



Jiangsu Expressway Company Limited

(Hong Kong Stock Exchange Stock Code: 00177)



Jiangsu Expressway
The Caring Way

2011 Third Quarterly Report

1. Important Message

- 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 severally and jointly accept responsibility for the truthfulness, accuracy and completeness of the content of this report.
- 1.2** Ms. Zhang Yang, Ms. Cheng Chang Yung Tsung, Alice and Mr. Fang Hung, Kenneth, Directors, did not attend the Board meeting due to other duties and had appointed Mr. Qian Yong Xiang, Director, to vote on their behalves.
- 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 2011 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 |
| 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, 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) of the end of the reporting period as compared to the end of the previous year (%)
Total assets	24,917,989	24,897,493	0.08
Owners' equity attributable to equity holders of the Company (or equity holders' equity)	17,628,512	17,563,723	0.37
Net assets per share attributable to equity holders of the Company (RMB)	3.50	3.49	0.37

	Beginning of the year to end of the reporting period (January- September)	Increase/ (decrease) as compared to the corresponding period of the previous year (%)
Net cash flow from operating activities	2,850,798	26.65
Net cash flow per share from operating activities (RMB)	0.57	26.65

	The reporting period (July- September)	Beginning of the year to end of the reporting period (January- September)	Increase/ (decrease) of the reporting period as compared to the corresponding period of the previous year (%)
Net profit attributable to equity holders of the Company	604,797	1,904,287	-8.20
Basic earnings per share (RMB)	0.1201	0.3780	-8.20
Basic earnings per share after non-recurring profit/loss (RMB)	0.1214	0.3800	-6.47
Diluted earnings per share (RMB)	N/A	N/A	N/A
Weighted-average return on net assets (%)	3.49	10.76	Decreased by 0.47 percentage point
Weighted-average return on net assets after non-recurring profit/loss (%)	3.53	10.82	Decreased by 0.40 percentage point

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
Net loss from disposal of non-current assets	-19,571	Net loss from disposal of fixed assets
Gain from disposal of held-for-trading financial assets	7,093	Gain from disposal of held-for-trading financial assets including spot gold
Gain from disposal of other assets	2,020	Gain from disposal of financial products held from short-term to due dates
Reversal of impairment provisions made in prior years	500	Reversal of impairment of bad debts made
Government subsidy	820	Financial subsidy from local governments received by subsidiaries
Except for the above items, other non-operating income and expenses, net	-4,300	
Effects of income tax	3,360	
Effects of minority shareholders' profit/(loss)	68	
Total	-10,010	

2. Basic Information of the Company

2.2 Table on the 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 as at the end of the reporting period

As at 30 September 2011, there were a total of 49,756 shareholders whose names appeared on the register of shareholders of the Company, of whom 49,243 were domestic shareholders and 513 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.	75,262,985	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 – Self-owned Funds (中國平安財產保險股份有限公司 – 自有資金)	34,176,887	RMB-denominated ordinary shares
China Pacific Life Insurance Company Limited – Traditional – Ordinary Insurance Product (中國太平洋人壽保險股份有限公司 – 傳統 – 普通保險產品)	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 – Traditional – Ordinary Insurance Product (中國平安人壽保險股份有限公司 – 傳統 – 普通保險產品)	13,877,848	RMB-denominated ordinary shares
Yulong Security Investment Fund (裕隆證券投資基金)	10,926,000	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).

As at 30 September 2011, 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
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
Ping An Property & Casualty Insurance Company of China, Ltd – Self-owned Funds (中國平安財產保險股份有限公司–自有資金)	34,176,887	RMB-denominated ordinary shares
China Pacific Life Insurance Company Limited – Traditional – Ordinary Insurance Product (中國太平洋人壽保險股份有限公司 –傳統–普通保險產品)	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 – Traditional – Ordinary Insurance Product (中國平安人壽保險股份有限公司 –傳統–普通保險產品)	13,877,848	RMB-denominated ordinary shares
Yulong Security Investment Fund (裕隆證券投資基金)	10,926,000	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
Jiangsu Electric Power Company (江蘇省電力公司)	6,534,627	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

During the third quarter of 2011, GDP growth continued to show a trend of slight quarter-by-quarter decline as a result of continued slowdown in growth in the PRC's macro economy. Because of such impact, performance of truck traffic along the Company's road and bridge projects did not improve significantly in the third quarter. For instance, although Shanghai-Nanjing Expressway saw a year-on-year increase of approximately 12.36% in average daily full-trip traffic volume to 63,507 vehicles in the third quarter, such increase was primarily contributed by passenger vehicles, thereby leading to a change in the vehicle mix, a decline in revenue per vehicle and a difference between the rates of growth in revenue and in traffic volume.

