

BOE

INTERIM REPORT 2018

August 2018

京东方科技集团股份有限公司
BOE TECHNOLOGY GROUP CO., LTD.

Part I Important Notes, Table of Contents and Definitions

The Board of Directors (or the “Board”), the Supervisory Committee as well as the directors, supervisors and senior management of BOE Technology Group Co., Ltd. (hereinafter referred to as the “Company”) hereby guarantee the factuality, accuracy and completeness of the contents of this Report and its summary, and shall be jointly and severally liable for any misrepresentations, misleading statements or material omissions therein.

Mr. Wang Dongsheng, the Company’s legal representative, Mr. Chen Yanshun, president of the Company’s Execution Committee (Chief Executive Officer), Ms. Sun Yun, the Company’s Chief Financial Officer, and Ms. Yang Xiaoping, head of the Company’s financial department (equivalent to financial manager) hereby guarantee that the Financial Statements carried in this Report are factual, accurate and complete.

With the exception of following directors, all the other directors personally attended the board meeting where this semi-annual report was reviewed.

Name of the director failed to personally attend the Board Meeting	Offices taken by the directors absent from the Meeting	Cause of the absence	Name of the mandatary
Li Xuan	Independent director	Business Trip	Hu XiaoLin

The Company has no interim dividend plan, either in the form of cash or stock.

Any plans for the future, development strategies and other forward-looking statements mentioned in this Report and its summary shall NOT be considered as absolute promises of the Company to investors. Therefore, investors are reminded to exercise caution when making investment decisions. For further information, see “X Risks Facing the Company and Countermeasures” in Part IV herein.

This Report has been prepared as per China’s Accounting Standards for Business Enterprises and other relevant regulations.

This Report and its summary have been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese versions shall prevail.

Table of Contents

Interim Report 2018	1
Part I Important Notes, Table of Contents and Definitions	2
Part II Corporate Information and Key Financial Information	5
Part III Business Summary	9
Part IV Operating Performance Discussion and Analysis	12
Part V Significant Events	25
Part VI Share Changes and Shareholder Information.....	43
Part VII Preferred Shares	49
Part VIII Directors, Supervisors and Senior Management.....	50
Part IX Corporate Bonds	55
Part X Financial Report	59
Part XI Documents Available for Reference.....	210

Definitions

Term	Definition
“BOE”, the “Company”, the “Group” or “we”	BOE Technology Group Co., Ltd. and its consolidated subsidiaries, except where the context otherwise requires
The cninfo website	http://www.cninfo.com.cn/
CSRC	The China Securities Regulatory Commission
SID	The Society for Information Display
United Ratings	United Credit Ratings Co., Ltd.
TFT- LCD	Thin Film Transistor- Liquid Crystal Display
AMOLED	Active-Matrix Organic Light Emitting Diode
OLED	Organic Light Emitting Diode
VR/AR	Virtual Reality /Augmented Reality
IoT	Internet of things
AI	Artificial Intelligence
IFI	The IFI CLAIMS Patent Services
IEC	The International Electro Technical Commission
The “Reporting Period” or “Current Period”	The period from 1 January 2018 to 30 June 2018
RMB, RMB’0,000	Expressed in the Chinese currency of Renminbi, expressed in ten thousand Renminbi

Part II Corporate Information and Key Financial Information

I Corporate Information

Stock name	BOE-A, BOE-B	Stock code	000725, 200725
Changed stock name (if any)	N/A		
Stock exchange for stock listing	Shenzhen Stock Exchange		
Company name in Chinese	京东方科技集团股份有限公司		
Abbr. (if any)	京东方		
Company name in English (if any)	BOE TECHNOLOGY GROUP CO., LTD.		
Abbr. (if any)	BOE		
Legal representative	Wang Dongsheng		

II Contact Information

Item	Board Secretary	Securities Representative
Name	Liu Hongfeng	--
Address	12 Xihuan Middle Road, Beijing Economic-Technological Development Area, P.R.China	--
Tel.	010—64318888 ext.	--
Fax	010—64366264	--
Email address	liuhongfeng@boe.com.cn	--

III Other Information

1. Contact Information of the Company

Indicate by tick mark whether any change occurred to the registered address, office address and their zip codes, website address and email address of the Company in the Reporting Period.

Applicable Not applicable

No change occurred to the said information in the Reporting Period, which can be found in the 2017 Annual Report.

2. Media for Information Disclosure and Place where this Report is Kept

Indicate by tick mark whether any change occurred to the information disclosure media and the place for keeping the Company's

periodic reports in the Reporting Period.

Applicable Not applicable

The newspapers designated by the Company for information disclosure, the website designated by the CSRC for disclosing the Company's periodic reports and the place for keeping such reports did not change in the Reporting Period. The said information can be found in the 2017 Annual Report.

IV Key Financial Information

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes No

Item	H1 2018	H1 2017	Change (%)
Operating revenue (RMB)	43,473,904,966.00	44,605,027,995.00	-2.54%
Net profit attributable to the listed company's shareholders (RMB)	2,975,206,500.00	4,302,605,600.00	-30.85%
Net profit attributable to the listed company's shareholders before exceptional items (RMB)	978,868,759.00	4,017,844,109.00	-75.64%
Net cash generated from/used in operating activities (RMB)	11,439,605,846.00	10,638,591,266.00	7.53%
Basic earnings per share (RMB/share)	0.085	0.123	-30.89%
Diluted earnings per share (RMB/share)	0.085	0.123	-30.89%
Weighted average return on net assets (%)	3.45%	4.48%	-1.03%
Item	30 June 2018	31 December 2017	Change (%)
Total assets (RMB)	276,232,247,578.00	256,108,741,849.00	7.86%
Net assets attributable to the listed company's shareholders (RMB)	85,465,192,715.00	84,809,816,377.00	0.77%

V Accounting Data Differences under China's Accounting Standards for Business Enterprises (CAS) and International Financial Reporting Standards (IFRS) and Foreign Accounting Standards

1. Net Profit and Net Asset Differences under CAS and IFRS

Applicable Not applicable

No such differences for the Reporting Period.

2. Net Profit and Net Asset Differences under CAS and Foreign Accounting Standards

Applicable Not applicable

No such differences for the Reporting Period.

XI Exceptional Gains and Losses

Applicable Not applicable

Unit: RMB

Item	Reporting Period	Note
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-offs)	-3,451,236.00	N/A
Tax rebates, reductions and exemptions given with ultra vires approval or in lack of official approval documents	0.00	N/A
Government subsidies charged to current profit or loss (exclusive of government subsidies given in the Company's ordinary course of business at fixed quotas or amounts as per government's uniform standards)	2,051,849,769.00	N/A
Capital occupation charges on non-financial enterprises that are charged to current profit or loss	0.00	N/A
Gain equal to the amount by which investment costs for the Company to obtain subsidiaries, associates and joint ventures are lower than the Company's enjoyable fair value of identifiable net asset value of investees when making investments	9,317,244.00	N/A
Gain or loss on non-monetary asset swaps	0.00	N/A
Gain or loss on investments or assets entrusted to other entities for management	0.00	N/A
Allowance for asset impairments due to acts of God such as natural disasters	0.00	N/A
Gain or loss on debt restructuring	0.00	N/A
Restructuring costs in staff arrangement, integration, etc.	0.00	N/A
Gain or loss on over-fair value amount as a result of transactions with distinctly unfair prices	0.00	N/A
Current profit or loss on subsidiaries obtained in business combinations involving enterprises under common control from period-beginning to combination dates, net	0.00	N/A
Gain or loss on contingencies that do not arise in the Company's ordinary course of business	0.00	N/A
Gain or loss on fair-value changes in trading financial assets and liabilities & investment income from disposal of trading financial assets and liabilities and available-for-sale financial assets (exclusive of effective portion of hedges that arise in the Company's ordinary course of business)	180,450,008.00	N/A
Reversed portion of impairment allowance for accounts receivable which are tested individually for impairment	153,235.00	N/A
Gain or loss on loan entrustments	0.00	N/A
Gain or loss on fair-value changes in investment property of which subsequent measurement	0.00	N/A

is carried out using fair value method		
Effects of all adjustments required by taxation, accounting and other applicable laws and regulations on current profit or loss	0.00	N/A
Income from charges on entrusted management	0.00	N/A
Non-operating income and expense other than above	31,223,326.00	N/A
Other gains and losses that meet definition of exceptional gain/loss	0.00	N/A
Less: Income tax effects	182,968,012.00	N/A
Non-controlling interests effects (net of tax)	90,236,593.00	N/A
Total	1,996,337,741.00	--

Explanation of why the Company classifies a gain/loss item as exceptional according to the definition in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Gain/Loss Items, or reclassifies any exceptional item listed in the said explanatory announcement as recurrent:

Applicable Not applicable

No such cases for the Reporting Period.

Part III Business Summary

I Core Business Scope of the Company in Reporting Period

Is the Company subject to any disclosure requirements for special industries?

No.

Founded in April 1993, BOE Technology Group Co., Ltd. (“BOE”) is an IoT company providing intelligent interface products and services for information interaction and human health. In order to further promote transformation, sharpen its competitive edges in market segments and stimulate faster growth, BOE has restructured itself in June 2018 into three business divisions with seven sub-divisions.

1. Display and Sensor Device

Division D consists of the display and sensor device sub-division, and the sensor and application solution sub-division. The display and sensor device sub-division designs and manufactures related devices with a B2B model. The display device business offers TFT-LCD, AMOLED, Micro Display and other intelligent interface devices for smartphones, tablet PCs, laptops, displayers, TVs, VR/AR devices, vehicles, wearable devices, industrial control, medical care, tiled display screens, etc. And the sensor device business provides thin film transistors for use in medical care, testing, communication, security, etc. The sensor and application solution sub-division provides sensor system solutions for B2B customers of medical and household testing equipment, communication and transportation and so on, with products including X-ray, ultrasonographic systems, gene sequencing chips, molecular antenna, access control systems and liquid crystal lens.

2. IoT-Based Smart System

Division S is divided into the smart manufacturing service sub-division, the IoT solution sub-division and the digital art IoT platform sub-division. The smart manufacturing service sub-division designs and manufactures, for its global B2B partners, the most competitive ODM/OEM services and tailored smart manufacturing solutions of TVs, displayers, communication terminals, electronic labels, commercial display products and backlight units, among others. The IoT solution sub-division offers software-and-hardware integrated solutions like supermarket retail solutions, bank marketing solutions, remote diagnosis solutions, digital hospital settlement solutions, traffic signal transmission solutions, multimedia interaction solutions, smart exhibition solutions, smart teaching solutions, home entertainment solutions and smart micro-grid solutions, etc. for B2B customers in IoT market segments such as smart retail, smart finance, digital hospitals, smart transportation, smart education, smart business offices, smart homes and smart energy. The digital art IoT platform sub-division with a B2C model is committed to offering the best user experience, introducing art to everyone and brightening everyday life with the beauty of art. The featured product, BOE iGallery, integrates information technology with art, providing users with various services including artistic appreciation, art knowledge, art mall, custom artworks and visual aesthetics.

3. Smart Healthcare Service Division (Division H)

Division H includes the mobile healthcare IoT platform sub-division and the smart healthcare service sub-division. The mobile healthcare IoT platform sub-division with a B2C model is focused on biochips for testing and household testing equipment, as well as the related products, providing individual and household customers with mobile health testing and online diagnosis services including health management, online diagnosis, AI diagnosis and smart referral. The smart healthcare service sub-division covers digital hospitals, regenerative medicine, healthcare parks, healthcare centres, etc. It offers B2C customers online-and-offline integrated professional healthcare services focused on digital medical care and supplemented by smart nursing home and healthcare park integrated solutions, as well as by industrial park operations and the like.

II Material Changes in Major Assets

1. Material Changes in Major Assets

Major assets	Main reason for material changes
Equity assets	N/A
Fixed assets	N/A
Intangible assets	N/A
Construction in progress	Rise in expenditure on new construction in Reporting Period

2. Major Assets Overseas

Applicable Not applicable

III Core Competitiveness Analysis

Is the Company subject to any disclosure requirements for special industries?

No.

1. The Company firmly promoted and implemented innovation and transformation, and improved global competitiveness

BOE firmly promoted and implemented the development strategy of three major business divisions, namely smart interface devices and solutions, smart systems and solutions as well as smart healthcare service. According to different business features and client groups, it also optimized the classification of its business sub-divisions, consolidated its organization mechanism and improved global market competitiveness.

Display and sensor device division: both the construction of new line and excellent creep speed for display and sensor business group proceeded in order. In which, the product yield of the 6th Generation Flexible AMOLED Production Line (the first in China and the second in the world)-- the 6th BOE Chengdu Flexible AMOLED Production Line, as well as the first TFT-LCD Production Line of the highest generation in the world-- the 10.5th Generation BOE Hefei TFT-LCD Production Line was improved steadily; the main structure of the 6th Generation Mianyang Flexible AMOLED Production Line Project was capped in January; the pile foundation project for both the 10.5th Generation BOE Wuhan TFT-LCD Production Line and Kunming OLED Microdisplay Production Line was completed in June. As for the sensor and solution business group, the technical innovation and market promotion have been further enhanced; the sales volume of photoelectric sensors has been increasing continuously, and other products as gene sequencing devices start being shipped.

IoT-Based smart system division: the shipment of complete TV and displayer of smart manufacturing business group has enjoyed a year-on-year growth of 20%. Specifically, Chongqing Smart Factory realized product highlighting in March, and BOE Suzhou Smart Manufacturing Service Industry Park Project realized construction commencement in May; the sales volume, volume of works transaction as well as the number of daily active APP users of BOE Painted Screen of digital art IoT platform business group have been increased greatly; IoT solution business group has expanded brand owners of retail business, entered several dozens of stores, and established strategic cooperation relation with several famous benchmarking retail enterprises. In addition, it has made achievements in terms of client development and product shipment in some business segments as smart finance and commercial office, etc.

Smart healthcare services: Hefei Digital Hospital of smart healthcare service business group realized equipment entrance in February;

Chengdu Digital Hospital has proceeded steadily as scheduled; regenerative medicine product R&D has developed in order; healthcare centers have realized continuous income growth. In addition, the mobile healthcare IoT platform business group has accelerated promoting new product R&D as well as construction of on-line/off-line sales channels, and steadily improved its industrial competitiveness.

2. The Company stuck to client orientation and further increased its market shares

With the policy of “Deep cooperation, Collaborative development, and Value co-creation”, BOE has become the world top supplier in semiconductor and display field. BOE has kept long-term and sustainable cooperation with well-known domestic and overseas clients, ranking as the 1st supplier for plenty of international 1st class brands. While intensifying on enlarging and maintaining strategic clients, the Company deeply ploughed and subdivided the markets, and realized stable increase in market share in subdivided markets. According to IHS Markit (Information Handling Services, Inc. & Markit Ltd.) data, the shipment of BOE display screens was nearly 0.4 billion in the first half year of 2018, enjoying a year-on-year growth surpassing 35% and ranking 1st in the world, including 5 major display screens that ranks No. 1 respectively in terms of their market occupancy. Specifically, the market occupancy of LCD display screen for smart phones, as well as the display screen for tablet PCs and laptops kept ranking the first place in the world, and that for displayers and TV succeeded in ranking the world’s first position. In addition, the shipment of complete mart TV and displayers enjoyed a year-on-year growth of 20%; where, the market occupancy of complete TVs and displays ranked the 3rd and 4th place in the globe respectively.

3. The Company reinforced independent innovation and further promoted innovation ability

BOE firmly persisted in self-innovation, as well as innovation ideas of “leading technology, first release in the globe, and joint value creation”, continued to strengthen construction of patent attack and defense system, and kept foresight and primacy of technologies and products. In terms of the technology and product, various types of 5.45~6.3-inch mobile phones with free form and bezel-less display realized mass production; 6.18-inch WQHD flexible products realized 1mm dynamic warping; full-color transparent model machine of 8-inch waveguide displayer was highlighted; OGM Tilt active-pen-based 13.3-inch TPC product, namely the tablet PCs that supports metal mesh integrated touch technology and uses active pen, realize initial release in the world; the thinnest 3.9mm MNT semi-set product (semi-integrated complete displayer product) in the world succeeded in mass production; the technological development of micro-fluidic chip with independent intellectual property was completed; the art Q&A, image filtering and other technologies for the IoT AI platform reached product-level application. In terms of patent, BOE applied for more than 4,800 patents and was authorized with more than 2,600 patents, including more than 900 patents granted by America in the first half year of 2018, enjoying a year-on-year growth over 30%.

4. The Company further improved operational efficiency via strengthening lean management

BOE continuously optimized the procedure of production bottleneck, improved yield rate, strengthened quality control and comprehensively reduced energy consumption, thus improving the efficiency of operation remarkably. Multiple production lines of the Capacity reached a new high and its product yield rate was improved greatly. Specifically, the yield rate of 43-inch FHD produced in the 8.5th Generation BOE Fuzhou TFT-LCD Production Line kept exceeding 98% for 3 consecutive months, reaching a new high in the industry. The Company strengthened client-oriented mechanism so as to further improve client-side quality performance, making the client-side quality of multiple brands rank the first and second place. With measures as energy saving and emission reduction, management control of spare parts and optimization of personnel structure, etc., the operation cost of the Company was reduced effectively.

Part IV Operating Performance Discussion and Analysis

I Overview

In the first half of 2018, the global economy was running steadily in a positive recovery. With a weakening display market, the Company firmly upheld its strategy of “Ecosystem: Open and Connected” and achieved good operating results in the industry. Also, the Reporting Period saw improvements in the Company’s technological and product innovation with the Company applying for over 4,800 new patents in the period. Meanwhile, the Company has dominated all the markets of mainstream display products. Progress has been made in expansion in the innovative application market, with output rising over 140% year-on-year. Unit sales of all the “8425” high-definition products registered marked growth. With enhanced marketing, BOE iGallery saw improvements in both market recognition and unit sales. Cooperation on electronic labels for smart retail has been established with supermarkets across the globe. In the Internet of Vehicles (IoV) business, the Company strengthened cooperation with notable car makers and the TFT unit sales went up. The AMOLED average yield rate has exceeded 70% as at the end of this June, with shipments continuously delivered to well-known manufacturers. Additionally, the Company successfully held a suppliers’ meeting and the first Digital Art Forum, as well as participating in various fairs and exhibitions at home and abroad (Japan, Europe, the U.S., etc.) to promote its advanced products and technologies including flexible AMOLED, 8K, micro display, mini-LED and QLED, as well as commercial display solutions and new retail solutions. These moves were aimed at boosting the Company’s brand recognition.

1. Display and Sensor Device

Various types of mobile phones with free form and bezel-less display realized mass production, 6.18-inch flexible products realized 1mm dynamic warping, and 5.99-inch flexible products realized dynamic floating appearance design. The OGM Tilt active-pen-based TPC product (the tablet PCs that supports metal mesh integrated touch technology and uses active pen) that realized initial release in the world achieved mass production in April; the 3.9mm MNT semi-set product, which is the thinnest in the world and first semi-integrated complete displayer product of BOE, succeeded in mass production; several types of innovative products were exhibited in domestic and overseas exhibitions, including the 7.56-inch QXGA Foldable (foldable product with resolution ratio being 2048 x 1536) that won Innovative Product and Application Award in 2018 China Electronic Information Expo (CITE). The construction of new production line was implemented as scheduled and realized phased target in advance; the 10.5th Generation BOE Hefei Production Line was completed in June; the pile foundation engineering of Kunming Microdisplay Project was completed on Jun. 25; the first 0.39-inch product was highlighted and realized SID sample display on May 23. The production capacity of the 8.5th Generation Chongqing and Fuzhou Production Lines reached a high respectively, with comprehensive yield rate improved continuously.

2. IoT-Based Smart System

The Company innovated its iGallery business, optimized contents of APP function, and increased business performance rapidly, thus enjoying comparative growth of sales volume on moving base with 170%, newly developing 350,000 users, and increasing the amount of works transactions by fivefold. The layout of Smart Retail Business in China started to show effects; the cumulative number of brand owners and stores in market in regions as North China, Central China, Southern China and Sichuan, etc., reached 30 and 40 respectively. As for Smart Services, the Company optimized product structure, increased sales volume steadily, improved the sales ratio of high-efficient products as TVs and displayers, and made its new application business develop rapidly. In addition, BOE also promoted its project in progress steadily; for example, BOE Suzhou Industry Park Project was commenced successfully and Chongqing Smart Manufacturing Factory realized mass production. Moreover, Smart Energy PV Project achieved stable and high-efficient operation.

3. Smart Healthcare Service

The Company defined business development strategy, focused on mobile healthcare products on the basis of Internet of health and life data, provided services as healthcare guidance, disease prevention and precision medicine through integrating digital hospitals, regenerative medicine and healthcare centers by virtue of life data, AI technology and professional medical team, and built an overall and full-life-circle healthcare service ecosystem. As for mobile healthcare, the Company focused on microfluidics, biological detection method and other technologies to independently research and develop biochips and family doctor equipment products, which form an integrated business development framework together with ecological chain products and APP service platform. For regenerative medicine, the Company completed establishing a system for heart diaphragm clinical research to promote animal experiment and clinical research. The operation preparation for Hefei BOE Hospital was in progress, and the Company continuously carried out on-line/off-line market promotion to improve its brand popularity; Chengdu BOE Hospital completed conceptual plan. For healthcare centers, the Company persisted in optimizing client structure continuously, and realized remarkable effect in project expansion. In addition, the Company also firmly promoted project planning for life science and technology industry base.

II Analysis of Core Businesses

See “I Overview” above.

Year-on-year changes in key financial data:

Unit: RMB

Item	H1 2018	H1 2017	Change (%)	Main reason for change
Operating revenue	43,473,904,966.00	44,605,027,995.00	-2.54%	--
Cost of sales	35,144,582,131.00	32,235,266,589.00	9.03%	--
Selling expense	1,294,782,594.00	1,228,560,863.00	5.39%	--
Administrative expense	3,743,903,273.00	3,052,661,575.00	22.64%	--
Finance costs	1,201,173,655.00	1,099,113,182.00	9.29%	--
Income tax expense	659,568,560.00	940,261,615.00	-29.85%	--
R&D expense	3,645,381,340.00	3,169,248,290.00	15.02%	R&D was strengthened
Net cash generated from/used in operating activities	11,439,605,846.00	10,638,591,266.00	7.53%	--
Net cash generated from/used in investing activities	-23,807,637,169.00	-31,989,473,181.00	N/A	--
Net cash generated from/used in financing activities	8,148,650,744.00	15,249,414,489.00	-46.56%	Rise in cash repayment of borrowings
Net increase in cash and cash equivalents	-4,823,287,992.00	-6,556,493,365.00	N/A	--

Material changes to the profit structure or sources of the Company in the Reporting Period:

Applicable Not applicable

No such changes in the Reporting Period.

Breakdown of core businesses:

Unit: RMB

Item	Operating revenue	Cost of sales	Gross profit margin	YoY change in operating revenue (%)	YoY change in cost of sales (%)	YoY change in gross profit margin (%)
By operating division						
Display and Sensor Device	39,168,994,378.00	32,151,300,891.00	17.92%	-5.15%	8.34%	-10.22%
IoT-Based Smart System	7,347,282,083.00	6,738,168,128.00	8.29%	4.01%	2.38%	1.47%
Smart healthcare service	526,401,626.00	245,030,759.00	53.45%	7.45%	-0.51%	3.72%
Other	2,536,686,461.00	5,086,300.00	99.80%	473.69%	-40.08%	1.72%
Offset	-6,105,459,582.00	-3,995,003,947.00	34.57%	30.26%	-6.61%	25.83%
By product category						
Display and Sensor Device	39,168,994,378.00	32,151,300,891.00	17.92%	-5.15%	8.34%	-10.22%
IoT-Based Smart System	7,347,282,083.00	6,738,168,128.00	8.29%	4.01%	2.38%	1.47%
Smart healthcare services	526,401,626.00	245,030,759.00	53.45%	7.45%	-0.51%	3.72%
Other	2,536,686,461.00	5,086,300.00	99.80%	473.69%	-40.08%	1.72%
Offset	-6,105,459,582.00	-3,995,003,947.00	34.57%	30.26%	-6.61%	25.83%
By operating segment						
Mainland China	20,103,929,842.00	16,190,889,704.00	19.46%	-6.63%	-2.21%	-3.64%
Other Asian countries and regions	19,536,476,173.00	15,631,279,906.00	19.99%	-6.48%	12.28%	-13.37%
Americas	2,235,667,679.00	1,932,772,478.00	13.55%	115.96%	132.80%	-6.25%
Europe	1,530,317,118.00	1,336,718,515.00	12.65%	37.50%	49.00%	-6.74%
Other countries and regions	67,514,154.00	52,921,528.00	21.61%	87.55%	82.22%	2.29%

III Analysis of Non-Core Businesses

√ Applicable □ Not applicable

Unit: RMB

Item	Amount	As % of profit before taxation	Source/Reason	Exceptional or recurrent

Investment income	166,924,013.00	4.78%	Income from wealth management product investments	Exceptional
Gain/loss on changes in fair value	0.00	0.00%	N/A	Exceptional
Asset impairments	458,149,260.00	13.13%	Inventory valuation allowances established according to market conditions	Exceptional
Non-operating income	96,641,868.00	2.77%	Governmental subsidies received in Reporting Period	Exceptional
Non-operating expense	7,653,811.00	0.22%	Loss on disposal of non-current assets	Exceptional

IV Analysis of Assets and Liabilities

1. Material Changes in Asset Composition

Unit: RMB

Item	30 June 2018		30 June 2017		Change in percentage (%)	Reason for material change
	Amount	As % of total assets	Amount	As % of total assets		
Monetary assets	50,581,910,423.00	18.31%	50,760,400,727.00	22.51%	-4.20%	N/A
Accounts receivable	17,356,033,029.00	6.28%	16,863,534,739.00	7.48%	-1.20%	N/A
Inventories	10,933,542,222.00	3.96%	9,759,164,036.00	4.33%	-0.37%	N/A
Investment property	1,278,070,770.00	0.46%	1,271,764,715.00	0.56%	-0.10%	N/A
Long-term equity investments	3,443,815,633.00	1.25%	1,981,030,454.00	0.88%	0.37%	N/A
Fixed assets	84,979,890,697.00	30.76%	78,898,829,994.00	34.99%	-4.23%	N/A
Construction in progress	73,903,155,311.00	26.75%	44,127,069,216.00	19.57%	7.18%	Higher expenditures on new construction, equipment installation and renovations
Short-term borrowings	2,213,431,454.00	0.80%	6,088,832,994.00	2.70%	-1.90%	Repayment of some bank loans
Long-term borrowings	83,261,644,214.00	30.14%	53,462,402,931.00	23.71%	6.43%	Rise in borrowings for new

						construction
Other current assets	18,930,028,377.00	6.85%	9,773,604,550.00	4.33%	2.52%	Rise in wealth management product investments
Accounts payable	19,003,618,742.00	6.88%	15,215,611,240.00	6.75%	0.13%	N/A
Other payables	15,925,444,403.00	5.77%	15,003,435,170.00	6.65%	-0.88%	N/A
Current portion of non-current liabilities	6,402,772,896.00	2.32%	9,749,188,493.00	4.32%	-2.00%	Repayment of bank loans and amounts under finance leases

2. Assets and Liabilities at Fair Value

√ Applicable □ Not applicable

Unit: RMB

Item	Beginning amount	Gain/loss on fair-value changes in Reporting Period	Cumulative fair-value changes charged to equity	Impairment allowance for Reporting Period	Purchased in Reporting Period	Sold in Reporting Period	Ending amount
Financial assets							
1. Financial assets at fair value through profit or loss (exclusive of derivatives)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Derivative financial assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Available-for-sale financial assets	527,750,536.00	0.00	11,433,970.00	0.00	0.00	4,666,723.00	428,940,048.00
Subtotal of financial assets	527,750,536.00	0.00	11,433,970.00	0.00	0.00	4,666,723.00	428,940,048.00
Investment property	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Productive living assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total of above	527,750,536.00	0.00	11,433,970.00	0.00	0.00	4,666,723.00	428,940,048.00
Financial liabilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Material changes in the measurement attributes of the major assets in the Reporting Period:

□ Yes √ No

3. Restricted Asset Rights as of End of the Reporting Period

Item	Ending carrying value	Reason for restriction
Monetary funds	7,491,910,832.00	Guarantee and security deposits
Notes receivable	337,614,015.00	Discounted and transferred with right of recourse, endorsed and transferred with right of recourse, as pledge for opening notes payable
Inventories	0.00	Naught
Fixed assets	58,386,289,547.00	Mortgage
Intangible assets	919,408,714.00	Mortgage
Investment property	202,627,706.00	Mortgage
Construction in progress	8,516,973,161.00	Mortgage
Total	75,854,823,975.00	--

V Investments Made

1. Total Investments Made

Applicable Not applicable

Investments made in this Reporting Period (RMB)	Investments made in the prior year (RMB)	+/-%
914,421,769.00	787,439,623.00	16.13%

2. Significant Equity Investments Made in the Reporting Period

Applicable Not applicable

3. Significant Non-Equity Investments Ongoing in the Reporting Period

Applicable Not applicable

4. Financial Investments

(1) Securities Investments

√ Applicable □ Not applicable

Variety of securities	Code of securities	Name of securities	Initial investment cost	Accounting measurement model	Beginning carrying value	Profit/loss on fair value changes in this Reporting Period	Cumulative fair value changes charged to equity	Purchased in this Reporting Period	Sold in this Reporting Period	Profit/loss in this Reporting Period	Ending carrying value	Accounting title	Source of investment funds
Domestic/overseas stock	HK00903	TPV Technology	134,658,158.00	Fair value method	21,584,703.00	0.00	-10,380,561.00	0.00	0.00	196,070.00	17,662,746.00	Available-for-sale financial asset	Self-owned funds
Domestic/overseas stock	SH600658	Electronic Zone	90,160,428.00	Fair value method	108,996,372.00	0.00	25,222,704.00	0.00	0.00	1,875,523.00	71,898,328.00	Available-for-sale financial asset	Self-owned funds
Domestic/overseas stock	HK01963	Bank of Chongqing	120,084,375.00	Fair value method	130,968,760.00	0.00	-14,105,522.00	0.00	0.00	2,973,103.00	105,978,853.00	Available-for-sale financial asset	Self-owned funds
Funds	BLK	BlackRock Global Allocation Fund (USD) A2	0.00	Fair value method	6,347,799.00	0.00	2,081,841.00	0.00	6,179,429.00	2,519,561.00	0.00	Available-for-sale financial asset	Self-owned funds
Domestic/overseas stock	HK06066	China Securities	70,041,364.00	Fair value method	65,856,319.00	0.00	-16,478,117.00	0.00	0.00	0.00	53,563,247.00	Available-for-sale financial asset	Self-owned funds

												financial asset	
Domestic/overseas stock	HK01518	New century medical treatment	140,895,855.00	Fair value method	178,837,871.00	0.00	27,387,438.00	0.00	662,426.00	1,105,194.00	168,283,293.00	Available-for-sale financial asset	Self-owned funds
Domestic/overseas stock	HK00948	Z-Obee Holdings Ltd.	0.00	Fair value method	246,566.00	0.00	305,200.00	0.00	290,658.00	293,867.00	0.00	Available-for-sale financial asset	Self-owned funds
Other securities investments held at the period-end			0.00	--	0.00	0.00	0.00	0.00	0.00	0.00	0.00	--	--
Total			555,840,180.00	--	512,838,390.00	0.00	14,032,983.00	0.00	7,132,513.00	8,963,318.00	417,386,467.00	--	--
Disclosure date of the announcement about the board's consent for the securities investment			N/A										
Disclosure date of the announcement about the general meeting's consent for the securities investment (if any)			N/A										

Note: During the Reporting Period, the Group disposed its investments in the BlackRock Global Allocation Fund and Z-Obee Holdings Limited, and the corresponding initial investment costs are zero as a result. It also disposed some shares in New Century Healthcare, reducing the corresponding initial investment cost by RMB662,426.00 from the beginning amount.

(2) Investments in Derivative Financial Instruments

Applicable Not applicable

No such cases in the Reporting Period.

VI Sale of Major Assets and Equity Interests

1. Sale of Major Assets

Applicable Not applicable

No such cases in the Reporting Period.

2. Sale of Major Equity Interests

Applicable Not applicable

VII Main Controlled and Joint Stock Companies

Applicable Not applicable

Main subsidiaries and joint stock companies with an over 10% influence on the Company's net profit

Unit: RMB

Company name	Relationship with the Company	Main business scope	Registered capital	Total assets	Net assets	Operating revenues	Operating profit	Net profit
Chengdu BOE Optoelectronics Technology Co., Ltd.	Subsidiary	R&D, design, production, and sales of the new type display devices and the components	20,000,000,000.00	36,431,072,202.00	18,057,579,935.00	1,633,816,945.00	459,016,102.00	463,054,338.00
Hefei BOE Optoelectronics Technology Co., Ltd.	Subsidiary	Investment, construction, R&D, production and sales of the relevant products of thin film transistor LCD and its auxiliary products	9,000,000,000.00	15,529,942,441.00	11,104,422,788.00	6,391,886,535.00	970,527,137.00	830,300,581.00

Beijing BOE Display Technology Co., Ltd.	Subsidiary	Development and production of TFT-LCD	17,882,913,500.00	31,361,554,717.00	20,999,627,381.00	13,996,549,715.00	405,473,811.00	352,160,749.00
Chongqing BOE Optoelectronics Technology Co., Ltd.	Subsidiary	Investment, construction, R&D, production and sales of the relevant products of thin film transistor LCD and its auxiliary products	19,226,000,000.00	39,681,055,534.00	24,601,144,758.00	8,549,888,630.00	1,284,048,337.00	1,092,672,322.00

Subsidiaries obtained or disposed in this Reporting Period

Applicable Not applicable

Subsidiary	How the subsidiary was obtained or disposed in this Reporting Period	Effect on overall production and operation results
Mianyang BOE Optoelectronics Technology Co., Ltd.	Business combination not under the same control	Subsidiary incorporated to build the 6 th generation AMOLED (flexible) production line, which is expected to produce positive effects on the Company.
Beijing BOE Sensor Technology Co., Ltd.	Invest to establish	In order to promote fast development of the sensor business, a sensor technology subsidiary has been set up to provide sensor system solutions for B2B customers of medical and household testing equipment, communication and transportation and so on.
SES Imagotag SA	Business combination not under common control	The combination of SES Imagotag SA is an important strategic opportunity to capitalize on the “new retail” trend at home and abroad to launch the Company’s new retail business for strategic transformation.

Information about the main controlled and joint stock companies

Naught

VIII Structured Bodies Controlled by the Company

Applicable Not applicable

IX Performance Forecast for January-September 2018

Warning of possible loss or considerable YoY change in the accumulative net profit made during the period-beginning to the end of the next reporting period, as well as the reasons:

Applicable Not applicable

X Risks Facing the Company and Countermeasures

1. Risk of Macroeconomic Fluctuation

The first half of 2018 saw a stable global economy but with complexities and changes, and frequent trade frictions led to mounting downward pressure. China’s economy was also in a stable and positive state with remarkable supply-side reform results, but the external environment affected the domestic economy to some degree. With respect to the display device market, lower-than-expected growth was seen with oversupply and falling market prices. The five major mainstream markets in this industry were almost saturated, indicating limited space for growth, while certain market segments saw fast growth and there were promising prospects for innovative products. Under this background, the Company persisted in transformation and upgrading driven by innovation, continued strengthening lean management, optimized product structure, improved efficiency of product operation, accelerated improving

AMOLED global competitiveness, promoted the rapid development of sensor business, consolidated the basis for software and hardware technology integration, accelerate core capacity building of information and healthcare, and comprehensively promoted the improvement of profitability.

2. Management Risk Caused by Transformation and Upgrading

At present, the Company has established standard management system and its business management has been in excellent situation; however, the Company's development has also brought in production scale growth and business scope expansion, thus putting forward higher requirements on operation and management level of the Company.

Under this background, the Company has optimized and adjusted its organization structure to provide strong organizational guarantee for innovative transformation and development, as well as core capacity building. Meanwhile, the Company has optimized its management mode, reduced organizational hierarchies, improved efficiency of operation, strengthened professional service organization and ability by adhering to "objective-oriented, client-oriented, question-oriented and people-oriented" policies and the principles of "marketization, internationalization and professionalization" according to business features and development stages of market segment, thus making its business team focus more on the market segment, inspiring entrepreneurial enthusiasm continuously, as well as realizing long-time, stable and high-quality growth.

Part V Significant Events

I Annual and Extraordinary General Meeting Convened during the Reporting Period

1. General Meeting Convened during the Reporting Period

Meeting	Type	Investor participation ratio	Convened date	Disclosure date	Index to disclosed information
The 1 st Extraordinary General Meeting of 2018	Extraordinary General Meeting	35.21%	30 March 2018	31 March 2018	www.cninfo.com.cn
The 2017 Annual General Meeting	Annual General Meeting	34.31%	28 May 2018	29 May 2018	www.cninfo.com.cn

2. Extraordinary General Meeting Convened at Request of Preference Shareholders with Resumed Voting

Rights

Applicable Not applicable

II Interim Dividend Plan for the Reporting Period

Applicable Not applicable

The Company has no interim dividend plan.

III Commitments of the Company's Actual Controller, Shareholders, Connected Parties and Acquirer, as well as the Company and Other Commitment Makers, Fulfilled in the Reporting Period or still Ongoing at Period-End

Applicable Not applicable

No such cases in the Reporting Period.

IV Engagement and Disengagement of CPAs Firm

Has the Interim financial report been audited?

Yes No

This Interim Report is unaudited.

V Explanations Given by Board of Directors and Supervisory Committee Regarding “Modified Auditor’s Report” Issued by CPAs Firm for the Reporting Period

Applicable Not applicable

VI Explanations Given by Board of Directors Regarding “Modified Auditor’s Report” Issued for Last Year

Applicable Not applicable

VII Bankruptcy and Restructuring

Applicable Not applicable

No such cases in the Reporting Period.

VIII Legal Matters

Significant lawsuits or arbitrations:

Applicable Not applicable

No such cases in the Reporting Period.

Other legal matters:

Applicable Not applicable

Basic situation of lawsuit (arbitration)	Lawsuit amount (RMB ‘0,000)	Whether form into estimated liabilities	Process of lawsuit (arbitration)	Trial results and influences of lawsuit (arbitration)	Situation of execution of judgment of lawsuit (arbitration)	Disclosure date	Disclosure index
Disputes case of sales contract that BOE Technology (HK) Limited sued LeTV Mobile Intelligent Information Technology (Beijing) Co., Ltd, LeTV Holdings (Beijing) Co., Ltd., Le	28,471.43	No	Jurisdiction objection put forward by LeTV Mobile to Beijing High People’s Court was rejected, and LeTV Mobile had filed a lawsuit before supreme people’s court on jurisdiction objection. At present, the final verdict is waiting to be to be made by	Unknown	N/A	24 April 2018	For details, see Annual Report of 2017 of BOE Technology Group Co., Ltd. disclosed on www.cninfo.com.cn. on 24 April 2018

Sai Mobile Technology (Beijing) Co., Ltd. and Mr. JiaYueting			supreme people's court.				
Litigations for the first half year of 2018 (including carryforwards in previous years)	7,066.06	No	N/A	N/A	N/A	N/A	N/A

IX Punishments and Rectifications

Applicable Not applicable

No such cases in the Reporting Period.

X Credit Conditions of the Company as well as its Controlling Shareholder and Actual Controller

Applicable Not applicable

XI Equity Incentive Plans, Employee Stock Ownership Plans or Other Incentive Measures for Employees

Applicable Not applicable

No such cases in the Reporting Period.

XII Significant Connected Transactions

1. Connected Transactions Relevant to Routine Operations

Applicable Not applicable

No such cases in the Reporting Period.

2. Connected Transactions Regarding Purchase or Sales of Assets or Equity Interests

Applicable Not applicable

No such cases in the Reporting Period.

