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CHINA INTERNATIONAL MARINE CONTAINERS (GROUP) CO., LTD.

中國國際海運集裝箱（集團）股份有限公司

(a joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2039)

First Quarterly Report of 2016

This announcement is published simultaneously in the Mainland of China pursuant to the Rules Governing Listing of Stocks on The Shenzhen Stock Exchange and in Hong Kong pursuant to the disclosure obligations under Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the inside information provisions set out in Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

1 IMPORTANT NOTICE

- 1.1 The board of directors of China International Marine Containers (Group) Co., Ltd. (the “**Company**”), the Supervisory Committee and the directors, supervisors and senior management of the Company warrant that the information contained in this quarterly report (the “**Report**”) is true, accurate and complete and there are no misrepresentation, misleading statements or material omissions, and jointly and severally accept full responsibility.
- 1.2 The Report has been approved at the fourth meeting of the seventh session of the board of directors of the Company (the “**Board**”) in 2016. All directors attended the meeting.
- 1.3 The financial statements of the Company and its subsidiaries (the “**Group**”) have been prepared in accordance with China Accounting Standards for Business Enterprises (“**CASBE**”). The financial statements in the Report have not been audited.
- 1.4 Mr. Wang Hong, Chairman of the Board, and Mr. Mai Boliang, CEO and President, the persons in charge of the Company, and Mr. Jin Jianlong, the person in charge of accounting affairs, the head of accounting department and the general manager of the financial department of the Company, warrant the truthfulness, accuracy and completeness of the financial statements in the Report.
- 1.5 In the Report, RMB ordinary shares (A Shares) refer to the domestic ordinary shares with a nominal value of RMB1.00 each in the share capital of the Company, which are listed on the Shenzhen Stock Exchange and traded in RMB, and overseas-listed foreign shares (H Shares) refer to the overseas-listed foreign shares with a nominal value of RMB1.00 each in the share capital of the Company, which are listed on the Hong Kong Stock Exchange and traded in Hong Kong dollars.

- 1.6 The “**Reporting Period**” means the three months started from 1 January 2016 and ended on 31 March 2016.
- 1.7 The Report is published in English and Chinese. In the event of any inconsistency between the two versions, the Chinese version shall prevail.

2 KEY FINANCIAL DATA AND CHANGES IN SHAREHOLDERS

2.1 Key accounting information and financial indicators

During the Reporting Period, whether the Company has made retrospective adjustments to or restated the accounting data of previous years due to changes in accounting policies and correction of accounting errors

Yes No

Unit: RMB thousand

	The Reporting Period (from January to March 2016)	Corresponding period of last year (from January to March 2015)	Changes from the corresponding period of last year to the Reporting Period (%)
Revenue	10,412,416	14,580,630	-28.59%
Net profit attributable to shareholders and other equity holders of the parent company	410,444	497,427	-17.49%
Net profit attributable to shareholders and other equity holders of the parent company after deducting non-recurring profit/loss	303,836	360,905	-15.81%
Net cash flows from operating activities	219,500	150,386	45.96%
Basic earnings per share (RMB/share)	0.1291	0.1861	-30.63%
Diluted earnings per share (RMB/share)	0.1286	0.1848	-30.41%
Weighted average return on net assets (%)	1.44%	2.20%	-0.76%
	As at the end of the Reporting Period (31 March 2016)	As at the end of the preceding year (31 December 2015)	Changes from the end of the preceding year to the end of the Reporting Period (%)
Total assets	113,227,716	106,763,171	6.06%
Net assets attributable to shareholders and other equity holders of the parent company	29,049,889	28,541,319	1.78%

Non-recurring profit/loss items and amount

Applicable Not applicable

Unit: RMB thousand

Item	Amount from the beginning of this year to the end of the Reporting Period
Gain/(loss) from disposal of non-current assets	128
Government grants recognized in profit or loss for the current period	54,240
Gains or losses from changes in fair value arising from holding of financial assets held for trading and financial liabilities held for trading, and investment gains arising from disposal of financial assets held for trading, financial liabilities held for trading and available- for-sale financial assets, except for the effective hedging activities relating to the Group's ordinary activities	83,456
Other non-operating income and expenses other than the above items	5,714
Less: Effect of income tax	22,265
Effect of minority interests (after tax)	14,665
	<hr/>
Total	<u>106,608</u>

Reasons and explanations on the Company's non-recurring profit/loss items as defined under the Explanatory Announcement No.1 on Information Disclosure by Companies Offering Securities to the Public – Non-Recurring Profit or Loss (the “**Explanatory Announcement No.1**”) and the recurring profit/loss items which are listed as non-recurring profit/loss items under the requirements of the Explanatory Announcement No.1 should be given

Applicable Not applicable

There are no non-recurring profit/loss items as defined or listed under the Explanatory Announcement No.1 being defined as recurring profit/loss items by the Company during the Reporting Period.

