



# Anhui Expressway Company Limited

(A joint stock company incorporated in the People's Republic of China with limited liability)  
(Stock Code : 0995)

## *Interim Report* **2014**



**CONTENTS**

Section I	Definitions	3
Section II	Corporate Profile	4
Section III	Accounting Data and Business Highlights	7
Section IV	Report of the Board of Directors	11
Section V	Major Events	28
Section VI	Change of Share Capital and Shareholders	36
Section VII	Related Information of Preferred Stock	41
Section VIII	Directors, Supervisors, Senior Management and Staff	42
Section IX	Financial Report	44
Section X	Documents Available for Inspection	79



## **IMPORTANT NOTICE**

1. The Board of the Directors, the Supervisory Committee and the Directors, Supervisors and the Senior Management of Anhui Expressway Company Limited hereby warrant that there are no false accounts, misleading statements or significant omissions of information contained in this report, and they are jointly and liable for the truthfulness, accuracy and completeness of its contents.
2. All the directors attended the Board meetings.
3. The unaudited financial statements were prepared in accordance with the PRC and Hong Kong Accounting Standards and were reviewed by the Audit Committee of the Company.
4. Mr. Zhou Renqiang, Chairman, and Mr. Xie Xinyu, Director and Deputy General Manager confirm that the financial statements contained in the Interim Report are true and complete. The Audit Committee of the Company reviewed the financial accounts.
5. The Board of Directors of the Company recommends that the Company will neither pay the dividends for six months as at 30 June 2014 (mid-2013: none) nor transfer the capital surplus to share capital.
6. Please refer to Section IV, Report of the Board of Directors for the potential risks of the Company. Forward looking statements, including future plan and development strategy, contained in this report do not constitute a real commitment to investors by the Company. Investors should be reminded to do investment cautiously and be aware of the investment risks.
7. There was no use of funds outside the scope of business operation by the controlling shareholder and its related parties.
8. There was no offering for security in violation of the specified procedures.

## SECTION I DEFINITIONS

## I. Definitions

Unless otherwise stated the following terms should have the following meanings in this report:

*Definition of frequently used terms*

"The Company"	Means	Anhui Expressway Company Limited
"The Group"	Means	The Company, its subsidiaries and associated companies
"AEHC"	Means	Anhui Expressway Holding Group Company Limited (formerly known as Anhui Expressway Holding Corporation), the two companies are the same enterprise legal person
"SSE"	Means	Shanghai Stock Exchange
"HKEx"	Means	The Stock Exchange of Hong Kong Limited
"Huajian Center", "China Merchants Huajian"	Means	China Merchants Huajian Highway Investment Company Limited (formerly known as Huajian Transportation economic development center)
"Xuanguang Company"	Means	Xuanguang Expressway Company Limited
"Expressway Media"	Means	Anhui Expressway Media Company Limited
"Xin'an financial"	Means	Anhui Xin'an Financial Group Company Limited
"Ningxuanhang Company"	Means	Anhui Ningxuanhang Expressway Investment Company Limited
"Guangci Company"	Means	Xuancheng City Guangci Expressway Limited Liability Company
"Wantong Pawn"	Means	Hefei Wantong Pawn Company Limited
"Wantong MicroCredit"	Means	Hefei Wantong MicroCredit Company Limited
"Huatai"	Means	Hefei Huatai Group Company Limited
"Xuancheng Transportation and Investment"	Means	Xuancheng Transportation and Investment Company Limited (formerly known as Xuancheng Highway Construction Management Company Limited)
"Xuanning Expressway"	Means	Ningxuanhang Expressway Xuancheng-Ningguo Section
"HK Subsidiary"	Means	Anhui Expressway (H.K.) Limited



## SECTION II CORPORATE PROFILE

### I. General Information

Official Chinese name of the Company	安徽皖通高速公路股份有限公司
Abbreviation (in Chinese)	皖通高速
English name of the Company	Anhui Expressway Company Limited
Abbreviation (in English)	Anhui Expressway
Legal representative of the Company	Zhou Renqiang

### II. Contact information

	<b>Secretary to the Board of the Company</b>	<b>Representative of Securities Affairs</b>
Name	Han Rong	Ding Yu
Contacts Address	520 Wangjiang West Road, Hefei, Anhui, the PRC	520 Wangjiang West Road, Hefei, Anhui, the PRC
Telephone	0551-65338697	0551-63738923, 63738922, 63738989
Fax	0551-65338696	0551-65338696
E-mail Address	wtgs@anhui-expressway.net	wtgs@anhui-expressway.net

### III. Basic Information in relation to the Company

Registered address of the Company	520 Wangjiang West Road, Hefei, Anhui, the PRC
Postal code of the Registered address of the Company	230088
Office address of the Company	520 Wangjiang West Road, Hefei, Anhui, the PRC
Postal code of the Office address of the Company	230088
Website of the Company	<a href="http://www.anhui-expressway.net">http://www.anhui-expressway.net</a>
E-mail address of the Company	wtgs@anhui-expressway.net

#### IV. Information Disclosure and Place of Inspection

Newspapers selected by the Company for information disclosure:	China Securities Journal, Shanghai Securities News
Website designated by CSRC for publishing the interim report of the Company:	<a href="http://www.sse.com.cn">http://www.sse.com.cn</a> <a href="http://www.hkex.com.hk">http://www.hkex.com.hk</a> <a href="http://www.anhui-expressway.net">http://www.anhui-expressway.net</a>
Place of inspection of the interim report of the Company:	Shanghai Stock Exchange, 528 Pudong South Road, Shanghai; Hong Kong Registrars Limited, 46th Floor, Hopewell Center, 183 Queen's Road East, Hong Kong; Company's head office at 520 Wangjiang West Road, Hefei, Anhui, the PRC

#### V. Company Stock Information

Company Stock Information				
Category of Stock	Stock Exchange	Stock abbreviations	Stock code	Former stock abbreviations
A shares	Shanghai Stock Exchange	Anhui Expressway	600012	—
H shares	The Stock Exchange of Hong Kong Limited	Anhui Expressway	0995	—

#### VI. Changes in Registration of the Company during the Reporting Period

There was no change in registration of the Company during the Reporting Period.



**VIII. Corporate Profile**

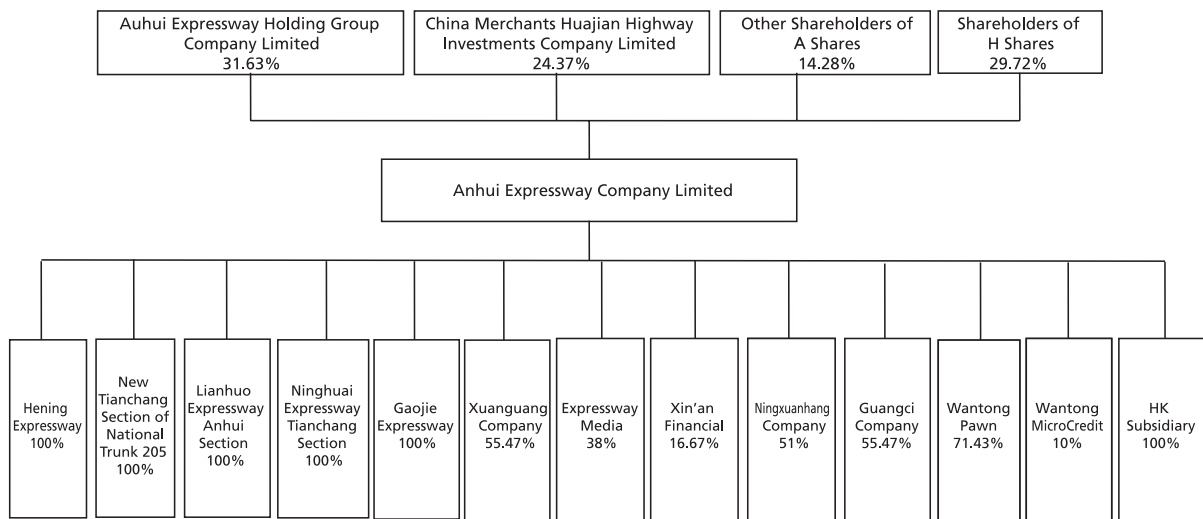
Anhui Expressway Company Limited (the "Company") was incorporated on 15 August 1996 as a joint stock limited company in Anhui Province, the People's Republic of China (the "PRC"). The registered capital is RMB1,658,610,000.

The Company is principally engaged in the operation and management of toll expressways and relevant business in Anhui Province, the PRC.

The Company is the first PRC highway company listed in Hong Kong. It is also the only listed highway company in Anhui Province. On 13th November 1996, H Shares issued by the Company were listed on The Stock Exchange of Hong Kong Limited (Stock code: 0995). On 7th January 2003, A Shares issued by the Company were listed on Shanghai Stock Exchange (Stock code: 600012).

The core business of the Company is the investment, construction, operation and management of toll roads. The Company owns total or partial equities of Hening Expressway (G40 Hushan Expressway Hening Section), New Tianchang Section of National Trunk 205, Gaojie Expressway (G50 Huyu Expressway Gaojie Section), Xuanguang Expressway (G50 Huyu Expressway Xuanguang Section), Guangci Expressway (G50 Huyu Expressway Xuanguang Section), Ninghuai Expressway Tianchang Section and Lianhuo Expressway Anhui Section (G30 Lianhuo Expressway Anhui Section) and Ningxuanhang Expressway Xuancheng-Ningguo Section, which are toll highways in Anhui Province. As of 30 June 2014, the operation mileage which the Company manages has reached 484km and the total assets are about RMB 12,645,287,000.

As of 30 June 2014, the structure of the Company, subsidiaries and associated companies (the "Group"):



## SECTION III ACCOUNTING DATA AND BUSINESS HIGHLIGHTS

## I. Prepared in accordance with accounting principles generally accepted in the PRC Accounting Standards (unaudited)

## 1. Main Accounting Data

Unit: RMB

Main Accounting Data	2014	2013	Change as
	(January-June)	(January-June)	compared to the corresponding period last year (%)
Operating income	<b>1,164,873,900.31</b>	1,125,690,386.64	<b>3.48</b>
Net profit attributable to shareholders of the Company	<b>438,331,682.23</b>	461,114,782.91	<b>-4.94</b>
Net profit after extraordinary items attributable to shareholders of the Company	<b>437,619,404.50</b>	460,368,538.35	<b>-4.94</b>
Net cash flows from operating activities	<b>725,899,690.02</b>	656,857,495.79	<b>10.51</b>
	<b>As at the end of 30 June 2014</b>	As at the end of 2013	<b>Change as compared to the corresponding period last year (%)</b>
Net assets attributable to shareholders of the Company	<u><b>7,132,969,429.76</b></u>	<u>7,059,531,947.53</u>	<u><b>1.04</b></u>
Total assets	<u><b>12,645,287,351.70</b></u>	<u>12,202,968,076.01</u>	<u><b>3.62</b></u>





2. Main Financial Statistics

Financial statistics	2014 (January-June)	2013 (January-June)	Change as compared to the corresponding period last year (%)
Basic earnings per share	0.2643	0.2780	-4.93
Diluted earnings per share	0.2643	0.2780	-4.93
Basic earnings per share after extraordinary items	0.2638	0.2776	-4.97
Returns on net assets (weighted average) (%)	6.07	6.86	-0.79
Returns on net assets after extraordinary items (weighted average) (%)	6.06	6.85	-0.79

3. Non-recurring Profit or Loss Items and Amounts

Unit: RMB

Non-recurring Profit or Loss Items	Amounts	Note
Gains and losses from disposals of non-current assets	-163,340.92	Write-off of fixed assets
Government subsidies in the Reporting Period	1,086,393.84	Received the income amount of construction funds subsidies of Ninghuai Expressway (Tianchang Section) provided by Jiangsu Provincial Expressway Construction Headquarter (attached to the Transportation Department of Jiangsu Province) in 2007, and the first half of 2014 deferred income amount of construction funds subsidies of Hening Expressway and Guojie Expressway provided by Anhui Provincial Expressway Construction Headquarter (attached to the Transportation Department of Anhui Province) in 2010
In addition to the above other non-operating revenue and expenditure	-40,910.56	Other non-operating revenue and expenditure
Effect of income tax	-220,535.59	
Effects of the amount of minority shareholders' rights and interests	50,670.96	
Total	712,277.73	

II. Prepared in accordance with accounting principles generally accepted in the HK Accounting Standards (unaudited)

*Extracts of Results*

	As at the end of 30 June 2014		Change (%)
	2014 (RMB'000)	2013 (RMB'000)	
Turnover	<b>1,417,406</b>	1,554,058	<b>-8.79</b>
Earnings before Income Tax	<b>579,793</b>	646,202	<b>-10.28</b>
Profit attributable to Equity			
Holders of the Company	<b>433,946</b>	456,163	<b>-4.87</b>
Basic Earnings Per Share attributable to Equity			
Holders of the Company (RMB)	<b>0.2616</b>	0.2750	<b>-4.87</b>

*Summary of Assets and Liabilities*

	On 30 June	On 31 December	Change (%)
	2014	2013	
	(RMB'000)	(RMB'000)	
Total Assets	<b>12,726,845</b>	12,299,277	<b>3.48</b>
Total Liabilities	<b>4,740,538</b>	4,314,268	<b>9.88</b>
Total Net Assets (Assets and Reserve attributable to Equity Holders of the Company)	<b>7,219,848</b>	7,150,796	<b>0.97</b>
Net Asset Value Per Share (RMB)	<b>4.35</b>	4.31	<b>0.97</b>



III. Major difference between financial statements prepared in accordance with different accounting standards

Unit: RMB

	Net profit		Net assets attributable to shareholders of the Company	
	Amount of current period	Amount of previous period	Amount at the end of period	Amount at the beginning of the period
PRC accounting standards	<b>438,331,682.23</b>	461,114,782.91	<b>7,132,969,429.76</b>	7,059,531,947.53
Projects and amount adjusted according to HK accounting standards				
Valuation and Depreciation/ amortization and deferred taxes	<b>-4,386,150.01</b>	-4,952,196.42	<b>86,878,159.18</b>	91,264,309.20
Reconciliation to HK accounting standards	<b><u>433,945,532.22</u></b>	<u>456,162,586.49</u>	<b><u>7,219,847,588.94</u></b>	<u>7,150,796,256.73</u>

The note for difference between the financial statements prepared in accordance with different accounting standards:

In order to issue "H" share in Hong Kong, the toll roads and related land use rights were valued by a PRC certified public valuer and an international certified public valuer on 30 April and 15 August 1996 respectively. The valuation by the international certified public valuer is higher than that of the PRC certified public valuer's result by RMB 319,000,000, which was included in the financial statements prepared in accordance with HKFRS. Such a difference has impacts on the business performance (i.e. the depreciation and amortization figures of highway franchis, fixed assets, and the land use right) and the related deferred tax effect of the Group and the Company, thereby causing above adjustments.

## SECTION IV REPORT OF THE BOARD OF DIRECTORS

### I. Board of directors' discussion and analysis on the operations of the Company during the report period

During the reporting period, The group continued to insist on maintaining stability, closely focused on the working points made at the beginning of the year, forged ahead, worked hard, and better achieved expected goals.

During the Reporting Period, in accordance with the PRC Accounting Standards, the Group achieved a revenue of RMB 1,164,874 thousand (Corresponding period in 2013: RMB1,125,690 thousand), representing an increase of 3.48% compared with that of the corresponding period of last year. The total profit was RMB 585,755 thousand (Corresponding period in 2013: RMB 652,805 thousand), representing a decrease of 10.27% compared with that of the corresponding period of last year. Unaudited net profit attributable to shareholders of the parent company reached RMB 438,332 thousand (Corresponding period in 2013: RMB 461,115 thousand), representing a decrease of 4.94% compared with that of the corresponding period of last year. Basic earnings per share was RMB0.2643 (Corresponding period in 2013: RMB0.2780), representing a decrease of 4.93% compared with that of the corresponding period of last year. Under the circumstance of the increase of the revenue compared with that of the corresponding period of last year, the decrease of the profit was mainly due to the loss of NingXuanhang Company, the subsidiary of the Company.

