广汽集团
GAC GROUP

GUANGZHOU AUTOMOBILE GROUP CO., LTD.
廣州汽車集團股份有限公司

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

(Stock Code: 2238)

OVERSEAS REGULATORY ANNOUNCEMENT
2020 FIRST QUARTERLY REPORT

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

1. IMPORTANT NOTICE

1.1 The board of directors, the supervisory committee and the directors, supervisors and senior management of the Company warrant the truthfulness, accuracy and completeness of the contents contained herein, that there are no false representations or misleading statements contained in or material omissions from this quarterly report, and they jointly and severally accept responsibility.

1.2 All directors of the Company attended the board meeting approving this quarterly report.

1.3 ZENG Qinghong, the person in charge of the Company and FENG Xingya, the general manager of the Company, WANG Dan, the person in charge of accounting function and ZHENG Chao, the manager of the accounting department (Accounting Chief), warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

1.4 The first quarterly report of the Company was unaudited.

2. BASIC INFORMATION OF THE COMPANY

2.1 Major financial data

Unit: Yuan Currency: RMB

	As at the end of the reporting period	As at the end of last year	Increase/decrease as at the end of the reporting period as compared with the end of last year (%)
Total assets	127,338,954,454	137,409,527,863	-7.33
Net assets attributable to shareholders of the listed company	80,054,130,430	80,134,086,002	-0.10

	From the beginning of the year to the end of the reporting period	From the beginning of last year to the end of the last reporting period	Increase/decrease as compared with the same period last year (%)
Net cash flow from operating activities	-6,473,241,577	-6,031,010,077	-7.33

	From the beginning of the year to the end of the reporting period	From the beginning of last year to the end of the last reporting period	Increase/decrease as compared with the same period last year (%)
Revenue from operations	10,765,458,808	14,256,048,841	-24.48
Net profit attributable to shareholders of the listed company	118,493,097	2,777,967,504	-95.73
Net profit attributable to shareholders of the listed company after deduction of non-recurring profit or loss	-79,595,179	2,210,231,655	-103.60
Return on net assets (weighted average) (%)	0.15	3.56	Decrease by 3.41 percentage points
Basic earnings per share (Yuan/share)	0.01	0.27	-96.30
Diluted earnings per share (Yuan/share)	0.01	0.27	-96.30

Non-recurring profit and loss items and amounts

Unit: Yuan Currency: RMB

Item	Amount for the period
Gains/losses on disposal of non-current assets	289,808
Government grants recognised in profit or loss for the current period (except for those closely related to the Company's normal business and in compliance with national policies and regulations and conferred continuously based on standard amounts and quantities)	209,732,783
Gain and loss from changes in fair value arising from holding of trading financial assets, derivative financial assets, trading financial liabilities and derivative financial liabilities except for valid straddle business related to normal business of the Company, as well as investment gain realised from disposal of trading financial assets, derivative financial assets, trading financial liabilities, derivative financial liabilities and other debt investments	690,553
Gain or loss from external entrusted loans	2,995,478
Other non-operating income and expense save as stated above	-6,989,952
Impact on minority interests (after tax)	-1,843,357
Impact on income tax	-6,787,037
Total	198,088,276

