



Jiangsu Expressway Company Limited

(Hong Kong Stock Exchange Stock Code: 00177)



Quality

Our Priority



2010 Third Quarterly Report

1 IMPORTANT MESSAGE

Quality 質量唯先
Our Priority

- 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 All directors of the Company attended the Board meeting.
- 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 2010 Third 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
General Manager of the Company	Qian Yong Xiang
The accounting chief	Liu Wei
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, Madam Liu Wei, Financial Controller, and Ms. Yu Lan Ying, Manager of the Finance and Accounting Department, 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) at the end of the reporting period as compared to the end of the previous year (%)
Total assets	25,172,897	25,496,204	-1.27
Owners' equity attributable to equity holders of the Company (or equity holders' equity)	16,970,068	16,756,571	1.27
Net assets per share attributable to equity holders of the Company (RMB)	3.37	3.33	1.27

	Beginning of the year to end of the reporting period (January - September)	% increase/ (decrease) for the reporting period compared to the corresponding period of the previous year
Net cash flows from operating activities	2,250,908	29.53
Net cash flows per share from operating activities (RMB)	0.45	29.53

	The reporting period (July - September)	Beginning of the year to end of the reporting period (January - September)	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	658,811	1,932,064	19.12
Basic earnings per share (RMB)	0.1308	0.3835	19.12
Basic earnings per share after non-recurring profit/loss (RMB)	0.1298	0.3820	18.94
Diluted earnings per share (RMB)	N/A	N/A	N/A
Weighted-average return on net assets (%)	3.96	11.42	Increased by 0.49 percentage point
Weighted-average return on net assets after non-recurring profit/loss (%)	3.93	11.37	Increased by 0.48 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	Explanation
Gain (loss) from disposal of non-current assets	2,908	Net gain from disposal of fixed assets
Gain from disposal of held-for-trading financial assets	24	—
Gain from change of fair value	7,148	Change in fair value of investment in spot gold
Reversal of impairment provisions made in prior years	80	—
Other non-operating income and expenses, net	-260	—
Effects of income tax	-688	—
Effects of minority shareholders' profit/(loss)	-1,782	—
Total	7,430	—

2.2 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 the Share Segregation Reform)

Unit: share

Total number of shareholders at the end of the reporting period	As at 30 September 2010, there were a total of 54,615 shareholders whose names appeared on the register of shareholders of the Company, of whom 54,101 were domestic shareholders and 514 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
Mondrian Investment Partners Limited	98,534,000	Overseas-listed foreign shares
Capital Research and Management Company	85,269,000	Overseas-listed foreign shares
Columbia Wanger Asset Management, L.P.	63,878,000	Overseas-listed foreign shares
Ameriprise Financial Inc	62,141,000	Overseas-listed foreign shares

2 BASIC INFORMATION OF THE COMPANY

Top ten holders of circulating shares not subject to selling restrictions (Cont'd)

Name of shareholder	Number of shares not subject to selling restrictions held as at the end of the reporting period	Type of shares
Shenyin & Wanguo Securities Co., Ltd. (申銀萬國證券股份有限公司)	12,460,000	RMB-denominated ordinary shares
Harvest Service Sector Capital Appreciation Fund (嘉實服務增值行業證券投資基金)	11,002,697	RMB-denominated ordinary shares
China AMC Income Fund (華夏收入股票型證券投資基金)	10,921,318	RMB-denominated ordinary shares
Dongfanghong No.3 Collective Asset Management Scheme (東方紅3號集合資產管理計劃)	9,999,276	RMB-denominated ordinary shares
China AMC Dividend Fund (華夏紅利混合型開放式證券投資基金)	8,499,855	RMB-denominated ordinary shares
Harvest Steady and Open Securities Investment Fund (嘉實穩健開放式證券投資基金)	7,731,017	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).