In accordance with Hong Kong accounting standards, the group achieved a revenue of RMB 1,417,406 thousand, representing a decrease of 8.79% compared with that of the corresponding period of last year; profit before income tax was RMB 579,793 thousand, representing a decrease of 10.28% compared with that of the corresponding period of last year; unaudited profit attributable to equity holders of the Company was RMB 433,946 thousand, representing a decrease of 4.87% compared with that of the corresponding period of last year; basic earnings per share was RMB 0.2616, representing a decrease of 4.87% compared with that of the corresponding period of last year.

#### *Toll Expressway Business*

During the Reporting Period, the Group achieved total toll income of RMB1,109,263 thousand, representing an increase of 4.98% compared with that of the corresponding period of last year, and the major cause is the recovered increase of Gaojie Expressway and it nearly achieves the goal made at the beginning of the year.

The slow growth of the economy, the free and favorable policy, the impact of the network and other factors were the main factors which influenced the toll revenue.

In the first half of 2014, the national and regional economic growth continued to slow. The growth rate of national GDP in the first half of the year is 7.4%, and the GDP growth rate of Anhui province in the first half of year is 9.3%, which is 0.2% and 1.6% separately fallen down on the same period last year. The influence of the slow growth of economy is that the growth of the goods vehicles volumes is slower than the passenger vehicles volumes, and thus the percentage of the passenger vehicles becomes larger.



During the reporting period, it continued to implement all toll-free policies. The total amount of all deductions of favorable policies of the Group was RMB281140 thousand, representing an increase of 21.99% compared with that of the corresponding period of last year and takes up 25.34% of the toll revenue. Among which are:

The exempted amount of green passing cars was about 158840 thousand, representing an increase of 18.41%;

The exempted amount in the Spring Festival, Qing Ming Festival and the International Labor Day was 98550 thousand, representing an increase of 28.12%;

Anhui transportation card holders have enjoyed credit card preference amounting to approximately RMB942 ten-thousand off, which has increased 97.90% compared with last year;

The amount of other policy exemptions was 14330 thousand, representing a decrease of 2.12%.

In addition, the operating performance of the toll road is also affected by the surrounding competitive or synergistic road network changes, linking or parallel road expansion and other factors. The impact varies according to each road project.

Operations of Each Road in the first half of 2014:

Items	Share of interests	Converted average daily traffic volumes for entire journey (vehicle)			Toll income (RMB'000)		
		First half of 2014	First half of 2013	Flux (%)	First half of 2014	First half of 2013	Flux (%)
Hening Expressway	100%	24,248	23,538	3.02	467,095	500,976	-6.76
New Tianchang Section of National Trunk 205	100%	4,689	5,024	-6.67	23,732	24,019	-1.19
Gaojie Expressway	100%	10,786	8,707	23.88	220,858	155,186	42.31
Xuanguang Expressway	55.47%	19,289	16,869	14.35	207,312	206,060	0.61
Lianhuo Expressway Anhui Section	100%	10,751	8,979	19.73	102,877	94,466	8.90
Ninghuai Expressway Tianchang Section	100%	27,331	23,832	14.68	47,840	41,522	15.22
Guangci Expressway	55.47%	18,329	16,217	13.02	33,089	34,426	-3.88
Xuanning Expressway	51%	1,489	—	—	6,460	—	—

Items	Share of interests	Proportion of passenger vehicles to goods vehicles		Daily toll income per kilometer (RMB)		
		First half of 2014	First half of 2013	First half of 2014	First half of 2013	Flux (%)
Hening Expressway	100%	71:29	70:30	19,258	20,655	-6.76%
New Tianchang Section of National Trunk 205	100%	36:64	37:63	4,371	4,423	-1.18%
Gaojie Expressway	100%	62:38	68:32	11,093	7,794	42.33%
Xuanguang Expressway	55.47%	75:25	72:28	13,635	13,553	0.61%
Lianhuo Expressway Anhui Section	100%	66:34	64:36	10,526	9,665	8.91%
Ninghuai Expressway Tianchang Section	100%	77:23	77:23	18,879	16,386	15.21%
Guangci Expressway	55.47%	78:22	75:25	13,058	13,585	-3.88%
Xuanning Expressway	51%	85:15	—	777	—	—

Note:

1. Xuanning Expressway officially began to be open to traffic on 8 September, 2013.
2. All of above data of traffic flow does not contain that of toll-free minibus on holidays.

During the reporting period, under the influence of diversion due to the traffic open of Ma'anshan Yangtze River Bridge and the expressway from Ma'anshan to Chaohu, the toll revenue of Hening expressway was decreased by 6.76% compared with that of the corresponding period of last year.

Since the opening of Jiujiang Second Bridge to traffic on 28 October 2013, the traffic volume of Gaojie expressway has begun to rise quickly. During the reporting period, converted average daily traffic volumes for entire journey achieved an increase of 23.88% compared with that of the corresponding period of last year. Because of the rise of the volume of goods vehicles, the toll revenue achieved an increase of 42.31% compared with that of the corresponding period of last year.

During the reporting period, the traffic volume and toll revenue of Ninghuai Expressway Tianchang Section achieved double-digit growth, mainly because Nanjing Yangtze River Fourth Bridge has been opened to traffic.



During the reporting period, the traffic volume and toll revenue of New Tianchang Section of National Trunk 205 decreased a little, mainly because the goods vehicles from other places has been restricted to traffic by Nanjing Yangtze River Second Bridge.

During the reporting period, the traffic volume of Xuanguang Expressway and Guangci Expressway achieved double-digit growth compared with that of the corresponding period of last year. However, due to the impact of the governance of vehicles beyond the restrictions of Zhejiang section, the volumes of goods vehicles decreased ,which resulted in that the toll revenue achieved an increase of 0.61% and -3.90% separately compared with that of the corresponding period of last year.

### ***General pawn Achievements***

The Company and Hefei Huatai Group Company Limited established Hefei Wantong Pawn Company Limited in June 2012. The Company invested in RMB 150,000 thousand and holds 71.43% equity interest in Wantong Pawn. Huatai invested in RMB 60,000 thousand and holds 28.57% equity interest in Wantong Pawn.

During the reporting period, Hefei Wantong Pawn Company achieved a revenue of RMB1811 ten-thousand, representing a decrease of 34% compared with that of the corresponding period of last year; it was mainly because the occupied fund of risk exposure project resulted in a decrease of revenue of RMB1223 ten-thousand; the total cost was RMB221 ten-thousand, representing a decrease of 35% compared with that of the corresponding period of last year. Accrued loan losses provision was RMB 3389 ten-thousand, representing an increase of 1183% compared with that of the corresponding period of last year, mainly because of the large number of the pawn of risk exposure project and accrued charges according to "Pawn Risk Categories Interim Measures" made by the company.

Generally speaking, mainly due to the large decrease of revenue and large increase of impairment loss of assets caused by the large pawn of risk exposure project, the net profit of Hefei Wantong Pawn Company in the first half of 2014 was RMB -1348 ten-thousand.

**1. Sheet of Variation Analysis of Related Subjects of financial statement (in accordance with the PRC Accounting Standards)**

Unit: RMB'000

Items	Current period	Last year	Flux (%)	Cause Description
Operating income	1,164,874	1,125,690	3.48	The main reason is the stable growth of traffic volume of all expressways of the Group compared with that of the corresponding period of last year.
Operating costs	459,491	407,329	12.81	The main reason is that Ningxuan hang Expressway (Anhui Section) Xuancheng - Ningguo Section was formally opened in September 2013, which brought amortization of intangible assets and fixed assets depreciation
Administrative expenses	49,457	38,775	27.55	The main reason is that Ningxuan hang Expressway (Anhui Section) Xuancheng - Ningguo Section was formally opened in September 2013, which brought the increase of the number of the administrative staff members and provision for depreciation of administrative assets during the reporting period compared with that of the corresponding period of last year.
Finance costs	71,308	62,109	14.81	The main reason is that Ningxuan hang Expressway (Anhui Section) Xuancheng - Ningguo Section was formally opened in September 2013, which brought the increase of the loan interest expenditure compared with that of the corresponding period of last year.
Asset impairment loss	33,890	3,361	908.33	Due to the increase of the preparations of the decreased value of the distributed loans accrued by Wan Tong Pawn
Equity earnings	76,499	77,839	-1.72	The main reason is that Xin'an Financial issued less cash dividends compared with that of the corresponding period of last year.
Cash flows from operating activities	725,900	656,857	10.51	The decrease of Cash flows from operating activities is mainly due to the increase of the toll revenue and the decrease of the pawn money issued by Wantong Pawn compared with that of the corresponding period of last year
Cash flows from investing activities	-595,253	-450,660	32.08	The main reason is the arrangement of fixed deposit and purchase of bank financing products during the reporting period
Cash flows from financing activities	-181	-384,197	-99.95	The decrease is because RMB 33172 ten-thousand dividends delivered last year and there were no dividends delivered during the reporting period.

Note: Part of the items of the Comparative financial statements has been reclassified according to the current method of the disclosure of the financial statements.





## 2. Operation Results Analysis (in accordance with the PRC Accounting Standards)

During the reporting period, the Group achieved the operating income of RMB 1,164,874 thousand, representing an increase of 3.48% over the corresponding period of the previous year. Among it, the toll income is main revenue source of the Group.

The concrete analysis about the revenue listed as follows:

Unit: RMB'000

	The first half of 2014 (RMB'000)	Percentage (%)	The first half of 2013 (RMB'000)	Percentage (%)	Flux (%)
Operating income					
Expressway business	1,146,760	98.44	1,098,215	97.56	4.42
Toll income	1,109,263	95.22	1,056,655	93.87	4.98
Service area income	17,085	1.47	16,543	1.47	3.28
Other business income	20,412	1.75	25,017	2.22	-18.41
Pawn business	18,114	1.56	27,475	2.44	-34.07
Total	<u>1,164,874</u>	<u>100</u>	<u>1,125,690</u>	<u>100</u>	<u>3.48</u>

Notes: other business income contains mandatory administration income, road loss compensation income, renting income, rescue income and so on, and the decrease is mainly because of the change of the scope of entrusted management of the Company and the decrease of the revenue got from entrusted management over the corresponding period of the previous year.

### **Operating Cost**

During the Reporting Period, the operating costs of the Group were RMB 459,491 thousand, representing an increase of 12.81% compared with that of the corresponding period of last year. The increase of operating costs was mainly because Ningxuan hang Expressway (Anhui Section) Xuancheng - Ningguo Section was formally opened in September 2013, which brought amortization of intangible assets and fixed assets depreciation.

Cost analysis statement

Unit: 000' Monetary: RMB

**In terms  
of industries**

Industries	Cost structure items	Amount of current period	Percentage of amount of current period over the total cost (%)	Amount of the same period of the previous year	Amount of the same period of the previous year	Amount of
						current period
Toll ways business	Depreciation and amortization	300,000	65.29	262,467	64.44	14.30
	Roads repairing expenses	67,073	14.60	51,234	12.58	30.92
	Other cost	92,418	20.11	93,628	22.98	-1.29
	<b>Total</b>	<b>459,491</b>	<b>100</b>	<b>407,329</b>	<b>100</b>	<b>12.81</b>
Pawn business		0	0	0	0	0

**In terms  
of products**

Products	Cost structure items	Amount of current period	Percentage of amount of current period over the total cost (%)	Amount of the same period of the previous year	Amount of the same period of the previous year	Amount of
						current period
Toll ways business	Depreciation and amortization	300,000	65.29	262,467	64.44	14.30
	Roads repairing expenses	67,073	14.60	51,234	12.58	30.92
	Other cos	92,418	20.11	93,628	22.98	-1.29
	<b>Total</b>	<b>459,491</b>	<b>100</b>	<b>407,329</b>	<b>100</b>	<b>12.81</b>
Pawn business		0	0	0	0	0
Total cost	Total	459,491	100	407,329	100	12.81



Notes: For the reason that the products which the pawn industry operated are quite special, the financing expenditure related to the monetary is accounted in the main business cost, while daily operation expenditure is accounted in administrative expenses and other expenditure items. During the reporting period, Wantong Pawn did not get financing, thus no main business cost occurred and has made adjustment of the cost expenditure based on the same standard.

### ***Expenses***

#### ***Administrative expenses***

During the reporting period, the Group's administrative expenses were RMB 49,457 thousand, representing an increase of 27.55% from the same period in 2013 (2013: RMB38,775 thousand). Such increase was mainly because Ningxuanhang Expressway (Anhui Section) Xuancheng - Ningguo Section was formally opened in September 2013, which brought the increase of the administrative staff members of the Group and provision for depreciation of administrative assets during the reporting period compared with that of the corresponding period of last year.

#### ***Finance costs***

During the reporting period, the Group's finance costs were RMB 71,308 thousand, representing an increase of 14.81% from the same period in 2013 (2013: RMB62,109,000). The main reason is that Ningxuan hang Expressway (Anhui Section) Xuancheng - Ningguo Section was formally opened in September 2013, which brought the increase of the loan interest expenditure compared with that of the corresponding period of last year.

#### ***Return on investment***

During the Reporting Period, investment income of the Group was RMB 76,499 thousand, representing a decrease of 1.72% compared with that of the corresponding period of last year, due to the decrease of the distribution of dividend from Xin'an Financial to the Company in cash compared with that of the corresponding period of last year.

#### ***Income tax***

During the Reporting Period, except for HK Subsidiary, applicable income tax rates of the Company, the company's subsidiaries and affiliates were 25%. Applicable income tax rates of HK Subsidiary is 16.5%.

During the Reporting Period, income tax expenses of the Group were RMB 144,010 thousand, representing an increase of 0.14% from the corresponding period in 2013. That was mainly caused by the increased taxable income compared with that of the corresponding period of last year.

#### ***Net profit***

During the Reporting Period, the net profit of the Group was RMB 441,745 thousand, and the net profit attributable to shareholders of the Company was RMB438,332 thousand, representing a decrease of 13.21% and 4.94% respectively compared with that of the corresponding period of last year. The basic earnings per share was RMB 0.2643 for the Reporting Period, representing a decrease of 4.93% respectively compared with that of the corresponding period of last year.

### 3. Analysis of Financial Condition (in accordance with the PRC Accounting Standards)

#### *Total assets*

As at 30 June 2014, the total assets of the Group were RMB12,645,287 thousand, representing an increase of 3.62% compared with that at the end of last year, which was mainly due to the increase of monetary capital and the increased intangible assets of Ningxuanhang Road.

#### *Current liabilities and short-term debt paying ability*

As at 30 June 2014 the Group's current liabilities were RMB 3,136,287 thousand (31 December 2013: RMB 2,921,611 thousand), including accounts payables of RMB 381,438 thousand, advance payments of RMB 150 thousand, interests payable of RMB 53,723 thousand, staff salaries payable of RMB 54,725 thousand, tax payables of RMB 47,527 thousand, other payables of RMB 117,151 thousand, (representing deposit for construction projects of RMB 93,212 thousand and others of RMB 23,939 thousand), dividends payable of RMB403,466 thousand, non-current liabilities due within one year of RMB 2,060,468 thousand (including five-year corporate bond of 1,996,865 thousand), and other current liabilities of RMB17,639 thousands. Total amount of bonds issued by the Company is RMB 2 billion with a term of five years. Such corporate bonds is calculated at a fixed simple interest rate annually, and value date is 17 December, 2009, and due date is 16 December, 2014. The fixed annual interest rate is 5%, and the interest should be paid once a year. The principal at maturity should be repaid and cannot be redeemed. According to the current cash flow situation, fair use of credit and future funding arrangements, the group is expected to have enough money to repay the money.

#### *Non-current liabilities and debt paying ability*

The Group's non-current liabilities were RMB 1,609,536 thousand, including long-term payables to minority interests of RMB 722,079 thousand. The long-term payables to minority interests are interest free and repaid in accordance with the contract signed by the Group and non-controlling shareholders. The non-current liabilities of the Group were listed into relevant maturity groupings based on the remaining period as follows:

Unit: RMB'0000

RMB'000	Less than one year	1-2 years	2-5 years	More than 5 years
The Group				
30 June 2014				
Corporate bonds and relevant interests	2,100,000			
Long-term minority payables	49,428	50,409	151,427	942,954

In terms of the repayment period, the Company's operating cash flow prediction and funding arrangements, the management team believes that there is enough money to repay maturing non-current liabilities. On June 30, 2014, the Group has no significant assets mortgage.



