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安徽海螺水泥股份有限公司

Anhui Conch Cement Company Limited

(a joint stock limited company incorporated in the People's Republic of China)
(Stock code: 00914)

2017 FIRST QUARTERLY REPORT

In accordance with the applicable rules of the Shanghai Stock Exchange of the People's Republic of China ("PRC"), the quarterly report ("Quarterly Report") of Anhui Conch Cement Company Limited ("Company") and its subsidiaries (together with the Company referred to as the "Group") for the period between 1 January 2017 and 31 March 2017 (i.e. the first quarter) ("Reporting Period") will be published in newspapers circulating in the PRC on 26 April 2017. The full text of the Quarterly Report is set out below pursuant to Rule 13.10(B) of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

§ 1 IMPORTANT NOTICE

- 1.1 The board ("Board") of directors ("Directors"), the supervisory committee, Directors, Supervisors and the senior management of the Company warrant that the information in this Quarterly Report, for which they jointly and severally accept legal liability, is truthful, accurate and complete, and does not contain any misrepresentation, misleading statements or material omission.
- 1.2 The financial report contained in this Quarterly Report has not been audited.
- 1.3 Mr Gao Dengbang, the Company's Chairman, Mr Zhou Bo, the officer-in-charge of the accounting functions, and Ms Liu Yan, the head of the accounting department, declare and warrant that the financial report contained in this Quarterly Report is true, accurate and complete.
- 1.4 In this Quarterly Report, unless stated otherwise, the currency unit refers to Renminbi ("RMB"), the lawful currency of the PRC. Unless stated otherwise, all financial information was prepared under the generally accepted accounting principles of the PRC.

§2 BASIC INFORMATION OF THE COMPANY

2.1 Major financial data

Unit: RMB

	As at the end of the Reporting Period	As at the end of 2016	Changes as at the end of the Reporting Period compared with that as at the end of 2016 (%)
Total assets	111,311,180,718	109,514,120,965	1.64
Net assets attributable to equity shareholders of the Company	78,872,884,022	76,608,921,127	2.96
	From the beginning of 2017 to the end of the Reporting Period	From the beginning of 2016 to the end of the reporting period of 2016	Changes as compared with that of the corresponding period of 2016 (%)
Net cash flow generated from operating activities	2,198,942,725	1,732,925,121	26.89
	From the beginning of 2017 to the end of the Reporting Period	From the beginning of 2016 to the end of the reporting period of 2016	Changes as compared with that of the corresponding period of 2016 (%)
Revenue	13,638,977,156	10,607,192,914	28.58
Net profit attributable to equity shareholders of the Company	2,153,217,732	1,155,094,163	86.41
Net profit attributable to equity shareholders of the Company after extraordinary items	1,554,339,652	827,931,504	87.74
Weighted average return on net assets (%)	2.77	1.63	Increased by 1.14 percentage points
Basic earnings per share (RMB/share)	0.40632	0.21797	86.41
Diluted earnings per share (RMB/share)	0.40632	0.21797	86.41
Extraordinary items	Amount in the Reporting Period	Explanation	
Gain/(Loss) from disposal of non-current assets	302,841,652		
Government subsidy (excluding constant government subsidy closely associated with the enterprise's normal business, granted in fixed amount or quantity in accordance with the State's policy and based on certain standards) included in the current income statement	119,949,518		
Charges on share of funds received from non-financial enterprises included in the current income statement	763,072		
Gain/(Loss) on changes in the fair value of financial assets and financial liabilities held for trading and investment gain from disposal of financial assets and financial liabilities held for trading and available-for-sale financial assets, excluding effective hedging business associated with the Company's normal business	189,924,773		

Other non-operating income and expenses other than the abovementioned items	19,553,495	
Effect on minority interests (after tax)	-2,355,781	
Effect on income tax	-31,798,649	
Total	598,878,080	

2.2 Total number of shareholders of the Company (“Shareholders”) and the shareholdings of the top 10 Shareholders and the top 10 floating Shareholders respectively as at the end of the Reporting Period

