



Jiangsu Expressway Company Limited

(Hong Kong Stock Exchange Stock Code: 177)

Driving Steadily Ahead

with Pragmatism and Innovation

2008

Third Quarterly Report

1 IMPORTANT

- 1.1 The board of directors (the “Board”) and its 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 Mr. Fang Hung, Kenneth, independent non-executive director, did not attend the Board meeting. He had appointed Ms. Chang Yung Tsung, independent non-executive director, to vote on his 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 Hong Kong and the People’s Republic of China.
- 1.4 The financial statements in this 2008 third quarterly report of the Company are **unaudited and have been reviewed by the Audit Committee of the Company.**
- 1.5 Mr. Shen Chang Quan, Chairman of the Company, Mr. Qian Yong Xiang, General Manager, and Madam Liu Wei, 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

	End of the reporting period	End of last reporting year	% increase/ (decrease) at end of the reporting period compared to end of last reporting year
Total assets	25,050,367	25,937,848	-3.42
Shareholder's equity attributable to equity holders of the Company	15,595,493	15,708,385	-0.72
Net assets per share attributable to equity holders of the Company (RMB)	3.10	3.12	-0.72

	Beginning of the year to end of the reporting period (January-September)	% increase/(decrease) compared to the corresponding period of the previous year
Net cash flow from operating activities	2,018,886	-10.90
Net cash flow per share from operating activities (RMB)	0.401	-10.90

2 BASIC INFORMATION OF THE COMPANY

			% increase/(decrease)
	The reporting period (July-September)	Beginning of the year to end of the reporting period (January- September)	for the reporting period compared to the corresponding period of the previous year
Net profit attributable to equity holders of the Company	405,011	1,247,300	-10.15
Basic earnings per share (RMB)	0.080	0.248	-10.15
Basic earnings per share after deduction of non-recurring profit/loss (RMB)	0.081	0.248	-8.99
Diluted earnings per share (RMB)	0.080	0.248	-10.15
Fully-diluted return on net assets (%)	2.60	8.00	Decreased by 0.34 percentage point
Fully-diluted return on net assets after deduction of non-recurring profit/loss (%)	2.61	8.02	Decreased by 0.33 percentage point

2 BASIC INFORMATION OF THE COMPANY

Non-recurring profit/loss	Amount from the beginning of the year to the end of the reporting period
Gain from disposal of long-term equity investment	1,072
Change in fair value	(973)
Net loss from disposal of non-current assets	(318)
Gain from held-for-trading investment	605
Other non-operating incomes and expenses, net	(5,726)
Effects of income tax	1,335
Effects of minority shareholders profit/(loss)	358
Total	(3,647)

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

Unit: share

Total number of shareholders at the end of the reporting period	As at 30 September 2008, there were a total of 52,874 shareholders whose names appeared on the register of shareholders of the Company, of whom 52,345 were domestic shareholders and 529 were foreign shareholders.
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2 BASIC INFORMATION OF THE COMPANY

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 (share)	Type of shares
FIL Limited	97,695,987	Overseas-listed foreign shares
Bank of America Corporation	96,294,000	Overseas-listed foreign shares
Halbis Capital Management (Hong Kong) Limited	61,816,000	Overseas-listed foreign shares
Bosera Thematic Sector Equity Securities Investment Fund (博時主題行業股票證券投資基金)	27,670,897	RMB-denominated ordinary shares
Bosera Emerging Growth Fund (博時新興成長股票型證券投資基金)	19,857,067	RMB-denominated ordinary shares
Shenyin Wanguo Securities Co., Ltd. (申銀萬國證券股份有限公司)	13,960,000	RMB-denominated ordinary shares
Shanghai Haiji Investment Development Co., Ltd. (上海海基投資發展有限公司)	12,650,000	RMB-denominated ordinary shares
Winner Glory Development Ltd	12,000,000	Overseas-listed foreign shares
Jiangsu High Technology Investment Group Co., Ltd. (江蘇高科技投資集團有限公司)	11,700,000	RMB-denominated ordinary shares
Jiashi Stable Open Stock Investment Fund (嘉實穩健開放式證券投資基金)	8,199,027	RMB-denominated ordinary shares

