迪汽車銷售服務有限公司) (hereinafter referred to as “Nantong Dasheng”) and BYD Auto Sales Company Limited (hereinafter referred to as “BYD Auto Sales”)

On 23 September 2013, BYD Auto Sales (as the Plaintiff) launched a lawsuit to the Shenzhen Longgang District People’s Court, demanding Nantong Dasheng to repay the auto sales related proceeds of RMB10,191,340 payable by Nantong Dasheng to BYD Auto Sales. The court has processed the case for hearing and conducted the first trial on 3 April 2014. The judgment of the trial is pending announcement.

5. Purchase and sales contract dispute between Huizhou BYD Industrial Company Limited (hereinafter referred to as “BYD HZ”) and AP Photonics Limited (hereinafter referred to as “HK AP”) and AP Photonics (Shenzhen) Limited (hereinafter referred to as “SZ AP”)

On 22 January 2014, HK AP instituted a counter-action in the Shenzhen Intermediate People’s Court, demanding BYD HZ to repay a total of RMB10,134,091.62, including the purchase price for materials of RMB9,681,482.34 and penalties of RMB452,609.28 for the overdue payment. The court processed the counter-action instituted by HK AP in April 2014, and the date for the trial is pending the appointment by the court.



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### III. Undertakings of the Company or shareholders with more than 5% Shareholdings in the Company during the Reporting Period or prior periods but up to the Reporting Period

Item	Undertakers	Undertaking	Time	Period	Performance
Share Reform undertaking	N/A	N/A		N/A	N/A
Undertakings made in the reports of acquisition or equity changes	N/A	N/A		N/A	N/A
Undertakings made upon restructuring of assets	N/A	N/A		N/A	N/A
Undertakings made upon initial public offer or refinancing	<ol style="list-style-type: none"> <li>1. Wang Chuan-fu, Lv Xiang-yang, Xia Zuo-quan, Youngy Investment Holding Group Co., Ltd. (融捷投資控股集團有限公司) (“Youngy Investment”);</li> <li>2. Wang Chuan-fu, Lv Xiang-yang, Wang Chuan-fang, Wang Hai-tao, Wu Chang-hui, He Zhi-qi, Youngy Investment, Guangzhou Xinhengtong Network Technology Co., Ltd., Hefei Xiaohan Commercial Trading Co., Ltd., other shareholders of non-overseas listed shares before the Company’s initial public offering of A shares, Zhang Hui-bin, Lv Shou-guo, Lv Zi-han and Zhang Chang-hong;</li> <li>3. Wang Chuan-fu</li> </ol>	<ol style="list-style-type: none"> <li>1. In September 2009, the holders of A shares of over 5% shares of the Company, being Wang Chuan-fu, Lv Xiang-yang, Xia Zuo-quan and Youngy Investment, signed the “Non-competition Undertaking” and gave the Company their undertakings, respectively, as follows: <ol style="list-style-type: none"> <li>a. With effect from the date of the Letter of Undertaking, they will not engage in any manner including but not limited to individually or in partnership with others, in businesses which are directly or indirectly the same as, similar to or in any aspect in competition with the businesses of BYD and its controlling subsidiaries.</li> <li>b. They will exert all possible efforts to prevent their other related enterprises from engaging in businesses which are the same as, similar to or in any aspect in competition with the businesses of BYD and its controlling subsidiaries. And they will not have direct or indirect investment holdings in companies, enterprises or other institutions or organizations that operate businesses which are the same as, similar to or in any aspect in competition with the businesses of BYD and its controlling subsidiaries.</li> <li>c. If the companies in which they participating hold direct or indirect operate businesses in competition with BYD and its controlling subsidiaries, they will, in their capacity as participating shareholders or enable the participating shareholders controlled by them to, exercise their veto right in respect of this matter. They will not reveal commercial secrets on the proprietary technologies, sales channels or customer information, etc. of BYD and its controlling subsidiaries to other companies, enterprises or other institutions or organizations that operate businesses which are the same as, similar to or in any aspect in competition with the businesses of BYD and its controlling subsidiaries.</li> </ol> </li> </ol>	<p>Please refer to “Undertaking”</p>	<ol style="list-style-type: none"> <li>1. During the reporting period, the undertakers strictly performed the undertakings;</li> <li>2. During the reporting period, the undertakers strictly performed the undertakings;</li> <li>3. During the reporting period, no additional payment or payment of taxes, delayed payment charges or fines had occurred to the Company as a result of preferential tax treatment, social insurance or housing provident fund issues.</li> </ol>	

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Item	Undertakers	Undertaking	Time	Period	Performance
		<p>d. If they or other enterprises controlled by them in future are/ is contemplating to engage in new businesses which may be in peer competition with BYD and its controlling subsidiaries, they will resolve the matter in consultation with BYD under the principle of giving the first right of refusal to BYD and its controlling subsidiaries.</p> <p>e. If they or other enterprises controlled by them receive(s) business opportunities which are in peer competition or possibly in peer competition with the primary businesses of BYD and its controlling subsidiaries, they/it undertake(s) to notify BYD of the aforesaid business opportunities, and if BYD and its controlling subsidiaries give an affirmation reply on its/their willingness to utilize such business opportunities, they and other enterprises controlled by them will abandon such business opportunities unconditionally to ensure the interests of BYD and all its shareholders and its controlling subsidiaries are not harmed. Non-reply or negative reply from BYD shall be deemed to be its abandonment of such business opportunities.</p> <p>f. After the issue and listing of A Shares by BYD, if circumstances of peer competition occurred between them and other enterprises controlled by them and BYD and its controlling subsidiaries, they will enable BYD to disclose the details on the nature of peer competition, the specific details of the relevant transactions involved in the peer competition and whether they have performed the undertaking to avoid peer competition in accordance with the information disclosure rules relating to peer competition and be subject to supervision by the investors.</p>			