3. Connected Transactions Regarding Joint Investments in Third Parties

Applicable Not applicable

No such cases in the Reporting Period.

4. Credits and Liabilities with Connected Parties

Applicable Not applicable

No such cases in the Reporting Period.

5. Other Significant Connected Transactions

Applicable Not applicable

Naught

Index to the public announcements about the said related-party transactions disclosed

Title of public announcement	Disclosure date	Disclosure website
Announcement on Investment and Construction of Project of the 6 th generation AMOLED (flexible) production line in Chongqing and Connected Transactions	9 March 2018	www.cninfo.com.cn
Announcement on the Prediction of 2018 Annual Routine Connected Transaction	24 April 2018	www.cninfo.com.cn

XIII. Particulars about the Non-operating Occupation of Funds by the Controlling Shareholder and Other Connected Parties of the Company

Applicable Not applicable

The Company was not involved in the non-operating occupation of funds by the controlling shareholder and other connected parties during the Reporting Period.

XIV. Significant Contracts and Execution

1. Entrustment, Contracting and Leasing

(1) Entrustment

Applicable Not applicable

No such cases in the Reporting Period.

(2) Contracting

Applicable Not applicable

No such cases in the Reporting Period.

(3) Leasing

Applicable Not applicable

No such cases in the Reporting Period.

2. Significant Guarantees

√ Applicable □ Not applicable

(1) Guarantees

Unit: RMB'0,000

Guarantees provided by the Company for external parties (excluding those for subsidiaries)								
Guaranteed party	Disclosure date of the guarantee line announcement	Line of guarantee	Actual occurrence date (date of agreement signing)	Actual guarantee amount	Type of guarantee	Term of guarantee	Due or not	Guarantee for a connected party or not
N/A								
Total guarantee line for external parties approved during the Reporting Period (A1)				0	Total actual guarantee amount for external parties during the Reporting Period (A2)		0	
Total approved guarantee line for external parties at the end of the Reporting Period (A3)				0	Total actual guarantee balance for external parties at the end of the Reporting Period (A4)		0	
Guarantees provided by the Company for subsidiaries								
Guaranteed party	Disclosure date of the guarantee line announcement	Line of guarantee	Actual occurrence date (date of agreement signing)	Actual guarantee amount	Type of guarantee	Term of guarantee	Due or not	Guarantee for a connected party or not
Hefei BOE Photoelectric Technology Co., Ltd.	14 August 2014	731,955	12 March 2015	104,140	Joint liability guarantee	23 July 2010 to 23 July 2019	No	No

Hefei XinSheng Photoelectric Technology Co., Ltd.	14 August 2014	1,208,827	15 January 2015	767,526	Joint liability guarantee	6 January 2014 to 6 January 2022	No	No
Ordos YuanSheng Photoelectric Co., Ltd.	2 April 2013	463,642	22 May 2013	246,788	Joint liability guarantee	17 June 2013 to 9 June 2021	No	No
Ordos YuanSheng Photoelectric Co., Ltd.	14 August 2014	463,642	30 September 2014	246,788	Pledge	17 June 2013 to 9 June 2021	No	No
Ordos YuanSheng Photoelectric Co., Ltd.	30 November 2016	544,746	15 March 2017	413,444	Joint liability guarantee	17 March 2017 to 17 March 2025	No	No
Chengdu BOE Photoelectric Technology Co., Ltd.	25 April 2017	2,244,479	30 August 2017	1,398,692	Joint liability guarantee	6 September 2017 to 6 September 2027	No	No
Chengdu BOE Photoelectric Technology Co., Ltd.	25 April 2017	450,000	30 August 2017	248,900	Joint liability guarantee	Opening date of the letter of guarantee to 31 July 2023	No	No
Chongqing BOE Photoelectric Technology Co., Ltd.	14 August 2014	1,390,897	29 September 2014	1,074,402	Joint liability guarantee	5 November 2014 to 5 November 2022	No	No
Chongqing BOE Photoelectric Technology Co., Ltd.	14 August 2014	300,000	25 May 2015	15,000	Joint liability guarantee	Opening date of the letter of guarantee to 31 December 2020	No	No
Hefei BOE Display Technology Co., Ltd.	1 December 2016	1,625,361	30 August 2017	1,563,749	Joint liability guarantee	7 September 2017 to 7 September 2025	No	No
Hefei BOE Display Technology Co., Ltd.	1 December 2016	450,000	21 December 2017	352,000	Joint liability guarantee	Opening date of the letter of guarantee to 31 March 2024	No	No
Fuzhou BOE Photoelectric Technology Co., Ltd.	10 December 2015	1,303,256	8 November 2016	1,092,839	Joint liability guarantee	19 December 2016 to 19 December 2024	No	No
Fuzhou BOE Photoelectric Technology Co., Ltd.	10 December 2015	300,000	8 November 2016	204,000	Joint liability guarantee	Opening date of the letter of guarantee to 28 December 2023	No	No

Mianyang BOE Photoelectric Technology Co., Ltd.	18 May 2018	2,050,000	N/A	N/A	Joint liability guarantee	Not signing the contract yet	No	No
Mianyang BOE Photoelectric Technology Co., Ltd.	18 May 2018	460,000	22 June 2018	68,000	Joint liability guarantee	Opening date of the letter of guarantee to 31 October 2027	No	No
Total guarantee line for subsidiaries approved during the Reporting Period(B1)			2,510,000	Total actual guarantee amount for subsidiaries during the Reporting Period (B2)				412,262
Total approved guarantee line for subsidiaries at the end of the Reporting Period (B3)			13,618,162	Total actual guarantee balance for subsidiaries at the end of the Reporting Period (B4)				7,549,479
Guarantees between subsidiaries								
Guaranteed party	Disclosure date of the guarantee line announcement	Line of guarantee	Actual occurrence date (date of agreement signing)	Actual guarantee amount	Type of guarantee	Term of guarantee	Due or not	Guarantee for a connected party or not
Ordos YuanSheng Photoelectric Co., Ltd.	2 April 2013	463,642	22 May 2013	246,788	Pledge	17 June 2013 to 9 June 2021	No	No
Huanda Trading (Hebei) Co., Ltd.	N/A	14,600	24 May 2017	14,550	Joint liability guarantee	15 June 2017 to 16 January 2029	No	No
Guangtai Solar Energy Technology (Suzhou) Co., Ltd	N/A	5,450	20 December 2017	5,240	Joint liability guarantee	20 December 2017 to 6 April 2027	No	No
Yangyuan Photovoltaic Power Generation	N/A	4,552	11 September 2017	4,552	Joint liability guarantee	11 September 2017 to 11 September 2027	No	No

(Huanggang) Co., Ltd								
Yaoguang New Energy (Shouguang) Co., Ltd	N/A	4,192	31 October 2017	4,192	Joint liability guarantee	31 October 2017 to 31 October 2027	No	No
Suzhou Industrial Park Taijing Photovoltaic Co., Ltd	N/A	3,484	1 December 2017	3,484	Joint liability guarantee	1 December 2017 to 1 December 2027	No	No
Qingmei Solar Energy Technology (Lishui) Co., Ltd	N/A	4,678	21 December 2017	4,678	Joint liability guarantee	21 December 2017 to 21 December 2027	No	No
Qinghong Solar Energy Technology (Jinhua) Co., Ltd	N/A	2,374	21 December 2017	2,374	Joint liability guarantee	21 December 2017 to 21 December 2027	No	No
Qinghui Solar Energy Technology (Jinhua) Co., Ltd	N/A	3,666	15 December 2017	3,666	Joint liability guarantee	15 December 2017 to 15 December 2027	No	No
Rongke New Energy (Hefei) Co., Ltd	N/A	1,400	18 December 2017	1,396	Joint liability guarantee	18 December 2017 to 18 December 2029	No	No
Tianchi New Energy (Hefei) Co., Ltd	N/A	1,100	18 December 2017	1,096	Joint liability guarantee	18 December 2017 to 18 December 2029	No	No
Qinghao Solar Energy Technology (Jinhua) Co., Ltd	N/A	890	18 December 2017	886	Joint liability guarantee	18 December 2017 to 18 December 2029	No	No
Xiangqing Solar Energy Technology (Dongyang) Co., Ltd	N/A	3,476	18 December 2017	3,331	Joint liability guarantee	18 December 2017 to 18 December 2029	No	No
Qingyue Solar Energy Technology (Wuyi) Co., Ltd	N/A	960	18 December 2017	920	Joint liability guarantee	18 December 2017 to 18 December 2029	No	No

Qingyou Solar Energy Technology (Longyou) Co., Ltd	N/A	2,210	18 December 2017	2,206	Joint liability guarantee	18 December 2017 to 18 December 2029	No	No
Qingfan Solar Energy Technology (Quzhou) Co., Ltd	N/A	1,855	18 December 2017	1,777	Joint liability guarantee	18 December 2017 to 18 December 2029	No	No
Anhui BOE Energy Investment Co., Ltd	N/A	13,575	27 December 2017	13,515	Joint liability guarantee	27 December 2017 to 27 December 2029	No	No
Taihang Electric Power Technology (Ningbo) Co., Ltd	N/A	600	19 December 2017	563	Joint liability guarantee	19 December 2017 to 18 December 2025	No	No
Guoji Energy (Ningbo) Co., Ltd	N/A	2,740	19 December 2017	2,652	Joint liability guarantee	19 December 2017 to 18 December 2025	No	No
Hexu Technology (Hefei) Co., Ltd	N/A	538	18 May 2018	538	Joint liability guarantee	18 May 2018 to 10 May 2028	No	No
Chenneng Technology (Hefei) Co., Ltd	N/A	1,068	18 May 2018	1,068	Joint liability guarantee	18 May 2018 to 10 May 2028	No	No
Hongyang Solar Energy Power Generation (Anji) Co., Ltd	N/A	3,500	14 December 2017	3,500	Joint liability guarantee	14 December 2017 to 13 December 2025	No	No
Ke'enSolar Energy Power Generation (Pingyang) Co., Ltd	N/A	2,400	14 December 2017	2,323	Joint liability guarantee	14 December 2017 to 13 December 2025	No	No
Dongze Photovoltaic Power Generation (Wenzhou) Co., Ltd	N/A	2,100	14 December 2017	2,032	Joint liability guarantee	14 December 2017 to 13 December 2025	No	No
Aifeisheng Investment and	N/A	1,400	14 December 2017	1,355	Joint liability guarantee	14 December 2017 to 13 December	No	No

Management (Wenzhou) Co, Ltd						2025		
Junlong New Energy Technology (Huaibin) Co., Ltd	N/A	8,459	25 April 2018	8,451	Joint liability guarantee	25 April 2018 to 10 March 2030	No	No
Hengchuan New Energy Technology (Hong'an) Co., Ltd	N/A	6,892	31 January 2018	6,851	Joint liability guarantee	31 January 2018 to 31 January 2030	No	No
Anhui BOE Energy Investment Co., Ltd	N/A	2,060	25 April 2018	2,058	Joint liability guarantee	25 April 2018 to 10 March 2030	No	No
Hefei BOE Hospital Co., Ltd	27 April 2018	130,000	27 April 2018	17,000	Joint liability guarantee	27 April 2018 to 26 April 2033	No	No
BOE Technology (HK) Limited	N/A	107,886	31 October 2017	107,886	Pledge	12 December 2017 to 7 December 2020	No	No
Total guarantee line for subsidiaries approved during the Reporting Period (C1)			130,000		Total actual guarantee amount for subsidiaries during the Reporting Period (C2)			114,253
Total approved guarantee line for subsidiaries at the end of the Reporting Period (C3)			240,020		Total actual guarantee balance for subsidiaries at the end of the Reporting Period (C4)			224,138
Total guarantee amount (total of the above-mentioned three kinds of guarantees)								
Total guarantee line approved during the Reporting Period (A1+B1+C1)			2,640,000		Total actual guarantee amount during the Reporting Period (A2+B2+C2)			526,515
Total approved guarantee line at the end of the Reporting Period (A3+B3+C3)			13,858,182		Total actual guarantee balance at the end of the Reporting Period (A4+B4+C4)			7,773,617
Proportion of the total actual guarantee amount (A4+B4+C4) in net assets of the Company								90.96%

Of which:	
Amount of guarantees provided for shareholders, the actual controller and their related parties (D)	0
Amount of debt guarantees provided directly or indirectly for entities with a liability-to-asset ratio over 70% (E)	190,269
Portion of the total guarantee amount in excess of 50% of net assets (F)	3,500,452
Total amount of the three kinds of guarantees above (D+E+F)	3,500,452
Joint responsibilities possibly borne or already borne in the Reporting Period for undue guarantees (if any)	N/A
Provision of external guarantees in breach of the prescribed procedures (if any)	N/A

Notes for details about guarantee by complex method

(2) Illegal Provision of Guarantees for External Parties

Applicable Not applicable

No such cases in the Reporting Period.

3. Other Significant Contracts

Applicable Not applicable

No such cases in the Reporting Period.

XV. Social Responsibilities

1. Significant Environment Protection

Indicate by tick mark whether the Company or any of its subsidiaries is a heavily polluting business identified by the environmental protection authorities of China

Name of Company or subsidiary	Name of Main Pollutant and Distinctive Pollutant	Discharge Method	Quantity of Emission Outlet	Distribution Information of Emission Outlet	Emission Concentration	Executed Emission Standard of Pollutant	Total Weight of Emission (t)	Approved Total Weight of Emission (t)	Excessive Emission Condition
Beijing BOE Optoelectronics Technology Co., Ltd.	COD	Standard emission after being treated by sewage treatment system	2	South gate of factory (sanitary wastewater)	38mg/L	500mg/L	1.664t	835.002t	None
	COD			Northwest corner of factory (industrial waste water)	66mg/L	500mg/L	147.37t		None
	Ammonia nitrogen	Standard emission after being treated by sewage treatment system		Northwest corner of factory (industrial waste water)	30.62 mg/L	45 mg/L	29.53t	97.4169t	None
	Ammonia nitrogen			South gate of factory (sanitary wastewater)	10.1 mg/L	45 mg/L	0.442t		
The 4.5 th	COD	Standard	1	North side of	144.09mg/L	500mg/L	71.20t	490.51t	None

generation TFT-LCD production line of Chengdu BOE Optoelectronics Technology Co., Ltd.	Ammonia nitrogen	emission after being treated by sewage treatment system		factory	20.34mg/L	45 mg/L	10.26t	25.249t	
Hefei BOE Optoelectronics Technology Co., Ltd.	COD	Standard emission after being treated by sewage treatment system	1	Northwest corner of factory	59.37mg/L	380mg/L	110.77t	1059t	None
	Ammonia nitrogen				8.17mg/L	30mg/L	15.60t	99.2t	None
Beijing BOE Display Technology Co., Ltd.	COD	Standard emission after being treated by sewage treatment system	1	East gate of factory	155.07mg/L	500mg/L	467.13t	1618.8t	None
	Ammonia nitrogen				12.74mg/L	45 mg/L	34.16t	134.4t	None
Hefei Xinsheng Optoelectronics Technology Co., Ltd.	COD	Standard emission after being treated by sewage treatment system	1	Northeast gate of factory	80 mg/L	380mg/L	240.92t	1621.97t	None
	Ammonia nitrogen				14.1 mg/L	30mg/L	43.22t	128.08t	None
Erdos Yuansheng Optoelectronics Co., Ltd.	COD	Standard emission after being treated by sewage treatment system	1	North side of factory	40.41 mg/L	500mg/L	62.8t	713.81t	None
	Ammonia nitrogen				3.6 mg/L	45mg/L	5.6t	76.82t	None
The 6 th generation flexible AMOLED production line of Chengdu BOE	COD	Standard emission after being treated by sewage treatment	3	North side of factory	10.89 mg/L	500mg/L	16.28t	2004.15t	None
	COD			Southwest side of factory	77.50 mg/L		6.40t		

Optoelectronics Technology Co., Ltd.	COD	system Standard emission after being treated by sewage treatment system		West side of factory	70.67 mg/L	45 mg/L	2.32t	216.81t	None
	Ammonia nitrogen			North side of factory	1.10 mg/L		1.64t		
	Ammonia nitrogen			Southwest side of factory	10.35 mg/L		0.85t		
	Ammonia nitrogen			West side of factory	11.45 mg/L		0.38t		
Chongqing BOE Optoelectronics Technology Co., Ltd.	COD	Standard emission after being treated by sewage treatment system	1 emission Outlet for industrial waste water	South side of factory	94.15 mg/L	400mg/L	259.773t	2281.158t	None
	Ammonia nitrogen				3.92 mg/L		30mg/L	10.926t	252.885t
Fuzhou BOE Optoelectronics Technology Co., Ltd.	COD	Standard emission after being treated by sewage treatment system	1	Northeast side of factory	85.77 mg/L	500mg/L	240.67t	510.35t	None
	Ammonia nitrogen				6.01 mg/L		45mg/L	16.86t	68.05t

Construction of pollution prevention equipment and operation condition

During report period, the Company did not have important environmental problem. The Company built strict environmental management system, and established internal organizational structure to supervise overall environmental performance of the Company, formulated environmental management regulations and targets, carried out regular supervision for the environmental management condition of subordinate enterprises to promote the implementation of environmental management work.

Currently, the waste water which is generated by each subordinate enterprise of the Company can be divided in to industrial waste water and household waste water. Rain water-waste water shunting system is adopted for drainage system to drain water separately according to different natures. After collecting, the rain water is discharged into rain water pipeline of factory; after the rain water is collected by rain water pipe network, the rain water is discharged. After being treated by sewage treatment system in factory, industrial waste water is discharged into sewage treatment factory through municipal pipe network for intense treatment. Household waste water comprises household fecal waste water and canteen oily waste water etc, after pretreatment, the waste water is discharged into municipal sewage treatment factory. All industrial and household waste water is not discharged directly, and the concentration and total amount of drainage satisfy the requirements of national and local relevant standards.

In additional, the exhaust gas which is emitted by each subordinate enterprise mainly comes from technology exhaust gas during production process, including general exhaust gas, acid exhaust gas, alkaline exhaust gas, special exhaust gas and organic exhaust gas etc. Various exhaust gas can be emitted after being treated by independent emission treatment system. The emission concentration and total amount satisfy the national and local relevant standards.

“4R concept” for the use of materials has been used by the Company since 2007, that is recycle (Recycle), reduction (Reduce), renewal (Renew) and responsibility (responsibly). The Company promises that the used materials are all in accordance with requirements of national relevant environmental regulations and the registration, assessment, permission and restriction system of chemicals. In additional, the Company promotes the recycle of package materials constantly. The waste materials which are generated by each subordinate enterprise can be divided into general industrial solid waste, hazardous waste materials and household waste materials, and they all handed over to qualified recycler for regular treatment.

The Company focuses on the recycle of water resource and advanced cleaning methods such as adverse cleaning etc are adopted for processing equipment. Most high purity water and chemicals are recycled, reducing the consumption of high purity water, chemical and other materials maximally and reducing the discharge of waste water and waste materials.

At present, each subordinate enterprise formulates various management methods such as water pollution management, air pollution management standard, hazardous waste materials management standard, energy management standard etc. The methods specify the operation and maintenance regulations and requirements of pollutant treatment system, establish regular monitoring and supervising mechanism, in order to ensure the continuous stable operation of each system.

In recent years, the environmental emission index of the Company is up to national standards such as Sewage Comprehensive Discharge Standard (GB8979-1996), Air Pollutant Comprehensive Emission Standard (GB89879-1996), Industrial Enterprise Environmental Noise Emission Standard within Factory Boundary (GB12348-2008) etc and local standards. The Company will continue to promote the environmental management, devote to forging green factory and improve environmental management level constantly.

Environmental Impact Assessment on Construction Project and Other Administrative Licenses for Environmental Protection

At present, corresponding environmental impact assessments have been conducted for all construction projects under the control of the company in conformity with applicable national and local laws and regulations, and corresponding administrative licenses have also been obtained.

Contingency Plan for Emergent Environmental Incidents

The company has formulated and filed corresponding contingency plan for emergent environmental incidents in the environmental

protection agency according to relevant local requirements. However, such contingency plan consists of comprehensive plan, special plan and on-site disposal plan, and involves various aspects such as waste water, exhaust gas, hazardous wastes and dangerous chemicals etc. Meanwhile, drills must be conducted regularly.

Self-monitoring Plan

Currently, major pollutant-discharging units subordinated to the company have worked out corresponding self-monitoring plan according to relevant requirements put forward by the local environmental protection agency. The self-monitoring plans respectively formulated by BOE Technology Group Co., Ltd, Beijing BOE Display Technology Co., Ltd. and Beijing BOE Photoelectric Technology Co., Ltd. have been published via the company's official website.

Other environment information that should be disclosed

On 28 March 2018, Beijing Environmental Protection Bureau listed BOE Technology Group Co., Ltd. as an enterprise with pollution sources controlled by the City. The main control objects of this Company under the control of Beijing Economic and Technological Development Zone are our experiment lines and core competence building. For experiment lines, there is no data on industrial wastewater discharge since industrial wastewater is discharged into the wastewater treatment station of Beijing BOE Optoelectronics Technology Co., Ltd. without being discharged outside; the domestic wastewater is monitored manually and daily without any target on total amount of discharge. For the core competence building, only domestic wastewater is discharged without the requirement on total amount of discharge.

Other related environment protection information

Naught

2. Targeted Measures Taken to Help People Lift Themselves Out of Poverty

There is no precise poverty alleviation work in this period, nor any follow-up precise poverty alleviation plan.

XVI. Other Significant Events

Applicable Not applicable

1. The Company issued Pre-disclosure Announcement on Stock Reduction of Shareholders with More than 5% Stocks (Announcement No.: 2017-061) and Pre-disclosure Announcement on Stock Reduction of Shareholders with More than 5% Stocks (Announcement No.: 2017-062) on 22 November 2017 and 25 November 2017 respectively; shareholders of the Company as Hefei Jianxiang Investment Co., Ltd. and Chongqing Yufu Photovoltaic Industry Investment Co., Ltd. planned to reduce no more than 1.00% of general capital of the Company by means of centralized competitive bidding within 3 months after 15 working days since the issuance of each Announcement. Aforementioned stock reduction plans were completed by 15 January 2018 and 19 January 2018 respectively.
2. The Company issued the Announcement on Acquisition of SES-imagotag Stocks (Announcement No.: 2017-036) on 17 June 2017. The Company proposed to purchase more than 50.01% of SES stocks and realize consolidation of financial statements with SES by virtue of BOE SPV, which is a joint venture invested and established by BOE's wholly-owned subsidiary and investment platform designated by SES management layer. By 16 March 2018, BOE SPV acquired 10,789,186 shares of SES stock in total by means of block transactions and general offer, occupying 79.94% of SES' outstanding capital stocks with total consideration of 323,675,580 Euros. For more information, please refer to the Announcement on Completing Acquisition of SES-imagotag Stocks (Announcement No.: 2018-017) issued by the Company on 17 March 2018.

3. The wholly-owned subsidiary, BOE Technology (Hong Kong) Co., Ltd., filed lawsuits to Beijing Municipal Higher People's Court against following Defendants: Letv Mobile Intelligent Information Technology (Beijing) Co., Ltd. (referred to as "Letv Mobile hereinafter"), TV Plus Holdings (Beijing) Limited, Leseil Mobile Technology (Beijing) Co., Ltd. and JiaYueting, with the total amount of claims being about US\$41.84 million. Beijing Municipal Higher People's Court issued Notice of Case Acceptance and Civil Ruling Paper for property preservation on 6 July 2017 and 31 July 2017 respectively. Letv Mobile raised the jurisdiction objection to Beijing Municipal Higher People's Court, which was rejected, and also instituted an appeal to the Supreme People's Court for verdict on jurisdiction objection. At present, it has been waiting for final verdict of the Supreme People's Court. For receivables corresponding to aforementioned amount of claims, the Company has counted provision for bad debts as per regulations in accounting standard accordingly; therefore, it has uncertain influences on the Company.

4. The corporate bonds (Phase I) of BOE Technology Group Co., Ltd. issued to public qualified investors from 21 March 2016 to 22 March 2016 reached one full year by 21 March 2017. According to regulations, the interest should be paid once per year during the interest-bearing period. The Company issued Announcement on Payment "16BOE01" Interest 2017 (Announcement No.: 2018-016) on 16 March 2018, in which the interest should be paid as per the standard of RMB31.5 (tax-inclusive) for every 10 bonds.

5. The Company issued Announcement on 2017 Implementation of Annual Interest Distribution on 20 June 2018. The annual interest distribution plan 2017 was reviewed and adopted in 2017 Annual General Meeting held on 28 May 2018. According to the distribution plan, the Company shall allocated annual corporate benefits in 2017 by means of RMB0.5 for every 10 shares (where, the B-share benefit distribution shall be completed with Hong Kong dollar as per conversion rate from RMB to HKD published by People's Bank of China on the first working day after Shareholders Meeting of the Company) without distributing bonus share or transferring shares in the name of public reserve funds.

Overview of significant events	Disclosure date	index to disclosure website for interim report
Announcement on Investment and Construction of Project of the 6 th generation AMOLED (flexible) production line in Chongqing and Connected Transactions	9 March 2018	www.cninfo.com.cn
Announcement on Investment and Construction of Project of Wuhan Gaoshidai Production Line of Thin Film Transistor LCD and its Auxiliary Products	9 March 2018	www.cninfo.com.cn
Announcement on Project of Investment into BOE (Suzhou) Industrial Park	9 March 2018	www.cninfo.com.cn

XVII. Significant Events of Subsidiaries

Applicable Not applicable

Part VI Share Changes and Shareholder Information

I. Share Changes

1. Share Changes

Unit: Share

Item	Before		Increase/decrease (+/-)					After	
	Number	Percentage (%)	New issues	Bonus shares	Bonus issue from profit	Other	Subtotal	Number	Percentage (%)
I. Restricted shares	1,789,918	0.01%	0	0	0	747,223	747,223	2,537,141	0.01%
1. Shares held by the state	0	0.00%	0	0	0	0	0	0	0.00%
2. Shares held by state-owned corporations	0	0.00%	0	0	0	0	0	0	0.00%
3. Shares held by other domestic investors	1,789,918	0.01%	0	0	0	747,223	747,223	2,537,141	0.01%
Among which: shares held by domestic corporations	0	0.00%	0	0	0	0	0	0	0.00%
Shares held by domestic individuals	1,789,918	0.01%	0	0	0	747,223	747,223	2,537,141	0.01%
4. Shares held by foreign investors	0	0.00%	0	0	0	0	0	0	0.00%
Among which: Shares held by foreign corporations	0	0.00%	0	0	0	0	0	0	0.00%
Shares held by foreign individuals	0	0.00%	0	0	0	0	0	0	0.00%
II. Non-restricted shares	34,796,608,845	99.99%	0	0	0	-747,223	-747,223	34,795,861,622	99.99%

1. RMB ordinary shares	33,860,495,357	97.30%	0	0	0	-747,223	-747,223	33,859,748,134	97.30%
2. Domestically listed foreign shares	936,113,488	2.69%						936,113,488	2.69%
3. Overseas listed foreign shares	0	0.00%	0	0	0	0	0	0	0.00%
4. Other	0	0.00%	0	0	0	0	0	0	0.00%
III. Total shares	34,798,398,763	100.00%	0	0	0	0	0	34,798,398,763	100.00%

Reasons for the share changes

Applicable Not applicable

Approval of share changes

Applicable Not applicable

Transfer of share ownership

Applicable Not applicable

Effects of share changes on the basic EPS, diluted EPS, net assets per share attributable to ordinary shareholders of the Company and other financial indexes over the prior year and the prior period

Applicable Not applicable

Other contents that the Company considers necessary or is required by the securities regulatory authorities to disclose

Applicable Not applicable

2. Changes in Restricted Shares

Applicable Not applicable

Unit: Share

Name of the shareholders	Restricted shares amount at the period-begin	Restricted shares relieved of the period	Restricted shares increased of the period	Restricted shares amount at the period-end	Restricted reasons	Restricted shares relieved date
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Capital increase by senior executives	1,789,918	0	747,223	2,537,141	Capital increase by senior executives	--
Total	1,789,918	0	747,223	2,537,141	--	--

II. Issuance and Listing of Securities

Applicable Not applicable

III. Total Number of Shareholders and Their Shareholdings

Unit: Share

Total number of ordinary shareholders at the period-end		1,423,193 (including 1,383,999 A-shareholders and 39,194 B-shareholders)						
5% or greater ordinary shareholders or the top 10 ordinary shareholders								
Name of shareholder	Nature of shareholder	Shareholding percentage (%)	Total shares held at the period-end	Increase/decrease during the Reporting Period	Number of restricted shares held	Number of non-restricted shares held	Pledged or frozen shares	
							Status	Number
Beijing Capital Operation and Management Center	State-owned legal person	11.68%	4,063,333,333	0	0	4,063,333,333	N/A	0
Chongqing Ezcapital Opto-electronics Industry Investment Co., Ltd.	State-owned legal person	7.62%	2,653,000,041	-173,500,029	0	2,653,000,041	N/A	0
Hefei Jianxiang Investment Co., Ltd.	State-owned legal person	7.21%	2,510,142,953	-173,500,000	0	2,510,142,953	N/A	0
Beijing Yizhuang	State-owned legal person	3.57%	1,241,423,641	0	0	1,241,423,641	N/A	0

Investment Holdings Co., Ltd								
Beijing BOE Investment & Development Co., Ltd.	State-owned legal person	2.36%	822,092,180	0	0	822,092,180	N/A	0
National Social Security Fund Portfolio 108	Other	1.24%	429,993,527	254,993,381	0	429,993,527	N/A	0
Hong Kong Securities Clearing Company Ltd.	Foreign legal person	1.20%	416,179,024	-26,348,228	0	416,179,024	N/A	0
National Social Security Fund Portfolio 101	Other	0.96%	335,271,500	111,900,000	0	335,271,500	N/A	0
Beijing Electronics Holdings Co., Ltd.	State-owned legal person	0.79%	273,735,583	0	0	273,735,583	N/A	0
Central Huijin Assets Management Co., Ltd	State-owned legal person	0.71%	248,305,300	0	0	248,305,300	N/A	0
Strategic investors or general corporations becoming top-ten shareholders due to placing of new shares (if any)	Naught							
Connected or acting-in-concert parties among the shareholders above	<p>1. Beijing State-owned Capital Operation and Management Center held 100% equities of Beijing Electronics Holdings Co., Ltd.</p> <p>2. Beijing Electronics Holdings Co., Ltd. held 66.25% equities of Beijing BOE Investment & Development Co., Ltd. and was its controlling shareholder.</p> <p>3. After the non-public issuing of BOE in 2014, Hefei Jianxiang Investment Co., Ltd. and Chongqing Capital Photoelectricity Investment Co., Ltd., by entering into Implementation Protocol of Voting Right respectively, agreed to maintain all of the shares held by them respectively unanimous with Beijing BOE Investment & Development Co., Ltd. when executing the voting rights of the shareholders.</p> <p>4. After the non-public issuing of the Company in 2014, Beijing State-owned Capital Operation and Management Center handed over 70% of the shares directly held by it to Beijing Electronics Holdings Co., Ltd. for management through Stock Management Protocol, and Beijing Electronics Holdings Co., Ltd. gained the incidental shareholders' rights except for disposing right and usufruct of the shares, of which the rest 30% voting right maintained unanimous with Beijing Electronics Holdings Co., Ltd. through the agreement according to</p>							

	Implementation Protocol of Voting Right. 5. Except for the above relationships, the Company does not know any other connected party or acting-in-concert party among the top 10 shareholders.		
Shareholdings of the top ten non-restricted ordinary shareholders			
Name of shareholder	Number of non-restricted shares held at the period-end	Type of shares	
		Type	Number
Beijing State-owned Capital Operation and Management Center	4,063,333,333	RMB ordinary share	4,063,333,333
Chongqing Ezcapital Opto-electronics Industry Investment Co., Ltd.	2,653,000,041	RMB ordinary share	2,653,000,041
Hefei Jianxiang Investment Co., Ltd.	2,510,142,953	RMB ordinary share	2,510,142,953
Beijing Yizhuang Investment Holdings Co., Ltd	1,241,423,641	RMB ordinary share	1,241,423,641
Beijing BOE Investment & Development Co., Ltd.	822,092,180	RMB ordinary share	822,092,180
National Social Security Fund Portfolio 108	429,993,527	RMB ordinary share	429,993,527
Hong Kong Securities Clearing Company Ltd.	416,179,024	RMB ordinary share	416,179,024
National Social Security Fund Portfolio 101	335,271,500	RMB ordinary share	335,271,500
Beijing Electronics Holdings Co., Ltd.	273,735,583	RMB ordinary share	273,735,583
Central Huijin Assets Management Co., Ltd	248,305,300	RMB ordinary share	248,305,300
Connected or acting-in-concert parties among the top ten non-restrictedly tradable share holders and between the top ten non-restrictedly tradable share holders and the top ten shareholders	<p>1. Beijing State-owned Capital Operation and Management Center held 100% equities of Beijing Electronics Holdings Co., Ltd.</p> <p>2. Beijing Electronics Holdings Co., Ltd. held 66.25% equities of Beijing BOE Investment & Development Co., Ltd. and was its controlling shareholder.</p> <p>3. After the non-public issuing of BOE in 2014, Hefei Jianxiang Investment Co., Ltd. and Chongqing Capital Photoelectricity Investment Co., Ltd., by entering into Implementation Protocol of Voting Right respectively, agreed to maintain all of the shares held by them respectively unanimous with Beijing BOE Investment & Development Co., Ltd. when executing the voting rights of the shareholders.</p> <p>4. After the non-public issuing of the Company in 2014, Beijing State-owned Capital Operation and Management Center handed over 70% of the shares directly held by it to Beijing Electronics Holdings Co., Ltd. for management through Stock Management Protocol, and</p>		

	<p>Beijing Electronics Holdings Co., Ltd. gained the incidental shareholders' rights except for disposing right and usufruct of the shares, of which the rest 30% voting right maintained unanimous with Beijing Electronics Holdings Co., Ltd. through the agreement according to Implementation Protocol of Voting Right.</p> <p>5. Except for the above relationships, the Company does not know any other connected party or acting-in-concert party among the top 10 shareholders.</p>
Top ten ordinary shareholders conducting securities margin trading (if any)	Naught

Indicate by tick mark whether any of the top ten ordinary shareholders or the top ten non-restricted ordinary shareholders of the Company conducted any promissory repo during the Reporting Period.

Yea No

No such cases in the Reporting Period.

IV. Change of the Controlling Shareholder or the Actual Controller

Change of the controlling shareholder in the Reporting Period

Applicable Not applicable

There was no any change of the controlling shareholder of the Company in the Reporting Period.

Change of the actual controller in the Reporting Period

Applicable Not applicable

There was no any change of the actual controller of the Company in the Reporting Period.

Part VII Preferred Shares

Applicable Not applicable

No preferred shares in the Reporting Period.

Part VIII Directors, Supervisors and Senior Management

I Changes in Shareholdings of Directors, Supervisors and Senior Management

√ Applicable □ Not applicable

Name	Office title	Incumbent/former	Beginning shareholding (share)	Increase in the Reporting Period (share)	Decrease in the Reporting Period (share)	Ending shareholding (share)	Number of the restricted shares granted at the period-begin (share)	Number of the restricted shares granted during the Reporting Period (share)	Number of the restricted shares granted at the period-end (share)
Wang Dongsheng	Chairman of the Board	Current	299,905	0	0	299,905	0	0	0
Xie Xiaoming	Vice Chairman of the Board	Current	7,680	0	0	7,680	0	0	0
Chen Yanshun	Vice Chairman of the Board, Chief of Executive Committee, Chief Executive Officer	Current	260,000	340,000	0	600,000	0	0	0
Wang Chenyang	Director	Current	0	0	0	0	0	0	0
Liu Xiaodong	Director, Vice Chief of Executive Committee,	Current	250,000	0	0	250,000	0	0	0

	President and COO								
Song Jie	Director	Current	0	0	0	0	0	0	0
Sun Yun	Director, Executive Vice President, CFO	Current	155,981	68,000	0	223,981	0	0	0
Li Yantao	Director	Current	0	0	0	0	0	0	0
Lv Tingjie	Independent Director	Current	0	0	0	0	0	0	0
Wang Huacheng	Independent Director	Current	0	0	0	0	0	0	0
Hu Xiaolin	Independent Director	Current	0	0	0	0	0	0	0
Li Xuan	Independent Director	Current	0	0	0	0	0	0	0
Yang Xiangdong	Chairman of Supervisory Committee	Current	0	0	0	0	0	0	0
Xu Tao	Supervisor	Current	0	0	0	0	0	0	0
Chen Zhaozhen	Supervisor	Current		900	0	900	0	0	0
Zhao Wei	Supervisor	Current	0	0	0	0	0	0	0
Shi Hong	Supervisor	Current	0	0	0	0	0	0	0
Zhuang Haoyu	Supervisor	Current	0	0	0	0	0	0	0
Miao Chuanbin	Employee Supervisor	Current	0	1,800	0	1,800	0	0	0
Xu Yangping	Employee	Current	0	0	0	0	0	0	0

	Supervisor								
He Daopin	Employee Supervisor	Current	0	0	0	0	0	0	0
Dong Youmei	Executive Vice President	Current	200,000	26,400	0	226,400	0	0	0
Yao Xiangjun	Executive Vice President, Co-COO	Current	100,000	0	0	100,000	0	0	0
Zhang Zhaohong	Executive Vice President, Co-COO	Current	150,000	178,700	0	328,700	0	0	0
Zhong Huifeng	Executive Vice President, Co-CHO	Current	150,000	0	0	150,000	0	0	0
Feng Liqiong	Executive Vice President, CLO	Current	150,000	50,000	0	200,000	0	0	0
Yue Zhanqiu	Senior Vice President, Chief Information Officer	Current	150,000	70,000	0	220,000	0	0	0
Xie Zhongdong	Senior Vice President, CRO and Auditor General	Current	110,000	90,000	0	200,000	0	0	0
Feng Qiang	Senior Vice President	Current	100,000	20,000	0	120,000	0	0	0
Yang Anle	Senior Vice	Current	100,000	50,000	0	150,000	0	0	0

	President, Chief Investment Officer								
Tong Guanshan	Senior Vice President	Current	0	0	0	0	0	0	0
Jing Linfeng	Senior Vice President	Current	100,000	45,000	0	145,000	0	0	0
Liu Hongfeng	Vice President, Secretary of the Board	Current	100,000	54,500	0	154,500	0	0	0
Wang Jing	Director	Former	0	0	0	0	0	0	0
Zhang Jinsong	Director	Former	0	0	0	0	0	0	0
Chen Ming	Chairman of Supervisory Committee	Former	0	0	0	0	0	0	0
Mu Chengyuan	Supervisor, Secretary of Supervisory Committee	Former	2,991	0	0	2,991	0	0	0
Total	--	--	2,386,557	995,300	0	3,381,857	0	0	0

II Changes in Directors, Supervisors and Executive Officers

√ Applicable □ Not applicable

Name	Office title	Type of change	Date	Reason
Chen Ming	Chairman of Supervisory Committee	Left	1 March 2018	Voluntary turnover
Zhang Jinsong	Director	Left	30 March 2018	Voluntary turnover
Mu Chengyuan	Supervisor	Left	30 March 2018	Voluntary turnover
Yang Xiangdong	Chairman of Supervisory Committee	Elected	30 March 2018	Elected
Wang jing	Director	Left	11 May 2018	Voluntary turnover
Li Yantao	Director	Elected	28 May 2018	Elected
Chen Zhaozhen	Supervisor	Elected	28 May 2018	Elected
Wang Chenyang	Director	Elected	28 May 2018	Elected

Part IX Corporate Bonds

Are there any corporate bonds publicly offered and listed on the stock exchange, which were undue before the approval date of this Report or were due but could not be redeemed in full?