As at 30 September 2010, 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	Type of shares
Shenyin & Wanguo Securities Co., Ltd. (申銀萬國證券股份有限公司)	12,460,000	RMB-denominated ordinary shares
Harvest Service Sector Capital Appreciation Fund (嘉實服務增值行業證券投資基金)	11,002,697	RMB-denominated ordinary shares
China AMC Income Fund (華夏收入股票型證券投資基金)	10,921,318	RMB-denominated ordinary shares
Dongfanghong No.3 Collective Asset Management Scheme (東方紅3號集合資產管理計劃)	9,999,276	RMB-denominated ordinary shares
China AMC Dividend Fund (華夏紅利混合型開放式證券投資基金)	8,499,855	RMB-denominated ordinary shares
Harvest Steady and Open Securities Investment Fund (嘉實穩建開放式證券投資基金)	7,731,017	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
Jintai Securities Investment Fund (金泰證券投資基金)	7,275,848	RMB-denominated ordinary shares
Jiangsu Electric Power Company (江蘇省電力公司)	6,534,627	RMB-denominated ordinary shares
Harvest Growth and Income Fund (嘉實成長收益型證券投資基金)	6,000,000	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 third quarter of 2010, various business operations of the Group maintained their favorable development trends as in the first half of the year and continued to grow steadily. However, since the beginning of the third quarter, the macro-economy has been slowing down moderately. GDP growth for the first three quarters was approximately 10.6% year-on-year, displaying a slow down as compared to the first half of the year and a declining trend month by month. Similarly, growth in operations of expressways has also slowed down when compared to the first half of the year. At the same time, the positive effects of the structural adjustments to the toll-by-weight toll standards for trucks implemented since July 2009 on toll revenue have started to stabilize in the second half of the year, with the difference between revenue growth and traffic volume growth beginning to narrow gradually.

The official opening of the Shanghai-Nanjing High Speed Railway on 1 July has not yet led any adverse effects on the traffic volume of the expressways. Meanwhile, the Group's expressway network has been operating normally since the opening of the Shanghai Expo, and the positive effect of the Expo visitor flow on traffic volume has been relatively mild. During the third quarter, both traffic volume and vehicle mix were stable and neither had seen any obvious change. In the third quarter, average daily full-trip traffic volume on Shanghai-Nanjing Expressway reached 56,521 vehicles, and average daily toll revenue amounted to approximately RMB11,679,900, up approximately 1.24% and 4.93% respectively from the first half of the year. As compared to the corresponding period of the previous year, traffic volume increased by 9.33% (of which traffic volumes of passenger vehicles and trucks increased by 10.4% and 7.23% year-on-year respectively) and revenue grew by 13.03%, representing respective decreases of 3.8 percentage points and 10.16 percentage points in growth as compared to the first half of the year. The proportion of daily traffic volume of trucks was, however, approximately 33.27%, which was 1.67 percentage points higher than the first half of the year and basically at par with the corresponding period of the previous year.

3 SIGNIFICANT MATTERS

The operating performance of various roads and bridges during the period from January 2010 to September 2010 is as follows:

Data of average daily traffic volumes and average daily toll revenues of various roads and bridges during the period from January 2010 to September 2010

Road/Bridge	Average daily traffic volume (vehicles/day)			Average daily toll revenue (RMB'000/day)		
	January - September	Corresponding period of the previous year	Change %	January - September	Corresponding period of the previous year	Change %
Shanghai-Nanjing Expressway	56,062	50,141	11.81	11,316.35	9,473.42	19.45
Shanghai-Nanjing Section of G312	20,888	22,171	-5.79	333.96	363.33	-8.09
Nanjing Section of Nanjing- Lianyungang Highway	5,825	5,059	15.15	137.12	102.74	33.45
Guangjing Expressway	37,518	34,072	10.11	602.28	553.34	8.84
Xicheng Expressway	39,204	36,160	8.42	1,159.88	1,011.21	14.70
Jiangyin Yangtze River Bridge	43,865	39,612	10.74	2,117.52	1,889.67	12.06
Sujiahang Expressway	33,616	29,334	14.60	2,423.80	2,125.68	14.02

During the third quarter of 2010, according to the PRC Accounting Standards for Business Enterprises (“PRC Accounting Standards”), the Group realized a total operating revenue of approximately RMB1,719,518,000, representing an increase of 14.26% as compared to the corresponding period of the previous year. Of such operating revenue, toll revenue amounted to approximately RMB1,284,635,000, representing an increase of 12.06% as compared to the corresponding period of the previous year. Operating profit amounted to approximately RMB874,319,000, representing an increase of 17.33% as compared to the corresponding period of the previous year. Net profit amounted to approximately RMB671,675,000, representing an increase of 18.67% as compared to the corresponding period of the previous year.

