












C

2019	M		C	2
				16
C	 A 	BA	A C	17
C	 A 	C M	A M	22
C	 A 	A M	CA	26
C	 A 	A M	C A	31
		A CA	A M	35
MA		C M A		84



2019 INTERIM REPORT OF THE DIRECTORS

The Board of Directors (the "Board") of the Company (the "Company") and the Board of Directors of the Group (the "Group") are pleased to present to you the 2019 Interim Report of the Directors. The Group's financial performance for the period from January 1, 2019 to June 30, 2019, is set out in the financial statements of the Group for the period. The Group's financial performance for the period from January 1, 2019 to June 30, 2019, is set out in the financial statements of the Group for the period. The Group's financial performance for the period from January 1, 2019 to June 30, 2019, is set out in the financial statements of the Group for the period.

INDUSTRY DEVELOPMENT AND BUSINESS REVIEW

In 2019, the Group's operating income was RMB 11,940 million, an increase of 1,820 million or 18.2% over the corresponding period of 2018. The Group's operating profit was RMB 9,090 million, an increase of 1,400 million or 18.2% over the corresponding period of 2018. The Group's net profit was RMB 6,150 million, an increase of 1,250 million or 20.3% over the corresponding period of 2018. The Group's earnings per share was RMB 0.615, an increase of 0.0615 or 11.1% over the corresponding period of 2018. The Group's cash and cash equivalents were RMB 40,740 million at the end of the reporting period, an increase of 1,820 million or 4.5% over the end of the reporting period of 2018. The Group's total assets were RMB 119,400 million at the end of the reporting period, an increase of 1,820 million or 1.5% over the end of the reporting period of 2018. The Group's total liabilities were RMB 78,460 million at the end of the reporting period, an increase of 1,820 million or 2.3% over the end of the reporting period of 2018. The Group's net assets were RMB 40,940 million at the end of the reporting period, an increase of 1,820 million or 4.5% over the end of the reporting period of 2018.

In 2019, the Group's operating income was RMB 11,940 million, an increase of 1,820 million or 18.2% over the corresponding period of 2018. The Group's operating profit was RMB 9,090 million, an increase of 1,400 million or 18.2% over the corresponding period of 2018. The Group's net profit was RMB 6,150 million, an increase of 1,250 million or 20.3% over the corresponding period of 2018. The Group's earnings per share was RMB 0.615, an increase of 0.0615 or 11.1% over the corresponding period of 2018. The Group's cash and cash equivalents were RMB 40,740 million at the end of the reporting period, an increase of 1,820 million or 4.5% over the end of the reporting period of 2018. The Group's total assets were RMB 119,400 million at the end of the reporting period, an increase of 1,820 million or 1.5% over the end of the reporting period of 2018. The Group's total liabilities were RMB 78,460 million at the end of the reporting period, an increase of 1,820 million or 2.3% over the end of the reporting period of 2018. The Group's net assets were RMB 40,940 million at the end of the reporting period, an increase of 1,820 million or 4.5% over the end of the reporting period of 2018.

OPERATING RESULTS

30 2019, v
 MB9,962.01 , 21.76%
 MB31.46 , 2.24%
 MB0.02,
 MB14,978.40 , MB47.88 v
 MB8.78,
 MB0.03 v

NEW CONTRACTS

30 2019, v
 MB6.133 , 29.10%
 MB0.340
 39.92%
 A MB2.295 , 37.42%
 MB0.913 ,
 14.89%;
 MB0.009 , 0.15%;
 MB0.714 , 11.64%;
 MB0.898 , 14.64%;
 MB1.304 ,
 21.26%.

PRODUCT OUTPUT

Product	2019	2018	% Change
30	5,940 M	5,000 M	21.72%
230 M	230 M	290 M	77.86%
5,710 M	5,710 M	4,900 M	14.14%
6,920 M	6,920 M	6,500 M	7.45%
4,830 M	4,830 M	4,500 M	53.24%

OPERATING REVENUE AND COST

Product	2019	2018	% Change
MB9,962.01	MB9,962.01	8,150.00	21.76%
MB4,425.47	MB4,425.47	3,400.00	29.16%
MB783.96	MB783.96	580.00	36.35%
MB420.76	MB420.76	280.00	45.49%
MB2,834.25	MB2,834.25	2,200.00	25.66%
MB473.81	MB473.81	290.00	78.67%
AC/C	AC/C	AC/C	3.45%
MB1,023.76	MB1,023.76	980.00	3.45%

2019年1-9月，公司实现营业收入28.06亿元，较上年同期增长27.41%；实现毛利97.68%，较上年同期增长2.15%。

2019年1-9月，公司实现营业利润23.35亿元，较上年同期增长23.35%。

GROSS PROFIT AND GROSS PROFIT MARGIN

2019年1-9月，公司实现营业收入30.21亿元，较上年同期增长28.06%；实现毛利9.92%，较上年同期增长13.70%。

2019年1-9月，公司实现营业利润1.8亿元，较上年同期增长1.8亿元。

2019年1-9月，公司实现营业利润1.8亿元，较上年同期增长1.8亿元。

2019年1-9月，公司实现营业利润1.61亿元，较上年同期增长1.61亿元。

2019年1-9月，公司实现营业利润9.93亿元，较上年同期增长9.93亿元。

(1) (2) (3)

EXPENSES FOR THE PERIOD

30 2019, MB1,061.70
 MB136.45 11.39% MB228.09
 MB9.27 3.91% MB536.29
 MB127.44 19.20% MB266.21
 MB34.37 14.82% MB31.11
 MB34.11 52.30%

-

ASSETS AND LIABILITIES

A 30 2019, 83.57% MB54,810.49
 MB1,731.49 3.06% v
 MB45,805.64
 MB9,004.85 16.43% -
 MB38,528.59
 MB1,704.36 4.24% v
 MB36,830.87 95.59%
 MB1,697.72
 4.41% A 30 2019, 70.29% 71.16%

CAPITAL AND GEARING RATIO

A 30 2019, (-)
 v) 0.11:1 0.12:1

MONETARY CAPITAL AND CASH FLOWS

A 30 2019, MB10,252.54
 MB2,290.71 18.26%
 MB4,063.89 v
 MB145.77 v
 MB1,873.89

FUNDING AND BORROWINGS

	2019	2018
At the beginning of the year	MB4,003.62	MB3,703.62
At the end of the year	MB1,509.84	MB4,003.62
Net increase (decrease)	(MB2,493.78)	MB369.99
At the beginning of the year	MB1,930.71	MB300.00
At the end of the year	MB200.00	MB1,930.71
Net increase (decrease)	(MB1,730.71)	MB1,630.71
At the beginning of the year	MB13,086.88	MB13,086.88
At the end of the year	MB13,086.88	MB13,086.88
Net increase (decrease)	MB0.00	MB0.00

MAJOR INVESTMENTS HELD, MAJOR ACQUISITION OR DISPOSAL OF SUBSIDIARIES AND THE FUTURE PLAN ON MAJOR INVESTMENTS OR PURCHASE OF CAPITAL ASSETS

As of 30 September 2019, the Company's major investments held are as follows:

Investment Name	Shareholding Percentage (%)	Investment Amount (MB)	Investment Status
MB234.27	100%	MB234.27	Completed
MB91.13	100%	MB91.13	Completed
MB143.14	100%	MB143.14	Completed
MB542.47	100%	MB542.47	Completed

The Company has no major acquisition or disposal of subsidiaries during the reporting period.

The future plan on major investments or purchase of capital assets is as follows:

The Company plans to continue to invest in its existing businesses and explore new business opportunities. The Company will also continue to invest in research and development to improve its technological level and competitiveness.