2.2 Total number of shareholders and the shareholdings of the top ten shareholders as at the end of the Reporting Period

Total number of shareholders of ordinary shares as at the end of the Reporting Period	82,946, including 82,936 holders of A Shares and 10 holders of H Shares	Total number of preferred shareholders with restored voting rights as at the end of the Reporting Period (if any)	Nil
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Shareholdings of top ten shareholders as at the end of the Reporting Period

Name of shareholders	Nature of shareholders	Shareholding ratio (%)	Number of shares held (shares)	Number of shares with selling restrictions held	Pledged or frozen shares Status	Number
HKSCC Nominees Limited	Foreign legal person	52.83%	1,573,372,259	–	–	–
COSCO Container Industries Limited	Foreign legal person	16.70%	497,271,481	–	–	–
China Securities Finance Corporation Limited	State-owned legal person	2.89%	86,082,041	–	–	–
Broad Ride Limited	Foreign legal person	2.62%	77,948,412	–	–	–
Central Huijin Asset Management Ltd.	State-owned legal person	1.28%	37,993,800	–	–	–
ICBC Credit Suisse Fund – Agricultural Bank – ICBC Credit Suisse China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	–
Zhong Ou Fund – Agricultural Bank – Zhong Ou China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	–
Bosera Funds – Agricultural Bank – Bosera China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	–
Da Cheng Fund -Agricultural Bank – Da Cheng China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	–
Harvest Fund -Agricultural Bank – Harvest China Securities and Financial Assets Management Program	Domestic non-state-owned legal person	0.32%	9,566,600	–	–	–

Shareholdings of top ten shareholders of shares without selling restrictions as at the end of the Reporting Period

Name of shareholders	Number of Shares without selling restrictions held (shares)	Nature of the Shares	
		Nature of the Shares	Number (shares)
HKSCC Nominees Limited	1,573,372,259	Overseas-listed foreign shares	1,573,372,259
COSCO Container Industries Limited	432,171,843	RMB-denominated ordinary shares	432,171,843
COSCO Container Industries Limited	65,099,638	Overseas-listed foreign shares	65,099,638
China Securities Finance Corporation Limited	86,082,041	RMB-denominated ordinary shares	86,082,041
Broad Ride Limited	77,948,412	Overseas-listed foreign shares	77,948,412
Central Huijin Asset Management Ltd.	37,993,800	RMB-denominated ordinary shares	37,993,800
ICBC Credit Suisse Fund – Agricultural Bank – ICBC Credit Suisse China Securities and Financial Assets Management Program	9,566,600	RMB-denominated ordinary shares	9,566,600
Zhong Ou Fund – Agricultural Bank – Zhong Ou China Securities and Financial Assets Management Program	9,566,600	RMB-denominated ordinary shares	9,566,600
Bosera Funds – Agricultural Bank – Bosera China Securities and Financial Assets Management Program	9,566,600	RMB-denominated ordinary shares	9,566,600
Da Cheng Fund – Agricultural Bank – Da Cheng China Securities and Financial Assets Management Program	9,566,600	RMB-denominated ordinary shares	9,566,600
Harvest Fund – Agricultural Bank – Harvest China Securities and Financial Assets Management Program	9,566,600	RMB-denominated ordinary shares	9,566,600
Explanation on the relationship or concerted action of the above mentioned shareholders	Unknown		
Description of top ten shareholders of ordinary shares participating in financing securities business (if any)	None		

During the Reporting Period, whether any top ten shareholders of ordinary shares or top ten shareholders of ordinary shares without selling restrictions have conducted any agreed repurchase transactions

Yes No

None of the top ten shareholders of ordinary shares and the top ten shareholders of ordinary shares without selling restrictions conducted any agreed repurchase transactions during the Reporting Period.

2.3 Total number of preference shareholders and shareholding of top ten preference shareholders as at the end of the Reporting Period

Applicable Not applicable

3 SIGNIFICANT EVENTS

3.1 Material changes in major accounting items and financial indicators during the Reporting Period and the reasons

The global economic recovery remained weak in the first quarter of 2016 as the effective demand in developed countries was insufficient with stagnant consumption and investment, and the growth of emerging economies was weak with shrinking international trade. As the Chinese government vigorously promoted the growth stabilizing policies and the supply side structural reform, the economic growth gradually stabilized.

Due to the complex global and domestic economic environment, during the Reporting Period, the Group recorded sales revenue of RMB10,412 million (the same period of last year: RMB14,581 million), representing a year-on-year decrease of 28.59%; net profit attributable to shareholders and other equity holders of the parent company of RMB410 million (the same period of last year: RMB497 million), representing a year-on-year decrease of 17.49%; and basic earnings per share of RMB0.1291.

In view of the deteriorating operating results of shipping companies last year, the customers were cautious about the global container shipping industry and reduced their procurement in the first quarter of 2016. Meanwhile, the container price remained low as contrast to the relatively high number of orders received for the same period of last year, a low season with satisfying performance, leading to a sharp year-on-year decrease in both the sales and revenue of containers of the Group during the Reporting Period. During the Reporting Period, the container manufacturing business of the Group recorded sales revenue of RMB2,132 million (the same period of last year: RMB6,440 million), representing a year-on-year decrease of 66.89%. Total sales of dry containers reached 79,800 TEUs, representing a year-on-year decrease of 78.31%; and total sales of reefer containers reached 15,200 TEUs, representing a year-on-year decrease of 67.45%.

In the first quarter of 2016, the road transportation vehicle business of the Group achieved stable growth in North America. The road transportation vehicle business was weak in the emerging markets, which were under the impact of the US dollar interest rate hike and the continued downward trend of oil prices. The road transportation vehicle business bottomed out in the domestic market with greater increase in revenue of logistics semi-trailers and mixer trucks. During the Reporting Period, the road transportation vehicle business of the Group achieved sales revenue of RMB2,959 million (the same period of last year: RMB2,576 million), representing a year-on-year increase of 14.87%. The total sales volume of road transportation vehicles were 23,500 units (the same period of last year: 24,300 units), representing a slight year-on-year decrease of 3.29%.

In the first quarter of 2016, the market demand of the energy, chemical and liquid food equipment business of the Group failed to achieve significant improvement, due to the low global oil price and the natural gas price reform implemented by the Chinese government in recent years. Orders and sales for the first quarter remained substantially the same as that for the same period of last year. During the Reporting Period, the energy, chemical and liquid food equipment business of the Group recorded sales revenue amounted to RMB2,010 million (the same period of last year: RMB2,078 million), representing a slight year-on-year decrease of 3.27%.