During January to September 2010, according to the PRC Accounting Standards, the Group realized a total operating revenue of approximately RMB4,987,991,000, representing an increase of approximately 19.21% as compared to the corresponding period of the previous year. Of such operating revenue, toll revenue amounted to approximately RMB3,699,038,000, representing an increase of approximately 17.78% as compared to the corresponding period of the previous year. Revenue from ancillary businesses amounted to approximately RMB1,203,624,000, up approximately 43.85% as compared to the corresponding period of 2009. Revenue from other operations amounted to approximately RMB85,329,000, down approximately 58.75% as compared to the corresponding period of the previous year, which was mainly attributable to a decrease in sales revenue from property projects of Jiangsu Ninghu Investment Development Co., Ltd., a subsidiary.

3 SIGNIFICANT MATTERS

During January to September 2010, total operating costs of the Group amounted to approximately RMB2,089,028,000, representing an increase of approximately 18.18% as compared to the corresponding period of the previous year, which was mainly attributable to an increase in procurement costs of raw materials due to an increase in sales volume in ancillary businesses.

According to the PRC Accounting Standards, the Group realized an operating profit of approximately RMB2,576,911,000 during January to September 2010, representing an increase of approximately 26.48% as compared to the corresponding period of the previous year; net profit was approximately RMB1,975,265,000, up approximately 26.86% as compared to the corresponding period of the previous year, of which net profit attributable to equity holders of the Company amounted to approximately RMB1,932,064,000 and earnings per share was approximately RMB0.3835, representing an increase of approximately 27.26% as compared to the corresponding period of the previous year.

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 30 September 2010

Unit: RMB'000

Item	End of the reporting period	End of the last reporting year	Change	Reason
Inventories	815,525	89,157	814.7%	Mainly due to property development costs transferred in after carrying out the relevant procedures for the land developed by subsidiary Ninghu Properties.
Construction-in-progress	21,334	10,174	109.69%	Mainly due to renovation works on the Company's new fixed assets.
Interest payable	20,524	34,350	-40.25%	Payment of half-year interests on the bonds during the quarter; the amount of interest payable decreased as compared to the end of the last reporting year.
Dividends payable	86,541	47,063	89.89%	Mainly due to an increase in undrawn dividends.
Non-current liabilities due within one year	1,298,235	201,692	543.67%	The Company's corporate bonds in the sum of RMB1.1 billion will fall due in July 2011 and will be transferred from bonds payable to this item.
Deferred income tax liabilities	5,800	4,013	44.53%	Due to an increase in fair value (as determined with reference to market price) of subsidiary Ninghu Investment's financial assets held for trading.

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	2,483	1,118	122.14%	Increases in selling expenses such as initial sales planning, advertising and agency expenses for property projects of the subsidiary Ninghu Properties.
Investment income	195,758	127,004	54.14%	Mainly benefiting from the profit growth of associates.

Reasons for material change in cash flow 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
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	4,522	249	1,713.79%	Mainly due to cash received upon disposal of fixed assets by the Company in the reporting quarter.
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	43,253	145,474	-70.27%	After the last payment for the Company's expansion project was basically made, there was much less cash paid by the Company for its acquisition of fixed assets, intangible assets and other long-term assets.

3 SIGNIFICANT MATTERS

3.2 Analysis of progress and impact of significant events and solutions

Applicable Not applicable

The business of the Company's subsidiary Jiangsu Ninghu Properties Co., Ltd. has been progressing in an orderly manner. With reference to the State's macro-control policies for the property sector and the changing market conditions, Ninghu Properties positioned its existing projects rationally and kept adjusting the developing strategies and paces of various projects, slowing down the rhythm so as to cope with changes in the market. At present, the construction of Huaqiao Lot C4, with a building area of approximately 50,000 square metres and an estimated saleable area of approximately 40,000 square metres, has fully commenced and initial pre-sale preparation work is being carried out step by step. Meanwhile, projects involving other lots are still at the initial stages of planning and design.

