Bluestar Adisseo Company

The Third Quarter Report 2019

Content

1 Important Notice

1.1 The Board of Directors, and Supervisory Committee of Bluestar Adisseo Company (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.

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

1.3 The legal representative of the Company Jean-Marc DUBLANC, person in charge of finance function Jean-Marc DUBLANC and the 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 2019.

1.4 The financial statements in the third quarter report 2019 have not been audited.

1.5 The Company proposed to distribute a 2019 interim dividend of RMB 1.03 per 10 shares, based on the total share amount of 2,681,901,273 as at the equity registration date of profit distribution, which overall amount to CNY 276,235,831.11. This proposal is subject to the approval of shareholders at the General Shareholder’s Meeting.

1.6 This is an English translation of the 2019 Q3 Report of Bluestar Adisseo Company. If there is any conflict between the Chinese version and its English translation, the Chinese version will prevail.

2 Basic Information of the Company

2.1 Major financial data

Unit: Yuan Currency: RMB

	As of September, 30 2019	As of December 31 2018	Changes in comparison with the end of last year (%)
Total assets	21,452,854,999	21,453,362,349	0.00%
Net assets attributable to the shareholders of the Company	13,829,588,302	13,602,423,751	1.67%
	From January 1 2019 to September 30 2019	From January 1 2018 to September 30 2018	Changes in comparison with the same period of last year (%)
Net cash flow arising from operating activities	1,908,200,648	738,686,767	158%
	From January 1 2019 to September 30 2019	From January 1 2018 to September 30 2018	Changes in comparison with the same period of last year (%)
Operating revenues	8,312,640,283	8,525,305,727	-2%
Net profits attributable to shareholders of the Company	811,801,433	709,514,301	14%
Net profits attributable to shareholders of the Company deducting non-recurring profit or losses	679,039,755	698,631,182	-2.80%
Weighted average return on net assets	5.89	5.34	0.55
Basic earnings per share (Yuan/share)	0.30	0.26	15%
Diluted earnings per share (Yuan/share)	0.30	0.26	15%

Non-recurring profit/loss items

☑ Applicable ☐ Not applicable

Unit: Yuan Currency: RMB

Item	Amount for current period (Jul. – Sep. 2019)	Amount for current period (Jan. – Sep. 2019)	Description
Net profit/loss on disposal of non-current assets	(640,436)	(5,736,855)	Scrapping of non-conform or defective equipment
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	3,537,978	10,041,588	Mainly grants for land use right and industrial structure adjustment in Nanjing plant
Fair value gains and losses arising from the holding of transactional financial assets, derivative financial assets, transactional financial liabilities and derivative financial liabilities in addition to the effective hedging business related to the company's normal business operations; And as well as investment income from the disposal of transactional financial assets, derivative financial assets, transactional financial liabilities and derivative financial liabilities and other creditor's rights			
Other non-operating income or expenses other than the above	131,728,194	211,128,152	Insurance claim payment
Impacts attributable to minority interests (after tax)	(14,640,677)	(23,428,532)	
Impact of income tax	(37,021,222)	(59,242,675)	
Total	**82,963,837**	**132,761,678**	

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						27,602
Details on top ten shareholders						
Name of shareholder	Number of ordinary	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.	1,709,387,160	63.74%	0	Frozen	10,000,000	SOE
Blusstar-GTJA-19BluestarEB guarantee and trust property account	680,000,000	25.36%	0	Unknown	0	Unknown
China Securities Finance Corporation Limited	13,794,697	0.51%	0	Unknown	0	Unknown
Jiangsu Juhe Chuangyi Emerging Industry Investment Fund LLP	6,607,000	0.25%	0	Unknown	0	Unknown
Changshi Investment Company Ltd	6,563,822	0.24%	0	Pledged	6,560,000	Unknown
China Electronic Investment Holding Company	5,185,185	0.19%	0	Unknown	0	Unknown
Beijing Research and Design Institute of Rubber Industry	3,737,262	0.14%	0	Unknown	0	SOE
CHEN BO	3,461,412	0.13%	0	Unknown	0	Unknown
China Merchants Bank-Boshi Fund	3,234,566	0.12%	0	Unknown	0	Unknown
Hong Kong Central Clearing Company Limited	3,119,634	0.12%	0	Unknown	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.	1,709,387,160	RMB Common share	1,709,387,160

