
Stock code: 000012; 200012;
112021; 112022;

Short form of the stock: CSG A; CSG B
10 CSG 01; 10 CSG 02

Notice No.: 2012-037

CSG HOLDING CO., LTD.

SUMMARY OF SEMI-ANNUAL REPORT 2012



Chairman of the Board:

ZENG NAN

August 2012

SUMMARY of SEMI-ANNUAL REPORT 2012

I. Important Note

Board of Directors and the Supervisory Committee of CSG Holding Co., Ltd. (hereinafter referred to as the Company) and its directors, supervisors and senior executives hereby confirm that there are no any fictitious statements, misleading statements, or important omissions carried in this report, and shall take all responsibilities jointly and severally, for the truthfulness, accuracy and completeness of the whole contents.

Except for the follow directors, others are present the meeting of the Board for deliberating the semi-annual report of the Company in person.

Name of director absent	Position	Reason for absence	Name of authorized director
Zhang Liqing	Director	Due to business	Wu Guobin
Li Jingqi	Director	Due to business	Chen Chao

The semi-annual report has not been audited.

Chairman of the Board & CEO of the Company Mr. Zeng Nan, CFO Mr. Luo Youming and principle of the financial department Mr. Huang Yanbing hereby confirm the truthfulness and completeness of the Financial Report in the Semi-annual Report of 2012.

This report is prepared both in Chinese and English. Should there be any inconsistency between the Chinese and English versions, the Chinese version shall prevail.

II. Company Profile

(I) Company information

Code for A-share	000012	Code for B-share	200012
Short form for A-share	Southern Glass A	Short form for B-share	Southern Glass B
Shenzhen Stock Exchange	Shenzhen Stock Exchange		
	Secretary of the Board	Representative of Securities Affairs	
Name	Zhou Hong	Liang Qiting	
Contact add.	CSG Building, No.1, the 6 th Industrial Road, Shekou, Shenzhen, P. R.C.	CSG Building, No.1, the 6 th Industrial Road, Shekou, Shenzhen, P. R.C.	
Tel.	(86)755-26860666	(86)755-26860666	
Fax	(86)755-26692755	(86)755-26692755	
E-mail	securities@csgholding.com	securities@csgholding.com	

(II) Main accounting data and indices**1. Main accounting data and indices**

Whether retrospective adjustment has been carried out on financial reports of previous periods or not

☐ Yes ☒ No

Major accounting data	The report period (Jan. to Jun.)	The same period of last year	Increase/decrease in this report period year-on-year (%)
Total assets(RMB)	14,692,033,059	15,281,391,077	-3.86%
Owners' equity attributable to shareholders of the listed company(RMB)	6,794,895,562	6,911,117,984	-1.68%
Share capital(Share)	2,075,335,560	2,075,837,060	-0.02%
Net assets per share attributable to shareholder of listed company (RMB/ Share)	3.27	3.33	-1.80%
Asset-liability ratio (%)	50.98%	52.19%	Decrease 1.21 percentage points
Major accounting data	The report period (Jan. to Jun.)	The same period of last year	Increase/decrease in this report period year-on-year (%)
Total business revenue(RMB)	3,345,250,485	4,438,534,102	-24.63%
Business profit(RMB)	270,973,574	1,066,991,954	-74.60%
Total profit(RMB)	349,936,811	1,108,214,720	-68.42%
Net profit attributable to shareholders of the listed company (RMB)	246,093,185	837,643,342	-70.62%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses(RMB)	120,362,258	799,302,509	-84.94%
Basic earnings per share (RMB/Share)	0.12	0.4	-70.00%
Diluted earnings per share (RMB/Share)	0.12	0.4	-70.00%
Weighted average ROE (%)	3.56%	12.53%	Decrease 8.97 percentage points
Weighted average ROE after deducting non-recurring gains/losses (%)	1.74%	11.95%	Decrease 10.21 percentage points
Net cash flow arising from operating activities(RMB)	847,912,135	942,700,324	-10.05%
Net cash flow per share arising from operating activities (RMB/Share)	0.41	0.45	-8.89%

Statement on the accounting data and financial indices at the end of the report period (Please state if retrospective adjustment was

made.)

Nil.

2. Items of extraordinary gains or losses

√Applicable □ Non-applicable

Items	Amount (RMB)	Note
Gains and losses from disposal of non-current assets	800,882	
Tax refund or exemption out of authorization, with absence of official approval document or accidentally		
Governmental subsidy calculated into current gains and losses(while closely related with the normal business of the Company, excluding the fixed-amount or fixed-proportion governmental subsidy according to the unified national standard)	67,917,364	
Fund occupation expenses received from non-financial enterprises that reckon into current gains/losses		
Income occurred when investment cost paid by enterprise for obtaining subsidiaries, associates and joint ventures are lower than its share in fair value of net realizable assets of invested units		
Gains and losses from exchange of non-monetary assets		
Gains and losses from entrusted investment or management assets		
Various asset impairment reserve provided for force majeure, such as natural disaster;		
Gains/losses from debt reorganization		
Reorganization expenses, such as expenditure for allocation of employees and integration fee		
Gains and losses from excess of transaction which are conducted on a non-fair-valued basis over its fair value		
Current net gains and losses of subsidiaries occurred from combination under the same control commencing from period-begin to combination date		
Gains and losses from contingent events which has no relation with normal business of the Company		
Gains and losses from change of fair values of held-for-transaction financial assets and financial liabilities except for the effective hedge business related to normal business of the Company, and investment income from disposal of transactional financial assets and liabilities and financial assets available for sale	360,000	
Reversal of impairment reserve for account receivable with separate impairment testing		
gains/ losses from external entrustment loans		
Gains and losses arising from change of fair value of investment properties whose follow-up measurement are at fair value		
Affect upon current gains/losses arising from the one-off adjustment in subject to requirement of laws and rules in relation to taxation and accounting		
Income from entrusted custody operation		
Other non-operating income and expenditure except the abovementioned	10,244,991	
Other item that satisfied the definition of non-recurring gains and losses	62,252,488	
Influenced amount of minority shareholders' equity	-4,853,048	
Impact on income tax	-10,991,750	
Total	125,730,927	--

