



Annual Report 2016

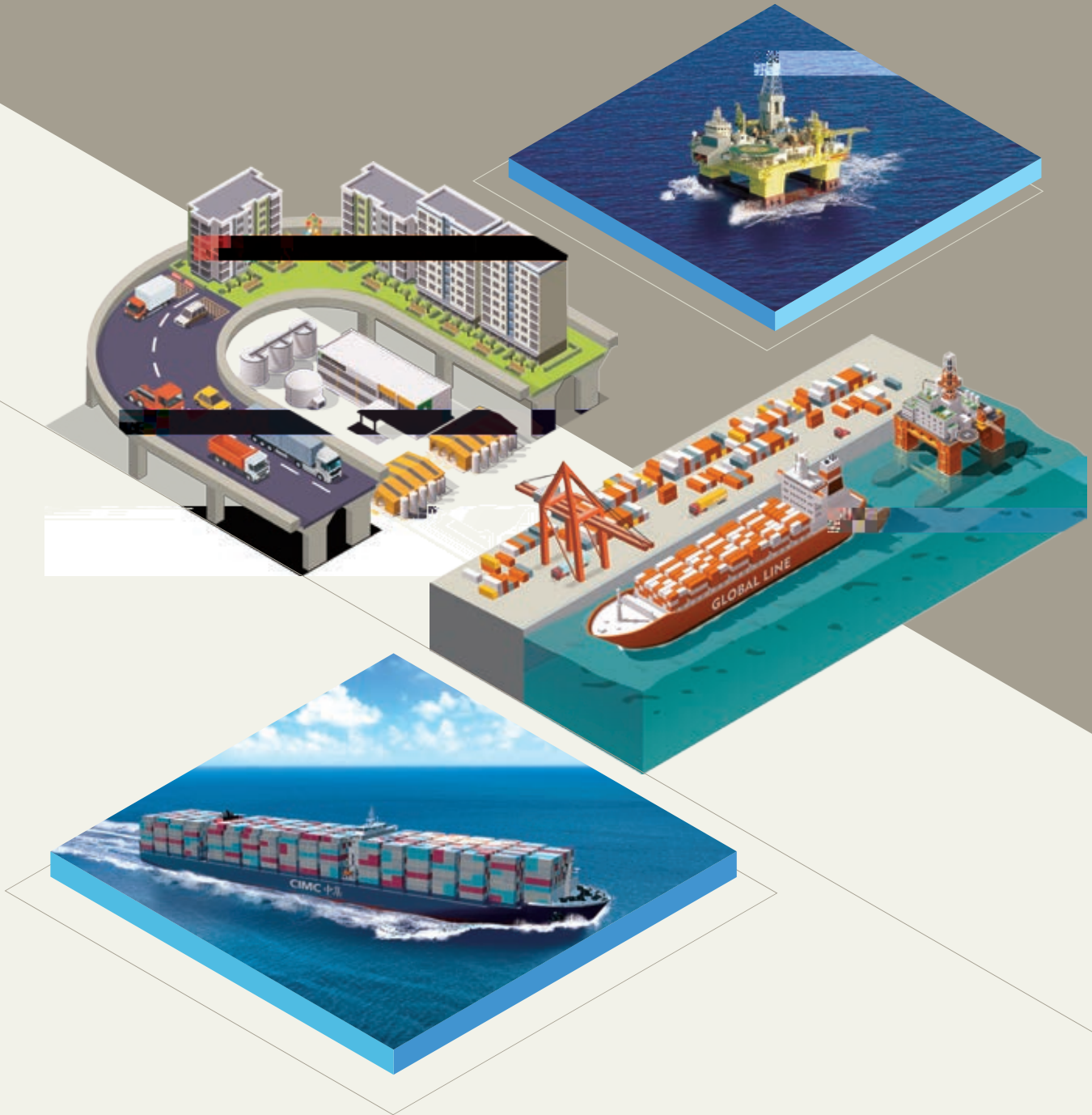
A Share Stock Code: 000039
H Share Stock Code: 2039

NEW CIMC
Creating new value

CIMC

China International Marine Containers (Group) Co., Ltd.

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

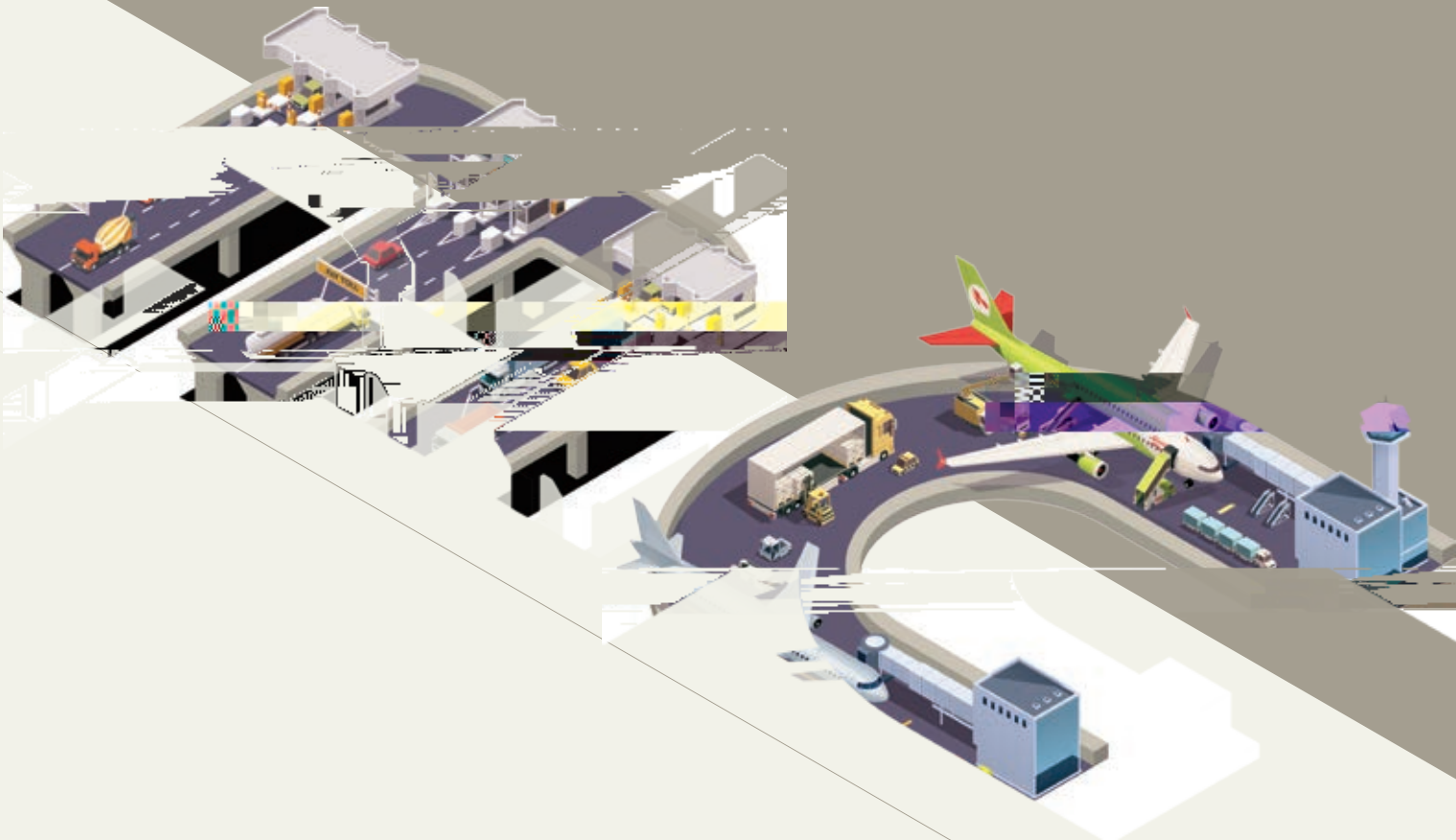


Risk Warning

Investing in the stock market is a high-risk activity. The value of your investment can go up or down, and you may lose all or part of your investment. The value of your investment can also be affected by changes in the market, the company's performance, and other factors. You should only invest in the stock market if you can afford to lose your investment and you understand the risks involved. You should also consult with a financial advisor before making any investment decisions.

Con ten

Defini ion	003
Glo ar	006
Chap er I Corpora e Profile	007
Chap er II Summar of Acq n ing Data and Financial Indica or	010
Chap er III Chairman’ S a emen	016
Chap er IV Repor of he Board	024
Chap er V Opera ion Di g ion and Anal i Prepared in Accordance i h he Dome ic Sec ri ie Reg la or ble	050
Chap er VI Managemen Di g ion and Anal i Prepared in Accordance i h he Hong Kong Sec ri ie Reg la or ble	070
Chap er VII Repor of he Super i or Commi ee	078
Chap er VIII Significan E en	083
Chap er IX Change in Share Capi al and Informa ion on Shareholder	110
Chap er X Informa ion on Direc or Super i or , Senior Managemen and Emplo ee	122
Chap er XI Corpora e Go ernance and Corpora e Go ernance Repor	139
Chap er XII Audit or’ Repor	173
Chap er XIII Financial S a emen Prepared in Accordance i h CASBE	183
Chap er XIV Confirma ion from he Direc or and Senior Managemen	415
Chap er XV Doc men Available for In pec ion	416



Important Notice

Dear Shareholders and Investors, we are pleased to announce that the 2016 Annual General Meeting of Shareholders (AGM) will be held on August 18, 2017 at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

The 2016 AGM will be held on August 18, 2017 at 10:00 AM (Beijing Time) at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

The 2016 AGM will be held on August 18, 2017 at 10:00 AM (Beijing Time) at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

The 2016 AGM will be held on August 18, 2017 at 10:00 AM (Beijing Time) at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

The 2016 AGM will be held on August 18, 2017 at 10:00 AM (Beijing Time) at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

The 2016 AGM will be held on August 18, 2017 at 10:00 AM (Beijing Time) at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

The 2016 AGM will be held on August 18, 2017 at 10:00 AM (Beijing Time) at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

The 2016 AGM will be held on August 18, 2017 at 10:00 AM (Beijing Time) at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

The 2016 AGM will be held on August 18, 2017 at 10:00 AM (Beijing Time) at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

The 2016 AGM will be held on August 18, 2017 at 10:00 AM (Beijing Time) at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

The 2016 AGM will be held on August 18, 2017 at 10:00 AM (Beijing Time) at the Grand Hyatt Hotel, No. 100 Avenue of the Stars, Beijing, China. The meeting will discuss the 2016 Annual Report and other matters.

Definitions

Item	Definition
人民幣元 (或元)	RMB Yuan (or Yuan) (1.00)
人民幣千元	RMB Thousand Yuan (RMB 1,000)
人民幣百萬元	RMB Hundred Thousand Yuan (RMB 100,000)
人民幣百萬元	RMB Hundred Thousand Yuan (RMB 100,000)
& 瑞聯	CRRC (集瑞聯合重工有限公司), established in 2012, 200
中集	China Container Corporation Limited (38, established in 1957, 2006)
中集安瑞科	China Container Corporation Limited (445)
中國國際海運集裝箱(集團)股份有限公司	China International Marine Container (Group) Co., Ltd. (中國國際海運集裝箱(集團)股份有限公司), established in 2004
中集安瑞科控股有限公司	China Container Corporation Limited (中集安瑞科控股有限公司), established in 2004
中集安瑞科(香港)有限公司	China Container Corporation Limited (38) 2006
中集安瑞科(香港)有限公司	China Container Corporation Limited (2010)
中集安瑞科(香港)有限公司	China Container Corporation Limited (30) 2007

Definitions

中國國際海運集裝箱(香港)有限公司, 30 1 2 (中國國際海運集裝箱(香港)有限公司), 30 1 2

200 8

2016 21

2014 7

2014 7 1 4

(深圳中集天達空港設備有限公司), 18 1 2

(中集車輛(集團)有限公司), 2 1 6

14

1.00

Glossary

Item	Definition
331	30% 30% 100%
	250 400
	600-3,600
	20 8 6 8

Corporate Profile

180 (中國國際海運集裝箱股份有限公司) 14
1, 2, 1, 4, 1, 5, 8, 1, 4, 2012

1, 2, 1, 4, 1, 5, 8, 1, 4, 2012

I. COMPANY INFORMATION

1, 2, 1, 4, 1, 5, 8, 1, 4, 2012

中國國際海運集裝箱(集團)股份有限公司
中集集團
()
8, &, 2
518067
3101-2, 1

Corporate Profile

II. CONTACT PERSONS AND MEANS OF COMMUNICATION

姓名	职位	电话	电子邮箱
王明	董事长	(86 755) 266 1130	wangming@cimc.com
李强	总经理	(86 755) 2682 657	liqiang@cimc.com
张华	副总经理	(86 755) 2680 2706	zhanghua@cimc.com
陈伟	财务总监	(86 755) 2682 657	chenwei@cimc.com
刘洋	董事会秘书	(852) 2232 7318	liuyang@cimc.com
赵磊	办公室主任	(852) 2805 1835	zhaolei@cimc.com

III. CHANGES IN REGISTRATION

变更事项	变更前	变更后
统一社会信用代码	144030061886 50	144030061886 50
注册资本	14 亿元	14 亿元
注册地址	广东省深圳市福田区	广东省深圳市福田区

IV. INFORMATION DISCLOSURE AND LOCATIONS FOR DOCUMENTS FOR INSPECTION

文件名称	披露/存放地点
年度报告	深圳证券交易所网站、巨潮资讯网
招股说明书	深圳证券交易所网站、巨潮资讯网
公司章程	深圳证券交易所网站、巨潮资讯网
审计报告	深圳证券交易所网站、巨潮资讯网
关联交易公告	深圳证券交易所网站、巨潮资讯网
股权激励计划	深圳证券交易所网站、巨潮资讯网
其他公告	深圳证券交易所网站、巨潮资讯网

Corporate Profile

V. STOCK INFORMATION OF THE COMPANY

Item	Value
Number of shares listed on the Shanghai Stock Exchange	1,000,000,000
Number of shares listed on the Hong Kong Stock Exchange	1,000,000,000
Number of shares held by the Company	1,000,000,000
Number of shares held by the Company's subsidiaries	0
Number of shares held by the Company's associates	0
Number of shares held by the Company's directors and supervisors	0
Number of shares held by the Company's employees	0
Number of shares held by the Company's shareholders	0
Number of shares held by the Company's other parties	0
Number of shares held by the Company's other parties (including the Company's subsidiaries, associates, directors, supervisors, employees, shareholders, and other parties)	0

VI. OTHER RELEVANT INFORMATION

Item	Value
Number of shares held by the Company's subsidiaries	0
Number of shares held by the Company's associates	0
Number of shares held by the Company's directors and supervisors	0
Number of shares held by the Company's employees	0
Number of shares held by the Company's shareholders	0
Number of shares held by the Company's other parties	0
Number of shares held by the Company's other parties (including the Company's subsidiaries, associates, directors, supervisors, employees, shareholders, and other parties)	0

Summary of Accounting Data and Financial Indicators

I. CHANGE OF ACCOUNTING POLICIES AND CORRECTION OF ACCOUNTING ERRORS

As of the end of 2016, the Company's accounting policies and accounting estimates are consistent with those of the end of 2015. There is no change in the Company's accounting policies and accounting estimates.

	2016	2015		Change (%)	2014	
		2015	2014		2015	2014
Total assets	51,111,652	58,685,804	58,685,804	(12.1%)	70,070,855	70,070,855
Total liabilities	539,660	1,74,005	2,026,613	(73.37%)	2,477,802	2,477,802
Total equity	51,111,652	58,685,804	58,685,804	(12.1%)	70,070,855	70,070,855
Total revenue	511,420	1,721,222	1,751,645	(70.80%)	2,142,682	2,142,682
Total profit	2,341,619	(3,610,223)	(3,610,223)	164.86%	6,434,477	6,434,477
Basic earnings per share (RMB)	0.14	0.72	0.74	(81.08%)	0.3	0.3
Diluted earnings per share (RMB)	0.14	0.71	0.73	(80.82%)	0.2	0.2
Return on assets	2%	8%	8%	(6%)	12%	12%

	At the end of 2016	2015		Change (%)	2014	
		2015	2014		2015	2014
Total assets	124,614,748	106,763,171	107,057,065	16.40%	87,776,181	87,66,564
Total liabilities	29,285,970	28,541,31	28,687,635	2.0%	22,203,14	22,380,36

Summary of Accounting Data and Financial Indicators

II. KEY ACCOUNTING DATA AND FINANCIAL INDICATORS OF THE GROUP FOR THE LAST FIVE YEARS

	For the year ended 31 December					
	2016	2015		2014	2013	2012
Total assets	51,111,652	58,685,804	(12.1%)	70,070,855	57,874,411	54,334,057
Total liabilities	800,538	3,033,854	(73.67%)	3,277,874	3,370,835	2,633,441
Total equity	1,702,051	3,302,470	(48.46%)	3,570,416	3,562,720	2,073,380
Operating income	967,068	51,825	1.60%	536,488	28,222	76,350
Operating profit	734,983	2,350,645	(68.73%)	3,033,288	2,634,488	1,303,430
Profit attributable to equity holders of the parent	539,660	2,026,613	(73.37%)	2,477,802	2,180,321	1,330,081
Profit attributable to minority interest	195,323	324,032	(39.72%)	556,126	454,177	(8,651)
Profit attributable to equity holders of the parent and minority interest	511,420	1,751,645	(70.80%)	2,142,682	1,343,000	1,706,400

	As at 31 December					
	2016	2015		2014	2013	2012
Total assets						
Total liabilities						
Total equity						
Operating income						
Operating profit						
Profit attributable to equity holders of the parent						
Profit attributable to minority interest						
Profit attributable to equity holders of the parent and minority interest						

Summary of Accounting Data and Financial Indicators

	For the year ended 31 December					
	2016	2015	Change (%)	2014	2013	2012
Operating income	2,341,619	(3,610,223)	164.86%	6,434,477	2,741,261	2,242,111
Operating expenses	(6,854,655)	(12,584,781)	45.53%	(11,553,782)	(6,504,451)	(1,551,348)
Operating profit	7,511,046	16,505,663	(54.4%)	3,400,866	3,632,377	(2,881,667)

	2016	2015	Change (%)	2014	2013	2012
Operating profit margin	0.14	0.74	(81.08%)	0.3	0.82	0.73
Operating profit margin (excl. non-recurring items)	0.14	0.73	(80.82%)	0.2	0.81	0.73
Operating profit margin (excl. non-recurring items and government subsidies)	0.79	(1.21)	165.2%	2.41	1.03	0.84
Operating profit margin (excl. non-recurring items and government subsidies) (excl. government subsidies)	9.83	6.63	2.08%	8.34	7.77	7.33
Operating profit margin (%)	2%	8%	(6%)	12%	11%	10%
Operating profit margin (excl. non-recurring items) (%)	1%	7%	(6%)	10%	7%	6%

Summary of Accounting Data and Financial Indicators

III. KEY FINANCIAL INDICATORS OF THE GROUP BY QUARTER DURING THE REPORTING PERIOD

	2016			
	The first quarter	The second quarter	The third quarter	The fourth quarter
Revenue	10,412,416	13,130,427	11,439,771	16,129,038
Operating profit/(loss)	410,444	(788,478)	188,403	729,291
Profit/(loss) attributable to shareholders	303,386	(805,586)	108,457	905,163
Net profit/(loss) attributable to shareholders	219,500	714,232	(195,507)	1,603,394

Summary of Accounting Data and Financial Indicators

IV. NON-RECURRING PROFIT OR LOSS ITEMS AND AMOUNTS OF THE GROUP FOR THE LATEST THREE YEARS

	2016	2015	2014
		(元)	
1. 非流动资产处置损益	264,552	(17,588)	(33,210)
2. 计入当期损益的政府补助	497,336	2,883	24,666
3. 计入当期损益的所得税费用			41,863
4. 计入当期损益的公允价值变动损益			
5. 计入当期损益的金融资产公允价值变动损益			
6. 计入当期损益的可供出售金融资产公允价值变动损益			
7. 计入当期损益的持有至到期投资重分类为可供出售金融资产损益			
8. 计入当期损益的债务重组损益			
9. 计入当期损益的资产减值准备转回	399,704	122,65	(127,662)
10. 计入当期损益的营业外收入	361,353	3,333	(8,278)
11. 计入当期损益的营业外支出		12,461	80,784
12. 其他	139,625	(18,68)	10,756
合计	(1,362,915)	18,330	155,860
归属于母公司所有者的非经常性损益	(422,180)	(101,66)	(38,082)
归属于少数股东的非经常性损益	150,765	(42,435)	(41,07)
合计	28,240	274,68	335,120

1. 非流动资产处置损益：指企业出售、转让、报废固定资产、无形资产、在建工程、生产性生物资产等处置损益，以及处置长期股权投资产生的损益。

2. 计入当期损益的政府补助：指企业从政府无偿取得货币性资产的非偿还性款项。

3. 计入当期损益的所得税费用：指企业当期计入损益的所得税费用。

4. 计入当期损益的公允价值变动损益：指企业交易性金融资产、交易性金融负债、可供出售金融资产公允价值变动形成的损益。

5. 计入当期损益的金融资产公允价值变动损益：指企业交易性金融资产公允价值变动形成的损益。

6. 计入当期损益的可供出售金融资产公允价值变动损益：指企业可供出售金融资产公允价值变动形成的损益。

7. 计入当期损益的持有至到期投资重分类为可供出售金融资产损益：指企业持有至到期投资重分类为可供出售金融资产形成的损益。

8. 计入当期损益的债务重组损益：指企业债务重组形成的损益。

9. 计入当期损益的资产减值准备转回：指企业资产减值准备转回形成的损益。

10. 计入当期损益的营业外收入：指企业营业外收入。

11. 计入当期损益的营业外支出：指企业营业外支出。

12. 其他：指除上述各项之外的其他营业外收入和支出。

Summary of Accounting Data and Financial Indicators

V. ITEMS AT FAIR VALUE

	Balance at beginning of the Year	Profit or loss arising from change in fair value for the Year	Change in fair value recognized in equity	Impairment provision accrued for the Year	Balance at end of the Year
1. Financial assets					
1.1. Financial assets measured at fair value through profit or loss	122,171	7,776			138,072
2. Financial assets measured at fair value through other comprehensive income	30,878	302,43			326,6
3. Financial assets measured at fair value through profit or loss			80		1,306
4. Financial assets measured at fair value through other comprehensive income	31,342		(3,344)		33,244
5. Financial liabilities measured at fair value through profit or loss	184,31	310,215	(3,264)		4,51
6. Financial liabilities measured at fair value through other comprehensive income	730,168	75,72	481,051		1,752,608
7. Financial liabilities measured at fair value through profit or loss	14,55	386,007	477,787		2,252,1
8. Financial liabilities measured at fair value through other comprehensive income	(306,240)	227,06			(203,041)
9. Total	608,31	613,13	477,787		2,04,158

VI. DIFFERENCES IN ACCOUNTING DATA UNDER DOMESTIC AND FOREIGN ACCOUNTING STANDARDS

1. Differences in accounting data under domestic and foreign accounting standards	
1.1. Differences in accounting data under domestic and foreign accounting standards	
2. Differences in accounting data under domestic and foreign accounting standards	
3. Differences in accounting data under domestic and foreign accounting standards	

Chairman's Statement



Dear Shareholders,

I am pleased to present to you the Annual Report of China International Marine Container (Group) Co., Ltd. for the year ended 31 December 2016.

The year 2016 was a year of challenges and opportunities. In the face of a volatile global economic environment, we have remained committed to our core business and strategic focus, achieving steady growth in our operations.

2016, we have achieved significant milestones. Our revenue has increased by 15% compared to 2015, and our operating profit has grown by 20%. This is a testament to the hard work and dedication of our employees and the support of our shareholders.

Looking ahead, we are optimistic about the future. We will continue to focus on expanding our market presence, improving our operational efficiency, and enhancing our customer service. We are confident that our strong financial position and strategic vision will enable us to achieve our long-term goals.

Thank you for your continued support and trust in CIMC. We look forward to a bright and prosperous future together.

Chairman's Statement

Containers
Manufacturing
Business



Chairman's Statement

OPERATING RESULTS

2016, 本公司实现营业收入 51.112 亿元 (2015 年 58.686 亿元), 同比增长 12.1%。其中, 集装箱业务实现营业收入 0.540 亿元 (2015 年 2.027 亿元), 同比增长 73.37%。其他业务实现营业收入 0.14 亿元 (2015 年 0.74 亿元), 同比下降 81.08%。

BUSINESS DEVELOPMENT

2016 年, 公司围绕“集装箱业务”和“其他业务”两大板块, 深入推进业务转型升级, 不断提升核心竞争力。在集装箱业务方面, 公司充分发挥在集装箱制造领域的优势, 加大研发投入, 提升产品质量, 增强市场竞争力。同时, 公司积极拓展海外市场, 加强与全球知名企业的合作, 实现业务多元化发展。在其他业务方面, 公司积极探索新的业务增长点, 加大市场开拓力度, 提升品牌影响力。此外, 公司还注重人才队伍建设, 加强内部管理, 提高运营效率, 为公司的可持续发展奠定坚实基础。

2016 年, 公司实现营业收入 51.112 亿元, 同比增长 12.1%。其中, 集装箱业务实现营业收入 0.540 亿元, 同比增长 73.37%。其他业务实现营业收入 0.14 亿元, 同比下降 81.08%。

2016 年, 公司实现营业收入 10,000 万元, 同比增长 100%。

2016 年, 公司实现营业收入 51.112 亿元, 同比增长 12.1%。其中, 集装箱业务实现营业收入 0.540 亿元, 同比增长 73.37%。其他业务实现营业收入 0.14 亿元, 同比下降 81.08%。

2016 年, 公司实现营业收入 51.112 亿元, 同比增长 12.1%。其中, 集装箱业务实现营业收入 0.540 亿元, 同比增长 73.37%。其他业务实现营业收入 0.14 亿元, 同比下降 81.08%。

2016 年, 公司实现营业收入 10,000 万元, 同比增长 100%。

2016 年, 公司实现营业收入 10,000 万元, 同比增长 100%。

Chairman's Statement

2016年，本公司实现营业收入1,050.5亿元，同比增长5.1%；实现归属于母公司股东的净利润100.5亿元，同比增长13.2%。2015年，本公司实现营业收入1,000.0亿元，同比增长4.0%；实现归属于母公司股东的净利润88.8亿元，同比增长13.2%。

2016年，本公司实现营业收入1,050.5亿元，同比增长5.1%；实现归属于母公司股东的净利润100.5亿元，同比增长13.2%。

2025年，本公司实现营业收入1,400.0亿元，同比增长4.0%；实现归属于母公司股东的净利润120.0亿元，同比增长13.2%。

(全球營運、地方智慧)

CORPORATE GOVERNANCE

2016年，本公司严格按照《上市公司治理准则》、《上市公司章程指引》等法律法规的要求，不断完善公司治理结构，提高公司治理水平。2016年，本公司实现营业收入1,050.5亿元，同比增长5.1%；实现归属于母公司股东的净利润100.5亿元，同比增长13.2%。

CORPORATE SOCIAL RESPONSIBILITY

2016年，本公司积极履行社会责任，关注环境保护、员工权益、社区公益等方面。2016年，本公司实现营业收入1,050.5亿元，同比增长5.1%；实现归属于母公司股东的净利润100.5亿元，同比增长13.2%。

DIVIDEND DISTRIBUTION

2016年，本公司按照《公司章程》的规定，实施了2016年度利润分配方案。2016年，本公司实现营业收入1,050.5亿元，同比增长5.1%；实现归属于母公司股东的净利润100.5亿元，同比增长13.2%。

Chairman's Statement

FUTURE PROSPECTS

2017, the company will continue to focus on the core business of container shipping and expand its market share in the Asia-Pacific region. The company will also continue to invest in new technologies and services to improve its operational efficiency and customer experience.

2017, the company will continue to focus on the core business of container shipping and expand its market share in the Asia-Pacific region. The company will also continue to invest in new technologies and services to improve its operational efficiency and customer experience.

2016, the company achieved a significant milestone in its expansion into the Asia-Pacific region. The company's revenue increased by 10% compared to 2015, and its operating profit increased by 5%.

(《能源發展 十三五 規劃》)

2020 (2015 5. %).

(2016)《中國天然氣發展報告(2016年)》

(國家能源局油氣司)

2017, the company will continue to focus on the core business of container shipping and expand its market share in the Asia-Pacific region. The company will also continue to invest in new technologies and services to improve its operational efficiency and customer experience.

2016, the company achieved a significant milestone in its expansion into the Asia-Pacific region. The company's revenue increased by 10% compared to 2015, and its operating profit increased by 5%.

2017, the company will continue to focus on the core business of container shipping and expand its market share in the Asia-Pacific region. The company will also continue to invest in new technologies and services to improve its operational efficiency and customer experience.

2017, the company will continue to focus on the core business of container shipping and expand its market share in the Asia-Pacific region. The company will also continue to invest in new technologies and services to improve its operational efficiency and customer experience.

2017, the company will continue to focus on the core business of container shipping and expand its market share in the Asia-Pacific region. The company will also continue to invest in new technologies and services to improve its operational efficiency and customer experience.

Wang Hong
Chairman

2017



Container Manufacturing Business



Report of the Board

Consolidated Operating Results

	2016	2015 (Restated)	Change (%)
Revenue	51,111,652	58,685,804	(12.1%)
Operating profit	800,538	3,033,854	(73.67%)
Profit attributable to equity holders of the parent	539,660	2,026,613	(73.37%)
Basic earnings per share	2,341,619	(3,610,223)	164.86%
Diluted earnings per share	3,079,544	323,872	850.85%

2. Review of Operations of Major Business Segments

Container Manufacturing Business

The Company's container manufacturing business is a core business. In 2016, the Company's container manufacturing business achieved a revenue of RMB51.11 billion, a decrease of 12.1% compared with RMB58.69 billion in 2015. The operating profit was RMB800,538, a decrease of 73.67% compared with RMB3,033,854 in 2015. The profit attributable to equity holders of the parent was RMB539,660, a decrease of 73.37% compared with RMB2,026,613 in 2015. The basic earnings per share was RMB2,341,619, an increase of 164.86% compared with RMB(3,610,223) in 2015. The diluted earnings per share was RMB3,079,544, an increase of 850.85% compared with RMB323,872 in 2015.

In 2016, the Company's container manufacturing business achieved a revenue of RMB51.11 billion, a decrease of 12.1% compared with RMB58.69 billion in 2015. The operating profit was RMB800,538, a decrease of 73.67% compared with RMB3,033,854 in 2015. The profit attributable to equity holders of the parent was RMB539,660, a decrease of 73.37% compared with RMB2,026,613 in 2015. The basic earnings per share was RMB2,341,619, an increase of 164.86% compared with RMB(3,610,223) in 2015. The diluted earnings per share was RMB3,079,544, an increase of 850.85% compared with RMB323,872 in 2015.

In 2016, the Company's container manufacturing business achieved a revenue of RMB51.11 billion, a decrease of 12.1% compared with RMB58.69 billion in 2015. The operating profit was RMB800,538, a decrease of 73.67% compared with RMB3,033,854 in 2015. The profit attributable to equity holders of the parent was RMB539,660, a decrease of 73.37% compared with RMB2,026,613 in 2015. The basic earnings per share was RMB2,341,619, an increase of 164.86% compared with RMB(3,610,223) in 2015. The diluted earnings per share was RMB3,079,544, an increase of 850.85% compared with RMB323,872 in 2015.

In 2016, the Company's container manufacturing business achieved a revenue of RMB51.11 billion, a decrease of 12.1% compared with RMB58.69 billion in 2015. The operating profit was RMB800,538, a decrease of 73.67% compared with RMB3,033,854 in 2015. The profit attributable to equity holders of the parent was RMB539,660, a decrease of 73.37% compared with RMB2,026,613 in 2015. The basic earnings per share was RMB2,341,619, an increase of 164.86% compared with RMB(3,610,223) in 2015. The diluted earnings per share was RMB3,079,544, an increase of 850.85% compared with RMB323,872 in 2015.

In 2016, the Company's container manufacturing business achieved a revenue of RMB51.11 billion, a decrease of 12.1% compared with RMB58.69 billion in 2015. The operating profit was RMB800,538, a decrease of 73.67% compared with RMB3,033,854 in 2015. The profit attributable to equity holders of the parent was RMB539,660, a decrease of 73.37% compared with RMB2,026,613 in 2015. The basic earnings per share was RMB2,341,619, an increase of 164.86% compared with RMB(3,610,223) in 2015. The diluted earnings per share was RMB3,079,544, an increase of 850.85% compared with RMB323,872 in 2015.

Report of the Board

... 587,300 (2015 1,120,300), ... 47.58% ... 7,700 (2015 181,400), ... 56.06% ... 11.067 (2015 21.071), ... 47.48%, ... 363 (2015 6), ... 63.51% ... 5.61 (2015 11.386), ... 50.02% ... 2.236 (2015 5.168), ... 56.73% ... 3.553 (2015 4.41), ... 20.8%.

2016, ...

Report of the Board

2016, the Board of Directors of the Company has reviewed the financial statements of the Company for 2016, and confirmed that the financial statements are true and accurate, and the financial position of the Company is stable. The Board of Directors has also reviewed the financial statements of the Company for 2013, and confirmed that the financial statements are true and accurate, and the financial position of the Company is stable.

The Company's total assets at the end of 2016 were 123,100 million yuan (2015: 113,000 million yuan), an increase of 8.08%. The total liabilities at the end of 2016 were 14,650 million yuan (2015: 12,862 million yuan), an increase of 14.25%. The total equity at the end of 2016 was 108,450 million yuan (2015: 100,138 million yuan), an increase of 8.33. 7%.

The Company's operating income for 2016 was 1,234,567 million yuan (2015: 1,123,456 million yuan), an increase of 9.8%. The operating profit for 2016 was 156,789 million yuan (2015: 145,678 million yuan), an increase of 7.6%. The net profit for 2016 was 123,456 million yuan (2015: 112,345 million yuan), an increase of 9.8%.

The Company's cash and cash equivalents at the end of 2016 were 158 million yuan (2015: 145 million yuan), an increase of 9.0%. The Company's operating activities generated cash and cash equivalents of 100 million yuan (2015: 90 million yuan), an increase of 11.1%.

(1) The Company's operating income for 2016 was 1,234,567 million yuan (2015: 1,123,456 million yuan), an increase of 9.8%. The operating profit for 2016 was 156,789 million yuan (2015: 145,678 million yuan), an increase of 7.6%. The net profit for 2016 was 123,456 million yuan (2015: 112,345 million yuan), an increase of 9.8%.

(2) The Company's operating income for 2016 was 1,234,567 million yuan (2015: 1,123,456 million yuan), an increase of 9.8%. The operating profit for 2016 was 156,789 million yuan (2015: 145,678 million yuan), an increase of 7.6%. The net profit for 2016 was 123,456 million yuan (2015: 112,345 million yuan), an increase of 9.8%.

(3) The Company's operating income for 2016 was 1,234,567 million yuan (2015: 1,123,456 million yuan), an increase of 9.8%. The operating profit for 2016 was 156,789 million yuan (2015: 145,678 million yuan), an increase of 7.6%. The net profit for 2016 was 123,456 million yuan (2015: 112,345 million yuan), an increase of 9.8%.

Report of the Board

Energy, Chemical and Liquid Food Equipment Business

2016年，本集团能源、化工及液体食品设备业务实现营业收入1,354,833千元，较2015年增加0.52%。其中，能源设备业务实现营业收入833,241千元，较2015年增加4.5%；化工设备业务实现营业收入2,472千元，较2015年增加8.78%；液体食品设备业务实现营业收入2,135千元，较2015年增加5.62%。

(地方智慧、全球运营)

2016年，本集团能源、化工及液体食品设备业务实现营业收入1,354,833千元，较2015年增加0.52%。其中，能源设备业务实现营业收入833,241千元，较2015年增加4.5%；化工设备业务实现营业收入2,472千元，较2015年增加8.78%；液体食品设备业务实现营业收入2,135千元，较2015年增加5.62%。

2016年，本集团能源、化工及液体食品设备业务实现营业收入1,354,833千元，较2015年增加0.52%。其中，能源设备业务实现营业收入833,241千元，较2015年增加4.5%；化工设备业务实现营业收入2,472千元，较2015年增加8.78%；液体食品设备业务实现营业收入2,135千元，较2015年增加5.62%。

2016年，本集团能源、化工及液体食品设备业务实现营业收入1,354,833千元，较2015年增加0.52%。其中，能源设备业务实现营业收入833,241千元，较2015年增加4.5%；化工设备业务实现营业收入2,472千元，较2015年增加8.78%；液体食品设备业务实现营业收入2,135千元，较2015年增加5.62%。

2016年，本集团能源、化工及液体食品设备业务实现营业收入1,354,833千元，较2015年增加0.52%。其中，能源设备业务实现营业收入833,241千元，较2015年增加4.5%；化工设备业务实现营业收入2,472千元，较2015年增加8.78%；液体食品设备业务实现营业收入2,135千元，较2015年增加5.62%。

Report of the Board

... & ... 40- ... 20- ... & ... &

... 100% ... 178,634,000 ... 482,052,000 ... 1,000,000,000.

1. In 2016, ... 100% ... 178,634,000 ... 482,052,000 ... 1,000,000,000.

Offshore Engineering Business

... 2016. ... 2016.

Report of the Board

162
& (中海油能源發展股份有限公司) 2016.
5: 2 3
270
4, 1#
1 (藍鯨1號)
2017.

&
&
&
300/350/450,
2016,
(€.)

2016, \$ 1.0
15%
2016,
(天津永旺機械設備租賃有限公司)
(深圳紅樹林創業投資有限公司),
01#
600

Logistics Service Business

2016,

Report of the Board

2016, the Board of Directors has reviewed the financial statements of the Company and its subsidiaries for the year ended December 31, 2016, and confirmed that the financial statements are true and accurate, and that the financial statements have been audited by the independent auditor.

2016, the Board of Directors has reviewed the financial statements of the Company and its subsidiaries for the year ended December 31, 2016, and confirmed that the financial statements are true and accurate, and that the financial statements have been audited by the independent auditor.

The Board of Directors has reviewed the financial statements of the Company and its subsidiaries for the year ended December 31, 2016, and confirmed that the financial statements are true and accurate, and that the financial statements have been audited by the independent auditor.

The Board of Directors has reviewed the financial statements of the Company and its subsidiaries for the year ended December 31, 2016, and confirmed that the financial statements are true and accurate, and that the financial statements have been audited by the independent auditor.

The Board of Directors has reviewed the financial statements of the Company and its subsidiaries for the year ended December 31, 2016, and confirmed that the financial statements are true and accurate, and that the financial statements have been audited by the independent auditor.

The Board of Directors has reviewed the financial statements of the Company and its subsidiaries for the year ended December 31, 2016, and confirmed that the financial statements are true and accurate, and that the financial statements have been audited by the independent auditor.

The Board of Directors has reviewed the financial statements of the Company and its subsidiaries for the year ended December 31, 2016, and confirmed that the financial statements are true and accurate, and that the financial statements have been audited by the independent auditor.

Report of the Board

... the Board of Directors of CIMC Container (Group) Co., Ltd. has reviewed the consolidated financial statements of CIMC Container (Group) Co., Ltd. for the year 2016, and confirmed that the consolidated financial statements are true and accurate, and that the consolidated financial statements have been prepared in accordance with the applicable accounting standards and the requirements of the relevant laws and regulations.

Heavy Truck Business

... In 2016, the Heavy Truck Business of CIMC Container (Group) Co., Ltd. continued to maintain a stable operating performance. The sales volume of heavy trucks increased significantly compared with the previous year, and the operating profit margin improved. The company has actively expanded its market share and strengthened its brand influence.

2016, the sales volume of heavy trucks in the company's Heavy Truck Business reached 158,000 units, an increase of 22% compared with 129,500 units in 2015. The operating profit margin of the Heavy Truck Business reached 22%, an increase of 2 percentage points compared with 20% in 2015.

2016, the sales volume of heavy trucks in the company's Heavy Truck Business reached 1,726 million yuan, an increase of 101.50% compared with 856 million yuan in 2015. The operating profit margin of the Heavy Truck Business reached 82%, an increase of 2 percentage points compared with 80% in 2015.

... In 2016, the Heavy Truck Business of CIMC Container (Group) Co., Ltd. continued to maintain a stable operating performance. The sales volume of heavy trucks increased significantly compared with the previous year, and the operating profit margin improved. The company has actively expanded its market share and strengthened its brand influence.

... In 2016, the Heavy Truck Business of CIMC Container (Group) Co., Ltd. continued to maintain a stable operating performance. The sales volume of heavy trucks increased significantly compared with the previous year, and the operating profit margin improved. The company has actively expanded its market share and strengthened its brand influence.

2016, the sales volume of heavy trucks in the company's Heavy Truck Business reached 1,726 million yuan, an increase of 101.50% compared with 856 million yuan in 2015. The operating profit margin of the Heavy Truck Business reached 82%, an increase of 2 percentage points compared with 80% in 2015.

Report of the Board

During the reporting period, the Board has reviewed the financial statements of the Company and its subsidiaries for the year ended December 31, 2016. The financial statements have been audited by the independent auditor, and the audit report is included in the Annual Report. The Board has approved the financial statements and the Annual Report for 2016. The financial results for 2016 are as follows: Revenue of RMB 4,850 million, an increase of 13% compared with 2015, and Net Profit of RMB 150 million, an increase of 12% compared with 2015.

Airport Facilities Equipment Business

The Airport Facilities Equipment Business is a key business of the Company. It provides airport facilities and equipment to various airports and airlines. The business has a strong market position and a good track record. The Board will continue to support the development of this business and improve its operating performance.

Report of the Board

... 2016, ...

... (€) ... 2013, ...

... 2016, ...

Real Estate Development Business

... 2016, ...

... 2016, ...

... 2,000², ... 723 (2015: 1,220), ... 44.03%, ... 154 (2015: 340), ... 54.74%.

... 2016, ...

In respect of the industrial development business, ...

Report of the Board

In respect of the industrial park development and operation business

The Board has reviewed the financial statements of the industrial park development and operation business and is satisfied with the results. The business has achieved a revenue of RMB 7,120 million in 2016, an increase of 28.4% from RMB 5,330.0 million in 2015. The profit margin is 6.46% in 2016, compared with 1.72% in 2015. The business has also achieved a significant milestone by listing on the Shanghai Stock Exchange in 2016.

In respect of the traditional residential business

The Board has reviewed the financial statements of the traditional residential business and is satisfied with the results. The business has achieved a revenue of RMB 2,612 million in 2016, an increase of 8.0% from RMB 2,302 million in 2015. The profit margin is 1.72% in 2016, compared with 1.72% in 2015.

Financial Business

The Board has reviewed the financial statements of the financial business and is satisfied with the results. The business has achieved a revenue of RMB 8,000 million in 2016, an increase of 1.72% from RMB 7,740 million in 2015. The profit margin is 28.4% in 2016, compared with 28.4% in 2015.

The Board has reviewed the financial statements of the financial business and is satisfied with the results. The business has achieved a revenue of RMB 8,000 million in 2016, an increase of 1.72% from RMB 7,740 million in 2015. The profit margin is 28.4% in 2016, compared with 28.4% in 2015. The business has also achieved a significant milestone by listing on the Shanghai Stock Exchange in 2016.

The Board has reviewed the financial statements of the financial business and is satisfied with the results. The business has achieved a revenue of RMB 8,000 million in 2016, an increase of 1.72% from RMB 7,740 million in 2015. The profit margin is 28.4% in 2016, compared with 28.4% in 2015.

The Board has reviewed the financial statements of the financial business and is satisfied with the results. The business has achieved a revenue of RMB 8,000 million in 2016, an increase of 1.72% from RMB 7,740 million in 2015. The profit margin is 28.4% in 2016, compared with 28.4% in 2015.

The Board has reviewed the financial statements of the financial business and is satisfied with the results. The business has achieved a revenue of RMB 8,000 million in 2016, an increase of 1.72% from RMB 7,740 million in 2015. The profit margin is 28.4% in 2016, compared with 28.4% in 2015.

The Board has reviewed the financial statements of the financial business and is satisfied with the results. The business has achieved a revenue of RMB 8,000 million in 2016, an increase of 1.72% from RMB 7,740 million in 2015. The profit margin is 28.4% in 2016, compared with 28.4% in 2015.

Report of the Board

2016, the Board has reviewed the financial statements of the Company and its subsidiaries for the year ended December 31, 2016, and confirmed that the financial statements are true and accurate, and that the Company has complied with the applicable laws and regulations. The Board has also reviewed the Company's business performance and financial position for the year, and has approved the following resolutions:

Other Businesses:

Modular Building Business: (中集模块化建筑投资有限公司)
The Board has reviewed the business performance and financial position of the Modular Building Business for the year ended December 31, 2016. The business has achieved significant progress in the development and production of modular buildings, and has established a complete system of modular building standards (箱式钢结构集成模块建筑体系规程). The Board has approved the following resolutions for the year 2017:

Multimodal Transport Business: (中集多式联运发展有限公司)
The Board has reviewed the business performance and financial position of the Multimodal Transport Business for the year ended December 31, 2016. The business has achieved significant progress in the development and operation of multimodal transport services, and has established a complete system of multimodal transport standards. The Board has approved the following resolutions for the year 2017:

Report of the Board

III. FUTURE DEVELOPMENT AND OUTLOOK

1. Macroeconomic Environment and Policies

2017, the global economy has shown a steady recovery. The International Monetary Fund (IMF) predicts that the global economy will continue to grow in 2017, with a growth rate of 3.2% in 2016 and 4.0% in 2017. The IMF also predicts that the global economy will continue to grow in 2017, with a growth rate of 6.5% in 2017.

2. Industry Development Trend and Market Outlook

In respect of the container manufacturing line, the industry is expected to continue to grow in 2017. The industry is expected to continue to grow in 2017, with a growth rate of 3.2% in 2016 and 4.0% in 2017. The industry is expected to continue to grow in 2017, with a growth rate of 3.2% in 2016 and 4.0% in 2017.

In respect of the road transportation vehicle line, the industry is expected to continue to grow in 2017. The industry is expected to continue to grow in 2017, with a growth rate of 3.2% in 2016 and 4.0% in 2017. The industry is expected to continue to grow in 2017, with a growth rate of 3.2% in 2016 and 4.0% in 2017.

In respect of the energy, chemical and liquid food equipment line, the industry is expected to continue to grow in 2017. The industry is expected to continue to grow in 2017, with a growth rate of 3.2% in 2016 and 4.0% in 2017. The industry is expected to continue to grow in 2017, with a growth rate of 3.2% in 2016 and 4.0% in 2017.

(《能源發展「十三五」規劃》)
10% 2020 (2015.5.%)
(2016) (《中國天然氣發展報告(2016年)》)
(國家能源局油氣司), (國務院發展研究中心資源與環境政策研究所)
(國土資源部油氣資源戰略研究中心), 2017

Report of the Board

In respect of the financial performance in 2017, the Board has reviewed the financial statements of the Company and the consolidated financial statements of the Group for the year ended 31 December 2017, and the related financial information disclosed in the financial statements and the consolidated financial statements of the Group for the year ended 31 December 2017, and the related financial information disclosed in the financial statements and the consolidated financial statements of the Group for the year ended 31 December 2017.

3. Overall Operation Targets and Initiatives for Main Business Segments

2017, the Board has reviewed the financial statements of the Company and the consolidated financial statements of the Group for the year ended 31 December 2017, and the related financial information disclosed in the financial statements and the consolidated financial statements of the Group for the year ended 31 December 2017, and the related financial information disclosed in the financial statements and the consolidated financial statements of the Group for the year ended 31 December 2017.

In respect of the container manufacturing business in 2017, the Board has reviewed the financial statements of the Company and the consolidated financial statements of the Group for the year ended 31 December 2017, and the related financial information disclosed in the financial statements and the consolidated financial statements of the Group for the year ended 31 December 2017, and the related financial information disclosed in the financial statements and the consolidated financial statements of the Group for the year ended 31 December 2017.

In respect of the road transportation vehicle business in 2017, the Board has reviewed the financial statements of the Company and the consolidated financial statements of the Group for the year ended 31 December 2017, and the related financial information disclosed in the financial statements and the consolidated financial statements of the Group for the year ended 31 December 2017, and the related financial information disclosed in the financial statements and the consolidated financial statements of the Group for the year ended 31 December 2017.

Report of the Board

In respect of the energy, chemical and liquid food equipment line in 2017, ...

In respect of the offshore engineering line in 2017, ... 331

In respect of the logistic service line in 2017, ...

In respect of the heavy truck line in 2017, & ...

In respect of the airport facilities equipment line in 2017, ...

Report of the Board

In respect of the real estate development business, in 2017, the Group continued to actively explore the real estate market, and has completed the acquisition of land parcels in various cities. The Group will continue to explore the real estate market in the future, and will focus on the development of high-quality real estate projects.

In respect of the financial business, in 2017, the Group continued to actively explore the financial market, and has completed the acquisition of land parcels in various cities. The Group will continue to explore the financial market in the future, and will focus on the development of high-quality financial projects.

4. Main Risk Factors for Future Development of the Group

Risk of economic periodic fluctuation: The Group's business is highly sensitive to the economic cycle. In the event of a global economic downturn, the Group's business performance may be affected.

Risk of economic restructuring and industrial policy upgrade in China: The Group's business is highly sensitive to the economic restructuring and industrial policy upgrade in China. In the event of a change in the economic structure or industrial policy, the Group's business performance may be affected.

Risk of trade protection and anti-globalization: The Group's business is highly sensitive to trade protection and anti-globalization. In the event of a change in trade policy or anti-globalization measures, the Group's business performance may be affected.

Fluctuation of financial market and exchange rate risk: The Group's business is highly sensitive to the fluctuation of the financial market and exchange rate risk. In the event of a change in the financial market or exchange rate, the Group's business performance may be affected.

Report of the Board

Market competition risk: ...

Employment and environmental protection pressure and risk: ...

Report of the Board

V. ANALYSIS OF CORE COMPETITIVE ADVANTAGES

Strategic Positioning of “Manufacture + Service + Finance”

Our Company has established a “Manufacture + Service + Finance” business model, which is a core competitive advantage. The “Manufacture” part refers to the production of containers, which is the foundation of our business. The “Service” part refers to the provision of container leasing and logistics services, which is the core of our business. The “Finance” part refers to the provision of financial services, which is the support of our business. This business model has enabled our Company to achieve a leading position in the container industry.

Development Philosophies of Business Diversification and Globalisation

Our Company has adopted a philosophy of business diversification and globalisation. We have diversified our business into different industries, such as container manufacturing, container leasing, and logistics services. We have also expanded our business globally, with operations in over 100 countries and regions. This philosophy has enabled our Company to achieve a leading position in the container industry and to become a global leader in the industry.

A Standardised and Effective Corporate Governance System

Our Company has established a standardised and effective corporate governance system. We have implemented a set of corporate governance policies and procedures, which are in line with the highest standards of corporate governance. We have also established a robust internal control system, which ensures the accuracy and reliability of our financial statements. This system has enabled our Company to achieve a leading position in the container industry and to become a global leader in the industry.

Lean Manufacturing Management Capabilities

Our Company has developed lean manufacturing management capabilities, which are a core competitive advantage. We have implemented a set of lean manufacturing practices, such as just-in-time production and continuous improvement. These practices have enabled our Company to achieve a leading position in the container industry and to become a global leader in the industry.

Report of the Board

Integrated Resources and Ability to Achieve Collaborative Development

The Board has fully considered the company's integrated resources and ability to achieve collaborative development. The Board has fully considered the company's integrated resources and ability to achieve collaborative development. The Board has fully considered the company's integrated resources and ability to achieve collaborative development.

Technological Research and Development Capabilities and Intellectual Property Rights Protection

The Board has fully considered the company's technological research and development capabilities and intellectual property rights protection. The Board has fully considered the company's technological research and development capabilities and intellectual property rights protection. The Board has fully considered the company's technological research and development capabilities and intellectual property rights protection.

VI. OTHER MATTERS REPORTED BY THE BOARD

1. Fixed Assets

The Board has fully considered the company's fixed assets. The Board has fully considered the company's fixed assets. The Board has fully considered the company's fixed assets.

2. Land Value Appreciation Tax

The Board has fully considered the company's land value appreciation tax. The Board has fully considered the company's land value appreciation tax. The Board has fully considered the company's land value appreciation tax.

3. Reserves and Distributable Reserves

The Board has fully considered the company's reserves and distributable reserves. The Board has fully considered the company's reserves and distributable reserves. The Board has fully considered the company's reserves and distributable reserves.

4. Management Contract

The Board has fully considered the company's management contract. The Board has fully considered the company's management contract. The Board has fully considered the company's management contract.

Report of the Board

5. Major Suppliers and Customers

2016, the company's top five suppliers and customers are as follows:

Supplier/Customer	2016	2015
Top 5 Suppliers	30%	30%
Top 5 Customers	(8)	2
Top 5 Suppliers	5%	(5)

6. Repurchase, Sale or Redemption of Securities

During the reporting period, the company did not repurchase, sell or redeem any securities.

7. Trust Deposits and Irrecoverable Overdue Time Deposits

As of 31 December 2016, the company has no trust deposits or irrecoverable overdue time deposits.

8. Pre-emptive Rights

The company has no pre-emptive rights in its issued shares.

9. Issue of Debenture

On 13 October 2016, the company issued a total of RMB 1,301,000,000 of debentures.

10. Taxes

The company is subject to corporate income tax at a rate of 25% on its taxable income. The company has also paid other taxes and fees in accordance with applicable laws and regulations.

Year	Tax Expense
2016	RMB 13,045,000
2015	RMB 13,348,000

11. Donation

2016, the company made donations of RMB 1,301,000 (2015: RMB 2,850,000).

Report of the Board

12. Compliance with Laws and Regulations

During 2016, the Board and the Company have strictly followed the laws and regulations of the PRC and other countries, and complied with the requirements of the Shanghai Stock Exchange and the Shenzhen Stock Exchange.

13. Permitted Indemnity Provision

The Board has approved the indemnity provisions for the directors and supervisors of the Company, which are in line with the requirements of the laws and regulations of the PRC and the Articles of Association of the Company.

14. Share Capital

As at 31 December 2016, the Company has the following share capital structure:

	Par value per share	Number of shares issued (share)	Percentage (%)
State-owned shares	1.00	1,262,000,377	42.37%
Public shares	1.00	1,716,576,60	57.63%
		2, 78,576, 86	100.00%

15. Dividend Distribution

During 2016, the Board has proposed a dividend distribution plan for 2016, which is to distribute a total of RMB 10.6 million (including tax) to the shareholders of the Company for 2016. The dividend distribution plan has been approved by the Board and the Company's 2016 Annual General Meeting. The dividend distribution plan is as follows: RMB 1.4 million for the state-owned shares and RMB 9.2 million for the public shares.

16. Changes of Directors and Supervisors

The Board has approved the resignation of Mr. Wang Jie as a director of the Company, and Mr. Wang Jie has resigned from the position of director of the Company. The Board has also approved the resignation of Mr. Wang Jie as a supervisor of the Company, and Mr. Wang Jie has resigned from the position of supervisor of the Company.

17. Environmental, Social and Governance Report

The Board has approved the Environmental, Social and Governance Report of the Company for 2016, which is available on the Company's website. The Board has also approved the Environmental, Social and Governance Report of the Company for 2016, which is available on the Company's website. The Board has also approved the Environmental, Social and Governance Report of the Company for 2016, which is available on the Company's website.

18. Events after the Balance Sheet Date

During 2016, the Board has approved the dividend distribution plan for 2016, which is to distribute a total of RMB 10.6 million (including tax) to the shareholders of the Company for 2016. The dividend distribution plan has been approved by the Board and the Company's 2016 Annual General Meeting.

CIMC has established production bases in Europe, North America and Australia, forming a worldwide marketing network and service companies.