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

3.5 Implementation of cash dividends policy during the reporting period

The announcement on the implementation on the profits distribution plan for year 2009 of the Company was published on 26 May 2010. The share registration date was 31 May 2010, the ex-dividend date was 1 June 2010 and the dividend distribution date was 9 June 2010. The dividend distribution for year 2009 has been implemented.

By Order of the Board

Yang Gen Lin

Legal Representative of the Company

Nanjing, the PRC, 28 October 2010

As at the date of this announcement, directors of the Company are:

Yang Gen Lin, Chen Xiang Hui, Cheng Chang Yung Tsung, Alice, Fang Hung, Kenneth, Zhang Yang, Qian Yong Xiang, Du Wen Yi, Fan Cong Lai, Chen Dong Hua*, Gao Bo* and Xu Chang Xin**

* *Independent Non-executive Directors*

4 APPENDIX

4.1 Consolidated Balance Sheet

As at 30 September 2010

Unit: RMB; Unaudited

Item	At the end of the reporting period	At the beginning of the year
Current assets:		
Bank balances and cash	499,443,213	517,820,151
Held-for-trading financial assets	59,278,163	52,100,463
Bills receivable	850,000	1,000,000
Accounts receivable	61,450,706	55,325,397
Prepayments	944,754,537	1,241,573,473
Other receivables	59,638,552	45,312,944
Inventories	815,524,878	89,157,159
Total current assets	2,440,940,049	2,002,289,587
Non-current assets:		
Long-term equity investments	1,958,583,760	2,067,385,735
Investment properties	14,321,333	14,803,573
Fixed assets	1,241,317,626	1,347,540,291
Construction-in-progress	21,334,024	10,174,106
Intangible assets	19,490,470,167	20,048,562,525
Long-term deferred assets	718,835	237,065
Deferred tax assets	5,211,470	5,211,470
Total non-current assets	22,731,957,215	23,493,914,765
Total assets	25,172,897,264	25,496,204,352

Item	At the end of the reporting period	At the beginning of the year
Current liabilities:		
Short-term borrowings	2,900,000,000	3,075,850,000
Accounts payable	116,116,092	161,521,388
Advances from customers	27,673,281	25,555,692
Salary payable	9,554,959	12,204,461
Taxes payable	142,079,417	137,741,583
Interests payable	20,523,742	34,349,657
Dividend payable	86,541,208	47,062,654
Other payables	69,311,717	75,385,784
Non-current liabilities due within 1 year	1,298,235,454	201,691,762
Total current liabilities	4,670,035,870	3,771,362,981
Non-current liabilities:		
Long-term borrowings	3,078,605,076	3,420,451,713
Bonds payable	—	1,093,579,583
Deferred tax liabilities	5,800,184	4,013,109
Total non-current liabilities	3,084,405,260	4,518,044,405
Total liabilities	7,754,441,130	8,289,407,386
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	5,037,747,500	5,037,747,500
Capital reserves	7,535,407,974	7,692,272,440
Surplus reserves	1,747,725,629	1,747,725,629
Retained profits	2,649,187,356	2,278,825,336
Equity attributable to equity holders of the Company	16,970,068,459	16,756,570,905
Minority interests	448,387,675	450,226,061
Total owners' equity	17,418,456,134	17,206,796,966
Total liabilities and owners' equity	25,172,897,264	25,496,204,352

4 APPENDIX

Balance Sheet of the Company

As at 30 September 2010

Unit: RMB; Unaudited

Item	At the end of the reporting period	At the beginning of the year
Current assets:		
Bank balances and cash	217,146,029	242,978,247
Accounts receivable	49,881,327	46,572,442
Prepayments	18,353,497	13,268,187
Other receivables	1,487,852,809	1,084,482,220
Inventories	14,676,149	12,894,850
Total current assets	1,787,909,811	1,400,195,946
Non-current assets:		
Long-term equity investments	4,062,696,474	4,169,200,755
Fixed assets	1,079,701,267	1,160,590,705
Construction-in-progress	17,960,227	10,024,407
Intangible assets	17,686,496,861	18,181,263,109
Deferred tax assets	5,004,735	5,004,735
Total non-current assets	22,851,859,564	23,526,083,711
Total assets	24,639,769,375	24,926,279,657