2 BASIC INFORMATION OF THE COMPANY

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 was based on reporting by the relevant parties pursuant to the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

As at 30 September 2008, the shareholdings of the top ten holders of A shares not subject to selling restrictions:

Name of shareholder	Number of shares as at the end of the reporting period (share)	Type of shares
Bosera Thematic Sector Equity Securities Investment Fund (博時主題行業股票證券投資基金)	27,670,897	RMB-denominated ordinary shares
Bosera Emerging Growth Fund (博時新興成長股票型證券投資基金)	19,857,067	RMB-denominated ordinary shares
Shenyin Wanguo Securities Co., Ltd. (申銀萬國證券股份有限公司)	13,960,000	RMB-denominated ordinary shares
Shanghai Haiji Investment Development Co., Ltd. (上海海基投資發展有限公司)	12,650,000	RMB-denominated ordinary shares
Jiangsu High Technology Investment Group Co., Ltd. (江蘇高科技投資集團有限公司)	11,700,000	RMB-denominated ordinary shares
Jiashi Stable Open Stock Investment Fund (嘉實穩健開放式證券投資基金)	8,199,027	RMB-denominated ordinary shares

2 BASIC INFORMATION OF THE COMPANY

Name of shareholder	Number of shares as at the end of the reporting period (share)	Type of shares
Jiangsu Electric Power Company (江蘇省電力公司)	6,534,627	RMB-denominated ordinary shares
General Electric Asset Management Incorporated — GEAM Trust China A Share Fun (通用電氣資產管理公司 — GEAM 信託基金中國 A 股基金)	6,362,889	RMB-denominated ordinary shares
MERRILL LYNCH INTERNATIONAL	5,771,095	RMB-denominated ordinary shares
Jiashe Shanghai Shenzhen 300 Index Securities Investment Fund (嘉實滬深 300 指數證券投資基金)	5,551,292	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

From January to September 2008, according to the PRC Accounting Standards for Business Enterprises (the “PRC Accounting Standards”), the Group realized a total revenue of approximately RMB3,966,925,000, representing an increase of approximately 0.89% as compared to the corresponding period of 2007. Among the total revenue, toll revenue amounted to approximately RMB3,051,158,000. Under the combined effects of a slowdown of domestic economic growth, snowstorms, the expansion project of the Shanghai Section of Shanghai-Nanjing Expressway, the operation of the Nanjing Railway Multiple Units, diversion effects on the opening to traffic of Sutong Bridge and the toll free policy of the “Green Passage”, toll revenue saw a drop of approximately RMB106 million, representing a decrease of approximately 3.36% as compared to the corresponding period of 2007. Impacted by rising oil prices and sales volume, revenue from ancillary businesses amounted to approximately RMB889,368,000, representing an increase of approximately 21.97% as compared to the corresponding period of 2007. Revenue from other businesses amounted to approximately RMB26,399,000, representing a decrease of approximately 41.72% as compared to the corresponding period of 2007, which was mainly attributable to the fact that Jiangsu Sundian Engineering Co., Ltd. (“Jiangsu Sundian”) was treated as an associate under the cost method auditing instead of a subsidiary in 2008. During January to September 2008, operating profit of the Group was approximately RMB1,692,491,000, representing a decrease of approximately 7.98% as compared to the corresponding period of 2007. However, benefiting from the reduction of statutory income tax rate from 33% to 25% effective from 1 January 2008, the Group saw a net profit of approximately RMB1,281,770,000, representing an increase of approximately 1.51% as compared to the corresponding period of 2007. Net profit attributable to equity holders of the Company amounted to approximately RMB1,247,300,000, with earnings per share being approximately RMB0.25, representing an increase of approximately 0.96% as compared to the corresponding period of 2007.