Containers

Australia / England
 Dongguan / Yangzhou / Suzhou
 Tianjin / Qingdao / Xuzhou
 Nanjing / Taicang / Shanghai / Jiangsu
 Ningbo / Ningbo / Zhangzhou
 Shenzhen / Xinhui / Qidong

Road Transportation Vehicles

America / Germany / Netherlands
 Saudi Arabia / Australia / Thailand
 Shenzhen / Jiangmen / Zhenjiang
 Luoyang / Shanghai / Yangzhou
 Jinan / Qingdao / Liangzihu
 Yingkou / Xi'an / Yumen / Chengde / Dongguan

Energy, Chemical and Liquid Food Equipment

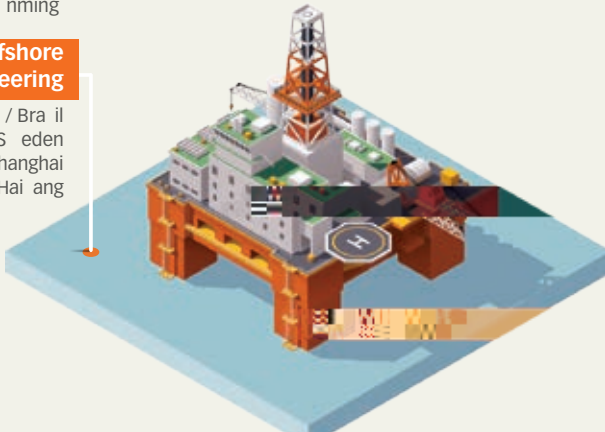
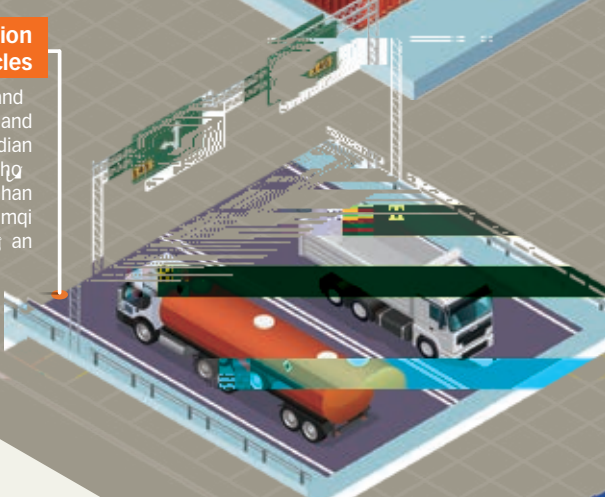
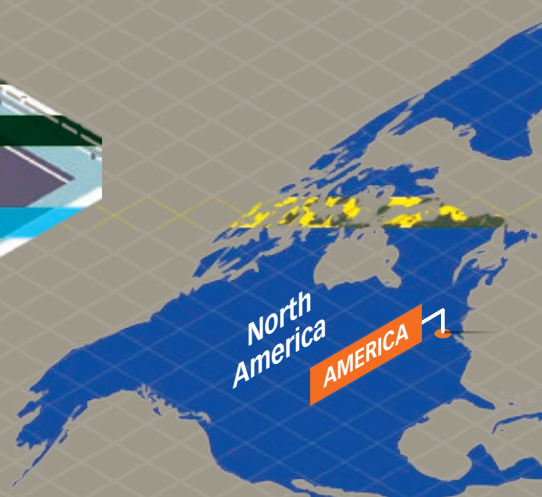
Germany / Netherlands / Denmark / Belgium
 America / Colombia / Australia / India
 Thailand / India / Vietnam / Nanjing
 Shijiazhuang / Zhangjiagang / Langfang
 Jingmen / Bengbu / Beijing / Dalian
 Nanjing / Shanghai / Taipei

Logistics Service

Thailand / Hong Kong / Dalian / Beijing
 Tianjin / Qingdao / Yanai / Liaoning
 Yancheng / Shanghai / Ningbo / Wuxi
 Nanchang / Guangzhou / Shenzhen
 Xuzhou / Xiamen / Kunming

Offshore Engineering

Turkmenistan / Brazil
 Singapore / Sweden
 Yanai / Shanghai
 Longkou / Haikou





Airport Facilities Equipment

Singapore / Germany
Netherlands / Croatia
France / Indonesia
Beijing / Shenzhen / Hong Kong



Real Estate Development

Shenzhen / Yangjiang
Jiangmen / Yangjiang
Zhenjiang / Dongguan



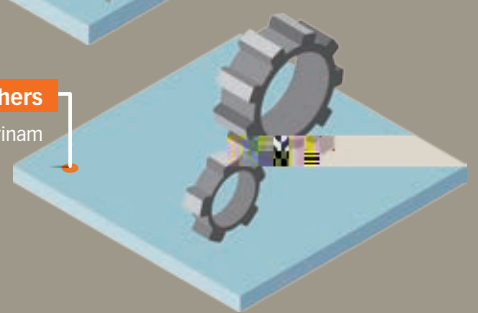
Finance

America / Australia
Shenzhen / Hong Kong



Others

Surinam



Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

I. OVERVIEW

1. Overview

II. ANALYSIS OF PRINCIPAL BUSINESSES

1. Overview

2. Income and Cost

(1) Composition of Revenue

3. Income and Cost

2. Income and Cost

(1) Composition of Revenue

	2016		2015		Change (%)
	Amount	% of revenue	Amount	% of revenue	
Operating revenue	51,111,652	100.00%	58,685,804	100.00%	(12.1%)
Operating expenses					
Bunker	11,066,999	21.65%	21,071,16	35.1%	(47.48%)
Depreciation and amortization	14,694,682	28.75%	12,861,55	21.2%	14.25%
Wages and salaries	9,353,786	18.30%	9,305,081	15.86%	0.52%
Repairs and maintenance	4,305,630	8.42%	7,56,58	13.56%	(45.8%)
Transportation	3,213,229	6.29%	2,81,80	4.81%	13.5%
Fuel	7,129,456	13.95%	7,7,8	13.2%	(8.60%)
Depreciation	2,302,412	4.50%	1,71,2	3.05%	28.4%
Insurance	723,090	1.41%	1,21,878	2.20%	(44.03%)
Repairs	1,725,766	3.38%	856,45	1.46%	101.50%
Other	2,219,576	4.34%	1,153,770	1.7%	2.38%
Other	(5,622,974)	(10.99%)	(8,222,77)	(14.03%)	(31.62%)

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

	2016		2015		
	Amount	% of revenue	Amount	% of revenue	% change
B product					
Container	11,066,999	21.65%	21,071,16	35.1%	(47.48%)
Other products	14,694,682	28.75%	12,861,55	21.2%	14.25%
	9,353,786	18.30%	9,305,081	15.86%	0.52%
	4,305,630	8.42%	7,566,58	13.56%	(45.8%)
	3,213,229	6.29%	2,816,80	4.81%	13.5%
	7,129,456	13.95%	7,766,8	13.2%	(8.60%)
	2,302,412	4.50%	1,766,2	3.05%	28.4%
	723,090	1.41%	1,218,78	2.20%	(44.03%)
	1,725,766	3.38%	856,45	1.46%	101.50%
	2,219,576	4.34%	1,153,770	1.7%	2.38%
	(5,622,974)	(10.99%)	(8,222,77)	(14.03%)	(31.62%)
B region					
	23,563,045	46.10%	24,684,517	42.06%	(4.54%)
	9,718,213	19.01%	8,880,23	15.13%	1.44%
	8,068,004	15.79%	13,836,675	23.58%	(41.6%)
	7,266,749	14.22%	6,181,83	15.65%	(20.86%)
	2,495,641	4.88%	2,102,30	3.58%	18.70%

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

(2) Industry, Product or Region Contributing 10% or More to the Company's Revenue or Operating Profit

	Revenue	Cost of sale	Gross profit margin	Year-on-year change in revenue	Year-on-year change in cost of sale	Year-on-year change in gross profit margin
By industry						
Container	11,066,888,804		10.64%	(47.48%)	(43.43%)	(6.3%)
Other	14,646,821,304,401		18.81%	14.25%	15.43%	(0.83%)
By product						
Container	11,066,888,804		10.64%	(47.48%)	(43.43%)	(6.3%)
Other	14,646,821,304,401		18.81%	14.25%	15.43%	(0.83%)
By region						
China	23,563,045			(4.54%)		
Overseas	718,213			.44%		
Total	8,068,004			(41.6%)		

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

(3) The Company's Income of the Physical Sale is Higher than the Service Revenue or not

▼

Inquiry Classification	Item	2016	2015	Year-on-year change
Physical Sale	Income of Physical Sale	58.73	112.03	(47.58%)
	Income of Service Revenue	7.97	18.14	(56.06%)
Total	Total Income	12.31	11.3	8.08%
	Income of Physical Sale (Net)	0	0	0.00%
	Income of Service Revenue (Net)	0	4	(100.00%)
	Income of Physical Sale (Net)	6	6	0.00%
	Income of Service Revenue (Net)	7	7	0.00%

Reason for relevant data change: below 30% on a year-on-year basis

The company's income of physical sale is higher than the service revenue by 30% in 2016 compared with 2015. This is mainly due to the increase in the volume of physical sale and the decrease in the volume of service revenue. The company's income of physical sale is higher than the service revenue by 30% in 2016 compared with 2015. This is mainly due to the increase in the volume of physical sale and the decrease in the volume of service revenue.

(4) Performance of the Significant Sales Contracts Entered into by the Company as of the Reporting Period

▼

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

(5) Composition of Cost of Sales

Ind r cla ifica ion

		2016		2015	
Ind r cla ifica ion	Item				

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

(8) Information of the Major Customers and Major Suppliers

Information of the major customers of the Company

-	China International Marine Container (Group) Co., Ltd.	4,531,687
%		8.87%
%		0.00%

Information of the top five customers of the Company

No.	Name of customer	Sale amount	% of the annual total sale amount
1		1,585,824	3.12%
2		1,120,312	2.1 %
3		677,058	1.32%
4		671,414	1.31%
5		477,07	0.3%
-		4,531,687	8.87%

Other information of major customers

-		5%
---	--	----

Information of the major suppliers of the Company

-	China International Marine Container (Group) Co., Ltd.	3,258,220
%		7.86%
%		0.00%

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

Information of the top five suppliers of the Company

No.	Name of supplier	Purchase amount	% of the annual total purchase amount
1	Shanghai (Group) Co., Ltd.	775,248	1.87%
2	Shanghai (Group) Co., Ltd.	74,176	1.81%
3	Shanghai (Group) Co., Ltd.	683,362	1.65%
4	Shanghai (Group) Co., Ltd.	575,32	1.3%
5	Shanghai (Group) Co., Ltd.	474,502	1.14%
-	-	3,258,220	7.86%

Other information of major supplier

None of the top five suppliers of the Company is a related party of the Company. The Company's purchases from the top five suppliers accounted for 7.86% of the total purchases in 2016, a decrease of 5% compared with 2015.

3. Expenses

	2016	2015	Year-on-year change
Operating expenses	2,156,980	2,574,726	(16.22%)
Administrative expenses	4,208,598	4,146,83	1.4%
Financial expenses	719,109	627,801	14.54%
Other expenses	967,068	51,825	1.60%

4. R&D Investments

The Company's R&D investments in 2016 were 2,156,980 yuan, an increase of 16.22% compared with 2015. The Company's R&D investments in 2016 were divided into three categories: (1) R&D investments in the field of container equipment, (2) R&D investments in the field of container management system, and (3) R&D investments in the field of container terminal equipment.

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

R&D investments of the Company

	2016	2015	Proportion of change
Research and development expenses	3,385	3,380	0.15%
Research and development expenses (including depreciation and amortization)	6.60%	5.0%	0.70%
Research and development expenses (including depreciation and amortization)	563,792	614,462	(8.25%)
Research and development expenses (including depreciation and amortization)	1.10%	1.05%	0.05%
Research and development expenses (including depreciation and amortization)	44,352	72,150	(38.53%)
Research and development expenses (including depreciation and amortization)	7.87%	11.74%	(3.87%)

Reason for the significant change of the proportion of total R&D investment in research and development compared with the previous year

Reason for the significant change of the proportion of total R&D investment in research and development compared with the previous year

Reason for the substantial change of the capitalization rate of R&D investment and explanation for irreversibility

Reason for the substantial change of the capitalization rate of R&D investment and explanation for irreversibility

5. Cash Flows

Item	2016	2015	Year-on-year change
Cash flows from operating activities	52,132,383	57,320,802	(9.05%)
Cash flows from investing activities	49,790,764	60,311,025	(18.28%)
Cash flows from financing activities	2,341,619	(3,610,223)	164.86%
Cash flows from operating activities	2,010,159	1,312,846	53.11%
Cash flows from investing activities	8,864,814	13,877,627	(36.21%)
Cash flows from financing activities	(6,854,655)	(12,584,781)	45.53%
Cash flows from operating activities	64,307,817	64,441	(0.8%)
Cash flows from investing activities	56,796,771	48,438,536	17.26%
Cash flows from financing activities	7,511,046	16,505,663	(54.4%)
Cash flows from operating activities	3,079,544	323,872	850.85%

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

Reason for the major factor affecting significant change in relevant data compared with the same period of previous year

Item	Year-on-year change	Reason
Operating profit	53.11%	Operating profit increased by 53.11% compared with the same period of the previous year, mainly due to the increase in operating income and the decrease in operating expenses.
Net profit	(36.21%)	Net profit decreased by 36.21% compared with the same period of the previous year, mainly due to the increase in non-operating expenses and the decrease in non-operating income.

Reason for major difference between the net cash flow of operating activities of the Company and the net profit of the Year during the Reporting Period

III. ANALYSIS OF NON-PRINCIPAL BUSINESSES

Item	Amount	Proportion in total profit	Explanation on the formation	Sustainable or not
Operating profit	234,410	13.77%	Operating profit is derived from the company's main business, which is sustainable.	▼
Net profit	613,113	36.07%	Net profit is derived from the company's main business, which is sustainable.	▼
Operating income	2,081,634	122.77%	Operating income is derived from the company's main business, which is sustainable.	▼
Net profit	1,212,806	71.26%	Net profit is derived from the company's main business, which is sustainable.	▼
Net profit	311,213	18.2%	Net profit is derived from the company's main business, which is sustainable.	▼

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

IV. ASSETS AND LIABILITIES

1. Significant Changes in Assets

	Amount at the end of 2016	% of total assets	Amount at the end of 2015 (RMB million)	% of total assets	Change (%)
Monetary funds	2,162,217	1.74%	2,036,367	1.0%	6.18%
Accounts receivable	22,769,189	18.27%	17,040,388	15.2%	33.62%
Prepaid expenses	15,729,787	12.62%	17,000,024	16.73%	(12.17)%
Other receivables	27,023,222	21.69%	23,684,838	22.12%	14.10%

2. Assets and Liabilities Measured at Fair Value

The Company's assets and liabilities measured at fair value include financial assets measured at fair value, financial liabilities measured at fair value, and other assets and liabilities measured at fair value.

The measurement method of the main assets and liabilities of the Company change or not during the Reporting Period:

None.

Reason for significant change in measurement method of major assets and liabilities of the Company and its impact on the operation results and financial condition during the Reporting Period:

At the end of December 31, 2016, the Company's financial assets measured at fair value include 2 types of financial assets measured at fair value, which are available for sale financial assets and financial assets measured at fair value through profit or loss. The amount of available for sale financial assets measured at fair value is RMB 75,720,000 (2015: RMB 65,650,000), and the amount of financial assets measured at fair value through profit or loss is RMB 33,140,000 (2015: RMB 33,140,000).

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

At the end of December 31, 2016, the Company's restricted asset rights include 1 type of restricted asset rights, which are restricted asset rights of financial assets measured at fair value through profit or loss. The amount of restricted asset rights is RMB 24,000,000 (2015: RMB 24,000,000).

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

V. INVESTMENTS

1. General Information

In e men am g n in he Repor ing Period	In e men am g n in he ame period of pre i g ear	Change
1,832,225	1,52 ,384	1 .80%

2. Material Equity Investments during the Reporting Period

Name of in e ee	Principal ac i i le	In e men me hod	In e men am g n	Shareholding	Source of f und	Partner	In e men period	Type of prog c	Progre made a a he balance hee da e	E pec ed gain	In e men gain or lo e d i ring he Repor ing Period	Li ga ion in ol ed	Di clo e da e (if an)	Di clo e inde (if an)
			842,527	100%										
			842,527											

3. Material Non-equity Investments in Progress during the Reporting Period

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

4. Financial Asset Investments

(1) Securities Investments

Security	Stock code	Abbreviation of stock name	Initial investment amount	Mode of acquisition	Book value at the beginning of the Reporting Period	Change in fair value during the Reporting Period	Change in fair value recognized in equity	Dividends for the Reporting Period	Sale for the Reporting Period	Profit or loss during the Reporting Period	Book value at the end of the Reporting Period	Classification in accordance with	Source of funds
China International Marine Container (Group) Co., Ltd.	618	中远海控	128,580,000	定向增发	117,140,000	7,870,000				5,702,000	133,400,000	可供出售金融资产	自有资金
招商局港口	368	招商局港口	20,742,000	定向增发	3,841,000	(231,000)					3,860,000	可供出售金融资产	自有资金
招商局港口					1,181,000	20,000				(387,000)	812,000	可供出售金融资产	自有资金
			14,331,000		122,171,000	7,776,000				5,315,000	138,072,000		

(2) Other Listed Company Equities Held

Stock code	Abbreviation of stock name	Initial investment amount	Number of shares held (thousand shares)	Shareholding percentage (%)	Book value at the end of the year	Profit or loss during the Reporting Period	Change in equity during the Reporting Period	Classification in accordance with	Source of funds
招商局港口	招商局港口	13,480,000	13,521,000	1.1%	2,441,000		1,007,000	可供出售金融资产	自有资金
招商局港口	招商局港口	167,510,000	2,800,000	13.42%	212,050,000	4,046,000		可供出售金融资产	自有资金
招商局港口	招商局港口	467,480,000	1,223,571,000	30.00%	485,275,000	1,128,000		可供出售金融资产	自有资金
招商局港口	招商局港口							可供出售金融资产	自有资金

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

(3) Derivatives Investments

As of the end of the reporting period, the Company has entered into the following derivatives contracts:

Name of the derivative operator	Relationship with the Group	Related party or no	Type of derivative instrument	Initial amount of derivative instrument	Date of commencement	Date of termination	Amount at the beginning of the period	Amount acquired during the Reporting Period	Amount sold during the Reporting Period	Provision for impairment (if any)	Amount at the end of the period	Proportion of amount at the end of the Reporting Period of the Company	Actual profit or loss during the Reporting Period
China International Marine Container (Group) Co., Ltd.			Foreign exchange		2015/1/2	2017/11/16	1,087,111				21,820	0.75%	176,550
China International Marine Container (Group) Co., Ltd.			Foreign exchange		2014/8/22	2016/12/13	4,074,462						51,378
China International Marine Container (Group) Co., Ltd.			Foreign exchange		2010/1/20	2021/6/28	831,181				10,302,060	35.18%	336,574
China International Marine Container (Group) Co., Ltd.			Foreign exchange		2015/4/1	2016/12/31	70,365						(1,755)
							14,086,1				10,521,880	35.3%	544,747

As of the end of the reporting period, the Company has entered into the following derivatives contracts:

1. Foreign exchange derivatives: The Company has entered into foreign exchange derivatives contracts to hedge the foreign exchange risk of the Company's international trade. The contracts are mainly denominated in US dollars and euros. The Company's foreign exchange derivatives contracts are all over-the-counter contracts. The Company's foreign exchange derivatives contracts are all entered into with banks. The Company's foreign exchange derivatives contracts are all entered into for the purpose of hedging the foreign exchange risk of the Company's international trade. The Company's foreign exchange derivatives contracts are all entered into in accordance with the Company's foreign exchange risk management policy. The Company's foreign exchange derivatives contracts are all entered into in accordance with the Company's foreign exchange risk management policy. The Company's foreign exchange derivatives contracts are all entered into in accordance with the Company's foreign exchange risk management policy.

2. Interest rate derivatives: The Company has entered into interest rate derivatives contracts to hedge the interest rate risk of the Company's debt. The contracts are mainly denominated in US dollars and euros. The Company's interest rate derivatives contracts are all over-the-counter contracts. The Company's interest rate derivatives contracts are all entered into with banks. The Company's interest rate derivatives contracts are all entered into for the purpose of hedging the interest rate risk of the Company's debt. The Company's interest rate derivatives contracts are all entered into in accordance with the Company's interest rate risk management policy. The Company's interest rate derivatives contracts are all entered into in accordance with the Company's interest rate risk management policy. The Company's interest rate derivatives contracts are all entered into in accordance with the Company's interest rate risk management policy.

3. Commodity derivatives: The Company has entered into commodity derivatives contracts to hedge the commodity price risk of the Company's operations. The contracts are mainly denominated in US dollars and euros. The Company's commodity derivatives contracts are all over-the-counter contracts. The Company's commodity derivatives contracts are all entered into with banks. The Company's commodity derivatives contracts are all entered into for the purpose of hedging the commodity price risk of the Company's operations. The Company's commodity derivatives contracts are all entered into in accordance with the Company's commodity price risk management policy. The Company's commodity derivatives contracts are all entered into in accordance with the Company's commodity price risk management policy. The Company's commodity derivatives contracts are all entered into in accordance with the Company's commodity price risk management policy.

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

5. Use of Raised Proceeds

(1) General Utilisation of Raised Proceeds

Unit: \$ million

Year of raised proceed	Method	Total proceed raised	Total proceed used in the Reporting Period	Total proceed applicable	Total proceed used during the Reporting Period	Applicable proceed raised change in usage	Proportion of applicable proceed raised change in usage	Total amount of remaining proceed raised	Use and direction for remaining proceed raised	Raised proceed not used in more than 2 year
2015	Public offering	3,856,575,428	3,635	3,856,003,635			0.00%	571,733	The remaining amount of raised proceeds is used for the purchase of shares of subsidiaries and other purposes.	
	Private placement	(3,227,633,131)	(3,115)	(3,227,160,660)				(511,475)		
		3,856,575,428	3,635	3,856,003,635			0.00%	571,733		
		(3,227,633,131)	(3,115)	(3,227,160,660)				(511,475)		

Description of overall utilization of raised proceeds: The raised proceeds are used for the purchase of shares of subsidiaries and other purposes.

(2) Projects Committed with Raised Proceeds

(3) Change of Projects to be Invested with Raised Proceeds

VI. DISPOSAL OF SUBSTANTIAL ASSETS AND EQUITY INTERESTS

1. Disposal of Substantial Assets

2. Disposal of Substantial Equity Interests

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

VII. ANALYSIS OF PRINCIPAL SUBSIDIARIES AND ASSOCIATES

1. Overview of the Company's Principal Subsidiaries and Associates

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

X. RECEPTION OF RESEARCH, COMMUNICATIONS AND INTERVIEWS

本公司及本公司之董事、高级管理人员、各部门工作人员均严格遵守相关法律法规及中国证监会、上海证券交易所的相关规定，公平对待所有投资者，不存在选择性信息披露的行为，不存在任何内幕交易、操纵市场等违法违规行为。

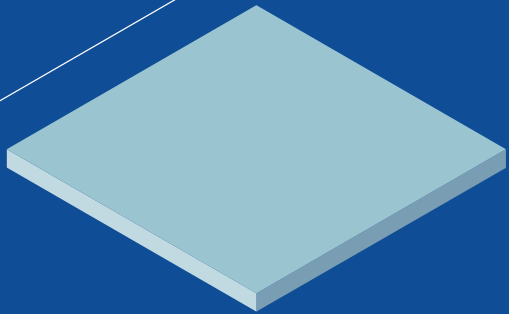
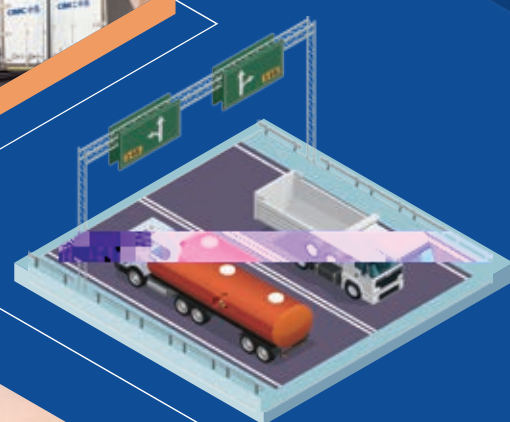
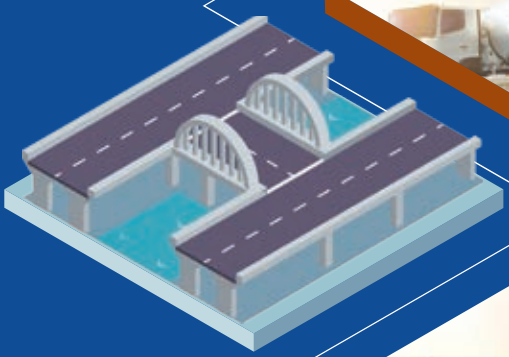
Date of reception	Version of reception	Mode of reception	Type of participant received	Participant received	Brief description on research
11 Nov 2016	2016年11月11日	实地调研	机构投资者	机构投资者（券商）	机构投资者（券商）调研，了解公司生产经营情况、财务状况、经营成果、未来发展战略及重大业务进展情况。
12 Nov 2016	2016年11月12日	电话访谈	机构投资者	机构投资者（券商）	机构投资者（券商）电话访谈，了解公司生产经营情况、财务状况、经营成果、未来发展战略及重大业务进展情况。
1 Dec 2016	2016年12月1日	实地调研	机构投资者	机构投资者（券商）	机构投资者（券商）调研，了解公司生产经营情况、财务状况、经营成果、未来发展战略及重大业务进展情况。
25 Dec 2016	2016年12月25日	电话访谈	机构投资者	机构投资者（券商）	机构投资者（券商）电话访谈，了解公司生产经营情况、财务状况、经营成果、未来发展战略及重大业务进展情况。
2 Dec 2016	2016年12月2日	实地调研	机构投资者	机构投资者（券商）	机构投资者（券商）调研，了解公司生产经营情况、财务状况、经营成果、未来发展战略及重大业务进展情况。
2 Dec 2016	2016年12月2日	电话访谈	机构投资者	机构投资者（券商）	机构投资者（券商）电话访谈，了解公司生产经营情况、财务状况、经营成果、未来发展战略及重大业务进展情况。
12 Dec 2016	2016年12月12日	实地调研	机构投资者	机构投资者（券商）	机构投资者（券商）调研，了解公司生产经营情况、财务状况、经营成果、未来发展战略及重大业务进展情况。
26 Dec 2016	2016年12月26日	电话访谈	机构投资者	机构投资者（券商）	机构投资者（券商）电话访谈，了解公司生产经营情况、财务状况、经营成果、未来发展战略及重大业务进展情况。

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

Date of reception	Volume of reception	Mode of reception	Type of par received	Par received	Brief description on research
30/12/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年12月30日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
17/12/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年12月17日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
30/11/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年11月30日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
7/11/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年11月7日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
20/11/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年11月20日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
4/11/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年11月4日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
1/11/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年11月1日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
1/11/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年11月1日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
5/11/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年11月5日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
7/11/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年11月7日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
17/11/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年11月17日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。
15/11/2016	1,000,000	定向增发	人民币普通股	1,000,000股	2016年11月15日，公司完成定向增发人民币普通股1,000,000股，募集资金总额为人民币10,000,000.00元，扣除发行费用后，实际募集资金净额为人民币9,800,000.00元。

Operation Discussion and Analysis Prepared in Accordance with the Domestic Securities Regulatory Rules

Date of reception	Value of reception	Mode of reception	Type of partner received	Partner received	Brief description on research
15	2016		t		
17	2016		t		
18	2016		t		
22	2016		t		
	2016		t		
2	2016		t		
					27
					55
					0
					0



Road Transportation Vehicle Business





Management Discussion and Analysis Prepared in Accordance with the Hong Kong Securities Regulatory Rules

Consolidated operating Results and Segment Information

Revenue for the year ended 31 December 2016 was RMB51,111.652 million, an increase of 12.1% from RMB45,685.804 million in 2015. Revenue for the year ended 31 December 2016 was RMB53,660 million, an increase of 2.0% from RMB52,026.613 million in 2015. The increase in revenue was primarily due to the increase in the number of containers shipped and the increase in the average price per container. The increase in the number of containers shipped was primarily due to the increase in the number of containers shipped to the United States and Europe. The increase in the average price per container was primarily due to the increase in the average price per container in the United States and Europe.

Cost of Sales

Cost of sales for the year ended 31 December 2016 was RMB32,694 million, an increase of 1.8% from RMB32,046 million in 2015. The increase in cost of sales was primarily due to the increase in the number of containers shipped and the increase in the average price per container. The increase in the number of containers shipped was primarily due to the increase in the number of containers shipped to the United States and Europe. The increase in the average price per container was primarily due to the increase in the average price per container in the United States and Europe.

Gross Profit Margin and Profitability

Gross profit margin for the year ended 31 December 2016 was 18.84%, an increase from 18.12% in 2015. The increase in gross profit margin was primarily due to the increase in the number of containers shipped and the increase in the average price per container. The increase in the number of containers shipped was primarily due to the increase in the number of containers shipped to the United States and Europe. The increase in the average price per container was primarily due to the increase in the average price per container in the United States and Europe.

	2016		2015	
	Gross profit	Gross profit margin (%)	Gross profit	Gross profit margin (%)
Operating income	1,177,195	10.64%	3,588,666	17.03%
Operating expenses	2,764,281	18.81%	2,526,011	11.64%
Operating profit	1,775,192	18.98%	1,816,300	11.52%
Finance income	437,815	10.17%	680,622	8.55%
Finance expenses	639,110	19.89%	582,150	20.64%
Other income	778,894	10.93%	717,711	12.20%
Other expenses	1,290,337	56.04%	1,171,360	65.37%
Income from operations	341,309	47.20%	450,317	34.86%
Income from other operations	32,694	1.89%	(51,510)	(6.01)%
Income from operations	252,046	11.36%	204,853	17.76%
Income from operations	140,762		(1,051,885)	
Total	9,629,635	18.84%	10,634,744	18.12%

Technology Development Costs, Sales Costs, Management Expenses and Finance Expenses

Technology development costs for the year ended 31 December 2016 were RMB52 million, an increase from RMB53 million in 2015. The increase in technology development costs was primarily due to the increase in the number of containers shipped and the increase in the average price per container. The increase in the number of containers shipped was primarily due to the increase in the number of containers shipped to the United States and Europe. The increase in the average price per container was primarily due to the increase in the average price per container in the United States and Europe.



**Management Discussion and Analysis Prepared in
Accordance with the Hong Kong Securities Regulatory Rules**

Management Discussion and Analysis Prepared in Accordance with the Hong Kong Securities Regulatory Rules

Bank Loans and Other Borrowings

At 31 December 2016, the Group had bank loans and other borrowings of RMB55,321,185 (31 December 2015: RMB46,241,746).

The Group's bank loans and other borrowings are categorized as follows:

	As at 31 December 2016	As at 31 December 2015
Bank loans	15,729,787	17,000,024
Other borrowings	3,525,710	64,003
Trade payables		3,881
Accounts payable	27,023,222	23,684,838
Accounts receivable	7,986,500	
Prepaid expenses	1,666,966	
Total	55,932,185	46,241,746

At 31 December 2016, the Group had bank loans of RMB507,365 (31 December 2015: RMB423,520).

The Group's bank loans and other borrowings are categorized as follows:

At 31 December 2016, the Group had bank loans of RMB507,365 (31 December 2015: RMB423,520) and other borrowings of RMB38,154.75 (31 December 2015: RMB12,472.43).

Management Discussion and Analysis Prepared in Accordance with the Hong Kong Securities Regulatory Rules

Foreign Exchange Risk and Relevant Hedge

The Group's operations are primarily conducted in RMB. The Group's revenue is primarily derived from the sale of containers and related services, which are denominated in RMB. The Group's expenses are primarily denominated in RMB. The Group's assets and liabilities are primarily denominated in RMB. The Group's financial statements are presented in RMB. The Group's management has implemented various foreign exchange risk management strategies to minimize the impact of foreign exchange risk on the Group's financial performance. The Group has entered into foreign exchange derivatives contracts to hedge its foreign exchange risk. The Group's foreign exchange risk management strategies are described in detail in the Group's financial statements.

Interest Rate Risk

The Group's operations are primarily conducted in RMB. The Group's revenue is primarily derived from the sale of containers and related services, which are denominated in RMB. The Group's expenses are primarily denominated in RMB. The Group's assets and liabilities are primarily denominated in RMB. The Group's financial statements are presented in RMB. The Group's management has implemented various interest rate risk management strategies to minimize the impact of interest rate risk on the Group's financial performance. The Group has entered into interest rate derivatives contracts to hedge its interest rate risk. The Group's interest rate risk management strategies are described in detail in the Group's financial statements.

Credit Risk

The Group's operations are primarily conducted in RMB. The Group's revenue is primarily derived from the sale of containers and related services, which are denominated in RMB. The Group's expenses are primarily denominated in RMB. The Group's assets and liabilities are primarily denominated in RMB. The Group's financial statements are presented in RMB. The Group's management has implemented various credit risk management strategies to minimize the impact of credit risk on the Group's financial performance. The Group has entered into credit derivatives contracts to hedge its credit risk. The Group's credit risk management strategies are described in detail in the Group's financial statements.

Capital Commitments

As at 31 December 2016, the Group has capital commitments of RMB 417.786 million (31 December 2015: RMB 60.181 million). The Group's capital commitments are primarily related to the purchase of containers and related services. The Group's capital commitments are described in detail in the Group's financial statements.

Subsidiaries, Jointly Controlled Companies and Associated Companies of the Group

The Group's subsidiaries, jointly controlled companies and associated companies are listed in the Group's financial statements. The Group's subsidiaries, jointly controlled companies and associated companies are primarily engaged in the sale of containers and related services. The Group's subsidiaries, jointly controlled companies and associated companies are described in detail in the Group's financial statements.

Management Discussion and Analysis Prepared in Accordance with the Hong Kong Securities Regulatory Rules

Significant Investments and Major Acquisitions and Sales Relating to Subsidiaries and Associated Companies

At the end of 2016, the Company's total investment in subsidiaries and associated companies was RMB842,527 million, an increase of 18.7% from RMB709,700 million at the end of 2015.

Future Plans for Significant Investments, Expected Source of Funding, Capital expenditure and Financing Plan

The Company's future plans for significant investments, expected source of funding, capital expenditure and financing plan are as follows:

The Company's capital expenditure in 2017 is estimated to be RMB18,700 million, an increase of 18.7% from RMB15,800 million in 2016. The Company's capital expenditure in 2017 will be funded by the Company's operating cash flows, bank loans and other financing channels.

Contingent Liabilities

At the end of 2016, the Company's contingent liabilities were RMB7,400 million, an increase of 7.40% from RMB6,890 million at the end of 2015.

Use of Proceeds

At the end of 2016, the Company's total use of proceeds was RMB286,061,000 million, an increase of 13.48% from RMB252,000,000 million at the end of 2015. The Company's use of proceeds in 2016 was primarily used for the acquisition of subsidiaries and associated companies, and the purchase of property, plant and equipment.

Employees and Remuneration Policies

At the end of 2016, the Company's total number of employees was 51,257,477, an increase of 5.25% from 48,750,000 at the end of 2015. The Company's remuneration policy is to attract and retain high quality talent, and to provide a competitive and fair remuneration package to its employees.

The Company's remuneration policy is to attract and retain high quality talent, and to provide a competitive and fair remuneration package to its employees. The Company's remuneration package includes basic salary, bonus, and other benefits. The Company's remuneration package is determined based on the Company's performance, the employee's performance, and the market conditions.

Management Discussion and Analysis Prepared in Accordance with the Hong Kong Securities Regulatory Rules

Employee Training Programme

The Group has established a comprehensive training programme to enhance the professional skills and knowledge of its employees. The programme covers various areas, including technical skills, management training, and industry knowledge. The Group has invested significant resources in training and development, ensuring that its workforce remains competitive and capable of meeting the challenges of the industry. The training programme is tailored to the needs of different departments and levels of employees, providing a structured and systematic approach to learning and development.

Employee Pension Benefits

The Group provides pension benefits to its employees to ensure their financial security in retirement. The pension scheme is designed to provide a steady stream of income to employees after they have retired. The Group has made regular contributions to the pension fund, ensuring that the scheme remains well-funded and able to meet its obligations to employees. The pension benefits are an important part of the Group's employee benefits package, helping to attract and retain top talent. The Group is committed to providing a secure and comfortable retirement for all its employees.

Share Option Incentive Scheme

The Group has implemented a Share Option Incentive Scheme to motivate and reward its employees for their contributions to the Group's success. The scheme allows employees to acquire shares in the Group at a discounted price, providing them with a direct stake in the company's performance. The Share Option Incentive Scheme is a key component of the Group's long-term incentive plan, designed to align the interests of employees with those of the shareholders. The Group is committed to providing a fair and equitable incentive scheme that encourages employees to work towards the Group's long-term growth and success.

The Group has also implemented various other employee benefits, such as health insurance, life insurance, and a flexible benefits plan. These benefits are designed to provide a comprehensive and competitive package that meets the needs of its employees. The Group is committed to providing a supportive and caring work environment that promotes the well-being and happiness of its employees. The Group's employee benefits programme is a key part of its overall human resources strategy, helping to attract and retain top talent in a competitive market.

Investment Properties

The Group has invested in various properties for its operations, including office buildings, warehouses, and retail outlets. These investment properties are managed and maintained to ensure they are in good condition and generate a steady stream of income for the Group. The Group has a strong track record of successful property investments, demonstrating its ability to identify and acquire high-quality assets. The investment properties are an important part of the Group's asset portfolio, providing a stable and predictable source of revenue. The Group is committed to maximizing the value of its investment properties and ensuring they are well-managed and profitable.

At the end of 2016, the Group had investment properties with a carrying amount of RMB 1,600 million, compared with RMB 1,740 million at the end of 2015. The Group's investment properties are primarily located in major cities in China, where there is a strong demand for commercial and residential space. The Group is committed to continuing its investment in high-quality properties and expanding its portfolio to further enhance its long-term growth and profitability.





Report of the Supervisory Committee

2016, the Supervisory Committee has performed its duties in accordance with the provisions of the Company Law, the Articles of Association and the Supervisory Committee Charter, and has fulfilled its duties in accordance with the law.

I. MEETINGS OF THE SUPERVISORY COMMITTEE

Session of meeting	Date	Supervisor attended	Name of proposal	Resolution	Searching index for the resolution published on designated website	Disclosure date of the information disclosed in the resolution
1st	2016.3.28	100%	1. Review and approve the 2015 financial statements of the Company and its subsidiaries.	1. The resolution is passed.	2016.3.28	2016.3.2
			2. Review and approve the 2015 annual report of the Company and its subsidiaries.	2. The resolution is passed.		
			3. Review and approve the 2015 annual general meeting minutes of the Company and its subsidiaries.	3. The resolution is passed.		
			4. Review and approve the 2015 annual general meeting resolutions of the Company and its subsidiaries.	4. The resolution is passed.		
			5. Review and approve the 2015 annual general meeting resolutions of the Company and its subsidiaries.	5. The resolution is passed.		
			6. Review and approve the 2015 annual general meeting resolutions of the Company and its subsidiaries.	6. The resolution is passed.		
			7. Review and approve the 2015 annual general meeting resolutions of the Company and its subsidiaries.	7. The resolution is passed.		

Report of the Supervisory Committee

Session of meeting	Date	Supervisory members	Name of proposal	Resolution	Searching index for the resolution published on designated website	Disclosure date of the information disclosed in the resolution
2016.7.27	2016.4.8	[Supervisory members]	1. [Proposal 1]	1. [Resolution 1]	[Index 1]	2016.4.8
			2. [Proposal 2]	2. [Resolution 2]	[Index 2]	
			3. [Proposal 3]	3. [Resolution 3]	[Index 3]	
			4. [Proposal 4]	4. [Resolution 4]	[Index 4]	
			5. [Proposal 5]	5. [Resolution 5]	[Index 5]	
			6. [Proposal 6]	6. [Resolution 6]	[Index 6]	
			7. [Proposal 7]	7. [Resolution 7]	[Index 7]	
			8. [Proposal 8]	8. [Resolution 8]	[Index 8]	
			9. [Proposal 9]	9. [Resolution 9]	[Index 9]	
			10. [Proposal 10]	10. [Resolution 10]	[Index 10]	
			11. [Proposal 11]	11. [Resolution 11]	[Index 11]	

Report of the Supervisory Committee

Session of meeting	Date	Supervisor attended	Name of proposal	Resolution	Searching index for the resolution published on designated website	Disclosure date of the information disclosed in the resolution
3rd session of the 7th meeting	2016.4.28	Supervisor attended	2016	2016		
1st session of the 8th meeting	2016.5.31	Supervisor attended	2016.8.	2016.8.		2016.6.1
2nd session of the 8th meeting	2016.8.24	Supervisor attended				
3rd session of the 8th meeting	2016.8.30	Supervisor attended	2016	2016		
4th session of the 8th meeting	2016.10.27	Supervisor attended	1. 2016 2. 2016.8.	1. 2016 2. 2016.8.		2016.10.28
5th session of the 8th meeting	2016.11.11	Supervisor attended	2017, 2018, 2019			
6th session of the 8th meeting	2016.12.2	Supervisor attended				2016.12.2

II. SUPERVISORY COMMITTEE'S PRESENCE ON OTHER MEETINGS AND PERFORMANCE OF OTHER OBLIGATIONS

The Supervisory Committee has performed its duties in accordance with the provisions of the Company Law of the People's Republic of China, the Shanghai Stock Exchange Listing Rules, the Charter of the Company, and the Rules of the Supervisory Committee, and has fulfilled its obligations of supervision and reporting.

Report of the Supervisory Committee

III. OTHER MATTERS REVIEWED OR CONCERNED BY THE SUPERVISORY COMMITTEE

1. Opinion of the Supervisory Committee on the Lawful Operation of the Company

The Supervisory Committee reviewed the company's operation in 2016. The company's operation is in compliance with the laws and regulations of the People's Republic of China and the provisions of the Company Law, the Articles of Association and the Regulations of the Company. The company's operation is in compliance with the requirements of the Shanghai Stock Exchange Listing Rules and the requirements of the Securities Law of the People's Republic of China. The company's operation is in compliance with the requirements of the Securities Law of the People's Republic of China and the requirements of the Securities Law of the People's Republic of China. The company's operation is in compliance with the requirements of the Securities Law of the People's Republic of China and the requirements of the Securities Law of the People's Republic of China.

2. Opinion of the Supervisory Committee on Inspection of the Financial Status of the Company

The Supervisory Committee reviewed the company's financial status in 2016. The company's financial status is in compliance with the laws and regulations of the People's Republic of China and the provisions of the Company Law, the Articles of Association and the Regulations of the Company. The company's financial status is in compliance with the requirements of the Shanghai Stock Exchange Listing Rules and the requirements of the Securities Law of the People's Republic of China. The company's financial status is in compliance with the requirements of the Securities Law of the People's Republic of China and the requirements of the Securities Law of the People's Republic of China.

3. Opinion of the Supervisory Committee on the Actual Use of Proceeds from

Report of the Supervisory Committee

5. Opinion of the Supervisory Committee on Daily Related-party Transactions/ Continuing Connected Transactions of the Company

The Supervisory Committee has reviewed the related-party transactions and continuing connected transactions of the Company for the year ended 31 December 2016. The Supervisory Committee is of the opinion that the related-party transactions and continuing connected transactions of the Company for the year ended 31 December 2016 are conducted in accordance with the relevant laws, regulations and the Company's articles of association and memorandum of association, and are in the best interests of the Company and its shareholders.

6. Opinion of the Supervisory Committee on the Operation of the Internal Control System of the Company and on the Self-assessment Report on the Internal Control of the Company

The Supervisory Committee has reviewed the operation of the internal control system of the Company for the year ended 31 December 2016. The Supervisory Committee is of the opinion that the internal control system of the Company is sound and effective, and the self-assessment report on the internal control of the Company for the year ended 31 December 2016 is true and accurate.

Zhang Ming'en
Chairman of the Supervisory Committee

2017

Significant Events

I. PROFIT DISTRIBUTION OF ORDINARY SHARES AND SHARE CAPITAL INCREASE BY WAY OF TRANSFER FROM CAPITAL RESERVES OF THE COMPANY

On December 22, 2016, the Board of Directors of the Company proposed the profit distribution plan for 2016, which is as follows:

1. Profit distribution plan for 2016

The profit distribution plan for 2016 is as follows: The Company will distribute cash dividends to the ordinary shareholders of the Company for the year 2016, with a total amount of RMB 278,576,861.00 (including tax), which is equivalent to RMB 0.60 per share. The Company will also increase its share capital by RMB 17,887,000.00 through the transfer of capital reserves to the share capital. The total amount of RMB 296,463,861.00 is equivalent to RMB 0.66 per share. The Company will not distribute cash dividends to the preferred shareholders of the Company for the year 2016. The Company will not distribute cash dividends to the ordinary shareholders of the Company for the year 2016 if the Company has a loss in the year 2016. The Company will not distribute cash dividends to the ordinary shareholders of the Company for the year 2016 if the Company has a loss in the year 2016.

The profit distribution plan for 2016 is subject to the approval of the General Meeting of Shareholders of the Company.

Particulars of Cash Dividend Policy

- ▼ The Company will distribute cash dividends to the ordinary shareholders of the Company for the year 2016, with a total amount of RMB 278,576,861.00 (including tax), which is equivalent to RMB 0.60 per share.
- ▼ The Company will increase its share capital by RMB 17,887,000.00 through the transfer of capital reserves to the share capital.
- ▼ The total amount of RMB 296,463,861.00 is equivalent to RMB 0.66 per share.
- ▼ The Company will not distribute cash dividends to the preferred shareholders of the Company for the year 2016.
- ▼ The Company will not distribute cash dividends to the ordinary shareholders of the Company for the year 2016 if the Company has a loss in the year 2016.
- ▼ The Company will not distribute cash dividends to the ordinary shareholders of the Company for the year 2016 if the Company has a loss in the year 2016.

The profit distribution plan for 2016 is subject to the approval of the General Meeting of Shareholders of the Company.

	2016	2016	2016	2017
10		0.6	(including tax)	
31			2,785,768.61	
			17,887,000.00	
			20	2017
				2016

Year	2015	2014
2015	2.20	3.10
2014	654,822	833,748

Cash dividend payments of ordinary shares of the Company for the past three years (including the Reporting Period)

Year	Amount of cash dividend (including tax)	Net profit attributable to ordinary Shareholder of the Company in the consolidated financial statements of the year declaring	% of net profit attributable to ordinary Shareholder of the Company in the consolidated financial statements	Amount of cash dividend in other year	% of cash dividend in other year
2016 ()	17,887	53,660	33.33%	0	0
2015	654,822	2,026,613	32.33%	0	0
2014	833,748	2,477,802	33.65%	0	0

The Company recorded a profit during the Reporting Period, and the profit attributable to the ordinary Shareholder of the Company is positive. However, the Company did not propose a cash dividend distribution plan of ordinary shares.

Significant Events

II. PROPOSAL OF PROFIT DISTRIBUTION AND SHARE CAPITAL INCREASE BY WAY OF TRANSFER FROM CAPITAL RESERVES DURING THE REPORTING PERIOD

Profit Distribution Proposal	
1. Profit distribution for the reporting period	0
2. Transfer from capital reserves to increase share capital	0.60
3. Total amount of share capital increase	0
4. Total amount of share capital increase (including share capital increase by way of transfer from capital reserves)	2,78,576,86

III. PERFORMANCE OF COMMITMENTS

1. Commitments Performed during the Reporting Period and Not Fulfilled as at the End of the Reporting Period by the Company, Shareholders, the De Facto Controller, Acquirer, Director, Supervisor, Senior Management or Other Related Parties

人民币千元 ▼

Commitment	Promisor	Content of commitment	Date of commitment	Commitment period	Implementation
为全资子公司提供担保	公司	为全资子公司提供担保，担保金额为人民币100,000,000.00元，担保期限自2012年8月15日起至2016年4月8日止。	2012/8/15	2012-2016	已履行
为全资子公司提供担保	公司	为全资子公司提供担保，担保金额为人民币100,000,000.00元，担保期限自2016年4月8日起至2018年4月8日止。	2016/4/8	2016-2018	已履行

2. The Company has Made Profit Forecasts on its Assets or Projects, and the Profit Forecast Period is within the Reporting Period. The Company has To State Whether the Original Profit Forecasts on Assets or Projects are Fulfilled and the Reasons Therefore

人民币千元 ▼

Significant Events

IV. APPROPRIATION OF THE COMPANY'S FUNDS BY CONTROLLING SHAREHOLDERS AND THEIR RELATED PARTIES FOR NON-OPERATING PURPOSES

During the reporting period, there were no instances of appropriation of the company's funds by controlling shareholders and their related parties for non-operating purposes.

V. STATEMENTS OF THE BOARD, THE SUPERVISORY COMMITTEE AND THE INDEPENDENT DIRECTORS ON THE "NON-STANDARD AUDITING REPORT" ISSUED BY THE ACCOUNTANT DURING THE REPORTING PERIOD

During the reporting period, there were no non-standard auditing reports issued by the accountant.

VI. EXPLANATION OF CHANGES IN ACCOUNTING POLICIES, ACCOUNTING ESTIMATES AND AUDIT METHOD IN COMPARISON WITH THE FINANCIAL REPORT OF THE PREVIOUS YEAR

During the reporting period, there were no changes in accounting policies, accounting estimates and audit method.

Change in critical accounting policies: During the reporting period, the company did not change any critical accounting policies.

During the reporting period, the company did not change any critical accounting estimates. In 2016, the company's financial statements were audited by PricewaterhouseCoopers (PwC) and the audit opinion was unqualified. The company's financial statements for 2016 were audited by PwC and the audit opinion was unqualified. The company's financial statements for 2016 were audited by PwC and the audit opinion was unqualified.

During the reporting period, the company did not change any audit methods. The company's financial statements for 2016 were audited by PwC and the audit opinion was unqualified. The company's financial statements for 2016 were audited by PwC and the audit opinion was unqualified. The company's financial statements for 2016 were audited by PwC and the audit opinion was unqualified.

VII. EXPLANATION OF RETROSPECTIVE RESTATEMENT FOR ADJUSTMENT OF SIGNIFICANT ACCOUNTING ERRORS OCCURRED DURING THE REPORTING PERIOD

During the reporting period, there were no retrospective restatements for adjustment of significant accounting errors.

During the reporting period, there were no retrospective restatements for adjustment of significant accounting errors.

VIII. EXPLANATION OF CHANGES IN THE SCOPE OF CONSOLIDATED STATEMENTS IN COMPARISON WITH FINANCIAL REPORT OF PREVIOUS YEAR

There were no changes in the scope of consolidated statements in comparison with the financial report of the previous year.

IX. ENGAGEMENT AND DISENGAGEMENT OF FIRMS OF ACCOUNTANTS

The firm of accountants engaged currently

The firm of accountants engaged currently is PricewaterhouseCoopers (PwC) in China. The fee for the audit of the financial statements for the reporting period is RMB14,070,000 (including the fee for the audit of the financial statements for the reporting period of RMB12,670,000 and the fee for the audit of the financial statements for the reporting period of RMB1,400,000). The fee for the audit of the financial statements for the reporting period is RMB5,000,000.

Whether to appoint another accounting firm during the Reporting Period

There are no changes in the firm of accountants engaged currently.

Particular requirements of accounting firm, financial controller or sponsor for internal control and auditing reports

There were no changes in the firm of accountants engaged currently. The fee for the audit of the financial statements for the reporting period is RMB14,070,000 (including the fee for the audit of the financial statements for the reporting period of RMB12,670,000 and the fee for the audit of the financial statements for the reporting period of RMB1,400,000). The fee for the audit of the financial statements for the reporting period is RMB5,000,000.

X. SUSPENSION IN TRADING OR DELISTING UPON PUBLICATION OF ANNUAL REPORT

There were no changes in the firm of accountants engaged currently.

XI. BANKRUPTCY OR REORGANISATION RELATED ISSUES

There were no changes in the firm of accountants engaged currently.

Significant Events

XII. MATERIAL LAWSUITS AND ARBITRATIONS

122

Significant Events

1,816,000
2014
2011
31 2016

Date of Grant	Balance at 31 January 2016	Granted during the year	Number of underlying shares comprised in the option transferred to/		Lapsed during the year	Balance at 31 December 2016	Exercise price per share / \$	Exercise period
			Exercise during the year	from other categories during the year				
2010.11.11	1,000,000					1,000,000	4.00	2010.11.11-2011.11.10
2011.10.28	500,000					500,000	2.48	2013.10.28-2021.10.27
2014.06.05	400,000					400,000	11.24	2016.06.05-2024.06.04
2010.11.11							4.00	2010.11.11-2011.11.10
2011.10.28	400,000					400,000	2.48	2013.10.28-2021.10.27
2014.06.05	400,000					400,000	11.24	2016.06.05-2024.06.04
2010.11.11	800,000					800,000	4.00	2010.11.11-2011.11.10
2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04
2010.11.11	68,000					68,000	4.00	2010.11.11-2011.11.10
2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04
2010.11.11	500,000					500,000	4.00	2010.11.11-2011.11.10
2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04
2010.11.11	500,000					500,000	4.00	2010.11.11-2011.11.10
2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04
2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04
2011.10.28	300,000					300,000	2.48	2013.10.28-2021.10.27
2014.06.05	300,000					300,000	11.24	2016.06.05-2024.06.04
2010.11.11	8,586,000					8,586,000	4.00	2010.11.11-2011.11.10
2011.10.28	23,836,000		(826,000)			23,010,000	2.48	2013.10.28-2021.10.27
2014.06.05	31,470,000			(1,516,000)		29,954,000	11.24	2016.06.05-2024.06.04
2010.11.11	7,362,000		(70,000)			7,292,000	4.00	2010.11.11-2011.11.10
2011.10.28	2,170,000		(315,000)			1,855,000	2.48	2013.10.28-2021.10.27
2014.06.05	4,350,000			(300,000)		4,050,000	11.24	2016.06.05-2024.06.04
	86,500,000		(1,211,000)	(1,816,000)		83,572,000		

3. Implementation of the Equity Trust Scheme of CIMC Vehicle (Group)

At the end of the reporting period, the Equity Trust Scheme of CIMC Vehicle (Group) was implemented in accordance with the relevant provisions of the Scheme of the Equity Trust of CIMC Vehicle (Group) (the "Scheme").

Significant Events

Related party	Relationship with the Group	Type of the connected transaction	Description of the connected transaction	Pricing principle	Price	Amount	Proportion of the amount of the category	Approved	Whether approved by the shareholders	Settlement Method	Available market price of the category	Disclosure Date	Disclosure Index
						247,240							
						124,800							
						15,688							
						22,700							
						42,518							
						1,454							
						8,35							
						228							
						8,645							
						27,777							
						31,404							
						1,461,47							

... (faint text) ...

(2) Connected Transactions Relating to Assets or Equity Interest Acquisition and Disposal

None

(3) Connected Transactions Relating to Joint External Investments

None

(4) Claims and Liabilities among the Connected Transactions

None

None

None

Claim receivable from the related party

Unit: RMB million

Related party	Relationship with the Group	Reason	An appropriation of funds for non-operating purpose	Opening Balance	Amount increased during the reporting period	Amount recorded during the reporting period	In arrears	In arrears for the reporting period	Closing balance
Shanghai International Container Terminal Co., Ltd.	Wholly-owned subsidiary	Interest receivable			824,311			830	824,311
China International Marine Container (Group) Co., Ltd.	Parent company	Interest receivable		34,204					34,204

Significant Events

Liabilities payable to related parties

Related party	Relationship with the Group	Reason	Opening Balance	Amount increased during the reporting period	Amount repaid during the reporting period	In arrears	In arrears for the reporting period	Closing balance
China COSCO Shipping Corporation	Parent company	Interest on loans	56,237	557				56,794
China COSCO Shipping Corporation	Parent company	Interest on loans	3,661	7,32			1,73	46,0
							5	

China COSCO Shipping Corporation is the parent company of the Group. The related party relationship is disclosed in Note 14.

(5) Other Material Connected Transactions

There are no other material connected transactions.

2. Connected Transactions Defined in accordance with the Hong Kong Listing Rules

China COSCO Shipping Corporation is the parent company of the Group. The related party relationship is disclosed in Note 14.

(1) Continuing Connected Transactions among the Group, COSCO Pacific and COSCO SHIPPING Development under China COSCO Shipping

On December 31, 2015, the Group, COSCO Pacific and COSCO SHIPPING Development entered into a framework agreement for continuing connected transactions. The framework agreement is disclosed in Note 14.

(a) Continuing connected transactions under COSCO Pacific 2015-2017 Framework Agreement

18, 2014, (2015-2017) () () 31, 2015, 2016, 2017.