In the first quarter of 2016, the sales revenue of the offshore engineering business of the Group was RMB1,874 million (the same period of last year: RMB1,921 million), representing a slight year-on-year decrease of 2.45%. On 12 March, CIMC Raffles Offshore (Singapore) Limited and its subsidiaries commenced construction of the HYSY 162 Project for CNOOC Energy Technology & Services Limited at Yantai Shipyard. On 30 March, “Frigstad Kristiansand”, the second ultra-deep-water semisubmersible drilling rig designed and built for Frigstad, completed mating at Yantai Shipyard.

In the first quarter of 2016, the domestic logistic demand from the real economy slowed down and the logistics prices declined due to, among other things, the slowdown in external demand, structural adjustment and the long Lunar New Year holiday. During the Reporting Period, the logistics service business of the Group recorded sales revenue of RMB1,615 million (the same period of last year: RMB1,827 million), representing a year-on-year decrease of 11.60%.

In the first quarter of 2016, the domestic heavy truck industry saw recovering growth, benefiting from the increased total investment in new national projects, a pickup in some regional real estate markets and the increased orders in the manufacturing industry. During the Reporting Period, the heavy truck business of the Group recorded a year on year increase of 78% for sales of products and achieving sales revenue of RMB304 million (the same period of last year: RMB195 million), representing a year-on-year increase of 55.90%.

In the first quarter of 2016, the airport facilities equipment and boarding bridge business of the Group further consolidated the marketing network to secure business growth. Meanwhile, the fire and rescue vehicle business achieved breakthrough in China and the integration of Albert Ziegler GmbH began to bear fruit. During the Reporting Period, the airport facilities equipment business of the Group recorded sales revenue of RMB471 million (the same period of last year: RMB290 million), representing a great year-on-year increase of 62.41%.

During the Reporting Period, the real estate business of the Group recorded sales revenue of RMB138 million (the same period of last year: RMB99 million), representing a year-on-year increase of 39.39%. In the first quarter of 2016, the real estate business of the Group actively carried out planning and research for the projects at Baoshan, Shanghai and Songshan Lake, Dongguan. On 25 March, the CIMC Intelligence Valley Project received the “Collaborative Innovation and Platform Construction” Project Funding (“協同創新與平台環境建設”專項資金) from the Guangdong Provincial Department of Science and Technology, marking the achievement of the Group in transforming from the traditional real estate business to the industrial real estate business.

During the Reporting Period, the financial business of the Group recorded sales revenue of RMB525 million (the same period of last year: RMB368 million), representing a year-on-year increase of 42.66%. In the first quarter of 2016, CIMC Financial Leasing Co., Ltd. perfected the domestic, international and third-party operating platforms around the strategic positioning of “the coordination of industry and finance”. The investment in the new business basically reached the budgetary target, generally achieving a steady beginning. CIMC Finance Co., Ltd. continuously pushed forward the integration of industry and finance to offer a wide range of financial services, thereby strengthening the Group’s overall competitiveness.

Material changes and the reasons

Unit: RMB thousand

Balance sheet items	31 March 2016	31 December 2015	Percentage change	Reasons for the material changes
Advances from customers	4,085,017	2,763,511	47.82%	Mainly due to the addition of advance payments of construction and payment of goods during the Reporting Period.
Other current liabilities	5,592,003	–	N/A	Mainly due to the issue of USD commercial paper by China International Marine Containers (Hong Kong) Limited, a wholly-owned subsidiary of the Group, during the Reporting Period.
Other non-current liabilities	1,697,871	71,635	2,270.17%	Mainly due to the amount of capital contribution from strategic investors received by CIMC Vehicle (Group) Co., Ltd. and Shenzhen CIMC Electricity Commerce and Logistics Technology Co., Ltd., both subsidiaries of the Group, during the Reporting Period.
Income statement items	From January to March 2016	From January to March 2015	Percentage change	Reasons for the material changes
Financial expenses	119,436	86,301	38.39%	Mainly due to the decrease in interest income and increase in financing costs during the Reporting Period.
Asset impairment losses	-510	58,999	-100.86%	Mainly due to the increased provision for total accounts receivable in the corresponding period of last year.
Non-operating income	73,254	26,986	171.45%	Mainly due to the increase in government grants received by the subsidiaries of the Group during the Reporting Period.
Cash flow statement items	From January to March 2016	From January to March 2015	Percentage change	Reasons for the material changes
Refund of taxes and surcharges	301,255	652,234	-53.81%	Mainly due to the increase in refund of taxes and surcharges received in the corresponding period of last year.
Cash received from capital contributions	1,530,991	15,521	9,764.00%	Mainly due to the amount of capital contribution from strategic investors received by CIMC Vehicle (Group) Co., Ltd. and Shenzhen CIMC Electricity Commerce and Logistics Technology Co., Ltd., both subsidiaries of the Group, during the Reporting Period.

3.2 Change of substantial shareholder during the Reporting Period

On 31 March 2016, the Company received the Notice Regarding Completion of Share Transfer of Long Honour Investments Limited served by China Shipping Container Lines Co., Ltd (“CSCL”), from which it was learned that all the precedent conditions under the Share Purchase Agreement in Respect of Sale and Purchase of the 100% Equity Interest in Long Honour Investments Limited entered into by China Shipping Container Lines (Hong Kong) Co., Limited (“CSHK”, a wholly-owned subsidiary of CSCL) and COSCO (Hong Kong) Group Limited have been satisfied or waived, and the transaction for CSHK to purchase the 100% equity interest in Long Honour Investments Limited was completed on 31 March 2016. Upon completion of the above transaction, CSCL held, through Long Honour Investments Limited and COSCO Container Industries Limited, an aggregate of 432,171,843 A shares and 245,842,181 H shares of the Company, representing 22.77% of the total issued capital of the Company, as the second largest shareholder of the Company. For details, please refer to the announcement disclosed in China Securities Journal, Shanghai Securities News, Securities Times, Cninfo website (www.cninfo.com.cn) and the Company’s website (www.cimc.com) ([CIMC] 2016-012) and the announcement published on the website of the Hong Kong Stock Exchange (www.hkexnews.hk) by the Company on 1 April 2016.