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

Unit: share

Total number of shareholders (Note 1)						36,450
	Shareholdings of the top ten shareholders					
				Under pledge or lock-up		
Name of shareholder (full name)	Number of shares held at the end of the period	Percentage (%)	Number of shares subject to trading moratorium	Status of shares	Number	Nature of shareholder
Guangzhou Automobile Industry Group Co., Ltd. (Note 2)	5,499,140,069	53.71	0	Nil	0	State-owned legal person
HKSCC NOMINEES LIMITED (Note 3)	3,095,202,878	30.23	0	Unknown	–	Overseas legal person
Guangzhou Huiyin Tianyue Equity Investment Fund Management Co., Ltd.	421,898,543	4.12	421,898,543	Pledged	210,949,271	State-owned legal person
Guangzhou State-owned Assets Development Holdings Co., Ltd.	210,949,272	2.06	210,949,272	Nil	0	State-owned legal person
Guangzhou Finance Holdings Assets Management Co., Ltd.- GFHAM Wealth Management Select No.3 Private Investment Fund	210,949,271	2.06	210,949,271	Nil	0	Other
Shanghai Puxing Energy Limited	115,665,014	1.13	0	Nil	0	Domestic non-state-owned legal person
Guangzhou Light Industry & Trade Group Co., Ltd.	105,474,635	1.03	105,474,635	Nil	0	State-owned legal person
Suiyong Holdings Co., Ltd.	105,474,635	1.03	105,474,635	Pledged	105,474,635	State-owned legal person
CITIC Securities Capital Management Co., Ltd.	49,633,747	0.48	0	Nil	0	Domestic non-state-owned legal person
Ningbo Mei Shan Baoshuigang Area Jincheng Shazhou Equity Investment Co., Ltd.	41,852,306	0.41	0	Pledged	41,852,306	Domestic non-state-owned legal person

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

Name of shareholder	Number of tradable shares not subject to trading moratorium	Class of shares and number: Class of share	Number
Guangzhou Automobile Industry Group Co., Ltd. (Note 2)	5,499,140,069	RMB ordinary shares	5,499,140,069
HKSCC NOMINEES LIMITED (Note 3)	3,095,202,878	Overseas listed foreign shares	3,095,202,878
Shanghai Puxing Energy Limited	115,665,014	RMB ordinary shares	115,665,014
CITIC Securities Capital Management Co., Ltd.	49,633,747	RMB ordinary shares	49,633,747
Ningbo Mei Shan Baoshuigang Area Jincheng Shazhou Equity Investment Co., Ltd.	41,852,306	RMB ordinary shares	41,852,306
China National Machinery Industry Corporation	35,230,166	RMB ordinary shares	35,230,166
Hong Kong Securities Clearing Company Limited (Note 4)	34,297,786	RMB ordinary shares	34,297,786
National Social Security Fund 103 Package	19,992,189	RMB ordinary shares	19,992,189
China Universal Fund – China Construction Bank – China Life Insurance – China Life Insurance's Mix Portfolio Entrusted To China Universal Fund	15,200,036	RMB ordinary shares	15,200,036
Industrial and Commercial Bank of China Limited – E Fund Management Value Growing Combined Securities	14,208,687	RMB ordinary shares	14,208,687
Related-party relationship or concerted party relationship among the above shareholders	Guangzhou Automobile Industry Group Co., Ltd., the largest shareholder of the Company, is not related to any of the above shareholders, nor is it a party acting in concert with any of them, and it is not known to the Company whether other shareholders are related to each other or whether they are parties acting in concert.		

Note 1: As at the end of the reporting period, the total number of shareholders was 36,450, of which the number of holders of A shares was 36,190 and number of holders of H shares was 260.

Note 2: Guangzhou Automobile Industry Group Co., Ltd. held 5,206,932,069 A shares of the Company in total, representing approximately 72.94% of the A shares of the Company. At the same time, it held 292,208,000 H shares of the Company through Southbound Trading of Shanghai – Hong Kong Stock Connect and its wholly-owned subsidiary in Hong Kong, Guangzhou Auto Group (Hong Kong) Limited, representing approximately 9.43% of the H shares of the Company. The total number of A and H shares of the Company held by Guangzhou Automobile Industry Group Co., Ltd. was therefore 5,499,140,069 shares, representing approximately 53.71% of the total share capital of the Company.

Note 3: H shares held by HKSCC NOMINEES LIMITED were held on behalf of a number of clients. H shares of the Company held by Guangzhou Auto Group (Hong Kong) Limited are also registered in trust with HKSCC NOMINEES LIMITED.

Note 4: Shares held by Hong Kong Securities Clearing Company Limited were A shares held on behalf of a number of Hong Kong investors through Northbound Trading of Shanghai – Hong Kong Stock Connect.

