Bluestar Adisseo Company

The Third Quarter Report 2017

Content

1 Important Notice

The Board of Directors, and Supervisory Committee of Bluestar Adisseo Company Ltd. (hereinafter referred to as BAC or the Company), as well as all the directors, supervisors and senior executives hereby confirm that the whole content of the quarterly report is true, accurate and complete, and no false statement, misleading statements or important omissions carried in this report, and that they shall take all responsibilities jointly and individually for such content.

All directors were present at the meeting of the Board for deliberating the third quarter report of the Company.

The legal representative of the Company, Jean-Marc DUBLANC, person in charge of finance function, Jean-Marc DUBLANC, head of the accounting department (accountants in charge), Yun CAI, hereby confirm that the truthfulness, accuracy and completeness of the financial statements in the third quarter report 2017.

The financial statements in the third quarter report 2017 have not been audited.

This is an English translation of the third quarter report 2017 of Bluestar Adisseo Company. If there is any conflict between the Chinese version and its English translation, the Chinese version will prevail. For Chinese version, please refer to the Companys website.

2 Basic Information of the Company

2.1 Major financial data

Unit: Yuan Currency: RMB

	As of September 30 2017	As of December 31 2016	Changes in comparison with the end of last year (%) %
Total assets	20,773,374,711	19,943,821,352	4%
Net assets attributable to the shareholders of the Company	12,774,186,295	12,075,838,659	6%
	From January 1 2017 to September 30 2017	From January 1 2016 to September 30 2016	Changes in comparison with the same period of last year (%) %
Net cash flow arising from operating activities	1,585,430,847	2,177,559,777	-27%
	From January 1 2017 to September 30 2017	From January 1 2016 to September 30 2016	Changes in comparison with the same period of last year (%) %
Operating revenues	7,617,619,505	8,090,288,313	-6%
Net profits attributable to shareholders of the Company	911,670,690	1,545,092,115	-41%
Net profits attributable to shareholders of the Company deducting non-recurring profit or losses	900,612,686	1,545,750,032	-42%
Weighted average return on net assets	7.30	13.95	-6.65
Basic earnings per share (Yuan/share) /	0.34	0.58	-41%
Diluted earnings per share (Yuan/share) /	0.34	0.58	-41%

Despite a challenging market environment, Adisseo managed to achieve an operating margin of 21%, as a result of increase in volumes for methionine and ruminants after the end of the global dairy market crisis, increase in price for vitamin A and a rigorous fixed cost control.

Operating revenue is amounting to 76.2 (100 million) RMB and net profit to 9 (100 million) RMB representing a net margin of 12%.

The net cash flow from operating activities is amounting to 15.9 (100 million) RMB which allows Adisseo to finance further its development.

Non-recurring profit/loss items

☑ Applicable ☐ Not applicable

Unit: Yuan Currency: RMB

Item	Amount for current period (July. Sept. 2017) 7−9	Amount of from the beginning of this year to the end of the reporting period (Jan. Sept. 2017)	Description
Net profit/loss on disposal of non-current assets	(65,088)	(285,086)	
Government grants recognized in profit or loss, other than grants which are closely related to the Company's business and are either in fixed amounts or determined under quantitative methods in accordance with the national standard	4,449,937	11,798,600	Mainly grants for land use right return and industrial structure adjustment for the Nanjing plant
Other non-operating income or expenses other than the above	6,442,034	6,555,119	Insurance benefit (related to the scrapping of defective equipment).
Impacts attributable to minority interests (after tax)	(1,191,233)	(1,951,412)	
Impact of income tax	(2,885,330)	(5,059,217)	
Total	**6,750,320**	**11,058,004**	

2.2 Total number of shareholders, and details on top ten shareholders and top ten shareholders without trade restrictions as of the end of reporting period