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND RELATED HEDGES

The Company's major assets and liabilities are denominated in the functional currency of the reporting entity. The Company is exposed to the risk of fluctuations in exchange rates. The Company uses foreign exchange derivatives to hedge its foreign exchange risk.

The Company's major assets and liabilities denominated in foreign currencies are as follows:

Item	Amount (MB)	Denominated in
Accounts receivable	MB30	USD
Accounts payable	MB30	USD
Other receivables	MB30	USD
Other payables	MB30	USD

TAX POLICIES

A 2008年1月1日起，A類企業所得稅稅率由25%調整為15%。根據《高新技術企業認定管理辦法》（國家稅務總局令第63號），M類企業所得稅稅率由25%調整為15%。A類企業所得稅稅率由25%調整為15%。C類企業所得稅稅率由25%調整為15%。2008年1月1日起，A類企業所得稅稅率由25%調整為15%。根據《高新技術企業認定管理工作指引》（國家稅務總局令第63號），M類企業所得稅稅率由25%調整為15%。A類企業所得稅稅率由25%調整為15%。8月2008年，C類企業所得稅稅率由25%調整為15%。B類企業所得稅稅率由25%調整為15%。C類企業所得稅稅率由25%調整為15%。15%。

A類企業所得稅稅率由25%調整為15%。根據《中華人民共和國增值稅暫行條例實施細則》，M類企業所得稅稅率由25%調整為15%。15% 2003年。

C類企業所得稅稅率由25%調整為15%。根據《中華人民共和國增值稅暫行條例實施細則》，M類企業所得稅稅率由25%調整為15%。

C類企業所得稅稅率由25%調整為15%。根據《中共中央、國務院關於實施東北地區等老工業基地振興戰略的若干意見》，M類企業所得稅稅率由25%調整為15%。

NEW PRODUCTS AND NEW INDUSTRIES

2019, $\text{RMB} 13,658$ million, compared with $\text{RMB} 13,658$ million in 2018. The increase was mainly due to the increase in the number of new products and new industries.

In 2019, the company continued to invest in research and development of new products and new industries. The total amount of investment was $\text{RMB} 13,658$ million, an increase of $\text{RMB} 13,658$ million compared with 2018.

The company's investment in new products and new industries is in line with the company's strategy of "high-quality development" and "innovation-driven". The company will continue to invest in research and development of new products and new industries in the future.

EMPLOYEES, REMUNERATION, STOCK OPTION PLAN AND TRAINING

As of December 31, 2019, the company had a total of 13,658 employees, an increase of 13,658 employees compared with 2018.

The company's remuneration policy is to attract and retain high-quality talent. The company's remuneration structure includes basic salary, performance bonus, and long-term incentive plan.

In 2019, the company's remuneration was $\text{RMB} 17,176$ million, an increase of $\text{RMB} 17,176$ million compared with 2018.

INTERIM DIVIDEND

On December 30, 2019, the company declared an interim dividend of $\text{RMB} 17,176$ million.

PROSPECTS

2019, \$1,706,523,000, representing an increase of 5% from the amount of \$1,624,943,000 reported for 2018. The increase is primarily due to the issuance of 336,000 shares of Class B common stock to the SFO, which represents 100% of the underlying share capital and 60.41% of the total share capital. The remaining 39% of the total share capital is held by Class C common stock. The total number of shares outstanding is 1,030,952,000.

SUBSTANTIAL SHAREHOLDERS' INTERESTS IN SHARE CAPITAL

As of December 31, 2019, the following table sets forth the substantial shareholders' interests in the share capital of the Company:

Name of shareholder	Class of shares	Number of shares	Capacity	Percentage to underlying share capital	Percentage to total share capital
SFO	Class B	336,000	B	100%	60.41%
Other shareholders	Class C	694,952,000	C	-	39.59%

Name of shareholders	Class of shares	Number of shares	Capacity	Percentage to underlying share capital	Percentage to total share capital
SFO	Class B	336,000	B	100%	60.41%
Other shareholders	Class C	694,952,000	C	-	39.59%

v 30 2019, C v
 C , C
 336

DIRECTORS', SUPERVISORS' AND SENIOR MANAGEMENT'S INTERESTS IN SHARE CAPITAL

A 30 2019, P , v
 C C
 C ()
).

DISCLOSURE OF SIGNIFICANT EVENTS

24 P 2018, C C ,
 . (HE), C C ,
 C C M A ,
 \$4.56
 C P C 90% v 4:00 .

A 4:00 . C P (. , 19 2019), v v
 596,660,566 , C 88.32%

C 19 2019
 v C 19 2019.

COMPLIANCE WITH THE MODEL CODE

A 30 2019, C M C
 v M C 10 C
 v M C
 M C

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

30 2019, C C

CONTINGENT LIABILITIES

A 30 2019, v C
 MB2,073.05 C
 ,

PLEDGE OF ASSETS

A 30 2019, MB111.92 (30
 2018: MB119.49)

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

C v C A 14 C
 C v A 14 C
 C

THE AUDIT COMMITTEE

A C C v v C C C C C A C
C C C 30 2019. A C
C C C M , - - .

AUDITORS

B C C C A C , C , C ,
C v C C C C C C C
30 2019 C C C C C C
A C C v C .2101. v C C C .

SHAREHOLDERS' MEETING

2018 C C C , C
7 M 2019, C C
C C C v C C C
C C C C C .

OTHER DISCLOSEABLE INFORMATION

A C30 2019, C C v C
C C 40.3() C () A 16 C C

DOCUMENTS AVAILABLE FOR INSPECTION

A C A C C C C C C
C C v C C C C C C C 30
2019 v C C C C C C C C 1399
C , C , C .

REVIEW REPORT

C A 2019 . 10699

To the Shareholders of Harbin Electric Company Limited:

我们接受贵公司的委托，按照中国注册会计师审计准则的规定，对贵公司2019年12月31日的资产负债表，2019年1月1日至2019年12月31日止期间的利润表、现金流量表、所有者权益变动表及其附注进行了审计。我们认为，贵公司财务报表在所有重大方面按照企业会计准则的规定编制，公允反映了贵公司2019年12月31日的财务状况以及2019年1月1日至2019年12月31日止期间的经营成果和现金流量。

贵公司于2019年12月31日资产负债表显示总资产为人民币2101.18亿元，净资产为人民币1069.90亿元。2019年1月1日至2019年12月31日止期间，贵公司实现营业收入为人民币1,234.56亿元，净利润为人民币123.45亿元。

本财务报表的编制和审计均适用中国会计准则。贵公司管理层对财务报表的编制负责，注册会计师的责任是在审计的基础上对财务报表发表审计意见。我们的审计不能为贵公司财务报表的编制提供任何保证，也不能为贵公司财务报表的编制提供任何形式的担保。

我们提醒贵公司股东注意，本审计报告仅供贵公司2019年年度报告披露之目的使用，不得用作任何其他目的。我们不对贵公司未来经营成果或现金流量作出任何保证。

BDO China Shu Lun Pan
Certified Public Accountants LLP.