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

☐ Applicable ✓ Not applicable

3. SIGNIFICANT EVENTS

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

Unit: RMB0'000 Currency: RMB

Item	Balance as at the end of the period or during the period	Percentage change	Reasons for change
Bills receivables	107,315.96	-52.12%	Mainly due to the decrease in due bill receivables, etc. during the reporting period
Other current assets	540,451.17	33.90%	Mainly due to the increase in loans issued by Guangzhou Automobile Group Finance Co., Ltd. and the increase in the deductible input tax, etc. during the reporting period
Deposit taking and deposit in inter-bank market	564,463.31	-34.34%	Mainly due to the decrease in net increase amount of deposit at Guangzhou Automobile Group Finance Co., Ltd. for non-consolidated enterprises, etc. during the reporting period
Non-current liabilities due within one year	189,435.30	-53.86%	Mainly due to the repayment of RMB2 billion corporate bonds due, etc. during the reporting period
Selling expenses	56,343.02	-25.21%	Mainly due to the year-on-year decrease in advertising and marketing expenditures, etc. during the reporting period

Item	Balance as at the end of the period or during the period	Percentage change	Reasons for change
Management expenses	63,576.62	-31.37%	Mainly due to the year-on-year decrease in amortisation of the intangible assets transferring to costs of operation and share options, etc. during the reporting period
Other income	20,854.78	136.31%	Mainly due to the year-on-year increase in relevant government grants received, etc. during the reporting period
Gains on investment	94,830.12	-63.07%	Mainly due to the decrease in profit in joint and associated corporations, etc. during the reporting period
Cash received from sales of goods and rendering labour services	1,218,912.03	-32.19%	Mainly due to the decrease in sales volume leading to reduction in cash received, etc. during the reporting period
Net increase in customer loans and advances	89,736.98	374.45%	Mainly due to the increase in customer loans issued by Guangzhou Automobile Group Finance Co., Ltd., etc. during the reporting period
Tax payments	53,534.45	-55.68%	Mainly due to the decrease in production and sales volume leading to reduction in tax payments, etc. during the reporting period
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	196,251.52	-47.74%	Mainly due to the year-on-year decrease in purchase and construction of fixed assets, intangible assets based on the progress of factories construction of Guangzhou Automobile Group Motor Co., Ltd. during the reporting period
Cash repayments of borrowings	285,662.20	297.40%	Mainly due to the repayment of RMB2 billion corporate bonds, etc. during the reporting period

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

☐ Applicable ✓ Not applicable

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

☐ Applicable ✓ Not applicable

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

☐ Applicable ✓ Not applicable

Guangzhou Automobile Group Co., Ltd.
Legal representative: **ZENG Qinghong**
28 April 2020

Guangzhou, the PRC, 28 April 2020

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

4. APPENDICES

4.1 Financial Statements

Consolidated Balance Sheet
31 March 2020

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	31 March 2020	31 December 2019
Current assets:		
Monetary fund	20,245,700,238	32,242,927,079
Trading financial assets	864,721,166	842,845,452
Bills receivables	1,073,159,623	2,241,120,833
Trade receivables	3,723,861,774	3,466,349,324
Financing receivables	7,812,972	6,948,421
Prepayments	1,436,250,004	1,284,439,155
Other receivables	4,620,226,222	4,675,075,096
Including: Interests receivable	0	0
Dividends receivable	3,704,134,683	3,614,415,105
Inventories	6,430,990,026	6,927,830,012
Contractual assets	0	0
Assets classified as available-for-sale	0	0
Non-current assets due within one year	1,213,580,376	1,140,652,908
Other current assets	5,404,511,656	4,036,312,920
Total current assets	**45,020,814,057**	**56,864,501,200**