3 SIGNIFICANT MATTERS

During the reporting period, material changes in major accounting statement items and financial indicators and the reasons are as follows:

Reasons of Material Changes in Balance Sheet Items as at 30 September 2008

Unit: RMB'000

Item	As at 30	As at 31	Change (%)	Reason
	September	December		
	2008	2007		
Prepayments	24,879	1,091	2,180.38%	Prepayment for purchase of oil products at service areas; inclusion of the prepayments in respect of power supply facilities in the property projects of Ninghu Investment, a subsidiary of the Company; costs of repair for dormitory in, and payment for purchase of asphalt paved on road surface of, Guangjing Xicheng, a subsidiary of the Company.

3 SIGNIFICANT MATTERS

Item	As at 30	As at 31	Change (%)	Reason
	September 2008	December 2007		
Fixed assets	1,415,684	1,566,855	-9.65%	In accordance with the requirements stipulated in the Circular on the Issue of Interpretation No. 2 to Accounting Standards for Enterprises (Cai Kuai [2008] No.11) issued by the Ministry of Finance in August 2008, road and bridge assets are treated as intangible assets. The Company made retrospective adjustments to the amount at the beginning of the year as required.

3 SIGNIFICANT MATTERS

Item	As at 30	As at 31	Change (%)	Reason
	September	December		
	2008	2007		
Intangible assets	20,919,339	21,371,201	-2.11%	In accordance with the requirements stipulated in the Circular on the Issue of Interpretation No. 2 to Accounting Standards for Enterprises (Cai Kuai [2008] No.11) issued by the Ministry of Finance in August 2008, road and bridge assets are treated as intangible assets, and road and bridge assets are still amortized based on traffic volumes. As a result, such adjustments only involved reclassification and had no effect on profit/loss. The Company made retrospective adjustments to the amount at the beginning of the year as required.

3 SIGNIFICANT MATTERS

Item	As at 30	As at 31	Change (%)	Reason
	September 2008	December 2007		
Construction- in- progress	70,701	50,872	38.98%	Investment in miscellaneous projects such as billboards by Maqun Monitoring Centre and Investment Company.
Short-term borrowings	3,150,000	4,753,930	-33.74%	Through the issue of various financing products with lower interest rates including short-term financial papers trust schemes, borrowing from Postal Saving Loan and corporate bonds, the Company adjusted the liabilities structure under the premises of ensuring a healthy financial position, aiming to reduce financial commitments and escape from financial risks.
Accounts payable	186,532	898,285	-79.23%	Payments for Shanghai-Nanjing Expressway expansion project were gradually settled.

3 SIGNIFICANT MATTERS

Item	As at 30	As at 31	Change (%)	Reason
	September	December		
	2008	2007		
Advances from customers	138,953	55,424	150.71%	Advance receipts for advertising placing and sale of properties from Ninghu Investment, a subsidiary of the Company.
Taxes payable	115,289	296,767	-61.15%	The balance of income tax payable for 2007 was fully paid after final settlement.
Interests payable	60,599	15,252	297.32%	Mainly due to the fact that interests levied on the new short-term financial papers (with repayment method being interests and principals to be paid when due) and on the corporate bonds (with repayment method being interests to be paid in installments and the principals to be paid when due) are calculated on a monthly basis, and are included in interests payable during the reporting period.

3 SIGNIFICANT MATTERS

Item	As at 30	As at 31	Change (%)	Reason
	September 2008	December 2007		
Long-term borrowings	3,932,797	3,284,386	19.74%	New borrowing of 5-year Postal Saving Loan of RMB2 billion with lower interest rates and repayment of certain long-term borrowings.
Bonds payable	1,088,905	—	—	Issue of corporate bonds in the amount of RMB1.1 billion, calculated by effective interest method.