**Shareholders' equity**

As at 30 June 2014, shareholders' equity (excluding minority interests) of the Group was RMB 7,132,969 thousand, representing an increase of RMB73,437 thousand from RMB7,059,532 thousand at the beginning of the year, mainly due to the property accumulated in the operation of the Group.

**Capital Structure**

	As at 30 June 2014		As at 31 December 2013	
	Amount (RMB'000)	Percentage (%)	Amount (RMB'000)	Percentage (%)
Current liabilities	3,136,287	24.80	2,921,611	23.94
Non-current liabilities	1,609,537	12.73	1,387,664	11.37
Shareholders' equity	7,132,969	56.41	7,059,532	57.85
Minority shareholders' equity	766,494	6.06	834,162	6.84
Total Assets	12,645,287	100	12,202,968	100
Asset-liability ratio (%)	37.53		35.31	

**In terms of interest rates**

	30 June 2014 (%)	31 December 2013 (%)
Interest-bearing liabilities	21.58	22.46
Interest-free liabilities	15.95	12.85
Shareholders' equity attributable to the Company	56.41	57.85
Minority interests	6.06	6.84

In 2009, the Group issued the corporate bonds of RMB2 billion, which resulted in the change of proportion of current liabilities and non-current liabilities. The Group's current bank borrowings and bonds payables are all fixed rate liabilities, except long-term borrowings which are floating rate liabilities. Fluctuation in interest rates will not have any material impact on the Group's operating results. The Group's interest-free liabilities are mainly general payables and long-term payables to minority shareholders of subsidiaries.

**Contingent Liability**

Until June 30, 2014, the Group did not have any contingent liabilities.

### **Foreign Exchange Risk**

The major business of the Group is all in China. Except for the payment of interests of H shares, the revenue and the capital expenditure is all paid in RMB and there is no big foreign exchange risk.

#### **4. Cash flows (in accordance with CAS)**

During the reporting period, the Group's net cash inflows from operating activities were RMB725,900 thousand, representing an increase of 10.51% compared with that of the corresponding period last year, mainly due to the increase of the toll revenue and the decrease of the pawn money issued by Wantong Pawn compared with that of the corresponding period of last year.

During the reporting period, the Group's net cash outflows from investing activities were RMB -595,253 thousand, representing an increase of 32.08% compared with that of the corresponding period last year, mainly due to the arrangement of fixed deposit and purchase of bank financing products during the reporting period.

During the reporting period, the Group's net cash outflows from financing activities were RMB -181 thousand, representing a decrease of 99.95% from the corresponding period in 2013, mainly because RMB33172 ten-thousand dividends distributed by the Company at the same period of the previous year and there were no such dividends distributed during the reporting period.

During the reporting period, the Group's bank loans were RMB 145,000 thousand. At the end of the reporting period, the balance of bank loans were RMB 731,996 thousand, and all of them were long-term loan balance with interest rates ranging between 5.895% and 6.55%, which was a floating rate loan borrowed from a bank for the construction of Ningxuanhang Expressway and the bank loan got from the pledge of the right of charge of Guangci Expressway, with a weighted average interest rate of 6.246% per annum. The principal will be repaid between 2014 and 2025.

During the Reporting Period, the Group's capital expenditure was RMB 313 million in total, representing a decrease by RMB125 million or 28.54% compared with that of the corresponding period last year. The expenditures were paid in self-owned funds and bank loans by the Group. The capital expenditure structure is listed as followed:

Unit: RMB'0000

#### **Capital Expenditures**

Ningxuanhang Expressway Ningguo-Qianqiuguan Section	31300
Total	<u>31300</u>

At the end of the reporting period, the group has capital commitments of RMB 421 million (mainly belongs to NingXuanhang Expressway project investment fund) which has already been signed on the contract but does not have to be listed on the balance sheet.

The Group was awarded with good credit ratings. As on June 30, 2014, the total credit facilities granted during the year was RMB 2860 million, and the facilities not yet utilized were RMB 2128 million.



5. Analysis of principal business in terms of industries , products and areas

(1) Principal operations by segment or by product

By segment or by product	Operating income (RMB)	Operating cost (RMB)	Operating profit margin (%)	Flux of operating income compared to the corresponding period of last year (%)	Flux of operating cost compared to the corresponding period of last year (%)	Flux of operating profit margin compared to the corresponding period of last year (%)
<b>By segment</b>						
Toll road business	1,126,347,714.17	447,425,836.46	56.62	4.95	14.26	-3.16
Pawn business	18,113,965.00	0	93.24	-34.07	N/A	-0.95
<b>By product</b>						
Hening Expressway	475,937,229.19	171,494,787.82	60.27	-6.58	6.84	-4.61
New Tianchang Section of National Trunk 205	23,731,945.00	18,355,734.64	18.89	-1.2	8.72	-7.15
Gaojie Expressway	226,733,407.45	77,787,899.57	62.03	40.91	0.64	13.67
Xuanguang Expressway	207,312,433.71	69,037,086.42	63.22	0.61	4.1	-1.12
Lianhuo Expressway Anhui Section	104,031,730.84	42,720,550.36	55.20	8.81	-5.58	6.18
Ninghuai Expressway Tianchang Section	49,052,782.76	17,038,729.74	61.61	14.84	9.68	1.47
Guangci Expressway	33,088,426.92	10,084,716.47	65.95	-3.88	2.83	-1.99
Xuanming Expressway	6,459,758.30	40,906,331.44	-537.30	N/A	N/A	N/A
Wantong Pawn	18,113,965.00	0	93.24	-34.07	N/A	-0.95
<b>Total</b>	<b>1,144,461,679.17</b>	<b>447,425,836.46</b>	<b>57.20</b>	<b>3.98</b>	<b>14.26</b>	<b>-3.58</b>

**(2) Principal business in terms of areas**

Unit: RMB'000

Area	Operating revenue	Percentage change in the Operating revenue compared to the corresponding period last year (%)
Anhui Province	1,144,462	3.98

**6. Investment Analysis****(1) External equity investment of the Company**

Unit: RMB'000

The Company's equity investment amount during the reporting period	0
Increase/decrease of the Company's equity investment amount during the reporting period	0
Equity investment amount of the corresponding period last year	0
The ratio of the increase/decrease of the Company's equity investment amount during the reporting period(%)	0

**(2) The investment of the finance in trust and its derivatives of Non-Financial companies**

## a. Finance in trust

The Company had not incurred any items of finance in trust during the reporting period.

## b. Entrusted Loan

After the approval of Nineteenth meeting of the Sixth Board held on 12 July 2013, according to the investment plan of Ningxuanhang Company, for the difference between the total amount of investment and project capital, the company would entrust Hefei branch of China Everbright bank Co., Ltd. in the coming year to provide Ningxuanhang Company with a loan of maximum amount 350 million, which is used to pay for the constructions cost of Ningxuanhang Expressway. The term of the loan does not exceed the constructions cost of 10 years and the loan interest rate is 6.22%. The entrusted loans capital belongs to the company's own capital.

During the reporting period, the Company provided Ningxuanhang Company with a loan amounting to RMB 87.63 million in loans, and the aggregate amount of loan provided was RMB172.63 million.





**(3) Capital raising**

During the reporting period, the Company had not raised any new capital or used any capital raised previously the Company.

**(4) Analysis of main subsidiaries and joint stock companies**

Unit: RMB'000

Company	Equity capital the Group possesses	Registered capital	30 June 2014		January –June 2014		Main business
			Total assets	Net assets	Operating income	Net profit	
Xuanguang Company	55.47%	111,760	1,205,864	517,759	209,686	83,155	The construction, management and operation of Xuanguang Expressway
Ningxuanhang Company	51%	300,000	3,333,358	829,567	6,658	-74,791	Highway's construction, design, supervision, toll, maintenance, management, technology inquiry and related advertisement service
Guangci Company	55.47%	56,800	274,159	198,305	33,988	15,458	The construction, management and operation of Guangci Expressway
Expressway Media	38%	50,000	260,991	160,629	52,267	12,366	Design, make, publicize and act as agency of the domestic advertisement
Xin'an Financial	16.67%	3,000,000	6,780,166	3,659,660	609,798	186,417	Financial investment, equity investment, management and inquiry
Wantong Pawn	71.43%	210,000	204,843	202,121	18,114	-13,483	Personal property mortgage pawn service, proprietary right mortgage pawn service and real estate mortgage pawn service
Wantong MicroCredit	10%	150,000	221,203	159,180	19,953	2,975	Distribute petty loans, management and inquiry of small enterprises and financial inquiry

Note : The companies above are all established in China.

**(5) Non-capital-raising Projects**

RMB'00,000,000

Name	Item Amount	Project Schedule	Investment	Accumulative	Project Earnings
			Amount	Total	
			This Year	Investment	
Ningxuanhang Expressway Ningguo-Qianqiu Section	Route about 45 km, the total investment of the project is RMB2.928 billion	The project began to be constructed in March 2011.	3.13	12.71	under construction
Total	29.28		3.13	12.71	

**7. Execution of Business Plan**

The business plan in the 2013 annual report indicated that as there would not be substantial change in the business environment, the Group had set a target of RMB2.315 billion for toll revenue in 2014 (actual toll revenue in 2013: RMB2.188 billion).

	Estimate figure for 2014 (RMB'00,000,000)	Actual figure for the Reporting Period (RMB'00,000,000)
Toll Revenue	23.15	11.09
Labor Cost	2.46	1.12
Maintenance Cost	0.72	0.42
Administrative Cost	0.92	0.50
Finance Cost	1.52	0.71

**8. Outlook and Plan**

In the second half of 2014, the development of the Company faces both opportunities and challenges.

Macro economy and regional economy is still in the healthy and stable development of the orbit, the reform innovation will gradually corrected unreasonable, unstable factors in the real economy, add new vigor to economic and social development. State-owned enterprises reform in mixed ownership, industry consolidation, asset restructuring, etc, will have a very large space, with the reform gradually thorough, the dividends of the company will benefit from the reform, the asset scale and structure, management efficiency and level to a higher level.



Clear but, as the local government financing platform gradually fade out, land financial model combined with the central regulation of real estate, eliminate backward production capacity, environmental protection policy and regulatory holding tightly to local fiscal expenditure, especially in investment spending will be limited, the economic development pattern in the transition period will face the shortage of pull, economic slowdown will persist. Silver financial markets off-limits real estate credit crunch, banking, real estate regulation and behind the excess capacity to clear lead to related supporting industries depth adjustment, industrial chain of the enterprises on the brink of collapse, the real economy to adjust reason greatly weaken the economic and social demand for transportation, the toll income growth of the road is slow.

In particular, the original road due to earlier completion time, has low cost, good geographical location and the advantages of the flow stability, can continue to produce a stable earnings and cash flow, and to provide strong support and opportunity for the reform and development of the Company. Opened a new road network effect has not been formed, income is low, performance contribution is not great, plus depreciation and amortization of provision and the cost of borrowing interest, it will be challenging and will affect the overall business performance in the short term.

Owing to rapid growth of car ownership in the whole society, passenger growth momentum presents the Company with an opportunity; yet because of the drop in toll revenue from the trucks and bikes category, toll fee growth is slower than the traffic growth, which poses a challenge to the business. Jiujiang Yangtze river second bridge opened to traffic, high bound reflux, high speed vehicle traffic and income double-digit growth is an opportunity; Maanshan Yangtze river highway bridge and ma'anshan to chaohu section of a highway traffic hefei-nanjing highway, resulted in Hening highway charges falling is a challenge.

Optimization of mechanical and electrical system, the rapid growth of the electronic payment especially payment via ETC, effective improvement of the traffic efficiency, and lowering the cost charge is an opportunity. Green pass reduction, holiday breaks and hui tong card discount reduction amount is rising, and a trend of rapid growth and reduction of total amount of charge, is not allowed to ignore, is a challenge.

With the transfer of 's 300 million shares (i.e. 10% of total shares) of Xin'an Financial, the investment risk of a non-controlling enterprise has been effectively controlled, which is an opportunity for obtaining the good investment income.; The next step is how to expand the business, how to professionalise financial investment, how to promote non-performing project of the pawn companies, and implement robust specification management, which is a challenge.

Completion of domestic and overseas financing platform and channel to provide ample funds support and reduction of cost of financing is an opportunity, accelerating the construction of phase 2, phase 3 of NingXuanhang planning construction in the second half of 2014 and the money pressure for the expiration of 2 billion corporate bonds at the end of 2014 is a challenge.

For this purpose, the Company will accurately grasp the new macro-economic situation and the new trend of industry development, carefully analyze the situation, adjust actively, make effort to put all positive factors into development advantages, and fully prepare for all kinds of difficulties and challenges.

In the second half of 2014, the main work of the Company contains:

Firstly, to steer the construction of the second phase of NingXuanhang Expressway steadily accelerate the preparatory work for the construction of the third phase, and strive for a commencement of construction work at its earliest opportunity.

Secondly, to further strengthen the highway operation management, and strive to achieve annual toll revenue targets. Mainly includes: to further strengthen operation management, complete the stop loopholes, the green channel inspection, road maintenance production claim etc; to strengthen the tunnels and pavement maintenance, and improve road traffic quality and safety standards; to continue to do a good job of service with smiles, increase the inspection and supervision, and to promote the normalized smile services, and effectively improve the quality of service; to intensify Xuanning high-speed road network marketing, perfect the road signs, and use the media to promote and guide the traffic effectively.

Thirdly, to make reasonable adjustments to the use of capital, thereby reducing the financing cost. To properly use domestic financing channels and overseas financing platform, make exploration of low risk financing tool, and improve the financing efficiency. To start preparing the issuance of short-term financing bonds and the secondary work of corporate bonds, and to plan ahead to deal with the pressure on the capital of the Company owing to the redemption of corporate bonds, concentrated at the end of the year.

## II. The profit appropriation plan or transfers of share capital from capital reserves plan

### 1. *The implementation and adjustment of the cash dividend and distribution policy during the reporting period*

The 2013 profit appropriation plan of the Company was approved by the 2013 Annual General Meeting held on 16 May 2014, details are as follows: To pay a final dividend of RMB364,894 thousand on the basis of RMB2.2 for every 10 shares (tax inclusive) based on the total number of 1,658,610,000 shares.

According to the authorization given by the General Meeting, the Board of Directors of the Company published the resolutions of 2013 Annual General Meeting on 17 May 2014 in the Shanghai Securities News, China Securities Journal and on the website of The Stock Exchange of Hong Kong Limited, and determined a dividend for H shares of HK\$0.2768 (tax inclusive) each, which was priced in RMB and paid in HKD. The registration date of the H Shareholders was 28 May and the dividend payout date was 11 July. On 7 July 2014, the Company published the 2013 profit appropriation implement announcement in the Shanghai Securities News and China Securities Journal and determined that the Domestic Shareholders' registration date was 10 July, the ex-dividend date was 11 July and the dividend payout date was 11 July.

The 2013 profit appropriation proposal has been implemented in July 2014.

### 2. *The profit appropriation plan or transfers of share capital from capital reserves plan during this half a year*

The Board of Directors of the Company recommends that the Company will neither pay the dividends for six months as at 30 June 2014 (2013 interim: Nil) nor transfer the capital surplus to share capital.



## SECTION V MAJOR EVENTS

### I. Material Litigation and Arbitration

The Company was not involved in any material litigation or arbitration during the Report Period.

### II. Bankruptcy Reorganization

There was not involved in any bankruptcy reorganization during the report period.

### III. Assets Trading and Business Combination

There was not involved in any assets trading and business combination during the report period.

### IV. Implementation of Share Incentive Scheme

The Company has not complemented the share incentive scheme.