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Item	Undertakers	Undertaking	Time	Period	Performance
		<p>2. (1) The controlling shareholder and de facto controller of the Company, Wang Chuan-fu, and the shareholders of the Company, Lv Xiang-yang, Wang Chuan-fang, Wang Hai-tao, Wu Chang-hui, He Zhi-qi, Youngy Investment and Guangzhou Xinhengtong Network Technology Co., Ltd. (廣州信衡通網絡技術有限公司), gave their undertakings that: Within 36 months from the listing date of the shares of the Company, they will not transfer their shares or entrust the shares held by them to be in custody of someone else, nor allow their shares to be repurchased by the Company. After the above lock-up period, in respect of Wang Chuan-fu, during his term of office as a director and senior management officer of the Company, and Lv Xiang-yang, during his term of office as a director of the Company, the number of shares may be transferred by them in each year shall not exceed 25% of the total transferable shares of the Company held by them, and they shall not transfer the shares of the Company held by them within six months after the termination of their appointments, and the number of shares sold through listed transactions at the stock exchange within 12 months after six months upon their reported termination shall not exceed 50% of the total number of shares of the Company held by them. In addition, Lv Xiang-yang gave a further undertaking that: Within 36 months from the listing date of the shares of the Company, he shall not transfer or entrust to others for management the shares of the Company indirectly held by him through Youngy Investment and shall not allow the Company to repurchase the shares indirectly held by him through Youngy Investment. During his term of office as a director of the Company, the shareholding of Youngy Investment to be transferred by him per year shall not exceed 25% of the total shareholding of Youngy Investment held by him, and he will not transfer the shareholding of Youngy Investment held by him within six months after the termination of his appointment. And Youngy Investment gave a further undertaking that: During the period while Lv Xiang-yang is controlling Youngy Investment, the number of shares transferred by it per year shall not exceed 25% of the total number of shares of the Company held by it, and it will not transfer the shares of the Company held by it within six months after Lv Xiang-yang has ceased to control it.</p>			

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Item	Undertakers	Undertaking	Time	Period	Performance
		<p>(2) The shareholder of the Company, Hefei Xiaohan Commercial Trading Co., Ltd. (合肥曉菡商貿有限責任公司), has given an undertaking that: Regarding the shares of the Company indirectly held by Lv Zihan through it, within 36 months from the listing date of the shares of the Company, it will not transfer or entrust to others for management the shares held by it, and it will not allow the Company to repurchase the shares held by it. And within 12 months from the listing date of the shares of the Company, it will not transfer or entrust to others for management other shares of the Company held by it, nor allow the Company to repurchase the shares held by it.</p>			
		<p>(3) Other shareholders of non-overseas listed shares before the Company's initial public offering of A shares have given the undertakings that:                      Within 12 months from the listing date of the shares of the Company, they will not transfer or entrust to others for management the shares held by them, and they will not allow the Company to repurchase the shares held by them. Among them, Xia Zuo-quan, Yang Longzhong, Wang Nian-qiang, Wu Jingsheng, Mao De-he, He Long and Xia Zhi-bing, being the directors and senior management officers of the Company, have given further undertakings that: after the expiry of the above lock-up period, the number of shares transferred per year during their term of office in the Company will not exceed 25% of the total transferable shares of the Company held by them, and they will not transfer the shares of the Company held by them within six months after termination of their appointments, and the number of shares sold through listed transactions at the stock exchange within 12 months after six months upon their reported termination will not exceed 50% of the total number of shares of the Company held by them. In addition, Guangzhou Jianjin Information Technology Co., Ltd. (廣州漸進信息科技有限公司) has made further undertakings that:                      During the period while Zhang Huibin is controlling Guangzhou Jianjin Information Technology Co., Ltd., the number of shares transferred per year will not exceed 25% of the total number of shares of the Company held by it, and within six months after Zhang Hui-bin has ceased to control Guangzhou Jianjin Information Technology Co., Ltd., it will not transfer the shares of the Company held by it.</p>			