3 SIGNIFICANT MATTERS

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

Unit: RMB'000

Item	From the beginning of the year to the reporting period	Corresponding period last year	Change (%)	Reason
Operating costs	1,747,583	1,572,171	11.16%	Rising sales volume of oil products and rising petroleum product prices led to an increase in purchasing costs for oil products; project maintenance conducted along the Guangjing Expressway during the reporting period led to an increase in maintenance expense; and additional depreciation caused by the differences between actual traffic volumes and estimated traffic volumes along Nanjing-Lianyungang Highway led to increased depreciation on road and assets.

3 SIGNIFICANT MATTERS

Item	From the beginning of the year to the reporting period	Corresponding period last year	Change (%)	Reason
Finance expenses	419,959	380,228	10.45%	The People's Bank of China raised the lending rates.
Investment income	109,834	89,521	22.69%	Gain on transfer of equity interest in Jiangsu Sundian and rise in profits of associates.

3 SIGNIFICANT MATTERS

Data of average daily traffic volumes and average daily toll revenues of various roads and bridges during January - September 2008:

Expressway or bridge operation	Average daily traffic volume (Vehicle/Day)	Growth over the	Average daily toll revenue (RMB'000/Day)	Growth over the
		corresponding period last year (%)		corresponding period last year (%)
Jiangsu Section of Shanghai – Nanjing Expressway	46,549	-3.98	8,875.0	-5.18
Shanghai-Nanjing Section of G312	29,097	-0.82	507.0	4.34
Nanjing Section of Nanjing – Lianyungang Highway	6,434	-13.75	120.7	-31.50
Guangjing Expressway	36,387	5.80	594.7	4.70
Xicheng Expressway	37,744	7.93	1,038.3	6.49
Jiangyin Yangtze Bridge	40,994	9.11	2,053.5	7.95
Sujiahang Expressway	26,358	25.03	1,820.5	13.37

3.2 Analysis of progress and impact of major events and solutions

Applicable Not applicable

3 SIGNIFICANT MATTERS

3.2.1 Issue of corporate bonds

The Company successfully launched an online and offline issue of corporate bonds in the amount of RMB1.1 billion on 28 - 30 July 2008 with a coupon rate of 5.40% and maturity of 3 years. The corporate bonds were listed on the Shanghai Stock Exchange on 12 August 2008. Its abbreviation is “08寧滬債” (08 Ninghu Bonds) and the code of bonds is “122010”. The proceeds from the issue were used for adjusting the liabilities structure of the Company.

3.2.2 Establishment of Jiangsu Ninghu Properties Co., Ltd.

Jiangsu Ninghu Properties Co., Ltd. (江蘇寧滬置業有限責任公司) (“Ninghu Property”) which the Company contributed 100% equity to set up, completed business registration on 9 July 2008 with a registered capital of RMB200 million. Its operations involve property development and management, property consultancy, premises leasing, and exterior and interior refurbishment and property management. Ninghu Property has been included in the consolidated financial statements of the Company since July 2008.

3 SIGNIFICANT MATTERS

3.2.3 Investment in Nanlin Hotel

On 22 August 2008, Jiangsu Guangjing Xicheng Expressway Company Limited (the “Guangjing Xicheng”, an 85% owned subsidiary of the Company), Jiangsu Communications Holdings Limited (the “Communications Holdings”) and Jiangsu Yanjiang Expressway Company Limited (“Yanjiang Expressway”) entered into the “Agreement regarding Registered Capital Enlargement of Suzhou Nanlin Hotel Co., Ltd. (“Nanlin Hotel”)”, pursuant to which Guangjing Xicheng will invest in Nanlin Hotel for a total consideration of RMB160 million, representing 41.73% of the total registered capital of Nanlin Hotel after the registered capital enlargement. The investment was made based on the net asset valuation of Nanlin Hotel as at 30 June 2008. Communications Holdings and Yanjiang Expressway held 46.62% and 11.65% equity interests in Nanlin Hotel respectively after the registered capital enlargement.