Yes

I. Bond Profile

Bond name	Abbr.	Bond code	Release date	Due date	Balance (RMB'0,000)	Coupon rate	Way of redemption
The 2016 public offering of corporate bonds by BOE Technology Group Co., Ltd. for qualified investors (Phase I)	16BOE01	112358	21 March 2016	31 March 2021	1,000,000	3.15%	Paid for the interests by year and the principals once when expired.
Listed or transferred trading place of the Company bonds	List on the SZSE.						
Appropriate arrangement of the investors	the qualified investors						
List of the interests payment of the Company bonds during the Reporting Period	On 21 March 2018, the Company completed the 2017 annual interest payout for the qualified investors of its 2016 corporate bonds.						
Execution of the relevant regulations during the Reporting Period such as the affiliated option clause of the issuers or investors, special clauses such as the exchangeable regulations of the Company bonds (if applicable)	There was affiliated issuers' up-regulation nominal interest rate option and the investors' sell-back option at the year-end of the third year of the current bond duration; and up to the approval quotation date of the Interim Report, the bonds were not yet needed to be executed.						

II. List of the Bond Trustee and the Rating Organization

Bond trustee:

Name	China Securities Co., Ltd.	Office address	Rm. 2203, North Tower, Shanghai Securities Plaza, 528 Pudong Road South, Shanghai	Contact	Zhu Mingqiang, Han Yong, Sheng Cheng	Contact number	021-68801565
Rating organization executed the tracking rating of the Company bonds of the Reporting Period:							
Name	United Ratings Co., Ltd.		Office address	12/F, PICC Building, No.2 Jianwai Street, Chaoyang District, Beijing			
Alternation reasons, execution process and influences on the investors' interests etc. if there was alternation of the bond trustees and the credit rating agencies engaged by the Company during the Reporting Period (if applicable)			Naught				

III. List of the Usage of the Raised Funds of the Company Bonds

List of the usage of the raised funds and the execution process of the Company bonds	The Company executed the internal decision-making process strictly according to the applications committed by the prospectus as well as the review regulations of the Board of Directors and Annual General Meeting of the Company.
Ending balance (RMB'0,000)	2.58
Operating situation of the raised funds special account	The Company signed the Agreement on the 2016 Public Offering of the Corporation Bonds Account for the Qualified Investors and the Funds Tripartite Authorities of BOE Technology Group Co., Ltd. with the Beijing Olympic Branch of Ping An Bank Co, Beijing Hepingli Branch of China CITIC Bank Corporation Limited and Beijing Branch of China Merchants Bank Co., Ltd., which set up the raise funds account that ensure the exclusive use of the special fund of the raise funds.
Whether the usage of the raised funds met with the usage, using plan and other agreements committed on the prospectus	Yes

IV. Rating Situation of the Company Bonds Information

On 23 June 2017, United Ratings issued the Tracking Rating Report of the 2017 Corporate Bonds Credit Rating of BOE Technology Group Co., Ltd., with the issuers' main body credit rating of AAA and AAA of the credit rating of the current corporate bonds. On 24 June 2017, the tracking rating report was disclosed on www.cninfo.com.cn and www.unitedratings.com.cn.

On 20 June 2018, United Ratings issued the Tracking Rating Report of the 2018 Corporate Bonds Credit Rating of BOE Technology Group Co., Ltd., with the issuers' main body credit rating of AAA and AAA of the credit rating of the current corporate bonds. On 22 June 2018, the tracking rating report was disclosed on www.cninfo.com.cn and www.unitedratings.com.cn.

V. Credit-adding Mechanism, Repayment Plan and Other Repayment Guarantee Measures of the Company Bonds

There was no guarantee of the corporate bonds of the Reporting Period.

The profits of the main business of the issuers were the main resources of the debt service fund of the bonds of the Reporting Period. The debt repayment plan was as follows: during the duration period of the bonds of the Reporting Period, every March 21st of each year from Y2017 to Y2021 is the interest date of the last interest accrual year (if met with the legal holidays or rest days, should postpone which to the subsequent 1st working day); if the investors executed the put-back right, the interest date of the part of the put-back bonds is every March 21st of each year from Y2017 to Y2019 is the interest date of the last interest accrual year (if met with the legal holidays or rest days, should postpone which to the subsequent 1st working day). The principal of the current bonds should be paid at one time when expired. The payment date of the current bonds would be 21 March 2021 (if met with the legal holidays or rest days, should postpone which to the subsequent 1st working day); if the investors executed the put-back right, the payment date of the part of the put-back bonds would be 21 March 2019 (if met with the legal holidays or rest days, should postpone which to the subsequent 1st working day).

The repayment guarantee measures of the corporate bonds of the Reporting Period: to formulate the Meeting Regulations of the Bondholders and the repayment guarantee measures; to formulate and strictly carry out the funds management plans; to fully exert the functions of the bond trustees; to strictly disclose the information; at the same time, when expected to fail to repay the principals and interest of the bonds on time or failed to repay the principals and interest of the bonds when expired, the Company will at least adopt the measures of the execution of the capital expenditures projects such as to postpone the significant external investment and the purchase as well as merger and so on that guarantee the repayment of the debts.

During the Reporting Period, there was no alternation of the credit-adding mechanism, debt repayment plan and other repayment guarantee measures of the corporate bonds.

VI. Convene Situation of the Bonds Holders Meeting during the Reporting Period

No such cases during the Reporting Period.

VII. List of the Duty Execution of the Bonds Trustee during the Reporting Period

As the bond trustee of the Reporting Period, China Securities Co., Ltd. constantly paid attention on the operating, finance and credit situation of the Company strictly according to the relevant laws and regulations such as the Regulations of the Offering and Trading of the Corporate Bonds, Professional Code of Conduct of the Bond Trustee of the Corporate Bonds and vigorously executed the responsibilities as a trustee as well as maintained the legal interests of the bondholders; there was no any situation conflicted to the Company's interests when executing the relevant responsibilities of the trustee.

VIII. The Major Accounting Data and the Financial Indicators of the Company up the Period-end and the End of Last Year (or the Reporting Period and Same Period of Last Year)

Unit: RMB'0,000

Item	Period-end	End of last year	Increase/decrease
Current ratio	2.04	2.01	0.03
Gearing ratio	59.31%	59.28%	0.03%
Quick ratio	1.81	1.83	-0.02

Item	Reporting Period	Same period of last year	Increase/decrease
EBITDA-to-interest coverage (times)	5.66	8.43	-32.86%
Loan repayment ratio	100.00%	100.00%	0.00%
Interest coverage ratio	100.00%	100.00%	0.00%

Main reason of the above accounting data and the financial indicators with the YoY change exceeded 30%

Applicable Not applicable

EBITDA has a YOY decrease of 2.77 due to the largely decreasing total profit in the first half year from the year earlier.

IX. Overdue Unpaid Debts of the Company

Applicable Not applicable

No such cases during the Reporting Period.

X. List of the Interest Payment of Other Bonds and Bonds Financing Instruments during the Reporting Period

No such situation of the Company during the Reporting Period.

XI. List of the Acquired Bank Credit Lines, Usage and the Repayment of the Bank Loans

The operation and reputation of the Company was favorable and the profitability as well as the debt payment ability of the Company was strong as well as the Company maintained the long-term cooperative partnerships with main cooperative banks. Up to 30 June 2018, the total amount of the credit line of the major cooperative banks with the Company was of RMB47.6 billion with the used credit line of RMB18.4 billion and the unused amount of which was of RMB29.2 billion. The principal and interest of bank loans have been paid back on time. No default in bank loans during the Reporting Period.

XII. List of the Execution of the Agreements or the Commitments Related to the Company Bonds Raising Specification during the Reporting Period

During the Reporting Period., the Company strictly carried out each agreement and commitment of the current bond prospectus, and there was no any situation of the inefficient execution of the relevant agreements or commitments according to the bond prospectus by the Company that caused the negative influences on the bonds investors.

XIII. Significant Events Occurred during the Reporting Period

There were no occurred significant events listed in Article 45 of Corporate Bonds Issuance and Trading Management Methods during the Reporting Period.

XIV. Whether there was guarantor of the Company bonds

Yes No

Part X Financial Report

I. Auditor's Report

Whether the interim report has been audited?

Yes No

The interim report of the Company has not been audited.

II. Financial Statements

The unit of the financial statements attached: RMB

1. Consolidated Balance Sheet

Prepared by BOE Technology Group Co., Ltd.

30 June 2018

Unit: RMB

Item	30 June 2018	31 December 2017
Current assets:		
Monetary assets	50,581,910,423.00	57,128,659,576.00
Settlement reserve	0.00	0.00
Interbank loans granted	0.00	0.00
Financial assets at fair value through profit or loss	0.00	0.00
Derivative financial assets	0.00	0.00
Notes receivable	540,151,648.00	833,268,127.00
Accounts receivable	17,356,033,029.00	15,513,763,252.00
Prepayments	755,433,430.00	587,126,751.00
Premiums receivable	0.00	0.00
Reinsurance receivables	0.00	0.00
Receivable reinsurance contract reserve	0.00	0.00
Interest receivable	127,018,762.00	89,628,559.00
Dividends receivable	5,950,240.00	0.00
Other receivables	608,318,659.00	728,395,573.00
Financial assets purchased under resale agreements	0.00	0.00
Inventories	10,933,542,222.00	8,957,719,381.00

Assets classified as held for sale	0.00	0.00
Current portion of non-current assets	0.00	17,303,152.00
Other current assets	18,930,028,377.00	15,924,433,978.00
Total current assets	99,838,386,790.00	99,780,298,349.00
Non-current assets:		
Loans and advances to customers	0.00	0.00
Available-for-sale financial assets	777,023,613.00	859,899,356.00
Held-to-maturity investments	0.00	0.00
Long-term receivables	0.00	0.00
Long-term equity investments	3,443,815,633.00	6,928,854,415.00
Investment property	1,278,070,770.00	1,296,662,205.00
Fixed assets	84,979,890,697.00	88,625,296,761.00
Construction in progress	73,903,155,311.00	50,761,250,426.00
Engineering materials	0.00	0.00
Proceeds from disposal of fixed assets	0.00	0.00
Productive living assets	0.00	0.00
Oil and gas assets	0.00	0.00
Intangible assets	5,490,324,217.00	2,982,664,308.00
R&D expense	0.00	0.00
Goodwill	841,479,045.00	197,963,688.00
Long-term prepaid expense	383,215,107.00	379,829,430.00
Deferred income tax assets	176,341,669.00	106,255,657.00
Other non-current assets	5,120,544,726.00	4,189,767,254.00
Total non-current assets	176,393,860,788.00	156,328,443,500.00
Total assets	276,232,247,578.00	256,108,741,849.00
Current liabilities:		
Short-term borrowings	2,213,431,454.00	3,249,736,430.00
Borrowings from central bank	0.00	0.00
Customer deposits and deposits from banks and other financial institutions	0.00	0.00
Interbank loans obtained	0.00	0.00
Financial liabilities at fair value through profit or loss	0.00	0.00
Derivative financial liabilities	0.00	0.00
Notes payable	838,808,117.00	543,798,835.00
Accounts payable	19,003,618,742.00	16,205,788,698.00

Advances from customers	991,348,534.00	781,324,522.00
Financial assets sold under repurchase agreements	0.00	0.00
Handling charges and commissions payable	0.00	0.00
Payroll payable	1,220,668,515.00	2,217,066,944.00
Taxes payable	538,406,225.00	775,621,146.00
Interest payable	822,004,488.00	847,955,186.00
Dividends payable	12,477,033.00	9,651,170.00
Other payables	15,925,444,403.00	15,264,806,774.00
Reinsurance payables	0.00	0.00
Insurance contract reserve	0.00	0.00
Payables for acting trading of securities	0.00	0.00
Payables for underwriting of securities	0.00	0.00
Liabilities directly associated with assets classified as held for sale	0.00	0.00
Current portion of non-current liabilities	6,402,772,896.00	9,109,708,511.00
Other current liabilities	1,029,526,302.00	730,709,590.00
Total current liabilities	48,998,506,709.00	49,736,167,806.00
Non-current liabilities:		
Long-term borrowings	83,261,644,214.00	78,973,633,010.00
Bonds payable	9,971,424,165.00	9,966,467,496.00
Including: Preferred shares	0.00	0.00
Perpetual bonds	0.00	0.00
Long-term payables	1,427,376,178.00	1,176,250,982.00
Long-term payroll payable	0.00	0.00
Specific payables	0.00	0.00
Provisions	16,457,010.00	16,457,010.00
Deferred income	8,177,403,504.00	2,261,955,307.00
Deferred income tax liabilities	1,287,125,895.00	563,302,910.00
Other non-current liabilities	10,698,441,824.00	9,130,244,495.00
Total non-current liabilities	114,839,872,790.00	102,088,311,210.00
Total liabilities	163,838,379,499.00	151,824,479,016.00
Owners' equity:		
Share capital	34,798,398,763.00	34,798,398,763.00
Other equity instruments	0.00	0.00
Including: Preferred shares	0.00	0.00

Perpetual bonds	0.00	0.00
Capital reserves	38,244,761,356.00	38,585,515,122.00
Less: Treasury shares	0.00	0.00
Other comprehensive income	-87,683,584.00	150,602,933.00
Specific reserve	0.00	0.00
Surplus reserves	889,640,475.00	889,640,475.00
General reserve	0.00	0.00
Retained profits	11,620,075,705.00	10,385,659,084.00
Total equity attributable to owners of the Company as the parent	85,465,192,715.00	84,809,816,377.00
Non-controlling interests	26,928,675,364.00	19,474,446,456.00
Total owners' equity	112,393,868,079.00	104,284,262,833.00
Total liabilities and owners' equity	276,232,247,578.00	256,108,741,849.00

Legal representative: Wang Dongsheng

Chief Financial Officer: Sun Yun

Financial Officer: Yang Xiaoping

2. Balance Sheet of the Company as the Parent

Unit: RMB

Item	30 June 2018	31 December 2017
Current assets:		
Monetary assets	3,862,839,767.00	2,990,801,501.00
Financial assets at fair value through profit or loss	0.00	0.00
Derivative financial assets	0.00	0.00
Notes receivable	800,000.00	0.00
Accounts receivable	41,070,568.00	39,897,385.00
Prepayments	24,558,561.00	10,315,083.00
Interest receivable	6,002,673.00	0.00
Dividends receivable	312,475,740.00	10,404,147.00
Other receivables	1,565,138,570.00	1,824,727,573.00
Inventories	11,756,668.00	12,751,847.00
Assets classified as held for sale	0.00	0.00
Current portion of non-current assets	587,000,000.00	3,648,840,000.00
Other current assets	45,861,505.00	61,082,075.00
Total current assets	6,457,504,052.00	8,598,819,611.00
Non-current assets:		

Available-for-sale financial assets	108,249,106.00	149,269,107.00
Held-to-maturity investments	0.00	0.00
Long-term receivables	0.00	0.00
Long-term equity investments	131,040,361,626.00	121,193,680,391.00
Investment property	291,882,469.00	292,544,063.00
Fixed assets	980,480,600.00	982,985,346.00
Construction in progress	243,332,835.00	274,400,649.00
Engineering materials	0.00	0.00
Proceeds from disposal of fixed assets	0.00	0.00
Productive living assets	0.00	0.00
Oil and gas assets	0.00	0.00
Intangible assets	512,709,485.00	530,490,988.00
R&D expense	0.00	0.00
Goodwill	0.00	0.00
Long-term prepaid expense	116,659,975.00	112,776,691.00
Deferred income tax assets	118,288,416.00	150,206,185.00
Other non-current assets	401,161,107.00	480,909,226.00
Total non-current assets	133,813,125,619.00	124,167,262,646.00
Total assets	140,270,629,671.00	132,766,082,257.00
Current liabilities:		
Short-term borrowings	0.00	0.00
Financial liabilities at fair value through profit or loss	0.00	0.00
Derivative financial liabilities	0.00	0.00
Notes payable	0.00	0.00
Accounts payable	24,239,349.00	50,152,503.00
Advances from customers	2,004,607,023.00	1,375,022,585.00
Payroll payable	126,202,194.00	283,000,193.00
Taxes payable	57,108,752.00	119,584,927.00
Interest payable	120,871,893.00	312,029,252.00
Dividends payable	6,451,170.00	6,451,170.00
Other payables	13,852,647,546.00	9,713,912,548.00
Liabilities directly associated with assets classified as held for sale	0.00	0.00
Current portion of non-current liabilities	3,040,000,000.00	4,031,840,000.00
Other current liabilities	0.00	0.00

Total current liabilities	19,232,127,927.00	15,891,993,178.00
Non-current liabilities:		
Long-term borrowings	20,020,000,000.00	23,943,000,000.00
Bonds payable	9,971,424,165.00	9,966,467,496.00
Including: Preferred shares	0.00	0.00
Perpetual bonds	0.00	0.00
Long-term payables	0.00	0.00
Long-term payroll payable	0.00	0.00
Specific payables	0.00	0.00
Provisions	0.00	0.00
Deferred income	5,970,717,701.00	130,652,127.00
Deferred income tax liabilities	0.00	0.00
Other non-current liabilities	9,500,000,000.00	7,600,000,000.00
Total non-current liabilities	45,462,141,866.00	41,640,119,623.00
Total liabilities	64,694,269,793.00	57,532,112,801.00
Owners' equity:		
Share capital	34,798,398,763.00	34,798,398,763.00
Other equity instruments	0.00	0.00
Including: Preferred shares	0.00	0.00
Perpetual bonds	0.00	0.00
Capital reserves	37,590,966,191.00	37,588,541,593.00
Less: Treasury shares	0.00	0.00
Other comprehensive income	157,230,488.00	192,097,489.00
Specific reserve	0.00	0.00
Surplus reserves	889,640,475.00	889,640,475.00
Retained profits	2,140,123,961.00	1,765,291,136.00
Total owners' equity	75,576,359,878.00	75,233,969,456.00
Total liabilities and owners' equity	140,270,629,671.00	132,766,082,257.00

3. Consolidated Income Statement

Unit: RMB

Item	H1 2018	H1 2017
1. Revenue	43,473,904,966.00	44,605,027,995.00
Including: Operating revenue	43,473,904,966.00	44,605,027,995.00

Interest income	0.00	0.00
Premium income	0.00	0.00
Handling charge and commission income	0.00	0.00
2. Operating costs and expenses	42,145,156,667.00	39,394,749,331.00
Including: Cost of sales	35,144,582,131.00	32,235,266,589.00
Interest expense	0.00	0.00
Handling charge and commission expense	0.00	0.00
Surrenders	0.00	0.00
Net claims paid	0.00	0.00
Net amount provided as insurance contract reserve	0.00	0.00
Expenditure on policy dividends	0.00	0.00
Reinsurance premium expense	0.00	0.00
Taxes and surtaxes	302,565,754.00	355,700,992.00
Selling expense	1,294,782,594.00	1,228,560,863.00
Administrative expense	3,743,903,273.00	3,052,661,575.00
Finance costs	1,201,173,655.00	1,099,113,182.00
Asset impairment loss	458,149,260.00	1,423,446,130.00
Add: Gain on changes in fair value (“-” for loss)	0.00	0.00
Investment income (“-” for loss)	166,924,013.00	19,162,151.00
Including: Share of profit or loss of joint ventures and associates	-29,578,579.00	-13,690,554.00
Foreign exchange gain (“-” for loss)	0.00	0.00
Asset disposal income (“-” for loss)	-158,511.00	-3,120,539.00
Other income	1,904,160,159.00	275,302,864.00
3. Operating profit (“-” for loss)	3,399,673,960.00	5,501,623,140.00
Add: Non-operating income	96,641,868.00	53,530,983.00
Less: Non-operating expense	7,653,811.00	20,330,503.00
4. Profit before taxation (“-” for loss)	3,488,662,017.00	5,534,823,620.00
Less: Income tax expense	659,568,560.00	940,261,615.00
5. Net profit (“-” for net loss)	2,829,093,457.00	4,594,562,005.00
5.1 Net profit from continuing operations (“-” for net loss)	2,829,093,457.00	4,594,562,005.00
5.2 Net profit from discontinued operations (“-” for net loss)	0.00	0.00
Net profit attributable to owners of the Company as the	2,975,206,500.00	4,302,605,600.00

parent		
Net profit attributable to non-controlling interests	-146,113,043.00	291,956,405.00
6. Other comprehensive income, net of tax	-223,269,396.00	-14,001,966.00
Attributable to owners of the Company as the parent	-238,286,517.00	9,368,196.00
6.1 Items that will not be reclassified to profit or loss	0.00	0.00
6.1.1 Changes in net liabilities or assets caused by remeasurements on defined benefit pension schemes	0.00	0.00
6.1.2 Share of other comprehensive income of investees that will not be reclassified to profit or loss under equity method	0.00	0.00
6.2 Items that may subsequently be reclassified to profit or loss	-238,286,517.00	9,368,196.00
6.2.1 Share of other comprehensive income of investees that will be reclassified to profit or loss under equity method	0.00	0.00
6.2.2 Gain/Loss on changes in fair value of available-for-sale financial assets	-91,055,052.00	-2,155,092.00
6.2.3 Gain/Loss arising from reclassification of held-to-maturity investments to available-for-sale financial assets	0.00	0.00
6.2.4 Effective gain/loss on cash flow hedges	0.00	0.00
6.2.5 Differences arising from translation of foreign currency-denominated financial statements	-147,231,465.00	11,523,288.00
6.2.6 Other	0.00	0.00
Attributable to non-controlling interests	15,017,121.00	-23,370,162.00
7. Total comprehensive income	2,605,824,061.00	4,580,560,039.00
Attributable to owners of the Company as the parent	2,736,919,983.00	4,311,973,796.00
Attributable to non-controlling interests	-131,095,922.00	268,586,243.00
8. Earnings per share		
8.1 Basic earnings per share	0.085	0.123
8.2 Diluted earnings per share	0.085	0.123

Where business mergers under the same control occurred in the Reporting Period, the net profit achieved by the merged parties before the business mergers was RMB0.00, with the corresponding amount for the last period being RMB 0.00.

Legal representative: Wang Dongsheng

Chief Financial Officer: Sun Yun

Financial Officer: Yang Xiaoping

4. Income Statement of the Company as the Parent

Unit: RMB

Item	H1 2018	H1 2017
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1. Operating revenue	2,146,860,956.00	705,463,015.00
Less: Cost of sales	12,786,733.00	5,670,598.00
Taxes and surtaxes	24,031,851.00	18,569,385.00
Selling expense	433,606.00	1,021,144.00
Administrative expense	820,273,111.00	684,340,188.00
Finance costs	378,937,888.00	205,355,880.00
Asset impairment loss	0.00	0.00
Add: Gain on changes in fair value (“-” for loss)	0.00	0.00
Investment income (“-” for loss)	884,469,030.00	594,517,970.00
Including: Share of profit or loss of joint ventures and associates	-17,602,562.00	-13,690,554.00
Asset disposal income (“-” for loss)	0.00	-182,599.00
Other income	532,427,665.00	9,628,783.00
2. Operating profit (“-” for loss)	2,327,294,462.00	394,469,974.00
Add: Non-operating income	3,317,848.00	2,306,707.00
Less: Non-operating expense	576,343.00	679,940.00
3. Profit before taxation (“-” for loss)	2,330,035,967.00	396,096,741.00
Less: Income tax expense	214,413,263.00	7,327,135.00
4. Net profit (“-” for net loss)	2,115,622,704.00	388,769,606.00
4.1 Net profit from continuing operations (“-” for net loss)	2,115,622,704.00	388,769,606.00
4.2 Net profit from discontinued operations (“-” for net loss)	0.00	0.00
5. Other comprehensive income, net of tax	-34,867,001.00	6,030,946.00
5.1 Items that will not be reclassified to profit or loss	0.00	0.00
5.1.1 Changes in net liabilities or assets caused by remeasurements on defined benefit pension schemes	0.00	0.00
5.1.2 Share of other comprehensive income of investees that will not be reclassified into profit or loss under equity method	0.00	0.00
5.2 Items that may subsequently be reclassified to profit or loss	-34,867,001.00	6,030,946.00
5.2.1 Share of other comprehensive income of investees that will be reclassified into profit or loss under equity method	0.00	0.00
5.2.2 Gain/Loss on changes in fair value of available-for-sale financial assets	-34,867,001.00	6,030,946.00
5.2.3 Gain/Loss arising from reclassification of	0.00	0.00

held-to-maturity investments to available-for-sale financial assets		
5.2.4 Effective gain/loss on cash flow hedges	0.00	0.00
5.2.5 Differences arising from translation of foreign currency-denominated financial statements	0.00	0.00
5.2.6 Other	0.00	0.00
6. Total comprehensive income	2,080,755,703.00	394,800,552.00
7. Earnings per share		
7.1 Basic earnings per share	0.0608	0.0111
7.2 Diluted earnings per share	0.0608	0.0111

5. Consolidated Cash Flow Statement

Unit: RMB

Item	H1 2018	H1 2017
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	46,919,613,472.00	43,665,151,353.00
Net increase in customer deposits and deposits from banks and other financial institutions	0.00	0.00
Net increase in loans from central bank	0.00	0.00
Net increase in loans from other financial institutions	0.00	0.00
Premiums received on original insurance contracts	0.00	0.00
Net proceeds from reinsurance	0.00	0.00
Net increase in deposits and investments of policy holders	0.00	0.00
Net increase in proceeds from disposal of financial assets at fair value through profit or loss	0.00	0.00
Interest, handling charges and commissions received	0.00	0.00
Net increase in interbank loans obtained	0.00	0.00
Net increase in proceeds from repurchase transactions	0.00	0.00
Tax rebates	3,252,910,154.00	3,662,030,436.00
Cash generated from other operating activities	2,892,613,722.00	768,953,070.00
Subtotal of cash generated from operating activities	53,065,137,348.00	48,096,134,859.00
Payments for commodities and services	31,789,388,744.00	28,313,641,143.00
Net increase in loans and advances to customers	0.00	0.00
Net increase in deposits in central bank and in interbank loans granted	0.00	0.00

Payments for claims on original insurance contracts	0.00	0.00
Interest, handling charges and commissions paid	0.00	0.00
Policy dividends paid	0.00	0.00
Cash paid to and for employees	5,206,850,022.00	4,183,675,298.00
Taxes paid	1,826,914,249.00	2,139,357,844.00
Cash used in other operating activities	2,802,378,487.00	2,820,869,308.00
Subtotal of cash used in operating activities	41,625,531,502.00	37,457,543,593.00
Net cash generated from/used in operating activities	11,439,605,846.00	10,638,591,266.00
2. Cash flows from investing activities:		
Proceeds from disinvestments	42,727,697,470.00	8,594,039,173.00
Investment income	225,460,451.00	34,325,731.00
Net proceeds from disposal of fixed assets, intangible assets and other long-lived assets	6,071,367.00	58,574,338.00
Net proceeds from disposal of subsidiaries or other business units	0.00	0.00
Cash generated from other investing activities	4,020,095,013.00	1,651,837,600.00
Subtotal of cash generated from investing activities	46,979,324,301.00	10,338,776,842.00
Payments for acquisition of fixed assets, intangible assets and other long-lived assets	22,369,952,658.00	24,969,365,239.00
Payments for investments	46,687,262,053.00	16,940,890,821.00
Net increase in pledged loans granted	0.00	0.00
Net payments for acquisition of subsidiaries and other business units	0.00	0.00
Cash used in other investing activities	1,729,746,759.00	417,993,963.00
Subtotal of cash used in investing activities	70,786,961,470.00	42,328,250,023.00
Net cash generated from/used in investing activities	-23,807,637,169.00	-31,989,473,181.00
3. Cash flows from financing activities:		
Capital contributions received	4,211,130,000.00	6,105,150,000.00
Including: Capital contributions by non-controlling interests to subsidiaries	4,211,130,000.00	6,105,150,000.00
Increase in borrowings obtained	16,019,313,696.00	17,478,499,523.00
Net proceeds from issuance of bonds	0.00	0.00
Cash generated from other financing activities	1,736,188,263.00	98,452,479.00
Subtotal of cash generated from financing activities	21,966,631,959.00	23,682,102,002.00
Repayment of borrowings	9,708,459,433.00	5,752,923,590.00
Payments for interest and dividends	3,920,842,959.00	2,030,450,605.00

Including: Dividends paid by subsidiaries to non-controlling interests	0.00	0.00
Cash used in other financing activities	188,678,823.00	649,313,318.00
Subtotal of cash used in financing activities	13,817,981,215.00	8,432,687,513.00
Net cash generated from/used in financing activities	8,148,650,744.00	15,249,414,489.00
4. Effect of foreign exchange rate changes on cash and cash equivalents	-603,907,413.00	-455,025,939.00
5. Net increase in cash and cash equivalents	-4,823,287,992.00	-6,556,493,365.00
Add: Cash and cash equivalents, beginning of the period	47,913,287,583.00	49,354,810,388.00
6. Cash and cash equivalents, end of the period	43,089,999,591.00	42,798,317,023.00

6. Cash Flow Statement of the Company as the Parent

Unit: RMB

Item	H1 2018	H1 2017
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	3,175,402,626.00	710,405,975.00
Tax rebates	2,294,981.00	0.00
Cash generated from other operating activities	431,273,788.00	304,429,662.00
Subtotal of cash generated from operating activities	3,608,971,395.00	1,014,835,637.00
Payments for commodities and services	242,669,705.00	198,978,019.00
Cash paid to and for employees	495,217,910.00	380,998,757.00
Taxes paid	388,375,276.00	175,285,708.00
Cash used in other operating activities	49,861,076.00	2,690,735,937.00
Subtotal of cash used in operating activities	1,176,123,967.00	3,445,998,421.00
Net cash generated from/used in operating activities	2,432,847,428.00	-2,431,162,784.00
2. Cash flows from investing activities:		
Proceeds from disinvestments	506,475,341.00	0.00
Investment income	614,938,715.00	1,434,763,684.00
Net proceeds from disposal of fixed assets, intangible assets and other long-lived assets	5,330.00	2,096.00
Net proceeds from disposal of subsidiaries or other business units	0.00	0.00
Cash generated from other investing activities	3,464,350,013.00	1,122,010,303.00
Subtotal of cash generated from investing activities	4,585,769,399.00	2,556,776,083.00
Payments for acquisition of fixed assets, intangible assets and other long-lived assets	139,310,504.00	98,591,704.00

Payments for investments	9,916,742,439.00	14,153,939,400.00
Net payments for acquisition of subsidiaries and other business units	0.00	0.00
Cash used in other investing activities	200,000,000.00	700,914,519.00
Subtotal of cash used in investing activities	10,256,052,943.00	14,953,445,623.00
Net cash generated from/used in investing activities	-5,670,283,544.00	-12,396,669,540.00
3. Cash flows from financing activities:		
Capital contributions received	0.00	0.00
Increase in borrowings obtained	3,567,000,000.00	12,533,000,000.00
Net proceeds from issuance of bonds	0.00	0.00
Cash generated from other financing activities	7,306,322,534.00	19.00
Subtotal of cash generated from financing activities	10,873,322,534.00	12,533,000,019.00
Repayment of borrowings	3,882,732,992.00	0.00
Payments for interest and dividends	2,224,217,165.00	459,582,730.00
Cash used in other financing activities	700,000,000.00	351,381,074.00
Sub-total of cash used in financing activities	6,806,950,157.00	810,963,804.00
Net cash generated from/used in financing activities	4,066,372,377.00	11,722,036,215.00
4. Effect of foreign exchange rate changes on cash and cash equivalents	43,102,003.00	-4,955,113.00
5. Net increase in cash and cash equivalents	872,038,264.00	-3,110,751,222.00
Add: Cash and cash equivalents, beginning of the period	2,990,801,501.00	7,548,700,412.00
6. Cash and cash equivalents, end of the period	3,862,839,765.00	4,437,949,190.00

7. Consolidated Statements of Changes in Owners' Equity

H1 2018

Unit: RMB

Item	H1 2018												
	Equity attributable to owners of the Company as the parent											Non-controlling interests	Total owners' equity
	Share capital	Other equity instruments			Capital reserves	Less: Treasury shares	Other comprehensive income	Specific reserve	Surplus reserves	General reserve	Retained profits		
	Preferred shares	Perpetual bonds	Other										
1. Balances as of end of prior year	34,798,398,763.00	0.00	0.00	0.00	38,585,515,122.00	0.00	150,602,933.00	0.00	889,640,475.00	0.00	10,385,659,084.00	19,474,446,456.00	104,284,262,833.00
Add: Adjustments for changed accounting policies	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Adjustments for corrections of previous errors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Adjustments for business combinations involving enterprises under common	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

control														
Other adjustments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Balances as of beginning of the year	34,798,398,763.00	0.00	0.00	0.00	38,585,515,122.00	0.00	150,602,933.00	0.00	889,640,475.00	0.00	10,385,659,084.00	19,474,446,456.00	104,284,262,833.00	
3. Increase/decrease in the period (“-” for decrease)	0.00	0.00	0.00	0.00	-340,753,766.00	0.00	-238,286,517.00	0.00	0.00	0.00	1,234,416,621.00	7,454,228,908.00	8,109,605,246.00	
3.1 Total comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00	-238,286,517.00	0.00	0.00	0.00	2,975,206,500.00	-131,095,922.00	2,605,824,061.00	
3.2 Capital increased and reduced by owners	0.00	0.00	0.00	0.00	-343,178,364.00	0.00	0.00	0.00	0.00	0.00	0.00	7,588,004,608.00	7,244,826,244.00	
3.2.1 Ordinary shares increased by shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3.2.2 Capital increased by holders of other equity instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3.2.3 Share-based	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	

payments included in owners' equity														
3.2.4 Other	0.00	0.00	0.00	0.00	-343,178,364.00	0.00	0.00	0.00	0.00	0.00	0.00	7,588,004,608.00	7,244,826,244.00	
3.3 Profit distribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-1,740,789,879.00	-2,679,778.00	-1,743,469,657.00	
3.3.1 Appropriation to surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3.3.2 Appropriation to general reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3.3.3 Appropriation to owners (or shareholders)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-1,740,789,879.00	-2,679,778.00	-1,743,469,657.00	
3.3.4 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3.4 Carryforwards within owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3.4.1 Increase in capital (or share capital) from capital	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	

reserves														
3.4.2 Increase in capital (or share capital) from surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.3 Surplus reserves used to make up losses	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.4 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5 Specific reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5.1 Withdrawn for the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5.2 Used during the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.6 Other	0.00	0.00	0.00	0.00	2,424,598.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2,424,598.00
4. Balances as of end of the period	34,798,398,763.00	0.00	0.00	0.00	38,244,761,356.00	0.00	-87,683,584.00	0.00	889,640,475.00	0.00	11,620,075,705.00	26,928,675,364.00	112,393,868,079.00	

H1 2017

Unit: RMB

Item	H1 2017												
	Equity attributable to owners of the Company as the parent											Non-controlling interests	Total owners' equity
	Share capital	Other equity instruments			Capital reserves	Less: Treasury shares	Other comprehensive income	Specific reserve	Surplus reserves	General reserve	Retained profits		
	Preferred shares	Perpetual bonds	Other										
1. Balances as of end of prior year	35,153,067,743.00	0.00	0.00	0.00	39,031,357,529.00	314,350,824.00	75,718,703.00	0.00	743,139,855.00	0.00	4,011,055,487.00	13,316,066,667.00	92,016,055,160.00
Add: Adjustments for changed accounting policies	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Adjustments for corrections of previous errors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Adjustments for business combinations involving enterprises under common control	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

adjustments														
2. Balances as of beginning of the year	35,153,067,743.00	0.00	0.00	0.00	39,031,357,529.00	314,350,824.00	75,718,703.00	0.00	743,139,855.00	0.00	4,011,055,487.00	13,316,066,667.00	92,016,055,160.00	
3. Increase/decrease in the period (“-” for decrease)	-354,668,980.00	0.00	0.00	0.00	-445,842,407.00	-314,350,824.00	74,884,230.00	0.00	146,500,620.00	0.00	6,374,603,597.00	6,158,379,789.00	12,268,207,673.00	
3.1 Total comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00	74,884,230.00	0.00	0.00	0.00	7,567,682,493.00	262,231,919.00	7,904,798,642.00	
3.2 Capital increased and reduced by owners	-354,668,980.00	0.00	0.00	0.00	-445,842,407.00	-314,350,824.00	0.00	0.00	0.00	0.00	0.00	5,903,507,090.00	5,417,346,527.00	
3.2.1 Ordinary shares increased by shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3.2.2 Capital increased by holders of other equity instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3.2.3 Share-based payments included in	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	

owners' equity													
3.2.4 Other	-354,668,980.00	0.00	0.00	0.00	-445,842,407.00	-314,350,824.00	0.00	0.00	0.00	0.00	0.00	5,903,507,090.00	5,417,346,527.00
3.3 Profit distribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	146,500,620.00	0.00	-1,193,078,896.00	-7,359,220.00	-1,053,937,496.00
3.3.1 Appropriation to surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	146,500,620.00	0.00	-146,500,620.00	0.00	0.00
3.3.2 Appropriation to general reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.3.3 Appropriation to owners (or shareholders)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-1,046,578,276.00	-7,359,220.00	-1,053,937,496.00
3.3.4 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4 Carryforwards within owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.1 Increase in capital (or share capital) from capital reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.2	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Increase in capital (or share capital) from surplus reserves														
3.4.3 Surplus reserves used to make up losses	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.4 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5 Specific reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5.1 Withdrawn for the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5.2 Used during the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.6 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Balances as of end of the period	34,798,398,763.00	0.00	0.00	0.00	38,585,515,122.00	0.00	150,602,933.00	0.00	889,640,475.00	0.00	10,385,659,084.00	19,474,446,456.00	104,284,262,833.00	

8. Statements of Changes in Owners' Equity of the Company as the Parent

H1 2018

Unit: RMB

Item	H1 2018										
	Share capital	Other equity instruments			Capital reserves	Less: Treasury shares	Other comprehensive income	Specific reserve	Surplus reserves	Retained profits	Total owners' equity
		Preferred shares	Perpetual bonds	Other							
1. Balances as of end of prior year	34,798,398,763.00	0.00	0.00	0.00	37,588,541,593.00	0.00	192,097,489.00	0.00	889,640,475.00	1,765,291,136.00	75,233,969,456.00
Add: Adjustments for changed accounting policies	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Adjustments for corrections of previous errors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other adjustments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Balances as of beginning of the year	34,798,398,763.00	0.00	0.00	0.00	37,588,541,593.00	0.00	192,097,489.00	0.00	889,640,475.00	1,765,291,136.00	75,233,969,456.00
3. Increase/ decrease in the period ("-" for decrease)	0.00	0.00	0.00	0.00	2,424,598.00	0.00	-34,867,001.00	0.00	0.00	374,832,825.00	342,390,422.00
3.1 Total comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00	-34,867,001.00	0.00	0.00	2,115,622,704.00	2,080,755,703.00
3.2 Capital increased and reduced by owners	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.2.1 Ordinary shares increased by shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

3.2.2 Capital increased by holders of other equity instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.2.3 Share-based payments included in owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.2.4 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.3 Profit distribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-1,740,789,879.00	-1,740,789,879.00
3.3.1 Appropriation to surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.3.2 Appropriation to owners (or shareholders)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-1,740,789,879.00	-1,740,789,879.00
3.3.3 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4 Carryforwards within owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.1 Increase in capital (or share capital) from capital reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.2 Increase in capital (or share capital) from surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.3 Surplus reserves used to make up losses	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.4 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5 Specific reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5.1 Withdrawn for	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

the period											
3.5.2 Used during the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.6 Other	0.00	0.00	0.00	0.00	2,424,598.00	0.00	0.00	0.00	0.00	0.00	2,424,598.00
4. Balances as of end of the period	34,798,398,763.00	0.00	0.00	0.00	37,590,966,191.00	0.00	157,230,488.00	0.00	889,640,475.00	2,140,123,961.00	75,576,359,878.00

H1 2017

Unit: RMB

Item	H1 2017										
	Share capital	Other equity instruments			Capital reserves	Less: Treasury shares	Other comprehensive income	Specific reserve	Surplus reserves	Retained profits	Total owners' equity
		Preferred shares	Perpetual bonds	Other							
1. Balances as of end of prior year	35,153,067,743.00	0.00	0.00	0.00	38,157,600,408.00	314,350,824.00	152,323,461.00	0.00	743,139,855.00	1,493,363,829.00	75,385,144,472.00
Add: Adjustments for changed accounting policies	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Adjustments for corrections of previous errors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other adjustments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Balances as of beginning of the year	35,153,067,743.00	0.00	0.00	0.00	38,157,600,408.00	314,350,824.00	152,323,461.00	0.00	743,139,855.00	1,493,363,829.00	75,385,144,472.00
3. Increase/ decrease in the period ("-" for decrease)	-354,668,980.00	0.00	0.00	0.00	-569,058,815.00	-314,350,824.00	39,774,028.00	0.00	146,500,620.00	271,927,307.00	-151,175,016.00
3.1 Total comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00	39,774,028.00	0.00	0.00	1,465,006,203.00	1,504,780,231.00

3.2 Capital increased and reduced by owners	-354,668,980.00	0.00	0.00	0.00	-569,058,815.00	-314,350,824.00	0.00	0.00	0.00	0.00	-609,376,971.00
3.2.1 Ordinary shares increased by shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.2.2 Capital increased by holders of other equity instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.2.3 Share-based payments included in owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.2.4 Other	-354,668,980.00	0.00	0.00	0.00	-569,058,815.00	-314,350,824.00	0.00	0.00	0.00	0.00	-609,376,971.00
3.3 Profit distribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	146,500,620.00	-1,193,078,896.00	-1,046,578,276.00
3.3.1 Appropriation to surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	146,500,620.00	-146,500,620.00	0.00
3.3.2 Appropriation to owners (or shareholders)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-1,046,578,276.00	-1,046,578,276.00
3.3.3 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4 Carryforwards within owners' equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.1 Increase in capital (or share capital) from capital reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.2 Increase in capital (or share capital) from surplus reserves	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

3.4.3 Surplus reserves used to make up losses	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.4.4 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5 Specific reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5.1 Withdrawn for the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.5.2 Used during the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.6 Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Balances as of end of the period	34,798,398,763.00	0.00	0.00	0.00	37,588,541,593.00	0.00	192,097,489.00	0.00	889,640,475.00	1,765,291,136.00	75,233,969,456.00

III. Company Profile

Founded in Beijing on 9 April 1993 and headquartered in the city, BOE Technology Group Co., Ltd. (hereinafter referred to as the “Company”) is a company limited by shares. Its parent and ultimate controller is Beijing Electronics Holding Co., Ltd. (“Electronics Holding”). The Company and its affiliated subsidiaries (hereinafter jointly referred to as the “Group”) are divided into three major business divisions, namely, Display and Sensor Device, IoT-Based Smart System and the smart healthcare service division. For information about the Company’s subsidiaries, see item XII, 2 herein. During the Reporting Period, three new subsidiaries were added to the Group, namely, Beijing BOE Sensor Technology Co., Ltd., Mianyang BOE Optoelectronics Co., Ltd. and SESImagotag SA, with the Company holding a stake of 100%, 61.54% and 79.94%, respectively. For further information on the new and reduced subsidiaries, see “VIII Changes to Consolidation Scope” and “IX Interests in Other Entities” herein.