3. Differences in net profit and net asset under domestic and international accounting standards

□ Applicable ✓ Non-applicable

4. Differences in net profit and net asset under domestic and overseas accounting standards

□ Applicable ✓ Non-applicable

IV. Changes in Share Capital and Particulars about Shareholders**(I) Statement of changes in shares**

✓ Applicable □ Non-applicable

	Before the Changes		Increase/Decrease in the Change (+, -)					After the Changes	
	Amount	Proportion (%)	Newly - issued shares	Bonus shares	Public reserve-converted shares	Others	Subtotal	Amount	Proportion (%)
I. Restricted shares	23,420,884	1.13%				-12,464,031	-12,464,031	10,956,853	0.53%
1. State-owned shares	0	0				0	0		0
2. State-owned legal person's shares	0	0				0	0		0
3. Other domestic shares	18,632,000	0.90%				-18,632,000	-18,632,000		0
Including: Domestic legal person's shares	0	0				0	0		0
Domestic natural person's shares	18,632,000	0.90%				-18,632,000	-18,632,000		0
4. Foreign-owned shares	0	0				0	0		0
Including: Foreign legal person's shares	0	0				0	0		0
Foreign natural person's shares	0	0				0	0		0
5. Senior executives' shares	4,788,884	0.23%				6,167,969	6,167,969	10,956,853	0.53%
II. Unrestricted shares	2,052,416,176	98.87%				11,962,531	11,962,531	2,064,378,707	99.47%
1. RMB Ordinary shares	1,289,832,184	62.13%				11,962,531	11,962,531	1,301,794,715	62.73%
2. Domestic listed foreign shares	762,583,992	36.74%				0	0	762,583,992	36.74%
3. Overseas listed foreign shares	0	0				0	0		0
4. Others	0	0				0	0		0
III. Total shares	2,075,837,060	100%				-501,500	-501,500	2,075,335,560	100%

(II) Top ten shareholders and top ten holders of un-restricted / current shares

Top ten shareholders and top ten holders of un-restricted shares

Total of shareholders	253,105				
Particulars about shares held by the top ten shareholders					
Shareholders (full name)	Nature of shareholders	Proportion of	Total amount of shares held	Amount of the	Shares pledged or frozen

		shares held		restricted shares held	Share status	Amount
China Northern Industries Corporation	State-owned legal person	3.62%	75,167,934	0		
Xing Tong Chan Industrial Development (Shenzhen) Co., Ltd.	Domestic general legal person	3.26%	67,740,000	0		
Shenzhen International Holdings (Shenzhen) Co., Ltd.	Domestic general legal person	3.15%	65,430,000	0		
Bank of China-- E-fund Shenzhen 100 Exchange-traded Securities Investment Fund	Domestic general legal person	0.97%	20,087,713	0		
ICBC—Rongtong Shenzhen 100 Securities Investment fund	Domestic general legal person	0.66%	13,738,093	0		
ABC—China Post Core Growth Stock Investment Fund	Domestic general legal person	0.62%	12,940,103	0		
BBH A/C Vanguard Emerging Markets Stock Index Fund	Foreign legal person	0.62%	12,809,638	0		
Invesco Funds Series 5	Foreign legal person	0.59%	12,140,758	0		
PICC—dividend-individual insurance	Domestic general legal person	0.54%	11,224,226	0		
ICBC—Nuoan Value Growth Stock Investment Fund	Domestic general legal person	0.49%	10,262,858	0		
Particulars about shares held by the top ten shareholders of un-restricted shares						
Shareholders		Amount of unrestricted shares held at period-end	Type/amount of shares			
			Type	Amount		
China Northern Industries Corporation		75,167,934	A-share	75,167,934		
Xing Tong Chan Industrial Development (Shenzhen) Co., Ltd.		67,740,000	A-share	67,740,000		
Shenzhen International Holdings (Shenzhen) Co., Ltd.		65,430,000	A-share	65,430,000		
Bank of China-- E-fund Shenzhen 100 Exchange-traded Securities Investment Fund		20,087,713	A-share	20,087,713		
ICBC—Rongtong Shenzhen 100 Securities Investment fund		13,738,093	A-share	13,738,093		
ABC—China Post Core Growth Stock Investment Fund		12,940,103	A-share	12,940,103		
BBH A/C Vanguard Emerging Markets Stock Index Fund		12,809,638	B-share	12,809,638		
Invesco Funds Series 5		12,140,758	B-share	12,140,758		
PICC—dividend-individual insurance		11,224,226	A-share	11,224,226		
ICBC—Nuoan Value Growth Stock Investment Fund		10,262,858	A-share	10,262,858		
Statement on associated relationship or consistent action among the above shareholders:		Among shareholders as listed above, the 2 nd and the 3 rd shareholders are holding enterprises of Shenzhen International Holdings Co., Ltd. Except for this, It is unknown whether other shareholders belong to related party or have associated relationship regulated by the Management Regulation of Information Disclosure on Change of Shareholding for Listed Companies.				

(III) Changes of controlling shareholders and actual controller

□Applicable √Non-applicable

IV. Directors, Supervisors and Senior Executives**(I) Changes of shares held by directors, supervisors and senior executive**

Name	Title	Shares held at the beginning of the report period (Unit:Share)	Amount of shares increased in the report period (Unit:Share)	Amount of shares decreased in the report period (Unit:Share)	Shares held at the end of the report period (Unit:Share)	Including: restricted shares held (Unit:Share)	Amount of stock option held at the end of the report period (Unit:Share)	Reasons for change
Zeng Nan	Chairman of the Board /CEO	4,500,388	0	0	4,500,388	0	0	—
Chen Chao	Independent Director							—
Fu Qilin	Independent Director							—
Zhang Jianjun	Independent Director							—
Li Jingqi	Director							—
Yan Ganggang	Director							—
Guo Yongchun	Director							—
Zhang Liqing	Director	48,790	0	0	48,790	0	0	—
Wu Guobin	Director / Vice President	1,810,000	0	0	1,810,000	0	0	—
Long Long	Chairman of the Supervisory Committee							—
Hong Guo'an	Supervisor							—
Sun Jingyun	Supervisor							—
Luo Youming	Chief Financial Officer	1,790,000	0	0	1,790,000	0	0	—
Ke Hanqi	Vice President	1,730,000	0	0	1,730,000	0	0	—
Lu Wenhui	Vice President	573,750	0	0	573,750	0	0	—
Zhou Hong	Secretary of the Board	212,500	0	0	212,500	0	0	—

V. Report of the Board of Directors

(I) Statement of main business segments on industries and products

Unit: RMB

main business segment on industry						
On industry	Operating revenue	Operating cost	Gross profit ratio (%)	Increase or decrease of operating revenue over the same period of last year (%)	Increase or decrease of operating cost over the same period of last year (%)	Increase or decrease of gross profit ratio over the same period of last year (%)
Flat & Architectural Glass Industry	2,108,760,171	1,608,699,155	23.71%	-17.38%	-10.30%	Decrease 6.02 percentage points
Fine Glass Industry	435,479,401	261,383,215	39.98%	7.92%	10.13%	Decrease 1.20 percentage points
Solar Energy Industry	772,324,453	761,056,195	1.46%	-47.11%	-9.49%	Decrease 40.95 percentage points
main business segment on product						
On product	Operating revenue	Operating cost	Gross profit ratio (%)	Increase or decrease of operating revenue over the same period of last year (%)	Increase or decrease of operating cost over the same period of last year (%)	Increase or decrease of gross profit ratio over the same period of last year (%)
Flat & Architectural Glass	2,108,760,171	1,608,699,155	23.71%	-17.38%	-10.30%	Decrease 6.02 percentage points
Fine Glass	435,479,401	261,383,215	39.98%	7.92%	10.13%	Decrease 1.20 percentage points
Solar Energy products	772,324,453	761,056,195	1.46%	-47.11%	-9.49%	Decrease 40.95 percentage points

Statement of significant change of gross profit over the same period of previous year:

In the report period, solar energy industry suffered from European debt crisis. The demand is turning down and gross profit ratio declines dramatically year-on-year.