### V. Material Connected Transactions

#### 1. *Connected transactions in relation to daily operations*

Items which has been disclosed without further changes

Items	Contents
Entrusted management of expressway	29 March 2014 <i>Estimating 2014 Daily Connected Transaction Announcement</i>
To lease service areas of the Company	29 March 2014 <i>Estimating 2014 Daily Connected Transaction Announcement</i>
To lease the gas station within the Company	29 March 2012 <i>Connected Transaction Announcement</i>
To lease Wantong building in New and High-tech Park	29 March 2014 <i>Estimating 2014 Daily Connected Transaction Announcement</i> 30 April 2014 <i>Continued Connected Transaction Announcement</i>
To manage properties in New and High-tech Park	27 August 2012 <i>Connected Transaction Announcement</i>
To receive inspection of road construction of Ningxuanhang Expressway	29 October 2012 <i>Connected Transaction Announcement</i>
To receive supervisory of road construction of Ningxuanhang Expressway	29 October 2012 <i>Connected Transaction Announcement</i>
To receive transportation security infrastructures and construction of communication pipeline	28 December 2012 <i>Connected Transaction Announcement</i>

2. *Related debtor and creditor account*

Items which haven't been disclosed in the temporary announcement

RMB '000

Related parties	Connected relation	The Company provides capital to related parties			Related parties provide capital to the Company		
		Initial Balance	Amount incurred	Closing Balance	Initial Balance	Amount incurred	Closing Balance
The Group	Controlling shareholder				570,347	97,690	668,037
Xuancheng Transportation and Investment	Other connected persons				519,018	7,164	526,182
Total					1,089,365	104,854	1,194,219
Amount of money provided by the Company to the control shareholders and its subsidiary (RMB)				0			
Remaining balance of the money provided by the Company to the control shareholders and its subsidiary (RMB)				0			
The circumstances under which the connection is formed	The joint investment amount of the Group and Xuancheng Transportation and Investment exceeded the registered capital of the subsidiary of the Company. The difference will be counted towards the long-term payables and such an amount is non interesting bearing, unsecured and without fixed repayment date.						



## VI. Material Contracts and their Implementation

### 1. *Material custody, subcontracting and leasing items*

During the Reporting Period, the Company was not involved in any material custody, subcontracting and leasing.

### 2. *Implementation of guarantee*

It was approved that the Company would provide a guarantee of RMB 500 million to the controlling subsidiary, Ningxuanhang Company, at the 18th session of the fifth board of directors on 18 August 2010.

(RMB'000,000,000)

#### **Guarantees provided by the Company to its controlling subsidiaries**

Total amount of guarantees provided for the controlling subsidiaries by the Company during the Reporting Period	0
Total balance of guarantees provided for the controlling subsidiaries as at the end of the Reporting Period	1.80
<b>Total amount of guarantees provided by the Company (including guarantees provided for the controlling subsidiaries)</b>	
Total guarantee amount	1.80
Total guarantee amount as a percentage of net asset value (%)	2.52

### 3. *Other material contracts.*

During the Reporting Period, the Company did not have any other material contracts.

## VII. Fulfillment of Commitments

The commitments for listed companies, shareholders holding 5% or more, the controlling shareholders and actual controllers during the reporting period or lasting until the reporting period.

Background of Commitment	Type of commitment	Committing party	Content of commitment	Time and term of commitment	Whether there is the time limit for performance or not	Whether it is strictly complied with in a timely manner or not
Commitment Related to the share reform	Other	Anhui Expressway Holding Group Company Limited	Continue to support the company's future acquisition of the quality road assets owned by the Anhui Expressway Holding Group Company Limited and focus on the protection of shareholders' interests as always.	13 February 2006, effective in long term	No	Yes
	Other	Anhui Expressway Holding Group Company Limited, and China merchants Huajian Highway Investment Co., Ltd	After the completion of the split-equity reform, it is proposed that the Board of Directors of the Company would develop a long-term incentive plan with equity incentive structure included. The Board of Directors of the company shall either implement the plan directly in accordance with the laws and regulations of the State or implement it after the submission to the General Meeting of Shareholders of the company for approval.	13 February 2006, long-term effective	No	Yes





Background of Commitment	Type of commitment	Committing party	Content of commitment	Time and term of commitment	Whether there is the time limit for performance or not	Whether strictly comply in a timely manner or not
Commitment Related to IPO	Solve the competition	Anhui Expressway Holding Group Company Limited	Promise not to participate in any of the company's from time to time actual businesses or other business activities which may constitute direct or indirect competition to the Company.	12 October 1996, long-term effective	No	Yes
Other Commitment	Other	Anhui Expressway Holding Group Company Limited	Commitment to continue to increase the holding percentage of the company's its shares traded in the secondary market in its own name in the next 12 months and yet it is restricted that the cumulative shareholding percentage should not be more than 2% of the total shares (including the increased holdings of shares of this time) issued by the company. It is not allowed to reduce the holdings of shares during the period in which it increases its shareholding and the statutory period.	Term of Overweight: 9 January 2014 to 8 January 2015; Term of Underweight: there is a restriction against disposal of shares within the period of increasing shareholdings and 6 months after the completion of increasing shareholdings.	Yes	Yes

### VIII. Appointment and Dismissal

PricewaterhouseCoopers Zhong Tian Certified Public Accountants Co. Ltd and PricewaterhouseCoopers Certified Public Accountants were approved to be appointed as the PRC auditors and Hong Kong auditors for 2014 respectively at the 2013 Annual General Meeting.

### IX. Punishment by the Regulatory Authorities

During the reporting period, the Company, Directors, Supervisors, Senior Management, Shareholders who hold more than 5% of shares of the Company and the Real Controller of the Company have not been involved in any investigation, reprimand or punishment by the regulatory authorities.

## X. Corporate Governance

The Company has strictly complied with requirements of laws, regulations and regulatory documents including the Company Law, the Securities Law, the Standard on the Governance of Listed Companies and the Guidelines for Articles of Association of Listed Companies since its establishment and continued to enhance its corporate governance standards. During the reporting period, the Company continued to enhance the corporate system and operation procedures in terms of the work arrangement of the regulatory authorities and the latest regularities. There were no differences between the actual conditions of the Company's corporate governance and the requirements of the CSRC's related laws and regulations. The Company had also fully adopted the respective code provisions set out in the Code on Corporate Governance Practices of Appendix 14 of the Listing Rules of HKEx.

In 2014, the company continued to promote the internal control construction, in order to enhance the internal control system. In the first half of 2014, the Company made the external audit and internal audit for internal control test, and also supervised the management offices and other subsidiaries of the Company to give feedbacks and implement the work of internal audit, especially to help NingXuanhang Company to establish internal control system.

### *Code on Corporate Governance Practice*

During the reporting period, save and except that both the duties of a remuneration committee and a nomination committee are performed by the Company's Human Resources and Remuneration Committee (as the Company considers the long established mode of Human Resources and Remuneration Committee has so far been effective and suits the needs of the Company better, and the members of the Human Resources and Remuneration Committee are all independent directors, which can ensure the protection of the interests of shareholders), the Company is always complied with Corporate Governance Code as set out in Appendix 14 of the Listing Rules of HKEx in order to maintain a high standard of corporate governance so as to improve the corporate transparency and protect the interests of the Company's shareholders.

### *Diversification Policy of the Members of the Board*

According to the latest requirements of the Corporate Governance Code of the Stock Exchange of Hong Kong, the Company has amended the work duties of the human resources and remuneration committee of the board. The Company also adopted a diversification policy of the board members, which was passed at the sixth session of the board of the twentieth board meeting.

### *Liability Insurance for Directors, Supervisors*

According to the Stock Exchange of Hong Kong's latest regulations of the Corporate Governance Code, during the reporting period, it has completed the arrangement of selection of the insurance undertaker of the liability insurance for directors, supervisors and senior executives in 2014, providing the guarantee of the performance for directors, supervisors and senior executives.



#### *Audit Committee*

During the Reporting Period, the Audit Committee convened three meetings, which reviewed the 2013 Annual Results Report and Financial Statement prepared in accordance with CAS and HKAS, the 2014 First Quarterly Report, as well as the 2014 Interim Results Report and Unaudited Financial Statement prepared in accordance with CAS and HKAS.

#### *Independent Non-executive Director*

The Company has appointed enough Independent Non-executive Directors with professional knowledge in accordance with Rules 3.10(1), 3.10(2) and 3.10(A) of Listing Rules. The Company appointed 3 Independent Non-executive Directors, one of which is specialized in accounting and financial management.

#### *Model Code for Securities Transactions for Directors and Supervisors of the Company*

For the six months ended 30 June 2014, the Company has adopted the code provisions on the trading of shares of the Company by relevant directors contained in the "Model Code for Securities Transactions by Directors and Supervisors of Listed Issuers" ("Model Code for Securities Transactions") as set out in the Appendix 10 of the Listing Rules. After making specific enquiries of all directors and supervisors, who confirm that they fully complied with the "Model Code for Securities Transactions".

## **XI. Other Major Events**

#### *American depositary receipt ('ADR') program*

On 11 June 2009, the Company set up an American depositary receipt ('ADR') program with Bank of New York Mellon (as the depository bank). The number of ADR registered by the Company under the ADR program is 50,000 thousand. Each ADR represents ten ordinary H shares traded on Hong Kong Stock Exchange. The Company does not issue new shares because of its American Depositary Receipt program. American Depositary Receipt in American Depositary Receipt program is just traded in American OTC market and will not be listed on any stock exchange in the U.S.

#### *Invested in the share capital of Huayuan Pawn Company*

Through the consideration and approval of the Eleventh Session of Sixth Board Meeting on 26 June, 2012, the Company planned to invest RMB 45 million for the shares of Huayuan Pawn Company, accounting for 18.75% of its total enlarged equity. Up to the approval of issuing this announcement, the investment amounts have not been paid.

#### *Set up Hong Kong wholly-owned subsidiary*

At the 20th conference of the 6th board of directors held on 23 August 2013, it's resolved and resolution was passed that the Company planned to invest at most USD 10 million dollars to set up a wholly-owned subsidiary in Hong Kong, Anhui Expressway Company Limited (Hong Kong), to develop overseas business and international market and to develop the fund methods of the company on the basis of the status quos of the company. The actual amount invested would be subject to the registration in the registration authority. The Company used its own RMB funds (through money exchange) as the capital source of the subsidiary in Hong Kong. The businesses of such company include: products trade related to the major businesses; storage, manufacture, delivery; road building abroad, investment and consultation and technology service of businesses including operation.

On 4 September 2013, the company was registered and set up in Hong Kong. The capital stock is 76,440,000 shares. The pre-sale purchase of the company is 2,400,000 shares. By the time this announcement is approved to be released, the aforementioned investment hasn't been paid.

#### ***Proposed transfer of part of equity interest in Xin'an Financial Group***

To reduce the equity investment proportion in non-control financial enterprises, strengthen the prevention and control of the financial sector, investment risk, after the approval by the twenty-one meeting of the sixth board on 25 October, 2013, it was proposed that the Company would transfer part of the equity interest in Anhui Xin'an Financial Group Co., Ltd. (herein after referred to as "Xin'an Financial"), and the Company would transfer 300 million out of 500 million shares (representing 10% equity interest) in Xin'an Financial to Anhui Province Investment Group Holdings Co., Ltd. and the management was authorised to handle the formalities for the transfer and to carry out the assets assessment work. In December 2013, the transfer of matters has obtained the approval of the state-owned assets supervision and administration in Anhui Province.

After the approval by the six sessions of Twenty-fourth board of directors' meeting held on 27 June, 2014, the board agreed to change the assignee for the agreement of the transfer of equity from Anhui Province Investment Group Holdings Co., Ltd. to its subsidiary - Railway Construction Investment Fund Co., Ltd. in Anhui Province, and such change have been approved by the Anhui Provincial State-owned Assets Supervision and Administration. The board also approved the "proposed transfer of 300 million shares in Anhui Xinan Financial Group Co., Ltd. project assets valuation report" and the "equity transfer agreement", and the transfer price should be fixed and confirmed by reporting the record of the asset appraisal result to Anhui Province State-owned Assets Supervision and Administration. Upon the confirmation of the record for the asset appraisal result by Anhui Province State-owned Assets Supervision and Administration, the authorised person have been authorised to sign and execute the equity transfer agreement and the relevant equity alteration formalities.

Upon the approval by the Anhui Provincial State-owned Assets Supervision and Administration over the items of the assets assessment results, on 2 July, 2014, the Company entered into an agreement with the assignee and the assignee paid the first installment of equity transfer price in accordance with the terms of the agreement. The transfer of shares is now under the process for change of shareholding.

#### ***Controlling Shareholder Increased Shareholdings in the Company Again***

Anhui Expressway Holding Group Company Limited had completed the first 12-month plan for the increase of the shareholdings of the Company. From 8 October, 2012 to 7 October, 2013, Anhui Expressway Holding Group Company Limited has bought 5,376,120 shares of the Company, accounting for about 0.32% of the total issued shares of the Company.

On 9 January and 10 January 2014, Anhui Expressway Holding Group Company Limited has increased the shareholdings of 16,900 shares and 670,200 shares respectively via the buying ways of trading system of SSE, accounting for about 0.001% and 0.040% of the total issued shares of the Company. Prior to this increase of shareholdings, Anhui Expressway Holding Group Company Limited held 523,957,120 shares of the Company, accounting for about 31.59% of the total issued shares of the Company. After the increase of shareholdings, Anhui Expressway Holding Group Company Limited held 524,644,220 shares, accounting for about 31.63% of the total issued shares of the Company.

Anhui Expressway Holding Group Company Limited plans to continue to increase the shareholdings of the Company's shares through the buying ways of trading system of SSE in its own name during the next 12 months (counting from 9 January 2014) and the cumulative shareholding percentage should not be more than 2% of the total shares (including the increased holdings of shares for this time) issued by the Company. Anhui Expressway Holding Group Company Limited undertakes not to reduce the holdings of shares of the Company during the period it increases the shareholdings and the statutory period.

## SECTION VI CHANGE OF SHARE CAPITAL AND SHAREHOLDERS

## I. Change of Share Capital

## 1. Change of shares

During the reporting period, the total share capital and capital structure of the Company was not changed.

## 2. Change of restricted shares

During the reporting period, there were no restricted shares.

## II. Shareholders

## 1. Number of shareholders and the situation of shareholdings

Unit: share

Number of shareholders as at the end of the reporting period 51,032 (of which 50,943 were state-owned shareholders and 89 were H shareholders.)

## The Ten largest shareholders of the Company

Name of shareholders	Nature of shareholders	Shareholding percentage (%)	Total shareholding as at the end of the year	Change during the reporting period	Number of restricted shares	Number of shares pledged or locked-up
Anhui Expressway Holding Group Company Limited	State-owned shares	31.63	524,644,220	687,100	0	Nil
HKSCC NOMINEES LIMITED(agent)	Overseas shareholders	29.46	488,603,898	-554,000	0	Not known
China Merchants Huajian Highway Investment Co., Ltd.	State-owned legal person shares	24.37	404,191,501	47,278,343	0	Nil
407 combination of the national social security fund	Others	0.24	3,897,965	-3,290,682	0	Not known
Sun Yuehua	The domestic natural person	0.18	2,942,660	Not known	0	Not known
China Construction Bank Co. Limited-Mingsheng add silver dividend return flexible configuration hybrid securities investment funds	Others	0.14	2,336,729	Not known	0	Not known
Xing Jinggui	The domestic natural person	0.13	2,238,000	Not known	0	Not known
Zhang Fengtong	The domestic natural person	0.13	2,080,000	80,000	0	Not known
Shu Xiaodong	The domestic natural person	0.11	1,877,394	0	0	Not known
Yuan Hui	Overseas natural person	0.10	1,645,425	0	0	Not known

**The ten largest shareholders of unrestricted shares of the Company**

<b>Name of shareholders</b>	<b>Number of unrestricted shares</b>	<b>Type and Number of shares</b>
Anhui Expressway Holding Group Company Limited	524,644,220	Renminbi-denominated ordinary shares
HKSCC NOMINEES LIMITED(agent)	488,603,898	Overseas listed foreign shares
China Merchants Huajian Highway Investment Co., Ltd.	404,191,501	Renminbi-denominated ordinary shares
407 combination of the national social security fund	3,897,965	Renminbi-denominated ordinary shares
Sun Yuehua	2,942,660	Renminbi-denominated ordinary shares
China Construction Bank Co. Limited-Mingsheng add silver dividend return flexible configuration hybrid securities investment funds	2,336,729	Renminbi-denominated ordinary shares
Xing Jinggui	2,238,000	Renminbi-denominated ordinary shares
Zhang Fengtong	2,080,000	Renminbi-denominated ordinary shares
Shu Xiaodong	1,877,394	Renminbi-denominated ordinary shares
Yuan Hui	1,645,425	Renminbi-denominated ordinary shares
Explanations of connected relationship between the above-mentioned shareholders and parties acting in concert	There are no connected relationship between the State-owned Shareholders and the State-owned legal person Shareholders in the above chart. The connected relationship amongst other shareholders cannot be ascertained, nor be known whether they belong to parties acting in concert stipulated in "Provisions on Information disclosure Management of Shareholders' Shareholding changes of Listed Companies.	