Certified Public Accountant of China:
YONGBO CHEN

Certified Public Accountant of China:
QINGSONG CHEN

报告日期：2020年3月23日

CONSOLIDATION BALANCE SHEET

M	:	☒	C	☒	.	M	☒	☒	MB	A
Items	/					June 30, 2019				
Current assets:										
C		v	☒			10,252,535,894.38				12,543,251,700.19
		v	☒	☒		400,000,000.00				600,000,000.00
			☒							
			☒		☒					
		v	☒	v						
		☒		v		1,664,337,085.77				3,112,281,635.68
A		☒		v	()	6,926,528,653.05				6,674,746,317.19
		v								
A		v	☒		()	4,029,038,571.97				3,592,286,216.57
C										
		v								
		☒		v	()	1,119,128,393.36				1,270,159,303.49
		v	☒			11,008,639,340.68				10,454,912,311.25
		:		☒		3,359,877,502.38				3,212,257,379.48
			☒		()	363,299,098.48				344,585,898.98
C		☒	☒	☒		9,905,724,518.35				8,233,457,249.78
A		☒								
		-	☒	☒	☒					49,955,000.00
		☒	☒	☒	()	499,709,436.29				781,645,718.79
Total current assets						45,805,641,893.85				47,312,695,452.94

CONSOLIDATION BALANCE SHEET (CONTINUED)

Items	₩	June 30, 2019	₩	31, 2018
Non-current assets:				
		30,533,267.79		
		2,946,987.63		3,358,126.45
		202,088,275.45		182,173,650.81
		629,167,513.71		716,953,772.26
		191,181,509.29	()	233,173,255.85
		14,187,878,938.20	()	13,874,960,800.37
		8,236,148,547.51		7,957,808,438.89
		5,951,730,390.69		5,917,152,361.48
		49,133,404.86		48,442,947.49
		5,902,596,985.83		5,868,709,413.99
		502,870,453.89		664,086,992.85
		742,913,628.01	()	767,164,480.73
		290,105,270.15		274,062,234.32
		22,045,558.60		29,463,079.46
		488,401,865.78		490,142,216.40
Total non-current assets		9,004,851,316.13		9,229,287,223.12
Total assets		54,810,493,209.98		56,541,982,676.06

CONSOLIDATION BALANCE SHEET (CONTINUED)

		M	MB	A
Liabilities and shareholders' equity		June 30,		31,
		2019		2018
Current liabilities :				
☒☒	()	3,503,617,069.24		1,572,908,534.19
B				300,000,000.00
☒				
☒		5,512,430,377.89		5,836,028,015.25
A	()	12,844,301,477.76		13,215,819,754.05
A v				
A		766,741,304.80		1,701,564,614.29
A				
A		255,074,802.71		296,206,737.79
: A		20,696,893.51		47,549,236.28
:		6,627,172.59		20,641.00
:		70,538,753.50		374,043,503.79
:		68,670,523.98		359,389,161.53
☒		589,947,332.49		282,211,997.43
C				
C				
C		13,086,883,226.98		14,596,720,387.12
-				
☒	()	200,000,000.00		200,000,000.00
☒	()	1,338,548.80		188,548.80
TOTAL CURRENT LIABILITIES		36,830,872,894.17		38,375,692,092.71

CONSOLIDATION BALANCE SHEET (CONTINUED)

Liabilities and shareholders' equity	June 30, 2019	31, 2018
Non-current liabilities:		
B	300,000,000.00	300,000,000.00
:		
-	480,043,694.29	484,843,694.29
-	142,308,359.65	142,308,359.65
	623,286,396.66	785,172,986.49
	152,081,231.33	144,934,944.49
TOTAL NON-CURRENT LIABILITIES	1,697,719,681.93	1,857,259,984.92
TOTAL LIABILITIES	38,528,592,576.10	40,232,952,077.63

CONSOLIDATION BALANCE SHEET (CONTINUED)

Liabilities and shareholders' equity	₩	June 30, 2019	31, 2018
Owners' (Shareholders') equity:			
- ₩ (₩)	()	1,706,523,000.00	1,706,523,000.00
₩		1,030,952,000.00	1,030,952,000.00
: ₩₩ -		1,030,952,000.00	1,030,952,000.00
C ₩v ₩			
- v ₩ ₩			
: v ₩		675,571,000.00	675,571,000.00
# : C ₩ ₩		1,706,523,000.00	1,706,523,000.00
₩ ₩ ₩ ₩			
: ₩ ₩			
C ₩ v		3,715,737,494.12	3,715,737,494.12
: ₩			
₩ : C v ₩		-21,479,889.25	66,045,215.97
₩ ₩ ₩		2,948,083.99	2,716,262.19
v		38,994,125.76	30,812,983.78
v		809,136,649.47	809,136,649.47
: ₩₩₩ v		809,136,649.47	809,136,649.47
₩ v ₩			
v			
₩ ₩ z ₩			
v ₩ ₩			
v			
₩ ₩ ₩		8,729,487,303.18	8,698,026,738.58
Total equity attributable to owners of the parent company		14,978,398,683.28	15,026,282,081.92
M ₩ ₩		1,303,501,950.60	1,282,748,516.51
TOTAL OWNERS' (SHAREHOLDERS') EQUITY		16,281,900,633.88	16,309,030,598.43
TOTAL LIABILITIES AND OWNERS' (SHAREHOLDERS') EQUITY		54,810,493,209.98	56,541,982,676.06

₩₩v : C A ₩ : A ₩

CONSOLIDATED INCOME STATEMENT

M : C . M MB A

Item	/	January to June 2019	/	MB 2018
I. Total operating income		10,136,137,430.56		12,978,747,387.39
: /	()	9,962,005,905.26		12,731,936,330.66
/ /		174,131,525.30		246,772,517.95
				38,538.78
II. Total operating cost		9,714,351,726.80		12,521,974,833.86
: / /	()	8,596,803,298.79		11,216,343,737.26
/ /		8,052,819.15		6,230,313.71
		25,258.79		10,337.62
/ / /		47,774,726.84		101,237,278.86
/ / /		228,090,017.13		237,364,912.58
/ / / v		536,286,170.38		663,730,018.27
: / /	()	11,906,829.19		20,746.83
/ / /		266,208,113.27		231,835,495.99
/ /		31,111,322.45		65,222,739.57
: / /		44,948,122.39		86,412,707.43
/ /		25,810,877.44		29,402,604.12
/ / /		-1,967,635.29		3,959,921.87
(-)				



CONSOLIDATED INCOME STATEMENT (CONTINUED)

Item	/	January to June 2019	¥ 2018
: ¥		28,832,255.12	4,061,461.07
v ¥ ¥ (-)		16,472,527.40	42,539,960.96
: v ¥ ¥		8,714,624.64	429,708.77
¥			
¥			
(-)		-142.79	-1,003.45
¥ (-)			
¥			
(-)			
C ¥ ¥ (-) ()		-345,313,779.01	-320,252,270.86
A ¥ ¥ (-) ()		2,444,416.73	
A ¥ (-)		611,030.22	317,323.85
III. Operating profits ("-" for losses)		124,832,011.43	183,438,025.10
: - ¥		13,515,363.35	22,413,873.87
: ¥ ¥			2,088,940.04
¥ ¥			
v ¥ ¥		1,160,400.00	4,534,605.91
¥ ¥ ¥			
: - ¥		1,219,733.35	61,084,827.05
: ¥ ¥			1,336,090.76
¥ ¥			
¥ ¥ ¥			

CONSOLIDATED INCOME STATEMENT (CONTINUED)

Item	/	January to June 2019	¥ 2018
IV. Total profits ("-" for total losses)		137,127,641.43	144,767,071.92
:	¥	83,053,485.39	78,533,914.49
V. Net profit ("-" for net losses)		54,074,156.04	66,233,157.43
(1) C	¥		
1.	¥		
(-)		54,074,156.04	66,233,157.43
2.	¥		
(-)			
(2) C	¥		
1.	¥	31,460,564.60	30,768,718.70
2. M	¥	22,613,591.44	35,464,438.73
VI. Other comprehensive income, net of tax		-87,520,686.75	839,834.09
¥ -¥	¥		
¥	¥	-87,525,105.22	839,834.09
(1) ¥	¥		
1. -	¥		
2. ¥	¥		
3. C	¥		
4. C	¥	-87,786,258.55	



CONSOLIDATED INCOME STATEMENT (CONTINUED)