- ()
- () ()
- ()

1, 2015, 31, 2017 ()

Total trading amount in 2016: 1,800,000,000 2015-2017 5,554,000,000

Description of the connected (related) relationship between the parties to the transaction : 30% 14, 2015-2017 14, 10, 2015-2017 18, 2014 6, 2015

Significant Events

Report of the transaction: ... 2015-2017 ...

(b) Continuing connected transaction under COSCO SHIPPING Development 2016 Framework Agreement

On 24th of 2016, ... 2016 ... 31st of 2016 ... 1st of 2016 ... 23rd of 2016, ...

...

- (i) ...
- (ii) ...
- (iii) ...

...

... 31st of 2016 ... 2016 ... 2016 ... 2016

Total trading amount in 2016: ... 2016 ... 2,000,000 ... 212,785,000 ...

Description of the connected (related) relationship between the parties to the transaction:

On December 14, 2016, the Company entered into a purchase agreement with the related party, China International Marine Container (Group) Co., Ltd. (the "Company"), for the purchase of 10,000 units of containers. The purchase price is 24 million RMB. The purchase agreement was signed on December 24, 2016.

Purpose of the transaction:

The purpose of the transaction is to purchase containers for the Company's business operations. The purchase price is 24 million RMB. The purchase agreement was signed on December 24, 2016. The purchase price is 24 million RMB. The purchase agreement was signed on December 24, 2016.

Internal control measures in respect of controlling connected transaction:

The Company has established internal control measures to ensure the fairness and transparency of the transaction. The purchase agreement was signed on December 24, 2016. The purchase price is 24 million RMB. The purchase agreement was signed on December 24, 2016.

Independent non-executive Director's confirmation:

The independent non-executive Director has reviewed the transaction and confirmed that it is in the best interests of the Company and its shareholders. The purchase price is 24 million RMB. The purchase agreement was signed on December 24, 2016.

Significant Events

... ..

Director's confirmation:

... ..

(c) Renewal of continuing connected transaction with COSCO SHIPPING Development

... .. 2016 ... 31 ... 2016, ... 11 ... 2016, ... (...) ... (...) ... 31 ... 2017, 2018 ... 201 ... 31 ... 201 ... (...) ... (...) ... 11 ... 2016.

(2) Connected Transactions and Related-Party Transactions

... .. 5 ... 14 ...

XVII. MATERIAL CONTRACTS AND THEIR PERFORMANCES

1. Trusteeship, Contracting or Leasing

(1) Trusteeship

At the end of the reporting period, there were no trusts established by the Company. The Company has no trusts to be disclosed.

(2) Contracting

At the end of the reporting period, there were no contracts established by the Company. The Company has no contracts to be disclosed.

(3) Leasing

At the end of the reporting period, there were no leases established by the Company. The Company has no leases to be disclosed.

Significant Events

2. Material Guarantees

(1) Description of Guarantees

External guarantees undertaken by the Company and its subsidiaries (excluding guarantees for subsidiaries)								
Name of the guaranteed	Discharge date of the arrangement of the guarantee facility	Guarantee facility	Actual date of the agreement	Actual amount of guarantee	Type of guarantee	Guarantee period	Completed or no	Related party or no
China International Marine Container (Group) Co., Ltd.	2016	4,250,000	2016	1,031,416	"	1-2	▼	▼
China International Marine Container (Group) Co., Ltd. & subsidiaries	2016	2,000,000	2016	386,87	"	1-2	▼	▼
China International Marine Container (Group) Co., Ltd. subsidiaries	2016	740,000	2016	733,443	"	1-2	▼	▼
China International Marine Container (Group) Co., Ltd. subsidiaries	2016	382,000	2016	382,000	"	1-2	▼	▼
			3,440					1,512,860
			7,372,000					2,533,738
The Company's guarantees for subsidiaries								
Name of the guaranteed	Discharge date of the arrangement of the guarantee facility	Guarantee facility	Actual date of the agreement	Actual amount of guarantee	Type of guarantee	Guarantee period	Completed or no	Related Party or no
China International Marine Container (Group) Co., Ltd.	2016	18,521,040	2016	18,055,770	"	1-2	▼	▼
			1,173,030					7,537,660
			18,521,040					18,055,770

12 / 12

Subsidiary Guarantees for Subsidiaries								
Name of the Guarantor	Disclosed date of the announcement	Guarantee facilities	Actual date of the agreement	Actual amount of guarantee	Type of guarantee	Guarantee period	Fulfilled or no	Related Party or no
China International Marine Container (Group) Co., Ltd.	2016	5,841,670	2016	4,037,460	"	1-2	▼	▼
China International Marine Container (Group) Co., Ltd. (1)				654,670				510,310
China International Marine Container (Group) Co., Ltd. (3)				5,841,670				4,037,460
China International Marine Container (Group) Co., Ltd. (1+1+1)				5,777,100				560,830
China International Marine Container (Group) Co., Ltd. (3+3+3)				31,734,710				24,626,68
% (4+4+4)				84.0 %				
China International Marine Container (Group) Co., Ltd. (1)								0
China International Marine Container (Group) Co., Ltd. (1)								272,200
China International Marine Container (Group) Co., Ltd. (50% (1))								83,83
China International Marine Container (Group) Co., Ltd. (1+1)								1,256,183
China International Marine Container (Group) Co., Ltd. (1, 1)								0
China International Marine Container (Group) Co., Ltd. (1, 1)								0

Guarantees provided in a combined manner:

▼

(2) Illegal External Guarantees

▼

XVIII. SOCIAL RESPONSIBILITY

1. Performance of Precise Poverty-alleviation Social Responsibility

1. Precise poverty alleviation

2. Performance of Other Social Responsibilities

2.1. Precise poverty alleviation (continued)

When the listed company and its subsidiaries are on the list of critical pollution and discharge pollutants, the environmental protection authorities

2.2. Environmental protection

When the Company publishes the social responsibility report

2.3. Employee benefits

Name of the Company	The included information on environment	Social responsibility report			Reporting cycle standard	
		The included information on society	The included information on corporate governance		Domestic standard	Foreign standard
					ESG 2.0	

Detailed description:

1.	(14001)					
2.	(14002)					2,000

Significant Events

Description:

3.	<p>On August 18, 2016, the Company signed a contract with the Ministry of Finance of the People's Republic of China for the purchase of 388,000 shares of China International Marine Container (Group) Co., Ltd. (the "Company") at a price of RMB 6.00 per share. The total amount of the purchase is RMB 2,328,000. The shares were purchased on August 23, 2016.</p> <p>The purchase of the shares is in accordance with the Company's share repurchase plan approved by the Board of Directors on July 28, 2016. The purchase of the shares is intended to improve the Company's financial structure, enhance the Company's market value, and protect the interests of the Company's shareholders.</p>	388,000
4.	<p>On August 18, 2016, the Company signed a contract with the Ministry of Finance of the People's Republic of China for the purchase of 388,000 shares of China International Marine Container (Group) Co., Ltd. (the "Company") at a price of RMB 6.00 per share. The total amount of the purchase is RMB 2,328,000. The shares were purchased on August 23, 2016.</p>	,000
5.	<p>On August 18, 2016, the Company signed a contract with the Ministry of Finance of the People's Republic of China for the purchase of 388,000 shares of China International Marine Container (Group) Co., Ltd. (the "Company") at a price of RMB 6.00 per share. The total amount of the purchase is RMB 2,328,000. The shares were purchased on August 23, 2016.</p>	1,301

8. 2016年2月，本公司與上海外灘（集團）有限公司（「外灘」）訂立《外灘（集團）有限公司與中國國際海洋容器（集團）有限公司關於外灘（集團）有限公司2016-086號地塊的房地產開發合作協議》，該協議約定，外灘與本公司共同開發位於上海外灘（集團）有限公司2016-086號地塊的房地產開發項目。該協議已於2016年2月獲得本公司董事會批准。

XX. MATERIAL EVENTS OF SUBSIDIARIES OF THE COMPANY

1. 2016年2月11日，本公司與上海外灘（集團）有限公司（「外灘」）訂立《外灘（集團）有限公司與中國國際海洋容器（集團）有限公司關於外灘（集團）有限公司2016-056號地塊的房地產開發合作協議》，該協議約定，外灘與本公司共同開發位於上海外灘（集團）有限公司2016-056號地塊的房地產開發項目。該協議已於2016年2月獲得本公司董事會批准。

2. 2016年7月，本公司與上海外灘（集團）有限公司（「外灘」）訂立《外灘（集團）有限公司與中國國際海洋容器（集團）有限公司關於外灘（集團）有限公司2016-076號地塊的房地產開發合作協議》，該協議約定，外灘與本公司共同開發位於上海外灘（集團）有限公司2016-076號地塊的房地產開發項目。該協議已於2016年7月獲得本公司董事會批准。

3. 2016年2月，本公司與上海外灘（集團）有限公司（「外灘」）訂立《外灘（集團）有限公司與中國國際海洋容器（集團）有限公司關於外灘（集團）有限公司2016-07號地塊的房地產開發合作協議》，該協議約定，外灘與本公司共同開發位於上海外灘（集團）有限公司2016-07號地塊的房地產開發項目。該協議已於2016年2月獲得本公司董事會批准。

Significant Events

4. On December 23, 2016, the Company completed the acquisition of 100% equity interest in Shenzhen Hongshulin Venture Capital Co., Ltd. (深圳紅樹林創業投資有限公司) (興業國際信託有限公司) (興業國際信託有限公司) (天津藍水海洋工程合夥企業(有限合夥)) (Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership)). On December 28, 2016, the Company completed the acquisition of 100% equity interest in Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership) (Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership)) (Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership)).

On December 23, 2016, the Company completed the acquisition of 100% equity interest in Shenzhen Hongshulin Venture Capital Co., Ltd. (深圳紅樹林創業投資有限公司) (興業國際信託有限公司) (興業國際信託有限公司) (天津藍水海洋工程合夥企業(有限合夥)) (Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership)). On December 28, 2016, the Company completed the acquisition of 100% equity interest in Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership) (Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership)) (Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership)).

On December 23, 2016, the Company completed the acquisition of 100% equity interest in Shenzhen Hongshulin Venture Capital Co., Ltd. (深圳紅樹林創業投資有限公司) (興業國際信託有限公司) (興業國際信託有限公司) (天津藍水海洋工程合夥企業(有限合夥)) (Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership)). On December 28, 2016, the Company completed the acquisition of 100% equity interest in Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership) (Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership)) (Tianjin Lan Shui Marine Engineering Partnership (Limited Partnership)).

XXI. CORPORATE BONDS

The Company has issued the following corporate bonds:

Changes in Share Capital and Information on Shareholders

I. CHANGES IN SHAREHOLDINGS DURING THE REPORTING PERIOD

1. Changes in Shareholdings

	Pre-mo emen		Increa e/decrea e (+/-)					Po -mo emen	
	N mber of share	Percen age	Ne i i e	Con er ion			S b- o al	N mber of share	Percen age
				Bq i i e	re er e	O her			
	866,026	0.03%	21,000	0	0	(187,500)	(166,500)	6 ,526	0.02%
1.	0	0.00%	0	0	0	0	0	0	0.00%
2.	0	0.00%	0	0	0	0	0	0	0.00%
3.	866,026	0.03%	21,000	0	0	(187,500)	(166,500)	6 ,526	0.02%
	0	0.00%	0	0	0	0	0	0	0.00%
	866,026	0.03%	21,000	0	0	(187,500)	(166,500)	6 ,526	0.02%
4.	0	0.00%	0	0	0	0	0	0	0.00%
	0	0.00%	0	0	0	0	0	0	0.00%
	0	0.00%	0	0	0	0	0	0	0.00%
	2,76,53,660	.7%	736,300	0	0	187,500	23,800	2,77,877,460	.8%
1.	1,260,377,051	42.32%	736,300	0	0	187,500	23,800	1,261,300,851	42.35%
2.	0	0.00%	0	0	0	0	0	0	0.00%
3.	1,716,576,60	57.65%	0	0	0	0	0	1,716,576,60	57.63%
4.	0	0.00%	0	0	0	0	0	0	0.00%
	2,77,81,686	100.00%	757,300	0	0	0	757,300	2,78,576,86	100.00%

- (1) 28 2016, 187,500
- (2) 2016, 28,000, 75% (21,000)
- (3) 717,200 (40,100)

Changes in Share Capital and Information on Shareholders

Approval for change in share capital

2016/12/31

Transfer for change in share

2016/12/31

Effect of change in share capital on financial indicators such as the basic earning per share and diluted earning per share, or the net asset per share attributable to ordinary Shareholder of the Company of the present year or last period

2016/12/31

Item	Pre-movement in share	Post-movement in share
2016	0.14	0.14
	0.14	0.14
	.14	.14

Other matters that the Company deemed necessary or required by the applicable regulations or authorities to be disclosed

2016/12/31

Changes in Share Capital and Information on Shareholders

2. Changes in Shares with Selling Restrictions

Name of Shareholder	Number of shares with selling restriction at the beginning of the period	Number of shares with selling restriction expired in the period	Increase in number of shares with selling restriction in the period	Number of shares with selling restriction at the end of the period	Reason for selling restriction	Expiration date of selling restriction
China International Marine Container (Group) Co., Ltd.	371,026	0	0	371,026	As the company's shares are listed on the Shanghai Stock Exchange, they are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company.	-
China International Marine Container (Group) Co., Ltd. Subsidiaries	75,000	0	21,000	6,000	As the shares held by the subsidiaries are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company.	-
China International Marine Container (Group) Co., Ltd. Shareholders	75,000	0	0	75,000	As the shares held by the shareholders are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company.	-
China International Marine Container (Group) Co., Ltd. Shareholders	157,500	0	0	157,500	As the shares held by the shareholders are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company.	-
China International Marine Container (Group) Co., Ltd. Shareholders	187,500	187,500	0	0	As the shares held by the shareholders are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company.	28, 2016
	866,026	187,500	21,000	668,526	-	-

- 1. The company's shares are listed on the Shanghai Stock Exchange, and the selling restrictions of the shares are in accordance with the relevant rules of the Shanghai Stock Exchange. The company's shares are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company. The company's shares are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company. The company's shares are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company.
- 2. The company's shares are listed on the Shanghai Stock Exchange, and the selling restrictions of the shares are in accordance with the relevant rules of the Shanghai Stock Exchange. The company's shares are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company. The company's shares are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company. The company's shares are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company.
- 3. The company's shares are listed on the Shanghai Stock Exchange, and the selling restrictions of the shares are in accordance with the relevant rules of the Shanghai Stock Exchange. The company's shares are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company. The company's shares are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company. The company's shares are subject to the relevant rules of the Shanghai Stock Exchange regarding the selling restrictions of shares held by the company.

Changes in Share Capital and Information on Shareholders

II. ISSUE AND LISTING OF SECURITIES

1. Issue of Securities (excluding Preferred Shares) during the Reporting Period

During the reporting period, there were no securities issued by the Company.

2. Changes in the Total Number of Shares and Shareholder Structure of the Company, and Changes in Asset and Liability Structure of the Company

During the reporting period, there were no changes in the total number of shares and shareholder structure of the Company, and changes in asset and liability structure of the Company.

The total number of shares of the Company at the end of the reporting period was 757,300,000 shares, an increase of 1.1% compared with the end of the previous reporting period. The total number of shares of the Company at the end of the reporting period was 757,300,000 shares, an increase of 1.1% compared with the end of the previous reporting period.

3. Existing Employee Shares

During the reporting period, there were no changes in existing employee shares.

4. Non-public Issuance of A Shares Plan

On August 8, 2016, the Company issued 386,263,533 shares of A shares at a price of 13.86 yuan per share, with a total amount of 5,348,000,000 yuan. The shares were issued to 10 institutions. The total number of shares of the Company at the end of the reporting period was 757,300,000 shares, an increase of 1.1% compared with the end of the previous reporting period.

On June 6, 2015, the Company issued 60,000,000 shares of A shares at a price of 31.00 yuan per share, with a total amount of 1,860,000,000 yuan. The shares were issued to 30 institutions. The total number of shares of the Company at the end of the reporting period was 757,300,000 shares, an increase of 1.1% compared with the end of the previous reporting period.

On June 16, 2016, the Company issued 162,370,000 shares of A shares at a price of 14.00 yuan per share, with a total amount of 2,273,180,000 yuan. The shares were issued to 14 institutions. The total number of shares of the Company at the end of the reporting period was 757,300,000 shares, an increase of 1.1% compared with the end of the previous reporting period.

On June 21, 2016, the Company issued 17,000,000 shares of A shares at a price of 17.00 yuan per share, with a total amount of 289,000,000 yuan. The shares were issued to 17 institutions. The total number of shares of the Company at the end of the reporting period was 757,300,000 shares, an increase of 1.1% compared with the end of the previous reporting period.

On June 17, 2017, the Company issued 17,000,000 shares of A shares at a price of 17.00 yuan per share, with a total amount of 289,000,000 yuan. The shares were issued to 17 institutions. The total number of shares of the Company at the end of the reporting period was 757,300,000 shares, an increase of 1.1% compared with the end of the previous reporting period.

Changes in Share Capital and Information on Shareholders

Shareholding of Top Ten Shareholders Holding Restricted Shares at the End of the Reporting Period

Name of Shareholder	Number of Shares Held at the End of Reporting Period	Type of Shares	
		Type of Shares	Number
China Merchants Group	1,651,313,071	1,651,313,071	1,651,313,071
China Merchants Group	432,171,843	432,171,843	432,171,843
China Merchants Group	65,063,638	65,063,638	65,063,638
China Merchants Group	86,667,067	86,667,067	86,667,067
China Merchants Group	37,380,000	37,380,000	37,380,000
China Merchants Group	566,600	566,600	566,600
China Merchants Group	566,600	566,600	566,600
China Merchants Group	566,600	566,600	566,600
China Merchants Group	566,600	566,600	566,600
China Merchants Group	566,600	566,600	566,600
China Merchants Group	566,600	566,600	566,600
China Merchants Group	566,600	566,600	566,600

1. As of December 31, 2016, the total number of shares held by the top ten shareholders is 2,152,038,437, which accounts for 730,557,217 shares, or 34.0% of the total shares of 6,319,300,000 shares of the Company. Among them, 1,651,313,071 shares are held by China Merchants Group, 432,171,843 shares are held by China Merchants Group, 65,063,638 shares are held by China Merchants Group, 86,667,067 shares are held by China Merchants Group, 37,380,000 shares are held by China Merchants Group, 566,600 shares are held by China Merchants Group, 566,600 shares are held by China Merchants Group, 566,600 shares are held by China Merchants Group, 566,600 shares are held by China Merchants Group, and 566,600 shares are held by China Merchants Group.

2. As of December 31, 2016, the total number of shares held by the top ten shareholders is 432,171,843, which accounts for 65,063,638 shares, or 15.06% of the total shares of 432,171,843 shares of the Company. Among them, 432,171,843 shares are held by China Merchants Group, 65,063,638 shares are held by China Merchants Group, and 0 shares are held by other shareholders.

The above information is disclosed in the "Shareholding of Top Ten Shareholders" section of the Company's 2016 Annual Report.

Changes in Share Capital and Information on Shareholders

2. Controlling Shareholders of the Company

As of the end of the reporting period, the company has the following controlling shareholders:

3. De Facto Controller

As of the end of the reporting period, the company has the following de facto controllers:

Where there are any Shareholders who are deemed to be controlling shareholders with shareholding above 10% in the Company:

Name of the corporate Shareholder	Legal representative/ Company leader	Date of establishment	Organization code	Registered capital	Main business or management activities
China International Marine Container (Group) Co., Ltd.	Mr. Wang Yong	17 October 1995	710000000000000000	\$10,000	Container terminal operations, etc.
China International Marine Container (Group) Co., Ltd.	Mr. Wang Yong	26 July 2004	710000000000000000	\$50,000	Container terminal operations, etc.

As of 31 December 2016, the company has no de facto controllers.

Change in de facto controller during the Reporting Period

As of the end of the reporting period, the company has the following de facto controllers:

De facto controller controlling the Company through or other effective management

As of the end of the reporting period, the company has the following de facto controllers:

4. Other Corporate Shareholders with a Shareholding above 10%

As of the end of the reporting period, the company has the following other corporate shareholders with a shareholding above 10%:

5. Restrictions on Decrease in Shareholding by Controlling Shareholders, De Facto Controller, Reorganising Parties and Other Undertaking Parties

As of the end of the reporting period, the company has the following restrictions on decrease in shareholding:

Changes in Share Capital and Information on Shareholders

IV. DISCLOSURE OF SHAREHOLDINGS OF THE SUBSTANTIAL SHAREHOLDERS UNDER THE SECURITIES AND FUTURES ORDINANCE OF HONG KONG

As at 31 December 2016, the substantial shareholders of the Company are as follows:

Name of Shareholder	Number of shareholding	Number of share	Capacity	Percentage of the share capital of the same class (%)	Percentage of the total share capital (%)
China International Marine Container (Group) Co., Ltd. ¹	730,557,217	()	China International Marine Container (Group) Co., Ltd.	42.56%	24.53%
China International Marine Container (Group) Co., Ltd. ²	432,171,843	()	China International Marine Container (Group) Co., Ltd.	34.24%	14.51%
	245,842,181	()	China International Marine Container (Group) Co., Ltd.		

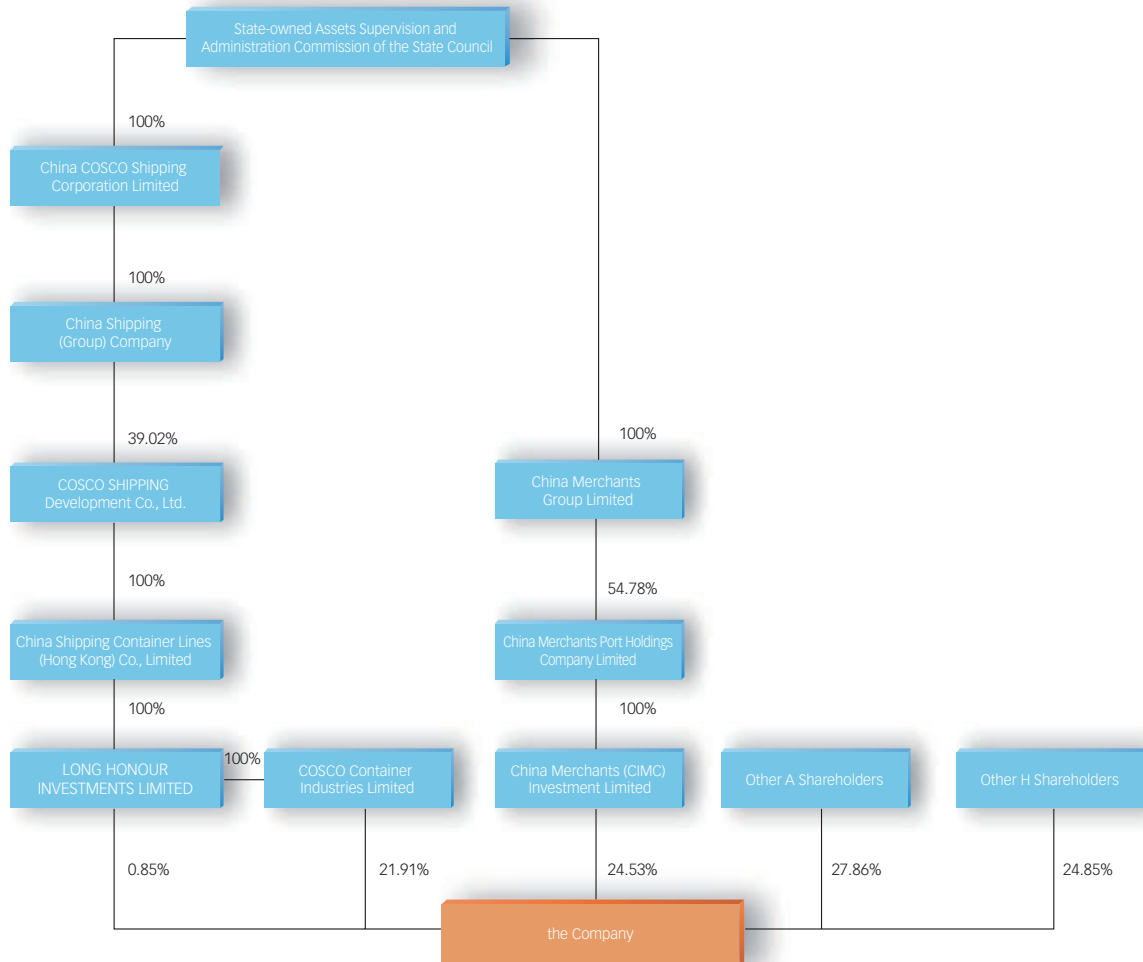
3. 353 0.5247 171,437,120, 4002



Changes in Share Capital and Information on Shareholders

Changes in Share Capital and Information on Shareholders

V. CHART OF SHAREHOLDING STRUCTURE BETWEEN THE COMPANY AND THE SUBSTANTIAL SHAREHOLDERS AS AT THE END OF THE REPORTING PERIOD



VI. SUFFICIENCY OF PUBLIC FLOAT

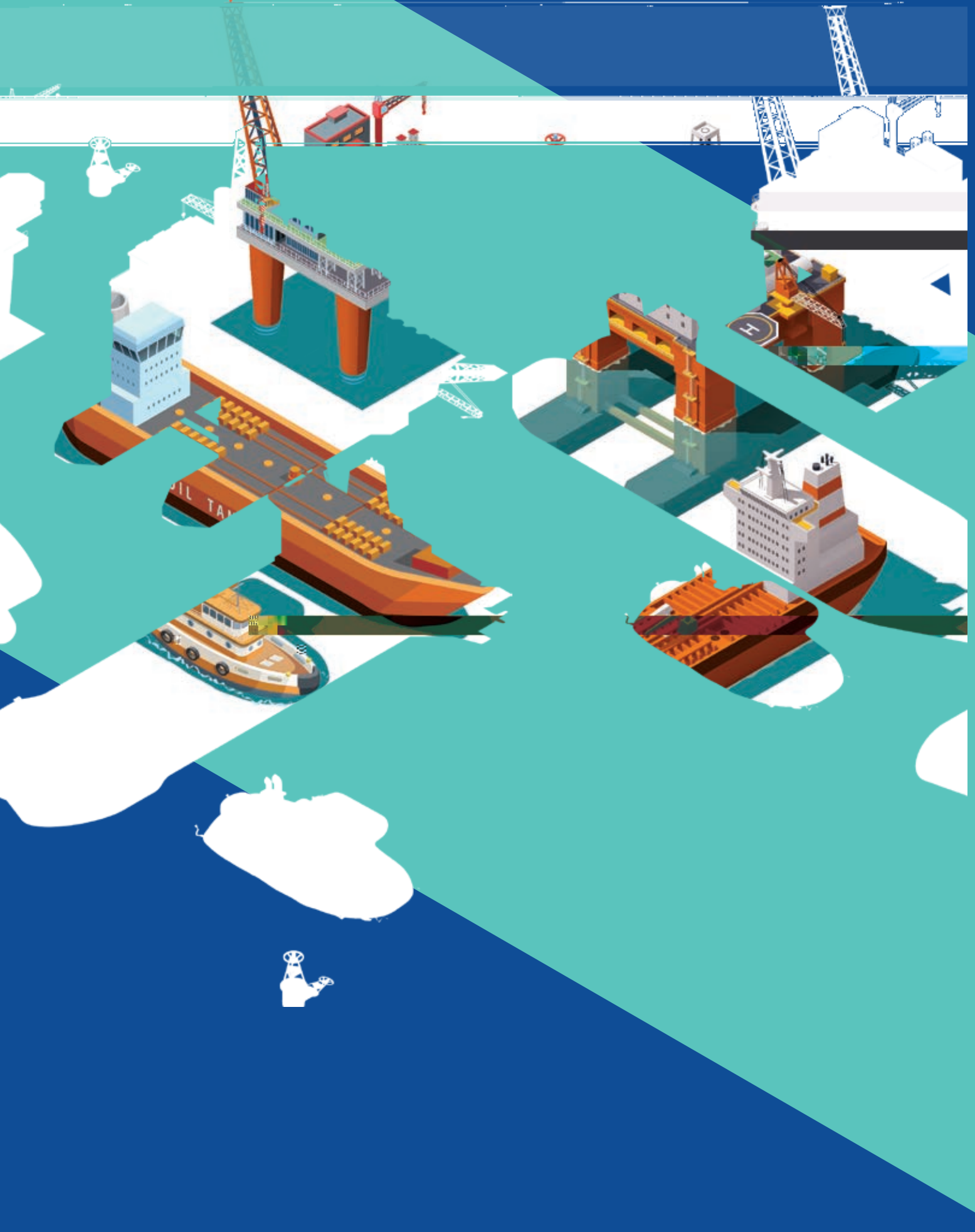
The Company's public float is sufficient to meet the requirements of the listing rules of the Hong Kong Stock Exchange.

VII. RELEVANT INFORMATION ABOUT PREFERRED SHARES

The Company does not have any preferred shares.



Offshore Engineering Business



Information on Directors, Supervisors, Senior Management and Employees

I. BRIEF BIOGRAPHY OF THE DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

1. Directors

Name	Gender	Age	Position	Term	Number of shares held in the Company (shares)	
					31 December 2015	31 December 2016
Mr. Wang		54	Director	31 December 2018		
Mr. Li		55	Director	31 December 2018		
Mr. Zhang		57	Director	31 December 2018	4,4702	4,4702
Mr. Chen		51	Director	31 December 2018		
Mr. Liu		46	Director	31 December 2018		
Mr. Sun		70	Director	31 December 2018		
Mr. Zhou		63	Director	31 December 2018		
Mr. Wu		65	Director	31 December 2018		



Information on Directors, Supervisors, Senior Management and Employees

Information on Directors, Supervisors, Senior Management and Employees

Mr. Pan Chengwei (潘承偉), 70, is a Chinese citizen, holds a Bachelor's degree in Economics, and has worked in the shipping industry for over 30 years. He has held various positions in the industry, including Director of the Shanghai Branch of the China International Marine Container (Group) Co., Ltd. (CIMC) from 2008 to 2011, and Director of the Shanghai Branch of the China International Marine Container (Group) Co., Ltd. (CIMC) from 2011 to 2012.

Mr. Pan Zhengqi (潘正啟), 63, is a Chinese citizen, holds a Bachelor's degree in Economics, and has worked in the shipping industry for over 30 years. He has held various positions in the industry, including Director of the Shanghai Branch of the China International Marine Container (Group) Co., Ltd. (CIMC) from 2012 to 2014.

Mr. Wong Kaiwen, Alber (王桂堯), 65, is a Chinese citizen, holds a Bachelor's degree in Economics, and has worked in the shipping industry for over 30 years. He has held various positions in the industry, including Director of the Shanghai Branch of the China International Marine Container (Group) Co., Ltd. (CIMC) from 2014 to 2015.

Information on Directors, Supervisors, Senior Management and Employees

2. Supervisors

Name	Gender	Age	Position	Term	Number of share held in the Company (share)	
					31 December 2015	31 December 2016
Mr. Zhang Ming'en (張銘文)	Male	38	Supervisor	31 December 2016 to 31 December 2018	0	0
Mr. L Shengzhou (呂勝洲)	Male	52	Supervisor	20 December 2016 to 20 December 2018	0	0
Mr. Xiong Bo (熊波)	Male	57	Supervisor	31 December 2016 to 31 December 2018	0	0

Mr. Zhang Ming'en (張銘文), 38, male, Chinese nationality, Bachelor's degree, Master's degree, with a senior title of senior economist. He has worked in the financial industry for over 10 years. He has served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2012. He has also served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2012. He has also served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2012. He has also served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2012.

Mr. L Shengzhou (呂勝洲), 52, male, Chinese nationality, Bachelor's degree, with a senior title of senior economist. He has worked in the financial industry for over 10 years. He has served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2015. He has also served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2015. He has also served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2015. He has also served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2015.

Mr. Xiong Bo (熊波), 57, male, Chinese nationality, Bachelor's degree, with a senior title of senior economist. He has worked in the financial industry for over 10 years. He has served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2016. He has also served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2016. He has also served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2016. He has also served as a director of the board of supervisors of China International Marine Container (Group) Co., Ltd. since December 2016.

Information on Directors, Supervisors, Senior Management and Employees

3. Senior Management

Name	Gender	Age	Position	Term	Number of share held in the Company (share)	
					31 December 2015	31 December 2016
王德明		57	董事长	2011年12月28日至2016年12月28日	44,702 (A Share)	494,702 (A Share)
王德明		57	董事	2011年12月28日至2016年12月28日	100,000 (A Share)	96,000 (A Share)
王德明		58	董事	2011年12月28日至2016年12月28日	2,400 (H Share)	2,400 (H Share)
王德明		4	董事	2011年12月28日至2016年12月28日	0	0
王德明		61	董事	2015年12月24日至2018年12月31日	100,000 (A Share)	100,000 (A Share)
王德明		60	董事	2015年12月24日至2015年12月24日	0	0
王德明		51	董事	2015年12月24日至2015年12月24日	0	0
王德明		51	董事	2011年12月28日至2016年12月28日	0	0
王德明		63	董事	2017年12月28日至2017年12月28日	210,000 (A Share)	210,000 (A Share)
王德明		41	董事	2016年12月28日至2016年12月28日	0	0

Information on Directors, Supervisors, Senior Management and Employees

Mr. Mai Boliang (麥伯良),

Mr. Liu Xuebin (劉學斌),

Mr. Wu Fapeng (吳發沛),

Mr. Li Yinhui (李胤輝),

Information on Directors, Supervisors, Senior Management and Employees

II. CHANGES ON SHAREHOLDINGS OF DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

Name	Position	Job title	Gender	Age	Start of term of office	End of term of office	Number of shares held at the beginning of the Reporting Period (share)	Number of shares added held for the current period (share)	Number of shares reduced held for the current period (share)	Number of shares held at the end of the Reporting Period (share)
王德明	独立董事	独立董事		57	2016年1月28日	2016年12月31日	100,000	28,000	32,000	6,000
							(2,400)	(2,400)	(2,400)	(2,400)
							(2,400)			(2,400)

Information on Directors, Supervisors, Senior Management and Employees

III. INTERESTS OF DIRECTORS, SUPERVISORS AND CHIEF EXECUTIVES IN THE SHARE CAPITAL OF THE COMPANY AND ASSOCIATED CORPORATION THEREOF

As of December 31, 2016, the interests of the Directors, Supervisors and Chief Executives in the share capital of the Company and associated corporations are as follows:

1. Interest in the Shares of the Company

Name	Number of shares held	Number of shares held (%)	Number of shares held (%)
	4,470	0.0047%	0.0047%

2. Interest in the Underlying Shares of the Company

As of December 31, 2016, the interests of the Directors, Supervisors and Chief Executives in the underlying shares of the Company are as follows:

3. Interest in the Associated Corporation of the Company

Name	Name of associated corporation	Number of shares held	Number of Shares (%)
	China International Marine Container (Group) Co., Ltd.	10,350,000	100%
	China International Marine Container (Group) Co., Ltd.	3,260,000	100%

Information on Directors, Supervisors, Senior Management and Employees

V. JOB STATUS OF CURRENT DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

Except where otherwise stated, all the information in this report is true and accurate to the best of our knowledge and belief, and there are no uncorrected errors or omissions in this report.

1. Job Status in Shareholders' Company

Name	Name of Shareholder's company	Position in Shareholder's company	Start of term of office	End of term of office	With compensation allowance from Shareholder's company or no
▼	China International Marine Container (Group) Co., Ltd.	Director	2015		✓
▼	China International Marine Container (Group) Co., Ltd.	Director	11/2005		▼
▼	China International Marine Container (Group) Co., Ltd.	Director	2016		✓
▼	China International Marine Container (Group) Co., Ltd.	Director	2012		✓
▼	China International Marine Container (Group) Co., Ltd.	Director	2016		✓
▼	China International Marine Container (Group) Co., Ltd.	Director	2014		✓
▼	China International Marine Container (Group) Co., Ltd.	Director	2015		✓

2. Job Status in Other Companies

Name	Name of other company	Position in other company	Start of term of office	End of term of office	With compensation allowance from other company or no
▼	China International Marine Container (Group) Co., Ltd.	Director	15/2014	16/2016	▼
▼	China International Marine Container (Group) Co., Ltd.	Director	2012		✓
▼	China International Marine Container (Group) Co., Ltd.	Director	25/2011		✓
▼	China International Marine Container (Group) Co., Ltd.	Director	2006		✓

Penalties on the current and resigned Directors, Supervisors and Senior Management of the Company during the Reporting Period by the competent regulatory authorities for the recent three years

There are no penalties on the current and resigned Directors, Supervisors and Senior Management of the Company during the Reporting Period by the competent regulatory authorities for the recent three years.

Information on Directors, Supervisors, Senior Management and Employees

VI. REMUNERATION OF DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

1. Decision-making Process, Basis for Determination and Actual Payment of Remuneration of Directors, Supervisors and Senior Management

The remuneration of directors, supervisors and senior management is determined by the Board of Directors in accordance with the relevant provisions of the Company's Articles of Association and the Remuneration Policy for Directors, Supervisors and Senior Management. The remuneration of directors, supervisors and senior management is determined by the Board of Directors in accordance with the relevant provisions of the Company's Articles of Association and the Remuneration Policy for Directors, Supervisors and Senior Management. The remuneration of directors, supervisors and senior management is determined by the Board of Directors in accordance with the relevant provisions of the Company's Articles of Association and the Remuneration Policy for Directors, Supervisors and Senior Management.

The remuneration of directors, supervisors and senior management is determined by the Board of Directors in accordance with the relevant provisions of the Company's Articles of Association and the Remuneration Policy for Directors, Supervisors and Senior Management. The remuneration of directors, supervisors and senior management is determined by the Board of Directors in accordance with the relevant provisions of the Company's Articles of Association and the Remuneration Policy for Directors, Supervisors and Senior Management. The remuneration of directors, supervisors and senior management is determined by the Board of Directors in accordance with the relevant provisions of the Company's Articles of Association and the Remuneration Policy for Directors, Supervisors and Senior Management.

The remuneration of directors, supervisors and senior management is determined by the Board of Directors in accordance with the relevant provisions of the Company's Articles of Association and the Remuneration Policy for Directors, Supervisors and Senior Management. The remuneration of directors, supervisors and senior management is determined by the Board of Directors in accordance with the relevant provisions of the Company's Articles of Association and the Remuneration Policy for Directors, Supervisors and Senior Management. The remuneration of directors, supervisors and senior management is determined by the Board of Directors in accordance with the relevant provisions of the Company's Articles of Association and the Remuneration Policy for Directors, Supervisors and Senior Management.

Information on Directors, Supervisors, Senior Management and Employees

2. Remuneration of Directors, Supervisors and Senior Management during the Reporting Period

Name	Position	Gender	Age	Salary	Total remuneration before tax from the Company	Remuneration received from related parties of the Company
Mr. Wang	Chairman of the Board	Male	54	1,000,000		
Mr. Zhang	Chairman of the Board	Male	62	1,000,000		
Mr. Li	Chairman of the Board	Male	55	1,000,000		
Mr. Chen	Chairman of the Board	Male	57	1,000,000	5,730	
Mr. Sun	Chairman of the Board	Male	62	1,000,000		
Mr. Wu	Chairman of the Board	Male	51	1,000,000		
Mr. Zhao	Chairman of the Board	Male	46	1,000,000		
Mr. Qian	Chairman of the Board	Male	65	1,000,000		
Mr. Xu	Chairman of the Board	Male	70	1,000,000	200	
Mr. Hu	Chairman of the Board	Male	63	1,000,000	200	
Mr. Gao	Chairman of the Board	Male	65	1,000,000	200	
Mr. Tang	Chairman of the Board	Male	62	1,000,000		
Mr. Sun	Chairman of the Board	Male	38	1,000,000		
Mr. Wu	Chairman of the Board	Male	54	1,000,000		
Mr. Zhang	Chairman of the Board	Male	53	1,000,000		
Mr. Li	Chairman of the Board	Male	57	1,000,000	341	
Mr. Chen	Chairman of the Board	Male	57	1,000,000	2,737	
Mr. Sun	Chairman of the Board	Male	58	1,000,000	2,683	
Mr. Wu	Chairman of the Board	Male	4	1,000,000	2,152	
Mr. Zhao	Chairman of the Board	Male	61	1,000,000	2,084	
Mr. Qian	Chairman of the Board	Male	60	1,000,000	2,662	
Mr. Xu	Chairman of the Board	Male	51	1,000,000	2,170	
Mr. Hu	Chairman of the Board	Male	51	1,000,000	2,630	
Mr. Gao	Chairman of the Board	Male	63	1,000,000	2,465	
Mr. Tang	Chairman of the Board	Male	62	1,000,000		
Mr. Sun	Chairman of the Board	Male	41	1,000,000	1,775	
					28,281	

1. The remuneration of the Chairman of the Board is determined by the Board of Directors based on the remuneration policy of the Company.

2. The remuneration of the Chairman of the Board is determined by the Board of Directors based on the remuneration policy of the Company.

The remuneration of the Chairman of the Board is determined by the Board of Directors based on the remuneration policy of the Company. 2016, the remuneration of the Chairman of the Board is 28,281 RMB.

Information on Directors, Supervisors, Senior Management and Employees

3. Options Granted to Directors, Supervisors and Senior Management during the Reporting Period

Name	Position	Exerciseable during the Reporting Period (share)	Exerciseable during the Reporting Period (share)	Exercise price of Exerciseable during the Reporting Period (RMB/share)	Market price at the end of the Reporting Period (RMB/share)	Number of exercised shares at the beginning of the period (share)	Number of exercised shares during the Reporting Period (share)	Grant price of exercised shares (RMB/share)	Number of exercised shares held at the end of the period (share)
Mr. Wang	Director	2,850,000	0	10.55	14.62	0	0	0	0
Mr. Zhang	Director	1,025,000	28,000	10.55	14.62	0	0	0	0
Mr. Li	Director	750,000	0	10.55	14.62	0	0	0	0
Mr. Sun	Director	750,000	0	10.55	14.62	0	0	0	0
Mr. Wu	Director	650,000	0	10.55	14.62	0	0	0	0
Mr. Zhao	Director	750,000	0	10.55	14.62	0	0	0	0
Mr. Chen	Director	375,000	0	10.55	14.62	0	0	0	0
Mr. Qian	Director	750,000	0	10.55	14.62	0	0	0	0
Mr. Sun	Director	640,000	0	10.55	14.62	0	0	0	0
		8,540,000	28,000			0	0	0	0

4. Remuneration Policy of the Senior Management

The remuneration policy of the Senior Management is determined by the Board of Directors. The remuneration of the Senior Management is based on the company's performance and the individual's contribution to the company. The remuneration policy is disclosed in the company's annual report.

Information on Directors, Supervisors, Senior Management and Employees

VII. EMPLOYEES OF THE COMPANY

1. Number of Domestic Employees, Professional Composition and Education Background

Number of employees	27
Number of employees with university degrees	51,020
Number of employees with college degrees	51,2
Number of employees with high school diplomas	51,2
Number of employees with primary school diplomas	137

Number of employees with university degrees	34,066
Number of employees with college degrees	2,711
Number of employees with high school diplomas	7,741
Number of employees with primary school diplomas	68
Number of employees with other diplomas	3,813
Total	51,2

Number of employees with university degrees	32
Number of employees with college degrees	1,148
Number of employees with high school diplomas	8,25
Number of employees with primary school diplomas	7,807
Number of employees with other diplomas	33,387
Total	51,2

2. Remuneration Policies

The company's remuneration policy is based on the principle of "pay for performance". The remuneration of employees is determined by their position, performance, and contribution to the company. The company also provides various benefits and allowances to its employees.

3. Training Programme

The company has established a comprehensive training programme to enhance the professional skills and综合素质 of its employees. The programme includes various types of training, such as on-the-job training, off-the-job training, and external training. The company also provides various benefits and allowances to its employees.

4. Labour Outsourcing

The company does not use labour outsourcing.

Corporate Governance and Corporate Governance Report

... ..

Part I: CORPORATE GOVERNANCE WORK REPORT (PREPARED IN ACCORDANCE WITH PRC SECURITIES REGULATORY REQUIREMENTS)

1.

Corporate Governance and Corporate Governance Report

... & ... 2015 ... 2016 ... 2016, ...

An difference between corporate governance and the standard of the normative documents regarding corporate governance of listed companies issued by CSRC

Formulation and implementation of regulations and management system of insider

... 2016.

Corporate Governance and Corporate Governance Report

2. INDEPENDENCE OF THE COMPANY FROM ITS CONTROLLING SHAREHOLDERS IN RESPECT OF BUSINESS, PERSONNEL, ASSET, ORGANISATIONAL STRUCTURE AND FINANCE

According to the Company's articles of association, the Company is an independent legal entity and is not controlled by any other entity.

Corporate Governance and Corporate Governance Report

3. HORIZONTAL COMPETITIONS

Horizontal competition refers to the competition between companies in the same industry. The Group's main business is container leasing and shipping services. The Group's main competitors are COSCO Shipping Container Lines Co., Ltd. (COSCO Shipping Container Lines), China Shipping Container Lines Co., Ltd. (China Shipping Container Lines), and China Shipping Group Co., Ltd. (China Shipping Group). The Group has established a competitive advantage through its extensive fleet, global network, and strong customer relationships. The Group's container leasing and shipping services are widely recognized in the industry. The Group's main competitors are COSCO Shipping Container Lines Co., Ltd. (COSCO Shipping Container Lines), China Shipping Container Lines Co., Ltd. (China Shipping Container Lines), and China Shipping Group Co., Ltd. (China Shipping Group). The Group has established a competitive advantage through its extensive fleet, global network, and strong customer relationships. The Group's container leasing and shipping services are widely recognized in the industry.

Corporate Governance and Corporate Governance Report

4. RELEVANT SITUATIONS OF ANNUAL GENERAL MEETING AND EXTRAORDINARY GENERAL MEETING CONVENED DURING THE REPORTING PERIOD

(1) General Meeting Convened during the Reporting Period

Session of meeting	Type of meeting	Proportion of independent shareholders' participation (no.)	Date	Disclosure date	Disclosure index
2015 Annual General Meeting	Annual Meeting	0.07%	31 May 2016	31 May 2016	
2016 Interim Dividend Meeting	Interim Meeting	0.06%	31 May 2016	31 May 2016	
2016 Special Meeting	Special Meeting	0.06%	31 May 2016	31 May 2016	
2016 Special Meeting	Special Meeting	0.07%	20 June 2016	20 June 2016	

(2) The Extraordinary General Meetings Requested by the Shareholders of Preference Shares who Regained the Voting Right

5. THE DUTY PERFORMANCE OF THE INDEPENDENT DIRECTORS DURING THE REPORTING PERIOD

2016, the independent directors have performed their duties in accordance with the provisions of the Company Law of the PRC, the Listing Rules of the Shanghai Stock Exchange, the Charter of the Company, and the Rules of Procedure for the Board of Directors of the Company. They have actively participated in the decision-making process of the Company, and have provided independent and objective opinions on the Company's operations, financial performance, and other matters. They have also actively participated in the Company's environmental and social responsibility activities, and have provided independent and objective opinions on the Company's environmental and social performance. The independent directors have performed their duties in accordance with the provisions of the Company Law of the PRC, the Listing Rules of the Shanghai Stock Exchange, the Charter of the Company, and the Rules of Procedure for the Board of Directors of the Company.

Corporate Governance and Corporate Governance Report

(1) Independent Directors' Attendance to the Board Meetings and the General Meetings

Name of independent Director	Number of Board meeting needed to attend during the Reporting Period	Attendance of the Board Meeting			Attendance by electronic communication	Attendance by proxy	Absence	No attendance in person for consecutive meeting
		Attendance in person	Attendance by mean of electronic communication	Attendance by proxy				
Mr. Wang	22	4	18	0	0	0	0	
Mr. Zhang	16	2	14	0	0	0	0	
Mr. Li	22	4	18	0	0	0	0	
Mr. Chen	6	1	5	0	0	0	0	

(2) The independent directors have attended the Board meetings and general meetings of the Company in person or by electronic communication or by proxy in accordance with the provisions of the Company's Articles of Association and the Listing Rules of the Stock Exchange of Hong Kong.

(2) Independent Directors' Opposition to Relevant Proposals of the Company

The independent directors have not opposed any relevant proposals of the Company during the reporting period.

(3) Other Descriptions to Duty Performance of Independent Directors



6. DUTY PERFORMANCE OF SPECIAL COMMITTEES OF THE BOARD DURING THE REPORTING PERIOD

The independent directors have not opposed any relevant proposals of the Company during the reporting period.

3.

Corporate Governance and Corporate Governance Report

7. OPERATION OF THE SUPERVISORY COMMITTEE

The Supervisory Committee has been established in accordance with the provisions of the Company Law of the PRC, the Articles of Association and the Supervisory Committee Charter of the Company. The Supervisory Committee is responsible for supervising and checking the business activities of the Company and its subsidiaries, and the financial activities of the Company and its subsidiaries, and the behavior of the Company's directors and senior management. The Supervisory Committee has held several meetings during the reporting period to discuss and resolve various issues related to the Company's operations and financial activities.

8. APPRAISAL AND INCENTIVES OF SENIOR MANAGEMENT

The Company has established a performance appraisal system for its senior management. The appraisal system is based on the Company's strategic objectives and the performance of the senior management in achieving these objectives. The appraisal system includes a set of key performance indicators (KPIs) that are used to evaluate the performance of the senior management. The appraisal results are used to determine the incentives and rewards for the senior management. The Company also has a system of incentives and rewards for its senior management, which is based on the performance appraisal results. The Company has implemented this system during the reporting period, and the results have been satisfactory.

17. In 2010, the Company's performance was significantly improved compared with the previous year. The Company's revenue increased by 17.5%, and its profit increased by 23.8%. The Company's operating performance was also improved, with a decrease in operating costs and an increase in operating efficiency. The Company's financial performance was also improved, with a decrease in financial expenses and an increase in financial income. The Company's overall performance was excellent, and it was recognized as one of the top performing companies in its industry.

9. INTERNAL CONTROL

(1) Details of Material Defects of Internal Control Detected during the Reporting Period

The Company has established a comprehensive internal control system, which covers all aspects of the Company's operations and financial activities. The internal control system is designed to prevent and detect material defects of internal control. During the reporting period, the Company has conducted a thorough review of its internal control system, and no material defects of internal control were detected. The Company's internal control system is effective, and it has helped the Company to achieve its strategic objectives and maintain its financial stability.

The Company's internal control system is based on the principles of integrity, objectivity, and independence. The internal control system is designed to prevent and detect material defects of internal control. During the reporting period, the Company has conducted a thorough review of its internal control system, and no material defects of internal control were detected. The Company's internal control system is effective, and it has helped the Company to achieve its strategic objectives and maintain its financial stability.

Corporate Governance and Corporate Governance Report

(2) Self-Assessment Report on Internal Control

1. The Company's internal control system is sound and effective, and there is no material weakness in the internal control system.	27	2017
2. The Company's internal control system is sound and effective, and there is no material weakness in the internal control system.	5%	
3. The Company's internal control system is sound and effective, and there is no material weakness in the internal control system.	5%	

Category	Deficiency Identification Criteria	
	Financial Statement	Non-financial Statement
Material Weakness	1. The Company's internal control system is not sound and effective, and there is a material weakness in the internal control system.	1. The Company's internal control system is not sound and effective, and there is a material weakness in the internal control system.
	2. The Company's internal control system is not sound and effective, and there is a material weakness in the internal control system.	2. The Company's internal control system is not sound and effective, and there is a material weakness in the internal control system.
	3. The Company's internal control system is not sound and effective, and there is a material weakness in the internal control system.	3. The Company's internal control system is not sound and effective, and there is a material weakness in the internal control system.
	4. The Company's internal control system is not sound and effective, and there is a material weakness in the internal control system.	4. The Company's internal control system is not sound and effective, and there is a material weakness in the internal control system.
	5. The Company's internal control system is not sound and effective, and there is a material weakness in the internal control system.	5. The Company's internal control system is not sound and effective, and there is a material weakness in the internal control system.

Corporate Governance and Corporate Governance Report

Category	Deficiency Identification Criteria	
	Financial Statement	Non-financial Statement
	<p>1. The company's financial statements are not prepared in accordance with the relevant accounting standards and regulations.</p> <p>2. The company's financial statements are not audited by a qualified audit firm.</p> <p>3. The company's financial statements are not disclosed in a timely manner.</p> <p>4. The company's financial statements are not disclosed in a clear and concise manner.</p> <p>5. The company's financial statements are not disclosed in a fair and objective manner.</p> <p>6. The company's financial statements are not disclosed in a complete and accurate manner.</p> <p>7. The company's financial statements are not disclosed in a transparent manner.</p> <p>8. The company's financial statements are not disclosed in a consistent manner.</p> <p>9. The company's financial statements are not disclosed in a reliable manner.</p> <p>10. The company's financial statements are not disclosed in a verifiable manner.</p>	<p>1. The company's non-financial statements are not prepared in accordance with the relevant standards and regulations.</p> <p>2. The company's non-financial statements are not audited by a qualified audit firm.</p> <p>3. The company's non-financial statements are not disclosed in a timely manner.</p> <p>4. The company's non-financial statements are not disclosed in a clear and concise manner.</p> <p>5. The company's non-financial statements are not disclosed in a fair and objective manner.</p> <p>6. The company's non-financial statements are not disclosed in a complete and accurate manner.</p> <p>7. The company's non-financial statements are not disclosed in a transparent manner.</p> <p>8. The company's non-financial statements are not disclosed in a consistent manner.</p> <p>9. The company's non-financial statements are not disclosed in a reliable manner.</p> <p>10. The company's non-financial statements are not disclosed in a verifiable manner.</p>

Corporate Governance and Corporate Governance Report

Category	Deficiency identification criteria	
	Financial	Non-financial
1. ()	...
2. ...	...	...
3. ...	...	...
4. ...	...	...
1. ...	... 0.5%	...
2. ...	... 5%	...
3. ...	... 1%	...
4. ...	... 1%	...
1. ...	... 0.1% ... 0.5%	...
2. ...	... 1% ... 5%	...
3. ...	... 0.2% ... 1%	...
4. ...	... 0.2% ... 1%	...
1. ...	...	...
2. ...	...	...
3. ...	...	...
4. ...	...	...
1. ...	...	...
2. ...	...	...
3. ...	...	...
4. ...	...	...

Corporate Governance and Corporate Governance Report

Category	Deficiency identification criteria	
	Financial statement	Non-financial statement
1.	0.1%	
2.	1%	
3.	0.2%	
4.	0.2%	
		0
		0
		0
		0

10. INTERNAL CONTROL AUDIT REPORT

The paragraph of opinion on approval in the internal control audit report	
	31
	27, 2017

Whether the accounting firm prescribed in internal control audit report of non-standard is

Whether the internal control audit report prescribed by accounting firm is consistent with the self-audit report of the Board	
---	--

Corporate Governance and Corporate Governance Report

Part II: CORPORATE GOVERNANCE REPORT (PREPARED IN ACCORDANCE WITH THE REQUIREMENTS OF THE HONG KONG LISTING RULES)

14

1. COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

10

2. THE BOARD

(1) Authorities of the Board

2015

31 2016,

1 2016.

(1) (2)

(3) (4)

(5) (6)

Corporate Governance and Corporate Governance Report

(17) ... (18) ...

...

(2) Composition of the Board

...

31 2016 2015 ...

3.10 ...

2016 3.13 ...

...

Corporate Governance and Corporate Governance Report

(3) Board Meeting

a. Attendance

During the reporting period, the Board of Directors held 18 meetings. The attendance of each director is as follows:

Name	Position	Board Meeting		Rate of attendance in per cent (%)
		Time of attendance in per cent	Time of absence in per cent	
Mr. Wang	Chairman	22	0	100%
Mr. Zhang	Chairman	15	1	4%
Mr. Li	Chairman	22	0	100%
Mr. Chen	Chairman	16	0	100%
Mr. Liu	Chairman	15	1	4%
Mr. Sun	Chairman	22	0	100%
Mr. Zhou	Chairman	16	0	100%
Mr. Wu	Chairman	22	0	100%
Mr. Zhao	Chairman (alternate)	6	0	100%
Mr. Tang	Chairman (alternate)	6	0	100%
Mr. Sun	Chairman (alternate)	6	0	100%

Corporate Governance and Corporate Governance Report

Session of meeting of the Board	Date	Resolution of the Board considered
2016, 6, 8	2016, 15	1. ... 2016
2016, 7, 8	2016, 22	1. ... 2016
2016, 8, 8	2016, 24	1. ... 2016
2016, 8, 8	2016, 30	1. ... 2016 2. ... 100% ... 3. ... (...) ... 2016
2016, 10, 8	2016, 27	1. ... 2016 2. ... 2016
2016, 11, 8	2016, 11	1. ... 2016
2016, 12, 8	2016, 5	1. ... 2016
2016, 13, 8	2016, 16	1. ... 2016
2016, 14, 8	2016, 1	1. ... 2016
2016, 15, 8	2016, 23	1. ... 2016
2016, 16, 8	2016, 2	1. ... 2016

2.7 ... (...) ...