The operating performance of various roads and bridges during the reporting period from January 2011 to September 2011 is as follows:

Data of average daily traffic volumes and average daily toll revenues of various roads and bridges during the period from January 2011 to September 2011:

Road/Bridge	Average daily traffic volume (vehicles/day)			Average daily toll revenue (RMB'000/day)		
	Corresponding			Corresponding		
	January – September	period of the previous year	Change (%)	January – September	period of the previous year	Change (%)
Shanghai-Nanjing Expressway	62,877	56,062	12.16	11,797.46	11,316.35	4.25
Shanghai-Nanjing Section of G312	19,876	20,888	-4.84	324.04	333.96	-2.97
Nanjing Section of Nanjing-Lianyungang Highway	4,808	5,825	-17.46	110.67	137.12	-19.29
Guangjing Expressway	43,660	37,518	16.37	669.69	602.28	11.19
Xicheng Expressway	46,363	39,204	18.26	1,222.76	1,159.88	5.42
Jiangyin Yangtze Bridge	51,535	43,865	17.49	2,261.27	2,117.52	6.79
Sujiahang Expressway	38,642	33,616	14.95	2,620.23	2,423.80	8.10

According to the PRC Accounting Standards for Business Enterprises (the “PRC Accounting Standards”), the Group realized total operating revenues of approximately RMB1,893,727,000 during the third quarter of 2011, representing an increase of approximately 10.13% as compared to the corresponding period of the previous year. The increase in operating revenues mainly came from low-margin ancillary services, which realized revenue of approximately RMB580,956,000, representing a year-on-year increase of approximately 38.35%, primarily due to an increase in sales volume of oil products and an increase in the prices of refined petroleum products. Toll road operations with relatively high margins realized revenue of approximately RMB1,309,164,000, representing a year-on-year increase of merely 1.91% approximately. Other business operations such as the property and advertising businesses realized revenues of approximately RMB3,607,000, down 75.89% year-on-year. The decrease was due to: 1) sales under Kunshan real estate project developed by Ninghu Investment has almost been completed, while new projects of Ninghu Properties have not yet contributed any revenue; and 2) revenue from the Company’s advertising business fell 66.87% year-on-year due to the rectification campaign launched by the provincial government against advertising facilities along expressways. Because of a decline in the profits from associates, the Company’s investment income also decreased by 25.07% year-on-year in the third quarter. Due to the above reasons, the Company posted a year-on-year decrease of approximately 5.03% in operating profit to approximately RMB830,341,000 in the third quarter. Meanwhile, the disposal of fixed assets resulted in a considerable rise in net non-operating expenses for the current period. As a whole, the Company realized a net profit of approximately RMB618,524,000 in the third quarter, down 7.91% over the corresponding period of the previous year.

The real estate business of the Company proceeded smoothly in the third quarter. For the nine months ended 30 September 2011, the aggregate contract pre-sales for Lot C4 at Huaqiao totaled approximately RMB317 million, achieving a sales rate of approximately 93%. The project has entered the closing sales phase. Initial progress was made in Lot C5 and Lot C7. Preliminary sales preparations were in place for the Qingyuan project in Suzhou, and pre-sale is expected in the fourth quarter. As for the land lot in Jurong City, following several rounds of discussion, the phase one project is entering the stage of preparing the submission of the construction proposal for evaluation and approval.

3. Significant Matters

During January to September 2011, the Group realized total operating revenues of approximately RMB5,535,750,000 in aggregate, representing an increase of approximately 10.98% as compared to the corresponding period of the previous year. Of such revenues, toll revenue amounted to approximately RMB3,856,023,000, representing an increase of approximately 4.24% year-on-year. Revenue from ancillary services amounted to approximately RMB1,639,629,000, up approximately 36.22% year-on-year. Revenue from other operations was approximately RMB40,098,000, down approximately 53.01% year-on-year.

During January to September 2011, aggregate operating costs of the Group amounted to approximately RMB2,611,366,000, representing an increase of approximately 25% as compared to the corresponding period of the previous year, which was mainly attributable to a year-on-year increase of 11.46% in costs of toll road operations due to an increase in procurement costs of raw materials of ancillary businesses.