Item	31 March 2020	31 December 2019
Non-current assets:		
Loans and advances granted	927,422,391	918,003,513
Debt investments	479,987,879	529,987,879
Other debt investments	0	0
Long-term receivables	820,177,297	990,406,663
Long-term equity investments	33,259,353,629	31,982,364,926
Other investments in equity instruments	1,099,111,296	1,224,217,623
Other non-current financial assets	3,275,136,796	3,137,472,390
Investment properties	1,320,023,408	1,334,486,947
Fixed assets	17,171,981,193	17,474,418,983
Construction in progress	1,908,372,020	1,653,117,934
Right-of-use assets	1,503,506,318	1,384,011,302
Intangible assets	12,020,606,520	11,667,072,620
Development expenses	4,717,095,954	4,471,257,417
Goodwill	104,504,775	104,504,775
Long-term deferred expenditures	424,968,966	422,213,341
Deferred income tax assets	1,873,652,823	1,705,313,070
Other non-current assets	1,412,239,132	1,546,177,280
Total non-current assets	**82,318,140,397**	**80,545,026,663**
Total assets	**127,338,954,454**	**137,409,527,863**

Item	31 March 2020	31 December 2019
Current liabilities:		
Short-term borrowings	2,062,367,322	1,884,058,685
Trading financial liabilities	0	0
Bills payables	560,703,060	1,122,302,556
Trade payables	9,383,639,943	12,142,923,360
Receipts in advance	0	0
Contractual liabilities	1,590,620,381	1,528,757,284
Deposit taking and deposit in inter-bank market	5,644,633,099	8,596,262,620
Staff remuneration payable	1,489,118,941	2,179,517,583
Taxes payable	639,536,194	701,550,757
Other payables	6,545,322,593	7,797,691,030
Including: Interests payable	0	0
Dividends payable	6,000,000	13,023,973
Liabilities classified as available-for-sale	0	0
Non-current liabilities due within one year	1,894,353,009	4,106,019,725
Other current liabilities	1,443,088,815	1,526,262,867
Total current liabilities	**31,253,383,357**	**41,585,346,467**
Non-current liabilities:		
Long-term borrowings	1,819,137,781	1,853,577,690
Debentures payable	5,871,777,782	5,838,044,463
Including: preference shares	0	0
perpetual bonds	0	0
Lease liabilities	1,409,536,220	1,232,041,827
Long-term payables	0	0
Long-term staff remuneration payable	0	0
Estimated liabilities	960,189,208	1,014,775,988
Deferred income	3,146,236,001	2,985,508,737
Deferred income tax liabilities	184,338,900	183,135,994
Other non-current liabilities	320,859,839	262,875,852
Total non-current liabilities	**13,712,075,731**	**13,369,960,551**
Total liabilities	**44,965,459,088**	**54,955,307,018**

Item	31 March 2020	31 December 2019
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	10,237,707,610	10,237,707,541
Other equity instrument	240,942,015	240,942,110
Including: preference shares	0	0
perpetual bonds	0	0
Capital reserve	22,646,418,880	22,704,371,350
Less: treasury stock	0	0
Other comprehensive income	154,724,209	277,861,074
Special reserve	21,585,502	32,099,814
Surplus reserve	4,740,742,001	4,740,742,001
General risk provision	341,631,173	341,631,173
Undistributed profit	41,670,379,040	41,558,730,939
Total owners' equity (or shareholders' equity) attributable to the parent company	80,054,130,430	80,134,086,002
Minority interests	2,319,364,936	2,320,134,843
Total owners' equity (or shareholders' equity)	**82,373,495,366**	**82,454,220,845**
Total liabilities and owners' equity (or shareholders' equity)	**127,338,954,454**	**137,409,527,863**

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

Balance Sheet of the Parent Company
31 March 2020

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	31 March 2020	31 December 2019
Current assets:		
Monetary fund	6,816,544,731	9,734,366,397
Bills receivables	0	0
Trade receivables	726,642,191	692,532,926
Prepayments	0	0
Other receivables	5,330,412,531	5,638,331,196
Including: Interests receivable	0	0
Dividends receivable	5,249,334,397	5,480,774,361
Inventories	58,724,180	61,791,477
Contractual assets	0	0
Assets classified as available-for-sale	0	0
Non-current assets due within one year	0	0
Other current assets	940,074,715	664,390,363
Total current assets	**13,872,398,348**	**16,791,412,359**