Corporate Governance and Corporate Governance Report

6.7

2015

2016

2016

2016

(4) Responsibilities and Authorities of the Board and the Management

(1)

2

(5) Chairman and President

(1)

(2)

(3)

(4)

(5)

(6)

(7)

(1)

(2)

(3)

(4)

(5)

(6)

(7)

(8)

(9)

(10)

(11)

(12)

Corporate Governance and Corporate Governance Report

(6) Term of Office and Service Contracts of Directors and Supervisors

At the 2016 Annual Meeting of Shareholders, the Board of Directors was re-elected for a term of three years from 2016 to 2019. The Board of Directors consists of 11 members, including 7 independent non-executive directors and 4 executive directors. The Board of Supervisors was re-elected for a term of three years from 2016 to 2019. The Board of Supervisors consists of 3 members, including 2 independent non-executive supervisors and 1 executive supervisor.

At the 2016 Annual Meeting of Shareholders, the Board of Directors was re-elected for a term of three years from 2016 to 2019. The Board of Directors consists of 11 members, including 7 independent non-executive directors and 4 executive directors. The Board of Supervisors was re-elected for a term of three years from 2016 to 2019. The Board of Supervisors consists of 3 members, including 2 independent non-executive supervisors and 1 executive supervisor.

At the 2016 Annual Meeting of Shareholders, the Board of Directors was re-elected for a term of three years from 2016 to 2019. The Board of Directors consists of 11 members, including 7 independent non-executive directors and 4 executive directors. The Board of Supervisors was re-elected for a term of three years from 2016 to 2019. The Board of Supervisors consists of 3 members, including 2 independent non-executive supervisors and 1 executive supervisor.

At the 2016 Annual Meeting of Shareholders, the Board of Directors was re-elected for a term of three years from 2016 to 2019. The Board of Directors consists of 11 members, including 7 independent non-executive directors and 4 executive directors. The Board of Supervisors was re-elected for a term of three years from 2016 to 2019. The Board of Supervisors consists of 3 members, including 2 independent non-executive supervisors and 1 executive supervisor.

At the 2016 Annual Meeting of Shareholders, the Board of Directors was re-elected for a term of three years from 2016 to 2019. The Board of Directors consists of 11 members, including 7 independent non-executive directors and 4 executive directors. The Board of Supervisors was re-elected for a term of three years from 2016 to 2019. The Board of Supervisors consists of 3 members, including 2 independent non-executive supervisors and 1 executive supervisor.

At the 2016 Annual Meeting of Shareholders, the Board of Directors was re-elected for a term of three years from 2016 to 2019. The Board of Directors consists of 11 members, including 7 independent non-executive directors and 4 executive directors. The Board of Supervisors was re-elected for a term of three years from 2016 to 2019. The Board of Supervisors consists of 3 members, including 2 independent non-executive supervisors and 1 executive supervisor.

Corporate Governance and Corporate Governance Report

(7) Directors' Remuneration

The Board of Directors is responsible for the remuneration policy and the remuneration system of the Company. The remuneration system is designed to attract and retain the qualified directors and to ensure that the remuneration is reasonable and fair. The remuneration system is also designed to ensure that the remuneration is linked to the performance of the Company and the interests of the shareholders.

The remuneration of the directors is determined by the Board of Directors in accordance with the remuneration policy and the remuneration system of the Company. The remuneration of the directors is disclosed in the following table:

Name	Basic Salary	Performance Bonus	Total
(1)			3.

(8) Interests of Directors

a. In the interest of Director and \$ per director in Contract

The Board of Directors is responsible for the interests of the directors. The Board of Directors has established a policy on the interests of the directors, which is designed to ensure that the interests of the directors are protected and that the directors are able to perform their duties in the best interests of the Company and the shareholders.

b. Competing Interest of Director and \$ per director

The Board of Directors is responsible for the competing interests of the directors. The Board of Directors has established a policy on the competing interests of the directors, which is designed to ensure that the competing interests of the directors are managed and that the directors are able to perform their duties in the best interests of the Company and the shareholders.

The Board of Directors is responsible for the competing interests of the directors. The Board of Directors has established a policy on the competing interests of the directors, which is designed to ensure that the competing interests of the directors are managed and that the directors are able to perform their duties in the best interests of the Company and the shareholders.

The Board of Directors is responsible for the competing interests of the directors. The Board of Directors has established a policy on the competing interests of the directors, which is designed to ensure that the competing interests of the directors are managed and that the directors are able to perform their duties in the best interests of the Company and the shareholders.

Corporate Governance and Corporate Governance Report

(9) Measures to Ensure Director's Fulfilment of Responsibilities

The Board of Directors is the highest decision-making body of the Company, responsible for the overall operation and management of the Company. The Board of Directors is composed of 11 members, including 7 independent non-executive directors and 4 executive directors. The Board of Directors is responsible for the following matters:

1. Reviewing and approving the Company's business strategy, investment and financing plans, and other major decisions;
2. Reviewing and approving the Company's annual business plan, financial budget, and other major decisions;
3. Reviewing and approving the Company's annual financial statements, and other major decisions;
4. Reviewing and approving the Company's annual performance evaluation report, and other major decisions;
5. Reviewing and approving the Company's annual dividend distribution plan, and other major decisions;
6. Reviewing and approving the Company's annual report, and other major decisions;
7. Reviewing and approving the Company's annual environmental and social responsibility report, and other major decisions;
8. Reviewing and approving the Company's annual corporate governance report, and other major decisions;
9. Reviewing and approving the Company's annual risk management report, and other major decisions;
10. Reviewing and approving the Company's annual internal control report, and other major decisions;
11. Reviewing and approving the Company's annual legal compliance report, and other major decisions;

The Board of Directors is committed to ensuring the fulfilment of its responsibilities and to maintaining the Company's good corporate governance. In 2016, the Board of Directors has taken the following measures to ensure the fulfilment of its responsibilities:

Name	Position	Law, regulation and rule and other reading material
Mr. Zhang	Chairman	1. Law of the People's Republic of China on the Company Law
Mr. Li	Independent Non-executive Director	2. Law of the People's Republic of China on the Securities Law
Mr. Wang	Independent Non-executive Director	3. Law of the People's Republic of China on the Contract Law
Mr. Chen	Independent Non-executive Director	4. Law of the People's Republic of China on the Labor Contract Law
Mr. Liu	Independent Non-executive Director	5. Law of the People's Republic of China on the Intellectual Property Law
Mr. Sun	Independent Non-executive Director	6. Law of the People's Republic of China on the Environmental Protection Law
Mr. Zhou	Independent Non-executive Director	7. Law of the People's Republic of China on the Social Security Law
Mr. Hu	Independent Non-executive Director	8. Law of the People's Republic of China on the Tax Law
Mr. Ma	Independent Non-executive Director	9. Law of the People's Republic of China on the Accounting Law
Mr. Zhao	Independent Non-executive Director	10. Law of the People's Republic of China on the Audit Law
Mr. Wu	Independent Non-executive Director	11. Law of the People's Republic of China on the Bankruptcy Law

The Board of Directors is committed to ensuring the fulfilment of its responsibilities and to maintaining the Company's good corporate governance. In 2016, the Board of Directors has taken the following measures to ensure the fulfilment of its responsibilities:

The Board of Directors is committed to ensuring the fulfilment of its responsibilities and to maintaining the Company's good corporate governance. In 2016, the Board of Directors has taken the following measures to ensure the fulfilment of its responsibilities:

5. In 2016, the Board of Directors has taken the following measures to ensure the fulfilment of its responsibilities:

1. Reviewing and approving the Company's business strategy, investment and financing plans, and other major decisions;

Corporate Governance and Corporate Governance Report

3. SPECIAL COMMITTEES OF THE BOARD

(1) Remuneration and Appraisal Committee

a. Objective and Responsibility of the Remuneration and Appraisal Committee

(1) The Remuneration and Appraisal Committee is responsible for reviewing and approving the remuneration and appraisal policies and plans of the Company, and supervising and evaluating the implementation of the same. The Committee shall also be responsible for reviewing and approving the remuneration and appraisal policies and plans of the Company's subsidiaries, and supervising and evaluating the implementation of the same.

(2) The Committee shall be responsible for reviewing and approving the remuneration and appraisal policies and plans of the Company's subsidiaries, and supervising and evaluating the implementation of the same.

(3) The Committee shall be responsible for reviewing and approving the remuneration and appraisal policies and plans of the Company's subsidiaries, and supervising and evaluating the implementation of the same.

(4) The Committee shall be responsible for reviewing and approving the remuneration and appraisal policies and plans of the Company's subsidiaries, and supervising and evaluating the implementation of the same.

(5) The Committee shall be responsible for reviewing and approving the remuneration and appraisal policies and plans of the Company's subsidiaries, and supervising and evaluating the implementation of the same.

At the end of 2016, the Committee has completed its work in accordance with the relevant provisions of the Company's Articles of Association and the Remuneration and Appraisal Committee Charter. The Committee has reviewed and approved the remuneration and appraisal policies and plans of the Company and its subsidiaries, and supervised and evaluated the implementation of the same.

b. Member of the Remuneration and Appraisal Committee and the Attendance Rate

The Committee consists of five members, including three independent non-executive directors and two executive directors. The members of the Committee are listed in the table below.

Member of the Remuneration and Appraisal Committee	Time of attendance in person	Time of attendance by proxy
Mr. Wang (Independent Non-executive Director) (31 Dec 2016)	3	0
Mr. Zhang (Independent Non-executive Director)	2	0
Mr. Li (Independent Non-executive Director)	5	0
Mr. Chen (Independent Non-executive Director)	5	0
Mr. Wu (Executive Director) (31 Dec 2016)	3	0
Mr. Zhou (Executive Director) (31 Dec 2016)	3	0
Mr. Sun (Executive Director)	2	0
Mr. Zhao (Executive Director)	2	0

Corporate Governance and Corporate Governance Report

c. Work of the Remuneration and Appraisal Committee during the Reporting Period

The Remuneration and Appraisal Committee has held five meetings during the reporting period to discuss and decide on the remuneration and appraisal of senior management.

Session of meeting	Date	Resolution considered
1st Meeting	2016.7.28	2015 Annual Report
2nd Meeting	2016.7.27	Remuneration and Appraisal of Senior Management (Trust Plan) (Draft)
3rd Meeting	2016.7.30	2015 Annual Report
1st Meeting	2016.8.31	2016.8.1
2nd Meeting	2016.8.2	2016.8.2

d. Decision Process for Remuneration

(1) The Remuneration and Appraisal Committee has formulated the remuneration and appraisal system for senior management in accordance with the relevant laws and regulations, and the company's articles of association and articles of association.

(2) The Remuneration and Appraisal Committee has formulated the remuneration and appraisal system for senior management in accordance with the relevant laws and regulations, and the company's articles of association and articles of association.

(3) The Remuneration and Appraisal Committee has formulated the remuneration and appraisal system for senior management in accordance with the relevant laws and regulations, and the company's articles of association and articles of association.

(4) The Remuneration and Appraisal Committee has formulated the remuneration and appraisal system for senior management in accordance with the relevant laws and regulations, and the company's articles of association and articles of association.

The Remuneration and Appraisal Committee has formulated the remuneration and appraisal system for senior management in accordance with the relevant laws and regulations, and the company's articles of association and articles of association.

() Article 1.2 () 14

Corporate Governance and Corporate Governance Report

(2) Nomination Committee

a. Objective and Responsibility of the Nomination Committee

(1) The Nomination Committee is responsible for proposing and recommending qualified candidates for the Board of Directors and the Board of Supervisors, and for recommending the re-election of directors and supervisors.

(2) The Nomination Committee shall ensure that the candidates proposed and recommended are qualified and meet the requirements of the Company's articles of association and the relevant laws and regulations.

(3) The Nomination Committee shall also be responsible for proposing and recommending the re-election of directors and supervisors.

(4) The Nomination Committee shall also be responsible for proposing and recommending the re-election of directors and supervisors.

(5) The Nomination Committee shall also be responsible for proposing and recommending the re-election of directors and supervisors.

(6) The Nomination Committee shall also be responsible for proposing and recommending the re-election of directors and supervisors.

(7) The Nomination Committee shall also be responsible for proposing and recommending the re-election of directors and supervisors.

(8) The Nomination Committee shall also be responsible for proposing and recommending the re-election of directors and supervisors.

b. Member of the Nomination Committee and the Attendance Rate

The Nomination Committee consists of three members, including two independent non-executive directors and one executive director. The members of the Nomination Committee are listed in the following table:

Member of the Nomination Committee	Time of attendance in person	Time of attendance by proxy
Mr. Wang (Independent Non-executive Director)	3	0
Mr. Zhang (Independent Non-executive Director)	3	0
Mr. Li (Executive Director)	3	0

Corporate Governance and Corporate Governance Report

c. Work of the Nomination Committee during the Reporting Period

The Nomination Committee has held 3 meetings during the reporting period. The details are as follows:

Session of meeting	Date	Resolution considered
1st session on July 7, 2016	2016-07-28	1. Review and discuss the 2016 Annual Report of the Board of Directors and the 2016 Annual Report of the Board of Supervisors.
2nd session on July 7, 2016	2016-07-28	2. Review and discuss the 2016 Annual Report of the Board of Directors and the 2016 Annual Report of the Board of Supervisors.
3rd session on August 8, 2016	2016-08-31	3. Review and discuss the 2016 Annual Report of the Board of Directors and the 2016 Annual Report of the Board of Supervisors.

d. Policy of Dividend of the Board Member

The Board of Directors has adopted the Dividend Policy of the Company on August 25, 2014. The policy is as follows: (1) The Company shall adopt a cash dividend policy; (2) The Company shall pay dividends to the shareholders of the Company; (3) The Company shall pay dividends to the shareholders of the Company; (4) The Company shall pay dividends to the shareholders of the Company; (5) The Company shall pay dividends to the shareholders of the Company; (6) The Company shall pay dividends to the shareholders of the Company; (7) The Company shall pay dividends to the shareholders of the Company.

e. Procedure and Criteria of Nomination of Director

The Company has established the following procedures and criteria for the nomination of directors: (1) The Company shall adopt a cash dividend policy; (2) The Company shall pay dividends to the shareholders of the Company; (3) The Company shall pay dividends to the shareholders of the Company; (4) The Company shall pay dividends to the shareholders of the Company; (5) The Company shall pay dividends to the shareholders of the Company; (6) The Company shall pay dividends to the shareholders of the Company; (7) The Company shall pay dividends to the shareholders of the Company.

Corporate Governance and Corporate Governance Report

... () ... 1% ... 45 ... 13.51(2) ...

(3) Audit Committee

a. D i e and Re p o n s i b i l i t y o f t h e A u d i t C o m m i t t e e

... 8 ... 2016, ... () ... 2016.

b. M e m b e r o f t h e A u d i t C o m m i t t e e a n d t h e A t t e n d a n c e R a t e

...

Member of the Audit Committee	Time of attendance in person	Time of Attendance proportion
...	7	0
...	5	0
...	7	0
... () 31 ... 2016)	2	0

Corporate Governance and Corporate Governance Report

c. Work of the Audit Committee during the Reporting Period

The Audit Committee has performed its duties in accordance with the provisions of the Company Law of the PRC, the Securities Law of the PRC, the Listing Rules, the Charter of the Audit Committee, and the Audit Committee Work Rules. It has supervised the financial reporting process, reviewed the financial statements, and coordinated the external audit. It has also reviewed the internal control system and the risk management system, and has provided suggestions for improvement.

Session of meeting	Date	Resolution considered
1st session, 2016	8th July, 2016	Reviewed the financial statements for the first quarter of 2016.
2nd session, 2016	27th July, 2016	Reviewed the financial statements for the first half of 2016 (interim financial statements for the first half of 2016), and the financial statements for the first half of 2015.
3rd session, 2016	24th August, 2016	Reviewed the financial statements for the first three quarters of 2016.
4th session, 2016	2nd September, 2016	Reviewed the financial statements for the first nine months of 2016.
5th session, 2016	26th September, 2016	Reviewed the financial statements for the first nine months of 2016.
6th session, 2016	10th October, 2016	Reviewed the financial statements for the first nine months of 2016.
7th session, 2016	20th October, 2016	Reviewed the financial statements for the first nine months of 2016.

(4) Strategy Committee

The Strategy Committee has performed its duties in accordance with the provisions of the Company Law of the PRC, the Securities Law of the PRC, the Listing Rules, the Charter of the Strategy Committee, and the Strategy Committee Work Rules. It has supervised the implementation of the company's strategy, reviewed the company's business plan, and coordinated the company's investment and financing activities.

The Strategy Committee has also reviewed the company's internal control system and the risk management system, and has provided suggestions for improvement.

The Strategy Committee has also reviewed the company's internal control system and the risk management system, and has provided suggestions for improvement.

Corporate Governance and Corporate Governance Report

b. Member of the Risk Management Committee and the Audit and Supervisory Committee

The Risk Management Committee and the Audit and Supervisory Committee are composed of independent non-executive directors and other members. The members of the Risk Management Committee and the Audit and Supervisory Committee are listed in the following table:

Member of the Risk Management Committee	Time of attendance in person	Time of attendance by proxy
Mr. Wang ()	2	0
Mr. Li ()	1	1
Mr. Zhang ()	2	0
Mr. Chen ()	2	0
Mr. Liu ()	2	0

c. Work of the Risk Management Committee during the Reporting Period

The Risk Management Committee held 2 meetings during the reporting period, specifically on 2017 and 2016. The committee reviewed the company's risk management system and provided suggestions for improvement.

Session of meeting	Date	Resolution considered
1 2016 8,	2016	
2 2016 8,	2016	

4. SHAREHOLDERS AND GENERAL MEETINGS

(1) Shareholders' Rights

The company has established a complete system of shareholders' rights protection, including the following measures:

1. The company has established a complete system of shareholders' rights protection, including the following measures:

2. The company has established a complete system of shareholders' rights protection, including the following measures:

3. The company has established a complete system of shareholders' rights protection, including the following measures:

Corporate Governance and Corporate Governance Report

(3) Implementation of Resolutions of Annual General Meeting by the Board

The Board has implemented the resolutions of the Annual General Meeting in accordance with the provisions of the Company Law of the PRC, the Articles of Association and the Rules of Procedures for the General Meeting of the Company. The Board has implemented the resolutions of the Annual General Meeting in accordance with the provisions of the Company Law of the PRC, the Articles of Association and the Rules of Procedures for the General Meeting of the Company.

(4) Procedures for Requisition to Convene a General Meeting and Proposals by Shareholders

Shareholders holding 10% or more of the shares of the Company have the right to requisition the Board to convene a general meeting. If the Board does not convene a general meeting within 30 days of the requisition, the requisitioning shareholders may convene a general meeting on their own. Shareholders holding 10% or more of the shares of the Company have the right to requisition the Board to convene a general meeting. If the Board does not convene a general meeting within 30 days of the requisition, the requisitioning shareholders may convene a general meeting on their own.

Shareholders holding 3% or more of the shares of the Company have the right to propose resolutions at a general meeting. Shareholders holding 10% or more of the shares of the Company have the right to propose resolutions at a general meeting.

The Board has implemented the resolutions of the Annual General Meeting in accordance with the provisions of the Company Law of the PRC, the Articles of Association and the Rules of Procedures for the General Meeting of the Company. The Board has implemented the resolutions of the Annual General Meeting in accordance with the provisions of the Company Law of the PRC, the Articles of Association and the Rules of Procedures for the General Meeting of the Company.

(86 755) 2680 2706

(86 755) 2682 657

& 2 = 518067

Corporate Governance and Corporate Governance Report

5. SUPERVISORS AND THE SUPERVISORY COMMITTEE

The Supervisors and the Supervisory Committee are responsible for supervising the management of the Company and its subsidiaries, and ensuring that the Company and its subsidiaries operate in accordance with the laws, regulations and the Company's articles of association and internal control system. The Supervisors and the Supervisory Committee also have the right to propose to the Board of Directors to replace or dismiss any of the directors who are not qualified to hold office.

6. ACCOUNTABILITY, AUDIT AND CONTINUING OPERATIONS

The Company's financial statements are audited by the independent auditors. The auditors have issued their audit reports on the financial statements of the Company for the year ended 31 December 2016, and the auditors have concluded that the financial statements of the Company for the year ended 31 December 2016 are true and fair.

The Company's financial statements for the year ended 31 December 2016, are true and fair, and the Company is a going concern.

7. REMUNERATION OF THE AUDITORS

The remuneration of the auditors for the year ended 31 December 2016, is disclosed in Note 15 to the financial statements.

8. COMPANY SECRETARY

The Company Secretary is responsible for ensuring that the Company complies with the applicable laws, regulations and the Company's articles of association and internal control system. The Company Secretary also has the right to propose to the Board of Directors to replace or dismiss any of the directors who are not qualified to hold office.

The Company Secretary for the year ended 31 December 2016, is Mr. [Name], who has been appointed as the Company Secretary since 2013. Mr. [Name] has been appointed as the Company Secretary since 2016, and he has been appointed as the Company Secretary since 15, [Date].

Corporate Governance and Corporate Governance Report

9. INVESTOR RELATIONS

At the end of 2016, the company had 31,000 shareholders, including 1,000 institutional investors and 30,000 individual investors. The company has established a multi-level investor relations management system, including the Board of Directors, the Investor Relations Department, and the Investor Relations Office. The company has actively engaged in investor relations activities, such as analyst briefings, roadshows, and investor conferences, to enhance communication with investors and improve the company's transparency and disclosure.

The company has established a multi-level investor relations management system, including the Board of Directors, the Investor Relations Department, and the Investor Relations Office. The company has actively engaged in investor relations activities, such as analyst briefings, roadshows, and investor conferences, to enhance communication with investors and improve the company's transparency and disclosure.

The company has established a multi-level investor relations management system, including the Board of Directors, the Investor Relations Department, and the Investor Relations Office. The company has actively engaged in investor relations activities, such as analyst briefings, roadshows, and investor conferences, to enhance communication with investors and improve the company's transparency and disclosure.

10. RISK MANAGEMENT AND INTERNAL CONTROL

(1) The Risk Management and Internal Control System of the Company and its Characteristics

The company has established a multi-level risk management and internal control system, including the Board of Directors, the Risk Management Committee, the Internal Control Department, and the Internal Control Office. The company has actively engaged in risk management and internal control activities, such as risk assessments, internal control audits, and risk reporting, to enhance the company's risk management and internal control capabilities.

The company has established a multi-level risk management and internal control system, including the Board of Directors, the Risk Management Committee, the Internal Control Department, and the Internal Control Office. The company has actively engaged in risk management and internal control activities, such as risk assessments, internal control audits, and risk reporting, to enhance the company's risk management and internal control capabilities.

Corporate Governance and Corporate Governance Report

...the Board of Directors, the Board of Supervisors, the Management and the Shareholders of the Company. The Company has established a sound corporate governance system, which is in line with the requirements of the relevant laws and regulations, and has effectively protected the interests of all shareholders.

...the Company has established a sound corporate governance system, which is in line with the requirements of the relevant laws and regulations, and has effectively protected the interests of all shareholders. The Company has established a sound corporate governance system, which is in line with the requirements of the relevant laws and regulations, and has effectively protected the interests of all shareholders.

20

(2) Identification, Assessment and Response Procedures for Major Risks

...the Company has established a sound corporate governance system, which is in line with the requirements of the relevant laws and regulations, and has effectively protected the interests of all shareholders. The Company has established a sound corporate governance system, which is in line with the requirements of the relevant laws and regulations, and has effectively protected the interests of all shareholders.

...the Company has established a sound corporate governance system, which is in line with the requirements of the relevant laws and regulations, and has effectively protected the interests of all shareholders. The Company has established a sound corporate governance system, which is in line with the requirements of the relevant laws and regulations, and has effectively protected the interests of all shareholders.

...the Company has established a sound corporate governance system, which is in line with the requirements of the relevant laws and regulations, and has effectively protected the interests of all shareholders. The Company has established a sound corporate governance system, which is in line with the requirements of the relevant laws and regulations, and has effectively protected the interests of all shareholders.

2016,

Corporate Governance and Corporate Governance Report

(3) Procedures for Reviewing the Effectiveness of Risk Management and Internal Control System and Solving the Serious Deficiency in Internal Control

The Company has established a risk management and internal control system to ensure the effective operation of the business and the safety of assets. The system covers all aspects of the business, including financial, operational, and legal risks. The Company regularly reviews the effectiveness of the system and identifies any deficiencies. When a serious deficiency is identified, the Company immediately takes corrective action to address the issue. The Company also provides training and guidance to employees to ensure they understand the system and their responsibilities. The Company's risk management and internal control system is designed to be flexible and adaptable to changes in the business environment. The Company will continue to improve the system to ensure it remains effective and efficient.

Auditor's Report



普 永道

Auditor's Report

(2017) .10078
(2 ,10)

III. Ke A di Ma er

...

Auditor's Report

(2017) 10078
3 (10)

Key Auditor Matters	How the auditor addressed the Key Auditor Matters
<p>1. Provision for bad debt of receivable due from Sinopacific Offshore & Engineering Co., LTD. ("SOE")</p> <p>At the end of 2016, the amount of receivable due from SOE was 178,634,000 Yuan, of which 1,480,351,000 Yuan was provided for bad debt, and 1,658,850,000 Yuan was provided for bad debt.</p> <p>At the end of 2017, the amount of receivable due from SOE was 1,362,150,000 Yuan, of which 1,480,351,000 Yuan was provided for bad debt, and 1,658,850,000 Yuan was provided for bad debt.</p>	<p>The auditor performed the following procedures to address the Key Auditor Matters:</p> <p>(1) Reviewed the contract terms and conditions, and the historical performance of SOE, to assess the credit risk of SOE.</p> <p>(2) Reviewed the aging schedule of receivable due from SOE, and the provision for bad debt, to assess the reasonableness of the provision for bad debt.</p>

Auditor's Report

(2017) 10078

(4, 10)

Ke A di Ma er	Ho g r a di adde ed he Ke A di Ma er
---------------	--------------------------------------

2. Impairmen of long- erm recei able

10
34 (1)
12
31 2016,
17,161, 31,000. 2016,
271,42 ,000

0.7.4(.5(5()0.5()0.5(
.437.3()37
+8()4 , .7(37.36.837.4(1)
7

Auditor's Report

(2017) .10078
(6 , 10)

Ke A di Ma er Ho u r a di adde ed he Ke A di Ma er

4. Impairmen of fi ed a e

2016	2015
34 (3)	15
2016	2015
22,307,261,000	8,310,000

At the end of 2016, the Company's impairment of fixed assets was 34 million RMB, an increase of 15 million RMB compared with the end of 2015. The main reason for the increase was the impairment of fixed assets of the Company's subsidiaries.

At the end of 2016, the Company's impairment of fixed assets was 22,307,261,000 RMB, an increase of 8,310,000 RMB compared with the end of 2015. The main reason for the increase was the impairment of fixed assets of the Company's subsidiaries.

At the end of 2016, the Company's impairment of fixed assets was 22,307,261,000 RMB, an increase of 8,310,000 RMB compared with the end of 2015. The main reason for the increase was the impairment of fixed assets of the Company's subsidiaries.

At the end of 2016, the Company's impairment of fixed assets was 34 million RMB, an increase of 15 million RMB compared with the end of 2015. The main reason for the increase was the impairment of fixed assets of the Company's subsidiaries.

(1) At the end of 2016, the Company's impairment of fixed assets was 34 million RMB, an increase of 15 million RMB compared with the end of 2015. The main reason for the increase was the impairment of fixed assets of the Company's subsidiaries.

(2) At the end of 2016, the Company's impairment of fixed assets was 34 million RMB, an increase of 15 million RMB compared with the end of 2015. The main reason for the increase was the impairment of fixed assets of the Company's subsidiaries.

(3) At the end of 2016, the Company's impairment of fixed assets was 34 million RMB, an increase of 15 million RMB compared with the end of 2015. The main reason for the increase was the impairment of fixed assets of the Company's subsidiaries.

(4) At the end of 2016, the Company's impairment of fixed assets was 34 million RMB, an increase of 15 million RMB compared with the end of 2015. The main reason for the increase was the impairment of fixed assets of the Company's subsidiaries.

At the end of 2016, the Company's impairment of fixed assets was 34 million RMB, an increase of 15 million RMB compared with the end of 2015. The main reason for the increase was the impairment of fixed assets of the Company's subsidiaries.

Auditor's Report

(2017) 10078
(7, 10)

Ke A di Ma er

Ho Q r a di adde ed he Ke A di Ma er

5. Impairmen of e el under con c ion

20
34(3)
16

31 2016,
1,405,480,000. 2016.

31 2016,
2016 ()
()

31 2016,
(4)
(5)
(6)

(1)
(2) 2015
2016 ()
()
(3)
(4)
(5)
(6)

Auditor's Report

(2017) .10078
(8 , 10)

IV. Other Information

2016

V. Responsibility of Management and Those Charged with Governance for the Financial Statements

Auditor's Report

(2017) .10078
() () 10)

VI. Auditor's Responsibility for the Audit of the Financial Statements

The auditor's responsibility is to express an opinion on the financial statements based on the audit. The auditor is not responsible for the preparation of the financial statements, which is the responsibility of the management. The auditor's opinion is based on the audit evidence obtained during the audit process. The auditor's report is intended to provide information to the users of the financial statements.

Auditor's Report

(2017) .10078
(10 , 10)

VI. Auditor's Responsibility for the Audit of the Financial Statements (Continued)

As required by the relevant laws and regulations, we have performed our audit in accordance with the applicable auditing standards. Our audit was conducted on the basis of the audit evidence obtained during the audit process. We believe that the audit evidence is sufficient and appropriate to provide a basis for our audit opinion.

We have also performed procedures to identify and assess the risks of material misstatement, whether due to fraud or error, and to design and perform audit procedures responsive to those risks. We believe that the audit evidence is sufficient and appropriate to provide a basis for our audit opinion.

Our audit was conducted on the basis of the audit evidence obtained during the audit process. We believe that the audit evidence is sufficient and appropriate to provide a basis for our audit opinion. We have also performed procedures to identify and assess the risks of material misstatement, whether due to fraud or error, and to design and perform audit procedures responsive to those risks. We believe that the audit evidence is sufficient and appropriate to provide a basis for our audit opinion.

2017年10月10日

2017年10月27日

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

CONSOLIDATED BALANCE SHEET

	31 December 2016	31 December 2015	31 December 2015
ASSETS			
Current assets:			
Monetary funds	6,325,998	4,487,166	3,667,387
Accounts receivable	141,160	133,244	427,66
Prepaid expenses	1,536,191	1,366,632	1,516,4
Other current assets	11,526,075	10,667,04	11,480,465
Inventory	2,165,982	3,201,4	5,223,351
Financial assets	9,250	10,842	3,68
Other non-current assets	41,959	12,345	10,427
Investments in subsidiaries	9,347,887	3,253,650	2,574,75
Investments in associates	17,409,515	16,416,646	16,773,431
Investments in joint ventures	203,847		
Other non-current assets	3,941,689	3,228,668	2,388,75
Other non-current assets	702,478	660,83	1,02,835
Total current assets	53,352,031	43,530,325	45,172,177
Non-current assets:			
Investments in subsidiaries	325,187	1,755	
Investments in associates	442,726	420,858	8,577,68

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in RMB '000)

	31 December 2016	31 December 2015	1 January 2015	
LIABILITIES AND SHAREHOLDERS' EQUITY				
Current liabilities:				
Accounts payable	15,729,787	17,000,024	11,230,527	
Financial liabilities	141,806	250,76	103,657	
Other payables	1,551,582	1,740,077	1,684,016	
Provisions	10,160,951	8,830,005	11,364,003	
Contract liabilities	3,780,694	2,763,511	3,054,783	
Other current liabilities	2,115,108	2,234,271	2,306,204	
Other non-current liabilities	1,092,030	24,171	7,775	
Other non-current liabilities	303,375	216,374	185,780	
Other non-current liabilities	16,746	56,034	47,73	
Other non-current liabilities	5,154,073	5,285,014	5,286,052	
profit or loss			IV.26	141,806

Financial Statements Prepared in Accordance with CASBE

(Currency: RMB '000) 31 December 2016
(Currency: RMB '000) 31 December 2015

BALANCE SHEET

		31 December 2016	31 December 2015
ASSETS			
Current assets:			
Monetary funds	1	2,660,222	1,577,446
Accounts receivable	2	4,755,818	4,604,445
Other receivables	3	13,131,416	12,363,102
Prepaid expenses		9,272	16,264
Total current assets		20,556,728	18,581,257

Financial Statements Prepared in Accordance with CASBE

截至2016年12月31日止年度
(除特别说明外, 货币单位均为人民币千元)

Consolidated Income Statement

		2016	2015
			(RMB '000)
I. Revenue	150	51,111,652	58,685,804
Revenue from operations	150	41,482,017	48,051,010
Revenue from other operations	151	503,099	433,030
Revenue from sale of assets	152	2,156,980	2,574,726
Revenue from disposal of subsidiaries	153	4,208,598	4,146,83
Revenue from disposal of long-term investments	154	719,109	627,801
Revenue from disposal of financial assets	158	2,089,634	551,170
Revenue from disposal of intangible assets	156	613,913	(37,336)
Revenue from disposal of other assets	157	234,410	776,106
		87,266	241,64
II. Operating profit	155	800,538	3,03,854
Operating profit from operations	155	1,212,806	436,200
Operating profit from other operations	155	451,565	33,876
Operating profit from disposal of assets	160	311,293	173,584
Operating profit from disposal of subsidiaries	160	187,013	51,464
III. Total profit	161	1,702,051	3,302,470
Profit from operations	161	967,068	51,825
IV. Net profit		734,983	2,350,645
Net profit from operations		539,660	2,026,613
Net profit from other operations		195,323	324,032
V. Other comprehensive income, net of tax	147	967,346	325,186
Other comprehensive income from operations	147	871,818	332,710
Other comprehensive income from other operations	147	871,818	332,710
Other comprehensive income from disposal of assets	147	(104)	(5,172)
Other comprehensive income from disposal of subsidiaries	147	4,154	1,138
Other comprehensive income from disposal of long-term investments	147	477,398	3,653
Other comprehensive income from disposal of financial assets	147	390,370	333,011
Other comprehensive income from disposal of intangible assets	147	95,528	(7,524)
VI. Total comprehensive income		1,702,329	2,675,831
Total comprehensive income from operations		1,411,478	2,35,323
Total comprehensive income from other operations		290,851	316,508
VII. Earnings per share			
Earnings per share from operations (RMB)	162	0.14	0.74
Earnings per share from other operations (RMB)	162	0.14	0.73

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Amounts in RMB '000)

Income Statement

		2016	2015
I. Revenue	156,526	28,111	
Cost of materials consumed	(24,006)	40,576	
Cost of services provided	(3,373)	33,661	
Cost of depreciation and amortization	(285,476)	235,671	
Cost of other operating expenses	(353,608)	(1,667)	
Other income	10,895	7,051	
Operating profit	1,259,065	700,870	
Operating expenses	(2,038,191)	(716,511)	
Operating loss	(33,173)	(40,432)	
Other income	116		
Other expenses	(79,573)	(1,362)	
Other income	66	62	
Other expenses			
III. Total profit	1,991,791	755,66	
Income tax expense	(164,168)	(16,046)	
IV. Net profit	1,827,623	771,715	
V. Other comprehensive income, net of tax			
VI. Total comprehensive income	1,827,623	771,715	

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
 (单位:人民币千元)
 (未经审计)

Consolidated Cash Flow Statement

	2016	2015
I. Cash flow from operating activities		
Operating activities	49,660,627	54,618,350
Investing activities	1,996,152	2,211,257
Financing activities	(475,604)	(4,115)
Sub-total of cash inflow	52,132,383	57,320,802
Operating activities	37,875,868	48,172,223
Investing activities	6,052,008	6,275,514
Financing activities	(1,292,403)	(1,611,817)
Sub-total of cash inflow	4,570,485	4,871,471
Sub-total of cash inflow	49,790,764	60,310,255
Net cash inflow from operating activities	(641)	(3,610,223)
II. Cash flow from investing activities		
Operating activities	227,461	480,115
Investing activities	224,760	14,086
Financing activities	904,597	775,681
Operating activities	(206,421)	(643)
Investing activities	(446,920)	(42,884)
Sub-total of cash inflow	2,010,159	1,312,846
Operating activities	7,239,592	12,346,82
Investing activities	886,860	1,372,63
Financing activities	738,362	171,382
Sub-total of cash inflow	8,864,814	13,876,27
Net cash inflow from investing activities	(6,854,655)	(12,584,781)

Financial Statements Prepared in Accordance with CASBE

□ As of December 31, 2016
(Amount in million RMB)
(All figures are rounded to the nearest million)

	2016	2015
III. Cash flow from financing activities	1,768,906	3,732,151
Increase in short-term debt	1,760,575	284,172
Increase in long-term debt		1,81,143
Increase in bank borrowings	54,548,656	58,6,12
Increase in other financing activities	7,986,500	
Decrease in cash and cash equivalents	.63(4)	260,3
Balance of cash inflow	64,307,817	64,44,1
Increase in cash and cash equivalents	52,820,203	45,55,221
Increase in other cash inflows	3,228,079	2,405,885
Decrease in cash and cash equivalents	161,253	107,638
Decrease in other cash outflows	.63(5)	77,430
Balance of cash flow	56,796,771	48,438,536
Net cash inflow from financing activities	7,511,046	16,505,663
IV. Effect of foreign exchange rate change on cash and cash equivalents	81,534	13,213
V. Net increase in cash and cash equivalents	.64(1)	323,872
Increase in cash and cash equivalents	3,259,123	2,35,251
VI. Cash and cash equivalents at the end of the year	.64(4)	6,338,667
Cash and cash equivalents at the beginning of the year		3,25,123

As of December 31, 2016, the cash and cash equivalents of the Company were RMB6,338,667 million, an increase of RMB3,259,123 million (51.4%) compared with the end of 2015. The increase was mainly due to the increase in bank borrowings and other financing activities.

Financial Statements Prepared in Accordance with CASBE

□ 31, 2016
() '000+
()

Cash Flow Statement

	2016	2015
I. Cash flow from operating activities		
Cash received from sales of goods and services	156,526	28,111
Cash received from interest and dividends	257,702	1,165,577
Cash received from other operating activities		
Cash paid for purchase of goods and services	(414,228)	(1,464,406)
Cash paid for interest and dividends	(39,842)	(24,730)
Cash paid for other operating activities	(219,452)	(114,728)
Cash received from disposal of non-current assets	16,698	31,121
Cash received from disposal of subsidiaries	4,933,042	4,268,813
Cash received from disposal of other non-current assets		
Cash paid for acquisition of subsidiaries	(5,209,034)	(5,074,401)
Cash paid for acquisition of other non-current assets		
Net cash flow from operating activities	(4,794,806)	(3,632,050)
II. Cash flow from investing activities		
Cash received from disposal of non-current assets	245,460	155,400
Cash received from disposal of subsidiaries	3,037	568,111
Cash received from disposal of other non-current assets	8,944	1,307
Cash received from disposal of subsidiaries		2,624
Cash received from disposal of other non-current assets		
Cash paid for acquisition of non-current assets	(257,441)	(1,025,332)
Cash paid for acquisition of subsidiaries		
Cash paid for acquisition of other non-current assets		
Cash received from disposal of non-current assets	41,191	7,671
Cash received from disposal of subsidiaries	77,991	620,000
Cash received from disposal of other non-current assets		
Cash paid for acquisition of non-current assets	(119,182)	(627,671)
Cash paid for acquisition of subsidiaries		
Cash paid for acquisition of other non-current assets		
Net cash inflow from investing activities	138,259	37,661
III. Cash flow from financing activities		
Cash received from issuance of equity	8,176,000	1,415,000
Cash received from issuance of debt	7,986,500	
Cash received from other financing activities		
Cash paid for repayment of debt	(8,331)	(1,81,143)
Cash paid for other financing activities		(3,447,707)
Cash received from issuance of equity	16,170,831	6,844,122
Cash received from issuance of debt	9,319,881	2,576,000
Cash received from other financing activities		
Cash paid for repayment of debt	(1,126,037)	(1,177,020)
Cash paid for other financing activities	(6,189)	(13,837)
Cash received from issuance of equity	10,452,107	3,787,730
Cash received from issuance of debt	5,718,724	3,056,383
Cash received from other financing activities		
Net cash inflow from financing activities	16,170,831	6,844,122
IV. Effect of foreign exchange rate change on cash and cash equivalents	428	514
V. Net increase/(decrease) in cash and cash equivalents	1,062,605	(178,347)
Cash and cash equivalents at the beginning of the year	652,865	831,212
VI. Cash and cash equivalents at the end of the year	1,715,470	652,865

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

Consolidated Statement of Change in Shareholder's Equity

	2016					2015							
	Share capital	Other equity instruments	Capital reserve	Undistributed profit	Minority interest	To all shareholder's equity	Share capital	Other equity instruments	Capital reserve	Undistributed profit	Minority interest	To all shareholder's equity	
I. Balance at 31 December 2015	2,977,820	2,033,043	3,181,863	17,805,808	7,033,280	35,720,915	2,672,62	686,506	(847,187)	3,126,406	16,651,60	4,1801	27,282,115
II. Balance at 1 January 2016	2,977,820	2,033,043	3,181,863	17,805,808	7,033,280	35,720,915	2,672,62	686,506	(847,187)	3,126,406	16,742,015	5,043,333	27,423,702
III. Movements for the year													
1. Issuance of shares	119,792			419,868	195,323	734,983					1,74,713	324,032	2,350,645
2. Share repurchase	(119,792)			(419,868)	(95,528)	(967,346)						(7,524)	(325,166)
3. Issuance of warrants													
4. Share-based payment													
5. Other equity instruments													
6. Profit for the year													
7. Dividends													
8. Other													
9. Total													
IV. Balance at 31 December 2016	2,978,577	2,049,035	3,126,585	17,695,053	9,848,822	39,134,792	2,771,820	2,033,043	3,181,863	(514,477)	3,203,578	17,805,808	35,720,115

(I) Capital contribution and dividend
 1. Issuance of shares
 2. Share repurchase
 3. Issuance of warrants
 4. Share-based payment
 5. Other equity instruments
 6. Profit for the year
 7. Dividends
 8. Other

(II) Profit for the year
 1. Profit for the year
 2. Dividends
 3. Other

Financial Statements Prepared in Accordance with CASBE

Statement of Change in Shareholder's Equity

	2016					2015							
	Share capital	Other equity instruments	Capital reserve	Other comprehensive income	Undistributed profit	Total shareholder's equity	Share capital	Other equity instruments	Capital reserve	Other comprehensive income	Undistributed profit	Total shareholder's equity	
I. Balance at 31 December 2015	2,977,820	2,033,043	3,279,575	43,754	3,203,578	14,033,140	12,940,910	2,672,62	12,788	43,754	3,126,406	15,424,5	7,566,822
II. Movements during the year													
(1) Issuance of shares	119,792					1,707,831	1,827,623	51,00				71,815	771,715
(2) Share repurchase													
(3) Profit from disposal of shares													
(4) Change in share premium													
(5) Change in other equity instruments													
(6) Change in capital reserve													
(7) Change in other comprehensive income													
(8) Change in undistributed profit													
(9) Total													
Balance at 31 December 2016	2,978,577	2,049,035	3,287,149	43,754	3,279,379	2,380,348	14,018,242	2,773,820	3,273,575	43,754	3,203,578	14,033,140	12,403,10
III. Profit for the year													
(1) Profit from operations													
(2) Profit from disposal of assets													
(3) Profit from other operations													
(4) Total													
IV. Total													
Balance at 31 December 2016													

(I) Capital contribution and withdrawal

(II) Profit for the year

(III) Profit for the year

(IV) Total

(V) Total

(VI) Total

(VII) Total

(VIII) Total

(IX) Total

(X) Total

(XI) Total

(XII) Total

(XIII) Total

(XIV) Total

(XV) Total

(XVI) Total

(XVII) Total

(XVIII) Total

(XIX) Total

(XX) Total

(XXI) Total

(XXII) Total

(XXIII) Total

(XXIV) Total

(XXV) Total

(XXVI) Total

(XXVII) Total

(XXVIII) Total

(XXIX) Total

(XXX) Total

Unit: RMB 10,000

31 December 2016

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in RMB '000)
(Unaudited)

NOTES TO THE FINANCIAL STATEMENTS

I. GENERAL INFORMATION

The Company is a public company listed on the Shanghai Stock Exchange. Its registered capital is RMB 17,360,000,000. The Company's headquarters are located in Shanghai, China. The Company's main business is the operation of container terminals and the provision of container services.

The financial statements are prepared in accordance with the accounting standards and practices generally accepted in China. The Company's financial statements are audited by a qualified accounting firm.

The Company's financial statements are prepared in RMB. All figures are in RMB unless otherwise specified.

The Company's financial statements are prepared on a consolidated basis. The consolidated financial statements include the Company and its subsidiaries.

The Company's financial statements are prepared on a going concern basis. The Company has no plans to liquidate or to cease operations.

On December 31, 2012, the Company's total assets were RMB 17,360,000,000, and its total liabilities were RMB 17,360,000,000. The Company's net assets were RMB 0.

The Company's financial statements are prepared in accordance with the accounting standards and practices generally accepted in China. The Company's financial statements are audited by a qualified accounting firm.

The Company's financial statements are prepared in RMB. All figures are in RMB unless otherwise specified.

The Company's financial statements are prepared on a consolidated basis. The consolidated financial statements include the Company and its subsidiaries.

The Company's financial statements are prepared on a going concern basis. The Company has no plans to liquidate or to cease operations.

The Company's financial statements are prepared in accordance with the accounting standards and practices generally accepted in China. The Company's financial statements are audited by a qualified accounting firm.

The Company's financial statements are prepared in RMB. All figures are in RMB unless otherwise specified.

The Company's financial statements are prepared on a consolidated basis. The consolidated financial statements include the Company and its subsidiaries.

The Company's financial statements are prepared on a going concern basis. The Company has no plans to liquidate or to cease operations.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in '000)

I. GENERAL INFORMATION (CONTINUED)

... () ... 2016 ((, 1(6) ()).

... 2017.

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

... .10), .11), .20), .14 .17), .21), .23), .34.

1. Basis of preparation

... 15 December 2006,15 December (2010) ...

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

- 5. 合并财务报表 (Continued)
- (2) 合并财务报表的编制方法

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

6. Preparation of consolidated financial statements (Continued)

□ The Company's consolidated financial statements are prepared on the basis of the accounting records and supporting documents of the Company and its subsidiaries. The consolidated financial statements are prepared in accordance with the accounting policies and accounting estimates of the Company and its subsidiaries.

▼ The Company's consolidated financial statements are prepared on the basis of the accounting records and supporting documents of the Company and its subsidiaries. The consolidated financial statements are prepared in accordance with the accounting policies and accounting estimates of the Company and its subsidiaries. (continued)

▼ The Company's consolidated financial statements are prepared on the basis of the accounting records and supporting documents of the Company and its subsidiaries. The consolidated financial statements are prepared in accordance with the accounting policies and accounting estimates of the Company and its subsidiaries. (continued)

▼ The Company's consolidated financial statements are prepared on the basis of the accounting records and supporting documents of the Company and its subsidiaries. The consolidated financial statements are prepared in accordance with the accounting policies and accounting estimates of the Company and its subsidiaries. (continued)

▼ The Company's consolidated financial statements are prepared on the basis of the accounting records and supporting documents of the Company and its subsidiaries. The consolidated financial statements are prepared in accordance with the accounting policies and accounting estimates of the Company and its subsidiaries. (continued)

▼ The Company's consolidated financial statements are prepared on the basis of the accounting records and supporting documents of the Company and its subsidiaries. The consolidated financial statements are prepared in accordance with the accounting policies and accounting estimates of the Company and its subsidiaries. (continued)

▼ The Company's consolidated financial statements are prepared on the basis of the accounting records and supporting documents of the Company and its subsidiaries. The consolidated financial statements are prepared in accordance with the accounting policies and accounting estimates of the Company and its subsidiaries. (continued)

▼ The Company's consolidated financial statements are prepared on the basis of the accounting records and supporting documents of the Company and its subsidiaries. The consolidated financial statements are prepared in accordance with the accounting policies and accounting estimates of the Company and its subsidiaries. (continued)

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

7. Cash and cash equivalents

Cash and cash equivalents are defined as the amount of cash and deposits that are readily convertible into known amounts of cash and are subject to an insignificant risk of changes in value.

8. Foreign currency transaction and translation of financial statements denominated in foreign currency

The Company uses the Renminbi (RMB) as its functional currency. Transactions in foreign currencies are recorded in the Company's books and records at the exchange rate prevailing at the date of the transaction.

At the end of each reporting period, the Company's assets and liabilities denominated in foreign currencies are translated into RMB at the exchange rate prevailing at the reporting date.

The exchange rate of the RMB against the US dollar is 1:6.7561 (2015: 1:6.7561). The exchange rate of the RMB against the Hong Kong dollar is 1:0.7750 (2015: 1:0.7750). The exchange rate of the RMB against the Japanese yen is 1:161.90 (2015: 1:161.90). The exchange rate of the RMB against the Australian dollar is 1:0.7063 (2015: 1:0.7063). The exchange rate of the RMB against the New Zealand dollar is 1:0.7063 (2015: 1:0.7063). The exchange rate of the RMB against the British pound sterling is 1:0.7456 (2015: 1:0.7456). The exchange rate of the RMB against the Canadian dollar is 1:0.7063 (2015: 1:0.7063). The exchange rate of the RMB against the Singapore dollar is 1:0.7063 (2015: 1:0.7063). The exchange rate of the RMB against the South Korean won is 1:1,100.00 (2015: 1:1,100.00). The exchange rate of the RMB against the Indian rupee is 1:82.84 (2015: 1:82.84). The exchange rate of the RMB against the Thai baht is 1:100.00 (2015: 1:100.00). The exchange rate of the RMB against the Indonesian rupiah is 1:1,600.00 (2015: 1:1,600.00). The exchange rate of the RMB against the Philippine peso is 1:60.00 (2015: 1:60.00). The exchange rate of the RMB against the Mexican peso is 1:16.67 (2015: 1:16.67). The exchange rate of the RMB against the Brazilian real is 1:3.76 (2015: 1:3.76). The exchange rate of the RMB against the Russian ruble is 1:6.75 (2015: 1:6.75). The exchange rate of the RMB against the South African rand is 1:15.71 (2015: 1:15.71). The exchange rate of the RMB against the Australian dollar is 1:0.7063 (2015: 1:0.7063). The exchange rate of the RMB against the New Zealand dollar is 1:0.7063 (2015: 1:0.7063). The exchange rate of the RMB against the British pound sterling is 1:0.7456 (2015: 1:0.7456). The exchange rate of the RMB against the Canadian dollar is 1:0.7063 (2015: 1:0.7063). The exchange rate of the RMB against the Singapore dollar is 1:0.7063 (2015: 1:0.7063). The exchange rate of the RMB against the South Korean won is 1:1,100.00 (2015: 1:1,100.00). The exchange rate of the RMB against the Indian rupee is 1:82.84 (2015: 1:82.84). The exchange rate of the RMB against the Thai baht is 1:100.00 (2015: 1:100.00). The exchange rate of the RMB against the Indonesian rupiah is 1:1,600.00 (2015: 1:1,600.00). The exchange rate of the RMB against the Philippine peso is 1:60.00 (2015: 1:60.00). The exchange rate of the RMB against the Mexican peso is 1:16.67 (2015: 1:16.67). The exchange rate of the RMB against the Brazilian real is 1:3.76 (2015: 1:3.76). The exchange rate of the RMB against the Russian ruble is 1:6.75 (2015: 1:6.75). The exchange rate of the RMB against the South African rand is 1:15.71 (2015: 1:15.71).

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

9. Financial Instruments

The Company's financial instruments include financial assets and financial liabilities. The classification and measurement of financial instruments are determined by the Company's business model and the contractual cash flows characteristics of the financial instruments.

(1) Financial Assets

(a) Classification of financial assets

The Company classifies financial assets into three categories: financial assets at fair value through profit or loss, financial assets at amortized cost, and financial assets at fair value through other comprehensive income.

Financial assets at fair value through profit or loss

Financial assets at amortized cost

Financial assets at fair value through other comprehensive income

The Company's financial assets are primarily composed of cash, accounts receivable, and other receivables.

The Company's financial liabilities are primarily composed of accounts payable and other payables.

The Company's financial instruments are measured at fair value at the end of each reporting period. The fair value of financial assets and liabilities is determined based on the market price of the instrument at the reporting date. If there is no active market for the instrument, the fair value is determined based on the discounted cash flow method.

(b) Recognition and measurement

Financial assets are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial assets are measured at fair value at the end of each reporting period. The fair value of financial assets and liabilities is determined based on the market price of the instrument at the reporting date. If there is no active market for the instrument, the fair value is determined based on the discounted cash flow method.

Financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are measured at fair value at the end of each reporting period. The fair value of financial assets and liabilities is determined based on the market price of the instrument at the reporting date. If there is no active market for the instrument, the fair value is determined based on the discounted cash flow method.

Financial Statements Prepared in Accordance with CASBE

□ RMB million, as at 31 December 2016
(in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

9. Financial instruments (Continued)

(1) Financial Assets (Continued)

(b) Recognition and measurement (Continued)

□ For financial assets that do not have a quoted market price in an active market, the Company uses the following methods to determine their fair value:

□ For financial assets that are not quoted in an active market, the Company uses the following methods to determine their fair value:

(c) Impairment of financial assets

□ For financial assets that are not quoted in an active market, the Company uses the following methods to determine their fair value:

□ For financial assets that are not quoted in an active market, the Company uses the following methods to determine their fair value:

□ For financial assets that are not quoted in an active market, the Company uses the following methods to determine their fair value:

□ For financial assets that are not quoted in an active market, the Company uses the following methods to determine their fair value:

□ For financial assets that are not quoted in an active market, the Company uses the following methods to determine their fair value:

□ For financial assets that are not quoted in an active market, the Company uses the following methods to determine their fair value:

□ For financial assets that are not quoted in an active market, the Company uses the following methods to determine their fair value:

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

9. Financial Instruments (Continued)

(1) Financial Assets (Continued)

(c) Impairment of financial assets (Continued)

▼ 本公司在资产负债表日对以公允价值计量的金融资产进行减值测试并确认减值损失, 其公允价值通过估值技术确定, 且公允价值变动计入当期损益。对于以摊余成本计量的金融资产, 本公司在资产负债表日对金融资产进行减值测试, 如有客观证据表明其发生了减值, 则计提减值准备并确认减值损失。减值损失的转回金额计入当期损益。

▼ 本公司在资产负债表日对以公允价值计量的金融资产进行减值测试并确认减值损失, 其公允价值通过估值技术确定, 且公允价值变动计入当期损益。对于以摊余成本计量的金融资产, 本公司在资产负债表日对金融资产进行减值测试, 如有客观证据表明其发生了减值, 则计提减值准备并确认减值损失。减值损失的转回金额计入当期损益。

□ 本公司在资产负债表日对以公允价值计量的金融资产进行减值测试并确认减值损失, 其公允价值通过估值技术确定, 且公允价值变动计入当期损益。

(d) Derecognition of financial assets

本公司在金融资产满足下列条件时终止确认该金融资产:

1. 收取金融资产现金流量的合同权利已到期;

2. 金融资产已转移, 且该金融资产所有权上几乎所有的风险和报酬已转移给转入方;

3. 金融资产已转移, 且该金融资产所有权上几乎所有的风险和报酬已转移给转入方, 但转入方承担了金融资产所有权上的几乎所有风险和报酬, 且并未将该金融资产所有权上的几乎所有风险和报酬转移给转入方。

本公司在金融资产满足下列条件时终止确认该金融资产: 收取金融资产现金流量的合同权利已到期; 金融资产已转移, 且该金融资产所有权上几乎所有的风险和报酬已转移给转入方; 金融资产已转移, 且该金融资产所有权上几乎所有的风险和报酬已转移给转入方, 但转入方承担了金融资产所有权上的几乎所有风险和报酬, 且并未将该金融资产所有权上的几乎所有风险和报酬转移给转入方。

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

9. Financial instruments (Continued)

(2) Financial liabilities

Financial liabilities are classified as current or non-current liabilities based on the expected maturity date or the period of settlement.