3.3 Progress in establishment of internal control during the Reporting Period

In the first quarter of 2016, the Group made good progress in various important tasks in the area of internal control: (1) Further realization of the full coverage and upgrading of the establishment of internal control: The Group completed its supervision towards its subsidiaries, including Zhumadian CIMC Huajun Casting Co. Ltd., Pteris Jiuzhou Logistics Automation System (Suzhou) Co., Ltd., Three Eyre Shanghai Zhenhua Logistics Co. Ltd., Brigantine Services Limited and CIMC Vehicles (HK) Limited, with respect to their establishment of internal control during the Reporting Period. (2) Further establishment of the career path for the audit and internal control personnel of the Group as well as exploration, coordination and arrangement of a new mechanism for the selection, training and deployment of the audit and internal control team of the Group: The Group finalized the Personnel Training Plan for the Internal Control and Audit System of CIMC (2016-2020) and formulated the Plan for the Training of the Internal Control and Audit Team and Project Coordination of the Group for 2016 during the Reporting Period. (3) Promotion and implementation of the system: During the Reporting Period, the Group further carried on the pilot project for the new rules of the Hong Kong Stock Exchange in respect of risk control and upgraded its internal control system into a comprehensive risk management and control system. The Group also formulated Specific Audit Plan for Procurement for 2016 and Plan for Enhancement on Internal Control and Audit in Respect of Construction for 2016, issued The Notice on the Commencement of the Preparation of Internal Control Manual of the Group at All Levels for 2016 and encouraged the leading cadres at all levels and personnel assuming key positions of the Group to sign the undertakings on integrity for the year.

3.4 Implementation of A Share(s) share option scheme during the Reporting Period

In order to establish and improve the incentive-constraint mechanism, and effectively combine the interests of the Shareholders, the Company and its employees, an A Share(s) Share Option Incentive Scheme (“**A Share(s) Share Option Incentive Scheme**”) was considered and approved at the extraordinary general meeting of the Company on 17 September 2010. According to such scheme, the first tranche of 54,000,000 share options (the “**First Tranche of Share Options**”) were registered on 26 January 2011 and the second tranche of the reserved 6,000,000 share options (the “**Second Tranche of Share Options**”) were registered on 17 November 2011.

On 12 May 2015, upon the consideration and approval at the eighth meeting of the seventh session of the Board in 2015, the options of the second exercisable period for the First Tranche of Share Options met the exercise conditions. The actual exercisable period was from 2 June 2015 to 27 September 2020 with the total exercisable options amounting to 39,660,000. On 9 October 2015, upon the consideration and approval at the fourteenth meeting of the seventh session of the Board in 2015, the options of the second exercisable period for the Second Tranche of Share Options have met the exercise conditions. The actual exercisable period was from 24 October 2015 to 27 September 2020 with the total exercisable options amounting to 4,132,500. On 28 July 2015, as considered and approved at the eleventh meeting of the seventh session of the Board of the Company in 2015, after the completion of the implementation of the 2014 dividend distribution proposal of the Company on 22 July 2015, the exercise price of the First Tranche of Share Options was adjusted to RMB10.77, and that of the Second Tranche of Share Options was adjusted to RMB16.30.

During the Reporting Period, a total of 458,700 options were exercised under the A Share(s) Share Option Incentive Scheme, representing 0.78% of the total of share option incentive scheme (adjusted), among which, a total of 418,600 options were exercised during the second exercisable period for the First Tranche of Share Options, and a total of 40,100 options were exercised during the second exercisable period for the Second Tranche of Share Options.

3.5 Significant subsequent events

On 8 April 2016, as considered and approved at the third meeting of the seventh session of the Board for 2016, the Company proposed to issue not more than 386,263,593 new A Shares (including 386,263,593 Shares) to not more than 10 qualified investors including domestic institutional investors and individual investors who meet the relevant requirements and conditions at the issuance price of no less than RMB13.86 per Share to raise gross proceeds not exceeding RMB6.0 billion. The non-public issuance of A Shares is subject to: (1) the approvals by the shareholders of the Company at the 2015 annual general meeting, the 2016 first class meeting of A shareholders and the 2016 first class meeting of H shareholders respectively; and (2) the approval by the China Securities Regulatory Commission. For relevant information, please refer to the announcement (Notice No.: [CIMC]2016-018) disclosed by the Company in China Securities Journal, Shanghai Securities News, Securities Times, Cninfo website (www.cninfo.com.cn) and the Company’s website (www.cimc.com) and the announcement published on the website of the Hong Kong Stock Exchange (www.hkexnews.hk) on 9 April 2016.