Note: According to the shareholders' register provided by HKSCC NOMINEES LIMITED, H Shares held by which represented the holding of many clients.



2. *Persons who have interests of short positions disclosable under Divisions 2 and 3 of Part XV of the Securities and Futures Ordinance*

As at 30 June 2014 so far is known to, or can be ascertained after reasonable enquiry by the Directors, the persons who were, directly or indirectly, interested or had short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company and the Hong Kong Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the Securities of Futures Ordinance, or was directly or indirectly, to be interested in 5% or more of the nominal value of the issued share capital carrying rights to vote in all circumstances at general meeting of any member of the Group were set out as follows:

Names	At end of period (shares)	Increase/ Decrease during the reporting period	Type of shares	As a percent of	
				total share capital (%)	Pledged or locked-up
Anhui Expressway Holding Group Company Limited	524,644,220 (L)	687,100	State-owned shares	31.63	No
China Merchants Huajian Highway Investment Co.,Ltd.	404,191,501(L)	47,278,343	State-owned legal person shares	24.37	No

Name	As at the end of the period (shares)	Change during the reporting period	Type of shares	As a percent of	
				H shares capital (%)	Pledged or locked-up
BNP Paribas Jersey Nominee Company Limited	39,548,000 (L)	+39,548,000	H shares	8.02%	Not known
BNP Paribas Jersey Trust Corporation Limited	39,548,000 (L)	+39,548,000	H shares	8.02%	Not known
Cheah Capital Management Limited	39,548,000 (L)	0	H shares	8.02%	Not known
Cheah Cheng Hye	39,548,000 (L)	0	H shares	8.02%	Not known
Cheah Company Limited	39,548,000 (L)	0	H shares	8.02%	Not known
To Hau Yin	39,548,000 (L)	0	H shares	8.02%	Not known
Value Partners Group Limited	39,548,000 (L)	0	H shares	8.02%	Not known
Value Partners High-Dividend Stocks Fund	39,396,000 (L)	-70,000	H shares	7.99%	Not known
JPMorgan Chase & Co.	35,441,500(L) 122,000(S) 34,774,000 (lending pool)	-6,341,352 +122,000 -6,650,800	H shares 0.02% 7.05%	7.18%	Not known

Name	As at the end of the period (shares)	Change during the reporting period	Type of shares	As a percent of H shares capital (%)	Pledged or locked-up
Colonial First State Group Ltd	33,358,000(L)	0	H shares	6.77%	Not known
Colonial Holding Company (No.2) Pty Limited	33,358,000(L)	0	H shares	6.77%	Not known
Colonial Holding Company Pty Ltd.	33,358,000(L)	0	H shares	6.77%	Not known
Colonial Ltd	33,358,000(L)	0	H shares	6.77%	Not known
First State Investment Managers (Asia) Ltd	33,358,000(L)	0	H shares	6.77%	Not known
First State Investments (Bermuda) Ltd	33,358,000(L)	0	H shares	6.77%	Not known
The Colonial Mutual Life Assurance Society Ltd	33,358,000(L)	0	H shares	6.77%	Not known
First State (Hong Kong) LLC	32,166,000(L)	0	H shares	6.52%	Not known
First State Investments (Hong Kong) Limited	30,712,000(L)	0	H shares	6.23%	Not known
First State Investments (Singapore)	30,608,000(L)	0	H shares	6.21%	Not known
First State Investments Holdings (Singapore) Limited	30,608,000(L)	0	H shares	6.21%	Not known

Except as disclosed in this Interim Report, The register maintained in accordance with Part XV, Section 336 of the Securities and Futures Ordinance on 30 June 2014 shows that the Company has never received any information about the interests or short positions in the shares and underlying shares of the Company on 30 June 2014.

### III. Change in Controlling Shareholder and Actual Controller of the Company

During the Reporting Period, there was no change in the controlling shareholders and actual controller of the Company.





#### **IV. Purchase, Sale and Redemption of the Company's Shares**

As of 30 June 2014, the Company did not repurchase any of its listed shares, nor purchase or resold any listed shares of the Company.

#### **V. Pre-emptive Rights**

Neither the Articles of Association of the Company nor the PRC laws require the Company to offer pre-emptive rights to its existing shareholders for subscription of new shares according to the proportion of their shareholdings.

#### **VI. Issue of corporate bonds and listing**

According to the approval document (Zheng Jian Xu Ke No. [2009] 1074) issued by China Securities Regulatory Commission ("CSRC"), the Company successfully issued Corporate Bonds of RMB 2 billion on 17-22 December 2009 through the internet and other ways. The carrying amount of such Bond is RMB100 each. Such Corporate Bonds were issued at par with a term of 5 years, the interest of which is calculated at a fixed simple interest rate of 5% per annum and is payable annually. The principal of the Bond shall be redeemed in full on maturity. According to the approval document (Shang Zheng Zhai Zi No. [2010] 9) issued by the Shanghai Stock Exchange, such Corporate Bonds have been listed in the Shanghai Stock Exchange since 21 January 2010 (Stock Name: "09 Wangtongzhai" ; Stock Code:122039). Details relation to Corporate Bonds see "Issue of Corporate Bonds " in Section XII Major Events.

In April 2014, Zhongchengxin Securities Appraisal Company Limited made follow-up rating on the Company's " 09 Wangtongzhai" , and maintained the credit rating of AAA of Company 's Corporate Bonds, the main credit rating of AA+ and the rating outlook of stable.

**SECTION VII RELATED INFORMATION OF PREFERRED STOCK**

During the reporting period, there is no related information of preferred stock of the Company.



## SECTION VIII DIRECTORS, SUPERVISORS, SENIOR MANAGEMENT AND STAFF

### I. Shareholdings of Directors, Supervisors and Senior Management

During the Reporting Period, there was no change of the shareholdings of directors, supervisors and senior management.

### II. Change in Directors, Supervisors and Senior Management during the reporting period

Name	Position	Change	Reasons of Change
Li Jiezhi	Executive Director	Resign	Personal reason
Sheng Yao	Deputy General Manager	Resign	Work requirement
Liang Bing	Deputy General Manager	Resign	Work requirement

The Twenty-second Meeting of the Sixth board was held on 28 March 2014, at which the application of the resignation of the Director Li Jiezhi as the position of Executive Director, and Member of Strategy Development & Investment Committee due to personal reasons was approved.

The Twenty-fourth Meeting of the Sixth board was held on 27 June 2014, at which the application of the resignation of Mr. Sheng Yao and Mrs. Liang Bing as the Company Deputy General Manager was approved, and the application of the resignation of Mrs. Liang Bing as General Manager of Finance Department was also approved.

As the terms of the Board and the Supervisory Committee of the sixth session have expired on 16 August 2014, the Company has convened the Extraordinary General Meeting on 15 August 2014 (Friday) to elect the Board and supervisory committee. Zhou Renqiang, Li Junjie, Chen Dafeng and Xie Xinyu have been elected as Executive Directors of the Seventh Board; Wu Xinhua and Mengjie have been elected as Non-executive Directors of the Seventh Board; Wu Bin, Yang Mianzhi and Kong Yat Fan has been elected as Independent Non-executive Director of the Seventh Board; Qian Dongsheng and Wang Wenjie have been elected as Supervisors representing the shareholders of the Seventh Supervisory Committee. (Yang Yicong has been elected in the staff members representative meeting as Supervisor representing the staff members in the Seventh Supervisory Committee). The term of the new Directors and supervisors will be for a period of three years which is proposed to commence on 17 August 2014.

The first meeting of the Seventh Board was held on 17 August 2014, at which Mr. Zhou Renqiang was elected as the Chairman of the Board; Mr. Li Junjie and Mr. Wu Xinhua was elected as Deputy Chairmen; Mr. Xie Xinyu and Mr. Mengjie was elected as Deputy General Managers, and Mr. Xie Xinyu would be the acting General Manager carrying out the responsibility of the general operation of the Company; Mrs Han Rong was elected as the Secretary of the Board.

The first meeting of the Seventh Supervisory Committee was held on 17 August 2014, at which Mr. Qian Dongsheng was elected as Chairman of Supervisory Committee.

The Board of Directors shows sincere gratitude to the resigned directors and supervisors for their diligent work.

### III. Interests to be disclosed of Directors, Supervisors and Senior Management

As at 30 June 2014, none of the Directors, Supervisors or their associates of the Company had or was deemed to have any interests or short positions in any shares, or underlying shares or debentures of the Company and any associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance), which were required to be notified to the Company and the Hong Kong Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the Securities and Futures Ordinance (including interests which he was taken) or deemed to have under such provisions of the Securities and Futures Ordinance or which were required, pursuant to section 352 of the Securities and Futures Ordinance, to be entered in the register referred to therein or which were required to be disclosed herein pursuant to the Model Code for Securities Transactions by Directors of Listed Companies and the Takeovers Code.

### IV. Remuneration and training of staff

As at 30 June 2014, the Group employed approximately 2,085 employees (including Main Subsidiaries), which included 1,429 production staff, 125 technicians, 49 financial staff and 482 administrative staff.

The Company carried out the reform of the remuneration system with the introduction of broadband pay system to formulate remuneration sequences according to the different positions, making different classifications according to the characteristics of each sequence. By making close connections among the labor remuneration of employees, post value, accumulated contributions, work performance and many others, it has built multiple channels for career development of employees and pay promotion. Through the establishment of pay promotion standards, the enthusiasm of employees has been mobilized and the incentive effect on the implementation of the remuneration system has been ensured. During the report period, staff salaries are of RMB11240 ten-thousand. The Company strictly complies with the State's social insurance policies. According to the relevant State's stipulation, the Company has arranged the old-age insurance, basic medical insurance, unemployment insurance, injury insurance and child-bearing insurance for the staff.

At the beginning of increasing importance to staff education training, according to the training needs, the Company has made annual training plan and training work points, and carried out all kinds of training in terms of the relevant system and the training plan in order to improve the training level. During the reporting period, in order to meet the needs of practical work and department business functions, the Company has carried out the operation management, engineering, security management, information technology and other kinds of business training, which has enhanced the employees' job skills and professional knowledge level. In the aspect of comprehensive management, the Company has highlighted the pertinence of training, in order to solve the difficult problem in the enterprise reform and development as the focus, combined with the company development situation, held the special training of leading cadres at the theme of capital operation. In the aspect of network learning, in order to encourage employees to learn autonomously, the Company has promoted E-learning online learning, learning system upgrade, new mobile phone, such as a new client and online interactive function optimization of network learning platform.



## **SECTION IX FINANCIAL REPORT**

1. Financial Statement (in accordance with the PRC Accounting Standards)
2. Condensed consolidated interim Financial Information (in accordance with the HK Accounting Standards)

Please refer to Appendix for more details.

**CONDENSED CONSOLIDATED INTERIM BALANCE SHEET**

As at 30 June 2014

(All amounts in Renminbi thousands unless otherwise stated)

	Note	Unaudited 30 June 2014	Audited 31 December 2013
<b>ASSETS</b>			
<b>Non-current assets</b>			
Concession intangible assets	7	9,033,146	9,034,524
Land use rights	7	9,614	9,958
Property, plant and equipment	7	907,746	955,257
Investment property	7	369,262	378,009
Intangible assets	7	2,041	2,490
Investments in an associate		60,672	55,973
Available-for-sale financial assets	8	515,000	515,000
		<b>10,897,481</b>	<b>10,951,211</b>
<b>Current assets</b>			
Inventories		4,116	3,824
Trade and other receivables	9	384,112	440,169
Restricted cash	25	765,000	358,403
Cash and cash equivalents	25	676,136	545,670
		<b>1,829,364</b>	<b>1,348,066</b>
<b>Total assets</b>		<b>12,726,845</b>	<b>12,299,277</b>
<b>EQUITY</b>			
<b>Equity attributable to owners of the Company</b>			
Ordinary share capital	10	1,658,610	1,658,610
Share premium	10	1,415,593	1,415,593
Other reserves	11	115,303	115,991
Retained earnings			
– Proposed final dividend	23	—	364,894
– Others		4,030,342	3,595,708
		<b>7,219,848</b>	<b>7,150,796</b>
<b>Non-controlling interests</b>		<b>766,459</b>	<b>834,213</b>
<b>Total equity</b>		<b>7,986,307</b>	<b>7,985,009</b>

The notes on pages 52 to 79 are an integral part of these condensed consolidated financial statements.



CONDENSED CONSOLIDATED INTERIM BALANCE SHEET (Continued)

As at 30 June 2014

(All amounts in Renminbi thousands unless otherwise stated)

	Note	Unaudited 30 June 2014	Audited 31 December 2013
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Long-term payables	16	722,079	644,328
Borrowings	13	715,010	577,050
Deferred income tax liabilities		128,796	131,827
Deferred income	15	38,367	39,453
		<u>1,604,252</u>	<u>1,392,658</u>
<b>Current liabilities</b>			
Trade and other payables	12	1,070,028	692,036
Current income tax liabilities		34,770	48,809
Provision	14	17,638	17,638
Borrowings	13	2,013,850	2,163,127
		<u>3,136,286</u>	<u>2,921,610</u>
<b>Total liabilities</b>		<u>4,740,538</u>	<u>4,314,268</u>
<b>Total equity and liabilities</b>		<u>12,726,845</u>	<u>12,299,277</u>
<b>Net current liabilities</b>		<u>(1,306,922)</u>	<u>(1,573,544)</u>
<b>Total assets less current liabilities</b>		<u>9,590,559</u>	<u>9,377,667</u>

The notes on pages 52 to 79 are an integral part of these condensed consolidated financial statements.

Approved by the Board of Directors on 22 August 2014.

**CONDENSED CONSOLIDATED INTERIM INCOME STATEMENT**

For the six months ended 30 June 2014

(All amounts in Renminbi thousands unless otherwise stated)

		Unaudited Six months ended 30 June 2014	Unaudited 2013
	Note		
<b>Revenues</b>	18	<b>1,417,406</b>	1,554,058
Cost of sales	19	<u>(760,338)</u>	<u>(882,393)</u>
<b>Gross profit</b>		<b>657,068</b>	671,665
Other gains - net	17	<b>90,148</b>	79,136
Administrative expenses	19	<u>(84,640)</u>	<u>(41,483)</u>
<b>Operating profit</b>		<b>662,576</b>	709,318
Finance costs	20	<u>(87,482)</u>	<u>(66,956)</u>
Share of profit of associates		<u>4,699</u>	<u>3,840</u>
<b>Profit before income tax</b>		<b>579,793</b>	646,202
Income tax expense	21	<u>(142,520)</u>	<u>(142,160)</u>
<b>Profit for the period</b>		<u><b>437,273</b></u>	<u>504,042</u>
<b>Attributable to :</b>			
Owners of the Company		<b>433,946</b>	456,163
Non-controlling interests		<u>3,327</u>	<u>47,879</u>
		<u><b>437,273</b></u>	<u>504,042</u>
<b>Basic and diluted earnings per share from operations attributable to owners of the Company</b>			
(expressed in RMB per share)	22	<u><b>0.2616</b></u>	<u>0.2750</u>
<b>Dividends</b>		<u>—</u>	<u>—</u>

The notes on pages 52 to 79 are an integral part of these condensed consolidated financial statements.





## CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2014

(All amounts in Renminbi thousands unless otherwise stated)

	Unaudited Six months ended 30 June 2014	Unaudited 2013
<b>Profit for the period</b>	<b>437,273</b>	504,042
<b>Other comprehensive income</b>		
Other comprehensive income for the period, net of tax	—	—
<b>Total comprehensive income for the period</b>	<b>437,273</b>	504,042
<b>Total comprehensive income attributable to:</b>		
Owners of the Company	<b>433,946</b>	456,163
Non-controlling interests	<b>3,327</b>	47,879
	<b>437,273</b>	504,042

The notes on pages 52 to 79 are an integral part of these condensed consolidated financial statements.

## CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

As at 30 June 2014

(All amounts in Renminbi thousands unless otherwise stated)

	Attributable to equity holders of the Company			Retained earnings	Non-Controlling Interests	Total
	Ordinary share capital (Note 10)	Share premium (Note 10)	Other reserves (Note 11)			
<b>Balance at 1 January 2013 (audited)</b>	<u>1,658,610</u>	<u>1,415,593</u>	<u>117,367</u>	<u>3,451,806</u>	<u>777,111</u>	<u>7,420,487</u>
<b>Comprehensive income</b>						
Profit for the half-year (unaudited)	—	—	—	456,163	47,879	504,042
Other comprehensive income (unaudited)	—	—	—	—	—	—
<b>Total comprehensive income for the period ended 30 June 2013 (unaudited)</b>	<u>—</u>	<u>—</u>	<u>—</u>	<u>456,163</u>	<u>47,879</u>	<u>504,042</u>
Profit appropriation (unaudited)	—	—	—	—	—	—
Others (unaudited)	—	—	340	(340)	—	—
<b>Transactions with owners</b>						
Dividends relating to 2012 (unaudited)	—	—	—	(331,722)	—	(331,722)
Dividends paid to non-controlling interests of subsidiaries relating to 2012 (unaudited)	—	—	—	—	(62,176)	(62,176)
Non-controlling interests' contributions to the Group (unaudited)	—	—	—	—	7,745	7,745
<b>Balance at 30 June 2013 (unaudited)</b>	<u>1,658,610</u>	<u>1,415,593</u>	<u>117,707</u>	<u>3,575,907</u>	<u>770,559</u>	<u>7,538,376</u>



**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (Continued)**

As at 30 June 2014

(All amounts in Renminbi thousands unless otherwise stated)

	Attributable to equity holders of the Company					Non-Controlling Interests	Total
	Ordinary			Retained			
	share capital (Note 10)	Share premium (Note 10)	Other reserves (Note 11)	earnings			
<b>Balance at 1 January 2014 (audited)</b>	<b>1,658,610</b>	<b>1,415,593</b>	<b>115,991</b>	<b>3,960,602</b>	<b>834,213</b>	<b>7,985,009</b>	
<b>Comprehensive income</b>							
Profit for the half-year (unaudited)	—	—	—	433,946	3,327	437,273	
Other comprehensive income (unaudited)	—	—	—	—	—	—	
<b>Total comprehensive income for the period ended 30 June 2014 (unaudited)</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>433,946</b>	<b>3,327</b>	<b>437,273</b>	
Profit appropriation (unaudited)	—	—	—	—	—	—	
Others (unaudited)	—	—	(688)	688	—	—	
<b>Transactions with owners</b>							
Dividends relating to 2013 (unaudited) 23	—	—	—	(364,894)	—	(364,894)	
Dividends paid to non-controlling interests of subsidiaries relating to 2013 (unaudited)	—	—	—	—	(92,175)	(92,175)	
Difference between the carrying amount and undiscounted amount of interest free loan received from a non-controlling interest, net of tax (unaudited)	—	—	—	—	21,094	21,094	
<b>Balance at 30 June 2014 (unaudited)</b>	<b>1,658,610</b>	<b>1,415,593</b>	<b>115,303</b>	<b>4,030,342</b>	<b>766,459</b>	<b>7,986,307</b>	

The notes on pages 52 to 79 are an integral part of these condensed consolidated financial statements.

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

For the six months ended 30 June 2014

(All amounts in Renminbi thousands unless otherwise stated)

	Note	Unaudited Six months ended 30 June 2014	Unaudited 2013
<b>Cash flows from operating activities</b>			
Cash generated from operations		552,889	304,170
Interest paid		(30,021)	(17,325)
Income tax paid		(166,621)	(136,272)
<b>Net cash generated from operating activities</b>		<b>356,247</b>	<b>150,573</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(583)	(5,143)
Net increase in restricted cash		(406,597)	(88,048)
Net decrease in financial products		30,000	—
Proceeds from sales of property, plant and equipment		259	—
Dividend received	9(c)	106,800	38,999
Interest received		13,736	4,196
<b>Net cash used in investing activities</b>		<b>(256,385)</b>	<b>(49,996)</b>
<b>Cash flows from financing activities</b>			
Proceeds from bank borrowings		251,728	158,048
Repayments of bank borrowings		(161,327)	(65,300)
Proceeds from non-controlling interests' contributions to subsidiaries		—	4,680
Dividends paid to the non-controlling interests		(60,562)	(44,530)
Dividends paid to the Company's shareholders		—	(331,722)
<b>Net cash generated from/(used in) financing activities</b>		<b>29,839</b>	<b>(278,824)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>			
Cash and cash equivalent at beginning of the period		545,670	762,838
Exchange gains/(losses) on cash and cash equivalents		765	248
<b>Cash and cash equivalents at end of the period</b>	25	<b>676,136</b>	<b>584,839</b>

The notes on pages 52 to 79 are an integral part of these condensed consolidated financial statements.



## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

For the six months ended 30 June 2014

(All amounts in Renminbi thousands unless otherwise stated)

### 1 General information

Anhui Expressway Company Limited (the "Company") was incorporated in the People's Republic of China ("PRC") on 15th August 1996 as a joint stock limited company. The Company and its subsidiaries (the "Group") are principally engaged in the construction, operation, management and development of the toll roads and associated service sections in the Anhui Province. Besides, the Group has commenced to operate pawn business since 2012.

The Company's H shares and A shares have been listed on the Stock Exchange of Hong Kong Limited and the Shanghai Stock Exchange since November 1996 and January 2003 respectively. The address of its registered office is No. 520, West Wangjiang Road, Hefei, Anhui, PRC.

As at 30 June 2014, the Group's toll roads and concession period granted are shown as follows:

<b>Toll road</b>	<b>Length kilometres</b>	<b>Concession periods granted</b>
Hening Expressway	134	From 16 August 1996 to 15 August 2026
National Trunk 205 Tianchang Section	30	From 1 January 1997 to 31 December 2026
Xuanguang Expressway	67	From 1 January 1999 to 31 December 2028
Gaojie Expressway	110	From 1 October 1999 to 30 September 2029
Lianhuo Expressway Anhui Section	54	From 1 January 2003 to 30 June 2032
Xuanguang Expressway Nanhuan Section	17	From 1 September 2003 to 31 December 2028
Ninghuai Expressway Tianchang Section	14	From 18 December 2006 to 17 June 2032
Guangci Expressway	14	From 29 July 2004 to 29 July 2029
Ningxuanhang Expressway Anhui Section	122	Under construction as at 30 June 2014*

\* As at 30 June 2014, the section of Xuancheng to Ningguo of Ningxuanhang Expressway Anhui Section is officially opened to traffic. The length of toll road is 46 kilometres and the temporary granted concession period is 5 years starting from 8 September 2013. The formal granted concession period for Ningxuanhang Expressway Anhui Section will be determined according to future assessment and relevant provisions. The remaining road section is still under construction.

The condensed consolidated interim financial information is presented in Renminbi thousands, unless otherwise stated. This condensed consolidated interim financial information was approved for issue on 22 August 2014.

This condensed consolidated interim financial information has not been audited.

## 2 Basis of preparation

This condensed consolidated interim financial information for the six months ended 30 June 2014 has been prepared in accordance with HKAS 34, 'Interim financial reporting'. The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2013, which have been prepared in accordance with HKFRSs.

## 3 Accounting policies

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2013, as described in those annual financial statements.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

### (a) Amendments and interpretations to existing standards effective for accounting period beginning on or after 1 January 2014 have been adopted by the Group in 2014:

- Amendment to HKAS 32 "Financial instruments: Presentation - Offsetting financial assets and financial liabilities" is to the application guidance in HKAS 32 "Financial instruments: Presentation", and clarify some of the requirements for offsetting financial assets and financial liabilities on the balance sheet. The adoption of this amendment has no material impact on the unaudited condensed consolidated interim financial information;
- Amendments to HKFRS 10, 12 and HKAS 27 "Consolidation for investment entities" give an exception to entities that meet an "investment entity" definition and which display particular characteristics. Changes have also been made HKFRS 12 to introduce disclosures that an investment entity needs to make. The adoption of this amendment has no material impact on the unaudited condensed consolidated interim financial information;
- Amendment to HKAS 36 "Impairment of assets" on recoverable amount disclosures. This amendment addresses the disclosure of information about the recoverable amount of impaired assets if that amount is based on fair value less costs of disposal. The adoption of this amendment has no material impact on the unaudited condensed consolidated interim financial information;
- HK(IFRIC) 21 "Levies" is an interpretation of HKAS 37, "Provisions, contingent liabilities and contingent assets". HKAS 37 sets out criteria for the recognition of a liability, one of which is the requirement for the entity to have a present obligation as a result of a past event (known as an obligating event). The interpretation clarifies that the obligating event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment of the levy. The adoption of this amendment has no material impact on the unaudited condensed consolidated interim financial information.



### 3 Accounting policies (Continued)

**(b) Amendment to existing standard effective for the accounting period beginning on or after 1 January 2014 but not relevant to the Group:**

- Amendment to HKAS 39 "Financial Instruments: Recognition and Measurement" - "Novation of derivatives".

**(c) New standards and amendments to existing standards that have been issued but are not effective for the accounting period beginning 1 January 2014 and have not been early adopted by the Group:**

- Amendment to HKAS 19 "Employee benefits" on defined benefit plans, effective for the accounting period beginning on or after 1 July 2014;
- Annual improvements 2012, effective for the accounting period beginning on or after 1 July 2014;
- Annual improvements 2013, effective for the accounting period beginning on or after 1 July 2014;
- HKFRS 14 "Regulatory Deferral Accounts", effective for the accounting period beginning on or after 1 January 2016;
- Amendment to HKFRS 11 on accounting for acquisitions of interests in joint operation, effective for the accounting period beginning on or after 1 January 2016;
- Amendments to HKAS 16 and HKAS 38 on clarification of acceptable methods of depreciation and amortisation, effective for the accounting period beginning on or after 1 January 2016;
- HKFRS 15 "Revenue from contracts with customers", effective for the accounting period beginning on or after 1 January 2017;
- HKFRS 9 "Financial Instruments", effective for the accounting period beginning on or after 1 January 2018.

There are no other HKFRSs or HKASs or HK(IFRIC) interpretations that are not yet effective that would be expected to have a material impact on the Group.

### 4 Estimates

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements for the year ended 31 December 2013.

## 5 Financial risk management

### (a) Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk and cash flow interest rate risk), credit risk and liquidity risk.

The interim condensed consolidated financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2013.

There have been no changes in the risk management department since year end or in any risk management policies.

### (b) Fair value estimation

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

In the six months ended 30 June 2014, there was no transfer between levels of the fair value hierarchy used in measuring the fair value of financial instruments.

In the six months ended 30 June 2014, there were no significant changes in the business or economic circumstances that affect the fair value of the Group's financial assets and financial liabilities.

In the six months ended 30 June 2014, there were no reclassifications of financial assets.





## 6 Segment information

The strategic steering committee is the Group's chief operating decision-maker. Management has determined the operating segments based on the information reviewed by the strategic steering committee for the purposes of allocating resources and assessing performance.

The strategic steering committee considers the business from a service perspective, and assesses the performance of the business segment based on profit before income tax, which is consistent with that in the income statement.

The amount provided to the strategic steering committee with respect to total assets is measured in a manner consistent with that of the balance sheet. These assets are allocated based on the operation of segments.

The amount provided to the strategic steering committee with respect to total liabilities is measured in a manner consistent with that of the balance sheet. These liabilities are allocated based on the operation of segments.

The Group's operations are mainly organized under the following business segments:

- Toll roads services, including construction, operation, management and development of toll roads; and
- Pawn services, including pawn loan services.

### (a) Revenue

There is no transaction between segments. The revenue from external parties reported to the strategic steering committee is measured in a manner consistent with that in the income statement.

The revenue of the Group for the six months ended 30 June 2014 and 2013 are set out as follows:

	<b>For the six months ended</b>	
	<b>30 June 2014</b>	30 June 2013
	<b>(unaudited)</b>	(unaudited)
Toll roads services	<b>1,399,292</b>	1,526,583
Pawn services	<b>18,114</b>	27,475
	<b><u>1,417,406</u></b>	<u>1,554,058</u>

## 6 Segment information (Continued)

### (b) Segment information

The segment information provided to the strategic steering committee for the reportable segments for the six months ended 30 June 2014 is as follows:

	For the six months ended 30 June 2014 (unaudited)		
	Toll roads services	Pawn services	Total
<b>Revenue</b>			
Segment revenue	1,399,292	18,114	1,417,406
Inter-segment sales	—	—	—
Revenue from external customers	<u>1,399,292</u>	<u>18,114</u>	<u>1,417,406</u>
<b>Results</b>			
Segment gross profit	<u>640,179</u>	<u>16,889</u>	<u>657,068</u>
Other gains - net	89,848	300	90,148
Administrative expenses	(49,516)	(35,124)	(84,640)
Finance costs	(87,482)	—	(87,482)
Share of profits of associates	<u>4,699</u>	<u>—</u>	<u>4,699</u>
Profit before income tax	<u><u>597,728</u></u>	<u><u>(17,935)</u></u>	<u><u>579,793</u></u>
<b>Other information</b>			
Amortisation of concession intangible assets	253,910	—	253,910
Depreciation of property, plant and equipment	50,541	63	50,604
Depreciation of investment property	8,724	—	8,724
Amortisation of land use rights	344	—	344
Amortisation of intangible assets	<u>449</u>	<u>—</u>	<u>449</u>
<b>As at 30 June 2014 (unaudited)</b>			
	Toll roads services	Pawn services	Total
Total assets	<u>12,522,002</u>	<u>204,843</u>	<u>12,726,845</u>
Total liabilities	<u>4,737,816</u>	<u>2,722</u>	<u>4,740,538</u>



6 Segment information (Continued)

(b) Segment information (Continued)

The segment information provided to the strategic steering committee for the reportable segments for the six months ended 30 June 2013 is as follows:

	For the six months ended 30 June 2013 (unaudited)		
	Toll roads services	Pawn services	Total
<b>Revenue</b>			
Segment revenue	1,526,583	27,475	1,554,058
Inter-segment sales	—	—	—
Revenue from external customers	<u>1,526,583</u>	<u>27,475</u>	<u>1,554,058</u>
<b>Results</b>			
Segment gross profit	<u>645,785</u>	<u>25,880</u>	<u>671,665</u>
Other gains - net	79,054	82	79,136
Administrative expenses	(36,244)	(5,239)	(41,483)
Finance costs	(66,956)	—	(66,956)
Share of profits of associates	<u>3,840</u>	<u>—</u>	<u>3,840</u>
Profit before income tax	<u><u>625,479</u></u>	<u><u>20,723</u></u>	<u><u>646,202</u></u>
<b>Other information</b>			
Amortisation of concession intangible assets	227,574	—	227,574
Depreciation of property, plant and equipment	38,591	57	38,648
Depreciation of investment property	7,378	—	7,378
Amortisation of land use rights	344	—	344
Amortisation of intangible assets	<u>441</u>	<u>—</u>	<u>441</u>

	As at 30 June 2013 (unaudited)		
	Toll roads services	Pawn services	Total
Total assets	<u>11,395,718</u>	<u>236,196</u>	<u>11,631,914</u>
Total liabilities	<u>4,090,619</u>	<u>2,920</u>	<u>4,093,539</u>

(c) Geographical segments

The Group is domiciled in Anhui Province, the PRC. The result of its revenue is from Anhui Province, the PRC. As at 30 June 2014 and 31 December 2013, total assets of the Group are located in the PRC.

## 7 Capital Expenditures

	Concession intangible assets	Intangible assets	Property, plant and equipment	Investment property	Land use rights
<b>Six months ended 30 June 2013</b>					
Opening net book amount as					
at 1 January 2013 (audited)	8,847,086	2,526	691,841	326,104	10,644
Additions	428,367	—	8,486	—	—
Disposals	—	—	(7)	—	—
Depreciation/amortization (Note 19)	(227,574)	(441)	(38,648)	(7,378)	(344)
Closing net book amount as					
at 30 June 2013 (unaudited)	<u>9,047,879</u>	<u>2,085</u>	<u>661,672</u>	<u>318,726</u>	<u>10,300</u>
<b>Six months ended 30 June 2014</b>					
Opening net book amount as					
at 1 January 2014 (audited)	<b>9,034,524</b>	<b>2,490</b>	<b>955,257</b>	<b>378,009</b>	<b>9,958</b>
Additions	<b>252,532</b>	—	<b>3,493</b>	—	—
Disposals	—	—	<b>(400)</b>	<b>(23)</b>	—
Depreciation/amortization (Note 19)	<b>(253,910)</b>	<b>(449)</b>	<b>(50,604)</b>	<b>(8,724)</b>	<b>(344)</b>
Closing net book amount as					
at 30 June 2014 (unaudited)	<u><b>9,033,146</b></u>	<u><b>2,041</b></u>	<u><b>907,746</b></u>	<u><b>369,262</b></u>	<u><b>9,614</b></u>

As of 30 June 2014 and 2013, the toll roads under the Service Concessions and their respective concession periods granted are disclosed in Note 1.