Item	At the end of the reporting period	At the beginning of the year
Current liabilities:		
Short-term borrowings	3,420,000,000	3,575,850,000
Accounts payable	101,492,146	126,119,044
Advances from customers	7,851,828	5,458,616
Salary payable	9,094,997	10,648,470
Taxes payable	91,222,268	66,877,748
Interests payable	20,763,742	34,926,857
Dividend payable	62,312,486	47,062,654
Other payables	59,171,683	59,620,865
Non-current liabilities due within 1 year	1,298,235,454	201,691,762
Total current liabilities	5,070,144,604	4,128,256,016
Non-current liabilities:		
Long-term borrowings	3,078,605,076	3,420,451,713
Bonds payable	—	1,093,579,583
Total non-current liabilities	3,078,605,076	4,514,031,296
Total liabilities	8,148,749,680	8,642,287,312
Owners' equity (or equity holders' equity):		
Paid-in capital (or share capital)	5,037,747,500	5,037,747,500
Capital reserves	7,516,982,742	7,673,847,208
Surplus reserves	1,521,845,626	1,521,845,627
Retained profits	2,414,443,827	2,050,552,010
Total owners' equity (or equity holders' equity)	16,491,019,695	16,283,992,345
Total liabilities and owners' equity (or equity holders' equity)	24,639,769,375	24,926,279,657

4 APPENDIX

4.2 Consolidated Income Statement

Unit: RMB; Unaudited

Item	The reporting period (July-September)	The corresponding period of the previous year (July-September)	Beginning of the year to end of the reporting period (January-September)	Beginning of the previous year to end of the reporting period (January-September)
1. Total operating revenue	1,719,518,426	1,504,918,403	4,987,990,857	4,184,190,403
Including: Operating revenue	1,719,518,426	1,504,918,403	4,987,990,857	4,184,190,403
2. Total costs of sales	913,049,058	798,245,702	2,613,985,745	2,279,835,446
Including: Costs of sales	727,936,405	623,813,705	2,089,028,027	1,767,650,750
Sales taxes and surcharges	46,022,111	40,924,228	131,659,575	112,004,964
Sales expenses	1,909,058	522,952	2,482,850	1,117,680
General and administrative expenses	39,506,540	33,825,924	110,221,958	104,781,022
Finance expenses	97,674,944	99,158,893	280,673,335	294,281,030
Asset impairment loss	—	—	-80,000	—
Add: Gain from changes in fair value	2,249,100	2,520,000	7,148,400	6,064,800
Investment income	65,600,452	35,989,776	195,757,581	127,003,578
Including: Share of profits from associates and jointly controlled entities	65,473,584	35,246,757	177,960,352	126,260,559

Item	The reporting period (July-September)	The corresponding period of the previous year (July-September)	Beginning of the year to end of the reporting period (January-September)	Beginning of the previous year to end of the reporting period (January-September)
3. Operating profit	874,318,920	745,182,477	2,576,911,093	2,037,423,335
Add: Non-operating income	5,532,271	4,067,399	13,138,747	12,073,534
Less: Non-operating expenses	4,436,561	3,448,114	10,490,529	11,242,752
Including: Loss from disposal of non-current assets	341,180	427,979	847,057	2,392,216
4. Profit before tax	875,414,630	745,801,762	2,579,559,311	2,038,254,117
Less: Income tax expense	203,739,658	179,800,947	604,294,049	481,263,508
5. Net profit	671,674,972	566,000,815	1,975,265,262	1,556,990,609
Net profit attributable to equity holders of the Company	658,810,997	553,059,217	1,932,063,745	1,518,156,204
Net profit attributable to minority interests	12,863,975	12,941,598	43,201,517	38,834,405
6. Earnings per share:				
(a) Basic earnings per share	0.1308	0.1098	0.3835	0.3014
(b) Diluted earnings per share	N/A	N/A	N/A	N/A
7. Other comprehensive income	-4,742,557	-69,531,542	-156,864,466	66,286,433
8. Total comprehensive income	666,932,415	496,469,273	1,818,400,796	1,623,277,042
Total comprehensive income attributable to equity holders of the Company	654,068,440	483,527,675	1,775,199,279	1,584,442,637
Total comprehensive income attributable to minority interests	12,863,975	12,941,598	43,201,517	38,834,405