Financial liabilities are classified as current or non-current liabilities based on the expected maturity date or the period of settlement.

Financial liabilities are classified as current or non-current liabilities based on the expected maturity date or the period of settlement.

Financial liabilities are classified as current or non-current liabilities based on the expected maturity date or the period of settlement. (continued)

Financial liabilities are classified as current or non-current liabilities based on the expected maturity date or the period of settlement.

Financial liabilities are classified as current or non-current liabilities based on the expected maturity date or the period of settlement.

(3) Determination of fair value

Financial liabilities are classified as current or non-current liabilities based on the expected maturity date or the period of settlement.

(4) Equity instruments

Financial liabilities are classified as current or non-current liabilities based on the expected maturity date or the period of settlement.

Financial liabilities are classified as current or non-current liabilities based on the expected maturity date or the period of settlement.

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

9. Financial instruments (Continued)

(4) Equity instruments (Continued)

The Company's financial instruments consist of equity instruments, debt instruments, derivatives and other financial instruments. The Company's financial instruments are classified as financial assets or financial liabilities based on the substance of the financial instrument's contractual terms and the Company's business model.

The Company's financial instruments are classified as financial assets or financial liabilities based on the substance of the financial instrument's contractual terms and the Company's business model.

10. Receivable

The Company's receivables are classified as financial assets. The Company's receivables are classified as financial assets based on the substance of the financial instrument's contractual terms and the Company's business model.

The Company's receivables are classified as financial assets based on the substance of the financial instrument's contractual terms and the Company's business model.

The Company's receivables are classified as financial assets based on the substance of the financial instrument's contractual terms and the Company's business model. (Continued)

The Company's receivables are classified as financial assets based on the substance of the financial instrument's contractual terms and the Company's business model.

The Company's receivables are classified as financial assets based on the substance of the financial instrument's contractual terms and the Company's business model.

(1) Receivable impairment are indicated all significant and impairment provided on an individual basis:

The Company's receivables are classified as financial assets based on the substance of the financial instrument's contractual terms and the Company's business model. 10% (Continued)

The Company's receivables are classified as financial assets based on the substance of the financial instrument's contractual terms and the Company's business model. (Continued)

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

10. Receivable (Continued)

(2) Receivable have been individually impaired provided on an individual basis:

Accounting period	Receivable balance	Impairment provision	Impairment loss
2016	1,234,567	123,456	123,456
2015	987,654	98,765	98,765

(3) Receivable have been assessed for impairment on a collection group basis:

Accounting period	Receivable balance	Impairment provision	Impairment loss
2016	5,678,901	567,890	567,890
2015	4,567,890	456,789	456,789

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

10. Receivable (Continued)

(3) Receivable has been assessed for impairment on a collective basis: (Continued)

Category	2016	2015
Accounts receivable	(1,234,567)	(1,123,456)
Notes receivable	(567,890)	(567,890)
Other receivables	(123,456)	(123,456)
Financial assets at fair value through profit or loss	(345,678)	(345,678)
Other financial assets	(234,567)	(234,567)
Other receivables	(123,456)	(123,456)
Total	(2,629,554)	(2,493,003)

Ageing	Percentage of total accounts receivable (%)	
	Group 1, 2, 4, 5, 6	Group 3
1-30 days	5%	0%-5%
1-90 days	30%	30%
Over 90 days	100%	100%

(4) ... (text describing impairment assessment methods and provisions)

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

11. Intangible Assets

(1) Classification

Intangible assets are those assets that do not have a physical form but can be identified and controlled by the company, and whose benefits can be brought to the company in the long term. Intangible assets are classified into identifiable intangible assets and non-identifiable intangible assets.

(2) Cost of Intangible Assets

Intangible assets are measured at cost at the time of acquisition.

(3) The Underlying Factors in the Determination of Non-Realizable Value of Intangible Assets and Basis of Provision for Decline in Value of Intangible Assets

Intangible assets are measured at cost at the time of acquisition. If there is any indication that the carrying amount of an intangible asset may not be recoverable, the company shall estimate the recoverable amount of the intangible asset. The recoverable amount is the maximum amount of cash or cash equivalents that can be obtained from the disposal of the intangible asset, less the costs of disposal. (See Note 16).

Intangible assets are measured at cost at the time of acquisition.

Intangible assets are measured at cost at the time of acquisition. If there is any indication that the carrying amount of an intangible asset may not be recoverable, the company shall estimate the recoverable amount of the intangible asset. The recoverable amount is the maximum amount of cash or cash equivalents that can be obtained from the disposal of the intangible asset, less the costs of disposal. (See Note 16).

Intangible assets are measured at cost at the time of acquisition. If there is any indication that the carrying amount of an intangible asset may not be recoverable, the company shall estimate the recoverable amount of the intangible asset.

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

II SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

11. Intangible Assets (Continued)

(4) Intangible Assets

Intangible assets are measured at cost less accumulated amortization and impairment losses.

(5) Amortization of Intangible Assets Including Software, Patents and Packaging Materials

Intangible assets with finite useful lives are amortized over their estimated useful lives and reviewed for impairment at each reporting date. Amortization is calculated on a straight-line basis over the expected useful life of the asset.

12. Long-term Equity Investments

Long-term equity investments are measured at cost less impairment losses. Long-term equity investments are reviewed for impairment at each reporting date.

When the fair value of a long-term equity investment is significantly lower than its carrying amount, the carrying amount of the investment is reduced to its fair value. The impairment loss is recognized in the profit or loss account. The impairment loss is reversed in the profit or loss account if the fair value of the investment increases in subsequent periods.

When the fair value of a long-term equity investment is significantly higher than its carrying amount, the carrying amount of the investment is increased to its fair value. The gain is recognized in the profit or loss account.

(1) Determination of Investment Cost

When the fair value of a long-term equity investment is significantly lower than its carrying amount, the carrying amount of the investment is reduced to its fair value. The impairment loss is recognized in the profit or loss account. The impairment loss is reversed in the profit or loss account if the fair value of the investment increases in subsequent periods.

When the fair value of a long-term equity investment is significantly higher than its carrying amount, the carrying amount of the investment is increased to its fair value. The gain is recognized in the profit or loss account.

(2) Subsequent Measurement

When the fair value of a long-term equity investment is significantly lower than its carrying amount, the carrying amount of the investment is reduced to its fair value. The impairment loss is recognized in the profit or loss account. The impairment loss is reversed in the profit or loss account if the fair value of the investment increases in subsequent periods.

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

12. Long-term equity investments (Continued)

(2) Subsidiary investments (Continued)

□ 2016年12月31日, 本公司对下列被投资单位具有重大影响, 因而采用权益法核算。被投资单位的基本情况如下:

□ 2016年12月31日, 本公司对下列被投资单位具有重大影响, 因而采用权益法核算。被投资单位的基本情况如下:

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

12. Long-term equity investments (Continued)

(4) Method of impairment testing and measurement

When the fair value of the investment is lower than the carrying amount, the difference is recognized as an impairment loss. The impairment loss is reversed when the fair value of the investment is higher than the carrying amount.

13. Intangible properties

Intangible properties are recognized when the company has identified an intangible asset that is identifiable and can be measured reliably. The cost of an intangible asset is the fair value of the asset at the time of acquisition. The cost includes the purchase price, related taxes, and other costs directly attributable to the acquisition of the asset. Intangible properties are amortized over their useful lives. The useful life of an intangible asset is determined based on the expected period over which the asset will generate cash flows for the company.

At the end of the reporting period, the carrying amount of intangible properties is 37,000,000 RMB (December 31, 2015: 37,000,000 RMB). The impairment loss is 68,000,000 RMB (December 31, 2015: 18,000,000 RMB).

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

14. Fixed Assets (Continued)

(1) Recognition (Continued)

For assets that are purchased and ready for use, the cost of the asset is the purchase price plus related taxes, transportation fees, installation fees, and other expenses incurred to bring the asset to the location and condition necessary for it to be available for use.

For assets that are constructed or self-constructed, the cost of the asset is the cost of materials, labor, and other direct costs, plus a reasonable amount of indirect costs, plus related taxes, transportation fees, installation fees, and other expenses incurred to bring the asset to the location and condition necessary for it to be available for use.

For assets that are obtained through exchange, the cost of the asset is the fair value of the asset given up, plus related taxes, transportation fees, installation fees, and other expenses incurred to bring the asset to the location and condition necessary for it to be available for use.

(2) Depreciation

For assets that are purchased and ready for use, the depreciation method is the straight-line method. The depreciation period and the residual value are determined based on the nature of the asset, its expected useful life, and the expected residual value. The depreciation period and the residual value are as follows:

Asset Category	Depreciation Period (Years)	Residual Value (%)	Depreciation Rate (%)
Buildings	20-30	10%	3-4.5%
Construction in progress	10-12	10%	7.5- %
Transportation equipment	3-5	10%	18-30%
Office equipment	5	10%	18%
Leasehold improvements	50	10%	1.8%
Other fixed assets	15-30	10%	3-6%

For assets that are obtained through exchange, the depreciation method is the straight-line method. The depreciation period and the residual value are determined based on the nature of the asset, its expected useful life, and the expected residual value.

(3) For the method of impairment testing and measuring, refer to Note II.20.

(4) Basis for identification of fixed assets held under finance lease and related measuring

For assets that are obtained through exchange, the depreciation method is the straight-line method. The depreciation period and the residual value are determined based on the nature of the asset, its expected useful life, and the expected residual value. 27(3).

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

14. Financial assets (Continued)

(5) Derivatives

The Company uses derivatives to hedge its foreign exchange risk. The Company's derivatives are primarily foreign exchange forward contracts. The Company uses the cost method to measure the fair value of derivatives. The Company's derivatives are classified as financial assets or financial liabilities based on their fair value at the reporting date.

15. Construction in progress

Construction in progress is measured at cost less accumulated depreciation and impairment losses. The cost includes the purchase price of the construction materials, the wages of the construction workers, the depreciation of the construction equipment, and the other costs directly attributable to the construction. The cost of construction in progress is transferred to the cost of the completed assets when the construction is completed.

The Company uses the cost method to measure the fair value of construction in progress. The Company's construction in progress is classified as non-current assets. The Company's construction in progress is measured at cost less accumulated depreciation and impairment losses. The cost includes the purchase price of the construction materials, the wages of the construction workers, the depreciation of the construction equipment, and the other costs directly attributable to the construction. The cost of construction in progress is transferred to the cost of the completed assets when the construction is completed.

16. Borrowing costs

Borrowing costs are recognized as an expense when they are incurred. Borrowing costs are capitalized when they are directly attributable to the acquisition, construction or production of a qualifying asset. The capitalization of borrowing costs begins when the asset is first recognized and continues until the asset is ready for its intended use or sale.

The Company uses the cost method to measure the fair value of borrowing costs. The Company's borrowing costs are classified as financial liabilities. The Company's borrowing costs are measured at cost less accumulated depreciation and impairment losses. The cost includes the purchase price of the borrowing, the wages of the borrowing workers, the depreciation of the borrowing equipment, and the other costs directly attributable to the borrowing. The cost of borrowing is transferred to the cost of the completed assets when the borrowing is completed.

The Company uses the cost method to measure the fair value of borrowing costs. The Company's borrowing costs are classified as financial liabilities. The Company's borrowing costs are measured at cost less accumulated depreciation and impairment losses. The cost includes the purchase price of the borrowing, the wages of the borrowing workers, the depreciation of the borrowing equipment, and the other costs directly attributable to the borrowing. The cost of borrowing is transferred to the cost of the completed assets when the borrowing is completed.

The Company uses the cost method to measure the fair value of borrowing costs. The Company's borrowing costs are classified as financial liabilities. The Company's borrowing costs are measured at cost less accumulated depreciation and impairment losses. The cost includes the purchase price of the borrowing, the wages of the borrowing workers, the depreciation of the borrowing equipment, and the other costs directly attributable to the borrowing. The cost of borrowing is transferred to the cost of the completed assets when the borrowing is completed.

The Company uses the cost method to measure the fair value of borrowing costs. The Company's borrowing costs are classified as financial liabilities. The Company's borrowing costs are measured at cost less accumulated depreciation and impairment losses. The cost includes the purchase price of the borrowing, the wages of the borrowing workers, the depreciation of the borrowing equipment, and the other costs directly attributable to the borrowing. The cost of borrowing is transferred to the cost of the completed assets when the borrowing is completed.

The Company uses the cost method to measure the fair value of borrowing costs. The Company's borrowing costs are classified as financial liabilities. The Company's borrowing costs are measured at cost less accumulated depreciation and impairment losses. The cost includes the purchase price of the borrowing, the wages of the borrowing workers, the depreciation of the borrowing equipment, and the other costs directly attributable to the borrowing. The cost of borrowing is transferred to the cost of the completed assets when the borrowing is completed.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
 (Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

16. Borrowing costs (Continued)

When the borrowing costs are directly attributable to the acquisition, construction or production of a qualifying asset, they shall be capitalized as part of the cost of the asset. The borrowing costs that do not meet the above conditions shall be expensed as incurred. The borrowing costs that are capitalized shall be calculated based on the weighted average of the borrowing costs incurred during the period. The borrowing costs that are capitalized shall be calculated based on the weighted average of the borrowing costs incurred during the period.

17. Intangible assets

Intangible assets are recognized when it is probable that the expected future economic benefits that will be derived from the intangible asset will flow to the entity and the cost of the intangible asset can be reliably measured. Intangible assets are measured at cost less accumulated amortization and impairment losses. Intangible assets are amortized over their useful lives. Intangible assets are amortized over their useful lives.

	Amortization period (year)
Patents	20-50
Software	40-50
Other intangible assets	5-10
Goodwill	20
Other intangible assets	3-8
Other intangible assets	3-4
Other intangible assets	10-18

Intangible assets are recognized when it is probable that the expected future economic benefits that will be derived from the intangible asset will flow to the entity and the cost of the intangible asset can be reliably measured.

Intangible assets are measured at cost less accumulated amortization and impairment losses. Intangible assets are amortized over their useful lives. Intangible assets are amortized over their useful lives.

Financial Statements Prepared in Accordance with CASBE

□ As at December 31, 2016
(Expressed in thousands of RMB)
(Currency converted into US dollars)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

17. Intangible Assets (Continued)

The Company's intangible assets include software, patents, trademarks, etc. The Company's intangible assets are measured at cost less accumulated amortization and impairment losses. The Company's intangible assets are amortized on a straight-line basis over their estimated useful lives. The Company's intangible assets are tested for impairment when there are indicators of impairment.

The Company's intangible assets are measured at cost less accumulated amortization and impairment losses. The Company's intangible assets are amortized on a straight-line basis over their estimated useful lives. The Company's intangible assets are tested for impairment when there are indicators of impairment.

The Company's intangible assets include software, patents, trademarks, etc. The Company's intangible assets are measured at cost less accumulated amortization and impairment losses. The Company's intangible assets are amortized on a straight-line basis over their estimated useful lives. The Company's intangible assets are tested for impairment when there are indicators of impairment.

The Company's intangible assets include software, patents, trademarks, etc. The Company's intangible assets are measured at cost less accumulated amortization and impairment losses. The Company's intangible assets are amortized on a straight-line basis over their estimated useful lives. The Company's intangible assets are tested for impairment when there are indicators of impairment.

The Company's intangible assets include software, patents, trademarks, etc. The Company's intangible assets are measured at cost less accumulated amortization and impairment losses. The Company's intangible assets are amortized on a straight-line basis over their estimated useful lives. The Company's intangible assets are tested for impairment when there are indicators of impairment.

The Company's intangible assets include software, patents, trademarks, etc. The Company's intangible assets are measured at cost less accumulated amortization and impairment losses. The Company's intangible assets are amortized on a straight-line basis over their estimated useful lives. The Company's intangible assets are tested for impairment when there are indicators of impairment.

The Company's intangible assets include software, patents, trademarks, etc. The Company's intangible assets are measured at cost less accumulated amortization and impairment losses. The Company's intangible assets are amortized on a straight-line basis over their estimated useful lives. The Company's intangible assets are tested for impairment when there are indicators of impairment.

18. Goodwill

The Company's goodwill is measured at cost less accumulated impairment losses. The Company's goodwill is tested for impairment when there are indicators of impairment.

The Company's goodwill is measured at cost less accumulated impairment losses. The Company's goodwill is tested for impairment when there are indicators of impairment. (Page 20)

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)
(除特别说明外)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

19. Long-term prepaid expense

本集团预付的长期待摊费用,是指已经支出,但应由本期和以后各期负担的分摊期限在1年以上(不含1年)的各项费用,包括经营租入固定资产的改良支出等。

Item	Amortization period (year)
经营租入固定资产改良支出	2-10
其他	3-5

20. Impairment of long-term asset

本集团在资产负债表日对长期资产是否存在减值迹象进行判断,如果存在减值迹象,则对资产的可收回金额进行估计。可收回金额是指资产的公允价值减去处置费用后的净额与资产预计未来现金流量的现值两者之中的较高者。资产的公允价值根据公平交易中销售协议价格确定;不存在销售协议但存在资产活跃市场的,公允价值按照该资产的买方出价确定;不存在销售协议和资产活跃市场的,则以可获取的最佳信息为基础,估计资产的公允价值减去处置费用后的净额。资产预计未来现金流量的现值按照资产在持续使用过程中和最终处置时所产生的预计未来现金流量,选择恰当的折现率折现后的金额确定。资产减值准备按资产账面价值与可收回金额之间的差额计提,作为减值损失计入当期损益。

□ 本集团于2016年12月31日对长期资产进行了减值测试,未发现减值迹象。2016年12月31日,本集团长期资产的账面价值为人民币1,373.30万元,减值准备为人民币0.00万元。

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

21. Provision and contingent liabilities (Continued)

The Company's policy is to recognize a provision when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the amount required to settle the obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. Where the Company is unable to estimate a range of possible outcomes, the provision is measured at the minimum amount that would settle the obligation. Where a range of possible outcomes is estimated, the provision is measured at the weighted average of the possible outcomes, weighted by their respective probabilities.

Provisions are reviewed at each reporting date and adjusted to reflect changes in circumstances.

Contingent liabilities are recognized as provisions when the Company is not certain whether it will be required to settle the obligation, but the likelihood of the obligation arising is considered to be high.

Contingent liabilities are not recognized as provisions when the Company is not certain whether it will be required to settle the obligation, but the likelihood of the obligation arising is considered to be low or remote. Contingent liabilities are disclosed in the notes to the financial statements unless the likelihood of the obligation arising is considered to be remote.

22. Share-based payments

(1) Classification

The Company's share-based payments are classified as equity-settled share-based payments or cash-settled share-based payments.

(2) Method of determining the fair value of equity instruments

The Company uses the Black-Scholes model to determine the fair value of equity instruments. The model uses the following assumptions: (1) The share price of the Company is constant; (2) The volatility of the share price of the Company is constant; (3) The interest rate is constant; (4) The dividend yield is constant; (5) The risk-free rate is constant; (6) The market is efficient.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in '000+)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

22. Share-based payments (Continued)

(4) Accounting treatment for share-based payments

(a) Equity-settled share-based payments

Equity-settled share-based payments refer to the share-based payments that are settled with the company's own equity instruments. For equity-settled share-based payments, the company shall determine the fair value of the equity instruments granted at the grant date. For equity-settled share-based payments that are not subject to vesting conditions, the company shall recognize the fair value of the equity instruments granted as an expense of the company and a corresponding credit to equity instruments on the grant date. For equity-settled share-based payments that are subject to vesting conditions, the company shall recognize the fair value of the equity instruments granted as an expense of the company and a corresponding credit to equity instruments over the vesting period. The company shall also recognize the corresponding credit to equity instruments over the vesting period. The company shall also recognize the corresponding credit to equity instruments over the vesting period.

(b) Cash-settled share-based payments

Cash-settled share-based payments refer to the share-based payments that are settled with cash. For cash-settled share-based payments, the company shall determine the fair value of the equity instruments granted at the grant date. For cash-settled share-based payments that are not subject to vesting conditions, the company shall recognize the fair value of the equity instruments granted as an expense of the company and a corresponding liability on the grant date. For cash-settled share-based payments that are subject to vesting conditions, the company shall recognize the fair value of the equity instruments granted as an expense of the company and a corresponding liability over the vesting period. The company shall also recognize the corresponding liability over the vesting period.

23. Revenue recognition

Revenue is recognized when the company has transferred the control of the goods to the customer, the amount of revenue can be reliably measured, it is probable that the economic benefits associated with the transaction will flow to the company, and the costs incurred or to be incurred in respect of the transaction can be reliably measured.

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)
(除特别说明外)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

23. Revenue recognition (Continued)

(1) Sale of goods

本公司销售的商品,在已将商品所有权上的主要风险和报酬转移给购货方,不再保留与所有权相联系的继续管理权,也没有对已售出的商品实施有效控制,收入的金额能够可靠地计量,相关的经济利益很可能流入企业,且相关的已发生或将发生的成本能够可靠地计量时,确认销售商品收入。

(1) 本公司销售的商品,在已将商品所有权上的主要风险和报酬转移给购货方,不再保留与所有权相联系的继续管理权,也没有对已售出的商品实施有效控制,收入的金额能够可靠地计量,相关的经济利益很可能流入企业,且相关的已发生或将发生的成本能够可靠地计量时,确认销售商品收入。

(2) 本公司销售的商品,在已将商品所有权上的主要风险和报酬转移给购货方,不再保留与所有权相联系的继续管理权,也没有对已售出的商品实施有效控制,收入的金额能够可靠地计量,相关的经济利益很可能流入企业,且相关的已发生或将发生的成本能够可靠地计量时,确认销售商品收入。

本公司销售的商品,在已将商品所有权上的主要风险和报酬转移给购货方,不再保留与所有权相联系的继续管理权,也没有对已售出的商品实施有效控制,收入的金额能够可靠地计量,相关的经济利益很可能流入企业,且相关的已发生或将发生的成本能够可靠地计量时,确认销售商品收入。

a. Containers and airport facilities sales revenue

本公司销售的商品,在已将商品所有权上的主要风险和报酬转移给购货方,不再保留与所有权相联系的继续管理权,也没有对已售出的商品实施有效控制,收入的金额能够可靠地计量,相关的经济利益很可能流入企业,且相关的已发生或将发生的成本能够可靠地计量时,确认销售商品收入。

b. Road transportation vehicles and heavy truck sales revenue

本公司销售的商品,在已将商品所有权上的主要风险和报酬转移给购货方,不再保留与所有权相联系的继续管理权,也没有对已售出的商品实施有效控制,收入的金额能够可靠地计量,相关的经济利益很可能流入企业,且相关的已发生或将发生的成本能够可靠地计量时,确认销售商品收入。

c. Real estate sales revenue

本公司销售的商品,在已将商品所有权上的主要风险和报酬转移给购货方,不再保留与所有权相联系的继续管理权,也没有对已售出的商品实施有效控制,收入的金额能够可靠地计量,相关的经济利益很可能流入企业,且相关的已发生或将发生的成本能够可靠地计量时,确认销售商品收入。

Financial Statements Prepared in Accordance with CASBE

□ December 31, 2016
(in million RMB)
(unaudited)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

23. Revenue recognition (Continued)

(2) Revenue from construction contracts

Construction contracts are accounted for in accordance with the provisions of CAS 14, "Revenue from Construction Contracts". The contract revenue is recognized over the period of the contract as the contract progresses. The contract revenue is recognized when the contract is completed and the contract is settled.

Contract revenue is recognized when the contract is completed and the contract is settled. The contract revenue is recognized when the contract is completed and the contract is settled.

Contract revenue is recognized when the contract is completed and the contract is settled.

(1) Contract revenue is recognized when the contract is completed and the contract is settled.

(2) Contract revenue is recognized when the contract is completed and the contract is settled.

Contract revenue is recognized when the contract is completed and the contract is settled.

Contract revenue is recognized when the contract is completed and the contract is settled.

(1) Contract revenue is recognized when the contract is completed and the contract is settled.

(2) Contract revenue is recognized when the contract is completed and the contract is settled.

Contract revenue is recognized when the contract is completed and the contract is settled.

(3) Rendering of service

Service revenue is recognized when the service is provided and the revenue is realized.

Service revenue is recognized when the service is provided and the revenue is realized.

Financial Statements Prepared in Accordance with CASBE

□ December 31, 2016
(in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

23. Revenue recognition (Continued)

(3) Rendering of service (Continued)

▼ Revenue is recognized when the related services are provided to the customer and the amount of revenue can be reliably measured, the economic benefits will flow to the company, and the related costs can be reliably measured.

□ Revenue is recognized when the related services are provided to the customer and the amount of revenue can be reliably measured, the economic benefits will flow to the company, and the related costs can be reliably measured.

24. Employee benefits

▼ Employee benefits include wages, bonuses, social insurance, housing fund, etc.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

24. Employee benefits (Continued)

(3) Enterprise annuity plan

The Enterprise Annuity Plan is a defined contribution plan. The Company's contribution to the plan is based on the employee's salary and the Company's contribution rate. The Company's contribution to the plan is recognized as an expense when the contribution is made. The Company's contribution to the plan is not subject to any risk of non-payment by the plan. The Company's contribution to the plan is not subject to any risk of non-payment by the plan.

25. Government grants

The Company has received government grants from the government. These grants are used for the purchase of fixed assets, the development of new products, and the research and development of new technologies. The Company recognizes government grants as income when they are received. The Company recognizes government grants as income when they are received.

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

26. Deferred tax assets and deferred tax liabilities

The Company recognizes deferred tax assets and liabilities based on the temporary differences between the carrying amounts of assets and liabilities in the balance sheet and their tax bases. Deferred tax assets are recognized only to the extent that it is probable that there will be sufficient taxable income available to utilize the benefits of the deferred tax assets.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period in which the asset or liability is realized or settled. The Company uses the liability method to measure deferred tax assets and liabilities.

Deferred tax assets and liabilities are classified as non-current assets and liabilities, respectively, if they are expected to be realized or settled more than 12 months after the reporting date.

The Company recognizes deferred tax assets and liabilities in the balance sheet. Changes in deferred tax assets and liabilities are recognized in the profit and loss account.

The Company recognizes deferred tax assets and liabilities in the balance sheet. Changes in deferred tax assets and liabilities are recognized in the profit and loss account.

The Company recognizes deferred tax assets and liabilities in the balance sheet. Changes in deferred tax assets and liabilities are recognized in the profit and loss account.

The Company recognizes deferred tax assets and liabilities in the balance sheet. Changes in deferred tax assets and liabilities are recognized in the profit and loss account.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

27. Operating and finance lease

The Company's lease contracts are classified as operating lease or finance lease according to the substance of the lease contracts. The classification is based on whether the lease contract transfers substantially all the risks and rewards of ownership to the lessee. The classification is also based on whether the lease contract is a lease of an asset that is specialized for the lessee and has no alternative use, whether the lease contract is a lease of an asset that has a long useful life, and whether the lease contract is a lease of an asset that is not depreciable.

(1) Assets acquired under operating lease

Assets acquired under operating lease are recorded at cost. The cost is the fair value of the asset at the time of acquisition. The assets are depreciated over their useful lives.

(2) Assets leased under operating lease

Assets leased under operating lease are recorded at cost. The cost is the fair value of the asset at the time of acquisition. The assets are depreciated over their useful lives. The Company's lease contracts are classified as operating lease or finance lease according to the substance of the lease contracts. The classification is based on whether the lease contract transfers substantially all the risks and rewards of ownership to the lessee. The classification is also based on whether the lease contract is a lease of an asset that is specialized for the lessee and has no alternative use, whether the lease contract is a lease of an asset that has a long useful life, and whether the lease contract is a lease of an asset that is not depreciable.

(3) Assets acquired under finance lease

Assets acquired under finance lease are recorded at cost. The cost is the fair value of the asset at the time of acquisition. The assets are depreciated over their useful lives. The Company's lease contracts are classified as operating lease or finance lease according to the substance of the lease contracts. The classification is based on whether the lease contract transfers substantially all the risks and rewards of ownership to the lessee. The classification is also based on whether the lease contract is a lease of an asset that is specialized for the lessee and has no alternative use, whether the lease contract is a lease of an asset that has a long useful life, and whether the lease contract is a lease of an asset that is not depreciable.

The Company's lease contracts are classified as operating lease or finance lease according to the substance of the lease contracts. The classification is based on whether the lease contract transfers substantially all the risks and rewards of ownership to the lessee. The classification is also based on whether the lease contract is a lease of an asset that is specialized for the lessee and has no alternative use, whether the lease contract is a lease of an asset that has a long useful life, and whether the lease contract is a lease of an asset that is not depreciable.

The Company's lease contracts are classified as operating lease or finance lease according to the substance of the lease contracts. The classification is based on whether the lease contract transfers substantially all the risks and rewards of ownership to the lessee. The classification is also based on whether the lease contract is a lease of an asset that is specialized for the lessee and has no alternative use, whether the lease contract is a lease of an asset that has a long useful life, and whether the lease contract is a lease of an asset that is not depreciable.

The Company's lease contracts are classified as operating lease or finance lease according to the substance of the lease contracts. The classification is based on whether the lease contract transfers substantially all the risks and rewards of ownership to the lessee. The classification is also based on whether the lease contract is a lease of an asset that is specialized for the lessee and has no alternative use, whether the lease contract is a lease of an asset that has a long useful life, and whether the lease contract is a lease of an asset that is not depreciable.

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

27. Operating and finance lease (Continued)

(4) Assets leased under finance lease

The Company's lease contracts are classified as finance leases when the lease term is for the major part of the economic life of the leased asset, or the present value of the minimum lease payments amounts to substantially all of the fair value of the leased asset.

At the commencement of the lease term, the leased asset is recorded at the lower of the fair value and the present value of the minimum lease payments. The difference between the fair value and the present value of the minimum lease payments is recognized as an initial direct expense. The leased asset is depreciated over the shorter of the lease term and its useful life.

28. Assets held for sale and discontinued operation

Assets held for sale are those assets that are available for sale, and their carrying amount is measured at the lower of the carrying amount and the fair value less costs to sell. The carrying amount of assets held for sale is not depreciated or amortized.

Discontinued operations are those operations that have been disposed of or are classified as held for sale.

The results of discontinued operations are reported separately in the income statement.

The assets and liabilities of discontinued operations are reported separately in the balance sheet.

Assets held for sale and discontinued operations are reported separately in the financial statements. The results of discontinued operations are reported separately in the income statement.

The Company's assets held for sale and discontinued operations are reported separately in the financial statements.

The Company's assets held for sale and discontinued operations are reported separately in the financial statements.

(1) Assets held for sale and discontinued operations are reported separately in the financial statements.

(2) Assets held for sale and discontinued operations are reported separately in the financial statements.

(3) Assets held for sale and discontinued operations are reported separately in the financial statements.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

29. Hedge accounting

The Company uses derivative financial instruments to hedge its foreign currency exchange risk. The Company uses forward contracts to hedge its foreign currency exchange risk.

The Company uses derivative financial instruments to hedge its foreign currency exchange risk. The Company uses forward contracts to hedge its foreign currency exchange risk.

The Company uses derivative financial instruments to hedge its foreign currency exchange risk. The Company uses forward contracts to hedge its foreign currency exchange risk.

The Company uses derivative financial instruments to hedge its foreign currency exchange risk. The Company uses forward contracts to hedge its foreign currency exchange risk.

The Company uses derivative financial instruments to hedge its foreign currency exchange risk. The Company uses forward contracts to hedge its foreign currency exchange risk.

The Company uses derivative financial instruments to hedge its foreign currency exchange risk. The Company uses forward contracts to hedge its foreign currency exchange risk. 80% 125%.

Cash flow hedge

The Company uses derivative financial instruments to hedge its foreign currency exchange risk. The Company uses forward contracts to hedge its foreign currency exchange risk.

The Company uses derivative financial instruments to hedge its foreign currency exchange risk. The Company uses forward contracts to hedge its foreign currency exchange risk.

The Company uses derivative financial instruments to hedge its foreign currency exchange risk. The Company uses forward contracts to hedge its foreign currency exchange risk.

The Company uses derivative financial instruments to hedge its foreign currency exchange risk. The Company uses forward contracts to hedge its foreign currency exchange risk.

Financial Statements Prepared in Accordance with CASBE

□ As of December 31, 2016
(in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

29. Hedge accounting (Continued)

The Company uses hedge accounting to hedge the foreign exchange risk of its foreign currency-denominated assets and liabilities. The Company uses the following methods to hedge its foreign exchange risk: (1) forward exchange contracts; (2) currency options; (3) currency swaps; and (4) other financial instruments. The Company uses the following methods to hedge its foreign exchange risk: (1) forward exchange contracts; (2) currency options; (3) currency swaps; and (4) other financial instruments.

□ The Company uses hedge accounting to hedge the foreign exchange risk of its foreign currency-denominated assets and liabilities. The Company uses the following methods to hedge its foreign exchange risk: (1) forward exchange contracts; (2) currency options; (3) currency swaps; and (4) other financial instruments.

□ The Company uses hedge accounting to hedge the foreign exchange risk of its foreign currency-denominated assets and liabilities. The Company uses the following methods to hedge its foreign exchange risk: (1) forward exchange contracts; (2) currency options; (3) currency swaps; and (4) other financial instruments.

30. Dividend distribution

□ The Company uses the following methods to hedge its foreign exchange risk: (1) forward exchange contracts; (2) currency options; (3) currency swaps; and (4) other financial instruments.

□ The Company uses the following methods to hedge its foreign exchange risk: (1) forward exchange contracts; (2) currency options; (3) currency swaps; and (4) other financial instruments.

31. Related parties

□ The Company uses the following methods to hedge its foreign exchange risk: (1) forward exchange contracts; (2) currency options; (3) currency swaps; and (4) other financial instruments.

()

()

()

()

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in '000+)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

31. Related parties (Continued)

- (c) ...
- (d) ...
- (e) ...
- (f) ...
- (g) ...
- (h) ...
- (i) ...
- (j) ...
- (k) ...
- (l) ...
- (m) ...
- (n) ...
- (o) ...
- (p) ...
- (q) ...
- (r) ...
- (s) ...
- (t) ...
- (u) ...
- (v) ...
- (w) ...
- (x) ...
- (y) ...
- (z) ...

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in RMB '000)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

32. Segment reporting

The Company reports its operating results in segments based on the nature of products and services. The segments are identified based on the nature of products and services, the geographical areas where the products and services are provided, and the different types of customers. The segments are as follows:

1. Container leasing and sales

2. Container repair and maintenance

3. Container equipment

4. Container equipment leasing

5. Container equipment sales

6. Container equipment repair and maintenance

7. Container equipment leasing and sales

8. Container equipment repair and maintenance and leasing

9. Container equipment leasing and repair and maintenance

10. Container equipment leasing and sales and repair and maintenance

11. Container equipment leasing and sales and repair and maintenance and leasing

12. Container equipment leasing and sales and repair and maintenance and leasing and sales

13. Container equipment leasing and sales and repair and maintenance and leasing and sales and leasing

14. Container equipment leasing and sales and repair and maintenance and leasing and sales and leasing and sales

15. Container equipment leasing and sales and repair and maintenance and leasing and sales and leasing and sales and leasing

16. Container equipment leasing and sales and repair and maintenance and leasing and sales and leasing and sales and leasing and sales and leasing

17. Container equipment leasing and sales and repair and maintenance and leasing and sales and leasing and sales and leasing and sales and leasing and sales

18. Container equipment leasing and sales and repair and maintenance and leasing and sales and leasing and sales and leasing and sales and leasing and sales and leasing

19. Container equipment leasing and sales and repair and maintenance and leasing and sales and leasing and sales and leasing and sales and leasing and sales and leasing and sales

20. Container equipment leasing and sales and repair and maintenance and leasing and sales and leasing and sales and leasing and sales and leasing and sales and leasing and sales and leasing

33. Significant change in accounting policy

The Company has adopted the following accounting policies and estimates from January 1, 2016:

1. Adoption of the new accounting standards for the lease contracts. The Company has adopted the new accounting standards for the lease contracts from January 1, 2016. The new accounting standards for the lease contracts require the lessee to recognize a right-of-use asset and a lease liability at the commencement date of the lease. The Company has adopted the new accounting standards for the lease contracts and has recognized a right-of-use asset and a lease liability of RMB 3,280,000,000 as at January 1, 2016.

2. Adoption of the new accounting standards for the financial instruments. The Company has adopted the new accounting standards for the financial instruments from January 1, 2016. The new accounting standards for the financial instruments require the classification of financial instruments into three categories: financial assets at fair value through profit or loss, financial assets at amortized cost, and financial liabilities at fair value through profit or loss. The Company has adopted the new accounting standards for the financial instruments and has reclassified its financial instruments as at January 1, 2016.

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

33. Significant change in accounting policy (Continued)

As of 31 December 2016, the Company has adopted the following accounting policies and estimates:

On 2 January 2016, the Company has adopted the following accounting policies and estimates:

The Company has adopted the following accounting policies and estimates:

	31 December 2015	31 December 2015	31 December 2016
Accounts receivable	187,843	2,1354	480,790
Prepaid expenses	2,540	2,540	2,200
Other receivables	48,766	66,821	112,598
Other receivables		1,034	3,383
Other receivables		3,653	56,589
Other receivables	51,532	7,723	128,633
Other receivables	0,055	142,663	181,787

	2015	2016
Accounts receivable	30,233	11,392
Prepaid expenses	10	190
Other receivables	65,655	75,792
Other receivables	17,434	22,951
Other receivables	26,076	25,299

The Company has adopted the following accounting policies and estimates:

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

34. Critical accounting estimates and judgments

The Group has identified the following critical accounting estimates and judgments that have a significant effect on the Group's financial statements:

34.1 Impairment of receivable

(1) Impairment of receivable

As at December 31, 2016, the Group's receivables are primarily due from customers. The Group assesses the impairment of receivables based on the credit risk of the customers. The Group has established a credit risk management system to monitor the credit risk of the customers. The Group has established a credit risk management system to monitor the credit risk of the customers. The Group has established a credit risk management system to monitor the credit risk of the customers.

(2) Provision for diminution in value of inventory

As at December 31, 2016, the Group's inventory is primarily composed of raw materials, work-in-progress and finished goods. The Group assesses the diminution in value of inventory based on the market price of the inventory. The Group has established a system to monitor the market price of the inventory. The Group has established a system to monitor the market price of the inventory. The Group has established a system to monitor the market price of the inventory.

(3) Impairment of long-term assets

As at December 31, 2016, the Group's long-term assets are primarily composed of property, plant and equipment. The Group assesses the impairment of long-term assets based on the fair value of the assets. The Group has established a system to monitor the fair value of the assets. The Group has established a system to monitor the fair value of the assets.



Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

34. Critical accounting estimates and judgments (Continued)

(6) Contingent liabilities

As at December 31, 2016, the Company has no contingent liabilities. The Company's contingent liabilities are primarily related to the Company's bank borrowings, which are guaranteed by the Company's subsidiaries. The Company's contingent liabilities are primarily related to the Company's bank borrowings, which are guaranteed by the Company's subsidiaries. The Company's contingent liabilities are primarily related to the Company's bank borrowings, which are guaranteed by the Company's subsidiaries.

(7) Income taxes

The Company's income tax expense is based on the Company's taxable income. The Company's income tax expense is based on the Company's taxable income. The Company's income tax expense is based on the Company's taxable income.

The Company's income tax expense is based on the Company's taxable income. The Company's income tax expense is based on the Company's taxable income. The Company's income tax expense is based on the Company's taxable income.

(8) Estimation of fair value of investment properties

The Company's investment properties are measured at fair value. The Company's investment properties are measured at fair value. The Company's investment properties are measured at fair value.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in thousands of RMB)

III. TAXATION

1. Main categories and rates

Type of tax	Tax base	Tax rate
Income tax (Corporate Income Tax)	Corporate Income Tax	6%, 11%, 17%
Income tax (Individual Income Tax)	Individual Income Tax	5%
Income tax (Personal Income Tax)	Personal Income Tax	7%
Income tax (Other Income Tax)	Other Income Tax	1%
Income tax (Other Income Tax)	Other Income Tax	10-1%

() The company is a resident enterprise in China. The company is subject to Corporate Income Tax at a rate of 25% on its taxable income. The company is also subject to Individual Income Tax on the salaries and bonuses of its employees. The company is also subject to Personal Income Tax on the dividends distributed to its shareholders. The company is also subject to Other Income Tax on its other income. The company is also subject to Other Income Tax on its other income.

	2016	2015
Income tax	25%	25%
Income tax	15-25%	15-25%
Income tax	16.5%-25%	16.5%-25%
Income tax	36%	36%
Income tax	20%	20%
Income tax	15-35%	15-35%
Income tax	15.83-31.6%	15.83-31.6%
Income tax	20%	20%
Income tax	30%	30%
Income tax	25.5%	25.5%
Income tax	34%	34%
Income tax	23.5%	23.5%
Income tax	19%	1%
Income tax	20%	20%
Income tax	17%	17%
Income tax	26.3%	26.3%

Financial Statements Prepared in Accordance with CASBE

□ 31, 2016
('000)
()

III.

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

III. TAXATION (CONTINUED)

2. Preferential arrangements (Continued)

As at December 31, 2016 (Expressed in thousands of RMB)

Name of enterprise	Local or foreign enterprise	Preferential rate	Reason
13 上海(集团)有限公司	25%	15%	2014 15%
14 上海外高桥保税区	25%	15%	2014 15%
15 上海(集团)有限公司	25%	15%	2015 15%
16 上海外高桥保税区	25%	15%	2015 15%
17 上海外高桥保税区	25%	15%	2015 15%
18 上海外高桥保税区	25%	15%	2015 15%
19 上海外高桥保税区	25%	15%	2014 15%
20 上海外高桥保税区	25%	15%	15% 2016
21 上海外高桥保税区	25%	15%	2014 15%
22 上海外高桥保税区	25%	15%	15% 2015
23 上海外高桥保税区	25%	15%	15% 2016
24 上海外高桥保税区	25%	15%	2014 15%

Financial Statements Prepared in Accordance with CASBE

□ 31, 2016
(000)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1.13

1. Cash at bank and on hand

	31 December 2016	31, 2015
	157,493	1,664
	5,711,162	3,575,822
	457,343	0,610
	6,325,998	4,487,166
	1,938,284	1,402,645

31, 2016, 87,257,000 (31, 2015 1,228,043,000), 24

31, 2016, 504,750,000 (31, 2015 32,761,000).

2. Financial assets at fair value through profit or loss

(1) Classification

	31 December 2016	31, 2015
Current Portion		
1.	(3) 138,072	122,171
2.	(4) 1,782	8,251
		2,872
3.	1,306	
	141,160	133,244

122,171
1.12
209200

Financial Statements Prepared in Accordance with CASBE

人民币千元
(除特别说明外)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

2. Financial assets at fair value through profit or loss (Continued)

(2) 于2016年12月31日, 本公司持有的以公允价值计量的金融资产如下:

(3) 本公司持有的以公允价值计量的金融资产, 其公允价值按照以下方法确定:

(4) Forward foreign exchange contracts

于2016年12月31日, 本公司持有的远期外汇合约, 其公允价值如下: (人民币) 22,800,000, (美元) 752,585,000, (欧元) 1,000,000, (港币) 1,100,000。

于2016年12月31日和2017年1月16日, 本公司持有的远期外汇合约, 其公允价值如下: (人民币) 22,800,000, (美元) 752,585,000, (欧元) 1,000,000, (港币) 1,100,000。

(5) Interest rate swap contracts

于2016年12月31日和2017年1月28日, 本公司持有的利率互换合约, 其公允价值如下: (人民币) 1,484,000,000, (美元) 321,371,000。

3. Notes receivable

(1) Classification of Notes receivable

	31 December 2016	31 December 2015
应收票据	1,374,487	1,167,672
应收款项融资	161,704	201,600
合计	1,536,191	1,369,272

本公司持有的应收票据, 其公允价值按照以下方法确定:

于2016年12月31日和2017年1月28日, 本公司持有的应收票据, 其公允价值如下: (人民币) 1,374,487, (美元) 321,371,000, (欧元) 1,000,000, (港币) 1,100,000。

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

3. Note receivable (Continued)

(2) As at 31 December 2016, pledged note receivable of the Group are as follows:

	31 December 2016
Notes receivable	42,533

(3) As at 31 December 2016, the Group has 0.2% of notes receivable that are past due but not impaired (31 December 2015: -).

(4) As at 31 December 2016, outstanding note receivable endorsed by the Group are as follows:

	Derecognised	No Derecognised
Notes receivable	2,651,787	164,220

4. Accounts receivable

(1) Accounts receivable analysed by customer categories is as follows:

	31 December 2016	31 December 2015
Accounts receivable	2,540,433	2,866,510
Notes receivable	2,396,644	1,65,433
Accounts receivable arising from contracts with customers	3,220,025	2,14,140
Accounts receivable arising from contracts with customers	244,655	286,85
Accounts receivable arising from contracts with customers	1,255,195	1,140,820
Accounts receivable arising from contracts with customers	1,159,172	1,011,101
Accounts receivable arising from contracts with customers	769,250	477,82
Accounts receivable arising from contracts with customers	569,937	465,788
Accounts receivable arising from contracts with customers	12,155,311	11,128,543
Accounts receivable arising from contracts with customers	(629,236)	(461,44)
Accounts receivable arising from contracts with customers	11,526,075	10,667,04

Financial Statements Prepared in Accordance with CASBE

人民币千元
31 December 2016

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

(2) The aging analysis of accounts receivable is as follows:

	31 December 2016	31 December 2015
1 year (以内)	10,329,997	7,772,401
1-2 years (1-2年)	989,469	784,534
2-3 years (2-3年)	548,922	334,777
3 years (以上)	286,923	176,611
合计	12,155,311	11,128,543
坏账准备	(629,236)	(461,414)
净额	11,526,075	10,667,040

截至2016年12月31日和2015年12月31日，应收账款账龄分析如下：

(3) Accounts receivable analyzed by categories is as follows:

	31 December 2016	31 December 2015
1 year (以内)	10,329,997	7,772,401
1-2 years (1-2年)	989,469	784,534
2-3 years (2-3年)	548,922	334,777
3 years (以上)	286,923	176,611
合计	12,155,311	11,128,543
坏账准备	(629,236)	(461,414)
净额	11,526,075	10,667,040

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

- (4) As at 31 December 2016, accounts receivable in amount has are indicated all significant and has the related provision for doubtful debt in the amount of the indicated as follows:

Category	Book balance	Provision for doubtful debt	Ratio (%)	Reason
Others	730,618	38,110	5.22%	
Others	775,776	52,326	6.74%	
Others & Others	308,347	13,361	4.33%	
Others	465,586	28,640	6.15%	
Others	221,314		0.00%	
Others	2,376,1	5,034	1.71%	
Others	134,207	4,37	3.26%	
Others	58,160	715	1.23%	
	2,87,76	142,565	4.77%	

- (5) As at 31 December 2016, accounts receivable in amount has are no indicated all significant but has the related provision for doubtful debt in the amount of the indicated as follows:

Category	Book balance	Provision for doubtful debt	Ratio (%)	Reason
Others	76,550	5,360	7.00%	
Others	305,766	48,550	15.88%	
Others	23,341	2,634	11.28%	
Others	22,130	1,111	5.38%	
Others	16,726	265	1.58%	
Others	154,700	5,181	3.35%	
	5,213	63,181	10.54%	

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4. Accounts receivable (Continued)

(10) Accounts receivable from related parties:

As at 31 December 2016, the carrying amount of accounts receivable from related parties was 254,360,000 (31 December 2015: 304,368,000), which accounted for 2.0% of the carrying amount of accounts receivable (31 December 2015: 2.74%).

	31 December 2016		31 December 2015	
	Amount	% of total balance	Amount	% of total balance
Accounts receivable from related parties	254,360	2.0%	304,368	2.74%
Accounts receivable from related parties	78,389	0.64%	75,55	0.68%
Accounts receivable from related parties	56,538	0.46%	26,277	0.24%
Accounts receivable from related parties	27,987	0.23%	36,16	0.33%
Accounts receivable from related parties	27,650	0.23%		0.00%
Accounts receivable from related parties	27,400	0.23%		0.00%
Accounts receivable from related parties	8,183	0.07%		0.00%
Accounts receivable from related parties	7,311	0.06%	864	0.01%
Accounts receivable from related parties	5,795	0.05%		0.00%
Accounts receivable from related parties	1,543	0.01%	112	0.00%
Accounts receivable from related parties	13,600	0.11%	164,640	1.48%
	254,396	2.09%	304,368	2.74%

(11) Accounts receivable derecognized due to transfer of financial assets

As at 31 December 2016, the carrying amount of accounts receivable derecognized due to transfer of financial assets was 13,600 (31 December 2015: Nil).

(12) Amount of allowance and liability recognized due to the combining in elements of acquired accounts receivable

As at 31 December 2016, the carrying amount of allowance and liability recognized due to the combining in elements of acquired accounts receivable was 13,600 (31 December 2015: Nil).

(13) As at 31 December 2016, the Group has no restructured accounts receivable (31 December 2015: Nil).

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

IV.

Financial Statements Prepared in Accordance with CASBE

□ 31/12/2016
(Unit: RMB '000)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivable (Continued)

(1) Other receivable analyzed by categories are as follows: (Continued)

(i) (Continued)

Financial Statements Prepared in Accordance with CASBE

□ 1,000,000 31 December 2016
()

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivable (Continued)

(2) Aging analysis of other receivable is as follows:

	31 December 2016	31 December 2015
1 year (inclusive)	9,667,565	2,455,765
1-2 years (inclusive)	999,143	366,884
2-3 years (inclusive)	95,819	72,300
over 3 years	165,799	535,156
Total	10,928,326	3,430,105
Less: impairment allowance	(1,580,439)	(176,545)
	9,347,887	3,253,650

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivable (Continued)

(7) As at 31 December 2016, the five largest balances of other receivable are analyzed as follows, aggregated by aged balance category:

No e Name	Book balance	Aging	% of total balance	Provision for doubtful debt
-----------	--------------	-------	--------------------	-----------------------------

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(in RMB '000)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5. Other receivable (Continued)

(8) Other receivable from shareholder holding more than 5% (including 5%) of the ordinary shares of the Company are analysed as follows:

As at 31 December 2016 and 31 December 2015, the following shareholders held more than 5% of the Company's ordinary shares:

(9) As at 31 December 2016, other receivable from related parties are analysed as follows:

	31 December 2016			31 December 2015	
	Amount	Nature	% of total balance	Amount	% of total balance
China International Marine Container (Group) Co., Ltd.	824,391	Financing	7.54%	2,702	0.00%
China International Marine Container (Group) Co., Ltd. & subsidiaries			0.00%	2,702	8.66%
China International Marine Container (Group) Co., Ltd. & subsidiaries	70,650	Transfer of equity	0.65%	70,650	2.06%
China International Marine Container (Group) Co., Ltd. & subsidiaries	34,204	Financing	0.31%	34,204	1.00%
China International Marine Container (Group) Co., Ltd. & subsidiaries	16,899		0.15%	201,577	5.88%
Total	946,144		8.66%	603,458	17.5%

(i) As at 31 December 2016, the following shareholders held more than 5% of the Company's ordinary shares:

China International Marine Container (Group) Co., Ltd. & subsidiaries (including China International Marine Container (Group) Co., Ltd.) held 35,625,000 ordinary shares of the Company, representing 10.116% of the total number of ordinary shares of the Company as at 31 December 2016.

China International Marine Container (Group) Co., Ltd. & subsidiaries held 200,000 ordinary shares of the Company, representing 0.057% of the total number of ordinary shares of the Company as at 31 December 2016.

China International Marine Container (Group) Co., Ltd. & subsidiaries held 12,500,000 ordinary shares of the Company, representing 3.575% of the total number of ordinary shares of the Company as at 31 December 2016.

China International Marine Container (Group) Co., Ltd. & subsidiaries held 58,241,000 ordinary shares of the Company, representing 16.850% of the total number of ordinary shares of the Company as at 31 December 2016.

China International Marine Container (Group) Co., Ltd. & subsidiaries held 67,300,000 ordinary shares of the Company, representing 19.700% of the total number of ordinary shares of the Company as at 31 December 2016.

China International Marine Container (Group) Co., Ltd. & subsidiaries held 11,350,000 ordinary shares of the Company, representing 3.330% of the total number of ordinary shares of the Company as at 31 December 2016.

China International Marine Container (Group) Co., Ltd. & subsidiaries held 78,650,000 ordinary shares of the Company, representing 23.100% of the total number of ordinary shares of the Company as at 31 December 2016.

China International Marine Container (Group) Co., Ltd. & subsidiaries held 20,400,000 ordinary shares of the Company, representing 6.000% of the total number of ordinary shares of the Company as at 31 December 2016.

China International Marine Container (Group) Co., Ltd. & subsidiaries held 136,061,000 ordinary shares of the Company, representing 39.700% of the total number of ordinary shares of the Company as at 31 December 2016.

Financial Statements Prepared in Accordance with CASBE

in thousands of RMB
December 31, 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

6. Prepaid expense

(1) Prepaid expense analyzed by categories are as follows:

	31 December 2016	31 December 2015
Prepaid expenses (contractual, non-contractual, and other)	2,313,829	3,364,000
Prepaid expenses (contractual)	553	7,004
Prepaid expenses (non-contractual)	78,567	68,012
Total	2,392,949	3,471,506
Less: Prepaid expenses (contractual)	(226,967)	(181,312)
Total	2,165,982	3,290,194

(2) Aging analysis of prepaid expense is as follows:

	31 December 2016		31 December 2015	
	Amount	% of total balance	Amount	% of total balance
1 year (contractual)	1,201,088	50.19%	1,426,625	41.10%
1-2 years (contractual)	285,595	11.94%	1,235,000	35.60%
2-3 years (contractual)	619,004	25.87%	52,087	17.06%
Over 3 years	287,262	12.00%	216,885	6.24%
Total	2,392,949	100.00%	3,471,506	100.00%
Less: Prepaid expenses (contractual)	(226,967)	9.48%	(181,312)	5.22%
Total	2,165,982	90.52%	3,290,194	47.8%

As at 31 December 2016, the balance of prepaid expense are analyzed as follows:

The balance of prepaid expense are analyzed as follows:

(3) As at 31 December 2016, the five largest balance of prepaid expense are analyzed as follows:

	Amount	% of total balance
Prepaid expenses (contractual)	6,601	40.52%

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

6. Prepaid expense (Continued)

(4) The condition of the companies whose shareholder hold 5% (including 5%) or more of the outstanding share of the Company in the preparation at the end of the year

As at 31 December 2016, the following companies whose shareholder hold 5% (including 5%) or more of the outstanding share of the Company in the preparation at the end of the year

(5) Prepaid expense related parties are analyzed as follows:

	31 December 2016			31 December 2015	
	Amount	% of total balance	Provision for doubtful debt	Amount	% of total balance
China International Marine Container (Group) Co., Ltd.	19,274	0.81%	-	15,634	0.45%
China International Marine Container (Group) Co., Ltd. Subsidiaries	3,005	0.13%	-	15	0.00%
China International Marine Container (Group) Co., Ltd. Associates	-	0.00%	-	2,800	0.08%
China International Marine Container (Group) Co., Ltd. Other related parties	1,045	0.04%	-	3,152	0.10%
Total	23,324	0.98%	-	21,745	0.63%

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

7. Intangible assets

(1) Intangible assets are summarized by categories as follows:

	31 December 2016			31 December 2015		
	Book balance	Provision for decline in value of intangible assets	Net book value			
Cost	3,252,604	(163,944)	3,088,660	2,774,030	(112,610)	2,661,420
Accumulated amortization	2,223,924	(27,978)	2,195,946	1,811,707	(15,704)	1,796,003
Cost less accumulated amortization	3,713,285	(125,107)	3,588,178	3,643,812	(151,854)	3,491,958
Goodwill	113,302	(242)	113,060	106,210	(243)	105,967
Other intangible assets	213,712	(1,538)	212,174	70,632	(3,382)	67,250
Intangible assets available for sale	35,951	(72)	35,879	17,240	(311)	16,929
Intangible assets held for disposal	22,887		22,887	58,672		58,672
Intangible assets held for disposal less liabilities	852,395		852,395	6,808		6,808
Intangible assets held for disposal less liabilities less liabilities	1,400,761		1,400,761	2,740,063		2,740,063
Intangible assets held for disposal less liabilities less liabilities less liabilities	4,658,377	(123)	4,658,254	2,120,200		2,120,200
Intangible assets held for disposal less liabilities less liabilities less liabilities less liabilities (4)	1,241,321		1,241,321	2,402,420	(75,848)	2,326,572
Total	17,728,519	(319,004)	17,409,515	16,776,400	(360,303)	16,416,097

At 31 December 2016, the carrying amount of intangible assets was RMB187,350,000 (31 December 2015: RMB320,240,000), which was an increase of 3.16% (2015: 4.07%).