IV. Basis for the Preparation of Financial Statements

1. Preparation Basis

The financial statements have been prepared on the basis of going concern.

2. Continuing Operations

The Company had the continuing operations ability within 12 months since the end of the Reporting Period.

V. Significant Accounting Policies and Estimates

Reminder of the specific accounting policies and estimates:

Naught

1. Statement of Compliance with the Accounting Standards for Business Enterprises

The financial statements have been prepared in accordance with the requirements of Accounting Standards for Business Enterprises issued by the Ministry of Finance (hereinafter referred to as MOF). These financial statements present truly and completely the consolidated financial position and financial position as of 30 June 2018, the consolidated results of operations and results of operations and the consolidated cash flows and cash flows in the first half year of 2018 of the Company.

These financial statements also comply with the disclosure requirements of “Regulation on the Preparation of Information Disclosures of Companies Issuing Public Shares, No. 15: General Requirements for Financial Reports” as revised by the China Securities Regulatory Commission (hereinafter referred to as “CSRC”) in 2014.

2. Accounting period

The accounting year of the Group is from January 1st to December 31st.

3. Operating Cycle

The Company regarded the period from purchasing the assets for processing to realizing the cash or cash equivalents as the normal operating cycle. The operating cycle of the main business of the Company usually is less than 12 months.

4. Recording Currency

The Company's functional currency is Renminbi. These financial statements are presented in Renminbi. The basis of choosing the functional currency for the Company and its subsidiaries is that it's the pricing and settlement currency for the main business. Some subsidiaries of the Company adopt the currency other than RMB as the recording currency. The Company translates the foreign currency financial statement of subsidiaries when compiling the financial statement.

5. Accounting Treatments for a Business Combination Involving Entities Under and those not Under Common Control

(1) Business combination involving entities under common control

A business combination involving enterprises under common control is a business combination in which all of the combining enterprises are ultimately controlled by the same party or parties both before and after the business combination, and that control is not transitory. The assets and liabilities obtained are measured at the carrying amounts as recorded by the enterprise being combined at the combination date. The difference between the carrying amount of the net assets obtained and the carrying amount of consideration paid for the combination (or the total face value of shares issued) is adjusted to share premium in the capital reserve. If the balance of share premium is insufficient, any excess is adjusted to retained earnings. Other direct expenses occur when the Group conducting business combinations is recognized in current profit and loss. The combination date is the date on which one combining enterprise effectively obtains control of the other combining enterprises.

(2) Business combinations involving entities not under common control

A business combination involving entities not under common control is a business combination in which all of the combining entities are not ultimately controlled by the same party or parties both before and after the business combination. When the Group acts as the combination party, the cost of a business combination paid by the acquirer is the aggregate of the fair value at the acquisition date of assets given (including share equity of the acquiree held before the combination date), liabilities incurred or assumed, and equity securities issued by the acquirer. Any excess of the cost of a business combination over the acquirer's interest in the fair value of the acquiree's identifiable net assets is recognized as goodwill, while any excess of the acquirer's interest in the fair value of the acquiree's identifiable net assets over the cost of a business combination is recognized in profit or loss. The cost of equity securities or liability securities as on combination consideration offering is recognized in initial recording capital on equity securities or liability securities. Other direct expenses occur when the Group conducting business combinations is recognized in current profit and loss. The difference between the fair value and the carrying amount of the assets given is recognized in profit or loss. The Group, at the acquisition date, recognized the acquiree's identifiable asset, liabilities and contingent liabilities at their fair value at that date. The acquisition date is the date on which the acquirer effectively obtains control of the acquiree.

In a business combination not under same control realized by two or more transactions of exchange, for the equities of the purchasees held before the purchase date, the Group will execute the remeasurement according to the fair value of the equity on the purchase date with the difference between the fair value and its book value be recorded in the current investment income. The other comprehensive income which could be reclassified in the gains and losses afterwards and the changes of the equities of the other owners under the measurement of the equity method that involved with the afterwards equity of the purchasees held before the purchase date should be transferred in the current investment income.

6. Preparation Methods for Consolidated Financial Statements

(1) General principle

The scope of consolidated financial statements is determined on the base of control, which comprise the Company and its subsidiaries. The term "control" is the power of the Group upon an investee, with which it can take part in relevant activities of the

investee to obtain variable returns and is able to influence the amount of returns. When judging whether the Group owns the right on the investees or not, the Group only considers the substantive rights related to the investees (including the substantive rights enjoyed by the Group itself and by the other parties). The financial status, operating results and cash flow of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Equity, profit or loss attributable to minority shareholders is presented separately under the item of shareholders' equity in consolidated income statement and the net profits in the consolidated income statement.

If current loss shoulder by minority shareholders of a subsidy over the proportion enjoyed by minority shareholders in a subsidy at owners' equity at period-begin, its balance still offset minority shareholders' equity.

When the accounting period or accounting policies of a subsidiary are different from those of the Company, the Company makes necessary adjustments to the financial statements of the subsidiary based on the Company's own accounting period or accounting policies. Intra-group balances and transactions, and any unrealized profit or loss arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealized losses resulting from intra-group transactions are eliminated in the same way as unrealized gains but only to the extent that there is no evidence of impairment.

(2) Acquiring the subsidiaries from merger

Where a subsidiary was acquired during the Reporting Period, through a business combination involving entities under common control, the financial statements of the subsidiary are included in the consolidated financial statements based on book value in the consolidated balance sheet of the subsidiary's assets, liabilities and results of operations as if the combination had occurred at the date that common control was established. Therefore the opening balances and the comparative figures of the consolidated financial statements are restated.

Where a subsidiary was acquired during the Reporting Period, through a business combination involving entities not under common control, when prepared the consolidated financial statements, the Company shall included the acquired subsidiaries into the consolidated scope from the acquisition date basing on the fair value of the identifiable assets, liabilities at the acquisition date.

(3) Disposing the subsidiaries

Where the control of former subsidiary was lost, any disposal profit or loss occurred shall be recorded into the investment income during the period of losing control right. As for remaining equity investment, the Group will re-account it according to the fair value at the date the control was lost. Any profit or loss occurred shall be recorded into the investment income during the period of losing control right.

Where the Group losses control on its original subsidiaries due to step by step disposal of equity investments through multiple transactions, should judge whether is the package deal according to the following principles:

- These deals are at the same time or under the condition of considering the influence of each other to concluded;
- These transactions only when be regarded as a whole could achieve a complete business result;
- The occurrence of a deal depends on at least one other transactions;
- A deal alone is not economical, it is economical with other trading together.

If each deal not belongs to a package deal, as for each deal before losing the control right on the subsidiaries, should be disposed according to the accounting policies of partly disposing the equity investment of the subsidiaries under the situation not losing the control right.

If each deal belongs to a package deal, considered as a transaction and conduct accounting treatment, however, before losing control, the differences between every disposal cost and the shares of the book value of the corresponding net assets continuously calculated since the purchase date of the subsidiary of disposal investment are confirmed as other comprehensive income in consolidated financial statements, which together transferred into the current profits and losses in the loss of control, when the Group losing control on its subsidiary.

(4) Changes of non-controlling interests

Where the Company acquires a minority interest from a subsidiary's minority shareholders or disposes of a portion of an interest in a subsidiary without a change in control, the difference between the amount by which the minority interests are adjusted and the amount of the consideration paid or received is adjusted to the capital reserve (share premium) in the consolidated balance sheet. If the credit balance of capital reserve (share premium) is insufficient, any excess is adjusted to retained earnings.

7. Classification of Joint Arrangements and Accounting Treatment of Joint Operations

A joint arrangement refers to an arrangement jointly controlled by two participants or above and all the participants are both restricted by the arrangement; and two or more participants execute the jointly control on the arrangement. Any of the participant should not individually control the arrangement, while any of the participant that owns the jointly control could stop other participants or the participants group from individually control the arrangement.

Joint arrangements divided into joint operations and joint ventures. A joint operation refers to a joint arrangement where the participant party enjoys assets and has to bear liabilities related to the arrangement. A joint venture refers to a joint arrangement where the participant party is only entitled to the net assets of the arrangement.

The participant party should confirm the following items related to the interests portion among the jointly operation and execute the accounting treatment according to the regulations of the relevant ASBE: recognizes the assets and liabilities that it holds and bears in the joint operation, and recognizes the jointly-held assets and jointly-borne liabilities according to the Group's stake in the joint operation; recognizes the income from sale of the Group's share in the output of the joint operation; recognizes the income from sale of the joint operation's outputs according to the Group's stake in it; and recognizes the expense solely incurred to the Group and the expense incurred to the joint operation according to the Group's stake in it.

8. Recognition Standard for Cash and Cash Equivalents

In the Group's understanding, cash and cash equivalents include cash on hand, any deposit that can be used for cover, and short-term and high circulating investments, which are easily convertible into known amount of cash and whose risks in change of value are minimal.

9. Foreign Currency Businesses and Translation of Foreign Currency Financial Statements

When the Group receives capital in foreign currencies from investors, the capital is translated to Renminbi at the spot exchange rate at the date of the receipt. Other foreign currency transactions are, on initial recognition, translated to Renminbi at the spot exchange rates at the dates of the transactions.

Monetary items denominated in foreign currencies are translated to Renminbi at the spot exchange rate at the balance sheet date. The resulting exchange differences are recognized in profit or loss, except those arising from the principals and interests on foreign currency borrowings specifically for the purpose of acquisition, construction of qualifying assets. Non-monetary items denominated in foreign currencies that are measured at historical cost are translated to Renminbi using the foreign exchange rate at the transaction date. Non-monetary items denominated in foreign currencies that are measured at fair value are translated using the foreign exchange rate at the date the fair value is determined; the exchange differences, if it's the difference arising from the non-monetary item of available-for-sale financial assets, which shall be considered as other comprehensive income and recognized in capital reserve; other differences shall be recognized in current profit or loss.

The assets and liabilities of foreign operation are translated to Renminbi at the spot exchange rate at the balance sheet date. The equity items, excluding "Retained earning", are translated to Renminbi at the spot exchange rates at the transaction dates. The income and expenses of foreign operation are translated to Renminbi at rates that approximate the spot exchange rates at the transaction dates. The resulting exchange differences are listed in other comprehensive income. Upon disposal of a foreign operation,

the cumulative amount of the exchange differences recognized in equity which relates to that foreign operation is transferred to profit or loss in the period in which the disposal occurs.

10. Financial Instruments

Financial instruments comprise monetary funds, bonds investment, equity investment other than long-term equity investment, receivables, payables, borrowings and share capital, etc.

(1) Recognition and measurement of the financial assets and financial liabilities

A financial asset or financial liability is recognized in the balance sheet when the Group becomes a party to the contractual provisions of a financial instrument.

The Group classifies financial assets and liabilities into different categories at initial recognition based on the purpose of acquiring assets or assuming liabilities: financial assets and financial liabilities at fair value through profit or loss, loans and receivables, held-to-maturity investments, available-for-sale financial assets and other financial liabilities.

Financial assets and liabilities are measured initially at fair value. For financial assets and liabilities at fair value through profit or loss, any directly attributable transaction costs are charged to profit or loss; for other categories of financial assets and financial liabilities, any attributed transaction costs are included in their initial costs. Subsequent to initial recognition financial assets and liabilities are measured as follows:

– Financial assets and financial liabilities at fair value through profit or loss (including financial assets or financial liabilities held for trading)

Subsequent to initial recognition, financial assets and financial liabilities at fair value through profit or loss are measured at fair value, and changes therein are recognized in profit or loss.

– Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

Subsequent to initial recognition, receivables are subsequently stated at amortized cost using the effective interest method.

– Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity that the Group has the positive intention and ability to hold to maturity.

Subsequent to initial recognition, held-to-maturity investments are stated at amortized cost using the effective interest method.

– Available-for-sale financial assets

Available-for-sale financial assets include non-derivative financial assets that are designated upon initial recognition as available for sale and other financial assets which do not fall into any of the above categories.

As for the available-for-sale financial assets whose fair value cannot be reliably measured is measured at cost subsequent to initial recognition; except that, subsequent to initial recognition, other available-for-sale financial assets are measured at fair value and changes therein, except for impairment losses and foreign exchange gains and losses from monetary financial assets, which are recognized directly in profit or loss, are considered as other comprehensive income to be recognized directly in capital reserves. When an investment is derecognized, the cumulative gain or loss in equity is removed from equity and recognized in profit or loss. Dividend income from these equity instruments is recognized in profit or loss when the investee declares the dividends. Interest on available-for-sale financial assets calculated using the effective interest method is recognized in profit or loss.

– Other financial liabilities

Financial liabilities other than the financial liabilities at fair value through profit or loss are classified as other financial liabilities.

Other financial liabilities include the liabilities arising from financial guarantee contracts. Financial guarantees are contracts that require the issuer (i.e. the guarantor) to make specified payments to reimburse the beneficiary of the guarantee (the holder) for a loss the holder incurs because a specified debtor fails to make payment when due, in accordance with the terms of a debt instrument. Where the Group issues a financial guarantee, subsequent to initial recognition, the guarantee is measured at the higher of the amount

initially recognized less accumulated amortization and the amount of a provision determined in accordance with the principles of contingent liabilities.

Except for the liabilities arising from financial guarantee contracts described above, subsequent to initial recognition, other financial liabilities are measured at amortized cost using the effective interest method.

(2) Presentation of financial assets and financial liabilities

The financial assets and financial liabilities are respectively presented in the balance sheet without mutual offset. However, for those simultaneously meet with the following conditions, should be presented in the balance sheet by the net amount after mutual offset:

-The Group owns the legal right of neutralizing the recognized amount and the right is executable at present:

-The Group plans to settle by the net amount or to realize the financial assets and to clear off the financial liabilities at the same time.

(3) Derecognition of financial assets and financial liabilities

A financial asset is derecognized if the Group's contractual rights to the cash flows from the financial asset expire or if the Group transfers substantially all the risks and rewards of ownership of the financial asset to another party.

Where a transfer of a financial asset in its entirety meets the criteria of derecognition, the difference between the two amounts below is recognized in profit or loss:

– Carrying amount of the financial asset transferred

– The sum of the consideration received from the transfer and any cumulative gain or loss that has been recognized directly in equity.

The Group derecognizes a financial liability (or part of it) only when the underlying present obligation (or part of it) is discharged.

(4) Impairment of financial assets

The carrying amounts of financial assets (other than those at fair value through profit or loss) are reviewed at each balance sheet date to determine whether there is objective evidence of impairment.

Objective evidence of impairment includes but not is limited to the followings:

(a) A serious financial difficulty occurs to the issuer or debtor;

(b) The debtor breaches any of the contractual stipulations, for example, fails to pay or delays the payment of interests or the principal, etc.;

(c) The debtor will probably become bankrupt or carry out other financial reorganizations;

(d) The financial asset can no longer continue to be traded in the active market due to serious financial difficulties of the issuer;

(e) Any seriously disadvantageous change has occurred to technical, market, economic or legal environment, etc. wherein the issuer of instruments operates its business, which makes the investor of an equity instrument unable to take back its investment;

(f) Where the fair value of the equity instrument investment drops significantly or not contemporarily (which the fair value declined of 50%) or not contemporarily (which the fair value constantly declined over than 9 months) etc.

For the methods of the impairment of the relevant accounts receivable, please refer to Notes V. 11. The methods of the impairment of other financial assets are as follows:

– Held-to-maturity investments

Held-to-maturity investments are assessed for impairment on an individual basis.

An impairment loss in respect of a held-to-maturity investment is calculated as the excess of its carrying amount over the present value of the estimated future cash flows (exclusive of future credit losses that have not been incurred) discounted at the original effective interest rate. All impairment losses are recognized in profit or loss.

If, after an impairment loss has been recognized on held-to-maturity investments, there is objective evidence of a recovery in value of the financial asset which can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed through profit or loss. The reversed carrying amount shall not be any more than the post-amortization costs of the said financial asset on the day of reverse under the assumption that no provision is made for the impairment.

– Available-for-sale financial assets

Available-for-sale financial assets are assessed for impairment on an individual and combination basis. When an available-for-sale financial asset is impaired, the cumulative loss arising from a decline in fair value that has been recognized directly in equity is removed from equity and recognized in profit or loss even though the financial asset has not been derecognized.

If, after an impairment loss has been recognized on an available-for-sale debt instrument, the fair value of the debt instrument increases in a subsequent period and the increase can be objectively related to an event occurring after the impairment loss was recognized, the impairment loss is reversed through profit or loss. An impairment loss recognized for an investment in an equity instrument classified as available-for-sale is not reversed through profit or loss. However, for the investment on the equity instruments without any quoted price among the active market with the fair value could not be reliably measured, should not be reversed.

(5) Equity investments

After the consideration received from issuing the equity instruments by the Company deducted the transaction expenses, should be recorded in the shareholders' equities. To repurchase the consideration and transaction expenses paid for the equity instruments and to decrease the shareholders' equities.

When repurchasing the shares of the Company, those repurchased shares should be managed as the treasury stocks, and the whole expenses should be transferred as the treasury stocks cost and at the same time executes the future reference registration. The treasury stocks would not participate in the profits distribution and would be represented as the allowance items of the shareholders' equities among the sheet balance.

When executing the written-off of the treasury stocks, should decrease the share capital according to the total amount of the face value of the stocks and for the part that the cost of the treasury stocks exceeds the total amount of the face value, should successively write down the capital surplus (capital stock premium), earned surplus and retained earnings; for the cost of the treasury stocks less than the total amount of the face value, the part that lower than the total amount of the face value should increase the capital surplus (capital stock premium).

When transferring the treasury stocks, for the part of the revenues of the transfer that higher than the cost of the treasury stocks, should increase the capital surplus (capital stock premium); for the part that lower than the cost of the treasury stocks, should successively write down the capital surplus (capital stock premium), earned surplus and retained earnings.

(6) Convertible instruments

– Convertible instruments

For the convertible instruments issued by the Group which could be converted as the equity shares and when converting, the shares number and the amount of the consideration are fixed, the Group consider which as the compound instruments that includes the components of liabilities and equities.

When executing the initial recognition, the Group splits the relevant liabilities and equities and firstly recognizes the fair value of the liabilities (including the fair value of the non-equity embedded derivative possibly included) then deducts the fair value of the liabilities component from the fair value of the compound instruments as the value of the equities component as well as record which in the equities component. The transaction expenses occurred from issuing the compound instruments, should amortize which according to each proportion of the total issuance price between the liabilities component and the equities component.

After the initial recognition, for the liabilities component without appointed to be measured by fair value and to be recorded in the current gains and losses with the changes, should be measured by the effective interest method according to the amortized cost. And the equities component would not be remeasured after the initial measurement.

When converting the convertible instruments, the Group transfers the liabilities component and the equities component to the relevant subjects. When the convertible instruments are redeemed, the price paid and the occurred transaction expenses should be distributed to the equities and liabilities component. The methods of the distribution price and the transaction expenses are unanimous with the distribution methods adopt when issuing the instruments. After the distribution of the price and transaction expenses, for the differences between which and the book value of the equities component and between the book value of the

liabilities component, the part related to the equities component should be recorded in the equity while the part related to the liabilities component should be recorded in the gains and losses.

– Other convertible instruments excluding the equities component

For the other convertible instruments excluding the equities component issued by the Group, when executing the initial recognition, the derivative instruments component of the convertible instruments should be measured by fair value while the remained part should be regarded as the initial recognized amount of the main debt instruments.

After the initial recognition, for the derivative instruments component, should be measured by fair value, and the gains or losses formed from the changes of the fair value should be recorded in the current gains and losses. As for the main debt instruments, should be measured by the effective interest rate according to the amortized cost.

When converting the convertible instruments, the Group transfers the main debt instruments and derivative instruments to the relevant subjects. When the convertible instruments are redeemed, the deference between the paid price and the book value of the main debt instruments as well as the derivative instruments should be recorded in the gains and losses.

11. Receivables

(1) Accounts Receivable with Significant Single Amount for which the Bad Debt Provision is Made Individually

Definition or amount criteria for an account receivable with a significant single amount	The single amount is more than RMB50,000,000.00
Making individual bad-debt provisions for accounts receivable with a significant single amount	Impairment test is made individually

(2) Accounts Receivable which the Bad Debt Provision is Withdrawn by Credit Risk Characteristics

Name of portfolios	Bad debt provision method
Credit Risk Characteristics	Other method

In the groups, those adopting aging analysis method to withdraw bad debt provision:

Applicable Not applicable

In the groups, those adopting balance percentage method to withdraw bad debt provision:

Applicable Not applicable

In the groups, those adopting other methods to withdraw bad debt provision:

Applicable Not applicable

(3) Accounts Receivable with an Insignificant Single Amount but for which the Bad Debt Provision is Made Independently

Reason for bad debt provision	Lawsuits or deteriorative customers' credit status
Withdrawal method	The lower one of the expected future receivable amount and carrying value

12. Inventory

Is the Company subject to any disclosure requirements for special industry?

No

(1) Classification and cost of inventories

Inventories include raw materials, work in progress, finished goods and reusable materials. Reusable materials include low-value consumables, packaging materials and other materials, which can be used repeatedly but do not meet the definition of fixed assets.

Inventories are initially measured by the cost. Cost of inventories comprises all costs of purchase, costs of conversion and other costs. Inventories are initially measured at their actual cost. In addition to the purchasing cost of raw materials, work in progress and finished goods include direct labor costs and an appropriate allocation of production overheads.

(2) Pricing method for outgoing inventories

Cost of inventories is calculated using the weighted average method.

Revolving materials such as the low priced and easily worn articles and the packing materials should be amortized by adopting one-time amortization method and be recorded in the cost of the relevant assets or the current gains and losses.

(3) Recognition basis of net realizable value and withdrawal method of depreciation reserves for inventories

On the balance sheet day, inventories are carried at the lower of cost and net realizable value.

Net realizable value is the estimated selling price in the normal course of business less the estimated costs to completion and the estimated expenses and related taxes necessary to make the sale. The net realizable value of materials held for use in the production of inventories is measured based on the net realizable value of the finished goods in which they will be incorporated. The net realizable value of the quantity of inventory held to satisfy sales or service contracts is based on the contract price. If the quantities of inventories specified in sales contracts are less than the quantities held by the Group, the net realizable value of the excess portion of inventories shall be based on general selling prices.

Any excess of the cost over the net realizable value of each class of inventories is recognized as a provision for diminution in the value of inventories, and then recorded into current profit or loss.

(4) Inventory system for inventories:

The Group maintains a perpetual inventory system.

13. Assets Held for Sale

The Group should divide the non-current assets (or the disposal group, that is an asset group concurrently be disposed through selling or other methods as an entirety in a transaction and the liabilities directly related to the assets from the transfer among the transaction, the same below)which simultaneously meet with the following conditions as the assets held for sale.

- The assets could be immediately sold only according to the usual terms of selling this kind of assets under the current condition;
- The Group had made resolutions on disposing the assets;
- The Group had signed the irrevocable assignment agreement with the transferees; and the transfer will be completed within 1 year.

When the non-current assets be divided as assets held for sale, the Group measures the non-current assets held for sale, deferred income tax assets and the investment properties be follow-up measured by the fair value mode according to the lower one between the book value and the fair value after deducting the net amount of the disposal expenses, while the deference that the book value higher than the fair value which deducted the disposal expenses should be recognized as the impairment losses of the assets.

The fixed assets and intangible assets be divided as assets held for sale and the investment properties be follow-up measured by the cost mode would not be withdrawn, depreciated or amortized, while the long-term equity investment be divided as assets held for sale that measured by equity method should cease the equity method measurement.

14. Long-term Equity Investments

(1) Recognition of the investment cost of the long-term equity investment

(a) Investments in subsidiaries

– The initial investment cost of a long-term equity investment obtained through a business combination involving entities under common control is the Company's share of the subsidiary's equity at the combination date. The difference between the initial investment cost and the carrying amounts of the consideration given is adjusted to share premium in capital reserve. If the balance of the share premium is insufficient, any excess is adjusted to retained earnings. For the long-term equity investment of the subsidiaries formed from the enterprise merger under the same control that realized step by step of the multiple transaction not belong to package deal, the Company would adjust the capital stock premium among the capital surplus according to the difference between the initial investment cost of the long-term equity investment recognized according to the above principles and the sum of the book value of the long-term equity investment before reaching the merger and the book value of the newly paid consideration which be further received on the merger date, and if the balance of the share premium is insufficient, any excess is adjusted to retained earnings.

– For other long-term equity investment obtained through entities not under common control, the fair values, on the acquisition date, of the assets given, the liabilities incurred or assumed and the equity securities issued by the acquirer in exchange for the control on the acquiree shall be recognized as initial investment cost of the long-term equity investment. For long-term equity investment obtained through a business combination involving entities not under common control by two or more transactions and by several steps, the initial investment cost is recognized as the aggregation of the carrying value of acquirees' equity investment before the acquisition date held by the Company and newly investment cost at the acquisition date.

(b) Long-term equity investments acquired otherwise than through a business combination

– An investment in a subsidiary acquired otherwise than through a business combination is initially recognized at initial investment cost if the Group acquires the investment by cash, or at the fair value of the equity securities issued if an investment is acquired by issuing equity securities, or at the value stipulated in the investment contract or agreement if an investment is contributed by shareholders.

(2) Subsequent measurement and recognition of profits or losses of the long-term equity investment

(a) Investments in subsidiaries

In the Company's financial statements, investments in subsidiaries are accounted for using the cost method, unless the investment is classified as held for sale. Cash dividends or profit distributions declared by subsidiaries and attributed to the Company shall be recognized as investment income, without dividing whether it's the net profit realized by the investee before the investment or after the investment, except those that have been declared but unpaid at the time of acquisition and therefore included in the price paid or consideration.

The investment into the subsidiaries is stated at cost less impairment losses in the balance sheet.

In the Group's consolidated financial statements, investments in subsidiaries are accounted for in accordance with the principles.

(b) Investment in jointly controlled enterprises and associates

The joint enterprise refers to an arrangement that the Group and other joint operation parties execute jointly control and only enjoy the rights of their own net assets.

An associate is an enterprise over which the Group has significant influence.

Upon the subsequent measurement, an investment in a jointly controlled enterprise or an associate is accounted for using the equity method, unless the investment is classified as held for sale.

The Group makes the following accounting treatments when using the equity method:

– Where the initial investment cost of a long-term equity investment exceeds the Group's interest in the fair value of the investee's identifiable net assets at the date of acquisition, the investment is initially recognized at the initial investment cost. Where the initial investment cost is less than the Group's interest in the fair value of the investee's identifiable net assets at the date of acquisition, the

investment is initially recognized at the investor's share of the fair value of the investee's identifiable net assets, and the difference is charged to profit or loss.

– After the acquisition of the investment, the Group recognizes its share of the investee's net profits or losses after deducting the amortization of the debit balance of equity investment difference, which was recognized by the Group before the first-time adoption of CAS, as investment income or losses, and adjusts the carrying amount of the investment accordingly. The debit balance of the equity investment difference is amortized using the straight-line method over a period which is determined in accordance with previous accounting standards. Once the investee declares any cash dividends or profits distributions, the carrying amount of the investment is reduced by that attributable to the Group. As for the other changes of the owners' equities except for the net gains and losses, other comprehensive income and profits distribution of the joint ventures or associated enterprises (hereinafter referred to as "changes of other owners' equities"), the Group included which in the shareholders' equities according to the portion ought to be enjoyed or shared, and at the same time adjust the book value of the long-term equity investment.

– The Group recognizes its share of the investee's net profits or losses, other comprehensive income and changes of other owners' equities after making appropriate adjustments to align the accounting policies or accounting periods with those of the Group based on the fair values of the investee's identifiable net assets at the date of acquisition. Unrealized profits and losses resulting from transactions between the Group and its associates or jointly controlled enterprises are eliminated to the extent of the Group's interest in the associates or jointly controlled enterprises. Unrealized losses resulting from transactions between the Group and its associates or jointly controlled enterprises are eliminated in the same way as unrealized gains but only to the extent that there is no evidence of impairment.

– The Group discontinues recognizing its share of net losses of the investee after the carrying amount of the long-term equity investment and any long-term interest that in substance forms part of the Group's net investment in the associate or the jointly controlled enterprise is reduced to zero, except to the extent that the Group has an obligation to assume additional losses. Where net profits are subsequently made by the associate or jointly controlled enterprise, the Group resumes recognizing its share of those profits only after its share of the profits equals the share of losses not recognized.

(3) The basis for determination of joint control or significant influence over investee enterprise

Joint control refers to the control jointly owned on certain arrangement according to relevant agreement and the relevant activities of the arrangement (which are the activities cause significant influences on the arrangement) could only execute the decision-making through the unanimous consent of the parties sharing control.

The following evidences shall be considered when determining whether the Group can exercise joint control over an investee:

- No single venture is in a position to control the operating activities unilaterally;
- Operating decisions relating to the investee's economic activity require the unanimous consent of the parties sharing control.

Significant influence is the power to participate in the financial and operating policy decisions of an investee but is not control or joint control over those policies.

15. Investment Real Estates

Measurement model of investment real estate

Measurement of cost method

Depreciation and amortization method

An investment property is a property held either to earn rental income or for capital appreciation or both. After deducting the estimated net salvage and accumulative impairment provision of the cost by the Group, the investment property is depreciated or amortized using the straight-line method over its estimated useful life, unless the investment property is classified as held for sale.

The useful lives and estimated residual values as well as annual depreciation rate of each class of investment property are as follows:

Useful life (years)	Residual value rate (%)	Annual depreciation rate (%)
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Land use rights	32 - 50 years	0.0%	2.0% - 3.1%
House and buildings	25 - 40 years	3.0% - 10.0%	2.3% - 3.9%

16. Fixed Assets

(1) Conditions for Recognition

Fixed assets represent the tangible assets held by the Group for use in the production of goods or supply of services for rental to others or for operation and administrative purposes with useful lives over one year. The cost of a purchased fixed asset comprises the purchase price, related taxes, and any directly attributable expenditure for bringing the asset to working condition for its intended use. The cost of self-constructed assets is measured in accordance with the policy set out in Note V. 17. Where parts of an item of fixed assets have different useful lives or provide benefits to the Group in different patterns thus necessitating use of different depreciation rates or methods, each part is recognized as a separate fixed asset. The subsequent costs, including the cost of replacing part of an item of fixed assets, are recorded into fixed asset cost when the economic interests related to costs may flow into the Group, and the carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of fixed assets are recognized in profit or loss as incurred. Fixed assets are stated in the balance sheet at cost less accumulated depreciation and impairment losses.

(2) Depreciation Methods

Category of fixed assets	Method	Useful life	Expected net salvage value	Annual depreciation
Workshops and buildings	Average method of useful life	10-50 years	3%-10%	1.8%-9.7%
Equipments	Average method of useful life	2-20 years	0-10%	4.5%-50%
Others	Average method of useful life	2-10 years	0-10%	9.0%-50%

The Group will made the provision for depreciation of fixed assets by average method of useful life within the useful life after deducting the expected net salvage and accumulated impairment provision from fixed assets' costs, unless the fixed asset is classified into held for sale.

The Group rechecks the useful life, expected net salvage, and depreciation method of fixed assets at least the end of each year.

(3) Recognition Basis, Pricing and Depreciation Method of Fixed Assets by Finance Lease

On the begin date of the lease term, the financing leased assets of the Group should be recorded in the entry value according to the lower one between the fair value of the leasing assets and the net value of the minimum lease payment, and the minimum lease payment should be regarded as the entry value of the long-term account payable with the difference be recognized as the unrecognized financial charges. The Group records the initial direct costs of the financial lease in the leased assets value. If it is reasonable to be certain that the lessee will obtain the ownership of the leased assets when the lease term expires, the leased assets shall be fully depreciated within the available age limit. Otherwise, the leased assets shall be fully depreciated over the shorter one of the lease term or its available age limit. The Group amortizes the unrecognized financial charges by the effective interest rate method within each period during the lease term and manages according to the principles of the borrowing costs. On the balance sheet date, the Group will respectively list the difference from the long-term account payable related to the finance lease minuses the unrecognized financial charges as the long-term liabilities and the long-term liabilities due within 1 year.

17. Construction in Progress

(1) Categories of construction in progress

The enterprise's self-constructed fixed asset includes self construction and contract construction. The cost of the self-constructed fixed asset including the engineering materials, direct labor, borrowing expenses met with the capitalization condition and the necessary expenses happened before the assets reach the expected available state.

(2) Standards and time of transferring construction in progress into fixed asset

When the self-constructed fixed asset reaches the available state, should transfer into the fixed assets, before which should be listed among the construction in progress and not withdraw the depreciation.

(3) Impairment test method and withdrawal method for impairment provision of construction in progress

If any indication exists that an asset may be impaired, the recoverable amount of the asset is estimated. The recoverable amount of an asset, asset group or set of asset groups is the higher of its fair value less costs to sell and its present value of expected future cash flows. An asset group is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups. An asset group is composed of assets directly relating to cash-generation. Identification of an asset group is based on whether major cash inflows generated by the asset group are largely independent of the cash inflows from other assets or asset groups. In identifying an asset group, the Group also considers how management monitors the Group's operations and how management makes decisions about continuing or disposing of the Group's assets. An asset's fair value less costs to sell is the amount determined by the price of a sale agreement in an arm's length transaction, less the costs that are directly attributable to the disposal of the asset. The present value of expected future cash flows of an asset is determined by discounting future cash flows, estimated to be derived from continuing use of the asset and from its ultimate disposal, to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the result of the recoverable amount calculation indicates that the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is recognized as an impairment loss and charged to profit or loss for the current period. A provision for impairment loss of the asset is recognized accordingly. For impairment losses related to an asset group or a set of asset groups, first reduce the carrying amount of any goodwill allocated to the asset group or set of asset groups, and then reduce the carrying amount of the other assets in the asset group or set of asset groups on a pro rata basis. However, the carrying amount of an impaired asset will not be reduced below the highest of its individual fair value less costs to sell (if determinable), the present value of expected future cash flows (if determinable) and zero.

Once an impairment loss is recognized, it is not reserved in a subsequent period.

18. Borrowing Costs

(1) Recognition principles for capitalization of borrowing costs

Borrowing costs of the Company incurred directly attributable to the acquisition, construction of a qualifying asset are capitalized as part of the cost of the asset.

(2) Capitalization period of borrowing costs

The capitalizations period is the period from the date of commencement of capitalization of borrowing costs to the date of cessation of capitalization, excluding any period over which capitalization is suspended. When the capital expenses and the borrowing expenses had happened and the necessary purchasing and construction activity which was for leading the capital to reach the expected available state had began, the borrowing expenses had began capitalization.

When the qualified asset under acquisition and construction or production is ready for the intended use or sale, the capitalization of the borrowing costs shall be ceased. If each part of the qualified asset under acquisition and construction or production is constructed and completed respectively, the Group shall determine the time of ceasing capitalization of the borrowing costs according to different

situation.

Where each part of a qualified asset under acquisition and construction or production is completed separately and is ready for use or sale during the continuing construction of other parts, and if the acquisition and construction or production activities which are necessary to prepare this part of the asset for the intended use or sale have already been completed substantially, the capitalization of the borrowing costs in relation to this part of asset shall be ceased. Because such part of asset has reached the expected condition of use or sale.

(3) Period for suspending capitalization of borrowing costs

Where the acquisition and construction or production of a qualified asset is interrupted abnormally and the interruption period lasts for more than 3 months, the capitalization of the borrowing costs shall be suspended.

(4) Calculation method of capitalized amount of borrowing costs

– As for specifically borrowed loans for the acquisition and construction or production of assets eligible for capitalization, the to-be-capitalized amount of interests shall be determined in light of the actual cost incurred of the specially borrowed loan at the present period minus the income of interests earned on the unused borrowing loans as a deposit in the bank or as a temporary investment.

– Where a general borrowing is used for the acquisition and construction or production of assets eligible for capitalization, the enterprise shall calculate and determine the to-be-capitalized amount of interests on the general borrowing by multiplying the weighted average asset disbursement of the part of the accumulative asset disbursements minus the general borrowing by the capitalization rate of the general borrowing used. The capitalization rate shall be calculated and determined in light of the weighted average interest rate of the general borrowing.

– During the period of capitalization, the amount of interest capitalized during each accounting period shall not exceed the amount of interest actually incurred to the relevant borrowings in the current period.

When the Group recognizes the effective interest rate of the borrowings, that means to discount the future cash flow of the borrowings during the expected duration or the applicable shorter period to be the interest rate used of the recognized amount during the initial recognition of the borrowings.