Unit: Share

Total number of shareholders						23,159
Details on top ten shareholders						
Name of shareholder	Number of ordinary shares held	Proportion of ordinary shares held (%) %	Number of restricted ordinary shares held	Number of ordinary share pledged/frozen /		Nature of shareholder
				Share status	Number	
China National Bluestar (Group) Co., Ltd.	2,389,387,160	89.09%	2,107,341,862	Frozen	10,000,000	SOE
1True value AM-SPDB-True value Xinhuoli No.1 multi-layer asset mgt plan	22,754,207	0.85%	0		0	Unknown
China Securities Finance Corporation Limited	13,794,697	0.51%	0		0	Unknown
39 Shaanxi Internathional Trust-SITI No.39 Jubaopen Security Plan	10,635,789	0.40%	0		0	Unknown
Wu Mengling	9,559,285	0.36%	0			Unknown
Changshi Investment Company Ltd	6,563,822	0.24%	0	Pledged	6,560,000	Unknown
MacroLink Holdings Limited	6,068,074	0.23%	0		0	Unknown
Jiangsu Juhe Chuangyi Emerging Industry Investment Fund LLP	5,635,000	0.21%	0		0	Unknown
China Electronic Investment Holding Company	5,185,185	0.19%	0		0	Unknown
Guangxi Railway Development Investment Fund	5,185,185	0.19%	0		0	Unknown

Details on top ten shareholders without trade restrictions		
Name of shareholder	Number of unrestricted shares held at the end of the reporting period	Type of shares

		Type	Number
China National Bluestar (Group) Co., Ltd.	282,045,298	RMB Common share	282,045,298
1Truevalue AM-SPDB-Truevalue Xinhuoli No.1 multi-layer asset mgt plan	22,754,207	RMB Common share	22,754,207
China Securities Finance Corporation Limited	13,794,697	RMB Common share	13,794,697
39 Shaanxi Internathional Trust-SITI No.39 Jubaopen Security Plan	10,635,789	RMB Common share	10,635,789
Wu Mengling	9,559,285	RMB Common share	9,559,285
Changshi Investment Company Ltd	6,563,822	RMB Common share	6,563,822
MacroLink Holdings Limited	6,068,074	RMB Common share	6,068,074
Jiangsu Juhe Chuangyi Emerging Industry Investment Fund LLP	5,635,000	RMB Common share	5,635,000
China Electronic Investment Holding Company	5,185,185	RMB Common share	5,185,185
Guangxi Railway Development Investment Fund	5,185,185	RMB Common share	5,185,185
Statement on related relationship or acting in concert among the above shareholders	Among the abovementioned stockholders, state-owned corporation stockholder China National Bluestar (Group) Co., Ltd. and Beijing Research and Design Institute of Rubber Industry are subsidiary companies of China National Chemical Corporation; except for the abovementioned stockholders, the Company does not know whether associated relationship exists among other stockholders, or whether the other stockholders are the concerted action persons regulated in the Administrative Measures for Purchasing of Listed Companies.		
Details on preferred shareholders with voting rights and the quantity of shares held	Not applicable		

2.3 Total number of preferred shareholders, and details on top ten preferred shareholders and top ten preferred shareholders without trade restrictions as of the end of reporting period

☐Applicable ☑ Not applicable

3 Important Matters

3.1 Major changes to any of the main items in the financial statements or financial indicators of the Company for the reporting period and the reasons for such changes

☑ Applicable ☐ Not applicable

Unit: Yuan Currency: RMB

Balance Sheet Items	30/09/2017	31/12/2016	Total Fluctuation		Explanations on fluctuation
			RMB	% %	
Derivative financial assets	32,028,590	11,471,676	20,556,914	179%	Change related to hedging of EUR/USD /
Interest receivable	7,746,876	1,040,703	6,706,173	644%	Increase of term deposit amount as well as interest rate
Other receivables	18,112,839	25,869,193	-7,756,354	-30%	Decrease due to payment of last year provisions
Other current assets	615,066,516	468,296,784	146,769,732	31%	Increase of corporate tax prepayment
Construction in progress	739,305,246	453,360,413	285,944,833	63%	Increase linked to POLAR and A-DRY+ projects (POLAR)A-Dry+
Long-term prepaid expenses	0	2,367,403	-2,367,403	-100%	Amortization of capitalized fees
Other non-current assets	15,804,000	2,747,272	13,056,728	475%	Miscellaneous prepayments for tangible assets
Short-term borrowings	0	469,236	-469,236	-100%	Decrease due to reimbursements
Derivative financial liabilities	2,745,978	68,508,557	-65,762,579	-96%	Change related to hedging of EUR/USD /
Advances from customers	11,909,900	20,811,000	-8,901,100	-43%	Decrease of receipt in advance in China

