



Jiangsu Expressway Company Limited
(Hong Kong Stock Exchange Stock Code: 00177)

THE INTELLIGENTIZED EXPRESSWAYS ; THE MODERNIZED LIFE



2012

THE FIRST QUARTERLY REPORT

1. IMPORTANT MESSAGE >>>

- 1.1 The board of directors (the “Board”) and the directors of Jiangsu Expressway Company Limited (the “Company”) warrant that there are no false representations or misleading statements contained in, or material omissions from, this report, and jointly and severally accept responsibility for the truthfulness, accuracy and completeness of the content of this report.
- 1.2 Ms. Zhang Yang, Director, did not attend the Board meeting due to other duties and had appointed Mr. Qian Yong Xiang, Director, to vote on her behalf.
- 1.3 This quarterly report is prepared in accordance with the regulations on disclosure of information in quarterly reports for listed companies by the China Securities Regulatory Commission. This report is published simultaneously in the People’s Republic of China and Hong Kong.
- 1.4 The financial statements in this 2012 First Quarterly Report of the Company are **unaudited but have been reviewed by the Audit Committee of the Company**.
- 1.5
- | | |
|--|-----------------|
| Legal representative of the Company | Yang Gen Lin |
| The accounting chief | Qian Yong Xiang |
| The person-in-charge of the accounting institution | Yu Lan Ying |

Mr. Yang Gen Lin, Chairman of the Company, Mr. Qian Yong Xiang, Director and General Manager, and Ms. Yu Lan Ying, Vice Financial Controller, warrant the truthfulness and completeness of the financial statements in the quarterly report.



2. BASIC INFORMATION OF THE COMPANY >>>

2.1 Major accounting data and financial indicators

Unit: RMB'000

	As at the end of the reporting period	As at the end of the previous year	Increase/ (decrease) of the end of the reporting period as compared to the end of the previous year (%)
Total assets	25,737,754	25,375,439	1.43
Equity attributable to equity holders of the Company	18,794,801	18,144,690	3.58
Net assets per share attributable to equity holders of the Company (RMB)	3.73	3.60	3.58

	Beginning of the year to end of the reporting period (January-March)	Increase/ (decrease) for the reporting period compared to the corresponding period of the previous year (%)
Net cash flows from operating activities	720,327	-27.67
Net cash flows per share from operating activities (RMB)	0.14	-27.67

	The reporting period	Beginning of the year to end of the reporting period	Increase/ (decrease) for the reporting period as compared to the corresponding period of the previous year (%)
Net profit attributable to equity holders of the Company	628,815	628,815	-4.26
Basic earnings per share (RMB)	0.1248	0.1248	-4.26
Basic earnings per share after non-recurring profit/loss (RMB)	0.1250	0.1250	-3.79
Diluted earnings per share (RMB)	N/A	N/A	N/A
Weighted-average return on net assets (%)	3.41	3.41	Decreased by 0.26 percentage point
Weighted-average return on net assets after non-recurring profit/loss (%)	3.41	3.41	Decreased by 0.25 percentage point

2. BASIC INFORMATION OF THE COMPANY >>>

Non-recurring profit/loss and amount

Unit: RMB'000

Non-recurring profit/loss	Amount from the beginning of the year to the end of the reporting period
Net loss from disposal of non-current assets	-278
Gain from change in fair value	-1,444
Other non-operating income and expenses, net	1,095
Effects of income tax	-204
Effects of minority shareholders' profit/(loss)	106
Total	-725

2.2 Table on the total number of shareholders and the top ten holders of circulating shares not subject to selling restrictions as at the end of the reporting period (after completion of the Share Segregation Reform)

Unit: share

Total number of shareholders at the end of the reporting period

As at 31 March 2012, there were a total of 44,496 shareholders whose names appeared on the register of shareholders of the Company, of whom 43,988 were domestic shareholders and 508 were foreign shareholders.

