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**China Hongqiao Group Limited**  
**中國宏橋集團有限公司**

*(Incorporated under the laws of Cayman Islands with limited liability)*  
**(Stock Code: 1378)**

**Voluntary Announcement**

Reference is made to the announcement of China Hongqiao Group Limited (the “**Company**”) dated 25 April 2013 in relation to the issue of the Medium-term Notes and Short-Term Financial Bonds in the People’s Republic of China (“**PRC**”) by Shandong Hongqiao New Material Co., Ltd. (“**Shandong Hongqiao**”) and Shandong Weiqiao Aluminum and Power Co., Ltd. (“**Aluminum & Power**”), both of which are wholly-owned subsidiaries of the Company.

As the third quarterly financial information in 2017 of Shandong Hongqiao and Aluminum & Power is available only in Chinese, the Company wishes to provide the following unaudited consolidated balance sheets as at 30 September 2017 and unaudited consolidated income statements for the nine months ended 30 September 2017 prepared by Shandong Hongqiao and Aluminum & Power, respectively.

The board of directors of the Company wishes to remind investors that the financial information contained herein is prepared based on the generally accepted accounting principles of the PRC and the unaudited management accounts. It has not been reviewed or audited by the auditors of Shandong Hongqiao, Aluminum & Power and the Company.

**The investors are cautioned not to unduly rely on such information and are advised to exercise caution when dealing in the shares of the Company.**

## CONSOLIDATED BALANCE SHEET

Prepared by Shandong Hongqiao New Material Co., Ltd.

Date: 30 September 2017

Units: RMB

Assets	Row	Opening balance	Ending balance	Liabilities and owners' equity	Row	Opening balance	Ending balance
Current assets:				Current liabilities:			
Cash at bank and on hand	1	11,528,268,160.45	17,838,331,420.79	Short-term borrowings	26	5,113,363,144.31	10,060,732,600.42
Financial assets held for trading	2			Financial liabilities held for trading	27	1,691,200.00	693,325.00
Notes receivable	3	9,731,942,168.62	11,429,034,897.37	Notes payable	28		2,000,000,000.00
Accounts receivable	4	309,996,059.00	2,575,349,638.63	Accounts payable	29	8,617,127,344.86	15,300,629,830.23
Prepayments	5	838,850,170.07	781,200,178.21	Advances from customers	30	781,768,143.58	1,521,086,638.25
Interests receivable	6			Staff remuneration payables	31	325,810,807.35	459,495,571.23
Dividends receivable	7			Taxes payable	32	1,282,794,177.61	2,163,529,965.31
Other receivables	8	2,990,326,996.68	16,452,838,598.74	Interests payable		1,413,539,095.45	1,669,982,984.62
Inventories	9	17,034,091,348.31	14,847,154,539.25	Dividends payable	33		
Non-current assets due within one year				Other payables	34	8,232,040,961.52	8,127,879,261.67
Other current assets	10	2,755,720,280.60	1,670,337,952.37	Non-current liabilities due within one year	35	1,200,787,865.31	10,385,859,398.77
				Other current liabilities	36	11,000,000,000.00	9,000,000,000.00
Total current assets:		45,189,195,183.73	65,594,247,225.36	Total current liabilities:		37,968,922,739.99	60,689,889,575.50
Non-current assets:							
Available-for-sale financial assets	11	261,000,782.51	117,000,782.51	Non-current liabilities:			
Held-to-maturity investments	12			Long-term borrowings	37	4,327,000,000.00	2,800,000,000.00
Long-term receivables	13			Bonds payable	38	40,457,334,936.12	36,258,241,333.72
Long-term equity investments	14	19,991,281.33	19,991,281.33	Long-term payables	39	5,926,049,332.28	1,705,755,759.23
Investment property	15		154,944,132.93	Special payables	40		
Fixed assets	16	80,392,730,002.76	76,039,251,740.66	Estimated liabilities	41		
Construction in progress	17	3,549,774,662.94	3,317,854,466.87	Deferred tax liabilities	23	344,248,174.87	371,570,074.11
Construction materials	18	760,065.62	819,809.51	Other non-current liabilities	42	120,744,285.71	213,508,516.42
Intangible assets	19	3,093,636,967.49	3,614,924,490.36				
Development expenses	20			Total non-current liabilities:		51,175,376,728.98	41,349,075,683.48
Goodwill	21	477,031,224.37	1,934,456,930.96				
Long-term prepaid expenses	22		2,939,761.00	Total liabilities:		89,144,299,468.97	102,038,965,258.98
Deferred tax assets	23	371,399,565.57	1,250,520,879.19				
Other non-current assets	24	1,875,744,812.28	1,092,031,814.70	Shareholders' equity:			
				Share capital	43	9,921,364,362.00	9,921,364,362.00
Subtotal non-current assets:		90,042,069,364.87	87,544,736,090.02	Capital reserve	44		
				Special reserve	45		211,703,276.69
				Surplus reserve	46	5,185,812,368.40	5,185,812,368.40
				Undistributed profits	47	30,955,461,028.11	34,754,443,678.09
				Exchange differences			
				Minority interests		24,327,321.12	1,026,694,371.22
				Total shareholders equity:		46,086,965,079.63	51,100,018,056.40
TOTAL ASSETS		135,231,264,548.60	153,138,983,315.38	TOTAL LIABILITIES AND OWNERS' EQUITY		135,231,264,548.60	153,138,983,315.38