Blusstar-GTJA-19BluestarEB guarantee and trust property account	680,000,000	RMB Common share	680,000,000
China Securities Finance Corporation Limited	13,794,697	RMB Common share	13,794,697
Jiangsu Juhe Chuangyi Emerging Industry Investment Fund LLP	6,607,000	RMB Common share	6,607,000
Changshi Investment Company Ltd	6,563,822	RMB Common share	6,563,822
China Electronic Investment Holding Company	5,185,185	RMB Common share	5,185,185
Beijing Research and Design Institute of Rubber Industry	3,737,262	RMB Common share	3,737,262
CHEN BO	3,461,412	RMB Common share	3,461,412
China Merchants Bank-Boshi Fund	3,234,566	RMB Common share	3,234,566
Hong Kong Central Clearing Company Limited	3,119,634	RMB Common share	3,119,634
Statement on related relationship or acting in concert among the above shareholders	The State-owned corporation shareholders, China National Bluestar (Group) Co., Ltd. and Beijing Research and Design Institute of Rubber Industry (who owns 3,737,262 shares), are subsidiaries of China National Chemical Corporation. Blusstar-GTJA-19BluestarEB guarantee and trust property account (who owns 680,000,000 shares) is a special account for China National Bluestar (Group) Co., Ltd. to guarantee and trust some of its shares when issuing exchangeable bonds. Except for the abovementioned shareholders, the Company does not know whether any related relationship exists among other shareholders, or whether the other shareholders have acted in concert as regulated by 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	30/09/2019	31/12/2018	Total Fluctuation RMB	%	Explanations on fluctuation
Derivative financial assets	2,326,140	6,772,220	(4,446,080)	-66%	Change related to hedging of EUR/USD
Advances to suppliers	63,071,756	46,697,860	16,373,896	35%	Advance increase due to invoices received less on time
Available-for-sale financial assets	0	25,627,615	(25,627,615)	-100%	Application of IFRS 9
Investments in other equity instruments	11,412,292	0	11,412,292	100%	Application of IFRS 9
Other non-current financial assets	26,797,133	0	26,797,133	100%	Application of IFRS 9
Other non-current assets	36,920,241	89,614,318	(52,694,077)	-59%	Mainly due to impairment of VAT Mexico
Derivative financial liabilities	24,114,318	67,384,765	(43,270,447)	-64%	Change related to hedging of EUR/USD
Advances from customers	10,545,345	7,076,771	3,468,574	49%	Advance increase due to good relationship with customers
Taxes payable	554,886,504	207,006,243	347,880,261	168%	Increase of VAT payable because of higher sales and increase of land tax
Other payables	307,109,938	480,809,430	(173,699,492)	-36%	Payment of CAPEX suppliers
Long-term payables	11,720,644	8,350,312	3,370,332	40%	Financing Novapex for unloading station construction

Income statement items	1/01/2019-30/09/2019	1/01/2018-30/09/2018	Total Fluctuation RMB	%	Explanations on fluctuation
Financial expenses - net	(67,933,766)	47,119,600	(115,053,366)	-244%	Cash yields and no negative impact on foreign exchange this year
Other income	218,585,327	16,845,801	201,739,526	1198%	Increase of insurance claim payment
Investment income (loss)	1,347,360	0	1,347,360	100%	Income from liquidation of investment
Gains (losses) from changes in fair values	3,826,502	(645,201)	4,471,703	-693%	Positive fair value of LTIP
Credit losses	(21,963,371)	0	(21,963,371)	100%	New line due to application of IFRS 9
Gains (losses) from disposal of assets	(5,736,855)	(1,778,596)	(3,958,259)	223%	Scrapping of outdated patent

Cash flow statement items	1/01/2019-30/09/2019	1/01/2018-30/09/2018	Total Fluctuation		Explanations on fluctuation
			RMB	%	
Net Cash Flow generated from Operating Activities	1,908,200,648	738,686,767	1,169,513,881	158%	Tax refund and insurance claim repayment
Net Cash Flow used in Investing Activities	(946,746,783)	(2,002,489,883)	1,055,743,100	-53%	The amount in 2018 is due to the acquisition of Nutriad
Net Cash Flow from Financing Activities	(1,016,289,560)	(1,297,397,723)	281,108,163	-22%	The amount in 2018 is mainly due to repayment former borrowings NUTRIAD.

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

☑ Applicable ☐ Not applicable

According to the resolution of the eighth meeting of the seventh board of directors, the Company proposed to distribute a 2019 interim dividend of RMB 1.03 per 10 shares, based on the total share amount of 2,681,901,273 as at the equity registration date of profit distribution, which overall amount to CNY 276,235,831.11. This proposal is subject to the approval of shareholders at the General Shareholder's Meeting.