Top ten holders of circulating shares not subject to selling restrictions

Name of shareholder	Number of shares not subject to selling restrictions held as at the end of the reporting period	Type of shares
Jiangsu Communications Holdings Company Ltd. (江蘇交通控股有限公司)	2,742,578,825	RMB-denominated ordinary shares
China Merchants Huajian Highway Investment Co., Ltd. (招商局華建公路投資有限公司)	589,059,077	RMB-denominated ordinary shares
Mondrian Investment Partners Limited	85,820,000	Overseas-listed foreign shares
Blackrock, Inc.	76,687,987	Overseas-listed foreign shares
Columbia Wanger Asset Management, L.P.	63,878,000	Overseas-listed foreign shares
Ping An Property & Casualty Insurance Company of China, Ltd (中國平安財產保險股份有限公司)	49,640,398	RMB-denominated ordinary shares
China Pacific Life Insurance Co., Ltd. (中國太平洋人壽保險股份有限公司)	25,822,458	RMB-denominated ordinary shares
Guotai Junan Securities Co., Ltd. (國泰君安證券股份有限公司)	18,198,391	RMB-denominated ordinary shares
Ping An Life Insurance Company of China, Ltd (中國平安人壽保險股份有限公司)	17,793,761	RMB-denominated ordinary shares
Orient Securities Company Limited (東方證券股份有限公司)	10,699,948	RMB-denominated ordinary shares
Yulong Security Investment Fund (裕隆證券投資基金)	7,900,000	RMB-denominated ordinary shares

In respect of the shareholdings of the top ten holders of circulating shares not subject to selling restrictions, the data for overseas listed foreign shares were based on reporting by the relevant parties pursuant to the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and the register of members.

2. BASIC INFORMATION OF THE COMPANY >>>

As at 31 March 2012, the shareholdings of the top ten holders of A shares not subject to selling restrictions:

Unit: share

Name of shareholder	Number of shares as at the end of the reporting period	Type of shares
Jiangsu Communications Holdings Company Ltd. (江蘇交通控股有限公司)	274,2578,825	RMB-denominated ordinary shares
China Merchants Huajian Highway Investment Co., Ltd. (招商局華建公路投資有限公司)	589,059,077	RMB-denominated ordinary shares
Ping An Property & Casualty Insurance Company of China, Ltd (中國平安財產保險股份有限公司)	49,640,398	RMB-denominated ordinary shares
China Pacific Life Insurance Co., Ltd. (中國太平洋人壽保險股份有限公司)	25,822,458	RMB-denominated ordinary shares
Guotai Junan Securities Co., Ltd. (國泰君安證券股份有限公司)	18,198,391	RMB-denominated ordinary shares
Ping An Life Insurance Company of China, Ltd (中國平安人壽保險股份有限公司)	17,793,761	RMB-denominated ordinary shares
Orient Securities Company Limited (東方證券股份有限公司)	10,699,948	RMB-denominated ordinary shares
Yulong Security Investment Fund (裕隆證券投資基金)	7,900,000	RMB-denominated ordinary shares
Kunshan Municipal Land Development Centre (昆山市土地開發中心)	7,500,000	RMB-denominated ordinary shares
BILL & MELINDA GATES FOUNDATION TRUST	7,328,527	RMB-denominated ordinary shares

3. SIGNIFICANT MATTERS >>>

3.1 Details and reasons for material changes in the major financial statement items and financial indicators of the Company

Applicable

Not applicable

In the first quarter this year, China's GDP grew by 8.1% year-on-year, which was lower than the market expectations and represented a continued quarter-by-quarter decline since 2011 in the year-on-year GDP growth rate. Amid this backdrop, although the Shanghai-Nanjing Expressway saw a year-on-year increase of approximately 6.02% in average daily full-trip traffic volume to 66,878 vehicles in the first quarter, such increase was still primarily contributed by passenger vehicles with the traffic volume of trucks further dropping by approximately 3.36% year-on-year in terms of absolute quantity. The trucks, as a percentage in the vehicle mix, declined by 2.4 percentage points to approximately 24.74% year-on-year. As a result of the fall in the traffic volume of trucks, the average daily toll revenues of Shanghai-Nanjing Expressway during the reporting period basically maintained the same level with the same period last year. In respect of roads and bridges under the management of the Group, traffic volume in the first quarter increased except for a continual fall for G312 and the Nanjing Section of Nanjing-Lianyungang Highway. As passenger vehicles were the major contributor to the increase in traffic volume and traffic volumes of trucks fell at various levels, there existed some deviations between the performances of traffic volume and revenue.