(II) Main business segments on areas

Unit: RMB

Areas	revenue	Increase/decrease in revenue over the same period of last year (%)
-------	---------	--

Mainland	2,559,453,501	-20.79%
Hong Kong	168,744,879	-25.13%
Asia (excluding mainland China and Hong Kong)	94,317,784	-68.86%
Europe	397,566,402	-26.54%
Australia	43,646,184	-17.27%
North America	39,940,994	1.82%
Other regions	4,202,235	-79.48%

(III) Major change in the primary business or its structure

☐Applicable ☒Non-applicable

(IV) Statement on major change in primary business profitability (gross profit ratio)

☒Applicable ☐Non-applicable

In the report period, influenced by government macro-control policies and production over-capacity, the selling price of flat glass reduces dramatically. As a result, the gross profit margin declined considerably compared with the same period of last year. Meanwhile, influenced by the European debt crisis, demands of the solar energy industry is turning down and the gross profit rate declines considerably compared with the same period of last year.

(V) Analyze of major changes on profit composition comparing with the same period of last year

☒Applicable ☐Non-applicable

Influenced by the European debt crisis, demands of the solar energy industry is turning down and the profit reduces considerably compared with the same period of last year. Influenced by national control policy of real estate and production over-capacity, the profit of flat glass business reduces considerably compared with the same period of last year. Therefore, the profit contribution of solar energy industry and flat glass business has dropped significantly in the proportion of profit constitution.

(VI) The use of raised finance

1. Comparison of the use of raised finance

☐Applicable ☒Non-applicable

2. Changes of projects of raised finance

☐Applicable ☒Non-applicable

(VII)Revising of business plan of the second half of year by the Board

☐Applicable ☒Non-applicable

(VIII) Prediction of business performance for Jan.-Sept. 2012

Alert of loss or significant change in net profit from the beginning of year to the end of next report period or compared with the same period of last year, and statement of causations.

☒ Applicable ☐ Non applicable

Discription: declined significantly at the same trend

Type of data filled for the prediction

☐ Actual figures ☒ Interval figures

	Year-begin to the end of the next report period			The same period of last year	Increase or decrease (%)			
Predicted amount of accumulative net profit (RMB'0,000)	35,000	--	45,000	111,009	<input type="checkbox"/> Increase <input checked="" type="checkbox"/> Decrease	59.46%	--	68.47%
Basic income per share (RMB/Share)	0.17	--	0.22	0.53	<input type="checkbox"/> Increase <input checked="" type="checkbox"/> Decrease	58.49%	--	67.92%
Statement on performance herald	<p>1. In the report period, influenced by government macro-control policies and production over-capacity, the selling price of flat glass reduce considerably compare with the same period of last year. The profit of flat glass in the Company will reduce considerably compared with the same period of last year.</p> <p>2. Influenced by the European debt crisis and government subsidy cut, the solar photovoltaic industry keeps sluggish in the report period. The selling price of polysilicon, cells & modules and solar energy glass decline considerably compared with the same period of last year. The profit of solar energy industry of the Company will reduce considerably compared with the same period of last year for the above reasons.</p>							

(IX) Statement of the Board on the “non-standard auditors’ report” issued by the CPA on the current report period

☐ Applicable ☒ Non-applicable

(X) Statement of the Board on the variation and treatment of events that involved in the “non-standard auditors’ report” issued by the CPA on previous fiscal year

☐ Applicable ☒ Non-applicable

VI. Significant Events

(I) Acquisition, disposal, or reconstruction of assets

1. Assets purchased or acquired

☐Applicable ☒Non-applicable

Statement on Assets purchased or acquired: Nil.

2. Assets sold

☐Applicable ☒Non-applicable

Statement on Assets sold: Nil.

3. Since releasing of capital restructuring report or asset acquisition or disposal report, their progress and influences on the business performance and financial positions.

☐Applicable ☒Non-applicable

(II) Guarantees

☒Applicable ☐Non-applicable

Unit: RMB'0,000

Unit: RMB 10,000

Particulars about the external guarantee of the Company (Barring the guarantee for subsidiaries)								
Name of the Company guaranteed	Related Announcement disclosure date	Guarantee limit	Actual date of happening (Date of signing agreement)	Actual guarantee limit	Guarantee type	Guarantee term	Complete implementation or not	Guarantee for related party (Yes or no)
Total approving external guarantee in report period (A1)		0.00		Total actual occurred external guarantee in report period (A2)		0.00		
Total approved external guarantee at the end of report period (A3)		0.00		Total actual balance of external guarantee at the end of report period (A4)		0.00		
Guarantee of the Company for the subsidiaries								
Name of the Company guaranteed	Related Announcement disclosure date	Guarantee limit	Actual date of happening (Date of signing agreement)	Actual guarantee limit	Guarantee type	Guarantee term	Complete implementation or not	Guarantee for related party (Yes or no)
Hebei CSG Glass Co., Ltd.	2012-1-20	5,000	2012-5-21	2,000	Credit guarantee	3 years	No	No
Wujiang CSG Glass Co., Ltd.	2012-1-20	4,000	2012-3-5	3,890	Credit guarantee	3 years	No	No
Dongguan CSG Solar Glass Co., Ltd.	2012-1-20	10,000	2012-6-13	3,793.78	Credit guarantee	2 years	No	No

Shenzhen CSG Float Glass Co., Ltd.	2012-1-20	30,000	2012-6-20	1,500	Credit guarantee	3 years	No	No
Xianning CSG Glass Co., Ltd.	2012-3-27	8,948.74	2012-6-8	943.15	Credit guarantee	3 years	No	No
Hebei CSG Glass Co., Ltd.	2012-4-24	9,487.35	2012-5-15	2,500	Credit guarantee	1 year	No	No
Chengdu CSG Glass Co., Ltd.	2012-4-24	9,487.35	2012-4-25	2,000	Credit guarantee	1 year	No	No
Total amount of approving guarantee for subsidiaries in report period (B1)			299,528.14	Total amount of actual occurred guarantee for subsidiaries in report period (B2)				66,189.71
Total amount of approved guarantee for subsidiaries at the end of reporting period (B3)			689,556.67	Total balance of actual guarantee for subsidiaries at the end of reporting period (B4)				98,116.64
Total amount of guarantee of the Company(total of two abovementioned guarantee)								
Total amount of approving guarantee in report period (A1+B1)			299,528.14	Total amount of actual occurred guarantee in report period (A2+B2)				66,189.71
Total amount of approved guarantee at the end of report period (A3+B3)			689,556.67	Total balance of actual guarantee at the end of report period (A4+B4)				98,116.64
The proportion of the total amount of actually guarantee in the net assets of the Company(that is A4+ B4)								14.20%
Including:								
Amount of guarantee for shareholders, actual controller and its related parties(C)								0.00
The debts guarantee amount provided for the guaranteed parties whose assets-liability ratio exceed 70% directly or indirectly(D)								3,600
Proportion of total amount of guarantee in net assets of the Company exceed 50% (E)								0.00
Total amount of the aforesaid three guarantees(C+D+E)								3,600
Explanations on possibly bearing joint and several liquidating responsibilities for undue guarantees				The Company bearing joint responsibility in guarantee range if the subsidiaries end up in default.				
Explanations on external guarantee against regulated procedures				N/A				