Person-in-charge  
of the Company:  
**Zhang Shiping**

Person-in-charge of  
accounting:  
**Zhang Ruilian**

Prepared by:  
**Zhang Ruilian**

## CONSOLIDATED INCOME STATEMENT

Prepared by Shandong Hongqiao New Material Co., Ltd.      January to September 2017      Units: RMB

Item	Row	Amount for the corresponding period last year	Cumulative amount for the current year
I. Operating income	1	42,521,335,752.78	73,695,311,512.88
Of which: principal operations revenue	2	41,818,644,879.29	71,736,614,206.86
other operations revenue	3	702,690,873.49	1,958,697,306.02
Less: Operating cost	4	31,749,763,349.39	60,664,075,555.66
Of which: principal operations cost	5	31,507,585,430.22	59,938,638,443.92
other operations cost	6	242,177,919.17	725,437,111.74
Taxes and surcharges	7	128,769,288.16	468,958,411.48
Selling expenses	8	89,496,741.11	222,727,282.98
Administrative expenses	9	539,066,331.75	1,322,958,822.42
Financial expenses	10	2,362,223,380.99	2,299,972,917.51
Asset impairment losses	11	13,505,537.70	3,431,104,387.85
Add: Gains from changes in fair value	12		8,023,134.16
Investment gains	13	-23,660.86	107,710,572.81
II. Operating profit		7,638,487,462.82	5,401,247,841.95
Add: Non-operating income	14	47,266,602.12	98,012,410.07
Less: Non-operating expenses	15	20,165,393.54	13,131,728.16
Of which: losses on disposal of non-current assets	16		
III. Total profit		7,665,588,671.40	5,486,128,523.86
Less: Income tax expenses	17	2,086,735,781.17	1,645,429,036.84
IV. Net profit		5,578,852,890.23	3,840,699,487.02

Person-in-charge  
of the Company:  
**Zhang Shiping**

Person-in-charge of  
accounting:  
**Zhang Ruilian**

Prepared by:  
**Zhang Ruilian**

## CONSOLIDATED BALANCE SHEET

Prepared by Shandong Weiqiao Aluminum and Power Co., Ltd.