Data of average daily traffic volumes and average daily toll revenues of various roads and bridges during the period from January 2012 to March 2012:

Road/Bridge	Average daily traffic volume (vehicles/day)			Average daily toll revenue (RMB'000/day)		
	January -March	Corresponding period of the previous year	Change %	January -March	Corresponding period of the previous year	Change %
Jiangsu Section of Shanghai-Nanjing Expressway	66,878	63,080	6.02	11,539.5	11,537.7	0.02
Shanghai-Nanjing Section of G312	18,236	19,547	-6.70	266.5	307.9	-13.44
Nanjing Section of Nanjing-Lianyungang Highway	4,241	5,106	-16.94	85.3	115.0	-25.83
Guangjing Expressway	49,550	45,278	9.44	700.1	660.7	5.96
Xicheng Expressway	50,853	46,716	8.86	1,203.3	1,170.2	2.83
Jiangyin Yangtze Bridge	57,887	53,449	8.30	2,298.4	2,208.4	4.08
Sujiahang Expressway	39,143	36,568	7.04	2,416	2,389.6	1.10

3. SIGNIFICANT MATTERS >>>

During the first quarter of 2012, according to the PRC Accounting Standards for Business Enterprises (“PRC Accounting Standards”), the Group realized a total operating income of approximately RMB1,806,765,000, representing an increase of approximately 4.24% as compared to the corresponding period of 2011. Of such operating income, toll revenue amounted to approximately RMB1,255,325,000, representing an increase of approximately 1.13% as compared to the corresponding period of the previous year. Revenue from ancillary businesses amounted to approximately RMB543,109,000, representing an increase of approximately 14.27% as compared to the corresponding period of 2011, which was mainly attributable to an upward adjustment in retail prices of petroleum products. Revenue from other businesses amounted to approximately RMB8,331,000, representing a decrease of approximately 50.13% as compared to the corresponding period of 2011, which was mainly attributable to a year-on-year decrease of approximately 41.84% in revenue from the advertisement business which was substantially affected by the large-scale rectification campaign launched by the government of the Jiangsu Province on advertisement facilities along the expressways.

During the reporting period, total operating costs of the Group amounted to approximately RMB853,574,000 in aggregate, representing an increase of approximately 13.13% as compared to the corresponding period of 2011. Of such operating costs, costs of the toll road business increased by approximately 12.19% year-on-year, which was mainly due to the increase in the amortization of operating rights of roads as a result of a rise in traffic volume, toll collection costs including labor costs and a year-on-year increase in amortized costs of partial reconstruction of the road surface of the Guangjing Expressway and the Xicheng Expressway. Costs of ancillary businesses increased by approximately 14.45% year-on-year, which was basically in line with the growth rate of revenue from the ancillary businesses.

According to the PRC Accounting Standards, the Group realized an operating profit of approximately RMB840,337,000 during the reporting period, representing a decrease of approximately 4.19% as compared to the corresponding period of 2011; net profit attributable to equity holders of the Company was approximately RMB628,815,000 and earnings per share was approximately RMB0.1248, representing a decrease of approximately 4.26% as compared to the corresponding period of 2011.

As the property sales business suffered from the weak market, the C4 estate recorded meager sales, while other projects to be developed and ready for pre-sale were well on track.