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Item	Undertakers	Undertaking	Time	Period	Performance
		<p>(4) Zhang Hui-bin, a Supervisor of the Company, has made an undertaking that: The shareholding of Guangzhou Jianjin Information Technology Co., Ltd. held by him will not be transferred or entrusted to others for management within 12 months from the listing date of the shares of the Company, and he will not allow Guangzhou Jianjin Information Technology Co., Ltd. to repurchase the shareholding held by him. During his term of office as a supervisor of the Company, the shareholding of Guangzhou Jianjin Information Technology Co., Ltd. may be transferred by him per year will not exceed 25% of the total shareholding of Guangzhou Jianjin Information Technology Co., Ltd. held by him, and he will not transfer the shareholding of Guangzhou Jianjin Information Technology Co., Ltd. held by him within six months after the termination of his appointment.</p> <p>(5) Lv Shou-guo, Lv Zi-han and Zhang Chang-hong have given their undertakings in respect of the shares of the Company indirectly held by them through Guangzhou Xinhengtong Network Technology Co., Ltd., Hefei Xiaohan Commercial Trading Co., Ltd. and Youngy Investment respectively that: Within 36 months from the listing date of the shares of the Company, they will not transfer or entrust to others for management the shares of the Company indirectly held by them through Guangzhou Xinhengtong Network Technology Co., Ltd., Hefei Xiaohan Commercial Trading Co., Ltd. and Youngy Investment, and will not allow the Company to repurchase the shares indirectly held by them through Guangzhou Xinhengtong Network Technology Co., Ltd., Hefei Xiaohan Commercial Trading Co., Ltd. and Youngy Investment.</p>			
		<p>3. The controlling shareholder and de facto controlling person of the Company, Mr. Wang Chuan-fu, has made undertakings in respect of the issues on the Company's preferential tax treatment, social insurance and housing provident fund.</p>			

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Item	Undertakers	Undertaking	Time	Period	Performance
		<p>Undertaking: If the taxation authority confirms at any time that the preferential tax treatment for enterprise income tax in the Shenzhen Special Economic Zone enjoyed by the Company and its related subsidiaries (BYD Lithium Battery Co., Ltd., BYD Precision Manufacture Co., Ltd., BYD Automobile Industry Co., Ltd., Shenzhen BYD Electronic Component Co., Ltd., BYD Auto Sales Co., Ltd., Shenzhen BYD Battery Mould Co., Ltd., BYD Electronic Co., Ltd., Shenzhen BYD Technician School) are not legal and requests for additional payments on enterprise income tax, I shall be fully liable to the above additional payable amounts of tax and other charges for delayed payments or fines (if any), etc. and surrender the right to recourse against the Company and its subsidiaries, to indemnify the Company and its aforesaid subsidiaries from any losses arising therefrom.</p> <p>Undertaking: If the Company and its subsidiaries suffered any losses during the period from 1 January 2008 to 30 June 2009 as a result of the inability to make timely and full payments of social insurance premiums for their employees, including but not limited to any delayed payment charges or fines imposed by the labour and social security authorities, social insurance authorities or other government authorities, and was required by employees to undertake any payment or compensation liabilities, such payments of delayed payment charges or fines or liabilities for payment and compensation shall be fully undertaken by me, and no consideration will be required to be paid by the Company and its subsidiaries, and the right to recourse against the Company and its subsidiaries will be surrendered, and the Company and its subsidiaries will be indemnified for any losses arising therefrom.</p> <p>Undertaking: If the Company and its subsidiaries suffered any losses during the reporting period from January 1, 2008 to December 31, 2010 as a result of the inability to make timely and full payments of housing provident fund for their employees, including but not limited to any delayed payment charges or fines imposed by the housing provident fund administration authorities or other government authorities, and was required by employees to undertake any payment or compensation liabilities, such payments of delayed payment charges or fines or liabilities for payment and compensation shall be fully undertaken by me, and no consideration will be required to be paid by the Company and its subsidiaries, and the right to recourse against the Company and its subsidiaries will be surrendered, and the Company and its subsidiaries will be indemnified for any losses arising therefrom.</p>			
Other undertakings made to the Company's minority shareholders	N/A	N/A		N/A	N/A
Whether undertakings performed on time	Yes				

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### IV. Forecast on the results of operations from January to June 2014

Forecasted results of operations from January to June 2014: net profit attributable to shareholders of the listed company is positive but does not represent turning losses into gains

Change (in percentage) of net profit attributable to shareholders of the listed company from January to June 2014	-18.02%	to	14.77%
Change (in range) of net profit attributable to shareholders of the listed company (RMB10,000) from January to June 2014	35,000	to	49,000
Net profit attributable to shareholders of the listed company (RMB10,000) from January to June 2013	42,693.8		
Reasons for changes in results	<p>In the first half of 2014, as the development of new energy vehicle industry in China was rapid and strong, our K9 pure electric buses and plug-in hybrid vehicle model “Qin” targeting for individual consumers have achieved satisfactory sales, contributing higher income and profit to the Group. For the traditional vehicle industry, under the impact of the change of subsidy policy for energy-saving vehicles, the market share of the self-owned brands declined, which accordingly affected the Group’s traditional vehicle business. It is expected that the sales of the traditional vehicles will decrease in the first half of 2014. For the handset components and assembly business, having benefited from the rapid growth of smartphones and the continuous launch of new smartphone models by the domestic manufacturers, the Group continued to secure new orders from domestic and overseas clients, promoting the growth of metal casing sales and the strong momentum for rapid development of our handset components and assembly business. As for the solar business, the global photovoltaic industry is gradually turning the corner while our solar business is recovering at a stable pace. However, it will continue to record certain losses in the first half of 2014, with negative impact on the overall profit of the Group.</p>		

### V. Investment in securities

Type of securities	Stock code	Stock abbreviation	Initial investment cost (RMB)	Number of shares held at the beginning of the period (share)	Percentage of shareholding at the beginning of period (%)	Number of shares held at the end of the period (share)	Percentage of shareholding at the end of period (%)	Carrying amount at the end of the period (RMB)	Gains or losses for the reporting period (RMB)	Account item for audit	Source of shares
Stock	600057	Xiangyu	11,139,000.00	658,934	0.08%	658,934	0.08%	4,099,000.00	0.00	available-for-sale financial assets	debt restructuring
Total			11,139,000.00	658,934	-	658,934	-	4,099,000.00	0.00	-	-
The date of announcement of the Board on approving investment in Securities			N/A								
The date of announcement of the general meeting on approving investment in Securities			N/A								