Summary of significant events	Date of disclosure	Search index of the tentative announcement disclosure website
Completion of Change in Shareholding of Shareholders	1 April 2016	www.cninfo.com.cn www.hkexnews.hk www.cimc.com
Proposal of Non-Public Issuance of A Shares	9 April 2016	www.cninfo.com.cn www.hkexnews.hk www.cimc.com

3.6 Undertakings made by the Company, shareholders, de facto controller, bidders, directors, supervisors, senior management or other connected parties that were performed during the Reporting Period or not yet performed as at the end of the Reporting Period

Commitment	Promisor	Contents of commitment	Date of commitment	Commitment period	Implementation
Other commitments made to the minority Shareholders of the Company	The Company	In accordance with the relevant regulations, domestic residents are not eligible to purchase foreign stocks directly, so after the implementation of the plan, domestic residents can only hold or sell its H Shares of the Company which they legally possess due to the change of listing location of shares of the Company, and they are not eligible to subscribe the shares of the Company and other H shares or other overseas stocks, and also after the sales of H Shares of the Company, the sales income must be timely transferred to the mainland. The Company promises domestic residents that before they are free to purchase overseas stocks, the Company will not finance by the means of allotment.	15 August 2012	Before domestic residents are free to buy overseas stocks	During the course of performance
The commitment is fulfilled in a timely manner or not	Yes				
Specific reasons for the non-performance of undertakings as at the end of the Reporting Period and the work plan for the next step	Not applicable				

3.7 Estimate on the operating results for the period from January to June 2016

Warnings and explanations of any forecasted losses or significant changes to accumulated net profit made during the period from the beginning of the year to the end of next reporting period compared to the same period of last year

Applicable Not applicable

3.8 Securities investment

Unit: RMB thousand

Type of securities	Stock code	Abbreviation of stock name	Initial investment cost	Number of shares held at the beginning of the Reporting Period (shares)	Shareholding at the beginning of the Reporting Period	Number of shares held at the end of the Reporting Period (shares)	Shareholding at the end of the Reporting Period	Book value at the end of the Reporting Period	Profit or loss during the Reporting Period	Classification in accounts	Source of shareholding
H Share	6198	Qingdao Port	128,589	40,414,000	0.85%	40,414,000	0.85%	121,569	5,078	Financial assets at fair value through profit or loss	Acquired from the secondary market
H Share	368	Sinotrans Ship H	20,742	2,996,500	0.08%	2,996,500	0.08%	3,246	-577	Financial assets at fair value through profit or loss	Acquired from the secondary market
Other securities investments held at the end of the Reporting Period			-	-	-	-	-	266	-	-	-
Total			149,331	43,410,500	-	43,410,500	-	125,081	4,501	-	-
Disclosure date of the announcement in relation to the consideration and approval of securities investments by the Board			Not applicable								
Disclosure date of the announcement in relation to the consideration and approval of securities investments by the shareholders' general meeting (if any)			Not applicable								

3.9 Investment in derivatives

Unit: RMB thousand

Name of derivatives investment operator	Related party	Type of derivatives investment	Initial investment amount of derivatives investment	Date of commencement	Date of termination	Investment amount at the beginning of the Reporting Period	Purchase during the Reporting Period	Sales during Reporting Period	Provision for impairment (if any)	Investment amount at the end of the Reporting Period	Proportion of investment amount at the end of the Reporting Period to the net assets of the Company at the end of the Reporting Period	Actual profit or loss during the Reporting Period	
HSBC/Standard Chartered, etc.	Nil	No	Foreign exchange forward contract	-	2014/3/31	2017/3/27	9,087,911	-	-	-	8,312,643	28.62%	110,431
HSBC/Standard Chartered, etc.	Nil	No	Foreign exchange option contract	-	2014/8/22	2016/12/13	4,097,462	-	-	-	3,529,696	12.15%	24,052
CCB/HSBC, etc.	Nil	No	Interest rate swap contract	-	2009/12/28	2020/3/1	831,181	-	-	-	818,715	2.82%	-244
HSBC	Nil	No	Currency swap contract	-	2015/4/1	2019/9/1	70,365	-	-	-	46,042	0.16%	-4,754
Total			-	-	-	14,086,919	-	-	-	12,707,096	43.75%	129,485	
Source of funds for derivatives investments			Self-owned funds										
Litigation case (if applicable)			Not applicable										
Disclosure date of announcement in relation to the consideration and approval of derivative investments by the Board (if any)			Nil										
Disclosure date of announcement in relation to the consideration and approval of derivative investments by the Shareholders' general meeting (if any)			Nil										
Risk analysis and positions in derivatives during the Reporting Period and explanations of risk control measures (including but not limited to market risk, liquidity risk, credit risk, operation risk and law risk etc.)			As at 31 March 2016, the derivative financial instruments held by the Group were mainly foreign exchange forwards, foreign exchange options and interest rate swap contracts. The risks of interest rate swap contracts were closely related to the fluctuations of interest rate. The risks carried by foreign exchange forwards and foreign exchange options were connected with the market risks relating to exchange rates and the Group's cash flow certainty of foreign currency revenues in the future. The Group's control on the derivative financial instruments was mainly reflected in: making prudent selection and determination on the type and quantity of newly-added derivative financial instruments; as to derivatives transactions, the Group developed rigorous internal approval systems and operational processes, and clarified the approval and authorization procedures for all levels involved so as to control the associated risks.										
Changes in market prices or product fair values of Derivatives Invested during the Reporting Period, where specific methods and relevant assumptions and parameters used shall be disclosed in the analysis of fair values of derivatives			From January to March 2016, the Group's profit or loss arising from changes in fair values of the derivative financial instruments was RMB129,485,000. Fair values of the derivative financial instruments of the Group were determined based on market prices of external financial institutions.										
Explanations of any significant changes in the Company's accounting policies and specific accounting principles on derivatives between the Reporting Period and the last reporting period			No										
Specific opinions of independent Directors on the derivatives investments and risk controls of the Company			In accordance with "Basic Norms for Enterprise Internal Controls", "Application Guidelines for Enterprise Internal Controls", "Enterprise Internal Controls Assessment Guidelines" and other relevant laws and regulations, the Company has established a sound internal control system and put it into effective implementation. Therefore, the risks faced by the Company regarding derivatives investments are controllable.										