Material changes in major accounting statement items and financial indicators and reasons therefor are as follows:

Reasons for Material Changes in Balance Sheet Items as at 31 March 2012

Unit: RMB'000

Item	As at the end of the reporting period	As at the end of the previous year	Change	Reason
Cash and bank balances	1,195,376	806,130	48.29%	Proper increase in reserve funds by the Group according to the requirements for risk control and investment and in light of the current domestic financial environment
Accounts receivable	102,543	47,368	116.48%	Mainly due to a year-on-year increase in tolls receivable
Prepayments	23,854	11,615	105.38%	Year-on-year increase in prepayments for petroleum
Construction-in-progress	43,414	26,032	66.77%	Increase in investment in project construction including enhancement of fixed assets during the reporting period
Dividends payable	75,593	47,683	58.53%	Increase in interests payable on short-term commercial papers during the reporting period
Non-current liabilities due within one year	1,561	201,561	-99.23%	The Company's repayment of the RMB200 million long-term borrowings due within one year during the reporting period

3. SIGNIFICANT MATTERS >>>

Reasons for Material Changes in Income Statement Items during the Reporting Period

Unit: RMB'000

Item	Beginning of the year to end of the reporting period	Corresponding period of last year	Change	Reason
Selling expenses	267	818	-67.34%	Mainly attributable to a decrease in selling outlay for property projects
Losses on assets impairment	0	-500	-100%	Recovery of part of bad debts in the corresponding period last year for which provisions had been made
Gains on changes in fair value	-1,444	2,383	-160.60%	Change in fair value of held-for-trading financial assets of a subsidiary, Ninghu Investment
Other comprehensive income	21,297	2,735	678.60%	Change in fair value of available-for-sale financial assets held by an associate, Yangtze Bridge Co., Ltd.

Reason for Material Change in Cash Flow Statement Item during the Reporting Period

Unit: RMB'000

Item	Beginning of the year to end of the reporting period	Corresponding period of last year	Change	Reason
Net cash flows from operating activities	720,327	995,958	-27.67%	The decrease in cash inflow from the property business of subsidiaries combined with the increase in operating costs and taxes paid resulted in a decrease in the Group's net cash flows from operating activities during the reporting period.
Net cash flows from investing activities	-57,075	-14,347	-297.82%	During the reporting period, cash paid for construction of fixed assets increased year-on-year, and the external investment of subsidiary Ninghu Investment increased year-on-year, resulted in a year-on-year decrease in net cash flows from investing activities.
Net cash flows from financing activities	-274,006	-841,254	67.43%	During the reporting period, the cash the Group used to repay debts decreased year-on-year, resulting in a year-on-year increase in net cash flows from financing activities.

3.2 Analysis of progress and impact of significant events and solutions

Applicable

Not applicable

As considered and approved at the twenty-third meeting of the sixth session of the Board of the Company on 23 March 2012, Jiangsu Guangjing Xicheng Expressway Co., Ltd., a 85% owned subsidiary of the Company, would make a cash contribution of RMB1,466,200,000 to Jiangsu Yanjiang Expressway Co., Ltd in the subscription of approximately 32.26% of the enlarged registered capital of Jiangsu Yanjiang Expressway Co., Ltd. by way of registered capital enlargement. For detailed information, please refer to the announcement of connected transaction published by the Company on 23 March 2012. Since the transaction is a connected transaction and is subject to the approval at the general meeting, relevant procedures are in progress and further announcements will be made upon obtaining the approval.

3.3 Undertakings made by the Company, shareholders and the de facto controller and their implementation

Applicable

Not applicable

3.4 Warning and explanation in the forecast of the possible aggregate net profits from the beginning of the year to the end of the next reporting period becoming a loss or significant changes compared to the corresponding period of the previous year

Applicable

Not applicable



3. SIGNIFICANT MATTERS >>>

3.5 Implementation of cash dividends policy during the reporting period

During the reporting period, the 2011 profit distribution scheme was considered and approved at the twenty-third meeting of the sixth session of the Board of the Company, which is to distribute a cash dividend of RMB0.36 (tax inclusive) per share, equivalent to approximately 83.96% of the distributable profit (being the net profit after deduction of 10% Statutory Reserve) of the year, the dividend payout ratio reached 74.64%. The aforementioned profit distribution scheme will be submitted for consideration at the 2011 annual general meeting to be convened on 19 June 2012.