Borrowing costs of RMB 12,927 thousand have been capitalized in the six months ended 30 June 2014 at an average interest rate of 5.631% (same period of 2013: RMB 18,465 thousand; 6.319%).

As at 30 June 2014, concession intangible assets with a carrying amount of approximately RMB 236,528 thousand (a cost of RMB 353,589 thousand) (31 December 2013: a carrying amount of RMB 244,369 thousand and a cost of RMB 353,589 thousand) have been pledged as collateral for bank borrowings of RMB 45,400 thousand (31 December 2013: RMB 45,400 thousand) (Note 13 (b)).

## 8 Available-for-sale financial assets

	Equity interest in unlisted companies		
	AXFG	WTMC	Total
Opening balances (audited)	500,000	15,000	515,000
Additions (unaudited)	—	—	—
Closing balances (unaudited)	<u>500,000</u>	<u>15,000</u>	<u>515,000</u>

Available-for-sale financial assets represented 16.67% equity interest in Anhui Xin'an Financial Group Co., Ltd. ("安徽新安金融集團股份有限公司", "AXFG") and 10% equity interest in Hefei Wan Tong Microcredit Co., Ltd. ("合肥市皖通小額貸款有限公司", "WTMC").

The available-for-sale financial assets did not have quoted market price in an active market and their fair values could not be reliably measured. As a result, these investments were carried at cost and were subject to review for impairment. At 30 June 2014, the Group performed an impairment review for these available-for-sale financial assets. No impairment existed for these available-for-sale financial assets.

## 9 Trade and other receivables

	30 June 2014 (unaudited)	31 December 2013 (audited)
Pawn loans to customers (a)	210,554	199,104
Financial products	100,000	130,000
Toll roll income receivable(b)	82,049	67,632
Dividends receivable (c)	—	35,000
Interests receivable	7,482	4,002
Others	30,945	17,459
	<u>431,030</u>	<u>453,197</u>
Less: Provision for impairment (a)	<u>(46,918)</u>	<u>(13,028)</u>
	<u>384,112</u>	<u>440,169</u>

9 Trade and other receivables (Continued)

(a) Pawn loans to customers

At 30 June 2014 and 31 December 2013, the analysis of pawn loans to customers as follows:

	<b>30 June 2014</b> <b>(unaudited)</b>	31 December 2013 (audited)
Pawn loans to customers		
– Principle	<b>210,554</b>	199,104
– interest	—	—
	<u><b>210,554</b></u>	<u>199,104</u>
Less: Impairment allowances		
– Individually assessed	<b>(46,350)</b>	(11,100)
– Collectively assessed	<b>(568)</b>	(1,928)
	<u><b>(46,918)</b></u>	<u>(13,028)</u>
Pawn loans to customers, net	<u><b>163,636</b></u>	<u>186,076</u>

Pawn loans to customers are arising from the Group's pawn loans business. The loan periods granted to customers vary from one to six months in the six months ended 30 June 2014.

Reconciliation of allowance account for losses on pawn loans to customers as follows:

	<b>For the six months ended</b>	
	<b>30 June 2014</b>	30 June 2013
Collectively assessed -		
At beginning of the period (audited)	<b>(13,028)</b>	(1,780)
Impairment losses recognized (unaudited)	<b>(33,890)</b>	(3,360)
	<u><b>(46,918)</b></u>	<u>(5,140)</u>



## 9 Trade and other receivables (Continued)

- (b) As at 30 June 2014, toll roads income receivables mainly represented receivable from Anhui Expressway Network Operations Co., Ltd. (“安徽高速公路聯網運營有限公司”, the toll settlement centre of Anhui Province) of RMB 81,120 thousand (31 December 2013: RMB 66,183 thousand) for uncollected toll roads income.
- (c) AXFG declared a cash dividend of RMB 70,000 thousand and paid dividends of RMB 105,000 thousand to the Company; WTMC declared and paid a cash dividend of RMB 1,800 thousand to the Company.

At 30 June 2014 and 31 December 2013, the ageing analysis of the trade and other receivables as follows:

	<b>30 June 2014</b> <b>(unaudited)</b>	31 December 2013 (audited)
Up to 1 year	<b>377,580</b>	430,943
1 to 2 years	<b>48,310</b>	21,952
2 to 3 years	<b>4,837</b>	201
Over 3 years	<b>303</b>	101
	<b>431,030</b>	453,197

As at 30 June 2014 and 31 December 2013, all trade and other receivables balances were denominated in RMB. Except for pawn loans to customers which are analyzed in Note (a), all trade and other receivables balances were fully performing.

## 10 Share capital and share premium

	<b>Number of shares (thousands)</b>	<b>Ordinary share capital</b>	<b>Share premium</b>	<b>Total</b>
At 1 January 2013 (audited)	1,658,610	1,658,610	1,415,593	3,074,203
Changes in the period (unaudited)	—	—	—	—
At 30 June 2013 (unaudited)	<u>1,658,610</u>	<u>1,658,610</u>	<u>1,415,593</u>	<u>3,074,203</u>
At 1 January 2014 (audited)	<b>1,658,610</b>	<b>1,658,610</b>	<b>1,415,593</b>	<b>3,074,203</b>
Changes in the period (unaudited)	—	—	—	—
At 30 June 2014 (unaudited)	<u><b>1,658,610</b></u>	<u><b>1,658,610</b></u>	<u><b>1,415,593</b></u>	<u><b>3,074,203</b></u>

The total authorized number of ordinary shares is 1,658,610,000 shares with a par value of RMB 1 per share. All issued shares are fully paid.

Share premium is the amount by which the fair value of the consideration received exceeds the nominal value of shares issued, net of transaction cost.

## 11 Other reserves

	Capital Surplus	Statutory Surplus Reserve Fund	Discretionary Surplus Reserve Fund	Enterprise Safety Fund	Merge Reserve (a)	Excess of the consideration over carrying amount of the minority interests acquired	Total
Balance at 1 January 2013 (audited)	2,243	955,881	658	55,063	(186,362)	(710,116)	117,367
Utilization to Enterprise Safety Fund	—	—	—	340	—	—	340
Balance at 30 June 2013 (unaudited)	<u>2,243</u>	<u>955,881</u>	<u>658</u>	<u>55,403</u>	<u>(186,362)</u>	<u>(710,116)</u>	<u>117,707</u>
Balance at 1 January 2014 (audited)	<b>2,243</b>	<b>955,881</b>	<b>658</b>	<b>53,687</b>	<b>(186,362)</b>	<b>(710,116)</b>	<b>115,991</b>
Appropriation of Enterprise Safety Fund (unaudited)	—	—	—	(688)	—	—	(688)
Balance at 30 June 2014 (unaudited)	<u><b>2,243</b></u>	<u><b>955,881</b></u>	<u><b>658</b></u>	<u><b>52,999</b></u>	<u><b>(186,362)</b></u>	<u><b>(710,116)</b></u>	<u><b>115,303</b></u>

- (a) The merge reserve as of 30 June 2014 represented the excess of consideration over the Company's share of paid-in capital of Xuancheng Guangci Expressway Co., Ltd. ("宣城市廣祠高速公路有限責任公司", "Guangci") acquired under common control.

The Company's share of paid-in capital of Guangci	<b>28,968</b>
Less: consideration paid to the then equity owner for acquisition of Guangci under common control	<u><b>(215,330)</b></u>
Merge reserve	<u><b>(186,362)</b></u>





## 12 Trade and other payables

	30 June 2014 (unaudited)	31 December 2013 (audited)
Dividends payable	403,466	6,959
Payables on acquisition of concession intangible assets	394,753	481,089
Deposit for construction projects	93,212	94,186
Staff salaries and welfare	54,725	27,659
Interests payable	53,724	3,034
Current portion of long-term payables (Note 16)	46,617	31,078
Other taxation payables	12,757	12,913
Toll road income received on behalf of other entities	9,430	15,117
Payables on repair and maintenance projects	784	2,234
Others	560	17,767
	<u>1,070,028</u>	<u>692,036</u>

As at 30 June 2014, trade and other payables of RMB 132,918 thousand were aged over one year (31 December 2013: RMB 175,010 thousand). These payables were mainly for construction projects and will be settled after project is completed.

As at 30 June 2014 and 31 December 2013, all trade and other payables were denominated in RMB.

## 13 Borrowings

	30 June 2014		31 December 2013	
	Interest rate per annum (unaudited)	Amount	Interest rate per annum (audited)	Amount
<b>Non-current</b>				
Long-term bank borrowings denominated in RMB - secured				
– Pledged (b)	5.760%-6.400%	34,050	5.760%-6.400%	34,050
– Guaranteed (c)	5.895%-6.550%	502,864	6.40%-7.05%	362,000
Long-term bank borrowings denominated in RMB				
– unsecured (c)	6.345%	178,096	5.90%-6.35%	181,000
		<u>715,010</u>		<u>577,050</u>
<b>Current</b>				
Corporate bonds denominated in RMB (a)	5.00%	1,996,865	5.00%	1,993,729
Short-term bank borrowings denominated in RMB - unsecured	—	—	4.62%	70,000
Short-term bank borrowings denominated in HKD - secured				
– Pledged	—	—	1.60%	88,048
Current portion of long-term bank borrowings denominated in RMB - secured				
– Pledged (b)	5.760%-6.400%	11,350	5.760%-6.400%	11,350
– Guaranteed (c)	5.895%-6.550%	3,630	—	—
Long-term bank borrowings denominated in RMB				
– unsecured (c)	5.895%-6.345%	2,005	—	—
		<u>2,013,850</u>		<u>2,163,127</u>
<b>Total borrowings</b>		<u><u>2,728,860</u></u>		<u><u>2,740,177</u></u>

### 13 Borrowings (Continued)

- (a) As approved by the China Securities Regulatory Commission on 28 August 2009, the Company issued corporate bonds of RMB 2,000,000 thousand for a term of 5 years, bearing interest at 5% per annum on 17 December 2009. Interest is payable annually and the principal is repayable in full upon maturity. The full amount of principal and interest of the bonds is unconditionally and irrevocably guaranteed by Anhui Expressway Holding Co., Ltd. (“安徽省高速公路控股集團有限公司”, “AEHC”, parent company of the Company).
- (b) The bank borrowings of RMB 45,400 thousand were pledged by service concession arrangements of Guangci Expressway as at 30 June 2014 (31 December 2013: RMB 45,400 thousand) (Note 9).
- (c) The bank borrowings of RMB 152,000 thousand were guaranteed by Xuancheng Communication Investment Co., Ltd. (“宣城市交通投資有限公司”, “XCIC”, formerly named “Xuancheng Highway Management Company”), a non-controlling interest of subsidiaries; RMB 354,494 thousand were guaranteed by the AEHC and RMB 180,101 thousand were guaranteed by the Company as at 30 June 2014 (31 December 2013: RMB 152,000 thousand were guaranteed by XCIC; RMB 210,000 thousand were guaranteed by the AEHC; and RMB 181,000 thousand were guaranteed by the Company).

At 30 June 2014 and 31 December 2013, the Group's borrowings are repayable as follows:

	Bank borrowings		Corporate bonds	
	30 June 2014 (unaudited)	31 December 2013 (audited)	30 June 2014 (unaudited)	31 December 2013 (audited)
Within 1 year	16,986	169,398	1,996,865	1,993,729
Between 1 and 2 years	44,407	34,050	—	—
Between 2 and 5 years	93,064	—	—	—
Over 5 years	577,538	543,000	—	—
	<b>731,995</b>	<b>746,448</b>	<b>1,996,865</b>	<b>1,993,729</b>

As at 30 June 2014, the fair value of corporate bonds was RMB 1,997,600 thousand according to price in bond market. The carrying amounts of other borrowings approximate their fair value, as the impact of discounting of carrying amounts to their fair value is not significant.

The Group has the following un-drawn borrowing facilities at the balance sheet date:

	30 June 2014 (unaudited)	31 December 2013 (audited)
Expiring within one year	<b>2,127,754</b>	<b>2,657,899</b>

14 Provision

	Maintenance/ resurfacing obligation
Balance at 1 January 2014 (audited)	17,638
Additions (unaudited)	35,013
Utilization of Provision (unaudited)	<u>(35,013)</u>
Balance at 30 June 2014 (unaudited)	<u><u>17,638</u></u>

15 Deferred income

	30 June 2014 (unaudited)	31 December 2013 (audited)
Government grants	<u>38,367</u>	<u>39,453</u>

Deferred income represents government grants relating to assets and is amortized over 25 years.



## 16 Long-term payables

The carrying amounts and fair values of long-term payables are as follows:

	Carrying Amounts		Fair values	
	30 June 2014 (unaudited)	31 December 2013 (audited)	30 June 2014 (unaudited)	31 December 2013 (audited)
Long-term payables to XCIC (a)	357,348	347,164	349,904	339,161
Long-term payables to AEHC (b)	411,348	328,242	412,605	329,585
Less: Current portion of long-term payables	(46,617)	(31,078)	(46,106)	(30,927)
	<u>722,079</u>	<u>644,328</u>	<u>716,403</u>	<u>637,819</u>

- (a) Long-term payables to XCIC represents XCIC's share of total investment in Xuan Guang Expressway Company Limited ("宣廣高速公路有限責任公司", "Xuan Guang") and Anhui Ningxuanhang Expressway Investment Company Limited ("安徽寧宣杭高速公路投資有限公司", "Ningxuanhang") in excess of XCIC's equity contribution in Xuan Guang and Ningxuanhang. This amount is non-guaranteed. As of 30 June 2014, the balances represented interest-free loans of RMB 526,181 thousand.
- (b) Long-term payables to AEHC represents AEHC's share of total investment in Ningxuanhang in excess of AEHC's equity contribution in Ningxuanhang. This amount is non-guaranteed. As of 30 June 2014, the balances represented interest-free loans of RMB 433,747 thousand and interesting bearing loans of RMB 234,290 thousand.

As at 30 June 2014, the undiscounted amount of long-term payables to XCIC was RMB 526,181 thousand (31 December 2013: RMB 519,018 thousand) and to AEHC was RMB 668,037 thousand (31 December 2013: RMB 570,347 thousand).

The fair values of long-term payables are based on cash flows discounted using 6.55%, the annual interest rate published by the People's Bank of China for long-term bank loans as at 30 June 2014 (31 December 2013: 6.55%).

## 17 Other gains – net

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
Dividend income from an unlisted company (Note 9(c))	71,800	73,999
Interest income	17,466	4,196
Amortization of government grants relating to assets	1,086	1,086
Loss from disposal on property, plant and equipment	(163)	(7)
Others	(41)	(138)
	<u>90,148</u>	<u>79,136</u>

## 18 Revenue

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
Toll roads income, rental income and others	1,146,760	1,098,216
Revenue from construction or upgrade work under Service Concessions	252,532	428,367
Interest income from pawn loans to customers	18,114	27,475
	<u>1,417,406</u>	<u>1,554,058</u>

## 19 Expenses by nature

Expenses included in cost of sales and administrative expenses are analyzed as follows:

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
Depreciation and amortization expenses (Note 7)	314,031	274,385
Costs payable to vendors for construction or upgrade work under the Service Concessions	252,532	428,367
Employee benefit expenses	112,396	106,983
Repair and maintenance expenses	67,073	58,343
Tax related to revenues	42,354	40,093
Impairment for pawn loans to customers	33,890	3,360
Others	22,702	12,345
	<u>844,978</u>	<u>923,876</u>



## 20 Finance costs

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
Interest expense on:		
– corporate bonds	53,135	52,977
– bank borrowings	19,857	4,837
– amortization of long-term payables	14,490	9,142
	<u>87,482</u>	<u>66,956</u>

## 21 Income tax expense

### (a) Hong Kong profits tax

There were no Hong Kong profits tax liabilities as the Group did not earn any income assessable to Hong Kong profits tax.