(III) Non-operational related credits and liabilities with related parties

☐Applicable ☒Non-applicable

(IV) Material lawsuit or arbitration

☐Applicable ☒Non-applicable

(V) The analysis of other material events and the influence and resolutions

☒Applicable ☐Non-applicable

1. On 6 August 2012, the First Extraordinary Shareholders' General Meeting 2012 deliberated and approved the proposal of "repurchasing part of the domestically listed foreign shares (B-share) of the Company". The company will repurchase no more than 200 million "B" shares with less than HKD 6 per share by centralized price bidding in Shenzhen Stock Exchange after putting on file in relevant regulatory bureau and gaining approval from relevant of authorized commerce and State Administration of Foreign Exchange. The repurchase term will be effective within 12 months since the approved date of shareholders' general meeting. More details could be found in relevant notices published at China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Website www.cninfo.com.cn on 20 July 2012 and 7 August 2012.

2. Short-term financing bills

On 15 April 2011, annual shareholders' general meeting 2010 of CSG Holding Co., Ltd. considered and passed the proposal of publishing short-term financing bills, agreed the Company's application for publishing short-term financing bills with total amount of RMB 0.7 billion. On 5 August 2011, the registration committee of Chinese inter-bank market dealers association held the thirty-fourth registration meeting of 2011, decided to accept the registration of short-term financing bills with total amount of RMB 0.7 billion and expiry on 12 August 2013. The short-term financing bills co-lead managed by China Construction Bank Co., Ltd. and China Merchants Bank Co., Ltd., publicly issue to institutional investors of China's inter-bank bond market by bookkeeping, book building, centralizing and placing, and could be issued by stages within the validity period of registration. On 15 September 2011, the Company successfully published short-term financing bills with total amount of RMB 0.7 billion and deadline of 365 days.

On 6 August 2012, the First Extraordinary Shareholders' General Meeting 2012 of CSG Holding Co., Ltd. deliberated and approved the proposal of short-term financing bills offering with application of short-term financing bill within RMB 2.2 billion limit.

More information can be found on www.chinabond.com.cn and www.chinamoney.com.cn.

3. Expiration of the plan for offering A-share privately

On 7 April 2011, the 2nd Extraordinary Shareholders' General Meeting 2011 deliberated and approved the "proposal of offering A-share privately in 2011" with no more than RMB 250 million A-shares offered. Validity of the proposal was within 12 months since the approved date. As of 7 April 2012, the above privately share offering plan expired along with the 12 months end since approved date of shareholders' general meeting. More details can be found in relevant notice published at China Securities Journal, Securities Times, Hong Kong Commercial Daily and Juchao Website www.cninfo.com.cn dated 8 April 2011 and 7 April 2012.

1. Securities investment

☐Applicable ☒Non-applicable

Statement on securities investment: Nil.

2. Shareholding of other PLC's shares

☒Applicable ☐Non-applicable

Stock code	stock Abbr.	Initial investment capital(RMB)	Proportion of equity of the company (%)	Book value at the end of period (RMB)	Gains/loss in the report period(RMB)	Changes in owners' equity in the report period(RMB)	Item in accounting	Resources
300093	Golden-Glass	23,000,000	8.33%	122,806,632	360,000	3,782,674	Available-for-sale financial assets	Legal person shares
Total		23,000,000	--	122,806,632	360,000	3,782,674		--

Statement on shareholding of other PLC's shares:

The Company holds 18,000,000 shares of Guangdong Golden Glass Technology Co., Ltd ("Golden Glass") and has its 8.33% voting power. Golden Glass was listed on 8 July, 2010. 13,884,800 shares held by the company were restricted for 12 months since the day Golden Glass listed. 4,115,200 shares held by the company were restricted for 36 months since the day Golden Glass listed.

3. Capital occupied and progress of settlement in the report period

☐Applicable ☒Non-applicable

The penalty plan proposed by the Board if the clearing of non-operational capital occupied was not completed till the end of report period

☐Applicable ☒Non-applicable

4. Implementation of commitments

Commitments of shareholders with over 5% of shares made in the report period or carried over from previous period

☒Applicable ☐Non-applicable

Item of Commitments	Promisee	Content of commitments	Commitment date	Commitment term	Implementation
Commitments for Share Merger Reform	the original non-tradable shareholder Shenzhen International Holdings (SZ) Limited and Xin Tong Chan Industrial Development (Shenzhen) Co., Ltd.	The Company has implemented share merger reform in May 2006. Till June 2008, the share of the original non-tradable shareholders which holding over 5% total shares of the Company had all released. Therein, the original non-tradable shareholder Shenzhen International Holdings (SZ) Limited (with former name of Yiwan Industrial Development (Shenzhen) Co., Ltd.) and Xin Tong Chan Industrial Development (Shenzhen) Co., Ltd. both are wholly-funded subsidiaries to Shenzhen International Holdings for limited (hereinafter Shenzhen International for short) listed in Hong Kong united stock exchange main board. On 9 July 2009, Shenzhen International held the Shareholders' General Meeting and authorized its board of directors to sell the CSG A share held by Shenzhen International at price of no less than RMB 8.5. Shenzhen International made commitment that it would strictly carry out related regulations of Securities Law, Administration of the Takeover of Listed Companies Procedures and Guiding Opinions on the Listed Companies' Transfer of Original Shares Released from Trading Restrictions issued by CSRC during implementing share decreasingly-held plan and take information disclosure responsibility timely.	2009-7-9	N/A	By the end of the report period, the original non-tradable shareholders of the Company have strictly carried out their promises.