Total number of Shareholders			67,602			
Shareholding of the top 10 Shareholders						
Name of Shareholder (Full name)	Number of shares held at the end of the Reporting Period	Percentage (%)	Number of shares subject to trading restrictions	Pledge or moratorium		Nature of Shareholders
				Share status	Number of shares	
Anhui Conch Holdings Co., Ltd.	1,948,869,927	36.78	0	Nil		State-owned legal person
HKSCC Nominees Limited	1,298,038,385	24.49	0	Unknown		Foreign legal person
Hong Kong Securities Clearing Company Limited	316,829,407	5.98	0	Unknown		Foreign legal person
Anhui Conch Venture Investment Company Limited	286,713,246	5.41	0	Nil		Domestic non-state-owned legal person
China Securities Finance Corporation Limited	110,652,169	2.09	0	Unknown		State-owned legal person
Central Huijin Investment Limited	70,249,600	1.33	0	Unknown		State-owned legal person
Genesis Asset Managers, LLP - Customer Funds	49,717,661	0.94	0	Unknown		Others
JPMORGAN CHASE BANK, NATIONAL ASSOCIATION	33,509,995	0.63	0	Unknown		Others
Central Bank Of Malaysia	28,279,588	0.53	0	Unknown		Others
T. Rowe Price – Customer Funds	22,751,207	0.43	0	Unknown		Others
		Total number of shares not subject to trading restrictions	Class and number of shares			
			Class	Number		
Anhui Conch Holdings Co., Ltd.		1,948,869,927	RMB-denominated ordinary shares		1,948,869,927	
HKSCC Nominees Limited		1,298,038,385	Overseas listed foreign shares		1,298,038,385	
Hong Kong Securities Clearing Company Limited		316,829,407	RMB-denominated ordinary shares		316,829,407	
Anhui Conch Venture Investment Company Limited		286,713,246	RMB-denominated ordinary shares		286,713,246	
China Securities Finance Corporation Limited		110,652,169	RMB-denominated ordinary shares		110,652,169	
Central Huijin Investment Limited		70,249,600	RMB-denominated ordinary shares		70,249,600	

Genesis Asset Managers, LLP - Customer Funds	49,717,661	RMB-denominated ordinary shares	49,717,661
JPMORGAN CHASE BANK, NATIONAL ASSOCIATION	33,509,995	RMB-denominated ordinary shares	33,509,995
Central Bank Of Malaysia	28,279,588	RMB-denominated ordinary shares	28,279,588
T. Rowe Price – Customer Funds	22,751,207	RMB-denominated ordinary shares	22,751,207
Explanation of abovementioned connected relationship or acting in concert relationship	As far as the Board is aware, among the abovementioned Shareholders, there was no connected relationship or acting in concert relationship.		
Preference shareholders with restored voting rights and the number of shares held	Nil		

§3 MAJOR EVENTS

3.1 Significant changes and reasons for such changes in major items of the accounting statements and financial guidance of the Company

1. As at the end of the Reporting Period, the closing balance of the Group's other accounts receivable increased by 342.19% from that at the beginning of the year, mainly due to the Group's purchase of wealth management products using part of its idle funds during the Reporting Period.
2. As at the end of the Reporting Period, the closing balance of wages payable of the Group decreased by 86.88% from that at the beginning of the year, mainly due to the payment of the year-end bonus accrued for the previous year.
3. As at the end of the Reporting Period, the closing balance of the Group's interests payable increased by 81.15% from that at the beginning of the year, mainly because the payment of the accrued interest on corporate bonds was not yet due during the Reporting Period.
4. During the Reporting Period, the taxes and surcharges of the Group increased by 422.39% from that of same period last year, mainly due to the changes made by the Group in the items for calculation under the taxes and surcharges category according to the "Regulations on accounting treatment of value-added tax" (Caikuai [2016] No. 22) issued by the Ministry of Finance.
5. During the Reporting Period, the Group had no gains on changes in fair value, mainly as a result of no change in the fair value of the Group's financial assets/liabilities held for trading during the Reporting Period.
6. During the Reporting Period, the Group's investment gain increased by 2,221.95% from that of the same period last year, mainly due to the year-on-year increase in the investment gain from the Group's disposal of certain amount of securities during the Reporting Period.
7. During the Reporting Period, the Group's non-operating income decreased by 35.18% from that of the same period last year, mainly due to the year-on-year decrease in government subsidies and gain from disposal of fixed assets during the Reporting Period.
8. During the Reporting Period, the Group's income tax expenses increased by 88.04% from that of the same period last year, mainly due to year-on-year increase in total profits realized by the Group during the Reporting Period.
9. During the Reporting Period, the Group's operating profit, total profits and net profit attributable to equity shareholders of the Company increased by 139.40%, 92.81% and 86.41% respectively from those of the same period last year. These were mainly due to the year-on-year increase in the sales volume and selling prices of the Group's products, as well as gain on securities investment during the Reporting Period.
10. During the Reporting Period, the Group's net cash inflow from investing activities decreased by 72.97% from that of the same period last year, mainly due to the Group's purchase of wealth

management products using part of its idle funds during the Reporting Period.