"The proposal on the acquisition of 15% of the common shares of BlueStar Adisseo Nutrition Group Ltd. and related party transactions" has been approved by the third meeting of the board of directors and voted down by the first extraordinary general meeting of shareholders in 2019. The amended proposal of the related party transaction has been approved by the eighth meeting of the board of directors. The audit and valuation filing are in progress using 30 September 2019 as the base date. Upon completion of the above work, the company will disclose the valuation report and audit report separately and convene a general meeting of shareholders to review the matter.

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 公司名称	Bluestar Adisseo Company. 蓝星安迪苏股份有限公司
Legal representative 法定代表人	Jean-Marc Dublanc
Date 日期	2019/10/24

4 Appendix

4.1 Financial statements

Consolidated Balance Sheet

As of September 30 2019

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

	Closing balance	Opening balance
Current Assets:		
Cash at bank and on hand	5,196,233,517	5,282,336,110
Financial assets held for trading		
Financial assets at fair value through profit or loss		
Derivative financial assets	2,326,140	6,772,220
Notes receivable		
Accounts receivable	1,850,454,821	1,655,198,111
Receivable financing		
Advances to suppliers	63,071,756	46,697,860
Other receivables	34,302,653	40,992,988
Including: interest receivable	9,540,672	12,600,350
dividend receivable		
Inventories	1,781,619,954	1,769,193,112
Contract assets		
Other current assets	433,205,076	583,989,258
Total current assets	**9,361,213,917**	**9,385,179,659**
Non-current Assets:		
Available-for-sale financial assets	0	25,627,615
Debt investments		
Other debt investments		
Long-term receivables	58,725,114	59,891,031
Long-term equity investments		
Investments in other equity instruments	11,412,292	0
Other non-current financial assets	26,797,133	0
Investment properties		
Fixed assets	6,129,932,248	6,346,723,686
Construction in progress	1,794,906,620	1,410,987,041
Construction materials		
Fixed assets pending for disposal		
Right-of-use assets		
Intangible assets	2,201,306,122	2,277,382,580
Development costs	81,582,475	88,608,667

	Closing balance	Opening balance
Goodwill	1,606,724,750	1,626,099,606
Long-term prepaid expenses		
Deferred tax assets	140,112,420	143,248,146
Other non-current assets	40,141,908	89,614,318
Total non-current assets	**12,091,641,082**	**12,068,182,690**
TOTAL ASSETS	**21,452,854,999**	**21,453,362,349**
Current Liabilities:		
Short-term borrowings		
Financial liabilities held for trading		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities	24,114,318	67,384,765
Notes payable		
Accounts payable	1,215,327,982	1,225,671,845
Advances from customers	10,545,345	7,076,771
Contract liabilities		
Wages and benefits payable	438,735,268	412,554,992
Taxes payable	554,886,504	207,006,243
Other payables	307,109,938	480,809,430
Including: interest payable	3,299,869	5,731,676
dividends payable	44,196,660	3,531,285
Current portion of non-current liabilities	154,417,370	135,567,900
Other current liabilities	7,080,472	20,449,970
Total current liabilities	**2,712,217,197**	**2,556,521,916**
Non-current Liabilities:		
Long-term borrowings	26,719,672	30,592,778
Lease liabilities		
Long-term payables	11,720,644	8,350,312
Long-term employee benefits payable	434,861,233	424,096,220
Special payables		
Provisions		1,630,551
Deferred income	170,587,358	167,318,650
Deferred tax liabilities	796,051,867	866,478,848
Other non-current liabilities		
Total non-current liabilities	**1,439,940,774**	**1,498,467,359**
Total liabilities	**4,152,157,971**	**4,054,989,275**
SHAREHOLDERS' EQUITY:		
Paid-in capital	2,681,901,273	2,681,901,273
Other equity instruments		
Capital reserve	2,112,558,962	2,179,598,513
Other comprehensive income	(505,639,561)	(455,324,355)
Special reserve		
Surplus reserve	389,075,514	358,037,159
Undistributed profits	9,151,692,114	8,838,211,161
Total equity attributable to equity holders of the Company	**13,829,588,302**	**13,602,423,751**
Non-controlling interests	3,471,108,726	3,795,949,323

	Closing balance	Opening balance
Total owners equity	**17,300,697,028**	**17,398,373,074**
TOTAL LIABILITIES AND OWNERS EQUITY	**21,452,854,999**	**21,453,362,349**