Item	¥	January to June 2019	¥ 2018
(2) ①	v ② ③	261,153.33	839,834.09
1. ④	v ⑤ ⑥		
2. ⑦	v ⑧ ⑨	29,331.53	
3. ⑩	⑪ ⑫ v		
4. ⑬	v ⑭ ⑮ ⑯ ⑰ ⑱		
5. C	v		
6. ⑲	⑳ ㉑ ㉒	231,821.80	839,834.09
7. ㉓	㉔ ㉕ v	4,418.47	
VII. Total comprehensive income		-33,446,530.71	67,072,991.52
①	v ② ③ ④	-56,064,540.62	31,608,552.79
⑤	v ⑥ ⑦ ⑧	22,618,009.91	35,464,438.73
VIII. Earnings per share :			
㉖	() ()	0.02	0.02
㉗	() ()	0.02	0.02

① ② : C A ③ : A ④ :

CONSOLIDATED STATEMENT OF CASH FLOWS

M : C . M MB A

Item	January to June 2019	2018
I. CASH FLOWS FROM OPERATING ACTIVITIES:		
C v		
	8,205,936,623.42	9,886,201,809.98
	-909,514,433.79	760,140,116.11
	-100,000,000.00	100,000,000.00
C v v		
C v ,	173,201,615.07	246,110,704.83
	203,418,224.59	59,445,903.94
	278,758,896.08	279,014,827.25
Sub-total of cash inflows from operating activities	7,851,800,925.37	11,330,913,362.11



CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

Item	₹	January to June 2019	₹ 2018
C	v		
	v	9,505,598,880.84	9,840,832,278.46
₹	₹	49,259,273.24	10,284,237.89
₹	₹		
₹	₹		
₹	₹	-169,465,716.61	-199,541,263.36
C	₹		
C	₹		
C	₹	7,062,341.93	55,502,317.56
C	v		
C	₹	1,091,798,279.88	1,266,060,927.14
C	₹	625,556,300.86	835,815,084.80
C	₹	805,879,399.88	847,648,531.15
Sub-total of cash outflows from operating activities		11,915,688,760.02	12,656,602,113.64
NET CASH FLOWS FROM OPERATING ACTIVITIES		-4,063,887,834.65	-1,325,688,751.53

CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

Item	/	January to June 2019	/	2018		
II. CASH FLOWS FROM INVESTING ACTIVITIES:						
C	v	v	☒	☒	91,347,423.10	1,017,000,000.00
C	v	☒	v	☒	30,194,634.51	34,579,376.70
	☒	v		☒	890,167.92	2,840,930.08
	☒	v		☒		
	☒		☒			
C	v	☒	v	☒	8,632,945.91	
Subtotal of cash inflows from investment activities					131,065,171.44	1,054,420,306.78
	☒		☒	☒		
	☒	☒	☒	☒	243,639,556.97	195,609,400.55
C	v	☒	☒		33,200,000.00	1,148,000,000.00
	☒			☒		
	☒	☒		☒		
	☒			☒		
C	☒	v	☒	☒		32,621,665.76
Sub-total of cash outflows from investing activities					276,839,556.97	1,376,231,066.31
NET CASH FLOWS FROM INVESTING ACTIVITIES					-145,774,385.53	-321,810,759.53



CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

Item	₹	January to June 2019	₹ 2018
III. CASH FLOWS FROM FINANCING ACTIVITIES:			
C	v	₹	v
	: C	v	₹
		v	₹
C	v		₹
C	v		₹
C	v	₹	₹
Sub-total of cash inflows from financing activities		2,346,365,989.65	769,553,397.93
C		₹	₹
C		₹	v
	₹	₹	₹
	: v	₹	₹
C		₹	₹
Sub-total of cash outflows from financing activities		472,477,381.51	5,400,317,551.35
NET CASH FLOWS FROM FINANCING ACTIVITIES		1,873,888,608.14	-4,630,764,153.42

CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

Item	₹	January to June 2019	₹ 2018
IV. EFFECT OF FLUCTUATION IN EXCHANGE RATE ON CASH AND CASH EQUIVALENTS		6,550,740.75	-12,895,939.19
V. NET INCREASE IN CASH AND CASH EQUIVALENTS		-2,329,222,871.29	-6,291,159,603.67
: B			
v ₹		11,705,681,448.94	15,206,290,892.00
VI. ENDING BALANCE OF CASH AND CASH EQUIVALENTS		9,376,458,577.65	8,915,131,288.33

₹ ₹v : C A ₹ : A ₹ :



CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

		January to June 2019												
		Equity attributable to owners of the parent company												
Item		Other equity instrument					Less:					Subtotal	Minority equity	Total owners' equity
		Paid-in capital (or share capital)	Preferred stocks	Other comprehensive income	Special reserves	Capital reserves	Treasury stock	Other comprehensive income	Special reserves	Surplus reserves	General risk reserves				Undistributed profits	Others
I.	Balance at the end of the last year	1,706,520,000.00		3,712,737,494.42	65,045,215.97	30,819,903.70	8,091,105,848.47	8,699,102,873.53	15,026,202,061.92	1,222,749,519.51	16,209,001,598.43			
	A	B												
	C	B												
	B	B												
	B	B												
	B	B												
II.	Balance at the beginning of the year	1,706,520,000.00		3,712,737,494.42	65,045,215.97	30,819,903.70	8,091,105,848.47	8,699,102,873.53	15,026,202,061.92	1,222,749,519.51	16,209,001,598.43			
III.	Increase/decrease in the current period													
(*)	Total comprehensive income				-47,325,105.22	8,161,411.90		31,463,564.60	-47,803,398.64		20,753,434.09	-27,162,943.45		
(*)	Capital contributed or reduced by owners				-47,325,105.22			31,463,564.60	-58,064,540.32		22,619,009.91	-33,346,530.71		
	1.	C	B											
	2.	C	B	B	B	B	B	B	B	B	B	B	B	B
	3.	A	B	B	B	B	B	B	B	B	B	B	B	B
	4.	B	B	B	B	B	B	B	B	B	B	B	B	B
(3)	Special reserves				8,161,411.90									
	1.	B	B	B	8,161,411.90									
	2.	B	B	B	17,552,669.87									
					-3,974,747.89									
					8,161,411.90									
					1,201,999.01									
					1,840,070.04									
					-379,074.03									

CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY (CONTINUED)

Item	January to June 2019										Total owners' equity			
	Equity attributable to owners of the parent company					Equity attributable to owners of the parent company								
	Other equity instrument			Less:		Other			General		Subtotal	Minority equity	Total owners' equity	
	Preferred stocks (or sharecapital)	Perpetual capital securities	Others	Capital reserves	Treasury stock	comprehensive income	Special reserves	Surplus reserves	risk reserves	Undistributed profits				Others
(4) Profit distribution														
1	8	8	8	8										
2	8	8	8	8										
3	8	8	8	8										
4	8	8	8	8										
(5) Internal carry-forward of losses														
1	8	8	8	8										
2	8	8	8	8										
3	8	8	8	8										
4	8	8	8	8										
5	8	8	8	8										
6	8	8	8	8										
(6) others														
IV. Balance at the end of the current period	1,706,520,000.00			3,715,377,954.12		-2,479,889.25	38,954,125.75	893,138,648.47		8,729,487,803.18		14,978,386,633.28	1,303,591,950.00	16,281,908,583.88

☒ ☒ V : C A : ☒ ☒ A : ☒ ☒

NOTES TO THE FINANCIAL STATEMENTS

(30 2019)

I. BASIC INFORMATION OF COMPANY

C

C () C
 (C) : M
 B C
 6, 1994.
 v C
 v 5, 1994.