Explanation of equity interests held in other listed companies

Applicable

N/A

# 2014 FIRST QUARTERLY REPORT

## SECTION IV FINANCIAL STATEMENTS

### I. FINANCIAL STATEMENTS

#### 1. Consolidated Balance Sheet

Prepared by: BYD Company Limited

Unit: RMB

Item	Closing balance	Opening balance
<b>Current assets:</b>		
Monetary fund	4,979,144,000.00	5,378,828,000.00
Balances with clearing companies	0.00	0.00
Placements with banks and other financial institutions	0.00	0.00
Held-for-trading financial assets	0.00	0.00
Notes receivable	4,594,606,000.00	5,587,754,000.00
Accounts receivable	8,885,682,000.00	7,687,422,000.00
Prepayments	455,794,000.00	326,427,000.00
Premiums receivable	0.00	0.00
Reinsurance accounts receivable	0.00	0.00
Deposits receivable from reinsurance treaty	0.00	0.00
Interests receivable	0.00	0.00
Dividends receivable	0.00	0.00
Other receivable	475,355,000.00	376,463,000.00
Purchases of resold financial assets	0.00	0.00
Inventories	8,362,696,000.00	8,220,552,000.00
Long-term receivables due within one year	109,840,000.00	109,840,000.00
Other current assets	610,759,000.00	555,540,000.00
<b>Total current asset</b>	<b>28,473,876,000.00</b>	<b>28,242,826,000.00</b>



## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 1. Consolidated Balance Sheet (continued)

Prepared by: BYD Company Limited

Unit: RMB

Item	Closing balance	Opening balance
<b>Non-current assets:</b>		
Entrusted loans and advances granted	0.00	0.00
Available-for-sale financial assets	4,099,000.00	4,487,000.00
Held-to-maturity investments	0.00	0.00
Long-term receivables	32,679,000.00	34,679,000.00
Long-term equity investments	1,370,762,000.00	1,088,505,000.00
Investment properties	0.00	0.00
Fixed assets	28,277,078,000.00	28,138,688,000.00
Construction in progress	5,674,976,000.00	6,008,433,000.00
Construction materials	1,675,377,000.00	1,463,810,000.00
Disposals of fixed assets	0.00	0.00
Biological assets for production	0.00	0.00
Fuel assets	0.00	0.00
Intangible assets	7,880,816,000.00	7,453,757,000.00
Development costs	2,083,175,000.00	2,204,709,000.00
Goodwill	65,914,000.00	65,914,000.00
Long-term deferred expenditures	0.00	0.00
Deferred income tax asset	889,434,000.00	899,699,000.00
Other non-current assets	798,164,000.00	787,404,000.00
<b>Total non-current assets</b>	<b>48,752,474,000.00</b>	<b>48,150,085,000.00</b>
<b>Total assets</b>	<b>77,226,350,000.00</b>	<b>76,392,911,000.00</b>

## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 1. Consolidated Balance Sheet (continued)

Prepared by: BYD Company Limited

Unit: RMB

Item	Closing balance	Opening balance
<b>Current liabilities:</b>		
Short-term borrowings	11,368,736,000.00	12,401,503,000.00
Borrowings from central bank	0.00	0.00
Deposit taking and deposit in inter-bank market	0.00	0.00
Placements from banks and other financial institutions	0.00	0.00
Held-for-trading financial liabilities	0.00	0.00
Notes payable	12,339,584,000.00	13,034,071,000.00
Accounts payable	7,556,688,000.00	9,258,665,000.00
Payments received in advance	1,859,865,000.00	1,272,407,000.00
Disposal of repurchased financial assets	0.00	0.00
Handling charges and commissions payable	0.00	0.00
Staff remuneration payable	1,277,002,000.00	1,285,337,000.00
Taxes payable	-1,137,749,000.00	-1,221,661,000.00
Interests payable	261,738,000.00	166,266,000.00
Dividends payable	10,000,000.00	10,000,000.00
Other payable	1,185,823,000.00	1,242,754,000.00
Reinsurance accounts payable	0.00	0.00
Deposits for insurance contracts	0.00	0.00
Customer deposits for trading in securities	0.00	0.00
Amounts due to issuer for securities underwriting	0.00	0.00
Non-current liabilities due within one year	2,872,595,000.00	3,770,658,000.00
Provision-current	344,031,000.00	299,352,000.00
Other current liabilities	154,014,000.00	202,702,000.00
<b>Total current liabilities</b>	<b>38,092,327,000.00</b>	<b>41,722,054,000.00</b>

## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 1. Consolidated Balance Sheet (continued)