Commitments in report of acquisition or equity change					
Commitments in assets replacement					
Commitments made in issuing					
Other commitments for medium and small shareholders					
Completed on time or not	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No				
Detail reasons for un-complement and further plan	N/A				
Whether made a promise to horizontal competition and related transactions that resulted or not	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No				
Solution term promised	N/A				
Solution way	N/A				
Complementation	N/A				

5. Profit distribution or capitalizing of common reserves

☐Applicable ☒Non-applicable

6. Items of other comprehensive income

Unit: RMB

Items	This period	Last period
1. Gains(losses) from financial assets available for sales	4,913,805	
Less: Income tax influences from financial assets available for sales	1,131,131	
Net amount reckoned into other consolidated income in previous period but transferred into gains/losses in current period		
Subtotal	3,782,674	
2. Shares in the other consolidated income of the investee calculated based on equity method		
Less: Income tax influences of shares in the other consolidated income of the investee calculated based on equity method		
Net amount reckoned into other consolidated income in previous period but transferred into gains/losses in current period		
Subtotal		
3. Gains(losses) from cash flow hedge instrument		
Less: Income tax influences from cash flow hedge		
Net amount reckoned into other consolidated income in previous period but transferred into gains/losses in current period		

Adjusted amount transferred to initial confirmed amount of the arbitrated items		
Subtotal		
4. Differences from translating foreign currency financial statements	453,048	127,450
Less: Net amount of disposing overseas business transferred to current gains/losses		
Subtotal	453,048	127,450
5. Others		1,450,000
Less: Income tax influences by others reckoned into other consolidated income		
Net amount reckoned into other consolidated income in previous period but transferred into gains/losses in current period		
Subtotal		1,450,000
Total	4,235,722	1,577,450

(VI) Reception of investigations, communications, or interviews in the report period

Date	Place	Way	Type	Visitors	Main content involved and material provided
2012-02-02	In the Company	Spot investigation	Institution	Shanghai Shenyin Wanguo Research & Consulting, Da Cheng Fund Management Co., Ltd., Great Wall Securities Co., Ltd.	Introduction the disclosed information about operation and production of the Company.
2012-02-06	In the Company	Spot investigation	Institution	BOCOM Schroders Fund Management Co., Ltd., CITIC Securities, Guotai Junan Securities Co., Ltd., China Post & Capital Fund Management Co., Ltd.	Introduction the disclosed information about operation and production of the Company.
2012-02-09	In the Company	Spot investigation	Institution	Changjiang Securities Co., Ltd., Essence Securities Co., Ltd., CITIC Securities	Introduction the disclosed information about operation and production of the Company.
2012-05-24	In the Company	Spot investigation	Institution	Orient Securities Co., Ltd.	Introduction the disclosed information about operation and production of the Company.
2012-05-29	In the Company	Spot investigation	Institution	Huatai United Securities Co., Ltd.	Introduction the disclosed information about operation and production of the Company.

VII. Financial Report

(I) Auditors' Report

Whether the Semi-annual Report is audited or not

☐ Yes ☒ No

(II) Financial Statements

Consolidated or not

☒ Yes ☐ No

1. Consolidated Balance Sheet

Unit: RMB

Items	Note	Ending balance	Beginning balance
Current asset:			
Monetary capital		432,879,811	656,239,151
Settlement provision			
Outgoing call loan			
Transactional financial assets			
Notes receivable		287,857,054	465,326,418
Account receivable		400,500,221	315,204,776
Prepayment		67,140,372	53,946,544
Insurance receivable			
Reinsurance receivable			
Provisions of Reinsurance contracts receivable			
Interest receivable			
Dividend receivable		339,963	
Other account receivable		108,896,845	51,555,671
Repurchasing of financial assets			
Inventories		596,984,460	479,716,050
Non-current asset due in 1 year			
Other current asset		177,037,679	913,630,129
Total of current asset		2,071,636,405	2,935,618,739
Non-current assets			
Disburse of consigned loans			

Available-for-sale financial asset		122,806,632	117,892,827
Expired investment in possess			
Long-term receivable			
Long-term share equity investment			
Investment real estates			
Fixed assets		9,572,808,838	9,431,688,834
Construction in process		1,800,395,355	1,713,437,065
Engineering goods			
Fixed asset disposal			
Production physical assets			
Gas & petrol			
Intangible assets		957,703,981	913,473,642
R&D expense		14,210,671	30,688,334
Goodwill		18,404,380	18,404,380
Long-term amortizable expenses		2,092,423	1,319,695
Differed income tax asset		94,483,662	81,376,849
Other non-current asset		37,490,712	37,490,712
Total of non-current assets		12,620,396,654	12,345,772,338
Total of assets		14,692,033,059	15,281,391,077
Current liabilities			
Short-term loans		1,713,555,928	1,546,224,149
Loan from Central Bank			
Deposit received and hold for others			
Call loan received			
Trade off financial liabilities			
Notes payable		331,729,305	106,118,119
Account payable		1,284,726,204	1,345,809,426
Prepayment received		131,121,359	135,537,639
Selling of repurchased financial assets			
Fees and commissions receivable			
Employees' wage payable		81,658,080	139,392,699
Tax payable		115,878,381	139,317,213
Interest payable		116,969,464	38,423,616
Dividend payable		687,627	687,627

Other account payable		165,467,190	886,647,082
Reinsurance fee payable			
Insurance contract provision			
Entrusted trading of securities			
Entrusted selling of securities			
Non-current liability due in 1 year		348,870,580	180,033,101
Other current liability		526,872	2,926,872
Total of current liability		4,291,190,990	4,521,117,543
Non-current liabilities			
Long-term borrowings		856,687,995	1,088,240,944
Bond payable		1,984,509,732	1,982,441,160
Long-term payable			
Special payable			
Anticipated liabilities			
Differed income tax liability		39,743,476	44,090,844
Other non-recurring liabilities		317,658,595	339,566,047
Total of non-current liabilities		3,198,599,798	3,454,338,995
Total of liability		7,489,790,788	7,975,456,538
Owners' equity (or shareholders' equity)			
Capital paid in (or share capital)		2,075,335,560	2,075,837,060
Capital reserves		1,390,679,935	1,380,994,405
Less: Shares in stock			
Special reserves		12,244,391	10,591,844
Surplus reserves		599,935,097	599,935,097
Common risk provision			
Retained profit		2,715,406,026	2,842,873,242
Different of foreign currency translation		1,294,553	886,336
Total of owner's equity belong to the parent company		6,794,895,562	6,911,117,984
Minor shareholders' equity		407,346,709	394,816,555
Total of owners' equity (or shareholders' equity)		7,202,242,271	7,305,934,539
Total of liability and shareholders' equity (or owners' equity)		14,692,033,059	15,281,391,077

Legal Representative: Zeng Nan

CFO: Luo Youming

Manager of the financial department: Huang Yanbing

2. Balance Sheet of the Parent Company

Unit: RMB

Items	Note	Ending balance	Beginning balance
Current asset:			
Monetary capital		86,774,985	229,898,568
Transactional financial assets			
Notes receivable			
Account receivable			
Prepayment			
Interest receivable			
Dividend receivable		351,258,555	
Other account receivable		1,626,710,908	1,464,351,799
Inventories			
Non-current asset due in 1 year			
Other current asset			
Total of current asset		2,064,744,448	1,694,250,367
Non-current assets			
Available-for-sale financial asset		94,192,742	90,423,881
Expired investment in possess			
Long-term receivable		2,078,757,725	2,165,031,152
Long-term share equity investment		4,767,960,592	4,568,233,404
Investment real estates			
Fixed assets		15,012,679	14,583,342
Construction in process			
Engineering goods			
Fixed asset disposal			
Production physical assets			
Gas & petrol			
Intangible assets		3,315,334	3,537,234
R&D expense			
Goodwill			
Long-term amortizable expenses			
Differed income tax asset			
Other non-current asset			