Balance Sheet Items	**30/09/2017**	**31/12/2016**	**Total Fluctuation RMB**	**% %**	**Explanations on fluctuation**
Dividends payable	0	104,121,900	-104,121,900	-100%	Payment on June 27th 627
Other comprehensive income	(462,585,760)	(860,732,283)	398,146,523	46%	Impact of exchange rate EUR/CNY

Income statement items	**1/01/2017-30/09/2017**	**1/01/2016-30/09/2016**	**Total Fluctuation RMB**	**% %**	**Explanations on fluctuation**
Financial expenses net	-45,471,183	9,687,371	-55,158,554	-569%	Increase of interest received due to increase of cash deposit and decrease of the FX net expenses
Asset impairment losses	-18,083,722	-26,100,765	8,017,043	-31%	Reversal of receivables depreciation on 2016 and reversal of inventories depreciation on 2017 20162017
Add: Gains (losses) from changes in fair values	64,569,647	14,491,938	50,077,709	346%	Evolution of hedging linked to EUR/USD /
Add: Non-operating income	19,659,544	9,897,678	9,761,866	99%	Insurance benefit related to scrapping of defective equipments
Less: Non-operating expenses	1,590,911	11,035,941	-9,445,030	-86%	Miscellaneous expenses on projects
Less: Income tax expenses	453,203,974	895,700,286	-442,496,312	-49%	Decrease of the effective tax rate and decrease of the taxable income

VI. Net other comprehensive income	621,352,378	478,384,817	142,967,561	30%	Impact of changed Euro/RMB FX rate

Cash flow statement items	1/01/2017-30/09/2017	1/01/2016-30/09/2016	Total Fluctuation		Explanations on fluctuation
			RMB	% %	
Net Cash Flow used in Investing Activities	(754,780,949)	(376,806,293)	(377,974,656)	100%	Increase of investments linked to POLAR & A-DRY+ projects (POLAR)A-Dry+

3.2 Progress and impact of important events, and the analysis of the solutions

☐ Applicable ☑Not applicable

3.3 Unsatisfied or overdued commitments in the reporting period

☐ Applicable ☑Not applicable

3.4 Warning of loss forecasted from the beginning of the year to the end of next reporting period, or significant fluctuation in the net profit compared with the same period of last year, and explanations.

☐ Applicable ☑Not applicable

Entity	Bluestar Adisseo Company, Ltd.
Legal representative	Jean-Marc Dublanc
Date	20171027

4 Appendix

4.1 Financial statements

4.1

Consolidated Balance Sheet

As of September 30 2017

Prepared by: Bluestar Adisseo Company, Ltd.

Unit: Yuan   Currency: RMB   Audit Type: Unaudited

	Closing balance	**Opening balance**
Current Assets:		
Cash at bank and on hand	7,010,744,055	6,681,296,187
Financial assets at fair value through profit or loss		
Derivative financial assets	32,028,590	11,471,676
Notes receivable		
Accounts receivable	1,592,425,145	1,577,362,013
Advances to suppliers	71,776,400	71,815,235
Interest receivable	7,746,876	1,040,703
Other receivables	18,112,839	25,869,193
Inventories	1,454,057,677	1,457,763,280
Other current assets	615,066,516	468,296,784
Total Current Assets	**10,801,958,098**	**10,294,915,071**
Non-current Assets:		
Available-for-sale financial assets	15,347,727	14,334,527
Long-term receivables	34,092,848	32,135,025
Long-term equity investments		
Investment properties		
Fixed assets	6,286,476,294	6,190,920,898
Construction in progress	739,305,246	453,360,413
Construction materials		
Fixed assets pending for disposal		
Intangible assets	1,798,474,323	1,893,059,973
Development costs	79,758,544	80,930,117
Goodwill	871,688,797	814,139,263