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

Balance Sheet of the Company

As of September 30 2019

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	Closing balance	Opening balance
Current Assets:		
Cash at bank and on hand	2,315,494,798	2,697,734,689
Financial assets held for trading		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Notes receivable		
Accounts receivable		
Receivable financing		
Advances to suppliers	245,166	79,652
Other receivables	259,127,740	32,320,615
Including: interest receivable	8,680,000	12,310,000
dividend receivable	250,447,740	20,010,615
Inventories		
Contract assets		
Assets held for sale		
Other current assets		
Total Current Assets	2,574,867,704	2,730,134,956
Non-current Assets:		
Available-for-sale financial assets		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	7,492,295,416	7,492,295,416
Investments in other equity instruments		
Other non-current financial assets		
Investment properties		
Fixed assets	93,380	53,339
Construction in progress		
Construction materials		
Fixed assets pending for disposal		
Right-of-use assets		
Intangible assets	0	10,808
Development costs		
Goodwill		
Long-term prepaid expenses		
Deferred tax assets		

Other non-current assets	3,221,667	2,726,153
Total Non-current Assets	7,495,610,463	7,495,085,716
Total Assets	10,070,478,167	10,225,220,672
Current Liabilities:		
Short-term borrowings		
Financial liabilities held for trading		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Notes payable		
Accounts payable		
Advances from customers		
Contract liabilities		
Wages and benefits payable	84,000	84,000
Taxes payable	232,502	79,487
Interest payable		
Dividends payable		
Other payables	36,903,749	38,213,891
Including: interest payable		
dividend payable		
Liabilities held for sale		
Current portion of non-current liabilities		
Other current liabilities		
Total Current Liabilities	37,220,251	38,377,378
Non-current Liabilities:		
Long-term borrowings		
Notes payables		
Lease liabilities		
Long-term payables		
Long-term employee benefits payable		
Special payables		
Provisions		
Deferred income		
Deferred tax liabilities		
Other non-current liabilities		
Total Non-current Liabilities	**0**	**0**
Total Liabilities	**37,220,251**	**38,377,378**
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	389,075,514	358,037,159
Undistributed profits	280,723,501	465,347,234
Total Owners Equity	**10,033,257,916**	**10,186,843,294**

Total Liabilities And Owners Equity	10,070,478,167	10,225,220,672

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

Consolidated Income Statement

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	3 months ended September 30 2019	3 months ended September 30 2018	9 months ended September 30 2019	9 months ended September 30 2018
I. Total operating revenues	**2,955,246,621**	**2,775,317,639**	**8,312,640,283**	**8,525,305,727**
Including: Operating income	2,955,246,621	2,775,317,639	8,312,640,283	8,525,305,727
II. Total operating costs	**2,544,264,190**	**2,401,222,826**	**7,073,282,331**	**7,232,529,600**
Including: Cost of sales	1,991,334,576	1,823,637,394	5,456,634,644	5,568,355,058
Business taxes and surcharges	22,700,954	24,232,769	66,890,471	72,698,306
Selling and distribution expenses	335,275,409	291,207,997	925,283,468	816,724,977
General and administrative expenses	146,629,790	182,687,763	474,495,841	538,745,530
Research and development expenses	92,892,038	53,185,619	217,911,673	188,886,129
Financial expenses - net	(44,568,577)	26,271,284	(67,933,766)	47,119,600
Including: Interest expenses	2,701,488	891,128	5,467,488	3,293,321
Interest income	(24,962,783)	(27,272,190)	(80,829,194)	(74,875,109)
Add: Other income	135,501,717	3,360,244	218,585,327	16,845,801
Investment income (Loss)	704,088	0	1,347,360	0
Including: Income from investments in associates and joint ventures				
Gains (losses) from disposal of financial assets at amortized cost. 以摊余成本计量的金融资产终止确认收益（损失以“-”号填列）				
Gains (losses) from changes in fair values	(16,911,362)	23,191,313	3,826,502	(645,201)
Credit losses	(20,327,125)	0	(21,963,371)	0
Asset impairment losses	(10,336,354)	583,686	(6,695,244)	(6,600,566)
Gain (loss) from disposal of assets	(640,436)	341,648	(5,736,855)	(1,778,596)
III. Operating profit (Loss)	**498,972,959**	**401,571,704**	**1,428,721,671**	**1,300,597,565**
Add: Non-operating income	(124,338)	3,442,474	2,996,615	3,575,759
Including: Gains from disposal of non-current assets	0		0	