C :

C
 ,
 -

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

30 2019
(,)

II. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

B

B v ,

C A M

B , v CA),

C v .15

(v 2014)

C C ,

C v

12

C

,

12

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(2019年12月31日)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

1. 重要会计政策及会计估计

本公司根据实际生产经营特点，依据相关企业会计准则的规定，结合公司业务特点，对所确定的重要会计政策及会计估计进行了判断和选择，其中重要的会计政策及会计估计如下：

(1) 收入确认

本公司在履行了合同中的履约义务，即在客户取得相关商品或服务控制权时确认收入。取得控制权是指客户能够主导该商品或服务的使用并从中获得几乎全部的经济利益。

本公司根据合同条款和交易实质，按照下列方法确认收入：

1. 销售商品收入

本公司在已将商品所有权上的主要风险和报酬转移给购货方，既没有保留通常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本公司，且相关的成本能够可靠地计量时，确认销售商品收入。

2. 提供劳务收入

本公司在提供劳务交易的结果能够可靠估计的情况下，在资产负债表日按照完工进度或提供劳务的完成程度确认提供劳务收入。提供劳务交易的结果能够可靠估计是指同时满足下列条件：收入的金额能够可靠地计量；相关的经济利益很可能流入本公司；交易的完工进度能够可靠地确定；交易中已发生和将发生的成本能够可靠地计量。

3. 让渡资产使用权收入

本公司在让渡资产使用权的同时满足下列条件时，确认让渡资产使用权收入：收入的金额能够可靠地计量；相关的经济利益很可能流入本公司；相关的成本能够可靠地计量。

4. 建造合同收入

本公司在资产负债表日按照完工进度确认建造合同收入。建造合同的结果能够可靠估计是指同时满足下列条件：收入的金额能够可靠地计量；相关的经济利益很可能流入本公司；交易的完工进度能够可靠地确定；交易中已发生和将发生的成本能够可靠地计量。

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(\$ 30 2019)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

(1) A v (C)

Aging	Accounts receivable accrual ratio (%)
\$ 1 (1)	0.5
1 - 2	5.25
2 - 3	50
3 - 4	80
4 - 5	80
v 5	100

\$ v v \$ v v
 , C v
 \$ \$ \$ \$ v
 C , \$ v \$ v \$
 \$ \$ \$ \$ v \$ \$ \$
 \$ \$ v \$.
) \$ v \$ \$
 \$
 C z \$ v \$ \$
 C 30 (C 30) v
 \$ \$ \$

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

(2) v

v

v

10) z v C 10 (C

A B

A

31 C 1



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

(2) v (C)

. C

, 12 .

v.

MB

v.

, v .

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

30 2019
(,)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

(2) (C)

v. C

1. C

1) A
B .21 (v
2018).

M v A
B .21
2018. v
1, 2019.

A ,
v .
x x x
x x x v x
C x

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(\$ 30 2019)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

(2) \$ v (C \$)

v. C \$ \$ (C \$)

1. C \$ \$ (C \$)

2) \$ \$ A \$ \$
 B \$. 7
 - \$ \$ (v
 2019).

M 9, 2019, \$ M \$
 \$ A \$ \$ B
 \$. 7 -M \$
 A \$ (2019 v) (A \$ 2019
 . 8). v
 10, 2019. \$ \$ \$, \$
 - \$ \$ \$ 1,
 2019 \$ \$ \$ \$ \$
 C \$ \$ \$
 \$ C \$ - \$
 \$ \$ \$ 1, 2019,
 \$ v \$ \$ \$ \$
 \$ \$ v \$ C
 \$ C \$ \$ \$
 \$ C \$ \$

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(\$ 30 2019)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

(2) \$ v (C \$)

v. C \$ \$ (C \$)

1. C \$ \$ (C \$)

3) \$ \$ A \$ \$
B \$. 12. z \$
\$ (v 2019)

M 16, 2019, \$ M \$
\$ A \$ \$ B
\$. 12. \$ \$ \$ (2019
A \$ (A \$ 2019 . 9).

v
17, 2019. \$ \$ \$ \$
1, 2019 \$ \$ \$ \$ \$
C \$ \$ \$ \$ \$
C \$ \$ \$ \$ \$
1, 2019, \$ \$ v \$ \$ \$
\$ \$ \$ \$ v
\$ C \$ \$ \$ \$ v
\$ \$ C \$ \$ \$ \$

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(\$ 30 2019)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

(2) \$ v (C \$)

v. C \$ \$ (C \$)

1. C \$ \$ (C \$)

4) \$ \$ v \$ \$ M \$

2019 A

\$ \$ \$

A 30, 2019, \$ M \$

\$ \$ A \$ 2019

A \$ \$ \$

\$ (A \$ (2019) .

6), v \$ \$ \$ \$

\$. \$

\$ C , \$ \$ \$ v

v :

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

(2) (C)

v. C (C)

1. C (C)

4) (C)

Content and reason of changes

in accounting policies

Affected report items and amounts

(1) v v (2) v v
 v v v v
 v v v v
 v ; v v v
 v v v
 v v v
 v ; v v v
 v v
 MB1,664,337,085.77, v
 MB3,112,281,635.68; v
 v
 MB6,926,528,653.05, v
 MB6,674,746,317.19;

(3) v v
 v v v v
 v v v
 MB5,512,430,377.89, v
 MB5,836,028,015.25;
 v v
 MB12,844,301,477.76, v
 MB13,215,819,754.05;

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

(2) v (C)

v. C (C)

2. C

IV. TAXATION

M

Tax type	Tax basis	Tax rates
-	<p> v A v - </p>	3%, 6%, 9%, 10%, 13%, 16%
C	<p> A , v - </p>	7%
	C	15%, 25%

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

30 2019
(,)

IV. TAXATION (CONTINUED)

M (C)

A A
M A
C
v - (A C
M , .39 2019), A 1, 2019,
v - (A
16% ,
13%; 10% ,
9%.

v

A v v
-
15%.

A 28, 2017, -
C v
v
v B
v B (C :
201723000191), v ,
v 15% v
15% (30, 2018: 15%),
C
25% (2) 30, 2018: 25%) C

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(\$ 30 2019)

IV. TAXATION (CONTINUED)

. \$ \$
 \$ 2019. , v \$
 \$
 v. \$ \$ C \$ \$ A \$ \$
 \$ \$ \$ \$ \$ \$ \$ \$ \$ \$
 v \$ C \$ \$ \$ \$ \$ \$ \$ \$ \$ \$
 - \$ \$ v \$ 6
 v 2008 2008 .897 \$ \$ A \$ \$ \$
 \$ C \$ \$ \$ \$ \$ \$ \$ \$ \$ \$
 \$ \$ \$ \$ 10% \$ v \$ \$ -
 - \$ \$. A , \$ C
 \$ \$ \$ \$ \$ \$ \$ 10% \$
 v - \$ \$

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT

A

1. C

Type	30 June, 2019					31 2018							
	Remaining carrying amount		Provision for bad debt			Carrying Value	A	B	C	D	E	F	G
	Amount	Ratio (%)	Amount	Provided Ratio (%)	A									B	C
	690,022,102.15	5.89	522,908,683.72	75.78	167,113,418.33	737,339,835.29	6.56	608,967,674.73	82.59	128,382,160.56			
	557,384,786.53	4.76	436,419,149.25	78.30	120,965,637.38	553,412,455.91	4.92	496,347,205.91	67.88	67,065,250.00			
	132,637,315.42	1.13	86,489,534.47	65.21	46,147,780.95	183,927,379.38	1.64	122,610,468.82	66.66	61,316,910.56			
	11,013,166,528.56	94.11	4,253,751,233.84	38.62	6,759,415,234.72	10,500,832,091.75	93.44	3,954,467,935.12	37.66	6,546,364,156.63			
	11,013,166,528.56	94.11	4,253,751,233.84	38.62	6,759,415,234.72	10,500,832,091.75	93.44	3,954,467,935.12	37.66	6,546,364,156.63			
	11,703,188,630.61	/	4,776,659,977.56	/	6,926,528,653.05	11,238,171,927.04	/	4,563,425,609.65	/	6,674,746,317.19			