	Closing balance	Opening balance
Long-term prepaid expenses	0	2,367,403
Deferred tax assets	130,468,834	164,911,390
Other non-current assets	15,804,000	2,747,272
Total Non-current Assets	**9,971,416,613**	**9,648,906,281**
TOTAL ASSETS	**20,773,374,711**	**19,943,821,352**
Current Liabilities:		
Short-term borrowings	0	469,236
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities	2,745,978	68,508,557
Notes payable		
Accounts payable	967,276,337	996,517,531
Advances from customers	11,909,900	20,811,000
Wages and benefits payable	360,188,978	443,664,431
Taxes payable	358,871,089	362,784,968
Interest payable	6,511,472	5,543,874
Dividends payable	0	104,121,900
Other payables	232,846,936	300,674,023
Current portion of non-current liabilities	95,815,151	117,170,579
Other current liabilities	18,092,475	18,639,860
Total Current Liabilities	**2,054,258,316**	**2,438,905,959**
Non-current Liabilities:		
Long-term borrowings	13,520,070	13,910,409
Long-term payables	10,335,362	10,849,474
Long-term employee benefits payable	740,372,530	647,814,349
Special payables		
Provisions	30,413,515	29,196,374
Deferred income	172,393,599	181,152,262
Deferred tax liabilities	754,992,814	734,974,259
Other non-current liabilities		
Total Non-current Liabilities	**1,722,027,890**	**1,617,897,127**
TOTAL LIABILITIES	**3,776,286,206**	**4,056,803,086**
SHAREHOLDERS EQUITY:		
Paid-in capital	2,681,901,273	2,681,901,273
Other equity instruments		
Capital reserve	2,232,457,348	2,232,457,348
Other comprehensive income	(462,585,760)	(860,732,283)
Special reserve		

	Closing balance	Opening balance
Surplus reserve	262,690,863	256,211,737
Undistributed profits	8,059,722,571	7,766,000,584
Total equity attributable to equity holders of the company	**12,774,186,295**	**12,075,838,659**
Non-controlling interests	4,222,902,210	3,811,179,607
TOTAL OWNERS' EQUITY	**16,997,088,505**	**15,887,018,266**
TOTAL LIABILITIES AND OWNERS' EQUITY	**20,773,374,711**	**19,943,821,352**

Legal Representative: ________________ Person in Charge of the Accounting Body: __________________

Chief Accountant: __________________

Balance Sheet of the Company

As of September 30 2017

Prepared by: Bluestar Adisseo Company, Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	Closing balance	Opening balance
Current Assets:		
Cash at bank and on hand	2,226,708,373	2,188,578,354
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable		
Accounts receivable		
Advances to suppliers	233,578	89,991
Interest receivable	7,520,000	500,000
Dividends receivables	0	590,024,100
Other receivables		
Inventories		
Other current assets		
Total Current Assets	**2,234,461,951**	**2,779,192,445**
Non-current Assets:		
Available-for-sale financial assets		
Long-term receivables		
Long-term equity investments	7,492,295,416	7,492,295,416
Investment properties		
Fixed assets	112,326	135,550
Construction in progress		
Construction materials		
Fixed assets pending for disposal		
Intangible assets	37,828	54,040
Development costs		
Goodwill		
Long-term prepaid expenses		
Deferred tax assets		
Other non-current assets	2,074,683	1,733,794

Total Non-current Assets	**7,494,520,253**	**7,494,218,800**
TOTAL ASSETS	**9,728,982,204**	**10,273,411,245**
Current Liabilities:		
Short-term borrowings		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Notes payable		
Accounts payable		
Advances from customers		
Wages and benefits payable	84,000	100,000
Taxes payable	167,219	101,165
Interest payable		
Dividends payable		
Other payables	31,381,740	29,178,606
Current portion of non-current liabilities		
Other current liabilities		
Total Current Liabilities	**31,632,959**	**29,379,771**
Non-current Liabilities:		
Long-term borrowings		
Long-term payables		
Long-term employee benefits payable		
Special payables		
Provisions		
Deferred income		
Deferred tax liabilities		
Other non-current liabilities		
Total Non-current Liabilities		
TOTAL LIABILITIES	**31,632,959**	**29,379,771**
SHAREHOLDERS EQUITY:		
Paid-in capital	2,681,901,273	2,681,901,273
Other equity instruments		
Including: Preferred shares		
Capital reserve	6,681,557,628	6,681,557,628
Other comprehensive income		
Special reserve		
Surplus reserve	262,690,863	256,211,737
Undistributed profits	71,199,481	624,360,836
TOTAL OWNERS' EQUITY	**9,697,349,245**	**10,244,031,474**