4 APPENDIX

Income Statement of the Company

Unit: RMB; Unaudited

Item	The reporting period (July-September)	The corresponding period of the previous year (July-September)	Beginning of the year to end of the reporting period (January-September)	Beginning of the previous year to end of the reporting period (January-September)
1. Operating revenue	1,533,906,390	1,316,298,279	4,406,847,137	3,537,070,035
Less: Costs of sales	666,891,451	563,005,554	1,911,800,456	1,506,099,713
Sales taxes and surcharges	40,182,588	35,678,262	114,940,924	97,293,382
General and administrative expenses	33,109,911	28,595,831	91,573,334	89,119,813
Finance expenses	103,354,589	105,657,047	297,412,261	317,916,850
Investment income	202,539,760	151,984,341	434,146,842	345,827,434
Including: Share of profits from associates and jointly controlled entities	65,243,670	36,695,563	178,920,727	124,600,938
2. Operating profit	892,907,611	735,345,926	2,425,267,004	1,872,467,711
Add: Non-operating income	5,061,271	3,720,102	12,667,747	11,475,537
Less: Non-operating expenses	3,746,971	3,096,500	7,761,107	9,328,280
Including: Loss from disposal of non-current assets	77,610	376,145	367,044	2,338,958

Item	The reporting period (July-September)	The corresponding period of the previous year (July-September)	Beginning of the year to end of the reporting period (January-September)	Beginning of the previous year to end of the reporting period (January-September)
3. Profit before tax	894,221,911	735,969,528	2,430,173,644	1,874,614,968
Less: Income tax expense	172,887,596	145,996,297	504,580,102	387,822,426
4. Net profit	721,334,315	589,973,231	1,925,593,542	1,486,792,542
5. Earnings per share:				
(a) Basic earnings per share	0.1432	0.1171	0.3822	0.2951
(b) Diluted earnings per share	N/A	N/A	N/A	N/A
6. Other comprehensive income	-4,742,557	-69,531,542	-156,864,466	66,286,433
7. Total comprehensive income	716,591,758	520,441,689	1,768,729,076	1,553,078,975

4 APPENDIX

4.3 Consolidated Cash Flow Statement

January 2010 - September 2010

Unit: RMB; Unaudited

Item	Beginning of the year to end of the reporting period (January- September)	Beginning of the previous year to end of the reporting period (January- September)
1. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	5,164,281,189	4,173,871,614
Cash received relating to other operating activities	27,923,887	29,644,839
Sub-total of cash inflows from operating activities	5,192,205,076	4,203,516,453
Cash paid for goods and services	1,899,833,491	1,501,309,795
Cash paid to and on behalf of employees	243,670,856	221,899,110
Taxes paid	760,234,826	683,089,396
Cash paid relating to other operating activities	37,558,001	59,441,554
Sub-total of cash outflows from operating activities	2,941,297,174	2,465,739,855
Net cash flows from operating activities	2,250,907,902	1,737,776,598

Item	Beginning of the year to end of the reporting period (January- September)	Beginning of the previous year to end of the reporting period (January- September)
2. Cash flows from investing activities:		
Cash received from disposal of investment	1,443,200	5,443,480
Cash received from investment income	146,219,200	122,537,835
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	4,522,320	249,330
Net cash received from disposal of subsidiaries and other operation entities	138,571	—
Cash received relating to other investing activities	—	—
Sub-total of cash inflows from investing activities	152,323,291	128,230,645
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	43,253,353	145,473,672
Cash paid for purchase of investments	272,500	5,455,260
Sub-total of cash outflows from investing activities	43,525,853	150,928,932
Net cash flows from investing activities	108,797,438	-22,698,287

4 APPENDIX

Item	Beginning of the year to end of the reporting period (January- September)	Beginning of the previous year to end of the reporting period (January- September)
3. Cash flows from financing activities:		
Cash received from borrowings	4,236,000,000	5,200,000,000
Sub-total of cash inflows from financing activities	4,236,000,000	5,200,000,000
Cash paid for repayment of borrowings	4,757,534,874	5,241,693,533
Cash paid for distribution of dividends, profits or interests	1,854,460,484	1,556,357,842
Including: Dividend and profit payable to minority shareholders from subsidiaries	20,811,181	18,694,891
Cash paid relating to other financing activities	2,086,920	—
Sub-total of cash outflows from financing activities	6,614,082,278	6,798,051,375
Net cash flows from financing activities	-2,378,082,278	-1,598,051,375
4. Effects of foreign exchange rate changes on cash and cash equivalents		
5. Net increase in cash and cash equivalents	-18,376,938	117,026,936
Add: Cash and cash equivalents at the beginning of the period	517,820,151	460,593,264
6. Cash and cash equivalents at the end of the period	499,443,213	577,620,200

Cash Flow Statement of the Company

January 2010 - September 2010

Unit: RMB; Unaudited

Item	Beginning of the year to end of the reporting period (January- September)	Beginning of the previous year to end of the reporting period (January- September)
1. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	4,599,576,564	3,682,859,175
Cash received relating to other operating activities	9,984,810	15,433,474
Sub-total of cash inflows from operating activities	4,609,561,374	3,698,292,649
Cash paid for goods and services	1,402,682,483	966,387,867
Cash paid to and on behalf of employees	198,088,085	183,329,643
Taxes paid	613,100,046	572,173,371
Cash paid relating to other operating activities	30,730,129	51,770,350
Sub-total of cash outflows from operating activities	2,244,600,743	1,773,661,231
Net cash flows from operating activities	2,364,960,631	1,924,631,418

4 APPENDIX

Item	Beginning of the year to end of the reporting period (January- September)	Beginning of the previous year to end of the reporting period (January- September)
2. Cash flows from investing activities:		
Cash received from investment income	383,786,657	340,021,312
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	4,479,320	195,530
Sub-total of cash inflows from investing activities	388,265,977	340,216,842
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	35,471,062	144,431,972
Cash paid for purchase of investments	390,000,000	320,000,000
Sub-total of cash outflows from investing activities	425,471,062	464,431,972
Net cash flows from investing activities	-37,205,085	-124,215,130

Item	Beginning of the year to end of the reporting period (January- September)	Beginning of the previous year to end of the reporting period (January- September)
3. Cash flows from financing activities:		
Cash received from borrowings	4,756,000,000	6,200,000,000
Cash received relating to other financing activities	—	—
Sub-total of cash inflows from financing activities	4,756,000,000	6,200,000,000
Cash paid for repayment of borrowings	5,257,534,874	6,381,693,533
Cash paid for distribution of dividends, profits or interests	1,849,965,970	1,558,226,813
Cash paid relating to other financing activities	2,086,920	—
Sub-total of cash outflows from financing activities	7,109,587,764	7,939,920,346
Net cash flows from financing activities	-2,353,587,764	-1,739,920,346
4. Effects of foreign exchange rate changes on cash and cash equivalents		
5. Net increase in cash and cash equivalents	-25,832,218	60,495,942
Add: Cash and cash equivalents at the beginning of the period	242,978,247	224,385,656
6. Cash and cash equivalents at the end of the period	217,146,029	284,881,598

5

CONFIRMATION OPINION TO 2010 THIRD QUARTERLY REPORT BY DIRECTORS AND SENIOR MANGEMENT

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



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



Liu Wei



Zhao Jia Jun



Shang Hong



Tian Yafei



Yao Yong Jia

Jiangsu Expressway Company Limited
28 October 2010