Total of non-current assets		6,959,239,072	6,841,809,013
Total of assets		9,023,983,520	8,536,059,380
Current liabilities			
Short-term loans		700,000,000	761,613,200
Trade off financial liabilities			
Notes payable			
Account payable			
Prepayment received			
Employees' wage payable		3,930,802	40,403,745
Tax payable		69,194	609,880
Interest payable		10,512,366	2,984,980
Dividend payable		687,627	687,627
Other account payable		965,990,775	947,884,945
Non-current liability due in 1 year			
Other current liability			
Total of current liability		1,681,190,764	1,754,184,377
Non-current liabilities			
Long-term borrowings		130,000,000	
Bond payable		1,984,509,732	1,982,441,160
Long-term payable			
Special payable			
Anticipated liabilities			
Differed income tax liability		19,137,936	18,195,720
Other non-recurring liabilities			
Total of non-current liabilities		2,133,647,668	2,000,636,880
Total of liability		3,814,838,432	3,754,821,257
Owners' equity (or shareholders' equity)			
Capital paid in (or share capital)		2,075,335,560	2,075,837,060
Capital reserves		1,425,796,805	1,417,697,982
Less: Shares in stock			
Special reserves			
Surplus reserves		599,935,097	599,935,097
Retained profit		1,108,077,626	687,767,984
Different of foreign currency translation			

Total of owners' equity (or shareholders' equity)		5,209,145,088	4,781,238,123
Total of liability and shareholders' equity (or owners' equity)		9,023,983,520	8,536,059,380

3. Consolidated Income Statement

Unit: RMB

Items	Note	Balance of this period	Balance of last period
I. Total revenue		3,345,250,485	4,438,534,102
Incl. Business income		3,345,250,485	4,438,534,102
Interest income			
Insurance fee earned			
Fee and commission received			
II. Total business cost		3,136,889,399	3,378,038,940
Incl. Business cost		2,638,127,535	2,876,324,402
Interest expense			
Fee and commission paid			
Insurance discharge payment			
Net claim amount paid			
Net insurance policy reserves provided			
Insurance policy dividend paid			
Reinsurance expenses			
Business tax and surcharge		17,025,087	27,343,805
Sales expense		105,534,834	139,454,241
Administrative expense		239,508,122	264,759,103
Financial expenses		133,352,212	65,210,104
Asset impairment loss		3,341,609	4,947,285
Plus: gains from change of fair value ("-" for loss)			
Investment gains ("-" for loss)		62,612,488	6,496,792
Incl. Investment gains from affiliates			
Exchange gains ("-" for loss)			
III. Operational profit ("-" for loss)		270,973,574	1,066,991,954
Plus: non-operational income		79,821,073	41,905,050
Less: non-operational expenditure		857,836	682,284
Incl. Loss from disposal of non-current assets		480,793	360,947

IV. Gross profit (“-“ for loss)		349,936,811	1,108,214,720
Less: Income tax expenses		55,928,766	189,427,287
V. Net profit (“-“ for net loss)		294,008,045	918,787,433
Including: Net profit realized by the entity taken over before the takeover			
Net profit attributable to the owners of parent company		246,093,185	837,643,342
Minor shareholders' equity		47,914,860	81,144,091
VI. Earnings per share:		--	--
(I) Basic earnings per share		0.12	0.40
(II) Diluted earnings per share		0.12	0.40
VII. Other misc. incomes		4,235,722	1,577,450
VIII. Total of misc. incomes		298,243,767	920,364,883
Total of misc. incomes attributable to the owners of the parent company		250,284,076	839,220,792
Total misc gains attributable to the minor shareholders		47,959,691	81,144,091

Net profit contributed by entities merged under common control in the report period was RMB 0.

Legal Representative: Zeng Nan

CFO: Luo Youming

Manager of the financial department: Huang Yanbing

4. Income Statement of the Parent Co.

Unit: RMB

Items	Note	Balance of this period	Balance of last period
I. Turnover		1,257,853	1,413,307
Less: Operation cost		70,566	371,240
Business tax and surcharge			
Sales expense			
Administrative expense		8,299,423	34,248,907
Financial expenses		9,227,432	1,703,817
Asset impairment loss		320,779	
Plus: gains from change of fair value (“-“ for loss)			
Investment gains (“-“ for loss)		805,030,048	1,053,340,716
Incl. Investment gains from affiliates			
II. Operational profit (“-“ for loss)		788,369,701	1,018,430,059
Plus: Non business income		5,501,000	200,000
Less: Non-business expenses		658	3,622

Incl. Loss from disposal of non-current assets		658	3,622
III. Total profit ("-" for loss)		793,870,043	1,018,626,437
Less: Income tax expenses			212,380
IV. Net profit ("-" for net loss)		793,870,043	1,018,838,817
V. Earnings per share		--	--
(I) Basic earnings per share			
(II) Diluted earnings per share			
VI. Other misc gains		2,826,646	-
VII. Total of integrated income		796,696,689	1,018,838,817

5. Consolidated Cash Flow Statement

Unit: RMB

Items	Amount of the current period	Amount of the previous period
I. Net cash flow from business operation		
Cash received from sales of products and providing of services	3,884,202,986	4,632,052,605
Net increase of customer deposits and capital kept for brother company		
Net increase of loans from central bank		
Net increase of inter-bank loans from other financial bodies		
Cash received against original insurance contract		
Net cash received from reinsurance business		
Net increase of client deposit and investment		
Net increase of trade financial asset disposal		
Cash received as interest, processing fee, and commission		
Net increase of inter-bank fund received		
Net increase of repurchasing business		
Tax returned	58,510,844	127,969,773
Other cash received from business operation	79,969,296	48,874,065
Sub-total of cash inflow from business activities	4,022,683,126	4,808,896,443
Cash paid for purchasing of merchandise and services	2,270,615,052	2,678,916,277
Net increase of client trade and advance		
Net increase of savings in central bank and brother company		
Cash paid for original contract claim		
Cash paid for interest, processing fee and commission		