3.2.4 Tenancy

In August 2008, the Company entered into tenancy agreements with Jiangsu Sundian and Jiangsu Expressway Toll-network Technology Service Co., Ltd. (“Toll-network Company”) respectively, for the tenancy of office spaces at No.2 Maqun Road and No. 189 New Maqun Street to Jiangsu Sundian and Toll-network Company respectively, with a term from 1 September 2008 to 31 August 2011. Annual rentals are RMB1.69 million and RMB4.46 million respectively. The relevant tenancy revenues have been included in the operating revenues of the Company at different stages.

3 SIGNIFICANT MATTERS

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

Applicable Not applicable

3.4 Warning and explanation on the forecast of possible aggregated 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

3.5 Securities investments

Applicable Not applicable

4 APPENDIX

4.1 Consolidated Balance Sheet

As at 30 September 2008

Item	Consolidated		The Company	
	At the	At the	At the	At the
	end of the	beginning	end of the	beginning
	reporting period	of the year	reporting period	of the year
	RMB	RMB	RMB	RMB
	Unaudited	Audited	Unaudited	Audited
		(Restated)		(Restated)
Current assets:				
Bank balances and cash	612,373,377	1,128,947,375	338,120,513	669,887,657
Held-for-trading investment	40,494,573	42,344,753	—	—
Bills receivable	—	700,000	—	—
Accounts receivable	53,207,389	69,063,298	40,671,458	33,253,677
Prepayments	24,878,917	1,091,479	11,548,553	214,657
Dividend receivable	7,989,960	5,488,956	120,484,384	5,488,956
Other receivables	32,761,328	31,132,263	27,009,130	32,866,314
Inventories	89,671,506	54,890,686	14,551,446	8,477,378
Total current assets	861,377,050	1,333,658,810	552,385,484	750,188,639
Non-current assets:				
Long-term equity investments	1,777,400,316	1,609,396,812	3,899,676,662	3,727,373,792
Fixed assets	1,415,684,487	1,566,854,631	1,230,476,799	1,325,431,592
Construction-in-progress	70,700,732	50,872,234	29,000,080	13,083,633
Intangible assets	20,919,339,498	21,371,201,238	19,024,409,034	19,426,758,090
Deferred income tax assets	5,864,545	5,864,545	5,622,468	5,622,468
Total non-current assets	24,188,989,578	24,604,189,460	24,189,185,043	24,498,269,575
Total assets	25,050,366,628	25,937,848,270	24,741,570,527	25,248,458,214

4 APPENDIX

Liabilities and shareholders' equity	Consolidated		The Company	
	At the	At the	At the	At the
	end of the	beginning	end of the	beginning
	reporting period	of the year	reporting period	of the year
	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>
	<i>Unaudited</i>	<i>Audited</i>	<i>Unaudited</i>	<i>Audited</i>
		<i>(Restated)</i>		<i>(Restated)</i>
Current liabilities:				
Short-term borrowings	3,150,000,000	4,753,930,000	3,790,000,000	4,983,930,000
Accounts payable	186,532,487	898,285,082	180,702,558	868,643,087
Advances from customers	138,953,313	55,423,866	3,738,268	2,456,817
Salary payable	31,407,810	32,471,020	21,984,086	22,983,180
Taxes payable	115,288,947	296,767,010	84,233,872	253,264,048
Interests payable	60,599,333	15,252,149	60,599,333	15,252,150
Dividend payable	53,116,684	19,472,404	32,735,315	19,472,404
Other payables	164,895,843	240,981,746	129,832,656	186,197,421
Non-current liabilities due within 1 year	103,398,835	201,809,795	103,398,835	201,809,795
Total current liabilities	4,004,193,252	6,514,393,072	4,407,224,923	6,554,008,902
Non-current liabilities:				
Long-term borrowings	3,932,797,068	3,284,386,108	3,932,797,068	3,284,386,108
Deferred income tax liabilities	1,106,184	1,349,557	—	—
Bonds payable	1,088,904,500	—	1,088,904,500	—
Total non-current liabilities	5,022,807,752	3,285,735,665	5,021,701,568	3,284,386,108
Total liabilities	9,027,001,004	9,800,128,737	9,428,926,491	9,838,395,010