During the capitalization period, should capitalize the exchange differences of the principal and the interests of the Foreign currency specific borrowings and record which in the cost of the assets that meet with the conditions of the capitalization. As for the exchange differences from the principal and the interests of the other foreign currency borrowings except for the foreign currency specific borrowings, should be regarded as the financial expenses and included in the current gains and losses.

19. Intangible Assets

(1) Pricing Method, Useful life and Impairment test

(a) Pricing method of intangible assets

Intangible assets are stated in the balance sheet at cost less accumulated amortization (where the estimated useful life is finite) and impairment losses. For an intangible asset with finite useful life, its cost less residual value and impairment losses are amortized on the straight-line method over its estimated useful life, unless the intangible assets are classified as held for sale.

(b) Estimated useful life of intangible assets with limited useful life

As for the intangible assets with limited useful life, after deducting the salvage of the cost and the impairment provision, the Group amortized the intangible assets through straight line method within the expected service life, unless the intangible assets are classified as held for sale.

Item	Estimated useful life	Basis
Land use rights	40-50 years	Period stipulated by the Land Use Right Certificate
Special technology	9-20 years	Period agreed in the contract or estimated to bring economic benefits for the Company

Computer software	3-10 years	Period agreed in the contract or estimated to bring economic benefits for the Company
Patent and others	5-10 years	Period agreed in the contract or estimated to bring economic benefits for the Company

(c) Judgment basis of intangible assets with uncertain useful life

An intangible asset is regarded as having an indefinite useful life and is not amortized when there is no foreseeable limit to the period over which the asset is expected to generate economic benefits for the Group. At the balance sheet date, the Group doesn't have any intangible assets with indefinite useful lives.

(d) Withdrawal of impairment provision of intangible assets

If any indication exists that an asset may be impaired, the recoverable amount of the asset is estimated. The recoverable amount of an asset, asset group or set of asset groups is the higher of its fair value less costs to sell and its present value of expected future cash flows. An asset group is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups. An asset group is composed of assets directly relating to cash-generation. Identification of an asset group is based on whether major cash inflows generated by the asset group are largely independent of the cash inflows from other assets or asset groups. In identifying an asset group, the Group also considers how management monitors the Group's operations and how management makes decisions about continuing or disposing of the Group's assets. An asset's fair value less costs to sell is the amount determined by the price of a sale agreement in an arm's length transaction, less the costs that are directly attributable to the disposal of the asset. The present value of expected future cash flows of an asset is determined by discounting future cash flows, estimated to be derived from continuing use of the asset and from its ultimate disposal, to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the result of the recoverable amount calculation indicates that the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is recognized as an impairment loss and charged to profit or loss for the current period. A provision for impairment loss of the asset is recognized accordingly. For impairment losses related to an asset group or a set of asset groups, first reduce the carrying amount of any goodwill allocated to the asset group or set of asset groups, and then reduce the carrying amount of the other assets in the asset group or set of asset groups on a pro rata basis. However, the carrying amount of an impaired asset will not be reduced below the highest of its individual fair value less costs to sell (if determinable), the present value of expected future cash flows (if determinable) and zero.

Once an impairment loss is recognized, it is not reserved in a subsequent period.

(2) Accounting Policies of Internal R & D Expenses

(a) Criteria of dividing the research phase and development phase of internal R&D project

Research is original and planned investigation undertaken with the prospect of gaining new scientific or technical knowledge and understanding. Development is the application of research findings or other knowledge to a plan or design for the production of new or substantially improved materials, devices, or products before the start of commercial production or use.

(b) Calculation of the expenditures of internal R&D project

Expenditures of internal R&D project of the Group divides into expenditures on the research phase and expenditures on the development phase.

Expenditures on the research phase are recognized in profit or loss when incurred. Expenditures on the development phase are capitalized if development costs can be measured reliably, the product or process is technically and commercially feasible, and the Group intends to and has sufficient resources to complete development. Capitalized development costs are stated at cost less impairment losses in the balance sheet. Other development expenditures are recognized as expenses in the period in which they are incurred.

20. Impairment of Long-term Assets

The Group executes the impairment test on the assets with impairment indication and evaluates the recoverable amount of the assets.

Besides, whether there is impairment indication, the Group will evaluate the recoverable amount of the goodwill at the year-end. The Group will amortize the book value of the good according to the benefit situation in the synergistic effect from the enterprise merger by the relevant assets group or the combination of the assets group and based on which executes the impairment test of the goodwill.

The recoverable amount of an asset, asset group or set of asset groups is the higher of its fair value less costs to sell and its present value of expected future cash flows. An asset group is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups. Fair value refers to the price received from selling an asset or paid for transferring a liability in the orderly transaction on the measurement date by the market participants. When the Group evaluating the fair value, should consider the characteristics when executing pricing of the relevant assets or liabilities on the measurement date of the market participants (including the assets conditions and the location, the restrictions of the sales or use of the assets and so on) as well as adopt the evaluation technology that applicable under the current circumstance and owns adequate available data and supported by other information. The evaluation technology used mainly including the market method, equity method and cost method.

An asset group is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or asset groups. An asset group is composed of assets directly relating to cash-generation. Identification of an asset group is based on whether major cash inflows generated by the asset group are largely independent of the cash inflows from other assets or asset groups. In identifying an asset group, the Group also considers how management monitors the Group's operations and how management makes decisions about continuing or disposing of the Group's assets.

The present value of expected future cash flows of an asset is determined by discounting future cash flows, estimated to be derived from continuing use of the asset and from its ultimate disposal, to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the result of the recoverable amount calculation indicates that the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is recognized as an impairment loss and charged to profit or loss for the current period. A provision for impairment loss of the asset is recognized accordingly. For impairment losses related to an asset group or a set of asset groups, first reduce the carrying amount of any goodwill allocated to the asset group or set of asset groups, and then reduce the carrying amount of the other assets in the asset group or set of asset groups on a pro rata basis. However, the carrying amount of an impaired asset will not be reduced below the highest of its individual fair value less costs to sell (if determinable), the present value of expected future cash flows (if determinable) and zero.

Once an impairment loss is recognized, it is not reserved in a subsequent period.

21. Amortization Method of Long-term Deferred Expenses

Long-term deferred expenses are amortized on a straight-line method within the benefit period:

Item	Amortization period (years)
Cost of construction and use of public facilities	10-15 years
Cost of operating lease assets improvement	3-10 years
Others	2-10 years

22. Payroll

(1) Accounting Treatment of Short-term Compensation

During the accounting period of an employee' providing services, the Group recognizes the actual occurred or withdrawn worker wages, bonuses and the social insurance charges such as the medical insurance premiums, industrial injury insurance premium and birth insurance premium according to the specified benchmark and proportion as well as the housing funds as the liabilities and

records which in the current gains and losses or the relevant asset costs.

(2) Accounting Treatment of the Welfare after Demission

Welfare after demission refers to the various of the compensation and welfare provided after the retirement of the employees or after the labor relation relieved by the enterprise owing to not receiving the service provided by the employees, except for the short-term compensation and the demission welfare. Specifically divided as defined contribution plans and defined benefit plans. The defined contribution plans participated by the Group including: the basic endowment insurance and unemployment insurance among the social security system set up and managed by the government institutions according to the requirements of the relevant Chinese regulations of the employees of the Group and the corporation pension plan approved and set up by the relevant departments according to the relevant policies of the state enterprise annuity system. The payment amount of the basic endowment insurance and the unemployment insurance should be calculated according to the benchmark and the proportion stipulated by the nation. The enterprise annuity should be withdrawn according to the certain proportion of the total amount of the worker wages of the employees voluntarily participated in the pension plan. During the accounting period of the employees providing the service, the Company recognizes the deposited amount as the liabilities and records in the current gains and losses or the relevant asset costs. The Group not involved with any defined benefit plans.

(3) Accounting Treatment of the Demission Welfare

The Group relieves the labor relations with the employees before the maturity of the labor contracts or puts forward the advice for compensation for encouraging the employees voluntarily accept the reduction, and recognizes the liabilities caused from the demission welfare on the earlier date of the followings and at the same time records which in the current gains and losses:

- When the Group could not unilaterally withdraw the demission welfare provided owing to the termination of the labor relations or the reduction advice:
- The Group owns specific and formal reorganization plan that concerning the payment of the demission welfare; and the time when the reorganization plan had been executed or had announced the main content of the plan to the parties influenced by which, then led all parties formed the rational expectations about the Group is going to execute the reorganization.

(4) Accounting Treatment of the Welfare of Other Long-term Staffs

The welfare of other long-term staffs refers to the all the employees compensation except for the short-term compensation, welfare after demission and demission welfare, which including the long-term compensated absences, long-term sociability benefits and long-term profit sharing plan and so on. The Group not involved with any other long-term employee's welfare.

23. Estimated Liabilities

(1) Criteria of estimated liabilities

A provision is recognized for an obligation related to a contingency if the Group has a present obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

(2) Measurement of estimated liabilities

The estimated liabilities should be executed the initial measurement according to the best estimated number needed to be spent when caring out the relevant current obligations. As for those with significant influences on the time value of money, the estimated liabilities should be confirmed according to the amount after the discount of the estimated future cash flow. When recognizing the best estimated number, the Group comprehensively considers the factors such as the risks, uncertainty and the time value of money related to the contingencies. There is a contiguous range of the needed expenses and the possibility of various results within the range is the same and the best estimated number should be recognized according to the mediant within the range; under other circumstance, the best estimated number should be handled respectively according to the following situations:

- If the contingencies involve with a single item, should be recognized according to the most likely happened amount.
- If the contingencies involve with various items, should be recognized according to the calculation of various possible results and

the relevant probabilities.

The Group executes the reexamination of the book value of the estimated liabilities on the balance sheet date and adjusts the book value according to the current best estimated number.

24. Revenue

Is the Company subject to any disclosure requirements of special industry?

No

Revenue is the gross inflow of economic benefit arising in the course of the Group's ordinary activities when the inflows result in increase in shareholder's equity, other than increase relating to contributions from shareholders. Revenue is recognized in profit or loss when it is probable that the revenue and costs can be measured reliably and the economic benefits will flow to the Group, and the following respective conditions are met.

(1) Selling commodities

Revenue from sale of goods is recognized when all of the general conditions stated above and following conditions are satisfied:

- The significant risks and rewards of ownership of goods have been transferred to the buyer;
- The Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold.

Revenue from the sale of goods is measured at the fair value of the considerations received or receivable under the sales contract or agreement.

The Group appointed different trading methods with buyers in the sales contract. The Company judges the main risks and time-point of remuneration transfer according to trading methods and recognizes the income correspondingly.

(2) Providing labor services

The Group confirms amount of rendering services according to received or receivable contract or treaty.

In balance sheet date, if the outcome of labor services can be reliably estimated, revenue from rendering services shall be confirmed by percentage-of-completion method, progress of rendering services shall be affirmed by measurement of finished works.

As for the outcome of labor services cannot be reliably estimated, if labor services expenses estimated can receive compensation, revenue from rendering services shall be confirmed by labor services costs and carried down by the same amount; if labor services expenses estimated cannot receive compensation, services costs shall be reckoned into current loss and gain and revenue from providing labor services shall not be confirmed.

(3) Construction contract revenue

On balance sheet date, if the results of the construction contract could be reliable evaluated, the contract income and the contract expenditure should be recognized according to the completion percentage method.

The Group recognized the progress of the contract completion according to the percentage of the accumulative actual happened contract cost among the expected total contract cost.

If the result of the construction contract couldn't be reliable evaluated, the Group should dispose according to the following situations respectively:

- If the contract cost could be returned, the contract income should be recognized according to the actual contract cost which could be returned, and the contract cost should be recognized as contract expenditure during the period when happened;
- If the contract cost could not be returned, should be recognized as contract expenditure at the time when happened, and not be recognized as contract income.

(4) Interest revenue

Interest revenue is recognized according to the calculation of the time of lending monetary capital and the effective interest rate.

(5) Royalty revenue of the intangible assets

Royalty revenue of the intangible assets is recognized according to the charging time and methods agreed by the contracts or the protocol.

25. Government Subsidies

(1) Judgment Basis and Accounting Treatment of Government Subsidies Related to Assets

If the Group first obtains government grants related to assets and then recognises the long-term assets purchased and constructed, deferred income is included in profit and loss based on a reasonable and systematic approach by stages when related assets are initially depreciated or amortized; or the deferred income is written off against the carrying amount of the asset when the asset becomes ready for its intended status or intended use. If the Group obtains government grants related to the assets after relevant long-term assets are put into use, deferred income is included in profit and loss based on a reasonable and systematic approach by stages within the remaining useful life of relevant assets, or the deferred income is written off against the carrying amount of relevant asset when the grants are obtained; the assets shall be depreciated or amortized based on the carrying amount after being offset and the remaining useful life of relevant assets.

(2) Judgment Basis and Accounting Treatment of Government Subsidies Related to Profits

If they are used to compensate for related costs or losses of the Group in the future period, it shall be recognized as deferred income, and included in profit and loss or used to offset related costs; otherwise it shall be directly included in profit and loss or used to offset related costs.

In respect of the policy-based preferential loan interest subsidy obtained by the Group, if the interest subsidy is appropriated to the lending bank which shall provide loans to the Group at the policy-based preferential interest rate, the actual loan amount is used as the entry value and relevant borrowing costs are calculated on the basis of the loan principal and the preferential interest rate. If the interest subsidy is directly appropriated to the Group, relevant borrowing costs shall be offset by corresponding interest subsidy.

26. Deferred Income Tax Assets/Deferred Income Tax Liabilities

(1) Recognition basis of deferred income tax assets

The Group uses the balance sheet liability method to calculate its income tax, which is recognized in accordance with a difference between the carrying amount of an asset or liability and its tax base (temporary difference). For any deductible loss that can be carried forward to the next year to deduct the income tax according to the stipulations of tax law, relevant deferred income tax assets shall be recognized. The deferred income tax asset shall be determined to the extent that the amount of taxable income to be offset by the deductible loss or tax deduction to be likely obtained. For the deductible temporary difference relating to the investments of the subsidiary companies, associated enterprises and joint enterprises, the enterprise shall recognize the corresponding deferred income tax assets for those that meet the following requirements: the temporary differences are likely to be reversed in the expected future; and it is likely to acquire any amount of taxable income that may be used for deducting the deductible temporary differences.

(2) Recognition basis of deferred income tax liabilities

The Group uses the balance sheet liability method to calculate its income tax, which is recognized in accordance with a difference between the carrying amount of an asset or liability and its tax base (temporary difference). As for the temporary difference from the initial recognition of goodwill, no deferred income tax liabilities shall be recognized. The taxable temporary differences relating to the investments of subsidiary companies, associated enterprises and joint enterprises shall be recognized as corresponding deferred income tax liabilities, however, excluding those that simultaneously satisfy the following conditions: the investing enterprise can

control the time of the reverse of temporary differences; and the temporary differences are unlikely to reverse in the excepted future.

27. Lease

(1) Accounting Treatment of Operating Lease

Rental payments under operating leases are recognized as costs or expenses on a straight-line basis over the lease term.

Fixed assets leased out under operating leases, except for investment property (see Notes V. 16), are depreciated in accordance with the Group's depreciation policies described in Notes V. 20. Impairment losses are provided for in accordance with the accounting policy. Income derived from operating leases is recognized in the income statement using the straight-line method over the lease term. If initial direct costs incurred in respect of the assets leased out are material, the costs are initially capitalized and subsequently amortized in profit or loss over the lease term on the same basis as the lease income. Otherwise, the costs are charged to profit or loss immediately.

(2) Accounting Treatments of Financial Lease

When the Group acquires an asset under a finance lease, the asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments, each determined at the inception of the lease. The minimum lease payments are recorded as long-term payables. The difference between the value of the leased assets and the minimum lease payments is recognized as unrecognized finance charges. Initial direct costs that are attributable to a finance lease incurred by the Group are added to the amounts recognized for the leased asset. Depreciation and impairment losses are accounted for in accordance with the accounting policies described in Notes V. 16 and Notes V. 20, respectively.

If there is reasonable certainty that the Group will obtain ownership of a leased asset at the end of the lease term, the leased asset is depreciated over its estimated useful life. Otherwise, the leased asset is depreciated over the shorter of the lease term and its estimated useful life.

Unrecognized finance charge under finance lease is amortized using an effective interest method over the lease term. The amortization is accounted for in accordance with policies of borrowing costs. At the balance sheet date, long-term payables arising from finance leases, net of the unrecognized finance charges, are presented into long-term payables and non-current liabilities due within one year, respectively in the balance sheet.

The economic essence of leaseback formed financial lease is mortgage loan. The Company takes the received financing as borrowings to report, and conducts subsequent measurements for long-term accounts payable according to amortized costs by effective interest method.

28. Other Significant Accounting Policies and Estimates

(1) Related parties

If a party has the power to control, jointly control or exercise significant influence over another party, or vice versa, or where two or more parties are subject to common control, joint control, or significant influence from another party, they are considered to be related parties. Related parties may be individuals or enterprises. Enterprises with which the Company is under common control only from the State and that have no other related party relationships are not regarded as related parties of the Group. Related parties of the Group and the Company include, but are not limited to:

- (a) the Company's parent
- (b) the Company's subsidiaries
- (c) enterprises that are controlled by the Company's parent
- (d) investors that have joint control or over exercise significant influence over the Group
- (e) enterprise or individuals if a party has control, joint control or significant influence over both the enterprises or individuals and

the Group

- (f) joint ventures of the Group, including subsidiaries of joint ventures
- (g) associates of the Group, including subsidiaries of associates
- (h) principal individual investors and close family members of such individuals
- (i) key management personnel of the Group and close family members of such individuals
- (j) key management personnel of the Company's parent
- (k) close family members of key management personnel of the Company's parent; and
- (l) other enterprises that are jointly controlled or significantly influenced by principal individual investors, key management personnel of the Group, and close family members of such individuals.

Besides the related parties stated above determined in accordance with the requirements of CAS, the following enterprises and individuals are considered as (but not restricted to) related parties based on the disclosure requirements of "Administrative Procedures on the Information Disclosures of Listed Companies" issued by the CSRC:

- (m) enterprises, or persons that act in concert, that hold 5% or more of the Company's shares
- (n) individuals and close family members of such individuals who directly or indirectly hold 5% or more of the Company's shares
- (o) enterprises that satisfy any of the aforesaid conditions in (a), (c) and (m) during the past 12 months or will satisfy them within the next 12 months pursuant to a relevant agreement
- (p) individuals who satisfy any of the aforesaid conditions in (i), (j) and (n) during the past 12 months or will satisfy them within the next 12 months pursuant to a relevant agreement; and
- (q) enterprises, other than the Company and subsidiaries controlled by the Company, which are controlled directly or indirectly by an individual defined in (i), (j), (n) or (p), or in which such an individual assumes the position of a director or senior executive.

29. Changes in Critical Accounting Policies and Accounting Estimates

(1) Changes in Critical Accounting Policies

Applicable Not applicable

(2) Changes in Critical Accounting Estimates

Applicable Not applicable

30. Others

Naught

VI. Taxation

1. Main Taxes and Tax Rate

Category of taxes	Tax basis	Tax rate
VAT	Output VAT is calculated on product sales and taxable services revenue, based on tax laws. The remaining balance of output VAT, after subtracting the deductible input VAT of the period, is VAT payable.	6%, 10%, 11%, 16%, 17%

Consumption tax	No	Naught
City maintenance and construction tax	Based on VAT payable and the VAT tax free for the Period	7%, 5%
Enterprise income tax	Based on taxable revenue	15%-25%
Education surcharge and local education surcharge	Based on VAT payable and the VAT tax free for the Period	3%, 2%

Notes of the disclosure situation of the taxpaying bodies with different enterprises income tax rate

According to the new tax law, except for the following tax benefits for certain subsidiaries and local tax rates for overseas subsidiaries, the tax rate for all the other entities within the Group is 25%.

Name	Income tax rate
BOE Technology Group Co., Ltd.	15%
Beijing BOE Optoelectronics Technology Co., Ltd.	15%
Chengdu BOE Optoelectronics Technology Co., Ltd.	15%
Hefei BOE Optoelectronics Technology Co., Ltd.	15%
Beijing BOE Display Technology Co., Ltd.	15%
Hefei Xinsheng Optoelectronics Technology Co., Ltd.	15%
Erdos Yuansheng Optoelectronics Co., Ltd.	15%
Chongqing BOE Optoelectronics Technology Co., Ltd.	15%
BOE (Hebei) Mobile Display Technology Co., Ltd.	15%
BOE Optical Science and Technology Co., Ltd.	15%
Beijing BOE Tea Valley Electronic Co., Ltd.	15%
Xiamen BOE Electronic Co., Ltd.	15%
Hefei BOE Display Light Source Co., Ltd.	15%
Chongqing BOE Display Lighting Co., Ltd.	15%
Beijing BOE Dedicated Display Technology Co., Ltd.	15%
Beijing BOE Vacuum Electronics Co., Ltd.	15%
Beijing BOE Vacuum Technology Co., Ltd.	15%
Beijing BOE Semi-conductor Co., Ltd.	15%
Hefei BOE Semi-conductor Co., Ltd.	15%
Beijing Asahi Electron Material Co., Ltd.	15%
Beijing BOE Energy Technology Co., Ltd.	15%
Beijing BOE Multimedia Technology Co., Ltd.	15%
Varitronix (Heyuan) Display Technology Co., Ltd	15%

2. Tax Preference

Naught

3. Others

Naught

VII. Notes on Major Items in Consolidated Financial Statements of the Company

1. Monetary Funds

Unit: RMB

Item	Ending balance	Beginning balance
Cash on hand	729,517.00	526,764.00
Bank deposits	43,048,946,319.00	47,912,760,611.00
Other monetary funds	7,532,234,587.00	9,215,372,201.00
Total	50,581,910,423.00	57,128,659,576.00
Of which: the total amount deposited in overseas	4,359,724,940.00	3,341,984,398.00

Other notes

Of which: the total amount deposited in overseas was equivalent to RMB 4,359,724,940.

On 30 June 2018, the Company took RMB149,096,051 and US\$49,729,540 (Y2017: RMB1,164,000,000 and US\$ 60,159,875) of the other monetary capital as the pledge for acquiring the short-term borrowings, and took RMB1,452,547,192 and US\$18,500,000 (Y2017: RMB1,207,705,322 and USD\$63,000,000) as the pledge for acquiring the long-term borrowings. The rest of the other restricted monetary capital equivalent to RMB5,438,820,015, and they are mainly the margin deposits for security deposited in the bank.

2. Derivative Financial Assets

Applicable Not applicable

3. Notes Receivable

(1) Notes Receivable Listed by Category

Unit: RMB

Item	Ending balance	Beginning balance
Bank acceptance bill	533,255,633.00	824,873,475.00
Commercial acceptance bill	6,896,015.00	8,394,652.00
Total	540,151,648.00	833,268,127.00

(2) Notes Receivable Pledged by the Company at the Period-end

Unit: RMB

Item	Amount
Bank acceptance bill	77,761,441.00
Commercial acceptance bill	0.00
Total	77,761,441.00

(3) Notes Receivable which had Endorsed by the Company or had Discounted and had not Due on the Balance Sheet Date at the Period-end

Unit: RMB

Item	Amount of recognition termination at the period-end	Amount of not terminated recognition at the period-end
Bank acceptance bill	0.00	259,852,574.00
Commercial acceptance bill	0.00	0.00
Total	0.00	259,852,574.00

(4) Notes Transferred into Accounts Receivable by the Company Due to the Nonperformance of Drawer at the Period-end

Unit: RMB

Item	Amount
Commercial acceptance bill	0.00
Total	0.00

Other notes

4. Accounts Receivable

(1) Accounts Receivable Disclosed by Category

Unit: RMB

Category	Ending balance					Beginning balance				
	Carrying amount		Bad debt provision		Carrying value	Carrying amount		Bad debt provision		Carrying value
	Amount	Proportion	Amount	Withdrawal proportion		Amount	Proportion	Amount	Withdrawal proportion	
Accounts receivable with significant single amount for which bad debt provision separately accrued	0.00	0.00%	0.00	0.00%	0.00	0.00	0.00%	0.00	0.00%	0.00
Accounts receivable withdrawn bad debt provision according to credit risks characteristics	17,613,207,459.00	99.71%	265,952,428.00	1.51%	17,347,255,031.00	15,767,136,659.00	99.68%	262,640,383.00	1.67%	15,504,496,276.00
Accounts receivable with insignificant single amount for which bad debt provision separately accrued	50,510,581.00	0.29%	41,732,583.00	82.62%	8,777,998.00	51,313,710.00	0.32%	42,046,734.00	81.94%	9,266,976.00
Total	17,663,718,040.00	100.00%	307,685,011.00	1.74%	17,356,033,029.00	15,818,450,369.00	100.00%	304,687,117.00	1.93%	15,513,763,252.00

Accounts receivable with significant single amount for which bad debt provision separately accrued at the period-end

Applicable Not applicable

In the groups, accounts receivable adopting aging analysis method to accrue bad debt provision:

Applicable Not applicable

In the groups, accounts receivable adopting balance percentage method to withdraw bad debt provision

Applicable Not applicable

In the groups, accounts receivable adopting other methods to accrue bad debt provision:

Name	Accounts receivable	Bad debt provision	Withdrawal proportion
Credit risks characteristics	17,613,207,459.00	265,952,428.00	1.51%

(2) Accounts Receivable Withdrawn, Reversed or Collected during the Reporting Period

The withdrawal amount of the bad debt provision during the Reporting Period was of RMB510,083.00; the amount of the collected or reversed part during the Reporting Period was of RMB153,235.00, among which the significant collected or reversed bad debt provision:

Unit: RMB

Name of the unit	Amount	Method
Naught		

(3) The Actual Write-off Accounts Receivable

Unit: RMB

Item	Amount
Customer 1	626,343.00

Among which the significant write-off accounts receivable:

Unit: RMB

Name of the unit	Nature	Amount	Reasons	Performed write-off procedure	Generated from connected transactions or not
Naught					

Notes for write-off accounts receivable:

(4) Top 5 of the Ending Balance of the Accounts Receivable Collected According to the Arrears Party

The total amount of the accounts receivable of the top 5 of the Group at the year-end was of RMB8,374,359,263.00 that covered 47.41% of the total amount of the closing balance of the accounts receivable at the year-end, which no need to withdraw the bad debt provision after the assessment.

(5) Account Receivable which Terminate the Recognition owing to the Transfer of the Financial Assets

Naught

(6) The Amount of the Assets and Liabilities Formed by the Transfer and the Continues Involvement of Accounts Receivable

Naught

Other notes:

Naught

5. Prepayment

(1) List by Aging Analysis

Unit: RMB

Aging	Ending balance		Beginning balance	
	Amount	Proportion	Amount	Proportion
Within 1 year	699,829,606.00	92.64%	568,849,167.00	96.89%
1 to 2 years	53,019,337.00	7.02%	17,188,654.00	2.93%
2 to 3 years	1,651,885.00	0.22%	606,393.00	0.10%
Over 3 years	932,602.00	0.12%	482,537.00	0.08%
Total	755,433,430.00	--	587,126,751.00	--

The reason why the prepayments with significant amount and aging over one year had not settled in time:

No such cases in the Reporting Period.

(2) Top 5 Prepayments in Ending Balance Collected according to the Prepayment Target

The total amount of the prepayment of the top 5 of the Group at the year-end was of RMB317,082,522.00 that covered 41.97% of the total amount of the closing balance of the prepayment at the year-end.

Other notes: Naught

6. Interest Receivable**(1) Category of Interest Receivable**

Unit: RMB

Item	Ending balance	Beginning balance
Fixed time deposit	127,018,762.00	88,981,946.00
Entrusted loans	0.00	0.00
Bond investment	0.00	646,613.00
Total	127,018,762.00	89,628,559.00

(2) Significant Overdue Interest

Borrowing unit	Ending balance	Time	Reasons	Impairment occurred or not and its criterion
Naught				

Other notes:

No such cases in the Reporting Period.

7. Dividend Receivable**(1) Dividend Receivable**

Unit: RMB

Item (or investees)	Ending balance	Beginning balance
TPV Technology Co., Ltd	196,070.00	0.00
Beijing Electronic City Investment and Development Group Co., Ltd.	1,875,523.00	0.00
Bank of Chongqing Co., Ltd.	2,973,010.00	0.00
New Century Medical Treatment Holdings Co., Ltd	905,637.00	0.00
Total	5,950,240.00	0.00

(2) Significant Dividend Receivable with Aging over 1 Year

Unit: RMB

Item (or investees)	Ending balance	Aging	Reasons	Impairment occurred or not and its criterion
Naught				

Other notes:

No such cases in the Reporting Period.

8. Other Accounts Receivable**(1) Other Accounts Receivable Disclosed by Category**

Unit: RMB

Category	Ending balance					Beginning balance				
	Carrying amount		Bad debt provision		Carrying value	Carrying amount		Bad debt provision		Carrying value
	Amount	Proportion	Amount	Withdrawal proportion		Amount	Proportion	Amount	Withdrawal proportion	
Other accounts receivable with significant single amount for which bad debt provision separately accrued	0.00	0.00%	0.00	0.00%	0.00	0.00	0.00%	0.00	0.00%	0.00
Other accounts receivable withdrawn bad debt provision according to credit risks characteristics	608,318,659.00	99.94%	0.00	0.00%	608,318,659.00	728,395,573.00	100.00%	0.00	0.00%	728,395,573.00
Other accounts receivable with insignificant single amount for	340,513.00	0.06%	340,513.00	100.00%	0.00	509,257.00	0.00%	509,257.00	100.00%	0.00

113

which bad debt provision separately accrued										
Total	608,659,172.00	100.00%	340,513.00	0.06%	608,318,659.00	728,904,830.00	100.00%	509,257.00	0.07%	728,395,573.00

Other accounts receivable with significant single amount for which bad debt provision separately accrued at the period-end

Applicable Not applicable

In the groups, other accounts receivable adopting aging analysis method to accrue bad debt provision:

Applicable Not applicable

In the groups, other accounts receivable adopting balance percentage method to withdraw bad debt provision

Applicable Not applicable

In the groups, other accounts receivable adopting other methods to accrue bad debt provision:

Applicable Not applicable

Name	Other accounts receivable	Bad debt provision	Withdrawal proportion
Credit risks characteristics	608,318,659.00	0.00	0.00%

(2) Other Accounts Receivable Withdrawn, Reversed or Collected during the Reporting Period

The withdrawal amount of the bad debt provision during the Reporting Period was of RMB1,351.00; the amount of the collected or reversed part during the Reporting Period was of RMB0.00.

Among which the significant collected or reversed bad debt provision:

Unit: RMB

Name of the unit	Amount	Method
Naught		

(3) Particulars of the Actual Write-off Other Accounts Receivable during the Reporting Period

Unit: RMB

Item	Amount
Customer	170,097.00

Among which the significant write-off other accounts receivable:

Unit: RMB

Name of the unit	Nature	Amount	Reasons	Performed write-off procedure	Generated from connected transactions or not
Naught					

Notes for write-off other accounts receivable:

Naught

(4) Other Account Receivable Classified by Account Nature

Unit: RMB

Nature	Ending carrying amount	Beginning carrying amount
VAT refunds	5,501,516.00	179,152,619.00
Equity transfer fee of accounts receivable	200,000,000.00	200,000,000.00
Cash deposit and cash pledge	169,249,228.00	154,724,906.00
Others	233,908,428.00	195,027,305.00
Total	608,659,172.00	728,904,830.00

(5) Top 5 Other Accounts Receivable in Ending Balance Collected according to the Arrears Party

Unit: RMB

Name of units	Nature	Ending balance	Aging	Proportion to total ending balance of other accounts receivable	Ending balance of bad debt provision
Customer 1	Equity transfer fee of accounts receivable	200,000,000.00	Over 3 years	32.86%	0.00
Customer 2	Cash deposit and cash pledge	47,500,000.00	2 to 3 years, over 3 years	7.80%	0.00
Customer 3	Cash deposit and cash pledge	42,951,050.63	Within one year	7.06%	0.00
Customer 4	Cash deposit and cash pledge	27,904,527.95	Within one year, 2 to 3 years, over 3 years	4.58%	0.00

Customer 5	Others	16,495,000.00	over 3 years	2.71%	0.00
Total	--	334,850,578.58	--	55.01%	0.00

(6) Accounts Receivable Involved with Government Subsidies

Unit: RMB

Name of units	Name of the item	Ending balance	Ending aging	Expected time, amount, and basis

Naught

(7) Other Account Receivable which Terminate the Recognition owing to the Transfer of the Financial Assets

Naught

(8) The Amount of the Assets and Liabilities Formed by the Transfer and the Continues Involvement of Other Accounts Receivable

Naught

Other notes:

Naught

9. Inventory

(1) Category of Inventory

Unit: RMB

Item	Ending balance			Beginning balance		
	Carrying amount	Falling price reserves	Carrying value	Carrying amount	Falling price reserves	Carrying value
Raw materials	3,925,352,967.00	326,185,834.00	3,599,167,133.00	3,663,568,064.00	312,167,170.00	3,351,400,894.00
Goods in process	1,248,534,575.00	102,717,184.00	1,145,817,391.00	1,442,250,856.00	130,466,876.00	1,311,783,980.00
Inventory goods	7,430,647,824.00	1,417,076,191.00	6,013,571,633.00	5,742,195,757.00	1,546,545,280.00	4,195,650,477.00
Turnover materials	175,081,350.00	95,285.00	174,986,065.00	99,620,537.00	736,507.00	98,884,030.00
Consumptive biological assets	0.00	0.00	0.00	0.00	0.00	0.00
Finished but unsettled assets generated from,	0.00	0.00	0.00	0.00	0.00	0.00

construction contract						
Total	12,779,616,716.00	1,846,074,494.00	10,933,542,222.00	10,947,635,214.00	1,989,915,833.00	8,957,719,381.00

Whether the Company needs to comply with the disclosure requirements of Shenzhen Stock Exchange Industry Information Disclosure Guidelines No. 4 - Listed companies engaged in seed industry and planting business

No

(2) Falling Price Reserves of Inventory

Unit: RMB

Item	Beginning balance	Increased amount		Decreased amount		Ending balance
		Withdrawal	Other	Reverse or write-off	Other	
Raw materials	312,167,170.00	161,945,595.00	0.00	147,926,931.00	0.00	326,185,834.00
Goods in process	130,466,876.00	66,657,744.00	0.00	94,407,436.00	0.00	102,717,184.00
Inventory goods	1,546,545,280.00	618,491,746.00	0.00	747,960,835.00	0.00	1,417,076,191.00
Turnover materials	736,507.00	6,057.00	0.00	647,279.00	0.00	95,285.00
Consumptive biological assets	0.00	0.00	0.00	0.00	0.00	0.00
Finished but unsettled assets generated from, construction contract	0.00	0.00	0.00	0.00	0.00	0.00
Total	1,989,915,833.00	847,101,142.00	0.00	990,942,481.00	0.00	1,846,074,494.00

(3) Notes of the Ending Balance of the Inventory which Includes Capitalized Borrowing Expenses

Naught

(4) Completed but Unsettled Assets Resulting from Construction Contracts at the End of the Period

Unit: RMB

Item	Amount
Completed but unsettled assets resulting from construction contracts at the end of the period	0.00

Other notes:

Naught

10. Non-current Assets Due within One Year

Unit: RMB

Item	Ending balance	Beginning balance
Long-term accounts receivable due within one year	0.00	17,303,152.00
Total	0.00	17,303,152.00

Other notes:

Naught

11. Other Current Assets

Unit: RMB

Item	Ending balance	Beginning balance
VAT retained	5,242,918,603.00	4,847,422,522.00
Input tax to be verified and deducted	2,089,392,625.00	1,198,408,412.00
Financial products	11,375,421,041.00	9,791,137,808.00
Other	222,296,108.00	87,465,236.00
Total	18,930,028,377.00	15,924,433,978.00

Other notes:

Naught

12. Available-for-sale Financial Assets**(1) List of Available-for-sale Financial Assets**

Unit: RMB

Item	Ending balance			Beginning balance		
	Carrying amount	Depreciation reserves	Carrying value	Carrying amount	Depreciation reserves	Carrying value
Available-for-sale debt instruments:	11,553,581.00	0.00	11,553,581.00	14,912,146.00	0.00	14,912,146.00
Available-for-sale equity instruments:	915,749,687.00	150,279,655.00	765,470,032.00	995,266,865.00	150,279,655.00	844,987,210.00
Measured at fair value	567,486,122.00	150,099,655.00	417,386,467.00	662,938,045.00	150,099,655.00	512,838,390.00
Measured at cost	348,263,565.00	180,000.00	348,083,565.00	332,328,820.00	180,000.00	332,148,820.00
Total	927,303,268.00	150,279,655.00	777,023,613.00	1,010,179,011.00	150,279,655.00	859,899,356.00

(2) Available-for-sale Financial Assets at Fair Value at the Period-end

Unit: RMB

Category	Available-for-sale equity instrument	Available-for-sale debt instrument	Total
Cost of the equity instruments/amortized cost of the liabilities instruments	555,840,180.00	11,765,553.00	567,605,733.00
Fair value	417,386,467.00	11,553,581.00	428,940,048.00
Changes amount of the fair value accumulatively recorded in other comprehensive income	11,645,942.00	-211,972.00	11,433,970.00
Withdrawn impairment amount	150,099,655.00	0.00	150,099,655.00

(3) Available-for-sale Financial Assets at Cost at the Period-end

Unit: RMB

Investee	Carrying amount				Depreciation reserve				Shareholding proportion among the investees	Current cash bonus
	Period-beginning	Increase	Decrease	Period-end	Period-beginning	Increase	Decrease	Period-end		
Teralane Semiconductor Inc	11,868,000.00	0.00	0.00	11,868,000.00	0.00	0.00	0.00	0.00	7.29%	0.00
Zhejiang BOE Display Technology Co., Ltd.	321,256.00	0.00	0.00	321,256.00	0.00	0.00	0.00	0.00	7.03%	0.00
Zhejiang Qiusheng Optoelectronics Technology Co., Ltd.	248,776.00	0.00	0.00	248,776.00	0.00	0.00	0.00	0.00	5.09%	0.00
Meta Company	32,670,951.00	411,999.00	0.00	33,082,950.00	0.00	0.00	0.00	0.00	5.66%	0.00
Danhua Capital, L.P.	24,503,250.00	309,000.00	0.00	24,812,250.00	0.00	0.00	0.00	0.00	5.48%	0.00
Danhua Capital II, L.P.	34,304,550.00	13,665,800.00	0.00	47,970,350.00	0.00	0.00	0.00	0.00	3.29%	0.00
Beijing Digital TV National Engineering Laboratory Co.,	6,250,000.00	0.00	0.00	6,250,000.00	0.00	0.00	0.00	0.00	12.50%	0.00

Ltd.										
Kateeva Inc.	78,051,019.00	984,268.00	0.00	79,035,287.00	0.00	0.00	0.00	0.00	3.51%	0.00
DEPICTINC.	13,068,400.00	164,800.00	0.00	13,233,200.00	0.00	0.00	0.00	0.00	22.20%	0.00
MOOVINC.	26,244,971.00	330,964.00	0.00	26,575,935.00	0.00	0.00	0.00	0.00	6.48%	0.00
ZGLUEINC.	9,801,289.00	123,600.00	0.00	9,924,889.00	0.00	0.00	0.00	0.00	6.00%	0.00
Nanosys INC	49,006,500.00	618,000.00	0.00	49,624,500.00	0.00	0.00	0.00	0.00	3.33%	0.00
Ceribell INC	8,494,453.00	107,120.00	0.00	8,601,573.00	0.00	0.00	0.00	0.00	3.81%	0.00
Baebies INC	28,709,230.00	362,039.00	0.00	29,071,269.00	0.00	0.00	0.00	0.00	11.59%	0.00
Illumina Fund, L.P.	5,605,265.00	1,857,168.00	0.00	7,462,433.00	0.00	0.00	0.00	0.00	2.14%	0.00
Fabord Ltd.	910.00	0.00	13.00	897.00	0.00	0.00	0.00	0.00	10.30%	0.00
Hefei Xinjing Electronic Materials Co., Ltd.	3,000,000.00	0.00	3,000,000.00	0.00	0.00	0.00	0.00	0.00	15.00%	0.00
Other	180,000.00	0.00	0.00	180,000.00	180,000.00	0.00	0.00	180,000.00		0.00
Total	332,328,820.00	18,934,758.00	3,000,013.00	348,263,565.00	180,000.00	0.00	0.00	180,000.00	--	0.00