Prepared by: BYD Company Limited

Unit: RMB

Item	Closing balance	Opening balance
<b>Non-current liabilities:</b>		
Long-term borrowings	4,328,529,000.00	2,685,422,000.00
Debentures payable	5,968,872,000.00	5,966,837,000.00
Long-term payable	2,754,492,000.00	0.00
Special payable	0.00	0.00
Estimated liabilities	0.00	0.00
Deferred income tax liabilities	0.00	0.00
Other non-current liabilities	1,131,039,000.00	1,162,157,000.00
<b>Total non-current liabilities</b>	<b>14,182,932,000.00</b>	<b>9,814,416,000.00</b>
<b>Total liabilities</b>	<b>52,275,259,000.00</b>	<b>51,536,470,000.00</b>
<b>Owners' equity (or shareholders' equity):</b>		
Paid-up capital (or share capital)	2,354,100,000.00	2,354,100,000.00
Capital reserve	7,044,983,000.00	7,042,255,000.00
Less: Treasury stocks	0.00	0.00
Special reserve	0.00	0.00
Surplus reserve	1,964,545,000.00	1,964,545,000.00
General risk provision	0.00	0.00
Undistributed profit	10,519,894,000.00	10,511,045,000.00
Foreign currency translation difference	-157,610,000.00	-162,181,000.00
<b>Total owners' equity attributable to the parent company</b>	<b>21,725,912,000.00</b>	<b>21,709,764,000.00</b>
Minority interests	3,225,179,000.00	3,146,677,000.00
<b>Total owners' equity (or shareholders' equity)</b>	<b>24,951,091,000.00</b>	<b>24,856,441,000.00</b>
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b>77,226,350,000.00</b>	<b>76,392,911,000.00</b>

Legal representative:	Person in charge of Accounting:	Head of Accounting Department:
Wang Chuan-fu	Wu Jing-sheng	Zhou Ya-lin

## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 2. Balance Sheet of the Parent Company

Prepared by: BYD Company Limited

Unit: RMB

Item	Closing balance	Opening balance
<b>Current assets:</b>		
Monetary fund	396,462,000.00	322,718,000.00
Held-for-trading financial assets	0.00	0.00
Notes receivables	58,198,000.00	112,385,000.00
Accounts receivable	4,706,141,000.00	4,969,250,000.00
Prepayments	73,636,000.00	53,357,000.00
Interests receivable	0.00	0.00
Dividends receivable	0.00	0.00
Other receivable	11,331,523,000.00	11,120,469,000.00
Inventories	451,110,000.00	419,226,000.00
Long-term receivables due within one year	14,840,000.00	14,840,000.00
Other current assets	0.00	0.00
<b>Total current assets</b>	<b>17,031,910,000.00</b>	<b>17,012,245,000.00</b>
<b>Non-current assets:</b>		
Available-for-sale financial assets	4,099,000.00	4,487,000.00
Held-to-maturity investments	0.00	0.00
Long-term receivables	29,679,000.00	29,679,000.00
Long-term equity investments	6,964,211,000.00	6,954,863,000.00
Investment properties	0.00	0.00
Fixed assets	1,289,730,000.00	1,311,397,000.00
Construction in progress	27,245,000.00	24,839,000.00
Construction materials	28,580,000.00	12,784,000.00
Disposals of fixed assets	0.00	0.00
Biological assets for production	0.00	0.00
Fuel assets	0.00	0.00
Intangible assets	93,572,000.00	82,560,000.00
Development expenses	0.00	0.00
Goodwill	0.00	0.00
Long-term deferred expenditures	0.00	0.00
Deferred income tax asset	74,771,000.00	79,142,000.00
Other non-current assets	0.00	0.00
<b>Total non-current assets</b>	<b>8,511,887,000.00</b>	<b>8,499,751,000.00</b>
<b>Total assets</b>	<b>25,543,797,000.00</b>	<b>25,511,996,000.00</b>

## 2014 FIRST QUARTERLY REPORT

- I. FINANCIAL STATEMENTS (continued)
2. Balance Sheet of the Parent Company (continued)

Prepared by: BYD Company Limited

Unit: RMB

Item	Closing balance	Opening balance
<b>Current liabilities:</b>		
Short-term borrowings	3,865,146,000.00	4,220,687,000.00
Held-for-trading financial liabilities	0.00	0.00
Notes payable	569,692,000.00	599,466,000.00
Accounts payable	621,333,000.00	755,518,000.00
Payments received in advance	18,140,000.00	14,981,000.00
Staff remuneration payable	107,086,000.00	118,083,000.00
Taxes payable	1,215,000.00	-11,315,000.00
Interests payable	233,929,000.00	147,560,000.00
Dividends payable	0.00	0.00
Other payable	2,459,673,000.00	2,568,815,000.00
Non-current liabilities due within one year	1,248,701,000.00	1,372,113,000.00
Other current liabilities	2,005,000.00	2,005,000.00
<b>Total current liabilities</b>	<b>9,126,920,000.00</b>	<b>9,787,913,000.00</b>
<b>Non-current liabilities:</b>		
Long-term borrowings	2,620,700,000.00	1,954,845,000.00
Debentures payable	5,968,872,000.00	5,966,837,000.00
Long-term payable	0.00	0.00
Special payable	0.00	0.00
Estimated Liabilities	0.00	0.00
Deferred income tax liabilities	0.00	0.00
Other non-current liabilities	3,296,000.00	3,296,000.00
<b>Total non-current liabilities</b>	<b>8,592,868,000.00</b>	<b>7,924,978,000.00</b>
<b>Total liabilities</b>	<b>17,719,788,000.00</b>	<b>17,712,891,000.00</b>
<b>Owners' equity (or shareholders' equity):</b>		
Paid-up capital (or share capital)	2,354,100,000.00	2,354,100,000.00
Capital reserve	2,638,919,000.00	2,639,307,000.00
Less: Treasury stocks	0.00	0.00
Special reserve	0.00	0.00
Surplus reserve	499,348,000.00	499,348,000.00
General risk provision	0.00	0.00
Undistributed profit	2,331,642,000.00	2,306,350,000.00
Foreign currency translation difference	0.00	0.00
<b>Total owners' equity (or shareholders' equity)</b>	<b>7,824,009,000.00</b>	<b>7,799,105,000.00</b>
<b>Total liabilities and owners' equity (or shareholders' equity)</b>	<b>25,543,797,000.00</b>	<b>25,511,996,000.00</b>