11. During the Reporting Period, the Group's net cash inflow from financing activities decreased by 72.36% from that of the same period last year, mainly due to the year-on-year decrease in new borrowings during the Reporting Period.

3.2 Progress of significant events and analysis of their effects and solutions

☐Applicable ☒Not applicable

3.3 Failure to fulfil undertakings within a specified period during the Reporting Period

☐Applicable ☒Not applicable

3.4 Warning of and explanation for the accumulated net profit from the beginning of the year to the end of the next reporting period forecast to be a probable loss or to be significantly different from that of the corresponding period of the previous year

☐Applicable ☒Not applicable

§ 4 Appendix

4.1 Balance Sheet

Consolidated Balance Sheet

31 March 2017

Prepared by: Anhui Conch Cement Company Limited

Unit: RMB

Type of audit: Unaudited

Item	The closing balance at the end of the Reporting Period	The closing balance at the beginning of the year
Current Assets:		
Monetary capital	16,546,405,238	15,585,983,488
Balance with clearing companies		
Placements with other financial institutions		
Financial assets at fair value through profit/(losses)		
Derivative financial assets		
Bills receivable	6,280,061,796	6,511,093,870
Accounts receivable	520,734,322	654,679,046
Prepayments	753,741,386	581,050,657
Premiums receivable		
Reinsurance accounts receivable		
Deposits receivable from reinsurance contract		
Interests receivable	91,495,886	114,888,462
Dividend receivable		
Other receivables	3,267,038,107	738,835,434
Purchases of resold financial assets		
Inventories	4,551,709,197	4,548,533,840
Assets classified as held-for-sale		
Non-current assets due within one year		
Other current assets	487,367,837	659,266,730
Total current assets	32,498,553,769	29,394,331,527
Non-current assets:		
Loans and advances granted		
Available-for-sale financial assets	2,720,926,300	2,935,176,878
Held-to-maturity investments		
Long-term receivables		
Long-term equity investment	2,619,416,662	3,315,428,492
Investment properties	26,476,912	27,966,832
Fixed assets	61,579,668,527	62,278,022,164
Construction in progress	1,667,978,941	1,521,041,533
Construction materials	1,156,785,864	1,050,911,833
Disposal of fixed assets		
Biological assets for production		
Oil and gas assets		
Intangible assets	7,520,632,805	7,497,703,033
Development expenses		
Goodwill	493,647,906	493,647,906
Long-term deferred expenditures		
Deferred income tax assets	556,748,944	529,546,679
Other non-current assets	470,344,088	470,344,088
Total non-current assets	78,812,626,949	80,119,789,438
Total assets	111,311,180,718	109,514,120,965
Current liabilities:		
Short-term borrowings	1,187,960,748	1,275,213,970
Borrowings from central bank		
Deposit received and inter-bank deposit		
Capital borrowed		
Financial liabilities at fair value through		

profit/(losses)		
Derivative financial liabilities		
Bills payable		
Accounts payable	3,942,774,007	4,379,278,388
Receipts in advance	1,781,054,476	1,550,141,571
Funds from disposal of repurchased financial assets		
Handling charges and commissions payable		
Wages payable	95,073,795	724,510,019
Tax payable	1,502,195,139	1,513,089,962
Interests payable	238,411,197	131,609,050
Dividend payable	100,000,000	100,000,000
Other payables	3,683,851,054	4,112,963,051
Reinsurance account payable		
Deposits for insurance contract		
Customer deposit for trading in securities		
Customer deposits for securities underwriting		
Liabilities classified as held-for-sale		
Non-current liabilities due within one year	3,393,462,288	3,262,417,814
Other current liabilities		
Total current liabilities	15,924,782,704	17,049,223,825
Non-current liabilities:		
Long-term borrowings	5,931,025,154	5,447,249,980
Bonds payable	5,996,356,616	5,995,858,648
Including: Preference shares		
Perpetual bonds		
Long-term payables		
Long-term wages payable		
Special payables		
Accrued liabilities		
Deferred income	263,221,700	248,641,934
Deferred income tax liabilities	505,800,283	474,375,096
Other non-current liabilities		
Total non-current liabilities	12,696,403,753	12,166,125,658
Total liabilities	28,621,186,457	29,215,349,483
Owners' equity		
Share capital	5,299,302,579	5,299,302,579
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	10,684,321,525	10,684,321,525
Less: Treasury shares		
Other comprehensive income	701,567,306	590,822,143
Special reserve		
Surplus reserve	2,649,651,290	2,649,651,290
General risk provisions		
Undistributed profits	59,538,041,322	57,384,823,590
Total equity attributable to shareholders of the Company	78,872,884,022	76,608,921,127
Minority interests	3,817,110,239	3,689,850,355
Total owners' equity	82,689,994,261	80,298,771,482
Total liabilities and owners' equity	111,311,180,718	109,514,120,965