By Order of the Board

Yang Gen Lin

Legal Representative of the Company

Nanjing, the PRC, 27 April 2012

4. APPENDIX >>>

Consolidated Balance Sheet

31 March 2012

Unit: RMB

Item	At the end of the reporting period	At the beginning of the year
Current Assets:		
Cash and bank balances	1,195,376,229	806,129,927
Held-for-trading financial assets	17,633,471	19,077,428
Accounts receivable	102,542,893	47,367,781
Prepayments	23,854,247	11,614,720
Dividends receivable	2,494,980	2,494,980
Other receivables	43,956,644	37,116,199
Inventories	1,939,142,913	1,919,255,292
Other current assets	597,700,943	560,390,281
Total Current Assets	3,922,702,320	3,403,446,608
Non-current Assets:		
Long-term equity investments	2,253,819,599	2,190,631,308
Investment properties	18,029,410	17,807,135
Fixed assets	1,131,353,215	1,154,827,314
Construction in progress	43,414,015	26,032,412
Intangible assets	18,359,129,612	18,573,651,716
Long-term prepaid expenses	555,722	652,950
Deferred tax assets	8,750,442	8,389,453
Total Non-current Assets	21,815,052,015	21,971,992,288
TOTAL ASSETS	25,737,754,335	25,375,438,896

4. APPENDIX >>>

Unit: RMB

Item	At the end of the reporting period	At the beginning of the year
Current Liabilities:		
Short-term borrowings	2,865,000,000	2,865,000,000
Accounts payable	252,266,458	307,411,924
Receipts in advance	349,710,931	346,683,735
Employee benefits payable	5,315,298	6,523,653
Taxes payable	281,367,005	321,399,122
Interest payable	75,593,100	47,683,000
Dividends payable	101,635,299	104,896,262
Other payables	90,950,216	101,492,233
Non-current liabilities due within one year	1,561,117	201,561,117
Total Current Liabilities	4,023,399,424	4,302,651,046
Non-current liabilities:		
Long-term borrowings	2,464,194,409	2,464,977,879
Total non-current Liabilities	2,464,194,409	2,464,977,879
TOTAL LIABILITIES	6,487,593,833	6,767,628,925
OWNERS' EQUITY (OR EQUITY HOLDERS' EQUITY):		
Paid-in capital (or share capital)	5,037,747,500	5,037,747,500
Capital reserve	7,562,824,413	7,541,527,674
Surplus reserve	2,291,733,894	2,291,733,894
Unappropriated profits	3,902,495,469	3,273,680,481
Total owners' equity attributable to equity holders of the Company	18,794,801,276	18,144,689,549
Minority interests	455,359,226	463,120,422
TOTAL OWNERS' EQUITY	19,250,160,502	18,607,809,971
TOTAL LIABILITIES AND OWNERS' EQUITY	25,737,754,335	25,375,438,896

Legal representative
of the Company:

Yang Gen Lin

The accounting chief:

Qian Yong Xiang

The person-in-charge
of the accounting institution:

Yu Lan Ying

Balance Sheet of the Company

31 March 2012

Unit: RMB

Item	At the end of the reporting period	At the beginning of the year
Current Assets:		
Cash and bank balances	830,184,038	452,126,965
Accounts receivables	62,054,830	37,927,174
Prepayments	17,784,327	6,069,781
Dividends receivable	120,156,664	2,494,980
Other receivables	1,295,063,759	1,259,171,286
Inventories	16,559,969	14,250,110
Other current assets	501,622,500	501,253,333
Total Current Assets	2,843,426,087	2,273,293,629
Non-current Assets:		
Long-term equity investments	4,223,838,843	4,160,072,389
Fixed assets	947,199,463	973,841,001
Construction in progress	35,066,767	19,443,164
Intangible assets	16,650,774,326	16,831,384,332
Deferred tax assets	4,298,559	4,298,559
Total Non-current Assets	21,861,177,958	21,989,039,445
TOTAL ASSETS	24,704,604,045	24,262,333,074