During January to September 2011, aggregate operating profits of the Group amounted to approximately RMB2,582,016,000, basically at par with the corresponding period of the previous year. Net profit was approximately RMB1,945,556,000, down approximately 1.50% year-on-year, of which net profit attributable to equity holders of the Company amounted to approximately RMB1,904,287,000 and earnings per share was approximately RMB0.3780, representing a decrease of approximately 1.44% year-on-year. The reason for the drop was basically consistent with the reason for the drop in profits in the third quarter.

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 2011

Unit: RMB'000

Item	End of the reporting period	End of the last reporting year	Change	Reason
Cash and bank balances	818,556	475,085	72.30%	Mainly due to the balance of operating funds for the current period; the Company increased some reserve funds according to the current financial environment.
Held-for-trading financial assets	0	60,144	-100%	Subsidiary Ninghu Investment disposed of all its held-for-trading financial assets during the reporting period.
Prepayments	48,737	692,761	-92.96%	Prepaid land grant fees of subsidiary Ninghu Properties were accounted as property development costs.
Dividends receivable	64,613	1,475	4,280.39%	Associate Sujiahang Co. announced the resolution on dividends distribution during the reporting period but the dividends have not been booked.
Inventories	1,685,731	872,654	93.17%	Prepaid land grant fees of subsidiary Ninghu Properties were accounted as property development costs; progress payments for real estate projects which have started construction and relevant expenses for projects to be started.
Other current assets	74,000	0	-	Financial products in RMB held from short-term to due dates by subsidiary Ninghu Properties.
Construction in progress	30,573	13,764	122.11%	The Company incurred constructions including enhancement of fixed assets during the reporting period.
Short-term borrowings	3,265,000	1,890,000	72.75%	During the reporting period, RMB1 billion short-term commercial papers were issued and other short-term borrowings of RMB375 million were made in line with the Company's needs for capital turnover.

3. Significant Matters

Item	End of the reporting period	End of the last reporting year	Change	Reason
Receipts in advance	345,495	28,496	1,112.45%	Subsidiary Ninghu Properties received pre-sale revenue of approximately RMB316,963,000 during the reporting period.
Interest payable	19,127	42,265	-54.75%	Corporate bonds and short-term commercial papers were settled during the reporting period. Interest payable decreased as compared to the end of the previous year.
Dividends payable	104,896	62,312	68.34%	Mainly due to the increase in dividends not yet paid.
Non-current liabilities due within one year	101,603	1,299,210	-92.18%	During the reporting period, the Company has repaid the RMB1.1 billion corporate bonds upon expiry.

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	5,582	2,483	124.83%	Mainly attributable to an increase in relevant expenses of preliminary sales of properties of subsidiary Ninghu Properties.
Gains from changes in fair value	0	7,148	-100%	Subsidiary Ninghu Investment has disposed of all its held-for-trading financial assets during the reporting period. As at the end of the reporting period, there is no gain from changes in fair value.
Non-operating income	8,535	13,139	-35.04%	Gain from disposal of fixed assets was more in the corresponding period of the previous year.
Non-operating expenses	31,586	10,491	201.09%	During the reporting period, non-operating expenses increased due to the disposal of certain fixed assets.
Other comprehensive income	-25,909	-156,864	-83.48%	Change in fair value of available-for-sale financial assets held by associate Yangtze Bridge Co., Ltd.

3. Significant Matters

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 investing activities	-101,602	108,797	-193.39%	Cash dividends received from associates decreased year-on-year, and subsidiary Guangjing Xicheng increased its equity investment in Jiangsu Leasing, resulting in a substantial year-on-year decrease in net cash flow from investment.

3.2 Analysis of progress and impact of significant events and solutions

Applicable

Not applicable

In June 2011, five Chinese ministries and commissions jointly published the “Notice for Carrying Out a Special Rectification Project for Toll Roads” (the “Notice”) for cleaning up various irregularities and unreasonable tolling practices on a nationwide basis, such as toll charging beyond the concession period and excessively high toll rates. Pursuant to the requirements of the Notice, the Company conducted a thorough investigation into its toll road projects and an objective and actual report has been submitted to the competent departments of the Jiangsu Provincial Government. The first phase of the thorough investigation was completed at the end of August.