Legal representative: Wang Chuan-fu      Person in charge of Accounting: Wu Jing-sheng      Head of Accounting Department: Zhou Ya-lin

## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 3. Consolidated Income Statement

Prepared by: BYD Company Limited

Unit: RMB

Item	Amount of the current period	Amount of the previous period
<b>I. Total revenue from operations</b>	11,723,871,000.00	12,883,871,000.00
Including: Revenue from operations	11,723,871,000.00	12,883,871,000.00
Interest income	0.00	0.00
Premiums earned	0.00	0.00
Income from fees and commissions	0.00	0.00
<b>II. Total cost of operations</b>	11,711,804,000.00	12,752,294,000.00
Including: Cost of operations	9,729,657,000.00	10,830,404,000.00
Interest expenses	0.00	0.00
Fee and commission expenses	0.00	0.00
Surrender payment	0.00	0.00
Net expenditure for compensation payments	0.00	0.00
Net provision for insurance contracts	0.00	0.00
Expenditures for insurance policy dividend	0.00	0.00
Reinsurance costs	0.00	0.00
Business tax and surcharge	218,650,000.00	357,292,000.00
Selling expenses	472,773,000.00	461,856,000.00
Administrative expenses	898,700,000.00	806,370,000.00
Finance expenses	318,914,000.00	244,007,000.00
Impairments loss of assets	73,110,000.00	52,365,000.00
Add: Gains from change in fair value (loss is represented by “-”)	0.00	0.00
Gains from investment (loss is represented by “-”)	-8,599,000.00	79,000.00
Including: Gains from investment in associates and joint ventures	-8,599,000.00	79,000.00
Gains from exchange (loss is represented by “-”)	0.00	0.00

## 2014 FIRST QUARTERLY REPORT

**I. FINANCIAL STATEMENTS (continued)**  
**3. Consolidated Income Statement (continued)**

Prepared by: **BYD Company Limited**

Unit: RMB

Item	Amount of the current period	Amount of the previous period
<b>III. Operating profit (loss is represented by “-”)</b>	3,468,000.00	131,656,000.00
Add: Non-operating income	127,881,000.00	67,571,000.00
Less: Non-operating expense	13,036,000.00	15,244,000.00
Including: Loss from disposal of non-current assets	8,580,000.00	1,231,000.00
<b>IV. Total profit (total loss is represented by “-”)</b>	118,313,000.00	183,983,000.00
Less: Income tax expense	30,799,000.00	27,974,000.00
<b>V. Net profit (net loss is represented by “-”)</b>	87,514,000.00	156,009,000.00
Including: Net profit realised by the entity to be included before the consolidation	0.00	0.00
Net profit attributable to the owners of the parent company	11,966,000.00	112,387,000.00
Minority interests	75,548,000.00	43,622,000.00
<b>VI. Earnings per share:</b>	-	-
(I) Basic Earnings per share	0.01	0.05
(II) Diluted Earnings per share	N/A	N/A
<b>VII. Other comprehensive income</b>	7,136,000.00	29,504,000.00
<b>VIII. Total comprehensive income</b>	94,650,000.00	185,513,000.00
Total comprehensive income attributable to the owners of the parent company	16,148,000.00	132,868,000.00
Total comprehensive income attributable to minority interests	78,502,000.00	52,645,000.00

Legal representative:  
Wang Chuan-fu

Person in charge of Accounting:  
Wu Jing-sheng

Head of Accounting Department:  
Zhou Ya-lin

## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 4. Income Statement of the Parent Company

Prepared by: BYD Company Limited

Unit: RMB

Item	Amount of the current period	Amount of the previous period
<b>I. Revenue from operations</b>	5,894,717,000.00	7,189,389,000.00
Less: Cost of operations	5,558,471,000.00	6,990,839,000.00
Business tax and surcharge	8,009,000.00	12,488,000.00
Selling expenses	12,118,000.00	9,931,000.00
Administrative expenses	73,271,000.00	74,034,000.00
Finance expenses	213,708,000.00	87,369,000.00
Impairments loss of assets	3,028,000.00	4,069,000.00
Add: Gains from change in fair value (loss is represented by “-”)	0.00	0.00
Gains from investment (loss is represented by “-”)	-652,000.00	109,000.00
Including: Gains from investment in associates and joint ventures	-652,000.00	109,000.00
<b>II. Operating profit (loss is represented by “-”)</b>	25,460,000.00	10,768,000.00
Add: Non-operating income	7,965,000.00	3,596,000.00
Less: Non-operating expense	3,762,000.00	4,252,000.00
Including: Loss from disposals of non-current assets	1,000.00	78,000.00
<b>III. Total profit (total loss is represented by “-”)</b>	29,663,000.00	10,112,000.00
Less: Income tax expense	4,371,000.00	-25,222,000.00
<b>IV. Net profit (net loss is represented by “-”)</b>	25,292,000.00	35,334,000.00
<b>V. Earnings per share:</b>	-	-
(I) Basic Earnings per share	0.01	0.02
(II) Diluted Earnings per share	N/A	N/A
<b>VI. Other comprehensive income</b>	-388,000.00	-323,000.00
<b>VII. Total comprehensive income</b>	24,904,000.00	35,011,000.00