TOTAL LIABILITIES AND OWNERS' EQUITY	**9,728,982,204**	**10,273,411,245**

Legal Representative: _______________ Person in Charge of the Accounting Body: _________________

Chief Accountant: _________________

Consolidated Income Statement

Prepared by: Bluestar Adisseo Company, Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	3 months ended September 30 2017 7-9	3 months ended September 30 2016 (7-9	9 months ended September 30 2017 1-9	9 months ended September 30 2016 1-9
I. Total operating revenues	**2,685,499,272**	**2,655,332,179**	**7,617,619,505**	**8,090,288,313**
Including: Operating income	2,685,499,272	2,655,332,179	7,617,619,505	8,090,288,313
II. Total operating costs	**2,114,538,009**	**1,863,624,324**	**6,081,672,163**	**5,304,699,116**
Including: Cost of sales	1,715,446,717	1,418,836,198	4,801,873,322	4,060,835,069
Business taxes and surcharges	23,681,804	28,946,582	71,045,412	86,839,745
Selling and distribution expenses	259,011,897	222,688,190	730,907,281	633,917,121
General and administrative expenses	177,861,503	177,256,305	541,401,053	539,520,575
Financial expenses - net	(54,717,509)	14,020,117	(45,471,183)	9,687,371
Asset impairment losses	(6,746,403)	1,876,932	(18,083,722)	(26,100,765)
Add: Gains (losses) from changes in fair values	(15,604,661)	7,009,384	64,569,647	14,491,938
Investment income (Loss)				
Including: Income from investments in associates and joint ventures				
Other income:				
III. Operating profit (Loss)	**555,356,602**	**798,717,239**	**1,600,516,989**	**2,800,081,135**
Add: Non-operating income	6,302,885	3,111,754	19,659,544	9,897,678
Including: Gains from disposal of non-current assets				
Less: Non-operating expenses	-4,523,998	8,821,717	1,590,911	11,035,941
Including: Losses from disposal of non-current assets	65,087	3,115	285,086	1,161,715
IV. Total profit (Total loss)	**566,183,485**	**793,007,276**	**1,618,585,622**	**2,798,942,872**
Less: Income tax expenses	137,285,337	241,829,982	453,203,974	895,700,286
V. Net profit (Net loss)	**428,898,148**	**551,177,294**	**1,165,381,648**	**1,903,242,586**
Net profit attributable to equity	334,299,969	443,552,414	911,670,690	1,545,092,115

Item	3 months ended September 30 2017 7-9	3 months ended September 30 2016 (7-9	9 months ended September 30 2017 1-9	9 months ended September 30 2016 1-9
holders of the Company				
Net profit attributable to non-controlling interests	94,598,179	107,624,880	253,710,958	358,150,471
VI. Net other comprehensive income	**68,705,688**	**138,016,777**	**621,352,378**	**478,384,817**
Other comprehensive income (net of tax) attributable to owners of the parent company	38,955,202	87,424,452	398,146,523	599,602,201
1.Other comprehensive income which will not be reclassified subsequently to profit or loss	**28,814**	**571,639**	**1,653,798**	**(8,017,735)**
1) Actuarial differences on defined benefit plans 1	28,814	571,639	1,653,798	**(8,017,735)**
2.Other comprehensive income which will be reclassified subsequently to profit or loss	**38,926,388**	**86,852,813**	**396,492,725**	**607,619,936**
1) Effective hedging portion of gains or losses arising from cash flow hedging instruments 1	(6,483,915)	740,081	11,081,087	(596,882)
2) Differences on translation arising on translation of foreign currency financial statements2	45,410,303	86,112,732	385,411,638	608,216,818
Net other comprehensive income to minority shareholders after tax	29,750,486	50,592,325	223,205,855	(121,217,384)
VII. Total comprehensive income:	**497,603,836**	**689,194,071**	**1,786,734,026**	**2,381,627,403**
Total comprehensive income attributable to equity holders of the Company	373,255,171	530,976,866	1,309,817,213	2,144,694,316
Total comprehensive income attributable to non-controlling interests	124,348,665	158,217,205	476,916,813	236,933,087
VIII. Earnings per share:				
(I) Basic earnings per share*	0.12	0.17	0.34	0.58