### (b) PRC Corporate Income Tax ("CIT")

The Company and its subsidiaries, associated companies determine and pay the PRC Corporate Income Tax ("CIT") in accordance with the CIT Law as approved by the National People's Congress on 16 March 2007. Under the CIT Law, the CIT rate applicable to the Company and its subsidiaries, associated companies is 25%.

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
Current income tax	152,582	142,720
Deferred income tax	(10,062)	(560)
	<u>142,520</u>	<u>142,160</u>

### (c) Withholding tax ("WHT") for dividend paid to foreign investors

According to the new CIT law and the detailed implementation regulations, foreign shareholders are subject to a 10% WHT for the dividend repatriated by the Company starting from January 1, 2008. According to Cai Shui [2008] Circular 1 jointly issued by the Ministry of Finance and the State Administration of Taxation on 22 February 2008, where the Company declares dividend in 2008 and beyond out of the cumulative retained earnings as of 31 December 2007 (i.e. 2007 retained earnings), such dividends earned by the foreign shareholders are exempted from WHT. For dividend which arises from the Company's profit earned after 1 January 2008, WHT is levied on the foreign institute shareholders.

## 22 Earnings per share

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period. No diluted earnings per share is presented, as the Company has no dilutive potential shares.

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
Profit attributable to equity holders of the Company	433,946	456,163
Weighted average number of ordinary shares in issue (thousands)	1,658,610	1,658,610
Basic earnings per share (expressed in RMB per share)	<u>0.2616</u>	<u>0.2750</u>

## 23 Dividends

The final dividend in respect of 2013 of RMB 0.22 per share, amounting to a total dividend of RMB 364,894 thousand was approved at the Annual General Meeting in May 2014.

The directors did not recommend the payment of a dividend in respect of the six months ended 30 June 2014 (same period of 2013: nil).

## 24 Commitments

### (a) Capital commitments

Capital expenditure at the balance sheet date but not yet incurred is as follows:

	30 June 2014 (unaudited)	31 December 2013 (audited)
Concession intangible assets		
– Contracted but not provided for	<u>421,289</u>	<u>582,499</u>





25 Cash and cash equivalents and restricted cash

	<b>30 June 2014</b> <b>(unaudited)</b>	30 June 2013 (unaudited)
Cash at bank and on hand	<b>1,441,136</b>	672,887
Less: restricted cash	<b>(765,000)</b>	(88,048)
Cash and cash equivalents at end of the period	<b><u>676,136</u></b>	<u>584,839</u>

As at 30 June 2014, a fixed deposit of RMB 765,000 thousand was restricted.

26 Related party transactions

(a) *Name of related party and relationship*

The Company's parent company is AEHC, a state-owned enterprise established in Anhui Province, the PRC, and is controlled by PRC government. It owns a significant portion of the expressway assets in Anhui Province.

In accordance with HKAS 24 (Revised), "Related Party Disclosures", government related entities and their subsidiaries, directly or indirectly controlled, jointly controlled or significantly influenced by the PRC government are defined as related parties of the Group. On that basis, related parties include AEHC and its subsidiaries (other than the Group), other government-related entities and their subsidiaries, other entities and corporations in which the Company is able to control or exercise significant influence and key management personnel of the Company and AEHC as well as their close family members.

## 26 Related party transactions (Continued)

## (a) Name of related party and relationship (Continued)

Name	Relationship with the Group
AEHC	Parent company
XCIC	Non-controlling interest of Xuan Guang, Ningxuanhang and Guangci
Anhui Expressway Advertisement Co., Ltd. ("安徽高速傳媒有限公司", "AEAC")	Associate
WTMC	Subsidiary of AEHC
Anhui Yida Toll Road Service Sector Management Co., Ltd. ("安徽省驛達高速公路服務區經營管理有限公司", "YTMC")	Subsidiary of AEHC
Anlian Expressway Co., Ltd. ("安徽安聯高速公路有限公司", "ALEC")	Subsidiary of AEHC
Anhui Fuzhou Expressway Co., Ltd. ("安徽省阜周高速公路有限公司", "AFEC")	Subsidiary of AEHC
Anhui Wuyan Expressway Co., Ltd. ("安徽省蕪雁高速公路有限公司", "AWEC")	Subsidiary of AEHC
Anhui Expressway Petrochemical Co., Ltd. ("安徽省高速石化有限公司", "AEPC")	Subsidiary of AEHC
Anhui Expressway Project Management Co., Ltd. ("安徽省高等級公路工程監理有限公司", "AEPMC")	Subsidiary of AEHC
Anhui Modern Transportation Facilities Co., Ltd. ("安徽省現代交通設施工程有限公司", "MTFC")	Subsidiary of AEHC
Anhui Expressway Experiment Research Centre ("安徽省高速公路試驗檢測科研中心", "AERC")	Subsidiary of AEHC
Hefei Bangning Property Management Company ("合肥市邦寧物業管理有限公司", "BNMC")	Subsidiary of AEHC
Anhui Expressway Construction Headquarter ("安徽省高等級公路建設指揮部", "AECH")	Subsidiary of AEHC
Anhui Expressway Finance Lease Co., Ltd. ("安徽高速融資租賃有限公司", "AWFC")	Subsidiary of AEHC
Anhui New Tongji Expressway Project Experiment Co., Ltd. ("安徽新同濟公路工程試驗檢測有限公司", "ATPEC")	Subsidiary of AEHC
China Merchants Hua Jian Highway Investment Co., Ltd. ("招商局華建公路投資有限公司", "HJHI")	Shareholder of the Company



26 Related party transactions (Continued)

(b) Related party transactions

(i) Service income from management of toll roads

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
ALEC	1,247	734
AFEC	501	501
AWEC	169	—
AEHC	—	11,143
	<u>1,917</u>	<u>12,378</u>

(ii) Rental income

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
AEPC	13,178	13,135
YTMC	5,537	4,988
AEHC	1,167	997
AECH	954	938
AEAC	368	361
MTFC	326	292
ALEC	281	242
AWFC	223	—
WTMC	87	87
BNMC	2	—
	<u>22,123</u>	<u>21,040</u>

26 Related party transactions (Continued)

(b) Related party transactions (Continued)

(iii) Paid and payable for construction, testing service and property management

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
BNMC	1,567	1,839
AERC	1,385	3,110
APEPMC	1,382	601
MTFC	607	19,511
	<u>4,941</u>	<u>25,061</u>

(iv) Interest expenses for interest bearing long-term payables

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
AEHC	6,217	—
XCIC	—	535
	<u>6,217</u>	<u>535</u>

(v) Financing

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
AEHC	97,670	—
XCIC	9,038	4,680
	<u>106,708</u>	<u>4,680</u>



26 Related party transactions (Continued)

(b) Related party transactions (Continued)

(vi) Guarantee received

The full amount of principal and interest of corporate bonds is unconditionally and irrevocably guaranteed by AEHC and (Note 13).

The long-term bank borrowing of RMB 152,000 thousand was guaranteed by XCIC and RMB 354,494 thousand was guaranteed by AEHC (Note 13).

(vii) Transactions with the State-owned Enterprises

	For the six months ended	
	30 June 2014 (unaudited)	30 June 2013 (unaudited)
Toll road construction/upgrade cost paid and payable	178,956	295,642
Borrowings from banks	145,000	70,000
Toll road repair and maintenance cost paid and payable	12,065	19,931
	<u>336,021</u>	<u>385,573</u>

(c) Period-end balances

(i) Trade and other receivables

	30 June 2014	31 December 2013
	(unaudited)	(audited)
AEPC	12,971	87
AFEC	501	—
ALEC	173	—
AWEC	169	—
AECH	142	—
YTMC	104	—
WTMC	9	—
State-owned Enterprises	<u>57,120</u>	<u>199,672</u>
	<u>71,189</u>	<u>199,759</u>

## 26 Related party transactions (Continued)

## (c) Period-end balances (Continued)

## (ii) Trade payables

	30 June 2014 (unaudited)	31 December 2013 (audited)
AEPMC	2,100	5,718
MTFC	1,882	19,739
AERC	1,075	6,750
AEPC	960	1,920
BNMC	914	152
AEAC	85	85
State-owned Enterprises	55,735	121,581
	<u>62,751</u>	<u>155,945</u>

## (iii) Other payables

	30 June 2014 (unaudited)	31 December 2013 (audited)
AEHC	115,827	3,638
HJHI	88,922	—
XCIC	39,174	7,510
AECH	460	—
MTFC	295	30
AEPMC	239	139
ALEC	173	—
YTMC	161	161
AERC	150	100
ATPEC	100	100
WTMC	100	100
AEPC	6	6
AEAC	2	2
State-owned Enterprises	26,699	139,778
	<u>272,308</u>	<u>151,564</u>



## 26 Related party transactions (Continued)

### (c) Period-end balances (Continued)

#### (iv) Long-term payables (including current portion) (Note 16)

	<b>30 June 2014</b> <b>(unaudited)</b>	31 December 2013 (audited)
AEHC	<b>411,348</b>	328,242
XCIC	<b>357,348</b>	347,164
	<b><u>768,696</u></b>	<u>675,406</u>

As at 30 June 2014 and 31 December 2013, amounts due from and due to the related parties as aforementioned, except for long term payables as disclosed in Note 16, mainly arose from the above transactions and payments made by the Group and related parties on behalf of each other. These amounts are unsecured, interest free and are repayable within 1 year.

#### (v) Bank deposits and borrowings with state-owned banks

	<b>30 June 2014</b> <b>(unaudited)</b>	31 December 2013 (audited)
State-owned banks - bank deposits	<b>736,115</b>	502,951
State-owned banks - borrowings	<b>551,894</b>	437,400

## 27 Events after the balance sheet date

Pursuant to the share transfer agreement between the Company and Anhui Railway Construction Investment Fund Co., Ltd. (“安徽省鐵路建設投資基金有限公司”, “ARCI”) dated 2 July 2014, ARCI acquired 300,000 thousand shares of AXFG from the Company at a cash consideration of RMB 339,000 thousand at RMB 1.13 per share. As at the date when the financial information was approved, the consideration of RMB 169,500 thousand had been received by the Company and the rest of the consideration is estimated to be received by the end of 2014.

## 28 Approval on the condensed consolidated interim financial information

The condensed consolidated interim financial information was reviewed by the audit committee of the Company and approved by the Board of Directors on 22 August 2014.

## SECTION X DOCUMENTS AVAILABLE FOR INSPECTION

## I. Including the following documents:

1. The original copy of the Interim Report signed by the Chairman;
2. The accountant's report, signed by the legal representative, accountant director in charge of accounting, and accounting director and stamped with corporate seal;
3. The original copies of corporate documents and announcements published in the Shanghai Securities News and the China Securities Journal;
4. The Articles of Association;
5. Original copies of the Interim Report published in other securities markets;
6. Other related information.

## II. Information Disclosure Index

Number	Items	Newspapers designated for publishing reports	Publishing date	Website designated for disclosure of reports
	H Share Announcement- Xuancheng-Ningguo Expressway was open to traffic		2 January 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-01	Announcement- Xuancheng-Ningguo Expressway was open to traffic	China Securities Journal, the Shanghai Securities News	3 January 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> , Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-02	Announcement of the controlling shareholders to take larger shares	China Securities Journal, the Shanghai Securities News	11 January 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> , Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-03	Announcement of redemption of Bank Financial Products	China Securities Journal, the Shanghai Securities News	16 January 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> .





Number	Items	Newspapers designated for publishing reports	Publishing date	Website designated for disclosure of reports
2014-04	Announcement of purchasing Bank Financial Products	China Securities Journal, the Shanghai Securities News	30 January 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> , Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-05	Announcement of the fulfillment of commitments of the Company and related subject	China Securities Journal, the Shanghai Securities News	15 February 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a>
	H Share Announcement-the date of the convening of the Board meeting		10 March 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement-2013 Annual Results		30 March 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement-the Resignation of Directors		30 March 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement-List of the Board of Directors and its roles and functions		30 March 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement-2013 Annual General Meeting Notice		30 March 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-06	Announcement of the resolutions of the 22nd meeting of the 6th Board	China Securities Journal, the Shanghai Securities News	31 March 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>

<b>Number</b>	<b>Items</b>	<b>Newspapers designated for publishing reports</b>	<b>Publishing date</b>	<b>Website designated for disclosure of reports</b>
2014-07	Announcement of the resolutions of the 22nd meeting of the 6th Supervisory Committee	China Securities Journal, the Shanghai Securities News	31 March 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-08	Announcement of the notice of 2013 Annual General Meeting	China Securities Journal, the Shanghai Securities News	31 March 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-09	Announcement of Estimating 2014 Daily Connected Transaction	China Securities Journal, the Shanghai Securities News	31 March 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a>
2014-10	Announcement of the Resignation of Directors	China Securities Journal, the Shanghai Securities News	31 March 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> ,
2014-11	The Complementary Announcement of the resolutions of the 22nd meeting of the 6th Board	China Securities Journal, the Shanghai Securities News	1 April 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> , Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-12	Announcement of redemption of Principal and Earnings of Bank Financial Products	China Securities Journal, the Shanghai Securities News	1 April 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-13	Announcement of redemption of Principal and Earnings of Bank Financial Products	China Securities Journal, the Shanghai Securities News	2 April 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>



<b>Number</b>	<b>Items</b>	<b>Newspapers designated for publishing reports</b>	<b>Publishing date</b>	<b>Website designated for disclosure of reports</b>
2014-14	Announcement of purchasing Bank Financial Products	China Securities Journal, the Shanghai Securities News	11 April 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement- the date of the convening of the Board meeting		14 April 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-15	Announcement of redemption of Principal and Earnings of Bank Financial Products	China Securities Journal, the Shanghai Securities News	22 April 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-16	Result for Tracking and Evaluating "09 Anhui Expressway bond"	China Securities Journal, the Shanghai Securities News	26 April 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement- Continued Connected Transaction		29 April 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement- 2014 First Quarterly Report		29 April 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-17	Announcement of redemption of Principal and Earnings of Bank Financial Products	China Securities Journal, the Shanghai Securities News	30 April 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement- the Voting Result of the Annual General Meeting held on 16 May 2014		16 May 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>

Number	Items	Newspapers designated for publishing reports	Publishing date	Website designated for disclosure of reports
2014-18	Announcement of the Resolutions of the 2013 Annual General Meeting	China Securities Journal, the Shanghai Securities News	17 May 2014	Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement-Announcement pursuant to Rule 13.09(2)a		19 May 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-19	Announcement of the Change of Equities Shareholders	China Securities Journal, the Shanghai Securities News	20 May 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement-Notice of 2014 First General Meeting		27 June 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
	H Share Announcement-Resignation of Deputy General Manager		27 June 2014	Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-20	The resolutions of the 24th meeting of the 6th Board	China Securities Journal, the Shanghai Securities News	28 June 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-21	Announcement of Resignation of Deputy General Manager	China Securities Journal, the Shanghai Securities News	28 June 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>



<b>Number</b>	<b>Items</b>	<b>Newspapers designated for publishing reports</b>	<b>Publishing date</b>	<b>Website designated for disclosure of reports</b>
2014-22	Announcement of the resolutions of the 14th meeting of the 6th Supervisory Committee	China Securities Journal, the Shanghai Securities News	28 June 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-23	Announcement of the Election of the Employee Representative Supervisor	China Securities Journal, the Shanghai Securities News	28 June 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-24	Announcement of Notice of 2014 First General Meeting	China Securities Journal, the Shanghai Securities News	28 June 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-25	Announcement of the fulfillment of commitments of the Company and related subject	China Securities Journal, the Shanghai Securities News	28 June 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>
2014-26	Announcement of redemption of Principal and Earnings of Bank Financial Products	China Securities Journal, the Shanghai Securities News	28 June 2014	Website of the Shanghai Stock Exchange: <a href="http://www.sse.com.cn">www.sse.com.cn</a> Website of the Stock Exchange of Hong Kong Limited: <a href="http://www.hkex.com.hk">www.hkex.com.hk</a>

By Order of the Board

**Zhou Renqiang**

*Chairman*

22 August 2014



**Anhui Expressway Company Limited**