(4) Changes of the Impairment of the Available-for-sale Financial Assets during the Reporting Period

Unit: RMB

Category	Available-for-sale equity instruments	Available-for-sale debt instruments	Total
Withdrawn impairment balance at the period-beginning	150,279,655.00	0.00	150,279,655.00
Withdrawn amount of the period	0.00	0.00	0.00

Of which: transferred from other comprehensive income	0.00	0.00	0.00
Decreased in the period	0.00	0.00	0.00
Of which: recovered and reversed amount of the fair value after the period	0.00	0.00	0.00
Withdrawn impairment balance at the period-end	150,279,655.00	0.00	150,279,655.00

(5) Explanations on Available-for-sale Equity Instruments with Serious or Non-transient Decline in Fair Value of the Period-end but without Provisions for Impairment

Unit: RMB

Available-for-sale equity instrument	Investment cost	Fair value of period-end	Decline ratio of fair value to cost	Duration of sustained decline (month)	Amount of provisions for impairment withdrawn	Reason for no provisions for impairment
Naught						

Other notes:

Naught

13. Held-to-maturity Investments

(1) List of Investment Held-to-maturity

Unit: RMB

Item	Ending balance			Beginning balance		
	Carrying amount	Depreciation reserves	Carrying value	Carrying amount	Depreciation reserves	Carrying value
Convertible bonds for HYDIS Technology	17,960,946.00	17,960,946.00	0.00	17,960,946.00	17,960,946.00	0.00

Total	17,960,946.00	17,960,946.00	0.00	17,960,946.00	17,960,946.00	0.00
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(2) Significant Held-to-maturity Investments at the Period-end

Unit: RMB

Item	Par value	Coupon rate	Actual interest rate	Maturity date
None				

(3) Held-to-maturity Investments Reclassified in the Reporting Period

Naught

Other notes:

Naught

14. Long-term Equity Investment

Unit: RMB

Investees	Beginning balance	Increase/decrease								Ending balance	Ending balance of depreciation reserve
		Additional investment	Reduced investment	Gains and losses recognized under the equity method	Adjustment of other comprehensive income	Changes of other equity	Cash bonus or profits announced to issue	Withdrawal of impairment provision	Other		
I. Joint ventures											
Beijing BOE Yiyun Technology Co., Ltd.	3,763,783.00	0.00	0.00	-2,943,687.00	0.00	0.00	0.00	0.00	0.00	820,096.00	0.00

Wuhan BOE Optoelectronics Co., Ltd.	91,590,309.00	750,000,000.00	0.00	569,162.00	0.00	0.00	0.00	0.00	0.00	842,159,471.00	0.00
Mianyang BOE Optoelectronics Co., Ltd.	2,698,378,093.00	0.00	0.00	-1,526,010.00	0.00	0.00	0.00	0.00	-2,696,852,083.00	0.00	0.00
Subtotal	2,793,732,185.00	750,000,000.00	0.00	-3,900,535.00	0.00	0.00	0.00	0.00	-2,696,852,083.00	842,979,567.00	0.00
II. Associated enterprises											
Beijing Nissin Electronics Precision Component Co., Ltd.	0.00	0.00	0.00	780,003.00	0.00	2,424,598.00	0.00	0.00	0.00	3,204,601.00	0.00
Beijing Nittan Electronics Co., Ltd.	53,786,835.00	0.00	0.00	4,982,517.00	0.00	0.00	-3,000,000.00	0.00	0.00	55,769,352.00	0.00
Beijing Yingfei Hailin Venture Capital Management Co., Ltd.	373,361.00	0.00	0.00	-338,738.00	0.00	0.00	0.00	0.00	0.00	34,623.00	0.00
Ordos BOE Energy Investment Co., Ltd. (BOE Energy Investment)	907,458,312.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	907,458,312.00	537,136,972.00
Beijing Fly	137,448,451.00	0.00	0.00	24,387.00	0.00	0.00	0.00	0.00	0.00	137,472,838.00	0.00

Hailin Investment Center												
TPV Display Technology (China) Co., Ltd.	27,190,533.00	0.00	0.00	-1,304,414.00	0.00	0.00	0.00	0.00	0.00	25,886,119.00	0.00	
Beijing Xindong Neng Investment Fund (limited partnership)	1,472,249,231.00	150,000,000.00	0.00	-5,997,801.00	0.00	0.00	0.00	0.00	0.00	1,616,251,430.00	0.00	
Beijing Xindong Neng Investment Management Co., Ltd.	4,861,735.00	0.00	0.00	806,640.00	0.00	0.00	-2,000,000.00	0.00	0.00	3,668,375.00	0.00	
Shenzhen Yunyinggu Technology Co., Ltd.	35,483,897.00	0.00	0.00	-11,959,303.00	0.00	0.00	0.00	0.00	0.00	23,524,594.00	0.00	
Beijing Xiaolong Technology Co., Ltd.	23,981,997.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	23,981,997.00	0.00	
NewOn Technology Co., Ltd.	3,708,174.00	0.00	0.00	0.00	31,942.00	0.00	0.00	0.00	0.00	3,740,116.00	0.00	

CnogaMedical Ltd.	326,710,000.00	0.00	0.00	0.00	4,120,000.00	0.00	0.00	0.00	0.00	330,830,000.00	0.00
SES-imagotag	1,675,160,676.00	0.00	0.00	-11,976,016.00	0.00	0.00	0.00	0.00	-1,663,184,660.00	0.00	0.00
Chongqing BOE Display Technology Co., Ltd.	3,846,000.00	0.00	0.00	-695,319.00	0.00	0.00	0.00	0.00	0.00	3,150,681.00	0.00
Hefei Xinjing Electronic Materials Co., Ltd.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,000,000.00	3,000,000.00	0.00
Subtotal	4,672,259,202.00	150,000,000.00	0.00	-25,678,044.00	4,151,942.00	2,424,598.00	-5,000,000.00	0.00	-1,660,184,660.00	3,137,973,038.00	537,136,972.00
Total	7,465,991,387.00	900,000,000.00	0.00	-29,578,579.00	4,151,942.00	2,424,598.00	-5,000,000.00	0.00	-4,357,036,743.00	3,980,952,605.00	537,136,972.00

Other notes

15. Investment Property

(1) Investment Property Adopted the Cost Measurement Mode

√ Applicable □ Not applicable

Unit: RMB

Item	Houses and buildings	Land use right	Construction in progress	Total
I. Original carrying value				
1. Beginning balance	991,566,471.00	675,597,667.00	0.00	1,667,164,138.00
2. Increased amount of the period	599,382.00	3,548,681.00	0.00	4,148,063.00
(1) Outsourcing	0.00	3,548,681.00	0.00	3,548,681.00
(2) Transfer from inventory\fixed assets\construction in progress	599,382.00	0.00	0.00	599,382.00
(3) Enterprise combination increase	0.00	0.00	0.00	0.00
3. Decreased amount of the period	0.00	0.00	0.00	0.00
(1) Disposal	0.00	0.00	0.00	0.00
(2) Other transfer	0.00	0.00	0.00	0.00
4. Ending balance	992,165,853.00	679,146,348.00	0.00	1,671,312,201.00
II. Accumulative depreciation and accumulative amortization				
1. Beginning balance	258,094,437.00	112,407,496.00	0.00	370,501,933.00
2. Increased amount of the period	9,703,810.00	13,035,688.00	0.00	22,739,498.00
(1) Withdrawal or amortization	9,703,810.00	13,035,688.00	0.00	22,739,498.00
3. Decreased amount of the period	0.00	0.00	0.00	0.00
(1) Disposal	0.00	0.00	0.00	0.00

(2) Other transfer	0.00	0.00	0.00	0.00
4. Ending balance	267,798,247.00	125,443,184.00	0.00	393,241,431.00
III. Depreciation reserves	0.00	0.00	0.00	0.00
1. Beginning balance	0.00	0.00	0.00	0.00
2. Increased amount of the period	0.00	0.00	0.00	0.00
(1) Withdrawal	0.00	0.00	0.00	0.00
3. Decreased amount of the period	0.00	0.00	0.00	0.00
(1) Disposal	0.00	0.00	0.00	0.00
(2) Other transfer	0.00	0.00	0.00	0.00
4. Ending balance	0.00	0.00	0.00	0.00
IV. Carrying value				
1. Ending carrying value	724,367,606.00	553,703,164.00	0.00	1,278,070,770.00
2. Beginning carrying value	733,472,034.00	563,190,171.00	0.00	1,296,662,205.00

(2) Investment Property Adopted the Fair Value Measurement Mode

Applicable Not applicable

(3) Investment Property with Certificate of Title Uncompleted

Unit: RMB

Item	Carrying value	Reason
None		

Other notes

16. Fixed Assets

(1) List of Fixed Assets

Unit: RMB

Item	Houses and buildings	Equipment	Other	Total
I. Original carrying value				

1. Beginning balance	26,638,824,007.00	111,488,454,005.00	2,106,778,047.00	140,234,056,059.00
2. Increased amount of the period	241,344,874.00	2,381,177,426.00	461,551,131.00	3,084,073,431.00
(1) Purchase	18,222,097.00	102,146,771.00	228,681,551.00	349,050,419.00
(2) Transfer from construction in progress	224,370,903.00	1,690,650,461.00	233,020,902.00	2,148,042,266.00
(3) Enterprise combination increase	0.00	580,992,189.00	529,193.00	581,521,382.00
(2) Differences arising from translation of foreign currency-denominated financial statements	-1,248,126.00	7,388,005.00	-680,515.00	5,459,364.00
3. Decreased amount of the period	781,469.00	295,601,637.00	24,439,514.00	320,822,620.00
(1) Disposal or Scrap	781,469.00	295,601,637.00	24,439,514.00	320,822,620.00
(2) off-set by government discount	0.00	0.00	0.00	0.00
4. Ending balance	26,879,387,412.00	113,574,029,794.00	2,543,889,664.00	142,997,306,870.00
II. Accumulative depreciation				
1. Beginning balance	3,366,248,795.00	46,632,776,416.00	936,024,333.00	50,935,049,544.00
2. Increased amount of the period	418,984,868.00	5,894,219,444.00	288,728,682.00	6,601,932,994.00
(1) Withdrawal	420,541,892.00	5,889,215,791.00	289,450,174.00	6,599,207,857.00
(2) Differences arising from translation of foreign currency-denominated financial statements	-1,557,024.00	5,003,653.00	-721,492.00	2,725,137.00
3. Decreased amount of the period	559,485.00	162,194,944.00	18,646,921.00	181,401,350.00
(1) Disposal or Scrap	559,485.00	162,194,944.00	18,646,921.00	181,401,350.00
4. Ending balance	3,784,674,178.00	52,364,800,916.00	1,206,106,094.00	57,355,581,188.00
III. Depreciation reserves				
1. Beginning balance	1,085,094.00	663,639,306.00	8,985,354.00	673,709,754.00
2. Increased amount of	0.00	0.00	0.00	0.00

the period				
(1) Withdrawal	0.00	0.00	0.00	0.00
3. Decreased amount of the period	0.00	10,198,259.00	1,676,510.00	11,874,769.00
(1) Disposal or Scrap	0.00	10,198,259.00	1,676,510.00	11,874,769.00
4. Ending balance	1,085,094.00	653,441,047.00	7,308,844.00	661,834,985.00
IV. Carrying value				
1. Ending carrying value	23,093,628,140.00	60,555,787,831.00	1,330,474,726.00	84,979,890,697.00
2. Beginning carrying value	23,271,490,118.00	64,192,038,283.00	1,161,768,360.00	88,625,296,761.00

(2) Temporarily Idle Fixed Assets

Unit: RMB

Item	Original carrying value	Accumulated depreciation	Provisions for impairment	Carrying value	Note
None					

(3) Fixed Assets Leased in by Financing Lease

Unit: RMB

Item	Original carrying value	Accumulated depreciation	Provisions for impairment	Carrying value
Workshops and buildings	11,291,665.00	4,230,161.00	0.00	7,061,504.00

(4) Fixed Assets Leased out by Operating Lease

Unit: RMB

Item	Ending carrying value
None	

(5) List of Fixed Assets with Certificate of Title Uncompleted

Unit: RMB

Item	Carrying value	Reason
None		

Other notes:Naught

17. Construction in Progress**(1) List of Construction in Progress**

Unit: RMB

Item	Ending balance			Beginning balance		
	Carrying amount	Depreciation reserves	Carrying value	Carrying amount	Depreciation reserves	Carrying value
The 6 th Generation LTPS/AMOLED Production Line Project of Mianyang	4,190,946,691.00	0.00	4,190,946,691.00	0.00	0.00	0.00
The 8.5 th Generation TFT-LCD Project of Hefei Xinsheng and the touch screen project	760,569,417.00	0.00	760,569,417.00	638,162,030.00	0.00	638,162,030.00
AM-OLED Project of Yuansheng Optoelectronics	7,860,174,016.00	0.00	7,860,174,016.00	7,412,766,659.00	0.00	7,412,766,659.00
The 8.5 th Generation New Type Semiconductor Display Device Project of Fuzhou	299,298,447.00	0.00	299,298,447.00	390,652,498.00	0.00	390,652,498.00
The 6 th Generation LTPS/AMOLED Production Line Project of Chengdu	27,664,755,269.00	0.00	27,664,755,269.00	19,099,729,823.00	0.00	19,099,729,823.00
The 10.5 th Generation TFT-LCD Project of Hefei BOE Display	28,640,758,854.00	0.00	28,640,758,854.00	19,778,218,499.00	0.00	19,778,218,499.00
Other	4,486,652,617.00	0.00	4,486,652,617.00	3,441,720,917.00	0.00	3,441,720,917.00
Total	73,903,155,311.00	0.00	73,903,155,311.00	50,761,250,426.00	0.00	50,761,250,426.00

(2) Changes in Significant Construction in Progress during the Reporting Period

Unit: RMB

Item	Budget	Beginning balance	Increased amount	Transferred in fixed assets	Other decreased amount	Ending balance	Proportion of accumulated investment in constructions to budget	Job schedule	Accumulated amount of interest capitalization	Of which: amount of capitalized interests for the Reporting Period	Capitalization rate of interests for the Reporting Period	Capital resources
The 6 th Generation LTPS/AMOLED Production Line Project of Mianyang	44,700,000,000.00	0.00	4,430,742,562.00	239,795,871.00	0.00	4,190,946,691.00	9.91%	9.91%	0.00	0.00	0.00%	Self-owned capital, borrowings
The 8.5 th Generation TFT-LCD Project of Hefei Xinsheng and the touch screen project	30,987,000,000.00	638,162,030.00	723,205,123.00	600,797,736.00	0.00	760,569,417.00	85.43%	85.43%	0.00	0.00	0.00%	Self-owned capital
AM-OLED Project of Yuansheng Optoelectronics	20,020,000,000.00	7,412,766,659.00	447,407,357.00	0.00	0.00	7,860,174,016.00	88.61%	88.61%	319,929,732.00	102,873,663.00	4.94%	Self-owned capital, borrowings and raised funds
The 8.5 th Generation New Type Semiconductor Display Device	26,985,000,000.00	390,652,498.00	508,512,696.00	599,866,747.00	0.00	299,298,447.00	80.37%	80.37%	0.00	0.00	0.00%	Self-owned capital

Project of Fuzhou													
The 6 th Generation LTPS/AMOLED Production Line Project of Chengdu	44,800,000,000.00	19,099,729,823.00	8,660,745,968.00	95,720,522.00	0.00	27,664,755,269.00	62.46%	62.46%	442,436,715.00	270,474,016.00	3.72%	Self-owned capital, borrowings	
The 10.5 th Generation TFT-LCD Project of Hefei BOE Display	42,937,000,000.00	19,778,218,499.00	8,990,684,297.00	128,118,404.00	25,538.00	28,640,758,854.00	68.62%	68.62%	476,479,986.00	298,107,826.00	4.95%	Self-owned capital, borrowings	
Other	4,000,000,000.00	3,441,720,917.00	1,875,870,880.00	570,209,063.00	260,730,117.00	4,486,652,617.00	0.00%	0.00%	0.00	0.00	0.00%	--	
Total	214,429,000,000.00	50,761,250,426.00	25,637,168,883.00	2,234,508,343.00	260,755,655.00	73,903,155,311.00	--	--	1,238,846,433.00	671,455,505.00	0.00%	--	

(3) Provisions for Impairment of Construction in Progress during the Reporting Period

Unit: RMB

Item	Withdrawal amount	Withdrawal reason
None		

Other notes

Naught

18. Intangible Assets**(1) List of Intangible Assets**

Unit: RMB

Item	Land use right	Patent right	Non-patent technologies	Computer software	Patent right and proprietary technology	Other	Total
I. Original carrying value							
1. Beginning balance	1,822,280,424.00	0.00	0.00	776,387,468.00	1,744,517,311.00	343,837,159.00	4,687,022,362.00
2. Increased amount of the period	334,175,304.00	0.00	0.00	397,944,051.00	1,037,199,599.00	1,006,105,571.00	2,775,424,525.00
(1) Purchase	298,264,724.00	0.00	0.00	40,663,685.00	0.00	5,306,700.00	344,235,109.00
(2) Internal R&D	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(3) Business combination increase	0.00	0.00	0.00	331,589,412.00	1,037,199,599.00	1,000,798,871.00	2,369,587,882.00
(4) Transferred from construction in progress	35,910,580.00	0.00	0.00	25,690,954.00	0.00	0.00	61,601,534.00
3. Decreased amount of the period	0.00	0.00	0.00	2,852,819.00	3,222,600.00	96,525.00	6,171,944.00
(1) Disposal	0.00	0.00	0.00	2,852,819.00	2,682,847.00	96,525.00	5,632,191.00
(2) Off-set by government discount	0.00	0.00	0.00	0.00	539,753.00	0.00	539,753.00
4. Ending balance	2,156,455,728.00	0.00	0.00	1,171,478,700.00	2,778,494,310.00	1,349,846,205.00	7,456,274,943.00
II. Accumulated amortization							
1. Beginning balance	178,337,119.00	0.00	0.00	443,322,429.00	1,024,064,866.00	58,633,640.00	1,704,358,054.00

2. Increased amount of the period	27,420,368.00	0.00	0.00	45,191,498.00	159,598,355.00	30,893,191.00	263,103,412.00
(1) Withdrawal	27,420,368.00	0.00	0.00	45,191,498.00	159,598,355.00	30,893,191.00	263,103,412.00
3. Decreased amount of the period	0.00	0.00	0.00	1,467,304.00	0.00	43,436.00	1,510,740.00
(1) Disposal	0.00	0.00	0.00	1,467,304.00	0.00	43,436.00	1,510,740.00
4. Ending balance	205,757,487.00	0.00	0.00	487,046,623.00	1,183,663,221.00	89,483,395.00	1,965,950,726.0000
III. Depreciation reserves							
1. Beginning balance	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Increased amount of the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(1) Withdrawal	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Decreased amount of the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(1) Disposal	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Ending balance	0.00	0.00	0.00	0.00	0.00	0.00	0.00
IV. Carrying value							
1. Ending carrying value	1,950,698,241.00	0.00	0.00	684,432,077.00	1,594,831,089.00	1,260,362,810.00	5,490,324,217.00
2. Beginning carrying value	1,643,943,305.00	0.00	0.00	333,065,039.00	720,452,445.00	285,203,519.00	2,982,664,308.00

The proportion of intangible assets generated from the internal R&D of the Company to the balance of intangible assets at the period-end:

(2) Land Use Right with Certificate of Title Uncompleted

Unit: RMB

Item	Carrying value	Reason
None		

Other notes:

Naught

19. Goodwill**(1) Original Carrying Value of Goodwill**

Unit: RMB

Name of the invested units or events generating goodwill	Beginning balance	Increase	Decrease	Ending balance
Beijing Yinghe Century Co., Ltd.	42,940,434.00	0.00	0.00	42,940,434.00
Gaochuang (Suzhou) Electronics Co., Ltd.	8,562,464.00	0.00	0.00	8,562,464.00
Beijing BOE Optoelectronics Technology Co., Ltd.	4,423,876.00	0.00	0.00	4,423,876.00
BOE Health Investment Management Co., Ltd.	146,460,790.00	0.00	0.00	146,460,790.00
SES-imagotag SA	0.00	643,515,357.00	0.00	643,515,357.00
Total	202,387,564.00	643,515,357.00	0.00	845,902,921.00

(2) Provisions for Impairment of Goodwill

Unit: RMB

Name of the invested units or events generating goodwill	Beginning balance	Increase	Decrease	Ending balance
Beijing BOE Optoelectronics Technology Co., Ltd.	4,423,876.00	0.00	0.00	4,423,876.00
Total	4,423,876.00	0.00	0.00	4,423,876.00

Notes of the testing process of goodwill impairment, parameters and the recognition method of goodwill impairment losses: refer to V-22.

Other notes

Naught

20. Long-term Prepaid Expense

Unit: RMB

Item	Beginning balance	Increased amount	Amortization amount of the period	Other decreased amount	Ending balance
Cost of construction and use of public facilities	113,443,013.00	0.00	7,685,112.00	0.00	105,757,901.00
Cost of operating lease assets improvement	18,931,332.00	814,786.00	3,063,656.00	1,235,810.00	15,446,652.00
Other	247,455,085.00	59,239,067.00	41,274,523.00	3,409,075.00	262,010,554.00
Total	379,829,430.00	60,053,853.00	52,023,291.00	4,644,885.00	383,215,107.00

Other notes

Naught

21. Deferred Income Tax Assets/Deferred Income Tax Liabilities**(1) Deferred Income Tax Assets Had Not Been Off-set**

Unit: RMB

Item	Ending balance		Beginning balance	
	Deductible temporary difference	Deferred income tax assets	Deductible temporary difference	Deferred income tax assets
Provision for impairment of assets	392,411,066.00	69,770,938.00	404,563,258.00	72,783,228.00
Internal unrealized profit	0.00	0.00	0.00	0.00
Deductable losses	49,169,587.00	8,112,982.00	48,749,683.00	8,043,698.00
Differences of depreciation and amortization	80,006,688.00	12,068,128.00	79,460,328.00	11,970,733.00
Evaluation increment of investment in subsidiaries with immovable property	144,887,737.00	36,221,934.00	147,664,660.00	36,916,165.00
Other	247,726,069.00	76,197,949.00	34,900,387.00	8,725,096.00
Total	914,201,147.00	202,371,931.00	715,338,316.00	138,438,920.00

(2) Deferred Income Tax Liabilities Had Not Been Off-set

Unit: RMB

Item	Ending balance		Beginning balance	
	Deductible temporary difference	Deferred income tax liabilities	Deductible temporary difference	Deferred income tax liabilities
Asset evaluation increment of business combination not under the same control	2,978,929,592.00	905,698,017.00	1,099,980,193.00	272,308,392.00
Changes in fair value of available-for-sale financial assets	63,006,116.00	10,173,377.00	104,026,120.00	16,326,379.00
Depreciation of fixed assets	1,562,028,347.00	278,957,792.00	1,246,406,521.00	213,674,259.00
Changes in fair value of financial products	26,036,062.00	6,265,152.00	41,137,810.00	9,457,398.00
Long-term equity investment	360,863,027.00	54,129,454.00	360,863,027.00	54,129,454.00
Bond interest	71,532,513.00	10,729,877.00	71,532,514.00	10,729,877.00
Other	207,416,470.00	47,202,488.00	204,034,820.00	18,860,414.00
Total	5,269,812,127.00	1,313,156,157.00	3,127,981,005.00	595,486,173.00

(3) Deferred Income Tax Assets or Liabilities Listed by Net Amount after Off-set

Unit: RMB

Item	Mutual set-off amount of deferred income tax assets and liabilities at the period-end	Ending balance of deferred income tax assets or liabilities after off-set	Mutual set-off amount of deferred income tax assets and liabilities at the period-begin	Beginning balance of deferred income tax assets or liabilities after off-set
Deferred income tax assets	26,030,262.00	176,341,669.00	32,183,263.00	106,255,657.00
Deferred income tax liabilities	26,030,262.00	1,287,125,895.00	32,183,263.00	563,302,910.00

(4) List of Unrecognized Deferred Income Tax Assets

Unit: RMB

Item	Ending balance	Beginning balance
Deductible temporary difference	8,120,859,667.00	7,974,238,271.00

Deductible losses	2,938,053,910.00	1,888,693,158.00
Total	11,058,913,577.00	9,862,931,429.00

(5) Deductible Losses of Unrecognized Deferred Income Tax Assets will Due in the Following Years

Unit: RMB

Years	Ending amount	Beginning amount	Notes
Y2018	0.00	113,247,077.00	Naught
Y2019	38,076,038.00	173,165,457.00	Naught
Y2020	254,477,362.00	643,475,666.00	Naught
Y2021	72,140,922.00	307,160,037.00	Naught
Y2022	624,985,743.00	651,644,921.00	Naught
Y2023	1,229,143,452.00	0.00	Naught
Y2024	125,649,690.00	0.00	Naught
Y2025	270,633,391.00	0.00	Naught
Y2026	151,127,450.00	0.00	Naught
Y2027	33,987,260.00	0.00	Naught
Y2028	137,832,602.00	0.00	Naught
Total	2,938,053,910.00	1,888,693,158.00	--

Other notes:

Naught

22. Other Non-current Assets

Unit: RMB

Item	Ending balance	Beginning balance
Prepayment for construction	412,367,194.00	289,231,537.00
Prepayment for procurement of fixed assets	1,123,338,342.00	2,062,240,060.00
Excess VAT paid	678,221,399.00	321,022,343.00
The VAT collection of imported equipment	2,760,599,110.00	1,401,435,788.00
Other	146,018,681.00	115,837,526.00
Total	5,120,544,726.00	4,189,767,254.00

Other notes:

Naught

23. Short-term Borrowings

(1) Category of Short-term Borrowings

Unit: RMB

Item	Ending balance	Beginning balance
Pledge loans	321,065,277.00	2,480,485,209.00
Mortgage loans	503,864,760.00	0.00
Guaranteed loans	0.00	0.00
Credit loans	1,388,501,417.00	769,251,221.00
Total	2,213,431,454.00	3,249,736,430.00

Notes:

Naught

(2) Overdue and Outstanding Short-term Borrowings

The total overdue and outstanding short-term borrowings was RMB 0.00, of which, the significant ones were listed as follows:

Unit: RMB

Unit	Ending balance	Loan interest rate	Overdue time	Overdue charge rate
None				

Other notes:

Naught

24. Derivative Financial Assets

Applicable not applicable

25. Notes Payable

Unit: RMB

Category	Ending balance	Beginning balance
Trade acceptance	60,854,120.00	61,946,524.00
Bank's acceptance bill	777,953,997.00	481,852,311.00
Total	838,808,117.00	543,798,835.00

The total overdue and outstanding notes payable at the period-end were RMB0.00.

26. Accounts Payable

(1) List of Accounts Payable

Unit: RMB

Item	Ending balance	Beginning balance
Accounts payable of connected parties	37,815,960.00	14,532,494.00
Accounts payable of the Third-party	18,965,802,782.00	16,191,256,204.00
Total	19,003,618,742.00	16,205,788,698.00

(2) Significant Accounts Payable Aging over One Year

Unit: RMB

Item	Ending balance	Unpaid/ Un-carry-over reason
None		

Other notes:Naught

27. Advances from Customers

(1) List of Advances from Customers

Unit: RMB

Item	Ending balance	Beginning balance
Advances from customers of connected parties	94,816.00	141,921.00
Advances from customers of the third-party	991,253,718.00	781,182,601.00
Total	991,348,534.00	781,324,522.00

(2) Significant Advances from Customers Aging over One Year

Unit: RMB

Item	Ending balance	Unpaid/ Un-carry-over reason
None		

(3) Uncompleted but Settled Items Resulting from Construction Contracts at the Period-end

Unit: RMB

Item	Amount
Accumulated incurred cost	0.00

Accumulated recognized gross margin	0.00
Less: estimated losses	0.00
Settlement amount	0.00
Completed but unsettled items resulting from construction contracts	0.00

Other notes:

Naught

28. Payroll Payable

(1) List of Payroll Payable

Unit: RMB

Item	Beginning balance	Increase	Decrease	Ending balance
I. Short-term salary	2,167,235,414.00	4,761,856,668.00	5,749,073,849.00	1,180,018,233.00
II. Post-employment benefit-defined contribution plans	34,854,644.00	392,413,685.00	401,421,513.00	25,846,816.00
III. Termination benefits	14,976,886.00	2,771,149.00	2,944,569.00	14,803,466.00
IV. Other benefits due within one year	0.00	0.00	0.00	0.00
Total	2,217,066,944.00	5,157,041,502.00	6,153,439,931.00	1,220,668,515.00

(2) List of Short-term Salary

Unit: RMB

Item	Beginning balance	Increase	Decrease	Ending balance
1. Salary, bonus, allowance, subsidy	1,840,923,550.00	3,931,820,440.00	4,899,453,759.00	873,290,231.00
2. Employee welfare	0.00	312,141,173.00	312,141,173.00	0.00
3. Social insurance	33,561,796.00	193,457,969.00	200,523,654.00	26,496,111.00
Of which: 1. Medical insurance premiums	30,110,821.00	168,629,565.00	175,539,320.00	23,201,066.00
Work-related injury insurance	1,419,661.00	15,662,530.00	15,542,326.00	1,539,865.00
Maternity insurance	2,031,314.00	9,165,874.00	9,442,008.00	1,755,180.00
4. Housing fund	17,201,305.00	183,010,929.00	189,955,571.00	10,256,663.00
5. Labor union budget	246,372,990.00	112,330,790.00	110,790,450.00	247,913,330.00

and employee education budget				
6. Short-term compensated absence	0.00	0.00	0.00	0.00
7. Short-term profit-sharing plan	0.00	0.00	0.00	0.00
8. Employee bonus and welfare fund	7,282,591.00	0.00	0.00	7,282,591.00
9. Other short-term salary	21,893,182.00	29,095,367.00	36,209,242.00	14,779,307.00
Total	2,167,235,414.00	4,761,856,668.00	5,749,073,849.00	1,180,018,233.00

(3) List of Defined Contribution Plans

Unit: RMB

Item	Beginning balance	Increase	Decrease	Ending balance
1. Basic pension benefits	28,831,475.00	377,209,161.00	381,297,440.00	24,743,196.00
2. Unemployment insurance	1,155,250.00	10,573,264.00	10,962,175.00	766,339.00
3. Annuity	4,867,919.00	4,631,260.00	9,161,898.00	337,281.00
Total	34,854,644.00	392,413,685.00	401,421,513.00	25,846,816.00

Other notes:

Naught

29. Taxes Payable

Unit: RMB

Item	Ending balance	Beginning balance
VAT	10,636,352.00	7,384,437.00
Consumption tax	0.00	0.00
Corporate income tax	242,884,069.00	501,685,626.00
Personal income tax	36,679,115.00	41,968,486.00
Urban maintenance and construction tax	100,515,062.00	84,932,308.00
Education surcharge and local education surcharge	72,548,497.00	61,375,167.00
Other	75,143,130.00	78,275,122.00
Total	538,406,225.00	775,621,146.00

Other notes:Naught

30. Interest Payable

Unit: RMB

Item	Ending balance	Beginning balance
Long-term loan interest of installment payment of interest and repay the due capital	715,968,277.00	588,644,439.00
Enterprise bond interest	88,027,397.00	10,196,348.00
Interest paid for short-term borrowings	17,960,400.00	248,914,285.00
Interest of preferred shares/perpetual bonds classified as financial liabilities	0.00	0.00
Other	48,414.00	200,114.00
Total	822,004,488.00	847,955,186.00

Significant overdue and outstanding interests:

Unit: RMB

Entity	Overdue amount	Overdue reason
None		

Other notes:Naught

31. Dividends Payable

Unit: RMB

Item	Ending balance	Beginning balance
Ordinary share dividends	12,477,033.00	9,651,170.00
Dividends of preferred shares/perpetual bonds classified as equity instruments	0.00	0.00
Other	0.00	0.00
Total	12,477,033.00	9,651,170.00

Other notes, including the reason for nonpayment of significant dividends payable unpaid for over one year:

There was no significant dividends payable unpaid for over one year for the Company at the period-end.

32. Other Accounts Payable**(1) Other Accounts Payable Listed by Nature of Account**

Unit: RMB

Item	Ending balance	Beginning balance
Engineering and equipment	12,850,648,032.00	12,772,388,210.00

The VAT collection of imported equipment	1,173,528,620.00	675,815,849.00
Margin	477,601,296.00	380,789,096.00
Pre-withdrawal water and electricity & logistics freight	577,875,154.00	430,803,905.00
External agency fee	30,752,046.00	34,108,132.00
Other	815,039,255.00	970,901,582.00
Total	15,925,444,403.00	15,264,806,774.00

(2) Significant Other Accounts Payable Aging over One Year

Unit: RMB

Item	Ending balance	Unpaid/Un-carry-over reason
None		

Other notes:Naught

33. Non-current Liabilities Due within 1 Year

Unit: RMB

Item	Ending balance	Beginning balance
Long-term loans due within 1 year	6,112,967,339.00	8,930,400,434.00
Bonds payable due within 1 year	0.00	0.00
Long-term accounts payable due within 1 year	289,805,557.00	179,308,077.00
Total	6,402,772,896.00	9,109,708,511.00

Other notes :Naught

34. Other Current Liabilities

Unit: RMB

Item	Ending balance	Beginning balance
Short-term bonds payable	0.00	0.00
Quality assurance deposit	989,909,665.00	716,491,628.00
Other	39,616,637.00	14,217,962.00
Total	1,029,526,302.00	730,709,590.00

Increase or decrease in short-term bonds payable:

Unit: RMB

Bond name	Par value	Issuing date	Duration	Issuing amount	Beginning balance	Issued in the Current Period	Withdrawal of interest by par value	Amortization of premium and depreciation	Repayment in the Reporting Period	Ending balance
None										

Other notes :

Naught

35. Long-term Borrowings

(1) Category of Long-term Borrowings

Unit: RMB

Item	Ending balance	Beginning balance
Pledge loan	1,011,995,075.00	1,607,709,300.00
Mortgage loan	59,910,293,799.00	52,708,750,433.00
Guaranteed loan	1,248,852,510.00	0.00
Credit loan	21,090,502,830.00	24,657,173,277.00
Total	83,261,644,214.00	78,973,633,010.00

Notes of the category of long-term borrowings:

Naught

Other notes, including the interest rate range:

Naught

36. Bonds Payable

(1) Bonds Payable

Unit: RMB

Item	Ending balance	Beginning balance
In 2016, BOE Technology Group Co., Ltd. public issued Corporate bond to the qualify investors (Phase I)	9,971,424,165.00	9,966,467,496.00
Total	9,971,424,165.00	9,966,467,496.00

(2) Increase/Decrease of Bonds Payable (Excluding Other Financial Instruments Classified as Financial Liabilities such as Preferred Shares and Perpetual Bonds)

Unit: RMB

债券名称	面值	发行日期	债券期限	发行金额	期初余额	本期发行	按面值计提利息	溢折价摊销	本期偿还	期末余额
In 2016, BOE Technology Group Co., Ltd. public issued Corporate bond to the qualify investors (Phase I)	100.00	2016.03.21	5 years (Attached end of 3 years, the issuer increase coupon rate option and investors selling back options)	10,000,000,000.00	9,966,467,496.00	0.00	0.00	4,956,669.00	0.00	9,971,424,165.00
Total	--	--	--	10,000,000,000.00	9,966,467,496.00	0.00	0.00	4,956,669.00	0.00	9,971,424,165.00

37. Long-term Accounts Payable**(1) Long-term Accounts Payable Listed by Nature of Account**

Unit: RMB

Item	Ending balance	Beginning balance
Financing lease	1,717,181,735.00	1,355,559,059.00
Less: financing lease due within one year	289,805,557.00	179,308,077.00
Total	1,427,376,178.00	1,176,250,982.00

Other notes

Naught

38. Provisions

Unit: RMB

Item	Ending balance	Beginning balance	Formed reason
External guaranty	0.00	0.00	Naught
Pending litigation	0.00	0.00	Naught
Product quality assurance	0.00	0.00	Naught
Restructuring obligations	0.00	0.00	Naught
Onerous contracts to be executed	0.00	0.00	Naught
Other	16,457,010.00	16,457,010.00	In 2009, the Group ceased producing several products and stopped fulfilling the purchase contract related to production. Due to the indemnity incurred accordingly, the Group withdrew the relevant estimated liabilities according to reasonable estimation of losses.
Total	16,457,010.00	16,457,010.00	--

Other notes, including significant assumptions and estimation related to significant provisions:

Naught

39. Deferred Income

Unit: RMB

Item	Beginning balance	Increase	Decrease	Ending balance	Formed reason
Government subsidies	2,261,955,307.00	6,778,832,385.00	863,384,188.00	8,177,403,504.00	Government subsidies
Total	2,261,955,307.00	6,778,832,385.00	863,384,188.00	8,177,403,504.00	--

Item involving government subsidies:

Unit: RMB

Item	Beginning balance	Amount of newly	Amount recorded	Amount recorded	Amount offset cost	Other changes	Ending balance	Related to
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		subsidy	into non-operating income in the Reporting Period	into other income in Reporting Period	in the Reporting Period			assets/related income
The 6 th Generation LTPS/AMOLED Production Line Project of Chengdu	125,930,000.00	0.00	0.00	0.00	0.00	0.00	125,930,000.00	Related to assets
The 8.5 th Generation TFT-LCD Project of Hefei Xinsheng and the touch screen project	152,182,718.00	0.00	0.00	18,385,701.00	0.00	0.00	133,797,017.00	Related to assets
The 5.5 th Generation LTPS and AMOLED Project of Yuansheng Optoelectronics	181,111,113.00	0.00	0.00	6,666,665.00	0.00	0.00	174,444,448.00	Related to assets
The 10.5 th Generation TFT-LCD Project of Hefei BOE Display	369,744,100.00	0.00	0.00	0.00	0.00	0.00	369,744,100.00	Related to assets
The 6 th Generation TFT-LCD Project of Hefei BOE Display	14,285,715.00	0.00	0.00	3,571,429.00	0.00	0.00	10,714,286.00	Related to assets
The 8.5 th Generation TFT-LCD Project of Chongqing BOE Display	139,190,696.00	0.00	0.00	8,368,821.00	0.00	0.00	130,821,875.00	Related to assets

The 8.5 th Generation TFT-LCD Project of BOE Display	93,761,903.00	0.00	0.00	51,142,855.00	0.00	0.00	42,619,048.00	Related to assets
Other asset-related government subsidies	952,120,708.00	6,617,402,803.00	620,589.00	645,935,878.00	0.00	5,259,286.00	6,917,707,758.00	Related to assets
Other income-related government subsidies	233,628,354.00	161,429,582.00	2,919,695.00	120,513,269.00	0.00	0.00	271,624,972.00	Related to income
Total	2,261,955,307.00	6,778,832,385.00	3,540,284.00	854,584,618.00	0.00	5,259,286.00	8,177,403,504.00	--

Other notes:

Naught

40. Other Non-current Liabilities

Unit: RMB

Item	Ending balance	Beginning balance
Convertible creditor's right	4,080,403,620.00	3,985,192,661.00
Equity investment with redemption items	3,670,971,836.00	3,629,616,046.00
The VAT collection of imported equipment	2,760,599,110.00	1,401,435,788.00
Other	186,467,258.00	114,000,000.00
Total	10,698,441,824.00	9,130,244,495.00

Other notes:

Naught

41. Share Capital

Unit: RMB

Item	Beginning balance	Increase/decrease (+/-)					Ending balance
		New shares issued	Bonus shares	Bonus issue from profit	Other	Subtotal	
The sum of shares	34,798,398,763.00	0.00	0.00	0.00	0.00	0.00	34,798,398,763.00

Other notes:

Naught

42. Capital Reserves

Unit: RMB

Item	Beginning balance	Increase	Decrease	Ending balance
Capital premium (premium on stock)	37,546,517,053.00	0.00	0.00	37,546,517,053.00
Other capital reserves	1,038,998,069.00	2,424,598.00	343,178,364.00	698,244,303.00
Total	38,585,515,122.00	2,424,598.00	343,178,364.00	38,244,761,356.00

Other notes, including notes to increase and decrease during the Reporting Period and the reasons for changes:

Naught

43. Treasury Shares

Unit: RMB

Item	Beginning balance	Increase	Decrease	Ending balance
None				
Total	0.00			0.00

Other notes, including notes to increase and decrease during the Reporting Period and the reasons for changes: Naught

44. Other Comprehensive Income

Unit: RMB

Item	Beginning balance	Reporting Period					Ending balance
		Income before taxation in the Current Period	Less: recorded in other comprehensive income in prior period and transferred in profit or loss in the Current Period	Less: Income tax expense	Attributable to owners of the Company as the parent after tax	Attributable to non-controlling interests after tax	
I. Other comprehensive income that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Of which: Changes in net liabilities or assets caused by remeasurements on defined benefit pension schemes	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Share of other comprehensive income of investees that will not be reclassified to profit or loss under equity method	0.00	0.00	0.00	0.00	0.00	0.00	0.00
II. Other comprehensive income that may subsequently be reclassified to profit or loss	150,602,933.00	-38,975,590.00	194,426,731.00	-10,132,925.00	-238,286,517.00	15,017,121.00	-87,683,584.00
Of which: Share of other comprehensive income of investees that will be reclassified to profit or loss under equity method	144,614,667.00	0.00	0.00	0.00	0.00	0.00	144,614,667.00
Gain/Loss on changes in fair value of available-for-sale financial assets	120,396,369.00	77,993,404.00	182,208,434.00	-10,132,925.00	-91,055,052.00	-3,027,053.00	29,341,317.00
Gain/Loss arising from reclassification of held-to-maturity investments to available-for-sale financial assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Effective gain/loss on cash flow hedges	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Differences arising from translation of foreign currency-denominated financial statements	-114,408,103.00	-116,968,994.00	12,218,297.00	0.00	-147,231,465.00	18,044,174.00	-261,639,568.00
Total other comprehensive income	150,602,933.00	-38,975,590.00	194,426,731.00	-10,132,925.00	-238,286,517.00	15,017,121.00	-87,683,584.00

Other notes, including the note to the adjustment of the initial recognition amount of hedged item transferred from the effective gain/loss on cash flow hedges:

Naught

45. Surplus Reserves

Unit: RMB

Item	Beginning balance	Increase	Decrease	Ending balance
Statutory surplus reserves	599,969,166.00	0.00	0.00	599,969,166.00
Discretionary surplus reserves	289,671,309.00	0.00	0.00	289,671,309.00
Reserve fund	0.00	0.00	0.00	0.00
Enterprise expansion fund	0.00	0.00	0.00	0.00
Others	0.00	0.00	0.00	0.00
Total	889,640,475.00	0.00	0.00	889,640,475.00

Notes to surplus reserves, including the note to increase and decrease in the Reporting Period and the reason for changes:

Naught

46. Retained Profits

Unit: RMB

Item	Reporting Period	Same period of last year
Opening balance of retained profits before adjustments	10,385,659,084.00	4,011,055,487.00
Total beginning balance of retained profits before adjustments (Increase+, decrease-)	0.00	0.00
Beginning balance of retained profits after adjustments	10,385,659,084.00	4,011,055,487.00
Add: Net profit attributable to owners of the Company as the parent	2,975,206,500.00	4,302,605,600.00
Less: Withdrawal of statutory surplus reserves	0.00	0.00
Withdrawal of discretionary surplus reserves	0.00	0.00
Withdrawal of general reserve	0.00	0.00
Dividend of ordinary shares payable	1,740,789,879.00	1,046,578,276.00
Dividend of common stock transfer into share capital	0.00	0.00
Ending retained profits	11,620,075,705.00	7,267,082,811.00

List of adjustment of beginning retained profits:

- (1) RMB0.00 beginning retained profits was affected by retrospective adjustment conducted according to the Accounting Standards for Business Enterprises and relevant new regulations.
- (2) RMB0.00 beginning retained profits was affected by changes in accounting policies.
- (3) RMB0.00 beginning retained profits was affected by correction of significant accounting errors.
- (4) RMB0.00 beginning retained profits was affected by changes in combination scope arising from same control.
- (5) RMB0.00 beginning retained profits was affected totally by other adjustments.