Item	3 months ended September 30 2017 7-9	3 months ended September 30 2016 (7-9	9 months ended September 30 2017 1-9	9 months ended September 30 2016 1-9
(II) Diluted earnings per share*	0.12	0.17	0.34	0.58

Legal Representative: _______________ Person in Charge of the Finance function: _________________

Chief Accountant: _________________

Income Statement of the Company

Prepared by: Bluestar Adisseo Company, Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	3 months ended September 30 2017 (7-9	3 months ended September 30 2016 7-9	9 months ended September 30 2017 1-9	9 months ended September 30 2016 1-9
I. Operating revenues				
Less: Cost of sales				
Business taxes and surcharges				
Selling and distribution expenses				
General and Administrative expenses	4,433,512	5,388,774	12,913,960	5,137,298
Financial expenses net	(17,450,289)	(8,085,542)	(77,705,221)	(24,119,275)
Asset impairment losses				
Add: Gains from changes in fair values (Losses)				
Investment income (Loss)	0	0	0	1,152,831,200
Including: Income from investments in associates and joint ventures				
Other income:				
II. Operating profit (Loss)	13,016,777	2,696,768	64,791,261	1,171,813,177
Add: Non-operating income				
Including: Gains from disposal of non-current assets				

Item	3 months ended September 30 2017 (7-9	3 months ended September 30 2016 7-9	9 months ended September 30 2017 1-9	9 months ended September 30 2016 1-9
Less: Non-operating expenses				
Including: Losses from disposal of non-current assets				
III. Total profit (Total loss)	13,016,777	2,696,768	64,791,261	1,171,813,177
Less: Income tax expenses				
IV. Net profit (Net loss)	13,016,777	2,696,768	64,791,261	1,171,813,177
V. Net other comprehensive income				
1.Other comprehensive income which will not be reclassified subsequently to profit or loss				
1) Actuarial differences on net defined benefit plan 1				
2.Other comprehensive income which will be reclassified subsequently to profit or loss				
1) Effective hedging portion of gains or losses arising from cash flow hedging instruments 1				
2) Difference on translation arising on translation of foreign currency financial				

Item	**3 months ended September 30 2017** (7-9	**3 months ended September 30 2016** 7-9	**9 months ended September 30 2017** 1-9	**9 months ended September 30 2016** 1-9
statements 2				
VI. Total comprehensive income	13,016,777	2,696,768	64,791,261	1,171,813,177
VII. Earnings per share:				
(I) Basic earnings per share	Non-applicable	Non-applicable	Non-applicable	Non-applicable
(II) Diluted earnings per share	Non-applicable	Non-applicable	Non-applicable	Non-applicable

Legal Representative: _______________ Person in Charge of the Finance function: _________________

Chief Accountant: _________________

Consolidated Cash Flow Statement

Three months ended September 30 2017

Prepared by: Bluestar Adisseo Company, Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	9 months ended September 30 2017 1-9	9 months ended September 30 2016 1-9
I. Cash Flows from Operating Activities:		
Cash received from sale of goods or rendering of services	7,621,684,141	8,350,172,275
Refunds of taxes and surcharges		
Cash received relating to other operating activities	45,324,982	103,375,669
Sub-total of cash inflows from operating activities	**7,667,009,123**	**8,453,547,944**
Cash paid for goods and services	4,533,937,800	4,448,130,783
Cash paid to and on behalf of employees	992,928,073	983,127,710
Payments of taxes and surcharges	500,963,242	792,569,178
Cash paid relating to other operating activities	53,749,161	52,160,496
Sub-total of cash outflows from operating activities	**6,081,578,276**	**6,275,988,167**
Net Cash Flow generated from Operating Activities	**1,585,430,847**	**2,177,559,777**
II. Cash Flows from Investing Activities:		
Cash received from disposals of investments	0	28,772,823
Cash received from investment income and interest income		
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	135,662	395,639
Net cash received from disposals of subsidiaries and other business units		
Cash received relating to other investing activities	291,798	0
Sub-total of cash inflows from investing activities	**427,460**	**29,168,462**
Cash paid to purchase fixed assets, intangible assets and other long-term assets	754,099,392	394,111,086
Cash paid to acquired investments	0	11,863,669