Item	31 March 2020	31 December 2019
Non-current assets:		
Debt investments	0	0
Other debt investments	0	0
Long-term receivables	0	0
Long-term equity investments	59,237,612,503	57,940,935,082
Other investments in equity instruments	0	0
Other non-current financial assets	980,423,500	980,423,500
Investment properties	477,712,982	481,545,199
Fixed assets	2,334,733,075	2,374,616,715
Construction in progress	534,673,148	481,748,567
Right-of-use assets	19,120,260	22,834,294
Intangible assets	3,928,287,011	3,531,759,029
Development expenses	2,458,465,290	2,384,170,526
Goodwill	0	0
Long-term deferred expenditures	5,527,221	5,817,806
Deferred income tax assets	0	0
Other non-current assets	122,897,613	122,751,939
Total non-current assets	**70,099,452,603**	**68,326,602,657**
Total assets	**83,971,850,951**	**85,118,015,016**

Item	31 March 2020	31 December 2019
Current liabilities:		
Short-term borrowings	1,000,000,000	0
Bills payables	0	0
Trade payables	281,622,804	287,699,552
Receipts in advance	0	0
Contractual liabilities	41,634,115	36,169,140
Staff remuneration payable	586,481,381	841,108,138
Taxes payable	99,850,611	101,226,239
Other payables	4,070,492,303	4,305,539,954
Including: Interests payable	0	0
Dividends payable	0	0
Liabilities classified as available-for-sale	0	0
Non-current liabilities due within one year	25,333,766	2,256,096,360
Other current liabilities	39,106,128	39,114,786
Total current liabilities	**6,144,521,108**	**7,866,954,169**
Non-current liabilities:		
Long-term borrowings	0	0
Debentures payable	5,553,001,918	5,538,362,500
Including: preference shares	0	0
perpetual bonds	0	0
Lease liabilities	3,321,225	4,240,170
Long-term payables	0	0
Long-term staff remuneration payable	0	0
Estimated liabilities	0	0
Deferred income	607,091,815	651,100,586
Deferred income tax liabilities	0	0
Other non-current liabilities	0	0
Total non-current liabilities	**6,163,414,958**	**6,193,703,256**
Total liabilities	**12,307,936,066**	**14,060,657,425**

Item	31 March 2020	31 December 2019
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	10,237,707,610	10,237,707,541
Other equity instrument	240,942,015	240,942,110
Including: preference shares	0	0
perpetual bonds	0	0
Capital reserve	31,352,855,913	31,410,808,383
Less: treasury stock	0	0
Other comprehensive income	-9,913	-9,913
Special reserve	0	0
Surplus reserve	4,740,742,001	4,740,742,001
Undistributed profit	25,091,677,259	24,427,167,469
Total owners' equity (or shareholders' equity)	**71,663,914,885**	**71,057,357,591**
Total liabilities and owners' equity (or shareholders' equity)	**83,971,850,951**	**85,118,015,016**

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

Consolidated Income Statement

From January to March 2020

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	2020 First quarter	2019 First quarter
I. Total revenue from operations	10,877,703,889	14,374,359,901
Including: Revenue from operations	10,765,458,808	14,256,048,841
Interest income	112,245,081	118,311,060
II. Total cost of operations	11,960,711,856	14,724,606,547
Including: Cost of operations	10,339,533,789	12,494,655,154
Interest expenses	22,730,326	37,721,870
Taxes and surcharges	241,844,374	340,075,427
Selling expenses	563,430,230	753,394,140
Management expenses	635,766,208	926,434,477
Research and development expenses	115,713,188	113,299,297
Financial expenses	41,693,741	59,026,182
Including: Interests expenses	104,038,434	110,220,072
Interest income	69,863,342	108,088,357
Add: Other income	208,547,767	88,253,274
Gains on investment (loss is represented by "-")	948,301,221	2,568,165,472
Including: Gains from investment in associated companies and joint ventures	892,533,323	2,544,528,251
Income from derecognition of financial assets at amortised cost	0	0
Foreign exchange gains (loss is represented by "-")	0	0
Net gains from hedging exposure (loss is represented by "-")	0	0
Gains on change in fair value (loss is represented by "-")	-26,162,689	27,617,931
Impairment loss of credit (loss is represented by "-")	-33,671,028	1,533,152
Impairment loss of assets (loss is represented by "-")	1,029,977	11,822,273
Gains on disposal of assets (loss is represented by "-")	372,038	-195,311