Cash paid for policy dividend		
Cash paid to staffs or paid for staffs	400,029,889	482,145,788
Taxes paid	308,216,035	534,625,872
Other cash paid for business activities	195,910,015	170,508,182
Sub-total of cash outflow from business activities	3,174,770,991	3,866,196,119
Cash flow generated by business operation, net	847,912,135	942,700,324
II. Cash flow generated by investing		
Cash received from investment retrieving		
Cash received as investment profit		
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets	1,295,724	873,720
Net cash received from disposal of subsidiaries or other operational units	78,552,498	182,582,884
Other investment-related cash received	20,095,500	80,502,447
Sub-total of cash inflow due to investment activities	99,943,722	263,959,051
Cash paid for construction of fixed assets, intangible assets and other long-term assets	732,552,554	1,589,103,709
Cash paid as investment	27,068,998	55,535,338
Net increase of loan against pledge		
Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities	5,281,759	10,000,000
Sub-total of cash outflow due to investment activities	764,903,311	1,654,639,047
Net cash flow generated by investment	-664,959,589	-1,390,679,996
III. Cash flow generated by financing		
Cash received as investment	52,855,285	156,000,472
Incl. Cash received as investment from minor shareholders	52,855,285	156,000,472
Cash received as loans	1,103,228,957	2,327,865,348
Cash received from bond placing		
Other financing-related cash received	36,000,000	142,976,786
Subtotal of cash inflow from financing activities	1,192,084,242	2,626,842,606
Cash to repay debts	998,612,647	1,163,245,143
Cash paid as dividend, profit, or interests	560,507,498	894,331,088
Incl. Dividend and profit paid by subsidiaries to minor shareholders	123,764,085	122,822,796
Other cash paid for financing activities	81,339,586	9,053,915

Subtotal of cash outflow due to financing activities	1,640,459,731	2,066,630,146
Net cash flow generated by financing	-448,375,489	560,212,460
IV. Influence of exchange rate alternation on cash and cash equivalents	-382,294	-2,618,291
V. Net increase of cash and cash equivalents	-265,805,237	109,614,497
Plus: Balance of cash and cash equivalents at the beginning of term	634,416,575	660,213,739
VI. Balance of cash and cash equivalents at the end of term	368,611,338	769,828,236

6. Cash Flow Statement of the Parent Co.

Unit: RMB

Items	Amount of the current period	Amount of the previous period
I. Net cash flow from business operation		
Cash received from sales of products and providing of services		
Tax returned		
Other cash received from business operation	2,610,022	2,523,703
Sub-total of cash inflow from business activities	2,610,022	2,523,703
Cash paid for purchasing of merchandise and services		
Cash paid to staffs or paid for staffs	38,577,674	122,863,889
Taxes paid	129,455	357,258
Other cash paid for business activities	6,756,254	3,833,256
Sub-total of cash outflow from business activities	45,463,383	127,054,403
Cash flow generated by business operation, net	-42,853,361	-124,530,700
II. Cash flow generated by investing		
Cash received from investment retrieving		133,000,000
Cash received as investment profit	352,616,833	991,823,922
Net cash retrieved from disposal of fixed assets, intangible assets, and other long-term assets		
Net cash received from disposal of subsidiaries or other operational units	62,400,000	150,500,000
Other investment-related cash received		122,766,734
Sub-total of cash inflow due to investment activities	415,016,833	1,398,090,656
Cash paid for construction of fixed assets, intangible assets and other long-term assets	2,019,736	346,505
Cash paid as investment	158,325,000	715,834,546

Net cash received from subsidiaries and other operational units		
Other cash paid for investment activities	44,760,602	10,000,000
Sub-total of cash outflow due to investment activities	205,105,338	726,181,051
Net cash flow generated by investment	209,911,495	671,909,605
III. Cash flow generated by financing		
Cash received as investment		
Cash received as loans	130,000,000	163,565,640
Other financing-related cash received		
Subtotal of cash inflow from financing activities	130,000,000	163,565,640
Cash to repay debts	61,500,720	111,983,420
Cash paid as dividend, profit, or interests	374,762,405	728,697,705
Other cash paid for financing activities	2,221,645	2,762,840
Subtotal of cash outflow due to financing activities	438,484,770	843,443,965
Net cash flow generated by financing	-308,484,770	-679,878,325
IV. Influence of exchange rate alternation on cash and cash equivalents	-1,696,947	-369,735
V. Net increase of cash and cash equivalents	-143,123,583	-132,869,155
Plus: Balance of cash and cash equivalents at the beginning of term	229,898,568	373,901,165
VI. Balance of cash and cash equivalents at the end of term	86,774,985	241,032,010

7. Statement of Change in Owners' Equity (Consolidated)

Amount of the Current Term

Unit: RMB

Items	Amount of the Current Term									
	Owners' Equity Attributable to the Parent Company								Minor shareholders' Total of owners' equity	Total of owners' equity
	Capital paid in (or share capital)	Capital reserves	Less: Shares Special in reserves stock	Special reserves	Surplus reserves	Common risk provision	Retained profit	Others		
I. Balance at the end of last year	2,075,837,060	1,380,994,405		10,591,844	599,935,097		2,842,873,242	886,336	394,816,555	7,305,934,539
Plus:										
Change of accounting policy										
Correcting of previous errors										
Others										
II. Balance at the beginning of current year	2,075,837,060	1,380,994,405		10,591,844	599,935,097		2,842,873,242	886,336	394,816,555	7,305,934,539
III. Amount of change in current term ("-" for decrease)	-501,500	9,685,530		1,652,547			-127,467,216	408,217	12,530,154	-103,692,268
(I) Net profit							246,093,185		47,914,860	294,008,045

(II) Other misc. income		3,782,674						408,217	44,831	4,235,722
Total of (I) and (II)		3,782,674					246,093,185	408,217	47,959,691	298,243,767
(III) Investment or decreasing of capital by owners	-501,500	5,097,505							52,690,308	57,286,313
1. Capital inputted by owners									52,515,636	52,515,636
2. Amount of shares paid and accounted as owners' equity		6,817,650							174,672	6,992,322
3. Others	-501,500	-1,720,145								-2,221,645
(IV) Profit allotment							-373,560,401		-123,764,085	-497,324,486
1. Providing of surplus reserves										
2. Common risk provision										
3. Allotment to the owners (or shareholders)							-373,560,401		-123,764,085	-497,324,486
4. Others										
(V) Internal transferring of owners' equity										
1. Capitalizing of capital reserves (or										

to capital shares)										
2. Capitalizing of surplus reserves (or to capital shares)										
3. Making up losses by surplus reserves										
4. Others										
(VI) Special reserves				1,652,547					106,043	1,758,590
1. Provided this year				1,652,547					106,043	1,758,590
2. Used this term										
(VII) Others		805,351							35,538,197	36,343,548
IV. Balance at the end of this term	2,075,335,560	1,390,679,935		12,244,391	599,935,097		2,715,406,026	1,294,553	407,346,709	7,202,242,271

Amount of Last Term

Unit: RMB

Items	Amount of Last Term									
	Owners' Equity Attributable to the Parent Company								Minor shareholders' Total of owners' equity	Total of owners' equity
	Capital paid in (or share capital)	Capital reserves	Less: Shares Special in reserves stock	Special reserves	Surplus reserves	Common risk provision	Retained profit	Others		
I. Balance at the end of last year	2,076,721,060	1,309,834,212	578,000	5,683,705	506,530,148		2,484,699,065	1,981,019	374,347,140	6,759,218,349