Item	9 months ended September 30 2017 1-9	9 months ended September 30 2016 1-9
Net cash paid for acquisitions of subsidiaries		
Cash paid relating to other investing activities	1,109,017	0
Sub-total of cash outflows from investing activities	**755,208,409**	**405,974,755**
Net Cash Flow used in Investing Activities	**(754,780,949)**	**(376,806,293)**
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Including: cash received from capital contributions by non-controlling interests of subsidiaries		
Cash received from borrowings		
Cash received from issuance of debentures		
Cash received relating to other financing activities	53,778,495	0
Sub-total of cash inflows from financing activities	**53,778,495**	**0**
Cash repayments of borrowings	3,009,169	12,173,575
Cash payments for interest expenses and distribution of dividends or profits	796,077,537	689,648,372
Cash paid relating to other financing activities		
Sub-total of cash outflows from financing activities	**799,086,706**	**701,821,947**
Net Cash Flow from Financing Activities	**(745,308,211)**	**(701,821,947)**
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	**244,106,181**	**176,422,090**
V. Net Increase in Cash and Cash Equivalents	**329,447,868**	**1,275,353,627**
Add: Opening balance of Cash and Cash Equivalents	6,681,296,187	4,941,121,304
VI. Closing Balance of Cash and Cash Equivalents	**7,010,744,055**	**6,216,474,931**

Legal Representative: ________________ Person in Charge of the Accounting Body: ________________

Chief Accountant: ________________

Cash Flow Statement of the Company

Nine months ended September 30 2017

Prepared by: Bluestar Adisseo Company, Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	9 months ended September 30 2017 1-9	9 months ended September 30 2016 1-9
I. Cash Flows from Operating Activities:		
Cash received from sale of goods or rendering of services		
Refunds of taxes and surcharges		
Cash received relating to other operating activities	48,626,395	21,655,235
Sub-total of cash inflows from operating activities	48,626,395	21,655,235
Cash paid for goods and services		
Cash paid to and on behalf of employees	3,552,006	388,234
Payments of taxes and surcharges	886,433	11,545,737
Cash paid relating to other operating activities	8,001,443	13,050,608
Sub-total of cash outflows from operating activities	12,439,882	24,984,579
Net Cash Flow generated from Operating Activities	36,186,513	(3,329,344)
II. Cash Flows from Investing Activities:		
Cash received from disposals of investments		
Cash received from investment income and interest income	614,763,374	1,158,743,800
Net cash received from disposals of fixed assets, intangible assets and other long-term assets		
Net cash received from disposals of subsidiaries and other business units		
Cash received relating to other investing activities		

Item	9 months ended September 30 2017 1-9	9 months ended September 30 2016 1-9
Sub-total of cash inflows from investing activities	614,763,374	1,158,743,800
Cash paid to purchase fixed assets, intangible assets and other long-term assets	0	143,150
Cash paid to acquire investments		
Net cash paid for acquisitions of subsidiaries		
Cash paid relating to other investing activities	0	26,349,456
Sub-total of cash outflows from investing activities	0	26,492,606
Net Cash Flow used in Investing Activities	614,763,374	1,132,251,194
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Cash received from borrowings		
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities		
Cash repayments of borrowings		
Cash payments for interest expenses and distribution of dividends or profits	611,473,490	442,513,710
Cash payments relating to other financing activities		
Sub-total of cash outflows from financing activities	611,473,490	442,513,710
Net Cash Flow from Financing Activities	(611,473,490)	(442,513,710)
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	(1,346,378)	0
V. Net Increase in Cash and Cash Equivalents	38,130,019	686,408,140
Add: Opening balance of Cash and Cash Equivalents	2,188,578,354	1,491,098,061
VI. Closing Balance of Cash and Cash Equivalents	2,226,708,373	2,177,506,201

Legal Representative: ____________ Person in Charge of the Finance function: __________________

Chief Accountant: _________________

4.2 Audit report

If the quarterly report has been audited by certified public accountants, the appendix shall disclose the audit report.

☐ Applicable ☑ Not applicable