Item	2020 First quarter	2019 First quarter
III. Operating profit (loss is represented by "-")	15,409,319	2,346,950,145
Add: Non-operating income	7,266,758	477,635,489
Less: Non-operating expenses	13,163,421	1,512,851
IV. Total profit (total loss is represented by "-")	9,512,656	2,823,072,783
Less: Income tax expenses	-102,135,445	6,241,693
V. Net profit (net loss is represented by "-")	111,648,101	2,816,831,090
(1) Classified by continuity of operations		
1. Net profit from continuing operations (net loss is represented by "-")	111,648,101	2,816,831,090
2. Net profit from discontinued operations (net loss is represented by "-")	0	0
(2) Classified by ownership of the equity		
1. Net profit attributable to shareholders of the parent company (net loss is represented by "-")	118,493,097	2,777,967,504
2. Minority interests (net loss is represented by "-")	-6,844,996	38,863,586
VI. Other comprehensive income (net of tax)	-123,136,865	22,963,901
(I) Other comprehensive income (net of tax) attributable to owners of the parent company	-123,136,865	22,963,901
1. Other comprehensive income not to be reclassified into profit or loss	-125,106,326	23,833,929
(1) Changes arising from the re-measurement of defined benefit plans	0	0
(2) Other comprehensive income not to be reclassified to profit or loss under the equity method	0	0
(3) Changes in fair value arising from other equity instruments investments	-125,106,326	23,833,929
(4) Changes in fair value arising from corporate credit risk	0	0

Item	2020 First quarter	2019 First quarter
2. Other comprehensive income to be reclassified into profit or loss	1,969,461	-870,028
(1) Other comprehensive income to be reclassified into profit or loss under the equity method	0	0
(2) Change in fair value of other debt investments	0	0
(3) Financial assets reclassified into other comprehensive income	0	0
(4) Credit impairment provision for other debt instruments	0	0
(5) Reserve for cash flow hedging	0	0
(6) Exchange differences on foreign currency financial statements translation	1,969,461	-870,028
(7) Others	0	0
(II) Other comprehensive income (net of tax) attributable to minority interests	0	0
VII. Total comprehensive income	-11,488,764	2,839,794,991
(1) Total comprehensive income attributable to the owners of the parent company	-4,643,768	2,800,931,405
(2) Total comprehensive income attributable to minority interests	-6,844,996	38,863,586
VIII. Earnings per share:		
(1) Basic earnings per share (Yuan/share)	0.01	0.27
(2) Diluted earnings per share (Yuan/share)	0.01	0.27

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

Income Statement of the Parent Company

From January to March 2020

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	2020 First quarter	2019 First quarter
I. Revenue from operations	80,430,287	71,575,448
Less: Cost of operations	36,831,689	35,187,740
Taxes and surcharges	3,978,596	4,425,932
Selling expenses	0	0
Management expenses	6,795,093	377,894,832
Research and development expenses	314,747,181	149,737,374
Financial expenses	5,629,981	9,545,644
Including: Interests expenses	41,912,490	60,647,996
Interest income	51,032,307	76,182,561
Add: Other income	39,255,648	29,526,947
Gains on investment (loss is represented by "-")	915,984,901	2,335,966,501
Including: Gains from investment in associated companies and joint ventures	915,984,901	2,335,966,501
Income from derecognition of financial assets at amortised cost	0	0
Net gain from hedging exposure (loss is represented by "-")	0	0
Gains on change in fair value (loss is represented by "-")	0	0
Impairment loss of credit (loss is represented by "-")	0	0
Impairment loss of assets (loss is represented by "-")	0	0
Gains on disposal of assets (loss is represented by "-")	0	0
II. Operating profit (loss is represented by "-")	667,688,296	1,860,277,374
Add: Non-operating income	17,494	470,043,597
Less: Non-operating expenses	3,196,000	149,473
III. Total profit (total loss is represented by "-")	664,509,790	2,330,171,498
Less: Income tax expenses	0	0
IV. Net profit (net loss is represented by "-")	664,509,790	2,330,171,498
(1) Net profit from continuing operations (net loss is represented by "-")	664,509,790	2,330,171,498
(2) Net profit from discontinued operations (net loss is represented by "-")	0	0