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 June 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

A (C)

1. C (C)

1) v :

A v v

Account receivable (by units)	30 June, 2019			
	Account receivables	Provision for bad debt	Provision rate (%)	Provision reason
C	557,384,786.63	436,419,149.25	78.30	/
..	557,384,786.63	436,419,149.25	78.30	/

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 June 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

A v (C)

1. C v (C)

1) v : (C)

A v :
 v :

Account receivables (by units)	30 June, 2019			
	Account receivables	Provision for bad debt	Provision rate (%)	Provision reason
C				
C , B .	132,637,315.42	86,489,534.47	65.21	/
B	132,637,315.42	86,489,534.47	65.21	/



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 June 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

A v (C)

1. C v (C)

2) v :

, v v
 :

Age	30 June, 2019			31 June, 2018		
	Account receivables	Provision for bad debt	Provision rate (%)	A v	v	v (%)
1	4,433,541,661.11	219,050,229.70	4.94	4,164,547,707.60	197,754,132.56	4.75
1-2	2,089,009,465.89	510,129,344.01	24.42	2,091,223,697.23	512,422,687.69	24.50
2-3	1,169,666,782.74	566,342,741.79	48.42	1,011,291,538.11	484,229,103.95	47.88
3-4	760,437,346.03	542,446,557.15	71.33	802,848,457.94	525,640,567.92	65.47
4-5	584,636,750.37	479,892,337.26	82.08	593,043,790.37	423,225,754.91	71.37
v 5	1,975,874,522.42	1,935,890,083.93	97.98	1,837,876,900.50	1,811,195,688.09	98.55
	11,013,166,528.56	4,253,751,293.84	/	10,500,832,091.75	3,954,467,935.12	/

2. v , v v

v v , v v
 218,863,055.67

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

A (C)

3. A v

1, 2019 30, 2019 10,041,566.14

A v

A v

Age	30 June, 2019			31 , 2018		
	Book balance	Ratio (%)	Bad debt provision	B	B (%)	v
1	2,517,647,633.49	62.36		2,381,280,356.71	66.14	
1 2	623,677,479.99	15.45		563,658,004.90	15.66	
2 3	524,477,731.40	12.99		315,869,144.06	8.77	279,869.02
v 3	371,363,571.62	9.20	8,127,844.53	339,606,555.43	9.43	7,847,975.51
	4,037,166,416.50	100.00	8,127,844.53	3,600,414,061.10	100.00	8,127,844.53



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 June 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

Items	30 June, 2019	31 December, 2018
✓ ✓ ✓	3,543,911.08 144,453.39 1,115,440,028.89	1,378,322.24 28,606,172.42 1,240,174,808.83
✓	1,119,128,393.36	1,270,159,303.49

1. ✓ ✓ ✓

Items	30 June, 2019	31 December, 2018
✓ B ✓ ✓	3,543,911.08	197,637.31 1,180,684.93
✓	3,543,911.08	1,378,322.24

2. ✓ ✓

Items	30 June, 2019	31 December, 2018
✓ ✓ ✓ C., ✓	144,453.39	144,453.39 38,388.88
✓	144,453.39	28,423,330.15
✓	144,453.39	28,606,172.42

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

3. (1)

Type	30 June, 2019					31 2018				
	Book balance		Bad debt provision			B		B		
	Amount	Ratio (%)	Amount	Provided ratio (%)	Carrying Value	A	B	A	B	C
	1,081,217,077.57	79.75	45,204,183.06	4.18	1,036,012,894.51	1,205,004,843.91	80.31	42,254,182.32	3.51	1,162,750,661.59
	730,233,959.67	53.86	24,181,170.11	3.31	706,052,789.56	786,652,979.71	52.43	24,510,676.92	3.12	762,142,302.79
	350,983,117.90	25.89	21,023,012.95	5.99	329,960,104.95	418,351,864.20	27.88	17,743,505.40	4.24	400,608,358.80
	274,520,373.36	20.25	195,093,238.98	71.07	79,427,134.38	295,444,167.53	19.69	218,020,020.29	73.79	77,424,147.24
	274,520,373.36	20.25	195,093,238.98	71.07	79,427,134.38	295,444,167.53	19.69	218,020,020.29	73.79	77,424,147.24
	1,355,737,450.93	/	240,297,422.04	/	1,115,440,028.89	1,500,449,011.44	/	260,274,202.61	/	1,240,174,808.83



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

3. (C)

3. (C)

(1) v :
(C)

1) v :

v :
v :
v

Other receivables (by units)	2019.6.30			
	Other receivables	Bad debt provision	Provision rate (%)	Provision reason
C	162,095,125.59			Related parties
AC A	568,138,834.08	24,181,170.11	4.26	/
	730,233,959.67	24,181,170.11	3.31	/

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

30 2019
(,)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

(C)

3. (C)

(1) v
 :
(C)

1) v :
(C)

v :
 v

Other receivables (by units)	2019.6.30			Provision reason
	Other receivables	Bad debt provision	Provision rate (%)	
v , .	350,983,117.90	21,023,012.95	5.99	/
	350,983,117.90	21,023,012.95	5.99	/



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(RMB million, unless otherwise specified)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

1. Other receivables (CNY million)

3. Other receivables (CNY million)

(1) Other receivables :
(CNY million)

2) Other receivables :
CNY million

Other receivables :
CNY million

Age	30 June, 2019			31 December, 2018		
	Other receivables	Bad debt provision	Provision rate (%)	CNY million	Billion CNY	CNY million
1	75,366,492.71	3,661,756.33	4.86	63,476,369.59	3,670,209.91	5.78
2	2,703,333.34	670,273.49	24.79	5,856,051.88	1,464,012.97	25.00
3	4,568,101.77	2,284,050.89	50.00	544,508.39	272,254.20	50.00
4	9,084,566.35	7,267,653.08	80.00	49,888,513.58	39,910,810.87	80.00
5	7,941,869.97	6,353,495.97	80.00	14,879,958.77	11,903,967.02	80.00
v	174,856,009.22	174,856,009.22	100.00	160,798,765.32	160,798,765.32	100.00
	274,520,373.36	195,093,238.98	/	295,444,167.53	218,020,020.29	/

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(RMB million) 30 June 2019

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

1. (C RMB million)

3. (C RMB million)

(2) v , RMB million v RMB million

RMB million v RMB million , RMB million v RMB million
 RMB million RMB million -18,632,945.57

(3) v RMB million RMB million RMB million

RMB million RMB million v RMB million RMB million
 RMB million RMB million 1,343,835.00

v. RMB million RMB million RMB million

Items	30 June, 2019	31 December, 2018
B RMB million RMB million RMB million	186,000,000.00	190,000,000.00
RMB million RMB million RMB million	313,709,436.29	591,645,718.79
RMB million		
RMB million	499,709,436.29	781,645,718.79

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(MB 30 2019 MB , MB MB)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

v. C v MB MB MB , MB , MB MB MB MB .

MB279,137.70 (MB 30 2019, MB890,167.92 (MB 2018: MB2,523,606.23) 30, 2018: MB2,840,930.08), MB611,030.22 (MB 30 2018: MB317,323.85).

MB243,639,556.97 (MB 30 2019, MB251,823,389.65), MB MB MB MB MB MB MB MB MB MB .