47. Operating Revenue and Cost of Sales

Unit: RMB

Item	Reporting Period		Same Period of last year	
	Operating revenue	Cost of sales	Operating revenue	Cost of sales
Main operations	42,373,062,968.00	34,334,111,314.00	43,423,735,624.00	31,382,589,960.00
Other operations	1,100,841,998.00	810,470,817.00	1,181,292,371.00	852,676,629.00
Total	43,473,904,966.00	35,144,582,131.00	44,605,027,995.00	32,235,266,589.00

48. Taxes and Surtaxes

Unit: RMB

Item	Reporting Period	Same Period of last year
Consumption tax	0.00	0.00
Urban maintenance and construction tax	56,823,610.00	101,059,387.00
Education Surcharge	35,602,048.00	73,037,501.00
Resource tax	0.00	0.00
Property tax	148,231,522.00	110,136,739.00
Land use tax	15,009,812.00	20,626,843.00
Vehicles and vessels use tax	70,807.00	68,666.00
Stamp duty	41,039,849.00	38,902,335.00
Other	5,788,106.00	11,869,521.00
Total	302,565,754.00	355,700,992.00

Other notes: Naught

49. Selling Expense

Unit: RMB

Item	Reporting Period	Same Period of last year
Labor cost	234,613,824.00	224,486,520.00
Logistic transport fees	200,968,268.00	173,832,751.00
Product quality assurance	600,466,512.00	591,844,446.00
Other	258,733,990.00	238,397,146.00
Total	1,294,782,594.00	1,228,560,863.00

Other notes: Naught

50. Administrative Expense

Unit: RMB

Item	Reporting Period	Same Period of last year
R&D expenses	1,600,194,723.00	951,137,953.00
Labor cost	993,219,826.00	939,585,805.00
Maintenance cost	438,011,265.00	412,714,741.00
Depreciation and amortization	293,524,665.00	217,075,708.00
Other	418,952,794.00	532,147,368.00
Total	3,743,903,273.00	3,052,661,575.00

51. Finance Costs

Unit: RMB

Item	Reporting Period	Same Period of last year
Interest expense	1,427,741,240.00	1,231,529,637.00
Interest income	-345,988,686.00	-376,820,432.00
Foreign exchange gains or losses	55,074,145.00	180,783,689.00
Other finance costs	64,346,956.00	63,620,288.00
Total	1,201,173,655.00	1,099,113,182.00

Other notes:

Naught

52. Asset Impairment Loss

Unit: RMB

Item	Reporting Period	Same Period of last year
I. Bad debt loss	358,199.00	214,709,584.00
II. Inventory falling price loss	457,791,061.00	1,208,736,546.00
III. Impairment losses on available-for-sale financial assets	0.00	0.00
IV. Impairment losses on held-to-maturity investment	0.00	0.00
V. impairment losses on long-term equity investment	0.00	0.00
VI. Impairment losses on investment property	0.00	0.00
VII. Fixed assets impairment losses	0.00	0.00
VIII. Impairment losses on engineering materials	0.00	0.00
IX. Impairment losses on construction in progress	0.00	0.00
X. Impairment losses on productive living assets	0.00	0.00
XI. Impairment losses on oil and gas assets	0.00	0.00
XII. Impairment losses on intangible assets	0.00	0.00
XIII. Goodwill Impairment losses	0.00	0.00
XIV. Other	0.00	0.00
Total	458,149,260.00	1,423,446,130.00

Other notes:

Naught

53. Investment Income

Unit: RMB

Item	Reporting Period	Same Period of last year
Investment income from long-term equity investment accounted by equity method	-29,578,579.00	-13,690,555.00
Investment income from disposal of long-term equity investment	9,317,244.00	0.00
Investment income from holding of financial assets at fair value through profit or loss	0.00	0.00
Investment income from disposal of financial assets at fair value through profit or loss	0.00	0.00
Investment income from holding of held-to-maturity investment	0.00	0.00
Investment income from holding of available-for-sale financial assets	6,735,339.00	12,148,223.00
Investment income from disposal of available-for-sale financial assets	180,450,009.00	20,704,483.00
Gains from re-measurement of residual equity at fair value after losing the control power	0.00	0.00
Total	166,924,013.00	19,162,151.00

Other notes:

Naught

54. Asset Disposal Income

Unit: RMB

Sources	Reporting Period	Same Period of last year
Fixed assets disposal lost	-158,511.00	-3,120,539.00

55. Other Income

Unit: RMB

Sources	Reporting Period	Same Period of last year
Government subsidy related to daily activities of enterprises	1,904,160,159.00	275,302,864.00

56. Non-operating Income

Unit: RMB

Item	Reporting Period	Same period of last year	Amount recorded in the current non-recurring profit or loss
Income from debt restructuring	0.00	0.00	0.00
Income from non-monetary assets exchange	0.00	0.00	0.00
Donations accepted	0.00	0.00	0.00
Government subsidies	61,057,457.00	31,062,835.00	61,057,457.00
Other	35,584,411.00	22,468,148.00	35,584,411.00
Total	96,641,868.00	53,530,983.00	96,641,868.00

Government subsidies recorded into current profit or loss:

Unit: RMB

Item	Distribution entity	Distribution reason	Nature	Whether subsidies influence the current profit or loss	Special subsidy or not	Reporting Period	Same period of last year	Related to assets/related income
Other non-recurring government subsidies	Municipal People's Government, NDRC, Finance Bureau etc.	Subsidy	Due to engaged in special industry that the state encouraged and supported, gained subsidy (obtaining in line with the law and the regulations of national policy)	No	No	61,057,457.00	31,062,835.00	Related to income
Total	--	--	--	--	--	61,057,457.00	31,062,835.00	--

Other notes:Naught

57. Non-operating Expense

Unit: RMB

Item	Reporting Period	Same period of last year	Amount recorded in the current non-recurring profit or loss
Losses from debt reconstruction	0.00	0.00	0.00
Non-monetary asset exchange	0.00	0.00	0.00

losses			
Donation	1,383,000.00	1,184,940.00	1,383,000.00
Other	6,270,811.00	19,145,563.00	6,270,811.00
Total	7,653,811.00	20,330,503.00	7,653,811.00

Other notes:

Naught

58. Income Tax Expense

(1) List of Income Tax Expense

Unit: RMB

Item	Reporting Period	Same Period of last year
Current income tax expense	600,652,106.00	923,414,609.00
Deferred income tax expense	58,916,454.00	16,847,006.00
Total	659,568,560.00	940,261,615.00

(2) Adjustment Process of Accounting Profit and Income Tax Expense

Unit: RMB

Item	Reporting Period
Profit before taxation	3,488,662,017.00
Current income tax expense accounted at statutory/applicable tax rate	523,299,303.00
Influence of applying different tax rates by subsidiaries	4,939,173.00
Influence of income tax before adjustment	0.00
Influence of non-taxable income	-25,038,602.00
Influence of not deductible costs, expenses and losses	1,617,490.00
Influence of deductible loss of unrecognized deferred income tax assets in prior period	-54,978,892.00
Influence of deductible temporary difference or deductible loss of unrecognized deferred income tax assets in the Reporting Period	190,417,590.00
Other	19,312,498.00
Income tax expense	659,568,560

Other notes:

Naught

59. Other Comprehensive Income

Refer to Note 44 for details.

60. Cash Flow Statement

(1) Cash Generated from Other Operating Activities

Unit: RMB

Item	Reporting Period	Same Period of last year
Interest income	307,740,752.00	248,295,788.00
Government subsidies related to income	1,428,105,509.00	243,760,365.00
Cash received from recycling waste and waste water	72,288,700.00	80,220,554.00
Bid bond/performance bond received	166,693,021.00	38,191,239.00
Deposit returned	28,455,367.00	20,121,331.00
Foreign exchange gain from carry-forward and purchase of foreign exchange	20,430,024.00	187,772.00
Recovery of restricted deposits in financial institutions	640,087,321.00	0.00
Other	228,813,028.00	138,176,021.00
Total	2,892,613,722.00	768,953,070.00

Notes:

Naught

(2) Cash Used in Other Operating Activities

Unit: RMB

Item	Reporting Period	Same Period of last year
Daily spending paid	2,497,720,088.00	2,496,459,880.00
Increase of restricted deposits in financial institutions	5,015,188.00	200,676,652.00
Margin & Cash deposit	66,648,490.00	74,682,666.00
Handling charge for banks	62,327,573.00	24,698,890.00
Other	170,667,148.00	24,351,220.00
Total	2,802,378,487.00	2,820,869,308.00

Notes:

Naught

(3) Cash Generated from Other Investing Activities

Unit: RMB

Item	Reporting Period	Same Period of last year
Recovery of restricted deposits in financial institutions	747,033,118.00	1,419,977,569.00
Interest income	106,639,088.00	111,642,364.00
Cash inflow from combination of subsidiaries	2,726,820,652.00	51,553,545.00
Bid price/bid bond	291,772,664.00	33,986,781.00
Government subsidies related to assets	144,065,828.00	24,491,476.00
Other	3,763,663.00	10,185,865.00
Total	4,020,095,013.00	1,651,837,600.00

Notes:

Naught

(4) Cash Used in Other Investing Activities

Unit: RMB

Item	Reporting Period	Same Period of last year
Refund on bid/performance bond / safety construction bond	1,704,020,339.00	399,110,178.00
Other	25,726,420.00	18,883,785.00
Total	1,729,746,759.00	417,993,963.00

Notes:

Naught

(5) Cash Generated from Other Financing Activities

Unit: RMB

Item	Reporting Period	Same Period of last year
Bill discounting	0.00	98,452,460.00
Scrappy interest of dividends	0.00	19.00
Recovery of restricted deposits in financial institutions	1,726,033,053.00	0.00
Other	10,155,210.00	0.00
Total	1,736,188,263.00	98,452,479.00

Notes:

Naught

(6) Cash Used in Other Financing Activities

Unit: RMB

Item	Reporting Period	Same Period of last year
Payment for repurchase of stocks	0.00	351,381,074.00
Recovery of restricted deposits in financial institutions	0.00	157,510,760.00
Guarantee fees paid	41,943,012.00	120,000,000.00
Handling charge for banks	675,811.00	20,421,484.00
Administrative charge for bank consortium	146,060,000.00	0.00
Total	188,678,823.00	649,313,318.00

Notes:

Naught

61. Supplemental Information for Cash Flow Statement**(1) Supplemental Information for Cash Flow Statement**

Unit: RMB

Supplemental information	Reporting Period	Same period of last year
1. Reconciliation of net profit to net cash flows generated from operating activities	--	--
Net profit	2,829,093,457.00	4,594,562,005.00
Add: Provision for impairment of assets	458,149,260.00	1,423,446,130.00
Depreciation of fixed assets, oil-gas assets, and productive living assets	6,556,160,630.00	5,464,374,990.00
Amortization of intangible assets	258,521,192.00	143,041,546.00
Amortization of long-term prepaid expenses	49,953,934.00	42,667,113.00
Losses on disposal of fixed assets, intangible assets and other long-lived assets (gains: negative)	421,587.00	-9,952,741.00
Losses on scrap of fixed assets (gains: negative)	329,303.00	-294,151.00
Losses from variation of fair value (gains: negative)	0.00	0.00
Finance costs (gains: negative)	1,330,319,892.00	1,472,353,270.00
Investment loss (gains: negative)	-166,924,013.00	-19,162,151.00
Decrease in deferred income tax assets	-70,086,012.00	-3,403,943.00

(gains: negative)		
Increase in deferred income tax liabilities ("—" means decrease)	723,822,985.00	20,250,949.00
Decrease in inventory (gains: negative)	-2,381,077,971.00	-2,985,235,404.00
Decrease in accounts receivable generated from operating activities (gains: negative)	-1,795,552,371.00	-4,224,525,906.00
Increase in accounts payable used in operating activities (decrease: negative)	4,521,622,519.00	4,919,933,010.00
Others	-875,148,546.00	-199,463,451.00
Net cash generated from/used in operating activities	11,439,605,846.00	10,638,591,266.00
2. Significant investing and financing activities without involvement of cash receipts and payments	--	--
Transfer of debt to capital	0.00	0.00
Convertible corporate bonds due within one year	0.00	0.00
Fixed assets leased in through financing	0.00	0.00
3. Net increase/decrease of cash and cash equivalent:	--	--
Ending balance of cash	43,089,999,591.00	42,798,317,023.00
Less: beginning balance of cash	47,913,287,583.00	49,354,810,388.00
Add: Ending balance of cash equivalents	0.00	0.00
Less: Beginning balance of cash equivalents	0.00	0.00
Net increase in cash and cash equivalents	-4,823,287,992.00	-6,556,493,365.00

(2) Net Cash Used in Acquisition of Subsidiaries during the Reporting Period

Unit: RMB

Item	Amount
Cash or cash equivalents paid for the current business combinations	2,564,763,000.00
Of which:	--
Less: cash and cash equivalents held by subsidiary on purchase date	5,291,583,652.00
Net cash used in acquisition of subsidiaries	-2,726,820,652.00

Other notes: Naught

(3) Net Cash Received from Disposal of Subsidiaries during the Reporting Period

Unit: RMB

Item	Amount
Cash or cash equivalents received from the current disposal of subsidiaries during the Reporting Period	0.00
Of which:	--
Less: cash and cash equivalents held by subsidiaries on the date of losing control power	0.00
Of which:	--
Add: cash or cash equivalents received from previous disposal of subsidiaries during the Reporting Period	0.00
Of which:	--
Net cash generated from disposal of subsidiaries	0.00

Other notes:Naught

(4) Cash and Cash Equivalents

Unit: RMB

Item	Closing balance	Opening balance
I. Cash	43,089,999,591.00	47,913,287,583.00
Including: Cash on hand	729,517.00	526,764.00
Bank deposit on demand	43,048,946,319.00	47,912,760,611.00
Other monetary funds on demand	40,323,755.00	208.00
Central bank deposit on demand	0.00	0.00
Deposits in other banks	0.00	0.00
Call loans to banks	0.00	0.00
II. Cash equivalents	0.00	0.00
Of which: bond investment due within three months	0.00	0.00
III. Ending balance of cash and cash equivalents	43,089,999,591.00	47,913,287,583.00
Of which: cash and cash equivalents with restricted use by the Company as the parent and its subsidiaries	40,323,755.00	276,176,580.00

Other notes:Naught

62. Notes to Items in Statements of Changes in Owners' Equity

Notes to names under the item of "Other" in the adjusted ending balance for the same period of last year and the corresponding amount: Naught

63. Assets with Restricted Ownership or Right to Use

Unit: RMB

Item	Ending carrying value	Reason for restriction
Monetary capital	7,491,910,832.00	Pledged for guarantee and as cash deposit
Notes receivable	337,614,015.00	Discounted transfer with recourse attached, negotiability with recourse attached and pledged for issuing notes payable
Inventories	0.00	Naught
Fixed assets	58,386,289,547.00	Mortgaged for guarantee
Intangible assets	919,408,714.00	Mortgaged for guarantee
Investment property	202,627,706.00	Mortgaged for guarantee
Construction in progress	8,516,973,161.00	Mortgaged for guarantee
Total	75,854,823,975.00	--

Other notes:

Naught

64. Foreign Currency Monetary Items

(1) Foreign Currency Monetary Items

Unit: RMB

Item	Ending foreign currency balance	Exchange rate	Ending balance converted to RMB
Monetary capital	--	--	23,568,500,377.00
Including: USD	3,437,058,144.00	6.6166	22,741,638,918.00
EUR	104,410,058.00	7.6515	798,893,561.00
HKD	33,172,694.00	0.8431	27,967,898.00
Accounts receivable	--	--	12,559,344,002.00
Including: USD	1,871,351,669.00	6.6166	12,381,985,455.00
EUR	23,178,911.00	7.6515	177,353,441.00
HKD	6,056.00	0.8431	5,106.00
Long-term borrowings	--	--	38,801,386,244.00

Including: USD	5,557,751,340.00	6.6166	36,773,417,517.00
EUR	265,043,157.00	7.6515	2,027,968,727.00
HKD	0.00	0.00	0

Other notes:

Naught

(2) Notes to Overseas Entities Including: for Significant Oversea Entities, Main Operating Place, Recording Currency and Selection Basis Shall Be Disclosed; if there Are Changes in Recording Currency, Relevant Reasons Shall Be Disclosed.

Applicable Not applicable

VIII. Changes of Consolidation Scope

1. Business Combination Not under the Same Control

(1) Business Combination Not under the Same Control

Unit: RMB

Name of the acquiree	Date of equity acquisition	Cost of equity acquisition	Proportion of equity acquired	Way of equity acquisition	Purchase date	Determination basis for the purchase date	Income of the acquiree from the purchase date to the period-end	Net profit of the acquiree from the purchase date to the period-end
Mianyang BOE Optoelectronics Technology Co., Ltd.	30 April 2018	N/A	N/A	N/A	30 April 2018	Actual control is materialized by amending the articles of association.	2,160,966.00	-29,877,124.00
SES Imagotag SA	6 February 2018	N/A	N/A	N/A	6 February 2018	Holding director position in the acquiree enables actual control	580,917,653.00	-12,075,109.00

Other notes:

Naught

(2) Combination Cost and Goodwill

Unit: RMB

Combination cost	Mianyang BOE Optoelectronics	SES Imagotag SA
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	Technology Co., Ltd.	
--Cash	0.00	0.00
--Fair value of non-cash assets	0.00	0.00
--Fair value of debt issued or undertaken	0.00	0.00
--Fair value of equity securities issued	0.00	0.00
--Fair value of contingent consideration	0.00	0.00
--Fair value on the purchase date of equity held before the purchase date	5,096,852,083.00	1,684,264,952.00
--Other	0.00	0.00
Total combination cost	5,096,852,083.00	1,684,264,952.00
Less: Share of fair value of net identifiable assets acquired	5,096,852,083.00	1,040,749,595.00
Difference between goodwill/combination cost and share of fair value of net identifiable assets acquired	0.00	643,515,357.00

Notes to the method of determining the fair value of combination cost, contingent consideration and changes:

Naught

Main reason for the formation of large amount goodwill:

Naught

Other notes:

Naught

(3) Identifiable Assets and Liabilities of the Acquiree on the Purchase Date

Unit: RMB

Item	Mianyang BOE Optoelectronics Technology Co., Ltd.		SES Imagotag SA	
	Fair value on the purchase date	Carrying value on the purchase date	Fair value on the purchase date	Carrying value on the purchase date
Assets:	8,611,283,542.00	8,611,283,542.00	3,642,654,626.00	1,604,702,897.00
Monetary capital	5,077,088,102.00	5,077,088,102.00	177,550,092.00	177,550,092.00
Accounts receivable	23,905,024.00	23,905,024.00	267,885,852.00	267,885,852.00
Inventories	0.00	0.00	583,631,953.00	583,631,953.00
Fixed assets	3,577,015.00	3,577,015.00	89,664,932.00	89,664,932.00
Intangible assets	282,573,282.00	282,573,282.00	2,359,287,597.00	321,335,868.00
Liabilities:	328,897,967.00	328,897,967.00	1,709,572,956.00	1,030,308,065.00

Borrowings	0.00	0.00	394,087,746.00	394,087,746.00
Accounts payable	218,856,788.00	218,856,788.00	381,180,346.00	381,180,346.00
Deferred income tax liabilities	0.00	0.00	688,332,624.00	9,067,734.00
Net assets	8,282,385,575.00	8,282,385,575.00	1,933,081,670.00	574,394,832.00
Less: non-controlling interests	3,185,533,492.00	3,185,533,492.00	892,332,075.00	265,140,654.00
Net assets acquired	5,096,852,083.00	5,096,852,083.00	1,040,749,595.00	309,254,178.00

Method of determining the fair value of identifiable assets and liabilities:

For the above identifiable assets existing in the active market, the fair value was determined based on the quotation in the active market; for those not existing but with similar assets existing in the active market, the fair value was determined by reference to the market price of the similar assets; for those not existing and without similar assets existing in the active market, the fair value was determined by valuation technique.

For the above identifiable liabilities, taking the amount payable or the present value of the amount payable as the fair value.

Contingent liabilities of the acquire born in the business combination:

Naught

Other notes:

Naught

(4) Gains or Losses from Re-measurement of Equity at Fair Value Held before the Purchase Date

Was there a transaction achieving business combination through two or more transactions and achieving the control power during the Reporting Period

Yes No

(5) Notes to Failure of Reasonably Determining the Consolidated Consideration or the Fair Value of the Acquiree's Identifiable Assets and Liabilities on the Purchase Date or the Period-end

Naught

(6) Other Notes

Naught

2. Changes in the Scope of Combination for Other Reasons

Notes to changes in the scope of combination for other reasons (such as set up new subsidiaries, liquidation of subsidiaries, etc.) and related information:

The Company set up one wholly-owned subsidiary in 2018 that was Beijing BOE Sensor Technology Co., Ltd.

3. Other

Naught

IX. Equity in Other Entities

1. Equity in Subsidiary

(1) Subsidiaries

Name	Main operating place	Registration place	Nature of business	Holding percentage (%)		Way of gaining
				Directly	Indirectly	
Beijing BOE Optoelectronics Technology Co., Ltd.	Beijing, China	Beijing, China	Research, development, design and manufacture of TFT-LCD	82.49%	17.51%	Investment
Chengdu BOE Optoelectronics Technology Co., Ltd. (“Chengdu Optoelectronics”)	Chengdu, China	Chengdu, China	R&D, design, production and sales of new display devices and modules and other electronic components	100.00%	0.00%	Business combination not under the same control
Hefei BOE Optoelectronics Technology Co., Ltd.	Hefei, China	Hefei, China	Investment, construction, R&D, production and sales of the relevant products of thin film transistor LCD and its auxiliary products	100.00%	0.00%	Business combination not under the same control
Beijing BOE Display Technology Co., Ltd. (“Beijing BOE Display”)	Beijing, China	Beijing, China	Development of TFT-LCD, manufacture and sale of LCD	97.17%	2.83%	Investment
Hefei Xinsheng Optoelectronics	Hefei, China	Hefei, China	Investment,	84.59%	0.03%	Business combination

Technology Co., Ltd.			construction, R&D, production and sales of the relevant products of thin film transistor LCD and its auxiliary products			not under the same control
Ordos Yuansheng Optoelectronics Co., Ltd. (“Yuansheng Optoelectronics”)	Ordos, China	Ordos, China	Manufacture and sales of AM-OLED products and auxiliary products	100.00%	0.00%	Investment
Chongqing BOE Optoelectronics Technology Co., Ltd. (“Chongqing BOE”)	Chongqing, China	Chongqing, China	R&D, production and sales of semi-conducting display devices, complete machine and related products; import&export of goods and technology consulting	100.00%	0.00%	Business combination not under the same control
Fuzhou BOE Optoelectronic Technology Co., Ltd. (“Fuzhou BOE”)	Fuzhou, China	Fuzhou, China	Investment, construction, R&D, production and sales of the relevant products of thin film transistor LCD and its auxiliary products	80.96%	0.00%	Business combination not under the same control
Beijing BOE Video Technology Co., Ltd. (“BOE Video”)	Beijing, China	Beijing, China	Manufacture of LCD TV, LCD; technology development of terminal products and systems such as TFT-LCD	100.00%	0.00%	Investment

			display and TV			
Beijing BOE Vacuum Electronics Co., Ltd.	Beijing, China	Beijing, China	Manufacture and sale of vacuum electronic products	55.00%	0.00%	Investment
Beijing BOE Vacuum Technology Co., Ltd.	Beijing, China	Beijing, China	Manufacture and sale of electronic tubes	100.00%	0.00%	Investment
Beijing BOE Special Display Technology Co., Ltd. (“Special Display”)	Beijing, China	Beijing, China	Development of display products and sale of electronic products	100.00%	0.00%	Investment
Beijing Yinghe Century Co., Ltd.	Beijing, China	Beijing, China	Management of engineering projects; real estate development; public parking lot for motor vehicles service; office lease	100.00%	0.00%	Investment
BOE Optical Science and Technology Co., Ltd. (“Optical Science and Technology”)	Suzhou, China	Suzhou, China	R&D, production and sales of LCD, back light for display and related components	95.17%	0.00%	Investment
BOE Hyundai LCD (Beijing) Display Technology Co., Ltd.	Beijing, China	Beijing, China	Development, manufacture and sale of liquid display for mobile termination	75.00%	0.00%	Investment
BOE (Hebei) Mobile Technology Co., Ltd. (“BOE Hebei”)	Langfang, China	Langfang, China	Manufacture and sale of mobile flat screen display technical products and related services	100.00%	0.00%	Investment

Beijing BOE Multimedia Technology Co. Ltd. (“BOE Multimedia”)	Beijing, China	Beijing, China	Sale of computer software and hardware, the numeral regards the audio frequency technology	100.00%	0.00%	Investment
Beijing BOE Energy Technology Co., Ltd. (“BOE Energy”)	Beijing, China	Beijing, China	Design, consultancy and service of solar cell, photovoltaic system, wind power system and solar thermal system as well as the assembly units; energy-saving service	100.00%	0.00%	Investment
Beijing BOE Smart Commerce Co., Ltd. (“BOE Smart Commerce”)	Beijing, China	Beijing, China	Technology promotion, property management, and sales of electronic products	100.00%	0.00%	Investment
Beijing Zhongxiangying Technology Co., Ltd. (“Zhongxiangying”)	Beijing, China	Beijing, China	Technology promotion, property management, and sales of electronic products	100.00%	0.00%	Investment
Erdos Haosheng Energy Investment Co., Ltd. (“Haosheng Energy”)	Ordos, China	Ordos, China	Energy investment	20.00%	80.00%	Investment
Beijing BOE Semi-conductor Co., Ltd.	Beijing, China	Beijing, China	Processing, manufacturing and sales of precision electronic components, semi-conductor devices, micro modules,	80.77%	0.00%	Investment

			microelectronic devices and electronic materials; import&export of goods			
BOE Optoelectronics Holding Co., Ltd (“Optoelectronics Holding”)	Hong Kong, China	Virgin Islands, British	Design, manufacturing and sales of electronic-information industry related products, investment and financing businesses	100.00%	0.00%	Investment
Beijing Asahi Electronic Materials Co., Ltd.	Beijing, China	Beijing, China	Sales of TV bracket glass rod and CTV low-melting-point solder glass	100.00%	0.00%	Business combination not under the same control
BOE Health Investment Management Co., Ltd. (“Health Investment”)	Beijing, China	Beijing, China	Investment management and project investment	100.00%	0.00%	Business combination not under the same control
Beijing•Matsushita Color CRT Co., Ltd. (“Matsushita Color CRT”)	Beijing, China	Beijing, China	Color TV set, Display tube, color RPTV projection tube and materials of electronic components; property management and parking services, etc.	88.80%	0.00%	Business combination not under the same control
Hefei BOE Display Technology Co., Ltd. (“Hefei Technology”)	Hefei, China	Hefei, China	Investment, R & D and production of products related to TFT-LCD and the supporting facility	8.33%	0.00%	Business combination not under the same control
Beijing BOE Technology	Beijing, China	Beijing, China	Development, transfer,	100.00%	0.00%	Investment

Development Co., Ltd. (“Technology Development”)			consulting and service of technology			
BOE Intelligent Technology Co., Ltd. (“Intelligent Technology”)	Beijing, China	Beijing, China	Development, transfer, consulting, service and promotion of technology	100.00%	0.00%	Investment
Hefei BOE Zhuoyin Technology Co., Ltd. (“Zhuoyin Technology”)	Hefei, China	Hefei, China	Investment, construction, R&D, production and sales of products related to OLED display device and auxiliary products	75.05%	0.00%	Investment
Beijing BOE Real Estate Co., Ltd.	Beijing, China	Beijing, China	Development, construction, property management and supporting service of industrial plants and supporting facilities; information consulting of real estate; lease of commercial facilities, commercial attendants and the supporting service facilities; motor vehicles public parking service	70.00%	0.00%	Investment
Beijing BOE Marketing Co., Ltd.	Beijing, China	Beijing, China	Sales of communication equipment, hardware&software of computer and peripheral	100.00%	0.00%	Investment

			units, electronic products, equipment maintenance; development, transfer, consulting and service providing of technologies; import&export of goods and technologies, agency of import&export; manufacturing consignment of electronic products and LCD devices			
Kunming BOE Display Technology Co., Ltd.	Kunming, China	Kunming, China	Development, spread, transfer, consulting and service providing of display technology; service providing of computer software/hardware and network systems; construction, operation and management of e-commerce platforms; service providing of conferences; undertaking of exhibitions; computer	81.25%	0.00%	Investment

			animation design; production, R7D and sales of OLED micro display devices and AR/VR complete machine; storage services; project investment and corresponding management; import&export of goods and technologies; lease of houses and mechanical equipment			
Mianyang BOE Optoelectronic Technology Co., Ltd.	Mianyang, China	Mianyang, China	Production of display panel for high-end smart phones, folding laptops etc. and R&D, production and sales of modules	61.54%	0.00%	Business combination not under the same control
Beijing BOE Senor Technology Co., Ltd.	Beijing, China	Beijing, China	Development, testing, consulting, service and transfer of technologies in X-ray sensors, micro fluidic chips, biochemical chips, gene chips, security sensors, microwave antenna, biological sensors, internet of things, and	100.00%	0.00%	Investment

			modules, systems and equipment of other semiconducting sensors			
--	--	--	--	--	--	--

Explanations that the shareholding percentage is different from the voting right percentage in subsidiaries:

Naught

Basis for the control over the investees with half or less voting right and for not controlling the investees with over half voting right:

The Company held 8.33% shares of Hefei BOE Display but had control power over it owing to the signing of acting in concert agreement with Hefei Construction Investment and Holding Co., Ltd. and Hefei Xinping Industrial Investment Fund (limited partnership) in November 2016.

Basis for the control over the significant structured entities included in the scope of combination:

Naught

Basis for the determining the Company as the agent or the trustor:

Naught

Other notes:

Naught

(2) Significant Not Wholly-owned Subsidiary

Unit: RMB

Name	Shareholding proportion of non-controlling interests	The profit or loss attributable to non-controlling interests	Declaring dividends distributed to non-controlling interests	Ending balance of non-controlling interests
None				

Notes that the shareholding percentage is different from the voting right percentage of non-controlling shareholders in subsidiaries:

Naught

Other notes:

Naught

(3) The Main Financial Information of Significant Not Wholly-owned Subsidiary

Unit: RMB

Name	Ending balance						Beginning balance						
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liability	Total liabilities	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liability	Total liabilities	
None													

Unit: RMB

Name	Reporting Period				Same period of last year			
	Operating revenue	Net profit	Total comprehensive income	Cash flows from operating activities	Operating revenue	Net profit	Total comprehensive income	Cash flows from operating activities
None								

Other notes: naught

(4) Significant Limitation on the Use of Assets and Liquidation of Debts of the Company

Naught

(5) Financial Support or Other Support Provided for Structured Entities Included in the Scope of Consolidated Financial Statements

Naught

Other notes: naught

2. The Transaction Resulting in Changes in Owner's Equity of Subsidiary but Still Controlling the Subsidiary

(1) Explanations on Changes in Owner's Equity of Subsidiary

The Company increased its investment in Hefei BOE Display of RMB448,000,000 in April 2018; Hefei Xinping Industrial Investment Fund (limited partnership) increased its investment in Hefei BOE Display of RMB4,000,000,000 in April 2018. The Company held 7.94% shares of Hefei BOE Display before the capital increase and 8.33% shares after the capital increase.

(2) The Effects of the Transaction on Non-controlling Interests and Equity Attributable to Owners of the Company as the Parent

Unit: RMB

	Hefei BOE Display
Purchase cost/disposal consideration	448,000,000.00
--Cash	448,000,000.00
-Fair value of non-cash assets	0.00
Total of purchase cost /disposal consideration	448,000,000.00
Less: subsidiary net assets proportion calculated by share proportion obtained/disposal	446,511,954.20
Difference	1,488,045.80
Of which: Adjustment of capital reserves	1,488,045.80
Surplus reserves adjustments	0.00
Retained profits adjustments	0.00

Other notes

Naught

3. Equity in Joint Ventures or Associated Enterprises

(1) Summary Financial Information of Insignificant Joint Ventures and Associated Enterprises

Unit: RMB

Item	Ending balance/Reporting Period	Beginning balance/same period of last year
Joint ventures:	--	--
Total carrying value of investment	842,979,567.00	2,793,732,185.00
Total of the following items calculated by shareholding proportion	--	--
--net profit	-3,900,535.00	-23,677,815.00
--other comprehensive income	0.00	0.00

--total comprehensive income	-3,900,535.00	-23,677,815.00
Associated enterprise:	--	--
Total carrying value of investment	2,600,836,066.00	4,672,259,202.00
Total of the following items calculated by shareholding proportion	--	--
--net profit	-25,678,044.00	23,846,849.00
--other comprehensive income	4,151,942.00	76,051,151.00
--total comprehensive income	-21,526,102.00	99,898,000.00

Other notes

Naught

(2) Excess Loss of Joint Ventures or Associated Enterprises

Unit: RMB

Name	Accumulated recognized losses in the prior period of unrecognition	The current unrecognized losses (the current net profit shared)	Accumulated unrecognized losses at the period-end
N/A	0.00	0.00	0.00

Other notes

Naught

4. Other

X. The Risk Related to Financial Instruments

Risks related to financial instruments in daily activities for the Group include:

- Credit risk
- Liquidity risk
- Interest rate risk
- Foreign exchange risk
- Other price risks

The risk exposure and causes, changes in this year, risk management objectives, policies and procedures, methods of measuring risks and changes in this year will be discussed below.

Risk management objective of the Company is to balance the risks and profits, minimize the negative effects to business performance and maximize the profits for stockholders and other equity investors. On the basis of risk management objectives, basic strategies of risk management are to determine and analyze all possible risks, establish appropriate risk baseline, control and manage risks and monitor all risks timely and reliably within defined scope. The Group will regularly review the risk management policies and internal control system to adapt to the market and changes of operating activities. The Internal Audit Department will regularly review or randomly inspect whether implementation of internal control system satisfies risk management policies.

(1) Credit Risk

Credit risk is the possibility of financial loss to one party of financial instruments from unfulfillment of obligations of the other party.

Credit risk of the Group mainly comes from accounts receivable. The management of this group will monitor the credit risk exposure.

Except that the monetary capital (other than cash) is deposited in financing institution with good credit, the management does not believe that other important credit risks exist or losses are not expected to be made to the group due to the other party's breach.

For the accounts receivable, the board of directors has formulated the credit policies according to actual conditions to determine the credit sale limit and credit term by credit assessment. Credit assessment is performed according to customer's financial situation, external ratings and transaction history. Relevant accounts receivable will expire within 15-120 days after billing date. Debtor of accounts receivable overdue will be required to pay off the outstanding balance to obtain the credit line.

In order to monitor the credit risk, this group will analyze the customer data by aging, maturity date and other factors.

Credit risk of this group is affected by the customer characteristics, but not the industry, country or region. Therefore, concentration of important credit risk is relied on the important accounts receivable of individual customers. On balance sheet date, accounts receivable of the Group and top 5 customers account for 46% and 1.7% respectively of all receivables (37% and 0.2% in 2017). Furthermore, accounts receivable without expiry or decrease in value are most related to customers without arrears recently.