Item	3 months ended September 30 2019	3 months ended September 30 2018	9 months ended September 30 2019	9 months ended September 30 2018
Less: Non-operating expenses	111,208	179,845	412,203	481,762
Losses from disposal of non-current				
IV. Total profit (Total loss)	**498,737,413**	**404,834,333**	**1,431,306,083**	**1,303,691,562**
Less: Income tax expenses	149,916,339	123,920,642	406,375,452	384,587,311
V. Net profit (Net loss)	**348,821,074**	**280,913,691**	**1,024,930,631**	**919,104,251**
Net profit (loss) from continuing operations	348,821,074	280,913,691	1,024,930,631	919,104,251
Net profit (loss) from discontinued operations				
Net profit attributable to equity holders of the Company	277,977,058	220,302,733	811,801,433	709,514,301
Net profit attributable to non-controlling interests	70,844,016	60,610,958	213,129,198	209,589,950
VI. Net other comprehensive income	**(78,600,691)**	**441,566,104**	**(84,317,579)**	**258,519,449**
Other comprehensive income (net of tax) attributable to owners of the parent company	(58,432,517)	287,595,387	(50,315,206)	166,927,012
1.Other comprehensive income which will not be reclassified subsequently to profit or loss	**(14,037,566)**	**0**	**(14,037,566)**	**0**
1)Actuarial differences on defined benefit plans	(12,728,702)	0	(12,728,702)	0
3) Profit/Loss from changes in fair value of Investments in other equity instruments	(1,308,864)	0	(1,308,864)	0
2.Other comprehensive income which will be reclassified subsequently to profit or loss	**(44,394,951)**	**287,595,387**	**(36,277,640)**	**166,927,012**
1) Financial assets that is reclassified to other comprehensive income				
2)Effective hedging portion of gains or losses arising from cash flow hedging instruments	(1,137,756)	4,231,127	20,935,280	3,739,831
3)Differences on translation arising on translation of foreign currency financial statements2	(43,257,195)	283,364,260	(57,212,920)	163,187,181
Net other comprehensive income to minority shareholders after tax	(20,168,174)	153,970,717	(34,002,373)	91,592,437
VII. Total comprehensive income	**270,220,383**	**722,479,795**	**940,613,052**	**1,177,623,700**

Item	3 months ended September 30 2019	3 months ended September 30 2018	9 months ended September 30 2019	9 months ended September 30 2018
Total comprehensive income attributable to equity holders of the Company	219,544,541	507,898,120	761,486,227	876,441,313
Total comprehensive income attributable to non-controlling interests	50,675,842	214,581,675	179,126,825	301,182,387
VIII. Earnings per share				
(I) Basic earnings per share	0.10	0.08	0.30	0.26
(II) Diluted earnings per share	0.10	0.08	0.30	0.26

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

Income Statement of the Company

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	3 months ended September 30 2019	3 months ended September 30 2018	9 months ended September 30 2019	9 months ended September 30 2018
I. Operating revenues				
Less: Cost of sales				
Business taxes and surcharges				
Selling and distribution expenses				
General and Administrative expenses	3,514,268	3,465,379	10,572,493	11,905,455
Research and development expenses				
Financial expenses – net	(21,623,488)	(24,877,864)	(70,590,697)	(36,810,223)
Including: - interest expenses				
- interest income	(21,904,818)	(25,589,084)	(70,989,000)	(67,488,029)
Add: Other income				
Investment income (loss)	250,447,740	0	250,447,740	0
Including: Income from investments in associates and joint ventures				
Gains (losses) from disposal of financial assets at amortized cost. 以摊余成本计量的金融资产终止确认收益（损失以“-”号填列）				
Gains (losses) from changes in fair values				
Credit losses				
Asset impairment losses				
Gain (loss) from disposal of assets				
II. Operating profit (Loss)	268,556,960	21,412,485	310,465,944	24,904,768
Add: Non-operating income	0	0	99	60,000

Item	3 months ended September 30 2019	3 months ended September 30 2018	9 months ended September 30 2019	9 months ended September 30 2018
Less: Non-operating expenses	82,500	0	82,500	80,000
III. Total profit (Total loss)	268,474,460	21,412,485	310,383,543	24,884,768
Less: Income tax expenses				
IV. Net profit (Net loss)	268,474,460	21,412,485	310,383,543	24,884,768
Net profit (loss) from continuing operations	268,474,460	21,412,485	310,383,543	24,884,768
Net profit (loss) from discontinued operations				
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				
2.Other comprehensive income which will be reclassified subsequently to profit or loss				
1) Financial assets that is reclassified to other comprehensive income				
2) Effective hedging portion of gains or losses arising from cash flow hedging instruments				
3) Difference on translation arising on translation of foreign currency financial statements				
VI. Total comprehensive income	268,474,460	21,412,485	310,383,543	24,884,768
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：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