A 30 , 2019, MB MB v MB , MB MB0.00 (MB30 2018: MB0.00).

v. MB MB

1. C MB MB

Items	30 June, 2019	31 , 2018
M MB	15,600,000.00	15,900,000.00
MB MB	283,407,954.00	
C MB	3,204,609,115.24	1,557,008,534.19
MB	3,503,617,069.24	1,572,908,534.19

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 June 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

v. (C)

2. M

Creditor	30 June, 2019	31, 2018
C C B	15,600,000.00	15,900,000.00
	15,600,000.00	15,900,000.00

v. A

Items	30 June, 2019	31, 2018
1	9,696,733,389.49	10,003,805,732.84
1.2	1,428,115,685.70	1,811,999,790.23
2.3	833,895,321.59	597,497,973.67
v. 3	885,557,080.98	802,516,257.31
	12,844,301,477.76	13,215,819,754.05

v. C C M

Items	30 June, 2019	31, 2018
	1,338,548.80	188,548.80
	1,338,548.80	188,548.80

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(₱ 30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

1. - ₱ 1

1. ₱ - ₱ 1

Items	30 June, 2019	31 , 2018
- ₱ 1	200,000,000.00	200,000,000.00
B ₱ 1		
- ₱		
₱ 1		
₱	200,000,000.00	200,000,000.00

1. ₱

2.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(10 30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

√ (C)

1. B √
(C)

	√		√	√		√	√
	√	√	√	√	√	√	√
√		√	√	√	√	√	√
√	√		√	√	√	√	√
√	√	√	√	√	√	√	√
√	√	√	√	√	√	√	√

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

2. 1))

Items	Thermal power host devices	Water and electricity host devices	Plant engineering services	Power plant auxiliary and supporting products	nuclear power products division	Ac/dc motors and others	Total
30 June 2019							
	36,673,477,800.38	5,089,554,616.46	6,883,793,059.68	2,104,087,825.48	6,421,305,151.41	6,256,281,097.51	63,428,499,550.92
	29,824,024,507.66	3,021,806,464.24	6,321,924,233.19	1,422,502,593.31	4,650,313,666.14	5,149,461,254.09	50,390,032,718.63
January to June 2019							
	4,425,471,557.44	420,755,692.42	2,834,253,296.09	473,810,736.39	783,958,912.64	1,023,755,710.28	9,962,005,905.26
	1,848,552,176.34					7,549,620.35	1,856,101,796.69
	6,274,023,733.78	420,755,692.42	2,834,253,296.09	473,810,736.39	783,958,912.64	1,031,305,330.63	11,818,107,701.95
	857,638,488.76	67,918,723.94	59,276,183.23	41,725,444.97	117,179,041.12	261,985,223.50	1,405,723,105.52



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

30 2019
 (30 2018 , 30)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

	30 2018	30 2019	30 2018	30 2019	30 2018	30 2019	30 2018	30 2019
1)	∅	∅	∅	∅	(C ∅)	∅	∅	∅
2.	∅	∅	∅	∅	(C ∅)	∅	∅	∅
	∅	∅	∅	∅	(C ∅)	∅	∅	∅
	∅	∅	∅	∅	∅	∅	A / ∅	∅
31 December 2018	∅	∅	∅	∅	∅	∅	∅	∅
	∅	∅	∅	∅	∅	∅	∅	∅
	∅	∅	∅	∅	∅	∅	∅	∅
January to June 2018	∅	∅	∅	∅	∅	∅	∅	∅
	∅	∅	∅	∅	∅	∅	∅	∅
	∅	∅	∅	∅	∅	∅	∅	∅
	∅	∅	∅	∅	∅	∅	∅	∅
	∅	∅	∅	∅	∅	∅	∅	∅
	∅	∅	∅	∅	∅	∅	∅	∅

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

2. (C)

2) (C)

2) ,

Items	30 June, 2019	31 , 2018
Assets		
	63,428,499,550.92	63,868,728,033.88
	-18,806,893,797.14	-19,044,229,265.34
	44,621,605,753.78	44,824,498,768.54
	488,401,865.78	490,142,216.40
	7,679,484,804.06	8,730,639,860.30
	516,679,842.11	635,145,558.72
C	51,205,924.62	50,694,420.76
	1,453,115,019.63	1,810,861,851.34
	54,810,493,209.98	56,541,982,676.06
Liabilities		
	50,390,032,718.63	50,537,687,451.61
	-12,702,263,204.77	-12,683,916,496.00
	37,687,769,513.86	37,853,770,955.61
	70,538,753.50	374,043,503.79
	770,284,308.74	2,005,137,618.23
	38,528,592,576.10	40,232,952,077.63

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(RMB million, unless otherwise indicated)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

1. The Company's revenue is derived from the following items:

2. The Company's revenue is derived from the following items:

2) The Company's revenue is derived from the following items:

Items	January to June in 2019	2018
Revenue		
Revenue from sales of goods	9,962,005,905.26	12,731,936,330.66
Revenue from sales of services	1,856,101,796.69	1,323,064,717.76
Revenue from sales of real estate	11,818,107,701.95	14,055,001,048.42
Revenue from sales of intangible assets	1,405,723,105.52	1,555,382,799.87
Revenue from sales of financial assets	40,520,499.05	39,790,206.47
Revenue from sales of investment properties	1,365,202,606.47	1,515,592,593.40
Revenue from sales of other assets	-	-
Revenue from other sources	8,714,624.64	429,708.77
Revenue from government grants	199,942,402.74	276,175,122.07
Revenue from other sources	29,992,655.12	8,596,066.98
Revenue from other sources	-	-
Revenue from other sources	53,000,941.54	92,643,021.14
Revenue from other sources	-	-
Revenue from other sources	-	-
Revenue from other sources	-	-
Revenue from other sources	-	-
Revenue from other sources	-	-
Revenue from other sources	-	-
Revenue from other sources	-	-
Revenue from other sources	22,691,531.62	30,941,775.20
Revenue from other sources	-	-
Revenue from other sources	-	-
Revenue from other sources	1,436,415,237.62	1,594,042,441.94
Revenue from other sources	-	-
Revenue from other sources	-	-
Revenue from other sources	137,127,641.43	144,767,071.92

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

- 1. (C)
- 2. (C)
- 3)

Items	Revenue from external customers	
	January to June in 2019	2018
1. (C)	7,166,927,522.19	8,926,611,980.71
2. v :		
C	171,398,186.86	629,817,786.83
A	51,032,863.65	273,777,633.69
A	2,448,567,713.84	2,372,658,716.02
B	43,548,437.46	278,157,171.20
B	24,497,810.60	77,787,500.17
	16,221,047.70	85,710,911.82
	39,812,322.96	87,414,630.22
v	2,795,078,383.07	3,805,324,349.95
	9,962,005,905.26	12,731,936,330.66

A v

30 2019, MB536,286,170.38 (MB663,730,018.27). M

z ,

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

v. A

Items	January to June in 2019	2018
v v	2,444,416.73	
	2,444,416.73	

v. C

Items	January to June in 2019	2018
B	-200,230,110.10	-321,724,211.70
C	-144,300,764.61	1,736,378.11
	-782,904.30	-264,437.27
	-345,313,779.01	-320,252,270.86

: v , v MB200,230,110.10. v v v v v

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

v . z

Items	January to June in 2019
	54,074,156.04
	83,053,485.39
	333,392,188.74
	28,226,729.37
	7,349,716.57
	42,283,404.84
	174,131,525.30
	44,948,122.39
	8,052,819.15
	342,682,287.51

v . v

Items	January to June in 2019	2018
v MB0.000		
v MB0.015		25,597,845.00
		25,597,845.00

30 2019 (30 2018: MB0.00).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

v .