Legal representative: Gao Dengbang

Officer-in-charge of the accounting functions: Zhou Bo

Head of the accounting department: Liu Yan

Balance Sheet of the Company

31 March 2017

Prepared by: Anhui Conch Cement Company Limited

Unit: RMB

Type of audit: Unaudited

Item	The closing balance at the end of the Reporting Period	The closing balance at the beginning of the year
Current Assets:		
Monetary capital	13,443,940,619	12,810,320,625
Financial assets at fair value through profit/(losses)		
Derivative financial assets		
Bills receivable	250,961,474	200,580,368
Accounts receivables	42,547,578	24,682,068
Prepayments	177,013,909	133,385,253
Interests receivable	97,024,759	115,629,129
Dividends receivable		
Other receivables	31,851,341,034	27,289,787,997
Inventories	208,307,558	238,584,053
Assets classified as held-for-sale		
Non-current assets due within one year		
Other current assets	14,951,345	30,018,267
Total current assets	46,086,088,276	40,842,987,760
Non-current assets:		
Available-for-sale financial assets	2,720,926,300	2,935,176,878
Held-to-maturity investments		
Long-term receivables	3,935,000,000	4,195,000,000
Long-term equity investment	38,494,236,879	38,926,421,443
Investment properties	23,984,990	25,454,068
Fixed assets	827,421,733	848,001,342
Construction in progress	64,114,075	37,745,792
Construction materials	53,133,320	85,009,194
Disposal of fixed assets		
Biological assets for production		
Oil and gas assets		
Intangible assets	263,554,947	267,608,675
Development expenses		
Goodwill		
Long-term deferred expenditures		
Deferred income tax assets		
Other non-current assets		
Total non-current assets	46,382,372,244	47,320,417,392
Total assets	92,468,460,520	88,163,405,152
Current liabilities:		
Short-term borrowings		150,000,000
Financial liabilities at fair value through profit/(losses)		
Derivative financial liabilities		
Bills payable		
Accounts payable	298,610,763	197,334,646
Receipts in advance	40,451,954	51,891,274
Wages payable	4,782,828	72,146,646
Tax payable	146,624,401	68,240,918
Interests payable	227,044,721	124,018,418
Dividends payable		
Other payables	4,451,541,816	5,030,295,357
Liabilities classified as held-for-sale		
Non-current liabilities due within one year	2,500,217,504	2,500,644,701

Other current liabilities		
Total current liabilities	7,669,273,987	8,194,571,960
Non-current liabilities:		
Long-term borrowings	98,500,000	98,500,000
Bonds payable	5,996,356,616	5,995,858,648
Including: Preference shares		
Perpetual bonds		
Long-term payables		
Long-term wages payable		
Special payables		
Accrued liabilities		
Deferred income	3,921,587	3,777,888
Deferred income tax liabilities	213,384,132	177,461,984
Other non-current liabilities		
Total non-current liabilities	6,312,162,335	6,275,598,520
Total liabilities	13,981,436,322	14,470,170,480
Owners' equity:		
Share capital	5,299,302,579	5,299,302,579
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	16,803,659,305	16,803,659,305
Less: Treasury shares		
Other comprehensive income	682,176,184	574,409,741
Special reserve		
Surplus reserve	2,649,651,290	2,649,651,290
Undistributed profits	53,052,234,840	48,366,211,757
Total equity attributable to shareholders of the Company	78,487,024,198	73,693,234,672
Total liabilities and owners' equity	92,468,460,520	88,163,405,152