3.10 Register of reception of research, communications and interviews during the Reporting Period

Date of reception	Mode of reception	Type of party received	Search index of the basic information researched
11 January 2016	Field research, one-to-one meeting	Springs Capital (Beijing) Co., Limited	Principal business conditions, business structure, investment progress, recent industrial developments and industry outlook in 2016
12 January 2016	16th UBS Greater China Conference	Organization	Same as above
19 January 2016	Field research, one-to-one meeting	Industrial Securities	Same as above
29 February 2016	Field research, one-to-one meeting	Hua Chuang Securities	Same as above

3.11 Non-compliant external guarantees

Applicable Not applicable

The Company did not make any non-compliant external guarantees during the Reporting Period.

3.12 Utilization of the funds of the listed Company for non-operating purposes by the controlling shareholder and its related parties

Applicable Not applicable

There was no utilization of the funds of the listed Company for non-operating purposes by the controlling shareholder and its related parties during the Reporting Period.

4 FINANCIAL STATEMENTS

4.1 Financial statements

4.1.1 Consolidated Balance Sheet (unaudited)

Prepared by: China International Marine Containers (Group) Co., Ltd.

Unit: RMB thousand

Item	Closing balance (As at 31 March 2016)	Opening balance (As at 31 December 2015)
Current assets:		
Cash at bank and on hand	8,768,070	4,487,166
Financial assets at fair value through profit or loss	173,877	133,294
Notes receivable	1,580,862	1,369,632
Accounts receivable	9,987,936	10,667,049
Advances to suppliers	2,984,102	3,290,194
Interests receivable	7,266	10,842
Dividend receivable	3,793	12,345
Other receivables	3,590,667	3,253,650
Inventories	16,262,204	16,416,646
Current portion of non-current assets	3,338,906	3,228,668
Other current assets	506,098	660,839
Total current assets	47,203,781	43,530,325
Non-current assets:		
Financial assets at fair value through profit or loss	15,248	19,755
Available-for-sale financial assets	444,469	420,858
Long-term receivables	13,672,208	12,734,564
Long-term equity investments	2,077,439	2,036,367
Investment properties	536,439	438,814
Fixed assets	21,082,645	21,848,053
Construction in progress	19,623,443	17,040,388
Disposal of fixed assets	111,607	99,506
Intangible assets	4,972,066	4,983,558
Development expenditure	28,679	22,966
Goodwill	1,766,424	1,762,141
Long-term prepaid expenses	202,149	165,711
Deferred tax assets	1,149,940	1,194,462
Other non-current assets	341,179	465,703
Total non-current assets	66,023,935	63,232,846
TOTAL ASSETS	113,227,716	106,763,171

Item	Closing balance (As at 31 March 2016)	Opening balance (As at 31 December 2015)
Current liabilities:		
Short-term borrowings	15,391,230	17,909,024
Financial liabilities at fair value through profit or loss	135,627	250,769
Notes payable	1,706,193	1,749,077
Accounts payable	7,597,041	8,893,005
Advances from customers	4,085,017	2,763,511
Employee benefits payable	1,823,827	2,234,271
Taxes payable	634,932	923,137
Interest payable	279,485	216,374
Dividends payable	40,557	56,034
Other payables	5,260,166	5,285,014
Provisions	766,959	875,498
Current portion of non-current liabilities	4,254,981	4,765,523
Other current liabilities	5,592,003	—
Total current liabilities	47,568,018	45,921,237
Non-current liabilities:		
Financial liabilities at fair value through profit or loss	55,460	55,471
Long-term borrowings	26,051,769	23,684,838
Long-term payables	619,504	550,136
Payables for specific projects	8,697	5,834
Deferred income	497,894	511,662
Deferred tax liabilities	499,009	467,482
Other non-current liabilities	1,697,871	71,635
Total non-current liabilities	29,430,204	25,347,058
Total liabilities	76,998,222	71,268,295

Item	Closing balance (As at 31 March 2016)	Opening balance (As at 31 December 2015)
Shareholders' equity:		
Share capital	2,978,278	2,977,820
Other equity instruments	2,058,993	2,033,043
Including: Perpetual debt	2,058,993	2,033,043
Capital surplus	3,116,928	3,181,863
Other comprehensive income	-355,527	-518,130
Surplus reserve	3,203,578	3,203,578
Undistributed profits	18,047,639	17,663,145
	<hr/>	<hr/>
Total equity attributable to shareholders and other equity holders of the parent company	29,049,889	28,541,319
	<hr/>	<hr/>
Minority interests	7,179,605	6,953,557
	<hr/>	<hr/>
Total shareholders' equity	36,229,494	35,494,876
	<hr/>	<hr/>
Total liabilities and shareholders' equity	113,227,716	106,763,171
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*Legal
representative:*
Wang Hong

*The person in charge of
accounting affairs:*
Jin Jianlong

*The head of the
accounting department:*
Jin Jianlong

4.1.2 Balance Sheet of the Parent Company (unaudited)

Prepared by: China International Marine Containers (Group) Co., Ltd.