4 APPENDIX

Liabilities and shareholders' equity	At the	At the	At the	At the
	end of the	beginning	end of the	beginning
	reporting period	of the year	reporting period	of the year
	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>
	<i>Unaudited</i>	<i>Audited</i>	<i>Unaudited</i>	<i>Audited</i>
		<i>(Restated)</i>		<i>(Restated)</i>
Shareholders' equity:				
Share capital	5,037,747,500	5,037,747,500	5,037,747,500	5,037,747,500
Capital reserves	7,488,686,684	7,488,686,684	7,488,686,684	7,488,686,684
Surplus reserves	1,350,007,603	1,350,007,603	1,180,930,400	1,180,930,400
Retained profits	1,719,051,650	1,831,943,451	1,605,279,452	1,702,698,620
Equity attributable to equity holders of the Company	15,595,493,437	15,708,385,238	15,312,644,036	15,410,063,204
Minority interests	427,872,187	429,334,295	—	—
Total shareholders' equity	16,023,365,624	16,137,719,533	15,312,644,036	15,410,063,204
Total liabilities and shareholders' equity	25,050,366,628	25,937,848,270	24,741,570,527	25,248,458,214

4 APPENDIX

4.2 Consolidated Income Statement

Unit: RMB

Item		Amount of	Amount of the	Amount from	Amount from
		this period	previous period	the beginning	the beginning
		(July - September)	(July - September)	of year to the	of the previous
		(Unaudited)	(Unaudited)	the end of the	year to the end
				reporting period	of the reporting period
				(January - September)	(January - September)
				(Unaudited)	(Unaudited)
1.	Total operating revenue	1,350,982,931	1,418,495,185	3,966,924,943	3,931,825,403
2.	Total costs of sales	842,200,857	783,960,647	2,383,294,015	2,184,757,462
	Including: Costs of sales	618,482,944	578,352,503	1,747,583,005	1,572,170,713
	Sales taxes and surcharges	36,581,911	42,286,350	109,542,200	114,581,885
	Sales expenses	381,823	1,111,304	1,207,671	1,111,304
	General and administrative expenses	34,145,320	32,075,885	105,002,455	116,719,699
	Finance expenses	152,608,859	130,134,605	419,958,684	380,228,006
	Impairment loss on assets	—	—	—	-54,145
Add:	Gain from fair value changes	-2,132,080	3,979,365	-973,490	2,698,416
	Investment income	35,494,100	15,488,520	109,834,054	89,521,346
	Including: Share of profits from associates and jointly controlled entities	37,057,411	17,358,064	109,650,083	89,315,246

4 APPENDIX

4.2 Consolidated Income Statement (cont'd)

Unit: RMB

Item	Amount of	Amount of the	Amount from	Amount from
	this period	previous period	the beginning	the beginning
	(July - September)	(July - September)	of year to the	of the previous
	(Unaudited)	(Unaudited)	the end of the	year to the end
			reporting period	of the reporting period
			(January - September)	(January - September)
			(Unaudited)	(Unaudited)
3. Operating profit	542,144,094	654,002,423	1,692,491,492	1,839,287,703
Add: Non-operating income	3,496,617	6,376,769	10,642,902	13,392,450
Less: Non-operating Expenses	3,489,461	6,052,678	16,687,393	14,707,986
Including: Loss from disposal of non-current assets	364,020	—	440,174	231,690
4. Profit before tax	542,151,250	654,326,514	1,686,447,001	1,837,972,167
Less: Income tax expense	126,547,425	197,533,075	404,676,824	575,215,547
5. Net profit	415,603,825	456,793,439	1,281,770,177	1,262,756,620
Net profit attributable to equity holders of the Company	405,010,915	450,761,457	1,247,300,024	1,235,473,625
Gain/loss attributable to minority shareholders	10,592,910	6,031,982	34,470,153	27,282,995
6. Earnings per share				
(a) Basic earnings per share	—	—	0.25	0.25