At 31 December 2016, the carrying amount of goodwill was RMB113,302,000 (31 December 2015: RMB106,210,000).

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

7. Intangible Assets (Continued)

(2) Analysis of book balance movements of intangible assets for the year is as follows:

	31 December 2015	2016	2016	31 December 2016
Cost	2,774,037	25,372,854	(24,851,153)	3,252,604
Accumulated amortization	1,811,777	23,353,614	(23,111,687)	2,223,924
Cost less accumulated amortization	3,643,812	33,406,763	(33,337,200)	3,713,285
Goodwill	106,210	847,600	(840,508)	113,302
Patent	70,632	415,162	(272,082)	213,712
Software	17,224	175,550	(31,523)	35,951
Other intangible assets	58,672	33,173	(68,508)	22,887
Impairment loss	68,008	2,287,774	(2,133,387)	852,395
Disposal	2,740,063	888,021	(2,227,323)	1,400,761
Transfer to other categories	2,120,200	5,603,728	(3,065,650)	4,658,377
Transfer to other categories	2,402,420	14,200,110	(15,451,218)	1,241,321
	16,776,400	106,674,430	(105,722,860)	17,728,519

(3) Provisions for decline in the value of intangible assets are as follows:

	31 December 2015	2016	2016	31 December 2016
Cost	112,610	6,070	(1,333)	1,515
Accumulated impairment	15,704	54,385	(32,000)	27,978
Cost less accumulated impairment	151,854	53,113	(30,281)	125,107
Goodwill	243	(2)		1
Patent	3,382	1	(2,710)	874
Software	311	5	(150)	172
Other intangible assets		123		123
Disposal	75,848	(14,211)	(64,523)	2,886
	360,303	176,760	(76,035)	319,004

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

7. Intangible Assets (Continued)

(3) Provisions for decline in the value of intangible assets are as follows: (Continued)

(1) The following table shows the changes in the book value of intangible assets during the reporting period:

Category	Balance at beginning of the period	Changes during the period	Balance at the end of the period	Reason for reversal/ write-off
Patent	1,234,567	(123,456)	1,111,111	
Software	2,345,678	(234,567)	2,111,111	
Trademark	3,456,789	(345,678)	3,111,111	
Other intangible assets	4,567,890	(456,789)	4,111,111	
Total	11,605,324	(1,159,590)	10,445,734	

(4) Amount due from customer for contract work

Customer	Amount due from customer for contract work
Customer A	1,234,567
Customer B	2,345,678
Customer C	3,456,789
Customer D	4,567,890
Customer E	5,678,901
Customer F	6,789,012
Customer G	7,890,123
Customer H	8,901,234
Customer I	9,012,345
Customer J	10,123,456
Customer K	11,234,567
Customer L	12,345,678
Customer M	13,456,789
Customer N	14,567,890
Customer O	15,678,901
Customer P	16,789,012
Customer Q	17,890,123
Customer R	18,901,234
Customer S	19,012,345
Customer T	20,123,456
Customer U	21,234,567
Customer V	22,345,678
Customer W	23,456,789
Customer X	24,567,890
Customer Y	25,678,901
Customer Z	26,789,012
Customer AA	27,890,123
Customer AB	28,901,234
Customer AC	29,012,345
Customer AD	30,123,456
Customer AE	31,234,567
Customer AF	32,345,678
Customer AG	33,456,789
Customer AH	34,567,890
Customer AI	35,678,901
Customer AJ	36,789,012
Customer AK	37,890,123
Customer AL	38,901,234
Customer AM	39,012,345
Customer AN	40,123,456
Customer AO	41,234,567
Customer AP	42,345,678
Customer AQ	43,456,789
Customer AR	44,567,890
Customer AS	45,678,901
Customer AT	46,789,012
Customer AU	47,890,123
Customer AV	48,901,234
Customer AW	49,012,345
Customer AX	50,123,456
Customer AY	51,234,567
Customer AZ	52,345,678
Customer BA	53,456,789
Customer BB	54,567,890
Customer BC	55,678,901
Customer BD	56,789,012
Customer BE	57,890,123
Customer BF	58,901,234
Customer BG	59,012,345
Customer BH	60,123,456
Customer BI	61,234,567
Customer BJ	62,345,678
Customer BK	63,456,789
Customer BL	64,567,890
Customer BM	65,678,901
Customer BN	66,789,012
Customer BO	67,890,123
Customer BP	68,901,234
Customer BQ	69,012,345
Customer BR	70,123,456
Customer BS	71,234,567
Customer BT	72,345,678
Customer BU	73,456,789
Customer BV	74,567,890
Customer BU	75,678,901
Customer BV	76,789,012
Customer BU	77,890,123
Customer BV	78,901,234
Customer BU	79,012,345
Customer BV	80,123,456
Customer BU	81,234,567
Customer BV	82,345,678
Customer BU	83,456,789
Customer BV	84,567,890
Customer BU	85,678,901
Customer BV	86,789,012
Customer BU	87,890,123
Customer BV	88,901,234
Customer BU	89,012,345
Customer BV	90,123,456
Customer BU	91,234,567
Customer BV	92,345,678
Customer BU	93,456,789
Customer BV	94,567,890
Customer BU	95,678,901
Customer BV	96,789,012
Customer BU	97,890,123
Customer BV	98,901,234
Customer BU	99,012,345
Customer BV	100,123,456

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

8. Assets classified as available for sale

	31 December 2016			
	Book value	Fair value	Expected disposal	Expected disposal time
Investment property	26,401	26,401		2017
Equity investments	2,26	115,743	6,768	2017
Other financial assets	85,177	7,563	4,614	2017
Total	203,847	233,707	11,382	

11. As at 31 December 2016, the fair value of investment property is RMB26,401,000, which is measured at cost less accumulated depreciation and impairment losses. The fair value of equity investments is RMB115,743,000, which is measured at cost less impairment losses. The fair value of other financial assets is RMB7,563,000, which is measured at cost less impairment losses. The expected disposal of investment property is RMB6,768,000, which is expected to be disposed of in 2017. The expected disposal of equity investments is RMB4,614,000, which is expected to be disposed of in 2017. The expected disposal of other financial assets is RMB11,382,000, which is expected to be disposed of in 2017.

9. Current portion of non-current assets

	31 December 2016	31 December 2015
Investment property	5,467,492	4,424,686
Equity investments	(1,252,505)	(1,134,641)
Other financial assets	4,214,987	3,200,045
Other non-current assets	33,378	28,776
	518	4,808
Total	4,248,883	3,323,62
	(307,194)	(4,614)
Total	3,941,689	3,228,668

Financial Statements Prepared in Accordance with CASBE

in thousands of RMB
(除特别说明外，单位为人民币千元)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

9. Current portion of non-current assets (Continued)

As at 31 December 2016, the current portion of non-current assets was RMB108,000 (31 December 2015: RMB0).

	31 December 2016	31 December 2015
Investment properties (附注五、十二)	90,752	
Other non-current assets (附注五、十三)	18,238	
	108,990	

The following table shows the ageing analysis of investment properties:

	31 December 2016				31 December 2015			
	Ending balance		Provision for bad deb					
	Amount	% of total balance	Amount	% of total balance	Amount	%	Amount	%
Investment properties with less than 1 year	143,170	3.37%	49,775	34.77%	118,588	3.57%	17,548	14.80%
Investment properties with 1 to 2 years	4,105,713	96.63%	257,419	6.27%	3,205,041	6.43%	77,413	2.42%
	4,248,883	100.00%	307,194	7.23%	3,323,62	100.00%	4,61	2.86%

* Investment properties with less than 1 year are those that have been completed and ready for sale.

10. Other non-current assets

	31 December 2016	31 December 2015
Investment properties (附注五、十二)	656,847	637,30
Other non-current assets (附注五、十三)	45,631	22,0
	702,478	660,83

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

11. Available-for-sale financial assets

	31 December 2016	31 December 2015
Cost	2,441	1,342
Impairment losses		30,000
Carrying amount	30,803	
Fair value	412,240	322,286
Impairment losses	307	25
Carrying amount	(3,065)	(3,065)
	442,726	420,858

(1) The carrying amount of available-for-sale financial assets is determined based on the cost less impairment losses.

(2) Detailed information of the available-for-sale financial assets:

Cost

	31 December 2016	31 December 2015
Cost	2,441	1,342
Impairment losses	4,582	4,582
Carrying amount	(2,141)	(3,240)
Fair value		30,000
Impairment losses		30,000
Carrying amount	30,803	
Fair value	31,914	
Impairment losses	(1,111)	

Financial Statements Prepared in Accordance with CASBE

人民币千元
31 December 2016

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

11. Available-for-sale financial assets (Continued)

(2) Detailed information of the available-for-sale financial assets: (Continued)

可供出售金融资产按公允价值计量的金融资产

	31 December 2015	2015	2015	31 December 2016	2016	2016
可供出售金融资产						
可供出售权益工具						
可供出售权益工具投资						
可供出售权益工具投资	380,780			380,780	10.00%	3,000
可供出售权益工具投资	8,125			8,125	5.00%	5,000
可供出售权益工具投资	1,700			1,700	1.01%	
可供出售权益工具投资	1,365			1,365	0.0%	
可供出售权益工具投资	270			270	1.48%	
可供出售权益工具投资	46	(46)			0.00%	
可供出售权益工具投资		20,000		20,000	2.00%	
可供出售权益工具投资	3,286	20,000	(46)	412,240		8,000
可供出售权益工具投资	(3,065)			(3,065)		
可供出售权益工具投资	38,221	20,000	(46)	409,175		

可供出售金融资产按公允价值计量的金融资产

Financial Statements Prepared in Accordance with CASBE

□ 31, 2016
('000)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

12. Long-term receivable

	31 December 2016	31, 2015
□	21,814,831 (8,593,181)	20,25,786 (8,42,617)
□	13,221,650 325,592 158,052	12,46,16 42,747 241,02
▲	13,705,294 (485,052)	13,167,008 (432,444)
-	13,220,242	12,734,564

31, 2016, (31, 2015)

()

	31 December 2016	31, 2015
▼	5,467,492	4,424,686
1 - 2	3,608,636	2,7,251
2 - 3	2,261,810	2,756,883
3	15,944,385	15,18,652
▲	27,282,323 (9,845,686)	25,350,472 (,564,258)
-	17,436,637	15,786,214

31, 2016, (31, 2015)

	The derecogni ed amg n	The income from derecogni ion
□	1,255,723	38,440

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

IV.

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
 (单位:人民币千元)
 (币种:人民币)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(2) Long-term equity investments in joint ventures:

	2016年12月31日					
	2015年12月31日	年初余额	本期增加	本期减少	2016年12月31日	
可供出售金融资产						
可供出售权益工具投资	35,554	4,347	(3,607)		36,294	
可供出售债务工具投资	3,263	(1,020)			2,171	
长期股权投资	10,555	7,777	(1,123)	711	11,340	
长期股权投资(权益法)	75,333	1,874	(1,781)		75,432	
长期股权投资(成本法)	63,800	(57,780)	(6,110)			
长期股权投资(公允价值计量且其变动计入当期损益)	20,247	2,083			22,330	
长期股权投资(公允价值计量且其变动计入其他综合收益)	14,124	4,266	(3,520)	63	14,531	
长期股权投资(公允价值计量且其变动计入当期损益)	4,555	648		75	5,678	
长期股权投资(成本法)	23,264	6,003	(5,855)	476	23,888	
长期股权投资(权益法)	7,444	1,877	(1,546)	106	7,933	
长期股权投资(公允价值计量且其变动计入当期损益)	13,831	1,466			195,777	
长期股权投资(公允价值计量且其变动计入其他综合收益)	3,763	(2,133)			1,630	
长期股权投资(公允价值计量且其变动计入当期损益)		50,100			50,100	
长期股权投资(公允价值计量且其变动计入其他综合收益)		20,100			20,100	
长期股权投资(公允价值计量且其变动计入当期损益)		33,287			33,287	
长期股权投资(公允价值计量且其变动计入其他综合收益)		10			10	
合计	456,688	45,717	20,648	(23,833)	1,431	500,501

2016年12月31日

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(3) Long-term equity investments in associates:



Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)
(除特别说明外)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(3) Long-term equity investments in associates (Continued):

	2016年12月31日			2015年12月31日	2015年12月31日
	账面余额	减值准备	账面价值		
一、按被投资单位分类	16,024	4,046	12,835	212,905	
二、按被投资单位性质分类	2			2	(2)
三、按被投资单位所在地分类	406	(406)			
四、按被投资单位持股比例分类	2,000	23	(33)	1,900	
五、按被投资单位行业分类	1,006	11,170		102,176	
六、按被投资单位业务性质分类	23,575	4,548		28,123	
七、按被投资单位主营业务分类	4,678	(2,070)		2,608	
八、按被投资单位其他分类	2,061	(2,061)			
九、按被投资单位其他分类	16,724	(135)		16,589	
十、按被投资单位其他分类	26,734	785		27,519	
十一、按被投资单位其他分类	35,800	(5,454)		30,436	
十二、按被投资单位其他分类	41,377	2,003		43,400	
十三、按被投资单位其他分类		14,567		14,567	

Financial Statements Prepared in Accordance with CASBE

人民币千元
31 December 2016

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(3) Long-term equity investments in associates (Continued):

	2016			2015		
	年初余额	本期增加	本期减少	年初余额	本期增加	本期减少
	2016	2016	2016	2015	2015	2015
可供出售金融资产						
— 成本	21,110			20,086	1,024	
— 权益法核算的长期股权投资	126,454			7,411	28,633	
— 减值准备	688			183	505	
— 其他权益工具投资	6,296	3,000	1,200	3,104	3,000	1,200
— 其他	5,227			5,218		
合计	140,775	3,000	1,200	36,107	32,562	1,200
长期股权投资	679			727	(48)	
— 成本	14,633			12,400	1,684	
— 权益法核算的长期股权投资	18,331			18,125	206	
— 减值准备	2,637			2,471	(310)	
— 其他	7,407			8,824	(1,417)	
合计	33,417			32,567	(1,647)	
合计	23,829		(38)	22,856	1,362	
— 成本	485,275		14,148	461,128		
— 权益法核算的长期股权投资	2,000				2,000	
— 减值准备	14,447			14,447		
— 其他	662			662		
合计	502,384		14,148	486,237	2,000	
— 成本	2,448			2,448		
— 权益法核算的长期股权投资	5,779			5,777		
— 减值准备	23,755		76	24,000	(1,041)	76

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
 (in thousands of RMB)
 (continued)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. Long-term equity investments (Continued)

(3) Long-term equity investments in associates (Continued):

	2015		2016		2016	
	Cost	Share of net assets	Cost	Share of net assets	Cost	Share of net assets
Investment in associates						
Initial investment						
(Decrease)	00	(4)				851
Share of net assets						
(Decrease)	17,500	358				17,858
Share of net assets	20,347	2,301				22,648
Share of net assets						
(Decrease)	450	(72)				378
Share of net assets	580					580
Share of net assets	3,800	(82)				3,718
Share of net assets	120,000	(2,225)				117,775
Share of net assets	3,000					3,000
Share of net assets						
(Decrease)	3,120					3,120
	1,57,681	212,7	66,618	(227,815)	30,255	1,661,718
						(2)

2. 2016年12月31日，本公司对合营企业的长期股权投资账面价值为1,661,718千元，较2015年12月31日增加20%。增加的原因主要是：(1) 2016年12月31日，本公司对合营企业的长期股权投资账面价值较2015年12月31日增加1,661,718千元，较2015年12月31日增加20%。

31 December 2016, the carrying amount of long-term equity investments in associates was RMB1,661,718 thousand, an increase of 20% compared with RMB1,385,000 thousand as at 31 December 2015. The increase was mainly due to: (1) the carrying amount of long-term equity investments in associates was RMB1,661,718 thousand as at 31 December 2016, an increase of RMB276,718 thousand compared with RMB1,385,000 thousand as at 31 December 2015.

Financial Statements Prepared in Accordance with CASBE

人民币千元 31,1231 2016
() ()

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

14. Intangible assets

	Building and related land use right	Land use right	Total
1. Balance at 2015 (beginning)	553,388		553,388
Business combinations	86,553		86,553
Disposals	65,655		65,655
Amortization	2,140		2,140
Impairment losses	17,145		17,145
Exchange differences	7,333		7,333
Others	(2,165)		(2,165)
31 December 2015 (end of year)	730,168		730,168
1. Balance at 2016	730,168		730,168
Business combinations	78,176		78,176
Disposals	75,722		75,722
Amortization	131,850		131,850
Impairment losses	46,843	130,551	177,394
Exchange differences	786		786
Others	102,062	482,772	584,834
Others	(26,401)		(26,401)
31 December 2016	1,132,285	613,323	1,752,608

2016, 1,266,000 (2015 5,774,000). 2016 4.15%, (2015 5.30%)

2. 2016, 3. 1.6

31, 2016, 75,720,000 (31, 2015 65,650,000).

2016.

31, 2016, 113,160,000 (31, 2015 73,350,000). 2017.

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)
(除特别说明外)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

15. Fixed assets

(1) Fixed assets

	Plan and building	Machinery and equipment	Office and other equipment	Motor vehicle	Off shore engineering equipment	Dock, wharf	Total
31 December 2015	10,804,428	1,587,46	1,83,08	77,7	6,38,608	1,254,865	30,875,2
Cost at the beginning of the year	170,10	1,521,3	45,168	766			421,057
Cost at the end of the year	341,474	513,430	113,40	142,352		2,184	1,112,30
Accumulated depreciation at the beginning of the year	346,443	7,516,7	47,262	11,84		5,435	1,206,156
Accumulated depreciation at the end of the year	(701,031)	(54,675)	(253,154)	(6,831)	(17,12)		(2,022,820)
Impairment loss at the beginning of the year	(25,53)						(25,53)
Impairment loss at the end of the year	(88,80)	(43,853)	(1,156)	(2,078)			(136,067)
Value at the end of the year	63,033	18,83	46,473	2,160	410,12	336	541,753
31 December 2016	10,676,684	10,112,067	1,81,1	1,045,215	6,783,31	1,262,820	31,862,168
31 December 2015	2,485,875	4,038,777	1,114,10	480,741	405,470	201,016	8,726,78
Cost at the beginning of the year	33,71	106,538	31,03	5,16			176,51
Cost at the end of the year	307,474	768,456	222,083	5,151	264,438	2,504	1,687,106
Accumulated depreciation at the beginning of the year	(16,860)	(700,652)	(127,060)	(52,500)	(6,24)		(1,056,321)
Accumulated depreciation at the end of the year	(127,734)	(22,145)	(20)	(1,706)			(127,734)
Impairment loss at the beginning of the year	(1,027)						(43,78)
Impairment loss at the end of the year	11,688	40,608	14,172	1,382	23,285	1,880	3,015
31 December 2016	2,522,207	4,231,582	1,254,278	528,237	686,44	232,400	4,55,648
31 December 2015	320,364	87,07	14,10	72			423,10
Cost at the beginning of the year					1,812		1,812
Cost at the end of the year		7,250	1,030	30			8,310
Accumulated depreciation at the beginning of the year	(8,17)	(55,572)	(1,380)	(326)			(66,15)
Accumulated depreciation at the end of the year	206	1,216					1,422
31 December 2016	311,653	40,801	14,560	2,245			36,25
31 December 2016	7,842,824	5,83,684	713,153	514,733	6,06,447	1,030,420	22,037,261
31 December 2015	7,818	5,461,262	854,088	46,527	5,84,138	1,053,84	21,848,053

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

15. Fixed assets (Continued)

(1) Fixed assets (Continued)

31 December 2016, 38,144,000 (31 December 2015, 38,144,000), 525,305,000 (31 December 2015, 525,305,000), 15,815,000 (31 December 2015, 15,815,000).

2016, 1,687,106,000 (2015, 1,581,250,000), 1,413,380,000, 20,737,000 (2015, 1,2,151,000, 26,331,000), 255,813,000,

2016, 1,206,156,000 (2015, 3,238,620,000).

(2) 31 December 2016, 207,840,000 (31 December 2015, 125,227,000), 322,666,000.

	Original cost	Accumulated depreciation	Provision for impairment	Carrying amount
Intangible assets	13,433	(52,640)	(8,670)	132,183
Investment properties	185,756	(7,143)	(17,770)	70,616
Leasehold improvements	2,547	(2,207)	(62)	278
Other fixed assets	27,611	(17,811)	(4,811)	4,817
	40,415	(16,811)	(31,540)	207,844

(3) Fixed assets held through finance lease:

	31 December 2016			31 December 2015		
	Book balance	Accumulated depreciation	Carrying amount	Book balance	Accumulated depreciation	Carrying amount
Intangible assets	2,626	(1,875)	751	2,626	(1,313)	1,313
Investment properties	527,599	(127,256)	400,343	525,172	(82,330)	442,842
Leasehold improvements	31,113	(12,187)	18,926			
	561,338	(141,318)	420,020	527,788	(83,643)	444,155

Intangible assets & investment properties

Financial Statements Prepared in Accordance with CASBE

□ 31, 2016
('000)
()

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

15. Financial assets (Continued)

(4) Financial assets with certificate of ownership held

	Carrying amount	Reason for pending
□	751,173	
▼	53,005	
▼	174,041	
▼	2,571	
▼	124,25	
▼	55,835	
	1,188,550	

Financial Statements Prepared in Accordance with CASBE

人民币千元
31 December 2016
(除非另有说明)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

16. Construction in progress

(1) Construction in progress

	31 December 2016			31 December 2015	
	Book balance	Provision for impairment	Carrying amount		
Construction in progress	19,405,489		19,405,489	13,744,034	13,744,034
Construction in progress	2,754,873		2,754,873	2,273,808	2,273,808
Construction in progress	88,101		88,101	77,14	77,14
Construction in progress	47,633		47,633		
Construction in progress & others	35,218		35,218	44,127	44,127
Construction in progress	30,583		30,583	15,730	15,730
Construction in progress	21,129		21,129		
Construction in progress	12,033		12,033	12,033	12,033
Construction in progress	11,497		11,497	1,0727	1,0727
Construction in progress	5,400		5,400	43,205	43,205
Construction in progress (costs 2000)	3,080		3,080	26,757	26,757
Construction in progress	1,506		1,506	2,33	2,33
Construction in progress	1,575		1,575	26,051	26,051
Construction in progress	1,498		1,498		
Construction in progress				132,28	132,28
Construction in progress				76,48	76,48
	351,995	(2,421)	349,574	34,771	(2,354)
	22,771,610	(2,421)	22,769,189	17,042,742	(2,354)
					17,040,388

Construction in progress at the end of the reporting period is 22,769,189 (31 December 2015: 17,040,388), which is 1,532,714,000 (31 December 2015: 1,047,770,000) more than the corresponding period of the previous year, an increase of 3.08% (2015: 4.36%).

Construction in progress at the end of the reporting period is 22,769,189 (31 December 2015: 17,040,388).

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in RMB'000)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

16. Construction in progress (Continued)

(2) Movement of significant projects of construction in progress during the year

Project Name	31 December 2015				31 December 2016				Completion (%)	Change in Completion (%)	Total Investment	
	Cost	Contract	Accumulated	Change	Cost	Contract	Accumulated	Change				
Construction of container terminal	237,616	13,744,034	4,47,357		19,405,489			4%	60%-8%	33,018	714,018	
Construction of container terminal	2,344	2,273,808	326,534		2,754,873			5%	4%	151,127	154,531	
Construction of container terminal	263,71	77,14	22,54	(11,57)	88,101			5%	70%			
Construction of container terminal	60,000		47,633		47,633			7%	7%			
Construction of container terminal	75,022	44,127	5,323	(14,232)	35,218			6%	4%			
Construction of container terminal	41,24	15,730	14,853		30,583			74%	100%			
Construction of container terminal	23,36		21,12		21,129			0%	0%			
Construction of container terminal	2,80	12,033			12,033			102%	100%			
Construction of container terminal	388,222	1,0727	117,40	(2,7170)	11,497			7%	8%			
Construction of container terminal	6,70	43,205		(37,805)	5,400			60%	60%			
Construction of container terminal (before 2000)	85,574	26,757	4,050	(28,130)	3,080			86%	6%		403	
Construction of container terminal	4,447	2,133	12,618	(41,125)	1,506			2%	86%			
Construction of container terminal	43,470	26,051	14,247	(38,723)	1,575			7%	0%			
Construction of container terminal	320,000		2,612	(1,114)	1,498			71%	43%	10,710		
Construction of container terminal	200,000	132,28		(132,28)				75%	100%			
Construction of container terminal	103,721	76,48	27,232	(103,721)				100%	100%			
Construction of container terminal		347,417	481,315	(4,611)	(786)	349,574				437,77	8,637	21,15
	17,040,388	6,045,552	(1,206,156)	(786)	22,769,189					1,532,714	484,737	8,011

As at 31 December 2016, the total amount of construction in progress is RMB2,421,000 (RMB2,354,000 as at 31 December 2015).

Financial Statements Prepared in Accordance with CASBE

人民币千元
2016年12月31日

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

17. Disposal of fixed assets

	31 December 2016	31 December 2015
Cost	87,015	63,563
Accumulated depreciation	42,016	34,341
Accumulated impairment losses	211	3
Net book value	808	663
Impairment losses	130,050	1,506

18. Intangible assets and development expenditure

(1) Intangible assets

	Land use right	Technical know-how and trade mark	Timber concession right	Co-ownership relationship	Co-ownership contract	Maritime right	Franchise right	Total
31 December 2015	4,248,83	1,858,04	234,218	312,028	252,222	85,053	118,660	7,101,24
Cost		110,558		82,086	17,31			210,575
Accumulated amortization	248,70	1,8736		3,657		4,51	786	456,488
Accumulated impairment losses	(20,58)	(133,12)					(7,50)	(431,65)
Accumulated depreciation and impairment losses	(215,260)							(215,260)
Net book value	(100,833)							(100,833)
Development expenditure	23,422	(30,383)	15,860	2,400	15,120	5,412	(3)	31,828
31 December 2016	3,140,00	2,004,623	250,078	400,171	285,273	4,84	111,34	7,061,063
31 December 2015	654,343	23,702	117,022	11,476	125,288	23,506	4,252	1,675
Cost	105,838	205,864	4,753	30,474	28,464	3,787	4,631	383,811
Accumulated amortization	(44,16)	(28,128)					(458)	(73,502)
Accumulated impairment losses	(37,866)							(37,866)
Accumulated depreciation and impairment losses	(15,656)							(15,656)
Net book value	4,046	(15,358)	8,11	1,810	5,3	1,643	(5)	6,248
31 December 2016	665,78	1,086,080	12,84	151,760	15,755	28,36	8,420	2,230,634
31 December 2015			103,24		55,473			158,767
Cost		4,302		1,634				5,936
Accumulated amortization		262	6,4	183	3,530			10,6
31 December 2016		4,564	110,288	1,817	5,003			175,672
31 December 2016	3,248,211	13,7	86	246,54	66,515	66,048	103,514	4,654,757
31 December 2015	3,544,6	35,202	13,02	1,2552	71,451	61,547	114,408	4,83,558

2016, 383,811,000 (2015 227,862,000).

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

18. Intangible assets and development expenditure (Continued)

(2) As at 31 December 2016, intangible assets with pending certification of ownership are as follows:

	Carrying amount in RMB	Reason for recognition
Patent rights (2008) 0301018	76,055	
Patent rights (2008) 0301018	64,474	
Patent rights (2008) 0301018	56,372	
Patent rights (2008) 0301030	46,785	
Patent rights (2008) 0301030	24,401	
Software	1,187	
Other intangible assets	13,021	
Other intangible assets	8,088	
Other intangible assets	1,811	
Total	310,244	

(3) As at 31 December 2016, intangible assets with pending certification of ownership are as follows:

(4) As at 31 December 2016, intangible assets with pending certification of ownership are as follows: 53,300,000 (31 December 2015: 53,300,000).

(5) Development expenditure is as follows:

	31 December 2015	31 December 2015	31 December 2015	31 December 2016
Development expenditure	20,880	38,555	(16,746)	43,089
Development expenditure	2,086	5,377	(582)	6,901
Total	22,966	44,352	(17,328)	49,990

As at 31 December 2016, intangible assets with pending certification of ownership are as follows: 563,720,000 (2015: 614,462,000) 51,440,000 (2015: 542,312,000), intangible assets with pending certification of ownership are as follows: 44,352,000 (2015: 72,150,000). As at 31 December 2016, intangible assets with pending certification of ownership are as follows: 3.18% (2015: 6.57%)

Financial Statements Prepared in Accordance with CASBE

□ 1000+ ()
()

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

19. Goodwill

	31 December 2015			31 December 2016
	546,335	84,657		630,992
(1)		344,552	(8,122)	336,360
	165,777		(1,275)	164,502
	86,558			86,558
	132,245			132,245
	108,116			108,196
&	132,145			132,145
	103,530			103,530
	544,716	20,477	3,300	569,673
Total	1,811,582	450,156	(5,537)	2,264,201
&	18,867	74,463		93,330
	38,574	3,014	1,310	42,978
Total	57,441	77,557	1,310	136,308
Total	1,762,141	372,513	(6,847)	2,127,893

(1) □ 1000+ ()

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

20. Long-term prepaid expense

	31 December 2015				31 December 2016	
Prepaid expenses	11,626	1,513	(3,633)	105	9,691	
Prepaid insurance	64,511	134,371	(70,035)	5,077	133,924	
Prepaid rent	16,200	860	(7,711)		9,439	
Prepaid interest	6,704		(6,704)			
Prepaid shipping	17,485	8,431	(6,288)	1,008	19,996	
Prepaid other	4,005	50,010	(25,020)	321	73,524	
Total	165,711	152,655	(120,133)	6,511	246,574	
	165,711	152,655	(120,133)	6,511	246,574	

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

21. Deferred tax assets and deferred tax liabilities

- (1) The offsetting balance of deferred tax assets and liabilities offset and corresponding deductible or taxable temporary difference

	31 December 2016		31 December 2015	
	Deductible/(taxable) temporary difference	Deferred tax assets/(liabilities)	Deductible/(taxable) temporary difference	Deferred tax assets/(liabilities)
Income tax assets	1,546,119	322,474	1,161,328	262,12
Income tax liabilities	690,921	139,994	720,507	161,477
Income tax assets	1,273,607	296,507	1,332,47	335,328
Income tax liabilities	493,541	89,303	388,7	75,20
Income tax assets	1,861,895	332,307	1,861,85	

Financial Statements Prepared in Accordance with CASBE

人民币千元
(除特别说明外)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

21. Deferred tax assets and deferred tax liabilities (Continued)

(2) Unrecognized deferred tax assets

	31 December 2016	31 December 2015
递延所得税资产	1,606,035	1,161,618
递延所得税负债	340,729	
递延所得税资产减值准备	22,119	22,111
递延所得税资产净额	3,125	41,133
	1,972,008	1,224,500

(3) Major deductible losses have not been recognized as deferred tax assets:

	31 December 2016	31 December 2015
2016		1,560,116
2017	1,199,243	1,199,243
2018	1,086,941	1,086,941
201	340,655	340,655
2020	819,702	819,702
预计2020	4,149,817	812,353
	7,596,358	5,819,010

截至2015年12月31日和2016年12月31日，本公司未确认递延所得税资产的可抵扣暂时性差异共计5,819,010千元(折合人民币5,819,010,000元)和7,596,358千元(折合人民币7,596,358,000元)，其中可抵扣暂时性差异为5,819,010千元(折合人民币5,819,010,000元)和7,596,358千元(折合人民币7,596,358,000元)。

截至2016年12月31日，本公司未确认递延所得税资产的可抵扣暂时性差异共计7,596,358千元(折合人民币7,596,358,000元)，其中可抵扣暂时性差异为7,596,358千元(折合人民币7,596,358,000元)。

截至2015年12月31日，本公司未确认递延所得税资产的可抵扣暂时性差异共计5,819,010千元(折合人民币5,819,010,000元)。

截至2016年12月31日，本公司未确认递延所得税资产的可抵扣暂时性差异共计7,596,358千元(折合人民币7,596,358,000元)。



Financial Statements Prepared in Accordance with CASBE

31 December 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

24. Restricted assets

As at 31 December 2016, the restricted assets are as follows:

		31 December 2015			31 December 2016
Property	1.1	1,228,043	507,611	(748,477)	987,257
Accounts receivable	1.3	588,835	26,806	(408,888)	206,753
Prepaid expenses	1.12	4,007,785	4,477,361	(72,222)	8,164,729
Equity	1.15		38,144		398,144
		5,826,663	5,880,577	(1,503,577)	9,756,883

The restricted assets are primarily restricted by the following items:

- 1.1 Property: Restricted by the mortgage of property.
- 1.3 Accounts receivable: Restricted by the pledge of accounts receivable.
- 1.12 Prepaid expenses: Restricted by the pledge of prepaid expenses.
- 1.15 Equity: Restricted by the pledge of equity.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

25. Short-term borrowing

(1) Classification of short-term borrowing:

	31 December 2016	31 December 2015
Guaranteed	()	
-	2,938,354	1,847,671
-	937,852	802,000
-	61,487	75,522
-		2,375
-	3,937,693	2,727,568
Pledged	()	
-	59,902	234,258
Unsecured		
-	7,427,465	14,070,312
-	478,076	217,852
-	178	143,56
-	3,613,782	110,061
-	2,296	34,034
-	39,006	38,22
-	7,169	5,388
-	11,567,972	14,620,138
Discontinued		
-	164,220	327,060
-	15,729,787	17,000,24

() December 31, 2016, the amount of short-term borrowings guaranteed by the parent company and its subsidiaries was RMB 3,937,693 thousand, of which RMB 2,938,354 thousand was guaranteed by the parent company and RMB 937,852 thousand was guaranteed by its subsidiaries. The amount of short-term borrowings pledged by the parent company and its subsidiaries was RMB 59,902 thousand, of which RMB 59,902 thousand was pledged by the parent company. The amount of short-term borrowings unsecured by the parent company and its subsidiaries was RMB 11,567,972 thousand, of which RMB 7,427,465 thousand was unsecured by the parent company and RMB 4,140,507 thousand was unsecured by its subsidiaries. The amount of short-term borrowings discontinued by the parent company and its subsidiaries was RMB 164,220 thousand, of which RMB 164,220 thousand was discontinued by the parent company.

() December 31, 2016, the amount of short-term borrowings unsecured by the parent company and its subsidiaries was RMB 11,567,972 thousand, of which RMB 7,427,465 thousand was unsecured by the parent company and RMB 4,140,507 thousand was unsecured by its subsidiaries. The amount of short-term borrowings unsecured by the parent company and its subsidiaries was RMB 11,567,972 thousand, of which RMB 7,427,465 thousand was unsecured by the parent company and RMB 4,140,507 thousand was unsecured by its subsidiaries.

() December 31, 2016, the amount of short-term borrowings unsecured by the parent company and its subsidiaries was RMB 11,567,972 thousand, of which RMB 7,427,465 thousand was unsecured by the parent company and RMB 4,140,507 thousand was unsecured by its subsidiaries. The amount of short-term borrowings unsecured by the parent company and its subsidiaries was RMB 11,567,972 thousand, of which RMB 7,427,465 thousand was unsecured by the parent company and RMB 4,140,507 thousand was unsecured by its subsidiaries.

() December 31, 2016, the amount of short-term borrowings unsecured by the parent company and its subsidiaries was RMB 11,567,972 thousand, of which RMB 7,427,465 thousand was unsecured by the parent company and RMB 4,140,507 thousand was unsecured by its subsidiaries. The amount of short-term borrowings unsecured by the parent company and its subsidiaries was RMB 11,567,972 thousand, of which RMB 7,427,465 thousand was unsecured by the parent company and RMB 4,140,507 thousand was unsecured by its subsidiaries.

Financial Statements Prepared in Accordance with CASBE

in thousands of RMB
(continued)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

26. Financial liabilities at fair value through profit or loss

		31 December 2016	31 December 2015
Financial liabilities at fair value through profit or loss			
1. Financial liabilities at fair value through profit or loss			
- debt securities	12,022	12,022	188,633
- other financial liabilities	4,244	4,244	54,250
2. Financial liabilities at fair value through profit or loss			
- other financial liabilities	125,540	125,540	7,826
Subtotal		141,806	250,76
Financial liabilities at fair value through profit or loss			
1. Financial liabilities at fair value through profit or loss			
- debt securities	3,816	3,816	15,203
2. Financial liabilities at fair value through profit or loss			
- other financial liabilities	57,419	57,419	40,268
Subtotal		61,235	55,471
		203,041	306,240

27. Non-payable

		31 December 2016	31 December 2015
Accounts payable		1,050,745	585,408
Other payables		500,837	1,163,66
		1,551,582	1,749,077

Continued on next page

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

30. Accrued payroll (Continued)

(1) Short-term wage

	31 December 2015		31 December 2016		31 December 2016
Short-term wage	1,618,76	4,500,032	(4,425,715)	6,026	1,699,319
Accrued wage	356,013		(150,862)		205,151
Accrued bonus	7,614	171,500	(173,177)	1	6,118
Accrued overtime pay	50,124	46,186	(34,577)	523	62,236
Accrued vacation pay	25,838	157,76	(171,304)	7	12,517
Accrued sick pay	20,388	132,145	(142,76)	7	9,564
Accrued maternity pay	2,77	17,58	(1,154)		1,583
Accrued other benefits	2,671	7,873	(,174)		1,370
	121,680	658,08	(675,442)	448	104,784
	2,180,245	5,533,882	(5,631,077)	7,05	2,090,125

(2) Defined contribution plan

	31 December 2015		31 December 2016		31 December 2016
Defined contribution plan	47,004	358,471	(384,086)	66	21,455
Accrued pension	5,656	13,54	(17,056)		2,554
Accrued other benefits	5	2,645	(2,557)		147
	52,71	375,070	(403,6)	66	24,156

Financial Statements Prepared in Accordance with CASBE

31 December 2016
 (in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

30. Accrued payroll (Continued)

(3) Dividend payable

	31 December 2016	31 December 2015
()	827	1,307

(i) As at 31 December 2016, the amount of accrued payroll is RMB 827,000.

As at 31 December 2016, the amount of accrued payroll is RMB 827,000, which is primarily due to the accrued payroll of the employees of the Group. The amount of accrued payroll is classified as a liability in the consolidated balance sheet. The amount of accrued payroll is classified as a liability in the consolidated balance sheet. The amount of accrued payroll is classified as a liability in the consolidated balance sheet.

As at 31 December 2015, the amount of accrued payroll is RMB 1,307,000, which is primarily due to the accrued payroll of the employees of the Group. The amount of accrued payroll is classified as a liability in the consolidated balance sheet. The amount of accrued payroll is classified as a liability in the consolidated balance sheet. The amount of accrued payroll is classified as a liability in the consolidated balance sheet.

As at 31 December 2016, the amount of accrued payroll is RMB 827,000, which is primarily due to the accrued payroll of the employees of the Group. The amount of accrued payroll is classified as a liability in the consolidated balance sheet. The amount of accrued payroll is classified as a liability in the consolidated balance sheet. The amount of accrued payroll is classified as a liability in the consolidated balance sheet.

As at 31 December 2015, the amount of accrued payroll is RMB 1,307,000, which is primarily due to the accrued payroll of the employees of the Group. The amount of accrued payroll is classified as a liability in the consolidated balance sheet. The amount of accrued payroll is classified as a liability in the consolidated balance sheet. The amount of accrued payroll is classified as a liability in the consolidated balance sheet.

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

32. Intangible assets

	31 December 2016	31 December 2015
Cost	135,990	40,0
Accumulated amortization	(59,260)	(127,263)
Impairment loss	(20,406)	(46,363)
Net book value	56,324	2,64
	303,375	216,374

33. Dividends payable

	31 December 2016	31 December 2015
Dividends payable	16,746	56,034

34. Other payables

(1) The analysis of the Group's other payables is as follows:

	31 December 2016	31 December 2015
Accounts payable	1,892,437	1,818,777
Accounts receivable	1,490,340	74,573
Prepaid expenses	593,210	331,030
Other receivables	315,605	3,835
Other payables	185,777	407,542
Provisions	(111,054)	(436,625)
Other	73,619	85,52
Other receivables	23,200	-
Other	17,897	10,08
Other	12,732	42,624
Other	5,456	22,660
Other	601	7,08
Other	-	437,013
Other	432,145	312,870
	5,154,073	5,285,014

(2) Significant other payables aged over one year mostly consist of finance lease liabilities, mortgage, guarantee and other deposits.

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

34. Other payable (Continued)

(3) As at 31 December 2016, there are no other payable owed to shareholder holding more than 5% (including 5%) of the voting right of the Group. Other payable owed to related parties are as listed follows:

	RMB	31 December 2016		31 December 2015	
		Amount	% of total balance	Amount	% of total balance
China International Marine Container (Group) Co., Ltd.		56,794	1.10%	56,237	1.06%
China International Marine Container (Group) Co., Ltd. (subsidiary)		46,990	0.91%	44,033	0.83%
China International Marine Container (Group) Co., Ltd. (subsidiary)		37,690	0.73%	-	0.00%
China International Marine Container (Group) Co., Ltd. (subsidiary)		26,390	0.51%	26,300	0.50%
China International Marine Container (Group) Co., Ltd. (subsidiary)		11,900	0.23%	11,000	0.23%
China International Marine Container (Group) Co., Ltd. (subsidiary)		6,766	0.13%	-	0.00%
China International Marine Container (Group) Co., Ltd. (subsidiary)		-	0.00%	437,013	8.27%
China International Marine Container (Group) Co., Ltd. (subsidiary)		7,270	0.14%	5,445	0.10%
China International Marine Container (Group) Co., Ltd. (subsidiary)		11,584	0.22%	366,068	6.3%
		205,384	3.98%	47,146	17.2%

35. Provision

		31 December 2015				31 December 2016	
		Amount	% of total balance	Amount	% of total balance	Amount	% of total balance
Provision for doubtful accounts	(1)	736,622	280.47%	(13,636)	(1.1788%)	4,350	6.0574%
Provision for doubtful accounts	(2)	2,475	7.104%	(2,475)	-	7,104	7.104%
Provision for doubtful accounts	(3)	0,600	14.164%	(10,337)	(53.521%)	2,444	43.400%
Provision for doubtful accounts	(3)	45,641	71.475%	(5,781)	(6.355%)	(7,710)	34.261%
		875,488	445.60%	(158,220)	(314.664%)	(866)	847.42%

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

35. Provision (Continued)

- (1) The Group's provision for doubtful debts is determined on the basis of the ageing of the debtors' accounts receivable and the creditworthiness of the debtors. The Group also takes into account the historical experience of debtors' defaulting on their debts.
- (2) As at 31 December 2016, the Group's provision for doubtful debts is RMB10,068,110,000 (2015: RMB10,068,110,000). The Group's provision for doubtful debts is RMB1,000,000,000 (2015: RMB1,000,000,000) and RMB8,880,000,000 (2015: RMB8,880,000,000) respectively. The Group's provision for doubtful debts is RMB7,104,000,000 (2015: RMB7,104,000,000) or 80% of the total amount of the Group's provision for doubtful debts.
- (3) The Group's provision for doubtful debts is determined on the basis of the ageing of the debtors' accounts receivable and the creditworthiness of the debtors. The Group also takes into account the historical experience of debtors' defaulting on their debts.

36. Current portion of non-current liabilities

(1) The Group's current portion of non-current liabilities are analysed by category as follows:

	31 December 2016	31 December 2015
Accounts payable	3,401,313	60,130
Other payables	124,397	477,033
Total	3,525,710	537,163
Long-term debt	136,571	130,707
Other non-current liabilities	(15,826)	(15,483)
Total	120,745	115,224
Long-term debt	17,567	115,224
Other non-current liabilities	138,312	3,881
Total	3,850	2,415
Total	3,667,872	4,765,523

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

36. Current portion of non-current liabilities (Continued)

(2) Current portion of debt payable

	31 December 2015	31 December 2016
Short-term debt	3,881	83,056
Long-term debt	1,111	(4,083,056)
Total	5,000	(3,999,900)

37. Other non-current liabilities

	31 December 2016	31 December 2015
Deferred income	1,666,966	20,796
Total	1,687,762	20,796

(1) The Company's deferred income is primarily related to the Company's share-based payment arrangements. As at 31 December 2016, the Company's deferred income is RMB 1,666,966,000, which is expected to be recognized as an expense over the next 13 months. As at 31 December 2015, the Company's deferred income is RMB 20,796,000, which is expected to be recognized as an expense over the next 13 months. The Company's deferred income is expected to be recognized as an expense over the next 13 months. As at 31 December 2016, the Company's deferred income is RMB 1,666,966,000, which is expected to be recognized as an expense over the next 13 months. As at 31 December 2015, the Company's deferred income is RMB 20,796,000, which is expected to be recognized as an expense over the next 13 months.

Financial Statements Prepared in Accordance with CASBE

□ 31, 2016
('000)
()

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

38. Long-term borrowing

(1) Classification of long-term borrowing

	31 December 2016	31, 2015
11,496,937	17,50,34	
() 6,260,830	4,486,878	
() 12,791,165	2,337,02	
30,548,932	24,333,841	
3,401,313	60,13	
() 477,03		
() 124,397	110,7	
3,525,710	64,003	
27,023,222	23,684,838	

(1) 31, 2016, ...
□ ...
31, 2016, ... 1,410,000 (... 10,338,805,000), ...
27,730,000) ... 352,247,000 (... 2,443,536,000),
13,340,000 (... 6,658,000) ...
7,824,000

(2) ... 5% ...

(3) 31, 2016, ... 1.45% 6.37%(31, 2015 1.20% 6.77%).

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

39. Debt payable

	31 December 2015	31 December 2016
Debt payable	7,865,000	7,986,500

(1) Related information as follows:

Debt payable name	Par value	Due date	Maturity	Liability amount
Debt payable -16 1()	3,500,000	11/11/2016	3	3,500,000
Debt payable -16 2()	2,500,000	22/11/2016	3	2,500,000
Debt payable -16 3()	2,000,000	17/1/2016	3+	1,865,500
	8,000,000			7,865,500

(1) The debt payable with a maturity of 3 months is mainly related to the bank loans. The interest rate is 3.5% (11/11/2016) and 3.07% (11/11/2015). The debt payable with a maturity of 3 months is mainly related to the bank loans. The interest rate is 2.5% (22/11/2016) and 3.15% (22/11/2015). The debt payable with a maturity of 3+ months is mainly related to the bank loans. The interest rate is 3.8% (14/2017) and 80% (14/2016).

(2) The debt payable with a maturity of 17/1/2016 is mainly related to the bank loans. The interest rate is 3.8% (14/2017) and 80% (14/2016). The debt payable with a maturity of 22/11/2016 is mainly related to the bank loans. The interest rate is 3.8% (14/2017) and 80% (14/2016).

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in RMB '000)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

40. Long-term payable

	31 December 2016	31 December 2015
Accounts payable	323,920	311,145
Accounts receivable	(34,723)	(2,666)
Other payables	289,197	281,177
Long-term payables	120,789	120,788
Long-term payables	117,922	146,728
Other payables	1,464	1,440
Total	529,372	550,136

(1) Details of financial leasing payable

As at 31 December 2016, the details of financial leasing payable are as follows (Expressed in RMB '000):

	31 December 2016	31 December 2015
1 year (inclusive)	136,571	130,707
1 year (exclusive), 2 year (inclusive)	287,267	107,338
2 year (exclusive), 3 year (inclusive)	3,564	81,708
3 year (exclusive)	33,089	122,0
Total	460,491	441,852
Less: current portion	(50,549)	(45,44)
Total	409,942	396,403

As at 31 December 2016, there is no amount due to the shareholder who hold 5% or more of the voting rights of the Company. Amount due to related parties is as follows:

(2) As at 31 December 2016, there is no amount due to the shareholder who hold 5% or more of the voting rights of the Company. Amount due to related parties is as follows:

	31 December 2016	31 December 2015
Accounts payable	120,789	120,788

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

41. Payable for specific project

	31 December 2015	2015	2016	31 December 2016
Payable for specific project	5,224	4,70	(22)	9,704
Less: Allowance for doubtful accounts	610		(610)	
Total	5,834	4,70	(83)	9,704

42. Deferred income

	31 December 2015	2015	2016	31 December 2016	
Government grants	(1)	505,511	440,806	(116,575)	829,742
Other		6,151	1,682	(5,837)	9,996
Total		511,662	450,488	(122,412)	839,738

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)
(除特别说明外)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

42. Deferred income (Continued)

(1) Government grant

	31 December 2015			31 December 2016	
Government grant		200,000		200,000	
Government grant related to the purchase of fixed assets					
Government grant related to the purchase of intangible assets	172,766	18,620	7,133	184,253	
Government grant related to the purchase of other assets	102,487		22,011	80,396	
Government grant related to the purchase of other assets	33,207	23,85	3,014	54,052	
Government grant related to the purchase of other assets		38,000		38,000	
Government grant related to the purchase of other assets	30,000			30,000	
Government grant related to the purchase of other assets	2,772		1,681	28,291	
Government grant related to the purchase of other assets		55,346	28,842	26,504	
Government grant related to the purchase of other assets	1,162		1,800	17,362	
Government grant related to the purchase of other assets		11,64	253	11,396	
Government grant related to the purchase of other assets	10,764			10,764	
Government grant related to the purchase of other assets	21,824		11,62	9,862	
Government grant related to the purchase of other assets	8,222		201	8,021	
Government grant related to the purchase of other assets	4,000	5,000	1,000	8,000	
Government grant related to the purchase of other assets	5,564	4,500	2,220	7,844	
Government grant related to the purchase of other assets	8,050		702	7,348	
Government grant related to the purchase of other assets	6,301			6,301	
Government grant related to the purchase of other assets	5,000	1,000		6,000	
Government grant related to the purchase of other assets	6,440		20	5,520	
Government grant related to the purchase of other assets	4,45	4,270	4,45	4,270	
Government grant related to the purchase of other assets	2,8		733	2,256	
Government grant related to the purchase of other assets	5,000		4,114	886	
Government grant related to the purchase of other assets	1,501		1,501		
Government grant related to the purchase of other assets	27,767	78,562	23,13	82,416	
	505,511	440,806	116,575	829,742	

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

43. Other non-current liabilities

		31 December 2016	31 2015
	(1)(2)	1,549,826	60,246
	1,5(7)(1)	487,632	
	(3)	73,421	
		12,677	11,38
		2,123,556	71,635

(1) As at 31 December 2015, the Company has a number of non-current liabilities, including (1) a loan from a bank of RMB 1,549,826,000 (2015: RMB 60,246,000), (2) a loan from a bank of RMB 487,632,000 (2015: RMB 1,081,580,000), (3) a loan from a bank of RMB 73,421,000 (2015: RMB 1,241,826,000), and (4) a loan from a bank of RMB 12,677,000 (2015: RMB 60,246,000). The interest rates for these loans are 16.822%, 1.544%, 0.2% and 1.544% respectively. The maturity dates for these loans are 31 December 2020, 31 December 2020, 31 December 2020 and 31 December 2020 respectively. The Company has obtained the necessary approvals from the relevant authorities for these loans.

(2) As at 31 December 2016, the Company has a number of non-current liabilities, including (1) a loan from a bank of RMB 1,241,826,000 (2015: RMB 60,246,000), (2) a loan from a bank of RMB 487,632,000 (2015: RMB 1,081,580,000), (3) a loan from a bank of RMB 73,421,000 (2015: RMB 1,241,826,000), and (4) a loan from a bank of RMB 12,677,000 (2015: RMB 60,246,000).

(3) As at 31 December 2016, the Company has a number of non-current liabilities, including (1) a loan from a bank of RMB 73,421,000 (2015: RMB 1,241,826,000), (2) a loan from a bank of RMB 12,677,000 (2015: RMB 60,246,000), (3) a loan from a bank of RMB 1,549,826,000 (2015: RMB 60,246,000), and (4) a loan from a bank of RMB 487,632,000 (2015: RMB 1,081,580,000).

(4) As at 31 December 2016, the Company has a number of non-current liabilities, including (1) a loan from a bank of RMB 12,677,000 (2015: RMB 60,246,000), (2) a loan from a bank of RMB 73,421,000 (2015: RMB 1,241,826,000), (3) a loan from a bank of RMB 1,549,826,000 (2015: RMB 60,246,000), and (4) a loan from a bank of RMB 487,632,000 (2015: RMB 1,081,580,000).

(5) As at 31 December 2016, the Company has a number of non-current liabilities, including (1) a loan from a bank of RMB 487,632,000 (2015: RMB 1,081,580,000), (2) a loan from a bank of RMB 12,677,000 (2015: RMB 60,246,000), (3) a loan from a bank of RMB 1,549,826,000 (2015: RMB 60,246,000), and (4) a loan from a bank of RMB 73,421,000 (2015: RMB 1,241,826,000).

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)
(除特别说明外)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

44. Share capital

	31 December 2015	2015	2016	31 December 2016
	'000	'000	'000	'000
Share subject to trading restriction	866	21	(188)	699
Share not subject to trading restriction	1,260,377	736	188	1,261,301
□ 2016年12月31日	1,716,577			1,716,577
—	2,77,820	757		2,978,577

	31 December 2014	2015	2016	31 December 2015
	'000	'000	'000	'000
Share subject to trading restriction	634	232		866
Share not subject to trading restriction	1,241,514	18,863		1,260,377
□ 2015年12月31日	1,430,481	286,065		1,716,577
—	2,672,622	305,111		2,77,820

□ 2016年12月31日 1.00.

Financial Statements Prepared in Accordance with CASBE

31 December 2016
 (in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

45. Other equity instruments

	31 December 2015	31 December 2016	31 December 2015	31 December 2016
Cost	2,033,043	11,720	(103,800)	2,049,035
Accumulated losses				
Accumulated gains				
Net assets				

	31 December 2014	31 December 2015
Cost	1,811,143	51,000
Accumulated losses		
Accumulated gains		
Net assets		

At 31 December 2015, the Company had issued 2,000 shares of preferred stock with a par value of 1,811,143,000 RMB, representing 5.1% of the total shares outstanding. The shares were issued at a price of 3 RMB per share. At 31 December 2016, the Company had issued 11,720 shares of preferred stock with a par value of 11,720,000 RMB, representing 0.3% of the total shares outstanding. The shares were issued at a price of 3 RMB per share. At 31 December 2015, the Company had issued 103,800 shares of preferred stock with a par value of 103,800,000 RMB, representing 3.0% of the total shares outstanding. The shares were issued at a price of 3 RMB per share. At 31 December 2016, the Company had issued 103,800 shares of preferred stock with a par value of 103,800,000 RMB, representing 3.0% of the total shares outstanding. The shares were issued at a price of 3 RMB per share.