Consolidated Cash Flow Statement

Three months ended September 30 2019

Prepared by: Bluestar Adisseo Company

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	9 months ended September 30 2019	9 months ended September 30 2018
I. Cash Flows from Operating Activities:		
Cash received from sale of goods or rendering of services	8,414,460,686	6,928,440,218
Refunds of taxes and surcharges	35,797	0
Cash received relating to other operating activities	266,660,397	89,408,466
Sub-total of cash inflows from operating activities	**8,681,156,880**	**7,017,848,684**
Cash paid for goods and services	5,751,970,271	4,501,531,339
Cash paid to and on behalf of employees	927,584,915	1,257,624,003
Payments of taxes and surcharges	21,530,809	428,711,973
Cash paid relating to other operating activities	71,870,237	91,294,602
Sub-total of cash outflows from operating activities	**6,772,956,232**	**6,279,161,917**
Net Cash Flow generated from Operating Activities	**1,908,200,648**	**738,686,767**
II. Cash Flows from Investing Activities:		
Cash received from disposals of investments	1,347,360	0
Cash received from investment income and interest income	83,696,554	72,546,126
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	3,110,752	751,133
Net cash received from disposals of subsidiaries and other business units		
Cash received relating to other investing activities	968,864	843,078
Sub-total of cash inflows from investing activities	**89,123,530**	**74,140,337**
Cash paid to purchase fixed assets, intangible assets and other long-term assets	1,017,369,665	916,157,471
Cash paid to acquire investments	18,238,415	8,581,944
Net cash paid for acquisitions of subsidiaries	0	1,151,333,837
Cash paid relating to other investing activities	262,233	556,968
Sub-total of cash outflows from investing activities	**1,035,870,313**	**2,076,630,220**
Net Cash Flow used in Investing Activities	**(946,746,783)**	**(2,002,489,883)**
III. Cash Flows from Financing Activities:		
Cash received from capital contributions	0	(515,143,622)
Including: cash received from capital contributions by non-controlling interests of subsidiaries	0	(462,494,761)
Cash received from borrowings	4,534,829	0

Item	9 months ended September 30 2019	9 months ended September 30 2018
Cash received from issuance of debentures		
Cash received relating to other financing activities		
Sub-total of cash inflows from financing activities	**4,534,829**	**(515,143,622)**
Cash repayments of borrowings	9,770,726	86,997,481
Cash payments for interest expenses and distribution of dividends or profits	538,422,865	695,256,620
Including: dividends and profits paid to non-controlling shareholders of subsidiaries	57,374,295	217,713,527
Cash paid relating to other financing activities	472,630,798	0
Sub-total of cash outflows from financing activities	**1,020,824,389**	**782,254,101**
Net Cash Flow from Financing Activities	**(1,016,289,560)**	**(1,297,397,723)**
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	**(31,266,898)**	**(14,450,381)**
V. Net Increase in Cash and Cash Equivalents	**(86,102,593)**	**(2,575,651,220)**
Add: Opening balance of Cash and Cash Equivalents	5,282,336,110	7,659,509,312
VI. Closing Balance of Cash and Cash Equivalents	**5,196,233,517**	**5,083,858,092**

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

Cash Flow Statement of the Company

Three months ended September 30 2019

Prepared by: Bluestar Adisseo Company, Ltd.

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	9 months ended September 30 2019	9 months ended September 30 2018
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	3,799,844	88,206,875
Sub-total of cash inflows from operating activities	3,799,844	88,206,875
Cash paid for goods and services		
Cash paid to and on behalf of employees	2,017,525	1,866,827
Payments of taxes and surcharges	1,822,339	1,308,139
Cash paid relating to other operating activities	12,719,309	33,170,165
Sub-total of cash outflows from operating activities	16,559,173	36,345,131
Net Cash Flow generated from Operating Activities	(12,759,329)	51,861,744
II. Cash Flows from Investing Activities:		
Cash received from disposals of investments		
Cash received from investment income and interest income	94,552,349	845,438,220
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		
Sub-total of cash inflows from investing activities	94,552,349	845,438,220
Cash paid to purchase fixed assets, intangible assets and other long-term assets	16,900	13,749
Cash paid to acquire investments		