Item	2020 First quarter	2019 First quarter
V. Other comprehensive income (net of tax)	0	0
(1) Other comprehensive income not to be reclassified into profit or loss	0	0
(2) Other comprehensive income to be reclassified into profit or loss	0	0
1. Other comprehensive income to be reclassified into profit or loss under the equity method	0	0
2. Change in fair value of other debt investments	0	0
3. Financial assets reclassified into other comprehensive income	0	0
VI. Total comprehensive income	664,509,790	2,330,171,498

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

Consolidated Cash Flow Statement

From January to March 2020

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	2020 First quarter	2019 First quarter
I. Cash flow generated from operating activities:		
Cash received from sales of goods and rendering labour services	12,189,120,263	17,975,973,771
Net increase in deposits from customer and other banks	-2,952,038,914	-4,177,498,388
Net increase in borrowings from PBOC	0	0
Cash received from interest, handling fees and commissions	126,814,467	131,235,251
Tax rebates	103,156,621	12,710,141
Other cash received from activities relating to operation	1,191,460,179	1,451,537,412
Sub-total of cash inflows from operating activities	10,658,512,616	15,393,958,187
Cash paid for goods and services	12,043,734,760	16,641,288,001
Net increase in customer loans and advances	897,369,846	-326,966,390
Net increase in deposit in PBOC and interbank deposits	-206,500,000	-777,799,800
Cash paid for interest, handling fees and commissions	13,143,539	57,886,554
Cash paid to and on behalf of employees	1,996,872,274	2,258,204,043
Tax payments	535,344,526	1,207,786,333
Other cash payments related to operating activities	1,851,789,248	2,364,569,523
Sub-total of cash outflows from operating activities	17,131,754,193	21,424,968,264
Net cash flow from operating activities	-6,473,241,577	-6,031,010,077

Item	2020 First quarter	2019 First quarter
II. Cash flow generated from investing activities:		
Cash received from redemption of investments	846,704,586	847,651,786
Cash received from gains on investment	31,461,030	25,252,428
Net cash received from disposal of fixed assets, intangible assets and other long term assets	10,378,966	8,800,811
Net cash received from disposal of subsidiaries and other operating entities	0	0
Other cash received from activities related to investment	89,956,081	37,653
Sub-total of cash inflows from investing activities	978,500,663	881,742,678
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	1,962,515,161	3,754,987,707
Cash paid for investment	1,486,491,243	1,365,620,868
Net cash paid for acquiring subsidiaries and other operating entities	0	0
Other cash paid for activities related to investment	255,350,722	24,107,917
Sub-total of cash outflows from investing activities	3,704,357,126	5,144,716,492
Net cash flow generated from investing activities	-2,725,856,463	-4,262,973,814
III. Cash flow generated from financing activities:		
Cash received from capital contributions	2,000,000	59,297,610
Including: Cash received by subsidiaries from minority shareholders' investment	2,000,000	53,800,000
Cash received from borrowings	958,156,571	1,393,449,476
Cash received from issuing bonds	0	0
Other cash received from activities related to financing activities	97,957,883	33,249,125
Sub-total of cash inflows from financing activities	1,058,114,454	1,485,996,211