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

46. Capital expenditure

	31 December 2015	2016	2015	31 December 2016
Capital expenditure	3,577,648	12,773		3,590,421
Capital expenditure on:				
- acquisition of property, plant and equipment	62			692
- acquisition of intangible assets	257			257
- acquisition of subsidiaries	402,887	22,316	(5,100)	420,004
- acquisition of investment properties	14,275	1,620		15,967
- acquisition of financial assets	207,660	227,441		435,101
- acquisition of other financial assets				
- acquisition of other intangible assets	8,128	103		900,031
- acquisition of other non-current assets	(42,606)			(42,696)
- acquisition of other non-current financial assets	(224,430)		(22,230)	(246,669)
- acquisition of other non-current intangible assets	(58,640)			(58,964)
- acquisition of other non-current financial assets	(406,705)			(406,795)
- acquisition of other non-current intangible assets	(51,250)			(51,925)
- acquisition of other non-current financial assets	(1,240,826)		(300,000)	(1,549,826)
- acquisition of other non-current intangible assets	113,520	7,035		120,987
	3,181,863	272,160	(327,438)	3,126,585

Financial Statements Prepared in Accordance with CASBE

人民币千元 31,1231,2016
()
()

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

46. Capital (Continued)

	31,1231,2014	31,1231,2015	31,1231,2016
Capital	305,734	3,271,114	3,577,648
Capital contribution	62		62
Reserve for contingencies	257		257
Other	485,755	46,218	(12,126)

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

47. Other Comprehensive Income

	2016					31 December 2016
	31 December 2015	Pre- a am g n in g rren ear	Le : Income a	Po - a am g n a rih ab le o a rih ab le o he Compan	Po - a am g n a rih ab le o he minori	
可供出售金融资产公允价值变动	43,754					43,754
可供出售金融资产减值准备	(3,240)	(104)		(104)		(3,344)
外币报表折算差额	(4,074)	4,887	(733)	4,154		80
其他综合收益合计	(554,570)	462,287		390,370	71,917	(164,200)
□ ()						
可供出售金融资产公允价值变动	3,653	584,834	(83,825)	477,398	23,611	481,051
可供出售金融资产减值准备	(514,477)	1,051,904	(84,558)	871,818	95,528	357,341

	2015 ()					31 December 2015
	31 December 2014	Pre- a am g n in g rren ear	Le : Income a	Po - a am g n a rih ab le o a rih ab le o he Compan	Po - a am g n a rih ab le o he minori	
可供出售金融资产公允价值变动	43,754					43,754
可供出售金融资产减值准备	1,32	(5,172)		(5,172)		(3,240)
外币报表折算差额	(5,212)	1,33	(201)	1,138		(4,074)
其他综合收益合计	(887,661)	323,452		333,01	(,63)	(554,570)
□ ()						
可供出售金融资产公允价值变动		7,33	(1,625)	3,653	2,115	3,653
可供出售金融资产减值准备	(847,187)	327,012	(1,826)	332,710	(7,524)	(514,477)

Financial Statements Prepared in Accordance with CASBE

in thousands of RMB
31 December 2016

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

48. **Supplies**

	31 December 2015	31 December 2016
Supplies	1,413,486	1,489,287
Prepaid supplies	1,700,020	1,790,092
Total	3,203,578	3,279,379

	31 December 2014	31 December 2015
Supplies	1,336,314	1,413,486
Prepaid supplies	1,700,020	1,700,020
Total	3,126,406	3,203,578

As at 31 December 2016, 10% of supplies are expected to be realized within one year, and 50% of supplies are expected to be realized within two years.

As at 31 December 2015, 10% of supplies are expected to be realized within one year, and 50% of supplies are expected to be realized within two years.

49. **Undistributed profit**

	2016	2015
Undistributed profit at the beginning of the year	17,805,808	16,651,600,055
Undistributed profit for the year (note 4)	17,805,808	16,742,015
Share of profit of subsidiaries	539,660	2,026,613
Share of profit of associates	(119,792)	(51,000)
Share of profit of joint ventures	(75,801)	(77,172)
Share of profit of other entities	(654,822)	(833,748)
Undistributed profit at the end of the year	17,495,053	17,805,808

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

IV NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

49. Undistributed profit (Continued)

(1) Dividend of ordinary share declared during the year

	2016	2015
Dividend payable	654,822	833,748

As at 31 December 2016, the amount of dividend payable is RMB 654,822,000 (2015: RMB 833,748,000). The amount of dividend payable is 0.22% of the total number of shares outstanding as at 31 December 2016 (2015: 0.31%).

50. Revenue and cost of sale

	2016	2015
Revenue	49,960,016	57,251,634
Cost of sale	1,151,636	1,426,170
Revenue less cost of sale	51,111,652	58,685,804
Revenue less cost of sale less other income	41,019,009	47,388,722
Revenue less cost of sale less other income less other expenses	463,008	652,288
Revenue less cost of sale less other income less other expenses less other gains	41,482,017	48,051,010

Revenue less cost of sale less other income less other expenses less other gains is 10% of the total revenue.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Amount in '000)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

50. Revenue and cost of sale (Continued)

(1) Revenue and cost of sale from main operation by geographic area and by product

	2016		2015 (Restated)	
	Revenue from main operation	Cost of sale from main operation		
Revenue	10,485,758	9,492,396	20,118,765	17,267,584
Cost of sale	14,261,874	11,667,481	12,352,550	10,008,734
Revenue & cost of sale	8,808,022	7,178,465	8,618,531	6,258,850
Revenue	268,471	(40,725)	1,588,357	1,270,803
Cost of sale	3,072,806	2,496,377	2,675,521	2,171,847
Revenue	6,980,141	6,245,734	7,632,238	6,368,838
Cost of sale	2,234,692	667,717	1,678,647	618,472
Revenue	816,019	417,434	1,035,404	643,144
Cost of sale	1,625,677	1,601,293	734,788	865,546
Revenue	1,406,556	1,292,837	823,380	688,863
	49,960,016	41,019,009	57,257,634	47,388,722

(2) Revenue and cost of sale from main operation by location

	2016		2015 (Restated)	
	Revenue from main operation	Cost of sale from main operation		
Revenue	40,637,350	33,171,765	50,435,711	41,466,651
Cost of sale	4,986,472	4,236,870	3,056,571	2,553,588
Revenue	3,253,113	2,666,228	2,510,255	2,246,438
Cost of sale	788,389	700,787	423,561	421,670
Revenue	294,692	243,359	325,620	230,061
	49,960,016	41,019,009	57,257,634	47,388,722

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

50. Revenue and cost of sale (Continued)

(3) Revenue and cost of sale from other operation

	2016		2015 (continued)	
	Revenue from other operation	Cost of sale from other operation		
Revenue from other operation	786,869	269,449	1,010,128	38,482
Cost of sale from other operation	364,767	193,559	416,042	253,806
	1,151,636	463,008	1,426,170	652,288

51. Tax and charge

	2016	2015	
Income tax	132,272	141,816	7%
Other taxes	99,173	103,554	3% 5%
Other charges	96,127	2,800	
Other taxes	55,503	40,773	
Other charges	63,360	2,247	
Income tax	21,421	135,300	3% 5%
Other taxes	24,272		
Other charges	10,971	5,721	
	503,099	433,030	

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Amount in '000)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

52. Selling and distribution expenses

	2016	2015
		()
Salaries and wages	720,700	5,812
Advertising and promotion	685,992	1,055,550
Transportation	333,922	235,326
Travel	96,219	176,25
Depreciation	68,133	111,577
Office expenses	44,307	57,885
Telephone	23,834	78,165
Other	183,873	256,152
	2,156,980	2,574,726

53. General and administrative expenses

	2016	2015
Salaries and wages	1,775,770	1,645,584
Depreciation	519,440	542,312
Transportation	254,440	187,215
Travel	252,431	255,813
Office expenses	228,404	16,356
Professional fees	175,826	71,000
Advertising and promotion	145,335	110,85
Interest expense	106,476	82,748
Other	62,905	232,646
Research and development	32,384	62,370
Other	14,070	10,760
Other	641,117	727,14
	4,208,598	4,146,83

54. Financial expenses

	2016	2015
Interest expense	1,409,223	21,180
Exchange losses	507,365	423,520
Other	142,335	72,383
Other	(175,044)	1,664
Other	134,630	110,860
	719,109	627,801

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

55. Expenses borne

	2016	2015 (in thousands)
Expenses borne	(311,400)	(413,264)
Cost of sales	35,135,856	41,526,6
Administrative expenses	5,925,685	6,235,35
Financial expenses	2,191,830	1,880,831
Other expenses	331,061	310,007
Income	719,109	627,801
Other income	817,931	1,144,002
Other expenses	333,922	235,326
Other income	519,440	542,312
Other expenses	519,311	621,705
Other income	535,228	431,046
Other expenses	14,070	10,760
Other income	423,193	41,85
Other expenses	337,318	627,150
Other income	1,074,150	1,142,715
	48,566,704	55,400,520

56. Profit/(Loss) from change in fair value

	2016	2015 (in thousands)
Financial assets at fair value through profit or loss		
1. Financial assets at fair value through profit or loss	7,776	,855
2. Financial liabilities at fair value through profit or loss	70,286	176,11
Financial liabilities at fair value through profit or loss	232,153	(151,844)
Profit/(Loss)	310,215	34,22
Income from property at fair value	75,792	65,65
Financial liabilities at fair value through profit or loss		
1. Financial liabilities at fair value through profit or loss	242,308	(117,303)
2. Financial assets at fair value through profit or loss	(14,402)	(20,650)
Profit/(Loss)	227,906	(137,53)
	613,913	(37,336)

Financial Statements Prepared in Accordance with CASBE

人民币千元 2016
()

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

57. Income tax

Income tax categories

	2016	2015
()	(232,153)	151,844
	8,695	
	855	4,28
	87,266	241,64
	361,353	3,333
		4,280

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

59. Non-operating income

(1) Non-operating income by category:

	2016	2015	2016
□ 其他收益	451,565	33,876	451,565
□ 公允价值变动收益	136,406	31,111	136,406
□ 投资收益	315,159	2,685	315,159
□ 政府补助	6,850	21,301	6,850
□ 资产处置收益	8,560	42,710	8,560
□ 其他	497,336	28,833	47,336
□ 其他收益	136,061	20,800	136,061
□ 其他	112,434	18,530	112,434
□ 其他	1,212,806	436,200	1,212,806

(2) Details of government grants

	2016	2015
□ 其他收益	430,650	236,688
□ 其他	55,970	57,654
□ 其他	10,716	4,271
□ 其他	497,336	288,333

Financial Statements Prepared in Accordance with CASBE

人民币千元 2016
(除特别说明外)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

60. Non-operating expense

	2016	2015	2016
非经常性损益	187,013	51,464	187,013
其中：			
处置非流动资产损益	171,756	47,148	171,756
政府补助	15,257	4,316	15,257
其他	1,301	2,850	1,301
公允价值变动损益	5,320	6,041	5,320
投资收益	5,008	46,011	5,008
其他	95,693	57,075	5,613
合计	16,958	253	16,581
-	311,293	173,584	311,213

61. Income attributable to equity holders

	2016	2015
归属于母公司普通股股东的净利润	985,708	17,524
归属于少数股东的净利润	(18,640)	34,301
-	967,068	51,825

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in '000)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

61. Income and expense (Continued)

	2016	2015 ()
Operating income	1,702,051	3,302,470
Operating expenses	340,144	823,244
Operating profit	(112,254)	(16,656)
Finance income	122,230	110,624
Finance expense	(1,958)	(63,761)
Income from disposal of subsidiaries	(41,584)	(167,820)
Income from disposal of associates	362,965	2,5360
Income from disposal of other subsidiaries	340,729	
Income from disposal of other associates	(38,008)	(25,525)
Income from disposal of other subsidiaries		8,810
Income from disposal of other associates	(5,302)	1,400
Income from disposal of other subsidiaries		157,330
Income from disposal of other associates	106	(18,330)
Income from disposal of other subsidiaries	967,068	51,825

62. Earning per share

(1) Basic earning per share

	2016	2015 ()
Profit attributable to equity holders of the parent	539,660	2,026,613
Less: Profit attributable to non-controlling interests	(119,792)	(51,000)
Profit attributable to equity holders of the parent (continued)	419,868	1,747,713
Weighted average number of shares outstanding ('000)	2,978,296	2,681,116
Basic earning per share (元/股)	0.14	0.74
Weighted average number of shares outstanding	0.14	0.74

Financial Statements Prepared in Accordance with CASBE

□ 31, 2016
('000)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

62. Earning per share (Continued)

(2) Diluted earning per share

...

	2016	2015
...	539,660	2,026,613
...	(119,792)	(51,000)
...		(4,113)
...	419,868	1,707,600
...	2,984,119	2,685,523
...	0.14	0.73

(a) Calculation of weighted average number of ordinary shares outstanding (diluted):

	2016	2015
...	2,978,296	2,681,116
...	5,823	17,407
...	2,984,119	2,685,523

60,000,000 (2.01%)
2,78,576,86

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
 (单位:人民币千元)
 ()

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

63. Note to the consolidated cash flow statement

(1) Cash received related to operating activities

	2016	2015
Operating activities	230,968	2,883
Investing activities	142,335	72,383
Financing activities	8,560	42,710
Net change in cash	6,850	21,301
Effect of exchange rate	86,891	55,08
	475,604	4,115

(2) Cash paid related to operating activities

	2016	2015
Operating activities	817,931	1,055,550
Investing activities	106,476	110,85
Financing activities	519,440	542,312
Net change in cash	139,636	105,61
Effect of exchange rate	333,922	111,577
	653,540	727,14
	1,999,540	2,214,162
	4,570,485	4,871,471

(3) Cash received related to investing activities

	2016	2015
Investing activities	438,526	42,884
Net change in cash	8,394	
	446,920	42,884

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

63. Note to the consolidated cash flow statement (Continued)

(4) Cash received related to other financing activities

	2016	2015
Interest received	3,755	11,388
Dividend income	-	24,555
Total	3,755	260,333

(5) Cash paid related to other financing activities

	2016	2015
Interest paid	748,489	77,430

64. Information on cash flow statement

(1) Supplemental information on the consolidated cash flow statement

(a) Reconciliation from net profit to cash flows from operating activities

	2016	2015
Net profit	734,983	2,350,645
Depreciation and amortization	2,089,634	551,170
Provision for doubtful accounts	1,687,106	1,581,255
Provision for bad debts	383,811	227,862
Provision for impairment of financial assets	120,913	71,674
Provision for impairment of non-current assets	151,788	17,588
(Increase)/decrease in prepaids	(613,913)	37,336
Increase/decrease in accounts payable	1,798,022	1,001,131
Increase/decrease in other payables	(234,410)	(776,106)
Increase/decrease in other non-current liabilities	32,384	62,370
Increase/decrease in other non-current assets	(60,668)	(61,005)
Increase/decrease in other non-current liabilities	64,998	67,280
(Decrease)/increase in other non-current assets	(451,064)	777,306
Increase/decrease in other non-current liabilities	(4,372,074)	(6,712,675)
Increase/decrease in other non-current assets	1,010,109	(2,806,543)

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)
(除特别说明外)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

64. Information on cash flow statement (Continued)

(1) Supplemental information on consolidated cash flow statement (Continued)

(b) Net increase in cash and cash equivalents

	2016	2015
经营活动产生的现金流量	6,338,667	3,251,123
投资活动产生的现金流量	3,259,123	2,352,251
筹资活动产生的现金流量	3,079,544	323,872

(2) Information on acquisition of subsidiaries and other business units during the year

	2016	2015
收购子公司及其他业务单位成本	965,036	323,615
收购子公司及其他业务单位成本	226,674	152,313
收购子公司及其他业务单位成本	738,362	171,382
收购子公司及其他业务单位成本	604,411	223,134
收购子公司及其他业务单位成本	505,556	354,060
收购子公司及其他业务单位成本	537,137	(24,541)
收购子公司及其他业务单位成本	123,640	(53,120)
收购子公司及其他业务单位成本	(20,764)	(168,518)

Financial Statements Prepared in Accordance with CASBE

in thousands of RMB yuan
 () ()
 31 December 2016

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

64. Information on cash flow statement (Continued)

(3) Information on disposal of subsidiaries or other long-term investments:

	2016	2015
1. Disposal of subsidiaries or other long-term investments	232,000	
Disposal of subsidiaries or other long-term investments	25,579	
2. Disposal of subsidiaries or other long-term investments	206,421	
Disposal of subsidiaries or other long-term investments 2016	548,257	
Disposal of subsidiaries or other long-term investments	1,374,610	
Disposal of subsidiaries or other long-term investments	203,105	
Disposal of subsidiaries or other long-term investments	(1,454,511)	
Disposal of subsidiaries or other long-term investments	(12)	

(4) Cash and cash equivalents

	31 December 2016	31 December 2015
Cash and cash equivalents	157,493	1,664
Accounts receivable	5,160,970	3,224,28
Accounts payable	20,278	33,170
Other receivables	999,926	
Other payables	6,338,667	3,250,123

Disposal of subsidiaries or other long-term investments



Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

IV. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

65. Monetary items denominated in foreign currency (Continued)

	31 December 2016		
	Functional Currency (in thousand)	Exchange Rate	in RMB
Accounts receivable	1,494,754	6.9348	10,365,819
Accounts payable	8,129	4.7985	39,006
Other receivables	73,866	7.3046	539,563
Other payables	21	8.5106	178
Prepaid expenses	458	5.0150	2,296
Other financial assets	120,285	0.0596	7,169
			10,954,031
Accounts receivable	173,740	6.9348	1,204,852
Accounts payable	34,001	0.8945	30,414
Other receivables	66,638	7.3046	486,764
Other payables	7,637	5.0150	38,300
Prepaid expenses	11,623	0.1944	2,260
Other financial assets			546,245
			2,308,835
Accounts receivable	251,773	6.9348	1,745,995
Accounts payable	58,037	0.8945	51,914
Other receivables	90,626	0.0596	5,401
Other payables	38,042	7.3046	277,882
Prepaid expenses	238	5.0150	1,194
Other financial assets	1,663	0.1944	323
			257,500
			2,340,209
Accounts receivable	3,610,978	6.9348	25,041,410
Accounts payable	148,000	0.8945	132,386
Other receivables			255,567
			25,429,363
Accounts receivable	169	6.9348	1,172

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
 (Expressed in RMB '000)

V. CHANGES IN THE SCOPE OF CONSOLIDATION

1. Business combination in ordinary enterprise equity under common control

(1) Business combination in ordinary enterprise equity under common control

The acquiree	The acquisition date	Cost of acquisition	Acquired equity percentage	Acquisition method	Deterministic accordance of the acquisition date	Cash flow			
						Repayment of the acquiree from the acquisition date to the end of the year	Net loss of the acquiree from the acquisition date to the end of the year	Cash flow from operating activities of the acquiree from the acquisition date to the end of the year	Net cash flow of the acquiree from the acquisition date to the end of the year
Reilan Maritime Shipping Ltd.	30/12/2016	842,527	100%	Business combination in ordinary enterprise equity under common control		711,218	(8,770)	48,066	158,280

(2) Reilan Maritime Shipping Ltd.

As at December 30, 2016, the carrying amount of the equity investment in Reilan Maritime Shipping Ltd. was RMB712,323,000, representing 100% of the equity of Reilan Maritime Shipping Ltd. The carrying amount of the equity investment in Reilan Maritime Shipping Ltd. was RMB14,751,000 as at December 30, 2015, and the carrying amount of the equity investment in Reilan Maritime Shipping Ltd. was RMB130,204,000 as at December 30, 2016.

Reilan Maritime Shipping Ltd.	712,323
Reilan Maritime Shipping Ltd.	130,204
Reilan Maritime Shipping Ltd.	842,527
Reilan Maritime Shipping Ltd.	47,75
Reilan Maritime Shipping Ltd.	344,552

Financial Statements Prepared in Accordance with CASBE

RMB million, 31 December 2016
(unless otherwise specified, all figures are in RMB million)

V. CHANGES IN THE SCOPE OF CONSOLIDATION (CONTINUED)

1. Business combination in obtaining enterprise not under common control (Continued)

(2) Re-lan Maoyang Ring Ltd (Continued)

	Acquisition date Fair value	Acquisition date Carrying amount	31 December 2015 Carrying amount
Investment in equity instruments	104,573	104,573	48,122
Investment in debt instruments	131,25	131,25	127,067
Investment in other financial assets	347,876	347,876	345,14
Investment in other non-current assets	2,453	2,453	2,018
Investment in other current assets	54,812	54,812	5,02
Equity	236,040	236,040	281,32
Liability	210,575	4,23	7,176
Investment in other non-current assets	1,53	1,53	1,745
Investment in other current assets	(42,78)	(42,78)	(402,086)
Investment in equity instruments	(60,2)	(60,2)	(3,122)
Investment in debt instruments	(52,866)	(52,866)	(62,216)
Investment in other financial assets	(48,036)	(6,77)	(8,712)
Total	47,75	332,50	36,30

The above table shows the changes in the scope of consolidation of the Group during the reporting period. The acquisition of Re-lan Maoyang Ring Ltd is a business combination in obtaining enterprise not under common control. The acquisition of Re-lan Maoyang Ring Ltd is a business combination in obtaining enterprise not under common control.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES

1. Equity in subsidiaries

The following table shows the equity in subsidiaries held by the Company and its subsidiaries as of December 31, 2016, and December 31, 2015:

	December 31, 2016	December 31, 2015
Total	605,351	667,221,040
Domestic subsidiaries	20	3

(1) Subsidiaries obtained through combination

(i) Domestic subsidiaries

Name	Category	Registration Place	Main Premises	Business scope	Share capital issued and information of bond	Shareholding percentage (%)	
						Direct	Indirect
1. China International Marine Container (Group) Co., Ltd. (CIMC Group)	Investment holding	China	China	Investment holding, management of investment	16,600,000	100.00%	
2. China International Marine Container (Group) Co., Ltd. (CIMC Group)	Investment holding	China	China	Investment holding, management of investment	80,000,000		100.00%
3. China International Marine Container (Group) Co., Ltd. (CIMC Group)	Investment holding	China	China	Investment holding, management of investment	24,000,000	20.00%	50.00%
4. China International Marine Container (Group) Co., Ltd. (CIMC Group)	Investment holding	China	China	Investment holding, management of investment	7,700,000		71.00%
5. China International Marine Container (Group) Co., Ltd. (CIMC Group)	Investment holding	China	China	Investment holding, management of investment	50,000,000		100.00%
6. China International Marine Container (Group) Co., Ltd. (CIMC Group)	Investment holding	China	China	Investment holding, management of investment	17,400,000	42.53%	57.47%
7. China International Marine Container (Group) Co., Ltd. (CIMC Group)	Investment holding	China	China	Investment holding, management of investment	15,000,000		100.00%

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)
(除特别说明外)

Name	Category	Registration Place	Main Premise	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
						Direct	Indirect
8	¥31,000,000	50.00%	50.00%
9	¥20,000,000		100.00%
10	¥2,480,000		100.00%
11	¥31,000,000	72.00%	20.00%
12	¥10,000,000		71.00%
13	¥602,220	1.01%	80.00%
14	5,000,000		28.20%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in million RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through combination (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
16	Shanghai Shengde Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Shipping agency, cargo handling, etc.	4,770,000	70.7%	
17	Shanghai Shengde Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Shipping agency, cargo handling, etc.	200,000,000	63.33%	
18	Shanghai Shengde Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Shipping agency, cargo handling, etc.	62,880,000	44.34%	35.25%
19	Shanghai Shengde Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Shipping agency, cargo handling, etc.	3,000,000	100.00%	
20	Shanghai Shengde Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Shipping agency, cargo handling, etc.	2,204,100	63.33%	
21	Shanghai Shengde Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Shipping agency, cargo handling, etc.	30,000,000	12.00%	88.00%
22	Shanghai Shengde Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Shipping agency, cargo handling, etc.	60,000,000	63.33%	
23	Shanghai Shengde Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Shipping agency, cargo handling, etc.	100,000,000	61.50%	
24	Shanghai Shengde Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Shipping agency, cargo handling, etc.	50,000,000	47.50%	

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
 (in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through combination (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
25	Shanghai Zhongsheng Shipping Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥25,000,000		63.33%
26	Shanghai Zhongsheng Shipping Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥12,000,000		63.33%
27	Shanghai Zhongsheng Shipping Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥137,300,000		63.33%
28	Shanghai Zhongsheng Shipping Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥10,000,000		63.33%
29	Shanghai Zhongsheng Shipping Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥70,000,000	75.00%	25.00%
30	Shanghai Zhongsheng Shipping Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥2,405,000		76.44%
31	Shanghai Zhongsheng Shipping Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥6,455,600		70.7%
32	Shanghai Zhongsheng Shipping Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥13,500,000		54.70%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through combination (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
33	Shanghai Zhongyuan (Group) Container Terminal Co., Ltd. (中远(集团)集装箱码头有限公司)	Wharf	Shanghai	Shanghai	Container terminal operation, etc.	15,500,000		100.00%
34	Shanghai Zhongyuan (Group) Container Terminal Co., Ltd. (中远(集团)集装箱码头有限公司)	Wharf	Shanghai	Shanghai	Container terminal operation, etc.	12,000,000		100.00%
35	Shanghai Zhongyuan (Group) Container Terminal Co., Ltd. (中远(集团)集装箱码头有限公司)	Wharf	Shanghai	Shanghai	Container terminal operation, etc.	5,000,000		100.00%
36	Shanghai Zhongyuan (Group) Container Terminal Co., Ltd. (中远(集团)集装箱码头有限公司)	Wharf	Shanghai	Shanghai	Container terminal operation, etc.	5,000,000		100.00%
37	Shanghai Zhongyuan (Group) Container Terminal Co., Ltd. (中远(集团)集装箱码头有限公司)	Wharf	Shanghai	Shanghai	Container terminal operation, etc.	30,000,000		100.00%
38	Shanghai Zhongyuan (Group) Container Terminal Co., Ltd. (中远(集团)集装箱码头有限公司)	Wharf	Shanghai	Shanghai	Container terminal operation, etc.	204,123,000	8.53%	1.47%
39	Shanghai Zhongyuan (Group) Container Terminal Co., Ltd. (中远(集团)集装箱码头有限公司)	Wharf	Shanghai	Shanghai	Container terminal operation, etc.	80,000,000		63.33%
40	Shanghai Zhongyuan (Group) Container Terminal Co., Ltd. (中远(集团)集装箱码头有限公司)	Wharf	Shanghai	Shanghai	Container terminal operation, etc.	212,225,100	44.33%	1.00%

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)
(除特别说明外)

Name	Category	Registration Place	Main Premise	Business Scope	Share capital information of bond	Shareholding percentage (%)	
						Direct	Indirect
41 上海外高桥保税区外高桥保税区 ()					¥3,184,100		100.00%
42 上海外高桥保税区外高桥保税区 ()					¥10,000,000		0.83%
43 上海外高桥保税区外高桥保税区 ()					¥14,000,000		100.00%
44 上海外高桥保税区外高桥保税区 ()					¥8,000,000	75.00%	25.00%
45 上海外高桥保税区外高桥保税区 ()							

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through combination (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
4	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai CIMC Container Leasing Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥70,000,000		47.50%
50	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai CIMC Container Leasing Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥80,000,000		100%
51	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai CIMC Container Leasing Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥50,000,000	100.00%	
52	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai CIMC Container Leasing Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥70,000,000		100.00%
53	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai CIMC Container Leasing Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥70,000,000		100.00%
54	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai CIMC Container Leasing Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥150,000,000	75.00%	25.00%
55	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai CIMC Container Leasing Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥1,000,000		70.00%
56	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai CIMC Container Leasing Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥224,100	63.71%	21.24%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
57	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale	Shanghai	Wholesale	Wholesale	¥254,634,100		82.00%
58	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale	Shanghai	Wholesale	Wholesale	¥25,000,000		8.20%
59	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale	Shanghai	Wholesale	Wholesale	¥5,000,000		60.00%
60	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale	Shanghai	Wholesale	Wholesale	¥60,000,000		63.33%
61	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale	Shanghai	Wholesale	Wholesale	¥500,000,000	100.00%	
62	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale	Shanghai	Wholesale	Wholesale	¥75,000,000	100.00%	
63	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale	Shanghai	Wholesale	Wholesale	¥10,000,000		63.33%
64	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale	Shanghai	Wholesale	Wholesale	¥2,7762,000		63.33%
65	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale	Shanghai	Wholesale	Wholesale	¥50,000,000	80.00%	20.00%
66	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale	Shanghai	Wholesale	Wholesale	¥140,000,000	100.00%	

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through combination (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
67	Shanghai Zhongyuan Shipping Co., Ltd. (Shanghai Zhongyuan Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	100,000,000	0.00%	100.00%
68	Shanghai Zhongyuan Shipping Co., Ltd. (Shanghai Zhongyuan Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	10,000,000		100.00%
69	Shanghai Zhongyuan Shipping Co., Ltd. (Shanghai Zhongyuan Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	2,736,154,000	100.00%	
70	Shanghai Zhongyuan Shipping Co., Ltd. (Shanghai Zhongyuan Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	15,000,000		63.33%
71	Shanghai Zhongyuan Shipping Co., Ltd. (Shanghai Zhongyuan Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	80,000,000		63.33%
72	Shanghai Zhongyuan Shipping Co., Ltd. (Shanghai Zhongyuan Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	150,000,000		100.00%
73	Shanghai Zhongyuan Shipping Co., Ltd. & Shanghai Zhongyuan Shipping Co., Ltd. (Shanghai Zhongyuan Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	150,000,000		87.40%
74	Shanghai Zhongyuan Shipping Co., Ltd. (Shanghai Zhongyuan Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	150,000,000		100.00%
75	Shanghai Zhongyuan Shipping Co., Ltd. (Shanghai Zhongyuan Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	7,000,000		100.00%
76	Shanghai Zhongyuan Shipping Co., Ltd. (Shanghai Zhongyuan Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	150,000,000		63.33%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in RMB '000)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through combination (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
77	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale and Retail Trade	Shanghai	Wholesale and Retail Trade	Wholesale and Retail Trade	¥60,000,000		54.70%
78	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale and Retail Trade	Shanghai	Wholesale and Retail Trade	Wholesale and Retail Trade & Agency	¥50,000,000		82.00%
79	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale and Retail Trade	Shanghai	Wholesale and Retail Trade	Wholesale and Retail Trade	¥6,000,000		51.00%
80	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale and Retail Trade	Shanghai	Wholesale and Retail Trade	Wholesale and Retail Trade	¥80,000,000		100.00%
81	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale and Retail Trade	Shanghai	Wholesale and Retail Trade	Wholesale and Retail Trade	¥10,000,000		60.00%
82	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale and Retail Trade	Shanghai	Wholesale and Retail Trade	Wholesale and Retail Trade	¥10,000,000		100.00%
83	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale and Retail Trade	Shanghai	Wholesale and Retail Trade	Wholesale and Retail Trade	¥80,000,000		100.00%
84	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale and Retail Trade	Shanghai	Wholesale and Retail Trade	Wholesale and Retail Trade	¥6,000,000		100.00%
85	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai Zhongyuan Shipping Agency Co., Ltd.)	Wholesale and Retail Trade	Shanghai	Wholesale and Retail Trade	Wholesale and Retail Trade	¥10,000,000		54.70%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through combination (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
86	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥150,200		65.00%
87	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥10,000,000		82.00%
88	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥158,000,000		66.24%
89	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥85,761,300		75.00%
90	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥80,000,000		54.70%
91	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥20,000,000		32.82%
92	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥1,500,000		60.00%
93	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥10,000,000		54.72%
94	Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Leasing of containers, repair and maintenance of containers, etc.	¥137,844,600		50.78%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in RMB '000)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through combination (Continued)

(i) Domestic subsidiaries (Continued)

Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
						Direct	Indirect
5 Shanghai Shengsheng Shipping Co., Ltd. (Shanghai Shengsheng Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods, domestic and foreign shipping, cargo handling, warehousing, etc.	20,000,000		70.7%
6 Shanghai Shengsheng Shipping Co., Ltd. (Shanghai Shengsheng Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods, domestic and foreign shipping, cargo handling, warehousing, etc.	200,000,000		63.33%
7 Shanghai Shengsheng Shipping Co., Ltd. (Shanghai Shengsheng Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods, domestic and foreign shipping, cargo handling, warehousing, etc.	30,000,000		100%
8 Shanghai Shengsheng Shipping Co., Ltd. (Shanghai Shengsheng Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods, domestic and foreign shipping, cargo handling, warehousing, etc.	7,475,000		75.00%
9 Shanghai Shengsheng Shipping Co., Ltd. (Shanghai Shengsheng Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods, domestic and foreign shipping, cargo handling, warehousing, etc.	50,000,000		100.00%
100 Shanghai Shengsheng Shipping Co., Ltd. (Shanghai Shengsheng Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods, domestic and foreign shipping, cargo handling, warehousing, etc.	152,500,000		63.33%
101 Shanghai Shengsheng Shipping Co., Ltd. (Shanghai Shengsheng Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods, domestic and foreign shipping, cargo handling, warehousing, etc.	1,042,267,700		100.00%
102 Shanghai Shengsheng Shipping Co., Ltd. (Shanghai Shengsheng Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods, domestic and foreign shipping, cargo handling, warehousing, etc.	600,000,000		100.00%
103 Shanghai Shengsheng Shipping Co., Ltd. (Shanghai Shengsheng Shipping Co., Ltd.)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods, domestic and foreign shipping, cargo handling, warehousing, etc.	500,000,000		100.00%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through combination (Continued)

(i) Domestic subsidiaries (Continued)

Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
						Direct	Indirect
104. 烟台中远海运集装箱有限公司 (Yantai CIMC Container Co., Ltd.)	Wholly-owned subsidiary	Yantai	Yantai	Container leasing and other related services	¥50,000,000		100.00%
105. 烟台中远海运集装箱有限公司 (Yantai CIMC Container Co., Ltd.)	Wholly-owned subsidiary	Yantai	Yantai	Container leasing and other related services	¥30,000,000		66.24%
106. 烟台中远海运集装箱有限公司 (Yantai CIMC Container Co., Ltd.)	Wholly-owned subsidiary	Yantai	Yantai	Container leasing and other related services	¥31,800,000	1.01%	80.00%
107. 烟台中远海运集装箱有限公司 (Yantai CIMC Container Co., Ltd.)	Wholly-owned subsidiary	Yantai	Yantai	Container leasing and other related services	¥25,000,000		82.00%
108. 烟台中远海运集装箱有限公司 (Yantai CIMC Container Co., Ltd.)	Wholly-owned subsidiary	Yantai	Yantai	Container leasing and other related services	¥25,000,000		82.00%
110. 烟台中远海运集装箱有限公司 (Yantai CIMC Container Co., Ltd.)	Wholly-owned subsidiary	Yantai	Yantai	Container leasing and other related services	¥35,000,000		82.00%
110. 烟台中远海运集装箱有限公司 (Yantai CIMC Container Co., Ltd.)	Wholly-owned subsidiary	Yantai	Yantai	Container leasing and other related services	¥20,000,000	50.00%	50.00%
111. 烟台中远海运集装箱有限公司 (Yantai CIMC Container Co., Ltd.)	Wholly-owned subsidiary	Yantai	Yantai	Container leasing and other related services	¥43,000,000		66.00%
112. 烟台中远海运集装箱有限公司 (Yantai CIMC Container Co., Ltd.)	Wholly-owned subsidiary	Yantai	Yantai	Container leasing and other related services	¥80,000,000		70.70%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
 (in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

(i) Domestic subsidiaries (Continued)

Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
						Direct	Indirect
113	China International Marine Container (Shanghai) Container Leasing Co., Ltd.	Shanghai	Shanghai	Container Leasing	30,000,000		63.71%
114	China International Marine Container (Shanghai) Container Leasing Co., Ltd.	Shanghai	Shanghai	Container Leasing	20,000,000		51.00%
115	China International Marine Container (Shanghai) Container Leasing Co., Ltd.	Shanghai	Shanghai	Container Leasing	20,000,000		50.78%
116	China International Marine Container (Shanghai) Container Leasing Co., Ltd.	Shanghai	Shanghai	Container Leasing	20,000,000		50.78%
117	China International Marine Container (Shanghai) Container Leasing Co., Ltd.	Shanghai	Shanghai	Container Leasing	50,000		100.00%
118	China International Marine Container (Shanghai) Container Leasing Co., Ltd.	Shanghai	Shanghai	Container Leasing	4,680,000		100.00%
119	China International Marine Container (Shanghai) Container Leasing Co., Ltd.	Shanghai	Shanghai	Container Leasing	260,000,000		51.3%
120	China International Marine Container (Shanghai) Container Leasing Co., Ltd.	Shanghai	Shanghai	Container Leasing	1		63.33%
121	China International Marine Container (Shanghai) Container Leasing Co., Ltd.	Shanghai	Shanghai	Container Leasing	18,550		100.00%
122	China International Marine Container (Shanghai) Container Leasing Co., Ltd.	Shanghai	Shanghai	Container Leasing	2,000,000		100.00%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in RMB '000)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through establishment or business combination (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
136	Shanghai E... ()					500,000	100.00%	
137	Shanghai E... ()					2,234,855,000	100.00%	
138	Shanghai E... ()					25,500,000	100.00%	1.00%
139	Shanghai E... ()					6,000		1.50%
140	Shanghai E... ()					1,000,000		54.70%
141	Shanghai E... ()					8,000,000	100.00%	
142	Shanghai E... ()					4,000	100.00%	
143	Shanghai E... ()					4,850,000		75.00%
144	Shanghai E... ()					42,500,000	100.00%	
145	Shanghai E... ()					8,724,000		63.33%
146	Shanghai E... ()					3,000,000		63.33%
147	Shanghai E... ()					100,000,000		80.00%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in '000+)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(1) Subsidiaries obtained through combination (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Region Place	Main Premise	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
148	上海外灘金融服務有限公司 (Shanghai Waiwan Financial Services Co., Ltd.)	其他類	中國	中國	金融服務	¥2,000,000	100.00%	
149	上海外灘保險經紀有限公司 (Shanghai Waiwan Insurance Brokerage Co., Ltd.)	其他類	中國	中國	保險經紀	¥50,000		100.00%
150	上海外灘保險代理有限公司 (Shanghai Waiwan Insurance Agency Co., Ltd.)	其他類	中國	中國	保險代理	¥80,000,000		51.00%
151	上海外灘保險有限公司 (Shanghai Waiwan Insurance Co., Ltd.)	其他類	中國	中國	保險	¥2,335,000,000	100.00%	
152	上海外灘保險有限公司 (Shanghai Waiwan Insurance Co., Ltd.)	其他類	中國	中國	保險	¥50,000,000		38.2%
153	上海外灘保險有限公司 (Shanghai Waiwan Insurance Co., Ltd.)	其他類	中國	中國	保險	¥6,500,000,000		15.00%
154	上海外灘保險有限公司 (Shanghai Waiwan Insurance Co., Ltd.)	其他類	中國	中國	保險	¥50,000,000		100.00%
155	上海外灘保險有限公司 (Shanghai Waiwan Insurance Co., Ltd.)	其他類	中國	中國	保險	¥500,000		100.00%
156	上海外灘保險有限公司 (Shanghai Waiwan Insurance Co., Ltd.)	其他類	中國	中國	保險	¥10		100.00%
157	上海外灘保險有限公司 (Shanghai Waiwan Insurance Co., Ltd.)	其他類	中國	中國	保險	¥1		100.00%
158	上海外灘保險有限公司 (Shanghai Waiwan Insurance Co., Ltd.)	其他類	中國	中國	保險	¥1		100.00%
159	上海外灘保險有限公司 (Shanghai Waiwan Insurance Co., Ltd.)	其他類	中國	中國	保險	¥35,700,000		100.00%

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in RMB'000)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(2) The Group does not have subsidiaries obtained through combination under common control

(3) Subsidiaries acquired through combination under non-common control

(i) Domestic subsidiaries

No.	Name	Category	Registration Place	Main Premise	Business scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
1	天津中远海运集装箱有限公司 (Tianjin CIMC Container Co., Ltd.)	其他 (Other)	天津 (Tianjin)	天津 (Tianjin)	集装箱制造、修理、销售、租赁、代理、仓储、堆存、装卸、搬运、运输、配送、信息服务、软件开发、系统集成、网络工程、设备维护、修理、改造、更新、报废、回收、处理、处置、其他。	¥100,000,000		47.50%
2	天津中远海运集装箱有限公司 (Tianjin CIMC Container Co., Ltd.)	其他 (Other)	天津 (Tianjin)	天津 (Tianjin)	集装箱制造、修理、销售、租赁、代理、仓储、堆存、装卸、搬运、运输、配送、信息服务、软件开发、系统集成、网络工程、设备维护、修理、改造、更新、报废、回收、处理、处置、其他。	¥100,000,000		45.76%
3	天津中远海运集装箱有限公司 (Tianjin CIMC Container Co., Ltd.)	其他 (Other)	天津 (Tianjin)	天津 (Tianjin)	集装箱制造、修理、销售、租赁、代理、仓储、堆存、装卸、搬运、运输、配送、信息服务、软件开发、系统集成、网络工程、设备维护、修理、改造、更新、报废、回收、处理、处置、其他。	¥10,000,000		47.50%
4	天津中远海运集装箱有限公司 (Tianjin CIMC Container Co., Ltd.)	其他 (Other)	天津 (Tianjin)	天津 (Tianjin)	集装箱制造、修理、销售、租赁、代理、仓储、堆存、装卸、搬运、运输、配送、信息服务、软件开发、系统集成、网络工程、设备维护、修理、改造、更新、报废、回收、处理、处置、其他。	¥27,840,000		100.00%
5	天津中远海运集装箱有限公司 (Tianjin CIMC Container Co., Ltd.)	其他 (Other)	天津 (Tianjin)	天津 (Tianjin)	集装箱制造、修理、销售、租赁、代理、仓储、堆存、装卸、搬运、运输、配送、信息服务、软件开发、系统集成、网络工程、设备维护、修理、改造、更新、报废、回收、处理、处置、其他。	¥86,846,680		100.00%
6	天津中远海运集装箱有限公司 (Tianjin CIMC Container Co., Ltd.)	其他 (Other)	天津 (Tianjin)	天津 (Tianjin)	集装箱制造、修理、销售、租赁、代理、仓储、堆存、装卸、搬运、运输、配送、信息服务、软件开发、系统集成、网络工程、设备维护、修理、改造、更新、报废、回收、处理、处置、其他。	¥16,682,000	47.50%	52.50%
7	天津中远海运集装箱有限公司 (Tianjin CIMC Container Co., Ltd.)	其他 (Other)	天津 (Tianjin)	天津 (Tianjin)	集装箱制造、修理、销售、租赁、代理、仓储、堆存、装卸、搬运、运输、配送、信息服务、软件开发、系统集成、网络工程、设备维护、修理、改造、更新、报废、回收、处理、处置、其他。	¥28,500,000		4.74%
8	天津中远海运集装箱有限公司 (Tianjin CIMC Container Co., Ltd.)	其他 (Other)	天津 (Tianjin)	天津 (Tianjin)	集装箱制造、修理、销售、租赁、代理、仓储、堆存、装卸、搬运、运输、配送、信息服务、软件开发、系统集成、网络工程、设备维护、修理、改造、更新、报废、回收、处理、处置、其他。	¥18,301,100		55.10%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries accounted for through combination under non-common control (Continued)

(i) Domestic subsidiaries (Continued)

Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
						Direct	Indirect
Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholly-owned subsidiary	Shanghai	Shanghai	Container leasing, container repair, etc.	23,000,000	100.00%	
10. Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholly-owned subsidiary	Shanghai	Shanghai	Container leasing, container repair, etc.	434,300,800	63.33%	
11. Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholly-owned subsidiary	Shanghai	Shanghai	Container leasing, container repair, etc.	85,340,000	63.33%	
12. Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholly-owned subsidiary	Shanghai	Shanghai	Container leasing, container repair, etc.	75,532,000	70.7%	
13. Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholly-owned subsidiary	Shanghai	Shanghai	Container leasing, container repair, etc.	4,500,000	70.00%	
14. Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholly-owned subsidiary	Shanghai	Shanghai	Container leasing, container repair, etc.	34,100,000	100.00%	
15. Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholly-owned subsidiary	Shanghai	Shanghai	Container leasing, container repair, etc.	20,000,000	80.00%	
16. Shanghai CIMC Container Leasing Co., Ltd. (Shanghai)	Wholly-owned subsidiary	Shanghai	Shanghai	Container leasing, container repair, etc.	60,808,400	70.7%	

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries acquired through combination under non-common control (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
17	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	¥32,000,000		70.7%
18	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	¥115,000,000		70.7%
19	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	¥40,000,000		70.7%
20	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	¥50,000,000		70.7%
21	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	¥100,000,000		56.63%
22	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	¥1,300,000		60.00%
23	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	¥22,110,000		7.8%
24	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and retail trade	Shanghai	Shanghai	Wholesale and retail trade of general goods	¥125,800,000		83.47%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in '000+)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries accounted for through combination under non-common control (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
25	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥200,000,000		7.8%
26	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥2,000,000		7.8%
27	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥66,000,000		47.50%
28	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥25,000,000		38.2%
2	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥10,000,000		4.20%
30	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥88,000,000		70.7%
31	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥51,560,000		75.00%
32	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥21,300,000		51.00%
33	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥145,000,000		45.00%
34	Shanghai Zhongyuan Shipping Agency Co., Ltd. (Shanghai)	Wholesale and Retail Trade	Shanghai	Shanghai	Wholesale and Retail Trade	¥133,700,000		75.00%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries acquired through combination under non-common control (Continued)

(i) Domestic subsidiaries (Continued)

Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
						Direct	Indirect
35	Shanghai	Shanghai	Shanghai	Shanghai	1,150,000		75.00%
36	Shanghai	Shanghai	Shanghai	Shanghai	12,516,400		75.00%
37	Shanghai	Shanghai	Shanghai	Shanghai	10,000,000		75.00%
38	Shanghai	Shanghai	Shanghai	Shanghai	10,000,000		75.00%
39	Shanghai	Shanghai	Shanghai	Shanghai	10,000,000		75.00%
40	Shanghai	Shanghai	Shanghai	Shanghai	50,000,000		75.00%
41	Shanghai	Shanghai	Shanghai	Shanghai	5,628,800		75.00%
42	Shanghai	Shanghai	Shanghai	Shanghai	7,500,000		70.00%
43	Shanghai	Shanghai	Shanghai	Shanghai	7,513,000		70.00%
44	Shanghai	Shanghai	Shanghai	Shanghai	30,000,000		45.00%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries accounted for through combination under non-common control (Continued)

(i) Domestic subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
45	上海外灘保險經紀有限公司 (Shanghai Wanchan Insurance Brokerage Co., Ltd.)	Other	Shanghai	Shanghai	代理各類保險業務 代理各類保險業務 代理各類保險業務	¥500,000,000		66.24%
46	上海外灘保險經紀有限公司 (Shanghai Wanchan Insurance Brokerage Co., Ltd.)	Other	Shanghai	Shanghai	代理各類保險業務 代理各類保險業務 代理各類保險業務	¥10,000,000		66.24%
47	上海外灘保險經紀有限公司 (Shanghai Wanchan Insurance Brokerage Co., Ltd.)	Other	Shanghai	Shanghai	代理各類保險業務 代理各類保險業務 代理各類保險業務	¥25,000,000		43.20%
48	上海外灘保險經紀有限公司 (Shanghai Wanchan Insurance Brokerage Co., Ltd.)	Other	Shanghai	Shanghai	代理各類保險業務 代理各類保險業務 代理各類保險業務	¥20,421,000		83.12%
49	上海外灘保險經紀有限公司 (Shanghai Wanchan Insurance Brokerage Co., Ltd.)	Other	Shanghai	Shanghai	代理各類保險業務 代理各類保險業務 代理各類保險業務	¥1,570,000,000		66.24%
50	上海外灘保險經紀有限公司 (Shanghai Wanchan Insurance Brokerage Co., Ltd.)	Other	Shanghai	Shanghai	代理各類保險業務 代理各類保險業務 代理各類保險業務	¥158,000,000		66.24%
51	上海外灘保險經紀有限公司 (Shanghai Wanchan Insurance Brokerage Co., Ltd.)	Other	Shanghai	Shanghai	代理各類保險業務 代理各類保險業務 代理各類保險業務	¥50,000,000		42.47%
52	上海外灘保險經紀有限公司 (Shanghai Wanchan Insurance Brokerage Co., Ltd.)	Other	Shanghai	Shanghai	代理各類保險業務 代理各類保險業務 代理各類保險業務	¥35,000,000		50.00%
53	上海外灘保險經紀有限公司 (Shanghai Wanchan Insurance Brokerage Co., Ltd.)	Other	Shanghai	Shanghai	代理各類保險業務 代理各類保險業務 代理各類保險業務	¥30,000,000		50.00%

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in RMB '000)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries acquired through combination under non-common control (Continued)

(ii) Overseas subsidiaries

No.	Name	Category	Registration Place	Main Premise	Business scope	Share capital issued and information of bond	Shareholding percentage (%)		
							Direct	Indirect	
54	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	1,550,000		63.33%	
55	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	1,35,627,088	1,001,000		70.7 %
56	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	841,267			100.00%
57	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	14,040,000			70.7 %
58	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	136,200			70.7 %
59	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	682,500			70.7 %
60	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	8,000,000			78.14%
61	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	500,000			70.7 %
62	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	123,155.5			100.00%
63	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	18,151,21			63.33%
64	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	15,25			63.33%
65	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	45,378.02			100.00%
66	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	150,000			70.7 %
67	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	3,245,000			63.33%
68	Shanghai International Container Terminal (Group) Co., Ltd.	Wholly-owned subsidiary	China	China	Container terminal operation	1,600			70.7 %

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries accounted for through combination under non-common control (Continued)

(ii) Overseas subsidiaries (Continued)

Name	Category	Registration Place	Main Premises	Business Scope	Shareholding percentage (%)	
					Share capital issued and information of bond	Direct	Indirect
6					248,000	63.33%
70					1,000,000	70.7 %
71					10,000,000	63.33%
72					50,000	60.00%
73					1,000,000	60.00%
74					5,441,15	100.00%
					303,122,013	
75					2	100.00%
76					2	100.00%
77					30,000,000	100.00%
78					100	60.00%
79					1,000,000	100.00%
80					1	100.00%
81					16,000,000	70.7 %

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(3) Subsidiaries acquired through combination under non-common control (Continued)

(ii) Overseas subsidiaries (Continued)

No.	Name	Category	Registration Place	Main Premises	Business Scope	Share capital issued and information of bond	Shareholding percentage (%)	
							Direct	Indirect
82	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	13,543,000	60.00%	
83	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	1,000,000	0.00%	
84	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	3,884,303	100.00%	
85	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	6,600,000	75.00%	
86	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	8,300,000	63.33%	
87	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	10,000,000	70.00%	
88	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	5,000,000	70.00%	
89	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	322,471,152	78.14%	
90	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	1,108	100.00%	
91	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	1	100.00%	
92	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	1	100.00%	
93	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	50,000	70.7%	
94	CHINA MARINE CONTAINER (HONG KONG) LIMITED	Other	Hong Kong	Hong Kong	Container, related services	2,041,111	63.33%	

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(4) Subsidiaries with significant minority interest

	Minority interest	Net Profit attributable to minority interest in 2016	Dividend attributable to minority interest in 2016	Grand total Minority Interest on 31 December 2016
	29.21%	(278,542)	47,516	1,650,200

	As at 31 December 2016					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
	9,542,728	3,345,695	12,888,423	5,735,979	1,850,379	7,586,358

	31 December 2015					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
	8,816,06	3,45,320	12,312,226	4,418,487	1,428,267	5,846,754

	2016			
	Revenue	Net profit	Total comprehensive income	Cash flow from operating activities
	7,968,403	(936,680)	(1,035,414)	1,079,743

	2015			
	Revenue	Net profit	Total comprehensive income	Cash flow from operating activities
	8,241,333	536,213	48,011	664,747

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

1. Equity in subsidiaries (Continued)

(5) Significant partial disposal of subsidiary equity in current year (not including control)

(1)	18	2016	300,000,000	27.45%
			215,848,000	

(6) The acquisition of significant minority interest in held equity

(1)	8	2016	12,003,360	
		2014	8,402,756	
			51.32%	54.34%

	21	2016	0,110,022	0.74-0.85
		2016	43,070,000	(3,310,000)
			54.34%	77.72%

	2016	7	2016	
	2016		1,628,544	7,560,000
			6,426,000	0.85
			77.72%	78.14%

			151,543,000	
--	--	--	-------------	--

(1)	18	2016	25.10%
			213,620,000
		100%	141,055,000

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

2. Equity in associate and joint venture

(1) Basic information of major associate and joint venture

	Main Premise	Registration Place	Name of the line	Strategic group or no	Shareholding ratio -Direct	Shareholding ratio -Indirect
China International Marine Container (Group) Co., Ltd.						38.25%
China International Marine Container (Group) Co., Ltd.						33.12%
China International Marine Container (Group) Co., Ltd.						15.58%
China International Marine Container (Group) Co., Ltd.						40.00%
China International Marine Container (Group) Co., Ltd.						13.42%
China International Marine Container (Group) Co., Ltd.						30.00%
China International Marine Container (Group) Co., Ltd.						30.00%
China International Marine Container (Group) Co., Ltd.						45.00%

(2) Core financial information of major joint venture

	NKY Zhenhua		Y&C Engine	
	31December 2016	31December 2015	31December 2016	31December 2015
Assets	47,255	27,452	99,014	51,634
Liabilities	22,113	36,670	221,598	12,613
Net assets	69,368	64,122	320,612	181,247
Revenue	109,095	114,064	625,900	638,726
Profit	178,463	178,186	946,512	81,73
Operating profit	27,429	2,18	494,577	373,20
Net profit	3,129	1,265	60,382	5,102
Operating cash flow	30,558	30,463	554,959	432,311

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

2. Equity in associate and joint venture (Continued)

(2) Core financial information of major joint venture (Continued)

	NKY Zhenhua		Y&C Engine	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Investment				

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(Unit: RMB '000)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

2. Equity in associate and joint venture (Continued)

(3) Core financial information of major associate

	Lijia Energy		Shanghai Fengang		TSC		Lijia Shipping		China Fire Safe		Shanghai Investment	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015	31 December 2016	31 December 2015	31 December 2016	31 December 2015	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Investment	44,908	148,410	104,944	403,478	190,589	244,611	96,552	163	132,576	105,051	16,413	
Share of net assets	833,315	611,863	462,820	875,073	2,739,011	2,304,555	46,822	6,318	468,249	55,415	176,743	

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

2. Equity in associate and joint venture (Continued)

(3) Core financial information of major associate (Continued)

	Lijia Energy		Shanghai Fengang		TSC		Jiajia Shipping		China Fire Safe		Shanghai International	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015	31 December 2016	31 December 2015	31 December 2016	31 December 2015	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Investment	1,228,536	1,183,231	66,867	1,614,36	1,006,280	1,481,12	67,924	66,510.0	471,252	565,178		
Share of profit	72,160	26,522	11,758	51,525	30,147	115,227	96,543	12,757	30,427	30,444	(4,944)	
Share of other comprehensive income					(1,507)				2,818	4,520		
Share of net assets	72,160	26,522	11,758	51,525	28,640	115,227	96,543	12,757	33,245	34,64	(4,944)	
Share of net assets at the beginning of the period		(10,752)	(220,000)									

(1) Investment in Lijia Energy, Shanghai Fengang, TSC, Jiajia Shipping, China Fire Safe and Shanghai International are accounted for as equity-accounted investees. The share of profit and share of other comprehensive income are recognized in the consolidated financial statements. The share of net assets is recognized in the consolidated financial statements as equity-accounted investees.

Financial Statements Prepared in Accordance with CASBE

(Currency: RMB '000) 31 December 2016

VI. EQUITY IN OTHER ENTITIES (CONTINUED)

2. Equity in associate and joint venture (Continued)

(4) Summary of information of insignificant associate and joint venture

	2016	2015
Investment		
Initial investment at the beginning of the year	229,293	123,61
Change in investment during the year		
Addition of investment	16,828	15,486
Disposal of investment	(16,828)	(15,486)
Change in investment	16,828	15,486
Investment at the end of the year	512,941	413,673
Share of net profit and other comprehensive income		
Share of net profit	10,760	6,472
Share of other comprehensive income	10,760	6,472

(i) The amount of net profit and other comprehensive income take the fair value of identifiable assets and liabilities, and the effect of the uniform accounting policies in consideration.

(5) Excess deficit of associate and joint venture

There is no excess deficit of associate and joint venture in 2016.

VII. EQUITY OF THE STRUCTURED BODY NOT INCLUDED IN THE CONSOLIDATION RANGE OF THE CONSOLIDATED FINANCIAL STATEMENTS

There is no equity of the structured body not included in the consolidation range of the consolidated financial statements in 2016.

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
 (Expressed in RMB'000)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS

- The company does not have an ultimate holding company.
- For the information on the subsidiaries of the company, refer to Note VI.1.
- For the information about the joint venture and associates of the Company, refer to Note VI.2.