Item	9 months ended September 30 2019	9 months ended September 30 2018
Net cash paid for acquisitions of subsidiaries		
Cash paid relating to other investing activities		
Sub-total of cash outflows from investing activities	16,900	13,749
Net Cash Flow used in Investing Activities	94,535,449	845,424,471
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	463,968,920	463,968,920
Cash payments relating to other financing activities		
Sub-total of cash outflows from financing activities	463,968,920	463,968,920
Net Cash Flow from Financing Activities	(463,968,920)	(463,968,920)
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents	(47,091)	67,267
V. Net Increase in Cash and Cash Equivalents	(382,239,891)	433,384,562
Add: Opening balance of Cash and Cash Equivalents	2,697,734,689	2,241,610,694
VI. Closing Balance of Cash and Cash Equivalents	2,315,494,798	2,674,995,256

Legal Representative：Jean-Marc DUBLANC Person in Charge of the Accounting Body：Jean-Marc DUBLANC Chief Accountant：Yun CAI

4.2 Adjustments of relevant opening accounts when first implementation of the new financial instruments standards, new revenue standards and new leases standards.

☑ Applicable ☐ Not applicable

Consolidated Balance Sheet

Unit: Yuan Currency: RMB

	2018/12/31	2019/01/01	Adjustment amount
Current Assets:			
Cash at bank and on hand	5,282,336,110	5,282,336,110	
Financial assets held for trading			
Financial assets at fair value through profit or loss			
Derivative financial assets	6,772,220	6,772,220	
Notes receivable			
Accounts receivable	1,655,198,111	1,655,198,111	
Advances to suppliers	46,697,860	46,697,860	
Other receivables	40,992,988	40,992,988	
Including: interest receivable	12,600,350	12,600,350	
dividend receivable			
Inventories	1,769,193,112	1,769,193,112	
Contract assets			
Other current assets	583,989,258	583,989,258	
Total current assets	**9,385,179,659**	**9,385,179,659**	
Non-current Assets:			
Available-for-sale financial assets	25,627,615	0	(25,627,615)
Debt investments			
Other debt investments			
Long-term receivables	59,891,031	59,891,031	
Long-term equity investments			
Investments in other equity instruments	0	16,964,196	16,964,196
Other non-current financial assets	0	8,663,419	8,663,419
Investment properties			
Fixed assets	6,346,723,686	6,346,723,686	
Construction in progress	1,410,987,041	1,410,987,041	
Construction materials			
Fixed assets pending for disposal			
Right-of-use assets			
Intangible assets	2,277,382,580	2,277,382,580	
Development costs	88,608,667	88,608,667	
Goodwill	1,626,099,606	1,626,099,606	
Long-term prepaid expenses			
Deferred tax assets	143,248,146	143,248,146	

	2018/12/31	2019/01/01	Adjustment amount
Other non-current assets	89,614,318	89,614,318	
Total non-current assets	**12,068,182,690**	**12,068,182,690**	
TOTAL ASSETS	**21,453,362,349**	**21,453,362,349**	
Current Liabilities:			
Short-term borrowings			
Financial liabilities held for trading			
Financial liabilities at fair value through profit or loss			
Derivative financial liabilities	67,384,765	67,384,765	
Notes payable			
Accounts payable	1,225,671,845	1,225,671,845	
Advances from customers	7,076,771	7,076,771	
Contract liabilities			
Wages and benefits payable	412,554,992	412,554,992	
Taxes payable	207,006,243	207,006,243	
Other payables	480,809,430	480,809,430	
Including: interest payable	5,731,676	5,731,676	
dividends payable	3,531,285	3,531,285	
Current portion of non-current liabilities	135,567,900	135,567,900	
Other current liabilities	20,449,970	20,449,970	
Total current liabilities	**2,556,521,916**	**2,556,521,916**	
Non-current Liabilities:			
Long-term borrowings	30,592,778	30,592,778	
Lease liabilities			
Long-term payables	8,350,312	8,350,312	
Long-term employee benefits payable	424,096,220	424,096,220	
Special payables			
Provisions	1,630,551	1,630,551	
Deferred income	167,318,650	167,318,650	
Deferred tax liabilities	866,478,848	866,478,848	
Other non-current liabilities			
Total non-current liabilities	**1,498,467,359**	**1,498,467,359**	
Total liabilities	**4,054,989,275**	**4,054,989,275**	
SHAREHOLDERS' EQUITY:			
Paid-in capital	2,681,901,273	2,681,901,273	
Other equity instruments			
Capital reserve	2,179,598,513	2,179,598,513	
Other comprehensive income	(455,324,355)	(455,324,355)	
Special reserve			
Surplus reserve	358,037,159	358,037,159	
Undistributed profits	8,838,211,161	8,838,211,161	
Total equity attributable to equity holders of the Company	**13,602,423,751**	**13,602,423,751**	
Non-controlling interests	3,795,949,323	3,795,949,323	
Total owners equity	**17,398,373,074**	**17,398,373,074**	
TOTAL LIABILITIES AND OWNERS	**21,453,362,349**	**21,453,362,349**	