4 APPENDIX

Income Statement of the Company

Unit: RMB

Item	Amount of	Amount of the	Amount from	Amount from
	this period	previous period	the beginning	the beginning
	(July - September)	(July - September)	of year to the	of the previous
	(Unaudited)	(Unaudited)	the end of the	year to the end
			reporting period	of the reporting period
			(Unaudited)	(Unaudited) (Restated)
			(Unaudited)	(Unaudited) (Restated)
1. Total operating revenue	1,198,356,591	1,274,688,068	3,479,973,498	3,451,902,406
2. Total costs of sales	784,574,759	712,489,535	2,203,327,697	1,986,262,748
Including: Costs of sales	562,869,672	511,580,991	1,575,487,993	1,391,557,424
Sales taxes and surcharges	31,802,704	36,127,205	94,109,134	98,360,094
General and administrative				
expenses	30,591,220	28,812,488	94,261,771	101,736,589
Finance expenses	159,311,163	135,968,851	439,468,799	394,499,861
Impairment loss on assets	—	—	—	108,780
Investment income	148,906,408	121,932,534	317,670,662	297,023,046
Including: Share of profits	33,411,983	20,321,534	100,978,824	89,315,246
from associates				
and jointly				
controlled entities				

4 APPENDIX

Income Statement of the Company (cont'd)

Unit: RMB

Item	Amount of	Amount of the	Amount from	Amount from
	this period	previous period	the beginning	the beginning
	(July - September)	(July - September)	of year to the	of the previous
	(Unaudited)	(Unaudited)	the end of the	year to the end
			reporting period	of the reporting period
			(January - September)	(January - September)
			(Unaudited)	(Unaudited) (Restated)
3. Operating profit	562,688,240	684,131,067	1,594,316,463	1,762,662,704
Add: Non-operating income	3,496,617	6,376,044	10,630,102	13,109,266
Less: Non-operating expenses	3,089,383	1,925,531	13,574,477	8,239,187
Including: Loss from disposal of non-current assets	364,020	—	410,550	228,177
4. Profit before tax	563,095,474	688,581,580	1,591,372,088	1,767,532,783
Less: Income tax expense	104,409,836	176,237,565	328,599,431	483,485,351
5. Net profit	458,685,638	512,344,015	1,262,772,657	1,284,047,432
6. Earnings per share				
(a) Basic earnings per share	—	—	0.25	0.26

4 APPENDIX

4.3 Cash Flow Statement

January - September 2008

Unit: RMB

	Consolidated		The Company	
	Amount from the beginning of the year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the previous year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the previous year to the end of the reporting period (January - September) (Unaudited)
1. Cash flows from operating activities:				
Cash received from sale of goods and rendering of services	4,171,724,388	3,909,259,363	3,611,727,603	3,411,952,871
Cash received relating to other operating activities	29,499,946	18,816,157	13,709,484	16,664,733
Sub-total of cash inflows	4,201,224,334	3,928,075,520	3,625,437,087	3,428,617,604
Cash paid for goods and services	1,204,035,819	834,928,708	1,078,206,684	802,635,904
Cash paid to and on behalf of employees	190,630,589	147,554,344	159,627,120	124,195,570
Taxes paid	730,017,780	637,203,134	619,837,934	522,035,138
Cash paid relating to other operating activities	57,654,625	42,423,847	50,961,322	30,045,462
Sub-total of cash outflows	2,182,338,813	1,662,110,033	1,908,633,060	1,478,912,074
Net cash flows from operating activities	2,018,885,521	2,265,965,487	1,716,804,027	1,949,705,530