The largest credit risk exposure of this group is the book amount of each financial asset on the balance sheet. Until 30 June 2018, the group did not provide any guaranty that may cause credit risk.

(2) Liquidity Risk

Liquidity risk refers to that with capital shortage when the Company is fulfilling obligations of cash payment or payment by other financial assets methods. The Company and its subsidiaries are responsible for its own cash management, including short-term investment of cash surplus and loan financing to satisfy prospective cash needs (if the borrowing exceeds preauthorized upper limit, it shall be approved by the board of directors). It is the group's policy to regularly monitor short-term and long-term circulating capital needs and confirm whether it satisfies loan agreement in order to keep sufficient cash reserve and negotiable securities available for realization and obtain sufficient reserve fund as promised by financing institution to satisfy the demands of short-term and long-term circulating capital.

(3) Interest Rate Risk

Interest bearing financial instruments of fixed interest rate and floating interest rate will impose interest rate risks of fair value and cash flow on the Group. Proportion of fixed interest rate and floating interest rate instruments is decided by marketing environment. The Group will regularly review and maintain the combination of fixed and floating interest rate instruments. The Group will not hedge interest rate risk by derivative financial instruments.

Until 30 June 2018, under the circumstance without changes of other variables, it is supposed that the rising/ falling interest rate at 100 base points will result in reduction/ increase of RMB426.29 million (RMB123.36 million in 2017) for net profits and stockholders' equity.

Until balance sheet date, the group has not held any financial instruments that may impose fair value interest rate risk on the Group. For the floating interest rate but not derivative instruments held by the Group and imposing the Group with interest rate risk of cash flow on balance sheet date, the net profits and owners' equity in the above sensitivity analysis will affect the annual interest expenses or income due to above variation of interest rate.

(4) Foreign Exchange Risk

For the monetary capital, accounts receivable and payable, short-term borrowing and other foreign currency assets and liabilities not valued by bookkeeping base currency, if short-term unbalance occurs, the Group will buy or sell the foreign currencies at market exchange rate to maintain net risk exposure at an acceptable level.

(a) On 30 June 2018, the foreign assets liabilities item with significant risk exposure settled by USD, the total net assets exposure of USD item risk exposure was USD2,287,326,359 (net liabilities exposure USD2,282,216,777 in 2017) discounted into RMB was RMB15,134,323,588 (RMB14,912,460,861 in 2017) at spot rate on balance sheet date. The Differences arising from translation of foreign currency-denominated financial statements was excluded.

(b) Under the circumstance without changes of other variables, 5% fluctuation in exchange rate of RMB against USD will result in

reduction / increase of RMB42,476,534 (RMB199,436,178 in 2017) for stockholders' equity and net profits.

Above sensitivity analysis is performed based on changes of exchange rate on balance sheet date and re-measurement of financial instruments of foreign exchange risk according to changed exchange rate held by the Group on balance sheet date. Above analysis excludes differences of the foreign currency conversion. Analysis of the last year is based on similar assumption and methods.

(5) Other Price Risks

Other price risks include equity price risk, commodity price risk, etc.

XI. The Disclosure of Fair Value

1. Ending Fair Value of Assets and Liabilities at Fair Value

Unit: RMB

Item	Ending fair value			
	Fair value measurement items at level 1	Fair value measurement items at level 2	Fair value measurement items at level 3	Total
I. Consistent fair value measurement	--	--	--	--
(I) Financial assets at fair value through profit or loss	0.00	0.00	0.00	0.00
1. Trading financial assets	0.00	0.00	0.00	0.00
(1) Debt instruments investment	0.00	0.00	0.00	0.00
(2) Equity instruments investment	0.00	0.00	0.00	0.00
(3) Derivative financial assets	0.00	0.00	0.00	0.00
2. Financial assets assigned measured by fair value and the changes be included in the current gains and losses	0.00	0.00	0.00	0.00
(1) Debt instruments investment	0.00	0.00	0.00	0.00
(2) Equity instruments investment	0.00	0.00	0.00	0.00
(II) Available-for-sale financial assets	417,386,467.00	0.00	11,386,974,622.00	11,804,361,089.00
(1) Debt instruments investment	0.00	0.00	11,553,581.00	11,553,581.00

(2) Equity instruments investment	417,386,467.00	0.00	0.00	417,386,467.00
(3) Other	0.00	0.00	11,375,421,041.00	11,375,421,041.00
(III) Investment property	0.00	0.00	0.00	0.00
1. Lease the land use right	0.00	0.00	0.00	0.00
2. Rental buildings	0.00	0.00	0.00	0.00
3. Land use right held and prepared to transfer after appreciation	0.00	0.00	0.00	0.00
(IV) Biological assets	0.00	0.00	0.00	0.00
1. Consumable biological assets	0.00	0.00	0.00	0.00
2. Productive living assets	0.00	0.00	0.00	0.00
Total assets of consistent fair value measurement	417,386,467.00	0.00	11,386,974,622.00	11,804,361,089.00
(V) Trading financial liabilities	0.00	0.00	0.00	0.00
Of which: tradable bond issued	0.00	0.00	0.00	0.00
Derivative financial liabilities	0.00	0.00	0.00	0.00
Others	0.00	0.00	0.00	0.00
(VI) Refer as financial liabilities measured by fair value and the changes included in the current gains and losses	0.00	0.00	0.00	0.00
Total liabilities of consistent fair value measurement	0.00	0.00	0.00	0.00
II. Inconsistent fair value measurement	--	--	--	--
(I) Held-to-maturity assets	0.00	0.00	0.00	0.00
Total assets inconsistently measured at fair value	0.00	0.00	0.00	0.00
Total liabilities inconsistently measured at fair value	0.00	0.00	0.00	0.00

2. Market Price Recognition Basis for Consistent and Inconsistent Fair Value Measurement Items at Level 1

The unadjusted offer in active market obtaining same assets or liabilities on calculation date

3. Consistent and Inconsistent Fair value Measurement Items at Level 2, Valuation Techniques Adopted, the Qualitative and Quantitative Information of Important Parameters

Observable input value of related assets or liabilities except level 1 input value

4. Consistent and Inconsistent Fair Value Measurement Items at Level 3, Valuation Techniques Adopted, the Qualitative and Quantitative Information of Important Parameters

The unobservable input value of related assets or liabilities

5. Consistent Fair Value Measurement Items at Level 3, Adjustment between the Beginning Carrying Value and the Ending Carrying Value and Sensitivity Analysis on Unobservable Parameters

Naught

6. Explain the Reason for Conversion and the Policy Governing when the Conversion Happens if Conversion Happens among Consistent Fair Value Measurement Items at Different Levels

Naught

7. Changes in Valuation Techniques in the Reporting Period and Reasons for the Changes

Naught

8. Fair Value of Financial Assets and Liabilities Not Measured at Fair Value

Naught

9. Other

Naught

XII. Connected Party and Connected Transaction

1. Information on the Company as the Parent

Name	Registration place	Nature of business	Registered capital	Proportion of share held by the Company as the parent against the	Proportion of voting rights owned by the Company as the parent against the

				Company (%)	Company (%)
Electronics Holding	No.12 Jiuxian Bridge, Zhaoyang District, Beijing	Operation and management of state-owned assets within authorization	RMB 2,418,350,000.00	0.79%	11.32%

Notes to the Company as the parent:

Naught

The final controller of the Company is Beijing Electronics Holding Co., Ltd.

Other notes:

Naught

2. Subsidiaries of the Company

Refer to Note IX.-1 for details.

3. Information on the Joint Ventures and Associated Enterprises of the Company

For information of significant joint ventures or associated enterprises of the Company, please refer to Note IX-3.

List of other joint ventures and associated enterprises that made connected transactions with the Company generating balance during or before the Reporting Period:

Name	Relationship with the Company
Beijing Nittan Electronic Co., Ltd.	Associated enterprise of the Group and the Company
Beijing Nissin Electronics Precision Component Co., Ltd.	Associated enterprise of the Group and the Company
TPV Display Technology (China) Limited	Associated enterprise of the Group and the Company
Beijing Xindongneng Investment Management Co., Ltd.	Associated enterprise of the Group and the Company
Shenzhen Yunyinggu Technology Co., Ltd.	Associated enterprise of the Group and the Company
CnogaMedical Ltd.	Associated enterprise of the Group and the Company
Beijing BOE Yiyun Technology Co., Ltd.	Joint venture of the Group and the Company
Chongqing BOE Display Technology Co., Ltd.	Associated enterprise of the Group and the Company
Wuhan BOE Optoelectronics Technology Co., Ltd.	Joint venture of the Group and the Company

Other notes

Naught

4. Information on Other Connected Parties

Name	Relationship with the Company
Beijing BOE Investment Development Co., Ltd.	Controlled by the same ultimate holding company
NAURA Technology Group Co., Ltd.	Controlled by the same ultimate holding company
Beijing BBEF Science & Technology Co., Ltd.	Controlled by the same ultimate holding company

Beijing Zhengdong Electronic Power Group Co., Ltd.	Controlled by the same ultimate holding company
Beijing Yandong Microelectronic Co., Ltd.,	Controlled by the same ultimate holding company
Beijing Dongdian Industrial Development Co., Ltd.	Controlled by the same ultimate holding company
Beijing Sevenstar Huadian Technology Group Co., Ltd.	Controlled by the same ultimate holding company
Beijing Sevenstar Integrated Circuit Co., Ltd.	Controlled by the same ultimate holding company
Beijing Zhaowei Technology Development Co., Ltd.	Controlled by the same ultimate holding company
Beijing Zhaowei Intelligent Equipment Co., Ltd.	Controlled by the same ultimate holding company
Xin Xiang Microelectronic (Hong Kong) Co., Ltd.	Controlled by the same ultimate holding company
Beijing Ether Electronics Group Co., Ltd.	Controlled by the same ultimate holding company
Beijing North Microelectronics Co., Ltd.	Controlled by the same ultimate holding company
Beijing Zhaowei Electronic Group Co., Ltd.	Controlled by the same ultimate holding company
Beijing PCB Square Corporation	Controlled by the same ultimate holding company
Beijing Yansong Trading Co., Ltd.	Controlled by the same ultimate holding company
BAIC BJEV	Other connected party

Other notes Naught

5. List of Connected Transactions

(1) Information on Acquisition of Goods and Reception of Labor Service (Unit: Ten Thousand Yuan)

Information on acquisition of goods and reception of labor service

Unit: RMB

Connected party	Content	Reporting Period	The approval trade credit	Whether exceed trade credit or not	Same period of last year
Beijing Electronics Holding Co., Ltd and its affiliated companies	Purchase of goods	226,147,968.00	890,000,000.00	No	158,505,273.00
Beijing Electronics Holding Co., Ltd and its affiliated companies	Accepting labor service	1,887,192.00	4,000,000.00	No	1,640,754.00
Other connected party	Purchase of goods	7,719,867.00	450,000,000.00	No	5,847,243.00

Information of sales of goods and provision of labor service

Unit: RMB

Connected party	Content	Reporting Period	Same period of last year
Beijing Electronics Holding	Sales of goods	403,808.00	1,718,201.00

Co., Ltd and its affiliated companies			
Beijing Electronics Holding Co., Ltd and its affiliated companies	Providing labor service	45,745.00	48,192.00
Other connected party	Sales of goods	3,239,373.00	44,248,480.00
Other connected party	Providing labor service	6,253,228.00	223,757.00

Notes:

Naught

(2) Connected Trusteeship/Contract and Entrust/Contractee

Lists of connected trusteeship/contract:

Unit: RMB

Name of the entruster/contractee	Name of the trustee/contractor	Type	Start date	Due date	Pricing basis	Income recognized in the Reporting Period
Naught						

Notes:Naught

Lists of entrust/contractee

Unit: RMB

Name of the entruster/contractee	Name of the trustee/contractor	Type	Start date	Due date	Pricing basis	Income recognized in the Reporting Period
Naught						

Notes:Naught

(3) Information on Connected Lease

The Company served as the lessor:

Unit: RMB

Name of lessee	Category of leased assets	The lease income confirmed in the Reporting Period	The lease income confirmed in the same period of last year
Beijing Electronics Holding Co., Ltd and its affiliated companies	Investment property	757,937.00	639,813.00
Other connected party	Investment property	692,573.00	1,767,383.00

The Company served as the lessee:

Unit: RMB

Name of lessor	Category of leased assets	The lease income confirmed in the Reporting Period	The lease income confirmed in the same period of last year
Beijing Electronics Holding Co., Ltd and its affiliated companies	Fixed assets	1,218,031.00	18,239.00

Notes to connected lease

Naught

(4) Connected Guarantee

The Company served as the guarantee

Unit: RMB

Secured party	Amount	Start date	Due date	Whether completely performed
Naught				

The Company served as the secured party

Unit: RMB

Guarantee	Amount	Start date	Due date	Whether completely performed
Naught				

Notes to connected guarantee

Naught

(5) Interbank Borrowing and Lending of Capital by Connected Party

Unit: RMB

Connected party	Amount	Start date	Due date	Note
Borrowings				
Naught				
Lending				
Naught				

(6) Assets Transfer and Debt Restructuring of Connected Party

Unit: RMB

Connected party	Content	Reporting Period	Same period of last year
Naught			

(7) Remuneration for Key Management Personnel

Unit: RMB

Item	Reporting Period	Same period of last year
Remuneration for key management personnel	50,069,577.00	28,603,916.00

(8) Other Connected Transactions

Naught

6. Accounts Receivable and Payable of Connected Party**(1) Accounts Receivable**

Unit: RMB

Item	Connected party	Ending balance		Beginning balance	
		Carrying amount	Bad debt provision	Carrying amount	Bad debt provision
Accounts receivable	Beijing Electronics Holding Co., Ltd and its affiliated companies	634,412.00	0.00	23,518.00	0.00
Accounts receivable	Other connected parties	28,871,587.00	0.00	9,577,206.00	0.00
Other accounts receivable	Beijing Electronics Holding Co., Ltd and its affiliated companies	6,500.00	0.00	6,500.00	0.00
Other accounts receivable	Other connected parties	4,676,079.00	0.00	27,584,817.00	0.00

(2) Accounts Payable

Unit: RMB

Item	Connected party	Ending carrying balance	Beginning carrying balance
Accounts payable	Beijing Electronics Holding Co., Ltd and its affiliated companies	24,642,268.00	4,775,947.00
Accounts payable	Other connected parties	13,173,692.00	9,756,547.00
Other accounts payable	Beijing Electronics Holding Co., Ltd and its affiliated	104,973,788.00	132,845,171.00

	companies		
Other accounts payable	Other connected parties	918,874.00	976,392.00

7. Commitments of Connected Party

8. Other

XIII. Commitments and Contingency

1. Significant Commitments

Significant commitments on the balance sheet date

(1) Capital Commitments

The Group	30 June 2018	31 December 2017
Investment contracts entered into but not performed or performed partially	67,111,933,917.00	51,309,042,746.00
Investment contracts authorized but not entered into	43,313,486,071.00	37,485,065,035.00
Total	110,425,419,988.00	88,794,107,781.00

The Group	30 June 2018	31 December 2017
Investment contracts entered into but not performed or performed partially	38,492,643,013.00	40,532,322,288.00
Investment contracts authorized but not entered into	0.00	0.00
Total	38,492,643,013.00	40,532,322,288.00

(2) Operating Commitments

The Group	30 June 2018	31 December 2017
Within 1 year (including 1 year)	59,848,792.00	31,054,096.00
Over 1 year and within 2 years (including 2 year)	35,019,468.00	27,481,454.00
Over 2 year and within 3 years (including 3 year)	20,585,027.00	20,499,253.00
Over 3 years	76,595,062.00	87,810,970.00
Total	192,048,349.00	166,845,773.00

2. Contingency

(1) Significant Contingency on the Balance Sheet Date

There was no significant contingency on the balance sheet date.

(2) Explanations Should Also Be Given when there Was No Significant Contingency to Disclose

There was no significant contingency to disclose.

3. Other

Naught

XIV. Other Significant Events

1. Segment Information

(1) Recognition Basis and Accounting Policies of Reportable Segment

(1) Segment Reporting Considerations

The Group principal decision-makers review the operation performance and distribute resources in accordance to the business segments below.

- (a) Display and Sensor Device – divided into the display and sensor device sub-division and the sensor and application solution sub-division.
- (b) IoT-Based Smart System –divided into the smart manufacturing service sub-division, the IoT solution sub-division and the digital art IoT platform sub-division.
- (c)Smart healthcare service division –divided into the mobile healthcare IoT platform sub-division and the smart healthcare service sub-division.
- (d) Others - other service mainly includes technical development service and patent maintenance service

The main reason to separate the segments is that the Group independently manages the intelligent interface device and solution division, the smart system and solution division, the smart healthcare service division and the other businesses. Because the business segments manufacture and distribute different products, apply to different manufacturing processes and specify in gross profit, the business segments are managed independently. The management evaluates the performance and allocates resources according to the profit of each business segment and does not take financing cost and investment income into account.

(2) Accounting Policy for the Measurements of Segment Profit or Loss, Assets and Liabilities

For the purposes of assessing segment performance and allocating resources between segments, the Group's management regularly reviews the assets, liabilities, revenue, cost and results of operations, attributable to each reportable segment on the following bases:

Segment assets include all tangible, intangible, other non-current and current assets, such as accounts receivable, with the exception of deferred tax assets and other unallocated corporate assets. Segment liabilities include payables, bank borrowings and other non-current liabilities attributable to the individual segments, but exclude deferred tax liabilities and other unallocated corporate liabilities.

Financial performance is operating income (including operating income from external customers and inter-segment operating income)

after deducting expenses, depreciation, amortization, impairment losses, gains or losses from changes in fair value, investment gain, non-operating income and expenses and income tax expenses attributable to the individual segments. Inter-segment sales are determined with reference to prices charged to external parties for similar orders.

(2) The Financial Information of Reportable Segment

Unit: RMB

Item	Display and Sensor	IoT Smart system	Smart healthcare service	Others	Offset among segment	Total
Operation revenue	39,168,994,378.00	7,347,282,083.00	526,401,626.00	2,536,686,461.00	-6,105,459,582.00	43,473,904,966.00
Cost of sales	32,151,300,891.00	6,738,168,128.00	245,030,759.00	5,086,300.00	-3,995,003,947.00	35,144,582,131.00

(3) If there Was no Reportable Segment, or the Total Amount of Assets and Liabilities of Each Reportable Segment Could not Be Reported, Relevant Reasons Shall Be Clearly Stated

Naught

(4) Other Notes

Naught

2. Other Significant Transactions with Influence on Investors' Decision-making

Naught

3. Other

Naught

XV. Notes of Main Items in the Financial Statements of the Company as the Parent

1. Accounts Receivable

(1) Accounts Receivable Disclosed by Category

Unit: RMB

Category	Ending balance					Beginning balance				
	Carrying amount		Bad debt provision		Carrying value	Carrying amount		Bad debt provision		Carrying value
	Amount	Proportion	Amount	Withdrawal proportion		Amount	Proportion	Amount	Withdrawal proportion	
Accounts receivable with significant single amount for which bad debt provision separately accrued	0.00	0.00%	0.00	0.00%	0.00	0.00	0.00%	0.00	0.00%	0.00
Accounts receivable withdrawal of bad debt provision of by credit risks characteristics:	26,564,467.00	60.43%	0.00	0.00%	26,564,467.00	25,391,284.00	59.00%	0.00	0.00%	25,391,284.00
Accounts receivable with insignificant single amount for which bad debt provision separately accrued	17,395,967.00	39.57%	2,889,866.00	16.61%	14,506,101.00	17,395,967.00	41.00%	2,889,866.00	17.00%	14,506,101.00
Total	43,960,434.00	100.00%	2,889,866.00	6.57%	41,070,568.00	42,787,251.00	100.00%	2,889,866.00	7.00%	39,897,385.00

Accounts receivable with single significant amount for which bad debt provision separately accrued at the end of the period

Applicable Not applicable

In the groups, accounts receivable adopted aging analysis method to withdraw bad debt provision:

Applicable Not applicable

In the groups, accounts receivable adopting balance percentage method to withdraw bad debt provision:

Applicable Not applicable

In the groups, accounts receivable adopting other methods to withdraw bad debt provision:

In the credit risk groups, bad debt provision was withdrawn in line with the lower one between the estimated recoverable amount and the carrying value, there was no bad debt provision in the groups.

(2) Bad Debt Provision Withdrawn, Reversed or Recovered in the Reporting Period

The withdrawal amount of the bad debt provision during the Reporting Period was of RMB0.00; the amount of the reversed or collected part during the Reporting Period was of RMB0.00.

Of which the bad debt provision reversed or recovered with significant amount in the Reporting Period:

Unit: RMB

Name	Amount reversed or recovered	Way of recovery
Naught		

Naught

(3) Accounts Receivable with Actual Verification during the Reporting Period

Unit: RMB

Item	Amount
Naught	

Of which the verification of significant accounts receivable:

Unit: RMB

Name	Nature of the account receivable	Amount verified	Reason for verification	Verification procedures performed	Whether generated from connected transaction
Naught					

Notes to the verification of accounts receivable:

Naught

(4) Top 5 Accounts Receivable in Ending Balance Collected according to the Arrears Party

The total Top 5 accounts receivable in ending balance was RMB41,386,958.00, accounting for 94.15% of the total ending balance of accounts receivable. The total ending balance of bad debt provision correspondingly withdrawn was RMB473,228.00.

(5) Accounts Receivable Derecognized Due to the Transfer of Financial Assets

Naught

(6) The Amount of the Assets and Liabilities Formed by the Transfer and the Continued Involvement of Accounts Receivable

Naught

Other notes: Naught

2. Other Accounts Receivable**(1) Other Accounts Receivable Disclosed by Category**

Unit: RMB

Category	Ending balance					Beginning balance				
	Carrying amount		Bad debt provision		Carrying value	Carrying amount		Bad debt provision		Carrying value
	Amount	Proportion	Amount	Withdrawal proportion		Amount	Proportion	Amount	Withdrawal proportion	
Other accounts receivable with significant single amount for which bad debt provision separately accrued	0.00	0.00%	0.00	0.00%	0.00	0.00	0.00%	0.00	0.00%	0.00
Other accounts receivable withdrawn bad debt provision	1,565,138,570.00	100.00%	0.00	0.00%	1,565,138,570.00	1,824,727,573.00	100.00%	0.00	0.00%	1,824,727,573.00

according to credit risks characteristics										
Other accounts receivable with insignificant single amount for which bad debt provision separately accrued	0.00	0.00%	0.00	0.00%	0.00	0.00	0.00%	0.00	0.00%	0.00
Total	1,565,138,570.00	100.00%	0.00	0.00%	1,565,138,570.00	1,824,727,573.00	100.00%	0.00	0.00%	1,824,727,573.00

Other receivable with single significant amount for which bad debt provision separately accrued at the end of the period:

Applicable Not applicable

In the groups, other accounts receivable adopted aging analysis method to withdraw bad debt provision:

Applicable Not applicable

In the groups, other accounts receivable adopted balance percentage method to withdraw bad debt provision:

Applicable Not applicable

In the groups, other accounts receivable adopted other methods to withdraw bad debt provision:

Applicable Not applicable

(2) Bad Debt Provision Withdrawn, Reversed or Recovered in the Reporting Period

The withdrawal amount of the bad debt provision during the Reporting Period was of RMB0.00; the amount of the reversed or collected part during the Reporting Period was of RMB0.00.

Of which the bad debt provision with significant amount:

Unit: RMB

Name	Amount reversed or recovered	Way of recovery
Naught		

Naught

(3) Other Accounts Receivable with Actual Verification during the Reporting Period

Unit: RMB

Item	Amount verified
Naught	

Of which the verification of significant accounts receivable:

Unit: RMB

Name	Nature of other accounts receivable	Amount verified	Reason for verification	Verification procedures performed	Whether generated from connected transaction
Naught					

Notes to the verification of other accounts receivable:

Naught

(4) Other Account Receivable Classified by Account Nature

Unit: RMB

Nature	Ending carrying amount	Beginning carrying amount
Intercourse funds	751,663,989.00	702,635,642.00
Royalty receivable	788,827,959.00	878,653,588.00
Others	24,646,622.00	243,438,343.00
Total	1,565,138,570.00	1,824,727,573.00

(5) Top 5 Other Accounts Receivable in Ending Balance Collected according to the Arrears Party

Unit: RMB

Name of the entity	Nature	Ending balance	Aging	Proportion to total ending balance of other accounts receivable	Ending balance of bad debt provision
Customer 1	Royalty receivable	628,876,298.00	Within 1 year	40.18%	0.00
Customer 2	Intercourse funds	189,718,128.00	Over 3 years	12.12%	0.00
Customer 3	Intercourse funds	162,801,366.00	Within 1 year, 1 to 2 years, over 3 years	10.40%	0.00
Customer 4	Intercourse funds	117,021,568.00	Within 1 year	7.48%	0.00
Customer 5	Intercourse funds	88,498,912.00	Within 1 year, 1 to 2 years	5.65%	0.00
Total	--	1,186,916,272.00	--	75.83%	0.00

(6) Accounts Receivable Involving Government Subsidies

Unit: RMB

Name of the entity	Project of government subsidies	Ending balance	Ending aging	Estimated recovering time, amount and basis
Naught				

Naught

(7) Other Accounts Receivable Derecognized Due to the Transfer of Financial Assets

Naught

(8) Amount of Assets and Liabilities Due to the Transfer of Other Account Receivable and Continued Involvement

Naught

Other notes:

Naught

3. Long-term Equity Investment

Unit: RMB

Item	Ending balance			Beginning balance		
	Carrying amount	Depreciation reserve	Carrying value	Carrying amount	Depreciation reserve	Carrying value
Investment to subsidiaries	128,354,979,137.00	60,000,000.00	128,294,979,137.00	116,691,267,854.00	60,000,000.00	116,631,267,854.00
Investment to joint ventures and associated enterprises	2,745,382,489.00	0.00	2,745,382,489.00	4,562,412,537.00	0.00	4,562,412,537.00
Total	131,100,361,626.00	60,000,000.00	131,040,361,626.00	121,253,680,391.00	60,000,000.00	121,193,680,391.00

(1) Investment to Subsidiaries

Unit: RMB

Investee	Beginning balance	Increase	Decrease	Ending balance	Depreciation reserve withdrawn	Ending balance of depreciation reserve
Beijing BOE Semi-conductor	9,450,000.00	0.00	0.00	9,450,000.00	0.00	0.00

Co., Ltd.						
Beijing Yinghe Century Co., Ltd.	333,037,433.00	0.00	0.00	333,037,433.00	0.00	0.00
Beijing BOE Land Co., Ltd.	7,731,474.00	0.00	0.00	7,731,474.00	0.00	0.00
BOE (Hebei) Mobile Technology Co., Ltd.	1,053,651,020.00	0.00	0.00	1,053,651,020.00	0.00	0.00
BOE Hyundai LCD (Beijing) Display Technology Co., Ltd.	31,038,525.00	0.00	0.00	31,038,525.00	0.00	0.00
Beijing BOE Vacuum Electronics Co., Ltd.	19,250,000.00	0.00	0.00	19,250,000.00	0.00	0.00
Beijing BOE Vacuum Technology Co., Ltd.	32,000,000.00	0.00	0.00	32,000,000.00	0.00	0.00
Beijing BOE Optoelectronics Technology Co., Ltd.	4,172,288,084.00	0.00	0.00	4,172,288,084.00	0.00	0.00
Beijing BOE Special Display Technology Co., Ltd.	100,000,000.00	0.00	0.00	100,000,000.00	0.00	60,000,000.00
BOE Optoelectronics Technology Co., Ltd.	658,961,914.00	0.00	0.00	658,961,914.00	0.00	0.00
BOE Marketing Co., Ltd.	20,500,000.00	0.00	0.00	20,500,000.00	0.00	0.00
Chengdu BOE Optoelectronics Technology Co., Ltd.	14,733,149,991.00	2,750,000,000.00	0.00	17,483,149,991.00	0.00	0.00
Beijing Asahi	30,888,470.00	0.00	0.00	30,888,470.00	0.00	0.00

Electronic Material Co., Ltd.						
BOE (Korea) Co., Ltd.	788,450.00	0.00	0.00	788,450.00	0.00	0.00
Beijing BOE Optoelectronics Holding Co., Ltd.	1,743,602,824.00	1,025,059,200.00	0.00	2,768,662,024.00	0.00	0.00
Beijing BOE Display Technology Co., Ltd.	17,418,713,599.00	0.00	0.00	17,418,713,599.00	0.00	0.00
Beijing BOE Energy Technology Co., Ltd.	850,000,000.00	0.00	0.00	850,000,000.00	0.00	0.00
Beijing BOE Multimedia Technology Co. Ltd.	400,000,000.00	0.00	0.00	400,000,000.00	0.00	0.00
Hefei BOE Optoelectronics Technology Co., Ltd.	9,000,000,000.00	0.00	0.00	9,000,000,000.00	0.00	0.00
Beijing•Matsushita Color CRT Co., Ltd.	0.00	0.00	0.00	0.00	0.00	0.00
Beijing BOE Video Technology Co., Ltd.	2,170,000,000.00	400,000,000.00	0.00	2,570,000,000.00	0.00	0.00
Beijing BOE Smart Commerce Co., Ltd.	10,000,000.00	0.00	0.00	10,000,000.00	0.00	0.00
Beijing Zhongxiangying Technology Co., Ltd.	10,000,000.00	0.00	0.00	10,000,000.00	0.00	0.00
Ordos Yuansheng Optoelectronics Co., Ltd.	11,804,000,000.00	0.00	0.00	11,804,000,000.00	0.00	0.00
ErDOS Haosheng Energy Investment	2,000,000.00	0.00	0.00	2,000,000.00	0.00	0.00

Co., Ltd.						
Hefei Xinsheng Optoelectronics Technology Co., Ltd.	16,575,150,000.00	0.00	0.00	16,575,150,000.00	0.00	0.00
Chongqing BOE Optoelectronics Technology Co., Ltd.	19,565,354,599.00	0.00	0.00	19,565,354,599.00	0.00	0.00
Hefei BOE Display Technology Co., Ltd.	1,550,765,323.00	448,000,000.00	0.00	1,998,765,323.00	0.00	0.00
Fuzhou BOE Optoelectronic Technology Co., Ltd.	12,666,042,079.00	1,367,000,000.00	0.00	14,033,042,079.00	0.00	0.00
BOE Healthcare Co., Ltd.	1,193,154,069.00	480,000,000.00	0.00	1,673,154,069.00	0.00	0.00
Intelligent Technology	50,000,000.00	0.00	0.00	50,000,000.00	0.00	0.00
Hefei BOE Zhuoyin Technology Co., Ltd.	400,750,000.00	0.00	0.00	400,750,000.00	0.00	0.00
Beijing BOE Technology Development Co., Ltd.	1,000,000.00	0.00	0.00	1,000,000.00	0.00	0.00
Kunming BOE Display Technology Co., Ltd.	78,000,000.00	46,800,000.00	0.00	124,800,000.00	0.00	0.00
Beijing BOE Sensor Technology Co., Ltd.	0.00	50,000,000.00	0.00	50,000,000.00	0.00	0.00
Mianyang BOE Optoelectronics Technology Co., Ltd.	0.00	5,096,852,083.00	0.00	5,096,852,083.00	0.00	0.00
Total	116,691,267,854.00	11,663,711,283.00	0.00	128,354,979,137.00	0.00	60,000,000.00

(2) Investment to Joint Ventures and Associated Enterprises

Unit: RMB

The investor	Beginning balance	Increase/decrease								Ending balance	Ending balance for impairment provisions	
		Additional investments	Reduced investments	Profit and loss on investments confirmed according to equity law	Adjustment of other comprehensive income	Changes in other equity	Cash, dividends and profits declared to issue	Impairment provisions	Others			
I. Joint ventures												
Wuhan BOE Optoelectronic Technology Co., Ltd.	91,590,309.00	750,000,000.00	0.00	569,162.00	0.00	0.00	0.00	0.00	0.00	842,159,471.00	0.00	
Beijing BOE Yiyun Technology Co., Ltd.	3,763,783.00	0.00	0.00	-2,943,687.00	0.00	0.00	0.00	0.00	0.00	820,096.00	0.00	
Mianyang BOE Optoelectronics Technology Co., Ltd.	2,698,378,093.00	0.00	0.00	-1,526,010.00	0.00	0.00	0.00	0.00	-2,696,852,083.00	0.00	0.00	
Subtotal	2,793,732,185.00	750,000,000.00	0.00	-3,900,535.00	0.00	0.00	0.00	0.00	0.00	-2,696,852,083.00	842,979,567.00	0.00
II. Associated enterprises												
Beijing Nissin Electronics Precision Component	0.00	0.00	0.00	780,003.00	0.00	2,424,598.00	0.00	0.00	0.00	3,204,601.00	0.00	

Co., Ltd. (Nissin Electronics)												
Beijing Nittan Electronic Co., Ltd. (Nittan Electronics)	53,786,835.00	0.00	0.00	4,982,517.00	0.00	0.00	-3,000,000.00	0.00	0.00	55,769,352.00	0.00	
Beijing Yingfei Hailin Venture Capital Management Co., Ltd. (Yingfei Hailin)	373,361.00	0.00	0.00	-338,738.00	0.00	0.00	0.00	0.00	0.00	34,623.00	0.00	
Ordos BOE Energy Investment Co., Ltd. (BOE Energy Investment)	9,458,312.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	9,458,312.00	0.00	
Beijing Fly Hailin Investment Center	137,448,451.00	0.00	0.00	24,387.00	0.00	0.00	0.00	0.00	0.00	137,472,838.00	0.00	
TPV Display Technology (China) Limited	27,190,533.00	0.00	0.00	-1,304,414.00	0.00	0.00	0.00	0.00	0.00	25,886,119.00	0.00	

Beijing Xindongneng Investment Fund (LLP)	1,472,249,231.00	150,000,000.00	0.00	-5,997,801.00	0.00	0.00	0.00	0.00	0.00	1,616,251,430.00	0.00
Beijing Xindongneng Investment Management Co., Ltd.	4,861,735.00	0.00	0.00	806,640.00	0.00	0.00	-2,000,000.00	0.00	0.00	3,668,375.00	0.00
Shenzhen Yunyinggu Technology Co., Ltd.	35,483,897.00	0.00	0.00	-11,959,303.00	0.00	0.00	0.00	0.00	0.00	23,524,594.00	0.00
Beijing XLOONG Technology Co., Ltd.	23,981,997.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	23,981,997.00	0.00
Chongqing BOE Display Technology Co., Ltd.	3,846,000.00	0.00	0.00	-695,319.00	0.00	0.00	0.00	0.00	0.00	3,150,681.00	0.00
Subtotal	1,768,680,352.00	150,000,000.00	0.00	-13,702,028.00	0.00	2,424,598.00	-5,000,000.00	0.00	0.00	1,902,402,922.00	0.00
Total	4,562,412,537.00	900,000,000.00	0.00	-17,602,563.00	0.00	2,424,598.00	-5,000,000.00	0.00	-2,696,852,083.00	2,745,382,489.00	0.00

(3) Other Notes

Naught

4. Operating Revenue and Cost of Sales

Unit: RMB

Item	Reporting Period		Same period of last year	
	Operating revenue	Cost of sales	Operating revenue	Cost of sales
Main operations	0.00	0.00	0.00	0.00
Other operations	2,146,860,956.00	12,786,733.00	705,463,015.00	5,670,598.00
Total	2,146,860,956.00	12,786,733.00	705,463,015.00	5,670,598.00

Other notes:

Naught

5. Investment Income

Unit: RMB

Item	Reporting Period	Same period of last year
Long-term equity investment income accounted by cost method	900,000,000.00	607,278,350.00
Long-term equity investment income accounted by equity method	-17,602,562.00	-13,690,555.00
Investment income arising from disposal of long-term equity investments	0.00	0.00
Investment income received from financial assets at fair value through profit or loss during holding period	0.00	0.00
Investment income received from disposal of financial assets measured at fair value through profit or loss	0.00	0.00
Investment income of held to maturity investment during holding period	0.00	0.00
Investment income received from holding of available-for-sale financial assets	2,071,592.00	930,175.00
Investment income received from disposal of available-for-sale financial assets	0.00	0.00
After losing control, gains from re-measurement of residual shares at fair value	0.00	0.00
Total	884,469,030.00	594,517,970.00

6. Other

Naught

XVI. Supplementary Materials

1. Items and Amounts of Non-recurring Profit or Loss

√ Applicable □ Not applicable

Unit: RMB

Item	Amount	Explanation
Gains/losses on the disposal of non-current assets	-3,451,236.00	Naught
Tax rebates, reductions or exemptions due to approval beyond authority or the lack	0.00	Naught

of official approval documents		
Government grants recognized in the current period, except for those acquired in the ordinary course of business or granted at certain quotas or amounts according to the government's unified standards	2,051,849,769.00	Naught
Capital occupation charges on non-financial enterprises that are recorded into current gains and losses	0.00	Naught
Gains due to that the investment costs for the Company to obtain subsidiaries, associates and joint ventures are lower than the enjoyable fair value of the identifiable net assets of the investees when making the investments	9,317,244.00	Naught
Gain/loss on non-monetary asset swap	0.00	Naught
Gain/loss on entrusting others with investments or asset management	0.00	Naught
Asset impairment provisions due to acts of God such as natural disasters	0.00	Naught
Gains and losses from debt restructuring	0.00	Naught
Expenses on business reorganization, such as expenses on staff arrangements, integration, etc.	0.00	Naught
Gain/loss on the part over the fair value due to transactions with distinctly unfair prices	0.00	Naught
Current net gains and losses of subsidiaries acquired in business combination under the same control from period-begin to combination date	0.00	Naught
Profit and loss from contingencies irrelative to the normal business operations of company	0.00	Naught
Gain/loss from change of fair value of trading assets and liabilities, and investment gains from disposal of trading financial assets and liabilities and available-for-sale financial assets, other than valid hedging related to the Company's common businesses	180,450,008.00	Naught
Depreciation reserves returns of receivables with separate depreciation test	153,235.00	Naught
Gain/loss on entrustment loans	0.00	Naught
Gain/loss on change of the fair value of investing real estate of which the subsequent measurement is carried out adopting the fair value method	0.00	Naught
Effect on current gains/losses when a one-off adjustment is made to current gains/losses according to requirements of taxation, accounting and other relevant laws and regulations	0.00	Naught
Custody fee income when entrusted with operation	0.00	Naught
Other non-operating income and expense other than the above	31,223,326.00	Naught
Project confirmed with the definition of non-recurring gains and losses and losses	0.00	Naught
Less: Income tax effects	182,968,012.00	Naught
Non-controlling interests effects	90,236,593.00	Naught
Total	1,996,337,741.00	--

Explain the reasons if the Company classifies an item as an extraordinary gain/loss according to the definition in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Non-recurring Profit or Loss, or classifies any extraordinary gain/loss item mentioned in the said explanatory announcement as a recurrent gain/loss item.

Applicable Not applicable

2. Return on Equity and Earnings Per Share

Profit as of Reporting Period	Weighted average ROE (%)	EPS (Yuan/share)	
		EPS-basic	EPS-diluted
Net profit attributable to ordinary shareholders of the Company	3.45%	0.085	0.085
Net profit attributable to ordinary shareholders of the Company after deduction of non-recurring profit and loss	1.14%	0.028	0.028

3. Other

Naught

Part XI Documents Available for Reference

(I) The financial statements signed and sealed by the Company's legal representative, president of the Execution Committee (Chief Executive Officer), Chief Financial Officer and head of the financial department (equivalent to financial manager); and

(II) The originals of all the documents and announcements that the Company disclosed on www.cninfo.com.cn during the Reporting Period.

All the above mentioned documents are available at the Board Secretary's Office of the Company.

Chairman of the Board (signature): Mr. Wang Dongsheng

Date of the Board's approval of this Report: 24 August 2018