	2018/12/31	2019/01/01	Adjustment amount
EQUITY			

Explanation on adjustment items:

☑Applicable ☐ Not applicable

On January 1, 2019, Adisseo began to apply the new financial instrument standards, and according to the new financial instrument standards guidelines, for the equity investments originally classified as available for sale financial assets was designated as fair value through other comprehensive income, therefore these equity investments were classified to investments in other equity instruments. However, according to the new financial instrument standards, units in mutual funds are not eligible to the option for fair value through other comprehensive income measurement; they are now measured at fair value through profit or loss.

Balance Sheet of the Company

Unit: Yuan Currency: RMB

Item	2018/12/31	2019/01/01	Adjustment amount
Current Assets:			
Cash at bank and on hand	2,697,734,689	2,697,734,689	
Financial assets held for trading			
Financial assets at fair value through profit or loss			
Derivative financial assets			
Notes receivable & accounts receivable			
Notes receivable			
Accounts receivable			
Advances to suppliers	79,652	79,652	
Other receivables	32,320,615	32,320,615	
Including: interest receivable	12,310,000	12,310,000	
dividend receivable	20,010,615	20,010,615	
Inventories			
Contract assets			
Assets held for sale			
Other current assets			
Total Current Assets	2,730,134,956	2,730,134,956	
Non-current Assets:			
Available-for-sale financial assets			
Debt investments			
Other debt investments			
Long-term receivables			
Long-term equity investments	7,492,295,416	7,492,295,416	
Investments in other equity instruments			
Other non-current financial assets			
Investment properties			
Fixed assets	53,339	53,339	
Construction in progress			
Construction materials			
Fixed assets pending for disposal			
Right-of-use assets			
Intangible assets	10,808	10,808	
Development costs			
Goodwill			
Long-term prepaid expenses			
Deferred tax assets			
Other non-current assets	2,726,153	2,726,153	
Total Non-current Assets	7,495,085,716	7,495,085,716	

Total Assets	10,225,220,672	10,225,220,672	
Current Liabilities：			
Short-term borrowings			
Financial liabilities held for trading			
Financial liabilities at fair value through profit or loss			
Derivative financial liabilities			
Notes payable			
Accounts payable			
Advances from customers			
Contract liabilities			
Wages and benefits payable	84,000	84,000	
Taxes payable	79,487	79,487	
Interest payable			
Dividends payable			
Other payables	38,213,891	38,213,891	
Including: interest payable	0	0	
dividend payable	0	0	
Liabilities held for sale			
Current portion of non-current liabilities			
Other current liabilities			
Total Current Liabilities	**38,377,378**	**38,377,378**	
Non-current Liabilities：			
Long-term borrowings			
Notes payables			
Lease liabilities			
Long-term payables			
Long-term employee benefits payable			
Special payables			
Provisions			
Deferred income			
Deferred tax liabilities			
Other non-current liabilities			
Total Non-current Liabilities	**0**	**0**	
Total Liabilities	**38,377,378**	**38,377,378**	
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	358,037,159	358,037,159	
Undistributed profits	465,347,234	465,347,234	
Total Owners Equity	**10,186,843,294**	**10,186,843,294**	
Total Liabilities And Owners Equity	**10,225,220,672**	**10,225,220,672**	

Explanation on adjustment items:
☐Applicable ☑Not applicable

4.3 Explanations for comparison adjustment of opening accounts balances when first implementation of the new financial instruments standards and new leases standards.

☐ Applicable ☑ Not applicable

4.4 Audit report

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

☐ Applicable ☑ Not applicable

(In case of discrepancies between the English version and the Chinese version of this announcement, the Chinese version, officially published and disclosed, shall prevail.)