4 APPENDIX

4.3 Cash Flow Statement (cont'd)

January - September 2008

Unit: RMB

	Consolidated		The Company	
	Amount from the beginning of the year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the previous year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the previous year to the end of the reporting period (January - September) (Unaudited)
2. Cash flows from investing activities:				
Cash received from investment	3,605,247	42,963,511	—	—
Cash received from investment income	108,960,450	104,532,496	193,018,200	214,493,460
Cash paid for disposal of fixed assets, intangible assets and other long-term assets	174,680	—	174,680	—
Sub-total of cash inflows	112,740,377	147,496,007	193,192,880	214,493,460
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	777,113,377	674,686,127	768,164,192	637,201,469
Cash paid for purchase of investments	160,800,000	33,096,156	200,400,000	—
Cash paid for acquisition or disposal of subsidiaries and other operating units	29,786,686	—	—	—
Sub-total of cash outflows	967,700,063	707,782,283	968,564,192	637,201,469
Net cash flows from investing activities	-854,959,686	-560,286,276	-775,371,312	-422,708,009

4 APPENDIX

4.3 Cash Flow Statement (cont'd)

January - September 2008

Unit: RMB

	Consolidated		The Company	
	Amount from the beginning of the year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the previous year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the previous year to the end of the reporting period (January - September) (Unaudited)
3. Cash flows from financing activities:				
Cash received from borrowings	6,869,660,000	5,314,210,000	7,509,660,000	5,754,210,000
Cash received from issue of bonds	1,088,150,000	—	1,088,150,000	—
Sub-total of cash inflows	7,957,810,000	5,314,210,000	8,597,810,000	5,754,210,000
Repayment of borrowings	7,923,590,000	5,651,336,579	8,153,590,000	5,951,336,579
Cash paid for distribution of dividends, profits and interests	1,714,719,833	1,371,745,406	1,717,419,859	1,289,437,913
Including: Dividend payable to minority shareholders from subsidiaries	15,550,892	19,404,876	—	—
Sub-total of cash outflows	9,638,309,833	7,023,081,985	9,871,009,859	7,240,774,492
Net cash flows from financing activities	-1,680,499,833	-1,708,871,985	-1,273,199,859	-1,486,564,492

4 APPENDIX

4.3 Cash Flow Statement (cont'd)

January - September 2008

Unit: RMB

	Consolidated		The Company	
	Amount from the beginning of the year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the previous year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the year to the end of the reporting period (January - September) (Unaudited)	Amount from the beginning of the previous year to the end of the reporting period (January - September) (Unaudited)
4. Net increase in cash and cash equivalents	-516,573,998	-3,192,774	-331,767,144	40,433,029
Add: Cash and cash equivalents at the beginning of the period	1,128,947,375	796,874,386	669,887,657	602,181,971
5. Cash and cash equivalents at the end of the period	612,373,377	793,681,612	338,120,513	642,615,000

5 CONFIRMATION OPINION TO 2008 THIRD 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 for the year 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 be severally and jointly accept responsibility for the truthfulness, accuracy and completeness of the content of this report.


Directors



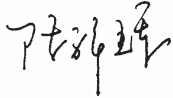
Shen Chang Quan



Zhang Yang




Sun Hong Ning



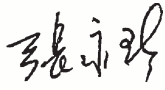
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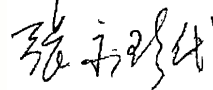
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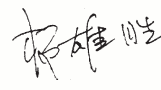
Cui Xiao Long



Chang Yung Tsung



Fang Hung, Kenneth

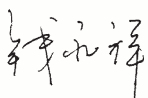


Yang Xiong Sheng

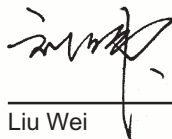


Fan Cong Lai

Senior Management



Qian Yong Xiang



Liu Wei



Zhao Jia Jun



Yao Yong Jia

Jiangsu Expressway Company Limited
24 October 2008