Legal representative: Gao Dengbang

Officer-in-charge of the accounting functions: Zhou Bo

Head of the accounting department: Liu Yan

4.2 Income Statement

Consolidated Income Statement

January - March 2017

Prepared by: Anhui Conch Cement Company Limited

Unit: RMB

Type of audit: Unaudited

Item	Amount during the Reporting Period	Amount during the previous period
I. Total operating income	13,638,977,156	10,607,192,914
Including: Operating income	13,638,977,156	10,607,192,914
Interest income		
Premium received		
Handling fee and commission income		
II. Total operation costs	11,438,089,861	9,467,233,743
Including: Operation cost	9,678,495,676	7,965,581,421
Interest expenses		
Handling fee and commission expenses		
Payment on surrenders		
Net compensation expenses		
Net provision drawn for insurance contract		
Policy dividend expenses		
Reinsurance expenses		
Taxes and surcharges	236,349,230	45,243,503
Selling expenses	743,982,438	680,319,498
Administrative expenses	727,605,038	705,412,367
Financial expenses	51,657,479	70,676,954
Losses on assets impairment		
Add: Gains from changes of fair value ("-" refers to loss)		3,803,400
Income from investment ("-" refers to loss)	482,816,586	-22,753,426
Including: Investment income from associates and joint venture companies	-27,820,358	-65,553,426
Exchange gains ("-" refers to loss)		
III. Operating profits ("-" refers to loss)	2,683,703,881	1,121,009,145
Add: Non-operating profits	265,742,276	409,989,544
Including: Gain on disposal of non-current assets	506,800	72,662,976
Less: Non-operating expenses	2,536,850	2,583,989
Including: Losses on disposal of non-current assets	432,919	310,420
IV. Total profits ("-" refers to loss)	2,946,909,307	1,528,414,700
Less: Income tax expenses	666,015,694	354,195,035
V. Net profits ("-" refers to loss)	2,280,893,613	1,174,219,665
Net profits attributable to owners of the Company	2,153,217,732	1,155,094,163
Net profits attributable to minority interests	127,675,881	19,125,502
VI. Net amount of other comprehensive income after tax	110,819,166	-99,330,609
Net amount of other comprehensive income after tax attributable to owners of the parent company	110,745,163	-100,677,671
(I) Other comprehensive income not to be reclassified into profit or loss subsequently		
1. Changes of net liabilities or net assets		

arising from the re-measurement of defined benefit plans		
2. Share of other comprehensive income of the investees which cannot be reclassified into profit or loss under equity method		
(II) Other comprehensive income to be reclassified into profit or loss subsequently	110,745,163	-100,677,671
1. Share of other comprehensive income of the investees which can be reclassified into profit or loss under equity method subsequently		
2. Profit or loss from the change of fair value of available-for-sale financial assets	107,766,444	-108,478,323
3. Profit or loss from held-to-maturity investment reclassified as available-for-sale financial assets		
4. Effective portion of profit or loss from cash flows hedges		
5. Exchange differences from translation of financial statements	2,978,719	7,800,652
6. Others		
Net amount of other comprehensive income after tax attributable to minority shareholders	74,003	1,347,062
VII. Total comprehensive income	2,391,712,779	1,074,889,056
Total comprehensive income attributable to owners of the Company	2,263,962,895	1,054,416,492
Total comprehensive income attributable to minority shareholders	127,749,884	20,472,564
VIII. Earnings per share:		
(1) Basic earnings per share (RMB/Share)	0.41	0.22
(2) Diluted earnings per share (RMB/Share)	0.41	0.22

During the Reporting Period, there was a merger and acquisition between companies controlled by the same parent company. The net profit of the company being merged before the merger and acquisition was RMB0, and the company being merged realized net profit of RMB0 in the previous period.

