

Key Financial Data And Financial Indicators

Prepared by: Yantai Jereh Oilfield Services Group Co., Ltd.

Unit: (RMB) Yuan

Items	2014	2013	Rate of Change(%)
Revenue	4,460,602,103.85	3,700,232,671.50	20.55%
Net profit attributed to shareholders of listed company	1,200,252,280.07	985,191,332.54	21.83%
Net profit attributed to shareholders of listed company after deducting non-recurring gains/losses	1,174,372,849.56	955,578,285.86	22.90%
Net cash flow from operating activities	457,802,590.87	509,701,686.99	-10.18%
Basic Earnings per share	1.26	1.10	14.55%
Diluted Earnings per share	1.26	1.10	14.55%
Return on weighted average net assets (%)	16.70%	27.58%	-10.88%
	31 Dec 2014	31 Dec 2013	Rate of Change(%)
Total assets	11,181,818,901.96	6,890,921,179.04	62.27%
Total equity attributed to shareholders of listed company	7,888,140,419.55	3,999,857,959.77	97.21%

Consolidated Balance Sheet

Prepared by: Yantai Jereh Oilfield Services Group Co., Ltd.

Unit: (RMB) Yuan

Assets	31 Dec 2014	31 Dec 2013
<i>Current assets:</i>		
Currency capital	2,486,250,953.99	1,089,052,824.15
Financial assets measured with fair value and having change attributed to profit or loss of current period	12,090,269.78	
Derivative financial assets		
Note receivable	424,083,567.71	224,324,880.66
Accounts receivable	2,043,907,899.03	1,605,092,605.04
Accounts prepaid	240,473,924.17	194,415,687.19
Interests receivable	11,463,017.10	1,138,788.96
Dividend receivable		
Other receivables	90,639,061.76	49,527,174.05
Inventory	2,276,678,493.73	1,802,225,576.53
Assets held for sale		
Non-current assets due within one year		
Other current assets	1,118,488,150.31	187,600,000.00
Total of current assets	8,704,075,337.58	5,153,377,536.58
<i>Non-current assets:</i>		
Saleable financial assets		
Investment held to the maturity date	18,357,000.00	
Long-term accounts receivable		
Long-term equity investment	44,920,689.04	277,995,871.48
Real estate for Investment		
Fixed assets	1,379,712,777.62	1,013,049,918.93
Engineering under construction	399,301,076.99	92,678,229.84
Engineering goods		713,395.61
Liquidation of fixed assets		
Productive Biological assets		
Oil and gas assets	278,040,602.94	165,742,827.85
Intangible assets	195,774,495.15	141,077,274.84
Development expenditures		
Goodwill	37,562,210.86	7,822,165.38
Long-term deferred and prepaid expenses	320,000.00	70,378.84
Assets with deferred income taxes	58,210,873.51	38,393,579.69
Other non-current assets	65,543,838.27	
Subtotal of non-current assets	2,477,743,564.38	1,737,543,642.46
Total of assets	11,181,818,901.96	6,890,921,179.04

Chief Executive Officer:

Chief Financial Officer:

Financial manager:

Consolidated Balance Sheet (Continued)

Prepared by: Yantai Jereh Oilfield Services Group Co., Ltd.