	Main place of business	Registered Address	The nature of the business	The group's principal activities	Shareholding percentage direct	Shareholding percentage indirect
China International Marine Container (Group) Co., Ltd.						50.00%
China International Marine Container (Group) Co., Ltd.						40.00%
China International Marine Container (Group) Co., Ltd.						20.00%
China International Marine Container (Group) Co., Ltd.						35.00%
China International Marine Container (Group) Co., Ltd.						2.00%
China International Marine Container (Group) Co., Ltd.						16.40%
China International Marine Container (Group) Co., Ltd.						12.50%
China International Marine Container (Group) Co., Ltd.						30.00%
China International Marine Container (Group) Co., Ltd.						30.00%
China International Marine Container (Group) Co., Ltd.						20.00%
China International Marine Container (Group) Co., Ltd.						30.00%

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in RMB '000)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transactions

The Group has entered into the following related party transactions during the reporting period:

(1) Purchase of goods and receiving of services

The Group

		2016 Amount	2015 Amount
China International Marine Container (Group) Co., Ltd.	Transportation services	301,945	524,618
China International Marine Container (Group) Co., Ltd.	Transportation services	101,317	41,817
China International Marine Container (Group) Co., Ltd.	Transportation services	76,521	
China International Marine Container (Group) Co., Ltd.	Transportation services	67,117	
China International Marine Container (Group) Co., Ltd.	Transportation services	65,225	16,056
China International Marine Container (Group) Co., Ltd.	Transportation services	53,877	278,051
China International Marine Container (Group) Co., Ltd.	Transportation services	42,536	
China International Marine Container (Group) Co., Ltd.	Transportation services	19,117	51,187
China International Marine Container (Group) Co., Ltd.	Transportation services	13,670	13,306
China International Marine Container (Group) Co., Ltd.	Transportation services	20,440	1,507
Total		761,765	1,077,632
		7,369	735

The Company

China International Marine Container (Group) Co., Ltd. (54).5(4).

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(Amount in '000)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transaction (Continued)

(2) Sale of goods and rendering of service

The Group

	2016 Amount	2015 Amount
Revenue	247,240	144,062
Cost of sales	159,688	188,413
Expenses	124,800	835,084
Income	42,518	
Expenses	22,700	158,007
(Income) / Expenses	19,454	
Net income	8,645	
Net expenses	8,359	13
Net income	228	171
Net expenses		137
Net income	27,777	13,413
Total	661,409	1,348,380
Total	31,404	21,088

Financial Statements Prepared in Accordance with CASBE

(in million RMB)
(除特别说明外，货币单位均为人民币百万元)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transaction (Continued)

(4) Other related party transaction

(i) Shareholding of the Company by related parties as of December 31, 2016 (continued from page 28)

Name	Position	Number of granted share option (in '0000)
China International Marine Container (Group) Co., Ltd.	Director	285
China International Marine Container (Group) Co., Ltd.	Director	75
China International Marine Container (Group) Co., Ltd.	Director	75
China International Marine Container (Group) Co., Ltd.	Director	65
China International Marine Container (Group) Co., Ltd.	Director	7
China International Marine Container (Group) Co., Ltd.	Director	75
China International Marine Container (Group) Co., Ltd.	Director	37.5
China International Marine Container (Group) Co., Ltd.	Director	64
China International Marine Container (Group) Co., Ltd.	Director	75
Total		851.2

(ii) Shareholding of the Company by related parties as of December 31, 2016

Name	Position	Number of granted share option (in '0000)
China International Marine Container (Group) Co., Ltd.	Director	50
China International Marine Container (Group) Co., Ltd.	Director	25
China International Marine Container (Group) Co., Ltd.	Director	1.0
China International Marine Container (Group) Co., Ltd.	Director	140
China International Marine Container (Group) Co., Ltd.	Director	12.8
Total		534.8

As of December 28, 2016, the Company has granted share options to related parties with a total number of 3,000,000 shares.

As of December 31, 2016, the Company has granted share options to related parties with a total number of 851.2 shares.

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
 (Expressed in thousands of RMB)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transaction (Continued)

(4) Other related party transaction (Continued)

(ii) Emoluments of the directors, supervisor and senior management of the Company

The following table shows the emoluments of the directors, supervisor and senior management of the Company as at December 31, 2016

Name	Registration	Emoluments for other management service of the Company or subsidiaries				Total	
		Salary and allowance	Pension	Bonus	Other		
Director							
Mr. Wang	()						
Mr. Zhang	()						
Mr. Li	()	2,660	64	2,805	444	5,973	
Mr. Chen	()						
Mr. Sun	()						
Mr. Zhou	()						
Mr. Wu	()	200				200	
Mr. Zhao	()	200				200	
Mr. Qian	()						
Mr. Xie	()	200				200	
Mr. Xu	()	600	2,660	64	2,805	444	6,573

() as at December 31, 2016, 2015, and 2014, respectively.

Financial Statements Prepared in Accordance with CASBE

人民币千元 31,1231 2016
() ()

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transaction (Continued)

(4) Other related party transaction (Continued)

(ii) Emoluments of the directors, supervisor and senior management of the Company (Continued)

人民币千元 31,1231 2016
() ()

Name	Report period	Emoluments for other management officers of the Company or subsidiaries				Total
		Salary and allowance	Pension	Bonus	Other	
Director	()	236	39	54	12	341
Supervisor	(), (-)					
Senior management	()					
Senior management	(-)					
Total		236	39	54	12	341

() 2016, 2015, ...
() 31, 2016, 2015, ...
() 20, 2016, 2016, ...

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in RMB '000)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transactions (Continued)

(4) Other related party transactions (Continued)

(ii) Emoluments of the directors, supervisor and senior management of the Company (Continued)

As at December 31, 2016

Name	Registration	Emoluments for other management service of the Company or subsidiaries				Total
		Salary and allowance	Pension	Bonus	Other	
Other Senior Executive						
Mr. Zhang		1,325	107	1,220	31	2,683
Mr. Wang		886	105	1,130	31	2,152
Mr. Li		1,379	107	1,220	31	2,737
Mr. Chen		1,325	92	1,220	25	2,662
Mr. Sun		864		1,220		2,084
Mr. Zhou		1,439	89	620	22	2,170
Mr. Hu		1,325		1,140		2,465
Mr. Gao						(-)
Mr. Qian						(-)
Mr. Xie		1,013	71	660	31	1,775
Mr. Xu		1,444	64	1,100	31	2,639
Total		11,000	635	9,530	202	21,367
		600	13,896	738	12,389	28,281

(-) represents nil value. 2016

As at December 31, 2016.

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transactions (Continued)

(4) Other related party transactions (Continued)

(i) Significant transactions with related parties (Continued)

本集团与关联方在报告期内发生的重大关联交易如下:

	2016年12月31日		2015年12月31日		2015年1-12月	
	人民币千元	美元	人民币千元	美元	人民币千元	美元
Director						
- 董事						
- 薪酬						
- 福利						
- 其他						
- 合计	3,022	44	3,280	27	6,373	
- 薪酬	200				200	
- 福利	200				200	
- 其他	200				200	
- 合计	600	3,022	44	3,280	27	6,73

Financial Statements Prepared in Accordance with CASBE

人民币千元 31,1231 2016
() ()

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transaction (Continued)

(4) Other related party transaction (Continued)

(ii) Emoluments of the directors, supervisor and senior management of the Company (Continued)

人民币千元 31,1231 2015
()

	2015					
	Salary	Supervisor	Director	Senior Management	Total	
Other Senior Executive	1,260			2,460	3,720	
Director	1,261	77	1,000	27	3,265	
Supervisor	01	75	1,620	27	2,623	
Senior Management	1,375	77	1,504	27	2,983	
Director	1,31	75	1,780	27	3,201	
Supervisor	1,378	13	2,800	8	4,199	
Senior Management	1,068	64	1,705	16	2,853	
Director	1,204		1,860		3,064	
Supervisor	1,215		2,460		3,675	
Senior Management	1,405	44	2,050	27	3,526	
Total	12,386	425	20,130	15	33,100	
2016	600	15,626	502	23,473	17	40,388

() 2015

2015.

(iii) Termination benefits for directors

2016, (2015).

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

VIII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

5. Related party transaction (Continued)

(4) Other related party transaction (Continued)

(iv) Consideration paid to third parties for service of directors

2016, 1,000,000 (2015, 1,000,000).

(v) Loans, quasi-loans offered and other transactions with directors, legal entities controlled by directors and their related persons

As at December 31, 2016, 1,000,000 (As at December 31, 2015, 1,000,000).

(vi) Significant interest of directors in transactions, arrangement and contracts.

2016, 1,000,000 (2015, 1,000,000).

6. Receivable due from and payable due to related parties

1.4, 1,000,000

1.5, 1,000,000

1.6, 1,000,000

1.12, 1,000,000

1.22, 1,000,000

1.28, 1,000,000

1.34, 1,000,000

1.2, 1,000,000

7. Commitment in relation to related parties

As at December 31, 2016, 1,000,000 (As at December 31, 2015, 1,000,000).

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(in thousands of RMB)

IX. SHARE-BASED PAYMENTS

1. Information about share-based payments

	2016	2015
Number of shares granted	0	0
Number of shares cancelled	757,000	1,211,000
Number of shares vested	1,816,000	1,816,000
Weighted average share price		
1. Shares granted		
2010	2.00	2.48
2011	11.24	11.24
2012	2.80	4.82
2013	4.82	7.43
2014	7.43	10.55
2015	10.55	16.08
2016	16.08	3.74
2. Shares cancelled		
2010	3.74	3.74
2011	3.74	3.74
2012	3.74	3.74
2013	3.74	3.74
2014	3.74	3.74
2015	3.74	3.74
2016	3.74	3.74
Weighted average share price	32,384	62,370

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in '000 RMB)

IX. SHARE-BASED PAYMENTS (CONTINUED)

2. Information on equity-settled share-based payments

(1) Information on equity-settled share-based payments of Enric

As at 31 December 2016, the Company has granted 11,200 restricted share units to employees. The weighted average fair value of the restricted share units granted is 43,750,000 RMB. The vesting period is 4 years.

As at 31 December 2015, the Company has granted 2,300 restricted share units to employees. The weighted average fair value of the restricted share units granted is 38,200,000 RMB. The vesting period is 2.48 years.

As at 31 December 2014, the Company has granted 5,000 restricted share units to employees. The weighted average fair value of the restricted share units granted is 38,420,000 RMB. The vesting period is 11.24 years.

	2016 '000	2015 '000
Cost of equity-settled share-based payments	86,599	0,863
Cost of cash-settled share-based payments	(1,211)	(4,144)
Cost of cash-settled share-based payments	(1,776)	(120)
Cost of cash-settled share-based payments	(40)	
Total	83,572	86,5

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

IX. SHARE-BASED PAYMENTS (CONTINUED)

2. Information on equity-settled share-based payments (Continued)

(2) Information on equity-settled share-based payments of the Company (Continued)

	2016 '000	2015 '000
Cost of share-based payments	25,986	46,25
▼ Cost of restricted shares	(757)	(1,05)
▼ Cost of restricted shares		(1,103)
▼ Cost of restricted shares		(75)
Cost of share-based payments	25,229	25,86

(3) Basis of the best estimate of the number of equity instruments expected to be issued:

As at December 31, 2016, the best estimate of the number of equity instruments expected to be issued is based on the number of equity instruments granted, less the number of equity instruments that are expected to be forfeited, less the number of equity instruments that are expected to be cancelled, less the number of equity instruments that are expected to be repurchased.

As at December 31, 2016, the best estimate of the number of equity instruments expected to be issued is based on the number of equity instruments granted, less the number of equity instruments that are expected to be forfeited, less the number of equity instruments that are expected to be cancelled, less the number of equity instruments that are expected to be repurchased.	420,004
As at December 31, 2016, the best estimate of the number of equity instruments expected to be issued is based on the number of equity instruments granted, less the number of equity instruments that are expected to be forfeited, less the number of equity instruments that are expected to be cancelled, less the number of equity instruments that are expected to be repurchased.	32,384
As at December 31, 2016, the best estimate of the number of equity instruments expected to be issued is based on the number of equity instruments granted, less the number of equity instruments that are expected to be forfeited, less the number of equity instruments that are expected to be cancelled, less the number of equity instruments that are expected to be repurchased.	32,384

Financial Statements Prepared in Accordance with CASBE

□ 31, 2016
('000)

X. CONTINGENCIES

1. Contingent liabilities

As at 31 December 2016, the Company has contingent liabilities of RMB25,320,000 (31 December 2015: RMB8,225,000 (RMB53,410,000)).

As at 31 December 2016, the Company has contingent liabilities of RMB5,640,000 (31 December 2015: RMB38,150,000).

As at 31 December 2016, the Company has contingent liabilities of RMB1,778,000 (31 December 2015: RMB26,530,000).

2. Guarantees provided for external parties

As at 31 December 2016, the Company has provided guarantees of RMB382,000,000 (31 December 2015: RMB477,500,000).

As at 31 December 2016, the Company has provided guarantees of RMB1,031,416,000 (31 December 2015: RMB80,315,000).

As at 31 December 2016, the Company has provided guarantees of RMB733,443,000 (31 December 2015: RMB537,417,000).

As at 31 December 2016, the Company has provided guarantees of RMB386,870,000 (31 December 2015: RMB386,870,000).

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

X. CONTINGENCIES (CONTINUED)

3. Non-liable incurred but not accounted for, outstanding letter of credit incurred but not due and outstanding performance guarantee

At the end of the reporting period, the Company has issued letters of credit for a total amount of RMB 35,125,000 (at the end of the reporting period on 31 December 2016, the amount was RMB 207,888,000, of which RMB 1,143,013,000 (31 December 2015: RMB 1,022,074,000).

At the end of the reporting period, the Company has issued performance guarantees for a total amount of RMB 20,000,000 (at the end of the reporting period on 31 December 2016, the amount was RMB 138,740,000), of which RMB 15,000,000 (at the end of the reporting period on 31 December 2015, the amount was RMB 1,053,740,000).

At the end of the reporting period, the Company has issued letters of credit for a total amount of RMB 130,565,000 (at the end of the reporting period on 31 December 2016, the amount was RMB 106,120,000 (at the end of the reporting period on 31 December 2015: RMB 736,154,000)), of which RMB 21,753,000 (at the end of the reporting period on 31 December 2016, the amount was RMB 150,004,000 (at the end of the reporting period on 31 December 2015: RMB 86,776,000)).

At the end of the reporting period, the Company has issued letters of credit for a total amount of RMB 77,018,000 (at the end of the reporting period on 31 December 2016, the amount was RMB 420,801,000 (at the end of the reporting period on 31 December 2015: RMB 358,177,000 (31 December 2015: RMB 777,036,000)).

At the end of the reporting period, the Company has issued letters of credit for a total amount of RMB 442,000 (31 December 2015: RMB 0).

At the end of the reporting period, the Company has issued letters of credit for a total amount of RMB 7,800 (at the end of the reporting period on 31 December 2016, the amount was RMB 2,844,000 (at the end of the reporting period on 31 December 2015: RMB 2,046,000 (31 December 2015: RMB 0)).

At the end of the reporting period, the Company has issued letters of credit for a total amount of RMB 10,478,000 (31 December 2015: RMB 0).

At the end of the reporting period, the Company has issued letters of credit for a total amount of RMB 682,818,000 (at the end of the reporting period on 31 December 2016, the amount was RMB 372,613,000 (31 December 2015: RMB 3,587,000 (31 December 2015: RMB 22,867,000 (31 December 2015: RMB 247,751,000 (31 December 2015: RMB 625,311,000)).

At the end of the reporting period, the Company has issued letters of credit for a total amount of RMB 28,360,000 (31 December 2016: RMB 17,488,000 (31 December 2015: RMB 1,708,000 (31 December 2015: RMB 7,200,000 (31 December 2015: RMB 2,000,000)).

At the end of the reporting period, the Company has issued letters of credit for a total amount of RMB 42,125,000 (31 December 2016: RMB 0 (31 December 2015: RMB 0)).

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

X. CONTINGENCIES (CONTINUED)

4. Significant pending litigation

As at December 31, 2016, the Company has no significant pending litigation. As at December 31, 2015, the Company has no significant pending litigation. The Company has provided a provision of RMB 2,000,000 for the litigation case of the Company's subsidiary, CIMC Heavy Industry Co., Ltd. (2015). As at December 31, 2016, the Company has provided a provision of RMB 13,874,000 for the litigation case of the Company's subsidiary, CIMC Heavy Industry Co., Ltd. (2015). As at December 31, 2015, the Company has provided a provision of RMB 12,870,000 for the litigation case of the Company's subsidiary, CIMC Heavy Industry Co., Ltd. (2015).

XI. COMMITMENTS

1. Significant commitments

(1) Capital commitments

	2016	2015
Capital commitments for the acquisition of property, plant and equipment	108,730	10,657
Capital commitments for the acquisition of intangible assets	129,423	556,006
Capital commitments for the acquisition of subsidiaries	179,633	383,48
Capital commitments for the acquisition of other assets		10,02
Total	417,786	60,181

	31 December 2016	31 December 2015
Capital commitments for the acquisition of other assets		10,02

(2) Operating lease commitments

The Company has entered into operating lease contracts for the use of property, plant and equipment. The lease terms are generally 1 to 3 years.

	2016	2015
Operating lease commitments for the use of property, plant and equipment	45,683	45,565
Operating lease commitments for the use of intangible assets	26,155	32,4
Operating lease commitments for the use of other assets	20,690	20,454
Operating lease commitments for the use of other assets	49,420	70,025
Total	141,948	168,543

As at December 31, 2016, the Company has no significant operating lease commitments. As at December 31, 2015, the Company has no significant operating lease commitments. The Company has provided a provision of RMB 88,124,000 (2015: 67,600,000).

Financial Statements Prepared in Accordance with CASBE

□ 31, 2016
('000+)
()

XII. EVENTS AFTER THE BALANCE SHEET DATE

1. Dividend distribution after the balance sheet date

(1)	17,887
-----	--------

(1) Dividend for ordinary share proposed after the balance sheet date

27, 2017,	17,887,000	0.06	31, 2016 (2015 0.22,
655,120,000).			

XIII. SEGMENT REPORTING

The Company's operations are divided into segments based on the nature of products and services. The segments are: Container, Logistics, and Other. The Company's management reports financial information for each segment. The segments are reported in the following table:

1. Segment profit, loss, assets and liabilities

The following table shows the segment profit, loss, assets and liabilities for the Company for the periods indicated. The amounts are in RMB million.

The Company's segment profit, loss, assets and liabilities are as follows:

Container: ()

Logistics: ()

Other: ()

Financial Statements Prepared in Accordance with CASBE

As at December 31, 2016
(Expressed in thousands of RMB)

XIII. SEGMENT REPORTING (CONTINUED)

1. Segment profit, loss, assets and liabilities (Continued)

The following table shows the segment profit, loss, assets and liabilities of the Company as at December 31, 2016, and the changes in the segment profit, loss, assets and liabilities during the period.

Item	Container 2016	Road transportation vehicle 2016	Energy and chemical & food equipment 2016	Offshore pipeline 2016	Airport facilities 2016	Logistics service 2016	Finance 2016	Property development 2016	Health club 2016	Other 2016	Elimination between segments 2016	Total 2016
Total assets	10,521,948	14,462,631	9,093,044	459,747	3,213,229	7,081,494	2,302,412	895,106	1,641,820	1,440,221		51,111,652
Total liabilities	545,051	232,051	260,742	3,845,883		47,962		(172,016)	83,946	779,355	(5,622,974)	
Total assets less liabilities	9,672,008	11,838,314	7,414,373	3,809,783	2,496,377	6,300,173	1,012,075	379,143	1,685,239	1,930,739	(5,519,215)	41,019,009
Change in total assets less liabilities	(998)	(3,107)	(2,070)		14,585	61,632	17,403	4,703	1,946	(6,828)		87,266
Change in total assets	18,016	152,894	1,464,867	(19,232)	22,025	43,998	292,880	(135)	94,583	1,003	18,735	2,089,634
Change in total liabilities	417,648	275,135	282,341	342,384	125,851	118,727	189,279	12,280	134,951	293,234		2,191,830
Change in total assets less liabilities	157,579	67,766	51,424	96,384	2,101	12,121	213,585	33,639	2,686	1,185,665	(1,680,615)	142,335
Change in total assets less liabilities (continued)	31,240	90,022	72,028	331,438	18,845	37,326	144,493	16,363	93,606	1,172,147	(1,105,650)	901,858
Change in total assets less liabilities (continued)	489,836	1,028,130	(736,026)	(206,377)	156,989	503,603	913,964	190,217	(354,182)	203,537	(487,640)	1,702,051
Change in total assets less liabilities (continued)	126,347	261,317	157,081	6,247	25,986	144,177	90,311	36,424	(29,492)	111,035	37,635	967,068
Change in total assets less liabilities (continued)	363,489	766,813	(893,107)	(212,624)	131,003	359,426	823,653	153,793	(324,690)	92,502	(525,275)	734,983
Change in total assets less liabilities (continued)	16,678,921	14,944,863	13,548,051	32,691,493	3,718,616	4,633,572	36,497,514	3,172,175	4,289,499	39,707,987	(45,267,943)	124,614,748
Change in total assets less liabilities (continued)	8,597,535	7,735,967	9,120,841	30,739,199	2,288,967	3,275,908	29,345,686	1,571,309	3,874,014	43,797,506	(54,866,976)	85,479,956
Change in total assets less liabilities (continued)	(250,332)	49,470	1,396,933	88,898	16,051	48,348	296,255	(155)	92,132	(667,427)	230,504	1,300,677
Change in total assets less liabilities (continued)	30,129	105,392	10,387	33,288	485,275	509,225	396,362	104,192	196,155	291,814		2,162,219
Change in total assets less liabilities (continued)	911,137	1,715,136	323,296	427,645	262,359	239,856	1,777,109	74,813	62,455	720,965	2,294,042	8,808,813

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

XIII. SEGMENT REPORTING (CONTINUED)

1. Segment profit, loss, assets and liabilities (Continued)

The following table shows the segment profit, loss, assets and liabilities of the Company and its subsidiaries for the period from January 1 to December 31, 2015 and 2016. The figures are expressed in thousands of RMB.

Segment	2015		2015		2015		2015		2015		2015		2015	
	Revenue	Cost of sales	Operating expenses	Depreciation and amortization	Impairment loss	Finance income	Finance expense	Income tax expense	Share of profit/loss of associates and joint ventures	Share of profit/loss of subsidiaries	Share of profit/loss of subsidiaries	Share of profit/loss of subsidiaries	Share of profit/loss of subsidiaries	Share of profit/loss of subsidiaries
Operating profit	20,535,588	12,712,235	8,811,757	1,603,513	2,811,800	7,680,472	1,711,200	1,103,606	750,700	871,744				58,685,804
Operating loss	531,571	14,324	4,3324	6,353,445		11,526		188,272	105,48	282,026	(8,222,77)			
Operating profit/(loss)	17,265,511	10,176,577	7,353,342	7,221,814	2,173,6	7,048,656	620,56	83,871	85,47	31,828	(7,171,02)			47,38,722
Operating profit/(loss) attributable to equity holders of the Company														
Operating profit/(loss) attributable to equity holders of the Company	(1,007)	1,723	678			2,112	11,88	207,810	(,76)	(758)		2,07		241,64
Operating profit/(loss) attributable to equity holders of the Company	42,23	8,527	24,624	4,63	8,500	38,008	28,81	855	54,815	1,888	(11,307)	(1,887)		551,170
Operating profit/(loss) attributable to equity holders of the Company	3,027	247,384	21,28	270,02	167,700	165,58	202,007	16,283	132,717	6,055		62,50		1,880,831
Operating profit/(loss) attributable to equity holders of the Company	265,045	53,313	35,42	157,267	1,673	10,61	18,358	18,515	6,635	847,075	(1,53,377)	(202,007-0,	(6,353,445)	1,74471

(Expressed in thousands of RMB)

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

XIII. SEGMENT REPORTING (CONTINUED)

2. Geographic information

The Company's operations are primarily conducted in the People's Republic of China. The Company's revenue is derived from the sale of container services to customers in various regions. The Company's revenue is derived from the sale of container services to customers in various regions. The Company's revenue is derived from the sale of container services to customers in various regions.

Geographic information (according to the receiving party division)

	Revenue from external customer		Total non-current assets	
	2016	2015 (RMB)	31 December 2016	31 December 2016 (RMB)
Revenue	23,563,045	24,684,517	53,280,989	47,401,483
Cost of sales	7,266,749	7,181,83	714,570	270,572
Operating profit	9,718,213	8,880,23	391,179	214,442
Operating assets	8,068,004	13,836,675	1,544,659	1,180,268
Operating liabilities	2,495,641	2,102,30	85,495	78,76
Total	51,111,652	58,685,804	56,016,892	47,154,561

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES

The Company is exposed to various financial risks, including credit risk, liquidity risk, and market risk. The Company has established a risk management framework to identify, assess, and manage these risks. The Company has established a risk management framework to identify, assess, and manage these risks.

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

1. Credit risk

The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets.

The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets.

The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. 30

The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets.

The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets.

The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets. The Company's credit risk is primarily associated with its accounts receivable, other receivables, and other financial assets.

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in RMB'000)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

1. Credit risk (Continued)

The Group's credit risk is primarily concentrated in its accounts receivable. The Group's accounts receivable are primarily derived from its container leasing business. The Group's accounts receivable are primarily denominated in RMB. The Group's accounts receivable are primarily due within 90 days. The Group's accounts receivable are primarily from the container leasing business. The Group's accounts receivable are primarily from the container leasing business. 30.8 % (2015: 12.40%)

The Group's credit risk is primarily concentrated in its accounts receivable. The Group's accounts receivable are primarily derived from its container leasing business. The Group's accounts receivable are primarily denominated in RMB. The Group's accounts receivable are primarily due within 90 days. The Group's accounts receivable are primarily from the container leasing business. The Group's accounts receivable are primarily from the container leasing business.

The Group's credit risk is primarily concentrated in its accounts receivable. The Group's accounts receivable are primarily derived from its container leasing business. The Group's accounts receivable are primarily denominated in RMB. The Group's accounts receivable are primarily due within 90 days. The Group's accounts receivable are primarily from the container leasing business. The Group's accounts receivable are primarily from the container leasing business.

2.

Financial Statements Prepared in Accordance with CASBE

RMB million, 31 December 2016
(in thousands)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

2. Liquidity risk (Continued)

The following table summarizes the contractual obligations and commitments of the Group as at 31 December 2016.

31 December 2016					
Undiscounted contractual cash flows					
Within 1 year or on demand	1 to 2 year	2 to 5 year	Over 5 year	Total	

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

2. Liquidity risk (Continued)

	31 December 2015				Total
	1 year	2 years	3 years	5 years	
Financial assets	4,487,166				4,487,166
Financial liabilities				12,503,260	

Financial Statements Prepared in Accordance with CASBE

□ 31 / 2016
('000)
()

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (C

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

4. Foreign exchange risk

(1) The Group's financial statements are presented in RMB. The Group's operations are conducted in various currencies. The Group is exposed to foreign exchange risk. The Group's foreign exchange risk is primarily related to the receivables and payables denominated in foreign currencies. The Group uses natural hedging to manage its foreign exchange risk. The Group's foreign exchange risk management policy is to use natural hedging to manage its foreign exchange risk. The Group's foreign exchange risk management policy is to use natural hedging to manage its foreign exchange risk.

	31 December 2016				31 December 2015			
	USD	EUR	HKD	JPY	USD	EUR	HKD	JPY
Trade receivables	823,367	1,169,615	40,023	44,700	316,077	506,361	1,800	18,400
Trade payables	3,612,395	254,069	18,353	82,916	4,045,832	1,335,104	47,544	24,715
Other receivables	(5,759,019)	(61,487)		(7,169)	(12,040,430)	(278,404)		(5,388)
Other payables	(14,736,500)		(132,386)		(21,020,060)		(83,778)	
Financial assets	(1,023,302)	(118,003)	(30,414)		(1,035,800)	(1,167,766)	(3,100,000)	(1,825)
Financial liabilities	(2,710,684)				(503,684)			
Net foreign exchange risk	(19,793,743)	1,244,194	(104,424)	120,447	(30,310,173)	3,520,500	(408,268)	35,000

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
 (Expressed in thousands of RMB)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

4. Foreign exchange risk (Continued)

(2) The following are the exchange rate for RMB against foreign currency applied by the Group and the Company:

	Average exchange rate		Benchmark average exchange rate	
	2016	2015	31 December 2016	31 December 2015
	US Dollar	6.6667	6.2305	6.9348	6.435
British Pound	7.3475	6.818	7.3046	7.072
Japanese Yen	0.8593	0.8037	0.8945	0.8378
Other currencies	0.0611	0.0516	0.0596	0.053

(3) Sensitivity analysis

At 31 December 2016, the Group's net assets are sensitive to changes in the exchange rate of the US Dollar, British Pound, Japanese Yen and other currencies. If the exchange rate of the US Dollar, British Pound, Japanese Yen and other currencies had been 1.0% higher/lower at 31 December 2016 (3.70%, 3.10%, 3.40% and 3.20% respectively at 31 December 2015), the Group's net assets would have been approximately RMB 1.0 million higher/lower.

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimate

本公司按照公允价值对金融资产、金融负债和金融资产和金融负债的抵销进行估值。公允价值是指市场参与者在计量日发生的有序交易中，出售一项资产所能收到或者转移一项负债所需支付的价格。公允价值计量所使用的输入值分为三个层次：第一层次输入值是企业在计量日能够取得的相同资产或负债在活跃市场上未经调整的报价；第二层次输入值是除第一层次输入值外相关资产或负债直接或间接可观察到的输入值；第三层次输入值是相关资产或负债的不可观察输入值。

(1) Assets measured at fair value on a recurring basis

□ 2016年12月31日

Asset	None	Level 1	Level 2	Level 3	Total
Financial assets					
Available-for-sale financial assets					
Equity investments	0.2	138,072			138,072
Debt investments	0.2		326,969		326,969
Financial assets at fair value through profit or loss	0.2		1,306		1,306
Financial assets at fair value through other comprehensive income	0.11	30,803			30,803

Financial Statements Prepared in Accordance with CASBE

31, 2016
('000+)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimate (Continued)

(1) Assets measured at fair value on a recurring basis (Continued)

31, 2015

Asset	1	2	3	-
Financial assets				
Investment in securities	122,171			122,171
Derivatives		30,878		30,878
Other financial assets	1,342	30,000		31,342
Financial assets	123,513	60,878		184,391
Non-financial assets			730,168	730,168
Assets	123,513	60,878	730,168	14,555
Liabilities				
Derivatives		(258,146)		(258,146)
Other liabilities		(7,826)		(7,826)
Other liabilities			(40,268)	(40,268)
Liabilities		(265,972)	(40,268)	(306,240)

31, 2015, 1, 2, 2, 3.

Investment in securities, Derivatives, Other financial assets, Derivatives, Other liabilities, Other liabilities

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimate (Continued)

(1) Assets measured at fair value on a recurring basis (Continued)

□ 本集团于资产负债表日对金融资产和金融负债的公允价值进行了评估,除公允价值计量输入值在活跃市场中可以取得且其公允价值计量输入值对公允价值计量整体影响不重大者外,本集团对其他金融资产和金融负债均按照公允价值计量。

□ 本集团于资产负债表日对金融资产和金融负债的公允价值进行了评估,除公允价值计量输入值在活跃市场中可以取得且其公允价值计量输入值对公允价值计量整体影响不重大者外,本集团对其他金融资产和金融负债均按照公允价值计量。

	In e men proper ie
1 2016年1月1日	730,168
公允价值变动	78,176
处置	310,039
其他变动	(26,401)
2016年12月31日	660,626
□ 公允价值变动损益	75,792
□ 公允价值变动损益	584,834
31 2016年12月31日	1,752,608

1 2015年1月1日	553,3 8
公允价值变动	86,553
处置	(2,165)
其他变动	10 ,2 4
2015年12月31日	73,088
□ 公允价值变动损益	65,6 5
□ 公允价值变动损益	7,3 3
31 2015年12月31日	730,168

□ 本集团于资产负债表日对金融资产和金融负债的公允价值进行了评估,除公允价值计量输入值在活跃市场中可以取得且其公允价值计量输入值对公允价值计量整体影响不重大者外,本集团对其他金融资产和金融负债均按照公允价值计量。

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimate (Continued)

(1) Assets measured at fair value on a recurring basis (Continued)

As at December 31, 2016

	Fair value at 31 December 2016	Valuation technique	Significant observable inputs			
			Name	Scope/ range	Relationship to fair value	Observable/ Unobservable
Investment in equity instruments	1,139,285	Market	China International Marine Container (Holding) Limited (H股)	6%-8%	()	Observable
Investment in equity instruments		Market	China International Marine Container (Holding) Limited (H股)	7-5	()	Observable
Investment in equity instruments		Market	China International Marine Container (Holding) Limited (H股)	650-4,600	()	Observable
Investment in equity instruments	613,323	Market	China International Marine Container (Holding) Limited (H股)	%-12%	()	Observable
Investment in equity instruments		Market	China International Marine Container (Holding) Limited (H股)	450-2200	()	Observable

()

Investment in equity instruments

Investment in equity instruments

Investment in equity instruments

Investment in equity instruments

Investment in equity instruments

Investment in equity instruments

Investment in equity instruments

Investment in equity instruments

	Fair value at 31 December 2015	Valuation technique	Significant observable inputs			
			Name	Scope/ range	Relationship to fair value	Observable/ Unobservable
Investment in equity instruments	730,168	Market	China International Marine Container (Holding) Limited (H股)	6%-8%	()	Observable
Investment in equity instruments		Market	China International Marine Container (Holding) Limited (H股)	6-0	()	Observable
Investment in equity instruments		Market	China International Marine Container (Holding) Limited (H股)	600-4,500	()	Observable
Investment in equity instruments		Market	China International Marine Container (Holding) Limited (H股)	%-12%	()	Observable

Financial Statements Prepared in Accordance with CASBE

□ At December 31, 2016
(in thousands of RMB)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimate (Continued)

(2) Assets measured at fair value on a non-recurring basis

	31, 2016	31, 2015
Investment properties	26,401,000	2,260,000
Other non-current assets	(26,401,000)	(115,743,000)
		(7,563,000)
		85,177,000

(3) Assets and liabilities not measured at fair value for which the fair value is disclosed

	31, 2016	31, 2015
Financial assets		
Financial liabilities		

(4) Estimation and assumption of fair value

The fair value of financial assets and liabilities is determined based on the closing price of the assets and liabilities in the active market at the reporting date.

(a) Equity investments

□ The fair value of equity investments is determined based on the closing price of the investments in the active market at the reporting date.

(b) Receivables

□ The fair value of receivables is determined based on the closing price of the receivables in the active market at the reporting date.

(c) Borrowings, debentures payable, long-term payables and other non-derivatives financial liabilities

□ The fair value of borrowings, debentures payable, long-term payables and other non-derivatives financial liabilities is determined based on the closing price of the liabilities in the active market at the reporting date.

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in million RMB)

XIV. FINANCIAL RISK AND FAIR VALUES ESTIMATES (CONTINUED)

6. Fair value estimate (Continued)

(4) Estimation and adjustment of fair value (Continued)

(d) Derivatives

The Company has entered into derivative contracts to hedge the foreign exchange risk of its foreign currency denominated assets and liabilities. The derivative contracts are classified as financial instruments at fair value through profit or loss. The fair value of the derivative contracts is determined based on the market price of the derivative contracts at the reporting date.

(e) Financial guarantees

The Company has entered into financial guarantee contracts to provide financial guarantees for its subsidiaries. The financial guarantee contracts are classified as financial instruments at fair value through profit or loss. The fair value of the financial guarantee contracts is determined based on the market price of the financial guarantee contracts at the reporting date.

XV. CAPITAL MANAGEMENT

The Company's capital management objectives are to ensure that the Company has sufficient capital to meet its operating needs and to maintain a strong credit rating. The Company monitors its capital position and adjusts its capital structure as needed.

The Company's capital structure is primarily composed of equity and debt. The Company's capital management strategy is to maintain a balance between equity and debt to ensure that the Company has sufficient capital to meet its operating needs.

The Company's capital management strategy is to maintain a balance between equity and debt to ensure that the Company has sufficient capital to meet its operating needs.

The Company's capital management strategy is to maintain a balance between equity and debt to ensure that the Company has sufficient capital to meet its operating needs.

2016, the Company's capital management strategy is to maintain a balance between equity and debt to ensure that the Company has sufficient capital to meet its operating needs. 70% (2015: 70%)

	31 December 2016	31 December 2015
Equity	85,479,956	71,336,150
Debt	124,614,748	107,057,065
Capital management ratio	69%	67%

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS

1. Cash at bank and on hand

	31 December 2016	31 December 2015
Cash at bank	2,647,574	1,585,004
Cash on hand	12,648	12,442
Total	2,660,222	1,597,446
Less: Cash at bank of subsidiaries	519	48

At 31 December 2016, the cash at bank and on hand of the holding company is RMB 2,752,000 (31 December 2015: RMB 2,581,000).

At 31 December 2016, the cash at bank and on hand of the holding company is RMB 42,000,000 (31 December 2015: RMB 42,000,000).

2. Dividend receivable

	31 December 2016	31 December 2015
Dividend receivable	3,435,198	3,217,336
Dividend receivable from subsidiaries	592,706	52,706
Dividend receivable from other subsidiaries	462,372	648,022
Dividend receivable from other companies	149,577	
Dividend receivable from other companies	48,915	48,15
Dividend receivable from other companies	29,146	2,146
Dividend receivable from other companies	19,263	1,263
Dividend receivable from other companies	17,356	
Dividend receivable from other companies	874	874
Dividend receivable from other companies	411	
Total	4,755,818	4,604,445

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
() '000+
()

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS(CONTINUED)

3. Other receivable

(1) Other receivable are analyzed by categories of customer as follows:

	31 December 2016	31 December 2015
...	13,109,464	12,321,581
...	15,711	20,202
...	10,821	25,8
...	13,135,996	12,367,682
...	(4,580)	(4,580)
-	13,131,416	12,363,102

(2) Other receivable are analyzed by aging as follows:

Aging	31 December 2016	31 December 2015
...	9,642,304	,778,433
1-2 ...	1,530,022	754,128
2-3 ...	574,631	1,77 ,478
...	1,389,039	55,643
...	13,135,996	12,367,682
...	(4,580)	(4,580)
-	13,131,416	12,363,102

...

31 December 2016 - 31 December 2015, ...

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in RMB'000)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivable (Continued)

(3) Other receivable are analysed by category as follows:

	31 December 2016				31 December 2015				
	Ending balance		Provision for doubtful debt		Ending balance		Provision for doubtful debt		
	Amount	% of total balance	Amount	% of total balance	Amount	%	Amount	%	
Accounts receivable	(4)	13,066,919	99.47%	-	-	12,316,835	99.5%	-	-
Other receivable	(5)	69,077	0.53%	4,580	6.63%	50,847	0.41%	4,580	9.01%
		13,135,996	100.00%	4,580	0.03%	12,367,682	100.00%	4,580	0.04%

(4) Other receivable in amount has are indicated all significant and has the related provision for doubtful debt is provided on the indicated balance.

As at 31 December 2016 and 31 December 2015, the related provision for doubtful debt is provided on the indicated balance.

(5) Other receivable in amount has are no indicated all significant but has the related provision for doubtful debt is provided on the indicated balance.

As at 31 December 2016 and 31 December 2015, the related provision for doubtful debt is provided on the indicated balance.

Financial Statements Prepared in Accordance with CASBE

□ 31, 2016
('000+)
()

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivable (Continued)

(6) Other receivable has the related provision for bad debt is provided on grouping basis using the ageing analysis method are analysed as follows:

	31 December 2016			31, 2015		
	Ending balance	Provision for doubtful debt	% of total balance			%
	Amount	Amount				
1, 2, 3, 4, 5	54,449			31,452		
2, 3, 4, 5	6,120			13,83		
3, 4, 5	3,268			157		
4, 5	660			675		
5	4,580	4,580	100.00%	4,580	4,580	100.00%
-	69,077	4,580	6.63%	50,847	4,580	.01%

(7) The recorder of provision in current year

... (2015).

(8) Other receivable has are written off in current year

... (2015).

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

3. Other receivable (Continued)

(9) As at 31 December 2016, the five largest other receivable are analyzed as follows:

Name	Amount	Aging	% of total balance	Provision for doubtful debt
China International Marine Container (Group) Co., Ltd.	3,666,713	1 year	28.14%	
China International Marine Container (Group) Co., Ltd. & Subsidiaries	1,415,472	1 year, 1-2 years, 2-3 years	10.78%	
China International Marine Container (Group) Co., Ltd. Subsidiaries	1,077,876	1 year	8.22%	
China International Marine Container (Group) Co., Ltd. Subsidiaries	836,363	1 year	6.37%	
China International Marine Container (Group) Co., Ltd. Subsidiaries	580,823	1 year	4.42%	
	7,607,227		57.3%	

As at 31 December 2015, the five largest other receivable are analyzed as follows: 7,310,000 RMB, 5.83%

(10) Other receivable from shareholder holding more than 5% (including 5%) of the voting right of the Company are analyzed as follows:

As at 31 December 2016, the five largest other receivable from shareholder holding more than 5% (including 5%) of the voting right of the Company are analyzed as follows:

(11) Other receivable from related parties

Relationship with the Company	Amount	% of total balance
China International Marine Container (Group) Co., Ltd. Subsidiaries	575,378	4.38%
China International Marine Container (Group) Co., Ltd. Subsidiaries	12,534,086	5.42%
	13,110,464	8.80%

(12) Other receivable derecognized due to transfer of financial assets

As at 31 December 2016, the five largest other receivable derecognized due to transfer of financial assets are analyzed as follows: 1,000,000 RMB (2015: 1,000,000 RMB).

(13) Amount of assets and liabilities recognized due to the combining in elements of acquired other receivable

As at 31 December 2016, the five largest other receivable recognized due to the combining in elements of acquired other receivable are analyzed as follows: 1,000,000 RMB (2015: 1,000,000 RMB).

Financial Statements Prepared in Accordance with CASBE

人民币千元
(除特别说明外)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

4. Available-for-sale financial assets

	31 December 2016	31 December 2015
可供出售金融资产 (1)	391,970 (3,065)	311,70 (3,065)
	388,905	388,05

(1) Related information analysis of available-for-sale financial assets is as follows:

可供出售金融资产按公允价值计量的金融资产

	31 December 2015	31 December 2016	公允价值 变动率 (%)	公允价值 变动额
可供出售权益工具投资				
可供出售债务工具投资	8,125	8,125	5.00%	5,000
可供出售金融资产	380,780	380,780	10.00%	3,000
可供出售金融资产	1,365	1,365	0.0%	
可供出售金融资产	1,700	1,700	1.01%	
合计	311,70	391,970		8,000
可供出售金融资产	(3,065)	(3,065)		
	388,05	388,905		8,000

(2) 可供出售金融资产按公允价值计量的金融资产

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

5. Long-term equity investments

(1) Long-term equity investments are analyzed by categories as follows:

	31 December 2016	31 December 2015
(2)	9,375,276	8,501,530
	9,375,276	8,501,530

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

5. Long-term equity investments (Continued)

(2) Subsidiaries (Continued)

	31 December 2015		31 December 2016			
					(%)	(%)
Cost method investments in subsidiaries						
China International Marine Container (Group) Co., Ltd.	82,042	28,78	110,831		100%	100%
China International Marine Container (Group) Co., Ltd.	82,042	(82,042)			100%	100%
China International Marine Container (Group) Co., Ltd.	36,500		36,500		100%	100%
China International Marine Container (Group) Co., Ltd.	77,704		77,704		100%	100%
China International Marine Container (Group) Co., Ltd.	23,60	(23,60)			100%	100%
China International Marine Container (Group) Co., Ltd.	60,225	(60,225)			100%	100%
China International Marine Container (Group) Co., Ltd.	48,764		48,764		100%	100%
China International Marine Container (Group) Co., Ltd.	24,711	(24,711)			100%	100%
China International Marine Container (Group) Co., Ltd.	66,558	(66,558)			5%	5%
China International Marine Container (Group) Co., Ltd.	131,654		131,654		100%	100%
China International Marine Container (Group) Co., Ltd.	100,57	(100,57)			100%	100%
China International Marine Container (Group) Co., Ltd.	13,204	(13,204)			100%	100%
China International Marine Container (Group) Co., Ltd.	3,4		39,499		100%	100%
China International Marine Container (Group) Co., Ltd.	200,82		200,892		2%	2%
China International Marine Container (Group) Co., Ltd.	54,225	(54,225)			100%	100%
China International Marine Container (Group) Co., Ltd.	82,026		82,026		100%	100%
China International Marine Container (Group) Co., Ltd.	46,284	(46,284)			100%	100%
China International Marine Container (Group) Co., Ltd.	12,743	(12,743)			100%	100%
China International Marine Container (Group) Co., Ltd.	47,750	(47,750)			100%	100%
China International Marine Container (Group) Co., Ltd.	1,60		1,690		100%	100%

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

5. Long-term equity investments (Continued)

(2) Subsidiaries (Continued)

	31 December 2015		31 December 2016	Cost of investment (%)	Percentage of ownership (%)	
Investment in subsidiaries	162,686		162,686	100%	100%	
Investment in associates	606,12		606,912	80%	80%	110,63
Investment in joint ventures	41,526		41,526	100%	100%	
Investment in structured entities	54,817		54,817	100%	100%	
Investment in other entities	48,102		48,102	100%	100%	
Investment in subsidiaries	182,136		182,136	100%	100%	
Investment in associates	111,703		111,703	100%	100%	
Investment in joint ventures	3,472		3,472	100%	100%	
Investment in structured entities	126,68	(126,68)		100%	100%	
Investment in other entities	71,717	(71,717)		100%	100%	
Investment in subsidiaries	72,401		72,401	100%	100%	
Investment in associates	482,50		482,590	100%	100%	22,15
Investment in joint ventures	422,363		422,363	100%	100%	14,577
Investment in structured entities	26,12		26,912	80%	80%	17,356
Investment in other entities	40,000		40,000	100%	100%	
Investment in subsidiaries	140,000		140,000	100%	100%	
Investment in associates	0,000		90,000	100%	100%	
Investment in joint ventures	6,806		69,806	100%	100%	
Investment in structured entities	2,51,000	1,585,227	4,104,227	100%	100%	
Investment in other entities	205,022		205,022	%	%	
Investment in subsidiaries	3,62	(3,62)		100%	100%	411
Investment in associates	500,000	303,04	803,904	100%	100%	
Investment in joint ventures	88,77		898,977	66%	66%	
Investment in structured entities		35,000	35,000	100%	100%	
Investment in other entities		13,160	13,160	100%	100%	
Investment in subsidiaries		30,000	30,000	100%	100%	
Total	8,50,530	865,746	9,375,276			1,242,065

Financial Statements Prepared in Accordance with CASBE

31 December 2016
(in thousands of RMB)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

6. Short-term borrowing

(1) The analysis of the Company's short-term loan is as follows:

	31 December 2016	31 December 2015
Bank borrowing	2,710,000	

7. Financial liabilities at fair value through profit or loss

	31 December 2016	31 December 2015
Current portion	65	
Non-current portion	3,296	14,256

8. Trade payable

	31 December 2016	31 December 2015
Accounts payable	2,042	1,867
Accounts receivable	1,120	1,053
Prepaid expenses		8,80
Other payables	484	1,011
	3,646	12,820

9. Interest payable

	31 December 2016	31 December 2015
Interest payable	70,249	127,263
Interest receivable	3,522	
Other payables	1,984	1,37
	75,755	129,200

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

10. Other payable

(1) The analysis of the Company's other payable is as follows:

	31 December 2016	31 December 2015
Trade payables	2,948,279	7,570,808
Accounts payable	16,735	
Other payables	7,592	355
Payables to related parties	429	508
Other	17,769	11,303
	2,990,804	7,583,245

(2) Significant other payable aged over one year

As at 31 December 2016, there were no significant other payable aged over one year.

(3) As at 31 December 2016, no amount due to shareholder who hold 5% or more of the voting right of the Company is included in the balance of other payable.

(4) Other payable to related parties:

	31 December 2016	31 December 2015
Trade payables	2,948,279	7,570,808

11. Current portion of non-current liabilities

(1) The analysis of the Company's current portion of non-current liabilities by category is as follows:

	31 December 2016	31 December 2015
Long-term borrowings		
Other non-current liabilities	800,000	61,000
Other		3,8881
	800,000	4,058,881

(2) As at 31 December 2016, there were no overdue long-term borrowings of which the covenants are breached (31 December 2015: Nil).

(3) Refer to IV.36 for details of current portion of debt repayable.

Financial Statements Prepared in Accordance with CASBE

in thousands of RMB
(除特别说明外，所有金额均以人民币千元为单位)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

12. Long-term borrowing

(1) The analysis of the Company's long-term loan is as follows:

	31 December 2016	31 December 2015
Long-term borrowings	1,621,000	2,215,000

At the end of 2016, the Company's long-term borrowings were 1,621,000 thousand RMB, compared with 2,215,000 thousand RMB at the end of 2015.

The weighted average interest rate of long-term borrowings at the end of 2016 was 1.20%, compared with 3.65% at the end of 2015 (1.20% and 4.35%).

13. Debt payable

The Company's debt payable is as follows:

14. Deferred tax assets and deferred tax liabilities

(1) The offsetting balance of deferred tax assets and liabilities offsetting and corresponding deductible or taxable temporary difference

	31 December 2016		31 December 2015	
	Deductible/ (taxable) Temporary difference	Deferred tax assets/ (liabilities)	Deductible/ (taxable) Temporary difference	Deferred tax assets/ (liabilities)
Deferred tax assets	205,760	51,440	851,536	212,884
Deferred tax liabilities	3,360	840	14,256	3,564
Total	209,120	52,280	865,792	216,448
Offsetting balance	209,120	52,280	865,792	216,448
Offsetting balance of deferred tax assets		52,280		216,448

Financial Statements Prepared in Accordance with CASBE

□ 31 December 2016
(in thousands of RMB)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

15. Capital

	1 January 2016	Increase in current year	Decrease in current year	31 December 2016
Capital	3,589,082	12,773		3,601,855
Capital reserve	687			687
Reserve for contingencies	87			87
Reserve for employee bonus	258,211		(5,199)	253,012
Reserve for disposal	(568,492)			(568,492)
	3,279,575	12,773	(5,199)	3,287,149
	1 January 2015	Increase in current year	Decrease in current year	31 December 2015
Capital	317,168	3,271,144		3,588,312
Capital reserve	687			687
Reserve for contingencies	87			87
Reserve for employee bonus	380,338	6,	(12,126)	258,211
Reserve for disposal	(568,422)			(568,422)
	12,788	3,278,130	(12,126)	3,274,792

Financial Statements Prepared in Accordance with CASBE

in thousands of RMB
31 December 2016

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

16. Other comprehensive income

	1 January 2016	Amount increased during the year		31 December 2016
		Pre-tax amount increased in the year	Post-tax amount attributable to the Company	
Other comprehensive income	43,754			43,754
Total	43,754			43,754

	1 January 2015	Amount increased during the year		31 December 2015
		Pre-tax amount increased in the year	Post-tax amount attributable to the Company	
Other comprehensive income	43,754			43,754
Total	43,754			43,754

Financial Statements Prepared in Accordance with CASBE

As at 31 December 2016
(Expressed in thousands of RMB)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

17. Undistributed profit

	2016	2015
Profit for the period	1,403,140	1,542,245
Less: Profit distributed to shareholders	1,827,623	771,715
Less: Profit distributed to directors and supervisors	(119,792)	(51,000)
Less: Profit distributed to employees	(75,801)	(77,172)
Less: Profit distributed to other parties	(654,822)	(833,748)
Undistributed profit	2,380,348	1,403,140

The undistributed profit for the period ended 31 December 2016, is RMB 2,380,348,000 (2015: RMB 1,403,140,000). The undistributed profit for the period ended 31 December 2016 (2015: RMB 1,403,140,000) is calculated as follows: Profit for the period (2016: RMB 1,403,140,000; 2015: RMB 1,542,245,000) less: Profit distributed to shareholders (2016: RMB 1,827,623,000; 2015: RMB 771,715,000) less: Profit distributed to directors and supervisors (2016: RMB 119,792,000; 2015: RMB 51,000,000) less: Profit distributed to employees (2016: RMB 75,801,000; 2015: RMB 77,172,000) less: Profit distributed to other parties (2016: RMB 654,822,000; 2015: RMB 833,748,000).

18. Reserves and contingencies

(1) Reserves and contingencies

	2016	2015
Reserves	156,526	28,100
Contingencies	24,006	40,576

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

18. Revenue and cost of sale (Continued)

(2) Revenue and cost of sale from other operation

	2016		2015	
	Revenue from other operation	Cost of sale from other operation		
	132,217		257,41	
	24,309	24,006	40,78	40,576
	156,526	24,006	28,1	40,576

19. Profit/(loss) from change in fair value

	2016	2015
Financial assets at fair value through profit or loss for the current period		35,261
Financial liabilities at fair value through profit or loss for the current period		(35,261)
Financial assets at fair value through profit or loss for the current period	10,895	7,051
	10,895	7,051

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

20. Income

(1) Income by project

	2016	2015
Operating income	1,242,065	415,404
Operating expenses		(228)
Operating profit	8,000	
Other income		35,261
Other expenses	7,225	250,433
Other gains	1,775	
Total	1,259,065	700,870

21. Non-operating income

(1) Non-operating income by category:

	2016	2015
Government grants	116	
Other non-operating income	33,047	3,645
Other non-operating expenses	10	787
Total	33,173	40,432

(2) Details of government grants

	2016	2015
Government grants	33,047	3,645

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)

XVI. NOTES TO THE HOLDING COMPANY'S FINANCIAL STATEMENTS (CONTINUED)

22. Non-operating expense

	2016	2015
非经营性损益	79,104	
其中: 公允价值变动收益	66	62
其他	403	1,300
合计	79,573	1,362

23. Income attributable to parent

	2016	2015
归属于母公司所有者的净利润	164,168	(16,046)
合计	164,168	(16,046)

归属于母公司所有者的净利润

	2016	2015
净利润	1,991,791	755,66
少数股东损益	497,948	188,17
其他	7,676	3,27
合计	(28,940)	(105,03)
归属于母公司所有者的净利润	(312,516)	(103,851)
合计	164,168	(16,046)

Financial Statements Prepared in Accordance with CASBE

December 31, 2016
(Expressed in thousands of RMB)

SUPPLEMENTARY INFORMATION

I. STATEMENT OF NON-RECURRING PROFIT OR LOSS

	2016	2015 (in thousands)
Net gain from disposal of subsidiaries	264,552	(17,588)
Gain from disposal of long-term investments	497,336	2,883
Gain from disposal of intangible assets		
Gain from disposal of fixed assets		
Gain from disposal of available-for-sale financial assets		
Gain from disposal of other non-current assets		
Gain from disposal of other non-current assets	399,704	122,65
Gain from disposal of other non-current assets	361,353	3,333
Gain from disposal of other non-current assets		12,461
Gain from disposal of other non-current assets	139,625	(18,68)
Gain from disposal of other non-current assets	(1,362,915)	18,330
Gain from disposal of other non-current assets	(422,180)	(101,6)
Gain from disposal of other non-current assets	150,765	(42,435)
Gain from disposal of other non-current assets	28,240	274,68

Gain from disposal of other non-current assets

Basic information of statement of non-recurring profit or loss

2008

Financial Statements Prepared in Accordance with CASBE

□ 2016年12月31日
(单位:人民币千元)
(除特别说明外)

II. RETURN ON NET ASSETS AND EARNINGS PER SHARE

本集团按照《公开发行证券的公司信息披露编报规则第9号—净资产收益率和每股收益的计算及披露》(2010年修订)的有关规定计算净资产收益率和每股收益。

	Weighted average return on net assets (%)		Earnings per share			
			Basic earnings per share		Diluted earnings per share	
	2016	2015	2016	2015	2016	2015
Return on net assets	2%	8%	0.14	0.74	0.14	0.73
Earnings per share	1%	7%	0.13	0.63	0.13	0.63

Confirmation from the Directors and Senior Management

The Directors and Senior Management of CIMC Container (Group) Co., Ltd. (the "Company") confirm that the financial statements for the year ended 31 December 2016, including the consolidated financial statements, are true and accurate, and that the financial statements have been prepared in accordance with the applicable accounting standards and practices. The Directors and Senior Management also confirm that the financial statements have been reviewed and approved by the Board of Directors of the Company.

China International Marine Containers (Group) Co., Ltd.

CIMC R&D Center, No.2 Gangshan Avenue, Shekou,
Nanshan District, Shenzhen, Guangdong, P.R.C

Tel: 86-755-26691130
Fax: 86-755-26692707

www.cimc.com

Design and Production by: Toppan Visual Limited Web site: www.toppan-visual.com