Legal representative: Gao Dengbang

Officer-in-charge of the accounting functions: Zhou Bo

Head of the accounting department: Liu Yan

Income Statement of the Company

January - March 2017

Prepared by: Anhui Conch Cement Company Limited

Unit: RMB

Type of audit: Unaudited

Item	Amount during the Reporting Period	Amount during the previous period
I. Operating income	532,754,804	459,020,769
Less: Operating cost	411,667,773	332,748,108
Taxes and surcharges	58,156,972	1,773,661
Selling expenses	25,174,820	19,929,108
Administrative expenses	47,762,654	40,961,424
Financial expenses	-92,209,925	-87,124,662
Losses on assets impairment		
Add: Gains from changes of fair value ("-" refers to loss)		
Income from investment ("-" refers to loss)	4,717,366,538	2,527,698,261
Including: Investment income from associates and joint venture companies	-37,819,406	-36,455,839
II. Operating profits ("-" refers to loss)	4,799,569,048	2,678,431,391
Add: Non-operating profits	10,066,401	82,505,912
Including: Gain on disposal of non-current assets	68,563	
Less: Non-operating expenses	328,585	
Including: Losses on disposal of non-current assets	327,609	
III. Total profits ("-" refers to loss)	4,809,306,864	2,760,937,303
Less: Income tax expense	123,283,782	58,923,018
IV. Net profits ("-" refers to loss)	4,686,023,082	2,702,014,285
V. Net amount of other comprehensive income after tax	107,766,444	-108,478,323
(I) Other comprehensive income not to be reclassified into profit or loss subsequently		
1. Changes of net liabilities or net assets from the re-measurement of defined benefit plans		
2. Share of other comprehensive income of the investees which cannot be reclassified into profit or loss under equity method		
(II) Other comprehensive income to be reclassified into profit or loss subsequently	107,766,444	-108,478,323
1. Share of other comprehensive income of the investees company which can be reclassified into profit or loss under equity method subsequently		
2. Profit or loss from the change of fair value of available-for-sale financial assets	107,766,444	-108,478,323
3. Profit or loss from held-to-maturity investment reclassified as available-for-sale financial assets		
4. Effective portion of profit or loss from cash flows hedges		
5. Exchange differences from translation of financial statements		
6. Others		
VI. Total comprehensive income	4,793,789,526	2,593,535,962
VII. Earnings per share:		
(1) Basic earnings per share (RMB/Share)		
(2) Diluted earnings per share (RMB/Share)		

Legal representative: Gao Dengbang

Officer-in-charge of the accounting functions: Zhou Bo

Head of the accounting department: Liu Yan

Consolidated Cash Flow Statement

January - March 2017

Prepared by: Anhui Conch Cement Company Limited

Unit: RMB

Type of audit: Unaudited

Item	Amount during the Reporting Period	Amount during the previous period
I. Cash flow from operating activities:		
Cash received from selling goods and providing services	18,152,810,510	12,894,597,957
Net increase in customer bank deposits and due to banks and other financial institutions		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from original insurance contract premiums		
Net cash received from reinsurance business		
Net increase in policy holder deposits and investments funds		
Net increase in the disposal of financial assets at fair value through profit or loss		
Cash received from interest, fees and commissions		
Net increase in capital borrowed		
Net increase in income from repurchase business		
Refunds of taxes received	123,628,532	24,124,854
Cash received relating to other operating activities	134,530,815	290,052,933
Sub-total of cash inflow from operating activities	18,410,969,857	13,208,775,744
Cash paid for purchasing goods and receiving services	12,326,539,214	8,460,361,762
Net increase in customer loans and advances to customers		
Net increase in deposit in central bank and due to banks and other financial institutions		
Cash paid for original insurance contract claimed		
Cash paid for interest, fees and commissions		
Cash paid for policy holder dividend		
Cash paid to and for employees	1,480,598,031	1,380,619,795
Cash paid for taxes and surcharges	1,935,503,220	1,237,201,014
Cash paid relating to other operating activities	469,386,667	397,668,052
Sub-total of cash outflow from operating activities	16,212,027,132	11,475,850,623
Net cash flow from operating activities	2,198,942,725	1,732,925,121
II. Cash flow from investing activities:		
Cash received from disposal of investments	9,038,727,727	4,500,000,000
Cash received from returns on investments		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,874,269	142,510,215
Net cash received from disposal of subsidiaries and other operating business units		
Cash received relating to other investing	178,846,091	281,874,344