Date: 30 September 2017

Units: RMB

Assets	Row	Opening balance	Ending balance	Liabilities and owners' equity	Row	Opening balance	Ending balance
Current assets:				Current liabilities:			
Cash at bank and on hand	1	9,273,672,121.46	16,764,059,697.67	Short-term borrowings	26	3,698,567,666.86	5,954,536,737.57
Financial assets held for trading	2			Financial liabilities held for trading	27	1,691,200.00	693,325.00
Notes receivable	3	9,049,509,157.64	10,697,133,965.69	Notes payable	28		2,000,000,000.00
Accounts receivable	4	267,894,314.56	1,586,427,750.45	Accounts payable	29	7,352,439,812.93	13,278,321,340.02
Prepayments	5	802,188,945.86	489,296,434.89	Advances from customers	30	703,996,265.56	1,468,609,115.19
Interests receivable	6			Staff remuneration payables	31	285,697,353.49	397,624,801.01
Dividends receivable	7			Taxes payable	32	1,084,356,192.35	1,888,202,977.39
Other receivables	8	911,424,340.05	16,272,429,313.99	Interests payable		715,174,218.47	722,640,368.11
Inventories	9	15,025,485,101.14	12,446,588,154.92	Dividends payable	33		
Non-current assets due within one year				Other payables	34	10,270,367,712.17	14,399,386,823.80
Other current assets	10	2,447,500,217.02	1,120,849,239.64	Non-current liabilities due within one year	35	409,333,748.21	16,890,051,360.70
				Other current liabilities	36	7,000,000,000.00	5,000,000,000.00
<b>Total current assets:</b>		<b>37,777,674,197.73</b>	<b>59,376,784,557.25</b>	<b>Total current liabilities:</b>		<b>31,521,624,170.04</b>	<b>62,000,066,848.79</b>
Non-current assets:				Non-current liabilities:			
Available-for-sale financial assets	11	111,000,782.51	111,000,782.51	Long-term borrowings	37	2,600,000,000.00	2,800,000,000.00
Held-to-maturity investments	12			Bonds payable	38	17,665,489,338.40	14,683,773,162.31
Long-term receivables	13			Long-term payables	39	22,552,597,433.75	6,026,078,218.37
Long-term equity investments	14	19,991,281.33	19,991,281.33	Special payables	40		
Investment property	15			Estimated liabilities	41		
Fixed assets	16	73,398,842,878.44	66,631,893,018.94	Deferred tax liabilities	23	344,248,174.87	337,659,738.12
Construction in progress	17	2,036,899,509.00	2,919,150,994.81	Other non-current liabilities	42	120,744,285.71	213,508,516.42
Construction materials	18	760,065.62	819,809.51				
Intangible assets	19	2,979,399,264.73	3,219,057,918.66	<b>Total non-current liabilities:</b>		<b>43,283,079,232.73</b>	<b>24,063,019,635.22</b>
Development expenses	20						
Goodwill	21	477,031,224.37	311,768,933.61	<b>Total liabilities:</b>		<b>74,804,703,402.77</b>	<b>86,063,086,484.01</b>
Long-term deferred expenses	22						
Deferred tax assets	23	301,473,450.49	1,026,148,267.02	Shareholders' equity:			
Other non-current assets	24	1,804,435,375.80	1,029,919,140.18	Share capital	43	13,000,000,000.00	13,000,000,000.00
<b>Subtotal non-current assets:</b>		<b>81,129,833,832.29</b>	<b>75,269,750,146.57</b>	Capital reserve	44		
				Special reserve	45		185,604,607.40
				Surplus reserve	46	3,993,060,984.11	3,993,060,984.11
				Undistributed profits	47	27,085,416,322.02	31,348,731,396.65
				Exchange differences			
				Minority interests		24,327,321.12	56,051,231.65
				<b>Total shareholders' equity:</b>		<b>44,102,804,627.25</b>	<b>48,583,448,219.81</b>
<b>TOTAL ASSETS</b>		<b>118,907,508,030.02</b>	<b>134,646,534,703.82</b>	<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>		<b>118,907,508,030.02</b>	<b>134,646,534,703.82</b>

Person-in-charge  
of the Company:  
**Zhang Bo**

Person-in-charge of  
accounting:  
**Zhang Ruilian**

Prepared by:  
**Zhang Ruilian**

## CONSOLIDATED INCOME STATEMENT

Prepared by Shandong Weiqiao Aluminum and Power Co., Ltd.

January to September 2017

Units: RMB

Item	Row	Amount for the corresponding period last year	Cumulative amount for the current year
I. Operating income	1	40,352,999,664.84	68,903,283,371.59
Of which: principal operations revenue	2	38,061,737,044.37	59,190,450,633.66
other operations revenue	3	2,291,262,620.47	9,712,832,737.93
Less: Operating cost	4	30,774,310,566.90	57,024,475,445.93
Of which: principal operations cost	5	28,925,276,460.36	49,150,514,393.32
other operations cost	6	1,849,034,106.54	7,873,961,052.61
Taxes and surcharges	7	95,744,842.51	423,525,683.30
Selling expenses	8	85,735,188.98	210,133,277.94
Administrative expenses	9	425,292,628.42	1,177,528,167.28
Financial expenses	10	1,637,407,923.62	1,491,307,392.41
Asset impairment losses	11	13,505,537.70	2,902,711,895.21
Add: Gains from changes in fair value	12		1,187,050.00
Investment gains	13	-23,660.86	107,486,656.97
II. Operating profit		7,320,979,315.85	5,782,275,216.49
Add: Non-operating income	14	42,416,979.67	84,701,076.88
Less: Non-operating expenses	15	18,928,350.09	12,931,679.46
Of which: losses on disposal of non-current assets	16		
III. Total profit		7,344,467,945.43	5,854,044,613.91
Less: Income tax expenses	17	1,924,288,134.36	1,559,005,628.75
IV. Net profit		5,420,179,811.07	4,295,038,985.16

Person-in-charge  
of the Company:  
**Zhang Bo**

Person-in-charge of  
accounting:  
**Zhang Ruilian**

Prepared by:  
**Zhang Ruilian**

By Order of the Board  
**China Hongqiao Group Limited**  
**Zhang Shiping**  
*Chairman*

Shandong, the People's Republic of China  
30 October 2017

*As at the date of this announcement, the Board comprises eight directors, namely Mr. Zhang Shiping, Ms. Zheng Shuliang, Mr. Zhang Bo as executive directors, Mr. Yang Congsen, Mr. Zhang Jinglei as non-executive directors, and Mr. Chen Yinghai, Mr. Xing Jian and Mr. Han Benwen as independent non-executive directors.*