Plus: Retrospective adjustment caused by merger of entities under common control										
Plus: Change of accounting policy										
Correcting of previous errors										
Others										
II. Balance at the beginning of current year	2,076,721,060	1,309,834,212	578,000	5,683,705	506,530,148		2,484,699,065	1,981,019	374,347,140	6,759,218,349
III. Amount of change in current term ("—" for decrease)	-884,000	71,160,193	-578,000	4,908,139	93,404,949		358,174,177	-1,094,683	20,469,415	546,716,190
(I) Net profit							1,178,229,197		159,287,088	1,337,516,285
(II) Other misc. income		40,706,691						-1,094,683	362,500	39,974,508
Total of (I) and (II)		40,706,691					1,178,229,197	-1,094,683	159,649,588	1,377,490,793
(III) Investment or decreasing of capital by owners	-884,000	26,394,368	-578,000						178,892,323	204,980,691
1. Capital inputted by owners									177,085,402	177,085,402

2. Amount of shares paid and accounted as owners' equity		27,443,948							1,806,921	29,250,869
3. Others	-884,000	-1,049,580	-578,000							-1,355,580
(IV) Profit allotment					93,404,949		-820,055,020		-130,710,610	-857,360,681
1. Providing of surplus reserves					93,404,949		-93,404,949			
2. Common risk provision										
3. Allotment to the owners (or shareholders)							-726,650,071		-130,710,610	-857,360,681
4. Others										
(V) Internal transferring of owners' equity										
1. Capitalizing of capital reserves (or to capital shares)										
2. Capitalizing of surplus reserves (or to capital shares)										
3. Making up losses by surplus reserves										
4. Others										
(VI) Special reserves				4,908,139					679,672	5,587,811

1. Provided this year				4,908,139					679,672	5,587,811
2. Used this term										
(VII) Others		4,059,134							-188,041,558	-183,982,424
IV. Balance at the end of this term	2,075,837,060	1,380,994,405		10,591,844	599,935,097		2,842,873,242	886,336	394,816,555	7,305,934,539

8. Statement of Change in Owners' Equity (Parent Co.)

Amount of the Current Term

Unit: RMB

Items	Amount of the Current Term							
	Capital paid in (or share capital)	Capital reserves	Less: Shares in stock	Special reserves	Surplus reserves	Common risk provision	Retained profit	Total of owners' equity
I. Balance at the end of last year	2,075,837,060	1,417,697,982			599,935,097		687,767,984	4,781,238,123
Add: Change of accounting policy								
Correcting of previous errors								
Other								
II. Balance at the beginning of current year	2,075,837,060	1,417,697,982			599,935,097		687,767,984	4,781,238,123
III. Changed in the current year	-501,500	8,098,823					420,309,642	427,906,965
(I) Net profit							793,870,043	793,870,043
(II) Other misc.income		2,826,646						2,826,646
Total of (I) and (II)		2,826,646					793,870,043	796,696,689

(III) Investment or decreasing of capital by owners	-501,500	5,272,177						4,770,677
1. Capital inputted by owners								
2. Amount of shares paid and accounted as owners' equity		6,992,322						6,992,322
3. Other	-501,500	-1,720,145						-2,221,645
(IV) Profit allotment							-373,560,401	-373,560,401
1. Providing of surplus reserves								
2. Providing of common risk provisions								
3. Allotment to the owners (or shareholders)							-373,560,401	-373,560,401
4. Other								
(V) Internal transferring of owners' equity								
1. Capitalizing of capital reserves (or to capital shares)								
2. Capitalizing of surplus reserves (or to capital shares)								

3. Making up losses by surplus reserves.								
4. Other								
(VI) Special reserves								
1. Provided this year								
2. Used this term								
(VII) Other								
IV. Balance at the end of this term	2,075,335,560	1,425,796,805			599,935,097		1,108,077,626	5,209,145,088

Amount of the previous term

Unit: RMB

Items	Amount of the previous term							
	Capital paid in (or share capital)	Capital reserves	Less: Shares in stock	Special reserves	Surplus reserves	Common risk provision	Retained profit	Total of owners' equity
I. Balance at the end of last year	2,076,721,060	1,359,890,506	578,000		506,530,148		573,773,510	4,516,337,224
Add: Change of accounting policy								
Correcting of previous errors								
Other								
II. Balance at the beginning of current year	2,076,721,060	1,359,890,506	578,000		506,530,148		573,773,510	4,516,337,224
III. Changed in the current year	-884,000	57,807,476	-578,000		93,404,949		113,994,474	264,900,899
(I) Net profit							934,049,494	934,049,494

(II) Other misc.income		29,606,187						29,606,187
Total of (I) and (II)		29,606,187					934,049,494	963,655,681
(III) Investment or decreasing of capital by owners	-884,000	28,201,289	-578,000					27,895,289
1. Capital inputted by owners								
2. Amount of shares paid and accounted as owners' equity		29,250,869						29,250,869
3. Other	-884,000	-1,049,580	-578,000					-1,355,580
(IV) Profit allotment					93,404,949		-820,055,020	-726,650,071
1.Providing of surplus reserves					93,404,949		-93,404,949	
2.Providing of common risk provisions								
3. Allotment to the owners (or shareholders)							-726,650,071	-726,650,071
4. Other								
(V) Internal transferring of owners' equity								
1. Capitalizing of capital reserves (or to capital shares)								

2. Capitalizing of surplus reserves (or to capital shares)								
3. Making up losses by surplus reserves.								
4. Other								
(VI) Special reserves								
1. Provided this year								
2. Used this term								
(VII) Other								
IV. Balance at the end of this term	2,075,837,060	1,417,697,982			599,935,097		687,767,984	4,781,238,123

(III) Notes to the financial statements

1. Influences of changes in material accounting policies, accounting estimations, or correction of material

(1) Change of accounting policies

Whether there were changes in accounting policies in the report period or not

☐ Yes ☒ No

(2) Change of accounting estimations

Whether there were changes in accounting estimations in the report period or not

☐ Yes ☒ No

(3) Correction of accounting errors

Whether there was accounting error with previous period found in the report period or not

☐ Yes ☒ No

2. Statement on change of consolidation range

Compared with last year, this year increases a new consolidated company, the reason is:

CSG PV (Europe) Co., Ltd. was established in Hamburg, Germany on February 10, 2012. CSG' subsidiary, Dongguan CSG PV-tech Co., Ltd has its 90% equity, the remaining 10% owned by the third party. All capital invested is in cash.

Compared with last year, this year decreases a consolidated company, the reason is:

Guangzhou CSG Glass Co., Ltd. (hereinafter referred to as the "Guangzhou CSG") for the group for sell all of its equity and loss of control, no longer into the consolidated range subsidiary.

3. The list of the relevant notes to the issues involved in the report if the report was issued non-standard auditor's report

Nil

**The Board of Directors of
CSG Holding Co., Ltd.
21 August 2012**