Legal representative:  
Wang Chuan-fu

Person in charge of Accounting:  
Wu Jing-sheng

Head of Accounting Department:  
Zhou Ya-lin



## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 5. Consolidated Cash Flow Statement

Prepared by: BYD Company Limited

Unit: RMB

Item	Amount of the current period	Amount of the previous period
<b>I. Cash flow from operating activities:</b>		
Cash received from sales of goods and provision of laboring services	13,257,461,000.00	12,745,447,000.00
Net increase in customer and interbank deposits	0.00	0.00
Net increase in borrowings from central bank	0.00	0.00
Net increase in borrowings from other financial institutions	0.00	0.00
Cash received from premiums under original insurance contract	0.00	0.00
Net cash received from reinsurance business	0.00	0.00
Net increase in deposits of policy holders and investment	0.00	0.00
Net increase in disposals of held-for-trading financial assets	0.00	0.00
Cash received from interests, fees and commissions	0.00	0.00
Net increase in borrowings	0.00	0.00
Net increase in capital from repurchase business	0.00	0.00
Tax rebates	318,700,000.00	212,392,000.00
Other cash received from activities relating to operation	61,921,000.00	80,851,000.00
<b>Sub-total of cash inflows from operating activities</b>	<b>13,638,082,000.00</b>	<b>13,038,690,000.00</b>
Cash paid for goods and laboring service	11,186,352,000.00	8,825,646,000.00
Net increase in customer loans and advances	0.00	0.00
Net increase in deposit in central bank and interbank deposits	0.00	0.00
Cash paid for compensation payments under original insurance contract	0.00	0.00
Cash paid for interests, fees and commissions	0.00	0.00
Cash paid for insurance policy dividend	0.00	0.00
Cash paid to and on behalf of employees	2,237,054,000.00	2,039,316,000.00
Tax payments	533,328,000.00	750,769,000.00
Other cash payments relating to operating activities	797,761,000.00	681,956,000.00
<b>Sub-total of cash outflows from operating activities</b>	<b>14,754,495,000.00</b>	<b>12,297,687,000.00</b>
<b>Net cash flow from operating activities</b>	<b>-1,116,413,000.00</b>	<b>741,003,000.00</b>

## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 5. Consolidated Cash Flow Statement (continued)

Prepared by: BYD Company Limited

Unit: RMB

Item	Amount of the current period	Amount of the previous period
<b>II. Cash flow generated from investing activities:</b>		
Cash received from disposals of investments	0.00	0.00
Cash received from gains in investment	0.00	0.00
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	16,763,000.00	58,149,000.00
Net cash received from disposals of subsidiaries and other operating entities	0.00	0.00
Other cash received from activities relating to investment	1,522,000.00	91,090,000.00
<b>Sub-total of cash inflows from investing activities</b>	<b>18,285,000.00</b>	<b>149,239,000.00</b>
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	1,183,060,000.00	1,293,904,000.00
Cash paid for investment	300,000,000.00	0.00
Net increase in pledged loans	0.00	0.00
Net cash paid for acquiring subsidiaries and other operating entities	0.00	0.00
Other cash paid for activities relating to investment	0.00	0.00
<b>Sub-total of cash outflows from investing activities</b>	<b>1,483,060,000.00</b>	<b>1,293,904,000.00</b>
<b>Net cash flow generated from investing activities</b>	<b>-1,464,775,000.00</b>	<b>-1,144,665,000.00</b>

## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 5. Consolidated Cash Flow Statement (continued)

Prepared by: BYD Company Limited

Unit: RMB

Item	Amount of the current period	Amount of the previous period
<b>III. Cash flow generated from fund-raising activities:</b>		
Cash received from investment	0.00	0.00
Including: Cash received by subsidiaries from minority shareholders' investment	0.00	0.00
Cash received from borrowings	4,700,578,000.00	3,450,497,000.00
Cash received from issuing of bonds	0.00	0.00
Other cash received from activities relating to fund-raising activities	2,933,005,000.00	0.00
<b>Sub-total of cash inflows from fund-raising activities</b>	<b>7,633,583,000.00</b>	<b>3,450,497,000.00</b>
Cash repayments of debts	5,015,397,000.00	2,665,253,000.00
Cash paid for distribution of dividends and profit or payment of interests	267,499,000.00	238,768,000.00
Including: Dividend and profit paid by subsidiaries to minority shareholders	0.00	0.00
Other cash paid for activities relating to fund-raising activities	179,326,000.00	268,210,000.00
<b>Sub-total of cash outflows from fund-raising activities</b>	<b>5,462,222,000.00</b>	<b>3,172,231,000.00</b>
<b>Net cash flows from fund-raising activities</b>	<b>2,171,361,000.00</b>	<b>278,266,000.00</b>
<b>IV. Effects of Changes in Exchange Rate on Cash and Cash Equivalents</b>	<b>22,822,000.00</b>	<b>27,984,000.00</b>
<b>V. Net Increase in Cash and Cash Equivalents</b>	<b>-387,005,000.00</b>	<b>-97,412,000.00</b>
Add: Balances of cash and cash equivalents at the beginning of the period	4,710,942,000.00	3,486,561,000.00
<b>VI. Balances of Cash and Cash Equivalents at the End of the Period</b>	<b>4,323,937,000.00</b>	<b>3,389,149,000.00</b>