Unit: RMB thousand

Item	Closing balance (As at 31 March 2016)	Opening balance (As at 31 December 2015)
Current assets:		
Cash at bank and on hand	1,608,737	1,597,446
Accounts receivable	5,678	–
Dividends receivable	4,587,048	4,604,445
Other receivables	12,913,381	12,363,102
Other current assets	18,047	16,264
	<hr/>	<hr/>
Total current assets	19,132,891	18,581,257
Non-current assets:		
Available-for-sale financial assets	388,905	388,905
Long-term equity investments	8,509,530	8,509,530
Fixed assets	104,356	106,808
Construction in progress	4,945	4,031
Disposal of fixed assets	177	–
Intangible assets	14,660	14,724
Long-term prepaid expenses	13,552	14,782
Deferred tax assets	215,726	216,448
	<hr/>	<hr/>
Total non-current assets	9,251,851	9,255,228
	<hr/>	<hr/>
TOTAL ASSETS	28,384,742	27,836,485
Current liabilities:		
Accounts payable	8,114	15,837
Employee benefits payable	849,320	851,536
Taxes payable	10,630	12,820
Interest payable	181,548	129,200
Other payable	8,013,396	7,583,245
Current portion of non-current liabilities	3,999,595	4,059,881
	<hr/>	<hr/>
Total current liabilities	13,062,603	12,652,519
	<hr/>	<hr/>

Item	Closing balance (As at 31 March 2016)	Opening balance (As at 31 December 2015)
Non-current liabilities:		
Financial liabilities at fair value through profit or loss	13,585	14,256
Long-term borrowings	2,421,000	2,215,000
Deferred income	13,550	13,800
	<hr/>	<hr/>
Total non-current liabilities	2,448,135	2,243,056
	<hr/>	<hr/>
Total liabilities	15,510,738	14,895,575
	<hr/>	<hr/>
Shareholders' equity:		
Share capital	2,978,278	2,977,820
Other equity instruments	2,058,993	2,033,043
Including: Perpetual debt	2,058,993	2,033,043
Capital surplus	3,284,278	3,279,575
Other comprehensive income	43,754	43,754
Surplus reserves	3,203,578	3,203,578
Undistributed profits	1,305,123	1,403,140
	<hr/>	<hr/>
Total equity of shareholders and other equity holders	12,874,004	12,940,910
	<hr/>	<hr/>
Total liabilities and shareholders' equity	28,384,742	27,836,485
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*Legal
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*The head of the
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4.1.3 Consolidated Income Statement (Unaudited)

Prepared by: China International Marine Containers (Group) Co., Ltd.

Unit: RMB thousand

Item	Current amount (January to March 2016)	Previous amount (January to March 2015)
I. Total Revenue	10,412,416	14,580,630
Including: Revenue	10,412,416	14,580,630
II. Total cost of sales	9,915,393	14,215,528
Including: Cost of sales	8,335,368	12,405,403
Taxes and surcharges	70,003	67,009
Selling and distribution expenses	446,256	546,971
General and administrative expenses	944,840	1,050,845
Financial expenses	119,436	86,301
Asset impairment losses	-510	58,999
Add: Profit from changes in fair value (losses are indicated by “-”)	133,985	127,216
Investment income (losses are indicated by “-”)	-42,412	205,123
Including: Share of profit of investment in associates and joint ventures	5,218	6,288
III. Operating profit (total losses are indicated by “-”)	588,596	697,441
Add: Non-operating revenue	73,254	26,986
Including: Gains on disposal of non-current assets	5,204	554
Less: Non-operating expense	13,172	8,446
Including: Loss on disposal of non-current assets	5,076	5,026
IV. Total profit (total losses are indicated by “-”)	648,678	715,981
Less: Income tax expenses	165,958	182,427
V. Net profit (total losses are indicated by “-”)	482,720	533,554
Net profit attributable to shareholders and other equity holders of the parent company	410,444	497,427
Minority interests	72,276	36,127

Item	Current amount (January to March 2016)	Previous amount (January to March 2015)
VI. Other comprehensive income, net of tax	211,729	21,897
Other comprehensive income attributable to shareholders and other equity holders of the parent company, net of tax	162,603	35,451
Other comprehensive income to be reclassified to profit or loss in subsequent periods	162,603	35,451
1. Profit or loss from changes in fair value of available-for-sale financial assets	-156	154
2. The effective portion of profit or loss of cash flow hedging	-3,443	799
3. Difference on translation of foreign currency financial statements	166,202	34,498
Other comprehensive income attributable to minority interests, net of tax	49,126	-13,554
VII. Total comprehensive income	694,449	555,451
Total comprehensive income attributable to shareholders and other equity holders of the parent company	573,047	532,878
Total comprehensive income attributable to minority interests	121,402	22,573
VIII. Earnings per share		
(I) Basic earnings per share (<i>RMB/share</i>)	0.1291	0.1861
(II) Diluted earnings per share (<i>RMB/share</i>)	0.1286	0.1848

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4.1.4 Income Statement of the Parent Company (unaudited)

Prepared by: China International Marine Containers (Group) Co., Ltd.

Unit: RMB thousand

Item	Current amount (January to March 2016)	Previous amount (January to March 2015)
I. Revenue	44,120	78,584
Less: Cost of sales	24,006	–
Taxes and surcharges	4,499	6,076
General and administrative expenses	44,629	72,021
Financial expenses	43,272	61,532
Add: Profit from changes in fair value (losses are indicated by “-”)	671	-1,858
Investment income (losses are indicated by “-”)	–	5,357
	<hr/>	<hr/>
II. Operating profit (losses are indicated by “-”)	-71,615	-57,546
Add: Non-operating income	271	2,591
Less: Non-operating expenses	1	62
Including: Loss on disposal of non-current assets	1	62
	<hr/>	<hr/>
III. Total profit (total losses are indicated by “-”)	-71,345	-55,017
Less: Income tax expenses	722	-3,321
	<hr/>	<hr/>
IV. Net profit (net losses are indicated by “-”)	-72,067	-51,696
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V. Total comprehensive income	-72,067	-51,696
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*Legal
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*The head of the
accounting department:*
Jin Jianlong

4.1.5 Consolidated Cash Flow Statement (unaudited)

Prepared by: China International Marine Containers (Group) Co., Ltd.