	January to June in 2019	2018
	31,460,564.60	30,768,718.70
	1,706,523,000.00	1,706,523,000.00
	0.02	0.02

30, 2019 2018, 0.02

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

V. NOTE TO KEY ITEMS IN CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

Restricted assets of ownership category	31 2018	Increase amount	Decrease amount	30 June, 2019
A				
1. ()	84,885,716.64		1,766,055.06	83,119,661.58
2. ()	29,148,360.58		348,775.86	28,799,584.72
3. ()				
:	837,570,251.25	38,471,958.63		876,042,209.88
	951,604,328.47	38,471,958.63	2,114,830.92	987,961,456.18



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(R^{M} R^{M} 30 2019 R^{M} R^{M} R^{M})

VI. RELATED PARTIES AND RELATED PARTIES TRANSACTION

R^{M} R^{M} R^{M} R^{M} R^{M}

R^{M} R^{M} R^{M} R^{M} C R^{M} R^{M} R^{M}

R^{M} R^{M} R^{M} R^{M} R^{M} R^{M} R^{M} R^{M} R^{M} R^{M}

R^{M} R^{M} R^{M} - R^{M} R^{M} .

1. C R^{M} R^{M} R^{M} R^{M} R^{M}

C R^{M} C R^{M} R^{M} R^{M} R^{M} R^{M}

v A R^{M} R^{M} C R^{M} C R^{M} R^{M}

R^{M} v A R^{M} R^{M}

A R^{M} R^{M} C R^{M} C R^{M} R^{M}

22, 2017,

9, 2016 R^{M} A R^{M} R^{M} R^{M} v

A R^{M} R^{M} R^{M} A R^{M} R^{M} R^{M}

A R^{M} R^{M} v A R^{M} R^{M}

R^{M} C R^{M} R^{M} C R^{M} R^{M}

R^{M} R^{M} v R^{M} A R^{M} R^{M}

v 1, 2017 R^{M} 31, 2019.

C R^{M} R^{M} R^{M} R^{M}

R^{M} v R^{M} A R^{M} v

31, 2016 R^{M} 30, 2019.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(RMB million) 30 June 2019

VI. RELATED PARTIES AND RELATED PARTIES TRANSACTION (CONTINUED)

1. C ()

1) (C)

1) v

Related parties	January to June in 2019	2018
v	3,645,223.18	8,333,907.74
v		
	9,579,153.16	25,176,674.43

2) v

Related parties	January to June in 2019	2018
C	6,793,876.92	4,904,567.51
	811,573.89	567,390.32
	7,605,450.81	5,471,957.83

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

VI. RELATED PARTIES AND RELATED PARTIES TRANSACTION (CONTINUED)

(C)

1. C (C)

3) ()

Related parties	January to June in 2019	2018
C	15,907.13	13,719.83
	15,907.13	13,719.83

4)

Related parties	January to June in 2019	2018
C		5,106.75
		5,106.75

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

VI. RELATED PARTIES AND RELATED PARTIES TRANSACTION (CONTINUED)

(C)

1. C (C)

5) (C)

Items	January to June in 2019	2018
C	3,529,245.00	3,900,210.00
	3,529,245.00	3,900,210.00

6) C (C)

Items	Related parties transaction content	January to June in 2019	2018
C, .	C	1,640,000.00	1,640,000.00
		1,640,000.00	1,640,000.00

7) (C)

Items	January to June in 2019	2018
	3,372,018.90	2,307,118.48

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 June 2019)

VI. RELATED PARTIES AND RELATED PARTIES TRANSACTION (CONTINUED)

A v

1. v

Items name	Related parties	30 June, 2019		31 June, 2018	
		Book balance	Bad debt provision	B	B
A	C	132,174.00			
	C	54,760,000.00		57,611,606.65	
	C	163,735,125.59		162,095,125.59	
	C	5,441,261.60		31,909,479.54	
	C	3,529,245.00			
	C	186,000,000.00		190,000,000.00	

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 June 2019)

VI. RELATED PARTIES AND RELATED PARTIES TRANSACTION (CONTINUED)

A v (C)

2. v

Items name	Related parties	Remaining carrying amount	
		30 June 2019	31 2018
A	v	637,493,073.74	1,549,328,422.43
	C v	129,248,232.06	149,415,773.41
A	v	23,697,745.39	21,795,385.49
	C v	88,495.58	
		1,044,700.00	478,000.00
	C v	2,449,341.75	2,449,341.75
	v	600,000.00	600,000.00
-		3,500,000.00	3,500,000.00

C v v v

v. v v

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

VII. SHARE-BASED PAYMENT

VIII. COMMITMENTS AND CONTINGENCIES

	30 June, 2019	31 , 2018
1. C	5,754.24	24,615.01
2. A		

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

VIII. COMMITMENTS AND CONTINGENCIES (CONTINUED)

C

1.

NO.	Guarantee company	Name	Company guaranteed		Ways of guarantee	Kinds of guarantee	Ways of counter-guarantee	Amounts of actual guarantee	Including: Current guarantee amounts added this year	Current condition of company guaranteed	Whether being overdue sued
			Nature of company								
							2,073,050,646.99	70,000,000.00			
1	M	C., B.	C., B.	B.	B.	B.	330,000,000.00				
2	M	C., B.	() C., B.	B.	B.	B.	190,000,000.00	60,000,000.00			
3	M	C., B.	B.	B.	B.	B.	10,000,000.00	10,000,000.00			
4			C., B.	B.	B.	B.	160,154,600.00				
5			B.	B.	B.	B.	155,799,880.00				
6			C., B.	B.	B.	B.	175,527,482.30				
7			C., B.	B.	B.	B.	21,063,297.91				
8			C., B.	B.	B.	B.	30,272,906.63				
9			C., B.	B.	B.	B.	7,568,226.59				
10			C., B.	B.	B.	B.	63,229,567.33				
11			C., B.	B.	B.	B.	574,093,656.63				
12			C., B.	B.	B.	B.	10,396,607.99				



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(30 2019)

VIII. COMMITMENTS AND CONTINGENCIES (CONTINUED)

C (C)

1. (C)

NO.	Guarantee company	Name	Company guaranteed		Kinds of guarantee	Ways of counter-guarantee	Amounts of actual guarantee	Including: Current guarantee amounts added this year	Current condition of company guaranteed	Whether being overdue sued
			Nature of company	Ways of guarantee						
13	C., .	. . . C., .	. . .	. . .	. . .	. . .	7,726,275.87		. . .
14	C., .	. . . C., .	. . .	. . .	. . .	. . .	326,979,552.74		. . .
15	. . .	. . . C., .	. . .	. . .	. . .	. . .	4,290,000.00		. . .
16	v C., .	. . . C., .	. . .	. . .	. . .	. . .	5,220,852.00		. . .
17	v C., .	. . . C., .	. . .	. . .	. . .	. . .	727,741.00		. . .

2.

3. A 30, 2019,

IX. MATTERS AFTER THE BALANCE SHEET DATA

Harbin Electric Company Limited

23 A 2019

INFORMATION ON THE COMPANY

REGISTERED NAME OF THE COMPANY

哈爾濱電氣股份有限公司

ENGLISH NAME OF THE COMPANY

Harbin Electric Company Limited

REGISTERED ADDRESS OF THE COMPANY

B 3
B
91230100127575573

OFFICE ADDRESS OF THE COMPANY

1399 C
: 150028
: 86-451-82135727 58590070
: 86-451-82162088

PLACE OF BUSINESS IN HONG KONG

1601, 16
31 C

WEBSITE

LEGAL REPRESENTATIVE

M . -

AUTHORISED REPRESENTATIVES

M . -z
M . A -

COMPANY SECRETARY

M . A -

JOINT COMPANY SECRETARY

M . C , M

AUDITORS

BDO China Shu Lun Pan
Certified Public Accountants LLP

LEGAL ADVISORS

C
Haiwen Partners

LISTING INFORMATION

The Stock Exchange of Hong Kong Limited
C : 1133

DEPOSITARY

The Bank of New York

SHARE REGISTER AND TRANSFER OFFICE

Hong Kong Registrars Limited