Legal representative:  
Wang Chuan-fu

Person in charge of Accounting:  
Wu Jing-sheng

Head of Accounting Department:  
Zhou Ya-lin

## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 6. Cash Flow Statement of the Parent Company

Prepared by: BYD Company Limited

Unit: RMB

Item	Amount of the current period	Amount of the previous period
<b>I. Cash flow from operating activities:</b>		
Cash received from sales of goods and provision of laboring services	7,184,830,000.00	9,444,460,000.00
Tax rebates	0.00	0.00
Other cash received from activities relating to operation	14,989,000.00	4,078,000.00
<b>Sub-total of cash inflows from operating activities</b>	<b>7,199,819,000.00</b>	<b>9,448,538,000.00</b>
Cash paid for goods and service	6,525,196,000.00	8,095,709,000.00
Cash paid to and on behalf of employees	207,702,000.00	129,185,000.00
Tax payments	46,429,000.00	89,236,000.00
Other cash payments relating to operating activities	360,661,000.00	675,839,000.00
<b>Sub-total of cash outflows from operating activities</b>	<b>7,139,988,000.00</b>	<b>8,989,969,000.00</b>
<b>Net cash flow from operating activities</b>	<b>59,831,000.00</b>	<b>458,569,000.00</b>
<b>II. Cash flow generated from investing activities:</b>		
Cash received from disposals of investments	0.00	0.00
Cash received from gains in investment	0.00	0.00
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	417,000.00	390,000.00
Net cash received from disposals of subsidiaries and other operating entities	0.00	0.00
Other cash received from activities relating to investment	0.00	0.00
<b>Sub-total of cash inflows from investing activities</b>	<b>417,000.00</b>	<b>390,000.00</b>
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	44,497,000.00	43,434,000.00
Cash paid for investment	10,000,000.00	0.00
Net cash paid for acquiring subsidiaries and other operating entities	0.00	0.00
Other cash paid for activities relating to investment	0.00	0.00
<b>Sub-total of cash outflows from investing activities</b>	<b>54,497,000.00</b>	<b>43,434,000.00</b>
<b>Net cash flow generated from investing activities</b>	<b>-54,080,000.00</b>	<b>-43,044,000.00</b>

## 2014 FIRST QUARTERLY REPORT

### I. FINANCIAL STATEMENTS (continued)

#### 6. Cash Flow Statement of the Parent Company (continued)

Prepared by: BYD Company Limited

Unit: RMB

Item	Amount of the current period	Amount of the previous period
<b>III. Cash flow generated from fund-raising activities:</b>		
Cash received from investments activities	0.00	0.00
Cash received from borrowings	1,868,189,000.00	1,149,265,000.00
Cash received from issuing of bonds	0.00	0.00
Other cash received from activities relating to fund-raising activities	50,460,000.00	0.00
<b>Sub-total of cash inflows from fund-raising activities</b>	<b>1,918,649,000.00</b>	<b>1,149,265,000.00</b>
Cash repayments of debts	1,698,124,000.00	1,444,341,000.00
Cash paid for distribution of dividends and profit or payment of interests	98,187,000.00	48,950,000.00
Other cash paid for activities relating to fund-raising activities	0.00	109,868,000.00
<b>Sub-total of cash outflows from fund-raising activities</b>	<b>1,796,311,000.00</b>	<b>1,603,159,000.00</b>
<b>Net cash flows generated from fund-raising activities</b>	<b>122,338,000.00</b>	<b>-453,894,000.00</b>
<b>IV. Effects of Changes in Exchange Rate on Cash and Cash Equivalents</b>	<b>-3,885,000.00</b>	<b>-889,000.00</b>
<b>V. Net Increase in Cash and Cash Equivalents</b>	<b>124,204,000.00</b>	<b>-39,258,000.00</b>
Add: Balances of cash and cash equivalents at the beginning of the period	152,428,000.00	120,928,000.00
<b>VI. Balances of Cash and Cash Equivalents at the End of the Period</b>	<b>276,632,000.00</b>	<b>81,670,000.00</b>

Legal representative:	Person in charge of Accounting:	Head of Accounting Department:
Wang Chuan-fu	Wu Jing-sheng	Zhou Ya-lin

## 2014 FIRST QUARTERLY REPORT

### II. AUDIT REPORT

Whether the first quarterly report is audited or not

Yes       No

The first quarterly report of the Company is unaudited.

**BYD Company Limited**  
**Wang Chuan-fu**  
*Chairman*

Shenzhen, P.R.C., 24 April 2014

*As at the date of this announcement, the Board of BYD Company Limited comprises Mr. Wang Chuan-fu being the executive Director, Mr. Lv Xiang-yang and Mr. Xia Zuo-quan being the non-executive Directors, and Ms. Li Dong, Mr. Wu Chang-qi and Mr. Li Lian-he being the independent non-executive Directors.*

*This announcement is prepared in Chinese and translated into English, and the Chinese text shall prevail over the English text in case of any inconsistency.*