activities		
Sub-total of cash inflow from investing activities	9,220,448,087	4,924,384,559
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	779,637,112	657,070,145
Cash paid for investment	7,900,000,000	2,500,000,000
Net increase in pledge loans		
Net cash received from subsidiaries and other operating business units	267,838,085	743,652,436
Cash paid relating to other investing activities		13,780,000
Sub-total of cash outflow investing activities	8,947,475,197	3,914,502,581
Net cash flow from investing activities	272,972,890	1,009,881,978
III. Cash flow generated from financing activities:		
Cash received from investment		
Including: Cash received by subsidiaries from the investment of minority shareholders		
Cash received from borrowings	917,734,071	2,037,111,700
Cash received from issuing bonds		
Cash received related to other financing activities		
Sub-total of cash inflow from financing activities	917,734,071	2,037,111,700
Cash paid for repaying debts	384,500,000	270,000,000
Cash paid for distributing dividends and profits and interest repayment	67,184,466	67,832,959
Including: Dividends and profits paid by subsidiaries to minority shareholders		1,390,000
Cash paid related to other financing activities	874,860	16,163,009
Sub-total of cash outflow from financing activities	452,559,326	353,995,968
Net cash flow generated from financing activities	465,174,745	1,683,115,732
IV. Effect of foreign exchange rate changes to cash and cash equivalents	-1,622,088	377,386
V. Net increase in cash and cash equivalents	2,935,468,272	4,426,300,217
Add: Balance of cash and cash equivalents at beginning of period	5,799,566,696	4,285,034,364
VI. Balance of cash and cash equivalents at end of period	8,735,034,968	8,711,334,581

Legal representative: Gao Dengbang

Officer-in-charge of the accounting functions: Zhou Bo

Head of the accounting department: Liu Yan

Cash Flow Statement of the Company

January - March 2017

Prepared by: Anhui Conch Cement Company Limited Unit: RMB Type of audit: Unaudited

Item	Amount during the Reporting Period	Amount during the previous period
I. Cash flow from operating activities:		
Cash received from selling goods and providing services	550,501,153	465,263,063
Refunds of taxes received	2,075,752	
Cash received relating to other operating activities	8,065,785	82,505,911
Sub-total of cash inflow from operating activities	560,642,690	547,768,974
Cash paid for purchasing goods and receiving services	375,704,884	244,662,663
Cash paid to and for employees	126,560,022	134,284,194
Cash paid for taxes and surcharges	146,101,097	75,570,949
Cash paid relating to other operating activities	2,755,511,729	2,513,205,380
Sub-total of cash outflow from operating activities	3,403,877,732	2,967,723,186
Net cash flow from operating activities	-2,843,235,042	-2,419,954,212
II. Cash flow from investing activities:		
Cash received from disposal of investments	9,038,727,727	4,500,000,000
Cash received from returns on investments	4,244,549,000	2,564,154,100
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	1,576,703	
Net cash received from disposal of subsidiaries and other operating business units		
Cash received relating to other investing activities	1,395,972,964	1,531,522,681
Sub-total of cash inflow from investing activities	14,680,826,394	8,595,676,781
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	12,326,255	2,951,938
Cash paid for investment	7,900,000,000	2,500,000,000
Net cash paid for acquisition of subsidiaries and other operating business units	272,673,000	73,775,250
Cash paid relating to other investing activities	862,000,000	500,000,000
Sub-total of cash outflow investing activities	9,046,999,255	3,076,727,188
Net cash flow from investing activities	5,633,827,139	5,518,949,593
III. Cash flow generated from financing activities:		
Cash received from investment		
Cash received from borrowings		250,000,000
Cash received related to other financing activities		
Subtotal of cash inflow from financing		250,000,000

activities		
Cash paid for repaying debts	150,500,000	
Cash paid for distributing dividends and profits and interest repayment	6,458,268	750,374
Cash paid related to other financing activities		
Sub-total of cash outflow from financing activities	156,958,268	750,374
Net cash flow generated from financing activities	-156,958,268	249,249,626
IV. Effect of foreign exchange rate changes to cash and cash equivalents	-13,835	
V. Net increase in cash and cash equivalents	2,633,619,994	3,348,245,007
Add: Balance of cash and cash equivalents at beginning of period	3,210,345,002	1,698,125,291
VI. Balance of cash and cash equivalents at end of period	5,843,964,996	5,046,370,298

Legal representative: Gao Dengbang

Officer-in-charge of the accounting functions: Zhou Bo

Head of the accounting department: Liu Yan

By order of the Board

Anhui Conch Cement Company Limited

Yang Kaifa

Company Secretary

Wuhu City, Anhui Province, the PRC

25 April 2017

As at the date of this announcement, the Board comprises (i) Mr Gao Dengbang, Mr Wang Jianchao, Mr Wu Bin, Mr Ding Feng, and Mr Zhou Bo as executive Directors; (ii) Mr Yang Mian Zhi, Mr Tai Kwok Leung and Mr Leung Tat Kwong Simon as independent non-executive Directors.