Unit: (RMB) Yuan

Liabilities and equities	31 Dec 2014	31 Dec 2013
<i>Current liability:</i>		
Short-term loan	706,771,734.00	953,965,015.52
<small>Financial liabilities measured with fair value and having change attributed to profit or loss of current period</small>		
Derivative financial liabilities		
Note payable	397,530,840.35	218,522,945.18
Accounts payable	986,817,140.12	655,308,958.73
Advances from customers	608,752,809.12	882,156,812.88
Payroll payable	68,052,011.33	46,443,153.54
Tax payable	84,099,928.38	4,461,610.99
Interests payable	3,439,096.30	5,287,024.57
Dividend payable	7,356,863.30	
Other accounts payable	106,378,057.16	49,893,791.91
Liabilities held for sale		
Non-current liabilities due within one year	20,000,000.00	
Other current liabilities		
Total of current liabilities	2,989,198,480.06	2,816,039,313.32
<i>Non-current liabilities:</i>		
Long-term loan		20,000,000.00
Securities payable		
Long-term accounts payable		4,216,257.70
Special accounts payable		
Anticipation liability	4,835,649.91	3,607,317.00
Deferred income	35,981,448.33	9,000,000.00
Liabilities with the deferred income taxes	8,872,164.01	950,499.40
Other non-current liabilities		
Subtotal of non-current liabilities	49,689,262.25	37,774,074.10
Total of liabilities	3,038,887,742.31	2,853,813,387.42
<i>Owners' equity:</i>		
Share capital	959,884,486.00	597,053,600.00
Other equity instruments		
Capital reserve	3,765,467,126.32	1,180,907,213.45
Minus: inventory share	71,536,928.77	
Other composite income	-49,195,450.28	-21,352,507.61
Surplus reserve	249,477,653.79	127,660,589.47
Retained profit	3,034,043,532.49	2,115,589,064.46
Subtotal of equities attributable to the owners of parent company	7,888,140,419.55	3,999,857,959.77
Equities of the minority of shareholders	254,790,740.10	37,249,831.85
Subtotal of owners' equities	8,142,931,159.65	4,037,107,791.62
Total of liabilities and owners' equities	11,181,818,901.96	6,890,921,179.04

Chief Executive Officer:

Chief Financial Officer:

Financial manager:

Consolidated Income Statement

Prepared by: Yantai Jereh Oilfield Services Group Co., Ltd.

Unit: (RMB) Yuan

Items	2014	2013
I .Total Revenue	4,460,602,103.85	3,700,232,671.50
Including: operating revenue	4,460,602,103.85	3,700,232,671.50
II .Total Costs	3,118,316,300.78	2,629,977,282.70
Including: Cost of sales	2,434,330,294.48	2,082,769,159.58
Operating taxes and additional charges	33,441,642.66	29,636,218.12
Sales expenses	224,499,992.18	133,256,368.92
Administrative expenses	400,593,208.62	319,710,175.64
Finance expenses	-27,320,637.55	16,173,831.26
Impairment losses	52,771,800.39	48,431,529.18
Plus: changes in fair value	-11,584,866.75	
Investment income	62,894,348.52	43,591,893.21
Including: investment income from associates and jointly	6,919,422.22	42,111,386.39
III. Operating profit	1,393,595,284.84	1,113,847,282.01
Plus: non-business revenue	56,461,963.72	43,195,455.49
Including: Net gain from disposal of non-current assets	119,732.32	89,937.41
Minus: non-business expense	2,605,084.61	3,933,010.88
Including: loss in disposal of non-current assets	406,639.09	258,038.66
IV. Profit before income tax	1,447,452,163.95	1,153,109,726.62
Minus: income tax	228,671,355.68	164,707,228.28
V. Net profit for the year	1,218,780,808.27	988,402,498.34
Attributable to: Equity of parent company	1,200,252,280.07	985,191,332.54
Minority interests	18,528,528.20	3,211,165.80
VI. Other composite income after tax	-28,361,217.28	-17,256,114.70
Other composite income attributed to owners of parent company after tax	-27,842,942.67	-16,846,191.14
1) Other composite income unable to be reclassified into profit and loss afterwards		
(1) Change of net liabilities or net assets through remeasuring and setting beneficial plan		
2) Part shared in other composite income unable to be reclassified into profit and loss in the invested unit under equity method		
2) Other composite income to be reclassified into profit and loss afterwards	-27,842,942.67	-16,846,191.14
1) Part shared in other composite income to be reclassified into profit and loss in the invested unit under equity method		
(2) Profit and loss from change of fair value of salable financial assets		
(3) Profit and loss from held-to-maturity investments reclassified into salable financial assets		
(4) Effective part of the profit and loss from hedge of cash flow		
(5) Conversion difference of foreign currency in financial statement	-27,842,942.67	-16,846,191.14
(6) other		
Other composite income attributed to minority shareholders after tax	-518,274.61	-409,923.56
VII. Total amount of composite income	1,190,419,590.99	971,146,383.64
Attributable to: Total composite income attributable to owners of parent company	1,172,409,337.40	968,345,141.40
Total composite income attributable to minority shareholders	18,010,253.59	2,801,242.24
VIII. Earnings per share:		
1. Basic Earnings per share	1.26	1.10
2. Diluted Earnings per share	1.26	1.10