The toll road rectification project is currently entering a self-check and self-rectification stage during which irregularities and unreasonable tolling practices are being cleaned up. On 19 September 2011, toll rates at three toll stations on the national highways in Jiangsu Province connecting Shanghai were adjusted downwards, including the Gunan toll station on G312 National Highway owned by the Company. This adjustment has slight impact on the Company’s toll revenue. Upon completion of the thorough investigation, Jiangsu Province has published a public announcement on the overall situation of toll roads across the province, but has not explicitly formed any specific implementation views on the next phase of the investigation. The Company will follow up the progress of the provincial government’s special clean-up project on a timely basis, strengthen communication with the relevant government authorities, conduct analysis of any possible initiatives and their potential impact and formulate workable solutions, striving to protect the legitimate interests of the Company and shareholders.

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 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

As approved at the 2010 annual general meeting, the Company distributed a cash dividend of RMB0.36 (tax inclusive) per share to all shareholders on the basis of a total of 5,037,747,500 shares in issue at the end of 2010, equivalent to approximately 82.06% of the distributable profit (subject to the deduction of 10% Statutory Reserve) of the year, payout ratio reached 73.02%. Such profit distribution scheme was implemented on 10 June 2011.

By Order of the Board

Yang Gen Lin

Legal Representative of the Company

Nanjing, the PRC, 28 October 2011

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

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

** Independent Non-executive Directors*

4. Appendix

4.1 Consolidated Balance Sheet

As at 30 September 2011

Unit: RMB; Unaudited

Item	At the end of the reporting period	At the beginning of the year
Current Assets:		
Cash and bank balances	818,556,249	475,084,741
Held-for-trading financial assets	0	60,143,990
Bills receivable	700,000	0
Accounts receivable	63,726,771	76,671,935
Prepayments	48,736,866	692,761,080
Dividends receivable	64,613,051	1,475,051
Other receivables	47,770,786	47,202,093
Inventories	1,685,730,661	872,654,415
Other current assets	74,000,000	0
Total Current Assets	2,803,834,384	2,225,993,305
Non-current Assets:		
Long-term equity investments	2,154,460,736	2,035,725,267
Investment properties	15,765,789	16,172,451
Fixed assets	1,122,046,460	1,235,365,834
Construction in progress	30,572,730	13,764,384
Intangible assets	18,786,090,932	19,364,946,719
Long-term prepaid expenses	646,869	828,681
Deferred tax assets	4,571,492	4,696,492
Total Non-current Assets	22,114,155,008	22,671,499,828
TOTAL ASSETS	24,917,989,392	24,897,493,133

4. Appendix

Unit: RMB; Unaudited

Item	At the end of the reporting period	At the beginning of the year
Current Liabilities:		
Short-term borrowings	3,265,000,000	1,890,000,000
Accounts payable	99,151,106	108,382,469
Receipts in advance	345,494,779	28,495,707
Employee benefits payable	6,714,609	8,484,315
Taxes payable	243,608,478	252,738,736
Interest payable	19,126,500	42,265,134
Dividends payable	104,896,262	62,312,486
Other payables	73,783,390	103,347,837
Non-current liabilities due within one year	101,603,410	1,299,210,230
Total Current Liabilities	4,259,378,534	3,795,236,914
Non-current liabilities:		
Long-term borrowings	2,575,654,366	3,077,894,398
Deferred tax liabilities	0	317,393
Total Non-current Liabilities	2,575,654,366	3,078,211,791
TOTAL LIABILITIES	6,835,032,900	6,873,448,705
OWNERS' EQUITY (OR EQUITY HOLDERS' EQUITY):		
Paid-in capital (or share capital)	5,037,747,500	5,037,747,500
Capital reserve	7,550,812,984	7,576,722,435
Surplus reserve	2,022,082,235	2,022,082,235
Unappropriated profits	3,017,869,365	2,927,171,033
Total owners' equity attributable to equity holders of the Company	17,628,512,084	17,563,723,203
Minority interests	454,444,408	460,321,225
TOTAL OWNERS' EQUITY	18,082,956,492	18,024,044,428
TOTAL LIABILITIES AND OWNERS' EQUITY	24,917,989,392	24,897,493,133

Balance Sheet of the Company

As at 30 September 2011

Unit: RMB; Unaudited

Item	At the end of the reporting period	At the beginning of the year
Current Assets:		
Cash and bank balances	554,779,007	171,257,578
Accounts receivables	53,941,656	65,475,479
Prepayments	26,970,809	1,582,171
Dividends receivable	63,138,000	0
Other receivables	1,270,200,763	1,346,323,803
Inventories	16,091,025	12,095,632
Total Current Assets	1,985,121,260	1,596,734,663
Non-current Assets:		
Long-term equity investments	4,125,292,872	4,139,223,226
Fixed assets	967,522,188	1,062,649,121
Construction in progress	29,864,242	13,234,685
Intangible assets	16,994,734,135	17,519,423,854
Deferred tax assets	4,433,784	4,558,784
Total Non-current Assets	22,121,847,221	22,739,089,670
TOTAL ASSETS	24,106,968,481	24,335,824,333
Current Liabilities:		
Short-term borrowings	3,855,000,000	2,490,000,000
Accounts payable	88,489,848	95,760,231
Receipts in advance	8,544,022	3,987,714
Employee benefits payable	6,569,234	8,192,758
Taxes payable	210,868,540	181,695,793
Interest payable	19,782,100	42,957,734
Dividends payable	80,871,474	62,312,486
Other payables	55,103,411	68,580,048
Non-current liabilities due within one year	101,603,410	1,299,210,230
Total Current Liabilities	4,426,832,039	4,252,696,994

4. Appendix

Unit: RMB; Unaudited

Item	At the end of the reporting period	At the beginning of the year
Non-current Liabilities:		
Long-term borrowings	2,575,654,366	3,077,894,398
Bonds payable	0	0
Total Non-current Liabilities	2,575,654,366	3,077,894,398
TOTAL LIABILITIES	7,002,486,405	7,330,591,392
OWNERS' EQUITY (OR EQUITY HOLDERS' EQUITY):		
Paid-in capital (or share capital)	5,037,747,500	5,037,747,500
Capital reserve	7,532,387,752	7,558,297,203
Surplus reserve	1,761,694,860	1,761,694,860
Unappropriated profits	2,772,651,964	2,647,493,378
TOTAL OWNERS' EQUITY (OR EQUITY HOLDERS' EQUITY)	17,104,482,076	17,005,232,941
TOTAL LIABILITIES AND OWNERS' EQUITY (OR EQUITY HOLDERS' EQUITY)	24,106,968,481	24,335,824,333

4.2 Consolidated Income Statement

Unit: RMB; Unaudited

Item	Amount for the current period (July-September)	Amount for 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 income	1,893,727,353	1,719,518,426	5,535,750,224	4,987,990,857
Including: Operating income	1,893,727,353	1,719,518,426	5,535,750,224	4,987,990,857
2. Total operating costs	1,113,161,850	913,049,058	3,105,009,810	2,613,985,745
Including: Operating Costs	930,362,454	727,936,405	2,611,366,088	2,089,028,027
Business taxes and levies	47,339,523	46,022,111	138,615,524	131,659,575
Selling expenses	2,002,574	1,909,058	5,582,259	2,482,850
Administrative expenses	41,124,880	39,506,540	114,434,135	110,221,958
Financial expenses	92,332,419	97,674,944	235,511,804	280,673,335
Impairment loss of assets	0	0	-500,000	-80,000
Add: Gains from changes in fair values (Losses are indicated by "-")	621,390	2,249,100	0	7,148,400
Investment income (Loss is indicated by "-")	49,154,442	65,600,452	151,275,734	195,757,581
Including: Income from investments in associates and joint ventures	42,183,258	65,473,584	142,313,052	177,960,352
3. Operating profit (Loss is indicated by "-")	830,341,335	874,318,920	2,582,016,148	2,576,911,093
Add: Non-operating income	2,355,501	5,532,271	8,535,250	13,138,747
Less: Non-operating expenses	19,049,733	4,436,561	31,586,089	10,490,529
Including: Losses from disposal of non-current assets	14,654,813	341,180	20,642,425	847,057
4. Total profit (Total loss is indicated by "-")	813,647,103	875,414,630	2,558,965,309	2,579,559,311
Less: Income tax expense	195,123,440	203,739,658	613,409,576	604,294,049

4. Appendix

Unit: RMB; Unaudited

Item	Amount for the current period (July-September)	Amount for 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)
5. Net profit (Net loss is indicated by "-")	618,523,663	671,674,972	1,945,555,733	1,975,265,262
Net profit attributable to owners of the Company	604,796,697	658,810,997	1,904,287,432	1,932,063,745
Profit or loss attributable to minority interests	13,726,966	12,863,975	41,268,301	43,201,517
6. Earnings per share:				
(a) Basic earnings per share	0.1201	0.1308	0.3780	0.3835
(b) Diluted earnings per share	-	-	-	-
7. Other comprehensive income	-14,773,555	-4,742,557	-25,909,451	-156,864,466
8. Total comprehensive income	603,750,108	666,932,415	1,919,646,282	1,818,400,796
Total comprehensive income attributable to owners of the Company	590,023,142	654,068,440	1,878,377,981	1,775,199,279
Total comprehensive income attributable to minority interests	13,726,966	12,863,975	41,268,301	43,201,517

Income Statement of the Company

Unit: RMB; Unaudited

Item	Amount for the current period (July-September)	Amount for 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 income	1,709,018,680	1,533,906,390	4,961,598,342	4,406,847,137
Less: Operating costs	866,602,411	666,891,451	2,425,526,382	1,911,800,456
Business taxes and levies	41,161,673	40,182,588	120,461,641	114,940,924
Administrative expenses	34,239,683	33,109,911	94,784,285	91,573,334
Financial expenses	100,732,702	103,354,589	258,794,338	297,412,261
Impairment loss of assets	0	0	-500,000	0
Investment income (Loss is indicated by "-")	179,934,683	202,539,760	412,264,005	434,146,842
Including: Income from investments in associates and joint ventures	42,183,258	65,243,670	143,497,376	178,920,727
2. Operating profit (Loss is indicated by "-")	846,216,894	892,907,611	2,474,795,701	2,425,267,004
Add: Non-operating income	2,355,502	5,061,271	7,669,818	12,667,747
Less: Non-operating expenses	18,195,448	3,746,971	26,393,901	7,761,107
Including: Losses from disposal of non-current assets	14,392,169	77,610	17,804,498	367,044
3. Total profit (Total loss is indicated by "-")	830,376,948	894,221,911	2,456,071,618	2,430,173,644
Less: Income tax expense	162,610,566	172,887,596	517,323,932	504,580,102
4. Net profit (Net loss is indicated by "-")	667,766,382	721,334,315	1,938,747,686	1,925,593,542
5. Earnings per share:				
(a) Basic earnings per share	0.1326	0.1432	0.3848	0.3822
(b) Diluted earnings per share	-	-	-	-
6. Other comprehensive income	-14,773,555	-4,742,557	-25,909,451	-156,864,466
7. Total comprehensive income	652,992,827	716,591,758	1,912,838,235	1,768,729,076

4. Appendix

4.3 Consolidated Cash Flow Statement

For the nine months ended 30 September 2011

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 receipts from the sale of goods and the rendering of services	6,117,078,681	5,164,281,189
Other cash receipts relating to operating activities	36,476,076	27,923,887
Sub-total of cash inflows from operating activities	6,153,554,757	5,192,205,076
Cash payments for goods purchased and services received	2,189,840,348	1,899,833,491
Cash payments to and on behalf of employees	276,275,279	243,670,856
Payments of various types of taxes	791,928,599	760,234,826
Other cash payments relating to operating activities	44,712,101	37,558,001
Sub-total of cash outflows from operating activities	3,302,756,327	2,941,297,174
Net Cash Flows from Operating Activities	2,850,798,430	2,250,907,902
2. Cash Flows from Investing Activities:		
Cash receipts from disposals and recovery of investments	153,552,974	1,443,200
Cash receipts from investment income	76,892,814	146,219,200
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	1,235,674	4,522,320
Net cash receipts from disposal of subsidiaries and other business units	0	138,571
Other cash receipts relating to investing activities	0	0
Sub-total of cash inflows from investing activities	231,681,462	152,323,291
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	49,533,243	43,253,353
Cash payments to acquire investments	283,750,437	272,500
Other cash payments relating to investing activities	0	0
Sub-total of cash outflows from investing activities	333,283,680	43,525,853
Net Cash Flows from Investing Activities	-101,602,218	108,797,438

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)
3. Cash Flows from Financing Activities:		
Cash receipts from borrowings	3,751,000,000	4,236,000,000
Cash receipts from issue of bonds	996,000,000	0
Other cash receipts relating to financing activities	0	0
Sub-total of cash inflows from financing activities	4,747,000,000	4,236,000,000
Cash repayments of borrowings	5,081,623,838	4,757,534,874
Cash payments for distribution of dividends or profits or settlement of interest expenses	2,070,979,431	1,854,460,484
Including: payments for distribution of dividends or profits to minority owners of subsidiaries	23,120,330	20,811,181
Other cash payments relating to financing activities	121,435	2,086,920
Sub-total of cash outflows from financing activities	7,152,724,704	6,614,082,278
Net Cash Flows from Financing Activities	-2,405,724,704	-2,378,082,278
4. Effects of Foreign Exchange Rate Changes on Cash and Cash Equivalents	0	0
5. Net Increase in Cash and Cash Equivalents	343,471,508	-18,376,938
Add: Opening balance of Cash and Cash Equivalents	475,084,741	517,820,151
6. Closing Balance of Cash and Cash Equivalents	818,556,249	499,443,213

4. Appendix

Cash Flow Statement of the Company

For the nine months ended 30 September 2011

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 receipts from the sale of goods and the rendering of services	5,239,839,789	4,599,576,564
Other cash receipts relating to operating activities	14,462,449	9,984,810
Sub-total of cash inflows from operating activities	5,254,302,238	4,609,561,374
Cash payments for goods purchased and services received	1,942,756,810	1,402,682,483
Cash payments to and on behalf of employees	225,439,925	198,088,085
Payments of various types of taxes	630,427,987	613,100,046
Other cash payments relating to operating activities	34,577,466	30,730,129
Sub-total of cash outflows from operating activities	2,833,202,188	2,244,600,743
Net Cash Flows from Operating Activities	2,421,100,050	2,364,960,631
2. Cash Flows from Investing Activities:		
Cash receipts from disposals and recovery of investments	0	0
Cash receipts from investment income	337,146,908	383,786,657
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	1,152,894	4,479,320
Other cash receipts relating to investing activities	80,000,000	0
Sub-total of cash inflows from investing activities	418,299,802	388,265,977
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	42,260,671	35,471,062
Cash payments to acquire investments	0	390,000,000
Other cash payments relating to investing activities	0	0
Sub-total of cash outflows from investing activities	42,260,671	425,471,062
Net Cash Flows from Investing Activities	376,039,131	-37,205,085

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)
3. Cash Flows from Financing Activities:		
Cash receipts from borrowings	4,501,000,000	4,756,000,000
Cash receipts from issue of bonds	996,000,000	0
Other cash receipts relating to financing activities	0	0
Sub-total of cash inflows from financing activities	5,497,000,000	4,756,000,000
Cash repayments of borrowings	5,841,623,838	5,257,534,874
Cash payments for distribution of dividends or profits or settlement of interest expenses	2,068,872,479	1,849,965,970
Other cash payments relating to financing activities	121,435	2,086,920
Sub-total of cash outflows from financing activities	7,910,617,752	7,109,587,764
Net Cash Flows from Financing Activities	-2,413,617,752	-2,353,587,764
4. Effects of Foreign Exchange Rate Changes on Cash and Cash Equivalents	0	0
5. Net Increase in Cash and Cash Equivalents	383,521,429	-25,832,218
Add: Opening balance of Cash and Cash Equivalents	171,257,578	242,978,247
6. Closing Balance of Cash and Cash Equivalents	554,779,007	217,146,029

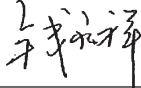
5. Confirmation Opinion on 2011 Third Quarterly Report by Directors and Senior Management

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 severally and jointly accept responsibility for the truthfulness, accuracy and completeness of the content of this report.

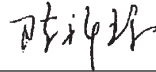
Directors



Yang Gen Lin



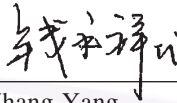
Qian Yong Xiang



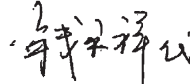
Chen Xiang Hui



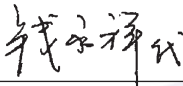
Du Wen Yi



Zhang Yang



Cheng Chang Yung Tsung, Alice



Fang Hung, Kenneth



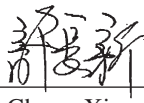
Fan Cong Lai



Chen Dong Hua



Gao Bo



Xu Chang Xin

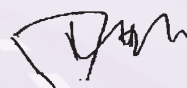
Senior Management Members



Zhao Jia Jun



Shang Hong



Tian Yafei



Yao Yong Jia

Jiangsu Expressway Company Limited

28 October 2011