Unit: RMB thousand

Item	Current amount (January to March 2016)	Previous amount (January to March 2015)
I. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	13,540,714	15,661,716
Refund of taxes and surcharges	301,255	652,234
Cash received relating to other operating activities	79,260	106,080
Sub-total of cash inflows from operating activities	13,921,229	16,420,030
Cash paid for goods and services	11,308,450	13,696,884
Cash paid to and on behalf of employees	1,406,222	1,488,095
Payments of taxes and surcharges	462,956	673,203
Cash paid relating to other operating activities	524,101	411,462
Sub-total of cash outflows from operating activities	13,701,729	16,269,644
Net cash flows from operating activities	219,500	150,386
II. Cash flows from investing activities:		
Cash received from disposal of investments	102,074	–
Cash received from returns on investments	12,997	5,792
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,530	67,577
Cash received relating to other investing activities	–	269,000
Sub-total of cash inflows from investing activities	117,601	342,369
Cash paid to acquire fixed assets, intangible assets and other long-term assets	1,969,077	3,645,008
Cash paid to acquire investments	611,484	121,711
Cash paid relating to other investing activities	3,000	350,809
Sub-total of cash outflows from investing activities	2,583,561	4,117,528
Net cash flows from investing activities	-2,465,960	-3,775,159

Item	Current amount (January to March 2016)	Previous amount (January to March 2015)
III. Cash flows from financing activities:		
Cash received from capital contributions	1,530,991	15,521
Including: Cash received from capital contributions by minority shareholders of subsidiaries	1,512,689	15,521
Cash received from borrowings	24,687,837	14,092,550
Cash received relating to other financing activities	1,437	210,000
Sub-total of cash inflows from financing activities	26,220,265	14,318,071
Cash repayments of borrowings	19,696,107	10,116,536
Cash payments for interest expenses or distribution of dividends or profits	263,494	102,302
Including: Cash payments for dividends or profits to minority shareholders of subsidiaries	-	14,860
Cash paid relating to other financing activities	-	17,587
Sub-total of cash outflows from financing activities	19,959,601	10,236,425
Net cash flows from financing activities	6,260,664	4,081,646
IV. Effect of exchange rate changes on cash and cash equivalents	-11,114	-12,638
V. Net increase in cash and cash equivalents	4,003,090	444,235
Add: Opening balance of cash and cash equivalents	3,259,123	2,935,251
VI. Closing balance of cash and cash equivalents	7,262,213	3,379,486

*Legal
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Jin Jianlong

*The head of the accounting
department:*
Jin Jianlong

4.1.6 Cash Flow Statement of the Parent Company (unaudited)

Prepared by: China International Marine Containers (Group) Co., Ltd.

Unit: RMB thousand

Item	Current amount (January to March 2016)	Previous amount (January to March 2015)
I. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	68,519	58,410
Cash received relating to other operating activities	1,517,714	2,206,483
Sub-total of cash inflows from operating activities	1,586,233	2,264,893
Cash paid for goods and services	35,809	–
Cash paid to and on behalf of employees	27,762	24,908
Payments of taxes and surcharges	14,205	8,161
Cash paid relating to other operating activities	1,642,720	2,965,286
Sub-total of cash outflows from operating activities	1,720,496	2,998,355
Net cash flows from operating activities	-134,263	-733,462
II. Cash flows from investing activities:		
Cash received from disposal of investments	–	2,298
Net cash received from disposal of fixed assets intangible assets and other long-term assets	3	–
Net cash received from disposal of subsidiaries and other business units	–	315,000
Sub-total of cash inflows from investing activities	3	317,298
Cash paid to acquire fixed assets, intangible assets and other long-term assets	1,762	1,006
Cash paid to acquire investments	–	2,315
Sub-total of cash outflows from investing activities	1,762	3,321
Net cash flows from investing activities	-1,759	313,977

Item	Current amount (January to March 2016)	Previous amount (January to March 2015)
III. Cash flows from financing activities:		
Cash received from capital contributions	18,303	–
Cash received from borrowings	206,000	95,000
Sub-total of cash inflows from financing activities	224,303	95,000
Cash repayments of borrowings	61,000	–
Cash payments for interest expenses or distribution of dividends or profits	15,996	15,174
Sub-total of cash outflows from financing activities	76,996	15,174
Net cash flows from financing activities	147,307	79,826
IV. Effect of exchange rate changes on cash and cash equivalents	18	862
V. Net increase in cash and cash equivalents	11,303	-338,797
Add: Opening balance of cash and cash equivalents	652,865	831,212
VI. Closing balance of cash and cash equivalents	664,168	492,415

*Legal
representative:*
Wang Hong

*The person in charge of
accounting affairs:*
Jin Jianlong

*The head of the
accounting department:*
Jin Jianlong

4.2 Auditor's Report

Whether the first quarterly report has been audited

Yes No

The first quarterly report of the Company for 2016 has not been audited.

By order of the Board
China International Marine Containers (Group) Co., Ltd.
Company Secretary
Yu Yuqun

Hong Kong, 28 April 2016

As at the date of this announcement, the Board comprises Mr. Wang Hong (Chairman), Mr. Zhang Liang (Vice Chairman) and Mr. Wu Shuxiong as non-executive directors; Mr. Mai Boliang as executive director; and Mr. Li Kejun, Mr. Pan Chengwei and Mr. Wong Kwai Huen, Albert as independent non-executive directors.