4. APPENDIX >>>

Unit: RMB

Item	At the end of the reporting period	At the beginning of the year
Current Liabilities:		
Short-term borrowings	3,455,000,000	3,455,000,000
Accounts payable	83,319,968	105,026,669
Receipts in advance	10,120,481	5,736,715
Employee benefits payable	5,103,479	5,496,846
Taxes payable	204,382,223	254,010,835
Interest payable	76,314,200	48,398,600
Dividends payable	80,871,474	80,871,474
Other payables	61,301,117	72,885,125
Non-current liabilities due within one year	1,561,117	201,561,117
Total Current Liabilities	3,977,974,059	4,228,987,381
Non-current Liabilities:		
Long-term borrowings	2,464,194,409	2,464,977,879
Bonds payable	0	0
Total Non-current Liabilities	2,464,194,409	2,464,977,879
TOTAL LIABILITIES	6,442,168,468	6,693,965,260
OWNERS' EQUITY (OR EQUITY HOLDERS' EQUITY):		
Paid-in capital (or share capital)	5,037,747,500	5,037,747,500
Capital reserve	7,544,399,181	7,523,102,442
Surplus reserve	2,002,886,733	2,002,886,733
Unappropriated profits	3,677,402,163	3,004,631,139
TOTAL OWNERS' EQUITY (OR EQUITY HOLDERS' EQUITY)	18,262,435,577	17,568,367,814
TOTAL LIABILITIES AND OWNERS' EQUITY (OR EQUITY HOLDERS' EQUITY)	24,704,604,045	24,262,333,074

Legal representative
of the Company:

Yang Gen Lin

The accounting chief:

Qian Yong Xiang

The person-in-charge of the
accounting institution:

Yu Lan Ying

Consolidated Income Statement

January to March 2012

Unit: RMB

Item	Amount for the current period	Amount for the corresponding period of the previous year
1. Total operating income	1,806,765,437	1,733,232,650
Including: Operating income	1,806,765,437	1,733,232,650
2. Total operating costs	1,012,709,860	905,000,625
Including: Operating Costs	853,574,027	754,485,012
Business taxes and levies	45,321,924	44,015,031
Selling expenses	267,169	818,124
Administrative expenses	36,157,450	34,710,601
Financial expenses	77,389,290	71,471,857
Impairment loss of assets	0	-500,000
Add: Gains from changes in fair values (Losses are indicated by “-”)	-1,443,956	2,382,680
Investment income (Loss is indicated by “-”)	47,725,280	46,452,601
Including: Income from investments in associates and joint ventures	41,891,553	47,718,747
3. Operating profit (Loss is indicated by “-”)	840,336,901	877,067,306
Add: Non-operating income	1,994,637	2,338,554
Less: Non-operating expenses	1,177,330	1,465,146
Including: Losses from disposal of non-current assets	326,435	55,938

4. APPENDIX >>>

Unit: RMB

Item	Amount for the current period	Amount for the corresponding period of the previous year
4. Total profit (Total loss is indicated by “-”)	841,154,208	877,940,714
Less: Income tax expense	199,336,591	207,600,830
5. Net profit (Net loss is indicated by “-”)	641,817,617	670,339,884
Net profit attributable to owners of the Company	628,814,988	656,761,343
Profit or loss attributable to minority interests	13,002,629	13,578,541
6. Earnings per share:		
(a) Basic earnings per share	0.1248	0.1304
(b) Diluted earnings per share	N/A	N/A
7. Other comprehensive income	21,296,739	2,735,247
8. Total comprehensive income	663,114,356	673,075,131
Total comprehensive income attributable to owners of the Company	650,111,727	659,496,590
Total comprehensive income attributable to minority interests	13,002,629	13,578,541

Legal representative
of the Company:

Yang Gen Lin

The accounting chief:

Qian Yong Xiang

The person-in-charge of the
accounting institution:

Yu Lan Ying

Income Statement of the Company

January to March 2012

Unit: RMB

Item	Amount for the current period	Amount for the corresponding period of the previous year
1. Operating income	1,618,709,005	1,546,366,639
Less: Operating costs	791,262,674	698,630,048
Business taxes and levies	38,588,876	38,290,011
Administrative expenses	28,815,258	28,143,480
Financial expenses	84,057,646	79,459,295
Impairment loss of assets	0	-500,000
Add: Investment income (Loss is indicated by "-")	164,953,923	48,761,886
Including: Income from investments in associates and joint ventures	42,469,716	48,761,886
2. Operating profit (Loss is indicated by "-")	840,938,474	751,105,691
Add: Non-operating income	1,977,452	2,292,821
Less: Non-operating expenses	872,535	840,771
Including: Losses from disposal of non-current assets	176,442	0
3. Total profit (Total loss is indicated by "-")	842,043,391	752,557,741
Less: Income tax expense	169,272,367	176,073,964
4. Net profit (Net loss is indicated by "-")	672,771,024	576,483,777
5. Earnings per share:		
(a) Basic earnings per share	0.1335	0.1144
(b) Diluted earnings per share	N/A	N/A
6. Other comprehensive income	21,296,739	2,735,247
7. Total comprehensive income	694,067,763	579,219,024

Legal representative
of the Company:

Yang Gen Lin

The accounting chief:

Qian Yong Xiang

The person-in-charge of the
accounting institution:

Yu Lan Ying

4. APPENDIX >>>

Consolidated Cash Flow Statement

January to March 2012

Unit: RMB

Item	Amount for the current period	Amount for the corresponding period of the previous year
1. Cash Flows from Operating Activities:		
Cash receipts from the sale of goods and the rendering of services	1,846,214,445	1,918,327,849
Other cash receipts relating to operating activities	6,829,590	12,508,231
Sub-total of cash inflows from operating activities	1,853,044,035	1,930,836,080
Cash payments for goods purchased and services received	733,374,762	616,970,865
Cash payments to and on behalf of employees	98,348,308	85,869,385
Payments of various types of taxes	289,970,442	215,438,275
Other cash payments relating to operating activities	11,023,568	16,599,820
Sub-total of cash outflows from operating activities	1,132,717,080	934,878,345
Net Cash Flows from Operating Activities	720,326,955	995,957,735
2. Cash Flows from Investing Activities:		
Cash receipts from disposals and recovery of investments	871,564,561	58,973,780
Cash receipts from investment income	344,400	11,377
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	19,488	53,030
Sub-total of cash inflows from investing activities	871,928,449	59,038,187
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	27,503,405	10,743,536
Cash payments to acquire investments	901,500,000	62,641,471
Sub-total of cash outflows from investing activities	929,003,405	73,385,007
Net Cash Flows from Investing Activities	-57,074,956	-14,346,820

Unit: RMB

Item	Amount for the current period	Amount for the corresponding period of the previous year
3. Cash Flows from Financing Activities:		
Cash receipts from borrowings	0	90,000,000
Sub-total of cash inflows from financing activities	0	90,000,000
Cash repayments of borrowings	200,783,470	850,821,935
Cash payments for distribution of dividends or profits or settlement of interest expenses	73,222,227	80,431,878
Sub-total of cash outflows from financing activities	274,005,697	931,253,813
Net Cash Flows from Financing Activities	-274,005,697	-841,253,813
4. Effects of Foreign Exchange Rate Changes on Cash and Cash Equivalents		
5. Net Increase in Cash and Cash Equivalents	389,246,302	140,357,102
Add: Opening balance of Cash and Cash Equivalents	806,129,927	475,084,741
6. Closing Balance of Cash and Cash Equivalents	1,195,376,229	615,441,843

Legal representative
of the Company:

Yang Gen Lin

The accounting chief:

Qian Yong Xiang

The person-in-charge of the
accounting institution:

Yu Lan Ying

4. APPENDIX >>>

Cash Flow Statement of the Company

January to March 2012

Unit: RMB

Item	Amount for the current period	Amount for the corresponding period of the previous year
1. Cash Flows from Operating Activities:		
Cash receipts from the sale of goods and the rendering of services	1,696,008,447	1,622,098,803
Other cash receipts relating to operating activities	3,615,550	4,250,882
Sub-total of cash inflows from operating activities	1,699,623,997	1,626,349,685
Cash payments for goods purchased and services received	669,565,108	550,233,219
Cash payments to and on behalf of employees	76,575,366	66,912,305
Payments of various types of taxes	260,597,175	176,989,186
Other cash payments relating to operating activities	9,482,033	14,032,576
Sub-total of cash outflows from operating activities	1,016,219,682	808,167,286
Net Cash Flows from Operating Activities	683,404,315	818,182,399
2. Cash Flows from Investing Activities:		
Cash receipts from disposals and recovery of investments	804,453,356	0
Cash receipts from investment income	0	0
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	17,488	3,000
Sub-total of cash inflows from investing activities	804,470,844	3,000
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	23,704,955	7,771,064
Cash payments to acquire investments	800,000,000	0
Other cash payments relating to investing activities	30,000,000	0
Sub-total of cash outflows from investing activities	853,704,955	7,771,064
Net Cash Flows from Investing Activities	-49,234,111	-7,768,064

Unit: RMB

Item	Amount for the current period	Amount for the corresponding period of the previous year
3. Cash Flows from Financing Activities:		
Cash receipts from borrowings	50,000,000	200,000,000
Sub-total of cash inflows from financing activities	50,000,000	200,000,000
Cash repayments of borrowings	250,783,470	850,821,935
Cash payments for distribution of dividends or profits or settlement of interest expenses	55,329,661	87,105,211
Sub-total of cash outflows from financing activities	306,113,131	937,927,146
Net Cash Flows from Financing Activities	-256,113,131	-737,927,146
4. Effects of Foreign Exchange Rate Changes on Cash and Cash Equivalents		
5. Net Increase in Cash and Cash Equivalents	378,057,073	72,487,189
Add: Opening balance of Cash and Cash Equivalents	452,126,965	171,257,578
6. Closing Balance of Cash and Cash Equivalents	830,184,038	243,744,767

Legal representative
of the Company:

Yang Gen Lin

The accounting chief:

Qian Yong Xiang

The person-in-charge of the
accounting institution:

Yu Lan Ying

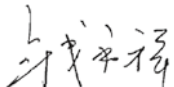
5. CONFIRMATION OPINION TO 2012 FIRST QUARTERLY REPORT BY DIRECTORS AND SENIOR MANAGEMENT >>>

The Company's directors and senior management hereby confirm in writing that they have reviewed the quarterly report and are of the opinion that there are no false representations or misleading statements contained in, or material omissions from this report; and that they shall severally and jointly accept responsibility for the truthfulness, accuracy and completeness of the content of this report.

Directors



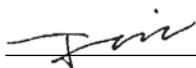
Yang Gen Lin



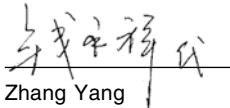
Qian Yong Xiang



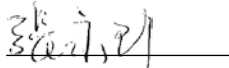
Chen Xiang Hui



Du Wen Yi



Zhang Yang



Cheng Chang Yung Tsung, Alice



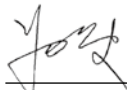
Fang Hung, Kenneth



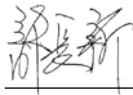
Fan Cong Lai



Chen Dong Hua

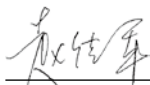


Gao Bo

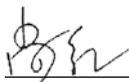


Xu Chang Xin

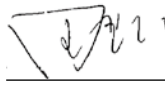
Senior Management Members



Zhao Jia Jun



Shang Hong



Tian Yafei



Yao Yong Jia

Jiangsu Expressway Company Limited

27 April 2012