Item	2020 First quarter	2019 First quarter
Cash repayments of borrowings	2,856,621,985	718,829,167
Dividends paid, profit distributed or interest paid	354,789,418	353,366,774
Including: Dividends and profit paid by subsidiaries to minority shareholders	9,798,431	17,187,772
Other cash paid for activities related to financing activities	107,795,595	0
Sub-total of cash outflows from financing activities	3,319,206,998	1,072,195,941
Net cash flow generated from financing activities	-2,261,092,544	413,800,270
IV. Effects of changes in exchange rate on cash and cash equivalents	10,346,014	-28,515,939
V. Net increase in cash and cash equivalents	-11,449,844,570	-9,908,699,560
Add: Cash and cash equivalents at the beginning of the period	30,564,910,372	38,066,267,451
VI. Cash and cash equivalents at the end of the period	19,115,065,802	28,157,567,891

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

Cash Flow Statement of the Parent Company
From January to March 2020

Prepared by: Guangzhou Automobile Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: unaudited

Item	2020 First quarter	2019 First quarter
I. Cash flow generated from operating activities:		
Cash received from sales of goods and rendering labour services	119,274,499	104,594,244
Tax rebates	0	0
Other cash received from activities related to operation	74,768,479	355,177,805
Sub-total of cash inflows from operating activities	194,042,978	459,772,049
Cash paid for goods and labour services	13,077,293	796,886
Cash paid to and on behalf of employees	222,232,008	199,551,586
Tax payments	3,466,027	17,834,668
Other cash payments related to operating activities	132,949,229	67,332,737
Sub-total of cash outflows from operating activities	371,724,557	285,515,877
Net cash flow from operating activities	-177,681,579	174,256,172
II. Cash flow generated from investing activities:		
Cash received from redemption of investments	0	0
Cash received from gains on investment	231,439,965	141,312,952
Net cash received from disposal of fixed assets, intangible assets and other long term assets	0	629,700
Net cash received from disposal of subsidiaries and other operating entities	0	0
Other cash received from activities related to investing activities	0	0
Sub-total of cash inflows from investing activities	231,439,965	141,942,652

Item	2020 First quarter	2019 First quarter
Cash paid for purchase and construction of fixed assets, intangible assets and other long term assets	1,048,027,508	1,106,757,432
Cash paid for investment	380,692,520	925,620,000
Net cash paid for acquiring subsidiaries and other operating entities	0	0
Other cash paid for activities related to investing activities	250,000,000	0
Sub-total of cash outflows from investing activities	1,678,720,028	2,032,377,432
Net cash flow from investing activities	-1,447,280,063	-1,890,434,780
III. Cash flow generated from financing activities:		
Cash received from capital contributions	0	5,497,610
Cash received from borrowing	1,000,000,000	0
Other cash received from financing-related activities	0	0
Sub-total of cash inflows from financing activities	1,000,000,000	5,497,610
Cash repayments of borrowings	2,000,000,000	0
Dividends paid, profit distributed or interest paid	292,709,405	272,260,648
Other cash paid for financing-related activities	150,619	0
Sub-total of cash outflows from financing activities	2,292,860,024	272,260,648
Net cash flows generated from financing activities	-1,292,860,024	-266,763,038
IV. Effects of changes in exchange rate on cash and cash equivalents	0	0
V. Net increase in cash and cash equivalents	-2,917,821,666	-1,982,941,646
Add: Cash and cash equivalents at the beginning of the period	9,734,366,397	12,699,469,013
VI. Cash and cash equivalents at the end of the period	6,816,544,731	10,716,527,367

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

4.2 Information on adjustment on financial statements at the beginning of the year of first implementation in respect of the first implementation of new revenue standards and new lease standards starting from 2020

☐ Applicable ✓ Not applicable

4.3 Details of retrospective adjustment on the comparative figures in the previous period in respect of the first implementation of new revenue standards and new lease standards starting from 2020

☐ Applicable ✓ Not applicable

4.4 Audited report

☐ Applicable ✓ Not applicable