Chief Executive Officer:

Chief Financial Officer:

Financial manager:

Consolidated Cash Flow Statement

Prepared by: Yantai Jereh Oilfield Services Group Co., Ltd.

Unit: (RMB) Yuan

Items	2014	2013
I. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	3,993,257,757.55	3,927,920,253.25
Tax refunding	56,687,843.88	62,335,536.37
Cash received related to other operating activities	154,506,082.53	77,405,187.74
Subtotal of cash inflow from the operating activities	4,204,451,683.96	4,067,660,977.36
Cash paid for goods and services	2,599,000,499.95	2,729,715,239.06
Cash paid to and on behalf of employees	422,890,113.53	269,984,580.04
Tax payments	450,290,606.43	369,961,510.98
Cash paid relating to other operating activities	274,467,873.18	188,297,960.29
Cash outflow subtotal of operating activities	3,746,649,093.09	3,557,959,290.37
Net cash flow from operating activities	457,802,590.87	509,701,686.99
II. Cash flow from investment activities		
Cash received from disposal of investments	5,000,000.00	
Cash received from investment return	15,589,085.31	12,060,687.98
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	281,536.03	106,645.83
Net cash amount received from the disposal of subcompanies and other business units		
Cash received related to other investment activities	244,818,694.99	233,980,506.82
Subtotal of cash inflow from the investment activities	265,689,316.33	246,147,840.63
Cash paid to acquire and construct fixed assets, intangible assets and other long-term assets	610,102,604.40	427,126,570.80
Cash paid to acquire investments	85,597,629.66	14,278,594.83
Net cash amount paid to acquire the subcompanies and other operating units	32,269,920.04	4,415,924.61
Cash paid related to other investment activities	1,039,397,500.00	237,600,000.00
Cash outflow subtotal of investment activities	1,767,367,654.10	683,421,090.24
Net amount of cash flow received from the investment activities	-1,501,678,337.77	-437,273,249.61
III. Cash flow from financing activities:		
Cash received by investors	2,967,119,910.45	7,273,800.00
Cash received from loans	1,655,088,009.59	1,519,578,586.07
Cash received related to other financing activities	75,975,589.20	30,815,691.18
Subtotal of cash inflow from the financing activities	4,698,183,509.24	1,557,668,077.25
Repayments of loans	1,909,188,041.21	1,300,951,259.80
Cash paid for distribution of dividends, profits and repayment of interests	200,187,331.01	142,004,796.00
Cash payments related to other financing activities	162,677,736.01	18,554,891.16
Sub-total of cash outflow from the financing activities	2,272,053,108.23	1,461,510,946.96
Net cash flow from financing activities	2,426,130,401.01	96,157,130.29
IV. Effect of foreign exchange fluctuation on cash and cash equivalents	-8,993,661.50	-43,348,838.29
V. Net increase amount of cash and cash equivalents	1,373,260,992.61	125,236,729.38
Plus: Balance of cash and cash equivalents at the beginning of the period	944,163,059.99	818,926,330.61
VI. Balance of cash and cash equivalents at the end of the period	2,317,424,052.60	944,163,059.99

Chief Executive Officer:

Chief Financial Officer:

Financial manager: